

DONACO INTERNATIONAL LIMITED**Appendix 4E****Preliminary final report****1. Company details**

Name of entity: Donaco International Limited
ABN: 28 007 424 777
Reporting period: For the year ended 30 June 2023
Previous period: For the year ended 30 June 2022

2. Results for announcement to the market

Revenues from ordinary activities up 898.2% to \$ 24,327,480

Loss for the year attributable to the owners of Donaco International Limited up 122.8% to (36,749,719)

	30 Jun 2023	30 Jun 2022
	Cents	Cents
Basic loss per share	(2.98)	(1.34)
Diluted loss per share	(2.98)	(1.34)

Dividends

No dividends were paid for the year ended 30 June 2023.

Comments

The loss for the consolidated entity after providing for income tax and non-controlling interest amounted to \$36,749,719 (30 June 2022: loss of \$16,491,628). An impairment charge of \$26,739,077 was recognised in the year ended 30 June 2023 (30 June 2022: \$736,637). The loss excluding the impairment charge for the year ended 30 June 2023 was \$10,010,642 (30 June 2022: loss of \$15,754,991).

3. Net tangible assets

	Reporting period	Previous period
	Cents	Cents
Net tangible assets per ordinary security	<u>8.65</u>	<u>10.83</u>

DONACO INTERNATIONAL LIMITED
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4. Control gained over entities

Name of entities (or group of entities)	Not applicable	
Date control gained	Not applicable	
Contribution of such entities to the reporting entity's profit/(loss) from ordinary activities before income tax during the period (where material)		\$ -
Profit/(loss) from ordinary activities before income tax of the controlled entity (or group of entities) for the whole of the previous period (where material)		-

5. Loss of control over entities

Name of entities (or group of entities)	Not applicable	
Date control lost	Not applicable	
Contribution of such entities to the reporting entity's profit/(loss) from ordinary activities before income tax during the period (where material)		\$ -
Profit/(loss) from ordinary activities before income tax of the controlled entity (or group of entities) whilst controlled during the whole of the previous period (where material)		-

6. Dividends

Current period

No dividends were paid for the year ended 30 June 2023.

Previous period

No dividends were paid for the year ended 30 June 2022.

7. Dividend reinvestment plans

Not applicable.

8. Details of associates and joint venture entities

Name of associate / joint venture	Reporting entity's percentage holding		Contribution to profit/(loss) (where material)	
	Reporting period	Previous period	Reporting period	Previous period
	%	%	\$	\$
Lao Cai International Hotel Joint Venture Company Limited	95.00%	95.00%	(31,080,080)	(3,336,898)
<i>Group's aggregate share of associates and joint venture entities' loss (where material)</i>				
Loss from ordinary activities before income tax			<u>(31,080,080)</u>	<u>(3,336,898)</u>
Income tax benefit on operating activities			<u>535,866</u>	<u>(15,925)</u>

9. Foreign entities

Details of origin of accounting standards used in compiling the report

Not applicable.

10. Audit qualification or review

Details of audit/review dispute or qualification (if any):

This Preliminary Final Report for the year ended 30 June 2023 is based on accounts which are currently being audited by the company's Independent auditor, Crowe Sydney.


The audit opinion may include a material uncertainty related to going concern.

11. Attachments

Details of attachments (if any):

The Preliminary Final Report of Donaco International Limited for the year ended 30 June 2023 is attached.

12. Signed

Signed 

Date: 31 August 2023

Mr Porntat Amatavivadhana
Non-Executive Chairman

DONACO INTERNATIONAL LIMITED
ABN 28 007 424 777

Preliminary Final Report
30 June 2023

DONACO INTERNATIONAL LIMITED

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30 June 2023

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General information

The financial statements cover Donaco International Limited as a consolidated entity consisting of Donaco International Limited and the entities it controlled at the end of, or during, the year ended 30 June 2023. The financial statements are presented in Australian dollars, which is Donaco International Limited's functional and presentation currency.

Donaco International Limited is a listed public company limited by shares, incorporated and domiciled in Australia. Its registered office and principal place of business is:

Level 43
25 Martin Place
Sydney NSW 2000
Australia

The financial statements were authorised for issue, in accordance with a resolution of directors, on ____ August 2023. The directors have the power to amend and reissue the financial statements.

DONACO INTERNATIONAL LIMITED
Statement of profit or loss and other comprehensive income
For the year ended 30 June 2023

	Note	Consolidated	
		2023 \$	2022 \$
Revenue from continuing operations	3	24,327,480	2,437,085
Total income		<u>24,327,480</u>	<u>2,437,085</u>
Expenses			
Food and beverages		(947,287)	(252,365)
Employee benefits expense		(6,739,423)	(3,188,848)
Depreciation and amortisation expense	4	(7,331,105)	(8,358,521)
Impairment expense	4	(26,739,077)	(736,637)
Legal and compliance		(586,330)	(633,915)
Marketing and promotions		(975,121)	(31,206)
Professional and consultants		(546,815)	(328,930)
Property costs		(1,960,583)	(1,185,798)
Telecommunications and hosting		(119,977)	(114,048)
Gaming costs		(975,759)	(118,204)
Administrative expenses		(1,761,257)	(1,022,654)
Net loss on foreign exchange		(300,208)	(1,391,201)
Other expenses		(105,444)	(15,137)
Taxation fines and penalties	4	(8,958,403)	-
Finance costs	4	(2,361,955)	(1,666,579)
Total expenses		<u>(60,408,744)</u>	<u>(19,044,043)</u>
(Loss) before income tax expense from continuing operations		(36,081,264)	(16,606,958)
Income tax expense		<u>(2,333,937)</u>	<u>(59,414)</u>
(Loss) after income tax expense from continuing operations		(38,415,201)	(16,666,372)
(Loss) after income tax expense for the year		(38,415,201)	(16,666,372)
Other comprehensive income / (loss)			
<i>Items that may be reclassified subsequently to profit or loss</i>			
Foreign currency translation		<u>5,188,214</u>	<u>7,824,283</u>
Other comprehensive income for the year, net of tax		<u>5,188,214</u>	<u>7,824,283</u>
Total comprehensive (loss) for the year		<u>(33,226,987)</u>	<u>(8,842,089)</u>
Loss after income tax expense for the year is attributable to:			
Non-controlling interest		(1,665,482)	(174,744)
Owners of Donaco International Limited		<u>(36,749,719)</u>	<u>(16,491,628)</u>
		<u>(38,415,201)</u>	<u>(16,666,372)</u>
Total comprehensive loss from continuing operations for the year is attributable to:			
Non-controlling interest		(1,665,482)	(174,744)
Owners of Donaco International Limited		<u>(31,561,505)</u>	<u>(8,667,345)</u>
		<u>(33,226,987)</u>	<u>(8,842,089)</u>
Loss per share for loss attributable to the owners of Donaco International Limited			
		Cents	Cents
Basic loss per share	12	(2.98)	(1.34)
Diluted loss per share	12	(2.98)	(1.34)

The above statement of profit or loss and other comprehensive income should be read in conjunction with the accompanying notes.

