

Company Registration No 05984506 (England and Wales)

EUROPEAN GAMING LIMITED
DIRECTORS' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 8 JUNE 2013



EUROPEAN GAMING LIMITED

COMPANY INFORMATION

Directors	P Harvey N O'Connell (Appointed 16 January 2013)
Secretary	K Wilson
Company number	05984506
Registered office	Birch House Woodlands Business Park Linford Wood West Milton Keynes Buckinghamshire England MK14 6EW
Independent auditors	PricewaterhouseCoopers LLP Chartered Accountants and Statutory Auditors Exchange House, Central Business Exchange Midsummer Boulevard Milton Keynes MK9 2DF
Bankers	The Royal Bank of Scotland 501 Silbury Boulevard Saxon Gate East Milton Keynes MK9 3ER
Solicitors	Maitland Walker Solicitors 19 Imperial Square Cheltenham Gloucestershire GL50 1QZ

EUROPEAN GAMING LIMITED

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EUROPEAN GAMING LIMITED

DIRECTORS' REPORT

FOR THE YEAR ENDED 8 JUNE 2013

The directors present their report and financial statements for the year ended 8 June 2013

Principal activities and review of the business

The principal activity of the company is that of a holding company and will remain the same in the future

The only activities of the company are a loan from Westpac Institutional bank on which interest is charged and interest rate swaps with National Australia Bank and Australia & New Zealand bank to manage the risk associated with movements in LIBOR

The Directors' Report has been prepared in accordance with the special provisions relating to the small companies within Part 15 of the Companies Act 2006

In the year the company booked an impairment charge of £2.6m against the carrying value of its investments (Year ended 09 June 2012 £1.8m) following a review of the business investment's performance, and its expected future cash flows

The recoverable amount of the investment in the subsidiary has been determined based on a value-in-use calculation. This calculation uses cash flow projections based on the budget approved by the board for the next financial year and management's forecasts covering a five year period. Cash flows beyond the five year period have been extrapolated using a growth rate not exceeding the long-term average growth rate for the sector in which the business operates. This impairment charge arose from the annual review of the 2009 look back test, all other look back tests carried out by the company show no requirement to impair.

The subsidiaries' operations have been impacted by the difficult trading environment in the UK due to the economy. Due to the continued slow road to recovery of the economy the board have taken the difficult but necessary decision to write-down the carrying value of the investment by £2.6m (see note 7).

Results and dividends

The results for the year are set out on page 5

The directors do not recommend payment of an ordinary dividend

Post balance sheet events

On 27 August 2013 the company disposed of 100% of the share capital of CZ Holdings Limited, a subsidiary of the company, via a management buyout

Directors

The following directors have held office since 10 June 2012

P Harvey

N O'Connell

RM Gunston

(Appointed 16 January 2013)

(Resigned 3 December 2012)

Interest rate risk

There is a bank loan in place with Westpac Banking Corporation at the balance sheet date which carries a floating rate of interest, based on LIBOR. As this exposes the Company to interest rate risk from movements in LIBOR, the decision was made to enter into an interest rate swap with both National Australia Bank and Australia and New Zealand Banking Group in order to manage this risk.

Independent auditors

The auditors, PricewaterhouseCoopers LLP, are deemed to be reappointed under section 487(2) of the Companies Act 2006

EUROPEAN GAMING LIMITED

DIRECTORS' REPORT (CONTINUED)

FOR THE YEAR ENDED 8 JUNE 2013

Statement of directors' responsibilities

The directors are responsible for preparing the Directors' Report and the financial statements in accordance with applicable law and regulations

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing these financial statements, the directors are required to

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

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and 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 2006. 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.

Statement of disclosure to auditors

So far as each of the directors are aware, there is no relevant audit information of which the company's auditors are unaware. Additionally, the directors have taken all the necessary steps that they ought to have taken as directors in order to make themselves aware of all relevant audit information and to establish that the company's auditors are aware of that information.

Going concern

The financial statements have been prepared on the going concern basis. The company is dependent for its working capital on funds provided to it by its subsidiaries. The ultimate group parent, Tatts Group Limited, has indicated that it will continue to make available such funds as are needed by the company and in particular will not seek repayment of the amounts currently made available. This will enable the company to continue in operational existence for the foreseeable future by meeting its liabilities as they fall due for payment. The directors acknowledge that there can be no certainty that this support will continue, as a result, a letter of support has been obtained from the ultimate group parent Tatts Group Limited. The terms of the letter offer financial support as required for the 12 month period post the signing of these financial statements.

By order of the board



K Wilson
Secretary

6 November 2013

EUROPEAN GAMING LIMITED

INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF EUROPEAN GAMING LIMITED

We have audited the financial statements of European Gaming Limited for the year ended 8 June 2013 which comprise the Profit and Loss Account, the Balance Sheet and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Respective responsibilities of directors and auditors

As explained more fully in the Statement of Directors' Responsibilities set out on pages 1 - 2, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

This report, including the opinions, has been prepared for and only for the company's members as a body in accordance with Chapter 3 of Part 16 of the Companies Act 2006 and for no other purpose. We do not, in giving these opinions, 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.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed, the reasonableness of significant accounting estimates made by the directors, and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Directors' Report to identify material inconsistencies with the audited financial statements. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

Opinion on financial statements

In our opinion the financial statements

- give a true and fair view of the state of the company's affairs as at 8 June 2013 and of its loss for the year then ended,
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Opinion on other matter prescribed by the Companies Act 2006

In our opinion the information given in the Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

EUROPEAN GAMING LIMITED

INDEPENDENT AUDITORS' REPORT (CONTINUED) TO THE MEMBERS OF EUROPEAN GAMING LIMITED

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us, or
- the financial statements are not in agreement with the accounting records and returns, or
- certain disclosures of directors' remuneration specified by law are not made, or
- we have not received all the information and explanations we require for our audit, or
- the directors were not entitled to prepare the financial statements in accordance with the small company regime and take advantage of the small companies' exemption in preparing the directors report



Mr Paul Norbury (Senior Statutory Auditor)
for and on behalf of PricewaterhouseCoopers LLP

6 November 2013

Chartered Accountants and Statutory
Auditors
Exchange House, Central Business
Exchange
Midsummer Boulevard
Milton Keynes
MK9 2DF

EUROPEAN GAMING LIMITED

PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 8 JUNE 2013

	Notes	08/06/2013 £000	09/06/2012 £000
Exceptional administrative expenses	3		
Investment impairment		(2,590)	(1,845)
		<hr/>	<hr/>
Operating loss	4	-	-
		<hr/>	<hr/>
Loss on ordinary activities before interest		(2,590)	(1,845)
Interest payable and similar charges	5	(4,480)	(4,572)
		<hr/>	<hr/>
Loss on ordinary activities before taxation		(7,070)	(6,417)
Tax on loss on ordinary activities	6	-	-
		<hr/>	<hr/>
Loss for the financial year	12	(7,070)	(6,417)
		<hr/>	<hr/>

The profit and loss account has been prepared on the basis that all operations are continuing operations

There are no recognised gains and losses other than those passing through the profit and loss account

EUROPEAN GAMING LIMITED

BALANCE SHEET

AS AT 8 JUNE 2013

		08/06/2013		09/06/2012	
	Notes	£000	£000	£000	£000
Fixed assets					
Investments	7		56,058		58,648
Current assets					
Debtors	8	55,221		54,579	
Cash at bank and in hand		1		1	
		<u>55,222</u>		<u>54,580</u>	
Creditors: amounts falling due within one year	9	(99,108)		(182,575)	
Net current liabilities			(43,886)		(127,995)
Total assets less current liabilities			<u>12,172</u>		<u>(69,347)</u>
Creditors: amounts falling due after more than one year	10		(90,589)		(2,000)
Net liabilities			<u>(78,417)</u>		<u>(71,347)</u>
Capital and reserves					
Called up share capital	11		50,000		50,000
Profit and loss account	12		(128,417)		(121,347)
Total shareholders' deficit	13		<u>(78,417)</u>		<u>(71,347)</u>

The financial statements on page 5 to 16 were approved by the board and signed on its behalf on 6 November 2013


P Harvey
Director

Company Registration No. 05984506

EUROPEAN GAMING LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 8 JUNE 2013

1 Accounting policies

1.1 Accounting convention

These financial statements are prepared on the going concern basis, under the historical cost convention, and in accordance with the Companies Act 2006 and applicable accounting standards in the United Kingdom. The principal accounting policies, which have been applied consistently throughout the year, are set out below.

As the company is wholly owned by Tatts Group Limited, the company has taken advantage of the exemption contained in Financial Reporting Standard 8 'Related party disclosures' and has therefore not disclosed transactions or balances with entities which form part of the group. The consolidated financial statements of Tatts Group Limited, within which this company is included, can be obtained from the address given in note 17.

The financial statements have been prepared on the going concern basis. The company is dependent for its working capital on funds provided to it by its subsidiaries. The group has indicated that it will continue to make available such funds as are needed by the company and in particular will not seek repayment of the amounts currently made available. This will enable the company to continue in operational existence for the foreseeable future by meeting its liabilities as they fall due for payment. The directors acknowledge that there can be no certainty that this support will continue, as a result, a letter of support has been obtained from the ultimate group parent Tatts Group Limited. The terms of the letter offer financial support as required for the 12 month period post the signing of these financial statements.

The company has taken advantage of the exemption in Financial Reporting Standard No 1 (Revised 1996) from the requirement to produce a cash flow statement on the grounds that it is a subsidiary undertaking where 90 percent or more of the voting rights are controlled within the group.

1.2 Investments

Investments in subsidiary undertakings are recorded at cost plus incidental expenses less any provision for impairment. Impairment reviews are performed by the directors when there has been an indication of potential impairment.

The impairment has been determined using the value-in-use model and discounted cash flows and the impairment has been charged to the profit & loss account.

1.3 Deferred taxation

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.

A net deferred tax asset is recognised as recoverable and therefore recognised only when, on the basis of all available evidence, it can be regarded as more likely than not that there will be suitable taxable profits against which to recover carried forward tax losses and from which the future reversal of underlying timing differences can be deducted.

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 substantively enacted by the balance sheet date.

EUROPEAN GAMING LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 8 JUNE 2013

2 Fair values of financial assets and financial liabilities

The bank loan in place as at the balance sheet date carries a floating rate of interest, based on LIBOR. This exposes the company to interest rate risk from movements in LIBOR. The company entered into an interest rate swap with both National Australia Bank and Australia and New Zealand Banking Group in order to manage the interest rate risk on this facility.

The fair value of the interest rate swap asset at the year end is shown in the table below. As these financial statements are prepared under UK Accounting Standards this amount is not recognised in the financial statements, just disclosed.

	08/06/2013 £	09/06/2012 £
Interest rate swap	1,009,593	3,582,703

3 Exceptional administrative expenses - Investment impairment

In the year the company booked an impairment charge of £2.6m against the carrying value of its investments (Year ended 09 June 2012: £1.8m) following a review of the business investment's performance, and its expected future cash flows.

The recoverable amount of the investment in the subsidiary has been determined based on a value-in-use calculation. This calculation uses cash flow projections based on the budget approved by the board for the next financial year and management's forecasts covering a five year period. Cash flows beyond the five year period have been extrapolated using a growth rate not exceeding the long-term average growth rate for the sector in which the business operates. This impairment charge arose from the annual review of the 2009 look back test, all other look back tests carried out by the company show no requirement to impair.

The subsidiaries' operations have been impacted by the difficult trading environment in the UK due to the economy. Due to the continued slow road to recovery of the economy the board have taken the difficult but necessary decision to write-down the carrying value of the investment by £2.6m (see note 7).

