

Appendix 4C

Quarterly report for entities admitted on the basis of commitments

Name of entity

AINSWORTH GAME TECHNOLOGY LIMITED

ABN

37 068 516 665

Quarter ended ("current quarter")

31 December 2006

Consolidated statement of cash flows

Cash flows related to operating activities	Current quarter \$A'000	Year to date \$A'000
	01/10/06 – 31/12/06	01/07/06 – 31/12/06
1.1 Receipts from customers	14,924	29,572
1.2 Payments for		
(a) staff costs	(7,181)	(12,188)
(b) advertising and marketing	(820)	(1,133)
(c) research and development	(444)	(639)
(d) leased assets	-	-
(e) other working capital	(10,012)	(19,246)
1.3 Dividends received	-	-
1.4 Interest and other items of a similar nature received	632	636
1.5 Interest and other costs of finance paid	(151)	(340)
1.6 Income taxes paid	-	-
1.7 Other	-	-
Net operating cash flows	(3,052)	(3,338)

Note:

As per Item 1.2 above, development expenditure has been included in "Cash flows related to operating activities" as per *AASB 1026 Statement of Cash Flows* referred to in Note 2 of this report.

+ See chapter 19 for defined terms.

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	Current quarter \$A'000 01/10/06 – 31/12/06	Year to date \$A'000 01/07/06 – 31/12/06
1.8 Net operating cash flows (carried forward)	(3,052)	(3,338)
Cash flows related to investing activities		
1.9 Payment for acquisition of:	-	-
(a) businesses (Item 5)	-	-
(b) equity investments	-	-
(c) intellectual property	-	-
(d) physical non-current assets	(230)	(291)
(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	-	12
(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	(230)	(279)
1.14 Total operating and investing cash flows	(3,282)	(3,617)
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	6,000	6,000
1.18 Repayment of borrowings	(76)	(76)
1.19 Dividends paid	-	-
1.20 Other	(140)	(281)
Net financing cash flows	5,784	5,643
Net increase (decrease) in cash held	2,502	2,026
1.21 Cash at beginning of quarter/year to date	1,085	1,577
1.22 Effects of exchange rate fluctuations on the balances of cash held in foreign currencies	(50)	(66)
1.23 Cash at end of quarter	3,537	3,537

+ 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 01/10/06 – 31/12/06
1.24	Aggregate amount of payments to the parties included in item 1.2	138
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 item 1.24 are \$86,000 in payments to Mr LH Ainsworth or company's controlled by him as follows;

- Rental payments for leased premises in Queensland (\$13,000), employment services as part of a consultancy agreement with the Company (\$57,000) and rental payments for manufacturing equipment leased to the Company (\$16,000).

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.

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 (refer note below)	40,000	33,900
3.2	Credit standby arrangements	4,000	1,360

Note:

As per Item 3.1 above, the amount used of \$33.9 million, excludes accrued interest payable under this facility which as at 31 December 2006 was \$5.3 million.

Further to the \$40 million reported facility above and as announced on 6 November 2006, the ongoing funding of the Company has been strengthened by a letter of financial support from a company controlled by the Executive Chairman, Mr Len Ainsworth.

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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	Previous quarter
		\$A'000	\$A'000
		31/12/06	30/09/06
4.1	Cash on hand and at bank	3,537	1,085
4.2	Deposits at call	-	-
4.3	Bank overdraft	-	-
4.4	Other (provide details)	-	-
Total: cash at end of quarter (item 1.23)		3,537	1,085

Acquisitions and disposals of business entities

		Acquisitions <i>(Item 1.9(a))</i>	Disposals <i>(Item 1.10(a))</i>
5.1	Name of entity	-	-
5.2	Place of incorporation or registration	-	-
5.3	Consideration for acquisition or disposal	-	-
5.4	Total net assets	-	-
5.5	Nature of business	-	-

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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: 31 January 2007

(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.

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