



GOLD REEF

R E S O R T S



ANNUAL FINANCIAL RESULTS FOR THE YEAR ENDED 31 DECEMBER 2007

Management Team



Steven Joffe

Chief Executive Officer

Jarrood Friedman

Chief Financial Officer

Christian Neuberger

Joint Chief Operating Officer

Bongani Biyela

Joint Chief Operating Officer

Agenda



Introduction and Group Structure

Industry Overview

Operations Overview

Financial Overview

2008 Post Balance Sheet Events

Outlook

Questions & Answers



GOLD REEF

RESORTS



Introduction



Introduction 2007



- ☛ Listed in the 'Travel and Leisure (Gambling)' sector of the JSE Limited
- ☛ Market capitalisation of approximately **R7,5 billion** at **R27,00** per share
- ☛ P/E of **17,9** at **R27,00** on 2007 **Adjusted HEPS**
- ☛ Adjusted cash flow yield of **7,48%** at **R27,00**
- ☛ **18,08%** of national gaming positions with **134** tables and **3 926** slots in **7** casinos
- ☛ GRR disbursed or committed **R13,8 million** for social responsibility in 2007 (2006: R11,7 million)

Introduction 2007



🦀 2007 defined by:

- Opening of two new casinos
- BEE transactions
- Steady operational performance driven by top-line growth

🦀 Substantial improvements and refurbishment projects at:

- Gold Reef City Casino
- Gold Reef City Theme Park
- Goldfields Casino
- Golden Horse Casino



Introduction 2007



- 🦁 New casinos:
 - Silverstar Casino
 - Queens Casino
- 🦁 Corporate transactions:
 - Share exchange and top-up
 - Bidco offer
- 🦁 New licences and ongoing bids:
 - Vaal



BEE Transaction

BEE share exchange and top-up

 Now hold 100% of:



 Now hold 100% of management contracts for:



 BEE shareholding exceeds 25,1%

Share Price



Daily close: 1 Jan 2007 – 10 March 2008



Group Structure



100%

Gold Reef Management

100% of Management contracts for:

- Gold Reef City Casino
- Goldfields Casino
- Mykonos Casino
- Garden Route Casino
- Golden Horse Casino
- Gold Reef City Theme Park

55% of Queens Casino management contract

No management contract in place for Silverstar Casino

Casino Interests

100,0%	Akani Egoli (Gold Reef City)
70,3%	West Coast Leisure (Mykonos Casino)
100,0% SPV 42,5% 42,5%	Garden Route Casino (Garden Route Casino)
100,0%	Akani Msunduzi (Golden Horse Casino)
100,0%	Goldfields Casino & Entertainment Centre (Goldfields Casino)
100,0%	Silverstar Development (Silverstar Casino)
25,1%	Lukhanji Leisure (Queens Casino)



GOLD REEF

RESORTS



Industry
Overview

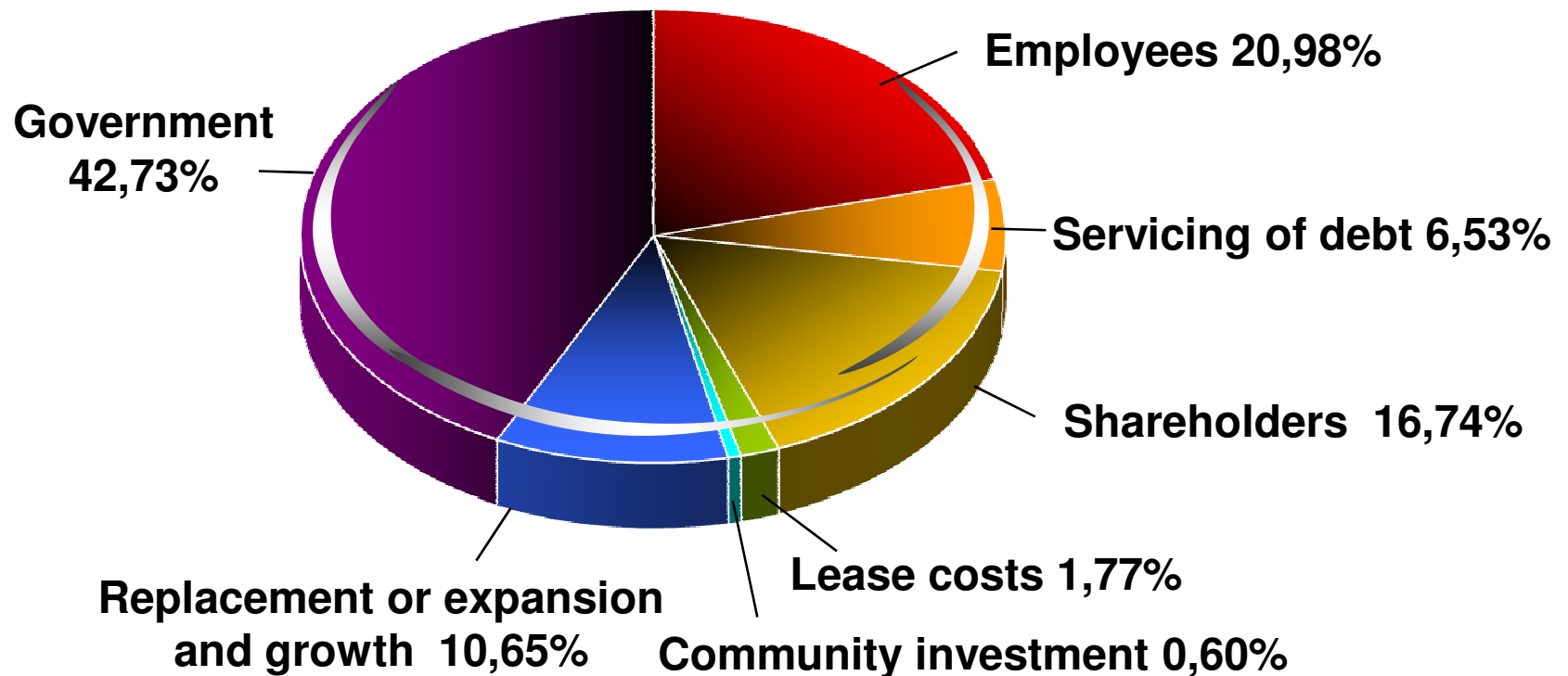
QAGLA!GM



Casino Industry Value Added



- 🔹 Total GGR of R13,5 billion to Mar 2007 (2006 : R11,5 billion)
- 🔹 2H 2007 industry GGR growth influenced by challenging economic conditions



