



SKYCITY
Entertainment
Group Limited

Half Year Result Presentation

Six month period ended 31 December 2012

13 February 2013

SKYCITY Interim Result 1H13

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1H13 Result Presentation



1H13 Result Highlights

	1H13	1H12	Movement	
	\$m	\$m	\$m	%
Normalised Revenue (incl Gaming GST)	495.7	489.0	6.7	1.4%
Normalised EBITDA	162.7	165.5	(2.8)	(1.7%)
Normalised NPAT	74.4	77.0	(2.6)	(3.4%)
Normalised EPS	12.9 cps	13.4 cps	(0.5 cps)	(3.7%)
Reported Revenue (incl Gaming GST)	487.3	494.0	(6.7)	(1.4%)
Reported EBITDA	152.8	168.2	(15.4)	(9.2%)
Reported NPAT	66.3	78.8	(12.5)	(15.9%)
Reported EPS	11.5 cps	13.7 cps	(2.2 cps)	(16.1%)

- Group Reported NPAT of \$66.3m was \$12.5m down on 1H12, negatively impacted by:
 - the Rugby World Cup (“RWC”) in 1H12 (\$4.7m) and,
 - a softer win rate in International Business of 1.06%, compared to the higher win rate of 1.64% in 1H12, resulting in a difference of \$8.4m (note: theoretical win rate is 1.35%)

■ The difference between Normalised and Reported can be seen on page 46

1H13 Result Highlights – Adjusted for Rugby World Cup Impact* (Sept-Oct 2011)

- As disclosed previously in the FY12 results, 1H12 benefited from the Rugby World Cup:
 - 1H12 Revenue of \$11.5m (Auckland \$10.7m, Hamilton \$0.8m)
 - 1H12 EBITDA of \$6.5m (Auckland \$6.0m, Hamilton \$0.5m)
 - 1H12 NPAT of \$4.7m

	1H13	1H12*	Movement*	
	\$m	\$m	\$m	%
Normalised Revenue (incl Gaming GST)	495.7	477.5	18.2	3.8%
Normalised EBITDA	162.7	159.0	3.7	2.3%
Normalised NPAT	74.4	72.3	2.1	2.9%

- Excluding the impact of RWC in 1H12, growth continues across our core businesses:
 - New Zealand Revenue up 2.7% on 1H12, Corporate Costs were down 2.9% and EBITDA flat
 - Australian Revenue and EBITDA growth on 1H12, up 5.6% and 6.1% respectively
- **Overall, given the continued challenging environment in Australia, a soft New Zealand consumer environment and a strong comparative period in 1H12, we consider these results satisfactory**

* RWC 2011 ran from 9th of September to 23rd of October 2011 and impacted 1H12 results in Auckland and Hamilton. RWC impact is excluded from these movement columns

■ The difference between Normalised and Reported can be seen on page 46

1H13 Revenue Summary by Business (incl Gaming GST)

	1H13 \$m	1H12 \$m	1H12 excl RWC* \$m	Movement* \$m %	
New Zealand Casinos					
▪ Auckland	263.7	268.9	258.2	5.5	2.1%
▪ Hamilton	27.7	26.5	25.7	2.0	7.8%
▪ Christchurch	2.3	2.5	2.5	(0.2)	(8.0%)
▪ Queenstown, Other	4.5	4.1	4.1	0.4	9.8%
Total New Zealand	298.2	302.0	290.5	7.7	2.7%
Australian Casinos					
▪ Adelaide (A\$)	82.5	82.6	82.6	(0.1)	(0.1%)
▪ Darwin (A\$)	72.1	63.6	63.6	8.5	13.4%
Total Australia (A\$)	154.6	146.2	146.2	8.4	5.7%
Total Australia (NZ\$)	197.5	187.0	187.0	10.5	5.6%
Casino Revenues incl Normalised IB (incl Gaming GST)	495.7	489.0	477.5	18.2	3.8%
Adjust International Business to actual win rate	(8.4)	5.0	5.0	(13.4)	
Reported Revenue incl Actual IB (incl Gaming GST)	487.3	494.0	482.5	4.8	1.0%

* RWC 2011 ran from 9th of September to 23rd of October 2011 and impacted 1H12 results in Auckland and Hamilton. RWC impact is excluded from these movement columns

- Revenue (including Gaming GST) is shown above to facilitate Australasian comparisons.
- Normalised Revenue is adjusted for IB at theoretical win rate of 1.35%, versus actual 1.06% in 1H13 (1H12: 1.64%)
- Average NZD/AUD cross-rate during 1H13 0.7836 and 1H12 0.7835

1H13 EBITDA Summary by Business Unit

	1H13 \$m	1H12 \$m	1H12 excl RWC* \$m	Movement* \$m %	
New Zealand Casinos					
▪ Auckland	107.6	114.4	108.4	(0.8)	(0.7%)
▪ Hamilton	11.4	11.0	10.5	0.9	8.6%
▪ Christchurch	2.3	2.5	2.5	(0.2)	(8.0%)
▪ Queenstown, Other	0.8	0.5	0.5	0.3	60.0%
Total New Zealand	122.1	128.4	121.9	0.2	0.2%
Australian Casinos					
▪ Adelaide (A\$)	20.1	19.2	19.2	0.9	4.7%
▪ Darwin (A\$)	22.2	20.8	20.8	1.4	6.7%
Total Australia (A\$)	42.3	40.0	40.0	2.3	5.7%
Total Australia (NZ\$)	54.1	51.0	51.0	3.1	6.1%
Corporate Costs	(13.5)	(13.9)	(13.9)	0.4	2.9%
Normalised EBITDA	162.7	165.5	159.0	3.7	2.3%
Adjustments (Note 1)	(1.9)	(0.8)	(0.8)	(1.1)	
International Business to actual win rate	(8.0)	3.5	3.5	(11.5)	
Reported EBITDA	152.8	168.2	161.7	(8.9)	(5.5%)

* RWC 2011 ran from 9th of September to 23rd of October 2011 and impacted 1H12 results in Auckland and Hamilton. RWC impact is excluded from these movement columns

▪ Normalised EBITDA is adjusted for certain items and IB at theoretical
 ▪ Average NZD/AUD cross-rate during 1H13 0.7836 and 1H12 0.7835
 Note 1: Adjustments are outlined on page 46

1H13 Result Highlights

■ **Auckland**

- Auckland's Normalised Revenue of \$263.7m is \$5.2m (1.9%) lower than PCP, largely due to:
 - the RWC 2011 Revenue impact of \$10.7m
 - a change in the accounting for EGM Revenues under the new Bally gaming system, which reduced 1H13 points Revenue by circa \$9.7m with an equal and opposite reduction in the associated points cost
 - offset by growth in Auckland's International Business Normalised Revenues
- Excluding the accounting impact of Bally, Auckland's EGM Revenues were flat on 1H12, which given the 17% growth recorded in 1H12, is an acceptable performance
- The \$10.2m increase in Auckland's IB Normalised Revenues to \$28.8m demonstrates the success of Horizon, our dedicated brand servicing the overseas, predominantly Asian, gaming market

■ **Darwin opens its new Lagoon Resort, Spa and Horizon Villas**

- Despite continuing softness in the local economy, which is yet to feel any material impact from the \$32bn INPEX LNG investment, Darwin with its new Lagoon Resort, Spa and Horizon Villas, produced a pleasing 1H13 set of results, with 13.4% growth in Normalised Revenue to A\$72.1m and 6.7% growth in Normalised EBITDA to A\$22.2m
- Investment in Darwin continues, as we improve our offering to our premium gaming patrons, with a A\$6m gaming area refurbishment, refurbished bars, and a new events facility, all of which will open in 2H13

■ **Whilst Adelaide Revenue remains flat, EBITDA grew by 4.7%**

- The South Australian economy is still challenging and Adelaide Revenues were flat in 1H13. Tight cost management led to EBITDA growth of 4.7% to A\$20.1m, with an improved EBITDA margin



1H13 Result Highlights

■ SKYCITY's International Business volumes continue to grow

- The “Horizon” International Business segment has shown another period of solid growth in 1H13
 - Auckland Normalised IB Revenue increased 55% to \$28.8m for the 6 months
 - Darwin opened its Horizon Villas on 27 July 2012 with very positive feedback and generated A\$3.7m Normalised Revenue
- Total Group IB Turnover in 1H13 of \$2.91bn was 72% up on 1H12 of \$1.69bn
- Actual 1H13 Revenues were impacted by a lower than theoretical win rate of 1.06% which compares to 1.64% for PCP (note: actual theoretical win rate is 1.35%)

