

SUPREME VENTURES LIMITED UNAUDITED FINANCIAL STATEMENTS 30TH JUNE 2015

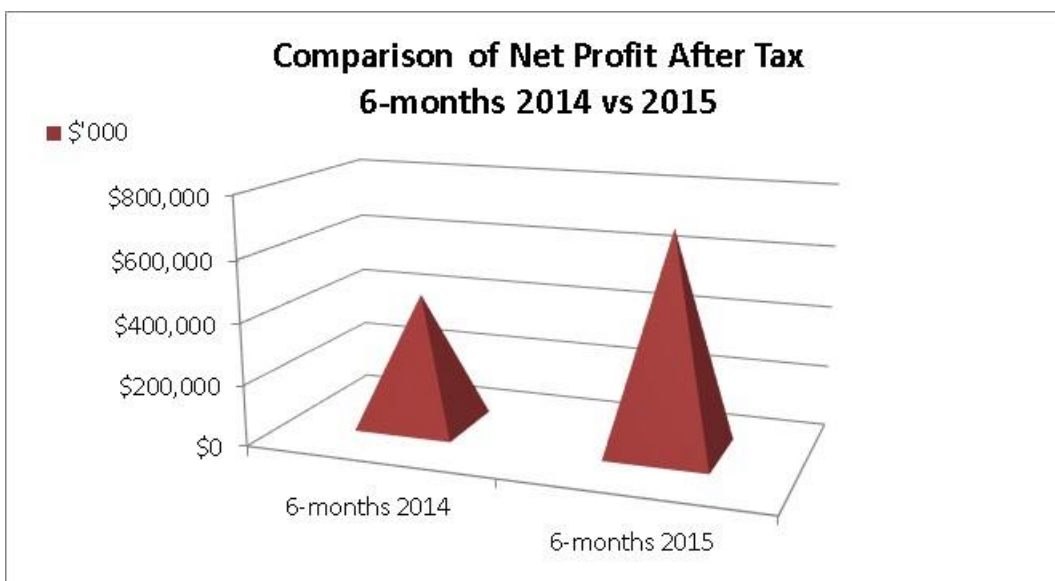




**REPORT OF THE BOARD OF DIRECTORS
UNAUDITED FINANCIAL STATEMENTS AS AT 30TH JUNE 2015**

The Board of Directors of Supreme Ventures Limited is pleased to announce the Group's unaudited financial results for the six-month period, 1st January 2015 to 30th June 2015.

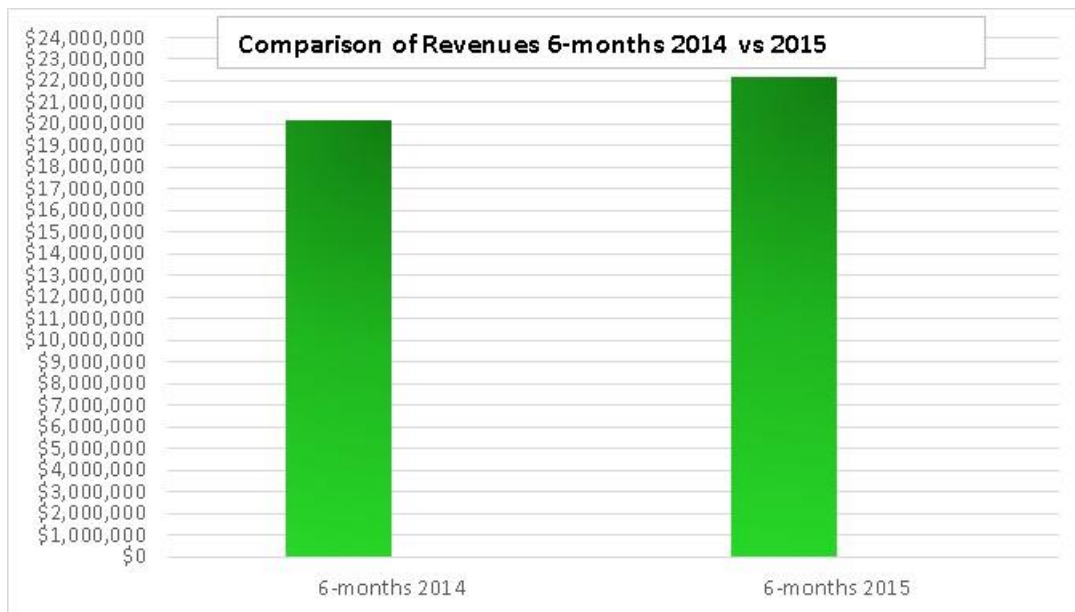
The Group's net profit after tax was \$705.042M for the six-month period, which represents an increase of 62.87% or \$272.170M, when compared to \$432.872M in net profit after tax for the comparative six-month period of 2014.



The increase in net profit after tax was directly attributable to strong sales in the lottery segment, in particular, Lotto revenues for the historic jackpot of \$395M, as well as positive contributions from Top Draw and Money Time game revenues. The Cash Pot game performed within the designed game liability of 72.22%, thereby positively impacting the Group's gross profit results. The volatility of this game's prize liability has in the past resulted in prize winnings in excess of the game design, resulting in a negative impact on the Group's profitability.

The Group's EBITDA of \$1.135B increased by \$436.577M or 62.52% over the corresponding 6-month period in 2014. There was also a significant increase in gross profit of \$2.430B or 24.46%, compared to \$1.953B for the comparative 6-month period in 2014.

The Group's total revenues grew by 9.85% for the six-month financial period to \$22.175B or a \$1.990B increase, compared to \$20.186B in total revenues for the corresponding period in 2014.



Other highlights of the Group's 6-month performance include:

- 69.47% increase in profit from operations
- 71.04% reduction in finance costs
- 86.61% increase in taxation
- 62.78% increase in Earnings Per Share to \$26.73

Asset impairment included write-off of VLT machines and leasehold improvements relating to locations at which we no longer operate.

SEGMENT REVIEW

The Lottery segment benefitted from a hit on the Super Lotto Jackpot by a player from the parish of St. Elizabeth in Jamaica, on 22nd May 2015 and the rolling Lotto Jackpot which reached a historic amount of \$395M and was hit by a player in Kingston on 27th May 2015. Both winners came forward early and received their prizes with much fanfare from the company.

The Sports Betting team began the roll-out of its social space gaming strategy at select locations, with a rebranding exercise and the integration of lottery, sports betting and VLT machines in one gaming area. The team also started a major technology upgrade of its network, where all sports betting locations will be prepared for 'live' betting and the introduction of animated gaming content.

The Acropolis Barbican was refurbished and the gaming floor re-configured and upgraded with new and exciting game themes. The facility was closed for a short period and reopened to the public on 25th May 2015, showcasing a new VLT gaming operation integrated with a social space gaming area.

COMPANY EVENTS

The company held two major corporate events during the 2nd quarter. The annual Bun and Cheese & Easter Egg Hunt for children was held on Easter Monday - 6th April 2015 on the lawns of Hope Zoo in Kingston. Over 300 kids were treated to a fun-filled day, with a sports day theme and art & craft activities.

Our Lottery and Sports Betting agents were feted during an Agent Appreciation function on the 23rd of May 2015, on the in-field area of the Caymanas Race Track in St. Catherine. The company took the opportunity to present awards to the top performing agents of 2014 during the event. The Chairman's Award for the 2014 Agent of the Year for Lottery and Sports Betting sales, was won by Carolin Wright Lotto Agency. Ms. Wright received the award from Paul Hoo, Chairman of SVL.

STAFF MOVEMENTS

Mr. Adam Harris was promoted to the position of Assistant Vice President, Projects and Innovation effective 1st June 2015.

Mr. Mark Archer demitted office as Group Manager of Information Technology at the end of June 2015. The department has been reorganized to form the Enterprise Systems unit, now headed by Mr. Andre Marks.

Miss Janette Conie demitted office as Assistant Vice President - Group Human Resources, at the beginning of July 2015. The Human Resource and Administration Departments were consolidated into one function, now headed by Ms. Carolyn Bolt-Nicholas.

SPONSORSHIPS AND DONATIONS

The company's most active period for sponsorships is usually between April and June and this year was no different. Major sponsorship activities included:

- The Supreme Ventures Sunshine Series, where Jamaica's senior netball team, the Sunshine Girls, played a 3-match series against the Barbados national team in June, in preparation for the 2015 Netball World Cup which is now underway in Australia.
- The JAAA Supreme Ventures National Junior and Senior Championships in June. SVL renewed its 12th consecutive year of title sponsorship for events with the Jamaica Administrative Athletics Association. This year's events were geared at selecting Jamaica's national representatives to the 2015 IAAF World Championships in Beijing, China and the Pan American Games in Toronto, Canada.

- A major partnership with United Way of Jamaica for assistance and outreach to orphanages over a one-year period.

DIVIDENDS

Dividends already paid during the 6-month period under review amounted to \$1.187B.

The Board of Directors declared an interim dividend at a meeting held on 4th August 2015. Shareholders on record at 19th August 2015 will receive \$0.10 dividend per share unit, payable on 2nd September 2015. The ex-dividend date is 17th August 2015.

