

Consolidated Statement of Financial Position

As at June 30, 2023 (unaudited) (in thousands)

ASSETS	2023	2022
Current assets		
Cash and cash equivalents	\$ 7,502	\$ 7,268
Cash – restricted	6,393	6,750
Cash – casino capital replacement reserve	14,856	13,203
Trade and other receivables	10,221	10,963
Prepaid expenses	1,206	1,244
Inventories	4,146	3,529
	<u>44,324</u>	<u>42,957</u>
Non-current assets		
Property, plant and equipment	71,854	56,287
Disputed HST assessments	95,347	88,720
Investment in Atlantic Lottery Corporation	23,384	25,778
Investment in Interprovincial Lottery Corporation	1	1
	<u>190,586</u>	<u>170,786</u>
	<u>\$ 234,910</u>	<u>\$ 213,743</u>
LIABILITIES and EQUITY		
Current liabilities		
Trade and other payables	20,464	17,860
Deferred revenue	554	786
Liabilities for unclaimed prizes	6,393	6,750
Due to Atlantic Gaming Equipment Limited	5,233	3,825
Other liabilities	2,226	1,950
Due to Province of Nova Scotia	132,532	130,173
	<u>167,402</u>	<u>161,344</u>
Non-current liabilities		
Due to Atlantic Gaming Equipment Limited	22,338	7,543
Other long-term liabilities	896	1,346
	<u>23,234</u>	<u>8,889</u>
EQUITY		
Casino capital replacement reserve	20,890	17,732
Accumulated other comprehensive income	23,384	25,778
	<u>44,274</u>	<u>43,510</u>
	<u>\$ 234,910</u>	<u>\$ 213,743</u>



\$40.6 million was paid to the province in the first quarter.

This is \$0.7 million higher than the same quarter last year, primarily due to the launch of iCasino in July 2022 offset by lower jackpot levels in Lotto Max this quarter compared to last quarter.

Contributions and expenditures for Healthy Play and Prevention programming initiatives totaled \$1.9 million.

Nova Scotia Gaming Corporation is the Crown Corporation responsible for managing the business of for-profit gaming in the province. 100% of our profits are returned to government for programs and causes that are important to Nova Scotians.



Consolidated Statement of Net Income

For the first quarter ended June 30, 2023 (unaudited) (in thousands)

	2023					1st Quarter and Year to Date	2022					1st Quarter and Year to Date
	Casinos	Ticket Lottery	Video Lottery	Healthy Play	Other		Casinos	Ticket Lottery	Video Lottery	Healthy Play	Other	
Revenues	\$ 21,710	\$ 35,135	\$ 32,313	\$ -	\$ -	\$ 89,158	\$ 20,316	\$ 32,406	\$ 31,693	\$ -	\$ -	\$ 84,414
Expenses	18,847	16,397	12,612	213	244	48,313	17,058	13,392	11,447	378	625	42,900
Net Profit	2,863	18,738	19,701	(213)	(244)	40,845	3,258	19,014	20,246	(378)	(625)	41,514
Contributions	-	-	-	(1,720)	(2,669)	(4,389)	-	-	-	(1,700)	(3,621)	(5,321)
Net Income before win tax	2,863	18,738	19,701	(1,933)	(2,913)	36,456	3,258	19,014	20,246	(2,078)	(4,246)	36,193
Win Tax	4,138	-	-	-	-	4,138	3,749	-	-	-	-	3,749
Payment to Province	\$ 7,001	\$ 18,738	\$ 19,701	\$ (1,933)	\$ (2,913)	\$ 40,594	\$ 7,007	\$ 19,014	\$ 20,246	\$ (2,078)	\$ (4,246)	\$ 39,942

Consolidated Statement of Changes in Equity

For the first quarter ended June 30, 2023
(unaudited) (in thousands)

	2023	2022
	1st Quarter and Year to Date	1st Quarter and Year to Date
Casino Capital Replacement Reserve		
Casino Capital Replacement Reserve, beginning of period	\$ 19,172	\$ 16,035
Change in reserve	1,718	1,696
Casino Capital Replacement Reserve, end of period	20,890	17,731
Accumulated Other Comprehensive Income		
Accum. Other Comprehensive Income, beginning of period	23,384	25,778
Other comprehensive income (loss)	-	-
Accum. Other Comprehensive Income, end of period	23,384	25,778
Retained Earnings		
Retained Earnings, beginning of period	-	-
Net Income	40,594	39,943
Payment to Province	(40,594)	(39,943)
Retained Earnings, end of period	-	-
Equity, end of period	\$ 44,274	\$ 43,509

Consolidated Statement of Cash Flows

For the first quarter ended June 30, 2023 (unaudited) (in thousands)

	<u>2023</u>	<u>2022</u>
Operating		
Net income	\$ 40,594	\$ 39,943
Depreciation and amortization	1,811	1,334
Loss on disposal of property, plant and equipment	45	13
Net transfers of property, plant and equipment	(142)	100
Net changes in short-term liabilities	(51)	(90)
Net changes in non-cash working capital	<u>(3,173)</u>	<u>(1,366)</u>
	<u>39,084</u>	<u>39,934</u>
Financing		
Distribution of profit to the Province	(40,594)	(39,943)
Net change in other long-term liabilities	(71)	(67)
Net change in Due to Atlantic Gaming Equipment Limited	<u>(1,203)</u>	<u>(472)</u>
	<u>(41,868)</u>	<u>(40,482)</u>
Investing		
Purchases of capital assets, net additions	(1,494)	(980)
Increase in Casino Capital Replacement Reserve, net of cash	<u>1,681</u>	<u>685</u>
	<u>187</u>	<u>(295)</u>
Net (decrease) in cash and cash equivalents	(2,596)	(843)
Cash and cash equivalents, beginning of quarter	<u>10,098</u>	<u>8,111</u>
Cash and cash equivalents, end of quarter	<u>\$ 7,502</u>	<u>\$ 7,268</u>

DID YOU
KNOW?

Proceeds from the sale of designated lottery products fund the *Support4Sport* and *Support4Culture* programs. *Support4Sport* is the largest source of funding for amateur sports in the province and has helped raise over **\$60.7 million** since it was introduced in 2006. *Support4Culture* has raised over **\$33.2 million** since 2012 and supports arts and culture programs in the province.