Ainsworth Game Technology Limited
ABN 37 068 516 665
and its controlled entities

APPENDIX 4D

Half Year Report

Half Year Ended: 31 December 2012

Previous corresponding period: 31 December 2011

Results for announcement to the market

	Up / Down	% Change		Half Year ended 31/12/12 A$'000
Revenue	Up	41%	to	96,473
Profit before tax	Up	60%	to	30,144
Profit for the period attributable to equity holders of the parent (Refer Note below)	Down	46%	to	21,978

Dividends (distributions)	Amount per security	Franked amount per security
Final dividend	-¢	-¢
Interim dividend	3¢	-¢
Previous corresponding period	-¢	-¢

Record date for determining entitlements to the dividend	26 March 2013

Brief explanation of any of the figures reported above and short details of any bonus or cash issue or other item(s) of importance not previously released to the market:

For further information refer "Review of Operations" section within the attached Directors' Report.

Note
The profit after tax of $21.978 million for the period attributable to equity holders of the parent included income tax expense of $8.166 million. The previous corresponding period in 2011 included an income tax benefit of $21.690 million following the initial recognition of deferred tax assets.

NTA backing	Current period	Previous corresponding period
Net tangible asset backing per ordinary security	$0.51	$0.23

Ainsworth Game Technology Limited

ABN 37 068 516 665

31 DECEMBER 2012

INTERIM FINANCIAL REPORT

Contents

	Page
Directors' report	**3**
Condensed consolidated interim financial report	
Condensed consolidated statement of financial position	6
Condensed consolidated statement of comprehensive income	7
Condensed consolidated statement of changes in equity	8
Condensed consolidated statement of cash flows	9
Notes to the condensed consolidated interim financial statements	10
Directors' declaration	**14**
Independent auditor's review report to the members of Ainsworth Game Technology Limited	**15**
Lead auditor's independence declaration	**17**

Ainsworth Game Technology Limited
31 December 2012 Interim Financial Report

Directors' report

The directors of Ainsworth Game Technology Limited (the "Company") present their report together with the consolidated financial report for the six month ended 31 December 2012 and the review report thereon.

Directors

The directors of the company at any time during or since the end of the interim period are:

Name	**Period of directorship**
Executive	
Mr Leonard H Ainsworth *Executive Chairman*	Director since 1995 (Executive Chairman since 2003)
Mr Daniel Gladstone *Executive Director and Chief Executive Officer*	Director since 2010
Non-executive	
Mr Stewart L Wallis AO *Independent Non-Executive Director*	Director since 2002
Mr Graeme Campbell *Independent Non-Executive Director*	Director since 2007
Mr Michael Yates *Independent Non-Executive Director*	Director since 2009

Review of operations

Operating profit

The profit after income tax for the six months ended 31 December 2012 was $22 million, compared to a profit of $40.5 million in the corresponding period in 2011. The current period result included income tax expense of $8.2 million, compared to an income tax benefit of $21.7 million in the previous corresponding period.

The profit before income tax for the six months ended 31 December 2012 was $30.1 million an increase of 60%. This result was 7.5% ahead of guidance previously provided by the Company.

The continued improved trading performance is a direct result of the Group's range of products which continue to achieve leading product performance across global markets. Continued investment in research and development will assist in market share gains in all markets through the on-going release of innovative product initiatives. The progression of product approvals in the Americas and other international markets is expected to position the Company for continued profitability in the second half of FY13.

The Company has now established a fully operational facility within the Americas (Las Vegas). Investment in previous periods will assist to ensure the necessary support is established for the expected growth in international markets.

Revenue

Revenue for the period under review was $96.5 million, compared to $68.3 million for the prior corresponding period in 2011, an increase of 41%.

Domestic revenue contributed $66.2 million (69% of total revenue) compared to $51.5 million in the previous corresponding period, an increase of 29%. The increased domestic revenue was achieved as a result of continued market share gains achieved through leading product performance on the A560™ gaming products. New South Wales and Queensland contributed 87% of total domestic revenue as a result of continued leading product performance on the A560™ product family in these markets, and the introduction of the A560™ Slant Top model in New South Wales in the current period. Further approvals of the A560™ Slant Top in other

Review of operations (continued)

Revenue (continued)

selected global domestic markets are progressing and expected to contribute to revenue in the second half of FY13. The A560™ was approved and initial installations occurred within Victoria in the current period. Revenue for the current period within Victoria was similar to the proceeding corresponding period however was down on the second half of FY12 due to the transition to a new monitoring service provider following recent regulatory changes. Further revenue is expected in the second half of FY13 once this transition is complete.