DONACO INTERNATIONAL LIMITED
Statement of financial position
As at 30 June 2023

	Note	Consolidated 2023 \$	2022 \$
Assets			
Current assets			
Cash and cash equivalents	5	16,723,912	6,092,656
Trade and other receivables		133,718	318,349
Inventories		613,028	700,217
Other current assets		406,575	314,157
Total current assets		<u>17,877,233</u>	<u>7,425,379</u>
Non-current assets			
Property, plant and equipment	6	148,862,035	170,408,030
Intangibles (including licences)	7	13,813,889	20,094,128
Construction in progress		350,757	493,307
Deferred tax assets		69,478	48,815
Other non-current assets		782,863	758,439
Total non-current assets		<u>163,879,022</u>	<u>191,802,719</u>
Total assets		<u>181,756,255</u>	<u>199,228,098</u>
Liabilities			
Current liabilities			
Trade and other payables		22,669,891	18,224,865
Lease liabilities	8	3,802	-
Borrowings	9	18,325,650	16,939,518
Provisions	4	9,030,959	-
Income tax payable		1,735,719	1,488,914
Employee benefits		168,891	96,344
Total current liabilities		<u>51,934,912</u>	<u>36,749,641</u>
Non-current liabilities			
Trade and other payables		21,038	10,842
Lease liabilities	8	9,134,823	8,575,146
Total non-current liabilities		<u>9,155,861</u>	<u>8,585,988</u>
Total liabilities		<u>61,090,773</u>	<u>45,335,629</u>
Net assets		<u>120,665,482</u>	<u>153,892,469</u>
Equity			
Issued capital		372,584,126	372,584,126
Reserves		46,334,275	41,146,061
Retained profits		(298,214,278)	(261,464,559)
Equity attributable to the owners of Donaco International Limited		<u>120,704,123</u>	<u>152,265,628</u>
Non-controlling interest		(38,641)	1,626,841
Total equity		<u>120,665,482</u>	<u>153,892,469</u>

The above statement of financial position should be read in conjunction with the accompanying notes.

DONACO INTERNATIONAL LIMITED
Statement of changes in equity
For the year ended 30 June 2023

	Issued capital	Reserves	Retained profits	Non-controlling interest	Total equity
Consolidated	\$	\$	\$	\$	\$
Balance at 1 July 2021	372,584,126	33,321,778	(244,972,931)	1,801,585	162,734,558
Loss after income tax for the year	-	-	(16,491,628)	(174,744)	(16,666,372)
Other comprehensive income for the year, net of tax	-	7,824,283	-	-	7,824,283
Total comprehensive loss for the year	-	7,824,283	(16,491,628)	(174,744)	(8,842,089)
Balance at 30 June 2022	<u>372,584,126</u>	<u>41,146,061</u>	<u>(261,464,559)</u>	<u>1,626,841</u>	<u>153,892,469</u>
Balance at 1 July 2022	372,584,126	41,146,061	(261,464,559)	1,626,841	153,892,469
Loss after income tax for the year	-	-	(36,749,719)	(1,665,482)	(38,415,201)
Other comprehensive income for the year, net of tax	-	5,188,214	-	-	5,188,214
Total comprehensive loss for the year	-	5,188,214	(36,749,719)	(1,665,482)	(33,226,987)
Balance at 30 June 2023	<u>372,584,126</u>	<u>46,334,275</u>	<u>(298,214,278)</u>	<u>(38,641)</u>	<u>120,665,482</u>

The above statement of changes in equity should be read in conjunction with the accompanying notes.

DONACO INTERNATIONAL LIMITED
Statement of cash flows
For the year ended 30 June 2023

	Consolidated	
Note	2023	2022
	\$	\$
Cash flow from operating activities		
Receipts from customers	28,138,036	2,726,753
Payments to suppliers and employees	<u>(13,092,121)</u>	<u>(8,091,736)</u>
	15,045,915	(5,364,983)
Interest received	391	965
Interest and other finance costs paid	(50,377)	(346,883)
Government levies, gaming taxes and GST	<u>(3,745,817)</u>	<u>(51)</u>
Net cash flows from / (used in) operating activities	<u>11,250,112</u>	<u>(5,710,952)</u>
Cash flow from investing activities		
Payments for property, plant and equipment	(134,118)	(1,889)
Proceeds from disposal of property, plant and equipment	<u>25,676</u>	<u>-</u>
Net cash flows used in investing activities	<u>(108,442)</u>	<u>(1,889)</u>
Cash flow from financing activities		
Proceeds from borrowings	6,482,025	14,369,667
Repayment of borrowings	<u>(5,760,396)</u>	<u>(9,734,849)</u>
Net cash flows from financing activities	<u>721,629</u>	<u>4,634,818</u>
Net increase / (decrease) in cash and cash equivalents	11,863,299	(1,078,023)
Cash and cash equivalents, beginning of the financial year	6,092,656	6,316,530
Effects of exchange rate changes on cash and cash equivalents	<u>(1,232,043)</u>	<u>854,149</u>
Cash and cash equivalents at the end of the financial year	<u>5</u> <u>16,723,912</u>	<u>6,092,656</u>

The above statement of cash flows should be read in conjunction with the accompanying notes.

Note 1. Significant accounting policies

These preliminary financial statements do not include all the notes of the type normally included in annual financial statements. Accordingly, these financial statements are to be read in conjunction with the annual report for the year ended 30 June 2023 and any public announcements made by the company during the year in accordance with the continuous disclosure requirements of the Corporations Act 2001.

The principal accounting policies adopted are consistent with those of the previous financial year and corresponding interim reporting period, unless otherwise stated.

