ASX: DNA

# asx release



27 October 2017

# Enhancement of Slot Machine Portfolio at Star Vegas

Donaco International Limited ("Donaco" or "the Company") is pleased to announce the signing of a new agreement with RGB Ltd ("RGB"), a leading Asian based supplier of casino equipment and electronic gaming machines, to enhance the slot machine portfolio at the Star Vegas casino hotel in Poipet, Cambodia.

Currently, Donaco operates 1,522 slot machines at the Star Vegas property. The majority of these (1,234 machines) are supplied by distributors under revenue share deals, with the remaining 288 machines owned outright by Donaco.

Under the new agreement, RGB will supply more than 900 new slot machines, worth more than USD25 million, to replace an equivalent number of old machines. The slot machines to be supplied will include the latest machines and technology from prominent manufacturers including Aristocrat, Scientific Games, IGT and Konami.

RGB will also supply a sophisticated new slot machine and casino table game management system, replacing and upgrading existing systems at the property.

Under the new agreement, there is no upfront cost to Donaco for the supply of the machines. The new slot machines will be supplied under revenue share deals which are similar to current arrangements. However, the newer and higher quality slot machines are expected to generate increased revenue for the slot machine business at Star Vegas. The Company expects that the enhanced revenue will start to flow from December 2017, with the new slot machines and systems to be rolled out progressively over the following six months.

Donaco's Managing Director, Mr Joey Lim, said "We are very pleased to sign a new agreement with RGB to maintain and enhance our existing relationship. We have identified a significant opportunity to replace legacy equipment and business arrangements at the Star Vegas with improved deal terms, as well as the latest gaming technology and machines for our customers. This latest deal represents another step forward in Donaco putting its management stamp on the business."

#### About RGB Ltd.:

RGB is a wholly owned subsidiary of RGB International Bhd, a public company listed on the Main Market of Bursa Malaysia Securities Berhad with stock code of 0037. RGB primarily focuses on sales and marketing of electronic gaming and amusement machines and equipment, together with machine concession programs and technical support management. RGB has a workforce of more than 300 people across several countries in Asia, with a substantial presence in Cambodia.



## For further information:

Ben Reichel Executive Director (m) +61 412 060 281

## **ABOUT DONACO INTERNATIONAL LIMITED (ASX: DNA)**

Donaco International Limited operates leisure and entertainment businesses across the Asia Pacific region.

Our major business is the Star Vegas Resort and Club, a successful casino and hotel complex in Poipet, Cambodia, on the border with Thailand. Star Vegas was established in 1999, and is the largest and highest quality of the Poipet casino hotels. The property has more than 100 gaming tables, more than 1400 slot machines, and 385 hotel rooms.

Our flagship business is the Aristo International Hotel, a successful boutique casino in northern Vietnam, located on the border with Yunnan Province, China. Established in 2002, the property has recently been expanded to a brand new five star resort complex with 400 hotel rooms. Donaco is a pioneer casino operator in Vietnam, and owns a 95% interest in the business, in a joint venture with the Government of Vietnam.

To learn more about Donaco visit www.donacointernational.com