



BERJAYA

BERJAYA SPORTS TOTO BERHAD

(Company No. 910891)

برجاي سبورٹس ٹوٹو برحد
成功多多博彩有限公司



2008 LAPORAN TAHUNAN ANNUAL REPORT



MEGA ^{TOTO} 6/52

Jackpot

is more than

RM 19 Million

Get your ticket now!

GO FOR IT!





The corporate logo comprises the word BERJAYA in gold and a symbol made up of closely interwoven Bs in rich cobalt blue with gold lining around the circumference and a gold dot in the centre.

BERJAYA means “success” in Bahasa Malaysia and reflects the success and Malaysian character of the Berjaya Corporation’s core businesses. The intertwining Bs of the symbol represent our strong foundations and the constant synergy taking place within the Berjaya Corporation group of companies. Each B faces a different direction, depicting the varied strengths of the companies that make up the Berjaya Corporation group of companies.

Our Mission and Vision

To generate consistently profitable returns for our shareholders from investments in core business activities:-

- By providing direction, financial resources and management support for each operating unit;
- Through establishing a major market presence for each activity;
- Through dynamic and innovative management, teamwork and a commitment to excellence.

Contents

1	Corporate Profile	92	Material Contracts
2	Corporate Information	92	Additional Information
3	Profile of Directors	93	Recurrent Related Party Transactions of Revenue Nature
8	Chairman’s Statement	95	Statement of Directors’ Shareholdings
16	Significant Events of the Year	97	Statistics on Shareholdings
18	Group Financial Summary	99	Notice of Annual General Meeting
20	Group Financial Highlights	102	Statement Accompanying Notice of Annual General Meeting Form of Proxy
21	Corporate Structure		
22	Audit Committee Report		
24	Statement on Corporate Governance		
27	Statement on Internal Control		
28	Financial Statements		
91	List of Properties		





Corporate Profile

Berjaya Sports Toto Berhad ("BToto") was incorporated in 1969 as Unilite Electrical Industries Berhad. The Company changed its name to Far East Asset Berhad in 1987. On 31 October 1992, the Company completed its acquisition of the entire issued and paid-up share capital of 112,522,500 ordinary shares of 50 sen each in Sports Toto Malaysia Sdn Bhd ("Sports Toto") for a purchase consideration of RM600 million through an issue of RM390.97 million 9% nominal amount of RM1.00 Redeemable Convertible Unsecured Loan Stocks 1992/97 in the Company and the balance in cash of RM209.03 million. On 17 May 1993, the Company was renamed Berjaya Sports Toto Berhad.

The principal activities of the Group are:

- operations of Toto betting under Section 5 of the Pool Betting Act, 1967;
- leasing of on-line lottery equipment; and
- manufacture and distribution of computerised lottery systems.

The history of Sports Toto began in 1969 when it was incorporated to run the Toto betting business. It was essentially the Government's effort to raise funds to promote and develop sports, youth and cultural activities.

Sports Toto was privatised in 1985 when its Chief Executive Officer, Tan Sri Dato' Seri Vincent Tan Chee Yioun, through his private company acquired 70% of the paid-up capital.

Today, Sports Toto offers 6 games which are drawn 3 days in a week. Sports Toto is the largest Number Forecast Operator in Malaysia.

On the international scene, the Group is supplying and maintaining a computerised on-line lottery system in Luzon Region in the Philippines.

In the USA, BToto's subsidiary, International Lottery & Totalizator Systems, Inc. ("ILTS") is a leading supplier of on-line computerized wagering systems with installations worldwide.

The Group has a total employee strength of 830 as at 30 April 2008.

Sports Toto's financial growth over the past 22 years after its privatisation in 1985 is highlighted below:

	30/4/08 (Million)		31/12/85 (Million)		22 Years' Annualised Increase (%)
	RM	US\$	RM	US\$	
Revenue	3,152.0	999.5	76.0	24.1	184.0
Pre-tax Profit	485.2	153.9	5.0	1.6	436.5
Equity Funds	231.7	73.5	1.0	0.3	1,048.6
Total Assets	880.1	279.1	12.7	4.0	310.5

Exchange rate : US\$1.00 = RM3.1535



Corporate Information

BOARD OF DIRECTORS

Tan Sri Dato' Thong Yaw Hong
Chairman

Dato' Robin Tan Yeong Ching
Chief Executive Officer

Executive Directors

Freddie Pang Hock Cheng
Chan Kien Sing
Rayvin Tan Yeong Sheik
Seow Swee Pin

Non-Executive Directors

Tan Sri Dato' Jaffar Bin Abdul
Mohamed Saleh Bin Gomu
Datuk Robert Yong Kuen Loke

AUDIT COMMITTEE

*Chairman/Independent
Non-Executive Director*
Tan Sri Dato' Jaffar Bin Abdul

*Independent/Non-Executive
Director*
Mohamed Saleh Bin Gomu

*Non-Independent/Non-Executive
Director*
Datuk Robert Yong Kuen Loke

SECRETARIES

Su Swee Hong (MAICSA No. 0776729)
Tham Lai Heng, Michelle
(MAICSA No. 7013702)

SHARE REGISTRAR

Berjaya Registration Services Sdn Bhd
Lot 06-03, Level 6, East Wing,
Berjaya Times Square,
No. 1 Jalan Imbi,
55100 Kuala Lumpur
Tel : 03 - 2145 0533
Fax : 03 - 2145 9702

AUDITORS

Ernst & Young
Chartered Accountants
Level 23A, Menara Milenium
Jalan Damanlela
Pusat Bandar Damansara
50490 Kuala Lumpur

REGISTERED OFFICE

Lot 13-01A, Level 13
(East Wing)
Berjaya Times Square
No. 1 Jalan Imbi
55100 Kuala Lumpur
Tel : 03 - 2149 1999
Fax : 03 - 2143 1685

PRINCIPAL BANKERS

Malayan Banking Berhad
CIMB Bank Berhad
The Bank of Nova Scotia
Berhad
RHB Bank Berhad

STOCK EXCHANGE LISTING

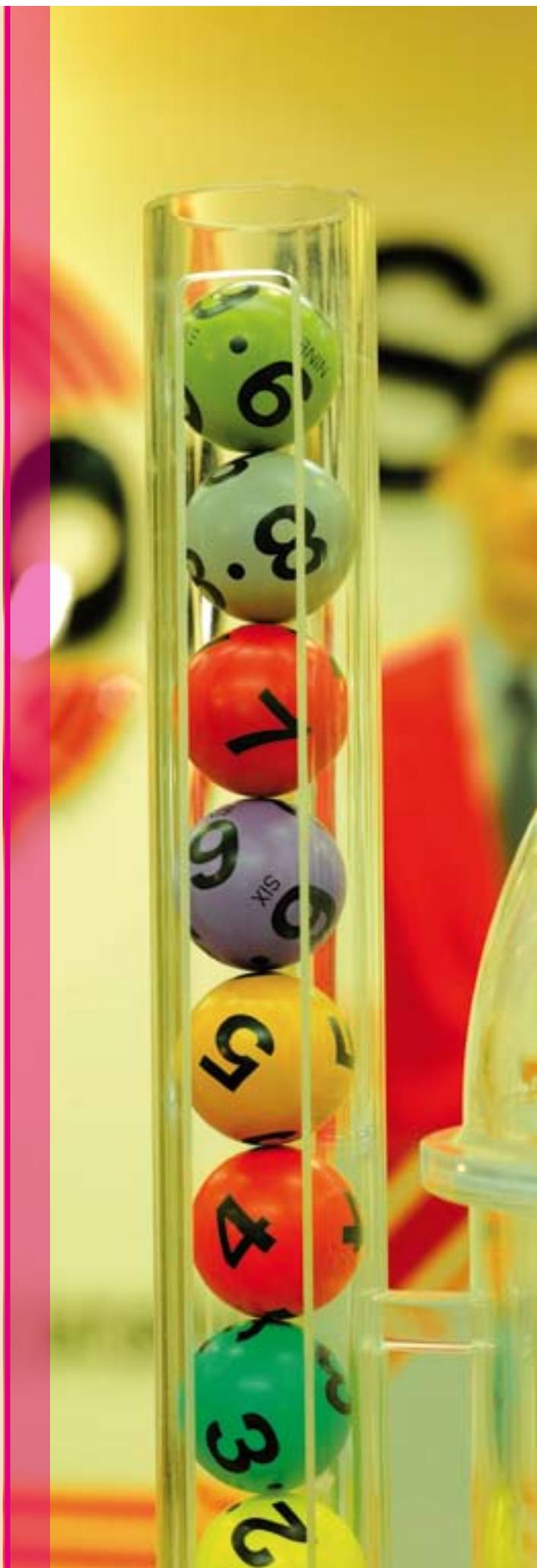
Main Board of Bursa Malaysia
Securities Berhad

STOCK SHORT NAME

BJTOTO (1562)

PLACE OF INCORPORATION AND DOMICILE

Malaysia



Profile of Directors

He was appointed to the Board on 18 October 2001 as the Chairman. He graduated with a Bachelor of Arts (Hons) degree in Economics from University of Malaya, a Master's degree in Public Administration from Harvard University, as well as Advanced Management Program from Harvard Business School. In June 1998, he was appointed a Pro-Chancellor of Universiti Putra Malaysia until his retirement in June 2006.

He had a distinguished career with the Government of Malaysia, primarily in the fields of socio-economic development, planning and finance. He served in the Economic Planning Unit in the Prime Minister's Department since 1957 and became its Director-General from 1971 to 1978. From 1979 until his retirement in 1986, he served as the Secretary-General of the Ministry of Finance. He was responsible for setting up Sports Toto Malaysia Sdn Bhd in 1969 under the direction of the Government when he was overall in charge of the Economic Planning Unit in the Prime Minister's Department.

He also holds directorships in several public listed companies namely, Batu Kawan Berhad, Glenealy Plantations (Malaya) Berhad, Kuala Lumpur Kepong Berhad, Public Bank Berhad (Co-Chairman) and LPI Capital Berhad (Co-Chairman). His directorships in other public companies include Malaysian South-South Corporation Berhad, HHB Holdings Berhad (Chairman), Public Islamic Bank Berhad, Public Investment Bank Berhad (Co-Chairman), Lonpac Insurance Berhad (Co-Chairman) and Public Mutual Berhad (Co-Chairman). He is also a Director in several other private companies including Sports Toto Malaysia Sdn Bhd (Chairman). He also serves as a member on the Boards of Trustees of Program Pertukaran Fellowship Perdana Menteri Malaysia, Tun Razak Foundation, Sports Toto Foundation, Yayasan Wah Seong and the Malaysian Institute of Economic Research, among others. He is also a senior member of the Working Group of the Executive Committee for the National Economic Action Council. Presently, he also serves as Senior Adviser of the Advisory Panel on Private and Public Investment in the Economic Planning Unit of the Prime Minister's Department.

Tan Sri Dato' Thong Yaw Hong is the Chairman of the Remuneration Committee, Risk Management Committee and a member of the Nomination Committee of the Company.



**TAN SRI DATO' THONG
YAW HONG**

78 years of age, Malaysian
Chairman
(Independent/Non-Executive)

Profile of Directors



DATO' ROBIN TAN YEONG CHING

34 years of age, Malaysian
Chief Executive Officer
Non-Independent

He was appointed to the Board on 21 February 1998 as an Executive Director and subsequently, was appointed as the Chief Executive Officer of the Company on 21 December 2006. He graduated with a Bachelor of Social Science Degree in Accounting/Law from the University of Southampton, United Kingdom, in 1995. He joined Berjaya Group Berhad in 1995 as an Executive and subsequently became the General Manager, Corporate Affairs in 1997.

Currently, he is an Executive Director of Berjaya Corporation Berhad and Sports Toto Malaysia Sdn Bhd. He is also a Director of Berjaya Sampo Insurance Berhad, Qinetics Solutions Berhad, TMC Life Sciences Berhad and the Chairman of MOL.com Berhad. He also holds directorships in several other private limited companies in the Berjaya Corporation group of companies.

His brother, Rayvin Tan Yeong Sheik, is also a member of the Board while his father, Tan Sri Dato' Seri Vincent Tan Chee Yioun is a major shareholder of the Company.

Dato' Robin Tan Yeong Ching is a member of the Remuneration Committee of the Company.



FREDDIE PANG HOCK CHENG

53 years of age, Malaysian
(Non-Independent/Executive
Director)

He was appointed to the Board on 1 December 1992. He began his career with a predecessor firm of Messrs Ernst & Young where he worked for seven years until 1982 during which he qualified for entry as a member of the Malaysian Institute of Certified Public Accountants. He is also a member of the Malaysian Institute of Accountants. Thereafter, he joined the Corporate Advisory Department of Malaysian International Merchant Bankers Berhad where he was actively involved in a wide variety of corporate exercises in an advisory capacity until his departure in 1990 to join Berjaya Group Berhad.

He is currently the Chairman of Intan Utilities Berhad, an Executive Director of Berjaya Corporation Berhad and a Director of Berjaya Group Berhad, Berjaya Media Berhad (formerly known as Nexnews Berhad), MOL.com Berhad, Berjaya Vacation Club Berhad, TMC Life Sciences Berhad and Informatics Education Ltd, Singapore. He also holds directorships in several other private limited companies.

Profile of Directors

He was appointed to the Board on 1 December 1992. He is a member of The Malaysian Institute of Certified Public Accountants and Malaysian Institute of Accountants. Having articulated with Messrs Peat Marwick Mitchell from 1975 to 1981, he subsequently joined Arab-Malaysian Merchant Bank Berhad specialising in corporate finance until 1989 when he joined Berjaya Group Berhad.

Currently, he is an Executive Director of Berjaya Corporation Berhad and Berjaya Media Berhad (formerly known as Nexnews Berhad). He is the Chairman of Matrix International Berhad and Berjaya Holdings (HK) Limited, the Chief Executive Officer of Berjaya Capital Berhad and a Director of Intan Utilities Berhad, Berjaya Vacation Club Berhad, Berjaya Group Berhad and International Lottery & Totalizator Systems Inc, United States of America. He also holds directorships in several other private limited companies.



CHAN KIEN SING

52 years of age, Malaysian
(Non-Independent/Executive
Director)

He was appointed to the Board on 19 October 2006 as an Executive Director. He graduated with a Bachelor of Science (First Class Hons) degree in Accounting and Finance from the London School of Economics, United Kingdom, in 2000.

He joined the Berjaya Group of Companies in May 2001 as Senior Manager (Corporate Affairs) of Kota Raya Development Sdn Bhd and Noble Circle Management Sdn Bhd. He was subsequently appointed to the position of General Manager (Corporate Affairs) of Sports Toto Malaysia Sdn Bhd in February 2002.

During his vocational training as a research intern with Jardine Fleming and Merrill Lynch & Co./Smith Zain Securities, he was involved in the field of research covering the various sectors of property, commodities, telecommunications and transport.

Currently, he is also an Executive Director of Berjaya Corporation Berhad. He also holds directorships in Magni-Tech Industries Berhad, Berjaya Group Berhad, Sports Toto Malaysia Sdn Bhd, Singer (Malaysia) Sdn Bhd, International Lottery & Totalizator Systems Inc, United States of America, Taiga Forest Products Ltd (Canada), Taiga Building Products Ltd (Canada) and several other private limited companies.

His brother, Dato' Robin Tan Yeong Ching, is also a member of the Board while his father, Tan Sri Dato' Seri Vincent Tan Chee Yioun is a major shareholder of the Company.



RAYVIN TAN YEONG SHEIK

29 years of age, Malaysian
(Non-Independent/Executive
Director)

Profile of Directors



SEOW SWEE PIN

51 years of age, Malaysian
(Non-Independent/ Executive
Director)

He was appointed to the Board on 17 December 2007 as an Executive Director. He is a member of the Malaysian Institute of Certified Public Accountants, the Malaysian Institute of Accountants and Certified Practising Accountants, Australia. He has extensive working experience in auditing, accounting, financial management and corporate finance. He worked with Messrs Ernst & Young from 1976 to 1984 and was appointed as an Audit Manager in 1982. Between 1984 and 1990, he held senior management positions in several major public listed groups including Group Financial Controller of Island & Peninsular Berhad, Group Chief Accountant of Sime Darby Berhad and Group Chief Accountant of Lion Corporation Berhad. He joined Berjaya Land Berhad as General Manager (Finance) in 1991. In 1994, he was appointed as General Manager (Finance & Operations) of Sports Toto Malaysia Sdn. Bhd. and was subsequently promoted to Senior General Manager in 1996.

Currently, he is also an Executive Director of Sports Toto Malaysia Sdn Bhd and Chairman of Philippine Gaming Management Corporation. He is also a Director of Prime Gaming Philippines, Inc. and several other private limited companies.

Seow Swee Pin is a member of the Risk Management Committee of the Company.



**TAN SRI DATO' JAFFAR BIN
ABDUL**

76 years of age, Malaysian
(Independent/Non-Executive)

He was appointed to the Board on 28 August 1997 as an Independent Non-Executive Director. He joined the Police Force in 1951 and rose to become Director of the Anti-Narcotic Branch, Federal Police Headquarters in 1982. From 1982 to 1984, he was the Chief Police Officer in Johor and between 1984 to 1985, he was the Director of Management, Police Headquarters in Bukit Aman. He was also the Deputy Inspector General of the Royal Malaysian Police since 1985 before retiring from the civil service in May 1989.

He is currently the Chairman of Cosway Corporation Berhad, Dutaland Berhad (formerly known as Mycom Berhad) and Yinson Holdings Berhad. He is also a Director in Olympia Industries Berhad, Silverstone Corporation Berhad, Parkson Holdings Berhad (formerly known as Amalgamated Containers Berhad) and several other private limited companies.

Tan Sri Dato' Jaffar Bin Abdul is the Chairman of the Audit Committee, Nomination Committee and a member of the Remuneration Committee and Risk Management Committee of the Company.

Profile of Directors

He was appointed to the Board on 22 December 1999 as an Independent Non-Executive Director. He joined Polis DiRaja Malaysia (“PDRM”) as an Inspector in June 1970 and left for England to further his studies in 1981. He graduated with a Bachelor of Laws (Hons) Degree in 1982 and obtained a Certificate in Legal Practice in 1984. Upon graduation, he continued to serve PDRM in various capacities including as a Staff Officer in the Special Branch, Officer-in-charge of Prosecution (Lower Courts) Kuala Lumpur and Officer-in-charge of Brickfields Police District. Before his optional retirement in June 1992, he was Head of the INTERPOL/National Central Bureau Secretariat. Soon after his retirement, he went into private legal practice.

Mohamed Saleh Bin Gomu is a member of the Audit Committee, Nomination Committee and Risk Management Committee of the Company.



MOHAMED SALEH BIN GOMU

58 years of age, Malaysian
(Independent/Non-Executive)

He was appointed to the Board on 1 December 1992. He is a fellow member of The Institute of Chartered Accountants (England and Wales), and The Association of Chartered Certified Accountants (United Kingdom) and a member of The Institute of Certified Public Accountants of Singapore. He is also a Council Member of the Malaysian Institute of Certified Public Accountants. He has many years of working experience in the fields of accounting, audit, treasury and financial management. He started his career in London in 1973 and worked for more than five years in chartered accounting firms in London including two years with Moore Stephens & Co. Subsequently, he was with Price Waterhouse, Singapore from 1979 to 1982. Prior to joining the Berjaya Group of Companies in 1987, he served as Group Finance Manager in UMW Holdings Berhad and Group Treasurer in Edaran Otomobil Nasional Bhd.

Datuk Robert Yong Kuen Loke was redesignated from Executive Director to Non-Independent and Non-Executive Director on 30 November 2007. Currently, he is also a Director of Berjaya Corporation Berhad, Berjaya Land Berhad, Berjaya Group Berhad, Cosway Corporation Berhad, Berjaya Capital Berhad, Matrix International Berhad, Berjaya Golf Resort Berhad and several other private limited companies.

Datuk Robert Yong Kuen Loke is a member of the Audit Committee and Risk Management Committee of the Company.



**DATUK ROBERT YONG
KUEN LOKE**

56 years of age, Malaysian
(Non-Independent/Non-Executive
Director)

Save as disclosed, none of the Directors have:-

1. any family relationship with any Director and/or major shareholder of the Company;
2. any conflict of interest with the Company; and
3. any convictions for offences within the past 10 years other than traffic offences.



Toto Draw in Progress.



Chairman's Statement

On behalf of the Board of Directors, I am pleased to present the Annual Report and Financial Statements for the financial year ended 30 April 2008.

FINANCIAL RESULTS

For the financial year under review, the Group recorded an 8% growth in revenue to RM3.28 billion from RM3.04 billion reported in the previous financial year ended 30 April 2007. This growth in revenue was achieved in spite of its principal subsidiary, Sports Toto Malaysia Sdn Bhd ("Sports Toto") having three draws less compared to the previous year.

Group pre-tax profit declined 7.8% from RM545.3 million in the previous year to RM502.6 million mainly due to a higher prize payout and higher marketing expenditure incurred by Sports Toto.

In addition, the Group earned lower interest income as a result of the full settlement of the inter-company balance from Berjaya Land Berhad ("B-Land") and distribution of surplus funds as dividends to the Company's shareholders.

DIVIDEND

For the financial year ended 30 April 2008, the Company had declared and paid three interim dividends of an aggregate of 26 sen per share less 26% income tax. The Board has declared a fourth interim dividend of 9 sen per share less 26% income tax that is payable on 29 August 2008. Together, the total dividend distribution in respect of the financial year ended 30 April 2008 would be 35 sen per share less 26% tax or a total net dividend of approximately RM326 million representing 93.5% of the Group's attributable profit for the year.

The dividend distribution is consistent with the Company's current dividend policy of distributing at least 75% of its annual net earnings to shareholders. The Company will maintain the 75% payment policy subject to factors such as availability of distributable reserves and tax credits to frank dividends and the Company's cash flow requirements. In accordance with the Finance Act, 2007, the Company will pay dividends under the single tier system upon full utilization of its tax credits.

CORPORATE DEVELOPMENT

During the financial year under review, the Company bought back a total of 24.5 million ordinary shares from the open market for a total consideration of RM124.9 million, or at an average price of RM5.09 per share with internally generated funds. The cumulative total number of Treasury shares held by the Company as at 30 April 2008 was 95.0 million with a carrying value of RM406.1 million or at an average price of RM4.27 per share.





Sports Toto Malaysia's new outlet signboard.



Mr. Vincent Seow receiving the certificate of recognition from Datuk Danny Ooi, Managing Director of the Malaysia Book of Records.

REVIEW OF OPERATIONS

Malaysia

For the financial year under review, Sports Toto recorded a revenue growth of 6.7% from RM2.955 billion in the previous year to RM3.152 billion. The higher revenue was achieved in spite of the year under review having 3 draws less than the previous financial year. On a per draw basis, Sports Toto achieved a growth of 8.6%, which was mainly attributed to the higher sales of the 4-Digit game as well as the contribution from the Mega Toto 6/52 jackpot game that replaced the Toto 4/49 in June 2007.

Sports Toto continued to gain market share and remained the market leader among all the Number Forecast Operators in the country in terms of total revenue for the year under review.

Pre-tax profit was lower by 12.2% at RM485.2 million compared to RM552.4 million in the previous financial year mainly due to a higher prize payout and higher marketing expenditure.

In January 2008, the Mega Toto 6/52 jackpot game recorded the highest ever jackpot prize payout of RM19.3 million in the country's history which Sports Toto received recognition from the Malaysia Book of Records.

Sports Toto purchased an additional 600 new FLX sales terminals in February 2008 which were deployed to the outlets in April and May 2008 to enhance capacity to capture the high sales during peak hours.

In April 2008, Sports Toto unveiled its new outlet signboard featuring several subtle changes to enhance its brand identity and to project a more vibrant and modern look.

The Philippines

For the financial year ended 30 April 2008, Prime Gaming Philippines, Inc. ("PGPI") reported a revenue of Peso 1.28 billion, an increase of 21.8% from the previous year mainly from the higher revenue recorded by its wholly-owned subsidiary, Philippine Gaming Management Corporation ("PGMC"). In line with the increase in revenue, pre-tax profit increased by 25.5% to Peso 687.9 million compared to Peso 548.3 million in the previous financial year.

PGMC recorded a revenue increase of 21.8% to Peso 1.28 billion mainly due to additional ticket sales from higher jackpot prizes during the year and the increase in the minimum price per bet of the Super Lotto 6/49 game from Peso 10.00 to Peso 20.00 in January 2008. Pre-tax profit increased 21.4% to Peso 699.1 million compared to Peso 575.7 million in the previous financial year.

PGMC completed the full upgrade of its central computer system to the new Datatrak system and the replacement of all existing terminals with the newer FLX terminals in July 2007. PGMC will also continue to rationalize the current telecommunication links of its outlets in Luzon by deploying faster and more reliable telecommunications connectivity resulting in more cost-effective telecommunication solutions.

The United States of America

For the financial year under review, International Lottery & Totalizator Systems, Inc. ("ILTS") reported a revenue of USD13.03 million, an increase of 17.9% compared to USD11.05 million posted in the previous financial year. A net income of USD3.87 million was recorded compared to net income of USD0.50 million in the previous year. The increases were mainly due to the recognition of revenue from the voting system segment.



A voter inserting a complete paper ballot into the OpenElect voting machine.

ILTS is a leading supplier of secure processing systems and equipment to government-sanctioned lotteries, racing organizations and voting jurisdictions. It is actively undertaking research and development projects to continually enhance its product lines and competitiveness for its gaming and voting businesses.

CORPORATE RESPONSIBILITY (“CR”)

During the year under review, Sports Toto continued with its CR activities supporting numerous worthy causes as part of its “Giving Something Back to Society” programme.

We shared the spirit of goodwill and spread some festive cheer by organizing several festive gatherings for orphanages, single mothers and senior citizens of all races. Among the notable events was the Chinese New Year Ang Pow donation campaign which has been held for the past 20 years. For the year under review, we contributed a total of RM700,000 to 15,000 senior citizens in 42 locations that included cities and towns throughout Malaysia. More than 600 Sports Toto staff and agents were involved in this nationwide charity drive.

We made substantial contributions to charitable organizations and welfare homes such as the National Stroke Association of Malaysia, P.S (Protect & Save) the Children, Association for the Blind Malaysia, Women’s Aid Organization, Rumah Orang Tua Batu Pahat and Rumah Anak-Anak Yatim and Ibu Tunggal Kg. Medan. We also assisted Kasih Hospice Care Society which is a hospice care centre for patients facing advanced disease, to set up its own Kasih Foundation by contributing to the Foundation.

To help improve the quality of life in the communities in which we operate, we extended financial assistance to hospitals, namely Hospital Selayang as well as the Negeri Sembilan Maternity Hospital and Medical Centre to purchase critically needed medical equipment.

In the promotion of sporting excellence, other than contributing substantially to the National Sports Council for the funding of various sporting activities and training to sportsmen and sportswomen, Sports Toto also made contributions to numerous sporting events

Toto’s Draw Equipment.



At the launching ceremony of Chinese New Year Ang Pow Donation Campaign at the Chinese Assembly Hall, Kuala Lumpur

such as the PJ Half Marathon, the Subang Jaya 10km Run, Ipoh International Run, Nanyang Wushu Federation, MBPJ Squash Open Championship and the 2008 Selangor Beach Volleyball Challenge among others.

In line with the Government's aspiration to produce top notch athletes and future champions, we contributed to the Olympic Council of Malaysia. In an effort to nurture talents at grassroots level, we also sponsored RM500,000 to MyTeam2, a football reality TV programme aimed at unearthing fresh football talents across Malaysia.

Sports Toto had supported arts and cultural events in an effort to appreciate and preserve the country's unique multi-cultural heritage. During the financial year, we sponsored various cultural events like the annual Chingay Parade, the Kuching Festival and the Fiesta Deepavali 2007.

To mark the country's golden jubilee, Sports Toto was the proud sponsor of the Malaysia Jiwa & Semangatku All-Stars Concert with a contribution of RM100,000.

During the year, Berjaya Corporation Berhad ("B-Corp") had taken the step to consolidate the Group's CR activities under one umbrella. Under this process, all common CR activities within the Group, its subsidiaries and associated companies will be coordinated and streamlined to be more efficient. A foundation is in the process of being formed at the

Group level to undertake the Group's CR programmes and activities. Along with the other subsidiaries of the Group, Sports Toto will subscribe to this foundation to carry out the common CR objectives within the Group.

During the year, B-Corp had organized the inaugural 'Berjaya CSR Carnival' in January 2008 in which Sports Toto and other subsidiaries helped raised a total of RM400,000. The funds would primarily be channeled to the areas of Community and Workplace.

Sports Toto had also participated and supported the Group's various Blood Donation Drives, home visits and health and safety awareness talks organized for the employees.

FUTURE PROSPECTS

Volatile oil prices, fluctuating financial markets, and continued inflation are forecasted to be the major threats to the global economic growth in 2008, which would see a slow-down in consumer spending.

