MLG INVESTMENTS LIMITED

DIRECTORS' REPORT AND ACCOUNTS

31 DECEMBER 2006

COMPANY REGISTRATION NUMBER: 05003745

MLG INVESTMENTS LIMITED

REPORT OF THE DIRECTORS

The Directors present their report and audited financial statements for the 52 week period ended 31 December 2006

1 PRINCIPAL ACTIVITY

The Company acts as a holding company The principal activity of its subsidiary undertakings is the operation of casinos

2 BUSINESS REVIEW AND RESULTS

The trading for the 52 week period has resulted in a profit after taxation of £130,260 (52 week period ending 31 December 2005 -£nil) The Directors do not recommend payment of a dividend (52 week period ending 31 December 2006 - £nil)

On 25 January 2006, the Company was acquired by Genting Stanley plc (formerly Stanley Leisure plc)

The Directors expect the past level of activity will be sustained for the foreseeable future

The management of the business and the execution of the Company's strategy are subject to a number of risks The key business risks affecting the company are considered to relate to competition and the regulatory framework

The Directors of Genting Stanley plc manage the group's operations on a divisional basis, for details of divisional performance of which this Company forms part, see the Genting Stanley plc financial statements available from the address shown in note 30 For this reason, the Company's Directors believe that analysis using key performance indicators for the Company is not appropriate for an understanding of the development, performance or position of the business of MLG Investments Limited

3 DIRECTORS

Directors who have served are

P M Brooks (appointed 31/01/07)
A M Riddy (appointed 14/02/07)
C C Child (appointed 25/01/06, resigned 14/02/07)
R Wiper (appointed 25/01/06, resigned 31/01/07)

4 EMPLOYEES

Our employees are important to us and we endeavour to foster a working environment that reflects this We make specific arrangements, including presentations and newsletters, to ensure that they are kept informed of the Group's performance, activities and future plans

The Company is committed to a policy of equal opportunity in matters relating to employment, training and career development of employees and is opposed to any form of less favourable treatment afforded on the grounds of disability, sex, race or religion

5 STATEMENT OF DIRECTORS' RESPONSIBILITIES IN RESPECT OF THE FINANCIAL STATEMENTS

The Directors are responsible for preparing the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice)

MLG INVESTMENTS LIMITED

REPORT OF THE DIRECTORS (CONTINUED)

5 STATEMENT OF DIRECTORS' RESPONSIBILITIES IN RESPECT OF THE FINANCIAL STATEMENTS (Continued)

The Directors are responsible for preparing financial statements for each financial year which give a true and fair view in accordance with United Kingdom Generally Accepted Accounting Practice, of the state of affairs of the Company and of the profit or loss of the Company for that period In preparing those financial statements, the Directors are required to

- select suitable accounting policies and then apply them consistently,
- make judgements and estimates that are reasonable and prudent,
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements, and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue in business

The Directors confirm that they have complied with the above requirements in preparing the financial statements

The Directors are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the Company and enable them to ensure that the financial statements comply with the Companies Act 1985 They are also responsible for safeguarding the assets of the Company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities

Each Director at the date of the financial statements has confirmed, so far as the Director is aware, that there is no relevant audit information of which the Company's auditors are unaware Each Director has taken appropriate steps to make themselves aware of any such information and to establish that the Company's auditors are aware of that information

6 AUDITORS

In accordance with section 386 of the Companies Act 1985, by an elective resolution of the Company, PricewaterhouseCoopers LLP are deemed reappointed as auditors for the succeeding year

7 POST BALANCE SHEET EVENTS

The main rate of corporation tax will become 28% with effect from 30% from 1st April 2008 (31 December 2007 30%)

By Order of the Board

A M Riddy
Director
31 October 2007

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF MLG INVESTMENTS LIMITED

We have audited the financial statements of MLG Investments Limited for the 52 weeks ended 31 December 2006 which comprise the Profit and Loss Account, the Balance Sheet, the Reconciliation of Movements in Equity Shareholders' Funds and the related notes These financial statements have been prepared under the accounting policies set out therein

Respective responsibilities of Directors and Auditors

The directors' responsibilities for preparing the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) are set out in the Statement of Directors' Responsibilities

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland) This report including the opinion, has been prepared for and only for the company's members as a body in accordance with Section 235 of the Companies Act 1985 and for no other purpose We do not, in giving this opinion, accept or assume responsibility for any other purpose or to any other person to whom this report is shown or into whose hands it may come save where expressly agreed by our prior consent in writing

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985 We also report to you whether in our opinion the information given in the Directors' Report is consistent with the financial statements

In addition we report to you if, in our opinion, the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding directors' remuneration and other transactions is not disclosed

We read the Directors' Report and consider the implications for our report if we become aware of any apparent misstatements within it

Basis of audit opinion

We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) issued by the Auditing Practices Board An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements It also includes an assessment of the significant estimates and judgments made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements

Opinion

In our opinion

- the financial statements give a true and fair view, in accordance with United Kingdom Generally Accepted Accounting Practice, of the state of the company's affairs as at 31 December 2006 and of its profit for the 52 weeks then ended,

- the financial statements have been properly prepared in accordance with the Companies Act 1985, and

- the information given in the Directors' Report is consistent with the financial statements

PricewaterhouseCoopers LLP

PricewaterhouseCoopers LLP
Chartered Accountants and Registered Auditors
Manchester
31 October 2007

MLG INVESTMENTS LIMITED

PROFIT AND LOSS ACCOUNT FOR THE 52 WEEKS ENDED 31 DECEMBER 2006

	2006 £	2005 £
TURNOVER	-	-
COST OF SALES	-	-
GROSS PROFIT	-	-
Other operating income	186,085	-
OPERATING PROFIT	186,085	-
Net interest payable	-	-
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION (Note 2)	186,085	-
Taxation on ordinary activities (Note 3)	(55,826)	-
PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION (Note 8)	130,260	-

The results for the period relate to continuing activities

There were no recognised gains and losses for 2006 or 2005 other than those included in the profit and loss account

The notes on pages 7 to 10 form part of these financial statements

MLG INVESTMENTS LIMITED

BALANCE SHEET AS AT 31 DECEMBER 2006

	2006	2005
	£	£
FIXED ASSETS		
Investments (Note 4)	74,191	74,191
CURRENT ASSETS		
Debtors (Note 5)	581,575	6,889,379
CREDITORS - Amounts falling due within one year (Note 6)	(527,196)	(6,965,260)
NET CURRENT ASSETS	54,379	(75,881)
TOTAL ASSETS LESS CURRENT LIABILITIES	128,570	(1,690)
PROVISIONS FOR LIABILITIES AND CHARGES	-	-
TOTAL NET ASSETS	128,570	(1,690)
CAPITAL AND RESERVES		
Called up share capital (Note 7)	1	1
Profit and loss account (Note 8)	128,569	(1,691)
EQUITY SHAREHOLDERS' FUNDS/ (DEFICIT)	128 570	(1 690)

APPROVED BY THE BOARD ON 31 october 2007

A M Riddy
DIRECTOR

The notes on pages 7 to 10 form part of these financial statements

MLG INVESTMENTS LIMITED

RECONCILIATION OF MOVEMENTS IN EQUITY SHAREHOLDERS' FUNDS/ (DEFICIT) FOR THE 52 WEEKS ENDED 31 DECEMBER 2006

	2006 £	2005 £
Profit for the period after taxation	130,260	-
Net increase in shareholders' funds	130,260	-
Opening shareholders' deficit	(1,690)	(1,690)
Closing shareholders' funds/ (deficit)	128,570	(1,690)

MLG INVESTMENTS LIMITED

NOTES TO THE ACCOUNTS – 31 DECEMBER 2006

1 ACCOUNTING POLICIES

(a) Accounting convention

The accounts have been prepared under the historical cost convention and in accordance with applicable UK accounting standards and the Companies Act 1985

(b) Accounting year end

In accordance with Group accounting policies the accounts have been prepared for the 52 weeks ending 31 December 2006

(c) Cashflow statement

In accordance with FRS1 (Revised) the Company has not prepared a cashflow statement since a consolidated cashflow statement is included within the accounts of Genting Stanley plc

(d) Taxation

Corporation tax is provided on the assessable profits of the Company at the appropriate rates in force Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events that result in an obligation to pay more tax in the future or a right to pay less tax in the future have occurred at the balance sheet date Timing differences are differences between the Company's taxable profits and its results as stated in the financial statements

