

## Consolidated Statement of Financial Position

As at September 30, 2024 (unaudited) (in thousands)

| <b>ASSETS</b>                                     | <b>2024</b>       | <b>2023</b>       |
|---|-------------------|-------------------|
| <b>Current assets</b>                             |                   |                   |
| Cash and cash equivalents                         | \$ 41,265         | \$ 26,479         |
| Cash – restricted                                 | 7,323             | 5,985             |
| Cash – casino capital replacement reserve         | 17,872            | 13,248            |
| Trade and other receivables                       | 14,562            | 13,894            |
| Prepaid expenses                                  | 899               | 1,062             |
| Inventories                                       | 4,682             | 4,152             |
|   | <u>86,603</u>     | <u>64,820</u>     |
| <b>Non-current assets</b>                         |                   |                   |
| Property, plant and equipment                     | 69,827            | 72,903            |
| Disputed HST assessments                          | 42,402            | 95,224            |
| Investment in Atlantic Lottery Corporation        | 24,196            | 23,384            |
| Investment in Interprovincial Lottery Corporation | 1                 | 1                 |
|   | <u>136,426</u>    | <u>191,512</u>    |
|   | <u>\$ 223,029</u> | <u>\$ 256,332</u> |
| <b>LIABILITIES and EQUITY</b>                     |                   |                   |
| <b>Current liabilities</b>                        |                   |                   |
| Trade and other payables                          | 31,799            | 39,098            |
| Deferred revenue                                  | 649               | 496               |
| Liabilities for unclaimed prizes                  | 7,323             | 5,985             |
| Due to Atlantic Gaming Equipment Limited          | 5,359             | 5,233             |
| Other liabilities                                 | 1,760             | 2,136             |
| Due to Province of Nova Scotia                    | 104,433           | 135,735           |
|   | <u>151,323</u>    | <u>188,683</u>    |
| <b>Non-current liabilities</b>                    |                   |                   |
| Due to Atlantic Gaming Equipment Limited          | 18,718            | 20,751            |
| Other long-term liabilities                       | 2,339             | 825               |
|   | <u>21,057</u>     | <u>21,576</u>     |
| <b>EQUITY</b>                                     |                   |                   |
| Casino capital replacement reserve                | 26,453            | 22,689            |
| Accumulated other comprehensive income            | 24,196            | 23,384            |
|   | <u>50,649</u>     | <u>46,073</u>     |
|   | <u>\$ 223,029</u> | <u>\$ 256,332</u> |



**\$53.3 million was paid to the province in the second quarter.**

This is \$5.2 million higher than the same quarter last year, primarily due to interest revenue and strong performance in iCasino, partially offset by lower volume in Video Lottery and Casino.

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 second quarter ended September 30, 2024 (unaudited) (in thousands)

|                     | 2024      |                |               |              |          |             | 2023         |           |                |               |              |            |             |              |
|---------------------|-----------|----------------|---------------|--------------|----------|-------------|--------------|-----------|----------------|---------------|--------------|------------|-------------|--------------|
|                     | 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            | \$ 23,915 | \$ 40,016      | \$ 30,830     | \$ -         | \$ -     | \$ 94,761   | \$ 187,699   | \$ 26,083 | \$ 36,292      | \$ 31,626     | \$ -         | \$ -       | \$ 94,001   | \$ 183,159   |
| Expenses            | 15,627    | 17,040         | 9,985         | 413          | (5,032)  | 38,033      | 84,222       | 16,798    | 15,461         | 10,163        | 213          | 202        | 42,837      | 87,006       |
| Net Profit          | 8,288     | 22,976         | 20,845        | (413)        | 5,032    | 56,728      | 103,477      | 9,285     | 20,831         | 21,463        | (213)        | (202)      | 51,164      | 96,153       |
| Contributions       | -         | -              | -             | (1,000)      | (2,465)  | (3,465)     | (9,104)      | -         | -              | -             | (1,030)      | (2,066)    | (3,096)     | (7,485)      |
| Payment to Province | \$ 8,288  | \$ 22,976      | \$ 20,845     | \$ (1,413)   | \$ 2,567 | \$ 53,263   | \$ 94,373    | \$ 9,285  | \$ 20,831      | \$ 21,463     | \$ (1,243)   | \$ (2,268) | \$ 48,068   | \$ 88,668    |

