



24 May 2019

Market Announcements Office
Australian Securities Exchange
PO Box H224
AUSTRALIA SQUARE NSW 1215

Dear Sir/Madam

Update for the first half 2019 ahead of the Annual General Meeting on 24 May 2019

The Trust's distributable profit for the 1st half year from 1 January 2019 to 30 June 2019 is estimated to be between \$1.2 million to \$1.7 million.

Current economic and trending conditions are challenging in Cairns and the region:

- Softness in Cairns tourism – at a level not experienced for a number of years, made worse by an extraordinary wet season in the 1st quarter of the year and also in the second quarter. This has affected tourism into Cairns and visitation to our complex.
- Short term variability in casino table gaming because of a soft gaming and Chinese tourist market including a soft Chinese New Year season, at a level not experienced in recent years. This has impacted on casino revenues.
- A subdued local economy with weak consumer spend due to soft tourism and increased local competition which has had an impact on casino slots gaming and to a lesser extent on hotel accommodation.
- A subdued national economy exacerbated by uncertainties and consumer anxieties leading up to the recent Federal elections

The Trust will make an announcement of its estimation of the Trust unit distribution for the first half year 2019 in mid to late June.

Yours faithfully

Allan Tan
Executive Director
Reef Corporate Services Limited
Responsible Entity, Reef Casino Trust

** Distributable profit is a non-IFRS measure that is determined in accordance with the Trust Constitution and used as the basis for determining distributions to unitholders. Distributable profit is determined as net profit for the period, adding back distributions to unitholders which have been treated as finance costs in accordance with IFRS. The estimated distributable profit has not been audited.*