Provincial Revenue



Analysis of Provincial GGR

<i>R million</i>	2003	2004	2005	2006	2007
Gauteng	3 186	3 674	4 208	4 808	5 468
KwaZulu-Natal	979	1 175	1 519	1 765	2 112
Western Cape	1 127	1 359	1 643	1 877	2 203
Free State	62	155	195	289	364
Eastern Cape	410	646	746	824	908

Gauteng Overview



Gauteng makes up 41% of the South African gaming market



**Gauteng
Revenue for 2007**

1H: 17%

2H: 11%

FY: 14%

KwaZulu-Natal Overview



KwaZulu-Natal Revenue for 2007

1H: 25%

2H: 15%

FY: 20%

Western Cape Overview



**Western Cape
Revenue for 2007**

1H: 22%

2H: 14%

FY: 17%

Free State Overview



**Free State
Revenue for 2007**

1H: 33%

2H: 20%

FY: 26%

Eastern Cape Overview



**Eastern Cape
Revenue for 2007**

1H: 12%

2H: 10%

FY: 11%



GOLD REEF

RESORTS



Operations Overview

OPERATIONS



Gold Reef City



Slots 1600

Tables 50



Gold Reef City



- 🦁 Gold Reef City Casino
- 🦁 Gold Reef City Theme Park
- 🦁 South African Apartheid Museum
(operated by S21 Company)



Gold Reef City Casino



- 🌀 Redesign of casino floor
 - Phase 2 and 3 completed
 - Final phase due for completion in Q1 2008
- 🌀 New theatre opened
- 🌀 Upgrade of restaurants and entertainment facilities



Gold Reef City Theme Park



- 🔁 Visitors increased by 14,8%
- 🔁 Ongoing refurbishment of rides
- 🔁 Revitalisation of facilities



R million

2007

2006

%
Change

Revenue	1 098,7	977,5	12,4%
EBITDAR	417,0	343,9	21,3%
EBITDAR %	38,0%	35,2%	2,8%
Cash on hand / (external debt)	(275,0)	(292,6)	(6,0%)



R million

	2007	2006	% Change
Revenue	1 098,7	977,5	12,4%
Casino	1 021,3	919,1	11,1%
Theme Park	77,4	58,4	32,6%



R million

	2007	2006	% Change
Revenue	1 098,7	977,5	12,4%
EBITDAR	417,0	343,9	21,3%

Casino	408,8	341,7	19,6%
Theme Park	8,2	2,2	270,8%



R million

	2007	2006	% Change
Revenue	1 098,7	977,5	12,4%
EBITDAR	417,0	343,9	21,3%
EBITDAR %	38,0%	35,2%	2,8%

Casino	40,0%	37,2%	2,8%
Theme Park	10,6%	3,8%	6,8%



R million

2007

2006

%
Change

Revenue	1 098,7	977,5	12,4%
EBITDAR	417,0	343,9	21,3%
EBITDAR %	38,0%	35,2%	2,8%
Cash on hand / (external debt)	(275,0)	(292,6)	(6,0%)



Silverstar Casino



GOLD REEF
RESORTS



Slots 756

Tables 26



Silverstar Casino



- 🎰 Gaming floor opened 11 Dec 2007
- 🎰 Hotel, conferencing, restaurants and entertainment facilities to open April 2008
- 🎰 Spa to open 3rd quarter 2008
- 🎰 Fully cashless
- 🎰 Strong management team in place



R million

2007

Revenue	25,0
EBITDAR*	7,7
EBITDAR %*	30,8%
Cash on hand / (external debt)	(946,7)

** Adjusted to exclude pre-opening expenses*



Golden Horse Casino



Slots 450

Tables 25



Golden Horse Casino



- ❧ Refurbishment of Salon Privé
- ❧ Additional food and beverage and entertainment facilities



Golden Horse Casino



R million

2007

2006

%
Change

Revenue	225,9	200,3	12,7%
EBITDAR	109,2	92,0	18,8%
EBITDAR %	48,4%	45,9%	2,5%
Cash on hand / (external debt)	(33,0)	(51,4)	35,8%



Mykonos Casino



Slots 278

Tables 9



Mykonos Casino



- 🔦 Opening of high limit gaming area
- 🔦 Ongoing development on Cape West Coast



Mykonos Casino



R million

	2007	2006	% Change
Revenue	116,7	105,3	10,8%
EBITDAR	53,5	47,0	13,9%
EBITDAR %	45,9%	44,6%	1,3%
Cash on hand / (external debt)	8,8	11,2	21,4%



Garden Route Casino



Slots 376

Tables 16



Garden Route Casino



- 🦁 Slots increased from 354 to 376 (further 36 slots approved)
- 🦁 Increased patronage derived from golf course
- 🦁 Development of 500 golf residences continues



Garden Route Casino



R million

	2007	2006	% Change
Revenue	166,8	148,2	12,6%
EBITDAR	83,7	71,8	16,6%
EBITDAR %	50,2%	48,4%	1,8%
Cash on hand / (external debt)	(22,7)	(24,9)	8,8%



Goldfields Casino



Goldfields Casino



- ❖ Permanent casino completed and opened
- ❖ Facilities include: Privé, conferencing, restaurants and entertainment
- ❖ Slots increased from 226 to 250
- ❖ Tables increased from 6 to 9



