

Consolidated Balance Sheet

As at March 31, 2010, with comparative figures for 2009
(in thousands of dollars)

ASSETS	2010	2009
Current assets		(Restated note 1(s)(i))
Cash and cash equivalents	\$ 324,640	\$ 323,952
Accounts receivable	78,239	60,384
Prepaid expenses	32,478	36,834
Inventories (Note 2)	29,695	21,723
Current portion of loans receivable (Note 4)	6,121	7,209
	\$ 471,173	\$ 450,102
Restricted cash (Note 3)	199,103	192,887
Loans receivable (Note 4)	25,858	29,248
Property, plant and equipment (Note 5)	2,492,286	2,495,836
Goodwill	1,776	1,776
Cash and short-term investments held for First Nations (Note 6)	191,696	176,249
	\$ 3,381,892	\$ 3,346,098
LIABILITIES AND EQUITY		
Current liabilities		
Accounts payable and accrued liabilities	\$ 321,817	\$ 342,200
Due to operators (Note 7)	37,544	44,464
Due to Chippewas of Mnjikaning (Note 7)	1,577	1,675
Due to Government of Canada (Note 17)	7,421	5,376
Deferred revenues	15,807	17,555
Current portion of long-term debt (Note 8)	49,313	86,765
	\$ 433,479	\$ 498,035
Due to First Nations (Note 6)	191,696	176,249
Long-term debt (Note 8)	186,077	169,607
Accrued future benefit costs (Note 15)	18,694	15,709
Asset retirement obligation	1,535	1,499
EQUITY		
Retained earnings	\$ 2,358,441	\$ 2,292,765
Contributed surplus	62,345	62,345
Reserves (Note 3)	129,625	129,889
	\$ 2,550,411	\$ 2,484,999
	\$ 3,381,892	\$ 3,346,098

Commitments (Notes 3, 4, 7 and 11)

Contingencies (Notes 7 and 12)

See accompanying notes to consolidated financial statements.

On behalf of the Board



Paul Godfrey
Chair



Thomas O'Brien
Director

Consolidated Statement of Income and Other Comprehensive Income

Year ended March 31, 2010, with comparative figures for 2009
(in thousands of dollars)

REVENUES	2010	2009
		(Restated note 1(s)(i))
Lotteries and bingo	\$ 2,890,258	\$ 2,947,616
Resort casinos	1,353,214	1,408,813
Casinos and slots at racetracks	2,035,547	2,070,559
	\$ 6,279,019	\$ 6,426,988
OPERATING EXPENSES		
Lotteries and bingo	\$ 2,093,341	\$ 2,192,526
Resort casinos	1,428,093	1,506,714
Casinos and slots at racetracks	1,100,221	1,103,139
	\$ 4,621,655	\$ 4,802,379
Income before the undernoted	\$ 1,657,364	\$ 1,624,609
Interest and other income	\$ 58,612	\$ 37,795
Interest on long-term debt	(7,218)	(9,316)
Foreign exchange gain	9,986	17,762
Net income and other comprehensive income	\$ 1,718,744	\$ 1,670,850

Segmented information (Note 13)
See accompanying notes to consolidated financial statements.

Consolidated Statement of Retained Earnings

Year ended March 31, 2010, with comparative figures for 2009
(in thousands of dollars)

	2010	2009
		(Restated note 1(s)(i))
Retained earnings, beginning of year	\$ 2,292,765	\$ 2,251,737
Adjustment on adoption of new accounting standard for goodwill and intangible assets (Note 1(s)(i))	-	(4,848)
As restated	\$ 2,292,765	\$ 2,246,889
Net income	1,718,744	1,670,850
Transfers from reserves, net	264	39,070
Distribution to First Nations on behalf of the Province of Ontario	(67,184)	(67,805)
Payments to the Province of Ontario	(1,586,148)	(1,596,239)
Retained earnings, end of year	\$ 2,358,441	\$ 2,292,765

See accompanying notes to consolidated financial statements.

Consolidated Statement of Cash Flows

Year ended March 31, 2010, with comparative figures for 2009
(in thousands of dollars)

CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES	2010	2009
Net income	\$ 1,718,744	\$ 1,670,850
Adjustments to reconcile net income to net cash from operating activities:		(Restated note 1(s)(i))
Amortization of property, plant and equipment and asset retirement obligation	234,339	259,245
Accretion expense	36	147
Loss on disposal of property, plant and equipment	8,622	5,240
Impairment of long-lived assets	3,997	-
Accrued future benefit costs	2,986	(10,363)
Change in non-cash working capital:		
Accounts receivable	(17,856)	18,515
Prepaid expenses	4,356	(6,356)
Inventories	(7,972)	1,457
Accounts payable and accrued liabilities	(32,282)	(24,471)
Due to operators	(6,920)	2,127
Due to Chippewas of Mnjikaning	(98)	(282)
Due to Government of Canada	2,044	(3,158)
Deferred revenues	(1,748)	1,424
Due to First Nations	(340)	(4,466)
Net cash from operating activities	\$ 1,907,908	\$ 1,909,909
CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES		
Increase in long-term debt	\$ 18,524	\$ 144,068
Repayments of long-term debt	(87,055)	(184,858)
Payment of capital lease obligations	(92)	-
Payments to Province of Ontario	(1,586,148)	(1,596,239)
Distributions to First Nations	(66,844)	(63,339)
Net cash used in financing activities	\$ (1,721,615)	\$ (1,700,368)
CASH FLOWS FROM (USED IN) INVESTING ACTIVITIES		
Issuance of loans receivable	\$ (2,238)	\$ (190)
Repayment of loans receivable	6,717	9,229
Capital expenditures	(187,328)	(248,588)
Proceeds on disposal of property, plant and equipment	3,460	2,204
Increase in restricted cash	(6,216)	(9,396)
Net cash used in investing activities	\$ (185,605)	\$ (246,741)
Increase (decrease) in cash and cash equivalents	\$ 688	\$ (37,200)
Cash and cash equivalents, beginning of year	323,952	361,152
Cash and cash equivalents, end of year	\$ 324,640	\$ 323,952
Cash and cash equivalents are comprised of:		
Cash	\$ 323,240	\$ 314,642
Cash equivalents	1,400	9,310
	\$ 324,640	\$ 323,952
Supplemental cash flow information:		
Cash interest received	\$ 3,042	\$ 9,423
Cash paid for interest	6,808	5,951
Supplemental disclosure relating to non-cash financing and investing activities:		
Acquisition of Casino Niagara building through capital lease	\$ 47,640	\$ -

See accompanying notes to consolidated financial statements.