■ Hamilton

- Normalised EBITDA grew 3.6% on PCP with strong local tables performance following a refurbishment of the VIP room
- RWC positively impacted Hamilton in 1H12 and excluding this \$0.5m EBITDA impact, growth in EBITDA is 8.6% in 1H13

■ Queenstown

- Effective 20th December 2012, SKYCITY acquired the remaining 40% of Queenstown casino not previously owned for \$5m
- Overall, 1H13 trading is broadly in line with the prior period

1H13 Result Highlights

■ Christchurch

- SKYCITY's 50% interest in Christchurch Casinos Limited was sold effective 20th December 2012 for \$80m (including repayment of a \$5m shareholder loan)
- Trading to the date of disposal has been included within the SKYCITY results

■ Strong balance sheet

- Net debt to EBITDA has improved from 2.1x in June 2012 to 1.9x, from operating cash flows and the net proceeds from Christchurch
- The \$200m Syndicated Bank Facility previously maturing January 2015 has been extended out by a further two years to February 2017. Accordingly, the next debt maturity is not until March 2015 (\$85m USPP)
- Currently, the Group has committed, undrawn debt facilities of \$380m and Capital Notes in Treasury stock of \$94m, total of \$474m

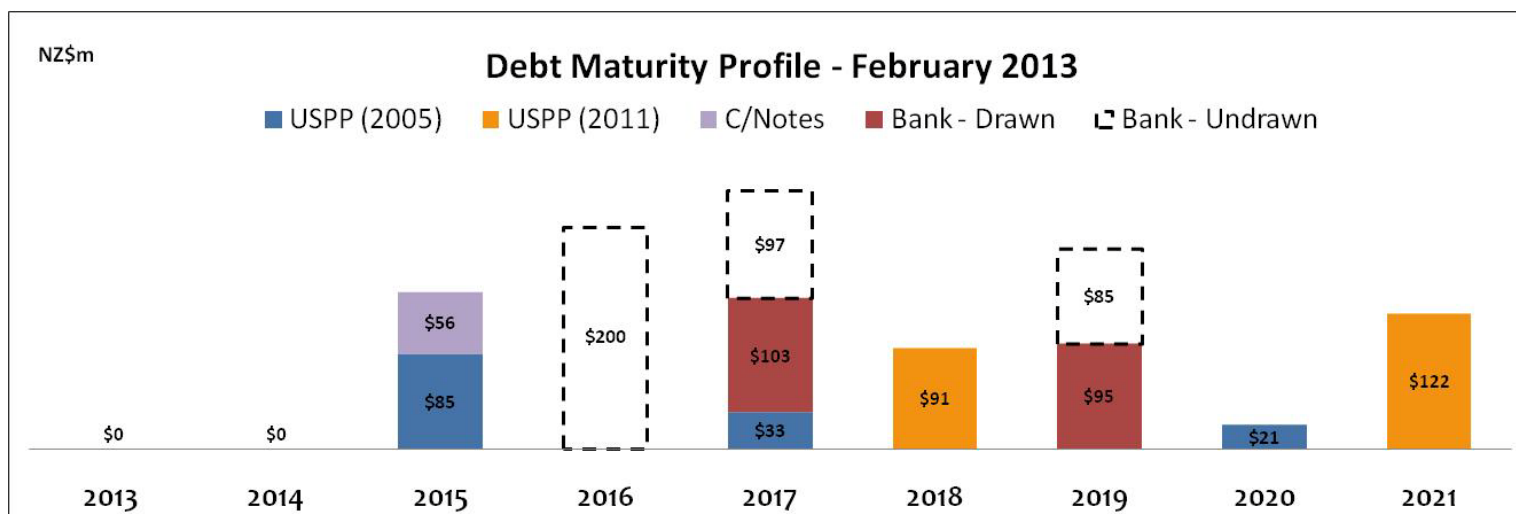
■ Additional funding costs and committed debt facilities

- We have adjusted interest costs by \$1.4m in Normalised 1H13 (NPAT adj \$1.0m) relating to interest on borrowings for acquiring the NZICC land bank
- Additionally, SKYCITY is currently holding \$380m committed debt facilities. These facilities are held for the Adelaide redevelopment and in anticipation of the NZICC approval. The annual cost of holding these facilities is approximately \$3.3m. This has not been adjusted for in Normalised NPAT



Debt Maturity Profile

- Following the disposal of Christchurch in December 2012, net debt at 31 December 2012 is \$594m
- Since then, the Syndicated Bank Facility has been extended with the \$200m tranche maturing January 2015 extended by two years out to February 2017
- Consequently, the first debt maturity is now March 2015 when a \$85m tranche of the USPP debt matures, followed by \$56m Capital Notes in May 2015
- The average borrowing cost in 1H13 is 6.9%, which compares favourably to 1H12 (7.3%)
- Standard & Poor's Investment grade rating of BBB- (Stable Outlook) is retained with Standard & Poor's expressing confidence in our ability to fund future development projects



Interim Dividend and Updated Policy



Interim Dividend of 10 cents per share

	1H13	1H12	Movement	
Dividend	10.0 cps	9.0 cps	1.0 cps	11.1%

- Following a review of the Group's dividend policy, a new policy has been adopted for the foreseeable future, as follows:
 - an annual dividend of not less than 20 cents per share, and
 - not less than 80% of Annual Normalised NPAT
- This is subject to maintaining our investment grade credit rating and giving priority to funding major strategic projects

Interim Dividend of 10.0 cents per share

- Calculated in accordance with the new dividend policy
- 50% imputed (New Zealand) and 50% franked (Australia)
- The dividend will be paid on 5 April 2013 to all shareholders on the company's register at the close of business 27 March 2013

Future Dividends – imputation and franking

- In order to maximise the benefit of imputation and franking credits to shareholders, a new approach will be adopted from the FY13 Final Dividend whereby alternate dividends will be franked or imputed to the maximum extent possible (subject to the availability of credits). This practice will commence with the FY13 Final Dividend which will be 100% imputed in New Zealand
- In the absence of mutual recognition of tax credits between New Zealand and Australia, this approach will minimise the wastage of tax credits for shareholders

Major Projects Update



A new world class entertainment complex for Adelaide



A new world class entertainment complex for Adelaide



A new world class entertainment complex for Adelaide

Overview

- On 19 December 2012, SKYCITY announced that the S.A. Government and SKYCITY had reached agreement regarding the future operating, regulatory and taxation regime to apply to the Adelaide Casino and that SKYCITY would invest up to \$350m to transform the Adelaide Casino into a world class integrated entertainment complex
- The Government Agreement remains subject to certain important approvals - including the enabling legislation and regulation to give effect to concessions, which we expect no later than September 2013

Key features of the Agreement

- New Taxation Regime
 - new Premium Electric Gaming Machines (“EGMs”) tax rate of 10.9%
 - new Automated Table Games (“ATGs”) tax rate of 10.9%
 - Premium Table Games tax rate remains at 0.9% - but added ability to deduct program costs
 - Main Gaming Floor (“MGF”) EGM rate increases to average rate payable by SA Hotels - capped at 41%
 - MGF Table Games tax rate increases from 0.9% to 3.4%
 - to be enshrined in a new Casino Duty Agreement (“CDA”) - term linked to new 20-year exclusivity period to 2035 and containing compensation mechanism provisions

■ The above rates exclude GST

A new world class entertainment complex for Adelaide

Key features of the Agreement (continued)

■ Additional Gaming Product

- Increase in number of EGMs from 995 current, up to 1,500
 - SKC has the right to purchase 505 EGM entitlements (GMEs) through Approved Trading System (“ATS”). If unable to fulfil this then Government will grant up to 300 GMEs restricted to premium areas only
- Table Games increase from 90 current, up to 200 in total
 - including new allowance for 300 ATGs with ratio of 20 terminals : 1 Table Game
 - therefore circa 300 ATGs and 185 traditional Table Games

■ Cashless Gaming

- Cashless gaming will be allowed on all EGMs, ATGs and Table Games across the property
- Will be transaction limits in MGF areas - but unrestricted in Premium VIP areas
- Overcomes substantial historical competitive disadvantage due to EGMs being operated only by coin-in (only casino in Australia with this constraint)
- Additionally, TITO will be permitted in VIP Premium gaming areas



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Key features of the Agreement (continued)

■ VIP Premium Gaming

- VIP Premium play includes:
 - local VIP SA residents
 - interstate visitors (tourists and gaming programme players); and
 - international visitors (tourists and gaming programme players)
- Ability to offer differentiated premium gaming within VIP Rooms; including maximum bets, jackpots, cashless gaming with no transaction limits and TITO

■ Extension of Exclusivity

- SKYCITY's exclusivity in the State of South Australia will be extended for an additional 20 years from 2015 to 2035 for Casino EGMs, Table Games, ATGs and Premium Gaming

