



***UNAUDITED FINANCIAL RESULTS OF THE  
GROUP FOR THE NINE MONTHS ENDED  
30TH SEPTEMBER 2016.***

# Interim Report to Stockholders

For the nine (9) months ended 30<sup>th</sup> September 2016

## Financial Performance

The Board of Directors of Supreme Ventures Limited is pleased to report the unaudited financial results of the Group for the nine months ended 30<sup>th</sup> September 2016.

The net profit for Q3 was \$200.638 million, an increase of 2% over the \$196.131 million reported for the corresponding period of the prior year. This represents earnings per share of 7.61 cents (2015: 7.44 cents). Revenue grew by \$735.140 million or 7%, primarily due to higher sales in the lottery, PINs and the sports betting lines of business. Despite higher revenues, gross profit for the quarter reduced to \$869.384 million for the comparative quarter, due primarily to higher prize payouts, particularly on the Cash Pot game.

Our year-to-date gross profit reduced by 6% or \$193.486 million, mainly attributable to direct expenses (up by 3%) increasing faster than revenue (up by 2%). This was primarily due to lower margins on the lottery games and higher sports betting payouts. With the reduction in Gross Profits, the Group continues to focus on more efficient management of its operating expenses. This has resulted in a year-to-date net profit of \$849.704 million, 6% below prior year.

Cash and cash equivalents were impacted by an increase of \$380.612 million in income tax paid, leading to a decrease in total assets. Current liabilities decreased by \$256.938 million due to the net effect of an increase in trade payables, and decreases in prize liabilities and income tax payable.

## Segment Highlights

The lottery segment has been impacted by a combination of a reduction in Cash Pot and Lotto sales. Lotto sales were exceptionally strong in 2015 due to a record jackpot of \$395 million. Lower Cash Pot sales have been impacted by lower prize winnings for the comparative nine-month period.

The performance of the VLT segment has improved, with a reduction of \$130.834 million in segment losses. Investments made to improve the product offerings and the new player loyalty system at the Acropolis Barbican have contributed to the improved performance of the segment.

Significant revenue growth has been experienced in the Sports Betting segment - 70.77% over prior year - mainly due to the introduction of Quick Sports Virtual games in January, 2016 and the increased bet options which were made available with the installation of the iFlex system in late 2015. Despite the strong sports betting revenues, the segment losses have reduced only marginally, due in large part to expenses relating to the roll-out of the Quick Sports brand.

## Corporate Social Responsibility

The Supreme Ventures Group remains committed to corporate social responsibility. In August, we staged the Supreme Ventures Junior Creators Robotics Summer Camp, where children in underserved communities were afforded the life-changing opportunity to learn Robotics through interaction with cutting-edge gadgets.

During the quarter we contributed to several back-to-school initiatives, and assisted individuals who needed assistance with school-related expenses, including tuition, from the primary to the tertiary levels.

We also continue to support noble health causes, including, for this quarter, the Lupus Foundation of Jamaica.

## Dividends

The Board of Directors have approved the payment of an interim dividend of \$0.05 to shareholders on record as of the 18<sup>th</sup> November 2016, to be paid on 2<sup>nd</sup> December 2016. This was approved at the Board meeting held on 3<sup>rd</sup> November 2016.

## Announcements

On October 23, 2016, we lost our President and CEO, Brian George, who passed away suddenly. Mr George served the Supreme Ventures Group as its President and CEO for 13 years. He will be sadly missed and his contribution, greatly valued.

Senior Vice President of Finance, James “Danny” Morrison, has since been appointed by the Board as SVL’s Acting President and CEO. The Board also added three Directors on November 9, 2016 in the persons of Messrs James “Danny” Morrison, Richard Foreman and Brent Sankar.

Having been selected as the preferred bidder for the acquisition of the Caymanas Track operations, SVL expects both parties to sign off on the agreement by the end of this financial year.

