

REPORT OF THE INDEPENDENT AUDITOR ON THE SUMMARY FINANCIAL STATEMENTS

To the Shareholders of Dragon Community Trust Limited

The accompanying summary financial statements, which comprise the summary balance sheet as at 31 March 2013, the summary statement of financial performance, summary statement of movements in equity, and related notes, are derived from the audited financial statements of Dragon Community Trust Limited for the year ended 31 March 2013. We expressed an unmodified audit opinion on those financial statements in our report dated 11 June 2013. Those financial statements, and the summary financial statements, do not reflect the effects of events that occurred subsequent to the date of our report on those financial statements.

The summary financial statements do not contain all the disclosures required for full financial statements under generally accepted accounting practice in New Zealand. Reading the summary financial statements, therefore, is not a substitute for reading the audited financial statements of Dragon Community Trust Limited.

Directors' Responsibility for the Summary Financial Statements

The directors are responsible for the preparation of a summary of the audited financial statements in accordance with FRS-43: Summary Financial Statements.

Auditor's Responsibility

Our responsibility is to express an opinion on the summary financial statements based on our procedures, which were conducted in accordance with International Standard on Auditing (New Zealand) (ISA (NZ)) 810, "Engagements to Report on Summary Financial Statements."

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

Matter of Emphasis

The financial statements have been prepared on a going concern assumption. This assumes that the application to the Department of Internal Affairs for the renewal of the Class 4 Operator's and Venue licence will be renewed to enable the Company to continue operation. The financial statements do not include any adjustments that would result should the Department of Internal Affairs not renew the Company's Class 4 Operator's and Venue licence.

Opinion

In our opinion, the summary financial statements derived from the audited financial statements of Dragon Community Trust Limited for the year ended 31 March 2013 are consistent, in all material respects, with those financial statements, in accordance with FRS-43; Summary Financial Statements.

CST Nexia Audit

CST Nexia Audit
Chartered Accountants
Manukau City, New Zealand

15 DECEMBER 2014

SUMMARY FINANCIAL STATEMENTS

DRAGON COMMUNITY TRUST LIMITED

FOR THE YEAR ENDED 31 MARCH 2013

	2013 12 Months NZ\$	2012 14 Months NZ\$
SUMMARY STATEMENT OF FINANCIAL PERFORMANCE		
INCOME		
Gaming Machine Profits	3,116,457	3,564,441
Other Income	2,930	3,240
Total Income	3,119,387	3,567,681
EXPENDITURE		
Gaming Duty	769,825	880,488
Venue Payments	424,557	394,535
Depreciation	228,449	194,783
Compliance & Regulatory Costs	202,978	158,552
Other Operating Costs	261,006	286,160
Interest Costs	63,561	82,292
Total Expenditure	1,950,376	1,996,810
Surplus for the period	1,169,011	1,570,871
Grants Paid	1,291,660	1,444,758
Net Surplus/(Deficit) for the Period Before Tax Expense	(122,649)	(1,914,518)
Tax Expense	820	907
Net Surplus/(Deficit) for the Period	(123,469)	125,206
SUMMARY STATEMENT OF MOVEMENTS IN EQUITY		
Equity at Beginning of Year	125,206	-
Net Surplus/(Deficit) for the Period	(123,469)	125,206
Equity at End of Year	1,737	125,206
SUMMARY BALANCE SHEET		
Current Assets	117,993	353,621
Non-Current Liabilities-Term Debt	275,186	435,100
Total Assets	393,179	788,721
Current Liabilities	345,970	455,907
Non-Current Liabilities	45,472	207,608
Total Liabilities	391,442	663,515
Net Assets	1,737	125,206
Represented by:		
Shareholders Equity	1,737	125,206



SUMMARY FINANCIAL STATEMENTS

DRAGON COMMUNITY TRUST LIMITED FOR THE YEAR ENDED 31 MARCH 2013

BASIS OF PREPARATION

1. Basis of Preparation

These summary financial statements are for Dragon Community Trust Limited (the "Company") for the year ended 31 March 2013 authorised for issue on 10 June 2013.

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

The comparative figures are for a period of fourteen (14) months.

These summary financial statements are presented in summary form and therefore do not give all information required by NZ GAAP. The Summary Financial Statements have been prepared in accordance with FRS 43 Summary Financial Statements.

The full financial statements for the Company has been prepared in accordance with New Zealand Generally Accepted Accounting Principles and comply with the Old GAAP in New Zealand as appropriate and which qualify for differential reporting concessions.

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 statements of the Company which is available from the registered office.

2. Nature of Audit Opinion

The full financial statements for the year ended 31 March 2013 have been audited with unmodified audit opinion issued with an matter of emphasis paragraph on the company's going concern being reliant on renewal of Operator's licence renewal.

3. Non-Current Assets

Non-current assets are made up of the following:

	2013	2012
Fixed Assets	275,186	435,100
	<u>275,186</u>	<u>435,100</u>

4. Term Debt

The term loans consists of three separate loans from Mutual Credit Finance financed for 36 months. The interest rate at balance date was 16.22% p.a. Finance is secured over gaming assets of the Company in note 3.

5. There are no capital commitments as at 31 March 2013 (2012: Nil)

6. At balance date there are no known contingent liabilities (2012: Nil)

The Directors authorised the publication of these Summary Financial Statements on 15 December 2014.

Approved on behalf of the board:

