

CLF 2013 APPLICATION

	TOTAL CLF application €	Rehab Lotteries Ltd * Scratchcards €	Radio Bingo €
Gross Sales	6,410,071	3,412,272	2,997,799
Less			
Prizes	(3,428,364)	(2,294,004)	(1,134,360)
Other Costs	(2,467,150)	(1,117,800)	(1,349,350)
	<u>514,557</u>	<u>468</u>	<u>514,089</u>

* Note : this ties into Rehab Lotteries accounts

REHAB GROUP/
REHAB LOTTERIES LIMITED

SCHEDULE 1

GROSS LOTTERIES/BINGO SALES 2012

Sales by product	Price of Ticket €	Tickets Sold	Sales €
<u>Scratch card instant win lotteries</u>			
Easy Money	1	404,633	404,633
Hampers & Cash	2	55,773	111,546
Extra Special	3	33,718	101,154
Cash on the Spot	2	43,791	87,582
Celebrate	2	1,288	2,576
Lucky Chance	2	18,600	37,200
Fat Wallet	2	45,240	90,480
Extra	2	1,100,328	2,200,656
Cash Cow	2	9,101	18,202
Red Hot 7s	2	8,406	16,812
Stacks of Cash	2	34,247	68,494
Crazy Cash	2	28,667	57,334
Lucky Devil	1	39,667	39,667
Bee Lucky	1	24,050	24,050
Cool Cash	2	46,562	93,124
Game On 12	2	28,781	57,562
Sub total		1,922,852	3,411,072
<u>Pull-tab instant win lotteries</u>			
Wheeler Dealer	2	400	800
Lucky Gambler	1	400	400
Sub total		800	1,200

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Bingo Lottery Sales			
KCLR Radio	3	61,708	185,124
Kerry FM Radio	4	56,993	227,972
South East Radio	4	105,293	421,172
LMFM Radio	3	62,055	186,165
Ocean Radio	3	63,016	189,048
Highland Radio	3	103,134	309,402
Tipp FM Radio	3	53,434	160,302
WLR FM Radio	3	56,912	170,736
Kildare Radio	4	14,110	56,440
Shannonside Radio	4	63,967	255,868
Cork Radio	4	38,538	154,152
Midlands Radio	3	30,862	92,586
East Coast Radio	4	12,055	48,220
Clare FM	4	82,086	328,344
Galway Bay FM	4	53,067	212,268
Sub total		857,230	2,997,799
TOTAL			6,410,071

Lottery/Bingo Income & Expenditure Account	Year ended 31st December 2012 €
Gross Lottery Sales	6,410,071
<i>Less</i>	
Prizes	3,428,364
Other Costs (including administration)	2,467,149
Benefiting Activities	514,558

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REHAB LOTTERIES LIMITED

**DIRECTORS' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2012**

REHAB LOTTERIES LIMITED

COMPANY INFORMATION

Directors John McGuire
Angela Kerins
Brian Kerr
Keith Poole
Frank Flannery
John Federick Smith

Company secretary Vicky O'Grady

Registered number 123795

Registered office Roslyn Park
Sandymount
Dublin 4

Independent auditors PricewaterhouseCoopers
Chartered Accountants and Statutory Audit Firm
One Spencer Dock
North Wall Quay
Dublin 1

Bankers Allied Irish Banks Plc
100/101 Grafton Street
Dublin 2

Solicitors McCann Fitzgerald
Riverside One
Sir John Rogerson's Quay
Dublin 2

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REHAB LOTTERIES LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 31 DECEMBER 2012

The directors present their report and the annual financial statements for the year ended 31 December 2012.

Directors' responsibilities statement

The directors are responsible for preparing the Directors' report and the financial statements in accordance with applicable Irish law and Generally Accepted Accounting Practice in Ireland including the accounting standards issued by the Accounting Standards Board and promulgated by the Institute of Chartered Accountants in Ireland.

Irish company law requires the directors to prepare financial statements for each financial period which give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping proper books of account that disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements are prepared in accordance with accounting standards generally accepted in Ireland and comply with the Companies Acts 1963 to 2012. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Principal activities

The company's main activity is to market a range of scratch card lottery games through a network of retail agents in Ireland. The company also sells electronic lottery games via internet enabled machines which are placed in public houses.

Business review

Rehab's scratch cards had a very difficult year with sales declining 10% as a result of a diminished activity in the retail sector and increased competitor activity from the National Lottery. Sales through our machine estate were equally difficult due to declining numbers frequenting public houses.

Results

The loss for the year, after taxation, amounted to €77,488 (2011 - profit €52,987).

Directors

The names of the persons who were directors at any time during the year are set out below. Unless indicated otherwise they serve as directors for the entire year.