International revenue was $30.3 million compared to $16.8 million in the prior corresponding period in 2011, an increase of 80%. The key market of North America achieved revenue of $21.6 million, an increase of 237% on the previous corresponding period in 2011 and contributed to 71% of total international revenue. The previous investment to expand the Group's operations in North America and increase production and technical capabilities is now predominately in place and will allow the Group to grow its revenue from the Americas in subsequent periods.

The challenging economic conditions within the South American geographical market continued, however recent product performance is providing increased interest for the Group's gaming products and creating recurring revenue opportunities from both established and new customers. A continuing stream of product approvals is expected to provide an expanded product range so as to create further revenue growth in all market segments.

Operating costs

Cost of sales in the period were $31.2 million compared to $23.1 million in the prior corresponding period in 2011. Gross margins increased from 66% to 68% reflecting increased sales of the Company's premium progressive range of products, production efficiencies and continued cost measures. The operational facility in Nevada, from which international product shipments are made, has assisted to minimise production costs and associated lead times for supply of products in this market.

Operating costs, excluding cost of sales and financing costs, were $35.1 million compared to $24.1 million in the corresponding period in 2011, an increase of 46%. This increase in operating expenditure was primarily attributable to increased variable selling costs, a full period of previous establishment costs within the Americas in order to position the Group for revenue growth and increased expenditure in research and development to ensure continued emphasis on new product initiatives.

Other expenses primarily relate to impairment charges on previously provided and superseded products, supplied on a participation basis in the South American market.

Sales, service and marketing expenses increased by 59% compared to the prior corresponding period in 2011. This increase of $5.9 million compared to the previous corresponding period was primarily attributable to increased variable selling costs in line with the increase in revenue and an increase in costs within the Americas in line with growth strategies.

Research and development expenses increased by 53% during the period and represented 11% of revenue compared to 10% in the prior corresponding period in 2011. Investment in research and development is expected to ensure the Company is well positioned to benefit from new technology advancements, which is expected to provide customers with a range of innovative games and an expanded game library for the Company's current and planned range of products.

Administration costs were $6.6 million, a decrease of $0.5 million which represented 7% of revenue compared to 10% in the prior corresponding period in 2011.

Net financing costs

Net financing costs were $0.1 million compared to $2.3 million in the corresponding period in 2011, a reduction of $2.2 million. Net foreign exchange losses in the current period were $1.6 million compared to gains of $0.6 million in the prior corresponding period in 2011, an unfavourable variance of $2.2 million. This was offset by an increase in interest income received of $1.1 million in the period compared to the prior period in 2011 and significantly lower financing costs following the repayment of borrowings in the year ended 30 June 2012.

Directors' report (continued)

Review of operations (continued)

Cashflow

Total cash held as at 31 December 2012 was $41.1 million compared to $26.1million in the prior corresponding period. Cash inflow from operations for the current period was effected by increased payments to suppliers and employees, timing of sales achieved in the latter part of the period and increased inventory holdings due to new products and machines on trial within the Americas.

Dividends

After the balance sheet date the following dividends were proposed by the directors. The dividends have not been provided and there are no income tax consequences.

	Cents per share	**Total amount $'000**	**Franked / unfranked**	**Date of payment**
Interim Ordinary	3.0	9,658	Unfranked	12 April 2013

The financial effect of these dividends has not been brought to account in the financial statements for the period ended 31 December 2012 and will be recognised in subsequent financial reports.

Events subsequent to reporting date

Other than the dividend disclosed above, there has not arisen in the interval between the end of the half year and the date of this report any other item, transaction or event of a material and unusual nature likely, in the opinion of the directors of the Company, to affect significantly the operations of the Group, the results of those operations, or the state of affairs of the Group, in future financial years.

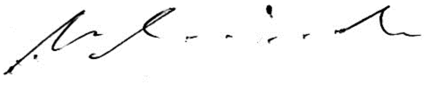
Lead auditor's independence declaration

The lead auditor's independence declaration is set out on page 17 and forms part of the directors' report for the six months ended 31 December 2012.

Rounding off

The Company is of a kind referred to in ASIC Class Order 98/100 dated 10 July 1998 and in accordance with that Class Order, amounts in the condensed consolidated interim financial report and directors' report have been rounded off to the nearest thousand dollars, unless otherwise stated.