■ Other terms

- Ability to purchase gaming product that has been compliance tested and approved by regulators for use in other Australian states - eg. NSW
 - access to larger range of gaming product
- SKYCITY will introduce voluntary pre-commitment on all EGMs and ATGs

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Development Concept

- The final development concept is still to be finalised, but planned to include:
 - A 6 star boutique hotel
 - New signature restaurants, bars, entertainment and retail concepts
 - Expanded gaming floor featuring contemporary new gaming areas
 - focus on dedicated VIP Premium areas
 - including SKYCITY's International 'Horizon' branded Suites and Salons
 - Access to secure underground parking for SKYCITY customers; a minimum of 1,000 spaces

Other Riverbank Developments

- Additionally, we anticipate a significant increase in visitation to the Riverbank precinct supported by the significant investments the SA Government is making in the area
 - Adelaide Oval - \$535m
 - 30,000 seat capacity by Ashes Test Dec 2013, increasing to 50,000 by March 2014 for AFL
 - Torrens Pedestrian Footbridge - \$40m
 - complete by Dec 2013. Expect between 15,000 – 25,000 people on game days
 - Expansion of Adelaide Convention Centre - \$350m
 - Phase 1 complete 2014, Phase 2 in 2016. 1,000 seat ballroom, 3,500 seat plenary hall
 - New Festival Plaza civic square (like Federation Square in Melbourne) from end 2016



Adelaide Riverbank Precinct Developments



Adelaide Oval
Phase 1, Dec 2013
Phase 2, Mar 2014



Torrens Foot Bridge
Open Dec 2013



Adelaide Convention Centre
Phase 1, open mid-2014



Adelaide Convention Centre
Full completion 2016

Artists impressions

A new world class entertainment complex for Adelaide

Timetable and Rollout

- During 2H13, SKYCITY will further develop its plans for the new entertainment complex and will finalise the necessary agreements with the S.A. Government regarding the future regulatory and taxation framework
- Upside from regulatory and taxation reforms is expected from FY14, when we plan to commence the:
 - Roll out of cashless gaming throughout the whole property
 - migrating EGMs away from coin only
 - Creation of new premium VIP rooms in our existing complex so as to take advantage of the Premium VIP gaming regulatory and taxation changes to accommodate between 300 - 400 VIP Premium EGMs
 - Roll out of additional 50-80 Automated Table Games
 - Development of new restaurants and bars
- The full benefits of the Agreement will not be realised until the full development is completed – expected by end of FY16
 - New significantly expanded VIP rooms to accommodate all EGMs, ATGs and Table Games
 - Secure car parking, minimally 1,000 spaces
 - International VIP Horizon branded Suites and Salons
 - VIP hotel room accommodation
 - Additional signature restaurants, bars, entertainment and retail



NZICC Update

New Zealand International Convention Centre (“NZICC”)

- We remain willing to invest up to \$350 million to develop, own and operate New Zealand's International Convention Centre, provided an acceptable return on capital can be delivered from the total project
- The Auditor-General’s report regarding the Government’s original expressions of interest process has not yet been published. Following the release of this report, we would hope to re-engage with the Government with a view to concluding these negotiations
- In return for this investment, SKYCITY is seeking:
 - an early renewal of the Auckland casino licence beyond 2021
 - an increase in gaming product to provide for future growth, and
 - changes to gaming regulations which would increase the efficiency and attractiveness of our gaming product and make us competitive with our regional peers
- There is no doubt New Zealand needs to invest more in tourism infrastructure, such as the NZICC facility. In addition to creating a major construction project for Auckland, it will allow NZ to compete globally for a fair share of large-scale conferences, exhibitions and events, which will increase international visitation, deliver much needed jobs and stimulate economic growth in Auckland and across NZ



Federal Street - Auckland

Continuing Federal Street Redevelopment

- We are continuing to invest in Federal Street's redevelopment, following the success of the award-winning "Depot" and "The Grill"
- Dining developments in 2H13 include:
 - Al Brown's "Federal Kitchen", an all-day deli-style dining experience
 - Nic Watt, previously with Zuma and Roka, will open "Masu", a signature Japanese restaurant and bar in the Grand Hotel lobby
 - Peter Gordon, one of New Zealand's most renowned chefs, will open an exciting new restaurant and bar concept on Level 51 of the SKYTOWER, called "Sugar Club"
- We are also working with Auckland City Council on the \$10m redevelopment of Federal Street, to make it a more attractive and pedestrian friendly environment
- As part of the Council's due process of public consultation, 97% of respondents were in favour of this transformation of Federal Street
- We would hope to commence construction work on this exciting project in July this year
- All of the above will continue to position Federal Street as the pre-eminent dining and entertainment destination in Auckland



Federal Street Initiatives



Streetscape



Nick Watt's "Masu"



Al Brown's "Federal Kitchen"



Peter Gordon's "Sugar Club"

Artists impressions/illustrative images

Other Strategic Initiatives

Queenstown

- Queenstown has significant potential for growth, due to its popularity with international tourists, in particular high value VIP customers
- SKYCITY Queenstown will develop a Horizon gaming offering for IB customers, who couldn't play at meaningful bet limits under the previous joint ownership
- Various expansion options are being considered and we expect will be announced during 2H13

International Opportunities

- We are always looking at ways to grow the business beyond our existing markets and proactively review new opportunities to create shareholder value
- This includes the Philippines, recognised as one of the most exciting new emerging gaming markets in Asia. We are monitoring the competitive landscape and building relationships with key stakeholders in this developing market