John McGuire
Angela Kerins
Brian Kerr
Keith Poole
Frank Flannery
John Federick Smith

REHAB LOTTERIES LIMITED

DIRECTORS' REPORT
FOR THE YEAR ENDED 31 DECEMBER 2012

Books of account

The measures taken by the directors to secure compliance with the company's obligation to keep proper books of account are the use of appropriate systems and procedures and the employment of competent persons. The books of account of the company are kept at Roslyn Park, Sandymount, Dublin 4.

Post balance sheet events

There have been no significant events affecting the company since the year end.

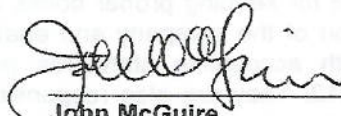
Auditors

The auditors, PricewaterhouseCoopers, continue in office in accordance with section 160(2) of the Companies Act 1963.

This report was approved by the board and signed on its behalf.



Keith Poole
Director



John McGuire
Director

Date: 22/04/2013

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF REHAB LOTTERIES LIMITED

We have audited the financial statements of Rehab Lotteries Limited for the year ended 31 December 2012 which comprise the Profit and Loss Account, the Balance Sheet, the Accounting Policies and the related notes. The financial reporting framework that has been applied in their preparation is Irish law and accounting standards issued by the Financial Reporting Council and promulgated by the Institute of Chartered Accountants in Ireland (Generally Accepted Accounting Practice in Ireland).

Respective responsibilities of directors and auditors

As explained more fully in the Directors' Responsibilities Statement set out on page 1, the directors are responsible for the preparation of the financial statements giving a true and fair view. Our responsibility is to audit and express an opinion on the financial statements in accordance with Irish law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

This report, including the opinions, has been prepared for and only for the company's members as a body in accordance with Section 193 of the Companies Act, 1990 and for no other purpose. We do not, in giving these opinions, accept or assume responsibility for any other purpose or to any other person to whom this report is shown or into whose hands it may come save where expressly agreed by our prior consent in writing.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the directors; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Directors' Report to identify material inconsistencies with the audited financial statements. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

Opinion on financial statements

In our opinion the financial statements:

- give a true and fair view, in accordance with Generally Accepted Accounting Practice in Ireland of the state of the company's affairs as at 31 December 2012 and of its loss for the year then ended; and
- have been properly prepared in accordance with the requirements of the Companies Acts 1963 to 2012.



INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF REHAB LOTTERIES LIMITED - continued

Matters on which we are required to report by the Companies Acts 1963 to 2012

- We have obtained all the information and explanations which we consider necessary for the purposes of our audit.
- In our opinion proper books of account have been kept by the company.
- The financial statements are in agreement with the books of account.
- In our opinion the information given in the Directors' Report is consistent with the financial statements.
- The net assets of the company, as stated in the Balance Sheet, are not more than half of the amount of its called-up share capital and, in our opinion, on that basis there did exist at 31 December 2012 a financial situation which under Section 40(1) of the Companies (Amendment) Act, 1983 requires the convening of an extraordinary general meeting of the company. This meeting was held on 26 September 1989.

Matters on which we are required to report by exception

We have nothing to report in respect of the provisions in the Companies Acts 1963 to 2012 which require us to report to you if, in our opinion, the disclosures of directors' remuneration and transactions specified by law are not made.

**John Dunne (Statutory auditor)
for and on behalf of PricewaterhouseCoopers
Chartered Accountants and Statutory Audit Firm
Dublin**

23 April 2013

REHAB LOTTERIES LIMITED

PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 DECEMBER 2012

	Note	2012 €	2011 €
Turnover	1	811,393	996,596
Administrative expenses		(888,881)	(943,609)
(Loss)/profit on ordinary activities before taxation		(77,488)	52,987
Tax on (loss)/profit on ordinary activities	4	-	-
(Loss)/profit for the financial year	11	(77,488)	52,987


All amounts relate to continuing operations.

There were no recognised gains and losses for 2012 or 2011 other than those included in the Profit and loss account.

Signed on behalf of the board



Keith Poole
Director


John McGuire
Director

Date: 22/04/2013


The notes on pages 7 to 13 form part of these financial statements.

REHAB LOTTERIES LIMITED


BALANCE SHEET
AS AT 31 DECEMBER 2012

	Note	€	2012 €	€	2011 €
Fixed assets					
Tangible assets	5		57,219		56,090
Current assets					
Stocks	7	76,655		129,760	
Debtors	8	763,568		462,988	
Cash at bank and in hand		100,600		353,234	
			<u>940,823</u>	<u>945,982</u>	
Creditors: amounts falling due within one year	9	<u>(2,392,795)</u>		<u>(2,319,337)</u>	
Net current liabilities			<u>(1,451,972)</u>		<u>(1,373,355)</u>
Net liabilities			<u>(1,394,753)</u>		<u>(1,317,265)</u>
Capital and reserves					
Called up share capital	10		3		3
Profit and loss account	11		<u>(1,394,756)</u>		<u>(1,317,268)</u>
Shareholders' deficit	12		<u>(1,394,753)</u>		<u>(1,317,265)</u>

Signed on behalf of the board:



 Keith Poole
 Director



 John McGuire
 Director

Date: 22/04/2013

The notes on pages 7 to 13 form part of these financial statements.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2012

1. Accounting policies

1.1 Basis of preparation of financial statements

The financial statements have been prepared in accordance with accounting standards generally accepted in Ireland and Irish statute comprising the Companies Acts 1963 to 2012.

