

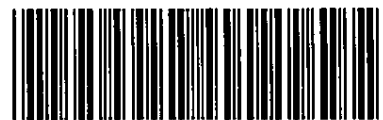
**MLG INVESTMENTS LIMITED**

**DIRECTORS' REPORT AND ACCOUNTS**

**31 DECEMBER 2007**

**COMPANY REGISTRATION NUMBER: 05003745**

SATURDAY



\*AUXZN490\*

A18

25/10/2008

283

COMPANIES HOUSE

## **MLG INVESTMENTS LIMITED**

### **REPORT OF THE DIRECTORS**

The Directors present their report and audited financial statements for the year ended 31 December 2007

#### **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 Company did not trade during the year. During the year ended 31 December 2006 the company made a profit of £130,260. The Directors do not recommend payment of a dividend (year ending 31 December 2006 - £nil).

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 the division which this Company forms part of, see the Genting Stanley plc financial statements. 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 January 2007)

A M Riddy (appointed 14 February 2007, resigned 13 February 2008)

C C Child (resigned 14 February 2007)

R Wiper (resigned 31 January 2007)

N Perrin (appointed 13 February 2008)

#### **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

By Order of the Board



N Perrin  
Director  
3 October 2008

## INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF MLG INVESTMENTS LIMITED

We have audited the financial statements of MLG Investments Limited for the year ended 31 December 2007 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 2007 and of its result for the year 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  
Chartered Accountants and Registered Auditors  
Liverpool

3 October 2008

**MLG INVESTMENTS LIMITED****PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 DECEMBER 2007**

	<u>2007</u> £	<u>2006</u> £
<b>GROSS PROFIT</b>	-	-
Other operating income	-	186,085
<b>OPERATING PROFIT</b>	-	186,085
<b>PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION</b> (Note 2)	-	186,085
Taxation on ordinary activities (Note 3)	-	(55,826)
<b>PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION</b> (Note 8)	-	130,259

The results for the period relate to continuing activities

There were no recognised gains and losses for 2007 or 2006 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 2007**

	<u>2007</u> £	<u>2006</u> £
<b>FIXED ASSETS</b>		
Investments (Note 4)	74,191	74,191
<b>CURRENT ASSETS</b>		
Debtors (Note 5)	581,575	581,575
<b>CREDITORS - Amounts falling due within one year (Note 6)</b>	<u>(527,196)</u>	<u>(527,196)</u>
<b>NET CURRENT ASSETS</b>	<u>54,379</u>	<u>54,379</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>	128,570	128,570
<b>TOTAL NET ASSETS</b>	<u>128,570</u>	<u>128,570</u>
<b>CAPITAL AND RESERVES</b>		
Called up share capital (Note 7)	1	1
Profit and loss account (Note 8)	<u>128,569</u>	<u>128,569</u>
<b>EQUITY SHAREHOLDERS' FUNDS</b>	<u>128,570</u>	<u>128,570</u>

APPROVED BY THE BOARD ON 3 OCTOBER 2008



N Perrin  
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 YEAR ENDED 31  
DECEMBER 2007**

	<u>2007</u> £	<u>2006</u> £
Profit for the period after taxation	-	130,260
Net increase in shareholders' funds	-	130,260
Opening shareholders' funds/(deficit)	128,570	(1,690)
Closing shareholders' funds	128,570	128,570

# **MLG INVESTMENTS LIMITED**

## **NOTES TO THE ACCOUNTS – 31 DECEMBER 2007**

### **1 ACCOUNTING POLICIES**

#### **(a) Accounting convention**

These financial statements are prepared on the going concern basis, under the historical cost convention, and in accordance with the Companies Act 1985 and applicable accounting standards in the United Kingdom. The principal accounting policies, which have been applied consistently throughout the year, are set out below.

#### **(b) Accounting year end**

The Company's accounting reference date is 31 December. Consistent with the normal monthly reporting process, the actual date to which the balance sheet is drawn up to is 30 December 2007 (2006: 31 December 2006). For ease of reference in these financial statements, all references to the results are for the year ended 31 December 2007 (2006: 31 December 2006) and the financial position at 31 December 2007 (2006: 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 2007

### 2 PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION

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

	<u>2007</u> £	<u>2006</u> £
Income from R J Bown (Holdings) Limited	-	186,085

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

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

### 3 TAXATION ON PROFIT ON ORDINARY ACTIVITIES

	<u>2007</u> £	<u>2006</u> £
The tax charge comprises		
Corporation tax at 30 0% (2006 - 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 2007

### 4 INVESTMENTS

At 1 January 2007 and 31 December 2007

£

74,191

The following principal subsidiaries and their voting rights were wholly owned either directly or indirectly by the Company at 31 December 2007

	<u>Activity</u>	<u>Country of Registration</u>
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

	<u>2007</u> £	<u>2006</u> £
Amounts due from group undertakings	<u>581,575</u>	<u>581,575</u>

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

### 6 CREDITORS - AMOUNTS FALLING DUE WITHIN ONE YEAR

	<u>2007</u> £	<u>2006</u> £
Amounts due to group undertakings	471,370	471,370
Corporation tax	<u>55,826</u>	<u>55,826</u>
	<u>527,196</u>	<u>527,196</u>

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

# MLG INVESTMENTS LIMITED

## NOTES TO THE ACCOUNTS – 31 DECEMBER 2007

### 7 CALLED UP SHARE CAPITAL

	<u>2007</u> £	<u>2006</u> £
<b>Authorised</b>		
Equity - 1000 ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>
<b>Allotted, issued and fully paid</b>		
Equity - 1 ordinary share of £1 each	<u>1</u>	<u>1</u>

### 8 RESERVES

	<u>Profit and Loss Account</u> £
At 1 January 2007	128,569
Profit for the period	<u>-</u>
At 31 December 2007	<u>128,569</u>

### 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. The financial statements for this company may be obtained from 16th Floor, Wisma Genting, 28 Jalan Sultan Ismail, 50250, Kuala Lumpur.