R million

2007

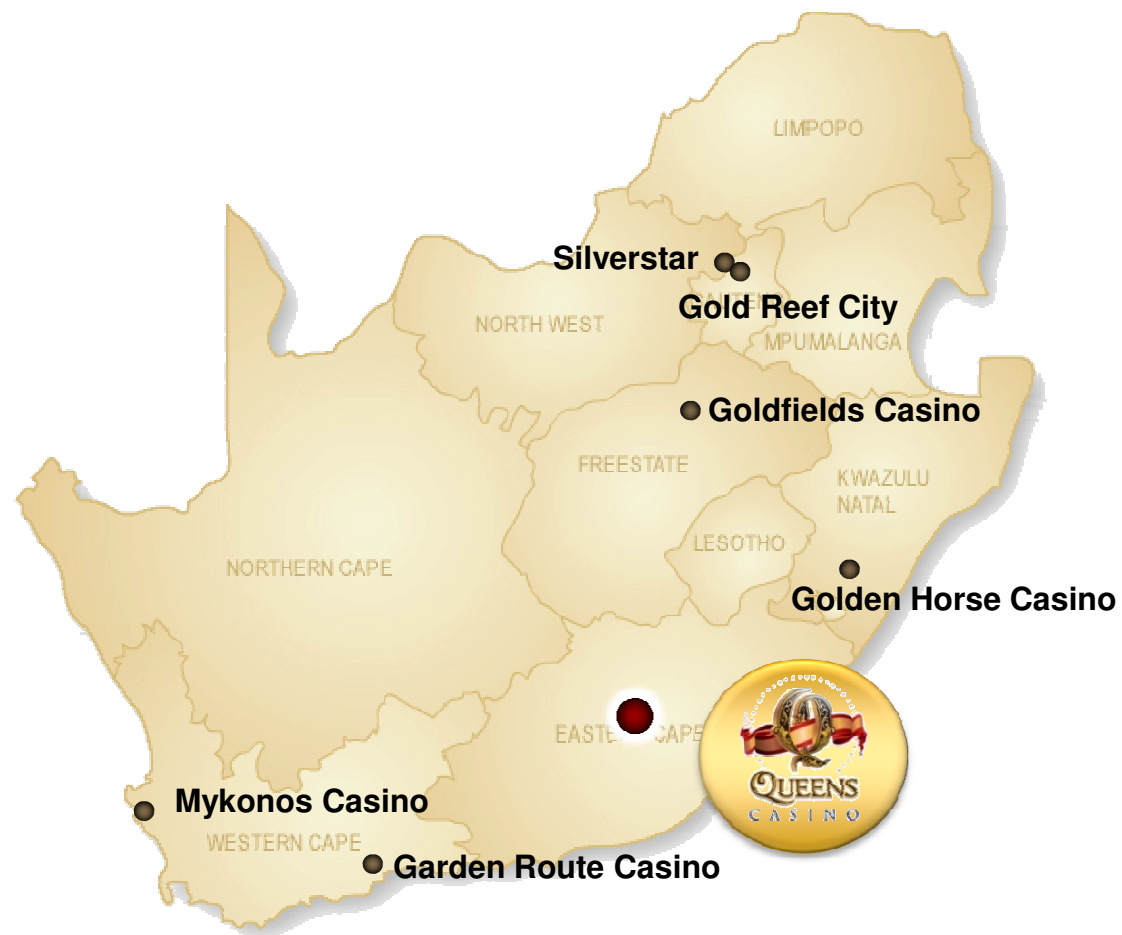
2006

%
Change

Revenue	108,8	94,0	15,7%
EBITDAR	50,1	45,3	10,6%
EBITDAR %	46,1%	48,2%	(1,9%)
Cash on hand / (external debt)	(66,8)	(36,6)	82,5%



Queens Casino



Queens Casino



- ❖ Capital investment of ± R125 million
- ❖ 25,1% shareholding
- ❖ Casino floor and restaurants opened 21 December 2007
- ❖ Other non-gaming facilities including conference facility and hotel to open April 2008



R million

2007

Revenue	1,4
EBITDAR*	0,3
EBITDAR %*	18,6%
Cash on hand / (external debt)	**

** Adjusted to exclude pre-opening expenses*

*** Currently funded by shareholder loans*



CSI Projects



Underprivileged children and Soweto Schools Soccer Facilities



West Rand Development Trust and Black Eagles Project



The Careways Group and CHOC



West Coast Community Trust and Angels Foundation



New building to house child welfare organisation



Community facility development



Zulu Kama Trust and old age homes in Queenstown



GOLD REEF

RESORTS



Financial Overview

QALQIEM



Group Income Statement



		Reviewed for the year ended 31 December 2007 R'000	Audited for the year ended 31 December 2006 R'000
	%		
Revenue	14,8	1 741 801	1 517 113
Net gaming win	14,5	1 581 663	1 381 332
Theme Park	26,9	74 095	58 396
Food and beverage	21,7	41 080	33 759
Other	3,1	44 963	43 626
Other income		8 572	9 365
		1 750 373	1 526 478
Gaming levies and VAT		(310 238)	(271 310)
Employee costs		(362 409)	(314 695)
Promotional and marketing costs		(126 289)	(113 679)
Depreciation and amortisation		(152 823)	(101 812)
Other operating expenses		(389 337)	(218 482)
Operating profit		409 277	506 500
Finance income		37 555	11 957
Finance costs		(55 604)	(36 960)
Profit before equity accounted earnings		391 228	481 497
Share of (loss) / profit of associate		(934)	669
Profit before taxation		390 294	482 166
Taxation expense		(195 307)	(159 210)
Profit for the year	(39,6)	194 987	322 956
Attributable to:			
Equity holders of Gold Reef Resorts	(42,7)	145 814	254 312
Minority interest		49 173	68 644
		194 987	322 956
Number of shares in issue (000)		291 990	220 603
Weighted average number of shares in issue (000)		239 662	203 961
Earnings per share (cents)	(51,2)	60,8	124,7
Diluted earnings per share (cents)	(51,2)	60,8	124,7
Dividend per share (cents)	18,2	65,0	55,0
Special dividend per share (cents)		35,0	-