Accounting standards generally accepted in Ireland in preparing financial statements giving a true and fair view are those issued by the Accounting Standards Board and published by the Institute of Chartered Accountants in Ireland.

The financial statements are prepared under the historical cost convention, modified by the revaluation of certain land and buildings.

1.2 Going concern

The financial statements have been prepared on a going concern basis. The ability of the company to operate as a going concern is dependent on the continued financial support from the Rehab Group, its ultimate parent company. The Board of the Rehab Group has pledged to continue to provide financial support, as necessary, to enable the company to continue in operation for the foreseeable future and for a period of at least twelve months from the date of approval of these financial statements. The directors are satisfied that this support will continue to be made available for the foreseeable future. As a result, the directors believe that the going concern concept is appropriate to the company.

1.3 Turnover

The company operates the lottery games on an agency basis for the Rehab Group and turnover represents the management charge payable by the Rehab group, which is derived from a set proportion of the sale of lottery tickets less estimated returns and provisions for prizes and commission.

1.4 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Motor vehicles	-	4 years
Fixtures and fittings	-	Between 2 and 5 years
Computer equipment	-	Between 2 and 3 years

1.5 Investments

Investments are stated at cost less provision for any permanent diminution in value.

1.6 Operating leases

Rentals under operating leases are charged to the Profit and loss account on a straight line basis over the lease term.

Benefits received and receivable as an incentive to sign an operating lease are recognised on a straight line basis over the period until the date the rent is expected to be adjusted to the prevailing market rate.

REHAB LOTTERIES LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2012

1. Accounting policies (continued)

1.7 Stocks

Stocks are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving stocks. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads.

1.8 Deferred taxation

Full provision is made for deferred tax assets and liabilities arising from all timing differences between the recognition of gains and losses in the financial statements and recognition in the tax computation.

Deferred tax assets and liabilities are discounted.

1.9 Pensions

The majority of employees are covered by the externally managed insured defined contribution pension scheme. Pension costs are charged to the profit and loss account on an accruals basis. The pension charge for the year was €30,227 (2011 - €35,918).

2. (Loss)/profit

The (loss)/profit is stated after charging:

	2012 €	2011 €
Depreciation of tangible fixed assets:		
- owned by the company	28,880	25,626
Auditors' remuneration	21,869	24,578
Operating lease rentals:		
- plant and machinery	12,141	16,566
- other operating leases	35,447	36,347
	<u>98,337</u>	<u>103,117</u>

During the year, no director received any emoluments (2011 - €NIL).

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2012**
3. Staff costs

Staff costs were as follows:

	2012 €	2011 €
Wages and salaries	415,882	386,390
Social welfare costs	37,379	46,473
Other pension costs	30,227	35,913
	<u>483,488</u>	<u>468,783</u>

The average monthly number of employees, including the directors, during the year was as follows:

	2012 No.	2011 No.
Employees	<u>13</u>	<u>12</u>

4. Taxation**Factors affecting tax charge for the year**

The tax assessed for the year is calculated at the standard rate of corporation tax in Ireland of 12.5% (2011 - 12.5%). The differences are explained below:

	2012 €	2011 €
(Loss)/profit on ordinary activities before tax	<u>(77,488)</u>	<u>52,987</u>
(Loss)/profit on ordinary activities multiplied by standard rate of corporation tax in Ireland of 12.5% (2011 - 12.5%)	(9,686)	6,623
Effects of:		
Expenses not deductible for tax purposes, other than goodwill amortisation and impairment	1,137	874
Capital allowances for year in excess of depreciation	1,079	(1,232)
Utilisation of tax losses	9,346	(5,064)
Other timing differences leading to an increase (decrease) in taxation	(1,876)	(1,201)
	<u>-</u>	<u>-</u>
Current tax charge for the year (see note above)	<u>-</u>	<u>-</u>

REHAB LOTTERIES LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2012

5. Tangible fixed assets

	Motor vehicles €	Fixtures and fittings €	Computer equipment €	Total €
Cost				
At 1 January 2012	107,319	12,432	24,571	144,322
Additions	16,749	2,362	10,898	30,009
Disposals	(33,000)	-	-	(33,000)
At 31 December 2012	91,068	14,794	35,469	141,331
Depreciation				
At 1 January 2012	62,418	4,843	20,971	88,232
Charge for the year	21,720	2,907	4,253	28,880
On disposals	(33,000)	-	-	(33,000)
At 31 December 2012	51,138	7,750	25,224	84,112
Net book value				
At 31 December 2012	39,930	7,044	10,245	57,219
At 31 December 2011	44,901	7,589	3,600	56,090

6. Fixed asset investments

The company holds 100% of the ordinary share capital of Rehab Net Games. Rehab Net Games is involved in selling charitable lottery games on the internet. The Company's investment in Rehab Net Games has been provided for in full.

