

**ASX RELEASE
FOR IMMEDIATE RELEASE
23rd February 2015**



EBET ANNOUNCES STRONG INTERIM RESULT

eBET Limited (ASX: EBT) ("eBET") today announced a strong interim result for the 6 months ended 31 December 2014, with net profit before tax (NPBT) of \$ 2.1 million, up 31% from the previous corresponding period (pcp). Net profit after tax (NPAT) increased 226% to \$3.7 million, and earnings per share (EPS) after tax increased 188% to 21.4 cents during the period. On a net profit before tax (NPBT) basis, EPS before tax (NPBT) increased 16% to 12.1 cents during the period.

The robust result was driven by continued strength in the core business and increased earnings from the acquisition of Flexi-NET. Importantly, the business continued to increase recurring revenue, up from 53% to 56% of total revenue, and increased Gross Margin from 67% to 74%.

Financial Highlights	Dec 2014 (\$,000)	Dec 2013 (\$,000)	Variance
Revenue	22,372	21,040	+6%
Gross Margin	16,492	14,178	+16%
Gross Margin %	74%	67%	+7bps
EBITDA	4,357	3,727	+17%
NPBT	2,101	1,606	+31%
EPS (cps)- before tax	12.1 cents	10.4 cents	+16%

NPAT	3,707	1,139	+226%
EPS (cps)- after tax	21.4 cents	7.4 cents	+188%

Commenting on the results, Ken Carr, eBET CEO and Managing Director, said, "The result reflects strong growth in our core systems business and the benefits of increased scale achieved through acquisition".

"In particular, during the half year, we broadened our footprint in Australia via the acquisition of Flexi-NET, and we continued to grow recurring revenues in our core Gaming Systems Sales and Gaming Operations businesses."

"We are very pleased that our strategy to expand our business nationally and grow stable recurring revenues continues to deliver strong results for our shareholders."

Business Segments

Revenue increased 6% during the period to \$22.4 million, as the Company continued its focus on growing stable recurring revenues which now represent 56% of total revenue.

Gaming Systems sales revenue experienced robust growth of 45% on pcp, while Gaming Operations sales revenue also grew, by 12% over pcp. Gaming Machines revenue declined as the Company moves to exit this business following the acquisition of WMS by Scientific Gaming.

Business Segments	Dec 2014 (\$,000)	Dec 2013 (\$,000)	Variance
Revenue	22,372	21,040	+6%
Gaming Systems	9,289	6,427	+45%
Gaming Machines	255	3,138	-92%
Gaming Operations	12,518	11,144	+12%
Others	310	331	-6%

Gaming Systems Sales

Robust growth in sales saw Gaming Systems revenue increase to \$9.3 million, from \$6.4 million in 1H14.

The strong sales growth resulted from increased take-up of eBET's gaming systems technology, Metropolis™, and continued growth in demand for CardIT™. CardIT™ is now installed in over 173 venues with 16,727 EGMs, up from 13,195, in 1H14.

Importantly, the business successfully entered the hotel gaming market following the signing of an agreement with the Redcape Hotel Group, the largest independent hotel group in Australia. This is a new market opportunity that will enable the company to grow its network beyond the 67,000+ EGMs currently, which was up over 17%.

Gaming Operations

Gaming Operations revenue of \$12.5 million, up 12% on pcp, represents the recurring revenue generated through eBET Systems business and the revenue from the Odyssey Gaming business in Queensland.

eBET Systems recurring revenue of \$7 million, increased 23.5% on pcp, due to the acquisition of Flexi-NET (July 2014) and Astute (March 2014), and the continued take-up of CardIT™. The acquisition of Flexi-NET increased the eBET Gaming Systems network by 8,100 EGMs and the number of machines installed with CardIT™ in NSW grew to 13,004 EGMs, up 46% from 1H14.

During the period the eBET Gaming Systems network grew to 67,000+ EGMs, up 17% on pcp.

Revenue derived from Odyssey Gaming increased to \$5.5 million, up 1% on pcp, growing its Queensland-based gaming network to 16,938 EGMs. Sales of CardIT™ continued to experience strong take-up, with installation in 27 venues during the period. The total number of EGMs operating the technology is now 3,723.