## Outlook

The Supreme Ventures Group continues to invest and innovate to achieve its strategic goals, to grow and diversify our suite of lottery products. We also continue to work assiduously to achieve profitability in the sports betting segment and launch our mobile betting platform. The company continues to make significant progress in each area, and will continue to, through our efficient and hardworking team, maximize our efforts to achieve our targets.



Paul Hoo – Chairman



Peter Chin – Chairman, Audit & Compliance  
Committee



# FINANCIAL STATEMENTS

**SUPREME VENTURES LIMITED**  
**Nine Months Ended September 30, 2016**

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**SUPREME VENTURES LIMITED AND ITS SUBSIDIARIES**

**Group Statement of Financial Position**

**At September 30, 2016**

*(Expressed in thousands of Jamaica dollars)*

	Unaudited Nine Months Ended September 30, 2016	Audited Year Ended December 31, 2015	Unaudited Nine Months Ended September 30, 2015
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property and equipment	710,702	751,905	715,501
Investment properties	723,469	756,238	864,428
Goodwill and intangible assets	640,811	642,779	643,851
Long-term receivables	494,573	550,974	536,666
Available-for-sale investments	8,843	5,363	5,363
Investment in joint venture	-	-	-
Deferred tax assets	148,718	137,882	147,558
Other assets	-	-	1,788
<b>Total non-current assets</b>	<u>2,727,116</u>	<u>2,845,141</u>	<u>2,915,155</u>
<b>Current assets</b>			
Inventories	273,609	149,413	91,755
Income tax recoverable	16,330	13,155	-
Trade and other receivables	816,757	752,155	624,943
Cash and cash equivalents	1,313,945	1,639,049	1,420,301
<b>Total current assets</b>	<u>2,420,641</u>	<u>2,553,772</u>	<u>2,136,999</u>
<b>Total assets</b>	<u>5,147,757</u>	<u>5,398,913</u>	<u>5,052,154</u>
<b>EQUITY AND LIABILITIES</b>			
<b>Stockholders' equity</b>			
Share capital	1,967,183	1,967,183	1,967,183
Capital reserves	62,486	62,486	62,486
Retained earnings	1,570,150	1,564,368	1,466,399
<b>Total shareholders' equity</b>	<u>3,599,819</u>	<u>3,594,037</u>	<u>3,496,068</u>
<b>Current liabilities</b>			
Trade and other payables	1,322,512	1,251,720	1,009,992
Prize liabilities	204,579	268,536	259,629
Loans payable	-	-	-
Income tax payable	20,847	284,620	286,465
<b>Total current liabilities</b>	<u>1,547,938</u>	<u>1,804,876</u>	<u>1,556,086</u>
<b>Total stockholders' equity and liabilities</b>	<u>5,147,757</u>	<u>5,398,913</u>	<u>5,052,154</u>

Approved and authorized for issue by the Board of Directors on November 3, 2016 and signed on its behalf by:

  
 .....  
 Paul Hood – Chairman

  
 .....  
 Peter Chin – Chairman, Audit & Compliance Committee

**SUPREME VENTURES LIMITED AND ITS SUBSIDIARIES**  
**Group Statement of Profit or Loss and Other Comprehensive Income**  
**Period ended September 30, 2016**  
*(Expressed in thousands of Jamaica dollars)*