Supplementary Information



GOLD REEF
RESORTS

EBITDAR RECONCILIATION	%	Reviewed for the year ended 31 December 2007 R'000	Audited for the year ended 31 December 2006 R'000
Operating profit		409 277	506 500
Property and equipment rental		15 991	15 346
Depreciation and amortisation		152 823	101 812
EBITDAR	(7,3)	578 091	623 658
EBITDAR margin		33,2%	41,1%
ADJUSTED EBITDAR RECONCILIATION			
EBITDAR		578 091	623 658
Pre-opening expenses at Silverstar Casino		57 826	-
IFRS2 charges resulting from the share exchange and top-up transaction		100 790	-
Transaction costs incurred on the share exchange and top-up transaction		4 372	-
Transaction costs incurred on the scheme of arrangement proposed by Fluxrab Investments No 159 (Pty) Ltd		18 927	-
Adjusted EBITDAR	21,9	760 006	623 658
Adjusted EBITDAR margin compared to EBITDAR margin		43,6%	41,1%

The company is of the opinion that it is appropriate to compare Adjusted EBITDAR for the year ended 31 December 2007 with EBITDAR for the comparative period in order to illustrate year on year operating growth.

Supplementary Information



GOLD REEF
RESORTS

HEADLINE EARNINGS RECONCILIATION	%	Reviewed for the year ended 31 December 2007 R'000	Audited for the year ended 31 December 2006 R'000
Attributable profit for the year		145 814	254 312
Impairment of intangible		40 261	-
CGT arising on ALI refinancing		-	5 466
Fair value of land and accounts receivable		(867)	-
Profit on sale of property, plant and equipment		(1 330)	(16)
Headline earnings	(29,2)	183 878	259 762
Headline earnings per share (cents)	(39,8)	76,7	127,4
ADJUSTED HEADLINE EARNINGS RECONCILIATION			
Headline earnings		183 878	259 762
Pre-opening expenses at Silverstar Casino and Queens Casino		53 183	-
IFRS2 charges resulting from the share exchange and top-up transaction		100 790	-
Transaction costs incurred on the share exchange and top-up transaction		4 372	-
Transaction costs incurred on the scheme of arrangement proposed by Fluxrab Investments No 159 (Pty) Ltd		18 927	-
Adjusted headline earnings	39,0	361 150	259 762
Adjusted headline earnings per share compared to headline earnings per share (cents)	18,3	150,7	127,4

The company is of the opinion that it is appropriate to compare Adjusted HEPS for the year ended 31 December 2007 with HEPS in order to illustrate year on year operating growth.

Group Balance Sheet



	Reviewed at 31 December 2007 R'000	Audited at 31 December 2006 R'000
Assets		
Non-current Assets		
Property, plant and equipment	2 280 196	1 278 485
Leasehold improvements	103 661	101 710
Intangible assets	1 189 423	472 717
Deferred tax assets	46 788	62 627
Investment in associate	42 134	-
Investment in joint ventures	-	36 280
Available-for-sale financial assets	-	94 675
Derivative financial instruments	43 213	-
Share incentive scheme	79 812	25 484
	3 785 227	2 071 978
Current Assets		
Inventories	18 414	7 584
Trade and other receivables	74 622	20 223
Cash and cash equivalents	332 016	105 735
Amounts owing by related parties	67	4 865
	425 119	138 407
Total assets	4 210 346	2 210 385
Equity and liabilities		
Capital and reserves		
Ordinary share capital	5 800	4 482
Share premiums	1 888 157	489 230
Treasury shares	(81 864)	(75 340)
	1 812 093	418 372
Share-based payment reserve	378 447	36 200
Other reserves	2 485 600	13 745
Retained earnings	718 218	718 692
	2 425 887	1 188 249
Minority interest	32 465	180 382
	2 458 352	1 368 631
Non-current liabilities		
Interest-bearing borrowings	1 389 242	384 330
Deferred tax liabilities	53 946	56 452
	1 443 188	440 782
Current liabilities		
Trade and other payables	136 959	144 625
Pensions	54 923	46 651
Bank overdraft	56 470	43 033
Current tax liabilities	48 074	58 770
Current portion of interest-bearing borrowings	1 39 370	76 567
Amounts owing to related parties	1 501	4 623
	388 897	374 650
Total equity and liabilities	4 210 346	2 210 385

	Reviewed at 31 December 2007 R'000	Audited at 31 December 2006 R'000
Assets		
Non-current Assets		
Property, plant and equipment	2 280 196	1 278 485
Leasehold improvements	103 661	101 710
Intangible assets	1 189 423	472 717
Deferred tax assets	46 788	62 627
Investment in associate	42 134	-
Investment in joint ventures	-	36 280
Available-for-sale financial assets	-	94 675
Derivative financial instruments	43 213	-
Share incentive scheme	79 812	25 484
	3 785 227	2 071 978
Current Assets		
Inventories	18 414	7 584
Trade and other receivables	74 622	20 223
Cash and cash equivalents	332 016	105 735
Amounts owing by related parties	67	4 865
	425 119	138 407
Total assets	4 210 346	2 210 385