Signed in accordance with a resolution of the directors:



LH Ainsworth
Executive Chairman

Dated at Sydney this 27th day of February 2013.

Condensed consolidated statement of financial position

As at 31 December 2012
In thousands of AUD

	31-Dec-12	30-Jun-12
Current Assets		
Cash and cash equivalents	41,111	22,928
Receivables and other assets	83,065	83,496
Inventories	22,454	16,552
Prepayments	1,201	501
Total current assets	**147,831**	**123,477**
Non-current assets		
Receivables and other assets	15,531	13,714
Deferred tax assets	19,106	26,899
Property, plant and equipment	12,098	10,727
Intangible assets	18,088	17,438
Total non-current assets	**64,823**	**68,778**
Total assets	**212,654**	**192,255**
Current Liabilities		
Trade and other payables	19,403	19,473
Loans and borrowings	822	911
Employee benefits	6,612	9,022
Current tax liability	644	200
Provisions	200	107
Total current liabilities	**27,681**	**29,713**
Non-current liabilities		
Loans and borrowings	604	516
Employee benefits	730	502
Total non-current liabilities	**1,334**	**1,018**
Total liabilities	**29,015**	**30,731**
Net assets	**183,639**	**161,524**
Equity		
Share capital	182,268	182,242
Reserves	10,840	10,729
Accumulated losses	(9,469)	(31,447)
Total equity	**183,639**	**161,524**

The notes on pages 10 to 13 are an integral part of these condensed consolidated interim financial statements.

Condensed consolidated statement of comprehensive income

For the six months ended 31 December 2012

In thousands of AUD

	31-Dec-12	31-Dec-11
Revenue	96,473	68,318
Cost of sales	(31,168)	(23,066)
Gross profit	**65,305**	**45,252**
Other income	113	36
Sales, service and marketing expenses	(15,912)	(9,997)
Research and development expenses	(10,814)	(7,069)
Administrative expenses	(6,607)	(7,111)
Other expenses	(1,812)	-
Results from operating activities	**30,273**	**21,111**
Finance income	1,568	484
Finance costs	(1,697)	(2,807)
Net finance costs	**(129)**	**(2,323)**
Profit before tax	**30,144**	**18,788**
Tax (expense)/benefit	(8,166)	21,690
Profit for the period	**21,978**	**40,478**
Other comprehensive income		
Foreign currency translation differences for foreign operations	(12)	37
Total other comprehensive income	(12)	37
Total comprehensive income for the period	**21,966**	**40,515**
Earnings per share		
Basic earnings per share (AUD)	**$0.07**	**$0.15**
Diluted earnings per share (AUD)	**$0.07**	**$0.15**

The notes on pages 10 to 13 are an integral part of these condensed consolidated interim financial statements.

Condensed consolidated statement of changes in equity

For the six months ended 31 December 2012

in thousands of AUD

	Attributable to equity holders of the Company					
	Issued capital	**Equity compensation reserve**	**Fair value reserve**	**Translation reserve**	**Accumulated losses**	**Total equity**
Balance at 1 July 2011	**122,373**	**770**	**11,287**	**(9)**	**(95,729)**	**38,692**
Total comprehensive income for the period						
Profit	-	-	-	-	40,478	40,478
Other comprehensive income						
Foreign currency translation reserve	-	-	-	37	-	37
Total other comprehensive income	-	-	-	37	-	37
Total comprehensive income for the period	-	-	-	37	40,478	40,515
Transactions with owners, recorded directly in equity						
Equity component of related party borrowings	-	-	207	-	-	207
Equity component of re-purchase of convertible note	-	(8)	-	-	-	(8)
Share-based payment transactions	-	202	-	-	-	202
Total transactions with owners	-	194	207	-	-	401
Balance at 31 December 2011	**122,373**	**964**	**11,494**	**28**	**(55,251)**	**79,608**
Balance at 1 July 2012	**182,242**	**1,021**	**9,684**	**24**	**(31,447)**	**161,524**
Total comprehensive income for the period						
Profit	-	-	-	-	21,978	21,978
Other comprehensive income						
Foreign currency translation reserve	-	-	-	(12)	-	(12)
Total other comprehensive income	-	-	-	(12)	-	(12)
Total comprehensive income for the period	-	-	-	(12)	21,978	21,966
Transactions with owners, recorded directly in equity						
Equity component of related party borrowings	-	-	-	-	-	-
Equity component of re-purchase of convertible note	-	-	-	-	-	-
Share-based payment transactions	-	123	-	-	-	123
Share based payment adjustment on non-vesting options	-	-	-	-	-	-
Shares issued	26	-	-	-	-	26
Total transactions with owners	26	123	-	-	-	149
Balance at 31 December 2012	**182,268**	**1,144**	**9,684**	**12**	**(9,469)**	**183,639**

The notes on pages 10 to 13 are an integral part of these condensed consolidated interim financial statements.