	Unaudited Nine Months Ended September 30, 2016	Unaudited Nine Months Ended September 30, 2015	Unaudited Three Months Ended September 30, 2016	Unaudited Three Months Ended September 30, 2015
Revenue	33,055,306	32,341,136	10,901,187	10,166,047
Direct expenses	(29,894,140)	(28,986,484)	(10,031,803)	(9,241,778)
Gross profit	3,161,166	3,354,652	869,384	924,269
Operating expenses	(2,028,393)	(2,121,744)	(615,763)	(652,953)
Profit from operations	1,132,773	1,232,908	253,621	271,316
Interest income	49,246	53,776	15,608	18,764
Net foreign exchange gain	7,992	5,681	3,126	1,945
Finance costs	(354)	(2,956)	(23)	(86)
Other gains	3,480	17,873	2,958	-
<b>Profit before taxation</b>	1,193,137	1,307,282	275,290	291,939
Taxation	(343,433)	(406,108)	(74,652)	(95,808)
<b>Profit for the period being total comprehensive income</b>	<u>849,704</u>	<u>901,174</u>	<u>200,638</u>	<u>196,131</u>
<b>Earnings per stock unit</b>				
Basic and diluted	<u>32.22</u> cents	<u>34.17</u> cents	<u>7.61</u> cents	<u>7.44</u> cents

**SUPREME VENTURES LIMITED AND ITS SUBSIDIARIES**  
**Group Statement of Changes in Equity**  
**Period ended September 30, 2016**  
*(Expressed in thousands of Jamaica dollars)*

	Share capital	Capital reserves	Retained earnings	Total
<b>Unaudited Nine Months Ended September 30, 2016</b>				
Balance as at December 31, 2015	1,967,183	62,486	1,564,368	3,594,037
Profit for the period, being total comprehensive income for the period	-	-	849,704	849,704
<b>Transactions with stockholders</b>				
Distributions	-	-	(843,922)	(843,922)
Balance as at September 30, 2016	<u>1,967,183</u>	<u>62,486</u>	<u>1,570,150</u>	<u>3,599,819</u>
<b>Unaudited Nine Months Ended September 30, 2015</b>				
Balance as at December 31, 2014	1,967,183	62,486	2,015,716	4,045,385
Profit for the period, being total comprehensive income for the period	-	-	901,174	901,174
<b>Transactions with stockholders</b>				
Distributions	-	-	(1,450,491)	(1,450,491)
Balance as at September 30, 2015	<u>1,967,183</u>	<u>62,486</u>	<u>1,466,399</u>	<u>3,496,068</u>



**SUPREME VENTURES LIMITED AND ITS SUBSIDIARIES****Group Statement of Cash Flows****Period ended September 30, 2016***(Expressed in thousands of Jamaica dollars)*

	Unaudited Nine Months Ended September 30, 2016	Audited Year Ended December 31, 2015	Unaudited Nine Months Ended September 30, 2015
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Profit for period/year	849,704	1,183,750	901,174
Adjustments for:			
Depreciation of property and equipment	130,631	177,913	140,839
Depreciation of investment properties	32,769	9,102	-
Amortisation of intangible assets	8,866	10,658	6,610
Amortisation of other assets	-	4,381	3,613
(Gain)/Loss on disposal and write-off of property and equipment	(389)	57,782	57,133
Impairment of investment properties	-	102,729	-
Impairment of other assets	-	15,988	14,968
Intangible assets written off	-	3,627	3,627
Gain recognised on available for sale investments	(3,480)	-	-
Bad debts recognised	67,498	97,331	69,970
Net foreign exchange gain on cash and cash equivalents	(16,622)	(6,400)	(2,252)
Interest income	(49,246)	(74,538)	(53,776)
Interest expense	354	2,973	2,956
Taxation	343,433	431,080	406,108
Operating cash flow before movement in working capital	<u>1,363,518</u>	<u>2,016,376</u>	<u>1,550,970</u>
Decrease/(increase) in operating assets			
Inventories	(124,196)	(47,693)	9,965
Trade and other receivables	(117,716)	(164,855)	(34,634)
Increase/(Decrease) in liabilities			
Trade and other payables	70,792	114,696	(127,032)
Prizes liabilities	(63,957)	(330,552)	(339,459)
Cash generated by operations	<u>1,128,441</u>	<u>1,587,972</u>	<u>1,059,810</u>
Income tax paid	(621,217)	(240,605)	(210,309)
Interest paid	(354)	(3,879)	(3,862)
Cash provided by operating activities	<u>506,870</u>	<u>1,343,488</u>	<u>845,639</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Acquisition of property and equipment	(91,131)	(124,250)	(46,482)
Acquisition of intangible assets	(6,898)	(12,191)	(9,215)
Proceeds on disposal of property and equipment	2,092	353	353
Long-term receivables	45,389	(162,362)	(139,315)
Interest received	45,874	72,216	67,067
Cash used in investing activities	<u>(4,674)</u>	<u>(226,234)</u>	<u>(127,592)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Dividends paid	(843,922)	(1,635,098)	(1,450,491)
Loans repaid	-	(77,000)	(77,000)
Cash used in financing activities	<u>(843,922)</u>	<u>(1,712,098)</u>	<u>(1,527,491)</u>
<b>NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS</b>	<b>(341,726)</b>	<b>(594,844)</b>	<b>(809,444)</b>
Effect of exchange rate changes on the balance of cash held in foreign currency	16,622	6,400	2,252
Cash and cash equivalents at the beginning of the year	<u>1,639,049</u>	<u>2,227,493</u>	<u>2,227,493</u>
<b>CASH AND CASH EQUIVALENTS AT THE END OF PERIOD/YEAR</b>	<b><u>1,313,945</u></b>	<b><u>1,639,049</u></b>	<b><u>1,420,301</u></b>