ANNOUNCEMENTS

Mr. Nicholas Mouttet resigned from the position of Director on the Board of Directors and Mr. Robert Nader was appointed as a Director on the Board, at the meeting held on 4th August 2015.

The Board of Directors remains committed to guiding the Group in its strategic decision-making and long-term plans, for continued and improved profitability. We continue to be thankful to all our stakeholders for the loyalty and support they show to Supreme Ventures Limited.



Paul Hoo
CHAIRMAN



Brian George
PRESIDENT & CEO



**Financial
Statements**

SUPREME VENTURES LIMITED
Six Months Ended June 30, 2015

Contents

Financial Statements	Pages
Group Statement of Financial Position	1
Group Statement of Profit or Loss and Other Comprehensive Income	2
Group Statement of Changes in Equity	3
Group Statement of Cash Flows	4
Notes to the Financial Statements	5 - 10

SUPREME VENTURES LIMITED AND ITS SUBSIDIARIES
Group Statement of Financial Position
At June 30, 2015
(Expressed in thousands of Jamaica dollars)

	<u>Notes</u>	Unaudited Six Months Ended June 30, 2015	Audited Year Ended December 31, 2014	Unaudited Six Months Ended June 30, 2014
ASSETS				
Non-current assets				
Property and equipment	4	1,576,135	1,697,551	1,791,409
Intangible assets		641,086	644,873	639,418
Long-term receivables		483,970	406,442	436,346
Available-for-sale investments		5,363	5,363	5,119
Investment in joint venture		34,221	34,221	34,221
Deferred tax assets		139,956	98,003	221,171
Other assets		1,973	20,369	23,796
Total non-current assets		<u>2,882,704</u>	<u>2,906,822</u>	<u>3,151,480</u>
Current assets				
Inventories		37,613	101,720	93,815
Trade and other receivables		589,419	664,479	625,716
Cash and cash equivalents		<u>1,529,382</u>	<u>2,227,493</u>	<u>1,455,875</u>
Total current assets		<u>2,156,414</u>	<u>2,993,692</u>	<u>2,175,406</u>
Total assets		<u><u>5,039,118</u></u>	<u><u>5,900,514</u></u>	<u><u>5,326,886</u></u>
EQUITY AND LIABILITIES				
Stockholders' equity				
Share capital		1,967,183	1,967,183	1,967,183
Capital reserves		62,486	62,486	62,486
Retained earnings		<u>1,533,993</u>	<u>2,015,716</u>	<u>1,729,650</u>
Total stockholders' equity		<u>3,563,662</u>	<u>4,045,385</u>	<u>3,759,319</u>
Non-current liabilities				
Deferred tax liabilities		-	7,951	51,607
Long-term liabilities		-	-	7,222
Total non-current liabilities		<u>-</u>	<u>7,951</u>	<u>58,829</u>
Current liabilities				
Trade and other payables		1,111,701	1,137,930	1,093,161
Prize liabilities		143,219	599,088	255,368
Current portion of long-term liabilities		7,222	77,000	141,041
Income tax payable		<u>213,314</u>	<u>33,160</u>	<u>19,168</u>
Total current liabilities		<u>1,475,456</u>	<u>1,847,178</u>	<u>1,508,738</u>
Total stockholders' equity and liabilities		<u><u>5,039,118</u></u>	<u><u>5,900,514</u></u>	<u><u>5,326,886</u></u>

Approved and authorized for issue by the Board of Directors on August 4, 2015 and signed on its behalf by:



.....
Paul Hoo – Chairman



.....
Brian George – President and CEO

SUPREME VENTURES LIMITED AND ITS SUBSIDIARIES
Group Statement of Profit or Loss and Other Comprehensive Income
Period ended June 30, 2015
(Expressed in thousands of Jamaica dollars)

	Unaudited Six Months Ended June 30, 2015	Unaudited Six Months Ended June 30, 2014	Unaudited Three Months Ended June 30, 2015	Unaudited Three Months Ended June 30, 2014
Revenue	22,175,088	20,185,509	10,400,428	9,911,537
Direct expenses	<u>(19,744,705)</u>	<u>(18,232,718)</u>	<u>(9,200,006)</u>	<u>(9,116,849)</u>
Gross profit	2,430,383	1,952,791	1,200,422	794,688
Operating expenses	<u>(1,468,791)</u>	<u>(1,385,408)</u>	<u>(772,900)</u>	<u>(688,413)</u>
Profit from operations	961,592	567,383	427,522	106,275
Interest income	35,012	40,616	14,165	22,148
Net foreign exchange gain	3,736	1,068	1,417	1,823
Finance costs	(2,870)	(9,913)	(999)	(4,570)
Other gains	<u>17,873</u>	<u>-</u>	<u>17,873</u>	<u>-</u>
Profit before taxation	1,015,343	599,154	459,978	125,676
Taxation	<u>(310,301)</u>	<u>(166,282)</u>	<u>(160,104)</u>	<u>(30,889)</u>
Profit for the period/year, being total comprehensive income	<u>705,042</u>	<u>432,872</u>	<u>299,874</u>	<u>94,787</u>
Earnings per stock unit				
Basic and diluted	<u>26.73 cents</u>	<u>16.42 cents</u>	<u>11.37 cents</u>	<u>3.60 cents</u>