Condensed consolidated statement of cash flows

For the six months ended 31 December 2012
In thousands of AUD

	31-Dec-12	31-Dec-11
Cash flows from operating activities		
Cash receipts from customers	86,031	63,549
Cash paid to suppliers and employees	(74,521)	(47,790)
Cash generated from operations	**11,510**	**15,759**
Income taxes paid	(6)	(6)
Borrowing costs paid	(876)	(344)
Net cash from operating activities	**10,628**	**15,409**
Cash flows from / (used in) investing activities		
Proceeds from sale of equipment	6	41
Interest received	1,286	492
Acquisitions of property, plant and equipment	(2,038)	(1,956)
Investment in call deposits	12,000	-
Development expenditure	(3,299)	(2,298)
Net cash from / (used in) investing activities	**7,955**	**(3,721)**
Cash flows used in financing activities		
Re-purchase of convertible notes	(121)	(419)
Payment of finance lease liabilities	(248)	(611)
Net cash used in financing activities	**(369)**	**(1,030)**
Net increase in cash and cash equivalents	**18,214**	**10,658**
Cash and cash equivalents at 1 July	22,928	15,377
Effect of exchange rate fluctuations on cash held	(31)	38
Cash and cash equivalents at 31 December	**41,111**	**26,073**

The notes on pages 10 to 13 are an integral part of these condensed consolidated interim financial statements.

Notes to the condensed consolidated interim financial statements

1. Reporting entity

Ainsworth Game Technology Limited (the "Company") is a company domiciled in Australia. The condensed consolidated interim financial report of the Company as at and for the six months ended 31 December 2012 comprises the Company and its subsidiaries (together referred to as the "Group"). The Group primarily is involved in the design, development, manufacture, sale and servicing of gaming machines and other related equipment and services.

The consolidated annual financial report of the Group as at and for the year ended 30 June 2012 is available upon request from the Company's registered office at 10 Holker Street, Newington, NSW, 2127 or at www.ainsworth.com.au.

2. Basis of preparation
Statement of compliance

The condensed consolidated interim financial report is a general purpose financial report which has been prepared in accordance with AASB 134 *Interim Financial Reporting* and the Corporations Act 2001, and with IAS34 Interim Financial Reporting.

The condensed consolidated interim financial report does not include all of the information required for a full annual financial report, and should be read in conjunction with the consolidated annual financial report of the Group as at and for the year ended 30 June 2012. Certain comparative amounts have been re-classified to conform with the current period's presentation.

The condensed consolidated interim financial report was approved by the Board of Directors on 27 February 2013.

The Company is of a kind referred to in ASIC Class Order 98/100 dated 10 July 1998 and in accordance with the Class Order, amounts in the consolidated interim financial report have been rounded off to the nearest thousand dollars, unless otherwise stated.

Estimates

The preparation of the interim financial statements requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates.

In preparing this condensed consolidated interim financial report, the significant judgements made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the consolidated financial statements as at and for the year ended 30 June 2012.

3. Significant accounting policies

The accounting policies applied by the Group in the condensed consolidated interim financial report are the same as those applied by the Group in its consolidated financial report as at and for the year ended 30 June 2012.

4. Financial risk management

Credit risk – trade and other receivables

The Group's financial risk management objectives and policies are consistent with those disclosed in the consolidated financial statements as at and for the year ended 30 June 2012.

