

## Consolidated Statement of Financial Position

As at December 31, 2023 (unaudited) (in thousands)

<b>ASSETS</b>	<u>2023</u>	<u>2022</u>
<b>Current assets</b>		
Cash and cash equivalents	\$ 8,410	\$ 12,421
Cash – restricted	6,938	7,342
Cash – casino capital replacement reserve	14,636	14,240
Trade and other receivables	12,389	12,755
Prepaid expenses	1,302	1,260
Inventories	4,500	3,079
	<u>48,175</u>	<u>51,097</u>
<b>Non-current assets</b>		
Property, plant and equipment	72,354	68,985
Disputed HST assessments	95,567	91,869
Investment in Atlantic Lottery Corporation	23,384	25,778
Investment in Interprovincial Lottery Corporation	1	1
	<u>191,306</u>	<u>186,633</u>
	<u>\$ 239,481</u>	<u>\$ 237,730</u>
<b>LIABILITIES and EQUITY</b>		
<b>Current liabilities</b>		
Trade and other payables	21,959	23,635
Deferred revenue	598	479
Liabilities for unclaimed prizes	6,938	7,342
Due to Atlantic Gaming Equipment Limited	5,233	3,825
Other liabilities	2,074	1,872
Due to Province of Nova Scotia	133,671	133,538
	<u>170,473</u>	<u>170,691</u>
<b>Non-current liabilities</b>		
Due to Atlantic Gaming Equipment Limited	20,403	18,987
Other long-term liabilities	748	1,283
	<u>21,151</u>	<u>20,270</u>
<b>EQUITY</b>		
Casino capital replacement reserve	24,473	20,991
Accumulated other comprehensive income	23,384	25,778
	<u>47,857</u>	<u>46,769</u>
	<u>\$ 239,481</u>	<u>\$ 237,730</u>



### \$45.2 million was paid to the province in the third quarter.

This is \$2.6 million lower than the same quarter last year, due to lower revenues in Lotteries and increased expenses in Ticket Lottery resulting from increased ticket costs, and higher marketing and tax expenses.

Contributions and expenditures for Healthy Play and Prevention programming initiatives totaled \$1.4 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 third quarter ended December 31, 2023 (unaudited) (in thousands)

	2023						2022							
	Casinos	Ticket Lottery	Video Lottery	Healthy Play	Other	3rd Quarter	Year to Date	Casinos	Ticket Lottery	Video Lottery	Healthy Play	Other	3rd Quarter	Year to Date
Revenues	\$ 23,435	\$ 37,063	\$ 31,008	\$ -	\$ -	\$ 91,506	\$ 274,664	\$ 23,533	\$ 37,205	\$ 31,437	\$ -	\$ -	\$ 92,175	\$ 262,883
Expenses	19,562	17,960	9,589	288	177	47,576	143,496	19,847	15,450	9,152	209	709	45,367	133,360
Net Profit	3,873	19,103	21,419	(288)	(177)	43,930	131,168	3,686	21,755	22,285	(209)	(709)	46,808	129,523
Contributions	-	-	-	(1,120)	(1,857)	(2,977)	(10,462)	-	-	-	(1,100)	(2,239)	(3,339)	(11,876)
Net Income before win tax	3,873	19,103	21,419	(1,408)	(2,034)	40,953	120,706	3,686	21,755	22,285	(1,309)	(2,948)	43,469	117,647
Win Tax	4,223	-	-	-	-	4,223	13,143	4,288	-	-	-	-	4,288	12,553
Payment to Province	\$ 8,096	\$ 19,103	\$ 21,419	\$ (1,408)	\$ (2,034)	\$ 45,176	\$ 133,849	\$ 7,974	\$ 21,755	\$ 22,285	\$ (1,309)	\$ (2,948)	\$ 47,757	\$ 130,200

## Consolidated Statement of Changes in Equity

For the third quarter ended December 31, 2023 (unaudited) (in thousands)

	2023		2022	
	3rd Quarter	Year to date	3rd Quarter	Year to date
Casino Capital Replacement Reserve				
Casino Capital Replacement Reserve, beginning of period	\$ 22,689	\$ 19,172	\$ 19,828	\$ 16,035
Change in reserve	1,783	5,300	1,163	4,956
Casino Capital Replacement Reserve, end of period	24,472	24,472	20,991	20,991
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	45,176	133,849	47,757	130,200
Payment to Province	(45,176)	(133,849)	(47,757)	(130,200)
Retained Earnings, end of period	-	-	-	-
Equity, end of period	\$ 47,856	\$ 47,856	\$ 46,769	\$ 46,769

## Consolidated Statement of Cash Flows

For the third quarter ended December 31, 2023 (unaudited) (in thousands)

	<u>2023</u>	<u>2022</u>
<b>Operating</b>		
Net income	\$ 45,176	\$ 47,757
Depreciation and amortization	1,929	1,329
Loss on disposal of property, plant and equipment	24	22
Net transfers of property, plant and equipment	(874)	(293)
Net changes in short-term liabilities	(55)	(109)
Net changes in non-cash working capital	<u>(18,481)</u>	<u>2,929</u>
	<u>27,719</u>	<u>51,635</u>
<b>Financing</b>		
Distribution of profit to the Province	(45,176)	(47,757)
Net change in other long-term liabilities	(73)	(51)
Net change in Due to Atlantic Gaming Equipment Limited	<u>(352)</u>	<u>12,224</u>
	<u>(45,601)</u>	<u>(35,584)</u>
<b>Investing</b>		
Purchases of capital assets, net additions	(445)	(14,485)
Increase in Casino Capital Replacement Reserve, net of cash	268	1,624
	<u>(177)</u>	<u>(12,861)</u>
Net (decrease) increase in cash and cash equivalents	(18,059)	3,190
Cash and cash equivalents, beginning of quarter	<u>26,469</u>	<u>9,231</u>
Cash and cash equivalents, end of quarter	<u>\$ 8,410</u>	<u>\$ 12,421</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 **\$63.5 million** since it was introduced in 2006. *Support4Culture* has raised over **\$34.6 million** since 2012 and supports arts and culture programs in the province.