4 Operating loss	08/06/2013 £000	09/06/2012 £000
Operating loss is stated after charging		
Auditors' remuneration	-	-

Auditors' remuneration of £5,100 (Year ended 9 June 2012: £5,000) was borne by RAL Limited, a subsidiary of the company.

EUROPEAN GAMING LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 8 JUNE 2013

5	Interest payable and similar charges	08/06/2013 £000	09/06/2012 £000
	On bank loans and overdrafts	1,570	1,875
	Other interest	2,910	2,697
		<u>4,480</u>	<u>4,572</u>

Other interest relates to an interest rate swap used to manage interest rate risk from movements in LIBOR on the bank loan

6	Tax on loss on ordinary activities	08/06/2013 £000	09/06/2012 £000
	Total current tax	-	-
		<u>-</u>	<u>-</u>
	Factors affecting the tax charge for the year		
	Loss on ordinary activities before taxation	(7,070)	(6,417)
		<u>(7,070)</u>	<u>(6,417)</u>
	Loss on ordinary activities before taxation multiplied by standard rate of UK corporation tax of 23.79% (9 June 2012 - 25.59%)	(1,682)	(1,642)
		<u>(1,682)</u>	<u>(1,642)</u>
	Effects of		
	Non deductible expenses	616	472
	Group relief not paid for	1,066	1,170
		<u>1,682</u>	<u>1,642</u>
	Current tax charge for the year	-	-
		<u>-</u>	<u>-</u>

The company has not recognised a potential deferred tax asset relating to unutilised non trade losses as it is not deemed sufficiently certain that there will be future profits available to utilise the asset. The potential asset at 23% is £2,041,000 (Year ended 9 June 2012 £2,024,000)

EUROPEAN GAMING LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 8 JUNE 2013

6 Tax on loss on ordinary activities

(Continued)

Factors affecting future tax charges

Reductions in the UK corporation tax rate from 26% to 24% (effective from 1 April 2012) and to 23% (effective 1 April 2013) were substantively enacted on 26 March 2012 and 3 July 2012 respectively. Further reductions to 21% (effective from 1 April 2014) and 20% (effective from 1 April 2015) were substantively enacted on 2 July 2013. This will reduce the company's future current tax charge accordingly.

7 Fixed asset investments

	Shares in subsidiary undertakings £000
Cost	
At 10 June 2012 & at 8 June 2013	148,893
Provisions for diminution in value	
At 10 June 2012	90,245
Charge for the year	2,590
At 8 June 2013	92,835
Net book value	
At 8 June 2013	56,058
At 9 June 2012	58,648

EUROPEAN GAMING LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 8 JUNE 2013

7 Fixed asset investments

(Continued)

Holdings of more than 20%

The company holds more than 20% of the share capital of the following companies

Company	Country of registration or incorporation	Class	Shares held	%
Subsidiary undertakings				
*RAL InterActive Limited	England & Wales	Ordinary		100 00
*Cyberslotz Services SRL	Romania	Ordinary		100 00
*Bytecraft Systems (UK) Limited	England & Wales	Ordinary		100 00
*Displaymatics Holdings Limited	England & Wales	Ordinary		100 00
*Winners Amusements Limited	England & Wales	Ordinary		100 00
*In-To-Save Limited	England & Wales	Ordinary		100 00
*RAL EBT Limited	England & Wales	Ordinary		100 00
*Leisurama Holdings Limited	England & Wales	Ordinary		100 00
*Leisurama Entertainments Limited	England & Wales	Ordinary		100 00
*Leisure Promotions Limited	England & Wales	Ordinary		100 00
*Palma Leisure Limited	England & Wales	Ordinary		100 00
*Cyberslotz Services Malta Limited	Malta	Ordinary		100 00
*CZ Trading Limited	Malta	Ordinary		100 00
*National Leisure Limited	England & Wales	Ordinary		100 00
*Blackheath Leisure (Carousel) Limited	England & Wales	Ordinary		100 00
*CZ Holdings Limited	Malta	Ordinary		100 00
Talanus Limited	England & Wales	Ordinary		100 00
*RAL Limited	England & Wales	Ordinary		100 00
*Kellams Limited	England & Wales	Ordinary		100 00
*CZ Trading Limited	England & Wales	Ordinary		100 00