SUPREME VENTURES LIMITED AND ITS SUBSIDIARIES
Group Statement of Changes in Equity
Period ended June 30, 2015
(Expressed in thousands of Jamaica dollars)

	Share capital	Capital reserves	Retained earnings	Total
Unaudited Six Months Ended June 30, 2015				
Balance as at December 31, 2014	1,967,183	62,486	2,015,716	4,045,385
Profit for the year, being total comprehensive income for the year	-	-	705,042	705,042
Transactions with shareholders				
Distribution	-	-	(1,186,765)	(1,186,765)
Balance as at June 30, 2015	<u>1,967,183</u>	<u>62,486</u>	<u>1,533,993</u>	<u>3,563,662</u>
Unaudited Six Months Ended June 30, 2014				
Balance as at December 31, 2013	1,967,183	62,486	1,613,250	3,642,919
Profit for the year, being total comprehensive income for the year	-	-	432,872	432,872
Transactions with shareholders				
Distribution	-	-	(316,472)	(316,472)
Balance as at June 30, 2014	<u>1,967,183</u>	<u>62,486</u>	<u>1,729,650</u>	<u>3,759,319</u>

SUPREME VENTURES LIMITED AND ITS SUBSIDIARIES**Group Statement of Cash Flows****Period ended June 30, 2015***(Expressed in thousands of Jamaica dollars)*

	Unaudited Six Months Ended June 30, 2015	Audited Year Ended December 31, 2014	Unaudited Six Months Ended June 30, 2014
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit for period/year	705,042	929,917	432,872
Adjustments for:			
Depreciation of property and equipment	95,203	204,181	102,802
Amortisation of intangible assets	4,433	17,023	11,396
Impairment of property and equipment	51,978	29,926	12,181
Impairment of available-for-sale investments	-	348	592
Amortisation of other assets	18,396	6,855	3,428
Adjustments to property and equipment	5,155	-	-
Adjustments to intangible assets	3,627	-	-
Foreign exchange gains	(1,161)	(33,608)	(10,233)
Impairment loss on trade receivables	55,043	48,068	35,311
Interest income	(35,012)	(75,655)	(40,616)
Interest expenses	2,870	16,344	9,913
Income tax expenses	310,301	285,824	166,282
Operating cash flow before movement in working capital	1,215,875	1,429,223	723,928
Movements in working capital			
Inventories	64,107	(25,263)	(17,358)
Trade and other receivables	20,059	(204,158)	(187,629)
Trade and other payables	(25,609)	89,420	43,705
Prizes liabilities	(455,869)	278,454	(65,266)
Cash generated by operations	818,563	1,567,676	497,380
Income tax paid	(180,051)	(55,198)	(29,160)
Interest paid	(3,490)	(17,290)	(10,279)
Cash provided by operating activities	635,022	1,495,188	457,941
CASH FLOWS FROM INVESTING ACTIVITIES			
Acquisition of property and equipment	(31,273)	(94,783)	(71,473)
Acquisition of intangible assets	(4,273)	(11,082)	-
Proceeds on disposal of property and equipment	353	204	2,160
Long-term receivables	(93,960)	5,928	12,410
Interest received	51,401	72,324	35,890
Cash used in investing activities	(77,751)	(27,409)	(21,013)
CASH FLOWS FROM FINANCING ACTIVITIES			
Dividends paid	(1,186,765)	(606,569)	(395,590)
Loans repaid	(69,778)	(141,408)	(69,779)
Cash used in financing activities	(1,256,543)	(747,977)	(465,369)
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(699,272)	719,802	(28,441)
Cash and cash equivalents at the beginning of the year	2,227,493	1,474,083	1,474,083
Effect of exchange rate changes on the balance of cash held in foreign currency	1,161	33,608	10,233
CASH AND CASH EQUIVALENTS AT THE END OF PERIOD/YEAR	1,529,382	2,227,493	1,455,875

**SUPREME VENTURES LIMITED
AND ITS SUBSIDIARIES
NOTES TO THE FINANCIAL STATEMENTS
UNAUDITED SIX MONTHS ENDED JUNE 30, 2015
(Expressed in thousands of Jamaica dollars)**

1. Identification

Supreme Ventures Limited (the Company) is a public limited liability company which is listed on the Jamaica Stock Exchange. The Company's registered office is located at the 4th Floor, The R. Danny Williams Building, 28-48 Barbados Avenue, Kingston 5, Jamaica, W.I.