Going concern

At 30 June 2023, the consolidated entity recorded net current liabilities of A\$34.1 million (30 June 2022: A\$29.3 million). The consolidated entity recorded a net loss after tax of A\$38.4 million (30 June 2022: net loss after tax of A\$16.7 million), and net operating cash inflow of A\$11.3 million (2022: net operating cash outflow of A\$5.7 million) for the year ended on that date.

Unsecured loan facilities are held with Mr Lee Bug Huy, the current Chief Executive Officer and executive director. As at 30 June 2023, US\$12.1 million had been drawn down on the loans, leaving an unutilised portion of US\$0.7 million (AU\$18.3 million and AU\$1.0 million respectively as at 30 June 2023 spot rate). The original loan facility of US\$7.8 million (AU\$11.8 million as at 30 June 2023 spot rate) is due to be repaid by 22 July 2024, three years from the first drawdown, while the additional loan facility of US\$5 million (AU\$7.5 million as at 30 June 2023 spot rate) is due to be repaid by 13 May 2026, four years from the first drawdown. The lender however may at any time require early repayment with a minimum of one month's prior notice. The lender has provided a letter of financial support to Donaco which states that he will not withdraw or call upon the loan should it affect any creditors of the Company and its subsidiaries in a detrimental way. Such financial support is provided for the foreseeable future covering a minimum period of 12 months from the date of issue of the audited financial statements for the year ended 30 June 2023, which will be at least until 30 September 2024.

On 30 January 2023, Lao Cai received Decision No. 15/QD-TCT from the Vietnamese General Department of Taxation (GDT), dated 11 January 2023, regarding the requirement to pay tax collections and penalties primarily associated with the determination of tax payable for floating chips, with a total amount of approximately VND 149.3 billion (approximately AU\$9.5 million as at 30 June 2023 spot rate). The tax penalty and interest is due to be paid 10 days after the receipt date of the decision, being 9 February 2023. The decision was issued after an inspection conducted by the tax authorities for the fiscal years ended 30 June 2019, 30 June 2020 and 30 June 2021. On the basis that the tax assessment arose due to the Vietnamese GDT's decision on inspection of Lao Cai's historical tax treatment of floating chips for prior years, management considers that a present obligation existed as at 30 June 2023 in respect of this tax assessment. Accordingly the tax and penalties have been recognised as income tax payable and provisions in the consolidated financial statements as at 30 June 2023. However management disagrees with this decision and is pursuing complaint procedures in accordance with the laws and regulations of Vietnam. Management submitted a complaint letter to the Vietnamese GDT on 6 February 2023 and received a notice from the GDT on 24 February 2023 confirming their receipt and acceptance of this complaint letter. Lao Cai subsequently provided supporting documents which were referred to in the complaint letter to the GDT at their request. On 31 July 2023, management and the internal checking department under the GDT engaged in a dialogue session to discuss further management's opinion on the decision and their reasons. Following this dialogue session, Lao Cai provided further explanation on their tax treatment of unredeemed chips to the GDT. The outcome or response from the GDT is still pending, and there remains significant uncertainty regarding its outcome. Management plans to lodge a complaint letter to the Vietnamese Ministry of Finance should the GDT reject their appeal. Mr Lee Bug Huy has provided a letter of financial support to Donaco which states that he will continue to finance the operations of the Group (including the payment of the income tax payables, penalties and interests on Lao Cai of VND149.3 billion (AU\$9.5 million as at 30 June 2023 spot rate) if the Group is not able to settle the payment when it falls due. Such financial support is provided for the foreseeable future covering a minimum period of 12 months from the date of issue of the audited financial statements for the year ended 30 June 2023, which will be at least until 30 September 2024.

Notwithstanding the net current liability position, management have prepared the 30 June 2023 financial report on a going concern basis. The full reopening of the borders between Vietnam and mainland China where historically majority of Lao Cai's customers come from, has resulted in an increase in patronage at the Lao Cai casino since January 2023 and delivered better than forecast results for the period January 2023 to June 2023. Management believe that international travel will continue to increase, particularly from January 2024 when they anticipate the return of more players and junkets from mainland China during the Lunar New Year in January 2024, as experienced in the past. The casino expects to resume full twenty-four hour operations in FY2024. The recent recognition by the Lao Cai Ministry of Culture, Sports and Tourism of Aristo as the only 5-star hotel in the Lao Cai province also presents a major opportunity for Lao Cai to attract a significant number of new customers. It is also noted that the construction of the Sapa airport in Lao Cai presents a significant opportunity for Aristo to attract a significant number of new customers. The airport has a capacity of 1.5 million passengers a year and is expected to be open before 2025. Additionally, Lao Cai has settled all its local bank loans and has no further bank loan agreements in effect. As noted above, management has lodged an appeal against the tax penalty imposed on Lao Cai and will continue to pursue its appeal with the Vietnamese authorities.

Note 1. Significant accounting policies (continued)

Going concern (continued)

The Cambodian government also recently launched a major tourism campaign to attract Thai visitors, which management anticipates would result in positive flow-on effects to the DNA Star Vegas (DSV) casino. Donaco will also continue to refine its focus on maximising operational efficiencies across both Lao Cai and DSV operations, as well as practising prudent financial management to maintain healthy cash balances.

The Board of Directors acknowledges that there remains material uncertainty over the Group's ability to meet its working capital requirements. The ability to continue as a going concern is dependent on the following:

- the continued support of the shareholder Mr Lee Bug Huy on the basis that the existing loans from him will not be recalled and that he will continue to provide financing to meet operational needs, including payment of the Lao Cai tax penalties and interest; and
- improvement in the operating environments for both the DNA Star Vegas and Aristo casino operations.

In the event that the above conditions are not satisfied, then this could have a material impact on the consolidated entity continuing as a going concern, and therefore, that it may be unable to realise its assets and discharge its liabilities in the normal course of business. The financial statements do not include any adjustments relating to the recoverability and classification of recorded asset amounts or to the amount and classification of liabilities that may be necessary should the Group not continue as a going concern.

New, revised or amending Accounting Standards and Interpretations adopted

The consolidated entity has applied the following standard for the first time in the current reporting period:

- *AASB 2020-3 Amendments to Australian Accounting Standards – Annual Improvements 2018-2020 and Other Amendments*

The AASB made amendments to AASB 116 *Property Plant and Equipment*, AASB 137 *Provisions, Contingent Liabilities and Contingent Assets* and AASB 3 *Business Combinations*, and annual improvements to AASB 16 *Leases*, AASB 1 *First-time Adoption of International Financial Reporting Standards*, AASB 9 *Financial Instruments* and AASB 141 *Agriculture*.

