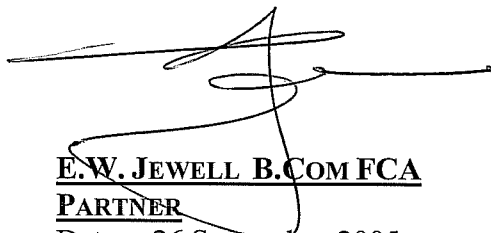


**INDEPENDENT AUDIT REPORT  
TO THE MEMBERS OF MOE RACING CLUB INC**

In our opinion, the attached Community Benefit Statement in relation to Moe Racing Club Inc presents a true and fair view in accordance with applicable Accounting Standards in Australia, and, consistent with our understanding of Sections 3.6.9(2) (a) and (b) of the Gambling Regulation Act 2003 (the Act), the Moe Racing Club Inc's compliance with the Act, in relation to the venue located at Waterloo Road Moe, for the financial year ended 30 June, 2005.



**ARMITAGE DOWNIE & CO**  
**ACCOUNTANTS AND ADVISERS**



**E.W. JEWELL B.COM FCA**  
**PARTNER**

Date: 26 September 2005

Place: Warragul

**INDEPENDENT AUDIT REPORT**

**TO THE MEMBERS OF MOE RACING CLUB INC.**

**Scope**

We have audited the financial report of Moe Racing Club Inc. comprising the Statement of Financial Position, Statement of Financial Performance, Statement of Cash Flows, notes to the financial statements, and Statement by Members of the Committee for the year ended 31 July 2005. The Committee of Management are responsible for the financial report. We have conducted an independent audit of the financial report in order to express an opinion on it to the members.

Our audit has been conducted in accordance with Australian Auditing Standards to provide reasonable assurance as to whether the financial report is free of material misstatement. Our procedures included examination, on a test basis, of evidence supporting the amounts and other disclosures in the financial statements, and the evaluation of accounting policies and significant accounting estimates. These procedures have been undertaken to form an opinion whether, in all material respects, the financial report is presented fairly in accordance with Accounting Standards and other mandatory professional reporting requirements in Australia so as to present a view, which is consistent with our understanding of the Club's financial position, the results of its operations and its cash flows.

The audit opinion expressed in this report has been formed on the above basis.

**Audit Opinion**

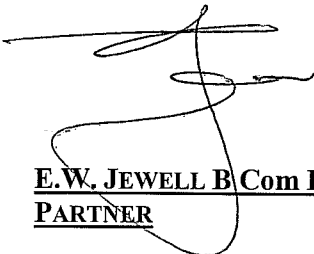
In our opinion, the financial report presents a true and fair view in accordance with applicable Accounting Standards and other mandatory professional reporting requirements in Australia the financial position of Moe Racing Club Inc. Inc. as at 31 July 2005 and the results of its operations and its cash flows for the year then ended.

**Accounting for Industry Grants**

Without qualification to the opinion expressed above, attention is drawn to the following matter. As indicated in Note 1(g) to the financial statements, capital grants received for racecourse redevelopment project are recognised in the capital grants reserve in the Statement of Financial Position, rather than being recognised as grant income in the Statement of Financial Performance in accordance with AAS 15 "Revenue"; as the Committee of Management believe it provides more relevant and reliable information about the performance of the club.



**ARMITAGE DOWNIE & CO**  
**ACCOUNTANTS AND ADVISERS**



**E.W. JEWELL B Com FCA**  
**PARTNER**

Date: 26 September 2005

Place: Warragul