Outlook



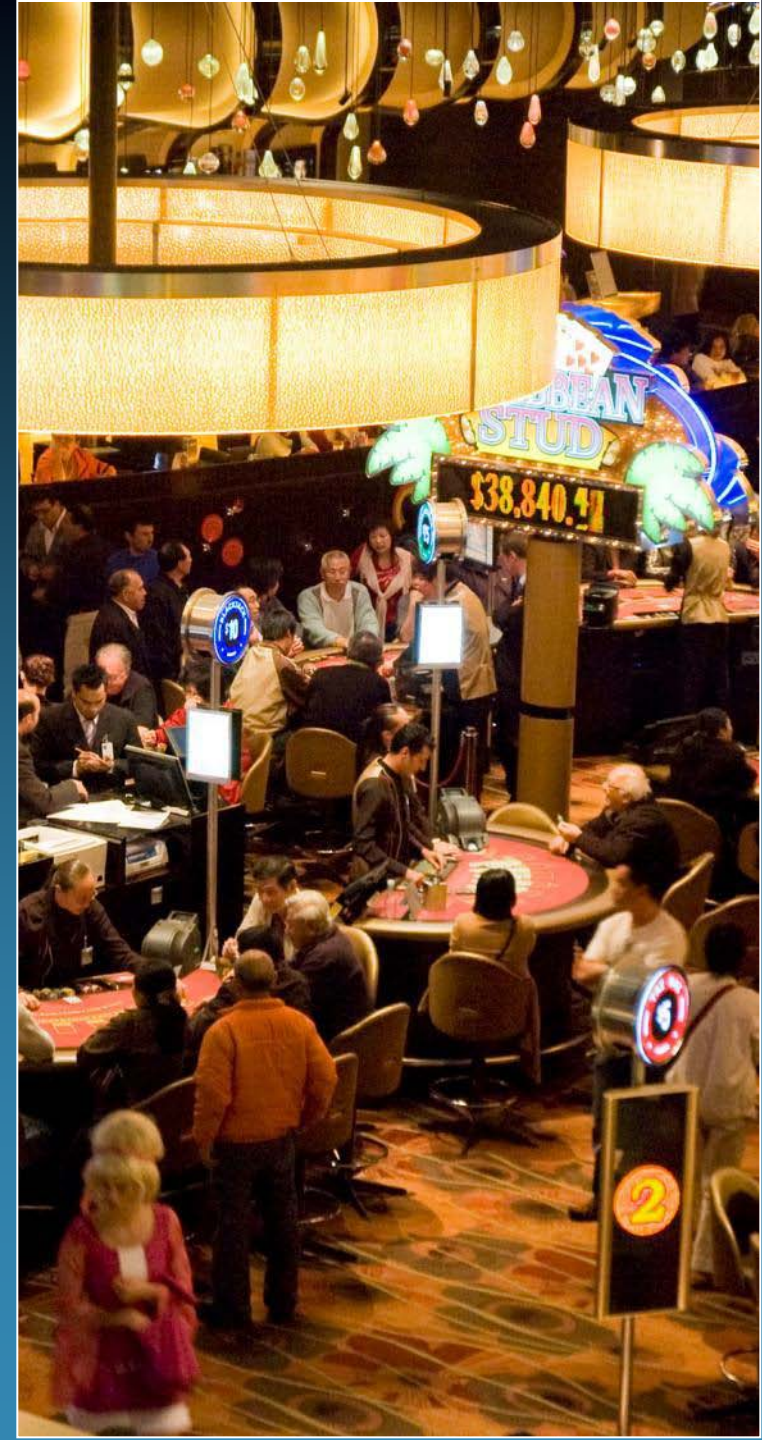
Outlook for FY13

- In the October 2012 Annual Meeting we indicated that the New Zealand and South Australian economies were somewhat flat, with an uncertain outlook. Whilst there are indications of growth returning to New Zealand, South Australia still remains subdued
- We expect Auckland's result to improve in 2H13 compared to PCP, based on the signs of some growth in consumer spending. However, we anticipate Adelaide to be broadly flat in 2H13
- While there is caution around discretionary spending in Northern Territory, Darwin should continue to show growth over PCP, as we continue to see the benefits from investment in the property
- In prior year 2H12, the NPAT contribution from Christchurch was \$3.1m. As Christchurch has now been sold, this will not be repeated in 2H13 or beyond
- In October 2012, we said based on market conditions and current trading, we would be disappointed if we did not deliver Normalised Group NPAT for FY13 "in the \$140 millions"
- Notwithstanding the sale of Christchurch, we would still expect Normalised Group NPAT for FY13 to be around \$140 million



Appendices and Financial Summaries

Half Year Period Ended
31 December 2012



1H13 Group Result

Normalised Revenues and Earnings

Normalised	1H13 \$m	1H12 \$m	1H12 excl RWC* \$m	Movement *	
				\$m	%
Revenue (including Gaming GST)	495.7	489.0	477.5	18.2	3.8%
Gaming GST	43.9	42.1	40.6	(3.3)	(8.1%)
Revenue	451.8	446.9	436.9	14.9	3.4%
Expenses	289.1	281.4	277.9	(11.2)	(4.0%)
EBITDA	162.7	165.5	159.0	3.7	2.3%
Depreciation and Amortisation	38.4	36.1	36.1	(2.3)	(6.4%)
EBIT	124.3	129.4	122.9	1.4	1.1%
Interest Cost	24.9	25.5	25.5	0.6	2.4%
Net Profit Before Tax	99.4	103.9	97.4	2.0	2.1%
Tax and Minority Interest	25.0	26.9	25.1	0.1	0.4%
Normalised NPAT	74.4	77.0	72.3	2.1	2.9%

* RWC 2011 ran from 9th of September to 23rd of October 2011 and impacted 1H12 results in Auckland and Hamilton. RWC impact is excluded from these movement columns

- Revenue (including Gaming GST) is shown above to facilitate Australasian comparisons
- Normalised NPAT adjusts for certain items and International Business (IB) at theoretical win rate of 1.35% versus actual 1.06% in 1H13 (1H12: 1.64%)

1H13 Group Result

Reported Revenues and Earnings

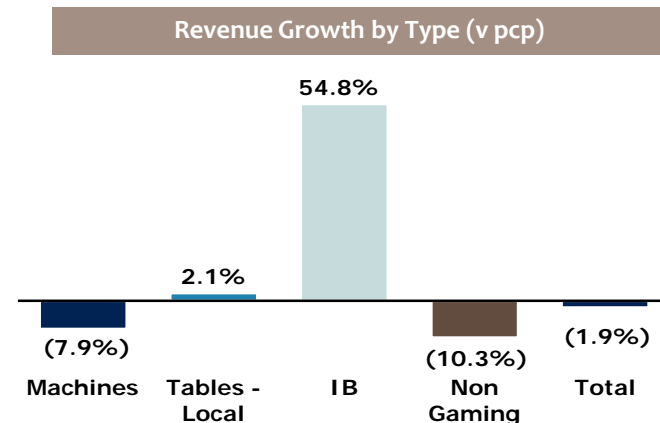
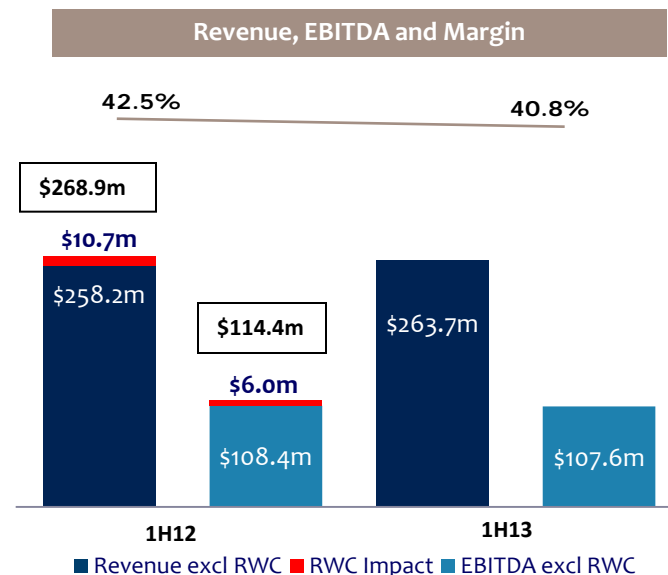
Reported	1H13 \$m	1H12 \$m	1H12 excl RWC* \$m	Movement * \$m %	
Revenue (including Gaming GST)	487.3	494.0	482.5	4.8	1.0%
Gaming GST	42.8	42.7	41.2	(1.6)	(3.9%)
Revenue	444.5	451.3	441.3	3.2	0.7%
Expenses	291.7	283.1	279.6	(12.1)	(4.3%)
EBITDA	152.8	168.2	161.7	(8.9)	(5.5%)
Depreciation and Amortisation	38.4	36.2	36.2	(2.2)	(6.1%)
EBIT	114.4	132.0	125.5	(11.1)	(8.8%)
Interest Cost	26.3	25.5	25.5	(0.8)	(3.1%)
Profit from disposal of Christchurch	0.1	-	-	0.1	
Net Profit Before Tax	88.2	106.5	100.0	(11.8)	(11.8%)
Tax and Minority Interest	21.9	27.7	25.9	4.0	15.4%
Reported NPAT	66.3	78.8	74.1	(7.8)	(10.5%)

* RWC 2011 ran from 9th of September to 23rd of October 2011 and impacted 1H12 results in Auckland and Hamilton. RWC impact is excluded from these movement columns

▪ Revenue (including Gaming GST) is shown above to facilitate Australasian comparisons

SKYCITY Auckland 1H13

- Revenues (inclusive of GST) down \$5.2m or 1.9% on PCP
- Excluding RWC (\$10.7m), Revenues (inclusive of GST) up \$5.5m or 2.1% on PCP
- After taking into account the change in Revenue recognition treatment due to the new 'Bally' gaming system (a change which reduced 1H13 points Revenue by circa \$9.7m with an equal and opposite reduction in the associated points cost), Gaming Machines has maintained its 1H12 Revenue gains of 17%, which is acceptable
- Local Table Games Revenue showed growth of 2.1%
 - “Eight” continued to show growth with drop increasing on PCP
- Excluding the RWC, Non-gaming Revenue grew \$1.5m or 2.4% on PCP
- IB had a very strong 1H13, growing Normalised Revenue by 55% to \$28.8m, as Horizon continues to show its popularity
- Lower EBITDA margin at 40.8% is due largely to a change in business mix (more IB and F&B revenues at lower margin than the average). 1H12 margin excl RWC was 42.0%



- Gaming revenue figures as shown in the charts on this page are gaming win (inclusive GST). This facilitates Australasian comparisons
- Non gaming revenues are net of GST
- Total revenues as shown are gaming win plus non-gaming revenues
- EBITDA margin is calculated as a % of gaming win (GST inclusive) plus non-gaming revenue - to facilitate Australasian comparisons

SKYCITY Auckland 1H13

	1H13 \$m	1H12 \$m	1H12 Excl. RWC* \$m	Movement * \$m %	
Revenues					
Machines	108.6	117.9	117.9	(9.3)	(7.9%)
Tables – Local	61.8	60.5	59.8	2.0	3.3%
Tables – International (Normalised)	28.8	18.6	17.5	11.3	64.6%
Gross Gaming Revenue (incl GST)	199.2	197.0	195.2	4.0	2.0%
Food and Beverage	24.1	23.1	22.4	1.7	7.6%
Hotels and Conventions	30.0	36.9	29.0	1.0	3.4%
Sky Tower, Parking, Other	10.4	11.9	11.6	(1.2)	(10.3%)
Non-Gaming Revenue	64.5	71.9	63.0	1.5	2.4%
Total Revenue (incl gaming GST)	263.7	268.9	258.2	5.5	2.1%
Gaming GST	25.6	24.6	21.8	(3.8)	(17.4%)
Total Revenue (excl gaming GST)	238.1	244.3	236.4	1.7	0.7%
Expenses	130.5	129.9	128.0	(2.5)	(2.0%)
Normalised EBITDA including IB	107.6	114.4	108.4	(0.8)	(0.7%)
EBITDA Margin	40.8%	42.5%	42.0%		
Auckland IB to Actual win rate	(7.9)	1.1	1.1	(9.0)	
Reported EBITDA including IB	99.7	115.5	109.5	(9.8)	(8.9%)