The above standard did not have a significant impact on the prior and current period financial statements.

Any new or amended Accounting Standards or Interpretations that are not yet mandatory have not been early adopted.

Note 2. Operating segments

Identification of reportable operating segments

The consolidated entity is organised into three operating segments: Casino Operations - Vietnam, Casino Operations - Cambodia and Corporate operations. These operating segments are based on the internal reports that are reviewed and used by the Board of Directors (who are identified as the Chief Operating Decision Makers ('CODM')) in assessing performance and in determining the allocation of resources. There is no aggregation of operating segments.

The consolidated entity is domiciled in Australia and operates predominantly in six countries: Australia, Cambodia, Vietnam, Singapore, Malaysia and Hong Kong. The Casino operations are segmented geographically between casino operations in Vietnam and Cambodia.

The CODM reviews EBITDA (earnings before interest, tax, depreciation and amortisation). The accounting policies adopted for internal reporting to the CODM are consistent with those adopted in the financial statements.

The information reported to the CODM is on a monthly basis.

Types of products and services

The principal products and services of each of these operating segments are as follows:

Casino Operations - Vietnam	Comprises the Aristo International Hotel operating in Vietnam. These operations include hotel accommodation and gaming and leisure facilities.
Casino Operations - Cambodia	Comprises the Star Vegas Resort and Club, operating in Cambodia. These operations include hotel accommodation and gaming and leisure facilities.
Corporate Operations	Comprises the development and implementation of corporate strategy, commercial negotiations, corporate finance, treasury, management accounting, corporate governance and investor relations functions.

DONACO INTERNATIONAL LIMITED
Notes to the financial statements
30 June 2023

Note 2. Operating segments (continued)

Intersegment transactions

Intersegment transactions were made at market rates. Intersegment transactions are eliminated on consolidation.

	Casino Operations Vietnam \$	Casino Operations Cambodia \$	Corporate Operations \$	Total \$
Consolidated - 2023				
Revenue				
Sales to external customers	4,402,805	19,924,284	-	24,327,089
Interest	339	-	52	391
Total revenue	<u>4,403,144</u>	<u>19,924,284</u>	<u>52</u>	<u>24,327,480</u>
EBITDA				
Depreciation and amortisation	(2,829,372)	(4,494,261)	(7,472)	(7,331,105)
Impairment of assets	(22,244,857)	(4,494,220)	-	(26,739,077)
Interest revenue	339	-	52	391
Non-recurring items	-	-	(5,000)	(5,000)
Tax and penalties	(8,958,403)	-	-	(8,958,403)
Net exchange (losses) / gains	(15,305)	(18,709)	(266,194)	(300,208)
Non-controlling interest	1,665,482	-	-	1,665,482
Finance costs	(223,067)	(1,085,278)	(1,053,610)	(2,361,955)
Loss before income tax expense	<u>(31,080,080)</u>	<u>722,923</u>	<u>(4,058,625)</u>	<u>(34,415,782)</u>
Income tax expense				(2,333,937)
Loss after income tax expense attributable to the owners of Donaco International Limited				<u>(36,749,719)</u>
Assets				
Segment assets	47,355,702	133,976,775	423,778	181,756,255
Total assets				<u>181,756,255</u>
Liabilities				
Segment liabilities	19,170,478	21,481,919	20,438,376	61,090,773
Total liabilities				<u>61,090,773</u>
Consolidated - 2022				
Revenue				
Sales to external customers	1,489,696	946,416	-	2,436,112
Interest	875	-	98	973
Total revenue	<u>1,490,571</u>	<u>946,416</u>	<u>98</u>	<u>2,437,085</u>
EBITDA				
Depreciation and amortisation	(193,277)	(1,470,542)	(2,742,620)	(4,406,439)
Impairment of assets	(3,157,224)	(5,196,584)	(4,713)	(8,358,521)
Interest revenue	-	(736,637)	-	(736,637)
Interest revenue	875	-	98	973
Non-recurring items	-	-	(48,552)	(48,552)
Net exchange gains / (losses)	63,337	(1,081,358)	(373,182)	(1,391,203)
Non-controlling interest	174,744	-	-	174,744
Finance costs	(225,353)	(790,855)	(650,371)	(1,666,579)
Profit/(loss) before income tax expense	<u>(3,336,898)</u>	<u>(9,275,976)</u>	<u>(3,819,340)</u>	<u>(16,432,214)</u>
Income tax expense				(59,414)
Profit after income tax expense attributable to the owners of Donaco International Limited				<u>(16,491,628)</u>
Assets				
Segment assets	64,346,022	132,331,013	2,551,063	199,228,098
Total assets				<u>199,228,098</u>
Liabilities				
Segment liabilities	10,504,065	18,592,138	16,239,426	45,335,629
Total liabilities				<u>45,335,629</u>

DONACO INTERNATIONAL LIMITED
Notes to the financial statements
30 June 2023

	Consolidated	
	2023	2022
	\$	\$
Note 3. Revenue		
From continuing operations		
<i>Sales revenue</i>		
Casino		
- Gaming revenue	21,055,250	2,007,545
- Non-gaming revenue	3,271,839	428,567
Interest	391	973
	<u>24,327,480</u>	<u>2,437,085</u>
Revenue from continuing operations	<u>24,327,480</u>	<u>2,437,085</u>

	Consolidated	
	2023	2022
	\$	\$
Note 4. Expenses		
(Loss) before income tax from continuing operations includes the following specific expenses:		
<i>Depreciation and amortisation</i>		
Leasehold buildings and structures	4,594,767	4,530,353
Right-of-use asset	745,937	765,077
Furniture and fittings	8,803	5,929
Machinery and equipment	1,863,938	2,539,657
Motor vehicles	31,098	90,465
Office equipment and other	67,714	322,066
Consumables	16,481	102,746
Land right	2,367	2,228
	<u>7,331,105</u>	<u>8,358,521</u>
<i>Impairment expense</i>		
Casino licence (see Note 7)	4,494,220	-
Goodwill (see Note 7)	2,426,187	-
Land right (see Note 7)	7,637	-
Leasehold buildings and structures (see Note 7)	18,165,800	-
Machinery and equipment(see Note 7)	1,451,710	-
Motor vehicle (see Note 7)	2,574	-
Office equipment and other (see Note 7)	24,689	-
Construction in progress (see Note 7)	166,260	-
Trade and other receivables	-	736,637
	<u>26,739,077</u>	<u>736,637</u>
<i>Finance costs</i>		
Interest on borrowings (see Note 9)	2,361,955	1,666,579
	<u>2,361,955</u>	<u>1,666,579</u>
Taxation fines and penalties (see Note 1)	8,958,403	-
	<u>8,958,403</u>	<u>-</u>