Gaming Machine Sales

The Gaming Machine Sales division comprises eBET logistics and technology services, which are contracted to WMS to support the sale of WMS gaming machines in Australia. In January 2013, WMS was acquired by Scientific Games, which, as a result of the subsequent acquisition by Scientific Games of Bally Technologies in August 2014, will now support the sale of WMS gaming machines internally. As a result, eBET and WMS have agreed to end their contract for the provision of logistics and technology services.

eBET has therefore decided that it will exit the Gaming Machines business, which is low-margin and highly competitive. eBET will discontinue providing its logistics and technology services to WMS from March 2015. As a result, this business segment will no longer be reported going forward.

By exiting this low margin business, eBET will be independent of any machine supplier and better able to execute on higher-margin growth opportunities.

Debt Reduction

The company continues to focus on reducing debt. Debt decreased substantially, by 52% compared to pcp, to \$1.6 million. eBET's gearing ratio was a healthy 1:22 (debt to equity) as at 31 December, 2014.

Deferred Tax Asset

A substantial adjustment to the Deferred Tax Asset of \$1.6m has been recognised, in accordance with the Accounting Standards, of capitalised tax losses (Revenues) \$0.28m, R&D tax credits \$0.59m, intangibles timing differences \$0.38m and other movements in timing differences of \$0.35m. This has increased the after tax profit to \$3.7m.

The consolidated group has unrecognised tax losses carried forward of \$2.9m and unrecognised R&D tax credits of \$0.5m.

On a normalised (statutory tax) basis, profit after tax for the period would have been approximately \$1.5m. We expect a further, but reduced, tax benefit in 2H15. The growth in profit before tax is a better reflection of the operating performance of the business, and this is shown separately.

Outlook

eBET remains conscious of the economic conditions faced by its customers and their patrons and volatility of the global economy. While the drop in the exchange rate may result in some customers delaying upgrades of overseas supplied equipment, the direct impact will be limited given the vast majority of eBET product is sourced locally.

The Company will continue to target EGM network growth by providing value added products and services such as CARD-IT and Astute BI to managed and upgraded EGMs.

Ken Carr, eBET's CEO and Managing Director, said, "We continue to execute on our strategy to provide customers with products and services that are more profitable to them than those offered by our competitors. This will underpin higher revenue per managed EGM and growth in recurring revenues."

"Our strategy for national expansion continues to be a focus. We expect to complete the Victorian roll-out during the second half of the year and look forward to providing this new customer base with our leading-edge products into the future. We are confident this will underpin improvements in the profitability of their business while also delivering superior returns to eBET shareholders."

Further Information: Ken Carr
CEO & Managing Director
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About eBET

eBET Limited is a leading-edge gaming solutions company that is listed on the Australian Securities Exchange (ASX: EBT) and has its headquarters in Sydney, Australia. The eBET Group of companies provide integrated gaming solutions, including gaming management systems, Licensed Monitoring Operator (LMO) services and business intelligence tools and expertise. eBET's commitment to excellence, continual innovation and superior client service mean the company is expanding its presence in a growing number of markets. The company currently has international operations and commercial agreements extending to over 800 customers, operating 67,000 plus gaming machines in Australia, New Zealand and across Asia.

For more information on the eBET Group, please visit www.ebetgroup.com

This announcement contains or may contain forward-looking statements that are based on the Board's beliefs, assumptions and expectations derived from information presently available to management. All statements that address operating performance, events or development that the Company expects or anticipates will occur in the future are forward-looking statements, including without limitation the Company's expectations with respect to potential revenues, costs, profitability and financial performance. Forward-looking statements by their nature address matters that are, to different degrees, uncertain. The Board believes that forward-looking statements are reasonable as and when made.

eBet Limited

ABN : 59 056 210 774

**Appendix 4D - Half Year Report**

Half Year Ending Year ended 31 December 2014
 Previous Corresponding Period Year ended 31 December 2013

Results for Announcement to the Market

	Consolidated Results		
	Dec 2014 \$'000's	Dec 2013 \$'000's	% Change
Revenue	22,372	21,040	6.3%
Net profit before related income tax	2,101	1,606	30.8%
Net profit after related income tax attributable to members of the parent entity	3,707	1,139	225.5%

Dividends and Capital Return

Apart from the payment of the 5.5 cents per share dividend paid 26th September 2014 as reported in the June 2014 Annual Report, no dividends were paid or made payable during the half year or since 31 December 2014. Return of Capital to the shareholders equating to \$1.057m was paid on 9th December 2014

Brief explanation of any of the above necessary to enable the figures to be understood

Revenues from both Systems and Operations reported strong growth rates over 2014 of 44.5% and 12.3% respectively. Machine sales are down 91.9% due to change in the business model.