Group Balance Sheet



	Reviewed at 31 December 2007 R'000	Audited at 31 December 2006 R'000
Assets		
<i>Non-current Assets</i>		
Property, plant and equipment	2 758 198	1 778 485
Leasehold improvements	46 564	62 710
Intangible assets	4 556 233	872 717
Deferred tax assets	46 738	82 822
Investment in associate	62 136	-
Investment in joint ventures	-	36 280
Available-for-sale financial assets	-	64 675
Derivative financial instruments	43 243	-
Share incentive scheme	79 862	26 484
	3 785 237	2 971 876
<i>Current Assets</i>		
Inventories	18 618	7 584
Trade and other receivables	74 622	29 223
Cash and cash equivalents	3 220 018	185 715
Amounts owing by related parties	62	4 885
	4 255 119	138 407
Total assets	8 040 356	3 110 283
Equity and liabilities		
<i>Capital and reserves</i>		
Ordinary share capital	5 840	4 412
Share premium	1 860 132	499 280
Treasury shares	(41 961)	(75 340)
	1 824 011	428 352
Share-based payment reserve	378 117	26 210
Other reserves	(493 699)	13 795
Retained earnings	718 238	719 892
	2 426 667	1 188 249
Minority interest	32 405	196 895
	2 459 072	1 385 144
<i>Non-current liabilities</i>		
Interest-bearing borrowings	1 309 242	394 330
Deferred tax liabilities	53 946	56 453
	1 363 188	450 783
<i>Current liabilities</i>		
Trade and other payables	136 029	144 623
Provisions	54 923	46 653
Bank overdraft	15 420	43 013
Current tax liabilities	40 825	58 779
Current portion of interest bearing borrowings	139 378	76 967
Amounts owing to related parties	1 511	4 423
	388 086	374 458
Total equity and liabilities	4 210 346	2 210 385

	Reviewed at 31 December 2007 R'000	Audited at 31 December 2006 R'000
Equity and liabilities		
<i>Capital and reserves</i>		
Ordinary share capital	5 840	4 412
Share premium	1 860 132	499 280
Treasury shares	(41 961)	(75 340)
	1 824 011	428 352
Share-based payment reserve	378 117	26 210
Other reserves	(493 699)	13 795
Retained earnings	718 238	719 892
	2 426 667	1 188 249
Minority interest	32 405	196 895
	2 459 072	1 385 144
<i>Non-current liabilities</i>		
Interest-bearing borrowings	1 309 242	394 330
Deferred tax liabilities	53 946	56 453
	1 363 188	450 783
<i>Current liabilities</i>		
Trade and other payables	136 029	144 623
Provisions	54 923	46 653
Bank overdraft	15 420	43 013
Current tax liabilities	40 825	58 779
Current portion of interest-bearing borrowings	139 378	76 967
Amounts owing to related parties	1 511	4 423
	388 086	374 458
Total equity and liabilities	4 210 346	2 210 385

Group Changes in Equity



	Share capital net of treasury R'000	Reserves R'000	Retained earnings R'000	Minority interest R'000	Total equity R'000
Balance at 1 January 2006	428 352	18 996	595 373	96 429	1 139 150
Recognition of share-based payments	-	9 988	-	-	9 988
Revaluation of land per IFRS3	-	27 519	-	-	27 519
Hedge reserve created during the year	-	(10 345)	-	-	(10 345)
Attributable profit for the year	-	-	254 312	68 644	322 956
Dividend paid	-	-	(104 020)	-	(104 020)
Movement in loans from minorities	-	-	-	(1 702)	(1 702)
Transactions with minorities in Gold Reef City	-	-	(25 773)	61 323	35 550
Transactions with minorities in Mykonos Casino	-	(6 153)	-	(1 623)	(7 776)
Dividends paid to minorities by subsidiaries	-	-	-	(42 505)	(42 505)
Minorities created on Goldfields Casino acquisition	-	-	-	3 213	3 213
Minorities created on Garden Route Casino acquisition	-	-	-	13 116	13 116
Balance at 1 January 2007	428 352	40 005	719 892	196 895	1 385 144
Issue of shares as part of the share exchange and top-up transaction	1 335 922	340 257	-	-	1 676 179
Effect of the share exchange and top-up transaction on group equity	-	(542 107)	-	(200 371)	(742 478)
Transfer between reserves	-	(2 774)	2 774	-	-
Issue of shares to share scheme	59 737	-	-	-	59 737
Recognition of share-based payments	-	11 650	-	-	11 650
Effective portion of derivative hedge recognised in equity during the year	-	37 387	-	-	37 387
Attributable profit for the year	-	-	145 814	49 173	194 987
Dividend paid	-	-	(150 242)	-	(150 242)
Dividends paid to minorities by subsidiaries	-	-	-	(13 292)	(13 292)
Balance at 31 December 2007	1 824 011	(115 582)	718 238	32 405	2 459 072

Group Cash Flow Statement GOLD REEF RESORTS

	Reviewed for the year ended 31 December 2007 R'000	Audited for the year ended 31 December 2006 R'000
Cash flow from operating activities		
Profit before taxation	390 294	482 166
Non-cash items and other adjustments	284 588	137 263
Cash flow from trading operations	674 882	619 429
(Increase)/decrease in net current assets	(63 068)	49 438
Cash flow from operating activities	611 814	668 867
Interest received	32 442	11 957
Interest paid	(55 604)	(36 960)
Taxation paid	(199 929)	(227 584)
Dividend paid	(150 242)	(104 020)
Net cash generated in operating activities	238 481	312 260
Cash flow from investing activities		
Acquisitions in property, plant and equipment	(5 190 470)	(4 171 767)
Acquisitions in leasehold improvements	(6 538)	(6 538)
Proceeds from disposal of property, plant and equipment	9 893	4 168
Proceeds from intangibles	(19 82)	(53)
Proceeds from available-for-sale financial instruments	-	(14 474)
Proceeds from acquisition	(5 72)	-
Loans issued to joint ventures	-	(26 381)
Loans (received)/repaid to associates	(45 383)	(21)
Net repayments by related parties	1 886	94 651
Net cash effect of business exit charges and litigation matters	(208 088)	-
Net cash effect of acquisition of subsidiary companies in India	-	(881 983)
Net cash effect of acquisition of subsidiary companies in Indonesia	-	(26 320)
Net cash effect of All India financing	-	44 444
Net cash effect of acquisition of subsidiary companies in Hong Kong	-	(5 17 395)
Net cash effect of acquisition of 'Shantou'	-	(78 273)
Net cash effect of acquisition in Myanmar Casino	-	(7 275)
Net cash effect of investing activities	(5 245 047)	(4 279 355)
Cash flow from financing activities		
Proceeds from share issues	99 217	-
Proceeds from participating in transaction	237 000	-
(Increase)/decrease in share purchase consideration	(26 328)	7 250
Dividends and loan repayments to outside shareholders	(215 283)	(44 387)
Interest on bank borrowings	(87 323)	(40 836)
Net cash generated in financing activities	7 293 488	2 12 750
Net increase/(decrease) in cash and cash equivalents	253 874	(46 340)
Cash and cash equivalents at beginning of year	42 222	89 362
Cash and cash equivalents at end of year	344 586	43 022