**SUPREME VENTURES LIMITED  
AND ITS SUBSIDIARIES  
NOTES TO THE FINANCIAL STATEMENTS  
UNAUDITED NINE MONTHS ENDED SEPTEMBER 30, 2016  
(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 4<sup>th</sup> 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).

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 ownership</u>
		%
Prime Sports (Jamaica) Limited and its wholly-owned subsidiaries:	Betting, gaming and lottery operations licensed by the Betting, Gaming and Lotteries Commission (BGLC)	100
Bingo Investments Limited	Not trading	
Chillout Ventures Limited	Not trading	
Supreme Ventures Financial Services Limited	Not trading	100
Supreme Ventures Lotteries Limited	Not trading	100
Transtel Jamaica Limited	Not trading	100
Big 'A' Track 2003 Limited	Pin code sales (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, 2015.

(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  
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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 and the income and expenses for the period ended. 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 period.

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 and investment properties

The residual value and the expected useful life of an asset are reviewed at least at each financial period, 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 utility to the Group.

(iii) Impairment of goodwill and intangible assets

Impairment of goodwill and intangible assets is dependent upon management's internal assessment of future cash flows from the cash-generating units that gave rise to the goodwill and intangible assets. 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 NINE MONTHS ENDED SEPTEMBER 30, 2016**  
*(Expressed in thousands of Jamaica dollars)*

3. Significant accounting policies

(a) Property and equipment

(i) Owned assets

Freehold land, art and paintings are stated at historical cost. All other 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.

The cost of self-constructed assets includes the cost of materials and direct labour, plus related borrowing costs and any other costs directly attributable to bringing the asset to a working condition for its intended use.

The cost of replacing part of an item of property and equipment is recognised in the carrying amount of the item if it is probable that the future economic benefits embodied with the part will flow to the Group and its costs can be measured reliably. The costs of day-to-day servicing of property and equipment are recognised in profit or loss as incurred.

(ii) Depreciation

Property and equipment, with the exception of freehold land, art and paintings on which no depreciation is provided, 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. The depreciation rates are as follows:

Freehold buildings	20-40 years
Video lottery terminal (VLT) equipment	5-10 years
Furniture, fixtures machinery & equipment	3-10 years
Computer equipment	3-5 years
Motor vehicles	5-8 years
Signs & posters	5-10 years
Leasehold improvements	Shorter of lease term and useful life

The depreciation methods, useful lives and residual values are reassessed at each reporting date.