Profit before income tax increased by 30.8% reflecting a stronger product margin. A substantial adjustment to the deferred tax asset of \$1.6m has been recognised, relating to the recognition, in accordance with the Accounting Standards, of capitalised tax losses (Revenues) \$0.28m, R&D tax credits \$0.59m, intangibles timing differences \$0.38m and other movements in timing differences of \$0.35m. This has increased the after tax profit to \$3.7m. The consolidated group has unrecognised tax losses carried forward of \$2.9m and unrecognised R&D tax credits of \$0.5m.

On a normalised (statutory tax) basis, Profit After Tax for the period would have been approximately \$1.5m. We expect a further, but reduced, tax benefit in 2H15. The growth in Profit Before Tax is a better reflection of the operating performance of the business, and this is shown separately.

Net Tangible Asset Backing

Net tangible asset / (liability) backing per ordinary security	0.84	0.55
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Other Information

	Dec 2014	Dec 2013
Control gained over entities having a material effect		
Flexinet Revenue	2,196	-
Astute Revenue	494	-
Loss of control over entities having a material effect		
Not applicable		
Dividend or distribution reinvestment plans		
Not applicable		
Details of associates & joint venture entities		
Name of group of entities:		
Gaming Solutions Pty Limited (ACN 125 503 853)		
Percentage held:	50%	50%
Share of profit (\$'000):	-	-
Audit status		
This Appendix 4D is based on the half year financial report which has been reviewed by UHY Haines Norton.		

Signed By

Dr Kenneth Carr - Managing Director / CEO

23rd February 2015



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Interim Report For the Half Year ended 31 December 2014

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These financial statements do not include all the notes of the type normally included in an annual financial report. As such, these financial statements should be read in conjunction with the annual report for the year ended 30 June 2014 and any public announcements made during the reporting period and up to the date of these financial statements, in accordance with the continuous disclosure requirements of the Corporations Act 2001.

eBet Limited

Directors' Report for the half year ended 31 December 2014

The Directors of eBet Limited present the financial report of eBet Limited and its subsidiaries (the group) for the half-year ended 31 December 2014. In order to comply with the provision of the corporations Act 2001, the Directors' report is as follows:

Directors

The names of directors who held office during or since the end of the half year:

Mr Paul Oneille (Chairman)
Mr Anthony Toohey (Deputy Chairman)
Dr Kenneth Carr (appointed 29th September)
Mr Michael Hale
Mr Ian James
Dr Allan Sullivan

Operating Results

The profit of the company for the financial period after adjusting for income tax amounted to \$3.71 million (2013: \$1.14 million).

Review of Operations

eBet Limited (eBet) reported revenue for the group of \$22.37 million for the half year ended 31 December 2014 (2013: \$21.04 million), a consolidated profit before income tax of \$2.1 million (2013: \$1.6 million) and a profit after tax of \$3.71 million (2013: \$1.14 million)

The current period's profit before tax of \$2.1 million reflects a 30.8% increase compared to last year's operating profit before income tax of \$1.6 million. This result once again continues the strong growth recorded in the previous reporting periods.

Current assets were \$25.3 million compared to June 2014 : \$20.5 million with Non Current Assets of \$23.9 million compared to June 2014 : \$19.2 million. Current Liabilities of \$13.1 million were down compared to June 2014 : \$14.1 million and Non-Current. Liabilities of \$1.7 million also down from June 2014 : \$1.9 million.

Net cash provided by operating activities was \$3.7 million (2013 : \$2.4 million) with a net cash outflow from investing activities of \$3.9 million, (2013: outflow of \$1.5 million). The outflow from investing activities includes the purchase of intangibles from the Flexinet business of \$2.8 million. The net cash provided by financing activities was \$5.18 million (2013: \$(0.9) million) and includes \$7.97 million of cash from a share issue whilst outflows included a dividend of \$0.84 million and a capital return to shareholders of \$1.05m. The Group also continued to pay down its debt with a net reduction of \$0.88 million.

