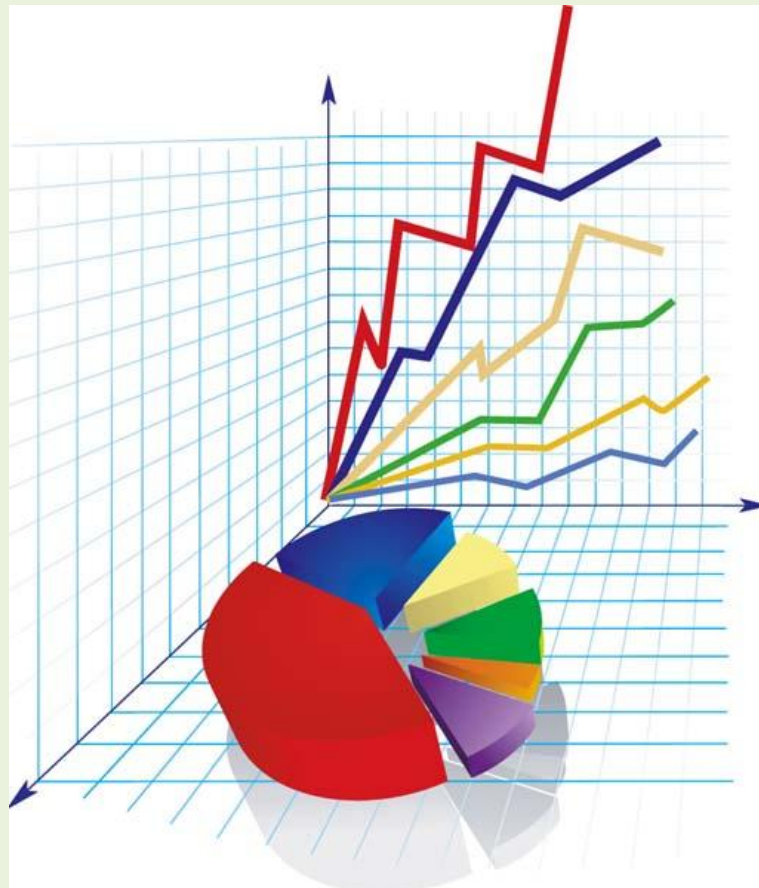




Games people love to play...and more

**Unaudited Consolidated
Financial Statements
30th June 2010**



Report of the Board of Directors Supreme Ventures Limited

Unaudited Financial Statements 30th June 2010

The Board of Directors of Supreme Ventures Limited presents the unaudited financial results for the half-year period 1st January 2010 to 30th June 2010.

The company continues to operate in a very challenging economic environment, where discretionary income forms the basis for patronage of our products and services. In addition, macro-economic developments such as the continued decline in remittances from overseas impacted the spending power of many Jamaicans. The economic challenges have affected the growth of the core lottery business and this is evidenced in the performance reported for the period under review.

The Group's performance for the period under review was also impacted by the unsettled environment in May and June, as several of our retail outlets and gaming lounges had to be closed for some days and/or operated with reduced opening hours. These closures resulted in revenue losses for the Group.

Revenue for the period under review showed a marginal increase of \$130.863M or 1.1% over the six-month period last year. Total revenue was \$12.46B, when compared to \$12.329B for the six month period in 2009.

The company's net profit after tax for the six-month period declined by 30% to \$233.78M, when compared to the six month period in 2009 of \$333.81M. The net profit after tax was primarily impacted by the significant investment in establishment of the sports betting brand JustBet, in addition to underfunding of the \$240M Lotto Jackpot in March, as the expected sales performance above the \$200M level was not realized. Notwithstanding the underfunding of this jackpot from sales, the company stood by its commitment to pay the advertised jackpot in full, which underscores the strong financial strength of the company. The Directors also declared a dividend on June 4, 2010 of \$0.14 per share for its shareholders. This amounted to \$369.215M.

A comparison of the lottery games performance for the six-month period (excluding Super Lotto which was launched in August 2009), revealed a marginal decrease during the period under review of 2.8% (\$300.6M), when compared to the six-month period in 2009. The decline in revenue was also accompanied by reduced Cash Pot game liabilities of 70.8%. The game model is designed for 72% prize liability. The Pick 3 game however continued to show growth, with a 12% increase to \$1.174B during the period under review, compared to \$1.048B for the six-month period in 2009.