(b) Investment properties

Investment properties, comprising freehold land and buildings, are held for long-term rental yields, are not occupied by the Group and are carried at cost less accumulated depreciation and impairment losses. Land is not depreciated. Freehold buildings are depreciated on the straight line basis over their expected useful lives of 20 years.

**SUPREME VENTURES LIMITED  
AND ITS SUBSIDIARIES  
NOTES TO THE FINANCIAL STATEMENTS  
UNAUDITED NINE MONTHS ENDED SEPTEMBER 30, 2016**  
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3. Significant accounting policies (continued)

(c) Goodwill and 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) Trademarks and licences

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

Licenses and permits	5 years
Trademarks	10 years

Trademarks, 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.

(ii) 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 lives and residual values 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.

The amortisation rates are as follows:

Computer software	3 years
Software usage rights	10 years

(iii) Derecognition of goodwill and intangible assets

Goodwill and intangible assets are derecognised on disposal, or when no future economic benefits are expected from use or disposal. Gains or losses arising from the derecognition of goodwill and intangible assets, 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 derecognised.

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NOTES TO THE FINANCIAL STATEMENTS  
UNAUDITED NINE MONTHS ENDED SEPTEMBER 30, 2016**  
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3. Significant accounting policies (continued)

(d) Impairment of non-financial assets

The carrying amounts of non-financial assets, other than deferred tax assets are reviewed at each reporting date to determine whether there is any indication of impairment. If any such indication exists, the asset's recoverable amount is estimated. For goodwill, the recoverable amount is estimated at each reporting date.

An impairment loss is recognised whenever the carrying amount of an asset or its cash-generating unit exceeds its recoverable amount. Impairment losses in respect of cash-generating units are allocated first to reduce the carrying amount of any goodwill allocated to cash-generating units and then to reduce the carrying amount of other assets in the unit on a pro rata basis. Impairment losses are recognised in profit or loss.

(i) Calculation of recoverable amount

The recoverable amount of non-financial assets is the greater of their fair value less costs to sell and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. For an asset that does not generate largely independent cash inflows, the recoverable amount is determined for the cash-generating unit to which the asset belongs.

(ii) Reversals of impairment

An impairment loss in respect of goodwill is not reversed. In respect of other assets, an impairment loss is reversed if there has been a change in the estimates used to determine the recoverable amount.

An impairment loss is reversed only to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined, net of depreciation or amortisation, if no impairment loss had been recognised.

(e) Cash and cash equivalents

Cash comprises cash in hand and demand and call deposits. 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 changes 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 deposit where the maturities do not exceed three months from the date of acquisition. Cash and cash equivalents are carried at amortised cost.

**SUPREME VENTURES LIMITED  
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4. 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 intersegment revenue and cost eliminated on consolidation. Income and expenses directly associated with each segment are included in determining business segment performance.

No geographical segment reporting is recognised as the Group's operations are located solely in Jamaica.

**Period ended September 30, 2016**

	<b>Period ended September 30, 2016</b>						<b>Group</b>
	<b>Lottery</b>	<b>Gaming &amp; Hospitality</b>	<b>Sports Betting</b>	<b>Pin Codes</b>	<b>Other</b>	<b>Unallocated</b>	
<b>External revenue</b>	25,869,314	264,609	565,388	6,283,745	61,369	10,881	33,055,306
Total revenue	<u>25,869,314</u>	<u>264,609</u>	<u>565,388</u>	<u>6,283,745</u>	<u>61,369</u>	<u>10,881</u>	<u>33,055,306</u>
<b>Result</b>							
Segment result	1,211,371	(5,676)	(144,199)	75,195	61,369	(65,287)	1,132,773
Interest income							49,246
Net foreign exchange loss							7,992
Finance cost							(354)
Other gains and losses							3,480
Profit before taxation							<u>1,193,137</u>
Taxation							<u>(343,433)</u>
<b>Profit for the year</b>							<u>849,704</u>
<b>Other information</b>							
Capital expenditure	<u>36,938</u>	<u>4,343</u>	<u>11,632</u>	<u>-</u>	<u>-</u>	<u>45,116</u>	<u>98,029</u>
Depreciation, amortisation and write-offs property, plant and equipment	<u>31,981</u>	<u>46,607</u>	<u>13,948</u>	<u>-</u>	<u>-</u>	<u>80,270</u>	<u>172,806</u>
Segment assets	<u>1,274,125</u>	<u>457,328</u>	<u>105,022</u>	<u>1,005,254</u>	<u>-</u>	<u>2,306,028</u>	<u>5,147,757</u>
Segment liabilities	<u>561,850</u>	<u>25,663</u>	<u>17,824</u>	<u>797,258</u>	<u>-</u>	<u>145,343</u>	<u>1,547,938</u>