* RWC 2011 ran from 9th of September to 23rd of October 2011 and impacted 1H12 results in Auckland. RWC impact is excluded from these movement columns

• EBITDA margin is calculated as a % of GST-inclusive gaming revenues and GST-exclusive non-gaming revenues to facilitate Australasian comparisons

Auckland – International Business

Table Games – International Business (IB) in Auckland

- Horizon, our private gaming salons and hotel suites for International VIP players continued to prove popular with our overseas clients
- Strong and continued visitation from China, Malaysia and across Asia drove the growth in turnover
- 1H13 Turnover in Auckland was \$2.1bn, +55% on pcp

	1H13	1H12	Movement 1H13 vs 1H12	
			\$	%
Turnover (\$bn)	2.1	1.4	0.8	55%
Normalised Win%	1.35%	1.35%		
Normalised Win (\$m)	28.8	18.6	10.2	55%

- Lower actual win rate of 0.91% in Auckland reduced actual win by \$9.4m (-33%) compared to theoretical
- Actual win rate over the last 3.5 yrs in Auckland is 1.22%, which is below theoretical of 1.35% due to recent lower hold percentages

International Business – Consolidated Group Result

	1H13 NZ\$m	1H12 NZ\$m	Movement	
			NZ\$m	%
Turnover (NZ\$b)				
Auckland	2.1	1.4	0.8	55%
Darwin	0.3	0.0	0.3	1,978%
Other	0.4	0.3	0.1	45%
Total Turnover	2.9	1.7	1.2	72%
Normalised Revenue (incl Gaming GST)				
Auckland	28.8	18.6	10.2	55%
Darwin	4.7	0.2	4.5	1,978%
Other	5.9	4.0	1.9	45%
Total Normalised Revenue	39.4	22.8	16.6	72%

- Players have reacted extremely positively to the enhanced facilities in Darwin. We have hosted players from Malaysia, Singapore, China and Australia. The enlarged facilities allow us to leverage peak periods, such as Chinese New Year, China Golden Week and public holidays in Australia
- 1H13 Total Turnover was \$2.9bn, +72% on pcp

Adelaide Casino 1H13

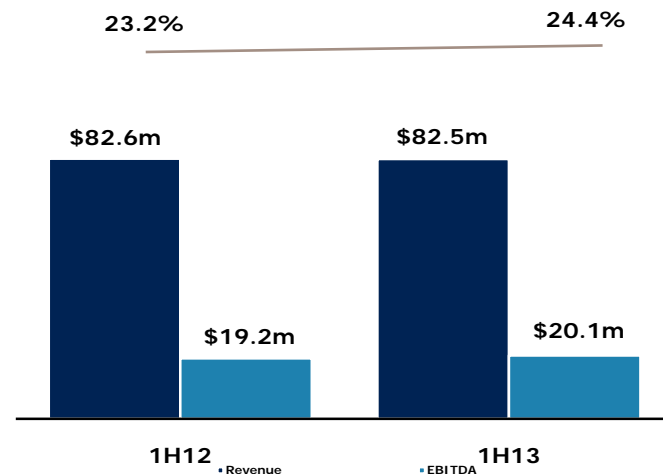
	1H13 A\$m	1H12 A\$m	Movement	
			A\$m	%
Revenues				
Machines	30.5	32.5	(2.0)	(6.2%)
Tables – Local	39.0	38.4	0.6	1.6%
Tables – International (Normalised)	4.5	2.8	1.7	60.7%
Gross Gaming Revenue (incl GST)	74.0	73.7	0.3	0.4%
Food and Beverage, Other	8.5	8.9	(0.4)	(4.5%)
Total Revenue (incl gaming GST)	82.5	82.6	(0.1)	(0.1%)
Gaming GST	6.7	6.7	-	-
Total Revenue (excl gaming GST)	75.8	75.9	(0.1)	(0.1%)
Expenses	55.7	56.7	1.0	1.8%
Normalised EBITDA	20.1	19.2	0.9	4.7%
<i>EBITDA Margin</i>	<i>24.4%</i>	<i>23.2%</i>		
Adjust IB to Actual win rate	(3.0)	1.3	(4.3)	
Reported EBITDA	17.1	20.5	(3.4)	(16.6%)

- EBITDA margin is calculated as a % of GST-inclusive gaming revenues and GST-exclusive non-gaming revenues to facilitate Australasian comparisons

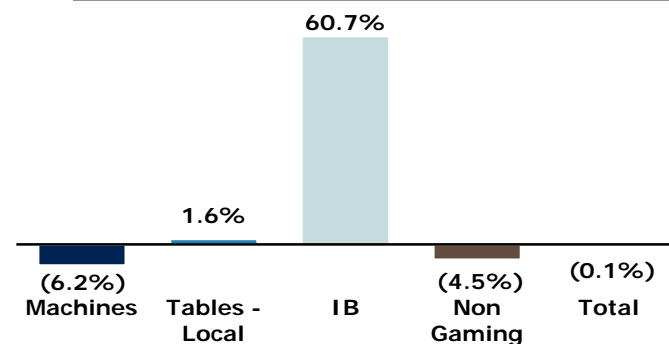
Adelaide Casino 1H13

- Local Table Gaming
 - Improved performance obtained in VIP segment through increased volume and stronger hold
 - MGF Tables marginally down on PCP due to reduced visitation and average spend
- EGMs
 - Solid VIP performance through increased visitation and average spend
 - Softer MGF result mirrors Table Gaming, with slight visitation and average spend reduction
 - EGM Revenue impacted by rewards points converted to free play instead of cash (3 months)
- IB turnover improved up 60.7%
- F&B Revenue impacted (along with MGF) through slightly decreased visitation
- Expenses, although reduced are impacted by increases in utilities, rates and insurance
- SA economic environment continues to be challenging impacting the business through decreased visitation and average spend of infrequent and lower spend customers

Revenue, EBITDA and Margin (A\$)



Revenue Growth by Type (v pcpc)



- Gaming revenue figures as shown in the charts on this page are gaming win (inclusive GST). This facilitates Australasian comparisons
- Non gaming revenues are net of GST
- Total revenues as shown are gaming win plus non-gaming revenues
- EBITDA margin is calculated as a % of gaming win (GST inclusive) plus non-gaming revenue - to facilitate Australasian comparisons