The main activity of the Company is the management of its subsidiary companies (subsidiaries). In the prior year, the Company also carried out the sale of electronic pin codes. This activity was transferred to its subsidiary, Big 'A' Track 2003 Limited, on November 1, 2014.

The Company and its subsidiaries are collectively referred to as "the Group" and are all incorporated in Jamaica.

The subsidiaries that are consolidated and their principal activities are as follows:

<u>Name of company</u>	<u>Principal activity</u>	<u>Percentage of ownership</u> %
Supreme Ventures Lotteries Limited	Not trading	100
Prime Sports (Jamaica) Limited and its wholly-owned subsidiaries:	Betting, gaming and lottery operations	100
Bingo Investments Limited	Lottery operations - inactive	100
Chillout Ventures Limited	Gaming operations – inactive	100
Supreme Ventures Financial Services Limited	Not trading	100
Big 'A' Track 2003 Limited	Sale of electronic Pin Codes (effective November 1, 2014)	100

In addition to the entities above, the Group also includes Jamaica Lottery Company Limited, which has been placed into members' voluntary liquidation.

2. Statement of compliance and basis of preparation

(a) Statement of Compliance

These unaudited interim financial statements have been prepared in accordance with IAS 34, *Interim Financial Reporting*. The accounting policies followed in these interim financial statements are consistent with those used in the audited financial statements for the year ended December 31, 2014.

(b) Basis of measurement

The financial statements are prepared on the historical cost basis, except for the inclusion of available-for-sale investments at fair value.

(c) Functional and presentation currency

The financial statements are presented in Jamaica dollars (\$), which is the functional currency of the Group.

**SUPREME VENTURES LIMITED
AND ITS SUBSIDIARIES
NOTES TO THE FINANCIAL STATEMENTS
UNAUDITED SIX MONTHS ENDED JUNE 30, 2015**
(Expressed in thousands of Jamaica dollars)

2. Statement of compliance and basis of preparation (continued)

(d) Use of estimates and judgements

The preparation of the financial statements to conform with IFRS requires management to make estimates and assumptions that affect the reported amount of, and disclosures relating to assets, liabilities and contingent assets and contingent liabilities at the reporting date. Actual amounts could differ from those estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised, and future years, if the revision affects both current and future periods.

Judgements made by management in the application of IFRS that have a significant effect on the financial statements and estimates with a significant risk of material adjustment in the next financial period are presented below:

(i) Allowance for impairment losses on receivables

In determining amounts recorded for impairment of accounts receivable in the financial statements, management makes judgements regarding indicators of impairment, that is, whether there are indicators that suggest there may be a measurable decrease in the estimated future cash flows from accounts receivable, for example, repayment default and adverse economic conditions. Management also makes estimates of the likely estimated future cash flows from impaired accounts receivable, as well as the timing of such cash flows. Historical loss experience is applied where indicators of impairment are not observable on individual significant accounts receivable and total trade accounts receivable with similar characteristics, such as credit risks.

(ii) Residual value and expected useful life of property and equipment

The residual value and the expected useful life of an asset are reviewed at least at each reporting date, and, if expectations differ from previous estimates, the change is accounted for. The useful life of an asset is defined in terms of the asset's expected value-in-use.

(iii) Impairment of intangible assets

Impairment of intangible assets is dependent upon management's internal assessment of future cash flows from these cash-generating units that gave rise to the goodwill. That internal assessment determines the amount recoverable from future use of those units. In addition, the estimate of the amount recoverable from future use of those units is sensitive to the discount rates used.

(e) Where necessary, comparative amounts have been reclassified to conform with changes in the presentation in the current reporting period.

**SUPREME VENTURES LIMITED
AND ITS SUBSIDIARIES
NOTES TO THE FINANCIAL STATEMENTS
UNAUDITED SIX MONTHS ENDED JUNE 30, 2015**
(Expressed in thousands of Jamaica dollars)

3. Significant accounting policies

(a) Property and equipment

Items of property and equipment are stated at cost, less accumulated depreciation and impairment losses. Cost includes expenditures that are directly attributable to the acquisition of the assets. With the exception of freehold land on which no depreciation is provided, all items of property and equipment are depreciated on the straight-line basis at annual rates estimated to write down the assets to their residual values over their expected useful lives.

