

## STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	Quarter ended 30 September 2018	Quarter ended 30 September 2017	9 months ended 30 September 2018	9 months ended 30 September 2017
	MUR	MUR	MUR	MUR
	Unaudited	Unaudited	Unaudited	Unaudited
Gross ticket sales	516,600,560	481,804,860	1,269,827,840	1,275,392,140
Prizes	(250,551,272)	(233,675,357)	(615,866,502)	(618,565,188)
Consolidated fund	(123,833,699)	(114,536,579)	(302,893,901)	(303,191,321)
<b>Net income</b>	<b>142,215,589</b>	<b>133,592,924</b>	<b>351,067,437</b>	<b>353,635,631</b>
<b>Operating profit</b>	<b>35,382,557</b>	<b>34,420,027</b>	<b>77,293,598</b>	<b>87,154,329</b>
Net finance income/(cost)	371	938	818	(42,482)
<b>Profit before income tax</b>	<b>35,382,928</b>	<b>34,420,965</b>	<b>77,294,416</b>	<b>87,111,847</b>
Income tax expense	(4,878,333)	(5,873,440)	(14,603,076)	(16,658,636)
<b>Profit for the period</b>	<b>30,504,595</b>	<b>28,547,525</b>	<b>62,691,340</b>	<b>70,453,211</b>
Other comprehensive income for the period	-	-	-	-
<b>Total comprehensive income for the period</b>	<b>30,504,595</b>	<b>28,547,525</b>	<b>62,691,340</b>	<b>70,453,211</b>
<b>Earnings per share</b>	<b>0.09</b>	<b>0.08</b>	<b>0.18</b>	<b>0.21</b>

## STATEMENT OF FINANCIAL POSITION

	30 September 2018	31 December 2017
	MUR	MUR
	Unaudited	Audited
<b>ASSETS</b>		
Non-current assets	72,486,166	103,373,494
Current assets	326,056,131	351,899,373
<b>Total assets</b>	<b>398,542,297</b>	<b>455,272,867</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Capital and reserves</b>		
Stated capital	100,000,000	100,000,000
Retained earnings	32,243,479	71,552,139
<b>Total equity</b>	<b>132,243,479</b>	<b>171,552,139</b>
Non-current liabilities	2,608,689	6,559,768
Current liabilities	263,690,129	277,160,960
<b>Total liabilities</b>	<b>266,298,818</b>	<b>283,720,728</b>
<b>Total equity and liabilities</b>	<b>398,542,297</b>	<b>455,272,867</b>

## STATEMENT OF CASH FLOWS

	9 months ended 30 September 2018	9 months ended 30 September 2017
	MUR	MUR
	Unaudited	Unaudited
Net cash generated from operating activities	77,363,118	142,563,682
Net cash used in investing activities	(3,290,019)	(506,000)
Net cash used in financing activities	(102,000,000)	(78,200,000)
Net (decrease)/increase in cash and cash equivalents	(27,926,901)	63,857,682
Cash and cash equivalents at start of the period	291,605,363	156,806,786
Cash and cash equivalents at end of the period	<b>263,678,462</b>	<b>220,664,468</b>

## STATEMENT OF CHANGES IN EQUITY

	Stated capital	Retained earnings	Total equity
	MUR	MUR	MUR
	Unaudited	Unaudited	Unaudited
<b>At 1 January 2017</b>	100,000,000	38,630,430	138,630,430
Profit for the period	-	70,453,211	70,453,211
Other comprehensive income for the period	-	-	-
<b>Total comprehensive income for the period</b>	-	70,453,211	70,453,211
<b>Transactions with owners</b>			
Dividends	-	(78,200,000)	(78,200,000)
<b>At 30 September 2017</b>	<b>100,000,000</b>	<b>30,883,641</b>	<b>130,883,641</b>
<b>At 1 January 2018</b>	100,000,000	71,552,139	171,552,139
Profit for the period	-	62,691,340	62,691,340
Other comprehensive income for the period	-	-	-
<b>Total comprehensive income for the period</b>	-	62,691,340	62,691,340
<b>Transactions with owners</b>			
Dividends	-	(102,000,000)	(102,000,000)
<b>At 30 September 2018</b>	<b>100,000,000</b>	<b>32,243,479</b>	<b>132,243,479</b>

## 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 quarter ended 30 September 2018 amounted to MUR516.6m compared to the corresponding quarter revenue in 2017 of MUR481.8m. Gross ticket sales revenue for the nine months ended 30 September 2018 amounted to MUR1,269.8m compared to the corresponding revenue in 2017 of MUR1,275.4m.

The profit after income tax was MUR30.5m for the quarter ended 30 September 2018 compared to a profit of MUR28.5m for the corresponding quarter in 2017. The profit after income tax was MUR62.7m for the nine months ended 30 September 2018 compared to a profit of MUR70.5m for the corresponding period in 2017.

Sales results are directly impacted by the size of the aggregate jackpot; that is the more the jackpot rolls, the higher the jackpot and more positive the sales results. The aggregate jackpot for the year to date has been unusually low compared to previous years, meaning there have been more jackpots won this year and less rollovers.

### Outcome of the Mediation Process

In June 2018, following the conclusion of the mediation between the company, the Gambling Regulatory Authority (GRA) and the Ministry of Finance and Economic Development before the Supreme Court of Mauritius (Commercial Division), the company informed its shareholders that:

- The company's licence has been renewed until 2029.
- The company has been granted approval to launch a second weekly draw of the Loto 6/40, and to launch a new game under the Loterie Vert brand.

The introduction of a Wednesday Loto draw on 5 September 2018 has resulted in a positive increase in profit for the month of September and the quarter ended 30 September 2018 compared to the profit for the corresponding quarter in 2017.

### Future Outlook

The Board is pleased with the renewal of the licence until 2029, the introduction of the second Loto draw and a new modernised game under the brand of Loterie Vert, which provides the company with an opportunity to grow the business, and subsequently to create further value for its shareholders.

### Earnings per Share

The calculation of earnings per share is based on the profit attributable to the shareholders of the company of MUR62.7m (September 2017: MUR70.5m) and the number of the shares in issue of 340,000,000.

### Dividend

During the period under review, a final dividend of MUR68.0m (September 2017: MUR37.4m) was declared and paid in respect of the financial year 31 December 2017, and an interim dividend of MUR34.0m (September 2017: MUR40.8m) was declared and paid.

### Others

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](http://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

29 October 2018

*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.*