## Consolidated Statement of Changes in Equity

For the second quarter ended September 30, 2024  
(unaudited) (in thousands)

|   | 2024        |              | 2023        |              |
|---|-------------|--------------|-------------|--------------|
|   | 2nd Quarter | Year to date | 2nd Quarter | Year to date |
| Casino Capital Replacement Reserve                      |             |              |             |              |
| Casino Capital Replacement Reserve, beginning of period | \$ 24,609   | \$ 22,841    | \$ 20,890   | \$ 19,172    |
| Change in reserve                                       | 1,844       | 3,612        | 1,798       | 3,516        |
| Casino Capital Replacement Reserve, end of period       | 26,453      | 26,453       | 22,688      | 22,688       |
| Accumulated Other Comprehensive Income                  |             |              |             |              |
| Accum. Other Comprehensive Income, beginning of period  | 24,196      | 24,196       | 23,384      | 23,384       |
| Other comprehensive income (loss)                       | -           | -            | -           | -            |
| Accum. Other Comprehensive Income, end of period        | 24,196      | 24,196       | 23,384      | 23,384       |
| Retained Earnings                                       |             |              |             |              |
| Retained Earnings, beginning of period                  | -           | -            | -           | -            |
| Net Income  | 53,263      | 94,373       | 48,068      | 88,668       |
| Payment to Province                                     | (53,263)    | (94,373)     | (48,068)    | (88,668)     |
| Retained Earnings, end of period                        | -           | -            | -           | -            |
| Equity, end of period                                   | \$ 50,649   | \$ 50,649    | \$ 46,072   | \$ 46,072    |

## Consolidated Statement of Cash Flows

For the second quarter ended September 30, 2024 (unaudited) (in thousands)

|   | <u>2024</u>      | <u>2023</u>      |
|---|------------------|------------------|
| <b>Operating</b>  |                  |                  |
| Net income  | \$ 53,263        | \$ 48,068        |
| Depreciation and amortization                               | 1,875            | 1,841            |
| Loss on disposal of property, plant and equipment           | 18               | 37               |
| Net transfers of property, plant and equipment              | 3                | 535              |
| Net changes in short-term liabilities                       | 7                | (48)             |
| Net changes in non-cash working capital                     | <u>32,139</u>    | <u>18,385</u>    |
|   | <u>87,305</u>    | <u>68,818</u>    |
| <b>Financing</b>  |                  |                  |
| Distribution of profit to the Province                      | (53,263)         | (48,068)         |
| Net change in other long-term liabilities                   | 44               | (71)             |
| Net change in Due to Atlantic Gaming Equipment Limited      | <u>(1,115)</u>   | <u>(1,587)</u>   |
|   | <u>(54,334)</u>  | <u>(49,726)</u>  |
| <b>Investing</b>  |                  |                  |
| Purchases of capital assets, net additions                  | (629)            | (3,458)          |
| Increase in Casino Capital Replacement Reserve, net of cash | <u>380</u>       | <u>3,343</u>     |
|   | <u>(249)</u>     | <u>(115)</u>     |
| Net increase in cash and cash equivalents                   | 32,722           | 18,977           |
| Cash and cash equivalents, beginning of quarter             | <u>8,543</u>     | <u>7,502</u>     |
| Cash and cash equivalents, end of quarter                   | <u>\$ 41,265</u> | <u>\$ 26,479</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 **\$61.9 million** since it was introduced in 2006. *Support4Culture* has raised over **\$39.7 million** since 2012 and supports arts and culture programs in the province.