Electronic PIN Code sales from the lottery terminals continue to improve, with a 26.1% increase to \$944.75M in the period under review, when compared to \$749.35M in 2009.

Operating expenses increased during the period under review and was driven by the start-up of operations for Acropolis Portmore and Supreme Ventures Sports Betting, with establishment of its JustBet brand in time for the World Cup promotions in June. The anticipated revenues based on a full roll out of sports betting terminals islandwide could not be achieved, as the business strategy for installations in sports bars and hotels still remains a challenge, until the Amendments to the Regulations of the Betting, Gaming and Lotteries Act are passed in Parliament.

Report of the Board of Directors (continued)

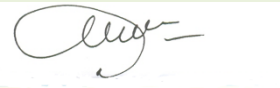
During the six-month period under review the company supported and participated in several social programmes and corporate sponsorships. These included:

- ODPEM Haiti Earthquake Relief fund
- Police Crime Fighting initiatives
- Jamaica Cancer Society
- PanCaribbean Sigma Fun Run
- PALS
- UHWI donation of medical equipment
- KPH Ear, Nose & Throat Department (medical equipment)
- Jamaica Netball Association
- Jamaica Amateur Athletic Association
- Jamaica Basketball Association

The company also hosted its over 900 Agents at an appreciation function held at the Knolford Polo Ranch on January 17, 2010.

Investors are asked to note that payments due on the long-term receivable which represents an advance to SGL BVI Limited have not been received as scheduled. The company is reviewing the present arrangements and to the extent that the obligations are not met in accordance with the agreement, appropriate impairment will be assessed and reflected in future results.

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



Paul Hoo
CHAIRMAN

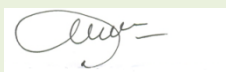


Brian George
PRESIDENT & CEO

SUPREME VENTURES LIMITED AND ITS SUBSIDIARIES
Consolidated Balance Sheet
As at 30th June 2010
(Expressed in thousands of Jamaican dollars)

		Unaudited Three months ended June 2010	Audited 14 months Period ended December 2009	Unaudited Six months ended June 2010
ASSETS				
Non-current assets				
Property, plant and equipment		1,887,850	1,843,767	1,983,111
Goodwill and other intangibles		649,155	648,185	650,482
Long-term receivables	(4)	198,748	264,997	372,994
Investment in Joint Venture		34,221	34,221	34,221
Available-for-sale-investments		16,939	16,939	16,939
Deferred tax assets	(5)	<u>51,566</u>	<u>17,572</u>	<u>4,805</u>
		<u>2,838,479</u>	<u>2,825,681</u>	<u>3,062,552</u>
Current assets				
Other assets		8,031	11,042	14,054
Income tax recoverable		97,949	-	-
Inventories		115,729	93,443	87,803
Accounts receivable & prepayments	(6)	468,969	429,498	265,027
Cash and bank Deposit	(7)	<u>1,138,416</u>	<u>1,025,252</u>	<u>864,957</u>
		<u>1,829,094</u>	<u>1,559,235</u>	<u>1,231,841</u>
Total assets		<u>4,667,573</u>	<u>4,384,916</u>	<u>4,294,393</u>
EQUITY AND LIABILITIES				
Shareholders' equity				
Stated capital		1,967,183	1,967,183	1,967,183
Capital reserve		62,486	62,486	62,486
Profit & Loss Account		<u>1,317,027</u>	<u>1,083,247</u>	<u>1,009,747</u>
		<u>3,346,696</u>	<u>3,112,916</u>	<u>3,039,416</u>
Non-current liabilities				
Long-term liabilities		52,421	127,307	209,541
Deferred tax Liabilities		<u>-</u>	<u>-</u>	<u>-</u>
		<u>52,421</u>	<u>127,307</u>	<u>209,541</u>
Current liabilities				
Accounts payable and accruals	(9)	827,426	659,288	686,666
Current portion of long term liabilities		150,229	165,489	159,282
Prizes payable	(7)	290,801	211,137	115,309
Income tax payable		<u>-</u>	<u>108,779</u>	<u>84,179</u>
		<u>1,268,456</u>	<u>1,144,693</u>	<u>1,045,436</u>
Total equity and liabilities		<u>4,667,573</u>	<u>4,384,916</u>	<u>4,294,393</u>

Approved and authorized for issue by the Board of Directors on 9th August 2010 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 period ending 30th June 2010
(Expressed in thousands of Jamaican dollars))

	<u>Notes</u>	<u>Unaudited 6 Months to June – 10</u>	<u>Unaudited 6 Months to June – 09</u>	<u>Unaudited 3 Months to June – 10</u>	<u>Unaudited 3 Months to June – 09</u>
		\$'000	\$'000	\$'000	\$'000
Revenue	(10)	12,460,853	12,329,990	6,051,590	5,976,847
Direct expenses	(11)	<u>11,006,336</u>	<u>10,850,441</u>	<u>(5,370,269)</u>	<u>(5,159,109)</u>
Gross profit		1,454,517	1,479,549	681,321	817,738
Expenses		<u>(1,132,258)</u>	<u>(975,928)</u>	<u>(561,386)</u>	<u>(493,108)</u>
Profit from operations		322,259	503,621	119,935	324,630
Interest income		44,942	33,697	23,170	16,066
Finance cost		(9,132)	(14,375)	(4,045)	(6,677)
Net foreign exchange gain (loss)	(12)	<u>6,651</u>	<u>20,809</u>	<u>7,468</u>	<u>13,984</u>
PROFIT BEFORE TAXATION		364,720	543,752	146,528	348,003
Taxation	(13)	<u>(130,940)</u>	<u>(209,947)</u>	<u>(80,169)</u>	<u>(116,686)</u>
NET PROFIT/LOSS		<u>233,780</u>	<u>333,805</u>	<u>66,359</u>	<u>231,317</u>
EARNINGS PER STOCK		<u>0.089</u>	<u>0.127</u>	<u>0.025</u>	<u>0.088</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 30th June 2010
 (Expressed in thousands of Jamaican dollars)

	Stated Capital	Capital reserve	Retained earnings	Total
Six months ended 30th June 2010				
Balance, 1 st January 2010	1,967,183	62,486	1,083,247	3,112,916
Net profit for period	-	-	<u>233,780</u>	<u>233,780</u>
Balance as at 30 th June, 2010	<u>1,967,183</u>	<u>62,486</u>	<u>1,317,027</u>	<u>3,346,696</u>
Six months ended 30th June 2009				
Balance, 1 st January 2009	1,967,183	145,768	939,667	3,052,618
Distributions paid		(83,282)	(263,725)	(347,007)
Net profit for period	-	-	<u>333,805</u>	<u>333,805</u>
Balance as at 30 th June, 2009	<u>1,967,183</u>	<u>62,486</u>	<u>1,009,747</u>	<u>3,039,416</u>

SUPREME VENTURES LIMITED AND ITS SUBSIDIARIES
Consolidated Statement of Cash Flows
As at 30th June 2010
(Expressed in thousands of Jamaican dollars)

	Unaudited Six months ended June 2010	Audited 14 months Period ended December 2009	Unaudited Six months ended June 2009
SOURCES/ (USES) OF CASH			
Operating activities			
Net Profit	233,780	751,202	333,805
Adjustments for items not affecting cash, changes in non-cash working capital components and other, net	<u>57,342</u>	<u>186,758</u>	<u>410,057</u>
Cash provided by operating activities	291,122	937,960	743,862
Cash provided by/(used in) investing activities	(95,940)	(57,154)	(55,482)
Cash provided by/(used in) financing activities	<u>(82,018)</u>	<u>(760,849)</u>	<u>(416,149)</u>
NET (DECREASE) / INCREASE IN CASH AND BANK BALANCES	113,164	119,957	(146,758)
OPENING CASH AND BANK BALANCES	<u>1,025,252</u>	<u>905,295</u>	<u>1,011,715</u>
CLOSING CASH AND BANK BALANCES	<u>1,138,416</u>	<u>1,025,252</u>	<u>864,957</u>

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

PERIOD ENDED JUNE 30, 2010

	Lottery	Gaming & Hospitality	Financial Services	Pin codes	Others	Consolidation Adjustments	Group Total
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
External revenue	10,894,402	521,997	74,300	944,749	25,405		12,460,853
Inter-segment revenue		12,051			146,050	(158,101)	-
	10,894,402	534,048	74,300	944,749	171,455	(158,101)	12,460,853
Results							
Segment results	359,090	(75,879)	(10,013)	23,656	25,405		322,259
Interest income							44,942
Finance Cost							(9,132)
Net Foreign exchange Gain(Loss)							<u>6,651</u>
Profit before taxation							364,720
Taxation							<u>(130,940)</u>
Profit for the period							<u>233,780</u>
Other information							
Capital additions	6,219	126,831	7,832				140,882
Depreciation and amortization	14,150	83,376	1,320				98,846
Balance sheet							
Assets							
Segment assets	3,437,988	3,546,605	127,637	98,412	-	(2,543,069)	<u>4,667,573</u>
Consolidated total assets							<u>4,667,573</u>
Liabilities							
Segment liabilities	1,067,842	1,388,144	30,325	195,627	-	(1,361,061)	<u>1,320,877</u>
Consolidated total liabilities							<u>1,320,877</u>

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

PERIOD ENDED JUNE 30, 2009

	Lottery \$'000	Gaming & Hospitality \$'000	Financial Services \$'000	Pin codes \$'000	Others \$'000	Consolidation Adjustments \$'000	Group Total \$'000
External revenue	10,885,178	576,635	87,442	749,347	31,388		12,329,990
Inter-segment revenue		26,161			143,627	(169,788)	-
	10,885,178	602,796	87,442	749,347	175,015	(169,788)	12,329,990
Results							
Segment results	475,130	(37,892)	17,138	17,857	31,388		503,621
Interest income							33,697
Finance Cost							(14,375)
Net Foreign exchange Gain(Loss)							<u>20,809</u>
Profit before taxation							543,752
Taxation							<u>(209,947)</u>
Profit for the period							<u>333,805</u>
Other information							
Capital additions	38,771	41,282	891				80,944
Depreciation and amortization	19,916	75,520	590				96,026
Balance sheet							
Assets							
Segment assets	2,803,176	3,419,809	144,850	82,557	-	(2,155,999)	<u>4,294,393</u>
Consolidated total assets							<u>4,294,393</u>
Liabilities							
Segment liabilities	729,292	1,695,160	47,777	133,386	-	(1,350,638)	<u>1,254,977</u>
Consolidated total liabilities							<u>1,254,977</u>

**SUPREME VENTURES LIMITED
AND ITS SUBSIDIARIES
NOTES TO FINANCIAL STATEMENTS
SIX MONTHS ENDED 30th June 2010**

1. IDENTIFICATION

Supreme Ventures Limited (the company) is a public limited liability company which is listed on the Jamaica Stock Exchange. The company is also cross-listed on the Trinidad & Tobago Stock Exchange. The company's registered office is located at the 4th Floor, Sagikor Centre, 28-48 Barbados Avenue, Kingston 5, Jamaica, W.I.

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

The Group comprises the company and its wholly-owned subsidiaries which are all incorporated in Jamaica.

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

<u>Name of Company</u>	<u>Principal Activity</u>	<u>Percentage Ownership</u> %
Supreme Ventures Lotteries Limited and its subsidiary:	Lottery operations	100
Bingo Investments Limited	Lottery operations effective March 15, 2008 - ceased operation	100
Prime Sports (Jamaica) Limited and its wholly-owned subsidiary:	Gaming operations	100
Chillout Ventures Limited	Gaming operations (not yet in operation)	100
Supreme Ventures Financial Services Limited	Foreign exchange dealer services	100
Big 'A' Track 2003 Limited	Sports betting (effective July 17, 2008)	100

Effective April 3, 2008, the Group was re-organized in a bid to streamline its operations. The scheme of reorganization and amalgamation resulted in the following:

- (i) The assets, liabilities and operations of Coral Cliff Entertainment Limited (CCEL) and Village Square Entertainment Limited (VSEL) which were previously subsidiaries of Jamaica Lottery Company Limited (JLC) were transferred to Prime Sports (Jamaica) Limited.
- (ii) The assets, liabilities and operations of JLC were transferred to the parent company, Supreme Ventures Limited (SVL). As a result, Supreme Ventures Financial Services Limited became a wholly-owned subsidiary of SVL.
- (iii) The ownership of Chillout Ventures Limited was transferred from JLC to Prime Sports (Jamaica) Limited.

Effective April 3, 2008, CCEL, VSEL and JLC ceased operations and have been put into members' voluntary liquidation.

On August 18, 2009, the Betting, Gaming and Lotteries Commission (BGLC) approved the application of the company's subsidiary Supreme Ventures Lotteries Limited (SVLL) to sell tickets for the Super Lotto Game. See also Note 9(b).

In 2009, the company's management decided to change its reporting period from October 31, to December 31 as part of a strategic initiative in enhancing efficiency in its operations. The last audited financial statements therefore cover the 14 months period from November 1, 2008 to December 31, 2009.

**SUPREME VENTURES LIMITED
AND ITS SUBSIDIARIES
NOTES TO FINANCIAL STATEMENTS
SIX MONTHS ENDED 30th June 2010**

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), and have been prepared under the historical cost convention, except for the revaluation of freehold land and building. Historical cost is generally based on the fair value of the consideration given in exchange of assets.

The interim financial statements have been prepared using the same accounting policies and methods of computation as compared with the audited Financial Statements for period ended December 31, 2009.

These financial statements are expressed in Jamaican dollars, which is the functional currency of the Group.

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 five 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, restaurant and bar and related guest services. |
| 3) Financial Services | - | this incorporates foreign exchange dealer services and commissions from Money Gram services. |
| 4) PIN codes | - | this incorporates sale of PIN codes. |
| 5) Others | - | All other income |

(e) Comparative information

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

**SUPREME VENTURES LIMITED
AND ITS SUBSIDIARIES
NOTES TO FINANCIAL STATEMENTS
SIX MONTHS ENDED 30th June 2010**

4. LONG-TERM RECEIVABLES

The amount represents an advance to SGL BVI Limited (SGL BVI), a company incorporated in the British Virgin Islands. SGL BVI is a subsidiary of Supreme Gaming Limited (SGL), a company incorporated under the laws of the State of Florida, USA.

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 the period November 1, 2008 to October 31, 2009 is at 4.79% per annum. The interest rate was extended to December 31, 2009, in keeping with the company's new reporting period.

The settlement terms of the promissory note are as follows:

- The interest accrued to December 31, was capitalized at the agreed rate.
- 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 company, the parent company (SVL) 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. DEFERRED TAXATION

These comprise:

	<u>2010</u> \$'000	<u>2009</u> \$'000
Deferred tax assets	77,792	65,617
Less: Deferred tax liabilities	<u>(26,226)</u>	<u>(60,812)</u>
	<u>51,566</u>	<u>4,805</u>

The movement of net deferred tax position was as follows:

	<u>2010</u> \$'000	<u>2009</u> \$'000
Opening balance	17,572	
Credited to equity		
Credited (charged) to income for the period	<u>33,994</u>	<u>(60,812)</u>
Closing balance	<u>51,566</u>	<u>4,805</u>

**SUPREME VENTURES LIMITED
AND ITS SUBSIDIARIES
NOTES TO FINANCIAL STATEMENTS
SIX MONTHS ENDED 30th June 2010**

5. TRADE AND OTHER RECEIVABLES

	<u>June -30-10</u> \$'000	<u>June -30-09</u> \$'000
Trade receivables	167,498	227,525
Less: Allowances for irrecoverable debts	<u>(63,817)</u>	<u>(43,837)</u>
	103,681	183,688
Current portion of long term receivables	198,757	-
Other receivables	<u>166,531</u>	<u>81,339</u>
	<u>468,969</u>	<u>265,027</u>

- 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 (2009: \$4.9 million) which are past due at the reporting date which the Group has not provided for as they have been renegotiated.

6. CONDITIONS ATTACHED TO LICENCE GRANTED BY THE BETTING GAMING AND LOTTERIES COMMISSION (BGLC)

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 30th June 2010 are as follows:

	\$'000
Dedicated Cash Accounts	<u>\$598,735</u>
Aggregate Liabilities	<u>\$394,977</u>

**SUPREME VENTURES LIMITED
AND ITS SUBSIDIARIES
NOTES TO FINANCIAL STATEMENTS
SIX MONTHS ENDED 30th June 2010**

7. DISTRIBUTION

During the interim period on June 4, 2010, the company declared dividend of \$0.14 per share, this will be paid on July 12, 2010.

8. TRADE AND OTHER PAYABLES

	<u>June -30-10</u>	<u>June -30-09</u>
	\$'000	\$'000
Trade payables	297,949	226,880
Service contractor fees	329,986	181,101
Contributions payable to CHASE Fund	57,606	69,284
Contributions payable to Betting, Gaming and Lotteries Commission	15,758	14,886
Lottery taxes payable	37,806	36,372
Withholding taxes payable	-	87,379
Other payables and accruals	<u>88,321</u>	<u>70,764</u>
	<u>827,426</u>	<u>686,666</u>

9. REVENUE

Analysis of the revenue is as follows:

	<u>June -30-10</u>	<u>June -30-09</u>
	\$'000	\$'000
Lottery	10,860,195	10,852,772
Sports Betting/Horse racing	16,344	9,291
VLT/slot drop revenue	449,893	514,871
Hospitality revenue	55,760	52,473
Unclaimed prizes	34,207	32,406
Pin codes and phone cards	944,749	749,347
Money Gram remittance service	40,386	39,741
Foreign exchange trading	33,914	47,701
Other	<u>25,405</u>	<u>31,388</u>
	<u>12,460,853</u>	<u>12,329,990</u>

**SUPREME VENTURES LIMITED
AND ITS SUBSIDIARIES
NOTES TO FINANCIAL STATEMENTS
SIX MONTHS ENDED 30th June 2010**

10. DIRECT EXPENSES

a) Analysis of direct expenses is as follows:

	<u>June -30-10</u>	<u>June -30-09</u>
	\$'000	\$'000
Lottery prizes (Note 9b)	7,465,651	7,666,265
Service contractor fees	739,507	646,137
Agents' commissions	539,430	539,617
Lottery and gaming tax	650,822	595,340
Contributions to BGLC	120,108	122,644
Gaming Lounge Charges	-	29,057
Good cause fees	513,561	466,025
Direct expense – hospitality operations	39,745	38,338
Pin codes and phone card cost	823,428	673,221
Commissions – pin codes and phone – cost	97,665	58,269
Commissions – Money Gram cost	16,229	14,332
Other	<u>190</u>	<u>1,196</u>
	<u>11,006,336</u>	<u>10,850,441</u>

b) Prizes

- Cash Pot - All prizes are fixed. The prize won for correctly matching the winning number is \$26 for each \$1 wagered.
- Lucky 5 - Prizes for this game are based on the predetermined prize structure. This prize payout is at least 50.93% of the total wagers of each game.
- Dollaz! - Prizes for this game are fixed based on each \$10 per play per spot. The prize won will depend on how much of the winning numbers are correctly matched.
- Lotto,
Super Lotto
Prime Time
Bingo - Prize liabilities are based on the actual winning combination of numbers for each draw with the amount allocated to prizes being a predetermined percentage of sales.
- Pick 3 - Prize liabilities are computed based on the actual winning combination of numbers for each draw.
- Instant Game - Ticket liabilities are accrued based on a predetermined prize structure for each game.

11. NET FOREIGN EXCHANGE GAIN /(LOSS)

This amount includes foreign exchange gain of \$NIL (2009:\$52.989) arising from the conversion of long term receivable (Note 4)

**SUPREME VENTURES LIMITED
AND ITS SUBSIDIARIES
NOTES TO FINANCIAL STATEMENTS
SIX MONTHS ENDED 30th June 2010**

12. TAXATION

- (a) The total charge for the year includes:

	<u>2010</u> \$'000	<u>2009</u> \$'000
Current tax charge:		
Income tax at 33 $\frac{1}{3}$ % of taxable profits	163,432	212,879
Under Provision	1,502	-
Deferred tax adjustment (Note 5)	<u>(33,994)</u>	<u>(2,932)</u>
	<u>130,940</u>	<u>209,947</u>

- (b) The charge is reconciled to the profit as per the profit and loss account as follows:

	<u>2010</u> \$'000	<u>2009</u> \$'000
Profit before taxation	<u>364,720</u>	<u>543,752</u>
Tax at the domestic income tax rate of 33 $\frac{1}{3}$ %	121,573	181,251
Tax effect of expenses disallowed for tax purposes	12,352	(6,014)
Net deferred tax asset not recognized (see (d) below)	(4,487)	34,710
Other	<u>1,502</u>	<u>-</u>
	<u>130,940</u>	<u>209,947</u>

- (c) Tax losses as at December 31, 2010 of sub-subsidiaries amounting to approximately \$673 million (subject to agreement with Commissioner, Taxpayer Audit and Assessment Department) are available for set-off against future taxable profits of the subsidiaries.
- (d) Net deferred tax asset not recognized represents the effect of the curtailment of deferred tax assets of a subsidiary currently operating at a loss.
- (e) A subsidiary of the Group, Coral Cliff Entertainment Limited which had received approval under the Hotel (Incentive) Act 1968, was amalgamated under the scheme of arrangement disclosed in Note 1 into another wholly-owned subsidiary. As a result, the benefits of tax relief have been lost to the Group.

**SUPREME VENTURES LIMITED
AND ITS SUBSIDIARIES
NOTES TO FINANCIAL STATEMENTS
SIX MONTHS ENDED 30th June 2010**

13. CONTINGENCIES

As required under Condition 7 attached to the approval granted by the Betting, Gaming and Lotteries Commission (BGLC) to promote the multi-jurisdictional Game 'Super Lotto', the company as the applicant has made arrangements for a stand-by financing facility of \$600.0 million from Bank of Nova Scotia Jamaica Limited.

Under the said stand-by facility which expires on December 31, 2011, the BGLC has been identified as the beneficiary in order to ensure that a Super Lotto jackpot winner in Jamaica is settled with the prize money and also to ensure that the necessary taxes on such a prize payment is settled with the Revenue Authorities in Jamaica.



Games people love to play...and more

Shareholdings

SUPREME VENTURES LIMITED
TEN LARGEST SHAREHOLDERS (as at 30th June 2010)

Name	Joint Holders/Connected		
Account (s)	Interest	Volume	Percentage
Intralot Caribbean Ventures Limited		1,315,895,445.00	49.90
		1,315,895,445.00	49.90
Paul Hoo		246,781,920.00	9.36
		20,000,000.00	0.76
	Susan Elizabeth Hoo	1,186,500.00	0.04
(TTCD)		13,508,220.00	0.51
		281,476,640.00	10.67
Ian Kent Levy		254,021,659.00	9.63
	Matthew Kent Levy	4,000,000.00	0.15
		258,021,659.00	9.78
Janette Stewart		179,035,112.00	6.79
	Steven A. Hudson	587,433.00	0.02
		179,622,545.00	6.81
Stephen Roger Castagne		137,100,200.00	5.20
		137,100,200.00	5.20
Mayberry Co A/C 120008		66,553,514.00	2.52
		66,553,514.00	2.52
Sunfisher Corporation		24,648,118.00	0.93
		24,648,118.00	0.93
Keith Binns		21,776,397.00	0.83
		21,776,397.00	0.83
TW Metals Ltd.		18,257,457.00	0.69
		18,257,457.00	0.69
GTech Global Services Corporation Ltd.		15,899,803.00	0.60
		15,899,803.00	0.60

SUPREME VENTURES LIMITED
DIRECTORS' SHAREHOLDINGS (as at 30th June 2010)

Directors Name		Joint Holders/Connected Interest	Volume	Percentage
Accounts (s)	Primary Holder			
Paul Hoo			246,781,920.00	9.36
			20,000,000.00	0.76
		Susan Elizabeth Hoo	1,186,500.00	0.04
(TTCD)			13,508,220.00	0.51
			281,476,640.00	10.67
Ian Kent Levy			254,021,659.00	9.63
		Matthew Kent Levy	4,000,000.00	0.18
			254,021,659.00	9.81
Steven A. Hudson			587,433.00	0.02
	Janette Stewart	Steven A. Hudson	587,433.00	0.02
Brian R. George			2,195,941.00	0.13
(TTCD)			7,155,706.00	0.27
			9,351,647.00	0.40
John George Graham			1,000.00	0.00
		Tracey Elaine Adams-Goldson	1,000.00	0.00
Curtis Martin			774,867.00	0.03
		Donalda Martin	774,867.00	0.03
David McBean			2,574,867.00	0.10
		Andrew McBean	1,500,000.00	0.06
			4,074,867.00	0.16
Stephen Roger Castagne			137,100,200.00	5.20
			137,100,200.00	5.20
Barrington Chisholm			994,871.00	0.04
			994,871.00	0.04
Georgios Sampson			Nil	Nil
			Nil	Nil

SUPREME VENTURES LIMITED
TRADES IN EXCESS OF 5,000,000 UNITS
(as at 30th June 2010)

Name		TRX	Trade	Settlement	
Account (s)	Joint	Type	Date	Date	Volume

No Trades 5,000,000 and over for the period



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