



Games people love to play...and more

**Unaudited Consolidated
Financial Statements
31st July 2009**



Games people love to play...and more

Report of the Board of Directors Unaudited Financial Statements 31st July 2009

The Directors of Supreme Ventures Limited (SVL) are pleased to present the unaudited financial results for the nine-month period, 1st November 2008 to 31st July 2009.

The company's net profit after tax of \$458.53M for the nine-months is a good achievement, as this performance represents only a marginal 5.4% decrease, when compared to the corresponding period last year of \$484.68M. This performance underscores management's continued focus on increasing efficiency in operations, seeking opportunities for revenue generation and the need to monitor expenses for returns to all stakeholders.

Overall, the company's revenue position showed significant improvement over the nine-month corresponding period last year, with a 13% increase, that is, \$18.29B for the period under review compared to \$16.12B for the corresponding period last year. This was due to the positive contribution by most of the company's business segments in the period under review.

Nine-Month Highlights:

- 12.23% increase in Lottery Gaming revenue over the corresponding period last year
- 12.6% increase in Lottery Agent Commissions over the corresponding period last year
- 7.8% increase in Video Gaming/Slots revenue over the corresponding period last year
- 37.8% increase in Financial Services revenue over the corresponding period last year
- 14.7% increase in prize payments for Lottery Gaming over the corresponding period last year
- 57.8% increase in PIN Code revenue over the corresponding period last year
- 4.3% increase to the Good Cause (CHASE Fund) over the corresponding period last year
- 5.2% increase in payments for Lottery & Gaming Taxes over the corresponding period last year

Other material changes over the period included:

- Direct expenses increased by \$2.106B or 15%
- Operating expenses increased by \$98.447M or 7%
- Net Foreign exchange losses increased by \$3.206M

The Earnings per share is \$0.174 compared to the \$0.184 Q3 2008.

The following cost and expenses adversely affected the operating results:

- Additional depreciation on the Wireless Equipment of \$59M
- Write-off of VLT machines of \$38.117M
- Redundancy and other separation costs of \$10M
- Cash Pot liabilities for Q3 2009 of 74.2% compared to 71.1% for Q3 2008.
- Bad debt of \$23.317M was provided during this quarter for Gaming debts.

Performance by Segment

Lotteries: SVLL had a net profit of \$563.981M compared \$569.716M in Q3 2008 a decline of \$5.735M. This is due primarily to the increase in the Cash Pot liabilities. However, the segment results show a reduction of \$105.627M or 13% over Q3 2008. This reduction is due to the Management Fees and Royalties of \$242,434 which was not booked in Supreme Ventures Lotteries Limited (SVLL) until Q4 of 2008.

VLT Gaming and Hospitality: For Q3 2009 Prime Sports reported a net loss of \$152.177M compared to Q3 2008 of \$137.298M. However, the segment results show a significant improvement of \$51.844M or 50% over Q3 2008. This is due to increased net win at the lounges, as well as a reduction in expenses arising from changes mainly at the Coral Cliff facility, which included:

- Upgrading of obsolete slot games
- Consolidation of Ma Lou's restaurant with the Rum Jungle Restaurant
- Elimination of the unprofitable 2am to 10am shift, and
- Closure of the unprofitable hotel operations

Financial Services: Supreme Ventures Financial Services had a net profit of \$20.027M compared to \$10.545M in Q3 2008. The segment results show a significant improvement of \$12.674M or 85% over Q3 2008. This is due to the increase in the number and value of the remittance transactions and the gain arising from the sale of foreign exchange through the Cambio operation.

Distribution

The company paid a capital distribution net of \$0.03 per share amounting to \$83.281M and a dividend payment of \$0.10 per share amounting to \$263.724M.

Subsequent Events

Super Lotto Game:

On August 18, 2009 the Betting Gaming and Lotteries Commission approved the application of Supreme Ventures Lotteries Limited (SVLL) to sell tickets for the Super Lotto Game. This game is multi-jurisdictional and is currently played across seven countries: Jamaica, the Dominican Republic, Antigua, Anguilla, St. Kitts & Nevis, St. Maarten and Barbados. The prize payout is based on a 50% game design. The starting jackpot is US\$2M. Ticket price for Jamaica is denominated at J\$250.