The company's registered office is as follows:

Rehab Net Games Limited
Roslyn Park
Sandymount
Dublin 4

The results and balance sheet of the company has not been consolidated in the company's financial statements as group financial statements are prepared by the company's ultimate parent company, The Rehab Group.

7. Stocks

	2012 €	2011 €
Finished goods and goods for resale	76,655	129,760

The replacement cost of stocks does not differ materially from their historical cost.

REHAB LOTTERIES LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2012

8. Debtors

	2012 €	2011 €
Trade debtors	82,449	141,578
Amounts owed by group undertakings	639,088	203,809
Other debtors	32,519	54,480
Prepayments and accrued income	9,512	63,121
	<u>763,568</u>	<u>462,988</u>

The company has a potential deferred tax asset of €601,998 (2011: €592,598) as a result of tax losses being carried forward. The potential asset has not been recognised in the financial statements as its recoverability against future profits is uncertain.

9. Creditors:
Amounts falling due within one year

	2012 €	2011 €
Bank loans and overdrafts	818,206	577,033
Trade creditors	70,802	29,701
Amounts owed to parent and fellow subsidiaries	1,149,691	1,209,266
Other taxes (see below)	11,127	10,962
Accruals and deferred income	342,969	492,375
	<u>2,392,795</u>	<u>2,319,337</u>

Other taxes

	2012 €	2011 €
PAYE/PRSI	<u>11,127</u>	<u>10,962</u>

10. Share capital

	2012 €	2011 €
Authorised		
10,000 Ordinary shares of €1.30 each	<u>13,000</u>	<u>13,000</u>
Allotted, called up and fully paid		
2 Ordinary shares of €1.30 each	<u>3</u>	<u>3</u>

REHAB LOTTERIES LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2012

11. Reserves

	Profit and loss account €
At 1 January 2012	(1,317,268)
Loss for the year	(77,488)
At 31 December 2012	<u>(1,394,756)</u>

12. Reconciliation of movement in shareholders' deficit

	2012 €	2011 €
Opening shareholders' deficit	(1,317,265)	(1,370,255)
(Loss)/profit for the year	(77,488)	52,987
Shares issued during the year	-	3
Closing shareholders' deficit	<u>(1,394,753)</u>	<u>(1,317,265)</u>

13. Operating lease commitments

At 31 December 2012 the company had annual commitments under non-cancellable motor-vehicle operating leases as follows:

	2012 €	2011 €
Expiry date:		
Within 1 year	5,608	2,576
Between 2 and 5 years	<u>14,020</u>	<u>4,140</u>

14. Related party transactions

Rehab Lotteries Limited is wholly owned within the Rehab group. Transactions with Rehab Lotteries Limited and with other wholly owned subsidiary companies of The Rehab Group are not disclosed as the company has taken advantage of the exemption available under FRS 8 "Related Party Disclosures" from disclosing such transactions.

15. Ultimate parent undertaking and controlling party

The parent company and controlling party of Rehab Lotteries Limited is The Rehab Group, which is the parent company of the smallest and largest group to consolidate these financial statements. Copies of The Rehab Group consolidated financial statements can be obtained from:

The Company Secretary
Roslyn Park, Sandymount, Dublin 4.

Rehab Lotteries Limited has not presented a separate cash flow statement as it has availed of the exemption available under FRS 1 "Cash Flow Statements".

The FRS 1 exemption is available as 100% of Rehab Lotteries Limited's voting rights are controlled within the Rehab group and the consolidated financial statements of The Rehab Group (in which Rehab Lotteries Limited is included) are publicly available.

16. Approval of financial statements

The board of directors approved these financial statements for issue on 22 April 2013.

Financial Statements

Year Ended 31 December 2012

Management Information

(Not part of Audited financial statements)

LOTTERY INCOME AND EXPENDITURE ACCOUNT
 Year Ended 31 December 2012

	2012 €	2011 €
Sale of lottery tickets as agent of charities		
Scratchcard/Instant Win	<u>3,412,272</u>	<u>3,814,077</u>
Less:		
Prizes	2,294,004	2,489,350
Other costs (including administration)	<u>1,117,800</u>	<u>1,289,122</u>
Benefiting activities	<u>468</u>	<u>35,605</u>