	Reviewed for the year ended 31 December 2007 R'000	Audited for the year ended 31 December 2006 R'000
Cash flow from operating activities		
Profit before taxation	390 294	482 166
Non-cash items and other adjustments	284 588	137 263
Cash flow from trading operations	674 882	619 429
(Increase) / decrease in net current assets	(63 068)	49 438
Cash flow from operating activities	611 814	668 867
Interest received	32 442	11 957
Interest paid	(55 604)	(36 960)
Taxation paid	(199 929)	(227 584)
Dividend paid	(150 242)	(104 020)
Net cash generated in operating activities	238 481	312 260

Group Cash Flow Statement GOLD REEF RESORTS

	Reviewed for the year ended 31 December 2007 R'000	Audited for the year ended 31 December 2006 R'000
Cash flow from operating activities		
Profit before taxation	319 205	602 816
Non-cash items and other adjustments	214 500	137 283
Cash flow from operating activities	533 705	740 100
Decrease / increase in receivables	603 888	40 418
Cash flow from operating activities	1 137 593	780 518
Interest received	19 449	51 819
Interest paid	(14 644)	(16 361)
Transactions	110 930	(227 181)
Dividend paid	(14 248)	(16 221)
Net cash generated in operating activities	1 128 680	581 595
Cash flow from investing activities		
Additions to property, plant and equipment	(1 065 315)	(351 456)
Additions to leasehold improvements	(5 329)	(6 530)
Proceeds from disposal of property, plant and equipment	9 963	4 178
Investment in intangibles	(276)	(53)
Investment in available-for-sale financial instruments	-	(94 674)
Investment in associate	(67)	-
Loans issued to joint ventures	-	(36 280)
Loans (issued to) / repaid by associate	(43 001)	691
Net repayments by related parties	1 886	94 601
Net cash effect of the share exchange and top-up transaction	(138 908)	-
Net cash effect of acquisition of ordinary shares in Inkonka	-	(150 503)
Net cash effect of acquisition of loan to Inkonka	-	(25 120)
Net cash effect of ALI refinancing	-	35 550
Net cash effect of acquisition of Tanglepark	-	(117 006)
Net cash effect of acquisition of Silverstar	-	(78 278)
Net cash effect of acquisition in Mykonos Casino	-	(7 776)
Net cash utilised in investing activities	(1 241 047)	(732 656)
Cash flow from financing activities		
Issue of shares to the public	81 217	-
Issue of shares to the public	189 888	-
Decrease / increase in short-term borrowings	(14 248)	2 154
Dividend received from subsidiaries	110 252	106 257
Interest on interest-bearing liabilities	17 323	110 418
Net cash generated in financing activities	279 912	224 829
Net increase / decrease in cash and cash equivalents	167 545	(227 031)
Cash and cash equivalents at beginning of year	82 219	106 183
Cash and cash equivalents at end of year	249 764	84 152

	Reviewed for the year ended 31 December 2007 R'000	Audited for the year ended 31 December 2006 R'000
Cash flow from investing activities		
Additions to property, plant and equipment	(1 065 315)	(351 456)
Additions to leasehold improvements	(5 329)	(6 530)
Proceeds from disposal of property, plant and equipment	9 963	4 178
Investment in intangibles	(276)	(53)
Investment in available-for-sale financial instruments	-	(94 674)
Investment in associate	(67)	-
Loans issued to joint ventures	-	(36 280)
Loans (issued to) / repaid by associate	(43 001)	691
Net repayments by related parties	1 886	94 601
Net cash effect of the share exchange and top-up transaction	(138 908)	-
Net cash effect of acquisition of ordinary shares in Inkonka	-	(150 503)
Net cash effect of acquisition of loan to Inkonka	-	(25 120)
Net cash effect of ALI refinancing	-	35 550
Net cash effect of acquisition of Tanglepark	-	(117 006)
Net cash effect of acquisition of Silverstar	-	(78 278)
Net cash effect of acquisition of Mykonos Casino	-	(7 776)
Net cash utilised in investing activities	(1 241 047)	(732 656)

Group Cash Flow Statement GOLD REEF RESORTS

	Reviewed for the year ended 31 December 2007 R'000	Audited for the year ended 31 December 2006 R'000
Cash flow from operating activities		
Profit before taxation	240 244	402 805
Non-cash items and other adjustments	244 698	357 383
Cash flow from investing activities	674 202	6 15 473
(Increase)/decrease in debt current assets	833 180	49 633
Cash flow from operating activities	611 614	468 661
Adjusted interest	50 443	21 121
Interest paid	(100 110)	(100 110)
Taxation paid	(100 110)	(211 484)
Dividend paid	(100 110)	(444 207)
Net cash generated in operating activities	253 874	215 285
Cash flow from financing activities		
Issue of shares to share scheme	59 737	-
Issue of shares as part of top-up transaction	287 000	-
(Increase) / decrease in share incentive scheme loan	(54 328)	7 355
Dividend and loan repayments to outside shareholders	(13 292)	(44 207)
Increase in interest-bearing borrowings	977 323	410 608
Net cash generated in financing activities	1 256 440	373 756
Net increase / (decrease) in cash and cash equivalents	253 874	(46 640)
Cash and cash equivalents at beginning of year	62 722	109 362
Cash and cash equivalents at end of year	316 596	62 722