Financial Year:

The company applied for and received permission to change its twelve-month financial year-end from 31st October 2009 to 31st December 2009. As a result, the company will publish a nine-month financial report for the period 1st January 2009 to 31st September 2009 by 14th November 2009.

The Board of Directors thanks all its stakeholders for the commitment and support they continue to show in Supreme Ventures Limited.



Paul Hoo
CHAIRMAN



Brian George
PRESIDENT & CEO

SUPREME VENTURES LIMITED AND ITS SUBSIDIARIES**Consolidated Balance Sheet****As at 31st July 2009**

(Expressed in thousands of Jamaican dollars)

		Unaudited Nine months ended July 2009	Audited year ended October 2008	Unaudited Nine months ended July 2008
ASSETS				
	Notes			
Non-current assets				
Property, plant and equipment		1,939,638	2,061,071	2,091,542
Goodwill and other intangibles		650,510	641,729	617,094
Long-term receivables	(4)	373,298	320,005	284,035
Investment in Joint Venture		34,221	34,221	34,221
Available-for-sale-investments		16,939	16,939	16,939
Deferred tax assets		<u>15,133</u>	<u>2,619</u>	<u>19,559</u>
		<u>3,029,739</u>	<u>3,076,584</u>	<u>3,063,390</u>
Current assets				
Other assets		13,552	18,069	18,020
Inventories		99,257	48,886	88,581
Accounts receivable & prepayments	(5)	285,288	246,753	221,667
Cash and bank Deposit	(6)	<u>874,267</u>	<u>905,295</u>	<u>889,441</u>
		<u>1,272,364</u>	<u>1,219,003</u>	<u>1,217,709</u>
Total assets		<u>4,302,103</u>	<u>4,295,587</u>	<u>4,281,099</u>
EQUITY AND LIABILITIES				
Shareholders' equity				
Stated capital		1,967,183	1,967,183	1,967,183
Capital reserve		62,486	145,767	385,224
Retained earnings		<u>1,027,937</u>	<u>833,123</u>	<u>681,851</u>
		<u>3,057,606</u>	<u>2,946,073</u>	<u>3,034,258</u>
Non-current liabilities				
Long-term liabilities		<u>195,648</u>	<u>267,803</u>	<u>308,491</u>
		<u>195,648</u>	<u>267,803</u>	<u>308,491</u>
Current liabilities				
Accounts payable and accruals	(7)	681,869	596,171	569,520
Current portion of long term liabilities		160,094	133,066	103,313
Prizes payable	(6)	81,926	108,244	86,246
Income tax payable		<u>124,960</u>	<u>244,230</u>	<u>179,271</u>
		<u>1,048,849</u>	<u>1,081,711</u>	<u>938,350</u>
Total equity and liabilities		<u>4,302,103</u>	<u>4,295,587</u>	<u>4,281,099</u>

Approved and authorized for issue by the Board of Directors on 14th September 2009 and are signed on its behalf by:


Paul Hoo – Chairman



Brian George – President and CEO

SUPREME VENTURES LIMITED AND ITS SUBSIDIARIES**Consolidated Profit and Loss Account – Unaudited****For the period ending 31st- July 2009**

(Expressed in thousands of Jamaican dollars)

	<u>Notes</u>	Unaudited 9 Months to July – 09 \$'000	Restated Unaudited 9 Months to July – 08 \$'000	Unaudited 3 Months to July – 09 \$'000	Restated Unaudited 3 Months to July – 08 \$'000
Revenue	(8)	18,292,025	16,122,515	6,079,106	5,280,705
Direct expenses	(9)	<u>(15,992,621)</u>	<u>(13,886,504)</u>	<u>(5,287,752)</u>	<u>(4,532,679)</u>
Gross profit		2,299,404	2,236,011	791,354	748,026
Expenses		<u>(1,539,316)</u>	<u>(1,436,410)</u>	<u>(565,130)</u>	<u>(518,754)</u>
Profit from operations		760,088	799,601	226,224	230,957
Interest income		48,799	50,018	12,562	14,096
Finance cost		(20,817)	(24,506)	(5,815)	(3,500)
Net Foreign Exchange Gain(Loss)	(11)	<u>(3,206)</u>	<u>(4,459)</u>	<u>515</u>	<u>(2,774)</u>
PROFIT BEFORE TAXATION		784,864	820,654	233,486	237,094
Taxation		<u>(326,326)</u>	<u>(335,971)</u>	<u>(99,354)</u>	<u>(101,486)</u>
NET PROFIT		<u>458,538</u>	<u>484,683</u>	<u>134,132</u>	<u>135,608</u>
EARNINGS PER STOCK		<u>0.174</u>	<u>0.184</u>	<u>0.051</u>	<u>0.051</u>

The Notes on Statement VI form an integral part of the Financial Statements.