Lao Cai tax assessment

On 30 January 2023, Lao Cai received Decision No. 15/QD-TCT from the Vietnamese General Department of Taxation, dated 11 January 2023, regarding the requirement to pay tax collections and penalties primarily associated with the determination of tax payable for floating chips, with a total amount of approximately VND 149.3 billion (approximately AU\$9.5 million as at 30 June 2023 spot rate). The decision was issued after an inspection conducted by the tax authorities for the fiscal years ended 30 June 2019, 30 June 2020 and 30 June 2021, in which floating chips were to be treated as taxable revenue. The tax assessment comprises AU\$8,958,403 of additional value-added tax, special sale tax and associated fines which have been recognised as taxation fines and penalties and AU\$583,276 of additional income tax expense which has been recognised as such in the statement of comprehensive income.

Note 4. Expenses (continued)

However management disagrees with this decision and is pursuing complaint procedures in accordance with the laws and regulations of Vietnam. Management submitted a complaint letter to the Vietnamese GDT on 6 February 2023. On 31 July 2023, management and the internal checking department under the GDT engaged in a dialogue session to discuss further management's opinion on the decision and their reasons. The outcome or response subsequent to this dialogue session is still pending, and there remains significant uncertainty regarding its outcome. Management plans to lodge a complaint letter to the Vietnamese Ministry of Finance should the GDT reject their appeal.

On the basis that the tax assessment arose due to the Vietnamese GDT's decision on inspection of Lao Cai's historical tax treatment of floating chips for prior years, management considers that a present obligation existed as at 30 June 2023 in respect of this tax assessment. Accordingly the tax and penalties have been recognised as income tax payable of \$588,000 and provisions of \$9,030,959 in the consolidated financial statements as at 30 June 2023.

	Consolidated	
	2023	2022
	\$	\$
Note 5. Current assets - cash and cash equivalents		
Cash on hand	15,450,512	5,772,551
Cash at bank	1,273,400	320,105
	<u>16,723,912</u>	<u>6,092,656</u>

	Consolidated	
	2023	2022
	\$	\$
Note 6. Non-current assets - property, plant and equipment		
Leasehold buildings and structures - at cost	175,921,168	170,461,796
Less: Accumulated depreciation and impairment for leasehold buildings and structures	(61,377,230)	(37,338,602)
	<u>114,543,938</u>	<u>133,123,194</u>
Right-of-use asset - at cost	33,165,534	32,320,082
Less: Accumulated depreciation for right-of-use asset	(2,027,449)	(1,373,691)
	<u>31,138,085</u>	<u>30,946,391</u>
Furniture and fittings - at cost	5,137,920	4,968,670
Less: Accumulated depreciation for furniture and fittings	(5,115,298)	(4,955,201)
	<u>22,622</u>	<u>13,469</u>
Machinery and equipment - at cost	43,188,575	42,163,097
Less: Accumulated depreciation and impairment for machinery and equipment	(40,129,441)	(36,048,496)
	<u>3,059,134</u>	<u>6,114,601</u>
Motor vehicles - at cost	1,951,489	1,887,949
Less: Accumulated depreciation and impairment for motor vehicles	(1,942,785)	(1,852,364)
	<u>8,704</u>	<u>35,585</u>
Office equipment and other - at cost	3,634,097	3,529,087
Less: Accumulated depreciation and impairment for office equipment and other	(3,598,143)	(3,403,444)
	<u>35,954</u>	<u>125,643</u>
Consumables	53,598	49,147
	<u>53,598</u>	<u>49,147</u>
	<u>148,862,035</u>	<u>170,408,030</u>

Refer to note 7 for details on impairment recognised on Lao Cai assets.

DONACO INTERNATIONAL LIMITED
Notes to the financial statements
30 June 2023

	Consolidated	
	2023	2022
	\$	\$
Note 7. Non-current assets - intangibles		
Goodwill - at cost	-	2,426,187
Land right - at cost	72,172	70,159
Less: Accumulated amortisation and impairment for land right	(57,737)	(46,335)
	<u>14,435</u>	<u>23,824</u>
Casino licence	448,377,376	431,560,006
Less: Accumulated impairment	(434,577,922)	(413,915,889)
	<u>13,799,454</u>	<u>17,644,117</u>
	<u><u>13,813,889</u></u>	<u><u>20,094,128</u></u>

Impairment testing of goodwill and intangibles with indefinite useful lives

Impairment of intangibles is monitored by the Chief Operating Decision Maker ('CODM') at the cash generating unit level. CODM reviews the business performance based on geography and type of business. It has identified two reportable cash generating units, Lao Cai and DNA Star Vegas. A business-level summary of the allocation of intangibles with indefinite useful lives is presented below:

	Consolidated	
	2023	2022
	\$	\$
Lao Cai International Hotel JVC - goodwill	-	2,426,187
Total goodwill	-	<u><u>2,426,187</u></u>

Lao Cai - goodwill

Lao Cai International Hotel JVC (Lao Cai) engages in casino operations in Vietnam and has been identified by management as a reportable operating segment in accordance with AASB 8 (see note 2). The casino operations are in a discrete geographical location from other operations within the group and financial results are regularly reviewed by the Group's chief operating decision makers in order to allocate resources and assess performance of the segment. Accordingly the cash-generating unit of Lao Cai is tested for impairment annually or more frequently if events or changes in circumstances indicate that the unit might be impaired.

The recoverable amount of the cash-generating unit of Lao Cai has been determined based on the value in use calculation. To calculate this, cash flow projections are based on financial budgets approved by senior management covering a five year period up to 31 December 2027. A valuation of the 100% equity interest in Lao Cai International Hotel JVC Limited was undertaken as at 31 December 2022. Based on the valuation undertaken as at 31 December 2022, the value in use was determined to be \$33,262,958 (US\$22,053,277 converted at 30 June 2023 spot rate).