	Reviewed for the year ended 31 December 2007 R'000	Audited for the year ended 31 December 2006 R'000
Cash flow from financing activities		
Issue of shares to share scheme	59 737	-
Issue of shares as part of top-up transaction	287 000	-
(Increase) / decrease in share incentive scheme loan	(54 328)	7 355
Dividend and loan repayments to outside shareholders	(13 292)	(44 207)
Increase in interest-bearing borrowings	977 323	410 608
Net cash generated in financing activities	1 256 440	373 756
Net increase / (decrease) in cash and cash equivalents	253 874	(46 640)
Cash and cash equivalents at beginning of year	62 722	109 362
Cash and cash equivalents at end of year	316 596	62 722

Segmental Analysis



	Revenue			EBITDAR				EBITDAR %			CAPEX	
	2007	2006		2007	Adjusted 2007	2006	Adjusted 2007 compared to 2006	2007	Adjusted 2007	2006	2007	2006
	R'000	R'000	%	R'000	R'000	R'000	%	%	%	%	R'000	R'000
Gold Reef City	1 098 646	977 528	12,4	417 021	417 021	343 904	21,3	38,0	38,0	35,2	235 061	224 358
Silverstar Casino*	24 974	-		(50 124)	7 702	-			30,8		758 801	56 446
Golden Horse Casino	225 853	200 352	12,7	109 217	109 217	91 938	18,8	48,4	48,4	45,9	15 763	18 431
Mykonos Casino	116 648	105 325	10,8	53 508	53 508	46 958	13,9	45,9	45,9	44,6	3 996	13 364
Garden Route Casino	166 826	148 169	12,6	83 692	83 692	71 786	16,6	50,2	50,2	48,4	11 142	11 713
Goldfields Casino	108 817	94 046	15,7	50 122	50 122	45 314	10,6	46,1	46,1	48,2	44 700	62 442
Queens Casino*	1 429	-		(5 657)	266	-			18,6		92 508	-
Gold Reef Management	70 160	60 158	16,6	(22 447)	16 350	14 027	16,6		23,3	23,3	65	192
Gold Reef Resorts	-	-		9 980	62 786	551 423					885	-
Consolidation	(71 552)	(68 465)		(67 221)	(40 658)	(541 692)					(92 277)	(28 960)
	1 741 801	1 517 113	14,8	578 091	760 006	623 658	21,9	33,2	43,6	41,1	1 070 644	357 986

* The figures shown above represent 100% of the respective casino's results albeit that Silverstar Casino was only accounted for as a subsidiary effective 1 July 2007 and the investment in Queens Casino is accounted for as investment in associate.

Historical Review



Income Statement (R'000)	2007	2006	2005	2004	2003
Revenue	1 741 801	1 517 113	1 165 422	1 056 683	903 903
Adjusted EBITDAR	760 006	623 658	488 091	442 193	349 020
Attributable profit for the year	145 814	254 312	230 732	192 208	125 069
Headline earnings	183 678	259 762	209 494	185 879	131 431
Number of shares in issue (000)	291 990	220 603	220 603	220 003	217 860
EPS (cents)	60,8	124,7	112,4	94,2	61,9
Adjusted HEPS (cents)	150,7	127,4	102,1	91,1	65,1
Dividend per share (cents)	65,0	55,0	51,0	48,0	27,0
Special dividend per share (cents)	35,0	-	-	-	-

Historical Review



Income Statement (R'000)	2007	2006	2005	2004	2003
Revenue	1 741 801	1 517 113	1 165 422	1 056 683	903 903
Adjusted EBITDAR	760 006	623 658	488 091	442 193	349 020
Attributable profit for the year	145 814	254 312	230 732	192 208	125 069
Headline earnings	183 678	259 762	209 494	185 879	131 431
Number of shares in issue (000)	291 990	220 603	220 603	220 003	217 860
EPS (cents)	60,8	124,7	112,4	94,2	61,9
Adjusted HEPS (cents)	150,7	127,4	102,1	91,1	65,1
Dividend per share (cents)	65,0	55,0	51,0	48,0	27,0
Special dividend per share (cents)	35,0	-	-	-	-
Balance Sheet (R'000)					
Interest bearing borrowings	1 448 620	471 297	60 682	56 698	203 482
Net cash and cash equivalents	316 596	62 722	109 362	104 604	65 791

Historical Review



Income Statement (R'000)	2007	2006	2005	2004	2003
Revenue	1 741 801	1 517 113	1 165 422	1 056 683	903 903
Adjusted EBITDAR	760 006	623 658	488 091	442 193	349 020
Attributable profit for the year	145 814	254 312	230 732	192 208	125 069
Headline earnings	183 678	259 762	209 494	185 879	131 431
Number of shares in issue (000)	291 990	220 603	220 603	220 003	217 860
EPS (cents)	60,8	124,7	112,4	94,2	61,9
Adjusted HEPS (cents)	150,7	127,4	102,1	91,1	65,1
Dividend per share (cents)	65,0	55,0	51,0	48,0	27,0
Special dividend per share (cents)	35,0	-	-	-	-
Balance Sheet (R'000)					
Interest bearing borrowings	1 448 620	471 297	60 682	56 698	203 482
Net cash and cash equivalents	316 596	62 722	109 362	104 604	65 791
Financial Ratios					
Return on equity (%)	6,0	21,4	22,1	20,6	15,3
Gearing (%)	59,7	39,7	5,8	6,1	24,9
Interest cover (times)	22,7	20,3	N/A	73,7	8,3
Dividend cover (times)*	2,3	2,3	2,0	2,0	2,4
NAV per share (cents)	1 012,54	582,6	508,0	456,5	401,7
TNAV per share (cents)	516,25	350,8	442,2	441,0	362,4