Notes to the condensed consolidated interim financial statements

5. Operating segments

For the period ended 31 December 2012

	Australia				Americas							
In thousands of AUD	**NSW**	**QLD**	**VIC / TAS**	**South Aust**	**North America**	**South America**	**Asia**	**New Zealand**	**Europe / Other**	**Total**	**Elimination of inter-segment revenue**	**Consolidated**
External revenue	34,733	22,526	6,359	2,534	28,906	2,880	3,073	2,009	772	103,793	(7,319)	96,473
Inter-segment revenue	-	-	-	-	7,319	-	-	-	-	7,319	-	7,319
Interest revenue	1,265	-	-	-	-	303	-	-	-	1,568	-	1,568
Interest expense	(61)	(12)	-	(1)	-	-	-	-	-	(74)	-	(74)
Depreciation and amortisation	(2,740)	(36)	(5)	(4)	(432)	-	(1)	-	-	(3,218)	-	(3,218)
Reportable segment profit from ordinary activities	12,268	10,559	3,333	978	9,436	218	1,270	1,016	197	39,275	(7,319)	31,955
Other material non-cash items:												
Impairment losses	-	-	-	-	-	1,812	-	-	-	1,812	-	1,812
Reportable segment profit before tax	12,268	10,559	3,333	978	9,436	(1,594)	1,270	1,016	197	37,463	(7,319)	30,144

For the period ended 31 December 2011

	Australia				Americas							
In thousands of AUD	**NSW**	**QLD**	**VIC / TAS**	**South Aust**	**North America**	**South America**	**Asia**	**New Zealand**	**Europe / Other**	**Total**	**Elimination of inter-segment revenue**	**Consolidated**
External revenue	27,794	15,952	6,848	948	9,720	5,966	2,424	1,499	485	71,635	(3,318)	68,318
Inter-segment revenue	-	-	-	-	3,318	-	-	-	-	3,318	-	3,318
Interest revenue	399	-	-	-	4	81	-	-	-	484	-	484
Interest expense	(3,388)	(13)	-	(2)	-	-	-	-	-	(3,403)	-	(3,403)
Depreciation and amortisation	(2,226)	(36)	(4)	(4)	(410)	-	(1)	-	-	(2,681)	-	(2,681)
Reportable segment profit from ordinary activities	6,288	6,500	2,822	178	3,753	898	956	565	146	22,106	(3,318)	18,788
Other material non-cash items:												
Impairment losses	-	-	-	-	-	-	-	-	-	-	-	-
Reportable segment profit before tax	6,288	6,500	2,822	178	3,753	898	956	565	146	22,106	(3,318)	18,788

Notes to the condensed consolidated interim financial statements

6. Write-down of inventory

During the six months ended 31 December 2012 the write-down of inventories to net realisable value amounted to $307 thousand (six months ended 31 December 2011: $222 thousand). The write-down is included in cost of sales in the condensed consolidated statement of comprehensive income.

7. Impairment of trade receivables

During the six months ended 31 December 2012, the group realised impairment losses of $1,812 thousand (six months ended 31 December 2011: $nil), included in other expenses, in the condensed consolidated statements of comprehensive income.

8. Income tax benefit

As at 31 December 2012 deferred tax assets recognised were $19,106 thousand. Management consider it probable that future taxable profits will be available against which the deferred tax assets can be utilised.

9. Property, plant and equipment

Acquisitions and disposals

During the six months ended 31 December 2012, the Group acquired assets with a cost of $3,955 thousand (six months ended 31 December 2011: $2,198 thousand) and recorded assets associated with gaming products under rental and participation arrangements with a cost of $1,793 thousand (six months ended 31 December 2011: $1,144 thousand).

Other assets with a carrying amount of $266 thousand were disposed of during the six months ended 31 December 2012 (six months ended 31 December 2011: $46 thousand) resulting in a profit on disposal of $30 thousand (six months ended 31 December 2011: loss of $5 thousand), which is included in other income in the condensed consolidated statement of comprehensive income.

10. Loans and borrowings

The following loans and borrowings (current and non-current) were obtained and repaid during the six months ended 31 December 2012:

		Interest Rate		**Face**	**Carrying**	**Year of**
In thousands of AUD	**Currency**	**Nominal**	**Effective**	**Value**	**Amount**	**maturity**
Balance at 1 July 2012				1,427	1,427	-
New/increased loans						
Finance lease liabilities	AUD	4.2 - 12.7%	4.2 -12.7%	368	368	2012-2015
Repayments						
Finance lease liabilities	AUD	4.2 - 12.7%	-	(248)	(248)	2012-2015
Convertible note buy-back	AUD	-	-	(121)	(121)	2012
Balance at 31 December 2012				1,426	1,426	

Notes to the condensed consolidated interim financial statements

11. Related parties

Transactions with key management personnel

Key management personnel receive compensation in the form of short-term employee benefits, post-employment benefits and share-based payments awards. Key management personnel received total compensation of $1,670 thousand for the six months ended 31 December 2012 (six months ended 31 December 2011: $1,710 thousand).