Deferred tax is measured at the average tax rates that are expected to apply in the periods in which the timing differences are expected to reverse, based on tax rates and laws that have been enacted or substantially enacted by the balance sheet date Deferred tax is measured on a non-discounted basis
Deferred tax is not recognised when fixed assets are revalued unless by the Balance Sheet date there is a binding agreement to sell the revalued assets and the gain or loss expected to arise on the sale has been recognised in the Financial Statements Neither is deferred tax recognised when fixed assets are sold and it is expected that the taxable gain will be rolled over, being charged to tax only if and when the replacement assets are sold

(e) FRS 8 - Related party transactions

The Company has taken advantage of the exemption allowed by FRS 8 not to disclose related party transactions with undertakings controlled within the Group

(f) Investments

Investments in subsidiaries are stated at cost less provision for any impairment in value net of long term loans from these subsidiaries

MLG INVESTMENTS LIMITED

NOTES TO THE ACCOUNTS – 31 DECEMBER 2006

2 PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION

Profit on ordinary activities before taxation is stated after charging the following

	2006 £	2005 £
Income from R J Bown (Holdings) Limited	186,085	-

Auditors' remuneration is bourne by other companies in the Genting Stanley plc Group

Employee and Directors' costs are bourne by other companies in the Genting Stanley plc Group

3 TAXATION ON PROFIT ON ORDINARY ACTIVITIES

	2006 £	2005 £
The tax charge comprises		
Corporation tax at 30 0% (2005- 30 0%) - current period	55,826	-
- prior period	-	-
Total current tax	55 826	-

The tax charge for the period is lower than the standard rate of U K corporation tax The differences are explained as follows

	£	£
Profit on ordinary activities before tax	186 085	-
Expected tax at 30%	55,826	-

MLG INVESTMENTS LIMITED

NOTES TO THE ACCOUNTS – 31 DECEMBER 2006

4 INVESTMENTS

	£
At 1 January 2006 and 31 December 2006	74,191

The following principal subsidiaries and their voting rights were wholly owned either directly or indirectly by the Company at 31 December 2006

	Activity	Country of Registration
Tameview Properties Limited	Trading	England
Westcliff Casino Limited	Trading	England
Westcliff (CG) Limited	Trading	England
Spielers Casino (Southend) Limited	Trading	England
Metro Leisure Group Limited	Dormant	England

Group accounts have not been prepared as MLG Investments Limited is a wholly owned subsidiary of an undertaking incorporated in the UK, therefore financial information is presented for the Company as an individual undertaking In the Directors' opinion the value of the aggregate investment in each subsidiary is not less than the amount at which it is stated in these accounts

5 DEBTORS

	2006 £	2005 £
Amounts due from group undertakings	581,575	6,889,379

Amounts due from group undertakings represent non-interest bearing inter company balances repayable on demand

6 CREDITORS - AMOUNTS FALLING DUE WITHIN ONE YEAR

	2006 £	2005 £
Amounts due to group undertakings	471,370	6,965,260
Corporation tax	55 826	-
	527,196	6,965,260

Amounts due to group undertakings represent non-interest bearing inter company balances repayable on demand

7 CALLED UP SHARE CAPITAL

	2006 £	2005 £
Authorised		
Equity - 1000 ordinary shares of £1 each	1,000	1,000
Allotted, issued and fully paid		
Equity - 1 ordinary share of £1 each	1	1

8 RESERVES

	Profit and Loss Account £
At 1 January 2006	(1,691)
Profit for the period	130,260
At 31 December 2006	128,569

9 ULTIMATE PARENT UNDERTAKING

Genting International plc, a company registered in the Isle of Man and listed on the Main Board of the Singapore Exchange Securities Trading Limited, is the ultimate parent undertaking The immediate parent company is Stanley Casinos Limited

The ultimate holding company is Genting Berhad, a company incorporated in Malaysia and whose shares are listed on the Bursa Malaysia Securities Berhad

10 EVENTS AFTER THE BALANCE SHEET DATE

The main rate of corporation tax will become 28% with effect from 30% from 1st April 2008 (31 December 2007 30%)