

# ABRIDGED UNAUDITED CONSOLIDATED FINANCIAL STATEMENTS FOR THE QUARTER AND NINE MONTHS ENDED 30 SEPTEMBER 2021

## STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	Quarter ended 30 September 2021 MUR Unaudited	Quarter ended 30 September 2020 MUR Unaudited	9 months ended 30 September 2021 MUR Unaudited	9 months ended 30 September 2020 MUR Unaudited
Revenue	255,362,948	302,697,278	745,805,443	633,756,236
<b>Operating Profit</b>	<b>21,946,747</b>	<b>36,441,186</b>	<b>56,622,176</b>	<b>49,868,983</b>
Finance income	157,618	41,256	258,666	1,579,024
Finance costs	(601,846)	(465,853)	(1,651,971)	(1,208,638)
Net finance (costs)/income	(444,228)	(424,597)	(1,393,305)	370,386
<b>Profit before income tax</b>	<b>21,502,519</b>	<b>36,016,589</b>	<b>55,228,871</b>	<b>50,239,369</b>
Income tax expense	(3,273,834)	(9,633,610)	(9,342,147)	(18,748,296)
<b>Profit for the period</b>	<b>18,228,685</b>	<b>26,382,979</b>	<b>45,886,724</b>	<b>31,491,073</b>
<b>Other comprehensive income for the period</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total comprehensive income for the period</b>	<b>18,228,685</b>	<b>26,382,979</b>	<b>45,886,724</b>	<b>31,491,073</b>
Number of shares in issue	340,000,000	340,000,000	340,000,000	340,000,000
<b>Basic and diluted earnings per share</b>	<b>0.05</b>	<b>0.08</b>	<b>0.13</b>	<b>0.09</b>

## STATEMENT OF CHANGES IN EQUITY

	Stated capital MUR Unaudited	Retained earnings MUR Unaudited	Total equity MUR Unaudited
<b>At 01 January 2020</b>	100,000,000	91,662,296	191,662,296
Profit for the period	-	31,491,073	31,491,073
Other comprehensive income for the period	-	-	-
<b>Total comprehensive income for the period</b>	<b>-</b>	<b>31,491,073</b>	<b>31,491,073</b>
<b>Transactions with owners</b>			
Dividends	-	(108,800,000)	(108,800,000)
<b>At 30 September 2020</b>	<b>100,000,000</b>	<b>14,353,369</b>	<b>114,353,369</b>
<b>At 01 January 2021</b>	<b>100,000,000</b>	<b>42,765,349</b>	<b>142,765,349</b>
Profit for the period	-	45,886,724	45,886,724
Other comprehensive income for the period	-	-	-
<b>Total comprehensive income for the period</b>	<b>-</b>	<b>45,886,724</b>	<b>45,886,724</b>
<b>Transactions with owners</b>			
Dividends	-	(57,800,000)	(57,800,000)
<b>At 30 September 2021</b>	<b>100,000,000</b>	<b>30,852,073</b>	<b>130,852,073</b>

## STATEMENT OF FINANCIAL POSITION

	30 September 2021 MUR Unaudited	31 December 2020 MUR Audited
<b>ASSETS</b>		
Non-current assets	267,276,524	190,514,548
Current assets	301,046,006	325,963,016
<b>Total assets</b>	<b>568,322,530</b>	<b>516,477,564</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity and reserves</b>		
Stated capital	100,000,000	100,000,000
Retained earnings	30,852,073	42,765,349
<b>Total equity</b>	<b>130,852,073</b>	<b>142,765,349</b>
Non-current liabilities	109,312,374	30,353,137
Current liabilities	328,158,083	343,359,078
<b>Total liabilities</b>	<b>437,470,457</b>	<b>373,712,215</b>
<b>Total equity and liabilities</b>	<b>568,322,530</b>	<b>516,477,564</b>

## STATEMENTS OF CASH FLOWS

	9 months ended 30 September 2021 MUR Unaudited	9 months ended 30 September 2020 MUR Unaudited
Net cash generated from operating activities	1,052,718	85,030,533
Net cash used in investing activities	(102,757,263)	(39,705,439)
Net cash generated/(used) in financing activities	23,366,167	(114,841,033)
Net decrease in cash and cash equivalents	(78,338,378)	(69,515,939)
Cash and cash equivalents at the beginning of period	289,052,374	265,600,074
Cash and cash equivalents at the end of period	210,713,996	196,084,135

## COMMENTS

### Principal Activity

Lottotech Ltd is the operator of the Mauritius National Lottery on behalf of the Government of Mauritius. Its main activities are related to the gaming sector.

### Results

Revenue for the nine months ended 30 September 2021 amounted to MUR745.8m compared to prior corresponding period of MUR633.8m. Profit after tax was MUR45.9m for the nine months ended 30 September 2021 compared to a profit after tax of MUR31.5m for the prior corresponding period. The increase in revenue and operating profit for the nine months ended 30 September 2021 was mainly attributable to a shorter confinement period in 2021 and a lower number of missed lottery draws as opposed to 2020.

### Outlook

In the context of the COVID-19 pandemic, the re-opening of the Mauritian borders on 1 October 2021 has instilled a feel-good factor in the Mauritian economy and a restoration of customer confidence. However, economic and trading conditions are still expected to remain challenging due to the uncertainties surrounding COVID-19 and Covid variants. Lottotech Ltd will continue to adopt all necessary measures to mitigate the downside financial risks caused by the pandemic while ensuring the safety of its employees, customers and partners. The Company will have adequate funds to discharge any existing commitments and obligations. The Board and Management will continue to monitor the evolving uncertain market conditions.

The Company has made a formal application on 12 July 2018 with the Gambling Regulatory Authority (GRA) for authorization to implement its cashless solution. The Company is awaiting a positive response.

On 3 September 2021 the Company made a formal application under Section 2 of the Finance Act 2021 to conduct business using remote communication as defined in the GRA Act. The Company is awaiting a positive response from the GRA.

It is the view of the Board that a positive response from the GRA will greatly enhance the Company's operational resilience, will catalyse the development of new products and above all will strengthen risk management for all stakeholders mainly in the context of regulations relating to anti-money laundering and combatting the financing of terrorism.

### Earnings per share

The calculation of earnings per share is based on the profit attributable to the shareholders of the Company MUR45.9m (September 2020: MUR31.5m) and the number of the shares in issue of 340,000,000 (September 2020: 340,000,000).

### Dividend

A final dividend of MUR57.8m was declared on 25 March 2021 and paid by 30 September 2021 in respect of the financial year ended 31 December 2020.

### Others

The abridged consolidated financial statements for the quarter and nine months ended 30 September 2021 are unaudited. The accounting policies and standards used in the preparation of these abridged unaudited consolidated financial statements are consistent with those used in the audited consolidated financial statements for the year ended 31 December 2020, except for relevant amendments to published standards issued and which are effective as from 1 January 2021. This interim report complies with IAS 34.

Copies of the above abridged unaudited consolidated 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  
9 November 2021

*These abridged unaudited consolidated 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 consolidated financial statements.*