GOLD REEF

RESORTS



2008 Post Balance Sheet Events

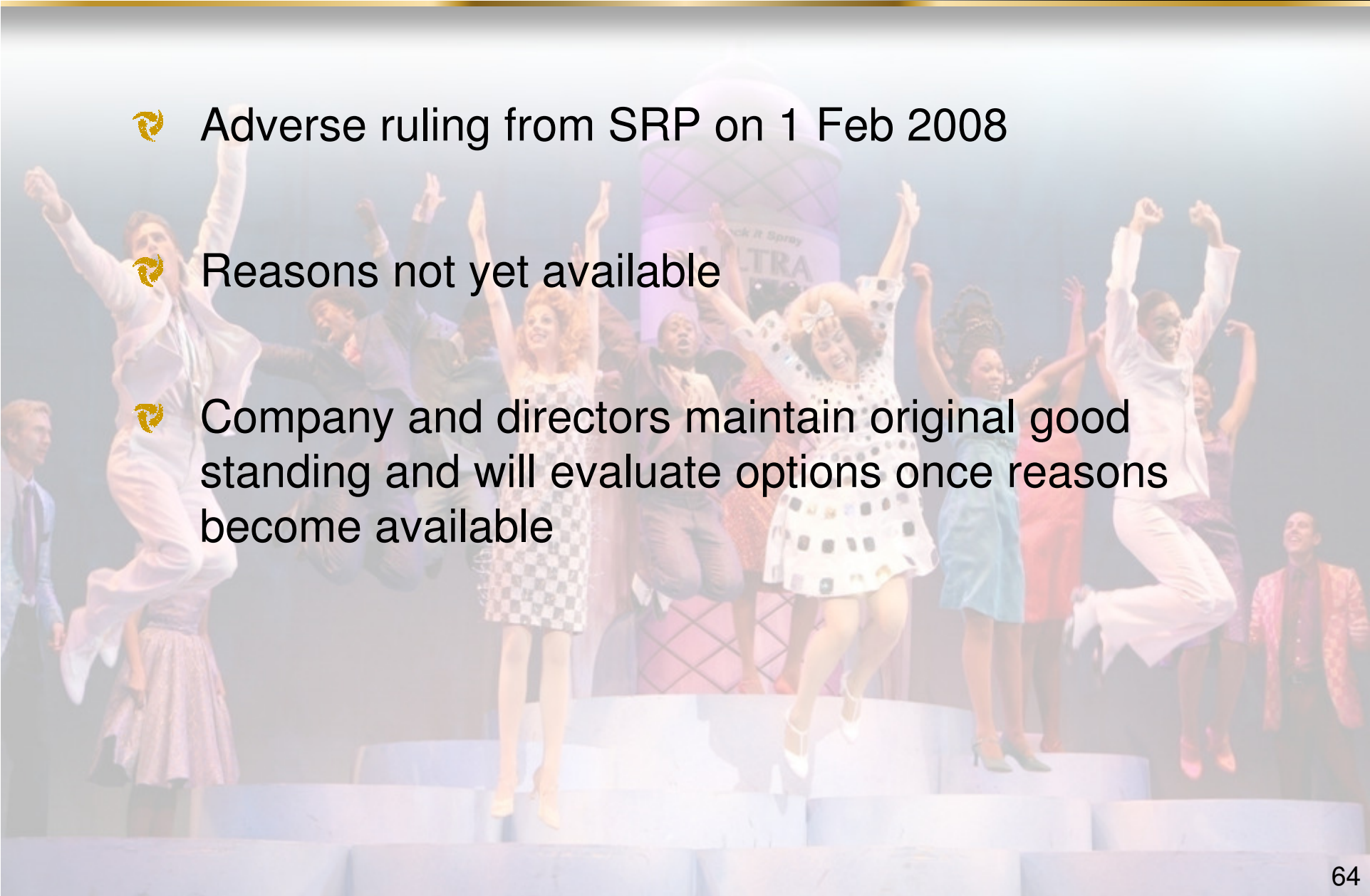
EVENTS



Bidco offer



- ❖ Proposed acquisition of Gold Reef shares for R34 per share
- ❖ Consortium consisted of Goldman Sachs, Ethos, BEE and management
- ❖ Approval of regional gambling boards not secured by extended deadline
- ❖ No further extension resulted in offer lapsing

- 
- Adverse ruling from SRP on 1 Feb 2008
 - Reasons not yet available
 - Company and directors maintain original good standing and will evaluate options once reasons become available

Cautionary Announcement



- 🌀 Gold Reef in discussions with Tsogo Sun Holdings
- 🌀 No certainty that an offer will be forthcoming



GOLD REEF

RESORTS



Outlook



Pure Jazz Pure Gold



SILVERSTAR
CASINO



GOLDEN HORSE
CASINO
PRETORIA



MOKONDOS
CASINO
AMSTERDAM



GARDEN ROUTE
CASINO
MOSSEL BAY




GOLDFIELDS
CASINO
WELLINGTON



QUEENS
CASINO

- 
- ❖ High inflation not yet under control
 - ❖ Increased interest rates putting pressure on consumer spend
 - ❖ Currency volatility further impacts inflation
 - ❖ Subdued growth expected in short term
 - ❖ Power supply concerns – Gold Reef adequately equipped

Challenges

- 
- ❖ Security
 - ❖ Interrupted Municipal Services
 - ❖ Electronic Bingo Terminals / LPMs
 - ❖ HIV / AIDS

Prospects

- ❖ Steady performance expected notwithstanding challenging economic conditions
- ❖ Substantial gearing re-introduced onto balance sheet
- ❖ Interest rate risk on borrowings adequately hedged
- ❖ Opening of complete facilities at:
 - Silverstar Casino
 - Queens Casino
- ❖ Vaal application
- ❖ Corporate activity





GOLD REEF

R E S O R T S



Questions & Answers



GOLD REEF

R E S O R T S