The aggregate amount of capital and reserves and the results of these undertakings for the last relevant financial year were as follows

		Capital and reserves 08/06/2013 £000	Profit/(loss) for the year 08/06/2013 £000
*RAL InterActive Limited	Principal activity Development and licensing of interactive gaming software and related services to group companies	(2,565)	(364)
*Cyberslotz Services SRL	Software development & customer contact centre services	(20)	-
*Bytecraft Systems (UK) Limited	Dormant	-	-
*Displaymatics Holdings Limited	Dormant	-	-
*Winners Amusements Limited	Dormant	-	-
*In-To-Save Limited	Dormant	10	-
*RAL EBT Limited	Dormant	10	-

EUROPEAN GAMING LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 8 JUNE 2013

7	Fixed asset investments			(Continued)
	*Leisurama Holdings Limited	Dormant	16	-
	*Leisurama Entertainments Limited	Dormant	31	-
	*Leisure Promotions Limited	Dormant	45	-
	*Palma Leisure Limited	Dormant	-	-
	*Cyberslotz Services Malta Limited	Supply of equipment and software for the provision of internet gaming	38	127
	*CZ Trading Limited	Provision of internet gaming and technology consultancy	64	99
	*National Leisure Limited	Dormant	544	-
	*Blackheath Leisure (Carousel) Limited	Dormant	712	-
	*CZ Holdings Limited	Intermediate holding company	1,169	292
	Talarus Limited	Intermediate holding company	1,092	(2,577)
	*RAL Limited	Provision of licensed premises for licensed gaming centres	16,539	(705)
	*Kellams Limited	Non trading company	217	(101)
	*CZ Trading Limited	Dormant	1,849	-

EUROPEAN GAMING LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 8 JUNE 2013

7 Fixed asset investments

(Continued)

*Indirect holdings

Investments in subsidiary undertakings are recorded at cost plus incidental expenses less any provision for impairment. Impairment reviews are performed by the directors when there has been an indication of potential impairment.

Assumptions used for impairment charge in the year

The impairment has been determined using the value-in-use model and discounted cash flows and the impairment has been charged to the profit and loss account.

Key assumptions used for value-in-use calculations

The following describes each key assumption on which management has based its cash flow projections to undertake impairment testing.

Cash flow forecasts

Cash flow forecasts are based on the 2013 financial year budget approved by the board and management's five year forecasts.

Terminal value

Terminal value is calculated using a perpetuity growth rate based on the cash flow forecast for year 5, pre-tax weighted average cost of capital and forecast growth rates.

Forecast growth rates

Forecast growth rates are principally based on management's expectations for future performance. These growth rates take into account historical growth rates for the business. These rates are not disclosed as they are commercially sensitive.

Discount rate

The discount rates used is based on Tatt's Group's pre-tax weighted average cost of capital, which is the most appropriate rate for a wholly owned group where financing is intergroup or based on groupwide external debt facilities. The discount rate reflects specific risks relating to the UK gaming industry adult gaming centre business and online gaming. The pre-tax discount rate used is 10.3%.

8 Debtors

08/06/2013	09/06/2012
£000	£000

Amounts owed by group undertakings	55,221	54,579
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The amounts owed by group undertakings are unsecured, interest free and repayable on demand.