SUPREME VENTURES LIMITED AND ITS SUBSIDIARIES
Consolidated Statement of Changes in Equity
As at 31st July, 2009
(Expressed in thousands of Jamaican dollars)

	Stated Capital	Capital reserve	Revaluation reserve	Retained earnings	Total
	\$'000	\$'000	\$'000	\$'000	\$'000
<u>Nine months ended 31st July 2009</u>					
Balance, 1 st November 2008	1,967,183	145,767	-	833,123	2,946,073
Distribution		(83,281)		(263,724)	(347,005)
Net profit for period	<u>-</u>	<u>-</u>	<u>-</u>	<u>458,538</u>	<u>458,538</u>
Balance as at 31 st July 2009	<u>1,967,183</u>	<u>62,486</u>	<u>-</u>	<u>1,027,937</u>	<u>3,057,606</u>
<u>Nine months ended 31st July 2008</u>					
Balance, 1 st November 2007 (as previously stated)	1,967,183	-	23,500	433,422	2,424,105
Net Gain on revaluation of land and building			316,289		316,289
Deferred tax adjustment on revaluation reserve			9,307		9,307
Net profit for period	-	-	-	484,683	484,683
Reclassified on amalgamation and reorganization	-	585,350	(349,096)	(236,254)	-
Cost of amalgamation and reorganization	-	(28,778)	-	-	(28,778)
Capital Distribution	<u>-</u>	<u>(171,348)</u>	<u>-</u>	<u>-</u>	<u>(171,348)</u>
Balance as at 31 st July 2008	<u>1,967,183</u>	<u>385,224</u>	<u>-</u>	<u>681,851</u>	<u>3,034,258</u>

SUPREME VENTURES LIMITED AND ITS SUBSIDIARIES
Consolidated Statement of Cash Flows
As at 31st July, 2009
(Expressed in thousands of Jamaican dollars)

	Nine months ended July 2009	Audited Year ended October 2008	Unaudited Nine months ended July 2008 (restated)
SOURCES/ (USES) OF CASH			
Operating activities			
Net Profit	458,538	645,989	484,683
Depreciation	129,119	173,601	127,578
Adjustment to Property & Equipment (Note 12)	97,411	-	-
Amortization	6,781	1,820	897
Adjustments for items not affecting cash, changes in non-cash working capital components and other, net	<u>(202,333)</u>	<u>(23,371)</u>	<u>(201,712)</u>
Cash provided by operating activities	489,516	798,039	411,446
Cash used in investing activities	(69,746)	(112,511)	(56,935)
Cash used in distribution	(347,005)	(420,839)	(171,348)
Cash used in financing activities	<u>(103,793)</u>	<u>(198,903)</u>	<u>(133,231)</u>
NET (DECREASE) / INCREASE IN CASH AND BANK BALANCES	(31,028)	65,786	49,932
OPENING CASH AND BANK BALANCES	<u>905,295</u>	<u>839,509</u>	<u>839,509</u>
CLOSING CASH AND BANK BALANCES	<u>874,267</u>	<u>905,295</u>	<u>889,441</u>

SUPREME VENTURES LIMITED AND ITS SUBSIDIARIES
Financial Information by Business Segment- Unaudited
(Expressed in thousands of Jamaican dollars)

NINE MONTHS ENDED 31ST July 2009

	Lottery \$'000	Gaming & Hospitality \$'000	Financial Services \$'000	Pin codes & Others \$'000	Consolidation Adjustments \$'000	Group Total \$'000
External revenue	16,141,779	863,007	131,602	1,155,637		18,292,025
Inter-segment revenue		41,746		216,276	(258,022)	
	16,141,779	904,753	131,602	1,371,913	(258,022)	18,292,025
<u>Results</u>						
Segment results	714,384	(52,155)	27,662	70,197		760,088
Interest income						48,799
Finance Cost						(20,817)
Net Foreign Exchange Gain(Loss)						(3,206)
Profit before taxation						784,864
Taxation						<u>(326,326)</u>
Profit for the period						<u>458,538</u>
<u>Other information</u>						
Capital Additions	49,644	74,235	994			124,873
Depreciation and amortisation	34,413	100,606	881			135,900
<u>Balance Sheet</u>						
Segment assets	2,914,753	3,431,870	143,739		(2,188,259)	<u>4,302,103</u>
Consolidated Total Assets						<u>4,302,103</u>
Segment liabilities	876,543	1,703,663	47,189		(1,382,898)	<u>1,244,497</u>
Consolidated Total liabilities						<u>1,244,497</u>

