

ASX and Media Announcement

APPENDIX 4C - Quarterly Report
for entities admitted on the basis of commitments

FOR THE QUARTER ENDED 30 SEPTEMBER 2009

Treyo Leisure and Entertainment Ltd (**ASX: TYO**) listed on the Australian Stock Exchange on 2 January 2009. Prior to Treyo's listing, the Company operated as Matsuoka Mechatronics (China) Co. Matsuoka, now a wholly owned subsidiary of Treyo, is a wholly foreign-owned limited liability company incorporated in the People's Republic of China.

From its modern purpose built production facility ideally located in the Xiaoshan Business District near Shanghai, Matsuoka designs, manufactures and markets automatic mahjong tables under the trade mark "Treyo".

Treyo holds approximately 65% of the premium end of the market for automatic mahjong tables. The Company's success is a result of its innovation, technical excellence, environmental standards, investment in advanced production lines and manufacturing processes, commitment to quality, outstanding customer service and ongoing brand development.

Highlights

The third and fourth quarters are generally the peak months for mahjong table sales and during the period July to September 2009 the Company enjoyed strong sales and profit.

As the major market for Treyo mahjong tables is China and the recovery of Chinese economy is significant, Treyo has maintained strong cash reserves. This is a clear competitive advantage when comparing with Treyo's main rivals.

Cash and cash equivalents as at 30 September 2009 amounted to AUD\$ 33,907,804.

For further information please contact:

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Company Secretary

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Appendix 4C

Quarterly report for entities admitted on the basis of commitments

Name of entity

Treyo Leisure and Entertainment Limited

ABN

93 131 129 489

Quarter ended

“current quarter”

30 September 2009

Consolidated statement of cash flows

	Current quarter	Year to date (9 months)
	\$A'000	\$A'000
Cash flows related to operating activities		
1.1 Receipts from customers	19,531	61,802
1.2 Payments for		
(a) staff costs	(836)	(3,272)
(b) advertising and marketing	(207)	(1,977)
(c) research and development	(269)	(590)
(d) leased assets	-	-
(e) other working capital	(16,085)	(50,783)
1.3 Dividends received	-	-
1.4 Interest and other items of a similar nature received	88	356
1.5 Interest and other costs of finance paid	-	-
1.6 Income taxes	(219)	(646)
1.7 Other (provide details if material)	-	-
IPO costs expensed	-	(434)
Reimbursement of IPO expenses paid by executive director in prior period	-	(752)
Net operating cash flows	2,003	3,703

	Current quarter	Year to date (9 months)
	\$A'000	\$A'000
1.8 Net operating cash flows (carried forward)	2,003	3,703
Cash flows related to investing activities	-	-
1.9 Payment for acquisition of:	-	-
(a) businesses (item 5)	-	-
(b) equity investment	-	-
(c) intellectual property	-	-
(d) physical non-current assets	(21)	(92)
(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	-	-
(e) other non-current assets	-	-
1.11 Loans to other entities	(1,055)	(11,960)
1.12 Loans repaid by other entities	-	10,648
1.13 Other	-	(1,456)
Net investing cash flows	(1,076)	(2,861)
1.14 Total operating and investing cash flows	927	842
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	-	-
1.18 Repayment of borrowings	-	-
1.19 Dividends paid	-	-
1.20 Other (provide details if material) IPO costs	-	(155)
Net financing cash flows	-	(155)
Net increase (decrease) in cash held	927	687
1.21 Cash at beginning of quarter/year to date	35,732	40,266
1.22 Exchange rate adjustments to item 1.20	(2,751)	(7,045)
1.23 Cash at end of quarter	33,908	33,908

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
925
nil

- 1.24 Aggregate amount of payments to the parties included in item 1.2
- 1.25 Aggregate amount of loans to the parties included in item 1.11
- 1.26 Explanation necessary for an understanding of the transactions

\$A'000	
- Fees and salaries to directors 38	
- Purchases from related parties 887	
The related party debtors and creditors are shown as part of the Net Operating cash flows (items 1.8 and 1.13).	

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

Not Applicable

- 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

Not Applicable

Financing facilities available

	Amount available \$A'000	Amount used \$A'000
3.1 Loan facilities	-	-
3.2 Credit standby arrangements	-	-

At 30 September 2009 notes payable of A\$5.168m are guaranteed against interest bearing short term bank deposit of A\$2.584m. Refer to item 4.2 below.

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

4.1 Cash on hand and at bank

4.2 Deposits at call

4.3 Bank overdraft

4.4 Other (provide details)

Total: cash at end of quarter (item 1.23)

Current Quarter \$A'000	Previous Quarter \$A'000
31,324	32,855
2,584	2,877
-	-
-	-
33,908	35,732

Acquisitions and disposals of business entities

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

Acquisitions (Item 1.9(a))	Disposals (Item 1.10(a))
Not Applicable	Not Applicable

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.



Jo-Anne Dal Santo
Company Secretary

29 October 2009