Events Subsequent to Reporting Date

No matter or circumstance has arisen since 31 December 2014 that has significantly affected, or may affect, the Consolidated Entity's operations in the future financial years, the results of those operations or state of affairs in future financial years.

Auditor's Independence Declaration

The auditor's independence declaration under section 307C of the *Corporations Act 2001* is set out on page 3 for the half year ended 31 December 2014.

Rounding

The consolidated group has applied the relief available to it in ASIC Class Order 98/100 and, accordingly, certain amounts in the financial report and the directors' report have been rounded to the nearest \$1,000.

This report is made and signed in accordance with a resolution of the Directors made pursuant to S.306(3)(a) of the the Corporation Act 2001.

Dr Kenneth Carr
Managing Director / CEO

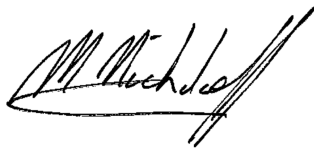
Dated this 23rd day of February 2015

**Auditor's Independence Declaration
Under Section 307C of the Corporations Act 2001**

To the Directors of eBet Limited

I declare that, to the best of my knowledge and belief, during the half year ended 31 December 2014 there have been:

- (i) No contraventions of the auditor independence requirements as set out in the Corporations Act 2001 in relation to the review; and
- (ii) No contraventions of any applicable code of professional conduct in relation to the review.

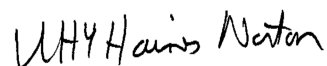


Mark Nicholaeff

Partner

Sydney

Dated: 23 February 2015



UHY Haines Norton

Chartered Accountants

eBet Limited

Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income for the half-year ended 31 December 2014

		Half year	
		Dec 2014	Dec 2013
	Notes	\$000	\$000
Revenue from continuing operations			
Systems revenue		9,289	6,427
Operations revenue		12,518	11,144
Machines revenue		255	3,138
Other income		310	331
Total revenue	2	22,372	21,040
Expenditure			
Cost of Sales	3	(5,880)	(6,862)
Employee benefit expense		(8,028)	(7,015)
Finance costs	3	(33)	(74)
Professional fees		(400)	(477)
Telecommunications		(164)	(173)
Bad and doubtful debts		(164)	(16)
Travel and entertainment expenses		(314)	(316)
Motor vehicle expenses		(357)	(192)
Insurance expenses		(208)	(191)
Occupancy and equipment rental expenses		(669)	(660)
Directors' fees and related expenses		(301)	(125)
Depreciation and amortisation	3	(2,224)	(1,983)
Audit and accounting fees		(161)	(53)
Other expenses		(1,368)	(1,297)
Total expenses		(20,271)	(19,434)
Profit before income tax benefit / (expense)		2,101	1,606
Income tax benefit / (expense)		1,606	(467)
Profit for the period after income tax		3,707	1,139
Profit attributable to members of the parent entity		3,707	1,139
Other comprehensive income for the half year, net of tax		-	-
Total comprehensive income for the half year		3,707	1,139
Total comprehensive income attributable to members of the parent entity		3,707	1,139
Net Profit Before Tax			
Basic earnings per share (cents per share)		12.13	10.48
Diluted earnings per share (cents per share)		11.38	9.75
Net Profit After Tax			
Basic earnings per share (cents per share)		21.40	7.43
Diluted earnings per share (cents per share)		20.07	6.91

The Condensed Consolidated Statement of Profit or Loss and other Comprehensive Income should be read in conjunction with the accompanying notes.

eBet Limited

Condensed Consolidated Statement of Financial Position as at 31 December 2014

	Notes	Dec 2014 \$000	June 2014 \$000
Current Assets			
Cash and cash equivalents		7,552	2,457
Trade and other receivables		7,727	12,183
Inventories		9,379	5,433
Other current assets		622	464
Total Current Assets		25,280	20,537
Non-Current Assets			
Trade and other receivables		979	1,189
Property, plant and equipment		3,208	3,570
Deferred tax assets		1,812	258
Intangible assets		17,939	14,243
Total Non-Current Assets		23,938	19,260
Total Assets		49,218	39,797
Current Liabilities			
Trade and other payables		5,646	7,351
Borrowings		1,144	1,595
Provisions		2,145	1,445
Derivative financial instruments		-	7
Other current liabilities		4,156	3,763
Total Current Liabilities		13,091	14,161
Non-Current Liabilities			
Trade and other payables		928	35
Borrowings		464	897
Provisions		343	573
Other non-current liabilities		12	408
Total Non-Current Liabilities		1,747	1,913
Total Liabilities		14,838	16,074
Net Assets		34,380	23,723
Equity			
Contributed equity	4	57,803	50,853
Reserves		282	282
Accumulated losses		(23,705)	(27,412)
Total Equity		34,380	23,723