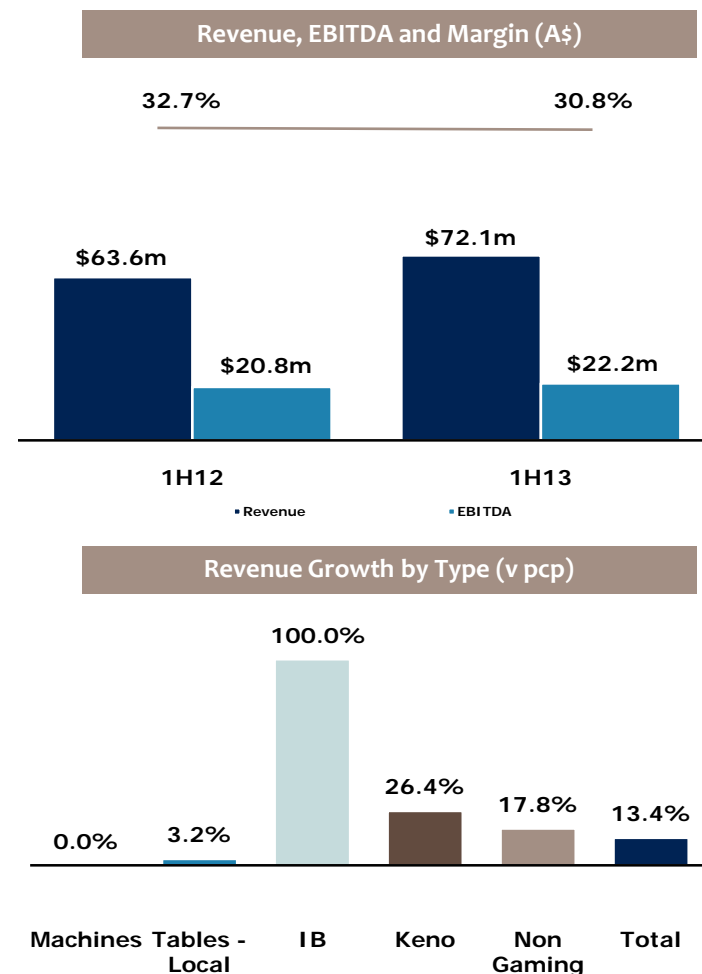
SKYCITY Darwin 1H13

	1H13 A\$m	1H12 A\$m	Movement	
			A\$m	%
Revenues				
Machines	32.4	32.4	-	-
Tables – Local	9.7	9.4	0.3	3.2%
Tables – International (Normalised)	3.7	-	3.7	100%
Keno	9.1	7.2	1.9	26.4%
Gross Gaming Revenue (incl GST)	54.9	49.0	5.9	12.0%
Food and Beverage, Hotel, Other	17.2	14.6	2.6	17.8%
Total Revenue (incl gaming GST)	72.1	63.6	8.5	13.4%
Gaming GST	4.9	4.5	(0.4)	(8.9%)
Total Revenue (excl gaming GST)	67.2	59.1	8.1	13.7%
Expenses	45.0	38.3	(6.7)	(17.5%)
Normalised EBITDA	22.2	20.8	1.4	6.7%
<i>EBITDA Margin</i>	<i>30.8%</i>	<i>32.7%</i>		
Adjust IB to Actual win rate	3.0	0.3	2.7	
Reported EBITDA	25.2	21.1	4.1	19.4%

- EBITDA margin is calculated as a % of GST-inclusive gaming revenues and GST-exclusive non-gaming revenues to facilitate Australasian comparisons

SKYCITY Darwin 1H13

- Total Revenue up 13.4% with normalised EBITDA up 6.7%
 - New Horizon gaming suites providing IB with significant Revenue and EBITDA growth
 - Strong Keno growth on the back of a record \$3.2m jackpot that was won in December
 - Non-gaming Revenue up as a result of new Lagoon rooms and additional F&B outlets (Cove restaurant and Lagoon bar)
 - EGM Revenue flat amidst a depressed market caused by recent increases in living expenses
 - Local Tables Revenue marginal growth of \$0.3m influenced by the closure of local VIP Monte Carlo room and a poor hold % during December
- Expenses up \$6.7m (IB \$2.7m, Local \$4.0m)
 - High overheads and operating costs have impacted margin with utility expenses up 30% and marketing costs up 20% (promotion of the new facilities)
- EBITDA margin down from 32.7% to 30.8% as Revenue growth in lower margin IB, Hotel and F&B



- Gaming revenue figures as shown in the charts on this page are gaming win (inclusive GST). This facilitates Australasian comparisons
- Non gaming revenues are net of GST
- Total revenues as shown are gaming win plus non-gaming revenues
- EBITDA margin is calculated as a % of gaming win (GST inclusive) plus non-gaming revenue - to facilitate Australasian comparisons

SKYCITY Hamilton 1H13

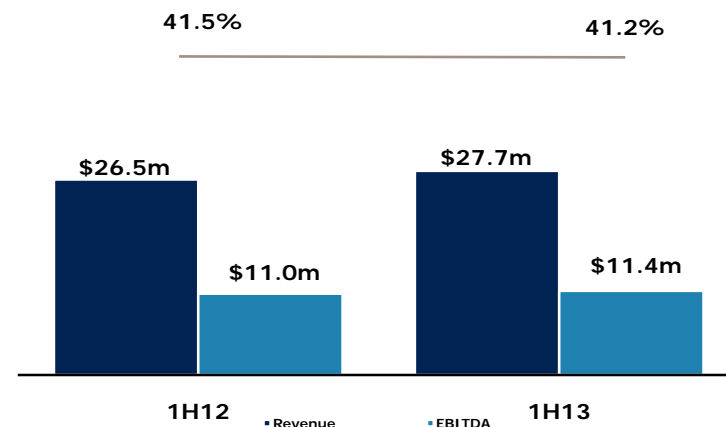
	1H13 \$m	1H12 \$m	Movement	
			\$m	%
Revenues				
Machines	17.2	17.1	0.1	0.6%
Tables – Local	6.0	4.6	1.4	30.4%
Tables – International (Normalised)	-	0.4	(0.4)	(100.0%)
Gross Gaming Revenue (incl GST)	23.2	22.1	1.1	5.0%
Food and Beverage, Other	4.5	4.4	0.1	2.3%
Total Revenue (incl gaming GST)	27.7	26.5	1.2	4.5%
Gaming GST	3.0	2.9	0.1	3.4%
Total Revenue (excl gaming GST)	24.7	23.6	1.1	4.7%
Expenses	13.3	12.6	(0.7)	(5.6%)
Normalised EBITDA	11.4	11.0	0.4	3.6%
<i>EBITDA Margin</i>	41.2%	41.5%		
Adjust IB to Actual win rate	-	0.5	(0.5)	
Reported EBITDA	11.4	11.5	(0.1)	(0.9%)

- EBITDA margin is calculated as a % of GST-inclusive gaming revenues and GST-exclusive non-gaming revenues to facilitate Australasian comparisons

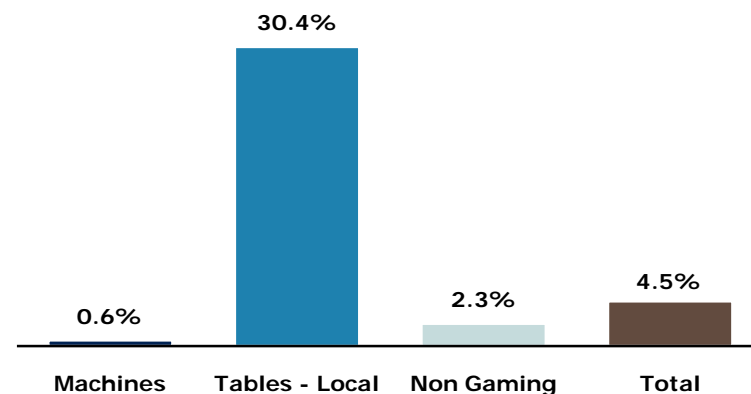
SKYCITY Hamilton 1H13

- Hamilton's 1H13 continued growth is a result of successful main gaming floor layout changes, with particular focus on local table play
- The increase of 30.4% in local table play was due to improved performance following a refurbishment of the VIP room – the “Macau Room”
- With the recent new gaming machine product offerings that have been introduced to the business in December, Gaming Machine Revenue is expected to show stronger growth in 2H13
- Hamilton's expansion plans for the Hotel development are progressing well and according to schedule with construction starting by the end of 2H13 and opening in mid-FY15

Revenue, EBITDA and Margin



Revenue Growth by Type (v pcp)



- Gaming revenue figures as shown in the charts on this page are gaming win (inclusive GST). This facilitates Australasian comparisons.
- Non gaming revenues are net of GST
- Total revenues as shown are gaming win plus non-gaming revenues
- EBITDA margin is calculated as a % of gaming win (GST inclusive) plus non-gaming revenue - to facilitate Australasian comparisons

SKYCITY Queenstown 1H13

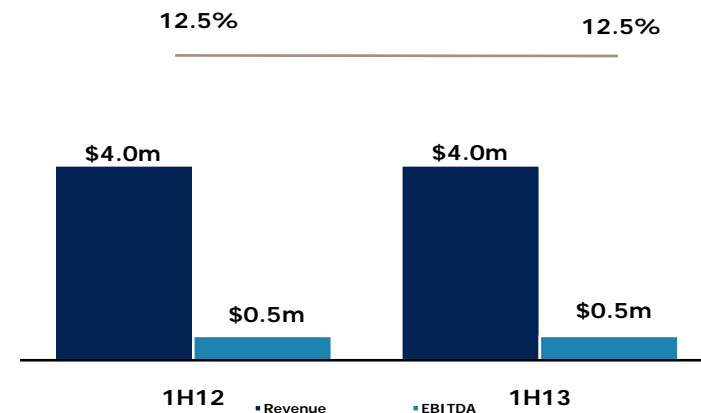
	1H13 \$m	1H12 \$m	Movement	
			\$m	%
Revenues				
Machines	2.2	2.0	0.2	10.0%
Tables – Local	1.1	1.5	(0.4)	(26.7%)
Tables – International (Normalised)	0.1	-	0.1	100.0%
Gross Gaming Revenue (incl GST)	3.4	3.5	(0.1)	(2.9%)
Food and Beverage, Other	0.6	0.5	0.1	20.0%
Total Revenue (incl gaming GST)	4.0	4.0	-	-
Gaming GST	0.5	0.5	-	-
Total Revenue (excl gaming GST)	3.5	3.5	-	-
Expenses	3.0	3.0	-	-
Normalised EBITDA	0.5	0.5	-	-
<i>EBITDA Margin</i>	12.5%	12.5%		
Adjust IB to Actual win rate	0.1	-	0.1	
Reported EBITDA	0.6	0.5	0.1	20.0%