No depreciation is provided on freehold land, art and paintings.

The depreciation methods, useful lives and residual values are re-assessed at each reporting date.

(b) Intangible assets

(i) Goodwill

Goodwill represents amounts arising on acquisition of subsidiaries and other business ventures. It comprises the excess of the cost of the acquisition over the fair value of the net identifiable assets acquired.

Goodwill is stated at cost, less any accumulated impairment losses. Goodwill is allocated to cash-generating units and is tested annually for impairment. Negative goodwill arising on acquisition is recognised directly in profit or loss.

(ii) Licences

Licences and permits with finite useful lives are carried at cost less accumulated amortisation and accumulated impairment losses. Amortisation methods, useful life and residual value are reviewed at each reporting date and adjusted if appropriate, with the effect of any changes in the estimate being accounted for on a prospective basis. Amortisation is charged on the straight-line basis over its estimated useful life.

Licences and permits with indefinite useful lives are carried at cost less accumulated impairment losses. The useful lives of such assets are reviewed at each reporting date to determine whether events and circumstances continue to support an indefinite useful life assessment for those assets. If they do not, the change in the useful life assessment from indefinite to finite is accounted for as a change in an accounting estimate.

(iii) Other intangible assets

Other intangible assets are stated at cost less accumulated amortisation and accumulated impairment losses. Amortisation is charged on the straight-line basis over its estimated useful life. Amortisation methods, useful life and residual value are reviewed at each reporting date and adjusted if appropriate, with the effect of any changes in the estimate being accounted for on a prospective basis.

(iv) De-recognition of intangible assets

An intangible asset is de-recognised on disposal, or when no future economic benefits are expected from use or disposal. Gains or losses arising from the de-recognition of an intangible asset, measured as the difference between the net proceeds and the carrying amount of the asset, are recognised in profit or loss when the asset is de-recognised.

**SUPREME VENTURES LIMITED
AND ITS SUBSIDIARIES
NOTES TO THE FINANCIAL STATEMENTS
UNAUDITED SIX MONTHS ENDED JUNE 30, 2015
(Expressed in thousands of Jamaica dollars)**

3. Significant accounting policies (continued)

(c) Cash and cash equivalents

Cash and cash equivalents comprise cash in hand, deposits held at call or on demand with banks. Cash equivalents are short-term, highly liquid financial assets that are readily convertible to known amounts of cash, are subject to an insignificant risk of change in value, and are held for the purpose of meeting short-term cash commitments rather than for investment or other purposes. These include certificates of deposits where the maturities do not exceed three months from the date of acquisition. Cash and cash equivalents are carried at amortised cost.

4. Property and equipment

	Freehold Land	Freehold Buildings	Leasehold Improvements	Video Lottery Terminal Equipment	Furniture, Fixtures, Computer, Signs, Posters Machinery and Equipment	Motor Vehicles	Arts and Paintings	Total
Cost								
Balance at								
December 31, 2014	153,700	1,079,827	470,440	511,761	942,649	142,289	2,363	3,303,029
Additions	-	2,940	19,262	-	9,071	-	-	31,273
Adjustments	-	(4,307)	-	-	(907)	-	-	(5,214)
Disposals/write-offs	-	-	(42,234)	(76,703)	(6,358)	(5,199)	-	(130,494)
Balance at								
June 30, 2015	153,700	1,078,460	447,468	435,058	944,455	137,090	2,363	3,198,594
Accumulated depreciation								
Balance at								
December 31, 2014	-	174,925	282,470	374,385	692,052	81,646	-	1,605,478
Depreciation expense	-	13,479	20,873	23,653	25,918	11,280	-	95,203
Adjustments	-	(59)	-	-	-	-	-	(59)
Disposals/write-offs	-	-	(16,686)	(52,245)	(4,033)	(5,199)	-	(78,163)
Balance at								
June 30, 2015	-	188,345	286,657	345,793	713,937	87,727	-	1,622,459
Net book values								
June 30, 2015	<u>153,700</u>	<u>890,115</u>	<u>160,811</u>	<u>89,265</u>	<u>230,518</u>	<u>49,363</u>	<u>2,363</u>	<u>1,576,135</u>
December 31, 2014	<u>153,700</u>	<u>904,902</u>	<u>187,970</u>	<u>137,376</u>	<u>250,597</u>	<u>60,643</u>	<u>2,363</u>	<u>1,697,551</u>

**SUPREME VENTURES LIMITED
AND ITS SUBSIDIARIES
NOTES TO THE FINANCIAL STATEMENTS
UNAUDITED SIX MONTHS ENDED JUNE 30, 2015
(Expressed in thousands of Jamaica dollars)**

5. Segment reporting

An operating segment is a component of the Group that engages in business activities from which it may earn revenues and incur expenses, including revenues and expenses that relate to transactions with any of the Group's other components. An operating segment's results are reviewed regularly to make decisions about resources to be allocated to the segment and assess its performance, and for which discrete financial information is available.