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the accompanying notes.

eBet Limited

Consolidated Statement of Changes in Equity for the half-year ended 31 December 2014

Consolidated Entity

	Contributed Equity \$000	Accumulated Losses \$000	Dividend Reserve \$000	Option Reserve \$000	Total \$000
Balance as at 1 July 2013	50,853	(29,481)	-	285	21,657
Total comprehensive income for the half-year net of tax	-	1,139	-	-	1,139
Balance as at 31 December 2013	50,853	(28,342)	-	285	22,796
Balance as at 1 July 2014	50,853	(27,412)	1	281	23,723
Issue of ordinary shares for cash	8,007	-	-	-	8,007
Return of capital to shareholders	(1,057)	-	-	-	(1,057)
Total comprehensive income for the half-year net of tax	-	3,707	-	-	3,707
Balance as at 31 December 2014	57,803	(23,705)	1	281	34,380

eBet Limited

Condensed Consolidated Statement of Cash Flows for the half-year ended 31st December 2014

		Half year	
		Dec 2014	Dec 2013
	Notes	\$'000	\$'000
Cash Flows from Operating Activities			
Receipts from customers		26,748	23,325
Payments to suppliers and employees		(23,173)	(21,193)
Interest received		123	300
Interest and other costs of finance paid		(33)	(74)
Net cash provided by / (Used in) operating activities		3,665	2,358
Cash Flows from Investing Activities			
Payments for acquisitions of property, plant and equipment		(566)	(909)
Payments for software development and other intangibles		(506)	(646)
Payments upon acquisition of Flexinet business		(2,800)	-
Net cash provided by / (used in) investing activities		(3,872)	(1,555)
Cash Flows from Financing Activities			
Net proceeds from share issue		7,969	-
Dividends paid to shareholders		(843)	(535)
Payment of Capital Return to Shareholders		(1,058)	-
Proceeds of borrowings		-	900
Repayments of borrowings		(884)	(1,300)
Net cash provided by / (used in) financing activities		5,184	(935)
Net increase / (decrease) in cash held		4,977	(132)
Cash at beginning of the financial period		1,828	3,047
Cash at end of the financial period		6,805	2,915

The above Condensed Consolidated Statement of Cash Flows should be read in conjunction with the accompanying notes.

eBet Limited

Notes to the Condensed Consolidated Financial Statements half year ended 31 December 2014

Note 1 Significant Accounting Policies

Statement of Compliance

This general purpose financial report for the half year reporting period ended 31 December 2014 has been prepared in accordance with the Corporations Act 2001 and Australian Accounting Standards, including AASB 134: *Interim Financial Reporting*. Compliance with Australian Accounting Standards ensures that the financial statements and notes also comply with International Financial Reporting Standards.

Basis of Preparation

The interim financial report is intended to provide users with an update on the latest annual financial statements of eBet Limited and its controlled entities (the Group). As such, it does not include all the notes of the type normally included in an annual financial report and cannot be expected to provide as full an understanding of the financial performance, financial position and financing activities of the Group as the full financial report. It is therefore recommended that this financial report is read in conjunction with the annual financial statements of the Group for the year ended 30 June 2014, together with any public announcements made during the half year.

The same accounting policies and methods of computation have been followed in this interim financial report as were applied in the most recent annual financial statements, except as set out below.

Impact of standards issued but not yet applied by the group

(a)(i) New and amended standards adopted by the group

AASB108(28)(a) A number of new or amended standards became applicable for the current reporting period, however, the group did not have to change its accounting policies or make retrospective adjustments as a result of adopting these standards. There will be some changes to the disclosures in the 30 June 2016 annual report as a consequence of these amendments.

