

ABRIDGED UNAUDITED FINANCIAL STATEMENTS FOR THE QUARTER AND SIX MONTHS ENDED 30 JUNE 2014

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	Quarter ended 30 June 2014	Quarter ended 30 June 2013	6 months ended 30 June 2014	6 months ended 30 June 2013
	Rs	Rs	Rs	Rs
	Unaudited	Unaudited	Unaudited	Unaudited
Gross ticket sales	855,730,010	608,714,160	1,578,187,670	1,237,146,765
Prizes	(430,479,067)	(316,984,449)	(797,720,795)	(637,287,369)
Consolidated fund	(196,295,835)	(134,662,434)	(360,263,510)	(276,895,097)
Net income	228,955,108	157,067,277	420,203,365	322,964,299
Operating profit	82,164,144	18,992,515	126,009,762	53,473,910
Net finance income	2,084,089	2,053,589	3,709,112	3,024,467
Profit before taxation	84,248,233	21,046,104	129,718,874	56,498,377
Income tax expense	(9,403,913)	(3,156,916)	(16,224,509)	(8,464,723)
Profit for the period	74,844,320	17,889,188	113,494,365	48,033,654
Other comprehensive income	-	-	-	-
Total comprehensive income for the period	74,844,320	17,889,188	113,494,365	48,033,654
Earnings per share	0.22	0.05	0.33	0.14

STATEMENT OF FINANCIAL POSITION

	30 June 2014	31 December 2013
	Rs	Rs
	Unaudited	Audited
ASSETS		
Non-current assets	211,976,061	229,760,861
Current assets	311,886,784	325,431,190
Total assets	523,862,845	555,192,051
EQUITY AND LIABILITIES		
Capital and reserves		
Stated capital	100,000,000	100,000,000
Retained earnings	113,779,277	284,912
Total equity	213,779,277	100,284,912
Non-current liabilities	11,226,205	9,700,474
Current liabilities	298,857,363	445,206,665
Total liabilities	310,083,568	454,907,139
Total equity and liabilities	523,862,845	555,192,051

COMMENTS

Principal Activity

The company is the operator of the Mauritius National Lottery on behalf of the Government of Mauritius.

Results

Gross ticket sales revenue for the six months ended 30 June 2014 amounted to Rs1,578m, which represents an increase of 28% when compared to the prior corresponding period revenue of Rs1,237m. The profit after taxation also increased from Rs48m for the six months ended 30 June 2013 to a profit of Rs113m for the six months ended 30 June 2014.

Business Review

Overall, the company has delivered a strong financial performance during the six months ended 30 June 2014. This is mainly due to an exceptionally high number of Loto rollovers. During this period, the advertised jackpot reached Rs120m for the first time in its history. Loto established new sales records on weekly, monthly and quarterly basis. The performance of the instant game category was satisfactory during the first quarter of the year but was below expectations during the second quarter.

Future Outlook

The company is on track to achieve its financial targets for this year.

Earnings per share

The calculation of earnings per share is based on the profit attributable to the shareholders of the company of Rs113,494,365 (June 2013: Rs48,033,654) and the number of the shares in issue of 340,000,000 (June 2013: 340,000,000 adjusted for the 3,400-for-1 share split in March 2014).

Dividend

No interim dividend (June 2013: Rs25,000,000) was declared during the period under review.

Others

The financial information set out above for the quarter and six months ended 30 June 2014 is unaudited and has been prepared in compliance with International Financial Reporting Standards.

Copies of the above abridged unaudited financial statements are available, free of charge, upon request made to the Company Secretary, at the registered office of the company, Royal Road, Chapman Hill, Beau Bassin, or can be viewed on the company's website www.lottotech.mu.

The statement of direct and indirect interests of insiders pursuant to rule 8(2)(m) of the Securities (Disclosure Obligations of Reporting Issuers) Rules 2007 is available, free of charge, upon request made to the Company Secretary, at the registered office of the company.

By Order of the Board

Gamma Corporate Services Ltd
Company Secretary

7 August 2014

These abridged unaudited financial statements are issued pursuant to Listing Rule 12.20 and Rule 8 of the Securities (Disclosure Obligations of Reporting Issuers) Rules 2007.

The Board of Directors of Lottotech Ltd accepts full responsibility for the accuracy of the information contained in these abridged unaudited financial statements.

www.lottotech.mu

STATEMENT OF CHANGES IN EQUITY

	Stated capital	Retained earnings	Total equity
	Rs	Rs	Rs
	Unaudited	Unaudited	Unaudited
Balance at 1 January 2013	100,000,000	3,683,232	103,683,232
Profit for the period	-	48,033,654	48,033,654
Other comprehensive income for the period	-	-	-
Total comprehensive income for the period	-	48,033,654	48,033,654
Dividends	-	(25,000,000)	(25,000,000)
Balance at 30 June 2013	100,000,000	26,716,886	126,716,886
Balance at 1 January 2014	100,000,000	284,912	100,284,912
Profit for the period	-	113,494,365	113,494,365
Other comprehensive income for the period	-	-	-
Total comprehensive income for the period	-	113,494,365	113,494,365
Balance at 30 June 2014	100,000,000	113,779,277	213,779,277

STATEMENT OF CASH FLOWS

	6 months ended 30 June 2014	6 months ended 30 June 2013
	Rs	Rs
	Unaudited	Unaudited
Net cash generated from/(used in) operating activities	101,312,192	(44,729,852)
Net cash used in investing activities	(12,368,133)	(2,921,519)
Net cash used in financing activities	(40,627,385)	(26,397,989)
Net increase/(decrease) in cash and cash equivalents	48,316,674	(74,049,360)
Cash and cash equivalents at start of the period	199,032,894	198,757,519
Cash and cash equivalents at end of the period	247,349,568	124,708,159