

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 2014, 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 2014. We expressed an unmodified audit opinion on those financial statements in our report dated 17 June 2014. 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 2014 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 2014

	2014 12 Months NZ\$	2013 12 Months NZ\$
SUMMARY STATEMENT OF FINANCIAL PERFORMANCE		
INCOME		
Gaming Machine Profits	2,791,554	3,116,457
Other Income	54	2,930
Total Income	2,791,608	3,119,387
EXPENDITURE		
Gaming Duty	685,319	769,825
Venue Payments	422,926	424,557
Depreciation	220,362	228,449
Compliance & Regulatory Costs	214,579	202,978
Other Operating Costs	176,000	261,006
Interest Costs	35,877	63,561
Total Expenditure	1,755,063	1,950,376
Surplus for the period	1,036,545	1,169,011
Grants Paid	1,045,267	1,291,660
Net Surplus/(Deficit) for the Period Before Tax Expense	(8,722)	(122,649)
Tax Expense	15	820
Net Surplus/(Deficit) for the Period	(8,737)	(123,469)
SUMMARY STATEMENT OF MOVEMENTS IN EQUITY		
Equity at Beginning of Year	1,737	125,206
Net Surplus/(Deficit) for the Period	(8,736)	(123,469)
Equity at End of Year	(6,999)	1,737
SUMMARY BALANCE SHEET		
Current Assets	211,469	117,993
Non-Current Assets	618,293	275,186
Total Assets	829,762	393,179
Current Liabilities	444,999	345,970
Non-Current Liabilities-Term Debt	391,762	45,472
Total Liabilities	836,761	391,442
Net Assets	(6,999)	1,737
Represented by:		
Shareholders Equity	(6,999)	1,737

SUMMARY FINANCIAL STATEMENTS

DRAGON COMMUNITY TRUST LIMITED FOR THE YEAR ENDED 31 MARCH 2014

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 2014 authorised for issue on 17 June 2014.

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 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 years ended 31 March 2014 and 31 March 2013 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:

	2014	2013
Fixed Assets	618,293	275,186
	618,293	275,186

4. Term Debt

The term loans consists of six separate loans from Mutual Credit Finance financed for 36 months. The interest rates range from 13.75% to 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 2014 (2013: Nil)

6. At balance date there are no known contingent liabilities (2013: Nil)

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

Approved on behalf of the board:

