

Annual Report 2015



Skyline
Enterprises

48TH ANNUAL REPORT
AND STATEMENT OF ACCOUNTS
OF SKYLINE ENTERPRISES LIMITED
AND ITS SUBSIDIARY COMPANIES

DIRECTORY

Board of Directors:

Mark Quickfall (Chairman)
Ken Matthews (Retired April 2014)
Phillip J Hensman
Grant H Hensman
Richard B Thomas
Jan N Hunt
Gordon W Harper (Retired February 2015)
Donald N Jackson (Appointed April 2015)

Operating Subsidiaries:

Accommodation & Booking Agents (Queenstown) Limited
Totally Tourism Limited
The Helicopter Line Limited
Leisure Lodge Motor Inn Limited
Glacier Helicopters Limited
Skyline Skyrides Limited
Mitre Peak Cruises Limited
Skyline Tours Limited
Milford Sound Scenic Flights Limited
North Sky Luge (Tremblant) Limited
Air Fiordland Limited
O'Connells Pavilion Limited
Wanaka Flightseeing (2006) Limited
Skyline Investments Limited
Christchurch Casinos Limited
Skyline Properties Limited
North Sky Luge (Calgary) Limited
Sentosa Luge Company Pte Limited

Non Operating Subsidiaries:

Queenstown Tourist Company Limited
North Sky Luge Limited
Fairy Springs Holdings Limited
North Sky Luge No 2 Limited
Glacier Helicopters Holdings Limited
Milford Sound Cruises Limited
Glentanner Heliski Limited
Mount Cook Heli-ski Limited
Tongyeong Luge Company Limited

Chartered Accountants:

McCulloch & Partners, Level 2, 11-17 Church Street, Queenstown

Auditors:

Crowe Horwath New Zealand Audit Partnership

Share Registrar:

Computershare Investor Services Limited,
Private Bag 92119, Auckland 1142
Enquiries: 00 64 9 488 8777
www.computershare.co.nz/investor centre

Bankers:

Bank of New Zealand

Solicitors:

Chapman Tripp, Christchurch
Macalister Todd Phillips, Queenstown

Registered Office

McCulloch & Partners, Level 2, 11-17 Church Street, Queenstown

NOTICE OF MEETING

The Directors of Skyline Enterprises Limited request the pleasure of your attendance at the 48th Annual General Meeting of the Company to be held at the Skyline Restaurant, Queenstown, on Saturday 19th September 2015, at 6.00pm and afterwards as their guest for cocktails and hors d'oeuvres.

Ordinary Business

1. To receive, consider and adopt the Report of the Directors and Audited Statement of Accounts for the year ended 31 March 2015.
2. To consider the Directors' resolution to pay a dividend of 42 cents. The dividend will be paid on 25th September 2015.
3. To consider and approve the following alterations to the Company's constitution to remove the Board's right to issue shares up to 25% of the nominal value of the shares currently on issue without shareholder approval.

Special Resolution

The shareholders resolve as a special resolution under clause 12.2.1(a) of the Company's constitution that the Company's constitution be altered as follows:

1. Delete existing clauses 2.1, 2.1.1, 2.2.1, 2.2.2, 2.2.3 and 2.3 and replace with the following:

"2.1 Consent to New Issue.

2.1.1 The Board must not issue any Shares, Securities that are convertible into or exchangeable for Shares or options to acquire Shares, without the prior approval of a Special Resolution.

2.2 Permitted Use

2.2.1 Subject to the provisions of Clause 2.1 and without prejudice to any special rights conferred on the holders of any existing Shares or class of Shares, the Board may issue Shares to any person in any number with such preferred, deferred, or other special rights or such restrictions whether in regards to dividend, voting, return of capital or otherwise as the Board from time to time thinks fit.

2.3 Issue Made to Existing Members

2.3.1 Notwithstanding the provisions of clauses 2.1 and 2.2, the Board may issue Shares or Securities pursuant to an offer or an issue made to the existing members of the Company pro rata without the prior approval of a special resolution."

2. In existing clauses 2.13.1, 2.14.1, 2.15.1 and 2.15.3 delete the reference to "clause 2.2" and replace with reference to clause 2.1.

4. To consider and approve the following alterations to the Company's constitution to allow the Board to register a parcel of a minimum of 500 shares when those shares have been purchased by an employee who has been continuously employed for at least 3 years.

Special Resolution

The shareholders resolve as a special resolution under clause 12.2.1(a) of the Company's constitution that the Company's constitution be altered as follows:

1. Add the following words to existing clause 4.4.1(e):

"Provided that this clause 4.4.1(e) shall not apply where a transfer of Shares would result in a proposed transferor or a transferee holding minimum parcel of not less than 500 Shares pursuant to the provisions of clauses 4.4.4 and 4.6.4."

2. Add new clause 4.4.4 as follows:

"4.4.4 Notwithstanding anything in clause 4.4 the Board may choose to register a parcel of less than 4000 Shares when those Shares have been purchased by an employee of the Company in accordance with the provisions of clause 4.6.4 and the Board has passed a resolution authorising the transfer of those Shares pursuant to clause 4.6.4."

3. Add new clause 4.6.4 as follows:

"4.6.4 Notwithstanding anything in clause 4.6.1 the Board may allow an employee of the Company who has been continuously employed by the Company for at least three (3) years, to hold a parcel of less than 4000 Shares, but not less than 500 Shares."

4. Add a new clause 4.6.5 as follows:

"4.6.5 The Board may notify any employee who holds a parcel of less than 4000 shares pursuant to clause 4.6.4, and who subsequently ceases to be employed by the Company to either;

- a) Purchase sufficient shares in the Company so as to take that former employees holding to a minimum of 4000 shares: or
- b) Sell all shares held by that former employee in the Company."

5. The Election of Directors. In accordance with the Constitution Mrs Jan N Hunt and Mr Mark Quickfall retire from the Board by rotation and, being eligible, offer themselves for re-election. Mr Donald N Jackson appointed since the last AGM and, being eligible, offers himself for election.

6. Directors' Fees. To approve Directors' Fees of Four Hundred thousand dollars (\$400,000) per annum from 1st April 2015.

7. To record the reappointment of the Auditors Messrs Crowe Horwath New Zealand Audit Partnership and to authorise the Board to fix their remuneration for the ensuing year.

8. To transact any other business that may properly be transacted at the meeting.

By Order of the Board

M J Harris for Secretaries
Arrowtown
31 July 2015

Proxies

All shareholders of the Company are entitled to attend and vote at the meeting and are entitled to appoint a proxy to attend and vote for them instead. A proxy need not be a member of the Company. A proxy form is enclosed and, if used, must be lodged at the Registered Office of the Company not less than 48 hours before the time for holding the meeting (i.e. before 6:00p.m on Thursday 17th September 2015).

The dirt on Rotorua

In March, Skyline Rotorua celebrated a milestone birthday – 30 years since opening back in 1985.



Crankworx: Clint Trahan

Being the original home of the Luge has not slowed its growth in visitors and repeat visitors, with a record for the site of 990,000 Luge rides hosted in 2015. Since opening in 1985 Skyline Rotorua has hosted over 16.5 million luge rides.

Skyline Rotorua successfully launched three major product innovations in 2014, the new Stratosfare Restaurant & Bar, the Zoom Zipline and the Skyline MTB Gravity Park. Over \$1.5 million was spent on the restaurant refurbishment to create the very successful Stratosfare experience; since opening Stratosfare has achieved a 30% growth in revenue.

The Zoom Zipline was launched in April 2014 and has proven a huge hit with our customers. The 400 metre Zip reaches up to 80kmh and is a core product alongside our Luge, Skyswing and Gondola combo.

The Mountain Bike Gravity Park was opened in August 2014. Skyline received a \$225,000 grant from the Government's Tourism Growth Partnership Program to build world-class trails which ultimately led to the country hosting the world's largest MTB festival – Crankworx – in March 2015. The event will be back again in 2016 and 2017.

BRUCE THOMASEN

General Manager, Skyline Rotorua (Skyline Skyrides)

15%
GROWTH
IN GONDOLA
PASSENGERS
YEAR ON YEAR

30%
GROWTH
IN REVENUE

16.5m
LUGE RIDES
SINCE 1985



Crankworx: Chester Boyes



Another record-breaking year at Skyline Queenstown



Stratosfare Bar and Restaurant launch

Following a substantial redevelopment of the restaurant at Skyline Queenstown, on 18 November we launched our new restaurant and brand, 'Stratosfare Restaurant and Bar'.

The name Stratosfare is derived from 'Stratos' – meaning 'up high' – and 'Fare', a collection of food – aptly describing the elevated location and new dining experience.

Chef and guest interaction is one of the highlights of Stratosfare. Guests are able to watch as Stratosfare's expert chefs prepare dishes using some of New Zealand's finest produce at interactive cooking stations.

Record breaking year on the Luge

Skyline Queenstown broke record after record this year, including the most Luge rides sold in a day at 8,878 and 924 rides in an hour – breaking the previous record of 917 rides, which was set earlier in the week. Additionally, we had our highest ever number of Gondola passengers in one day; 4,843 on 1 January 2015.

The sky's the limit for Stargazing!

This past year has seen a phenomenal increase in demand for Skyline Queenstown's Stargazing product with a 85% increase in sales over the previous year. To help meet this demand, we've increased the platform to double the capacity and employed Chinese and Japanese speaking guides to accommodate these markets. Stargazing is currently receiving national and international promotion from Tourism New Zealand and we are now perfectly positioned to meet the market with an exciting and polished product. The addition of multilingual guides will ensure that we are able to further capitalise on the increase of international visitors, particularly the Chinese.

LYNDON THOMAS

General Manager, Skyline Queenstown

85%
GROWTH
STARGAZING
SALES ON PREVIOUS YEAR

13%
GROWTH
IN GONDOLA
PASSENGERS
YEAR ON YEAR

924
RIDES
PER HOUR





**“Chef and guest interaction
is one of the highlights of
Stratosfare”**



Sentosa

New and Improved Skyline Luge Sentosa Launch

Following the completion of a major upgrading project that started in October 2012, Skyline Luge Sentosa hosted a media event on 8 May 2014 as an official re-launch of the attraction which unveiled the new façade and streamlined facilities.



The media event was graced by Chairman of Skyline Enterprises, Mr Mark Quickfall and Chief Executive Officer of Skyline Enterprises, Mr Jeff Staniland as they both flew in from New Zealand to be present for the event. Chief Executive Officer of Sentosa Development Corporation, Mr Mike Barclay was the invited Guest-of-honour for the event.

Bloggers night out – 18 June 2014



Apart from engaging the media, Skyline Luge Sentosa also hosted a 'bloggers night out' event on 18 June whereby key social media influencers were invited over for a fun evening to enjoy the rides. It saw top parenting bloggers like Kelvin Ang (cheekiemonkie) and Andy Lee (Sengkangbabies) featuring Skyline Luge Sentosa on their social media accounts.



10 millionth rider – Jasmin Tay.



Lucky Draw winner – Mr Jerome Grimpel and family.

Race to 10 million

Drawing close to the ten millionth rider mark, Skyline Luge Sentosa celebrated this momentous milestone with a "Race to 10 Million" campaign that ran from 1 October to 30 November 2014.

On 15 November 2014, Skyline Luge Sentosa welcomed their 10 millionth rider. Ms Jasmin Tay walked away with an exhilarating eight days/seven night's trip for two to New Zealand complete with an exciting tour package worth S\$13,000, which included experiencing Luge at Skyline Queenstown and Rotoura in New Zealand.

Another winner chosen from the lucky draw promotional campaign, Mr Jerome Grimpel, also won an eight day/seven night trip for two to New Zealand. Congratulations to both of our winners!

DANNY LUKE

General Manager, Skyline Luge Sentosa

1.5m
LUGE RIDES
THIS YEAR

Mt Tremblant



Record summer in Mt Tremblant

2014 produced an amazing summer!! It was a near record breaking year for the Mt Tremblant team completing 238,044 rides and having the highest average daily rides the site has seen (2,070 rides). They produced these amazing results despite some technical challenges throughout the season which emphasises the hard work they all put in to achieving these results. Congratulations to the 2014 team.

JASON BLAIR

General Manager, Luge Mt Tremblant

238
THOUSAND
LUGE RIDES
IN 2014

Calgary

The 2014 Season in Calgary

The 2014 season produced excellent growth from 2013. Rides increased 126% in 2014 versus 2013. The season became more refined in similarity to the length of season that we operate in our other Canada luge site Mont Tremblant. The 2014 season increased 29% in terms of days open versus 2013. The forecast moving forward in 2015 and future seasons is more rides & more days open!

Significant highlight

In 2014 the Calgary site went through a full installation of a new conveyor and cart hook system. This has been very successful.

MATHEW CARSON

General Manager, Luge Calgary

126%
GROWTH
IN LUGE RIDES
YEAR ON YEAR



Blue Peaks

The new reception area has proven to be hit with our customers and staff. The extra space has been required as the number of guests has grown to levels not seen in years. We also carry out an on-going program of progressively upgrading units to ensure our product meets the market.

MICHAEL & ANNE McMILLAN

Managers, Blue Peaks Lodge and Apartments

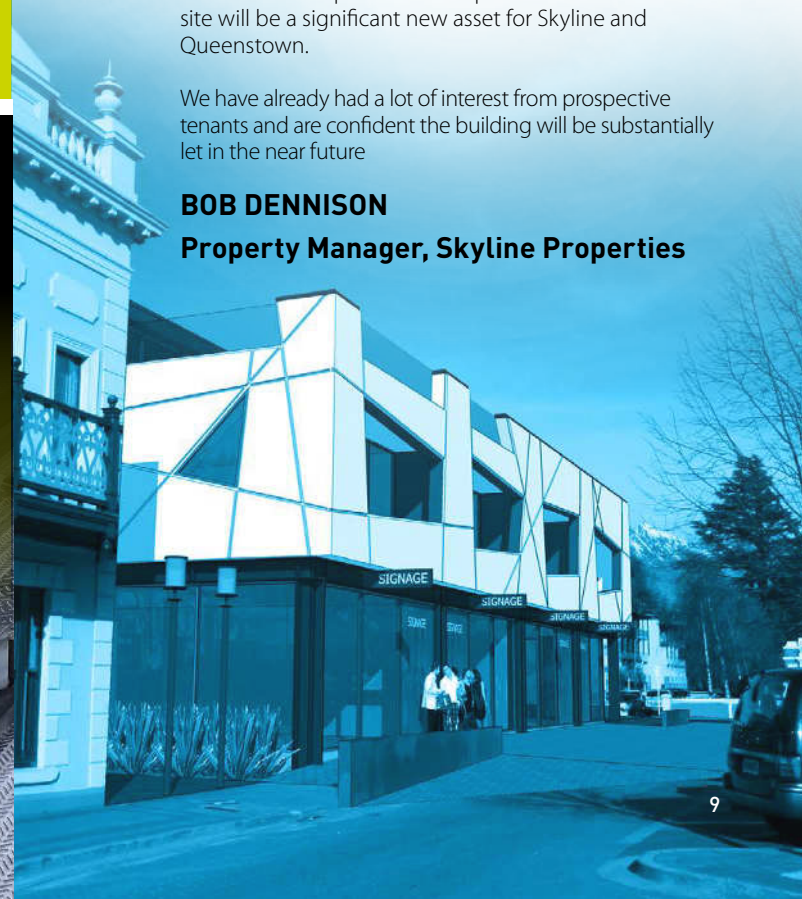
Skyline Properties

Our new development on this prime Marine Parade site will be a significant new asset for Skyline and Queenstown.

We have already had a lot of interest from prospective tenants and are confident the building will be substantially let in the near future

BOB DENNISON

Property Manager, Skyline Properties





Christchurch Casino

It has been a year of consolidation for Christchurch Casino with a focus on employee training, our policies and in particular our legal requirements around anti-money-laundering and host responsibility. This led to us winning the Award for Excellence in Host Responsibility at the annual Hospitality New Zealand Awards for the second year running. We also won Best New/Redeveloped Bar/Restaurant for Mashina.

Christchurch Casino further enhanced its offerings with the opening of Chi Kitchen and the Baccarat Lounge. Chi Kitchen offers an authentic Cantonese inspired menu with a focus on noodles, dumplings and stir-fry straight from the wok all under the supervision of Chef Stanley Mo who has worked in some of the best restaurants in Hong Kong and China. Chi Kitchen seats 46 people in a modern, minimalist space, based on a palette of red and gold tones which transport you to Guangzhou to dine with the locals. Aside from great food, Chi Kitchen also offers late night dining, open Wednesday to Sunday from 5.30, filling that void in the current market for people wanting a quality but value dining experience late at night.

Also with an Asian theme, Christchurch Casino recently opened the Baccarat Lounge, Baccarat being the most popular game favoured by the Chinese. With the growth in Chinese visitors to the City in addition to the growing local population the Baccarat Lounge provides a gaming environment that would not be out of place in Macau, albeit on a smaller scale with 4 gaming tables in this space. This does not increase the number of tables at Christchurch Casino as we are limited to 36, but it has allowed us to make better use of the existing Casino gaming floor space.

BRETT ANDERSON

Chief Executive, Christchurch Casinos



Mercure Dunedin Leisure Lodge

After the downturn over the last few years, 2014/15 was buoyant, with the hotel enjoying good growth in occupancy and yield and also enjoying increased business from now being the only Accor property in the city, after the other Mercure (in Princes Street) left the network in December 2013.

The hotel hosted the England Rugby team in June 2014, and England Rugby League in November 2014, for their test matches against NZ.

February 2015 was the busiest month since 2004, being peak tour season, the start of the new academic year at Uni, Chinese New Year – as well as the Cricket World Cup.

JAN MCDUGALL

General Manager, Mercure Leisure Lodge



Totally Tourism



The Helicopter Line has reported a strong summer. Over the course of the 2014/15 year, the final touches were applied to the fleet upgrade of The Helicopter Line. The Helicopter Line fleet now comprises seventeen helicopters, affording flexibility with which to meet the changing seasonal demands in the aviation scenic tourism sector.

Glacier Helicopters on the West Coast continues with a strong performance on scenic operations and with an increase in Heli-Hike flying due to foot access to the glaciers being unavailable because of glacier retreat.

Mitre Peak Cruises is holding up well in a fiercely competitive market place. Product quality and service delivery are a company priority with excellent customer feedback.

Milford Sound Scenic Flights is benefitting from the fleet upgrade to Airvans giving passengers better viewing of some of the most spectacular scenery on the planet. This flight has been described as one of the most scenic in the world. Combined with a cruise on Milford Sound the flight provides an outstanding experience.

Harris Mountains Heli-Ski is experiencing growth in multiday charter bookings and providing a variety of terrain from Queenstown to Mt Cook that is second to none. We have recently launched a new website which is performing very well and we are seeing increased bookings.

Queenstown Combos is also benefiting from a new website with strong online bookings coming through. Challenge rafting has also enjoyed strong booking patterns.

GRANT BISSET

General Manager Aviation, Operations and Tourism, Totally Tourism

13 FULLY-OWNED HELICOPTERS

23% INCREASE IN HOURS FLOWN PER ANNUM OVER 5 YEARS

CHAIRMAN'S REPORT



Skyline enjoyed a successful year's trading delivering on the strategies and targets set by Directors and Management. Our challenge is to maintain this momentum as we continue with our main focus on growing long term shareholder value rather than short term gains. Our purpose remains simple – to deliver world class leisure and entertainment experiences.

Skyline is made up of diverse businesses and it requires a concerted effort to deliver on our purpose and strategies. With this in mind the past year, while financially pleasing has not been without its challenges in many respects. The very high level of activity experienced across all businesses and a number of unplanned serious matters placed pressure on staff whether in management, frontline, operational or support roles. Directors acknowledge the commitment shown at all levels to meet these challenges.

Directors

The past year has seen changes on various Boards:

Mr Gordon Harper resigned from the Skyline Enterprises Board to focus on his own interests.

Mr Donald Jackson was appointed to the Skyline Enterprises and Christchurch Casino Boards.

Mr Ken Matthews was elected Chairman of the Christchurch Casino Board.

Mr Grant Hensman was appointed to the Totally Tourism Board.

Of special note are two other changes.

Mr Barry Thomas retired as Chairman of Christchurch Casino after 22 years of leadership, from the Casino's inception through to its return to growth post the Christchurch earthquake.

Mr Phillip Hensman, after 31 years service, retires from the Skyline Enterprises Board. Phillip's financial skills and knowledge of Skyline will be missed. Phillip will continue on the Christchurch Casino Board. These changes will be appropriately acknowledged at the AGM.

Bill Walker

Bill Walker who retired in 2013 as a Skyline Director after 29 years service sadly lost his life in a tragic gliding accident in November last year. Bill's valuable contribution to Skyline was acknowledged at the 2013 AGM. Bill consistently challenged Skyline to push the boundaries and set high standards and we still find ourselves benchmarking many of our decisions against Bill's expectations.

Christchurch Casino

Trading and patronage has not yet returned to pre-earthquake levels however bottom-line results remain consistent with the past two years. The volatility from high-end play is also an influencing factor on the trading results. The Casino will continue to benefit from the rebuild with developments taking shape along Victoria Street and in the City Centre. The rebuild at the Christchurch Town Hall is welcome news. Our strategy remains unchanged in positioning the Casino as Christchurch's premier entertainment destination.

Dividend

It is the Directors recommendation that a dividend of 42c per share (37c) be paid to shareholders, requiring \$14.3m (\$12.6m).

With future demand to fund a number of planned new investments and reinvestments in our established businesses Directors have again adopted a prudent approach in terms of the dividend payment.

Forward Review

Since 2008 tourism businesses have dealt with the impacts of the global financial crisis and Christchurch's earthquakes and other challenges. It is pleasing to see the recent lift in visitor numbers, not only from our traditional markets but also from China, Asia and emerging markets. The increasing middle classes worldwide and in particular throughout Asia, will see more people travelling. Recently reported the worldwide fleet of airline passenger aircraft is forecast to double in the next 20 years.

Skyline is a growth company, with a solid track record of success. We continue to be well positioned to take advantage of increasing demand for leisure and entertainment experiences. The forecast growth in tourism bodes well for all company businesses.

On behalf of the Board, I would like to thank all our shareholders, partners, management, staff and guests for their continued loyalty and support.



M Quickfall

Chairman
31 July 2015



In Memoriam

Bill Walker ONZM 1948 - 2014.
ONZM 2004 for services to aviation and industry.

CEO'S REPORT



The Skyline Group of companies produced a strong result across the board for the year to March 2015. This strength was seen in both international and domestic visitor numbers. In addition we were able to generate more income per visitor across our multiple product offerings. This was particularly evident in our accommodation properties where occupancy was high and room yields increased. Internationally we saw substantial growth at Sentosa following the various upgrades completed in May 2015. Since balance date this positive trend in trading has continued.

Skyline Queenstown

The growth momentum of the previous year continued during the last financial year with growth in gondola passengers accelerating to 13% year on year, this was complemented by an increase in spend per head with revenue growth of 18% arising from both price increases and greater penetration across our product range.

During the year the buffet service line was replaced and the restaurant re-branded Stratosfare. The offering changed whereby our chefs now cook, prepare, serve and interact with our guests. This approach provides more of an experience for our guests, engages our staff and provides operational benefits.

The growth in visitor numbers particularly at peak times of the year is resulting in capacity constraints which will impact negatively on our customers' experience in the future. We have been anticipating and forecasting how these constraints will evolve with future growth. Our forecasts have proven to be conservative and planning of upgrade works to cater for the anticipated demand has commenced. These include the installation of a new gondola system with 8 person cabins more than doubling capacity to 2,500 passengers per hour. This will require the construction of new top and bottom terminals adjacent to the existing terminals. We will also expand the Skyline complex across all operational areas.

Skyline Rotorua

We experienced even stronger growth in gondola passengers in Rotorua at 15% year on year. Given that Rotorua is predominantly a domestic market there were different drivers at work. At a destination level Destination Rotorua with involvement from most of the local operators and working closely with Skyline has continued to implement their innovative, broad based and highly effective "Famously Rotorua" campaign. This resulted in an estimated 8% increase in visitation to Rotorua. The fact that Skyline Rotorua increased market share can be attributed to the broad range of investment initiatives in recent years and comprehensive upgrade of the facility. This, including the Zipline and jump feature, have proven very popular as did the introduction of

mountain biking and the Crankworx festival. The development works culminated in late 2014 with the completion of the new Stratosfare restaurant. This opened to wide acclaim and has since been recognised as the number 1 restaurant in Rotorua as rated by Trip Advisor. As we approach the 30th anniversary of the Skyline Luge in 2015 it was very pleasing to see luge rides per visitor increase. The diversification of product mix has resulted in our guests staying longer, spending more on food and beverage and hasn't impacted negatively on our established products. Skyline Rotorua is now positioned as and gaining the benefits of being the premier destination and experience in Rotorua.

International Luge

Our project at Tongyeong in Korea has continued to progress albeit at a slower rate than we would have liked or anticipated. The extended timetable for this project has highlighted the difficulties, increased costs and risk of doing business in foreign languages and cultures. At the time of writing we are awaiting receipt of tenders for the construction of the luge facility; completion is now anticipated in 2016.

In response to increased levels of enquiry from other developing countries we have developed an alternative model to the established build, own and operate approach for new luge sites. With our new Luge Licensing model we will provide consulting services for the planning, consenting, construction and supply for new luge sites and then charge an on-going license fee for the use of the Skyline Luge systems. The Luge License will be used in countries we assess to be difficult or risky for Skyline to develop independently. It will reduce our capital requirements and should speed up projects and the number of them we can undertake.

To further promote luge development we intend to increase our capability by adding a second staff member to our international luge team.

Currently we have a number of prospective luge developments under discussion with a variety of parties in multiple locations.

Skyline Luge Sentosa

The comprehensive redevelopment of the top and bottom terminals at Skyline Luge Sentosa was officially opened in May 2014. The upgrades have proved a great success with customers flocking to the site and taking nearly 1.5 million luge rides during the year an increase of 18%.

Given the on-going growth and success of this site and positive results from the upgrade work we are now considering the need to increase capacity further via the installation of a second chairlift and the construction of two small tracks linking our existing tracks.

Skyline Luge Tremblant

Skyline Luge Tremblant had another solid season of trading as the premier summer attraction on the resort.

Skyline Luge Calgary

Trading in Calgary was positive and started to deliver on the potential we identified in this site. The remedial actions taken to improve luge cart handling have proved successful freeing management and staff to focus on delivering an excellent product and promoting the business to the people of Calgary.

Blue Peaks Lodge

The upgrade of the reception area at Blue Peaks was timely as increased numbers saw the property experience the highest levels of occupancy since before the Global Financial Crisis. Management and staff coped admirably and the scale benefits realised boosted the bottom line.

Mercure Leisure Lodge

Leisure Lodge had another good year with occupancy and average room rate increasing. The fact that the other Mercure branded hotel in Dunedin was rebranded during the previous year was of definite benefit.

Skyline Properties

The properties continue to perform well with high occupancy and real rental increases. This has been reflected in the significant increase in valuation provided for financial reporting purposes.

During the year planning was undertaken for the construction of a new building next to Eichardts Hotel with all consents issued and the tender process commencing just after balance date. We have received a high level of interest from potential tenants and are confident it will be substantially let in the near future.

We also began the process of strengthening and upgrading the old Thomas' Hotel building next to Earnslaw Park with work commencing in May 2015.

Totally Tourism

This diverse group of businesses performed well in the last financial year. The combination of strong visitor numbers, settled weather, a great group of staff and continued upgrade of our aircraft fleet produced a very strong result.

The environment in Milford Sound remained an exception being intensely competitive which inhibited our ability to achieve growth in this arena.

The commercial dispute with Heli Holdings has taken a considerable amount of senior management time preparing for and attending

hearings in the High Court. At the time of writing the case has been completed and judgement pending.

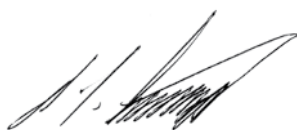
The next 12 months

The group is well positioned in terms of staff, brands, products and locations to benefit from the on-going growth in international and domestic tourism.

Trading in the new financial year has seen a continuation of recent trends. The decline in the New Zealand dollar together with increasing airline capacity supports current and anticipated business levels

The Board and management continue to consider future investment needs to provide products and capacity to meet anticipated growth.

The Skyline group is well positioned to grow the value of the business and returns for shareholders.



Jeff Staniland
CEO
31 July 2015

DIRECTOR'S REPORT

Your Directors have pleasure in submitting their report together with the financial accounts of the Company for the year ended 31 March 2015.

Results and Distributions

Operating surplus attributable to the Group for the financial year	\$51,817,038
From this will be deducted –	
Your Directors' recommendation of the payment of a dividend of 42 cents	\$14,337,699
Increase in Group retained earnings to be carried forward to reserves of	<u>\$37,479,339</u>

Dividend

Having considered the solvency of the Parent Company and Group, the Directors recommend that a dividend of 42 cents per share (imputed at 28%) be paid on the capital of 34,137,379 shares on 25 September 2015 to Shareholders on the register at 5.00 p.m. on 14 September 2015. A solvency certificate has been completed in support of the dividend declaration.

When determining the dividend payment to shareholders, the Directors review the Underlying Profit of the Group. The Underlying Profit excludes all revaluations, goodwill written off, earthquake related insurance proceeds, amortisation of intangibles and adjustment to the actual income tax expense, to reflect the underlying trading performance of the Group. The underlying profit has been calculated as:

Year ended 31 March	2015	2014	2013
Underlying Profit Before Tax	50,327,390	37,694,280	29,218,159
Less Adjusted Income Tax Expense	-14,061,904	-11,367,558	-7,872,569
Underlying Profit for the Year	<u>36,265,486</u>	<u>26,326,722</u>	<u>21,345,590</u>
Plus Share Profit Equity Accounted Investees	455,280	510,048	4,935,189
Underlying Profit Attributable to Equity Holders of The Company	<u>\$36,720,766</u>	<u>\$26,836,770</u>	<u>\$26,280,779</u>
Reconciliation to Financial Statements			
Profit before tax as per Financial Statements	63,353,245	52,847,515	17,256,823
Plus Amortisation of intangible assets	4,217,168	4,217,168	1,421,168
Plus Casino Goodwill written off	0	0	11,825,000
Less Investment Property Revaluation	-16,709,649	-7,881,456	-704,706
Less Depreciation Investment Property	-533,374	-554,996	-580,126
Less Insurance Proceeds	0	-10,933,951	0
Underlying Profit Before Tax	<u>50,327,390</u>	<u>37,694,280</u>	<u>29,218,159</u>
Less adjusted income tax	-14,061,904	-11,367,558	-7,872,569
Underlying Profit for the Year	<u>36,265,486</u>	<u>26,236,722</u>	<u>21,345,590</u>
Plus Share Profit Equity Accounted Investees	455,280	510,048	4,935,189
Underlying Profit Attributable to Equity Holders of The Company	<u>\$36,720,766</u>	<u>\$26,836,770</u>	<u>\$26,280,779</u>

Directors

Mrs J N Hunt and Mr M Quickfall retire by rotation and, being eligible, offer themselves for re-election. Mr Donald N Jackson appointed since the last AGM and, being eligible, offers himself for election.

Auditors

The Company's Auditors, Crowe Horwath New Zealand Audit Partnership, are automatically reappointed in terms of Section 207T of the Companies Act 1993.

Share Capital

The issued capital as at 31 March 2015 was 34,137,379 ordinary shares.

Company's State of Affairs and Significant Changes

The Directors consider the state of the Company's affairs to be satisfactory.

Details of the year under review, including any material changes in the nature of the business of the Company or any of its subsidiaries or future prospects, are included in the Chairman's Report and the Financial Statements of the Company published herewith.

Activities

The principal activities of the Company and its subsidiaries remained unchanged during the period. Associated company Dunedin Casinos Limited operates predominantly in the Casino Industry and has been equity accounted. Milford Sound Flights Limited and The Station Limited, being associated companies of Totally Tourism Limited, operate predominantly in the Tourism Industry. These companies have been equity accounted.

This Annual Report has been prepared in accordance with Section 211 of the Companies Act 1993 and is signed on behalf of the Board by:

M Quickfall

Director

P J Hensman

Director

Dated this 31 July 2015

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

For the year ended 31 March 2015

	Note	2015	2014
Operating Revenue			
Sales		162,945,299	150,634,083
Cost of Sales		13,119,463	11,358,847
Gross Profit		149,825,836	139,275,236
Other Income			
Rents Received		6,013,503	5,797,326
Government Subsidies		289,420	367,430
Investment Property Revaluation		16,709,649	7,881,456
Insurance Proceeds		0	10,933,951
Foreign Currency Translation Gains		300,755	0
Capital Gain on Disposal of Fixed Assets		3,457	0
		173,142,620	164,255,399
Expenses			
Operating Expenses	1	90,135,543	90,479,571
Directors' Fees		1,313,233	788,167
Audit Fees	1	117,260	137,984
Fringe Benefit Taxation		182,016	176,525
Depreciation	2	11,648,837	11,551,690
Foreign Currency Translation Losses		0	1,207,956
Amortisation Intangible Assets	23	4,217,168	4,217,168
		107,614,057	108,559,061
Operating Profit Before Financing Costs		65,528,563	55,696,338
Interest Received	3	489,764	175,152
Interest Paid	3	2,665,082	3,023,975
Net Financing Costs		2,175,318	2,848,823
Profit Before Tax		63,353,245	52,847,515
Income Tax Expense	4	11,991,487	13,094,231
Profit for the Year	19	51,361,758	39,753,284
Share of Profit of Equity Accounted Investees	21	455,280	510,048
Profit Attributable to Equity Holders of the Company		51,817,038	40,263,332
Other Comprehensive Income to be reclassified to profit or loss in subsequent periods			
Foreign Currency Translation Reserve		337,380	-457,170
Other Comprehensive Income to be reclassified to profit or loss in subsequent periods		337,380	-457,170
Total Comprehensive Income for the Year		\$52,154,418	\$39,806,162
Earnings Per Share - basic	22	\$1.52	\$1.18
Earnings Per Share - diluted	22	\$1.52	\$1.18

THE NOTES TO THE ACCOUNTS FORM AN INTEGRAL PART OF THESE ACCOUNTS AND ARE TO BE READ IN CONJUNCTION WITH THEM

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the year ended 31 March 2015

	Share Capital	Translation Reserve	Retained Earnings	Total Equity
Equity as at 1 April 2013	\$28,569,993	\$-694,720	\$188,049,514	\$215,924,787
Total Recognised Income and Expense	0	-457,170	40,263,332	39,806,162
Contributions from Shareholders	182,700	0	0	182,700
Dividends to Shareholders	0	0	-12,597,678	-12,597,678
Equity as at 31 March 2014	<u>\$28,752,693</u>	<u>\$-1,151,890</u>	<u>\$215,715,168</u>	<u>\$243,315,971</u>
Total Recognised Income and Expense	0	337,380	51,817,038	52,154,418
Contributions from Shareholders	0	0	0	0
Dividends to Shareholders	0	0	-12,616,841	-12,616,841
Equity as at 31 March 2015	<u>\$28,752,693</u>	<u>\$-814,510</u>	<u>\$254,915,365</u>	<u>\$282,853,548</u>

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 31 March 2015

	Note	2015	2014
Equity			
Issued Fully Paid up Capital			
34,137,379 Ordinary Shares		28,752,693	28,752,693
Retained Earnings & Reserves		254,100,855	214,563,278
Total Equity		\$282,853,548	\$243,315,971
This is Represented by:			
Non Current Assets			
Fixed Assets	10	132,014,192	129,999,430
Investments in Associate and Other Companies	11	10,858,326	11,225,546
Investment Property	20	112,303,000	94,823,000
Deferred Taxation	4	1,235,932	1,016,175
Intangible Assets	23	86,316,762	90,533,930
Total Non Current Assets		342,728,212	327,598,081
Current Assets			
Inventory		1,084,999	1,070,316
Trade and Other Receivables	6	4,731,921	4,006,715
Bank Accounts	7	14,331,627	9,779,757
Total Current Assets		20,148,547	14,856,788
Total Assets		362,876,759	342,454,869
Non Current Liabilities			
Deferred Taxation	4	21,448,498	22,404,029
Total Non Current Liabilities		21,448,498	22,404,029
Current Liabilities			
Taxation		5,492,085	4,989,293
Trade Payables and Provisions	8	14,905,662	11,955,968
Employee Entitlements	9	3,276,966	3,139,608
Borrowings	12	34,900,000	56,650,000
Total Current Liabilities		58,574,713	76,734,869
Total Liabilities		80,023,211	99,138,898
Net Assets		\$282,853,548	\$243,315,971

On behalf of the Board

M Quickfall
31 July 2015

P J Hensman

CONSOLIDATED STATEMENT OF CASH FLOWS

For the year ended 31 March 2015

	Note	2015	2014
Cash Flows From Operating Activities			
Cash was provided from:			
Government Subsidies		289,420	367,430
Receipts from Customers		162,220,093	153,154,099
Receipts from Interest		489,764	175,152
Receipts from Rent		6,013,503	5,797,326
Receipts from Dividends		742,500	891,000
Receipt from Insurance		0	10,933,951
		<hr/>	<hr/>
		169,755,280	171,318,958
Cash was disbursed to:			
Payments to Suppliers and Employees		101,795,146	105,938,808
Interest Paid on Debt		2,665,082	3,023,975
Taxation		12,663,983	13,042,009
		<hr/>	<hr/>
		117,124,211	122,004,792
Net Cash Flow From Operating Activities	18	<hr/>	<hr/>
		\$52,631,069	\$49,314,166
Cash Flows From Investing Activities			
Cash was provided from:			
The Station Limited		80,000	32,500
Proceeds from Sales of Assets		1,001,065	2,646,546
		<hr/>	<hr/>
		1,081,065	2,679,046
Cash was applied to:			
Acquisition of Fixed Assets		15,431,558	25,226,541
Acquisition of Christchurch Casinos Intangible Assets		0	1,440,000
		<hr/>	<hr/>
		15,431,558	26,666,541
Net Cash Used In Investing Activities		<hr/>	<hr/>
		\$-14,350,493	\$-23,987,495
Cash Flows From Financing Activities			
Cash was provided from:			
Foreign Currency Related Movements		611,040	0
		<hr/>	<hr/>
		611,040	0
Cash was applied to:			
Dividend Paid		12,616,841	12,597,678
Foreign Currency Related Movements		0	1,607,440
Decrease in Debt – Mortgages (secured)		21,750,000	15,900,000
		<hr/>	<hr/>
		34,366,841	30,105,118
Net Cash Used In Financing Activities		<hr/>	<hr/>
		\$-33,755,801	\$-30,105,118
Net (Decrease)/Increase in Cash Held		4,524,775	-4,778,447
Add Effect of Exchange Rate Fluctuations on Cash Held		27,095	-57,686
Add Opening Cash		9,779,757	14,615,890
		<hr/>	<hr/>
Ending Cash Carried Forward	7	<hr/>	<hr/>
		\$14,331,627	\$9,779,757

THE NOTES TO THE ACCOUNTS FORM AN INTEGRAL PART OF THESE ACCOUNTS AND ARE TO BE READ IN CONJUNCTION WITH THEM

STATEMENT OF COMPREHENSIVE INCOME

For the year ended 31 March 2015

	Note	2015	2014
Operating Revenue			
Sales		34,372,135	28,882,627
Cost of Sales		5,256,828	4,350,062
		<hr/>	<hr/>
Gross Profit		29,115,307	24,532,565
Other Income			
Rents Received		351,599	283,742
		<hr/>	<hr/>
		29,466,906	24,816,307
Expenses			
Operating Expenses	1	12,990,517	11,526,563
Directors' Fees		1,034,900	541,500
Audit Fees	1	98,902	98,614
Fringe Benefit Taxation		29,863	24,929
Depreciation	2	937,157	1,010,777
		<hr/>	<hr/>
		15,091,339	13,202,383
Operating Profit Before Financing Costs		<hr/>	<hr/>
		14,375,567	11,613,924
Interest Received	3	23,388	12,521
Interest Paid	3	2,649,800	3,006,223
		<hr/>	<hr/>
Net Financing Costs		2,626,412	2,993,702
Profit Before Tax			
Income Tax Expense	4	11,749,155	8,620,222
		3,032,566	2,152,699
		<hr/>	<hr/>
Profit for the Year		8,716,589	6,467,523
Total Comprehensive Income for the Year		<hr/>	<hr/>
		\$8,716,589	\$6,467,523

STATEMENT OF CHANGES IN EQUITY

For the year ended 31 March 2015

	Share Capital	Retained Earnings	Total Equity
Equity as at 1 April 2013	\$28,569,993	\$63,759,760	\$92,329,753
Total Recognised Income and Expense	0	6,467,523	6,467,523
Contributions from Shareholders	182,700	0	182,700
Dividends to Shareholders	0	-12,597,678	-12,597,678
Equity as at 31 March 2014	<u>\$28,752,693</u>	<u>\$57,629,605</u>	<u>\$86,382,298</u>
Total Recognised Income and Expense	0	8,716,589	8,716,589
Dividends to Shareholders	0	-12,616,841	-12,616,841
Equity as at 31 March 2015	<u>\$28,752,693</u>	<u>\$53,729,353</u>	<u>\$82,482,046</u>

STATEMENT OF FINANCIAL POSITION

As at 31 March 2015

	Note	2015	2014
Equity			
Issued Fully Paid up Capital			
34,137,379 Ordinary Shares		28,752,693	28,752,693
Retained Earnings		53,729,353	57,629,605
Total Equity		\$82,482,046	\$86,382,298
This is Represented by:			
Non Current Assets			
Fixed Assets	10	9,560,819	9,802,474
Shares in Subsidiary Companies		129,631,533	129,631,533
Loans to Subsidiary Companies		0	5,290,166
Deferred Taxation	4	209,019	91,640
Total Non Current Assets		139,401,371	144,815,813
Current Assets			
Inventory		323,789	382,678
Trade and Other Receivables	6	946,015	809,833
Bank of New Zealand	7	4,610,878	1,642,908
Total Current Assets		5,880,682	2,835,419
Total Assets		145,282,053	147,651,232
Non Current Liabilities			
Deferred Taxation	4	739,876	777,448
Total Non Current Liabilities		22,244,400	777,448
Current Liabilities			
Taxation		1,565,639	593,952
Loans from Subsidiary Companies		21,504,524	0
Trade Payables and Provisions	8	3,669,933	2,837,288
Employee Entitlements	9	420,035	410,246
Borrowings	12	34,900,000	56,650,000
Total Current Liabilities		62,060,131	60,491,486
Total Liabilities		62,800,007	61,268,934
Net Assets		\$82,482,046	\$86,382,298

On behalf of the Board

M Quickfall

31 July 2015

P J Hensman

STATEMENT OF CASH FLOWS

For the year ended 31 March 2015

	Note	2015	2014
Cash Flows From Operating Activities			
Cash was provided from:			
Receipts from Customers		34,235,953	28,980,462
Receipts from Interest		23,388	12,521
Receipts from Rent		351,599	283,742
		<hr/>	<hr/>
		34,610,940	29,276,725
Cash was disbursed to:			
Payments to Suppliers and Employees		18,509,695	16,576,037
Interest Paid on Debt		2,649,800	3,006,223
Taxation		2,215,830	2,470,505
		<hr/>	<hr/>
		23,375,325	22,052,765
Net Cash Flow From Operating Activities	18	<hr/>	<hr/>
		\$11,235,615	\$7,223,960
Cash Flows From Investing Activities			
Cash was provided from:			
Advances from Subsidiaries		26,794,698	24,811,025
		<hr/>	<hr/>
		26,794,698	24,811,025
Cash was applied to:			
Acquisition Christchurch Casinos Limited		0	1,440,000
Acquisition of Fixed Assets		695,502	1,068,354
		<hr/>	<hr/>
		695,502	2,508,354
Net Cash From Investing Activities		<hr/>	<hr/>
		\$26,099,196	\$22,302,671
Cash Flows From Financing Activities			
Cash was applied to:			
Dividend Paid		12,616,841	12,597,678
Decrease in Debt – Mortgages (secured)		21,750,000	15,900,000
		<hr/>	<hr/>
		34,366,841	28,497,678
Net Cash (Used In)/From Financing Activities		<hr/>	<hr/>
		\$-34,366,841	\$28,497,678
Net Increase in Cash Held		\$2,967,970	\$1,028,953
Add Opening Cash		\$1,642,908	\$613,955
		<hr/>	<hr/>
Ending Cash Carried Forward	7	<hr/>	<hr/>
		\$4,610,878	\$1,642,908

NOTES TO THE ACCOUNTS

Significant Accounting Policies

General Information

Skyline Enterprises Limited (The Company) and its subsidiaries (together the Group) own and operate tourism facilities, primarily cableway, luge, restaurant, aircraft (fixed wing and helicopter), vessel, accommodation, commercial property and casino businesses. The Group has operations in New Zealand, Singapore and Canada. The Group plans future operations in South Korea.

The Company is a limited liability company incorporated and domiciled in New Zealand.

These Consolidated Financial Statements are for the year ended 31 March 2015 and were authorised for issue by the Board of Directors on 31 July 2015.

Basis of Preparation

The Consolidated Financial Statements of the Group have been prepared in accordance with New Zealand Generally Accepted Accounting Practice (NZ GAAP). They comply with New Zealand equivalents to International Financial Reporting Standards (NZ IFRS) and other applicable Financial Reporting Standards as appropriate for profit-oriented entities. Compliance with NZ IFRS ensures that the financial statements also comply with International Financial Reporting Standards (IFRS). The Company is a reporting entity for the purposes of the Financial Reporting Act 1993 and its financial statements comply with that Act.

The financial statements are presented in New Zealand Dollars (NZD) which is the Company's functional and presentation currency. The financial statements are prepared on the historical cost basis except that the following assets and liabilities are stated at their fair value: investment property assets. Dunedin Casino Limited shares and Christchurch Casino Land and Buildings are valued at fair value for the purposes of the acquisition but not on an ongoing basis.

Use of Estimates and Judgements

The preparation of financial statements requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised and in any future periods affected.

In particular, information about significant areas of estimation uncertainty and critical judgements in applying accounting policies that have the most significant effect on the amount recognised in the financial statements are described in the following note: Note 20 – valuation of investment property.

Consolidation

The Consolidated Financial Statements have been prepared on the "Purchase Method" and include the audited results of all subsidiaries to 31 March 2015.

Control is achieved when the Group is exposed, or has rights, to variable returns from its involvement with the investee and has the ability to affect those returns through its power over the Investee. Specifically, the Group controls an Investee if and only if the Group has:

- Power over the investee (i.e. existing rights that give it the current ability to direct the relevant activities of the investee)
- Exposure, or rights, to variable returns from its involvement with the investee and
- The ability to use its power over the investee to affect its returns

When the group has less than a majority of the voting or similar rights of an investee, the Group considers all relevant facts and circumstances in assessing whether it has power over an investee, including

- The contractual arrangement with the other vote holders of the investee
- Rights arising from other contractual arrangements
- The Group's voting rights and potential voting rights

The Group re-assesses whether or not it controls an investee if facts and circumstances indicate that there are changes to one or more of the three elements of control. Consolidation of a subsidiary begins when the Group obtains control over the subsidiary and ceases when the Group loses control of the subsidiary. Assets, liabilities, income and expenses of a subsidiary acquired or disposed of during the year are included in the statement of comprehensive income from the date the Group gains control until the date the Group ceases to control the subsidiary.