In Malaysia, cost of living is expected to go up in tandem with the increase in prices of fuel, electricity and essential goods. In spite of this challenging global environment, the long term outlook of the country remains good backed by strong fundamentals, rising foreign reserves and trade surpluses. In addition, the 9th Malaysian Plan and strong commodity prices would help to cushion the impact of an anticipated slowdown.

Sports Toto will continue its dominance in the number forecast sector in this country given that it has the most number of games and operates the most number of outlets compared to its competitors. The gaming industry is





Ms. Nerine Tan and YB Dato' Dr. Ng Yen Yen giving away ang pows and hampers to old folks during the Chinese New Year Ang Pow Donation Campaign. Looking on is Mr. Vincent Seow (third from left).

expected to be resilient and Sports Toto remains optimistic of achieving revenue growth in the current financial year.

In the Philippines, PGMC's revenue is expected to increase with the introduction of its new game, Power Lotto 6/52, in June 2008 and a second daily draw for the EZ2 game in August 2008 as well as increasing the minimum bet for the Mega Lotto 6/45 game later in the current financial year.

In addition, with PGMC assuming the role of telecommunications integrator, it will continue to rationalize the telecommunications connectivity of the other lotto outlet terminals with faster, more reliable and cost effective telecommunication services and connections. PGMC will also work closely with the Philippine Charity Sweepstakes Office to increase the number of outlets and the number of sales terminals to further improve its revenue.

APPRECIATION

Mr Ng Foo Leong has retired as Executive Director of the Company with effect from 15 December 2007 after serving the Group for 22 years. On behalf of the Board, I would like to express our thanks and sincere appreciation to him for his past contributions and invaluable guidance.

Datuk Robert Yong Kuen Loke was redesignated from Executive Director to Non-Independent and Non-Executive Director on 30 November 2007.

I would like to welcome Mr. Seow Swee Pin who joined the Board as Executive Director on 17 December 2007.

Our deepest appreciation goes out to the management, employees and agents for their commitment and dedication in their work throughout the year. To all our customers, shareholders, business associates, financiers and the government authorities, I thank them for their kind support and co-operation.

I would also like to thank my fellow colleagues on the Board for their guidance and active participation in the Board and look forward to their continued support.

Tan Sri Dato' Thong Yaw Hong
Chairman
28 August 2008

MEGA ^{TOTO} 6/52

THE JACKPOT IS NOW MORE THAN

積寶的獎金 現已超過

RM 19 Million



SPORTS TOTO
GO FOR IT! 運之世!



www.sportstoto.com.my



多多博彩营业与作业总经理 Nerine Tan 和 Vincent Seow 为多多博彩新店的改变揭幕。



多多博彩在马来西亚的一间销售店。

主席报告

本人谨代表董事部提呈2008年4月30日截止财政年度的常年报告与财务报告。

业绩

在检讨中的财政年度，本集团取得32亿8千万令吉的营业收入，比2007年4月30日截止的上一年度30亿零4千万令吉收益，增加了8%。虽然主要子公司多多博彩马来西亚私人有限公司（“多多博彩”）这一年的开彩比上一年度少了三次，集团仍然达成此收益成长。

集团的税前盈利下跌了7.8%，从上一年的5亿4千5百30万令吉减至5亿零2百60万令吉，主要原因是多多博彩这一年付出的奖金较高，此外，行销开销也较高。

除此以外，本集团所赚的利息收益也比以前较低，主要是因为成功置地有限公司（“成功置地”）已全面清还公司间的结余贷款，同时多多博彩还将盈余资金当作股息分配给公司的股东。

50万股普通股，总共耗费1亿2千4百90万令吉，或是每股平均价5令吉9仙。截至2008年4月30日，公司所持有的库存股，累计总数为9千5百万股，结存价值为4亿零6百10万令吉，或每股平均价4令吉27仙。

营业检讨

马来西亚

在检讨中的财政年度，多多博彩创下6.7%的营业收入成长，从上一年的29亿5千5百万令吉增加到31亿5千2百万令吉。多多博彩取得这项较高收益，尽管本年度开彩比上一年度少三次。以每期开彩为根据，多多博彩达成了8.6%的成长率。主要原因是万字的销售额提高了，以及自2007年6月起取代多多四合彩(4/49)的无敌多多六合彩(Mega Toto 6/52)所带来的贡献。

在检讨中的财政年度，多多博彩在国内的数字测彩业者当中继续增加市场额及占有市场领先地位。就总收益而言，多多博彩的市场占有率也继续增长。

税前盈利下跌了12.2%，即从上一年的5亿5千2百40万令吉降至4亿8千5百20万令吉，主因是奖金付出及营销费用提高。

在2008年正月，无敌多多六合彩积宝创下本国有史以来最高的积宝奖金付出即1千9百30万令吉，多多博彩的这项记录，已获得马来西亚纪录大全的认可。

2008年2月，多多博彩添购了600台新的FLX销售终端机，并于4月与5月间部署在各销售店，以加强在旺市时段应付更高营业额的能力。

在2008年4月，多多博彩启用了新的销售店招牌。新的招牌上有几项改变，以加强多多博彩的品牌特征，并展现更有生气和现代化的外貌。

菲律宾

在2008年4月30日截止财政年度，菲律宾百灵博彩股份有限公司（“PGPI”）报赚收益12亿8千万比索，比上一年度增长了21.8%，主因是其独资子公司菲律宾博彩管理公司（“PGMC”）取得更高收益。配合收益的增加，税前盈利也提高了25.5%，达到6亿8千7百90万比索，上一年的对比是5亿4千8百30万比索。

股息

在2008年4月30日截止财政年度，公司已发布及支付三次期中股息，总计每股26仙（须扣所得税26%）。董事部已再宣布第四次期中股息，每股9仙（须扣所得税26%），定于2008年8月29日派发。合计之下，2008年4月30日截止财政年度所派发的股息总额将为每股35仙（须扣所得税26%），或净股息总额大约3亿2千6百万令吉，相等於集团全年度可分配盈利的93.5%。

股息分配将会符合公司现行的派息政策，即每年至少分配净收益的75%给股东。公司会否继续75%派息的政策，将视各种因素而定，例如是否有可分配的储备金与抵减税额来支付股息和应付公司的现金流动需求。依据2007年财政法令，公司将充份利用税务抵减之后，于单级制度下支付股息。

公司发展

在检讨中的财政年度，公司利用内部资金从公开市场回购了总数2千4百





甘榜美丹孤儿与单亲妈妈收容所与多多博彩职员共度开斋进餐。



多多抽签开彩在进行中。

PGMC的收益提高21.8%而达到12亿8千万比索，主要是因为这一年内更高的积宝奖金相应的提高了售票量，以及每张超级六合彩 (Super Lotto 6/49) 的最低下注额，于2008年正月从每注10比索增至20比索。税前盈利上升21.4%，达到6亿9千9百10万比索。上一年度相对的税前盈利是5亿7千5百70万比索。

PGMC于2007年7月全面完成其中央电脑系统提升至新的Datatrak系统，并以较新的FLX终端机取代现有的终端机。PGMC也将继续部署更快和更可靠的电讯连线，将其吕宋岛的销售店现有的电讯连线合理化，以便带来更有成本效益的电讯方案。

美国

在检讨中的财政年度，国际博彩与赛马测彩系统有限公司 (“ILTS”) 取得1千3百零3万美元的收益，与上一年度的1千1百零5万美元对比，增长了17.9%。净收益为3百87万美元，上一年度对比的净收益是50万美元。收益增加，主要是确认来自选举投票系统领域的收益。

ILTS是一家安稳电脑处理系统和器材的主导供应商，对象是政府批准的博彩与赛马机构，以及投票司法机构。它积极从事研究和发计划，以继续加强其产品种类和其博彩与投票业的竞争力。

企业责任 (“CR”)

在检讨中的年度，多多博彩继续履行其企业责任，大力支持无数有意义的活动，兑现其“取诸社会，还诸社会”的使命。

我们为所有各族的孤儿院、单亲妈妈和乐龄人士主办了多项佳节聚会，分享亲善精神和传播佳节欢笑。其中值得一提的活动，有持续举办了20年的农历新年红包施赠活动。在检讨中的年度，我们给全国各地42个都市与市镇的15,000名乐龄人士，总共作出了70

万令吉的施赠。超过600名多多博彩职员与代理，参与了这项全国性的慈善运动。

我们也对慈善机构和福利社团作出相当庞大的捐助，包括马来西亚全国中风协会、保护与救济儿童协会、大马盲人协会、妇女援助机构、峇株巴辖老人院，以及甘榜美丹孤儿与单亲妈妈收容所等。我们也协助慈善关怀服务会的病人面对晚期疾病，捐助于其爱心基金。

为了协助改善社区的生活素质，我们也给医院，即士拉央医院、森美兰接生院与医药中心作出财务援助，以购置迫切需要的医疗器材。

在促进卓越体育成就方面，除了大量资助国家体育理事会作为各项体育活动和培训男女运动员之用，多多博彩也拨出捐款赞助无数的体育赛会，诸如八打灵再也马拉松赛、梳邦再也10公里赛跑、怡保国际赛跑、南洋武术总会、八打灵再也市议会壁球公开锦标赛，以及2008年雪兰莪沙滩排球挑战赛等等。

配合政府欲栽培顶尖运动员和未来的冠军选手的殷望，我们也捐献给马来西亚国家奥林匹克理事会。为致力从基层培育人才，我们耗资50万令吉赞助MyTeam2足球现实电视节目，以发掘全国各地的足球人才。

多多博彩向来支持艺术与文化活动的，致力鉴赏和保存我国独特的多元文化遗产。在本财政年度，我们也赞助各项文化活动，如槟城常年要大旗游行、古晋嘉年华会和2007年屠妖节庆典等等。

为纪念我国独立金禧，多多博彩耗资10万令吉荣誉赞助“马来西亚我的灵魂与精神”全星演唱会。

在过去一年里，成功机构有限公司 (“B-Corp”) 采取步骤把集团与各子公司及联号公司的企业责任活动，聚集于一伞之下。在此安排下，集团内的所有企业责任活动，都将受协调及整体化，以达致更高效率。集团正在筹备设立一项新的基金，以推行集团的企业责任。联同集团属下的各子公司，多多博彩将捐献支持这项基金，履行集团企业责任的宗旨。

在过去一年里，成功机构已在2008年正月主办了首届“成功企业社会责任嘉年华会”。在这项活动中，多多博彩与其他子公司，协助筹募了总额40万令吉。这项基金主要将用在社群和工作场所等方面。

多多博彩也参与及支持集团的各项捐血运动、亲善访问，以及为雇员所举办的健康与安全醒觉讲座。





Vincent Seow与拿督黄燕燕部长共同参与农历新年红包施赠。

今后展望

动荡不定的油价、起伏不定的金融市场，以及持续的通货膨胀，都被预测会成为2008年环球经济成长的主要威胁。根据预测，2008年的消费人开销将会放缓。

在马来西亚，生活费用预料将随燃油、电力和必需品的价格上涨而提高。尽管面对这挑战性的全球环境，我国的长远展望，在强力的基本条件、外汇储备上升和贸易盈余的支持下，仍然保持良好。除此以外，第九个马来西亚计划和强劲的原产品价格，将有助缓和预期中经济放缓的冲击。

由于所经营的博彩游戏种类最多，所经营的销售店与竞争者相比也最多，多多博彩将在我国测字博彩领域，继续维持其领先优势。博彩业预料会保持其弹性，而多多博彩也对本财政年度达成收益成长，保持乐观。

在菲律宾，PGMC的收益预料将随着新推出的博彩测字游戏而相应提高，其中包括于2008年6月推出的Power Lotto 6/52，另外在2008年8月也推出第二次每日开彩的E22测字，同时也因为Mega Lotto 6/45测字的最低下注额在本财政年度较后期已受提高。

除此以外，随着PGMC扮演电讯结合者的角色之后，它将继续把其他lotto销售店终端机的通讯连线合理化，以获得更快捷、可靠及更有成本效益的通讯服务和连线。PGMC也将与菲律宾慈善大彩办事处密切合作，以增加其销售商店及销售终端机的数目，从而进一步改善收益。

申谢

从2007年12月15日起，在本集团服务了22年的本公司执行董事吴富亮君宣告退休。本人谨代表董事部向他致以衷心的感谢，感激他历年来的贡献和宝贵的领导。

拿督Robert Yong Kuen Loke于2007年11月30日从执行董事职位受改委为非独立及非执行董事。

我也欢迎萧瑞彬君于2007年12月17日加入董事部就任执行董事。

董事部也对管理层、全体员工和代理们一年到头的尽忠职守和奉献精神，致以最深的谢意。对于所有顾客、股东、来往商业伙伴、融资机构和政府机关，我也诚心感谢他们的鼎力支持与忠诚合作。

此外，我也要感谢董事部同仁的积极参与和指导，并寄望他们今后继续通力合作及支持。

丹斯里拿督汤耀鸿
主席
2008年8月28日

Significant Events of the Year



1. The Berjaya CSR Carnival 2008 • 2. Celebrating Toto's Changes Launch – New Outlet Signboard and Entering the Malaysia Book of Records • 3. Eason Chan, Moving On, Stage 9, Live in Malaysia Concert • 4. Beijing Olympics 2008 Torch Relay • 5. NTV7 Star Live Concert • 6. The Berjaya CSR Blood Donation Drive • 7. Ipoh Starwalk 2008 • 8. 'Buka Puasa' Treat with the Orphans at Bukit Kiara Equestrian & Country Resort • 9. Charity Donation to Sg. Buloh Leprosy Centre



10. CNY Ang Pow Donation Campaign 2008 • 11. Visit to Pediatric Ward of Selayang Hospital • 12. Home visit to Rumah Charis, Selangor • 13. Home visit to Sri Ramakrishna Ashram Home, Melaka • 14. Foundation Training for Customer Service Assistants (CSAs) • 15. Sports Toto welcoming the Year of the Rat 2008 at Berjaya Times Square, Kuala Lumpur • 16. Nanyang Wushu Federation, Kuching • 17. Home visit to Methodist Children's Home, Sarawak • 18. Outstanding Performance Award • 19. PJ Half Marathon • 20. Merdeka Run 2007

Group Financial Summary

Description	2008	2008	2007	2006
	US\$'000	RM'000	RM'000	RM'000
Revenue	1,039,416	3,277,797	3,035,288	2,938,322
Profit Before Tax	159,387	502,627	545,332	571,914
Profit For The Year	113,762	358,749	382,526	467,314
Minority Interests	(3,198)	(10,086)	(6,839)	(2,789)
Profit Attributable To Equity Holders Of The Company	110,564	348,663	375,687	464,525
Share Capital	42,842	135,103	135,103	675,515
Share Premium	65,778	207,431	207,431	336,904
8% Irredeemable Convertible Unsecured Loan Stocks 2002/2012 ("ICULS") - Equity Component	-	-	-	-
Reserves	125,017	394,241	356,990	463,891
Equity Funds	233,637	736,775	699,524	1,476,310
Treasury Shares	(128,777)	(406,099)	(281,239)	(238,427)
Premium Over ICULS Bought Back	-	-	-	-
Net Equity Funds	104,860	330,676	418,285	1,237,883
Minority Interests	7,371	23,244	10,179	10,306
Total Equity	112,231	353,920	428,464	1,248,189
Other Long Term Liabilities	319	1,004	774	895
Borrowings	75,313	237,500	360,000	472,500
Deferred Liabilities / Income	11,096	34,992	46,639	33,784
Deferred Tax Liabilities	784	2,473	3,400	2,378
ICULS - Liability Component	-	-	-	-
Current Liabilities	125,035	394,299	373,958	325,332
Total Equity And Liabilities	324,778	1,024,188	1,213,235	2,083,078
Property, Plant & Equipment	30,097	94,910	92,132	72,224
Intangible Assets	196,107	618,425	617,810	607,995
Investments	27,386	86,363	81,427	67,542
Prepaid land lease payments	870	2,743	-	-
Deferred Tax Assets	272	858	1,468	969
Long Term Receivable	-	-	-	-
Current Assets	70,046	220,889	420,398	1,334,348
Total Assets	324,778	1,024,188	1,213,235	2,083,078
Net Assets Per Share (Cents/Sen)	8.35	26.33	32.66	95.6
Net Earnings Per Share (Cents/Sen)	8.75	27.60	29.05	37.9
Gross Dividend Rate Per Share (Cents/Sen)	11.00	35	45	51
Net Dividend Amount (US\$'000/RM'000)	103,369	325,974	421,079	467,360

Note:

Where additional shares are issued, the earnings per share are calculated on weighted average number of shares.

Exchange rate : US\$1.00 : RM3.1535

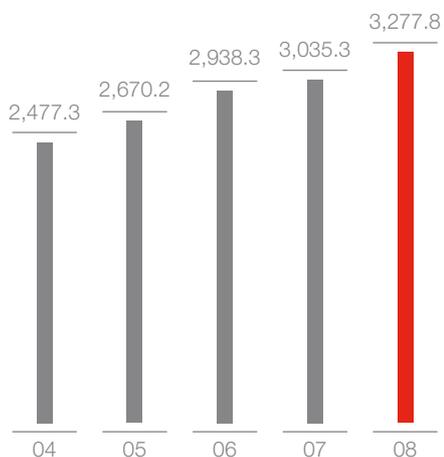
This figure includes a special dividend of 170 sen per share.

Group Financial Summary

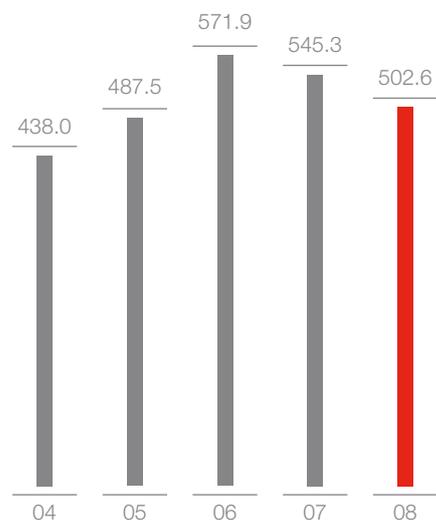
2005 RM'000	2004 RM'000	2003 RM'000	2002 RM'000	2001 RM'000	2000 RM'000	1999 RM'000
2,670,206	2,477,296	2,205,646	2,294,343	2,333,339	2,339,894	2,176,183
487,497	437,989	393,583	426,235	400,858	384,724	438,206
329,463	297,232	261,842	292,670	272,595	231,891	439,490
(1,307)	(159,193)	(4,340)	10,830	11,039	22,583	2,637
328,156	138,039	257,502	303,500	283,634	254,474	442,127
1,212,105	1,037,588	801,315	584,878	575,758	575,084	572,339
296,411	261,607	192,817	144,180	97,731	94,374	80,704
52,296	133,134	240,702	-	-	-	-
443,458	366,719	579,248	1,224,696	1,021,525	856,090	706,073
2,004,270	1,799,048	1,814,082	1,953,754	1,695,014	1,525,548	1,359,116
(373,568)	(215,258)	(206,089)	(162,993)	(96,358)	(25,744)	-
(57,355)	(57,355)	(35,348)	-	-	-	-
1,573,347	1,526,435	1,572,645	1,790,761	1,598,656	1,499,804	1,359,116
7,429	8,485	(155,116)	(152,585)	(136,994)	(106,292)	(73,948)
1,580,776	1,534,920	1,417,529	1,638,176	1,461,662	1,393,512	1,285,168
2,223	1,858	1,816	475	365	300	308
-	-	-	-	-	-	-
32,364	31,528	31,117	30,903	32,278	29,939	28,470
17,059	11,889	7,488	3,652	4,721	5,936	7,087
18,394	116,865	248,966	-	-	-	-
229,399	423,173	349,292	419,193	485,165	472,487	427,245
1,880,215	2,120,233	2,056,208	2,092,399	1,984,191	1,902,174	1,748,278
72,777	79,453	115,086	123,732	113,937	117,300	117,752
609,422	619,768	612,801	642,141	644,546	656,545	650,517
71,882	85,250	14,719	19,894	19,841	15,266	53,117
-	-	-	-	-	-	-
407	243	159	-	-	-	-
3,393	3,504	-	-	-	-	-
1,122,334	1,332,015	1,313,443	1,306,632	1,205,867	1,113,063	926,892
1,880,215	2,120,233	2,056,208	2,092,399	1,984,191	1,902,174	1,748,278
134.2	139.3	173.8	320.6	286.6	262.2	237.5
32.6	16.3	39.9	54.5	50.1	44.5	76.8
45	28	208#	50	28	25	20
343,365	193,342	958,623	199,972	112,869	102,124	82,395

Group Financial Highlights

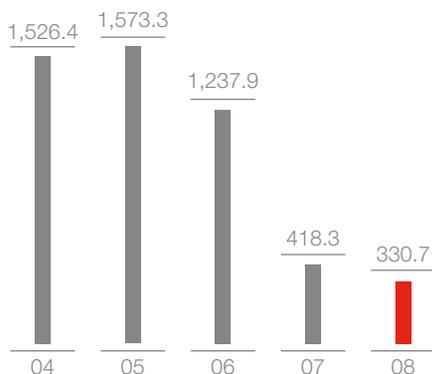
Revenue (RM' Million)



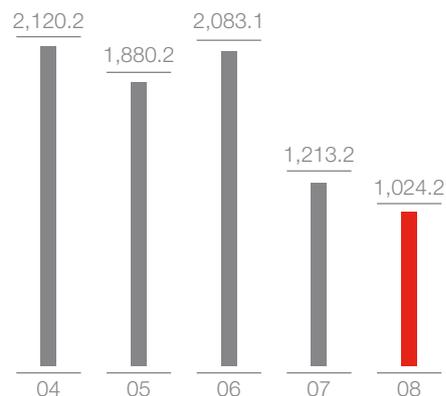
Profit Before Tax (RM' Million)



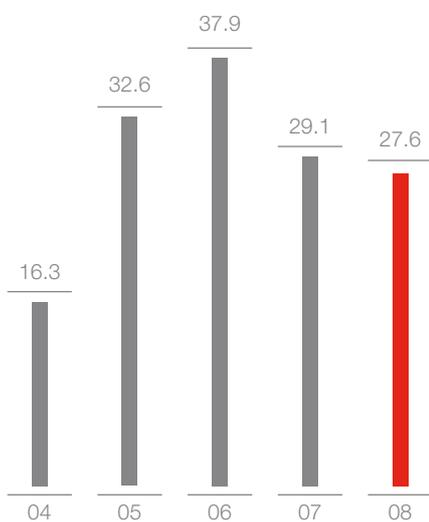
Net Equity Funds (RM' Million)



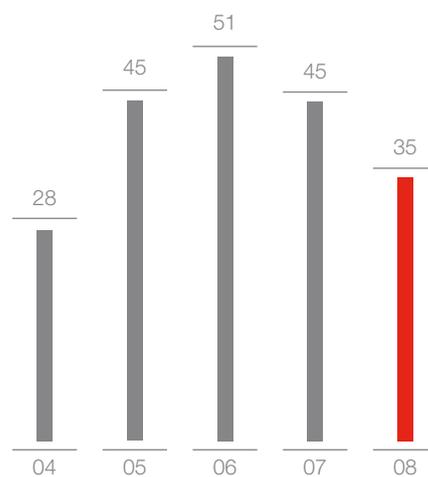
Total Assets (RM' Million)

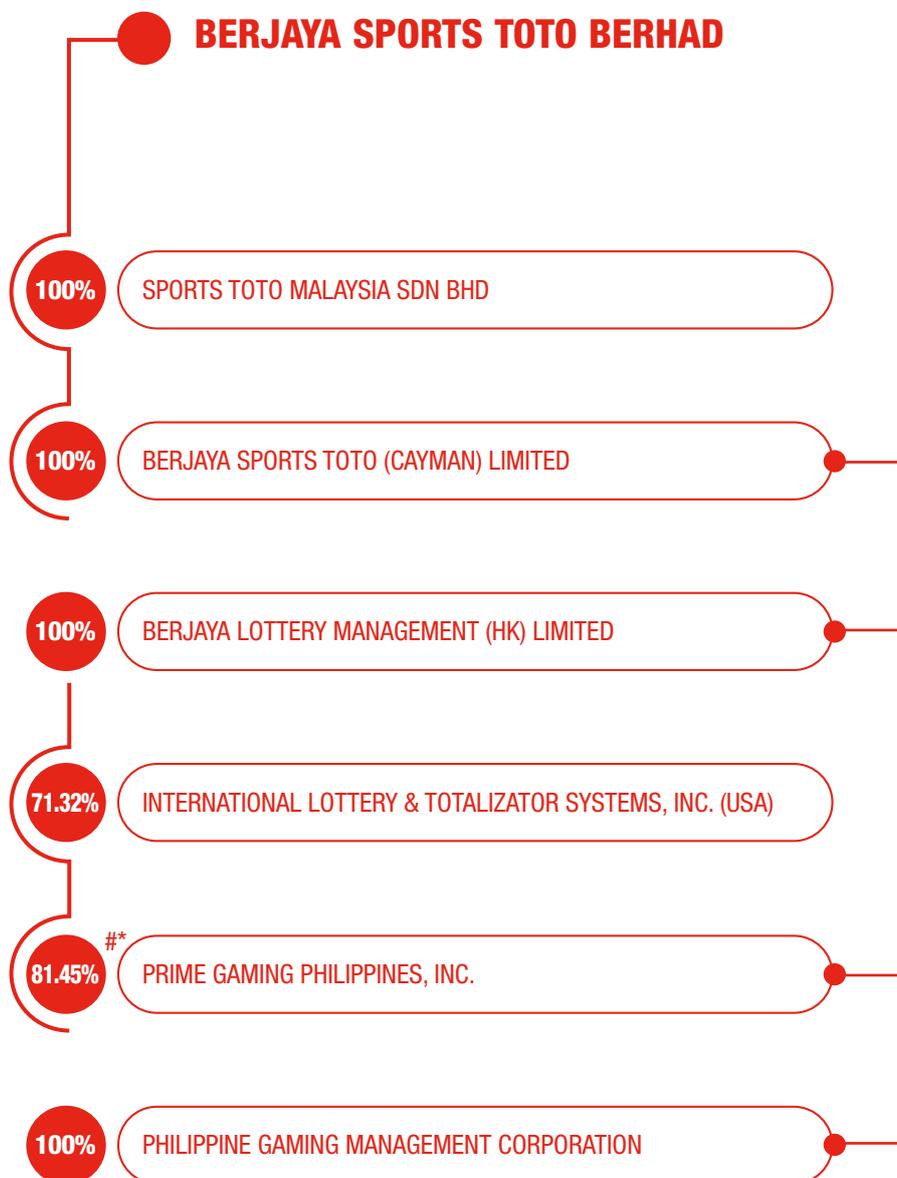


Net Earnings Per Share (Sen)



Gross Dividend Rate (Sen)





* LISTED COMPANY
COMBINED INTEREST

Audit Committee Report

The Board of Directors of Berjaya Sports Toto Berhad is pleased to present the report of the Audit Committee for the financial year ended 30 April 2008.

AUDIT COMMITTEE MEMBERS AND MEETING ATTENDANCES

The members of the Audit Committee comprises the following:-

Tan Sri Dato' Jaffar Bin Abdul

Chairman/Independent/Non-Executive Director

Mohamed Saleh Bin Gomu

Independent/Non-Executive Director

Datuk Robert Yong Kuen Loke*

Non-Independent/Non-Executive Director

The Audit Committee held five (5) meetings during the financial year ended 30 April 2008. The details of attendance of the Audit Committee members are as follows:-

Name	Attendance
Tan Sri Dato' Jaffar Bin Abdul	5/5
Mohamed Saleh Bin Gomu	5/5
Datuk Robert Yong Kuen Loke	5/5

The Deputy General Manager and the Senior Manager of Internal Audit of Sports Toto Malaysia Sdn Bhd and the Senior General Manager of Group Accounts and Budgets were also invited to attend the audit committee meetings. The external auditors were also invited to attend two of these meetings.

Note:

* *Datuk Robert Yong Kuen Loke resigned as an Executive Director of the Company on 30 November 2007 but remained on the Board as a Non-Independent Non-Executive Director.*

SUMMARY OF ACTIVITIES OF THE AUDIT COMMITTEE

During the financial year ended 30 April 2008, the activities undertaken by the Audit Committee included the following:-

1. Reviewed the quarterly and year-to-date unaudited financial results before submission to the Board for consideration and approval;
2. Reviewed the external auditors' scope of work and audit plan for the year;
3. Reviewed and discussed the external auditors' audit report and areas of concern in the management letter thereof;
4. Assessed the adequacy and effectiveness of the system of internal control and accounting control procedures and the weaknesses of the Group's principal operating subsidiary by reviewing the various internal audit reports and management's responses thereto and ensuring significant findings are adequately addressed by management;

5. Reviewed the shareholders' circulars in relation to the recurrent related party transactions;
6. Reported to the Board on its activities and significant findings and results.

SUMMARY OF ACTIVITIES OF THE INTERNAL AUDIT FUNCTION

The primary function of Internal Audit Department is to assist the Audit Committee in discharging its duties and responsibilities. Their role is to provide the Committee with independent and objective reports on the state of internal controls of the operating units within the Group and the extent of compliance by such units with the Group's established policies and procedures.

The internal audit function was principally carried out by the Internal Audit Department of Sports Toto Malaysia Sdn Bhd ("STMSB"), the principal operating subsidiary of the Group which is involved in the gaming operations.

During the financial year ended 30 April 2008, the Internal Audit Department carried out various audit assignments on STMSB. The areas audited included branch audit of company's sales offices, audit of Head Office operating departments, IT audit and software testing of on-line gaming systems. Internal audit reports were issued to the Audit Committee and the STMSB management, incorporating audit recommendations and management's responses with regard to any audit findings on the weaknesses in the systems and controls of the operation. The Internal Audit Department also followed up with management on the implementation of the agreed audit recommendations.

TERMS OF REFERENCE OF THE AUDIT COMMITTEE

1. Membership

The Committee shall be appointed by the Board from amongst the Directors and shall consist of not less than three members, all of whom shall be non-executive Directors. The majority of the Committee Members shall be Independent Directors and at least one member of the Committee must be a member of the Malaysian Institute of Accountants or possesses such other qualifications and/or experience as approved by the Bursa Malaysia Securities Berhad ("BMSB").

A quorum shall consist of two members and a majority of the members present must be Independent Directors.

If a member of the audit committee resigns, dies or for any other reason ceases to be a member with the result that the number of members is reduced to below three, the Board of Directors shall, within three months of that event, appoint such number of new members as may be required to make up the minimum number of three members.

2. Chairman

The Chairman of the Committee shall be an Independent Director appointed by the Board. He shall report on each meeting of the Committee to the Board.

3. Secretary

The Company Secretary shall be the Secretary of the Committee and shall be responsible, in conjunction with the Chairman, for drawing up the agenda and circulating it, supported by explanatory documentation to the Committee members prior to each meeting.

The Secretary shall also be responsible for keeping the minutes of meetings of the audit committee and circulating them to the Committee members and to the other members of the Board of Directors.

4. Frequency of Meetings

Meetings shall be held not less than four times a year and will normally be attended by the Director charged with the responsibilities of the Group's finance and Head of Internal Audit. The presence of external auditors will be requested if required and the external auditors may also request a meeting if they consider it necessary.

5. Authority

The Committee is authorised by the Board to investigate any activity within its terms of reference and shall have unrestricted access to both the internal and external auditors and to all employees of the Group. The Committee is also authorised by the Board to obtain external legal or other independent professional advice as necessary.

The Committee is also authorised to convene meetings with the external auditors, the internal auditors, or both, excluding the attendance of other directors and employees of the Group, wherever deemed necessary.

6. Duties

The duties of the Committee shall be:-

- (a) To review and recommend the appointment of external auditors, the audit fee and any questions of resignation or dismissal including the nomination of person or persons as external auditors;
- (b) To discuss with the external auditors where necessary, on the nature and scope of audit and to ensure coordination of audit where more than one audit firm is involved;
- (c) To review the quarterly results and year end financial statements prior to the approval by the Board, focusing on:-
 - going concern assumption
 - compliance with applicable financial reporting standards and regulatory requirements
 - any changes in accounting policies and practices
 - significant issues arising from the audit
 - major judgemental areas
- (d) To prepare Audit Committee Report at the end of each financial year;
- (e) To discuss problems and reservations arising from the interim and final external audits, and any matters the external auditors may wish to discuss (in the absence of management, where necessary);
- (f) To review the external auditors' management letter and management's response;
- (g) To review any related party transaction and conflict of interest situation that may arise within the Company or Group including any transaction, procedure or course of conduct that raises questions of management integrity;
- (h) To do the following when the internal audit function is established:-
 - review the adequacy of scope, functions, competency and resources of the internal audit department and that it has the necessary authority to carry out its work;
 - review internal audit programme;
 - ensure coordination of external audit with internal audit;
 - consider the major findings of internal audit investigations and management's response, and ensure that appropriate actions are taken on the recommendations of the internal audit function;
 - review any appraisal or assessment of the performance of the staff of the internal audit function;
 - approve any appointment or termination of senior staff member of the internal audit function;
 - inform itself of resignations of internal audit staff members and provide the resigning staff member an opportunity to submit his/her reason for resignation;
 - to monitor related party transactions entered into by the Company and its subsidiaries, and to ensure that the Directors report such transactions annually to shareholders via the annual report;
 - to review and monitor the effectiveness of internal control systems and to evaluate the systems with the external auditors;
- (i) To carry out such other responsibilities, functions or assignments as may be defined jointly by the Audit Committee and the Board of Directors from time to time;
- (j) In compliance with Paragraph 15.17 of the Listing Requirements of BMSB, where the Committee is of the view that a matter reported by it to the Board has not been satisfactorily resolved resulting in a breach of the Listing Requirements, the Committee must promptly report such matter to BMSB.

Statement on Corporate Governance

The Malaysian Code of Corporate Governance (“Code”) which was introduced in March 2000 and subsequently revised in October 2007, sets out the principles and best practices for compliance by each organisation. Under the Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”), listed companies are required to state the extent of such compliance or provide alternative measures in areas where there are deviations from the principles and/or best practices.

The following statement sets out the Group’s compliance with the principles of the Code.

A) DIRECTORS

i) The Board

The Board is primarily responsible for the strategic direction of the Group. The Board meets regularly on a quarterly basis with additional meetings being convened as necessary. For the financial year ended 30 April 2008, the Board met four (4) times. The record of attendance for the Directors who held office as at the end of the financial year is set out below:-

Directors	Attendance
Tan Sri Dato’ Thong Yaw Hong #	4/4
Dato’ Robin Tan Yeong Ching	4/4
Chan Kien Sing	4/4
Freddie Pang Hock Cheng	4/4
Rayvin Tan Yeong Sheik	4/4
Datuk Robert Yong Kuen Loke	4/4
Tan Sri Dato’ Jaffar Bin Abdul #	4/4
Mohamed Saleh Bin Gomu #	4/4
Seow Swee Pin	1/1*
(Appointed on 17.12.2007)	

Denotes Independent / Non-Executive Directors

* Reflects the attendance and the number of meetings held during the period the Director held office.

ii) Board Balance

There are presently nine (9) Board members in Berjaya Sports Toto Berhad comprising:-

- The Chairman
- The Chief Executive Officer
- Four Executive Directors
- One Non-Independent Non-Executive Director
- Two Independent Non-Executive Directors

The qualifications and experience of each of the Director are set out in the Directors’ profile on Page 3 to Page 7 of the Annual Report.

The Board is satisfied with its current composition which comprises a balanced mix of skills, knowledge, technical and management expertise.

There is a clearly accepted division of responsibilities between the Chairman and Chief Executive Officer to ensure a balance of power and authority. The Chairman is responsible for ensuring Board effectiveness and standards of conduct. He has authority over the agenda for each Board meeting to ensure that all Directors are provided with relevant information on a timely basis. The general agenda may include minutes of previous meetings of the Board and its sub-committees, quarterly financial results of the Group, issues requiring the Board’s deliberation and approval, reports or briefings on operational and financial issues of major subsidiaries and other ad-hoc reportings.

The Chief Executive Officer has overall responsibility for the Group’s business operations, organisational effectiveness and the implementation of Board policies and decisions.

Tan Sri Dato’ Jaffar Bin Abdul has been identified as the Senior Independent Non-Executive Director of the Board to whom concerns may be conveyed.

iii) Supply of Information

All Directors have full and timely access to information concerning the Company and the Group. Board papers and reports include the Group performance and major operational, financial and corporate information are distributed to the Directors prior to Board Meetings and to enable Directors to obtain further clarifications and/or explanation, where necessary, in order to be properly briefed before the meeting.

All Directors have access to the advice and services of the Company Secretary and the senior Management staff in the Group and may obtain independent professional advice at the Company’s expense in furtherance of their duties.

iv) Appointment to the Board

The Nomination Committee currently comprise the following members:-

Tan Sri Dato’ Jaffar Bin Abdul
Chairman/Senior Independent Director

Tan Sri Dato’ Thong Yaw Hong
Independent/Non-Executive

Mohamed Saleh Bin Gomu
Independent/Non-Executive

The Committee is empowered by its terms of reference and its primary function is to recommend to the Board, candidates for directorships of the Company and its subsidiaries and Directors to fill the seats on Board Committees.

Statement on Corporate Governance

The Committee will review the required mix of skills and experience of the Directors of the Board, in determining the appropriate Board balance and size of the non-executive participation.

v) Directors' Training

All the Directors have attended the Mandatory Accreditation Programme prescribed by Bursa Securities. The Directors are mindful that they should continually attend seminars and courses to keep abreast with developments in the market place as well as new regulations and statutory requirements.

The Directors are also encouraged to evaluate their own training needs on a continuous basis and to determine the relevant programmes, seminars, briefings or dialogues available that would best enable them to enhance their knowledge and contributions to the Board.

During the financial year ended 30th April 2008, the Company had organised a special briefing for the Directors and Senior Management on the Companies (Amendment) Act 2007 and the Capital Markets & Services Act 2007.

vi) Re-election of Directors

Any Director appointed during the year is required under the Company's Articles of Association, to retire and seek election by shareholders at the following Annual General Meeting ("AGM") immediately after their appointment. The Articles also requires that one-third of the Directors including the Managing Director, if any, to retire by rotation and seek re-election at each AGM and that each Director shall submit himself for re-election once every three years.

Directors over seventy (70) years of age are required to submit themselves for re-appointment annually in accordance with Section 129(6) of the Companies Act, 1965.

B) DIRECTORS' REMUNERATION

i) Remuneration Committee

The Remuneration Committee currently comprise the following members:-

Tan Sri Dato' Thong Yaw Hong
Chairman/Independent Non-Executive

Tan Sri Dato' Jaffar Bin Abdul
Independent/Non-Executive

Dato' Robin Tan Yeong Ching
Non-Independent/Executive

The primary functions of the Remuneration Committee is to set up the policy framework and to recommend to the Board on all elements of the remuneration package of the Executive Directors. The determination of remuneration packages of non-executive Directors, including the non-executive Chairman, is a matter for the Board as a whole with the Directors concerned abstaining from deliberation and voting on decision in respect of his individual remuneration.

The fees payable to the Directors will be recommended by the Board for approval by shareholders at the Annual General Meeting.

ii) Details of the Directors' Remuneration

The aggregate Directors' remuneration paid or payable to the Directors in office at the end of the financial year by the Company and the Group categorised into appropriate components for the financial year ended 30 April 2008 are as follows:-

	Executive	Non-Executive	Total
	RM'000		
	←	→	
Fees	4	135	139
Benefits-in-kind	64	-	64
Salaries and other emoluments	4,307	526	4,833
Bonus	1,205	26	1,231
	5,580	687	6,267

The number of Directors of the Company in office at the end of the financial year and whose total remuneration from the Group falling within the respective band are as follows:-

	Number of Directors	
	Executive	Non-Executive
RM1 - RM50,000	-	2
RM250,001- RM300,000	1	-
RM400,001 - RM450,000	-	1
RM800,001 – RM850,000	-	1
RM850,001 – RM900,000	1	-
RM950,001 – RM1,000,000	1	-
RM1,250,001 – RM1,300,000	1	-
RM1,500,001 - RM1,550,000	1	-
	5	4

Statement on Corporate Governance

C) RELATIONS WITH SHAREHOLDERS AND INVESTORS

The Company recognises the importance of regular and timely dissemination of information to shareholders and investors of the Company via annual report and financial statements, circulars to shareholders, quarterly financial reports and the various announcements made during the year. These will enable the shareholders, investors and members of the public to have an overview of the Group's performance and operations.

The Group maintains a website at www.berjaya.cc where shareholders as well as members of the public may access for the latest information on the Group. Alternatively, they may obtain the Company's latest announcements via the Bursa Securities' website at www.bursamalaysia.com.

The Chief Executive Officer, Executive Directors and senior Management have periodical dialogues and briefings with existing and prospective investors and the analysts to enhance understanding of the Group's objectives and provide insight on the latest developments in the Group.

The Annual General Meeting ("AGM") also provides an opportunity for the shareholders to seek and clarify any issues relevant to the Company. Shareholders are encouraged to meet and communicate with the Board at the AGM and to vote on all resolutions.

D) ACCOUNTABILITY AND AUDIT

i) Financial Reporting

The Directors aim to provide a balanced and meaningful assessment of the Group's financial performance and prospects, primarily through the annual report and quarterly financial statements.

The Directors are also responsible for ensuring the annual financial statements are prepared in accordance with the provisions of the Companies Act, 1965 and the applicable Financial Reporting Standards in Malaysia.

A statement by the Directors of their responsibilities in the preparation of financial statements is set out in the ensuing section.

ii) Statement of Directors' Responsibility in respect of the Financial Statements

Company Law requires the Directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the Company and of the Group and of the results and cash flows of the Company and of the Group for that period. In preparing those financial statements, the Directors are required to:-

- (a) select suitable accounting policies and then apply them consistently;
- (b) state whether applicable financial reporting standards have been followed, subject to any material departures being disclosed and explained in the financial statements;
- (c) make judgements and estimates that are reasonable and prudent; and
- (d) prepare the financial statements on a going concern basis unless it is inappropriate to presume that the Company will continue in business.

The Directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the Company and of the Group and to enable them to ensure that the financial statements comply with the Companies Act, 1965. The Directors are also responsible for safeguarding the assets of the Group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

iii) Internal Control

The Board acknowledges that it is responsible for maintaining a sound system of internal controls, which provides reasonable assessment of effective and efficient operations, internal financial controls and compliance with laws and regulations as well as with internal procedures and guidelines. A statement on Internal Control of the Group is set out on Page 27 of the Annual Report.

iv) Relationship with the auditors

Through the Audit Committee, the Company has established a transparent and appropriate relationship with the Group's auditors, both internal and external. From time to time, the auditors highlight to the Audit Committee and the Board on matters that require the Board's attention.

Statement on Internal Control

The Board of Directors of Berjaya Sports Toto Berhad (“BTOTO” or “the Group”) recognises that it is responsible for the Group’s system of internal control and for reviewing its adequacy and integrity. Notwithstanding that, in view of the limitations that are inherent in any system of internal control, the Group’s system can only provide reasonable but not absolute assurance against material misstatement or loss, as it is designed to manage rather than eliminate the risk of failure to achieve business objectives.

The Board’s primary objective and direction in managing the Group’s principal business risks are to enhance the Group’s ability to achieve its business objectives. In order to achieve these objectives, the Board has identified, evaluated and managed the significant risks being faced by the Group by monitoring the Group’s performance and profitability at its Board meetings. The management of the Group as a whole is assigned to the Executive Directors.

The Company has established a Risk Management Committee (“RMC”) with the intention to further enhance the Group’s system of internal control and be in line with the Malaysian Code of Corporate Governance. The RMC together with the audit committee are entrusted to ensure more effective and efficient identification, evaluation, management and reporting of the Group’s risks. During the financial year ended 30 April 2008, the RMC held 5 meetings to review the reports tabled by the Risk Management Working Committee (“RMWC”) made up of all heads of departments of the principal subsidiary company. The RMC had evaluated and monitored the progress of any risk factors and internal control matters relating to the operations raised by the RMWC. The members of the RMC are Tan Sri Dato’ Thong Yaw Hong (Chairman), Tan Sri Dato’ Jaffar bin Abdul, Mohamed Saleh bin Gomu, Datuk Robert Yong Kuen Loke and Seow Swee Pin (who replaced Mr. Ng Foo Leong after his retirement during the year). The RMC terms of reference include, inter alia:

- To ensure that the strategic context of the risk management strategy is complete;
- To determine the overall risk management processes;
- To establish effectiveness of risk management process;
- To establish risk reporting mechanism;
- To ensure that the short and long term risk management strategy, framework and methodology are implemented and consistently applied by all business units;
- To ensure that risk management processes are integrated into all core business processes;
- To establish business benefits;
- To ensure alignment and coordination of assurance activity across the organisation; and
- To act as steering committee for the group wide risk management programme.

The Board has assigned the Audit Committee with the duty of reviewing and monitoring the effectiveness of the Group’s system of internal control. The Audit Committee receives assurance reports from the internal auditors on findings from their visits to the operating units, as well as from the external auditors on areas for improvement identified during the course of their statutory audit. The Board reviews the minutes of the Audit Committee’s meetings. The Report of the Audit Committee is set out on pages 22 to 23 of the Annual Report.

The various scheduled management meetings and the review of financial and operations reports coupled with the ‘close to operations’ policy employed by the Executive Directors and management provide the platform for timely identification of the Group’s risks and systems to manage those risks. The Executive Directors update the Board on any significant matters which require the latter’s attention.

The management of the Group’s individual operating units is assigned to local management who are accountable for the conduct and performance of their businesses within the agreed business strategy. At Sports Toto Malaysia Sdn Bhd, the Group’s principal subsidiary company, operations are divided into regions and areas due to dispersed locations of agents’ outlets. Regional and area offices are staffed by experienced personnel to ensure that the operations of the outlets are well controlled and in line with the operating procedures. Similarly, the overseas operations, namely Prime Gaming Philippines, Inc. group and International Lottery & Totalizator Systems, Inc. group are being managed by experienced personnel in their respective country offices. Regular reporting on performance of their businesses are provided to the Executive Directors of BTOTO who are assigned to manage the respective overseas operations. In addition, the Executive Directors in charge also made field visits to these overseas operations as well as to conduct periodic performance review meetings with the management personnel, thus ensuring the business plans and targets are met.

The key features of BTOTO’s system of internal control include:

- Clear organisation structure with defined reporting lines;
- Capable workforce with clear job descriptions, and continuous training efforts;
- Monitoring mechanisms in the form of financial and operations reports, and scheduled management meetings;
- Formal employee appraisal system which enables appraisal of employees and rewarding employees based on performance;
- Formal operating and draw procedures which set out the expected standards for its operations;
- Surprise checks on agents to ensure compliance with the Group’s policies and procedures;
- Physical security and systems access controls;
- Independent assurance on the system of internal control from regular internal audit visits;
- Business continuity planning; and
- Succession planning to ensure that key positions in the Group are always being held by capable employees who are well aware of the Group’s risks, and operating policies and procedures.

The Board remains committed towards operating a sound system of internal control and therefore recognises that the system must continuously evolve to support the type of business and size of operations of the Group. As such, the Board, in striving for continuous improvement will put in place appropriate actions plans, when necessary, to further enhance the Group’s system of internal control.



Financial Statements

29	Directors' Report
35	Statement by Directors
35	Statutory Declaration
36	Independent Auditors' Report
38	Balance Sheets
40	Income Statements
41	Statement of Changes in Equity
44	Consolidated Cash Flow Statement
45	Cash Flow Statement
46	Notes to the Financial Statements

Directors' Report

for the year ended 30 April 2008

The Directors have pleasure in presenting their report together with the audited financial statements of the Group and of the Company for the financial year ended 30 April 2008.

PRINCIPAL ACTIVITIES

The principal activities of the Company are investment holding and provision of management services to its subsidiary companies.

The principal activities of the Group are:

- operations of Toto betting under Section 5 of the Pool Betting Act, 1967;
- leasing of on-line lottery equipment;
- manufacture and distribution of computerised lottery systems;
- property investment and development; and
- investment holding.

Details of the subsidiaries are disclosed in Note 4 to the financial statements.

There have been no significant changes in the nature of the above principal activities during the financial year.

RESULTS

	Group RM'000	Company RM'000
Profit for the year	358,749	298,668
Attributable to:		
Equity holders of the Company	348,663	298,668
Minority interests	10,086	-
	<u>358,749</u>	<u>298,668</u>

There were no material transfers to or from reserves or provisions during the financial year other than those disclosed in the financial statements.

In the opinion of the Directors, the results of the operations of the Group and of the Company during the financial year were not substantially affected by any item, transaction or event of a material and unusual nature other than the effects arising from the changes in accounting policies due to adoption of the new and revised FRSs as disclosed in Note 2.3 to the financial statements.

DIVIDENDS

The amount of dividends paid by the Company since 30 April 2007 were as follows:

	RM'000
<u>In respect of the financial year ended 30 April 2007 as reported in the Directors' Report of that year:</u>	
Fourth interim gross dividend of 7.5 sen per share on 1,263,430,072 ordinary shares with voting rights, less income tax of 27%, paid on 30 August 2007	69,173

Directors' Report

for the year ended 30 April 2008

DIVIDENDS (CONT'D)

	RM'000
<u>In respect of the financial year ended 30 April 2008:</u>	
First interim gross dividend of 10 sen per share on 1,261,030,072 ordinary shares with voting rights, less income tax of 26%, paid on 10 October 2007	93,316
Second interim gross dividend of 8 sen per share on 1,261,030,072 ordinary shares with voting rights, less income tax of 26%, paid on 15 January 2008	74,653
Third interim gross dividend of 8 sen per share on 1,256,000,000 ordinary shares with voting rights, less income tax of 26%, paid on 30 April 2008	74,355
	<u>311,497</u>
The Directors declared and approved on 18 June 2008 a fourth interim gross dividend of 9 sen per share on 1,256,000,000 ordinary shares with voting rights (as at date of this report), less income tax of 26%, payable on 29 August 2008 in respect of financial year ended 30 April 2008	<u>83,650</u>

The Directors do not recommend any payment of final dividend in respect of the current financial year.

DIRECTORS

The Directors of the Company in office since the date of the last report and at the date of this report are:

Tan Sri Dato' Thong Yaw Hong
Dato' Robin Tan Yeong Ching
Chan Kien Sing
Freddie Pang Hock Cheng
Rayvin Tan Yeong Sheik
Datuk Robert Yong Kuen Loke
Tan Sri Dato' Jaffar Bin Abdul
Mohamed Saleh Bin Gomu

Seow Swee Pin

(Appointed on 17 December 2007)

Ng Foo Leong

(Resigned on 15 December 2007)

DIRECTORS' BENEFITS

Neither at the end of the financial year, nor at any time during that year, did there subsist any arrangement to which the Company was a party, whereby the Directors might acquire benefits by means of the acquisition of shares in or debentures of the Company or any other body corporate.

Since the end of the previous financial year, no Director has received or become entitled to receive a benefit (other than benefits included in the aggregate amount of emoluments received or due and receivable by the Directors or the fixed salary of a full time employee of the Company as shown in Note 28 to the financial statements) by reason of a contract made by the Company or a related corporation with any Director or with a firm of which the Director is a member, or with a company in which the Director has a substantial financial interest except as disclosed in Note 38 to the financial statements.

DIRECTORS' INTERESTS

According to the register of directors' shareholdings, the interests of Directors in office at the end of the financial year in shares and debentures in the Company and its related corporations during the financial year were as follows:

The Company

Berjaya Sports Toto Berhad

	Number of ordinary shares of RM0.10 each			
	At 1.5.07/ date of appointment	Acquired	Disposed	At 30.4.08
Tan Sri Dato' Thong Yaw Hong	538,000	-	-	538,000
	200,000 *	-	-	200,000 *
	62,000 (a)	-	-	62,000 (a)
	243,000 (b)	-	-	243,000 (b)
Dato' Robin Tan Yeong Ching	732,000	30,000	-	762,000
Rayvin Tan Yeong Sheik	84,000	8,000	-	92,000
Chan Kien Sing	3,200	-	-	3,200
Freddie Pang Hock Cheng	362,800	-	-	362,800
	150,062 (a)	-	-	150,062 (a)
Seow Swee Pin	40,000	-	-	40,000
	7,000 (c)	-	-	7,000 (c)
Datuk Robert Yong Kuen Loke	1,826,200	-	-	1,826,200
Tan Sri Dato' Jaffar Bin Abdul	103,750	-	-	103,750

Penultimate Holding Company

Berjaya Land Berhad ("BLB")

	Number of ordinary shares of RM1.00 each			
	At 4.2.08 #	Acquired	Disposed	At 30.4.08
Tan Sri Dato' Thong Yaw Hong	43,750	-	-	43,750
	285,000 *	-	-	285,000 *
	46,250 (c)	-	-	46,250 (c)
	50,000 (d)	-	-	50,000 (d)
Dato' Robin Tan Yeong Ching	150,000	-	-	150,000
Freddie Pang Hock Cheng	40,000	-	-	40,000
	1,000 (c)	-	-	1,000 (c)
Datuk Robert Yong Kuen Loke	90,000	-	-	90,000
Tan Sri Dato' Jaffar Bin Abdul	16,800	-	-	16,800

Ultimate Holding Company

Berjaya Corporation Berhad ("BCorp")

	Number of ordinary shares of RM1.00 each			
	At 4.2.08 #	Acquired	Disposed	At 30.4.08
Tan Sri Dato' Thong Yaw Hong	156,794	-	-	156,794
	-	299,405 *	-	299,405 *
	25,000 (d)	-	-	25,000 (d)
Dato' Robin Tan Yeong Ching	679,247	-	-	679,247
	5,000 (c)	-	-	5,000 (c)
Rayvin Tan Yeong Sheik	2,000	-	-	2,000
Chan Kien Sing	20,000	-	-	20,000
Freddie Pang Hock Cheng	2,700 (c)	-	-	2,700 (c)
Datuk Robert Yong Kuen Loke	2,844,548	-	-	2,844,548
Tan Sri Dato' Jaffar Bin Abdul	300	-	-	300

Directors' Report
for the year ended 30 April 2008

DIRECTORS' INTERESTS (CONT'D)

	Number of RM0.50 nominal value of 0% Irredeemable Convertible Unsecured Loan Stocks 2005/2015			
	At 4.2.08 #	Acquired	Disposed	At 30.4.08
Tan Sri Dato' Thong Yaw Hong	598,810 *	-	598,810	-
	50,000 (d)	-	50,000	-
Dato' Robin Tan Yeong Ching	7,201	-	-	7,201
Rayvin Tan Yeong Sheik	6,666	-	-	6,666
Chan Kien Sing	55,376	-	-	55,376
Freddie Pang Hock Cheng	432,376	-	-	432,376
	277,601 (c)	-	-	277,601 (c)
Datuk Robert Yong Kuen Loke	741	-	-	741
Tan Sri Dato' Jaffar Bin Abdul	89,219	-	-	89,219

Related Company

Berjaya Media Berhad (formerly known as Nexnews Berhad)

	Number of ordinary shares of RM1.00 each			
	At 4.3.08 ##	Acquired	Disposed	At 30.4.08
Freddie Pang Hock Cheng	4,800	-	-	4,800
	7,200 (c)	-	-	7,200 (c)

	Number of warrants			
	At 4.3.08 ##	Acquired	Disposed	At 30.4.08
Freddie Pang Hock Cheng	2,400	-	-	2,400
	9,600 (c)	-	-	9,600 (c)

On 4 February 2008, BCorp group's interests in aggregation with BLB group's interests in the Company exceeded 50%. Thus, the Company is deemed a subsidiary of BLB with effect from this date.

On 4 March 2008, Berjaya Media Berhad became a subsidiary of BCorp. Thus, the Company is deemed related to Berjaya Media Berhad.

* Denotes indirect interests.

(a) Denotes indirect interests held through spouse pursuant to Section 134(12)(c) of the Companies Act, 1965 (as amended), effective 15 August 2007.

(b) Denotes indirect interests held through child/children pursuant to Section 134(12)(c) of the Companies Act, 1965 (as amended), effective 15 August 2007.

(c) Denotes indirect interests held through spouse.

(d) Denotes indirect interests held through child/children.

Other than as disclosed above, according to the register of directors' shareholdings, none of the other Directors in office at the end of the financial year had any interest in shares and debentures in the Company or its related corporations during the financial year.

SHARE CAPITAL AND TREASURY SHARES

During the financial year, the Company bought back 24,530,072 ordinary shares of RM0.10 each for approximately RM124,860,000 at an average price of RM5.09 per share from the open market with internally generated funds.

The number and amounts of treasury shares as at 30 April were as follows:

	No. of shares		Amount	
	2008 '000	2007 '000	2008 RM'000	2007 RM'000
Balance as at 1 May	70,500	56,300	281,239	238,427
Reduction of treasury shares par value pursuant to the Second Capital Distribution #	-	-	-	(22,520)
Increase in additional treasury shares during the year	24,530	-	124,860	-
Increase in additional treasury shares after the Second Capital Distribution	-	14,200	-	65,332
Total treasury shares as at 30 April (Note 20)	95,030	70,500	406,099	281,239

Second Capital Distribution relates to the capital distribution of RM0.50 per share that was effected on 6 July 2006 via a reduction of RM0.40 from share capital and RM0.10 from the share premium account.

As at 30 April 2008, the issued and paid up share capital of the Company with voting rights was 1,256,000,000 ordinary shares of RM0.10 each (2007 : 1,280,530,072 ordinary shares of RM0.10 each).

OTHER STATUTORY INFORMATION

- (a) Before the balance sheets and income statements of the Group and of the Company were made out, the Directors took reasonable steps:
- (i) to ascertain that proper action had been taken in relation to the writing off of bad debts and the making of provision for doubtful debts and satisfied themselves that there were no known bad debts and that adequate provision had been made for doubtful debts; and
 - (ii) to ensure that any current assets which were unlikely to realise their values as shown in the accounting records in the ordinary course of business had been written down to an amount which they might be expected so to realise.
- (b) At the date of this report, the Directors are not aware of any circumstances which would render:
- (i) it necessary to write off any bad debts or the amount of the provision for doubtful debts in these financial statements of the Group and of the Company inadequate to any substantial extent; and
 - (ii) the values attributed to current assets in the financial statements of the Group and of the Company misleading.
- (c) At the date of this report, the Directors are not aware of any circumstances which have arisen which would render adherence to the existing method of valuation of assets or liabilities of the Group and of the Company misleading or inappropriate.
- (d) At the date of this report, the Directors are not aware of any circumstances not otherwise dealt with in this report or financial statements of the Group and of the Company which would render any amount stated in the financial statements misleading.

Directors' Report

for the year ended 30 April 2008

OTHER STATUTORY INFORMATION (CONT'D)

(e) At the date of this report, there does not exist:

- (i) any charge on the assets of the Group or of the Company which has arisen since the end of the financial year which secures the liabilities of any other person; or
- (ii) any contingent liability of the Group or of the Company which has arisen since the end of the financial year.

(f) In the opinion of the Directors:

- (i) no contingent or other liability has become enforceable or is likely to become enforceable within the period of twelve months after the end of the financial year which will or may affect the ability of the Group or of the Company to meet their obligations as and when they fall due; and
- (ii) no item, transaction or event of a material and unusual nature has arisen in the interval between the end of the financial year and the date of this report which is likely to affect substantially the results of the operations of the Group or of the Company for the financial year in which this report is made.

SIGNIFICANT EVENT DURING THE FINANCIAL YEAR

In addition to the significant event disclosed elsewhere in this report, other significant event during the financial year is as disclosed in Note 41 to the financial statements.

AUDITORS

The auditors, Ernst & Young, have expressed their willingness to continue in office.

Signed on behalf of the Board in accordance with a resolution of the Directors dated 18 July 2008

TAN SRI DATO' THONG YAW HONG

DATO' ROBIN TAN YEONG CHING

Statement by Directors

Pursuant To Section 169(15) Of The Companies Act, 1965

We, TAN SRI DATO' THONG YAW HONG and DATO' ROBIN TAN YEONG CHING, being two of the Directors of BERJAYA SPORTS TOTO BERHAD, do hereby state that, in the opinion of the Directors, the accompanying financial statements set out on pages 38 to 90 are drawn up in accordance with the provisions of the Companies Act, 1965 and applicable Financial Reporting Standards in Malaysia so as to give a true and fair view of the state of affairs of the Group and of the Company as at 30 April 2008 and of the results and the cash flows of the Group and of the Company for the year then ended.

Signed on behalf of the Board in accordance with a resolution of the Directors dated 18 July 2008

TAN SRI DATO' THONG YAW HONG

DATO' ROBIN TAN YEONG CHING

Statutory Declaration

Pursuant To Section 169(16) Of The Companies Act, 1965

I, SEOW SWEE PIN, being the Director primarily responsible for the financial management of BERJAYA SPORTS TOTO BERHAD, do solemnly and sincerely declare that the accompanying financial statements set out on pages 38 to 90 are in my opinion correct, and I make this solemn declaration conscientiously believing the same to be true and by virtue of the provisions of the Statutory Declarations Act, 1960.

Subscribed and solemnly declared by the abovenamed }
SEOW SWEE PIN at Kuala Lumpur in the Federal Territory }
on 18 July 2008 } **SEOW SWEE PIN**

Before me,

SOH AH KAU (W315)
Commissioner for Oaths
Kuala Lumpur, Malaysia

Independent Auditors' Report

To The Members Of Berjaya Sports Toto Berhad (Incorporated in Malaysia)

Report on the financial statements

We have audited the financial statements of Berjaya Sports Toto Berhad, which comprise the balance sheets as at 30 April 2008 of the Group and of the Company, and the income statements, statements of changes in equity and cash flow statements of the Group and of the Company for the year then ended, and a summary of significant accounting policies and other explanatory notes, as set out on pages 38 to 90.

Directors' responsibility for the financial statements

The directors of the Company are responsible for the preparation and fair presentation of these financial statements in accordance with Financial Reporting Standards and the Companies Act, 1965 in Malaysia. This responsibility includes: designing, implementing and maintaining internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditors' responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with approved standards on auditing in Malaysia. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on our judgement, including the assessment of risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, we consider internal control relevant to the Company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of accounting estimates made by the directors, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements have been properly drawn up in accordance with Financial Reporting Standards and the Companies Act, 1965 in Malaysia so as to give a true and fair view of the financial position of the Group and the Company as at 30 April 2008 and of their financial performance and cash flows of the Group and of the Company for the year then ended.

Report on other legal and regulatory requirements

In accordance with the requirements of the Companies Act, 1965 in Malaysia, we also report the following:

- (a) In our opinion, the accounting and other records and the registers required by the Act to be kept by the Company and its subsidiaries of which we have acted as auditors have been properly kept in accordance with the provisions of the Act.
- (b) We have considered the accounts and the auditors' reports of all the subsidiaries of which we have not acted as auditors, which are indicated in Note 4 to the financial statements.
- (c) We are satisfied that the accounts of the subsidiaries that have been consolidated with the financial statements of the Company are in form and content appropriate and proper for the purposes of the preparation of the consolidated financial statements and we have received satisfactory information and explanations required by us for those purposes.
- (d) The auditors' reports on the accounts of the subsidiaries were not subject to any qualification material to the consolidated financial statements and did not include any comment required to be made under Section 174(3) of the Companies Act, 1965.

Independent Auditors' Report
To The Members Of Berjaya Sports Toto Berhad (Incorporated in Malaysia) (Cont'd)

Other matters

This report is made solely to the members of the Company, as a body, in accordance with Section 174 of the Companies Act, 1965 in Malaysia and for no other purpose. We do not assume responsibility to any other person for the content of this report.

ERNST & YOUNG
AF:0039
Chartered Accountants

KUA CHOO KAI
2030/03/10 (J)
Chartered Accountant

Kuala Lumpur, Malaysia
18 July 2008

Balance Sheets

as at 30 April 2008

	Note	Group		Company	
		2008 RM'000	2007 RM'000	2008 RM'000	2007 RM'000
ASSETS					
Non-current assets					
Property, plant and equipment	3	94,910	92,132	7,326	7,614
Investment in subsidiary companies	4	-	-	640,603	640,603
Investment in associated companies	5	165	165	165	165
Long term investments	6	14,993	13,231	-	-
Investment properties	7	71,205	68,031	-	-
Prepaid land lease payments	8	2,743	-	-	-
Deferred tax assets	9	858	1,468	-	-
Intangible assets	10	618,425	617,810	-	-
		803,299	792,837	648,094	648,382
Current assets					
Inventories	11	7,832	10,284	-	-
Receivables	12	68,463	67,881	1,083	2,850
Tax recoverable		16,627	10,444	16,602	10,421
Amounts due from subsidiary and related companies	13	-	75,056	232,527	306,098
Short term investments	14	1,794	8,811	-	-
Deposits with financial institutions	15	65,324	226,466	11,900	1,303
Cash and bank balances		60,849	20,394	11,344	1,109
		220,889	419,336	273,456	321,781
Asset classified as held for sale	6	-	1,062	-	-
		220,889	420,398	273,456	321,781
TOTAL ASSETS		1,024,188	1,213,235	921,550	970,163

Balance Sheets
as at 30 April 2008 (cont'd)

	Note	Group		Company	
		2008 RM'000	2007 RM'000	2008 RM'000	2007 RM'000
EQUITY AND LIABILITIES					
Equity attributable to equity holders of the Company					
Share capital	16	135,103	135,103	135,103	135,103
Share premium	17	207,431	207,431	207,431	207,431
Exchange reserve	18	10,853	10,768	-	-
Retained earnings	19	383,388	346,222	234,228	247,057
Equity funds		736,775	699,524	576,762	589,591
Treasury shares	20	(406,099)	(281,239)	(406,099)	(281,239)
Net equity funds		330,676	418,285	170,663	308,352
Minority interests		23,244	10,179	-	-
Total equity		353,920	428,464	170,663	308,352
Non-current liabilities					
Retirement benefit obligations	21	1,004	774	-	-
Borrowings	22	237,500	360,000	-	-
Deferred liabilities / income	23	34,992	46,639	-	-
Deferred tax liabilities	9	2,473	3,400	388	430
		275,969	410,813	388	430
Current liabilities					
Provisions	24	1,340	832	-	-
Payables	25	244,785	205,348	35,891	2,182
Amounts due to subsidiary and related companies	26	-	605	714,608	659,199
Borrowings	22	122,500	112,500	-	-
Tax payable		25,674	54,673	-	-
		394,299	373,958	750,499	661,381
TOTAL LIABILITIES		670,268	784,771	750,887	661,811
TOTAL EQUITY AND LIABILITIES		1,024,188	1,213,235	921,550	970,163

The accompanying notes form an integral part of these financial statements.

Income Statements

for the financial year ended 30 April 2008

	Note	Group		Company	
		2008 RM'000	2007 RM'000	2008 RM'000	2007 RM'000
Revenue	27	3,277,797	3,035,288	450,940	567,886
Cost of Sales		(2,486,032)	(2,241,063)	-	-
GROSS PROFIT		791,765	794,225	450,940	567,886
Selling and distribution expenses		(119,516)	(108,241)	-	-
General and administrative expenses		(161,454)	(143,996)	(8,804)	(8,857)
PROFIT BEFORE OTHER INCOME AND EXPENSES	28	510,795	541,988	442,136	559,029
Investment related income	29	3,210	1,097	-	35,063
Investment related expenses	30	(2,997)	(1,229)	-	(2)
Other income	31	14,049	32,224	3,059	18,244
		525,057	574,080	445,195	612,334
Finance costs	32	(22,430)	(28,746)	(38,255)	(38,217)
Share of results of an associated company		-	(2)	-	-
PROFIT BEFORE TAX		502,627	545,332	406,940	574,117
Income tax expense	33	(143,878)	(162,806)	(108,272)	(146,633)
PROFIT FOR THE YEAR		358,749	382,526	298,668	427,484
ATTRIBUTABLE TO:					
Equity holders of the Company		348,663	375,687	298,668	427,484
Minority interests		10,086	6,839	-	-
		358,749	382,526	298,668	427,484
Earnings per share attributable to equity holders of the Company	34				
- Basic (sen)		27.60	29.05		
- Diluted (sen)		27.60	29.05		
NET DIVIDENDS PER SHARE (SEN)	35				
- First interim dividend				7.40	9.00
- Second interim dividend				5.92	9.13
- Third interim dividend				5.92	9.13
- Fourth interim dividend				6.66	5.48

The accompanying notes form an integral part of these financial statements.

Statement of Changes in Equity

for the financial year ended 30 April 2008

	Attributable to Equity Holders of the Parent							Total equity RM'000
	Non-distributable			Distributable		Total to holders of parent company RM'000	Minority interests RM'000	
	Share capital RM'000	Treasury shares RM'000	Share premium RM'000	Exchange reserve RM'000	Retained earnings RM'000			
GROUP								
As at 1 May 2006	675,515	(238,427)	336,904	9,945	453,946	1,237,883	10,306	1,248,189
Effects on adopting FRS 140	-	-	-	-	10,776	10,776	-	10,776
	675,515	(238,427)	336,904	9,945	464,722	1,248,659	10,306	1,258,965
Second Capital Distribution	(540,412)	22,520	(129,473)	-	-	(647,365)	-	(647,365)
Adjustment due to the parent's increase equity interest in a foreign subsidiary company	-	-	-	-	-	-	(7,587)	(7,587)
Effects of foreign exchange differences	-	-	-	823	-	823	2,399	3,222
Loss on accretion of parent's equity interest due to a foreign subsidiary company's share buyback	-	-	-	-	(2,455)	(2,455)	(1,778)	(4,233)
Net income and expenses recognised directly in equity	-	-	-	823	(2,455)	(1,632)	621	(1,011)
Profit for the year	-	-	-	-	375,687	375,687	6,839	382,526
Total recognised net income and expenses for the year	-	-	-	823	373,232	374,055	7,460	381,515
Dividends (Note 35)	-	-	-	-	(491,732)	(491,732)	-	(491,732)
Treasury shares	-	(65,332)	-	-	-	(65,332)	-	(65,332)
As at 30 April 2007	135,103	(281,239)	207,431	10,768	346,222	418,285	10,179	428,464

Statement of Changes in Equity
for the financial year ended 30 April 2008 (cont'd)

	Attributable to Equity Holders of the Parent							Total equity RM'000
	Non-distributable				Distributable		Total to holders of parent company RM'000	
	Share capital RM'000	Treasury shares RM'000	Share premium RM'000	Exchange reserve RM'000	Retained earnings RM'000	Minority interests RM'000		
GROUP (CONT'D)								
As at 1 May 2007	135,103	(281,239)	207,431	10,768	346,222	418,285	10,179	428,464
Effects of foreign exchange differences	-	-	-	85	-	85	2,979	3,064
Net income and expenses recognised directly in equity	-	-	-	85	-	85	2,979	3,064
Profit for the year	-	-	-	-	348,663	348,663	10,086	358,749
Total recognised net income and expenses for the year	-	-	-	85	348,663	348,748	13,065	361,813
Dividends (Note 35)	-	-	-	-	(311,497)	(311,497)	-	(311,497)
Treasury shares	-	(124,860)	-	-	-	(124,860)	-	(124,860)
As at 30 April 2008	135,103	(406,099)	207,431	10,853	383,388	330,676	23,244	353,920

The accompanying notes form an integral part of these financial statements.

Statement of Changes in Equity
for the financial year ended 30 April 2008 (cont'd)

	Share capital RM'000	Treasury shares RM'000	Non- distributable		Total equity RM'000
			Share premium RM'000	Distributable Retained earnings RM'000	
COMPANY					
As at 1 May 2006	675,515	(238,427)	336,904	311,305	1,085,297
Second Capital Distribution	(540,412)	22,520	(129,473)	-	(647,365)
Treasury shares	-	(65,332)	-	-	(65,332)
Profit for the year representing total income and expense for the year	-	-	-	427,484	427,484
Dividends (Note 35)	-	-	-	(491,732)	(491,732)
As at 30 April 2007	135,103	(281,239)	207,431	247,057	308,352
As at 1 May 2007	135,103	(281,239)	207,431	247,057	308,352
Treasury shares	-	(124,860)	-	-	(124,860)
Profit for the year representing total income and expense for the year	-	-	-	298,668	298,668
Dividends (Note 35)	-	-	-	(311,497)	(311,497)
As at 30 April 2008	135,103	(406,099)	207,431	234,228	170,663

The accompanying notes form an integral part of these financial statements.

Consolidated Cash Flow Statement

for the financial year ended 30 April 2008

	2008 RM'000	2007 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts from customers	3,530,174	3,335,464
Payments to prize winners, suppliers and for other operating expenses	(2,482,793)	(2,256,065)
Payments for pool betting duties, gaming tax and other government contributions	(523,261)	(497,054)
Payment of taxes	(182,053)	(117,579)
Refund of taxes	2,672	-
Other receipts	159	70
Net cash flow generated from operating activities	344,898	464,836
CASH FLOWS FROM INVESTING ACTIVITIES		
Proceeds from disposal of property, plant and equipment	491	714
Proceeds from disposal of other investments	8,811	66,114
Proceeds from disposal of an associated company	-	152
Acquisition of property, plant and equipment	(18,113)	(32,703)
Payment for land lease (Note 8)	(2,800)	-
Acquisition of long term investments	(1,640)	(985)
Acquisition of short term investments	(1,794)	(60,198)
Acquisition of treasury shares by a subsidiary company	-	(4,419)
Acquisition of additional equity interest in a subsidiary company	-	(16,844)
Payment for subsequent expenditure of investment properties	-	(455)
Interest received	8,532	14,441
Other receipts arising from investments	3,997	5,922
Repayment of advances from penultimate holding company and its subsidiary company	75,927	488,501
Repayment of advances from related companies	-	391
Repayment to related companies	(605)	(850)
Net cash flow generated from investing activities	72,806	459,781
CASH FLOWS FROM FINANCING ACTIVITIES		
Capital Distribution	(282)	(647,150)
Drawdown of bank borrowings	-	200,000
Repayment of borrowings	(112,500)	(302,500)
Interest paid on bank borrowings	(22,805)	(28,907)
Dividends paid	(277,509)	(492,751)
Treasury shares acquired	(124,860)	(65,332)
Net cash flow used in financing activities	(537,956)	(1,336,640)
NET DECREASE IN CASH AND CASH EQUIVALENTS	(120,252)	(412,023)
CASH AND CASH EQUIVALENTS BROUGHT FORWARD	246,860	659,742
Effects of exchange rate changes	(435)	(859)
CASH AND CASH EQUIVALENTS CARRIED FORWARD (Note A)	126,173	246,860
Note A Cash and cash equivalents comprise the following:		
Deposits with financial institutions	65,324	226,466
Cash and bank balances	60,849	20,394
	126,173	246,860

The accompanying notes form an integral part of these financial statements.

Cash Flow Statement

for the financial year ended 30 April 2008

	2008 RM'000	2007 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Payment for operating expenses	(5,681)	(7,689)
Tax refund	2,667	-
Dividend received	333,460	414,325
Net cash flow generated from operating activities	330,446	406,636
CASH FLOWS FROM INVESTING ACTIVITIES		
Acquisition of property, plant and equipment	(704)	(1,866)
Interest received	889	3,840
Repayment of advances from penultimate holding company and its subsidiary company	75,927	488,501
Advance from a subsidiary company	18,100	49,039
Repayment of advances from affiliated and subsidiary companies	2,118	3,926
Repayment to and advances given to subsidiary companies	(3,293)	(21,327)
Other receipts arising from investments	-	2,000
Net cash flow generated from investing activities	93,037	524,113
CASH FLOWS FROM FINANCING ACTIVITIES		
Capital Distribution	(282)	(647,150)
Dividends paid	(277,509)	(492,751)
Treasury shares acquired	(124,860)	(65,332)
Net cash flow used in financing activities	(402,651)	(1,205,233)
NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS	20,832	(274,484)
CASH AND CASH EQUIVALENTS BROUGHT FORWARD	2,412	276,896
CASH AND CASH EQUIVALENTS CARRIED FORWARD (Note A)	23,244	2,412
Note A Cash and cash equivalents comprise the following:		
Deposits with financial institutions	11,900	1,303
Cash and bank balances	11,344	1,109
	23,244	2,412

The accompanying notes form an integral part of these financial statements.

Notes To The Financial Statements

30 April 2008

1 CORPORATE INFORMATION

The principal activities of the Company are investment holding and provision of management services to the subsidiary companies.

The principal activities of the Group are:

- operations of Toto betting under Section 5 of the Pool Betting Act, 1967;
- leasing of on-line lottery equipment;
- manufacture and distribution of computerised lottery systems;
- property investment and development; and
- investment holding.

The Company is a public limited liability company, incorporated and domiciled in Malaysia and is listed on the Main Board of Bursa Malaysia Securities Berhad. The registered office of the Company is located at Lot 13-01A, Level 13 (East Wing), Berjaya Times Square, No. 1 Jalan Imbi 55100 Kuala Lumpur.

On 4 February 2008, Berjaya Corporation Berhad (“BCorp”) group’s interests in aggregation with Berjaya Land Berhad (“BLB”) group’s interests in the Company exceeded 50%. Thus, the Company is deemed a subsidiary of BLB with effect from this date.

The penultimate holding and ultimate holding companies of the Company are BLB and BCorp respectively, both of which are incorporated and domiciled in Malaysia and listed on the Main Board of Bursa Malaysia Securities Berhad.

Related companies in the financial statements refer to member companies of the BCorp group of companies other than subsidiary companies of the Company.

The financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the Directors on 18 July 2008.

2 SIGNIFICANT ACCOUNTING POLICIES

2.1 Basis of Preparation

The financial statements of the Group and of the Company have been prepared under the historical cost convention unless otherwise indicated in the accounting policies below and comply with the provisions of the Companies Act, 1965 and applicable Financial Reporting Standards (“FRSs”) in Malaysia.

At the beginning of the current financial year, the Group and the Company had adopted new and revised FRSs which are mandatory for financial periods beginning on or after 1 October 2006 as described in Note 2.3.

The financial statements are presented in Ringgit Malaysia (“RM”) and all values are rounded to the nearest thousand (“RM’000”) except otherwise indicated.

2.2 Summary of Significant Accounting Policies

(a) Subsidiaries and basis of consolidation

The consolidated financial statements incorporate the financial statements of the Company and all its subsidiary companies made up to the end of the financial year. The financial statements of the subsidiary companies are prepared for the same reporting date as the Company.

Subsidiary companies are those entities controlled by the Company. Control exists when the Company has the power, directly or indirectly, to govern the financial and operating policies of an enterprise so as to obtain benefits from its activities. The existence and effect of potential voting rights that are currently exercisable or convertible are considered when assessing whether the Group has such power over another entity.

2 SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

2.2 Summary of Significant Accounting Policies (Cont'd)

(a) Subsidiaries and basis of consolidation (cont'd)

Subsidiary companies are consolidated using the purchase method of accounting. Under the purchase method of accounting, the results of subsidiary companies acquired during the financial year are included in the consolidated financial statements from the effective date of acquisition and continue to be consolidated until the date such control ceases. The purchase method of accounting involves allocating the cost of the acquisition to the fair value of the assets acquired and liabilities and contingent liabilities assumed at the date of acquisition. At the Group level, provisions are made for the acquiree's contingent liabilities existing at the date of acquisition as the Group deems that it is probable that an outflow of resources embodying economic benefits will be required to settle the obligations. The cost of an acquisition is measured as the aggregate of the fair values, at the date of exchange, of the assets given, liabilities incurred or assumed, and equity instruments issued, plus any costs directly attributable to the acquisition.

Any excess of the cost of the acquisition over the Group's interest in the net fair value of the identifiable assets, liabilities and contingent liabilities represents goodwill.

Any excess of the Group's interest in the net fair value of the identifiable assets, liabilities and contingent liabilities over the cost of acquisition is recognised immediately in income statement.

Uniform accounting policies are adopted in the consolidated financial statements for similar transactions and other events in similar circumstances. In the preparation of the consolidated financial statements, the financial statements of all subsidiary companies are adjusted for the material effects of dissimilar accounting policies. Intragroup transactions, balances and unrealised gains are eliminated on consolidation and the consolidated financial statements reflect external transactions only. Unrealised losses are eliminated on consolidation unless cost cannot be recovered.

Minority interests represents the portion of the results for the year and net assets in subsidiaries not held by the Group. Minority interests is measured at the minorities' share of fair value of the identifiable assets and liabilities of the acquiree as at acquisition date and the minorities' share of movements in the acquiree's equity since then.

In the Company's separate financial statements, investments in subsidiaries are stated at cost less impairment losses.

(b) Associated companies

Associated companies are entities in which the Group has significant influence and where the Group participates in its financial and operating policies through Board representation. Investments in associated companies are accounted for in the consolidated financial statements by the equity method of accounting based on the latest audited or management financial statements of the companies concerned made up to the Group's financial year-end. Uniform accounting policies are adopted for like transactions and events in similar circumstances.

Under the equity method of accounting, the Group's investment in associated companies is initially recognised in the consolidated balance sheet at cost adjusted for the Group's share of post-acquisition changes in the share of the net assets of the associated companies, less impairment losses. The Group's share of results of associated companies during the financial year is included in the consolidated financial statements. The Group's share of results of associated companies acquired or disposed of during the year, is included in the consolidated income statement from the date that significant influence effectively commences until the date that significant influence effectively ceases, as appropriate.

Unrealised gains and losses on transactions between the Group and the associated companies are eliminated to the extent of the Group's interest in the associated companies. Unrealised losses are eliminated unless cost cannot be recovered.

Goodwill relating to an associated company is included in the carrying amount of the investment and is not amortised. Any excess of the Group's share of net fair value of the associated company's identifiable assets, liabilities and contingent liabilities over the cost of investment is excluded from the carrying amount of the investment and is instead included as income in the determination of the Group's share of associated company's income statements in the period in which the investment is acquired.

2 SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

2.2 Summary of Significant Accounting Policies (Cont'd)

(b) Associated companies (cont'd)

When the Group's share of losses equals or exceeds its interest in an equity accounted associated company including any long-term interest that, in substance, form part of the Group's net investment in the associated company, the carrying amount of that interest is reduced to nil and the recognition of further losses is discontinued except to the extent that the Group has an obligation or has made payment on behalf of the associated companies.

In the Company's separate financial statements, investment in associated companies are stated at cost less impairment losses.

(c) Intangible assets

(i) Goodwill

Goodwill acquired in a business combination is initially measured at cost being the excess of the cost of business combination over the Group's interest in the net fair value of the identifiable assets, liabilities and contingent liabilities. Following the initial recognition, goodwill is measured at cost less any accumulated impairment losses. Goodwill is not amortised but instead, it is reviewed for impairment, annually or more frequently if events or changes in circumstances indicate that the carrying value may be impaired. Gains and losses on the disposal of an entity include the carrying amount of goodwill relating to the entity sold.

(ii) Other intangible assets

The cost of intangible assets acquired in a business combination is at their fair values as at the date of acquisition. The intangible assets acquired separately are measured on initial recognition at cost. Following initial recognition, intangible assets are carried at cost less accumulated amortisation and any accumulated impairment losses. Intangible assets with finite lives are amortised on a straight line basis over the estimated economic useful lives and assessed for impairment whenever there is an indication that the intangible asset may be impaired. The amortisation period and the amortisation method for an intangible asset are reviewed yearly at each balance sheet date.

Research and development costs

Research costs are recognised in the income statement as incurred.

Expenditure incurred on projects to develop new products is capitalised and deferred only when the Group can demonstrate the technical feasibility of completing the intangible asset so that it will be available for use or sale, its intention to complete and its ability to use or sell the asset, how the asset will generate future economic benefits, the availability of resources to complete the project and the ability to measure reliably the expenditure during the development. Product development expenditures which do not meet these criteria are expensed when incurred.

Development costs, considered to have finite useful lives, are stated at cost less any impairment losses and are amortised using the straight-line basis over the commercial lives of the underlying products. Impairment is assessed whenever there is an indication of impairment and the amortisation period and method are also reviewed at least at each balance sheet date.

(d) Property, plant and equipment and depreciation

Property, plant and equipment are initially recorded at cost. Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Group and the Company and the cost of the item can be measured reliably. The carrying amount of the replaced part is derecognised. All other repairs and maintenance are charged to the income statement during the financial period in which they are incurred.

Subsequent to recognition, property, plant and equipment except for freehold land are stated at cost less accumulated depreciation and any accumulated impairment losses.

2 SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

2.2 Summary of Significant Accounting Policies (Cont'd)

(d) Property, plant and equipment and depreciation (cont'd)

Freehold land that has an unlimited useful life is not depreciated. Capital work-in-progress are also not depreciated as these assets are not available for use. Depreciation of other property, plant and equipment is provided for on a straight-line basis to write off the cost of each asset to its residual value over the estimated useful life, at the following annual rates:

Buildings	2%
Plant and machinery	20% - 33%
Renovations	10% - 25%
Computer equipment	10% - 33%
Office equipment	10% - 67%
Furniture and fittings	10% - 20%
Motor vehicles	20% - 33%

The residual values, useful life and depreciation method are reviewed at each financial year-end to ensure that the amount, method and period of depreciation are consistent with previous estimates and the expected pattern of consumption of the future economic benefits embodied in the items of property, plant and equipment.

An item of property, plant and equipment is derecognised upon disposal or when no future economic benefits are expected from its use or disposal.

(e) Investment properties

Investment properties are properties which are held either to earn rental income or for capital appreciation or for both. Such properties are measured initially at cost, including transaction costs. Subsequent to initial recognition, investment properties are stated at fair value. Fair value is arrived at by reference to market evidence of transaction prices for similar properties.

Gains or losses arising from changes in the fair values of investment properties are recognised in the income statement in the year in which they arise.

Investment properties are derecognised when either they have been disposed of or when the investment property is permanently withdrawn from use and no future economic benefit is expected from its disposal. Any gains or losses on the retirement or disposal of an investment property are recognised in income statement in the year in which they arise.

When an item of property, plant and equipment is transferred to investment property following a change in its use, any difference arising at the date of transfer between the carrying amount of the item immediately prior to transfer and its fair value is recognised directly in equity. However, if a fair value gain reverses a previous impairment loss, the gain is recognised in income statement. Upon disposal of the investment property, any surplus previously recorded in equity is transferred to retained earnings.

(f) Impairment of non-financial assets

The carrying amounts of the Group's assets, other than investment properties, inventories, deferred tax assets and non-current assets (or disposal groups) held for sale, are reviewed at each balance sheet date to determine whether there is any indication of impairment. If any such indication exists, the asset's recoverable amount is estimated to determine the amount of impairment loss.

For goodwill, intangible assets that have an indefinite useful life and intangible assets that are not yet available for use, the recoverable amount is estimated at each balance sheet date or more frequently when indicators of impairment are identified.

2 SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

2.2 Summary of Significant Accounting Policies (Cont'd)

(f) Impairment of non-financial assets (cont'd)

For the purpose of impairment testing of these assets, recoverable amount is determined on an individual asset basis unless the asset does not generate cash flows that are largely independent of those from other assets. If this is the case, recoverable amount is determined for the cash-generating unit ("CGU") to which the asset belongs to. Goodwill acquired in a business combination is, from the acquisition date, allocated to each of the Group's CGUs, or groups of CGUs, that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the Group are assigned to those units or groups of units.

An asset's recoverable amount is the higher of an asset's or CGU's fair value less costs to sell and its value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. Where the carrying amount of an asset exceeds its recoverable amount, the asset is considered impaired and is written down to its recoverable amount. Impairment losses recognised in respect of a CGU or groups of CGUs are allocated first to reduce the carrying amount of any goodwill allocated to those units or groups of units and then, to reduce the carrying amount of the other assets in the unit or groups of units on a pro-rata basis.

An impairment loss is recognised in income statement in the year in which it arises, unless the asset is carried at a revalued amount, in which case the impairment loss is accounted for as a revaluation decrease to the extent that the impairment loss does not exceed the amount held in the asset revaluation reserve for the same asset.

Impairment loss on goodwill is not reversed in a subsequent period. An impairment loss for an asset other than goodwill is reversed if, and only if, there has been a change in the estimates used to determine the asset's recoverable amount since the last impairment loss was recognised. The carrying amount of an asset other than goodwill is increased to its revised recoverable amount, provided that this amount does not exceed the carrying amount that would have been determined (net of amortisation or depreciation) had no impairment loss been recognised for the asset in prior years. A reversal of impairment loss for an asset other than goodwill is recognised in income statement.

(g) Inventories

Inventories comprise raw materials, work-in-progress and finished goods that are stated at the lower of cost and net realisable value. Cost, in the case of work-in-progress and finished goods, comprises raw materials, direct labour and an attributable proportion of production overheads. Cost is determined on the first-in first-out basis, the weighted average cost method, or by specific identification. Net realisable value represents the estimated selling price less all estimated costs of completion and costs to be incurred in marketing, selling and distribution.

Ticket inventories and gaming equipment components and parts are stated at the lower of cost and net realisable value. Cost is determined on a first-in first-out basis.

Property inventories are stated at the lower of cost and net realisable value. Cost includes the relevant cost of land, development expenditure and related interest cost incurred during the development period.

(h) Financial instruments

Financial instruments are recognised in the balance sheet when the Group has become a party to the contractual provisions of the instrument.

Financial instruments are classified as liabilities or equity in accordance with the substance of the contractual arrangement. Interest, dividends and gains and losses relating to a financial instrument classified as liability, are reported as expense or income. Distributions to holders of financial instruments classified as equity are recognised directly in equity. Financial instruments are offset when the Group has a legally enforceable right to offset and intends to settle either on a net basis or to realise the asset and settle the liability simultaneously.

(i) Cash and cash equivalents

For the purposes of the cash flow statements, cash and cash equivalents include cash on hand and at bank, deposits at call and short term highly liquid investments which have an insignificant risk of changes in value, net of outstanding bank overdrafts.

2 SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

2.2 Summary of Significant Accounting Policies (Cont'd)

(h) Financial instruments (cont'd)

(ii) Investments

Non-current investments

Non-current investments comprise quoted and unquoted securities, Malaysian Government Securities ("MGS"), bonds and club membership but exclude investments in subsidiaries, associates, jointly controlled entities and investment properties, are stated at cost less impairment loss. Impairment losses are recognised for all declines in value other than temporary.

Short term investments

Short term investments are stated at lower of cost and net realisable value.

(iii) Receivables

Trade and other receivables are carried at anticipated realisable values. Bad debts are written off when identified. An estimate is made for doubtful debts based on a review of all outstanding amounts as at the balance sheet date.

(iv) Payables

Trade and other payables are stated at cost which is the fair value of the consideration to be paid in the future for goods and services received.

(v) Interest bearing loans and borrowings

All loans and borrowings are initially recognised at the fair value of the consideration received. After initial recognition, interest bearing loans and borrowings are subsequently measured at amortised cost using the effective interest method.

(vi) Equity instruments

Ordinary shares are classified as equity. Dividends on ordinary shares are recognised in equity in the period in which they are declared and approved for payment.

The transaction costs of an equity transaction are accounted for as a deduction from equity, net of tax. Equity transaction costs comprise only those incremental external costs directly attributable to the equity transaction which would otherwise have been avoided.

The consideration paid, including attributable transaction costs on repurchased ordinary shares of the Company that have not been cancelled, are classified as treasury shares and presented as a deduction from equity. No gain or loss is recognised in income statement on the sale, re-issuance or cancellation of treasury shares. When treasury shares are reissued by resale, the difference between the sales consideration and the carrying amount is recognised in equity.

(i) Leases

A lease is recognised as a finance lease if it transfers substantially to the Group all the risks and rewards incidental to ownership. Leases of land and buildings are classified as operating or finance leases in the same way as leases of other assets and the land and buildings elements of a lease of land and buildings are considered separately for the purposes of lease classification. All leases that do not transfer substantially all risks and rewards are classified as operating leases, with the following exceptions:

- Property held under operating leases that would otherwise meet the definition of an investment property is classified as an investment property on a property-by-property basis and, if classified as investment property, is accounted for as if held under a finance lease (Note 2.2 (e)); and
- Land held for own use under an operating lease, the fair value of which cannot be measured separately from the fair value of a building situated thereon at the inception of the lease, is accounted for as being held under a finance lease, unless the building is also clearly held under an operating lease.

Notes To The Financial Statements

30 April 2008

2 SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

2.2 Summary of Significant Accounting Policies (Cont'd)

(i) Leases (cont'd)

(i) Finance leases - the Group as lessee

Assets acquired by way of hire purchase or finance leases are stated at an amount equal to the lower of their fair values and the present value of the minimum lease payments at the inception of the leases, less accumulated depreciation and impairment losses. The corresponding liability is included in the balance sheet as borrowings. In calculating the present value of the minimum lease payments, the discount factor used is the interest rate implicit in the lease, when it is practicable to determine; otherwise, the Company's incremental borrowing rate is used. Any initial direct costs are also added to the carrying amount of such assets.

Lease payments are apportioned between finance costs and the reduction of the outstanding liability. Finance costs, which represent the difference between the total leasing commitments and the fair value of the assets acquired, are recognised in the income statement over the term of the relevant lease so as to produce a constant periodic rate of charge on the remaining balance of the obligations for each accounting period.

The depreciation policy for leased assets is in accordance with that for depreciable property, plant and equipment as described in Note 2.2 (d).

(ii) Operating leases - the Group as lessee

Operating lease payments are recognised as an expense on a straight-line basis over the term of the relevant lease. The aggregate benefit of incentives provided by the lessor is recognised as a reduction of rental expense over the lease term on a straight-line basis.

In the case of a lease of land and buildings, the minimum lease payments or the up-front payments made are allocated, whenever necessary, between the land and the buildings elements in proportion to the relative fair values for leasehold interests in the land element and buildings element of the lease at the inception of the lease. The up-front payment represents prepaid lease payments and are amortised on a straight-line basis over the lease term.

(iii) Operating leases - the Group as lessor

Assets leased out under operating leases are presented on the balance sheets according to the nature of the assets. Rental income from operating leases is recognised on a straight-line basis over the term of the relevant lease (Note 2.2(o)(iv)). Initial direct costs incurred in negotiating and arranging an operating lease are added to the carrying amount of the leased asset and recognised on a straight-line basis over the lease term.

(j) Borrowing costs

All borrowing costs are recognised in profit or loss in the period in which they are incurred.

(k) Income tax

Tax expense for the year comprises current and deferred tax. Current tax expense is the expected tax payable on the taxable income for the year, using tax rates enacted or substantively enacted at the balance sheet date, and adjustment to tax payable in respect of the previous year.

Deferred tax is provided, using the liability method, on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements.

Deferred tax is not recognised if the temporary difference arises from goodwill which are not deductible for tax purposes or from the initial recognition of assets or liabilities in a transaction which is not a business combination and at the time of transaction affects neither accounting nor taxable profit.

The amount of deferred tax provided is based on the expected manner of realisation or settlement of the carrying amount of assets and liabilities, using tax rates enacted or substantively enacted at the balance sheet date.

Deferred tax is recognised in income statement except to the extent that it relates to items recognised directly in equity, in which case it is recognised directly in equity, or when it arises from a business combination that is an acquisition, in which case it is included in the resulting goodwill or the excess of the acquirer's interest in the fair value of the acquiree's identifiable assets, liabilities and contingent liabilities over the cost of the combination.

A deferred tax asset is recognised only to the extent that it is probable that future taxable profits will be available against which the asset can be utilised.

2 SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

2.2 Summary of Significant Accounting Policies (Cont'd)

(l) Provisions

Provisions are recognised when the Group has a present obligation as a result of a past event and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation, and a reliable estimate of the amount can be made. Provisions are reviewed at each balance sheet date and adjusted to reflect the current best estimate. Where the effect of the time value of money is material, the amount of provision is the present value of the expenditure expected to be required to settle the obligation.

(m) Employee benefits

(i) Short term benefits

Wages, salaries, bonuses and social security contributions are recognised as an expense in the year in which the associated services are rendered by employees of the Group. Short term accumulating compensated absences such as paid annual leave are recognised when services are rendered by employees that increase their entitlement to future compensated absences. Short term non-accumulating compensated absences such as sick leave are recognised when the absences occur.

(ii) Defined contribution plans

Defined contribution plans are post-employment benefit plans under which the Group pays fixed contributions into separate entities or funds and will have no legal or constructive obligation to pay further contributions if any of the funds do not hold sufficient assets to pay all employee benefits relating to employee services in the current and preceding financial years. Such contributions are recognised as an expense in the profit or loss as incurred. As required by law, companies in Malaysia make such contributions to the Employees Provident Fund ("EPF"). Some of the Group's foreign subsidiaries also make contributions to their respective countries' statutory pension schemes.

(iii) Retirement benefit obligations

Pension benefits are provided to employees of the Group's foreign subsidiaries through a defined benefit plan.

A defined benefit plan is a pension plan that defines an amount of pension benefit that an employee will receive on retirement, usually dependent on one or more factors such as age, years of service and salary. The legal obligation for any benefits from this kind of pension plan remains with the Group even if plan assets for funding the defined benefit plan have been acquired. Plan assets may include assets specifically designated to a long term benefit fund, as well as qualifying insurance policies.

The liability recognised in the consolidated balance sheet for defined benefit plans is the present value of the defined benefit obligation ("DBO") at the consolidated balance sheet date less the fair value of plan assets, together with adjustments for unrecognised actuarial gains or losses and past service costs. The DBO is regularly calculated by independent actuaries using the projected unit credit method. The present value of the DBO is determined by discounting the estimated future cash outflows using interest rates of high quality corporate bonds that are denominated in the currency in which the benefits will be paid and that have terms to maturity approximating the terms of the related pension liability.

Actuarial gains and losses are not recognised as an expense unless the total unrecognised gain or loss exceeds 10% of the greater of the obligation and related plan assets. The amount exceeding this 10% corridor is charged to or credited to profit or loss over the employees' expected average remaining working lives. Actuarial gains or losses within the 10% corridor are disclosed separately. Past service costs are recognised immediately in the income statements, unless the changes to the pension plan are conditional on the employees remaining in service for a specified period of time (the vesting period). In this case, the past service costs are amortised on a straight-line basis over the vesting period.

(n) Foreign currencies

(i) Functional and presentation currency

The individual financial statements of each entity in the Group are measured using the currency of the primary economic environment in which the entity operates ("the functional currency"). The consolidated financial statements are presented in RM, which is also the Company's functional currency.

2 SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

2.2 Summary of Significant Accounting Policies (Cont'd)

(n) Foreign currencies (cont'd)

(ii) Foreign currency transactions

In preparing the financial statements of the individual entities, transactions in currencies other than the entity's functional currency (foreign currencies) are recorded in the functional currencies using the exchange rates prevailing at the dates of the transactions. At each balance sheet date, monetary items denominated in foreign currencies are translated at the rates prevailing on the balance sheet date. Non-monetary items carried at fair value that are denominated in foreign currencies are translated at the rates prevailing on the date when the fair value was determined. Non-monetary items that are measured in terms of historical cost in a foreign currency are not translated.

Exchange differences arising on the settlement of monetary items, and on the translation of monetary items, are included in income statements except for exchange differences arising on monetary items that form part of the Group's net investment in foreign operation. Exchange differences arising on monetary items that form part of the Group's net investment in foreign operation, where that monetary item is denominated in either the functional currency of the reporting entity or the foreign operation, are initially taken directly to the foreign currency translation reserve within equity until the disposal of the foreign operations, at which time they are recognised in the income statement. Exchange differences arising on monetary items that form part of the Company's net investment in foreign operation, regardless of the currency of the monetary item, are recognised in the Company's income statement or the individual financial statements of the foreign operation, as appropriate.

Exchange differences arising on the translation of non-monetary items carried at fair value are included in the income statements except for the differences arising on the translation of non-monetary items in respect of which gains and losses are recognised directly in equity. Exchange differences arising from such non-monetary items are also recognised directly in equity.

(iii) Foreign operations

The results and financial position of the foreign operations that have a functional currency different from the presentation currency (RM) of the consolidated financial statements are translated into RM at the rates ruling at the balance sheet date for assets and liabilities. Income and expenses are translated at average exchange rates for the year, which approximates the exchange rates at the dates of the transaction. Goodwill and fair value adjustments arising on the acquisition of a foreign entity are treated as assets and liabilities of the Company and translated at the closing rate at the balance sheet date. Exchange differences on translation of the net assets of foreign subsidiary companies are dealt with through an exchange reserve.

The principal exchange rates used for each respective unit of foreign currencies ruling at the balance sheet date are as follows:

	30.4.2008 RM	30.4.2007 RM
1 United States Dollar	3.1535	3.4215
1 Hong Kong Dollar	0.4047	0.4375
1 Philippines Peso	0.0748	0.0722

(o) Revenue and other income recognition

Revenue and other income are recognised to the extent that it is probable that the economic benefits will flow to the Group and the revenue can be reliably measured. The following specific recognition criteria must also be met before revenue is recognised:

(i) Gaming activities

Revenue from gaming activities is recognised based on ticket sales, net of gaming tax relating to draw days within the financial year.

2 SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

2.2 Summary of Significant Accounting Policies (Cont'd)

(o) Revenue and other income recognition (cont'd)

(ii) Dividend income

Dividend income from subsidiary and associated companies are recognised when the right to receive the dividend payment is established.

Dividend income from other investments is recognised on receipt basis.

(iii) Interest income

Interest income is recognised on an accrual basis unless recoverability is in doubt.

(iv) Rental income

Rental income is recognised based on the accrual basis unless collection is in doubt, in which case it is recognised on receipt basis.

(v) Management fee income

Management fee income is recognised on an accrual basis.

(vi) Lease of lottery equipment

Revenue from the lease of lottery equipment is recognised based on certain percentage of gross receipts from lottery ticket sales, excluding the foreign value-added tax.

(vii) Lottery products sales, services and licencing income

Revenue from lottery products sales and services income are recognised on the basis of shipment of products, performance of services and percentage-of-completion method for long term contracts. The percentage-of-completion is estimated by comparing the cost incurred to date against the estimated cost to completion. Revenue relating to the sale of certain assets, when the ultimate total collection is not reasonably assured, are being recorded under the cost recovery method.

(viii) Property inventories

Revenue from sale of completed properties is recognised when the significant risks and rewards of ownership of the completed properties have been passed to the buyer.

(p) Segmental reporting

The Group adopts business segment analysis as its primary reporting format and geographical segment analysis as its secondary reporting format.

Segment revenue and expenses are those directly attributable to the segments and include any joint revenue and expenses where a reasonable basis of allocation exists. Revenue and expenses do not include items arising on investing or financing activities.

Revenue presented under geographical segments are based on location of customer where sale is transacted.

Segment assets include all operating assets used by a segment and do not include items arising on investing or financing activities. Assets are allocated to a segment based on location of assets for that presented under geographical segments. Segment liabilities comprise operating liabilities and do not include liabilities arising on investing or financing activities such as bank borrowings.

2 SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

2.3 Changes in Accounting Policies and Effects Arising From Application of New and Revised FRSs

On 1 May 2007, the Group and the Company adopted the following revised FRSs:

FRS 117	: Leases
FRS 124	: Related Party Disclosures
Amendment to FRS 119 ₂₀₀₄	: Employee Benefits - Actuarial Gains and Losses, Group Plans Disclosures

The Malaysian Accounting Standards Board has also issued FRS 6 : Exploration for and Evaluation of Mineral Resources which will be effective for annual periods beginning on or after 1 January 2007. This FRS is, however, not applicable to the Group or the Company.

The adoption of the revised FRS 124 and Amendment to FRS 119₂₀₀₄ give rise to additional disclosures but did not result in significant changes in accounting policies of the Group and of the Company. The principal changes in accounting policies and their effects resulting from the adoption of the revised FRS 117 are discussed below:

(a) Leasehold land held for own use

Prior to 1 May 2007, leasehold land held for own use was classified as property, plant and equipment and was stated at cost less accumulated depreciation and impairment losses. The adoption of the revised FRS 117 has resulted in a change in the accounting policy relating to the classification of leases of land and buildings. Leases of land and buildings are classified as operating or finance leases in the same way as leases of other assets and the land and buildings elements of a lease of land and buildings are considered separately for the purposes of lease classification. Leasehold land held for own use is now classified as operating lease and where necessary, the minimum lease payments or the up-front payments made are allocated between the land and the buildings elements in proportion to the relative fair values for leasehold interests in the land element and buildings element of the lease at the inception of the lease. The up-front payment represents prepaid lease payments and are amortised on a straight-line basis over the lease term.

There were no material effects on the consolidated balance sheet as at 30 April 2008. The adoption of FRS 117 has resulted in the amortisation of prepaid land lease premium of RM19,000 in the consolidated income statement for the financial year ended 30 April 2008.

There were no effects on the Company's financial statements.

(b) Initial direct costs

Prior to 1 May 2007, the Group, as a lessor in operating lease arrangements, recognised initial direct costs incurred in negotiating and arranging leases as an expense in the income statement in the period in which they were incurred. The revised FRS 117 requires such costs to be added to the carrying amount of the leased asset and recognised as an expense over the lease term on the same basis as the lease income. According to revised FRS 117, this change in accounting policy should be applied retrospectively. In general, the Group does not incur significant initial direct costs on negotiating and arranging leases and as a result, this change in accounting policy did not materially affect the financial statements of the Group and the Company.

2.4 Standards and Interpretations Issued but Not Yet Effective

At the date of authorisation of these financial statements, the following FRSs, amendments to FRSs and Interpretations were issued but not yet effective and have not been applied by the Group and the Company:

FRSs, Amendments to FRSs and Interpretations	Effective for financial periods beginning on or after
FRS 107 : Cash Flow Statements	1 July 2007
FRS 111 : Construction Contracts	1 July 2007
FRS 112 : Income Taxes	1 July 2007
FRS 118 : Revenue	1 July 2007

2 SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

2.4 Standards and Interpretations Issued but Not Yet Effective (Cont'd)

FRSs, Amendments to FRSs and Interpretations	Effective for financial periods beginning on or after
FRS 120 : Accounting for Government Grants and Disclosure of Government Assistance	1 July 2007
FRS 134 : Interim Financial Reporting	1 July 2007
FRS 137 : Provisions, Contingent Liabilities and Contingent Assets	1 July 2007
FRS 139 : Financial Instruments : Recognition and Measurement	Deferred
Amendment to FRS 121 : The Effects of Changes in Foreign Exchange Rates - Net Investment in a Foreign Operation	1 July 2007
IC Interpretation 1 : Changes in Existing Decommissioning, Restoration and Similar Liabilities	1 July 2007
IC Interpretation 2 : Members' Shares in Co-operative Entities and Similar Instruments	1 July 2007
IC Interpretation 5 : Rights to Interests arising from Decommissioning Restoration and Environmental Rehabilitation Funds	1 July 2007
IC Interpretation 6 : Liabilities arising from Participating in a Specific Market - Waste Electrical and Electronic Equipment	1 July 2007
IC Interpretation 7 : Applying the Restatement Approach under FRS 129 ₂₀₀₄ : - Financial Reporting in Hyperinflationary Economies	1 July 2007
IC Interpretation 8 : Scope of FRS 2	1 July 2007

The FRSs, Amendments to FRSs and Interpretations are expected to have no significant impact on the financial statements of the Group and the Company upon initial application except for the following:

Amendment to FRS 121 : The Effects of Changes in Foreign Exchange Rates - Net Investment in a Foreign Operation

This amendment requires that where an entity has a monetary item that forms part of its net investment in a foreign operation, the exchange differences arising from such monetary items should always be recognised in equity in the consolidated financial statements and should not be dependent on the currency of the monetary item. Prior to this amendment, exchange differences arising on a monetary item that forms part of the Group's net investment in a foreign operation are recognised in equity in the consolidated financial statements only when that monetary item is denominated either in the functional currency of the reporting entity or the foreign operation. The Group will apply this amendment from financial periods beginning 1 May 2008.

The new and revised FRSs, amendments to FRSs and Interpretations are expected to have no significant impact on the financial statements of the Group and the Company upon their initial application.

The Group and the Company have not early adopted FRS 139 and are exempted from disclosing the possible impact, if any, to the financial statements upon the initial application of this Standard.

2 SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

2.5 Significant Accounting Estimates and Judgements

(a) Critical judgements made in applying accounting policies

The following are the judgements made by the management in the process of applying the Group's accounting policies that have the most significant effect on the amounts recognised in the financial statements.

Classification between investment properties and property, plant and equipment

The Group has developed certain criteria based on FRS 140 in making judgement whether a property qualifies as an investment property. Investment property is a property held to earn rentals or for capital appreciation or both.

Some properties comprise a portion that is held to earn rentals or for capital appreciation and another portion that is held for own use. Since these properties cannot be sold separately and the portion held for own use is insignificant, the Group has classified the whole of the properties as investment properties.

(b) Key sources of estimation uncertainty

The key assumptions concerning the future and other key sources of estimation uncertainty at the balance sheet date, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are discussed below.

(i) Impairment of goodwill

The Group determines whether goodwill is impaired at least on an annual basis. This requires an estimation of the value-in-use of the CGU to which goodwill is allocated. Estimating a value-in-use amount requires management to make an estimate of the expected future cash flows from the CGU and also to choose a suitable discount rate in order to calculate the present value of those cash flows.

(ii) Deferred tax assets

Deferred tax assets are recognised for all unused tax losses and unabsorbed capital allowances to the extent that it is probable that taxable profit will be available against which the losses and capital allowances can be utilised. Significant management judgement is required to determine the amount of deferred tax assets that can be recognised, based upon the likely timing and level of future taxable profits together with future tax planning strategies.

(iii) Useful life of property, plant and equipment

The Group estimates the useful lives of property, plant and equipment based on the period over which the assets are expected to be available for use. The estimated useful lives of property, plant and equipment are reviewed periodically and are updated if expectations differ from previous estimate due to physical wear and tear, technical or commercial obsolescence and legal or other limits on the use of the assets.

3 PROPERTY, PLANT AND EQUIPMENT

Group

	Net book value as at 1 May 2007	Additions	Disposal	Write-off	Transfer	Reclassifications	Translation exchange differences	Depreciation	Net book value as at 30 April 2008
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
(Note 7)									
As at 30 April 2008									
Leasehold land	2,580	-	-	-	(2,580)	-	-	-	-
Buildings - shoplots	1,576	1,133	-	-	-	-	-	(49)	2,660
Plant and machinery	116	28	-	-	-	-	(8)	(67)	69
Computer equipment	54,406	9,203	(47)	(71)	-	-	2,592	(9,317)	56,766
Office equipment	2,724	679	(12)	(14)	-	-	25	(634)	2,768
Furniture and fittings	4,837	352	-	-	-	-	(3)	(598)	4,588
Motor vehicles	18,848	5,861	(280)	-	-	-	15	(3,103)	21,341
Renovations	7,017	725	-	-	-	-	18	(1,199)	6,561
Capital work-in-progress	28	132	-	-	-	-	(3)	-	157
	92,132	18,113	(339)	(85)	(2,580)	-	2,636	(14,967)	94,910

	Net book value as at 1 May 2006	Additions	Disposal	Write-off	Transfer	Reclassifications	Translation exchange differences	Depreciation	Net book value as at 30 April 2007
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
As at 30 April 2007									
Leasehold land	2,580	-	-	-	-	-	-	-	2,580
Buildings - shoplots	1,617	-	-	-	-	-	-	(41)	1,576
Plant and machinery	196	-	-	-	-	-	(8)	(72)	116
Computer equipment	39,603	21,855	(24)	(2)	-	62	(66)	(7,022)	54,406
Office equipment	2,221	1,060	-	(13)	-	-	-	(544)	2,724
Furniture and fittings	4,329	1,065	-	(32)	-	-	(1)	(524)	4,837
Motor vehicles	14,623	7,030	(403)	-	-	-	-	(2,402)	18,848
Renovations	6,417	1,693	-	(745)	-	528	2	(878)	7,017
Capital work-in-progress	638	-	-	(31)	-	(590)	11	-	28
	72,224	32,703	(427)	(823)	-	-	(62)	(11,483)	92,132

During the financial year, the Group transferred its leasehold land with net book value of RM2,580,000 to investment properties following the intention to hold for capital appreciation.

Notes To The Financial Statements
30 April 2008

3 PROPERTY, PLANT AND EQUIPMENT (CONT'D)

Group (cont'd)

	Cost RM'000	Accumulated depreciation RM'000	Accumulated impairment losses RM'000	Net book value RM'000
As at 30 April 2008				
Leasehold land (Note 7)	-	-	-	-
Buildings - shoplots	3,106	(446)	-	2,660
Plant and machinery	2,816	(2,747)	-	69
Computer equipment	133,381	(76,615)	-	56,766
Office equipment	8,847	(6,079)	-	2,768
Furniture and fittings	6,510	(1,922)	-	4,588
Motor vehicles	40,416	(19,075)	-	21,341
Renovations	10,538	(3,977)	-	6,561
Capital work-in-progress	157	-	-	157
	205,771	(110,861)	-	94,910
As at 30 April 2007				
Long leasehold land	2,611	-	(31)	2,580
Buildings - shoplots	1,971	(395)	-	1,576
Plant and machinery	3,097	(2,981)	-	116
Computer equipment	121,054	(66,648)	-	54,406
Office equipment	8,814	(6,090)	-	2,724
Furniture and fittings	6,220	(1,383)	-	4,837
Motor vehicles	37,117	(18,269)	-	18,848
Renovations	9,806	(2,789)	-	7,017
Capital work-in-progress	28	-	-	28
	190,718	(98,555)	(31)	92,132

Company

	Net book value as at 1 May 2007 RM'000	Additions RM'000	Depreciation RM'000	Write-off RM'000	Net book value as at 30 April 2008 RM'000
As at 30 April 2008					
Computer equipment	482	38	(132)	-	388
Office equipment	186	18	(24)	-	180
Furniture and fittings	4,314	325	(509)	-	4,130
Motor vehicles	95	-	(17)	-	78
Renovations	2,537	323	(310)	-	2,550
	7,614	704	(992)	-	7,326

3 PROPERTY, PLANT AND EQUIPMENT (CONT'D)

Company (cont'd)

	Net book value as at 1 May 2006 RM'000	Additions RM'000	Depreciation RM'000	Write-off RM'000	Net book value as at 30 April 2007 RM'000
As at 30 April 2007					
Computer equipment	340	269	(127)	-	482
Office equipment	86	119	(19)	-	186
Furniture and fittings	3,732	1,022	(437)	(3)	4,314
Motor vehicles	108	3	(16)	-	95
Renovations	2,355	453	(271)	-	2,537
	6,621	1,866	(870)	(3)	7,614

	Cost RM'000	Accumulated depreciation RM'000	Net book value RM'000
As at 30 April 2008			
Computer equipment	712	(324)	388
Office equipment	254	(74)	180
Furniture and fittings	5,108	(978)	4,130
Motor vehicles	175	(97)	78
Renovations	3,151	(601)	2,550
	9,400	(2,074)	7,326

As at 30 April 2007			
Computer equipment	675	(193)	482
Office equipment	235	(49)	186
Furniture and fittings	4,783	(469)	4,314
Motor vehicles	175	(80)	95
Renovations	2,828	(291)	2,537
	8,696	(1,082)	7,614

Notes To The Financial Statements
30 April 2008

4 INVESTMENT IN SUBSIDIARY COMPANIES

	Company	
	2008 RM'000	2007 RM'000
Unquoted shares, at cost	654,616	654,616
Less : Accumulated impairment losses	(14,013)	(14,013)
	640,603	640,603

Details of the subsidiary companies are as follows:

Name of Company	Country of Incorporation	Principal Activities	Equity Interest	
			2008 %	2007 %
Subsidiary companies of Berjaya Sports Toto Berhad				
FEAB Properties Sdn Bhd	Malaysia	Property investment and development and investment holding	100	100
FEAB Land Sdn Bhd	Malaysia	Property development	100	100
FEAB Equities Sdn Bhd	Malaysia	Dormant	100	100
Berjaya Wellesley Hotel Sdn Bhd	Malaysia	Dormant	100	100
STM Resort Sdn Bhd	Malaysia	Property investment	100	100
Sports Toto Malaysia Sdn Bhd	Malaysia	Toto betting operations	100	100
Magna Mahsuri Sdn Bhd	Malaysia	Property investment	100	100
Berjaya Sports Toto (Cayman) Limited ("BSTC")	Cayman Islands	Investment holding	100	100
Subsidiary company of FEAB Land Sdn Bhd				
FEAB Realty Sdn Bhd	Malaysia	Dormant	100	100
Subsidiary companies of Sports Toto Malaysia Sdn Bhd				
Sports Toto Products Sdn Bhd	Malaysia	Dormant	100	100
Sports Toto Apparel Sdn Bhd	Malaysia	Dormant	100	100
Sports Toto Computer Sdn Bhd	Malaysia	Dormant	100	100
Subsidiary company of Berjaya Sports Toto (Cayman) Limited				
Berjaya Lottery Management (HK) Limited ("BLM") *	Hong Kong	Investment holding	100	83.7

4 INVESTMENT IN SUBSIDIARY COMPANIES (CONT'D)

Name of Company	Country of Incorporation	Principal Activities	Equity Interest	
			2008 %	2007 %
Subsidiary companies of Berjaya Lottery Management (HK) Limited				
Prime Gaming Philippines, Inc. ("PGPI") *	Philippines	Investment holding	72.33	72.33
International Lottery & Totalizator Systems, Inc. *	United States of America	Manufacturer and distributor of computerised lottery systems	71.32	71.32
Subsidiary company of Prime Gaming Philippines, Inc.				
Philippine Gaming Management Corporation *	Philippines	Leasing of on-line lottery equipment	100	100
Subsidiary companies of International Lottery & Totalizator Systems, Inc.				
International Lottery & Totalizator Systems Australia Pty. Ltd. *	Australia	Liquidated #	-	100
ILTS.Com, Inc. *	United States of America	Dormant	100	100
Unisyn Solutions, Inc. *	United States of America	Dormant	100	100
International Totalizator Systems, Inc. *	United States of America	Dormant	100	100

* Audited by firms of auditors other than Ernst & Young

^ The total equity interests held by BSTC group in PGPI is 81.45% (2007 : 81.45%) and it is held by the following companies respectively:

i) BLM	72.33%
ii) BSTC	9.12%
	81.45%

This subsidiary company completed its voluntary liquidation during the year.

Notes To The Financial Statements
30 April 2008

5 INVESTMENT IN ASSOCIATED COMPANIES

	Group		Company	
	2008 RM'000	2007 RM'000	2008 RM'000	2007 RM'000
Unquoted shares, at cost	7,428	7,428	167	167
Less: Share of post-acquisition losses	(3,907)	(3,907)	-	-
	3,521	3,521	167	167
Less: Accumulated impairment losses	(3,356)	(3,356)	(2)	(2)
	165	165	165	165

Details of the associated companies are as follows:

Name of Company	Country of Incorporation	Principal Activities	Equity Interest	
			2008 %	2007 %
Associated company of Berjaya Sports Toto Berhad				
Berjaya Racing Management Sdn Bhd	Malaysia	Dormant	20	20
Associated company of Berjaya Sports Toto (Cayman) Limited				
Suncoast Limited ("Suncoast") *	British Virgin Islands	Dormant	48	48
Associated company of FEAB Properties Sdn Bhd				
Cashsystems Asia Technology Sdn Bhd ("Cashsystems") *	Malaysia	Dormant, under receivership	30	30

* Audited by firms of auditors other than Ernst & Young

The financial statements of the above associated companies are coterminous with those of the Group except for Suncoast and Cashsystems which have financial year end of 31 December.

The summarised financial information of the associates are as follows:

	Group	
	2008 RM'000	2007 RM'000
Assets and liabilities		
Total current assets	824	825
Total current liabilities	1	1
Results		
Loss for the year	1	2

6 LONG TERM INVESTMENTS

	Group	
	2008 RM'000	2007 RM'000
At cost:		
Quoted shares in Malaysia	17,271	16,362
Quoted warrants in Malaysia	731	-
Unquoted shares	433	433
Unquoted loan stocks	1,681	1,681
	20,116	18,476
Less: Accumulated impairment losses		
- quoted shares in Malaysia	(6,670)	(8,046)
- unquoted shares	(433)	(433)
- unquoted loan stocks	(1,681)	(484)
	11,332	9,513
At cost less amortisation:		
Malaysian Government Securities	3,427	3,427
Less : Cumulative amortisation	(394)	(337)
	3,033	3,090
Club memberships	14,365	12,603
	628	628
	14,993	13,231
At market value:		
Quoted shares in Malaysia	10,601	8,316
Quoted warrants in Malaysia	1,006	-
Malaysian Government Securities	3,054	3,139

The investment in Malaysian Government Securities is deposited with the Malaysian Government in accordance with the Pool Betting Act, 1967 in connection with the issue of the pool betting licence and yield interest at 6.45% (2007 : 6.45%) per annum.

In the previous financial year, a foreign subsidiary company announced its decision to dispose of its quoted shares outside Malaysia. The quoted shares with a carrying amount of RM1,062,000 was previously presented as asset held for sale. The disposal was completed during the year.

Notes To The Financial Statements
30 April 2008

7 INVESTMENT PROPERTIES

	Group	
	2008 RM'000	2007 RM'000
At 1 May	68,031	52,594
Effects of adopting FRS 140	-	14,562
	68,031	67,156
Transfer from property, plant and equipment (Note 3)	2,580	-
Additions from subsequent expenditure	-	455
Fair value adjustments (Note 29)	594	420
At 30 April	71,205	68,031
The carrying amount of investment properties held under lease terms are as follows:		
Leasehold land	4,113	1,120
Buildings	2,340	2,340
	6,453	3,460

The fair value of the investment properties was valued by the Directors based on comparable available market data.

The application for the strata titles of the premises of the subsidiary companies have been submitted to the relevant authority for processing.

8 PREPAID LAND LEASE PAYMENTS

	Group	
	2008 RM'000	2007 RM'000
At 1 May	-	-
Additions	2,800	-
Amortisation for the year	(19)	-
At 30 April	2,781	-
Analysed as:		
Current - within one year (Note 12)	38	-
Non-current - over the remaining period of lease	2,743	-
	2,781	-

9 DEFERRED TAX (ASSETS) / LIABILITIES

	Group		Company	
	2008 RM'000	2007 RM'000	2008 RM'000	2007 RM'000
At 1 May	1,932	1,409	430	217
Recognised in the income statement (Note 33)	(321)	(3,236)	(42)	213
Effects of adopting FRS 140	-	3,786	-	-
Exchange differences	4	(27)	-	-
At 30 April	1,615	1,932	388	430
Presented after appropriate offsetting as follows:				
Deferred tax assets	(858)	(1,468)	-	-
Deferred tax liabilities	2,473	3,400	388	430
	1,615	1,932	388	430

9 DEFERRED TAX (ASSETS) / LIABILITIES (CONT'D)

The components and movements of deferred tax assets and liabilities during the financial year prior to offsetting are as follows:

Deferred Tax Assets of the Group:

	At 1 May RM'000	Recognised in the income statement RM'000	Exchange differences RM'000	At 30 April RM'000
2008				
Retirement cost obligation	271	73	7	351
Payables	16,760	(3,055)	-	13,705
Receivables	-	50	(1)	49
Tax losses and unabsorbed capital allowances	133	2,241	(10)	2,364
	<u>17,164</u>	<u>(691)</u>	<u>(4)</u>	<u>16,469</u>
Less : set-off against deferred tax liabilities				<u>(15,611)</u>
				<u>858</u>
2007				
Retirement cost obligation	315	(54)	10	271
Payables	17,581	(838)	17	16,760
Tax losses and unabsorbed capital allowances	194	(61)	-	133
	<u>18,090</u>	<u>(953)</u>	<u>27</u>	<u>17,164</u>
Less : set-off against deferred tax liabilities				<u>(15,696)</u>
				<u>1,468</u>

Deferred Tax Liabilities of the Group:

	At 1 May RM'000	Effects of adopting FRS 140 RM'000	Recognised in the income statement RM'000	Exchange differences RM'000	At 30 April RM'000
2008					
Accelerated capital allowances	15,310	-	(1,049)	-	14,261
Investment properties	3,786	-	37	-	3,823
	<u>19,096</u>	<u>-</u>	<u>(1,012)</u>	<u>-</u>	<u>18,084</u>
Less : set-off against deferred tax assets					<u>(15,611)</u>
					<u>2,473</u>
2007					
Accelerated capital allowances	17,364	-	(2,054)	-	15,310
Investment properties	-	3,786	-	-	3,786
Receivables	2,092	-	(2,092)	-	-
Inventories	43	-	(43)	-	-
	<u>19,499</u>	<u>3,786</u>	<u>(4,189)</u>	<u>-</u>	<u>19,096</u>
Less : set-off against deferred tax assets					<u>(15,696)</u>
					<u>3,400</u>

Notes To The Financial Statements
30 April 2008

9 DEFERRED TAX (ASSETS) / LIABILITIES (CONT'D)

Deferred Tax Assets of the Company:

	At 1 May RM'000	Recognised in the income statement RM'000	At 30 April RM'000
2008			
Other payables	9	1	10
Unabsorbed capital allowances	133	(5)	128
	142	(4)	138
Less : set-off against deferred tax liability			(138)
			-
2007			
Other payables	8	1	9
Unabsorbed capital allowances	146	(13)	133
	154	(12)	142
Less : set-off against deferred tax liability			(142)
			-

Deferred Tax Liability of the Company:

	At 1 May RM'000	Recognised in the income statement RM'000	At 30 April RM'000
2008			
Accelerated capital allowances	572	(46)	526
Less : set-off against deferred tax assets			(138)
			388
2007			
Accelerated capital allowances	371	201	572
Less : set-off against deferred tax assets			(142)
			430

Deferred tax assets have not been recognised in respect of the following items:

	Group		Company	
	2008 RM'000	2007 RM'000	2008 RM'000	2007 RM'000
Unutilised tax losses				
- Malaysian income tax	9,237	16,498	-	-
- foreign tax	34,146	38,728	-	-
Unabsorbed capital allowances	159	159	-	-
	43,542	55,385	-	-

Subject to agreement by the Inland Revenue Board, Malaysian unutilised tax losses and unabsorbed capital allowances are available indefinitely for offset against future business profits of the respective entities within the Group, subject to no substantial change in shareholdings of those entities under the Income Tax Act, 1967 and guidelines issued by the tax authority. The foreign unutilised tax losses is applicable to a foreign subsidiary company which is pre-determined by the tax legislations of that country.

10 INTANGIBLE ASSETS

	Group	
	2008 RM'000	2007 RM'000
At carrying amount:		
Goodwill on consolidation		
At 1 May	617,721	607,995
Arising from change in equity interest of a subsidiary company	-	9,188
Translation exchange differences	631	538
At 30 April	618,352	617,721
Patent rights		
At 1 May	89	-
Additions	-	89
Amortisation	(10)	-
Translation exchange differences	(6)	-
At 30 April	73	89
Total	618,425	617,810

Impairment test for goodwill

Allocation of intangible assets

Goodwill has been allocated to the Group's CGUs identified according to business segments as follows:

	Group	
	2008 RM'000	2007 RM'000
Toto betting operations and leasing of lottery equipment	609,115	607,735
Others	9,237	9,986
	618,352	617,721

Key assumptions used in value-in-use calculations

The recoverable amount of a CGU is determined based on value-in-use calculations using cash flow projections based on financial budgets covering 5 years period.

The key assumptions used for value-in-use calculations are:

- i) Budgeted gross margin and growth rate
The basis used to determine the value assigned to the budgeted gross margin is the average gross margin and average growth rate achieved in the years before the budgeted year, adjusted for market and economic conditions and internal resource efficiency.
- ii) Discount rates
The significant post-tax discount rates, applied to post-tax cash flows, used for the respective identified CGUs are in the range of 15% to 16%

Notes To The Financial Statements

30 April 2008

11 INVENTORIES

	Group	
	2008 RM'000	2007 RM'000
At cost:		
Gaming equipment components and parts	1,112	518
Ticket inventories	2,586	1,993
Finished goods and inventories for resale	599	650
Work-in-progress	44	158
	4,341	3,319
At net realisable value:		
Raw materials	3,286	6,265
Completed properties	205	700
	7,832	10,284

The cost of inventories recognised as an expense during the financial year in the Group amounted to RM18,901,000 (2007 : RM16,852,000).

During the financial year, the Group wrote down inventories of RM3,854,000 (2007 : RM1,636,000).

12 RECEIVABLES

	Group		Company	
	2008 RM'000	2007 RM'000	2008 RM'000	2007 RM'000
Trade receivables	37,658	32,787	-	-
Other receivables	11,853	15,042	416	2,234
Prepayments	17,022	17,613	36	38
Deposits	2,267	2,439	631	578
Current portion prepaid land lease payments (Note 8)	38	-	-	-
	68,838	67,881	1,083	2,850
Less: Allowance for doubtful debts				
- trade receivables	(236)	-	-	-
- other receivables	(139)	-	-	-
	68,463	67,881	1,083	2,850

The Group's normal trade credit term ranges from 1 to 45 days (2007 : 1 to 30 days).

The Group and Company have no significant concentration of credit risk that may arise from exposure to a single debtor or to groups of debtors.

13 AMOUNTS DUE FROM SUBSIDIARY AND RELATED COMPANIES

	Group		Company	
	2008 RM'000	2007 RM'000	2008 RM'000	2007 RM'000
Amounts due from:				
Related companies	-	75,056	-	75,032
Subsidiary companies	-	-	232,527	231,066
	-	75,056	232,527	306,098

The balances due from related companies are unsecured, have no fixed terms of repayment and bear interest at an average rate of 2% (2007 : 2%) per annum above the average one year fixed deposit rate of a major licensed bank. In relation to the written undertaking dated 23 January 2002 given by BLB to the Company to settle the outstanding advances due from BLB group within three years from the date of issue of the Company's Irredeemable Convertible Unsecured Loan Stocks ("ICULS") on 5 August 2002 and the subsequent extensions requested by BLB and granted by the Company, BLB eventually fully settled the outstanding balance on 30 July 2007.

The balances with subsidiary companies are unsecured, interest bearing and have no fixed terms of repayment.

14 SHORT TERM INVESTMENTS

	Group	
	2008 RM'000	2007 RM'000
At carrying amount:		
Quoted securities outside Malaysia	1,794	-
Unquoted securities outside Malaysia	-	8,811
	1,794	8,811
Market value of quoted securities	1,794	-

The short term investments invested by a foreign subsidiary company comprised investments in certificates of deposits with maturities of greater than three months.

Notes To The Financial Statements
30 April 2008

15 DEPOSITS WITH FINANCIAL INSTITUTIONS

	Group		Company	
	2008 RM'000	2007 RM'000	2008 RM'000	2007 RM'000
These comprise term deposits with:				
Licensed banks	62,288	53,875	11,900	-
Licensed finance companies	3,036	168,288	-	-
Other financial institutions	-	4,303	-	1,303
	65,324	226,466	11,900	1,303

Included in the Group's deposits with financial institutions is an amount of RM129,000 (2007 : RM123,000) which is pledged to a bank for facilities granted to a subsidiary company.

The weighted average effective interest rates of deposits at the balance sheet date were as follows:

	Group		Company	
	2008	2007	2008	2007
Licensed banks	2.94%	3.50%	2.80%	-
Licensed finance companies	3.35%	3.55%	-	-
Other financial institutions	-	3.38%	-	3.38%

The average maturities of deposits as at the end of the financial year were as follows:

	Group		Company	
	2008	2007	2008	2007
Licensed banks	9 days	38 days	1 day	-
Licensed finance companies	2 days	27 days	-	-
Other financial institutions	-	4 days	-	7 days

16 SHARE CAPITAL

	Group and Company			
	Number of ordinary shares		Amount	
	2008 Units '000	2007 Units '000	2008 RM'000	2007 RM'000
Authorised:				
At 1 May (par value of RM0.10 each / RM0.50 each)	20,000,000	4,000,000	2,000,000	2,000,000
Effect of Second Capital Distribution	-	16,000,000	-	-
At 30 April (par value of RM0.10 each)	20,000,000	20,000,000	2,000,000	2,000,000
Issued and fully paid:				
At 1 May	1,351,030	1,351,030	135,103	675,515
Second Capital Distribution	-	-	-	(540,412)
At 30 April	1,351,030	1,351,030	135,103	135,103

16 SHARE CAPITAL (CONT'D)

The number of issued and fully paid shares with voting rights as at 30 April are as follows:

	Number of ordinary shares	
	2008 Units '000	2007 Units '000
Total number of issued and paid up ordinary shares	1,351,030	1,351,030
Less : Ordinary shares held as treasury shares (Note 20)	(95,030)	(70,500)
	1,256,000	1,280,530

The holders of ordinary shares (other than treasury shares) are entitled to receive dividends as declared from time to time and are entitled to one vote per share at meetings of the Company. All ordinary shares rank equally with regard to the Company's residual assets.

17 SHARE PREMIUM

	Group and Company	
	2008 RM'000	2007 RM'000
At 1 May	207,431	336,904
Second Capital Distribution	-	(129,473)
At 30 April	207,431	207,431

18 EXCHANGE RESERVE

	Group	
	2008 RM'000	2007 RM'000
At 1 May	10,768	9,945
Currency translation differences	85	823
At 30 April	10,853	10,768

19 RETAINED EARNINGS

Prior to the year of assessment 2008, Malaysian companies adopted the full imputation system. In accordance with the Finance Act 2007 which was gazetted on 28 December 2007, companies shall not be entitled to deduct tax on dividend paid, credited or distributed to its shareholders, and such dividends will be exempted from tax in the hands of the shareholders ("single tier system"). However, there is a transitional period of six years, expiring on 31 December 2013, to allow companies to frank dividends to their shareholders under limited circumstances. Companies also have an irrevocable option to disregard the Section 108 balance and opt to pay dividends under single tier system. The change in tax legislation also provides for the Section 108 balance to be locked-in as at 31 December 2007 in accordance with Section 39 of the Finance Act 2007.

The Company did not elect for the irrevocable option to disregard the Section 108 balance. Accordingly, during the transitional period, the Company may utilise the credit in the Section 108 balance as at 31 December 2007 to distribute cash dividend payments to ordinary shareholdings as defined under the Finance Act 2007. As at 30 April 2008, the Company has sufficient credit in the Section 108 balance of approximately RM75,554,000 (2007 : RM144,973,000) to frank dividends out of its retained earnings. The Company has tax exempt account of approximately RM91,871,000 (2007 : RM91,871,000) as at 30 April 2008.

Notes To The Financial Statements

30 April 2008

20 TREASURY SHARES

	Group and Company			
	Number of shares		Amount	
	2008 Units '000	2007 Units '000	2008 RM'000	2007 RM'000
At 1 May	70,500	56,300	281,239	238,427
Shares bought back during the year	24,530	14,200	124,860	65,332
Reduction of treasury shares par value pursuant to the Second Capital Distribution	-	-	-	(22,520)
At 30 April	95,030	70,500	406,099	281,239

The renewal of the Company's plan and mandate relating to the share buy back was approved by the shareholders of the Company on 23 October 2007 granting the Directors of the Company the authority to buy back its own shares up to 10% of the existing total paid-up share capital, inclusive of all treasury shares that have been bought back. The Directors of the Company are committed to enhancing the value of the Company to its shareholders and believe that the share buyback can be applied in the best interests of the Company and its shareholders.

During the financial year, the Company bought back 24,530,000 (2007 : 14,200,000) shares from the open market at an average price of RM5.09 (2007 : RM4.60) for approximately RM124,860,000 (2007 : RM65,332,000) with internally generated funds. The cumulative shares bought back are held as treasury shares with none of the shares being cancelled or distributed during the financial year.

The details of the shares bought back during the financial year are as follows:

Month	Price per share			Number of shares ('000)	Total consideration RM'000
	Lowest	Highest	Average		
June 2007	4.88	5.46	5.23	14,000	73,237
July 2007	5.31	5.31	5.33	500	2,663
August 2007	4.62	4.82	4.74	5,000	23,724
January 2008	4.91	5.18	5.05	3,000	15,162
March 2008	4.86	5.06	4.96	2,030	10,074
				24,530	124,860

21 RETIREMENT BENEFIT OBLIGATIONS

	Group	
	2008 RM'000	2007 RM'000
At 1 May	774	895
Additional provision during the year (Note 28(b))	208	206
Contributions paid	-	(361)
Exchange differences	22	34
At 30 April	1,004	774

A foreign subsidiary company maintains a tax qualified, non-contributory retirement plan that is being administered by a trustee covering all regular full-time employees. Actuarial valuations are made every two years to update the retirement benefit costs and the amount of contributions.

21 RETIREMENT BENEFIT OBLIGATIONS (CONT'D)

The amounts of retirement benefit obligation recognised in the consolidated balance sheet are determined as follows:

	Group	
	2008 RM'000	2007 RM'000
Present value of the obligation	1,616	1,248
Fair value of plan assets	(454)	(361)
	1,162	887
Unrecognised actuarial gains	(158)	(113)
Retirement benefit obligation	1,004	774

The movements in present value of the retirement benefit obligation recognised in the books are as follows:

	Group	
	2008 RM'000	2007 RM'000
Balance at beginning of year	1,248	1,008
Current service cost and interest cost	208	206
Actuarial loss recognised during the year	123	-
Exchange differences	37	34
Balance at end of year	1,616	1,248

The amounts of retirement benefits recognised in the consolidated income statement are as follows:

	Group	
	2008 RM'000	2007 RM'000
Current service costs	129	107
Interest costs	107	99
Net actuarial gain recognised during the year	(28)	-
Retirement benefits	208	206

The movements in the retirement benefit obligation recognised in the books are as follows:

	Group	
	2008 RM'000	2007 RM'000
At 1 May	774	895
Expenses recognised	208	206
Contribution paid	-	(361)
Exchange differences	22	34
At 30 April	1,004	774

As part of the actuarial assumptions used by an independent actuary for the determination of the retirement benefit obligation, a discount rate of 8.0% (2007 : 9.5%) is used.

Notes To The Financial Statements
30 April 2008

22 BORROWINGS

	Group	
	2008 RM'000	2007 RM'000
<u>Unsecured</u>		
Short term loans:		
- fixed rates	122,500	28,125
- floating rates	-	84,375
	122,500	112,500
Long term loans:		
- fixed rates	237,500	90,000
- floating rates	-	270,000
	237,500	360,000
Total loans:		
- fixed rates	360,000	118,125
- floating rates	-	354,375
	360,000	472,500

The weighted average effective interest rates at balance sheet date for loans were as follows:

	Group	
	2008 RM'000	2007 RM'000
- fixed rates	4.83%	4.92%
- floating rates	-	5.34%

The Company provided a corporate guarantee to the financial institutions for the unsecured term loans granted to a subsidiary company as disclosed in Note 36.

23 DEFERRED LIABILITIES / INCOME

	Group	
	2008 RM'000	2007 RM'000
Agency deposits	34,992	34,275
Deferred income	-	12,364
	34,992	46,639

Agency deposits represent deposits obtained from agents for operating toto betting outlets. These deposits are refundable upon termination of operation contracts.

Deferred income recorded in the previous year consisted of amounts received from customers by a foreign subsidiary company in excess of income recognised due to the fact that, amongst other requirements for the recognition of income, persuasive evidence of an agreement with a strategic partner is pending finalisation of a software support agreement. The Group has recognised the income to income statement upon its fulfilment of the prescribed criteria during the year for income recognition.

24 PROVISIONS

	Group	
	2008 RM'000	2007 RM'000
Sales warranty		
At 1 May	832	1,374
Additional provision during the year	1,175	212
Incurred during the year	(520)	(677)
Exchange differences	(147)	(77)
At 30 April	1,340	832

The Group gives 3 to 12 months warranties on certain products and undertakes to repair or replace items that fail to perform satisfactorily. A provision for warranties is recognised for all products under warranty at the balance sheet date based on past experience on the level of repairs and returns.

25 PAYABLES

	Group		Company	
	2008 RM'000	2007 RM'000	2008 RM'000	2007 RM'000
Trade payables	48,716	29,317	-	-
Pool betting duty payables	19,510	19,054	-	-
Other payables	7,317	356	369	439
Dividend payables	35,172	1,184	35,172	1,184
Capital distributions payable	255	537	255	538
Accruals	133,815	154,900	95	21
	244,785	205,348	35,891	2,182

Included in accruals of the Group are accrued contribution to the National Sports Council and provision for gaming tax payable to the Ministry of Finance.

The normal trade credit terms granted to the Group ranges from 30 to 180 days.

26 AMOUNTS DUE TO SUBSIDIARY AND RELATED COMPANIES

	Group		Company	
	2008 RM'000	2007 RM'000	2008 RM'000	2007 RM'000
Amounts due to:				
Subsidiary companies	-	-	714,608	658,864
Related companies	-	605	-	335
	-	605	714,608	659,199

The related companies are defined in Note 1.

Amounts due to subsidiary companies are unsecured, interest bearing and have no fixed terms of repayment.

Notes To The Financial Statements

30 April 2008

27 REVENUE

Revenue of the Company represents management fees charged to subsidiary companies and gross dividends receivable from subsidiary companies, associated companies and long term investments.

Revenue of the Group comprises gross stake collections from the sale of toto betting tickets less gaming tax, lease rental income from lease of on-line gaming equipment, invoiced and shipped value of goods sold less returns and trade discounts, invoiced value of services rendered, rental income and the sale of completed houses and land from inventory. Intra-group transactions are excluded.

Revenue of the Group and the Company analysed into significant categories are as follows:

	Group		Company	
	2008 RM'000	2007 RM'000	2008 RM'000	2007 RM'000
Dividend income	20	-	450,622	567,568
Management fee income	-	-	318	318
Toto betting and leasing of lottery equipment income	3,250,259	3,030,342	-	-
Sale of lottery systems and spare parts	25,292	2,974	-	-
Sale of completed properties	600	1,040	-	-
Rental income from investment properties	1,626	932	-	-
	3,277,797	3,035,288	450,940	567,886

28 PROFIT BEFORE OTHER INCOME AND EXPENSES

	Group		Company	
	2008 RM'000	2007 RM'000	2008 RM'000	2007 RM'000
Profit before other income and expenses is stated after charging:				
Auditors' remuneration:				
- statutory audit:				
auditors of the Company				
- current year	167	132	50	45
- under provision in previous year	14	10	5	5
other auditors				
- current year	283	340	-	-
- under provision in previous year	-	22	-	-
- other services				
- auditors of the Company	59	32	42	16
- other auditors	403	326	-	-
Depreciation of property, plant and equipment	14,967	11,483	992	870
Directors' remuneration:				
- fees	246	245	135	135
- salaries and other emoluments	5,442	5,240	89	11
- defined contribution plans	2,183	2,321	10	-
- performance incentive	9,104	10,448	-	-
- bonus	1,381	1,155	-	-
Management fees payable to ultimate holding company	720	720	720	720
Operating lease:				
- minimum lease				
payments of premises	6,978	7,490	2,189	2,189
- minimum lease				
payments of equipment	973	982	-	-

28 PROFIT BEFORE OTHER INCOME AND EXPENSES (CONT'D)

	Group		Company	
	2008 RM'000	2007 RM'000	2008 RM'000	2007 RM'000
Profit before other income and expenses is stated after charging (cont'd):				
Contribution to National Sports Council	53,913	61,374	-	-
Allowance for doubtful debts	375	-	-	-
Research costs	1,521	176	-	-
Loss on foreign exchange:				
- realised	536	997	-	-
- unrealised	224	167	-	-
Amortisation of prepaid land lease payments	19	-	-	-
Amortisation of intangible assets	10	-	-	-
Amortisation of premium on Malaysian Government Securities	57	57	-	-
Inventories written down	3,854	1,636	-	-
Direct operating expenses of investment properties:				
- revenue generating during the year	1,705	1,694	-	-
- non-revenue generating during the year	80	100	-	-
Property, plant and equipment written off:				
- included in general and administrative expenses	85	823	-	3
Profit before other income and expenses is stated after crediting:				
Management fees receivable from subsidiary companies	-	-	318	318
Insurance claim	237	47	-	-
Gain on disposal of property, plant and equipment	152	287	-	-
Rental income				
- included in revenue	1,626	932	-	-
- included in other income	3,495	3,560	-	-
Bad debts recovered	-	28	-	-
Gain on foreign exchange - realised	71	21	-	-
Employee information (Note b):				
Employee benefit expenses (excluding directors)	64,010	59,334	1,491	1,324

The estimated monetary value of benefits-in-kind received by the Directors is RM143,000 (2007 : RM120,000) for the Group.

Notes To The Financial Statements

30 April 2008

28 PROFIT BEFORE OTHER INCOME AND EXPENSES (CONT'D)

(a) Directors' remuneration

The aggregate Directors' remuneration for Directors of the Company that are in office during the financial year received from the Group and the Company are as follows:

	Fees RM'000	Benefits- in-kind RM'000	Salaries and other emoluments RM'000	Performance incentive * RM'000	Bonus RM'000	Total RM'000
2008						
Executive	8	95	4,998	-	1,205	6,306
Non-executive	135	-	526	-	26	687
	143	95	5,524	-	1,231	6,993
2007						
Executive	10	95	6,065	6,965	1,039	14,174
Non-executive	135	-	364	-	26	525
	145	95	6,429	6,965	1,065	14,699

* The performance incentive in the previous year was paid to Tan Sri Dato' Seri Vincent Tan Chee Yioun ("TSVT") as Managing Director/Chief Executive Officer of Sports Toto Malaysia Sdn Bhd ("STM"), a wholly-owned subsidiary company, pursuant to the performance incentive scheme that was effective since December 1988. The incentive scheme is calculated at the rate of 2% on the amount of STM's annual audited net profit before tax that exceeds RM30 million. For the previous financial year ended 30 April 2007, the total amount paid to TSVT (including contribution to EPF) amounted to RM12.015 million. TSVT had on 21 December 2006 resigned from the position of Chief Executive Officer of the Company.

(b) Employee benefit expenses

	Group		Company	
	2008 RM'000	2007 RM'000	2008 RM'000	2007 RM'000
Wages, salaries and other allowances	47,052	45,445	1,075	926
Social security costs and employee insurance	4,200	2,136	81	116
Bonuses	7,552	6,810	179	87
Pension costs				
- defined contribution plans	4,989	4,769	154	190
- defined benefit plans (Note 21)	208	206	-	-
Provision for short term compensated absences	9	(32)	2	5
	64,010	59,334	1,491	1,324

29 INVESTMENT RELATED INCOME

	Group		Company	
	2008 RM'000	2007 RM'000	2008 RM'000	2007 RM'000
Gain on disposal of quoted investments	-	3	-	-
Dividend income from investments	346	674	-	-
Fair value adjustments of investment properties (Note 7)	594	420	-	-
Reversal of impairment loss on quoted investments	2,270	-	-	-
Reversal of impairment loss on investment in a subsidiary company	-	-	-	35,063
	3,210	1,097	-	35,063

30 INVESTMENT RELATED EXPENSES

	Group		Company	
	2008 RM'000	2007 RM'000	2008 RM'000	2007 RM'000
Impairment in value of investment in an associated company	-	-	-	2
Impairment in value of quoted investments	894	1,229	-	-
Impairment in value of unquoted investments	1,197	-	-	-
Loss on disposal of quoted investments	906	-	-	-
	2,997	1,229	-	2

31 OTHER INCOME

	Group		Company	
	2008 RM'000	2007 RM'000	2008 RM'000	2007 RM'000
Other income comprise:				
Interest income on:				
- deposits	8,416	14,360	889	3,840
- advances to penultimate holding company and its subsidiary company	895	13,224	895	13,224
- advances to subsidiary companies	-	-	1,275	1,180
- short term investments	310	108	-	-
Others:				
- operating lease income	3,495	3,560	-	-
- miscellaneous	933	972	-	-
	14,049	32,224	3,059	18,244

32 FINANCE COSTS

	Group		Company	
	2008 RM'000	2007 RM'000	2008 RM'000	2007 RM'000
Interest on:				
- advances from a subsidiary company	-	-	37,945	37,804
- borrowings	22,120	28,394	-	-
Other finance charges	310	352	310	413
	22,430	28,746	38,255	38,217

Notes To The Financial Statements
30 April 2008

33 INCOME TAX EXPENSE

	Group		Company	
	2008 RM'000	2007 RM'000	2008 RM'000	2007 RM'000
Current income tax:				
Malaysia income tax	125,381	150,213	108,326	146,244
Foreign tax	19,058	14,675	-	-
	144,439	164,888	108,326	146,244
(Over)/under provision in prior years:				
Malaysia income tax	(247)	1,154	(12)	176
Foreign tax	7	-	-	-
	(240)	1,154	(12)	176
	144,199	166,042	108,314	146,420
Deferred tax (Note 9):				
Relating to origination and reversal of temporary differences	(276)	(3,161)	26	126
Relating to changes in tax rates	(55)	(97)	2	(23)
Under/(over) provision in prior years	10	22	(70)	110
	(321)	(3,236)	(42)	213
	143,878	162,806	108,272	146,633

Domestic current income tax is calculated at the statutory tax rate of 26% (2007 : 27%) of the estimated assessable profit for the year. The domestic statutory tax rate is reduced to 26% from the previous year's rate of 27% effective for year of assessment 2008 and to 25% in subsequent years. The computation of deferred tax as at 30 April 2008 has reflected these changes. Taxation of other jurisdictions is calculated at the rates prevailing in the respective jurisdictions.

A reconciliation of income tax expense applicable to profit before tax at the statutory income tax rate to income tax expense at the effective income tax rate of the Group and the Company are as follows:

	Group		Company	
	2008 RM'000	2007 RM'000	2008 RM'000	2007 RM'000
Profit before tax	502,627	545,332	406,940	574,117
Tax at Malaysian statutory tax rate of 26% (2007 : 27%)	130,683	147,240	105,804	155,012
Different tax rates in the foreign subsidiary companies	7,574	4,701	-	-
Deferred tax recognised at different tax rates	(55)	(97)	2	(23)
Expenses not deductible for tax purposes	9,431	10,440	2,548	825
Income not subject to tax	(619)	(114)	-	(9,467)
Utilisation of previously unutilised tax losses and unabsorbed capital allowances	(2,906)	(926)	-	-
Deferred tax assets not recognised in respect of current year's tax losses and unabsorbed capital allowances	-	386	-	-
(Over)/under provision of tax expense in prior years	(240)	1,154	(12)	176
Under/(over) provision of deferred tax in prior years	10	22	(70)	110
Tax expense for the year	143,878	162,806	108,272	146,633

Tax savings during the financial year arising from:

	Group and Company	
	2008 RM'000	2007 RM'000
Utilisation of current year losses	393	349

34 EARNINGS PER SHARE

The earnings per share is calculated by dividing the profit for the year attributable to equity holders of the Company by the weighted average number of ordinary shares in issue during the financial year excluding treasury shares held by the Company as follows:

	Group	
	2008 RM'000	2007 RM'000
Profit attributable to equity holders of the Company	348,663	375,687
Weighted average number of shares outstanding ('000)	1,263,438	1,293,140
Basic earnings per share (sen)	27.60	29.05
Diluted earnings per share (sen)	27.60	29.05

Diluted earnings per share is the same as basic earnings per share as there were no dilutive potential ordinary shares in issue during the year.

35 DIVIDENDS PER SHARE

	Company			
	2008		2007	
	Dividend per share net of tax sen	Amount of dividend net of tax RM'000	Dividend per share net of tax sen	Amount of dividend net of tax RM'000
Recognised during the year:				
Interim dividends				
<u>In respect of prior year</u>				
- 4th interim - 7.5 sen per share less tax of 27% approved in respect of financial year ended 30 April 2007 (2007 : 15 sen per share less tax of 28% approved in respect of financial year ended 30 April 2006)	5.48	69,173	10.80	139,831
<u>In respect of current year</u>				
- 1st interim - 10 sen per share less tax of 26% (2007 : 12.5 sen per share less tax of 28%)	7.40	93,316	9.00	116,526
- 2nd interim - 8 sen per share less tax of 26% (2007 : 12.5 sen per share less tax of 27%)	5.92	74,653	9.13	118,144
- 3rd interim - 8 sen per share less tax of 26% (2007 : 12.5 sen per share less tax of 27%)	5.92	74,355	9.13	117,231
		<u>311,497</u>		<u>491,732</u>

On 18 June 2008, the Company declared and approved a fourth interim dividend of 9 sen per share less 26% income tax in respect of financial year ended 30 April 2008 amounting to approximately RM83.65 million. The financial statements for the current financial year do not reflect this dividend. This dividend will be accounted for in the shareholders' equity as an appropriation of retained earnings in the financial year ending 30 April 2009.

Notes To The Financial Statements

30 April 2008

36 CONTINGENT LIABILITY

	Company	
	2008 RM'000	2007 RM'000
<u>Contingent liability - unsecured</u>		
Corporate guarantee given by the Company to financial institutions for a syndicated credit facilities granted to a subsidiary company	360,000	472,500

37 CAPITAL AND LEASE COMMITMENTS

	Group		Company	
	2008 RM'000	2007 RM'000	2008 RM'000	2007 RM'000
Capital expenditures:				
- Approved and contracted for	12,868	478	-	-
- Approved but not contracted for	1,273	13,817	-	-
Non-cancellable operating leases:				
- Minimum lease payments of office premises	7,706	9,703	1,920	4,800
	21,847	23,998	1,920	4,800

The total future minimum lease payments under non-cancellable operating leases for office premises for each of the following periods are as follows:

	Group		Company	
	2008 RM'000	2007 RM'000	2008 RM'000	2007 RM'000
Not later than one year	7,178	5,439	1,920	2,880
Later than one year but not later than five years	528	4,264	-	1,920
	7,706	9,703	1,920	4,800

The minimum lease payments recognised in income statement during the financial year is disclosed in Note 28.

Included in the approved and contracted capital expenditures is the balance of the purchase consideration for investment properties amounting to RM80,000 (2007 : RM80,000) payable to a related company, Berjaya Hills Berhad.

38 SIGNIFICANT RELATED PARTY DISCLOSURES

	Group		Company	
	2008 RM'000	2007 RM'000	2008 RM'000	2007 RM'000
Interest income from				
- Berjaya Land Berhad - (b)	-	2,460	-	2,460
- Gateway Benefit Sdn Bhd - (d)	895	10,764	895	10,764
- Berjaya Sports Toto (Cayman) Limited - (a)	-	-	806	723
Interest expense to				
- Sports Toto Malaysia Sdn Bhd - (a)	-	-	(37,945)	(37,804)
Purchases of consumables from				
- Graphic Press Group Sdn Bhd - (f)	(12,599)	(11,452)	-	-
Advances from / (given to)				
- Sports Toto Malaysia Sdn Bhd - (a)	-	-	18,100	463,364
- Magna Mahsuri Sdn Bhd - (a)	-	-	(2,836)	(2,536)
- Berjaya Sports Toto (Cayman) Limited - (a)	-	-	(314)	(17,619)

38 SIGNIFICANT RELATED PARTY DISCLOSURES (CONT'D)

	Group		Company	
	2008 RM'000	2007 RM'000	2008 RM'000	2007 RM'000
Repayment of advances from				
- Berjaya Land Berhad - (b)	75,927	488,501	75,927	488,501
- FEAB Properties Sdn Bhd - (a)	-	-	3,121	3,799
Management fees for services rendered by				
- Berjaya Corporation Berhad - (c)	(720)	(720)	(720)	(720)
Shared management costs with related companies - (d)	(3,337)	(3,213)	-	-
Security guard services charges by				
- Berjaya Guard Services Sdn Bhd - (d)	(2,194)	(1,505)	-	-
Rental and service charges by				
- Nada Embun Sdn Bhd - (d)	(2,190)	(2,190)	(337)	(337)
- Ambilan Imej Sdn Bhd - (d)	(2,543)	(2,543)	(2,543)	(2,543)
Service charges for procurement and provision of printing and advertisement by				
- Novacomm Integrated Sdn Bhd - (d)	-	(1,445)	-	-
Purchase of motor vehicles, component parts and related services from				
- Quasar Carriage Sdn Bhd - (f)	(4,165)	(5,406)	-	-
Service charges and sinking fund for office block maintenance charged by				
- Berjaya TS Management Sdn Bhd - (e)	(1,527)	(1,527)	-	-
Rental and service charges from				
- U Mobile Sdn Bhd (formerly known as MiTV Networks Sdn Bhd) - (e)	1,525	889	-	-
Research development, implementation and maintenance services as well as purchase of hardware, software and network equipments from				
- Qinetics Solutions Berhad - (g)	(733)	-	-	-

The nature of the related party relationships are as follows:

- (a) subsidiary companies;
- (b) penultimate holding company, BLB with effect from 4 February 2008;
- (c) ultimate holding company, BCorp with effect from 4 February 2008;
- (d) related companies / member companies of BCorp Group other than subsidiary or associated companies of the Company;
- (e) a company in which directors of the Company, Dato' Robin Tan Yeong Ching, Rayvin Tan Yeong Sheik and their father, Tan Sri Dato' Seri Vincent Tan Chee Yioun ("TSVT"), a substantial shareholder of the Company, have interest;
- (f) company in which the ultimate holding company, BCorp has interest;
- (g) company in which the ultimate holding company, BCorp and a substantial shareholder of the Company, TSVT, have interest.

The outstanding balances with subsidiary and related companies have been disclosed under Notes 13 and 26.

Certain professional fee amounting to RM11,116,000 (2007 : RM6,456,000) was incurred by a foreign subsidiary company for management and consultancy services contracted with a corporate entity, of which the Chief Executive Officer of the subsidiary company has interest.

Notes To The Financial Statements

30 April 2008

38 SIGNIFICANT RELATED PARTY DISCLOSURES (CONT'D)

The compensation of the key management personnel, who are the Directors of the Group are as follows:

	Group	
	2008 RM'000	2007 RM'000
Short-term benefits	16,316	17,208
Post-employment benefits	2,183	2,321
	18,499	19,529

39 FINANCIAL INSTRUMENTS

(a) Financial Risk Management Objectives and Policies

The financial risk management policies of the Company and its subsidiaries ("the Group") seek to ensure that adequate financial resources are available for the development of the Group's businesses whilst managing its currency, interest rate, market, credit and liquidity risks. The Group operates within clearly defined guidelines and the Group's policy is not to engage in speculative transactions.

(b) Currency Risk

The Group predominantly operates in Malaysia even though it has some overseas subsidiary companies. The Group has limited exposure to foreign exchange risk as the transactional currencies are mostly in the functional currencies of the respective operating entities other than exposure on the advances to a subsidiary company that was treated as net investment in a foreign operation. The Group has minimal currency transaction exposures. Such exposure mainly arises from sales and purchases between inter-companies within the Group.

(c) Interest Rate Risk

The Group's primary interest rate risk related to interest bearing assets and interest bearing borrowings.

The interest bearing assets are made up of deposits with licensed financial institutions. The Group manages the interest rate risk of its deposits with licensed financial institutions by placing them at the most competitive interest rates obtainable, which yield better returns than cash at bank by placing them as short term deposits and actively reviewing its portfolio of deposits.

(d) Market Risk

The Group has minimal exposure to market risk as its investment is mainly on government guaranteed securities and its investments on quoted shares and domestic properties are not substantial. However, the risk of loss in value of the Group's quoted investments and properties is minimised via proper assessment before making investments and continuous monitoring of the performance of the investments.

(e) Credit Risk

The Group does not have any significant exposure to any individual customer or counterparty nor does it have any major concentration of credit risk related to any financial instruments.

Credit risk or risk of counterparts defaulting, is controlled by the application of credit approval limits and monitoring procedures.

(f) Liquidity Risk

The Group actively manages its operating cash flows and the availability of funding so as to ensure that all repayment and funding needs are met.

The Group maintains sufficient levels of cash and the availability of funding so as to ensure that its working capital requirements are met.

39 FINANCIAL INSTRUMENTS (CONT'D)

(g) Fair Value

The carrying values of the financial assets and financial liabilities reflected in the balance sheet approximate to their respective fair values except for the following:

	Group	
	Carrying amount RM'000	Fair Value RM'000
Financial Asset:		
At 30 April 2008:		
Quoted warrants in Malaysia	731	1,006
Malaysian Government Securities	3,033	3,054
	<u>3,764</u>	<u>4,060</u>
At 30 April 2007:		
Quoted warrants in Malaysia	-	-
Malaysian Government Securities	3,090	3,139
	<u>3,090</u>	<u>3,139</u>
Financial liability:		
At 30 April 2008:		
Term loan - Fixed rates	360,000	333,791
- Floating rates	-	-
	<u>360,000</u>	<u>333,791</u>
At 30 April 2007:		
Term loan - Fixed rates	118,125	119,272
- Floating rates	354,375	354,375
	<u>472,500</u>	<u>473,647</u>

The following methods and assumptions are used to estimate the fair values of the following classes of financial instruments:

i) Cash and bank balances, receivables, payables, short term investments, fixed rates borrowings, amount from / to subsidiary companies and related companies

The carrying amounts approximate fair values due to the relatively short term maturity of these financial instruments.

The fair values of borrowings on the term loan are estimated by discounting the expected future cash flows using current interest rates for liabilities with similar risk profiles.

It is not practical to estimate the fair values of amount due from / to subsidiary companies and other related companies, principally due to lack of fixed repayment term entered by the parties involved and without incurring excessive costs. However, the Group does not anticipate the carrying amounts of all these outstanding balances recorded at the balance sheet date to be significantly different from the values that would eventually be received or settled.

ii) Investment in unquoted securities

It is not practical to estimate the fair values of the Group's investment in unquoted securities because of the non-availability of a market price and the inability to estimate the fair value without incurring excessive costs.

iii) Investment in quoted securities

The fair values for quoted securities are obtained using market values as disclosed in Notes 6 and 14.

Notes To The Financial Statements
30 April 2008

40 SEGMENT INFORMATION

(a) Business Segments:

30 April 2008	Toto betting and leasing of lottery equipment RM'000	Others * RM'000	Inter- segment RM'000	Consolidated RM'000
Revenue				
External sales	3,250,259	27,538	-	3,277,797
Inter-segment sales	-	18,140	(18,140)	-
				<u>3,277,797</u>
Results				
Segment results	517,298	12,148	(9,847)	519,599
Unallocated corporate expenses				(8,804)
Profit before other income and expenses				510,795
Investment related income				3,210
Investment related expenses				(2,997)
Other income				14,049
Finance costs				(22,430)
Share of results of an associated companies				-
Profit before tax				502,627
Income tax expense				(143,878)
Profit for the year				358,749
Minority interests				(10,086)
Profit attributable to equity holders of the Company				<u>348,663</u>
Assets				
Segment assets	1,562,879	158,903	(746,897)	974,885
Investments in equity method of associated companies	-	165	-	165
Unallocated corporate assets				49,138
Consolidated total assets				<u>1,024,188</u>
Liabilities				
Segment liabilities	241,599	237,510	(232,879)	246,230
Unallocated corporate liabilities				424,038
Consolidated total liabilities				<u>670,268</u>
Other information				
Capital expenditures	22,466	252	(5,309)	17,409
- Unallocated corporate expenses				704
				18,113
Depreciation and amortisation	13,262	742	-	14,004
- Unallocated corporate expenses				992
				14,996
Reversal of impairment losses	-	(2,270)	-	(2,270)
Impairment losses	-	2,091	-	2,091
Other non-cash expenses	503	4,035	-	4,538
- Unallocated corporate expenses				-
				4,538

40 SEGMENT INFORMATION (CONT'D)

(a) Business Segments (cont'd):

30 April 2007	Toto betting and leasing of lottery equipment RM'000	Others * RM'000	Inter- segment RM'000	Consolidated RM'000
Revenue				
External sales	3,030,342	4,946	-	3,035,288
Inter-segment sales	-	36,618	(36,618)	-
				<u>3,035,288</u>
Results				
Segment results	571,638	(1,693)	(19,100)	550,845
Unallocated corporate expenses				(8,857)
Profit before other income and expenses				541,988
Investment related income				1,097
Investment related expenses				(1,229)
Other income				32,224
Finance costs				(28,746)
Share of results of an associated companies				(2)
Profit before tax				545,332
Income tax expense				(162,806)
Profit for the year				382,526
Minority interests				(6,839)
Profit attributable to equity holders of the Company				<u>375,687</u>
Assets				
Segment assets	1,613,049	190,551	(690,266)	1,113,334
Investments in equity method of associated companies	-	165	-	165
Unallocated corporate assets				99,736
Consolidated total assets				<u>1,213,235</u>
Liabilities				
Segment liabilities	234,797	247,795	(230,906)	251,686
Unallocated corporate liabilities				533,085
Consolidated total liabilities				<u>784,771</u>
Other information				
Capital expenditures	47,950	661	(17,774)	30,837
- Unallocated corporate expenses				1,866
				32,703
Depreciation and amortisation	12,242	665	(2,294)	10,613
- Unallocated corporate expenses				870
				11,483
Impairment losses	-	1,229	-	1,229
Other non-cash expenses	778	1,845	-	2,623
- Unallocated corporate expenses				3
				2,626

Notes To The Financial Statements

30 April 2008

40 SEGMENT INFORMATION (CONT'D)

(b) Geographical Segments:

Total Revenue From External Customers

	Group	
	2008 RM'000	2007 RM'000
Malaysia	3,154,432	2,956,928
Others	123,365	78,360
	3,277,797	3,035,288

Segment Assets

	Group	
	2008 RM'000	2007 RM'000
Malaysia	780,894	955,700
Others	193,991	157,634
Unallocated corporate assets	49,303	99,901
	1,024,188	1,213,235

Capital Expenditures

	Group	
	2008 RM'000	2007 RM'000
Malaysia	14,982	7,855
Others	2,427	22,982
Unallocated corporate expenses	704	1,866
	18,113	32,703

Unallocated corporate items refer to items relating to investing or financing activities and items that cannot be reasonably allocated to individual segments.

Other non-cash items mainly include unrealised loss on foreign exchange, write-off of property, plant and equipment, inventories written down and allowance for doubtful debts.

Inter-segment transactions / items are eliminated on consolidation.

Capital expenditure consists of additions of property, plant and equipment, intangible assets and investment properties.

* Other business segments include property investment and development and investment holding and manufacture and distribution of computerised lottery systems, none of which are of a sufficient size to be reported separately.

41 SIGNIFICANT EVENT DURING THE FINANCIAL YEAR

During the financial year, BSTC, a direct subsidiary of the Company had increased its equity interest in BLM from 83.7% to 100% as a result of BSTC's acquisition of a total 63,000,000 ordinary shares of HKD1.00 each representing the remaining 16.3% direct equity interest in BLM from a related company, Berjaya Group (Cayman) Limited at a consideration of RM1.00.

List of Properties

as at 30 April 2008

Location	Tenure	Date of Acquisition	Age of Building	Size	Description/ Existing Use	Fair Value	Net Book Value
						RM'000	RM'000
Lot 174 TS 18 North East District, Penang (74, 76 & 78 Rope Walk, Penang)	Freehold	30.08.1990	68 yrs	4,826 sq. ft.	3 units of 2-storey shophouse - vacant	726	N/A
Kelong Restaurant Estimate 100 meter off-shore of Berjaya Langkawi Beach & Spa Resort situated in accordance with GPS at 6 21.634 N and 99 39.639 E	Leasehold	11.11.1999	8 yrs	5,429 sq. ft.	Restaurant premise for rental	1,800	N/A
Berjaya Times Square 11th Floor No. 1, Jalan Imbi 55100 Kuala Lumpur	Freehold (Strata title)	06.01.1998	5 yrs	106,027 sq. ft.	One floor of office space of an integrated commercial development for rental	56,756	N/A
Lot SL-012 & 013 Sri Pelangi Shoplot Ground Floor, Block C Jalan Genting Klang, Setapak, 53300 Kuala Lumpur	Freehold	12.12.1992	14 yrs	3,187 sq. ft.	2 units of ground floor shoplot - 2 units for rental	1,190	N/A
Lots 335 & 336 Mukim Kuala Kuantan Astana Golf Resort, KM 7, Bandar Indera Mahkota, 25300 Kuantan, Pahang Darul Makmur	Leasehold 99 years expiring on 10 Sept 2092	18.12.1992	-	16,414 sq. ft.	2 bungalow lots - vacant	243	N/A
A171 Sri Dagangan Business Centre Jalan Tun Ismail 25100 Kuantan, Pahang Darul Makmur	Freehold	26.09.1992	14 yrs	1,430 sq. ft.	1 unit of 3-storey shop/ office - 2 floors for sales office and 1 floor vacant	N/A	314
A173 Sri Dagangan Business Centre Jalan Tun Ismail 25100 Kuantan, Pahang Darul Makmur	Freehold	26.09.1992	14 yrs	1,430 sq. ft.	1 unit of 3-storey shop/ office - 3 floors for rental	820	N/A
Lot 367, Section 11 Kuching Town Land District Jalan Kulas, 93400 Kuching, Sarawak	Freehold	28.03.1994	15 yrs	1,214 sq. ft.	1 unit of 4-storey shophouse - 1 floor for rental - 3 floors vacant	1,200	N/A
Lot 19, Bornion Commercial Centre 88100 Luyang Kota Kinabalu, Sabah	Leasehold 999 years expiring on 15 May 2915	24.12.1994	15 yrs	3,750 sq. ft.	1 unit of 3-storey shoplot - 2 floors for sales office and 1 floor vacant	N/A	473
24, Jalan SS2/66, 47300 Petaling Jaya, Selangor Darul Ehsan	Freehold	30.12.1994	36 yrs	1,680 sq. ft.	1 unit of 3-storey shophouse for rental	2,500	N/A

List of Properties as at 30 April 2008

Location	Tenure	Date of Acquisition	Age of Building	Size	Description/ Existing Use	Fair Value RM'000	Net Book Value RM'000
No. 14, Sri Desa Entrepreneur's Park Jalan Kuchai Lama, 58200 Kuala Lumpur	Freehold	23.11.1995	10 yrs	6,760 sq. ft.	1 unit of 5-storey shopoffice - 5 floors for rental	1,560	N/A
Kim's Park Business Centre No. 1, Jalan Penjaja 3/A Batu Pahat, Johor Darul Takzim	Freehold	15.06.1998	9 yrs	2,575 sq. ft.	1 unit of 3-storey shopoffice - 1 floor for sales office and 2 floors vacant	N/A	751
H.S. (D) 10222, P.T. No. 10961 Bentong, Pahang Darul Makmur	Leasehold 99 years expiring on 4 May 2094	23.12.1999	-	119,845 sq. ft.	Vacant land	2,970	N/A
Lot 11, Jalan Oniks 2, 7/11 B, Seksyen 7 Shah Alam, Selangor Darul Ehsan	Leasehold 99 years expiring on 28 May 2103	28.05.2004	-	19,752 sq. ft.	Vacant land	900	N/A
No. A5-1, Meranti Park Apartments Jalan BTR 1/5, Bukit Tinggi Resort 28750 Bentong, Pahang Darul Makmur	Leasehold 99 years expiring on 4 May 2094	08.09.2005	9 yrs	949 sq. ft.	1 unit of apartment - vacant	220	N/A
No. PHA-3, Meranti Park Apartments Jalan BTR 1/5, Bukit Tinggi Resort 28750 Bentong, Pahang Darul Makmur	Leasehold 99 years expiring on 4 May 2094	08.09.2005	9 yrs	1,465 sq. ft.	1 unit of apartment - vacant	320	N/A
12, Jalan 4/91A, Taman Shamelin Perkasa, 56100 Kuala Lumpur	Leasehold 99 years expiring on 11 Sept 2082	18.06.2007	13 yrs	1,043 sq. ft.	1 unit of 3-storey semi detached factory lot - vacant	N/A	3,903

N/A denotes Not Applicable

REVALUATION POLICY

The Group does not adopt a policy of regular valuation of its properties except for investment properties which are stated at fair value.

Material Contracts

Other than as disclosed in Notes 13, 28, 31, 37 and 38 of the financial statements for the financial year ended 30 April 2008, neither Berjaya Sports Toto Berhad nor any of its subsidiaries has entered into any material contracts involving Directors and major shareholders.

Additional Information

The amount of non-audit fees incurred for services rendered to the Group by the Company's auditors, or a firm affiliated to the auditors' firm, for the financial year ended 30 April 2008 amounted to RM59,000 (2007 : RM32,000).

Recurrent Related Party Transactions of Revenue Nature

The aggregate value of transactions conducted pursuant to shareholders' mandate were as follows:

Related parties	Nature of transaction	Name of companies	Amount transacted during the financial year (RM'000)
Berjaya Corporation Berhad and its unlisted subsidiary companies			
Berjaya Corporation Berhad	Management fees payable for services rendered that include, inter-alia, the provision of finance, secretarial and general administrative services	Berjaya Sports Toto Berhad	720
Berjaya Registration Services Sdn Bhd	Receipt of share registration services	Berjaya Sports Toto Berhad	392
Berjaya Education Sdn Bhd	Receipt of education and staff training services	Sports Toto Malaysia Sdn Bhd	8
Inter-Pacific Trading Sdn Bhd	Purchase of stationery products	Berjaya Sports Toto Berhad Sports Toto Malaysia Sdn Bhd	103
Stephen Properties Sdn Bhd	Rental for renting of storage areas	Berjaya Sports Toto Berhad FEAB Properties Sdn Bhd	3
Ambilan Imej Sdn Bhd	Rental & service charge for renting of office at part of Level 12, Berjaya Times Square	Berjaya Sports Toto Berhad	2,543
Berjaya Land Berhad and its unlisted subsidiary companies			
Berjaya Guard Services Sdn Bhd	Receipt of security guard services	Sports Toto Malaysia Sdn Bhd	2,194
Berjaya Langkawi Beach Resort Sdn Bhd	Rental of villa at Berjaya Langkawi Beach & Spa Resort	Berjaya Sports Toto Berhad	180
Berjaya Langkawi Beach Resort Sdn Bhd	Rental income for renting Kelong restaurant premise	FEAB Properties Sdn Bhd	(102)
Sinar Merdu Sdn Bhd	Rental for renting of rooms at KL Court, KL Plaza	Sports Toto Malaysia Sdn Bhd	42
Nada Embun Sdn Bhd	Rental and service charges for renting of office premise	Berjaya Sports Toto Berhad Sports Toto Malaysia Sdn Bhd	2,190
Berjaya Land Development Sdn Bhd	Rental for renting of office premises	FEAB Properties Sdn Bhd FEAB Land Sdn Bhd	22

Recurrent Related Party Transactions of Revenue Nature

Related parties	Nature of transaction	Name of companies	Amount transacted during the financial year (RM'000)
Matrix International Berhad and its unlisted subsidiary companies			
Natural Avenue Sdn Bhd	Supply of computerised lottery systems and related services	International Lottery & Totalizator Systems, Inc.	203
Berjaya Times Square Sdn Bhd	Parking charges	Sports Toto Malaysia Sdn Bhd	267
Berjaya TS Management Sdn Bhd	Service charges and sinking fund for maintenance of office block	Magna Mahsuri Sdn Bhd	1,527
Berjaya Media Berhad (formerly known as Nexnews Berhad) and its unlisted subsidiary companies			
Sun Media Corporation Sdn Bhd	Procurement of promotion, advertising and publishing services	Berjaya Sports Toto Berhad	7
Other related parties			
Nautilus Corporation Sdn Bhd	Rental for renting of resort room at Genting View Resort, Pahang for guests use	FEAB Properties Sdn Bhd	18
Qinetics Solutions Berhad	Purchase of hardware, software and network equipment	Sports Toto Malaysia Sdn Bhd Berjaya Sports Toto Berhad	152
	Receipt of research, development and consultancy of online services	Sports Toto Malaysia Sdn Bhd	564
	Procurement of E-leave system development and maintenance services	Sports Toto Malaysia Sdn Bhd	17
Graphic Press Group Sdn Bhd	Procurement of Toto betting slips printing services	Sports Toto Malaysia Sdn Bhd	12,599
Quasar Carriage Sdn Bhd	Purchase of motor vehicles, component parts and other related products and services	Sports Toto Malaysia Sdn Bhd Berjaya Sports Toto Berhad	4,165
GPS Tech Solutions Sdn Bhd	Procurement of remote surveillance services	Sports Toto Malaysia Sdn Bhd	65
U Mobile Sdn Bhd (formerly known as MiTV Networks Sdn Bhd)	Rental & service charge income from renting office at part of Level 11, Berjaya Times Square	Magna Mahsuri Sdn Bhd	(1,525)

Statement of Directors' Shareholdings

as at 22 August 2008

THE COMPANY

	Number of ordinary shares of RM0.10 each			
	Direct Interest	%	Deemed Interest	%
Tan Sri Dato' Thong Yaw Hong	538,000	0.04	200,000 62,000 * 243,000 #	0.02 0.00 0.02
Dato' Robin Tan Yeong Ching	772,000	0.06	-	-
Chan Kien Sing	3,200	0.00	-	-
Freddie Pang Hock Cheng	362,800	0.03	150,062 *	0.01
Rayvin Tan Yeong Sheik	92,000	0.01	-	-
Seow Swee Pin	40,000	0.00	7,000 *	0.00
Tan Sri Dato' Jaffar Bin Abdul	103,750	0.01	-	-
Mohamed Saleh Bin Gomu	-	-	-	-
Datuk Robert Yong Kuen Loke	1,826,200	0.14	-	-

HOLDING COMPANY BERJAYA LAND BERHAD

	Number of ordinary shares of RM1.00 each			
	Direct Interest	%	Deemed Interest	%
Tan Sri Dato' Thong Yaw Hong	43,750	0.00	285,000 46,250 * 50,000 #	0.02 0.00 0.00
Dato' Robin Tan Yeong Ching	150,000	0.01	-	-
Freddie Pang Hock Cheng	40,000	0.00	1,000 *	0.00
Tan Sri Dato' Jaffar Bin Abdul	16,800	0.00	-	-
Datuk Robert Yong Kuen Loke	90,000	0.01	-	-

ULTIMATE HOLDING COMPANY BERJAYA CORPORATION BERHAD

	Number of ordinary shares of RM1.00 each			
	Direct Interest	%	Deemed Interest	%
Tan Sri Dato' Thong Yaw Hong	156,794	0.01	299,405 25,000 #	0.01 0.00
Dato' Robin Tan Yeong Ching	702,847	0.02	5,000 *	0.00
Chan Kien Sing	20,000	0.00	-	-
Freddie Pang Hock Cheng	-	-	2,700 *	0.00
Rayvin Tan Yeong Sheik	2,000	0.00	-	-
Tan Sri Dato' Jaffar Bin Abdul	300	0.00	-	-
Datuk Robert Yong Kuen Loke	2,844,548	0.09	-	-

	Number of 0% Irredeemable Convertible Unsecured Loan Stocks 2005/2015 of RM0.50 nominal value each			
	Direct Interest	%	Deemed Interest	%
Chan Kien Sing	55,376	0.00	-	-
Freddie Pang Hock Cheng	432,376	0.02	277,601 *	0.01
Rayvin Tan Yeong Sheik	6,666	0.00	-	-
Tan Sri Dato' Jaffar Bin Abdul	89,219	0.00	-	-
Datuk Robert Yong Kuen Loke	741	0.00	-	-

Statement of Directors' Shareholdings as at 22 August 2008

RELATED COMPANY

BERJAYA MEDIA BERHAD (formerly known as Nexnews Berhad)

	Number of ordinary shares of RM1.00 each			
	Direct Interest	%	Deemed Interest	%
Freddie Pang Hock Cheng	4,800	0.00	7,200 *	0.00

	Number of Warrants			
	Direct Interest	%	Deemed Interest	%
Freddie Pang Hock Cheng	2,400	0.00	9,600 *	0.02

* Indirect interest held through spouse.

Indirect interest held through child/children.

Save as disclosed, none of the Directors of the Company had any interests in the shares and debentures of the Company or its related corporations as at 22 August 2008.

Statistics on Shareholdings

as at 22 August 2008

ANALYSIS OF SHAREHOLDINGS

Size of Shareholdings	No. of Shareholders	Percentage	No. of Shares	Percentage
less than 100	755	2.32	19,103	0.00
100 - 1,000	11,015	33.88	9,928,086	0.79
1,001 - 10,000	16,997	52.28	67,279,855	5.36
10,001 - 100,000	3,312	10.19	89,523,389	7.13
100,001 - 62,799,999	434	1.33	820,900,943	65.36
62,800,000* & above	1	0.00	268,348,624	21.36
Total	32,514	100.00	1,256,000,000	100.00

Note:

There is only one class of shares in the paid-up capital of the Company. Each share entitles the holder to one vote.

* Denotes 5% of the total number of shares with voting rights in issued.

THIRTY LARGEST SHAREHOLDERS

No.	Name	No. of Shares	%
1	HSBC Nominees (Tempatan) Sdn Bhd <i>Exempt An For HSBC (Malaysia) Trustee Berhad (BLand-EB)</i>	268,348,624	21.37
2	DB (Malaysia) Nominee (Asing) Sdn Bhd <i>Deutsche Bank AG London</i>	54,731,000	4.36
3	Cimsec Nominees (Tempatan) Sdn Bhd <i>Pledged Securities Account For Vincent Tan Chee Yioun (EDT)</i>	50,372,550	4.01
4	Citigroup Nominees (Asing) Sdn Bhd <i>Goldman Sachs International</i>	39,278,400	3.13
5	CIMB Group Nominees (Tempatan) Sdn Bhd <i>Berjaya Land Berhad For B L Capital Sdn Bhd (50002 JTRK)</i>	31,800,000	2.53
6	HDM Nominees (Tempatan) Sdn Bhd <i>Exempt An For UOB Kay Hian Pte Ltd (A/C Clients)</i>	26,800,000	2.13
7	RHB Capital Nominees (Tempatan) Sdn Bhd <i>Pledged Securities Account For Berjaya Land Bhd (681124)</i>	25,000,000	1.99
8	Scotia Nominees (Tempatan) Sdn Bhd <i>Pledged Securities Account For Berjaya Land Berhad</i>	23,000,000	1.83
9	RHB Capital Nominees (Tempatan) Sdn Bhd <i>Pledged Securities Account For Gateway Benefit Sdn Bhd (681142)</i>	22,000,000	1.75
10	Malaysia Nominees (Tempatan) Sendirian Berhad <i>Great Eastern Life Assurance (Malaysia) Berhad (Par 1)</i>	19,661,300	1.57
11	Gateway Benefit Sdn Bhd	18,855,097	1.50
12	RHB Capital Nominees (Tempatan) Sdn Bhd <i>Pledged Securities Account For Berjaya Land Berhad (GBSB681143)</i>	17,500,000	1.39
13	Citigroup Nominees (Tempatan) Sdn Bhd <i>Exempt An For American International Assurance Berhad</i>	16,901,500	1.35
14	Cimsec Nominees (Tempatan) Sdn Bhd <i>CIMB Bank For Berjaya Land Bhd (Banking 60)</i>	16,000,000	1.27
15	Cartaban Nominees (Asing) Sdn Bhd <i>SSBT Fund 9P13 For Thornburg Investment Income Builder Fund</i>	15,375,400	1.22
16	Cimsec Nominees (Tempatan) Sdn Bhd <i>Exempt An For CIMB -GK Securities Pte Ltd (Retail Clients)</i>	15,034,650	1.20
17	Cimsec Nominees (Tempatan) Sdn Bhd <i>CIMB Bank For Berjaya Land Berhad (Banking 80)</i>	15,000,000	1.19
18	ABB Nominee (Tempatan) Sdn Bhd <i>Pledged Securities Account For Gateway Benefit Sdn Bhd (Corp Banking)</i>	15,000,000	1.19

Statistics on Shareholdings

as at 22 August 2008

THIRTY LARGEST SHAREHOLDERS (CONT'D)

No.	Name	No. of Shares	%
19	Citigroup Nominees (Tempatan) Sdn Bhd <i>Exempt An For Prudential Fund Management Berhad</i>	13,930,700	1.11
20	CIMB Group Nominees (Tempatan) Sdn Bhd <i>Berjaya Land Berhad For Gateway Benefit Sdn Bhd (50002 JTRK)</i>	12,900,000	1.03
21	Cimsec Nominees (Tempatan) Sdn Bhd <i>CIMB For Gateway Benefit Sdn Bhd (Banking 80)</i>	11,700,000	0.93
22	Malaysia Nominees (Tempatan) Sendirian Berhad <i>Pledged Securities Account For Gateway Benefit Sdn Bhd (01-00808-000)</i>	10,000,000	0.80
23	HSBC Nominees (Asing) Sdn Bhd <i>BBH And Co Boston For GMO Emerging Markets Fund</i>	9,268,200	0.74
24	Citigroup Nominees (Asing) Sdn Bhd <i>GSI For Millgate Master Fund</i>	7,884,400	0.63
25	CIMB Group Nominees (Tempatan) Sdn Bhd <i>Noble Circle (M) Sdn Bhd For Berjaya Land Berhad (49357 KLMN)</i>	7,300,000	0.58
26	Cimsec Nominees (Tempatan) Sdn Bhd <i>CIMB Bank For Berjaya Land Bhd (Banking 30)</i>	7,198,800	0.57
27	Cartaban Nominees (Asing) Sdn Bhd <i>Government of Singapore Investment Corporation Pte Ltd For Government of Singapore (C)</i>	6,986,500	0.56
28	EB Nominees (Tempatan) Sendirian Berhad <i>Pledged Securities Account For Berjaya Land Bhd (BBB)</i>	6,700,000	0.53
29	Berjaya Sampo Insurance Berhad	6,503,800	0.52
30	EB Nominees (Tempatan) Sendirian Berhad <i>Pledged Securities Account For Gateway Benefit Sdn Bhd (BBB 1)</i>	6,500,000	0.52
		797,530,921	63.50

LIST OF SUBSTANTIAL SHAREHOLDERS as at 9 September 2008

Name of Substantial Shareholders	No. of Shares			
	Direct	%	Indirect	%
Gateway Benefit Sdn Bhd	291,500,000	23.21	-	-
Berjaya Land Berhad	245,122,498	19.52	387,174,000 (a)	30.83
Teras Mewah Sdn Bhd	-	-	632,296,498 (b)	50.34
Juara Sejati Sdn Bhd	-	-	648,201,298 (c)	51.61
Berjaya Group Berhad	-	-	648,201,298 (d)	51.61
Berjaya Corporation Berhad	-	-	648,201,298 (e)	51.61
Hotel Resort Enterprise Sdn Bhd	-	-	648,201,298 (f)	51.61
Tan Sri Dato' Seri Vincent Tan Chee Yioun	69,650,000	5.55	652,137,091 (g)	51.92

Notes:

- Deemed interested by virtue of its 100% interests in Gateway Benefit Sdn Bhd, Immediate Capital Sdn Bhd, Berjaya Land Development Sdn Bhd and B.L. Capital Sdn Bhd.
- Deemed interested by virtue of its interest in Berjaya Land Berhad.
- Deemed interested by virtue of its interests in Berjaya Land Berhad and its deemed interests in Prime Credit Leasing Sdn Bhd, Berjaya Sampo Insurance Berhad, Inter-Pacific Securities Sdn Bhd and Inter-Pacific Capital Sdn Bhd.
- Deemed interested by virtue of its 100% interests in Teras Mewah Sdn Bhd and Juara Sejati Sdn Bhd.
- Deemed interested by virtue of its 100% interest in Berjaya Group Berhad.
- Deemed interested by virtue of its interest in Berjaya Corporation Berhad.
- Deemed interested by virtue of his interest in Berjaya Corporation Berhad, B & B Enterprise Sdn Bhd, Berjaya VTCY Sdn Bhd and his deemed interest in 7-Eleven Malaysia Sdn Bhd and Desiran Unggul Sdn Bhd.

Notice of Annual General Meeting

NOTICE IS HEREBY GIVEN THAT the Annual General Meeting of Berjaya Sports Toto Berhad will be held at Dewan Berjaya, Bukit Kiara Equestrian & Country Resort, Jalan Bukit Kiara, Off Jalan Damansara, 60000 Kuala Lumpur on Wednesday, 22 October 2008 at 10.00 a.m. for the following purposes:-

AGENDA

1. To receive and adopt the audited financial statements of the Company for the year ended 30 April 2008 and the Directors' and Auditors' Reports thereon. RESOLUTION 1
2. To approve the payment of Directors' fees amounting to RM135,000 for the year ended 30 April 2008. RESOLUTION 2
3. To re-elect the following Directors retiring pursuant to Article 98(A) of the Company's Articles of Association:-
 - a) Dato' Robin Tan Yeong Ching RESOLUTION 3
 - b) Chan Kien Sing RESOLUTION 4
4. To re-elect the Director, Seow Swee Pin, who retires pursuant to Article 98(E) of the Company's Articles of Association. RESOLUTION 5
5. To re-appoint Tan Sri Dato' Thong Yaw Hong as a Director of the Company and to hold office until the conclusion of the next Annual General Meeting of the Company pursuant to Section 129(6) of the Companies Act, 1965. RESOLUTION 6
6. To re-appoint Tan Sri Dato' Jaffar Bin Abdul as a Director of the Company and to hold office until the conclusion of the next Annual General Meeting of the Company pursuant to Section 129(6) of the Companies Act, 1965. RESOLUTION 7
7. To re-appoint Messrs Ernst & Young as Auditors and to authorise the Directors to fix their remuneration. RESOLUTION 8
8. As special business:-
 - a) To consider and, if thought fit, pass the following Ordinary Resolutions :-
 - (i) **Authority to Issue and Allot Shares Pursuant to Section 132D of the Companies Act, 1965**

"That, subject always to the Companies Act, 1965, the Articles of Association of the Company and the approvals of the relevant governmental/regulatory authorities, the Directors be and are hereby empowered, pursuant to Section 132D of the Companies Act, 1965, to issue and allot shares in the Company from time to time and upon such terms and conditions and for such purposes as the Directors may deem fit provided that the aggregate number of shares issued pursuant to this resolution does not exceed 10% of the issued share capital of the Company for the time being and that such authority shall continue to be in force until the conclusion of the next Annual General Meeting of the Company."

RESOLUTION 9
 - (ii) **Proposed Renewal of and New Shareholders' Mandate for Recurrent Related Party Transactions of a Revenue or Trading Nature**

"That, subject to the provisions of the Listing Requirements of Bursa Malaysia Securities Berhad, approval be and is hereby given for the Company and its subsidiaries, to enter into recurrent related party transactions of a revenue or trading nature with the related parties as specified in Section 2.3 of the Circular to Shareholders dated 29 September 2008 which are necessary for the day-to-day operations and/or in the ordinary course of business of the Company and its subsidiaries on terms not more favourable to the related parties than those generally available to the public and are not detrimental to the minority shareholders of the Company and that such approval shall continue to be in force until:-

Notice of Annual General Meeting

- (a) the conclusion of the next Annual General Meeting (“AGM”) of the Company following the AGM at which the ordinary resolution for the Proposed Mandate will be passed, at which time it will lapse, unless by a resolution passed at a general meeting, the authority is renewed; or
- (b) the expiration of the period within which the next AGM after the date it is required to be held pursuant to Section 143 (1) of the Companies Act, 1965 (but shall not extend to such extension as may be allowed pursuant to Section 143 (2) of the Companies Act, 1965); or
- (c) revoked or varied by resolution passed by the shareholders at a general meeting;

whichever is the earlier;

And Further That authority be and is hereby given to the Directors of the Company and its subsidiaries to complete and do all such acts and things (including executing such documents as may be required) to give effect to such transactions as authorised by this Ordinary Resolution.”

RESOLUTION 10

(iii) Proposed Renewal of Authority to Purchase Its Own Shares by the Company

“THAT, subject always to the Companies Act, 1965, (“Act”), rules, regulations and orders made pursuant to the Act, provisions of the Company’s Memorandum and Articles of Association and the requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”) and any other relevant authority, the Directors of the Company be and are hereby authorised to purchase such number of ordinary shares of RM0.10 each in the Company (“BToto Shares”) through Bursa Securities and to take all such steps as are necessary (including the opening and maintaining of a central depositories account under the Securities Industry (Central Depositories) Act, 1991) and enter into any agreements, arrangements and guarantees with any party or parties to implement, finalise and give full effect to the aforesaid purchase with full powers to assent to any conditions, modifications, revaluations, variations and/or amendments (if any) as may be imposed by the relevant authorities from time to time and to do all such acts and things in the best interests of the Company, subject further to the following:-

1. the maximum number of ordinary shares which may be purchased and held by the Company shall be equivalent to ten per centum (10%) of the total issued and paid-up share capital of the Company inclusive of the 95,030,072 BToto Shares already purchased and retained as treasury shares;
2. the maximum funds to be allocated by the Company for the purpose of purchasing the ordinary shares shall not exceed the total retained profit and share premium reserve of the Company;
3. the authority shall commence immediately upon passing of this resolution until:-
 - (a) the conclusion of the next annual general meeting of the Company following the general meeting at which such resolution was passed at which time it will lapse unless by ordinary resolution passed at that meeting, the authority is renewed, either unconditionally or subject to conditions; or
 - (b) the expiration of the period within which the next annual general meeting after that date is required by law to be held; or
 - (c) revoked or varied by ordinary resolution passed by the shareholders in general meeting;

whichever occurs first.

Notice of Annual General Meeting

AND THAT upon completion of the purchase(s) of the BToto Shares or any part thereof by the Company, the Directors of the Company be and are hereby authorised to deal with any BToto Shares so purchased by the Company in the following manner :-

- (a) cancel all the BToto Shares so purchased; or
- (b) retain all the BToto Shares as treasury shares for future re-sale or for distribution as dividend to the shareholders of the Company; or
- (c) retain part thereof as treasury shares and subsequently cancelling the balance; or
- (d) any other manner as prescribed by the Act, rules, regulations and orders made pursuant to the Act and the requirements of Bursa Securities and any other relevant authority for the time being in force.”

RESOLUTION 11

By Order of the Board
SU SWEE HONG
Secretary

Kuala Lumpur
29 September 2008

NOTES:

(A) APPOINTMENT OF PROXY

1. A member entitled to attend and vote at the meeting is entitled to appoint one (1) proxy only to attend and vote in his stead. A proxy may but need not be a member of the Company.
2. A member of the Company who is an authorised nominee as defined under the Securities Industry (Central Depositories) Act 1991 may appoint one (1) proxy in respect of each securities account.
3. The instrument appointing a proxy, shall be in writing under the hand of the appointor or his attorney duly authorised in writing, and in the case of a corporation, it must be executed either under its common seal, if any, and, if none, then under the hand of some officer duly authorised in that behalf.
4. The instrument appointing a proxy must be deposited at the Company's Registered Office, Lot 13-01A, Level 13 (East Wing), Berjaya Times Square, No.1 Jalan Imbi, 55100 Kuala Lumpur not less than forty-eight (48) hours before the time appointed for holding the meeting or at any adjournment thereof.

(B) SPECIAL BUSINESS

- (i) Resolution 9 is proposed pursuant to Section 132D of the Companies Act, 1965 and if passed, will give the Directors of the Company, from the date of the above Annual General Meeting, authority to issue and allot shares not exceeding 10% of the existing issued and paid-up share capital of the Company for such purposes as the Directors may deem fit and in the interest of the Company. This authority, unless revoked or varied by the Company in general meeting, will expire at the conclusion of the next Annual General Meeting of the Company.
- (ii) Resolution 10 is in relation to the approval on the Shareholders' Mandate on Recurrent Related Party Transactions and if passed, will allow the Company and its subsidiaries to enter into Recurrent Related Party Transactions in accordance with paragraph 10.09 of the Listing Requirements of Bursa Malaysia Securities Berhad. The explanatory notes on Resolution 10 is set out in Part A of the Circular to Shareholders dated 29 September 2008 attached to the Annual Report.
- (iii) Resolution 11 if passed will provide the mandate for the Company to buy back its own shares up to a limit of 10% of the issued and paid-up share capital of the Company. The explanatory notes on Resolution 11 is set out in Part B of the Circular to Shareholders dated 29 September 2008 attached to the Annual Report.

Statement Accompanying Notice of Annual General Meeting

pursuant to Paragraph 8.28(2) of the Listing Requirements of Bursa Malaysia Securities Berhad

1. The Directors standing for re-election/re-appointment at the Annual General Meeting of the Company are as follows:-
 - i) Pursuant to Article 98 (A) of the Company's Articles of Association on retirement by rotation:-
 - a) Dato' Robin Tan Yeong Ching
 - b) Chan Kien Sing
 - ii) Pursuant to Article 98 (E) of the Company's Articles of Association on Director appointed since the last annual general meeting:-
 - a) Seow Swee Pin
 - iii) Pursuant to Section 129 (6) of the Companies Act, 1965:-
 - a) Tan Sri Dato' Thong Yaw Hong
 - b) Tan Sri Dato' Jaffar Bin Abdul

The Director's Profile of the above Directors are set out on page 3 to page 7 of the Annual Report. The information relating to the shareholdings of the above Directors in the Company and its related corporations is set out on page 95 to page 96 of the Annual Report.

2. Details of Attendance of Directors at Board Meetings held during the financial year ended 30 April 2008 are set out on page 24 of the Annual Report.

Form of Proxy

BERJAYA SPORTS TOTO BERHAD

(COMPANY NO. 9109-K)

I/We _____
(Name in full)

I.C. or Company No. _____ CDS Account No. _____
(New and Old I.C. Nos. or Company No.)

of _____
(Address)

being a member/members of BERJAYA SPORTS TOTO BERHAD hereby appoint:

_____ I.C. No. _____
(Name in full) (New and Old I.C. Nos.)

of _____
(Address)

or failing him/her, the Chairman of the meeting as my/our proxy to vote for me/us on my/our behalf, at the Annual General Meeting of the Company to be held at Dewan Berjaya, Bukit Kiara Equestrian & Country Resort, Jalan Bukit Kiara, Off Jalan Damansara, 60000 Kuala Lumpur on Wednesday, 22 October 2008 at 10.00 a.m. or any adjournment thereof.

This proxy is to vote on the Resolutions set out in the Notice of the Meeting as indicated with an "X" in the appropriate spaces. If no specific direction as to voting is given, the proxy will vote or abstain from voting at his/her discretion.

	FOR	AGAINST
RESOLUTION 1 - To receive and adopt the Audited Financial Statements		
RESOLUTION 2 - To approve payment of Directors' Fees		
RESOLUTION 3 - To re-elect Dato' Robin Tan Yeong Ching as Director		
RESOLUTION 4 - To re-elect Chan Kien Sing as Director		
RESOLUTION 5 - To re-elect Seow Swee Pin as Director		
RESOLUTION 6 - To re-appoint Tan Sri Dato' Thong Yaw Hong as Director		
RESOLUTION 7 - To re-appoint Tan Sri Dato' Jaffar Bin Abdul as Director		
RESOLUTION 8 - To re-appoint Auditors		
RESOLUTION 9 - To approve authority to issue and allot shares		
RESOLUTION 10 - To approve mandate on recurrent related party transactions		
RESOLUTION 11 - To approve the renewal of authority to purchase its own shares by the Company		

Signature of Shareholder(s)

No. of Shares Held

Signed this _____ day of _____, 2008

NOTES:

1. A member entitled to attend and vote at the meeting is entitled to appoint one (1) proxy only to attend and vote in his stead. A proxy may but need not be a member of the Company.
2. A member of the Company who is an authorised nominee as defined under the Securities Industry (Central Depositories) Act 1991 may appoint one (1) proxy in respect of each securities account.
3. The instrument appointing a proxy, shall be in writing under the hand of the appointor or his attorney duly authorised in writing, and in the case of a corporation, it must be executed either under its common seal or under the hand of its attorney.
4. The instrument appointing a proxy must be deposited at the Company's Registered Office, Lot 13-01A, Level 13 (East Wing), Berjaya Times Square, No.1 Jalan Imbi, 55100 Kuala Lumpur not less than forty-eight (48) hours before the time appointed for holding the meeting or at any adjournment thereof.

Fold this flap for sealing

Affix Stamp

THE COMPANY SECRETARY
BERJAYA SPORTS TOTO BERHAD
LOT 13-01A, LEVEL 13 (EAST WING)
BERJAYA TIMES SQUARE
NO. 1, JALAN IMBI
55100 KUALA LUMPUR

2nd fold here

1st fold here

GROUP ADDRESSES

Sports Toto Malaysia Sdn Bhd
Lot 13-01, Level 13 (East Wing)
Berjaya Times Square
No.1, Jalan Imbi, 55100 Kuala Lumpur
Tel: 03-2148 9888
Email: webmaster@sportstoto.com.my
www.sportstoto.com.my

Berjaya Lottery Management (HK) Limited
Level 28, Three Pacific Place
1 Queen's Road East, Hong Kong
Tel: 852-2980 1620
Fax: 852-2956 2192

International Lottery & Totalizator Systems, Inc.
2310 Cousteau Court,
Vista (San Diego)
California 92081-8346
USA
Tel: 1 (760) 598 1655
Fax: 1 (760) 598 0219
Email: mktg@ilts.com
www.ilts.com

Prime Gaming Philippines, Inc.
Philippine Gaming Management Corporation
9th Floor, Rufino Pacific Tower
6784 Ayala Ave., cor V.A. Rufino Street, Makati City
Metro Manila, Philippines
Tel: 632-811 0668
Fax: 632-811 2293

THE COMPANY SECRETARY

Lot 13-01A, Level 13 (East Wing)
Berjaya Times Square
No.1, Jalan Imbi, 55100 Kuala Lumpur
Tel: 03-2149 1999
Fax: 03-2143 1685
www.berjaya.cc