The value in use as at 31 December 2022 was determined using budgeted gross margin based on past performance and its expectations for the future. The valuation uses a growth rate of 83% in the first six months, based on actual results for the five months of operations to 30 November 2022, followed by a growth rate of 195% in the following year. These growth rates were based on the assumption that the borders with China, which has historically been where majority of Lao Cai's customers came from, would be reopened in the second half of FY2023, and would remain open throughout FY2024. In the subsequent three years, growth rates of 24% to 62% were used followed by a terminal year growth rate of 3%, based on the assumption that recovery to full operational capacity will mostly occur in FY2023 and FY2024. The pre-tax discount rate used of 19.16% reflects specific risks relating to the relevant segments and the countries in which the Group operates. The valuation was determined using a foreign exchange rate between Vietnamese Dong and US dollar of 23,240 VND: 1 USD. Capital expenditure of VND59.9 billion (AU\$3.8 million at 30 June 2023 spot rate) in total over the forecast period was included in the valuation.

Casino operations for Lao Cai were significantly impacted by the COVID-19 pandemic and have been operating on a limited basis since 8 May 2020. This is due to the fact that travel between Vietnam and China, the country from where the vast majority of Aristo's patrons originate from, remained heavily restricted for the majority of the year ended 30 June 2023 as a result of residual COVID-19 measures. Although the situation has improved since mainland China fully reopened its borders from January 2023 resulting in increased travel flow, management expects that there will be delay in returning to pre-pandemic operations which is reflected by low forecast revenues until FY2024.

Note 7. Non-current assets - intangibles (continued)

Lao Cai - goodwill (continued)

Based on the valuation prepared as at 31 December 2022, the Directors determined that an impairment loss of \$22,244,857 needed to be recognised for the year ended 30 June 2023 (30 June 2022: nil). Accordingly goodwill was written down to nil, with the remaining impairment loss allocated against Lao Cai's property, plant and equipment, land right and construction in progress assets to reduce their carrying values as follows:

	30 June 2023
	\$
Goodwill (written down to nil)	2,426,187
Land right	7,637
Leasehold buildings and structures	18,165,800
Machinery and equipment	1,451,710
Motor vehicle	2,574
Office equipment and other	24,689
Construction in progress	166,260
	<u>22,244,857</u>

DNA Star Vegas - Casino licence

The casino licence relates to the licence to operate the DNA Star Vegas casino acquired on 1 July 2015. The licence is stated at cost less any impairment losses. This intangible asset is tested for impairment annually or more frequently if events or changes in circumstances indicate that the carrying value may be impaired.

Following the promulgation of the Law on the Management of Commercial Gambling in November 2020 (the Law), the Royal Government of Cambodia issued on 26 August 2021 Sub-Decree No. 166 on the Minimum Capital Requirement for Casino Operation. This sub-decree sets out the definition of "capital" and the minimum capital requirements for new and existing casino operators in Cambodia, which apply to both stand-alone casinos and casinos within integrated resorts. Prior to the enactment of the Law, there were no integrated resorts as all existing casino operations are stand-alone operations. For these existing casino operations duly licensed to operate prior to the enactment of the Law, the minimum capital requirement of at least KHR400 billion (approximately US\$100 million, or AU\$151 million as at 30 June 2023) must be satisfied over a period of time and shall be implemented in five phases as follows:

- Phase 1 (Year 1 - 30 June 2022) - at least KHR50 billion (approximately US\$12.5 million, or AU\$19 million at 30 June 2023)
- Phase 2 (Year 4 - 30 June 2025) - at least KHR100 billion (approximately US\$25 million, or AU\$38 million at 30 June 2023)
- Phase 3 (Year 7 - 30 June 2028) - at least KHR200 billion (approximately US\$50 million, or AU\$75 million at 30 June 2023)
- Phase 4 (Year 11 - 30 June 2032) - at least KHR300 billion (approximately US\$75 million, or AU\$113 million at 30 June 2023)
- Phase 5 (Year 15 - 30 June 2036) - at least KHR400 billion (approximately US\$100 million, or AU\$151 million at 30 June 2023)

These minimum capital requirements therefore apply to DNA Star Vegas. On 18 January 2022, the share capital of DNA Star Vegas was increased from US\$5 million (AU\$7.5 million at 30 June 2023) to US\$12.5 million (AU\$18.9 million at 30 June 2023), therefore meeting the minimum capital requirement as at 30 June 2023 under Phase 1. The casino licence was renewed on 19 August 2022, and will expire on 31 December 2026. The Directors consider the casino licence to be an intangible asset with an indefinite useful life on the basis that the licence is renewable indefinitely, subject to the Group continuing to meet all necessary requirements for renewal.

The recoverable amount of the cash-generating unit of DNA Star Vegas has been determined based on its value in use. A valuation of the 100% equity interest in DNA Star Vegas Company Limited was undertaken as at 31 December 2022. Based on the valuation undertaken as at 31 December 2022, the value in use was determined to be \$116,113,889 (US\$76,983,285 converted at 30 June 2023 spot rate).

The value in use as at 31 December 2022 was determined using budgeted gross margin based on past performance and its expectations for the future. The valuation is based on a 5-year cash flow forecast period up to 31 December 2027. The first year of revenue in the valuation is based on a growth rate of 329.5% over the actual revenue for the year ended 30 June 2022. A higher growth rate is expected for the first year due to the resumption of operations following the return of international casino patrons after the easing of travel restrictions due to the COVID pandemic. The subsequent years of forecast revenue in the valuation reflect a growth rate of 3% based on the assumption that recovery to full operational capacity will mostly occur over the first 12 months. The pre-tax discount rate used of 21.59% reflects specific risks relating to the relevant segments and the countries in which the Group operates. The discount rate has been increased compared to the prior period rate used of 16.52%. The valuation was determined using a foreign exchange rate between Thai Baht and US Dollar of 34.569 THB:1 USD. Capital expenditure of THB91 million (AU\$4.0 million at the spot rate) in total over the forecast period was included in the valuation.

The resumption of limited casino operations as of 18 June 2022 is a positive indicator for future earnings and growth potential, particularly with the easing of travel restrictions and the reopening of the border between Cambodia and Thailand which has encouraged more international travel. However, management expects that there will be a delay in returning to pre-pandemic operations. The growth and discount rates used in the valuation calculations reflect the ongoing challenges and uncertainties in the environment in which the casino operates. Based on the valuation, the Directors determined that an impairment loss on the casino licence of \$4,494,220 was required to be recognised for the year ended 30 June 2023 (30 June 2022: nil).

