

# ABRIDGED UNAUDITED FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 JUNE 2014

## STATEMENT OF COMPREHENSIVE INCOME

	Unaudited quarter ended		Unaudited 6 months ended		Audited
	Jun 2014 Rs M	Jun 2013 Rs M	Jun 2014 Rs M	Jun 2013 Rs M	Year ended Dec 2013 Rs M
Revenue	418.3	400.2	552.5	494.4	1,193.1
Gross profit	60.4	59.5	77.1	88.9	209.8
Overheads	(51.3)	(43.1)	(75.2)	(71.3)	(159.8)
Finance income	-	-	-	-	0.3
Finance costs	(0.6)	(0.4)	(1.0)	(1.0)	(1.2)
Profit before taxation	8.5	16.0	0.9	16.6	49.1
Taxation	(1.7)	(2.8)	(0.3)	(2.9)	(8.1)
Profit for the period	6.8	13.2	0.6	13.7	41.0
Other comprehensive income:					
Remeasurements of post-employment benefit obligations	-	-	-	-	(0.1)
Profit and total comprehensive income for the period	6.8	13.2	0.6	13.7	40.9
Basic and diluted earnings per share (Rs)	1.95	3.74	0.16	3.87	11.60
Number of shares in issue	3,535,000	3,535,000	3,535,000	3,535,000	3,535,000

## SEGMENT INFORMATION

	Unaudited quarter ended		Unaudited 6 months ended		Audited
	Jun 2014 Rs M	Jun 2013 Rs M	Jun 2014 Rs M	Jun 2013 Rs M	Year ended Dec 2013 Rs M
<b>Revenue</b>					
Horse racing	342.2	346.1	378.9	370.7	937.3
Foreign football matches	76.1	54.1	173.6	123.7	255.8
Total	418.3	400.2	552.5	494.4	1,193.1
<b>EBITDA</b>					
Horse racing	12.1	13.9	2.4	2.5	19.6
Foreign football matches	(1.1)	4.6	2.9	19.3	39.5
Total	11.0	18.5	5.3	21.8	59.1
Depreciation	(1.9)	(2.1)	(3.4)	(4.2)	(9.1)
Finance income	-	-	-	-	0.3
Finance costs	(0.6)	(0.4)	(1.0)	(1.0)	(1.2)
<b>Profit before taxation</b>	8.5	16.0	0.9	16.6	49.1
<b>Total assets</b>			<b>Jun 2014</b>	<b>Jun 2013</b>	<b>Dec 2013</b>
Horse racing			93.5	92.3	82.0
Foreign football matches			23.4	23.1	22.4
TOTAL			116.9	115.4	104.4
<b>Additions to non-current assets (other than financial instruments and deferred income tax assets)</b>					
Horse racing			6.1	2.3	5.8
Foreign football matches			1.5	0.6	1.5
TOTAL			7.6	2.9	7.3
<b>Total liabilities</b>					
Horse racing			61.3	54.0	50.8
Foreign football matches			15.3	13.5	13.9
TOTAL			76.6	67.5	64.7

## COMMENTS ON RESULTS

### ACCOUNTING STANDARDS

The abridged unaudited financial statements for the period ended 30 June 2014 have been prepared using the same accounting policies as those adopted in the financial statements for the year ended 31 December 2013 and comply with IAS 34.

### RESULTS

The Company's revenue for the quarter ended 30 June 2014 increased by 4.5% to Rs 418.3M (2013 – Rs 400.2M) while its profit after tax decreased by 48.5% to Rs 6.8M (2013 – Rs 13.2M). The half year revenue to 30 June 2014 amounted to Rs 552.5M (2013 – Rs 494.4M) and the profit after tax to Rs 0.6M (2013 – Rs 13.7M).

The levy on football betting imposed in January 2014 of Rs 24,000 per outlet per week has substantially affected our results and amounts to Rs 6.5M for the quarter and Rs 13.1M for the half year period.

Despite strong representations made to the authorities concerned, we have not had, so far, a positive response. Should our representations not be entertained, results would be negatively impacted by Rs 26.2M, representing approximately 60% of the company's expected profits.

## STATEMENT OF FINANCIAL POSITION

	Unaudited Jun 2014 Rs M	Audited Dec 2013 Rs M
<b>ASSETS</b>		
Non current assets	93.3	89.1
Current assets	23.6	15.3
<b>Total assets</b>	116.9	104.4
<b>EQUITY AND LIABILITIES</b>		
Equity	40.3	39.7
Non current liabilities	2.6	2.7
Current liabilities	74.0	62.0
<b>Total equity and liabilities</b>	116.9	104.4

## STATEMENT OF CASH FLOWS

	Unaudited 6 months ended		Audited
	Jun 2014 Rs M	Jun 2013 Rs M	Year ended Dec 2013 Rs M
Net cash (used in)/generated from operating activities	(0.8)	15.7	53.9
Net cash used in investing activities	(6.8)	(2.6)	(6.9)
Net cash (used in)/generated from financing activities	(10.6)	0.4	(24.7)
Net (decrease)/increase in cash and cash equivalents	(18.2)	13.5	22.3
Cash and cash equivalents at the beginning of period	(1.7)	(24.0)	(24.0)
Cash and cash equivalents at the end of period	(19.9)	(10.5)	(1.7)

## STATEMENT OF CHANGES IN EQUITY

	Share Capital Rs M	Share Premium Rs M	Retained Earnings Rs M	Total Equity Rs M
Balance as at 01 January 2013 (as previously reported)	24.7	1.2	9.8	35.7
Prior year adjustment	-	-	(2.0)	(2.0)
Balance as at 01 January 2013 (restated)	24.7	1.2	7.8	33.7
Profit and total comprehensive income for the period	-	-	13.7	13.7
Transaction with owners				
Unclaimed dividends	-	-	0.4	0.4
Total transactions with owners	-	-	0.4	0.4
Balance as at 30 June 2013 (restated)	24.7	1.2	21.9	47.8
Balance as at 01 January 2014	24.7	1.2	13.8	39.7
Profit and total comprehensive income for the period	-	-	0.6	0.6
Transaction with owners				
Dividends	-	-	-	-
Total transactions with owners	-	-	-	-
Balance as at 30 June 2014	24.7	1.2	14.4	40.3

By order of the Board  
**Box Office Ltd**

Secretaries  
Date: 11 August 2014

The above abridged unaudited financial statements are issued pursuant to Listing Rule 12.20 and the Securities Act 2005.

The statement of direct and indirect interests of insiders of the Company required under Rule 8(2)(m) of the Securities (Disclosure Obligations of Reporting Issuers) Rules 2007 is available upon request from the Secretary.

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

Copies of the abridged unaudited financial statements of the Company are available free of charge at the registered office of the Company c/o Box Office Ltd, 2<sup>nd</sup> floor, Nautica Commercial Centre, Black River, Mauritius.