SUPREME VENTURES LIMITED AND ITS SUBSIDIARIES
Financial Information by Business Segment- Unaudited
(Expressed in thousands of Jamaican dollars)

NINE MONTHS ENDED 31ST July 2008 (Restated)

	Lottery \$'000	Gaming & Hospitality \$'000	Financial Services \$'000	Pin codes & Others \$'000	Consolidation Adjustments \$'000	Group Total \$'000
External revenue	14,431,751	840,287	95,524	754,955		16,122,517
Inter-segment revenue		59,027		182,803	(241,830)	-
	14,431,751	899,314	95,524	937,758	(241,830)	16,122,517
Results						
Segment results	823,628	(104,849)	12,121	68,701		799,601
Interest income						50,018
Finance Cost						(24,506)
Net Foreign Exchange Gain(Loss)						(4,459)
Profit before taxation						820,654
Taxation						(335,971)
Profit for the period						<u>484,683</u>
Other information						
Capital Additions	39,904	94,334	2,987			137,225
Depreciation and amortisation	29,190	98,896	389			128,475
Balance Sheet						
Segment assets	2,437,062	3,344,753	152,501		(1,653,217)	<u>4,281,099</u>
Consolidated Total Assets						<u>4,281,099</u>
Segment liabilities	795,539	1,000,060	79,393		(628,151)	<u>1,246,841</u>
Consolidated Total liabilities						<u>1,246,841</u>

**SUPREME VENTURES LIMITED
AND ITS SUBSIDIARIES
NOTES TO THE FINANCIAL STATEMENTS
NINE MONTHS ENDED 31ST JULY 2009**

1) IDENTIFICATION**(a) Group**

Supreme Ventures Limited (the company) is a public limited liability company which is listed on the Jamaica Stock Exchange.

The main activities of the company are the management of the subsidiary companies and sale of mobile phone pin codes.

The Group comprises Supreme Ventures Limited (the company) and its wholly-owned subsidiaries.

The subsidiaries that are consolidated and their principal activities after the reorganization are as follows:

<u>Name of Company</u>	<u>Principal Activity</u>	<u>Percentage Ownership</u>
Supreme Ventures Lotteries Limited and its wholly-owned subsidiary:	Lottery operations	100
Bingo Investments Limited	Lottery operations	100
Prime Sports (Jamaica) Limited and its wholly-owned subsidiary:	Gaming operations	100
Chillout Ventures Limited (inactive)	Gaming operations	100
Jamaica Lottery Holdings Limited (Inactive)	Lottery operations	100
Supreme Ventures Financial Services Limited	Foreign exchange dealer services	100
Big A Track 2003 Limited	Sports Betting	100

(b) Reporting Currency

These financial statements are presented in Jamaican dollars.

2) STATEMENT OF COMPLIANCE AND BASIS OF PREPARATION

These unaudited interim financial statements have been prepared in accordance and comply with International Financial Reporting Standards (IFRS). These financial statements have been prepared under the historical cost convention except for the revaluation of freehold land and buildings.

The interim financial statements have been prepared using the same accounting policies and methods of computation as compared with the audited Financial Statements for year ended October 31, 2008.

SUPREME VENTURES LIMITED
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NINE MONTHS ENDED 31ST JULY 2009

3) SIGNIFICANT ACCOUNTING POLICIES

(a) Goodwill

Goodwill is recorded at cost and represents the excess of the value of consideration paid over the fair value of the net assets acquired. Goodwill is tested annually for impairment and carried at cost less accumulated impairment losses.

(b) Deferred taxation

Deferred income tax is provided in full, using the liability method, on all temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements. Currently, enacted tax rates are used in the determination of deferred income tax.

Deferred tax assets are recognized to the extent that it is probable that future taxable profit will be available against which the temporary differences can be utilized.