- EBITDA margin is calculated as a % of GST-inclusive gaming revenues and GST-exclusive non-gaming revenues to facilitate Australasian comparisons

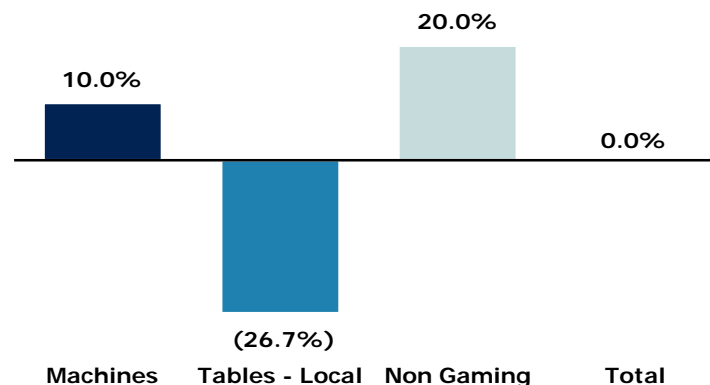
SKYCITY Queenstown 1H13

- A steady performance in 1H13 with Revenue and EBITDA in line with prior year
- Gaming volumes have continued to grow, with a higher spend per customer in Table Games and Gaming Machines
 - Gaming Machines Revenue was up due to increased turnover linked to new products and promotions
 - Table Games Revenue was down, despite increased drop, due to a lower hold percentage than 1H12
- Food and Beverage Revenue increased due to higher restaurant covers and beverage sales from events and functions
- Costs were effectively managed across the business and were held flat
- Visitation from Asian tourists continued to grow reflecting the increased connectivity into New Zealand and the popularity of Queenstown as a tourist destination
- IB turnover and visitation were up on prior year and are expected to increase further in both value and volume due to SKYCITY now having 100% ownership of Queenstown

Revenue, EBITDA and Margin



Revenue Growth by Type (v pcp)



- Gaming revenue figures as shown in the charts on this page are gaming win (inclusive GST). This facilitates Australasian comparisons.
- Non gaming revenues are net of GST
- Total revenues as shown are gaming win plus non-gaming revenues
- EBITDA margin is calculated as a % of gaming win (GST inclusive) plus non-gaming revenue - to facilitate Australasian comparisons

Depreciation, Interest, Tax

Depreciation & Amortisation: \$38.4m, up \$2.3m (-6.4%)

- 1H13 D&A increase of \$2.3m reflects recent capex spend, largely for the Bally system, the Tropical Resort in Darwin and a full half year depreciating Auckland's capital improvements
- Depreciation and amortisation for full year FY13 is projected to be circa \$80m

Debt and Interest: \$24.9m, down \$0.6m (2.4%)

- Average debt balance during 1H13 at \$710m with average yield of 6.92%
- We have shown a \$1.4m adjustment to interest costs in 1H13 relating to interest on borrowings for acquiring the NZICC land. This represents the amount that could have been capitalised had the project been in the active development phase
- Additionally, SKYCITY is currently holding \$380m committed debt facilities. These facilities are held for the Adelaide redevelopment and in anticipation of the NZICC approval. The annual cost of holding these facilities is approximately \$3.3m. This has not been adjusted for in Normalised NPAT
- Full year funding cost expected to be circa \$50m

Tax: \$24.9m, down \$1.9m (7.5%)

- Effective tax rate for 1H13 at 25.1%
- FY13 tax rate projected to slightly increase but remain around 26%

■ Normalised

Capex

Capex Spend	1H13	1H12
Darwin Resort	\$10.7m	\$13.0m
Land acquisition in Auckland	\$8.8m	\$6.4m
Bally	\$8.1m	\$4.0m
Darwin Premium Gaming Development	\$2.3m	
Hamilton Hotel/Land	\$1.8m	
Adelaide Development	\$0.6m	
Other Development Capex	\$12.7m	\$1.6m
Completion of Auckland \$50m Projects		\$32.0m
Total Project Capex	\$45.0m	\$57.0m
Maintenance Capex	\$30.5m	\$31.0m
Total	\$75.5m	\$88.0m

Capex

- 1H13 capex was \$75.5m, comprising Project Capex \$45.0m and Maintenance Capex \$30.5m
- 2H13 project capex is expected to be c.\$40m comprising final payments on Bally and the Darwin Resort and Premium Gaming, Hamilton Hotel, further developments on Federal Street in Auckland and early capex in Adelaide
- 2H13 Maintenance Capex is expected to be c.\$30 million

Normalised P&L Summary by Business Unit

Normalised P&L Summary by Business Unit

New Zealand operations expressed in NZ\$m
Australian operations expressed in A\$m (normalised)

	1H13										1H12									
	Auckland NZ\$m	Adelaide A\$m	Darwin A\$m	Total Australia A\$m	Total Australia NZ\$m	Hamilton NZ\$m	Christchurch NZ\$m	Other NZ Operations NZ\$m	Corporate NZ\$m	SKYCITY Group NZ\$m	Auckland NZ\$m	Adelaide A\$m	Darwin A\$m	Total Australia A\$m	Total Australia NZ\$m	Hamilton NZ\$m	Christchurch NZ\$m	Other NZ Operations NZ\$m	Corporate NZ\$m	SKYCITY Group NZ\$m
Gross Gaming revenue	199.2	74.0	55.0	129.0	164.8	23.2	-	3.4	-	390.6	197.0	73.7	49.0	122.7	157.0	22.1	-	3.5	-	379.6
Non-Gaming Revenue	64.5	8.5	17.1	25.6	32.7	4.5	2.3	1.1	-	105.1	71.9	8.9	14.6	23.5	30.0	4.4	2.5	0.6	-	109.4
Total Revenue (incl Gaming GST)	263.7	82.5	72.1	154.6	197.5	27.7	2.3	4.5	-	495.7	268.9	82.6	63.6	146.2	187.0	26.5	2.5	4.1	-	489.0
Gaming GST	(25.6)	(6.7)	(4.9)	(11.6)	(14.8)	(3.0)	-	(0.5)	-	(43.9)	(24.6)	(6.7)	(4.5)	(11.2)	(14.1)	(2.9)	-	(0.5)	-	(42.1)
Total Revenue (excl Gaming GST)	238.1	75.8	67.2	143.0	182.7	24.7	2.3	4.0	-	451.8	244.3	75.9	59.1	135.0	172.9	23.6	2.5	3.6	-	446.9
Expenses	130.5	55.7	45.0	100.7	128.6	13.3	-	3.2	13.5	289.1	129.9	56.7	38.3	95.0	121.9	12.6	-	3.1	13.9	281.4
EBITDA	107.6 40.8%	20.1 24.4%	22.2 30.8%	42.3 27.4%	54.1 27.4%	11.4 41.2%	2.3 100.0%	0.8 17.8%	(13.5)	162.7 32.8%	114.4 42.5%	19.2 23.2%	20.8 32.7%	40.0 27.4%	51.0 27.3%	11.0 41.5%	2.5 100.0%	0.5 12.2%	(13.9)	165.5 33.8%
Depreciation Amortisation	20.7 0.4	3.2 1.1	5.1 0.2	8.3 1.3	10.6 1.5	1.9 0.1	- -	0.4 -	1.3 1.5	34.9 3.5	19.5 -	3.1 1.0	4.4 0.1	7.5 1.1	9.6 1.4	2.4 -	- -	0.5 -	1.3 1.4	33.3 2.8
EBIT	86.5 32.8%	15.8 19.2%	16.9 23.4%	32.7 21.2%	42.0 21.3%	9.4 33.9%	2.3 100.0%	0.4 8.9%	(16.3)	124.3 25.1%	94.9 35.3%	15.1 18.3%	16.3 25.6%	31.4 21.5%	40.0 21.4%	8.6 32.5%	2.5 100.0%	- 0.0%	(16.6)	129.4 26.5%
Funding										24.9										25.5
Net Profit before tax										99.4 20.1%										103.9 21.2%
Tax										24.9										26.8
Minority Interest (Queenstown)										0.1										0.1
Normalised Net Profit										74.4										77.0

- Other NZ Operations includes Queenstown and other minor operations. Minority Interests relate to SKYCITY Queenstown
- EBITDA margin is calculated as a % of GST-inclusive gaming revenues and GST-exclusive non-gaming revenues to facilitate Australasian comparisons