EUROPEAN GAMING LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 8 JUNE 2013

9	Creditors amounts falling due within one year	08/06/2013 £000	09/06/2012 £000
	Bank loans and overdrafts	-	86,089
	Amounts owed to group undertakings	98,586	95,744
	Accruals and deferred income	522	742
		<u>99,108</u>	<u>182,575</u>

The amounts owed to group undertakings are repayable on demand, non-interest bearing and are not secured over the assets of the company

The bank loan is not secured over the assets of the company but carries a floating rate of interest, based on LIBOR. As this exposes the company to interest rate risk from movements in LIBOR, the company entered into an interest rate swap with National Australia Bank and Australia and New Zealand Banking Group in order to manage the interest rate risk on this facility

Accruals and deferred income is made up of £505k interest accrual on interest rate swap (Year ended 9 June 2012 £437k) and £17k accruals and deferred income (Year ended 9 June 2012 £305k)

10	Creditors amounts falling due after more than one year	08/06/2013 £000	09/06/2012 £000
	Bank loans	<u>90,589</u>	<u>2,000</u>
	Analysis of loans		
	Wholly repayable within five years	<u>90,589</u>	<u>88,089</u>
		<u>90,589</u>	<u>88,089</u>
	Included in current liabilities	<u>-</u>	<u>86,089</u>
		<u>90,589</u>	<u>2,000</u>
	Loan maturity analysis		
	In more than one year but not more than two years	-	2,000
	In more than two years but not more than five years	<u>90,589</u>	<u>-</u>

The bank loan is not secured over the assets of the company

£90,589k of bank facilities were drawn at the year end (Year ended 9 June 2012 £88,089k). The bank facility at the year end was a revolving loan facility which expires 31 July 2016. As at 9 June 2012, there were two revolving credit facilities, Facility C (£86,089k due within one year) and Facility B (£2,000k due after one year), but on 9 July 2012 these were merged together into one facility. Interest rates payable for facility C are 2.318930% (Year ended 9 June 2012 1.925403%) above LIBOR.

EUROPEAN GAMING LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 8 JUNE 2013

11	Called up share capital	08/06/2013	09/06/2012
		£000	£000
	Authorised		
	50,000,000 Ordinary shares of £1 each	50,000	50,000
		<u> </u>	<u> </u>
	Allotted, called up and fully paid		
	50,000,000 Ordinary shares of £1 each	50,000	50,000
		<u> </u>	<u> </u>
12	Statement of movements on profit and loss account		Profit and loss account
			£000
	Balance at 10 June 2012		(121,347)
	Loss for the year		(7,070)
			<u> </u>
	Balance at 8 June 2013		(128,417)
			<u> </u>
13	Reconciliation of movements in shareholders' deficit	08/06/2013	09/06/2012
		£000	£000
	Loss for the financial year	(7,070)	(6,417)
	Opening shareholders' deficit	(71,347)	(64,930)
		<u> </u>	<u> </u>
	Closing shareholders' deficit	(78,417)	(71,347)
		<u> </u>	<u> </u>
14	Capital commitments		
	The company has no commitments in respect of capital expenditure at the end of the financial year (Year ended 9 June 2012 £nil)		
15	Directors' remuneration		
	The directors received no remuneration for their services to the company during the year (Year ended 9 June 2012 £nil)		
16	Employees		
	Number of employees		
	All staff services were provided by RAL Limited, a subsidiary undertaking. Accordingly, the company had no full or part-time employees, other than its directors, during the year (Year ended 9 June 2012 none)		

EUROPEAN GAMING LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 8 JUNE 2013

17 Control

The immediate parent undertaking is European Gaming (Finance) Limited

The ultimate parent undertaking and controlling party is Tatts Group Limited, a Company incorporated in Australia

Tatts Group Limited is the parent undertaking of the largest and smallest group of undertakings to consolidate these financial statements at 8 June 2013. The consolidated financial statements of Tatts Group Limited are available from 87 Ipswich Road, Woolloongabba, Queensland, 4102, Australia

18 Post balance sheet events

On 27 August 2013 the company disposed of 100% of the share capital of CZ Holdings Limited, a subsidiary of the company, via a management buyout