(a)(ii) AASB 15 Revenue from contracts with customers

The AASB has issued a new standard for the recognition of revenue. This will replace AASB 118 which covers contracts for goods and services and AASB 111 which covers construction contracts. The new standard is based on the principle that revenue is recognised when control of a good or service transfers to a customer – so the notion of control replaces the existing notion of risks and rewards.

The standard permits a modified retrospective approach for the adoption. Under this approach entities will recognise transitional adjustments in retained earnings on the date of initial application (eg 1 July 2017), ie without restating the comparative period. They will only need to apply the new rules to contracts that are not completed as of the date of initial application.

Management is currently assessing the impact of the new rules. At this stage, the group is not able to estimate the impact of the new rules on the group's financial statements. The group will make more detailed assessments of the impact over the next twelve months. The group does not expect to adopt the new standard before 1 July 2017.

	Half Year	
	Dec 2014	Dec 2013
	\$000	\$000
Note 2 Revenue		
Revenue		
- Gaming systems & software	9,289	6,427
- Operations	12,518	11,144
- Gaming machines	255	3,138
	<u>22,062</u>	<u>20,709</u>
Other revenue		
- Interest received	123	300
- Foreign exchange gains	8	-
- Other revenue	179	31
	<u>310</u>	<u>331</u>
Total revenue	<u>22,372</u>	<u>21,040</u>

Note 3 Expenses

Profit before income tax includes the following specific expenses:

Cost of sales	<u>(5,880)</u>	<u>(6,862)</u>
External borrowing costs		
Interest and finance charges paid / payable for financial liabilities	<u>(33)</u>	<u>(74)</u>
Depreciation and amortisation		
Plant and equipment depreciation	<u>(785)</u>	<u>(726)</u>
Intellectual property, software development and other intangible assets amortisation	<u>(1,439)</u>	<u>(1,257)</u>
	<u>(2,224)</u>	<u>(1,983)</u>
Foreign exchange		
Foreign exchange loss	<u>-</u>	<u>(65)</u>
Operating leases		
Minimum lease payments	<u>(404)</u>	<u>(347)</u>

eBet Limited

Notes to the Condensed Consolidated Financial Statements half year ended 31 December 2014

Note 4 Contributed Equity

	No.	\$000
Shares on issue at 1 July 2014	15,324,047	50,853
Shares issued on 23rd July 2014	2,296,975	8,007
Repayment of Capital on 9th December 2014		(1,057)
Shares on issue at 31 December 2014	17,621,022	57,803

Note 5 Contingent Liabilities

The Group has the following contingent liability, not provided for in the financial report:

	Dec 2014 \$000	June 2014 \$000
Bank Guarantee	404	404

Note 6 Subsequent Events

There has not arisen in the interval between the end of the half-year and the date of this report, any item, transaction or event of a material and unusual nature likely, in the opinion of the Directors of the Company, to affect significantly the operations of the Group, the results of those operations, or the state of affairs of the Group in future financial periods.

Note 7 Segment information

Description of segments

Management has determined the operating segments based on reports reviewed by the Chief Executive Officer (identified as the chief operating decision-maker) and the Board of Directors that are used to make strategic decisions.

The Chief Executive Officer and the Board of Directors have identified the following three reportable segments:-

- The Gaming Systems Division develops and markets a range of networked solutions for electronic Gaming machines including player loyalty an tracking Systems, card-based cashless Gaming solutions and machine management software.
- The Operations Division provides Licensed Monitoring Operator services for electronic monitoring, reporting, maintenance of electronic gaming machines and rental of systems products in QLD.
- The Gaming Machines Division will effectively close March 2015, and will no longer be reported.

Segment information provided to the Chief Executive Officer and the Board of Directors

The segment information provided to the Chief Executive Officer and the Board of Directors for the reportable segments is as follows:

	Systems		Operations		Machines		Consolidated Entity	
	2014 \$000	2013 \$000	2014 \$000	2013 \$000	2014 \$000	2013 \$000	2014 \$000	2013 \$000
Revenue from external customers	9,599	6,758	12,518	11,144	255	3,138	22,372	21,040
Depreciation and amortisation expense	330	1,352	1,894	319	-	312	2,224	1,983
Impairment of intangible assets	-	-	-	-	-	-	-	-
Profit / (loss) before income tax	736	1,097	1,254	409	111	100	2,101	1,606
Income tax benefit / (expense)	-	-	-	-	-	-	1,606	(467)
Net profit / (loss)	736	1,097	1,254	409	111	100	3,707	1,139