Reported and Normalised Earnings

	1H13				1H12			
	Revenue \$m	EBITDA \$m	EBIT \$m	NPAT \$m	Revenue \$m	EBITDA \$m	EBIT \$m	NPAT \$m
Reported	487.3	152.8	114.4	66.3	494.0	168.2	132.0	78.8
Restructuring costs		1.1	1.1	0.7		0.3	0.3	0.2
Interest on purchased NZICC land bank				1.0				
Profit from sale of Christchurch				(0.1)				
Other Adjustments		0.8	0.8	0.6		0.5	0.6	0.5
Total Adjustments		1.9	1.9	2.2		0.8	0.9	0.7
Adjusted	487.3	154.7	116.3	68.5	494.0	169.0	132.9	79.5
International Business at Theoretical	8.4	8.0	8.0	5.9	(5.0)	(3.5)	(3.5)	(2.5)
Normalised	495.7	162.7	124.3	74.4	489.0	165.5	129.4	77.0

- Revenue includes GST inclusive gaming revenues and GST exclusive non-gaming revenues
- 'Normalised' (underlying) earnings eliminates certain items and adjusts international VIP commission business win rate to theoretical

Reported and Normalised Earnings

- SKYCITY's objective of producing normalised financial information is to provide data that is useful to the investment community in understanding the underlying operations of the Group
- Gaming Revenue figures reflect gaming win (inclusive of gaming GST). This facilitates Australasian comparisons and is consistent with the treatment adopted by major Australian casinos
- Non-gaming Revenues are net of GST
- Total Revenues are gaming win plus Non-gaming Revenues
- EBITDA margin is calculated as a % of gaming win (GST inclusive) plus non-gaming revenue – to facilitate Australasian and period on period comparisons



Reported and Normalised Earnings

- Key Adjustments are:
 - Restructuring costs – costs associated with changing the staffing structures designed to create future efficiencies
 - Interest on purchase of New Zealand International Convention Centre (NZICC) land bank – calculated using the Group's average cost of debt
 - Profit from sale of Christchurch
 - Other Adjustments includes one-off costs associated with opening of the Darwin Tropical Resort, the introduction of the Bally gaming system and other miscellaneous items
- IB win rate at 1.06% for 1H13. Adjustment to theoretical win rate of 1.35% based on actual turnover increases EBITDA by \$8.0m; during 1H12 the same adjustment reduced EBITDA by \$3.5m
- Normalisation adjustments have been calculated in a consistent manner in 1H13 and 1H12



Cash Flows

- Consistent and reliable cash flows
 - SKYCITY continues to generate strong cash flows
 - cash flows from operating activities were \$136.3 and \$163.5m in 1H13 and 1H12 respectively
- Capex spend \$75.5m
 - capex includes Darwin resort (\$11m), Auckland land acquisitions (\$9m), Bally (\$8m)
 - the balance broadly consists of development and maintenance capex across all sites¹
- Working Capital/Other
 - these adjustments relate primarily to movements in the underlying working capital of the Group

Cashflow summary	1H13	1H12	FY12
Reported EBITDA	152.8	168.2	300.5
Tax paid	(15.9)	(11.8)	(49.3)
Working capital/other	(0.6)	7.1	10.5
Operating cash flow	136.3	163.5	261.7
Capex - net	(75.5)	(87.5)	(164.7)
Free cash flow	60.8	76.0	97.0
Dividends	(46.2)	(41.3)	(93.3)
Interest paid	(25.7)	(27.9)	(49.0)
Share purchases	0.1	(7.5)	(7.2)
Divestment of Christchurch Casinos	80.0	-	-
Payments for Queenstown Casinos	(5.0)	-	-
Repayment of debt	(16.0)	-	(264.5)
New debt	-	-	241.3
Derivatives/other	(0.9)	0.1	12.5
Change in cash balance	47.1	(0.6)	(63.2)
Opening cash balance	41.4	104.6	104.6
Closing cash balance	88.5	104.0	41.4

¹ Dollar amounts represent cash expenditure in 1H13

Consolidated Balance Sheet

SKYCITY Entertainment Group Limited

Equity	As at 31/12/12 NZ\$m	As at 30/06/12 NZ\$m	Movement NZ\$m
Share Capital	728.4	727.6	0.8
Retained profits	98.5	81.7	16.8
Reserves	(4.4)	(1.9)	(2.5)
Minority interests	-	1.7	(1.7)
Total Equity	822.5	809.1	13.4
Current Assets			
Cash and bank	88.5	41.4	47.1
Receivables and prepayments	29.9	27.0	2.9
Inventories	7.9	6.8	1.1
Tax prepayment	37.1	35.5	1.6
Derivative financial instruments	-	0.5	(0.5)
Total Current Assets	163.4	111.2	52.2
Non-Current Assets			
Property, plant and equipment	1,098.9	1,064.4	34.5
Intangible assets	407.5	410.7	(3.2)
Investments in associates	-	75.2	(75.2)
Tax prepayment	20.2	31.6	(11.4)
Derivative financial instruments	14.4	23.1	(8.7)
Total Non-Current Assets	1,541.0	1,605.0	(64.0)
Total Assets	1,704.4	1,716.2	(11.8)

■ Equity

- Movements in share capital relate to the employee long-term incentive plan
- Movement in retained profits records the current period's net profit after tax less the FY12 final dividend and the impact of purchasing the remaining 40% of Queenstown Casino

■ Reserves

- The movement in foreign currency translation reserve reflects changes in the New Zealand dollar value of the company's net Australian assets due to movements in the NZD/AUD exchange rate
- The movement in the cash flow hedge reserve represents fair value movements in SKYCITY's interest rate and cross currency interest rate swaps that are part of cash flow hedging relationships
- Minority interest of 40% in Queenstown Casino was acquired December 2012

■ Current Assets

- Cash and bank balances: \$38.1m interest-bearing deposits and \$50.4m cash held in-house/on-property

Consolidated Balance Sheet (continued)

SKYCITY Entertainment Group Limited

	As at 31/12/12 NZ\$m	As at 30/06/12 NZ\$m	Movement NZ\$m
Total Assets (carried forward)	1,704.4	1,716.2	(11.8)
Current Liabilities			
Payables	113.3	107.2	(6.1)
Current tax liabilities	4.9	8.0	3.1
Derivative financial instruments	0.7	0.6	(0.1)
Total Current Liabilities	118.9	115.8	(3.1)
Non-Current Liabilities			
Interest bearing liabilities - Term	575.2	604.9	29.7
Subordinated debt - capital notes	56.4	56.4	-
Deferred tax liabilities	84.1	84.6	0.5
Derivative financial instruments	47.3	45.4	(1.9)
Total Non-Current Liabilities	763.0	791.3	28.3
Total Liabilities	881.9	907.1	25.2
Net Assets	822.5	809.1	13.4
Net Debt (excluding cash in house)	593.6	658.8	65.2
Net Debt:EBITDA	1.9x	2.1x	
Net Position of Derivative Financial Instruments included in Balance Sheet Assets/(Liabilities)	(33.6)	(22.4)	(11.2)

■ Non-Current Assets

- \$34.5m increase in Property, Plant and Equipment relates primarily to additions partially offset by depreciation and the impact of movement in the NZD/AUD exchange rate (-\$2.4m impact)
- The decrease in intangible assets is largely the result of movements in the NZD/AUD exchange rate and amortisation partially offset by additional software purchases
- Investments in Associates comprised SKYCITY's 50% investment in Christchurch Casinos Limited which was disposed of in December 2012

■ Current and Non-Current Liabilities

- Derivative financial instruments represent the market value of interest rate swaps, cross currency interest rate swaps and forward foreign exchange contracts
- At 31 December 2012 all interest bearing liabilities (US Private Placement debt and bank facility) are non-current

Australian Dollar Earnings Adelaide and Darwin

- NPAT result comparison to prior periods can potentially be impacted by NZD/AUD exchange rates
- Restating 1H12 prior period at 0.7836 to remove the FX differential would have no significant impact
 - Average NZD/AUD cross-rate during 1H13 0.7836
 - Average NZD/AUD cross-rate during 1H12 0.7835



Disclaimer

- *All information included in this presentation is provided as at 13 February 2013.*
- *The presentation includes a number of forward-looking statements. Forward looking statements, by their nature, involve inherent risks and uncertainties. Many of those risks and uncertainties are matters which are beyond SKYCITY's control and could cause actual results to differ from those predicted. Variations could either be materially positive or materially negative.*
- *This presentation has not taken into account any particular investor's investment objectives or other circumstances. Investors are encouraged to make an independent assessment of SKYCITY.*

