

Dragon Community Trust Limited

Statement of Service Performance

For the year ended 31 March 2025

Why the entity exists:

Dragon Community Trust Limited (DCT) was set up to provide financial support to 1) any charitable purpose; 2) any non-commercial purpose that is beneficial to the whole or a section of the community; 3) promoting, controlling, and conducting race meetings under the Racing Act 2003, including the payment of stakes with funds raised via gaming machines in bars/taverns.

DCT currently operates machines at Auckland, Hamilton and Putaruru areas. The company is keen to operate at more venues if the addition(s) would be viable.

Gambling can be a harmful activity for some people and DCT acknowledges its social responsibility in this regard, actively supporting and managing harm minimisation at venues. The company's venue operators are equally active in this area, enforcing the current list of persons excluded from gaming while monitoring gaming activity to identify potential problems and intervene where necessary.

Outputs:

During March 2025 Financial Year, applicants received 42.23% of GST exclusive Gaming Machine Profit (GMP), (2024: 42.72% of GST exclusive GMP).

	2025	2024
Number of Applications	809	782
Total Requested	\$9 million	\$9 million
Average	11,539	11,454
Number Approved	374	424
Total Paid	\$3.01 million	\$3.7 million
Average	\$8,046	\$8,781

DCT is subject to legislation and regulation that requires minimum returns to the community of 40% of GST-exclusive revenue. The company achieved the required community returns in 2025 (42.23%) and accounting profit (40%).

Other Information:

Gross Gaming Machine Profit was \$7.01 m (excluding GST) in 2025, a 15.7% decrease on \$8.32 m ex GST in 2024. The decline is a result of transfer of some venues during the 2025 year.

The company's venues received \$1,093,291 ex GST (2024: \$1,333,400 ex GST) of gross revenue (16%), complying with regulations setting maximum payments to venues. Without venues, DCT would not exist and the company extends its sincere thanks and appreciation to the owners and staff of the 6 different venues.

The company minimises costs wherever possible, to maximise returns to the community. During 2025, the single largest (non-statutory) cost was Depreciation (\$523,842) (2024: \$689,627), followed by Management Costs (\$270,042) (2024: \$272,177), Directors Fees (\$183,770) (2024: \$157,348) and Gaming Machine Repairs & Maintenance (\$112,787) (2024: \$135,851).

Turning to the future, it is hoped and anticipated that gaming revenue will continue to perform at its current levels. The budget and forecast indicate that DCT is on track to achieve 40% profitability and community returns during 2026.

SUMMARY FINANCIAL STATEMENTS

DRAGON COMMUNITY TRUST LIMITED

FOR THE YEAR ENDED 31 MARCH 2025

	Notes	2025	2024
SUMMARY STATEMENT OF COMPREHENSIVE REVENUE & EXPENSES			
INCOME			
Gaming Machine Profits		7,014,055	8,320,344
Other Operating Revenue		390,788	305,736
Total Income		7,404,843	8,626,080
EXPENDITURE			
Gaming Duty & Problem Gambling Levy		1,700,348	2,017,018
Venue Rental		1,093,291	1,333,400
Depreciation		523,842	689,627
Legal Fees and Consulting		323,621	329,457
Other Operating Expenses		725,933	763,567
Finance Costs		72,216	30,703
Total Expenditure		4,439,251	5,163,772
Total Surplus for the Year - Before Distribution		2,965,592	3,462,308
Less: Net Distributions		2,961,714	3,554,301
Net Surplus/(Deficit) for the Period		3,878	(91,993)
SUMMARY STATEMENT OF CHANGES IN NET ASSETS/EQUITY			
Equity at Beginning of Year		853,338	945,331
Net Surplus/(Deficit) for the Period		3,878	(91,993)
Equity at End of Year		857,216	853,338
SUMMARY STATEMENT OF FINANCIAL POSITION			
Current Assets		1,013,441	340,083
Non-Current Assets	3	963,697	1,097,221
Total Assets		1,977,138	1,437,304
Current Liabilities		784,323	583,966
Non-Current Liabilities		335,599	-
Total Liabilities		1,119,922	583,966
Net Assets		857,216	853,338
Represented by:			
Shareholders Equity		857,216	853,338
SUMMARY STATEMENT OF CASH FLOWS			
Net Operating Cash Flow		(128,456)	123,522
Net Investing Cash Flow		470	(398,638)
Net Financing Cash Flow		548,090	(320,271)
Net increase/(decrease) in Cash Held		420,104	(595,387)
Opening Cash Balance		148,181	743,568
Closing Cash Balance		568,285	148,181
Net increase/(decrease) in Cash Held		420,104	(595,387)

SUMMARY FINANCIAL STATEMENTS

DRAGON COMMUNITY TRUST LIMITED
FOR THE YEAR ENDED 31 MARCH 2025

BASIS OF PREPARATION

1. Basis of Preparation

The statement of service performance and these summary financial statements are for Dragon Community Trust Limited (the "Company") for the year ended 31 March 2025

The summary financial statements are presented in New Zealand Dollars (NZD) rounded to the nearest dollar.