**SUPREME VENTURES LIMITED  
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(Expressed in thousands of Jamaica dollars)

4. Segment reporting (continued)

**Period ended September 30, 2015**

	<b>Period ended September 30, 2015</b>						<b>Group</b>
	<b>Lottery</b>	<b>Gaming &amp; Hospitality</b>	<b>Sports Betting</b>	<b>Pin Codes</b>	<b>Other</b>	<b>Unallocated</b>	
<b>External revenue</b>	26,866,294	215,442	331,080	4,878,512	49,808	-	32,341,136
Total revenue	<u>26,866,294</u>	<u>215,442</u>	<u>331,080</u>	<u>4,878,512</u>	<u>49,808</u>	<u>-</u>	<u>32,341,136</u>
<b>Result</b>							
Segment result	1,515,091	(136,510)	(151,971)	77,380	49,808	(120,890)	1,232,908
Interest income							53,776
Net foreign exchange loss							5,681
Finance cost							(2,956)
Other gains and losses							17,873
Profit before taxation							<u>1,307,282</u>
Taxation							<u>(406,108)</u>
<b>Profit for the year</b>							<u><u>901,174</u></u>
<b>Other information</b>							
Capital expenditure	<u>21,182</u>	<u>25,004</u>	<u>4,682</u>	<u>-</u>	<u>-</u>	<u>4,829</u>	<u>55,697</u>
Depreciation, amortisation and write-offs property, plant and equipment	<u>26,353</u>	<u>36,232</u>	<u>15,935</u>	<u>-</u>	<u>-</u>	<u>148,270</u>	<u>226,790</u>
Segment assets	<u>1,388,171</u>	<u>587,760</u>	<u>161,699</u>	<u>661,634</u>	<u>-</u>	<u>2,252,890</u>	<u>5,052,154</u>
Segment liabilities	<u>596,908</u>	<u>43,342</u>	<u>14,948</u>	<u>520,015</u>	<u>-</u>	<u>380,873</u>	<u>1,556,086</u>

5. 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 judgement in favour of the stockholders and the Company. Epsilon appealed the judgement. The appeal was heard in April 2015. It is expected that the Court will give its decision by December 31, 2016. The attorneys representing the Company expect 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 stockholders. 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 stockholders (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 out the objections. The plaintiffs then moved for reconsideration of the order. The motions were heard and SVL and other defendants were successful on the motions and were either discharged from the proceedings or the plaintiffs were ordered to re-file the proceedings. The Plaintiffs have appealed the order. The appeal has been heard and the decision is pending.

The attorneys representing SVL expect SVL's position to be upheld by the Appeal Court.







