Rule 4.7B

Appendix 4C

Quarterly report for entities admitted on the basis of commitments

Introduced 31/3/2000. Amended 30/9/2001

Name of entity

AINSWORTH GAME TECHNOLOGY LIMITED

ABN	Quarter ended ("current quarter")
37 068 516 665	30 JUNE 2003

Consolidated statement of cash flows

Cash flows related to operating activities			Current quarter $A'000 01/04/03 – 30/06/03	Year to date $A'000 01/07/02 – 30/06/03
1.1	Receipts from customers		8,307	35,393
1.2	Payments for	(a) staff costs	(3,377)	(11,890)
		(b) advertising and marketing	(1,111)	(2,686)
		(c) research and development	(718)	(3,161)
		(d) leased assets	-	-
		(e) other working capital	(6,106)	(22,159)
1.3	Dividends received		-	-
1.4	Interest and other items of a similar nature received		-	156
1.5	Interest and other costs of finance paid		(54)	(109)
1.6	Income taxes paid		-	-
1.7	Other (provide details if material)		-	-
	Net operating cash flows (refer note below)		**(3,059)**	**(4,456)**

NOTE:

Included in the above net operating cash flow for the quarter ended 30 June, 2003 is an amount of $5.4 million (YTD 30/06/03 $8.2 million) relating to expenditure for the following:

- Development and submission for regulatory approval of new products for release in domestic and international markets;
- Operating expenses of the business of Victorian Gaming Systems (refer note on page 4) incurred prior to generation of cash receipts from the sale of the new Celebrity product; and
- Materials purchased in preparation for production of new products on which initial sales commenced late in the quarter ended 30 June, 2003.

+ See chapter 19 for defined terms.

		Current quarter $A'000 01/01/03 – 31/03/03	Year to date $A'000 01/07/02 – 31/03/03
1.8	Net operating cash flows (carried forward)	(3,059)	(4,456)
	Cash flows related to investing activities		
1.9	Payment for acquisition of:		
	(a) business assets (item 5)	-	(559)
	(b) equity investments	-	-
	(c) intellectual property	-	-
	(d) physical non-current assets	(409)	(16,003)
	(e) other non-current assets	-	-
1.10	Proceeds from disposal of:		
	(a) businesses (item 5)	-	-
	(b) equity investments	-	-
	(c) intellectual property	-	-
	(d) physical non-current assets	58	58
	(e) other non-current assets	-	-
1.11	Loans to other entities	-	-
1.12	Loans repaid by other entities	-	-
1.13	Other (provide details if material)	-	-
	Net investing cash flows	**(351)**	**(16,504)**
1.14	**Total operating and investing cash flows**	**(3,410)**	**(20,960)**
	Cash flows related to financing activities		
1.15	Proceeds from issues of shares, options, etc.	-	-
1.16	Proceeds from sale of forfeited shares	-	-
1.17	Proceeds from borrowings	3,000	7,875
1.18	Repayment of borrowings	-	(875)
1.19	Dividends paid	-	-
1.20	Other (provide details if material)	(26)	(42)
	Net financing cash flows	**2,974**	**6,958**
	Net increase (decrease) in cash held	**(436)**	**(14,002)**
1.21	Cash at beginning of quarter/year to date	1,529	15,095
1.22	Exchange rate adjustments to item 1.20	-	-
1.23	**Cash at end of quarter**	**1,093**	**1,093**

+ See chapter 19 for defined terms.

Payments to directors of the entity and associates of the directors
Payments to related entities of the entity and associates of the related entities

		Current quarter $A'000 01/04/03 – 30/06/03
1.24	Aggregate amount of payments to the parties included in item 1.2	247
1.25	Aggregate amount of loans to the parties included in item 1.11	-

1.26 Explanation necessary for an understanding of the transactions

Included in the above amount are payments of $124,500 to Mr LH Ainsworth or companies controlled by him. These payments are made up as follows;

- $92,000 in rental lease payments for Chiswick and Gold Coast premises owned by a company controlled by Mr LH Ainsworth, and
- $32,500 to Mr LH Ainsworth as part of the consultancy agreement with the company.

Non-cash financing and investing activities

2.1 Details of financing and investing transactions which have had a material effect on consolidated assets and liabilities but did not involve cash flows

Acquisition of plant and equipment and motor vehicles during the current quarter by means of hire purchase agreements was $Nil (YTD – 30/06/03 $246,000)

2.2 Details of outlays made by other entities to establish or increase their share in businesses in which the reporting entity has an interest

N/A

Financing facilities available

Add notes as necessary for an understanding of the position. (See AASB 1026 paragraph 12.2).

		Amount available $A'000	Amount used $A'000
3.1	Loan facilities	15,000	7,000
3.2	Credit standby arrangements (refer note below)	6,350	-

NOTE:

As reported in our announcement on 27 June, 2003, agreement had been reached with AGT's Chairman, Mr Len Ainsworth, for the provision of an additional standby facility of $5 million, included in the $6.35 million noted above. This additional facility to the $15 million facility previously reported is on similar terms and conditions, which are more favourable than those that could be achieved from the company's bankers, and at arms length in the open market.

+ See chapter 19 for defined terms.

Reconciliation of cash

Reconciliation of cash at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts is as follows.		Current quarter $A'000 30/06/2003	Previous quarter $A'000 31/03/2003
4.1	Cash on hand and at bank	1,093	1,529
4.2	Deposits at call	-	-
4.3	Bank overdraft	-	-
4.4	Other (provide details)	-	-
	Total: cash at end of quarter (item 1.23)	**1,093**	**1,529**

Acquisitions and disposals of business assets (refer note below)

		Acquisitions *(Item 1.9(a))*	Disposals *(Item 1.10(a))*
5.1	Name of business	-	-
5.2	Place of incorporation or registration	-	-
5.3	Consideration for acquisition or disposal	-	-
5.4	Total net assets and intellectual property	-	-
5.5	Nature of business	-	-

NOTE:
On 2nd January, 2003 the company acquired the business and intellectual property of Victorian Gaming Systems Manufacturing Pty Limited, a Victorian based gaming machine manufacturer and distributor for a total potential consideration of $3,268,000. During the current quarter $nil (YTD 30/06/03; $559,000) had been paid off the purchase price. The balance of the maximum possible purchase price of $2,709,000 is deferred, of which $1,432,000 is only payable on achieving established performance criteria.

Compliance statement

1 This statement has been prepared under accounting policies which comply with accounting standards as defined in the Corporations Act (except to the extent that information is not required because of note 2) or other standards acceptable to ASX.

2 This statement does give a true and fair view of the matters disclosed.

Sign here: .... Date: 30th JULY 2003
(Company secretary)

Print name: MARK LUDSKI

Notes

1. The quarterly report provides a basis for informing the market how the entity's activities have been financed for the past quarter and the effect on its cash position. An entity wanting to disclose additional information is encouraged to do so, in a note or notes attached to this report.

2. The definitions in, and provisions of, *AASB 1026: Statement of Cash Flows* apply to this report except for the paragraphs of the Standard set out below.

   - 6.2 - reconciliation of cash flows arising from operating activities to operating profit or loss
   - 9.2 - itemised disclosure relating to acquisitions
   - 9.4 - itemised disclosure relating to disposals
   - 12.1(a) - policy for classification of cash items
   - 12.3 - disclosure of restrictions on use of cash
   - 13.1 - comparative information

3. **Accounting Standards.** ASX will accept, for example, the use of International Accounting Standards for foreign entities. If the standards used do not address a topic, the Australian standard on that topic (if any) must be complied with.

+ See chapter 19 for defined terms.