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Note 8. Leases

As part of the settlement agreements on resolution of the dispute between Lee Hoe Property Co., Ltd, the landlord of DNA Star Vegas and the company, an amended perpetual lease agreement was executed as of 2 March 2020 in relation to the DNA Star Vegas lease, which grants Donaco security of tenure over the Star Vegas casino until 15 June 2115. The lease is in relation to land of approximately 232,189 square meters located in Poi Pet, Cambodia. This follows an additional lease payment of US\$20 million (AU\$30.2 million as at 30 June 2023 spot rate) to Lee Hoe Property Co., Ltd. The monthly lease payment is US\$20,000 (AU\$30,166 as at 30 June 2023 spot rate) for the first 5 years from the effective settlement date, US\$30,000 (AU\$45,249 as at 30 June 2023 spot rate) per month starting from the 6th year to the end of the 10th year, and from the 11th year onwards, the monthly rent will increase 3% every 3 years. In addition, for the five financial years commencing 1 July 2020, there is an entitlement to share 25% of the Star Vegas business EBITDA in excess of US\$16 million (AU\$24.1 million as at 30 June 2023 spot rate) of the EBITDA of the relevant financial year.

Under the amended perpetual lease agreement, the lease is for a period of 50 years with an option to extend for another 50 years. However, the extension period of 50 years has not been included in the lease liability and right-of-use asset calculation as it remains uncertain that both parties (Donaco and Lee Hoe Property Co., Ltd) will agree to extend the lease term. Accordingly, while Donaco has security of tenure over the Star Vegas Casino to 15 June 2115 following finalisation of the settlement agreements, the lease liability and right-of-use asset have been calculated as at 30 June 2023 over the remaining 42 years to June 2065.

Lao Cai International Hotel Joint Venture Company Limited has a non-cancellable operating lease commitment over a 50-year term in respect of its casino premises in Lao Cai, Vietnam. The lease commenced 8 April 2011 and the remaining lease term as at 30 June 2023 is approximately 38 years.

During the year ended 30 June 2022, a lease agreement was entered into for office premises in Kuala Lumpur, Malaysia. The lease term commenced on 1 January 2022 and is for a period of 2 years.

(i) Amounts recognised in the statement of financial position

The statement of financial position shows the following amounts relating to leases:

	Consolidated	
	2023	2022
	\$	\$
Right-of-use assets (recognised as part of property, plant and equipment in Note 6)		
Properties	31,138,085	30,946,391
	<u>31,138,085</u>	<u>30,946,391</u>
	Consolidated	
	2023	2022
	\$	\$
Lease liability		
Properties - current	3,802	-
Properties - non-current	9,134,823	8,575,146
	<u>9,138,625</u>	<u>8,575,146</u>

The lease liability has been measured at the present value of the remaining lease payments over the term of the lease. For the lease in relation to the land in Cambodia, the lease payments were discounted using an incremental borrowing rate of 6.53%, while the lease payments for the lease in Vietnam were discounted using a discount rate of 9.5%. The discount rate used for the Kuala Lumpur office premises was 3.25%.

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Note 8. Leases (continued)

(ii) Amounts recognised in the statement of comprehensive income

The statement of comprehensive income shows the following amounts relating to leases:

	Consolidated	
	2023	2022
	\$	\$
Depreciation of right-of-use asset (recognised as part of depreciation expense)	<u>745,937</u>	<u>765,077</u>
Interest expense (included in finance cost)	<u>519,429</u>	<u>473,433</u>

The payments made on the Kuala Lumpur office lease for the year ended 30 June 2023 were \$7,934. There were no payments made for the leases in Cambodia and Vietnam during the year ended 30 June 2023 (30 June 2022: nil). Payments for the lease in Vietnam are not due until May 2025. For the lease in Cambodia, the outstanding payable balance as at 30 June 2023 was \$1,176,474 (30 June 2022: \$786,864), recognised in trade and other payables. Under the lease agreement, the landlord Lee Hoe Property Co., Ltd has the right to terminate the lease without penalty, after giving a one-month written notice to DSV. DSV has received a confirmation letter from Lee Hoe Property Co., Ltd, in which the landlord confirms that they will not exercise this right to terminate for the foreseeable future, covering a minimum period of 12 months from the date of issue of the audited financial statements for the year ended 30 June 2023.

Note 9. Current liabilities - Borrowings

	Consolidated	
	2023	2022
	\$	\$
Joint Stock Commercial Ocean Bank	-	1,510,999
Joint Stock Commercial Bank for Foreign Trade of Vietnam (Vietcombank)	-	288,165
Shareholder loan	<u>18,325,650</u>	<u>15,140,354</u>
	<u>18,325,650</u>	<u>16,939,518</u>

An unsecured loan facility was signed in July 2021 with Mr Lee Bug Huy, the current Chief Executive Officer and executive director, for a loan of US\$7.8 million (AU\$11.8 million as at 30 June 2023 spot rate). An additional loan facility agreement was entered into on 2 May 2022 for an additional US\$5million (AU\$7.5 million at the 30 June 2023 spot rate). The original loan facility is due to be repaid by 22 July 2024, three years from the first drawdown, while the additional loan facility is due to be repaid by 13 May 2026, four years from the first drawdown. The majority of the loan terms are materially the same as the previous Mega Bank loan facility, including an interest rate of 6% per annum. The lender however may at any time require early repayment with a minimum of one month's prior notice. The lender has provided a letter of financial support to Donaco which states that he will not withdraw or call upon the loan should it affect any creditors of the Company and its subsidiaries in a detrimental way. Such financial support is provided for the foreseeable future covering a minimum period of 12 months from the date of issue of the financial statements for the year ended 30 June 2023, which will be at least until 30 September 2024. As at 30 June 2023, US\$12.1 million had been drawn down on the loans, leaving an unutilised portion of US\$0.7 million (AU\$18.3 million and AU\$1.0 million respectively as at 30 June 2023 spot rate).

	Consolidated	
	2023	2022
	\$	\$
<i>Total secured liabilities</i>		
The total secured liabilities (current and non-current) are as follows:		
Joint Stock Commercial Ocean Bank	-	1,510,999
Joint Stock Commercial Bank for Foreign Trade of Vietnam (Vietcombank)	-	288,165
	<u>-</u>	<u>1,799,164</u>

Mortgage to Joint Stock Commercial Ocean Bank

A mortgage was registered by the Ocean Bank of Vietnam over the assets of the Aristo International Hotel on 11 July 2011. As at 30 June 2023, the loan has been fully repaid.

