

## Consolidated Statement of Financial Position

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

<b>ASSETS</b>	<b>2023</b>	<b>2022</b>
<b>Current assets</b>		
Cash and cash equivalents	\$ 26,469	\$ 9,231
Cash – restricted	5,985	6,423
Cash – casino capital replacement reserve	13,249	14,636
Trade and other receivables	13,894	12,023
Prepaid expenses	1,062	713
Inventories	4,152	3,211
	<u>64,811</u>	<u>46,237</u>
<b>Non-current assets</b>		
Property, plant and equipment	72,902	55,638
Disputed HST assessments	95,224	90,294
Investment in Atlantic Lottery Corporation	23,384	25,778
Investment in Interprovincial Lottery Corporation	1	1
	<u>191,511</u>	<u>171,711</u>
	<u>\$ 256,322</u>	<u>\$ 217,948</u>
<b>LIABILITIES and EQUITY</b>		
<b>Current liabilities</b>		
Trade and other payables	39,080	20,743
Deferred revenue	498	542
Liabilities for unclaimed prizes	5,985	6,423
Due to Atlantic Gaming Equipment Limited	5,233	3,825
Other liabilities	2,136	2,119
Due to Province of Nova Scotia	135,741	130,593
	<u>188,673</u>	<u>164,245</u>
<b>Non-current liabilities</b>		
Due to Atlantic Gaming Equipment Limited	20,751	6,755
Other long-term liabilities	825	1,342
	<u>21,576</u>	<u>8,097</u>
<b>EQUITY</b>		
Casino capital replacement reserve	22,689	19,828
Accumulated other comprehensive income	23,384	25,778
	<u>46,073</u>	<u>45,606</u>
	<u>\$ 256,322</u>	<u>\$ 217,948</u>



**\$48.1 million was paid to the province in the second quarter.**

This is \$5.6 million higher than the same quarter last year, primarily due to the strong performance of iCasino, which launched in the same quarter last year.

Contributions and expenditures for Healthy Play and Prevention programming initiatives totaled \$1.2 million, which is consistent with the same quarter last year.

Nova Scotia Gaming Corporation is responsible for managing the regulated gaming industry in the province. 100% of profits are returned to government to help fund programs and services that are important to Nova Scotians.

## Consolidated Statement of Net Income

For the second quarter ended September 30, 2023 (unaudited) (in thousands)

	2023						2022							
	Casinos	Ticket Lottery	Video Lottery	Healthy Play	Other	2nd Quarter	Year to Date	Casinos	Ticket Lottery	Video Lottery	Healthy Play	Other	2nd Quarter	Year to Date
Revenues	\$ 26,083	\$ 36,292	\$ 31,626	\$ -	\$ -	\$ 94,001	\$ 183,159	\$ 25,163	\$ 31,032	\$ 30,098	\$ -	\$ -	\$ 86,293	\$ 170,708
Expenses	21,579	15,461	10,163	205	210	47,618	95,919	20,899	13,908	9,182	556	535	45,080	87,993
Net Profit	4,504	20,831	21,463	(205)	(210)	46,383	87,240	4,264	17,124	20,916	(556)	(535)	41,213	82,715
Contributions	-	-	-	(1,030)	(2,066)	(3,096)	(7,485)	-	-	-	(1,000)	(2,229)	(3,229)	(8,537)
Net Income before win tax	4,504	20,831	21,463	(1,235)	(2,276)	43,287	79,755	4,264	17,124	20,916	(1,556)	(2,764)	37,984	74,178
Win Tax	4,781	-	-	-	-	4,781	8,919	4,517	-	-	-	-	4,517	8,266
Payment to Province	\$ 9,285	\$ 20,831	\$ 21,463	\$ (1,235)	\$ (2,276)	\$ 48,068	\$ 88,674	\$ 8,781	\$ 17,124	\$ 20,916	\$ (1,556)	\$ (2,764)	\$ 42,501	\$ 82,444

## Consolidated Statement of Changes in Equity

For the second quarter ended September 30, 2023 (unaudited) (in thousands)

	2023		2022	
	2nd Quarter	Year to date	2nd Quarter	Year to date
Casino Capital Replacement Reserve				
Casino Capital Replacement Reserve, beginning of period	\$ 20,890	\$ 19,172	\$ 17,732	\$ 16,035
Change in reserve	1,798	3,516	2,096	3,793
Casino Capital Replacement Reserve, end of period	22,688	22,688	19,828	19,828
Accumulated Other Comprehensive Income				
Accum. Other Comprehensive Income, beginning of period	23,384	23,384	25,778	25,778
Other comprehensive income (loss)	-	-	-	-
Accum. Other Comprehensive Income, end of period	23,384	23,384	25,778	25,778
Retained Earnings				
Retained Earnings, beginning of period	-	-	-	-
Net Income	48,068	88,674	42,501	82,444
Payment to Province	(48,068)	(88,674)	(42,501)	(82,444)
Retained Earnings, end of period	-	-	-	-
Equity, end of period	\$ 46,072	\$ 46,072	\$ 45,606	\$ 45,606

## Consolidated Statement of Cash Flows

For the second quarter ended September 30, 2023 (unaudited) (in thousands)

	<u>2023</u>	<u>2022</u>
<b>Operating</b>		
Net income	\$ 48,068	\$ 42,501
Depreciation and amortization	1,841	1,445
Loss on disposal of property, plant and equipment	37	3
Net transfers of property, plant and equipment	535	244
Net changes in short-term liabilities	(55)	(53)
Net changes in non-cash working capital	<u>18,382</u>	<u>1,488</u>
	<u>68,808</u>	<u>45,628</u>
<b>Financing</b>		
Distribution of profit to the Province	(48,068)	(42,501)
Net change in other long-term liabilities	(71)	(4)
Net change in Due to Atlantic Gaming Equipment Limited	<u>(1,587)</u>	<u>(789)</u>
	<u>(49,726)</u>	<u>(43,294)</u>
<b>Investing</b>		
Purchases of capital assets, net additions	(3,457)	(1,035)
Increase in Casino Capital Replacement Reserve, net of cash	<u>3,342</u>	<u>664</u>
	<u>(115)</u>	<u>(371)</u>
Net increase in cash and cash equivalents	18,967	1,963
Cash and cash equivalents, beginning of quarter	<u>7,502</u>	<u>7,268</u>
Cash and cash equivalents, end of quarter	<u>\$ 26,469</u>	<u>\$ 9,231</u>

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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 **\$61.8 million** since it was introduced in 2006. *Support4Culture* has raised over **\$34.0 million** since 2012 and supports arts and culture programs in the province.