Segment results are reported to the Group's executive management (collectively considered the chief operating decision maker) which includes items directly attributable to a segment as well as those that can be allocated on a reasonable basis.

All transactions between business segments are conducted on an arm's length basis, with inter-segment revenue and cost eliminated on consolidation. Income and expenses directly associated with each segment are included in determining business segment performance.

	Period ending June 30, 2015						
	<u>Lottery</u>	<u>Gaming & Hospitality</u>	<u>Sports Betting</u>	<u>Pin Codes</u>	<u>Other</u>	<u>Unallocated</u>	<u>Group</u>
External revenue	18,587,969	130,429	231,468	3,185,010	40,212	-	22,175,088
Total revenue	18,587,969	130,429	231,468	3,185,010	40,212	-	22,175,088
<u>Result</u>							
Segment result	1,210,038	(110,876)	(96,440)	25,580	40,212	(106,922)	961,592
Interest income							35,012
Net foreign exchange loss							3,736
Finance cost							(2,870)
Other gains and losses							17,873
Profit before taxation							1,015,343
Taxation							(310,301)
Profit for the year							705,042
<u>Other information</u>							
Capital expenditure	11,380	17,800	1,398	-	-	4,968	35,546
Depreciation, amortisation and write- offs property, plant and equipment	17,430	25,233	12,637	-	-	96,314	151,614
Segment assets	1,469,418	604,711	164,051	588,301	-	2,212,637	5,039,118
Segment liabilities	510,729	35,344	16,634	547,528	-	365,221	1,475,456

SUPREME VENTURES LIMITED

AND ITS SUBSIDIARIES
NOTES TO THE FINANCIAL STATEMENTS
UNAUDITED SIX MONTHS ENDED JUNE 30, 2015
(Expressed in thousands of Jamaica dollars)

5. Segment reporting (continued)

	Period ending June 30, 2014 <i>(Restated)</i>						<u>Group</u>
	<u>Lottery</u>	<u>Gaming & Hospitality</u>	<u>Sports Betting</u>	<u>Pin Codes</u>	<u>Other</u>	<u>Unallocated</u>	
External revenue	17,263,045	217,218	274,316	2,389,332	41,598	-	20,185,509
Total revenue	<u>17,263,045</u>	<u>217,218</u>	<u>274,316</u>	<u>2,389,332</u>	<u>41,598</u>	<u>-</u>	<u>20,185,509</u>
Result							
Segment result	833,318	(159,318)	(92,961)	39,234	41,599	(94,489)	567,383
Interest income							40,616
Net foreign exchange loss							1,068
Finance cost							(9,913)
Profit before taxation							599,154
Taxation							(166,282)
Profit for the year							<u>432,872</u>
Other information							
Capital expenditure	<u>27,861</u>	<u>10,834</u>	<u>5,882</u>	<u>-</u>	<u>26,896</u>	<u>-</u>	<u>71,473</u>
Depreciation, amortisation and write-offs property, plant and equipment	<u>15,758</u>	<u>90,991</u>	<u>10,049</u>	<u>-</u>	<u>9,581</u>	<u>-</u>	<u>126,379</u>
Segment assets	<u>1,876,385</u>	<u>636,970</u>	<u>256,668</u>	<u>351,722</u>	<u>-</u>	<u>2,205,141</u>	<u>5,326,886</u>
Segment liabilities	<u>585,266</u>	<u>69,411</u>	<u>34,053</u>	<u>492,235</u>	<u>-</u>	<u>386,602</u>	<u>1,567,567</u>

6. Contingencies – Litigations

Epsilon Global Equities:

On December 15, 2008 a civil suit was filed by Epsilon Global Equities Limited (Epsilon) citing as defendants the Company and its founding stockholders. The matter was decided in 2011, with a judgment in favour of the stockholders and the Company. Epsilon appealed the judgment. The appeal was heard in April 2015. It is expected that a decision will be delivered in September 2015. Attorneys representing the defendants expect the Company to succeed and that the appeal will not result in a financial liability to the Company.

Talisman Capital Alternative Investment Fund and EGE Limited:

In August 2012, a civil suit was filed in the Courts of Florida, USA, by Talisman Capital Alternative Investment Fund and EGE Limited citing as defendants the Company and certain of its shareholders. This suit is in respect of most of the same issues decided in the Supreme Court in Jamaica in favour of the Company and some of its shareholders (see above).

