



STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	Quarter ended	Quarter ended	9 months ended	9 months ended
	30 September 2015	30 September 2014	30 September 2015	30 September 2014
	MUR	MUR	MUR	MUR
	Unaudited	Unaudited	Unaudited	Unaudited
Gross ticket sales	360,390,512	533,159,400	1,262,000,292	2,111,347,070
Prizes	(175,121,524)	(271,154,289)	(633,712,064)	(1,068,875,084)
Consolidated fund	(85,518,581)	(120,941,559)	(292,702,082)	(481,205,069)
Net income	99,750,407	141,063,552	335,586,146	561,266,917
Operating profit	12,592,799	23,397,642	20,913,984	149,407,405
Net finance income	16,349	2,162,819	1,319,795	5,871,932
Profit before income tax	12,609,148	25,560,461	22,233,779	155,279,337
Income tax expense	(676,253)	(4,547,370)	(8,880,875)	(20,771,880)
*Profit for the period	11,932,895	21,013,091	13,352,904	134,507,457
Other comprehensive income for the period	-	-	-	-
Total comprehensive income for the period	11,932,895	21,013,091	13,352,904	134,507,457
Earnings per share	0.04	0.06	0.04	0.40

*Profit for the period	11,932,895	21,013,091	13,352,904	134,507,457
Inventory write-off and severance payments net of tax	289,871	-	26,921,565	-
Profit for the period before inventory write-off and severance payments	12,222,766	21,013,091	40,274,469	134,507,457

STATEMENT OF FINANCIAL POSITION

	30 September 2015	31 December 2014
	MUR	MUR
	Unaudited	Audited
ASSETS		
Non-current assets	160,525,994	202,379,471
Current assets	151,709,019	249,394,914
Total assets	312,235,013	451,774,385
EQUITY AND LIABILITIES		
Capital and reserves		
Stated capital	100,000,000	100,000,000
Retained earnings	13,779,627	54,826,723
Total equity	113,779,627	154,826,723
Non-current liabilities	8,124,097	11,113,507
Current liabilities	190,331,289	285,834,155
Total liabilities	198,455,386	296,947,662
Total equity and liabilities	312,235,013	451,774,385

STATEMENT OF CASH FLOWS

	9 months ended 30 September 2015	9 months ended 30 September 2014
	MUR	MUR
	Unaudited	Unaudited
Net cash (used in)/generated from operating activities	(15,246,357)	108,258,081
Net cash used in investing activities	(2,248,461)	(32,161,159)
Net cash used in financing activities	(55,234,603)	(153,150,463)
Net decrease in cash and cash equivalents	(72,729,421)	(77,053,541)
Cash and cash equivalents at start of the period	199,194,170	199,032,894
Cash and cash equivalents at end of the period	126,464,749	121,979,353

STATEMENT OF CHANGES IN EQUITY

	Stated capital	Retained earnings	Total equity
	MUR	MUR	MUR
	Unaudited	Unaudited	Unaudited
Balance at 1 January 2014	100,000,000	284,912	100,284,912
Profit for the period	-	134,507,457	134,507,457
Other comprehensive income for the period	-	-	-
Total comprehensive income for the period	-	134,507,457	134,507,457
Dividends	-	(112,200,000)	(112,200,000)
Balance at 30 September 2014	100,000,000	22,592,369	122,592,369
Balance at 1 January 2015	100,000,000	54,826,723	154,826,723
Profit for the period	-	13,352,904	13,352,904
Other comprehensive income for the period	-	-	-
Total comprehensive income for the period	-	13,352,904	13,352,904
Dividends	-	(54,400,000)	(54,400,000)
Balance at 30 September 2015	100,000,000	13,779,627	113,779,627

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 nine months ended 30 September 2015 amounted to MUR1,262.0m compared to the prior corresponding period revenue of MUR2,111.3m.

The profit after taxation was MUR13.4m for the nine months ended 30 September 2015 compared to a profit of MUR134.5m for the last corresponding period.

These results were driven by the budgetary measures announced on 23 March 2015, which banned advertising and the Quick Win category of games. These have seriously impacted the business, resulting in a poor financial performance of the company for the nine months ended 30 September 2015. In spite of this, sales have stabilised. Combined with effective cost management, the company has been profitable for the period to date.

Future Outlook

Loto remains the flagship brand of the company.

The Board is awaiting the outcome of the negotiations that it has already initiated with the Gambling Regulatory Authority regarding the review of the contribution rate to the Consolidated Fund, the quantum of the compensation receivable for the exceptional Quick Win inventory write-off and severance payments and/or the review of the structured game plan. This will determine the level of profitability of the company going forward.

The Board continues to work with management to ensure that the company can deliver on its targets and to take appropriate actions in order to mitigate the impact and protect the value of the company.

Earnings per share

The calculation of earnings per share is based on the profit attributable to the shareholders of the company of MUR13,352,904 (September 2014: MUR134,507,457) and the number of the shares in issue of 340,000,000.

Dividend

A final dividend of MUR54,400,000 (September 2014: MUR112,200,000) was declared during the period under review.

Others

The abridged financial statements of the company are unaudited and have been prepared using the same accounting policies as the audited statements for the year ended 31 December 2014.

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

27 October 2015

These abridged unaudited financial statements are issued pursuant to Listing Rule 12.20.

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