Other related party transactions

	Transaction value Six months ended		Balance receivable/(payable)	
In thousands of AUD	31 Dec 12	31 Dec 11	31 Dec 12	30 Jun 12
Sale of goods				
Mr LH Ainsworth				
Company controlled by director/shareholder – sale of goods	806	467	701	538
Expenses				
Mr LH Ainsworth				
Company controlled by director/shareholder – interest expense	-	1,417	-	(5)
Company controlled by director/shareholder – interest expense on convertible notes	-	681	-	(673)
Companies controlled by director/shareholder – purchases and other charges	835	422	(101)	95
Other key management personnel				
Interest expense on convertible notes	-	15	-	15

Interest bearing liabilities		
Company controlled by director/shareholder		
– loan borrowings - unsecured	-	3,634
– loan repayments - secured	-	-
- unsecured	-	(4,883)
Company controlled by director/shareholder – net borrowings	-	(1,249)

12. Subsequent events

After the reporting date, the Company has declared an unfranked dividend of 3 cents per share amounting to $9,658,000 with an expected payment date of 12 April 2013. The financial effect of this dividend has not been brought to account in the financial statements for the period ended 31 December 2012 and will be recognised in subsequent financial reports.

Ainsworth Game Technology Limited

Directors' declaration

In the opinion of the directors of Ainsworth Game Technology Limited ("the Company"):

1. the financial statements and notes set out on pages 6 to 13, are in accordance with the Corporations Act 2001 including:

   (a) giving a true and fair view of the Group's financial position as at 31 December 2012 and of its performance for the six month period ended on that date; and

   (b) complying with Australian Accounting Standard AASB 134 *Interim Financial Reporting* and the Corporations Regulations 2001; and

2. there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

Signed in accordance with a resolution of the directors.

LH Ainsworth
Executive Chairman

Dated at Sydney this 27th day of February 2013.

Independent auditor’s review report to the members of Ainsworth Game Technology Limited

We have reviewed the accompanying half-year financial report of Ainsworth Game Technology Limited, which comprises the condensed consolidated statement of financial position as at 31 December 2012, condensed consolidated statement of comprehensive income, condensed consolidated statement of changes in equity and condensed consolidated statement of cash flows for the half-year ended on that date, notes 1 to 11 comprising a summary of significant accounting policies and other explanatory information and the directors’ declaration of the Group comprising the company and the entities it controlled at the half-year’s end or from time to time during the half-year.

Directors’ responsibility for the half-year financial report

The directors of the company are responsible for the preparation of the half-year financial report that gives a true and fair view in accordance with Australian Accounting Standards and the *Corporations Act 2001* and for such internal control as the directors determine is necessary to enable the preparation of the half-year financial report that is free from material misstatement, whether due to fraud or error.

Auditor’s responsibility

Our responsibility is to express a conclusion on the half-year financial report based on our review. We conducted our review in accordance with Auditing Standard on Review Engagements ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity,* in order to state whether, on the basis of the procedures described, we have become aware of any matter that makes us believe that the half-year financial report is not in accordance with the *Corporations Act 2001* including: giving a true and fair view of the Group’s financial position as at 31 December 2012 and its performance for the half-year ended on that date; and complying with Australian Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*. As auditor of Ainsworth Game Technology Limited, ASRE 2410 requires that we comply with the ethical requirements relevant to the audit of the annual financial report.

A review of a half-year financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Independent auditor’s review report to the members of Ainsworth Game Technology Limited (continued)

Independence

In conducting our review, we have complied with the independence requirements of the *Corporations Act 2001*.

Conclusion

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the half-year financial report of Ainsworth Game Technology Limited is not in accordance with the *Corporations Act 2001*, including:

(a) giving a true and fair view of the Group’s financial position as at 31 December 2012 and of its performance for the half-year ended on that date; and

(b) complying with Australian Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

KPMG

KPMG

Tony Nimac
Partner

Sydney
27 February 2013

Lead Auditor's Independence Declaration under Section 307C of the Corporations Act 2001

To: the directors of Ainsworth Game Technology Limited

I declare that, to the best of my knowledge and belief, in relation to the review for the half-year ended 31 December 2012 there have been:

(i) no contraventions of the auditor independence requirements as set out in the Corporations Act 2001 in relation to the review; and

(ii) no contraventions of any applicable code of professional conduct in relation to the review.

KPMG

Tony Nimac
Partner

Sydney
27 February 2013