(c) Lotto Prize Liability

Lotto jackpot prize liabilities are recognized on the accrual basis.

(d) Segment reporting

The activities of the Group are organized into the following four primary segments:

- | | | |
|---------------------------|---|--|
| 1) Lottery | - | this incorporates lottery games, operated through the agent network. |
| 2) Gaming and Hospitality | - | this incorporates VLT games offered at gaming lounges and restaurant bar and related guest services. |
| 3) Financial Services | - | this incorporates foreign exchange dealer services and commissions from Money Gram services. |
| 4) PIN codes and Others | - | this incorporates sale of PIN codes. |

(e) Comparative information

Where necessary, comparative figures have been reclassified to conform to changes in presentation in the current period.

**SUPREME VENTURES LIMITED
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NINE MONTHS ENDED 31ST JULY 2009**

4) LONG-TERM RECEIVABLES

This balance represents advance to SGL BVI limited (SGL BVI), a company incorporated in the British Virgin Islands.

The advance is secured by a promissory note and include the principal sum of US\$4.0 million and interest capitalized in accordance with arrangements effective October 10, 2008.

The interest rate payable on the advances will be agreed at October 31 each year for the ensuing 12 months period beginning November 1. The rate so agreed for period November 1, 2008 to October 31, 2009 is at 4.79% per annum.

The settlement terms of the promissory note are as follows:

- On October 31, 2009, the interest accrued at the agreed rate is to be capitalized.
- During the three years from November 1, 2009, the principal sum will be repaid in twelve equal quarterly installments on the last day of January, April, July and October and the twelfth and final installment will be paid on October 31, 2012.
- As of November 1, 2009, interest accruing on the reducing principal sum will be paid quarterly on the last day of January, April, July and October.

In addition to the arrangement detailed above between SGL BVI and the subsidiary, Supreme Ventures Lotteries Limited, the company has signed a franchise fee agreement. Under this agreement SGL BVI as the franchisee has the exclusive right to utilize the marks and names of Supreme Ventures Limited on its products in various existing and potential markets throughout Central, South American and the Caribbean regions. The fees payable to the company will be calculated based on agreed rates and revenue generated by SGL BVI.

5) TRADE AND OTHER RECEIVABLES

	<u>July-31-09</u> \$'000	<u>July-31-08</u> \$'000
Trade receivables	247,135	190,629
Less: Allowances for irrecoverable debts	<u>(65,478)</u>	<u>(45,928)</u>
	181,657	144,701
Other receivables	<u>103,631</u>	<u>76,966</u>
	<u>285,288</u>	<u>221,667</u>

**SUPREME VENTURES LIMITED
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NOTES TO THE FINANCIAL STATEMENTS
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- a) Trade receivables include amounts receivable from the agents that support the lottery sales. The average credit period of receivables is 7 days. Trade receivables outstanding for over 30 days are considered past due. Trade receivables outstanding for over 90 days has been provided for in full as historical experience indicate that receivables that are past due beyond this period are generally not recoverable.
- b) Included in trade debtors is a carrying amount of \$4.9 million (2008: \$4.9 million) which are past due at the reporting date which the Group has not provided for as they have been renegotiated.

6) CASH AND BANK DEPOSIT

Based on the licence issued by the Betting Gaming and Lotteries Commission (BGLC), Supreme Ventures Lotteries Limited is required to establish a dedicated bank account into which will be paid funds to ensure that on a continuous basis throughout the terms of the licence, the credit balance on that account is not less than 150% of the aggregate amount of SVLotteries liabilities which includes:

- (a) Prizes liability
- (b) The fees payable to BGLC
- (c) The specific gaming taxes payable to the Government of Jamaica, and
- (d) The contribution payable to CHASE Fund under the licences.

Balances at 31st July 2009 are as follows:

	\$'000
Dedicated Cash Account	<u>\$396,314</u>
Aggregate Liabilities	<u>\$144,129</u>

7) DISTRIBUTION

During the interim period the company paid net capital distribution of \$0.03 per share, and dividend of \$0.10 per share.

**SUPREME VENTURES LIMITED
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NOTES TO THE FINANCIAL STATEMENTS
NINE MONTHS ENDED 31ST JULY 2009**

8) TRADE AND OTHER PAYABLES

	<u>July-31-09</u>	<u>July-31-08</u>
	\$'000	\$'000
Trade payables	181,101	168,766
Service contractor fees	230,010	150,643
Contributions payable to CHASE Fund	50,820	42,778
Contributions payable to Betting, Gaming and Lotteries Commission	13,738	11,718
Lottery taxes payable	16,076	18,846
Withholding taxes payable	87,042	89,698
Other payables and accruals	<u>103,082</u>	<u>87,071</u>
	<u>681,869</u>	<u>569,520</u>

9) REVENUE

Analysis of the revenue is as follows:

	<u>July-31-09</u>	<u>July-31-08</u>
	\$'000	\$'000
Lottery	16,095,064	14,336,906
VLT/slot drop revenue	764,428	709,307
Hospitality revenue	92,081	130,980
Unclaimed prizes	46,715	94,845
Pin codes and phone cards	1,111,635	704,479
Money Gram remittance service	59,375	51,524
Foreign exchange trading	72,227	44,000
Other	<u>50,500</u>	<u>50,474</u>
	<u>18,292,025</u>	<u>16,122,515</u>

**SUPREME VENTURES LIMITED
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NINE MONTHS ENDED 31ST JULY 2009**

10) DIRECT EXPENSES

Analysis of direct expenses is as follows:

	<u>July-31-09</u> \$'000	<u>July-31-08</u> \$'000
Lottery prizes	11,221,189	9,785,481
Service contractor fees	959,707	866,518
Agents' commissions	799,138	709,783
Lottery and gaming tax	904,044	859,105
Contributions to BGLC	181,885	162,589
Gaming Lounge Charges	44,684	38,605
Good cause fees	705,780	676,491
Direct expense – hospitality operations	64,375	81,002
Pin codes and phone card cost	998,473	628,305
Commissions – pin codes and phone – cost	86,967	57,949
Commissions – Money Gram cost	21,324	18,996
Other	<u>5,055</u>	<u>1,680</u>
	<u>15,992,621</u>	<u>13,886,504</u>

11) NET FOREIGN EXCHANGE GAIN /(LOSS)

This amount includes foreign exchange gain of \$53.293m arising from the conversion of long term receivable (Note 4)

12) ADJUSTMENT TO PROPERTY AND EQUIPMENT

This amount represents the adjustments to the carrying value of equipment arising from obsolescence

13) CONTINGENCIES – GUARANTEE

Pursuant to the Articles of Incorporation of the company and a resolution of the directors, the company has issued a duly executed and stamped deed of debenture and a duly executed guarantee to Betting, Gaming and Lotteries commission (BGLC). The company and BGLC have agreed that, within the secured debenture and the guarantee constitute compliance by the subsidiary, Supreme Ventures Lotteries Limited (SVLL), with the requirements of the licence granted by BGLC that, the equity capitalization of SVLL be not less than \$500 million, and SVLL will accordingly be treated as having \$500 million of shareholders' equity (issued capital of SVLL is \$1.0 million) for the purpose of the condition of the BGLC licence that refer to shareholders' equity. Accordingly, BGLC will hold the company responsible and liable for any breaches of the licence by the subsidiary, SVLL.

**SUPREME VENTURES LIMITED
AND ITS SUBSIDIARIES
NOTES TO FINANCIAL STATEMENTS
NINE MONTHS ENDED 31ST JULY 2009**

14) SUBSEQUENT EVENTS

On August 18, 2009, the Betting Gaming and Lotteries Commission (BGLC) approved the application of Supreme Ventures Lotteries Limited (SVLL) to sell tickets for the Super Lotto Game. The Super Lotto game is a multi jurisdictional lottery that includes Loto Real DeICIBAO of the Dominica Republic, LILHCo, a wholly owned subsidiary of Gtech Corporation and SVLL.

Each operator is authorized to operate a lottery within the jurisdiction in which it operates. Gtech Corporation provided equipment, software and related services and know how for online lottery gaming systems.

One of the conditions made by the BGLC was for SVLL to establish a standby facility with the Bank of Nova Scotia (BNS) that together with the funds in the escrow account must be sufficient at all times to meet the jackpot prize liability that may become due and payable in Jamaica at anytime. The standby facility will be in the first instance for US\$3 million for a period of forty five days and is to be replaced by a facility of JA\$600 million.

The standby facility will be reviewed within 120 days of the commencement of ticket sales.