In April 2013, the Federal Bankruptcy Court in Florida granted a motion by SVL and other defendants to dismiss the complaint. The plaintiffs then filed objections to the dismissal. Subsequently, the court granted a motion by SVL and other defendants to strike the objections. The plaintiffs then moved for reconsideration of the order. The court denied the plaintiffs motion for reconsideration. The plaintiffs have appealed this order. Briefs and supplemental submissions have been filed by all of the parties. It is expected that the Court will rule on the plaintiffs' appeals by the end of the year.

The attorneys representing SVL in the USA expect its position to be continued to be upheld by the Florida Courts.



Shareholdings

SUPREME VENTURES LIMITED
TEN LARGEST SHAREHOLDERS (as at 30th June 2015)

NAME	JOINT HOLDERS	Volume	
			%
Intralot Caribbean Ventures Ltd		1,315,895,445	49.896
Ian Kent Levy		320,541,171	12.154
	Matthew Levy	4,000,000	0.152
		324,541,171	12.306
Paul Hoo		20,000,000	0.758
		203,441,182	7.714
	Susan Hoo	1,186,500	0.045
		224,627,682	8.517
Janette Stewart		179,035,112	6.789
	Steven Hudson	587,433	0.022
		179,622,545	6.811
			0.000
		144,396,828	5.475
Stephen Castagne		144,396,828	5.475
			0.000
Mayberry West Indies Limited		88,080,513.	3.340
			0.000
Sunfisher Corporation		24,648,118	0.935
			0.000
Keith Binns	Lurline Binns	20,000,000	0.758
			0.000
TW Metals Ltd		18,257,457	0.692
GTECH Global Services Corp Ltd.		15,899,803	0.603

SUPREME VENTURES LIMITED
DIRECTORS' SHAREHOLDINGS (as at 30th June 2015)

Directors				
Name				
Accounts (s)	Primary Holder	Volume	Percentage	
Paul Hoo	Paul Hoo			
			203,441,182	7.714
			20,000,000	0.758
			1,186,500	0.045
		224,627,682	8.517	
Ian Kent Levy	Ian Kent Levy			
			320,541,171	12.154
			4,000,000	0.152
			324,541,171	12.306
Steven A. Hudson	Janette Stewart			
			587,433	0.022
			587,433	0.022
Brian R. George	Brian R. George			
			2,090,941	0.079
			155,706	0.006
			2,246,647	0.085
John George Graham	John George Graham			
			1,000	0.000
			1,000	0.000
Barrington Chisholm	Barrington Chisholm			
			994,871	0.038
			2,941,177	0.112
			3,936,048	0.149
Georgios Sampson			Nil	Nil
			Nil	Nil
Nicholas Mouttet			Nil	Nil
			Nil	Nil
Nikolaos Nikolakopoulos			Nil	Nil
			Nil	Nil
Peter Chin			Nil	Nil
			Nil	Nil
Ian Moore			Nil	Nil
			Nil	Nil

SUPREME VENTURES LIMITED
SENIOR MANAGEMENT SHAREHOLDINGS (as at 30th June 2015)

Name			
Account (s)	Joint Holders/Connected Interest	Volume	Percentage
Brian George		2,246,647	0.0852
James Morrison	JOAN M. MORRISON	291,550	0.0111
Sonia Davidson	GENE PAUL DAVIDSON	31,200	0.0012
Lancelot Thomas		-	-
Wayne Boodasingh		-	-
Lorna Gooden	GREGORY PAUL ANTHONY GOODEN	8,300	0.0003
		8,300	0.0003
		16,600	0.0006
Janette Conie		10,000	0.0004
Mark Archer		-	-
Andrew Bromley		4,000	0.0002
Adam Harris		-	-
Vassilis Hadjidiakos		-	-
Jomo Cato		-	-
Tashia Hutton		-	-
Andre Marks		2,200	0.0001
	OPEL MARKS	5,500	0.0002
		7,700	0.0003
Carolyn Bolt-Nicholas		-	-

SUPREME VENTURES LIMITED
TRADES IN EXCESS OF 5,000,000 UNITS
(as at 30th June 2015)

NAME	JOINT(S)	TRX. TYPE	TRADE DATE	SETTLEMENT DATE	VOLUME
VICTORYISLANDLTD		BUY	4 Jun 2015	9 Jun 2015	6,500,000
MAYBERRY W.I. BANKLTD		SELL	4 Jun 2015	9 Jun 2015	-6,500,000



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