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Note 9. Current liabilities - Borrowings (continued)

Joint Stock Commercial Bank for Foreign Trade of Vietnam

The loan from the Joint Stock Commercial Bank for Foreign Trade of Vietnam (Vietcombank) was drawn down in January to March 2021 and had a maturity date of 18 September 2022. The borrowing was guaranteed over properties held by Lao Cai International Hotel Joint Venture Company Ltd. As at 30 June 2023, the loan has been fully repaid.

	Consolidated	
	2023	2022
	\$	\$
<i>Financing arrangements</i>		
Unrestricted access was available at the reporting date to the following lines of credit:		
Total facilities		
Bank loans	-	1,799,164
Shareholder loan	19,306,187	18,580,376
	<u>19,306,187</u>	<u>20,379,540</u>
Used at the reporting date		
Bank loans	-	1,799,164
Shareholder loan	18,325,650	15,140,354
	<u>18,325,650</u>	<u>16,939,518</u>
Unused at the reporting date		
Bank loans	-	-
Shareholder loan	980,537	3,440,022
	<u>980,537</u>	<u>3,440,022</u>

Note 10. Events after the reporting period

Additional funding

In July 2023, a repayment of US\$0.1 million (AU\$0.2 million as at 30 June 2023 spot rate) was made in relation to the shareholder loan, with a subsequent draw down of the same amount made in the same month. A further US\$0.1m (AU\$0.2 million as at 30 June 2023 spot rate) was drawn down in August 2023, with a repayment of the same amount also made in the same month. The unutilised portion of the additional loan facility entered into on 2 May 2022 is US\$0.7 million (AU\$1.0 million as at 30 June 2023 spot rate).

Lao Cai tax collections and penalties

On 31 July 2023, Lao Cai engaged with the Vietnamese General Department of Taxation (GDT) to further discuss the complaint letter that it had submitted to the GDT regarding its tax decision issued on 30 January 2023. The outcome of this dialogue session is still pending.

The Directors are not aware of any other events subsequent to the reporting period that may have a material impact on the financial statements.

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Note 11. Contingent assets and liabilities

DNA Star Vegas increased penalties and interest

As at 30 June 2023, the consolidated entity has contingent liabilities in respect of the increased penalties and interest on the late payment of the obligatory payments payable by DNA Star Vegas to the Ministry of Economy and Finance of the Kingdom of Cambodia. The contingent liabilities are as follows:

	Consolidated	
	2023	2022
	\$	\$
Penalties plus interest on non-payment of tax obligatory payments to MoEF under:		
- Lump Sum Tax Regime	424,043	1,292,471
- Real Tax Regime	-	288,397
	<u>424,043</u>	<u>1,580,868</u>

Lao Cai increased tax on floating chip movement

In the event that Lao Cai's ongoing appeal against the Vietnamese GDT's decision on the tax treatment of floating chips is not successful, the consolidated entity has contingent liabilities in respect of the increased tax that would arise if the floating chip movement were to be treated as taxable revenue. Based on estimated tax calculations for the years ended 30 June 2022 and 30 June 2023, the inclusion of floating chip movement as taxable revenue would result in the following increases:

	Consolidated	
	2023	2022
	\$	\$
Value-added tax	115,592	-
Special sale tax	299,684	-
	<u>415,276</u>	<u>-</u>

The estimated impact on corporate income tax is nil, as Lao Cai is expected to be in a tax loss position for these years.

Other than the above, there are no contingent assets or liabilities at 30 June 2023 or 30 June 2022.

Note 12. Loss per share

	Consolidated	
	2023	2022
	\$	\$
<i>Loss per share for loss from continuing operations</i>		
Loss after income tax	(38,415,201)	(16,666,372)
Non-controlling interest share of loss	1,665,482	174,744
Loss after income tax attributable to the owners of Donaco International Limited	<u>(36,749,719)</u>	<u>(16,491,628)</u>
	Number	Number
Weighted average number of ordinary shares used in calculating basic loss per share	1,234,727,414	1,234,727,414
Adjustments for calculation of diluted loss per share:		
Options and warrants over ordinary shares which are dilutive	-	-
Weighted average number of ordinary shares used in calculating diluted loss per share	<u>1,234,727,414</u>	<u>1,234,727,414</u>
	Cents	Cents
Basic loss per share	(2.98)	(1.34)
Diluted loss per share	(2.98)	(1.34)

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Note 13. Interests in subsidiaries

The consolidated financial statements incorporate the assets, liabilities and results of the following subsidiaries in accordance with the accounting policy described in Note 1:

Name	Principal place of business/ Country of incorporation	Ownership interest	
		30 June 2023	30 June 2022
Donaco Australia Pty Ltd	Australia	100%	100%
Donaco Singapore Pte Ltd	Singapore	100%	100%
Donaco Holdings Ltd *	British Virgin Islands	100%	100%
Donaco Holdings Sdn Bhd *	Malaysia	100%	100%
Lao Cai International Hotel Joint Venture Company Ltd*	Vietnam	95%	95%
Donaco Hong Kong Limited	Hong Kong	100%	100%
Donaco Holdings (Hong Kong) Pte Ltd *	Hong Kong	100%	100%
DNA Star Vegas Co. Limited **	Cambodia	100%	100%
Donaco Investment (S) Pte Ltd *	Singapore	100%	100%

* Subsidiary of Donaco Singapore Pte Ltd

** Subsidiary of Donaco Hong Kong Limited

The principal activities of each subsidiary are:

Donaco Australia Pty Ltd - Dormant (previously operated New Zealand games service, discontinued in January 2015).

Donaco Singapore Pte Ltd - Holding company for Vietnamese casino operations.

Donaco Holdings Ltd - Cost centre for corporate operations.

Donaco Holdings Sdn Bhd - Cost centre for corporate operations.

Donaco Holdings (Hong Kong) Pte Ltd - Cost centre for corporate operations and marketing activities.

Lao Cai International Hotel Joint Venture Company Ltd - Operates Vietnamese casino operations.

Donaco Hong Kong Limited - Holding company for Cambodian casino operations.

DNA Star Vegas Co. Limited - Operates Cambodian casino operations.

Donaco Investment (S) Pte Ltd - Investment company.