	Systems		Operations		Machines		Consolidated Entity	
	Dec 14 \$000	Jun 14 \$000	Dec 14 \$000	Jun 14 \$000	Dec 14 \$000	Jun 14 \$000	Dec 14 \$000	Jun 14 \$000
Total segment assets	28,883	24,536	20,133	12,522	202	2,739	49,218	39,797
Total segment liabilities	11,462	9,910	3,376	5,058	-	1,106	14,838	16,074

Accounting Policies

Segment revenues and expenses are those directly attributable to the segments and include any joint revenue and expenses where a reasonable basis of allocation exists.

Segment assets include all assets used by a segment and consist principally of cash, receivable, inventories, intangibles and property, plant and equipment, net of allowances and accumulated depreciation and amortisation. While most such assets can be directly attributed to individual segments, the carrying amount of certain assets used jointly by two or more segments are allocated to the segments on a reasonable basis.

Segment liabilities consist principally of accounts payable, employee entitlements, accrued expenses, provisions and borrowings.

eBet Limited

Directors' Declaration for the half year ended 31 December 2014

In the opinion of the Directors of eBet Limited:

1. The interim financial statements and notes set out on pages 4 to 9 are in accordance with the Corporations Act 2001, including:
 - a. giving a true and fair view of the consolidated entity's financial position as at 31 December 2014 and of its performance for the half-year ended on that date, and
 - b. complying with the Australian Accounting Standard AASB 134 Interim Financial Reporting and the Corporations Regulations 2001; and
2. There are reasonable grounds to believe that eBet Limited will be able to pay its debts as and when they become due and payable.

This declaration is made in accordance with a resolution of Directors made pursuant to section 303(5) of the Corporations Act 2001.

On behalf of the directors,



Dr Kenneth Carr
Managing Director / CEO

Sydney
23rd February 2015

INDEPENDENT AUDITOR'S REVIEW REPORT

To the members of eBet Limited

Report on the Half-Year Financial Report

We have reviewed the accompanying half-year financial report of eBet Limited ("the company"), which comprises the interim consolidated statement of financial position as at 31 December 2014, the interim consolidated statement of profit or loss and other comprehensive income, interim consolidated statement of changes in equity and interim consolidated statement of cash flows for the half-year ended on that date, notes comprising a statement or description of accounting policies and other explanatory information, and the directors' declaration of the consolidated entity comprising the company and the entities it controlled at the end of the half year or from time to time during the half year.

Directors' Responsibility for the Half-Year Financial Report

The directors of the company are responsible for the preparation of the half-year financial report that gives a true and fair view in accordance with Australian Accounting Standards and the *Corporations Act 2001* and for such internal control as the directors determine is necessary to enable the preparation of the half-year financial report that is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express a conclusion on the consolidated half-year financial report based on our review. We conducted our review in accordance with Auditing Standard on Review Engagements ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity*, in order to state whether, on the basis of the procedures described, we have become aware of any matter that makes us believe that the half-year financial report is not in accordance with the *Corporations Act 2001* including: giving a true and fair view of the consolidated entity's financial position as at 31 December 2014 and its performance for the half-year ended on that date; and complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*. As the auditor of eBet Limited, ASRE 2410 requires that we comply with the ethical requirements relevant to the audit of the annual financial report.

A review of a half-year financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

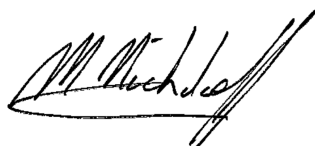
Independence

In conducting our review, we have complied with the independence requirements of the *Corporations Act 2001*.

Conclusion

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the consolidated half-year financial report of eBet Limited is not in accordance with the *Corporations Act 2001* including:

- (a) giving a true and fair view of the consolidated entity's financial position as at 31 December 2014 and of its performance for the half-year ended on that date; and
- (b) complying with Accounting Standard AASB 134 *Interim Financial Reporting* and *Corporations Regulations 2001*.

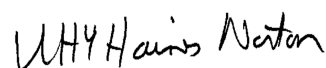


Mark Nicholaeff

Partner

Sydney

Dated: 23rd February 2015



UHY Haines Norton

Chartered Accountants