The comparative figures are for a period of twelve (12) months

The summary financial statements are presented in summary form and therefore do not give all information required by Generally Accepted Accounting Practice in New Zealand using Public Benefit Entity Standards Reduced Disclosure Regime (PBE Standards RDR). The summary financial statements have been prepared in accordance with PBE FRS 43 Summary Financial Statements.

The full financial report for the Company has been prepared in accordance with Generally Accepted Accounting Practice in New Zealand using PBE Standards RDR.

Due to the summarised nature, these summary financial statements cannot provide a full understanding of the financial performance and financial position of the Company. The understanding can only be obtained by reference to the annual financial report of the Company which is available from the registered office.

2. Nature of Audit Opinion

The full financial reports for the years ended 31 March 2025 and 31 March 2024 have both been audited with unqualified audit opinions issued in respect of each.

3. Non-Current Assets

Non-current assets are made up of the following:

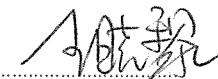
	2025	2024
Property, Plant & Equipment	963,697	1,097,221
	963,697	1,097,221

4. There are no capital commitments as at 31 March 2025 (2024: Nil)

5. At balance date there are no known contingent liabilities (2024: Nil)

The Directors authorised the publication of these Summary Financial Statements on 04.06.2025

Approved on behalf of the board:







JSA Audit Limited
is a CPA Practice



Level 2, 155 Parnell Road
Parnell, Auckland 1052

PO Box 136, Shortland St
Auckland 1140

NZBN: 9429042113638

Phone + 64 9 302 7306

Website www.jsa.net.nz

Email enquiries@jsa.net.nz

REPORT OF THE INDEPENDENT AUDITOR ON THE SUMMARY FINANCIAL STATEMENTS

To the Shareholders of Dragon Community Trust Limited

Opinion

The summary financial statements, which comprise the statement of service performance, the summary statement of financial position as at 31 March 2025, the summary statement of comprehensive revenue & expenses, summary statement of changes in net assets/equity for the year then ended, and related notes, are derived from the audited general purpose financial report of Dragon Community Trust Limited (the Company) for the year ended 31 March 2025.

In our opinion, the accompanying summary financial statements derived from the audited financial statements of Dragon Community Trust Limited for the year ended 31 March 2025 are consistent, in all material respects, with those financial statements, in accordance with FRS-43: *Summary Financial Statements* issued by the New Zealand Accounting Standards Board.

Summary Financial Statements

The summary financial statements do not contain all the disclosures required by Tier 2 Not-for-Profit PBE Accounting Standards – Reduced Disclosure Regime applied in the preparation of the audited general purpose financial report of Dragon Community Trust Limited. Reading the summary financial statements and the auditor's report thereon, therefore, is not a substitute for reading the audited general purpose financial report and the auditor's report thereon. The summary financial statements and the audited general purpose financial report do not reflect the events that occurred subsequent to the date of our report on the audited financial statements.

The Audited General Purpose Financial Report and Our Report Thereon

We expressed an unmodified audit opinion on the audited general purpose financial report in our report dated 04 June 2025.

Directors' Responsibility for the Summary Financial Statements

The Directors are responsible for the preparation of the summary financial statements of Dragon Community Trust Limited in accordance with FRS-43: *Summary Financial Statements*.

Auditor's Responsibility

Our responsibility is to express an opinion on whether the summary financial statements are consistent, in all material respects, with the audited general purpose financial report based on our procedures, which were conducted in accordance with International Standard on Auditing (New Zealand) (ISA (NZ)) 810 (Revised), Engagements to Report on Summary Financial Statements.

Other than in our capacity as auditor we have no relationship with, or interests in, Dragon Community Trust Limited.

Restricted Use

This report is made solely to the shareholders, as a body. Our audit has been undertaken so that we might state to the shareholders those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the shareholders as a body, for our work, for this report, or for the opinions we have formed.

JSA AUDIT LTD

JSA AUDIT LIMITED
Parnell, Auckland
04 June 2025