# SHAREHOLDINGS

**Supreme Ventures Limited - Top 10 Shareholders  
As at September 30, 2016**

<b>Names</b>	<b>Joint Holders</b>	<b>Volume</b>	<b>%</b>
Intralot Caribbean Ventures Ltd		<b>1,315,895,445</b>	<b>49.896</b>
Ian Kent Levy		320,541,171	12.154
	Matthew Levy	4,000,000	0.152
		<b>324,541,171</b>	<b>12.306</b>
Paul Hoo		<b>170,000,000</b>	<b>6.446</b>
Janette Stewart		171,035,112	6.485
	Steven Hudson	587,433	0.022
		<b>171,622,545</b>	<b>6.508</b>
Stephen Castagne		<b>144,396,828</b>	<b>5.475</b>
Mayberry West Indies Limited		<b>71,149,068.</b>	<b>2.698</b>
JCSD Trustee Services Ltd - Sigma Optima		<b>34,438,339</b>	<b>1.306</b>
Sunfisher Corporation		<b>24,648,118</b>	<b>0.935</b>
Sagicor Pooled Equity Fund		<b>23,313,478</b>	<b>0.884</b>
Keith Binns		<b>20,000,000</b>	<b>0.758</b>

**Supreme Ventures Limited - Directors Holdings**  
**As at September 30, 2016**

Directors Name	Primary Holder	Joint Holders/Connected Interest	Volume	Percentage		
Paul Hoo	Paul Hoo		170,000,000	6.446		
Ian Kent Levy	Ian Kent Levy	Matthew Kent Levy	320,541,171	12.154		
			4,000,000	0.152		
			<b>324,541,171</b>	<b>12.306</b>		
Steven A. Hudson	Janette Stewart	Steven A. Hudson	587,433	0.022		
			<b>587,433</b>	<b>0.022</b>		
Brian R. George	Brian R. George		90,941	0.003		
			155,706	0.006		
			<b>246,647</b>	<b>0.009</b>		
John George Graham	John George Graham	Tracey Elaine Adams-Goldson	1,000	0.000		
			KRASS Investments Limited	John Graham	2,000,000	0.076
					<b>2,001,000</b>	<b>0.076</b>
Barrington Chisholm	Barrington Chisholm	Anna-Kaye Chisholm	994,871	0.038		
			2,848,897	0.108		
			<b>3,843,768</b>	<b>0.146</b>		
Georgios Sampson			<b>Nil</b>	<b>Nil</b>		
Nikolaos Nikolakopoulos			<b>Nil</b>	<b>Nil</b>		
Peter Chin			<b>Nil</b>	<b>Nil</b>		
Ian Moore			<b>Nil</b>	<b>Nil</b>		
Robert Nader			<b>Nil</b>	<b>Nil</b>		

**Supreme Ventures Limited - Senior Management's Shareholdings**

**As at September 30, 2016**

<b>Name</b>			
<b>Account (s)</b>	<b>Joint Holders/Connected Interest</b>	<b>Volume</b>	<b>Percentage</b>
Brian George		90,941	0.0034
		155,706	0.0059
		<b>246,647</b>	<b>0.0094</b>
James Morrison	Joan M. Morrison	<b>345,165</b>	<b>0.0131</b>
Lancelot Thomas		<b>Nil</b>	<b>Nil</b>
Wayne Boodasingh		<b>Nil</b>	<b>Nil</b>
Lorna Gooden	Gregory Paul Anthony Gooden	8,300	0.0003
		8,300	0.0003
		<b>16,600</b>	<b>0.0006</b>
Andrew Bromley		<b>4,000</b>	<b>0.0002</b>
Adam Harris		<b>Nil</b>	<b>Nil</b>
Krista-Gaye Fisher		<b>Nil</b>	<b>Nil</b>
Tashia Hutton		<b>Nil</b>	<b>Nil</b>
Andre Marks		2,200	0.0001
	Opel Marks	5,500	0.0002
		<b>7,700</b>	<b>0.0003</b>
Jason Hall		<b>Nil</b>	<b>Nil</b>
Simone Clarke-Cooper		<b>Nil</b>	<b>Nil</b>
Carolyn Bolt-Nicholas		<b>Nil</b>	<b>Nil</b>





**Corporate Secretariat:**

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Kingston 5

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