Profit or loss and each component of other comprehensive income (OCI) are attributed to the equity holders of the parent of the Group and to the non-controlling interests, even if this results in the non-controlling having a deficit balance. When necessary, adjustments are made to the financial statements of subsidiaries to bring their accounting policies into line with the Group's accounting policies. All intra-group assets and liabilities, equity, income, expenses and cash flows relating to transactions between members of the Group are eliminated in full on consolidation.

A change in the ownership interest of a subsidiary, without a loss of control, is accounted for as an equity transaction. If the Group loses control over a subsidiary, it:

- Derecognises the assets (including goodwill) and liabilities of the subsidiary
- Derecognises the carrying amount of any non-controlling interests
- Derecognises the cumulative translation differences recorded in equity
- Recognises the fair value of the consideration received
- Recognises the fair value of any investment retained
- Recognises any surplus or deficit in profit or loss
- Reclassifies the parent's share of components previously recognised in OCI to profit or loss or retained earnings, as appropriate, as would be required if the Group had directly disposed of the related assets or liabilities.

Associates

Associates are entities in which Skyline Enterprises Group has significant influence over, but not control over, the operating and financial policies.

Associate companies are reflected in the financial statements of the parent and group using the equity method, whereby Skyline's share of post-acquisition net earnings of the associate is included in earnings after income tax. Where the equity accounted carrying amount of an entity falls below zero, the equity method of accounting is suspended and the investment is recorded at zero. If this occurs, the equity method is not resumed until such time as the group's share of losses not recognised during the years in which the equity method was suspended, are offset by the current share of earnings.

Property, Plant and Equipment

Owned Assets

Items of property, plant and equipment are measured at cost, less accumulated depreciation and impairment losses, with the exception of capital works in progress which are stated at cost. Cost includes expenditures that are directly attributable to the acquisition of the asset. The cost of self constructed assets includes the cost of materials and direct labour, any other costs directly attributable to bringing the asset to a working condition for its intended use, and the costs of dismantling and removing the items and restoring the site on which they are located. Purchased software that is integral to the functionality of the related equipment is capitalised as part of that equipment.

NOTES TO THE ACCOUNTS CONTINUED

When parts of an item of property, plant and equipment have different useful lives, they are accounted for as separate items (major components) of property, plant and equipment.

Depreciation

Depreciation of fixed assets has been provided for using Inland Revenue Department maximum allowable rates except for buildings. It is considered that these rates will write off the cost of the assets over their expected useful lives.

Fixed assets have been depreciated at the following rates:

Buildings	1% to 7.7% CP or 4% to 8% DV
Gondolas, Cableways	11.1% CP or 10% to 12% DV
Motor Vehicles	20% CP or 25% to 31.2% DV
Plant & Equipment	5.9% to 33.3% CP or 7.5% to 60% DV
Furniture & Fittings	5.9% to 33.3% CP or 7.5% to 39.6% DV
Aircraft & Vessels	9% to 40% DV
Gaming tables, machines & equipment	7.7% to 33.3% CP
Pooled items of plant & equipment	60% to 80.4% DV

Land is not depreciated.

Depreciation methods, useful lives and residual values are reassessed at the reporting date.

Investment Property

An external independent valuation company, having appropriately recognised professional qualifications and recent experience in the location and category of property being valued, values the Group's investment portfolio every 12 months. The fair values are based on market values, being the estimated amount for which a property could be exchanged on the date of the valuation between a willing buyer and a willing seller in an arms length transaction after proper marketing wherein the parties had each acted knowledgeably, prudently and without compulsion.

In the absence of current prices in an active market, the valuations are prepared by considering the aggregate of the estimated cash flows expected to be received from renting out the property. A yield that reflects the specific risks inherent in the net cash flows is then applied to the net annual cash flows to arrive at the property valuation.

Valuations reflect, where appropriate: the type of tenants actually in occupation or responsible for meeting lease commitments or likely to be in occupation after letting vacant premises, and the market's general perception of their creditworthiness; the allocation of maintenance and insurance responsibilities between the Group and the lessee; and the remaining economic life of the property. When rent reviews or lease renewals are pending with anticipated reversionary increases, it is assumed that all notices and where appropriate counter-notices have been served validly and within the appropriate time.

Intangible Assets

Licences and concessions that are acquired by the Group and have finite useful lives are measured at cost less accumulated amortisation and accumulated impairment losses.

Subsequent expenditure is capitalised only when it increases the future economic benefits embodied in the specific asset to which it relates. All other expenditure is recognised in profit or loss as incurred.

Licences and concessions are amortised on a straight-line basis in profit or loss over their estimated useful lives, from the date that they are available for use.

The estimated remaining useful lives for the current period is as follows:

Totally Tourism Limited Group – Licences and Concessions	4.44 years
Christchurch Casinos Licence	4.63 years

Amortisation methods, useful lives and residual values are reviewed at each financial year-end and adjusted if appropriate.

Inventories

Inventories are stated at the lower of cost, determined on a first-in first-out basis, or net realisable value. Inventories include food, liquor, souvenirs and other retail merchandise for resale. Some inventories are subject to retention of title clauses.

Impairment

The carrying amounts of the Group assets other than inventories are reviewed at each balance date to determine whether there is any objective evidence of impairment. If any such indication exists, the asset's recoverable amount is estimated.

An impairment loss is recognised when the carrying amount of an asset exceeds its recoverable amount. Impairment losses directly reduce the carrying amount of assets and are recognised in the Statement of Comprehensive Income. All receivables considered to have a short duration are not discounted.

Estimated recoverable amount of other assets is the greater of their fair value less costs to sell and value in use. Value in use is determined by estimating future cash flows from the use and ultimate disposal of the asset and discounting these to their present value using a pre-tax discount rate that reflects current market rates and the risks specific to the asset. For an asset that does not generate largely independent cash flows, the recoverable amount is determined for the cash generating unit to which the asset belongs.

Previously recognised impairment losses on assets may be reversed if there is a positive change in the estimate of the recoverable amount, but only to the extent of the prior cumulative impairment losses.

Foreign Currency

Transactions and Balances

Transactions in foreign currencies are translated into the functional currency at the exchange rate ruling at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies in the Statement of Financial Position are translated into the functional currency at the exchange rate ruling at that date. Foreign exchange differences arising on their translation are recognised in the Statement of Comprehensive Income.

Foreign Operations

Translation of the Financial Statements of Independent Foreign Operations.

The assets and liabilities of the Group's overseas operations, being independent foreign operations, are translated at the exchange rates ruling at balance date. The revenues and expenses of these entities are translated at rates approximating the exchange rates ruling at the dates of transactions. Exchange differences arising on the translation of independent foreign operations are recognised in the foreign currency reserve. On disposal of a foreign operation, the balance held in the foreign currency reserves is transferred to the Statement of Comprehensive Income.

Non-Derivative Financial Instruments

Non-derivative financial instruments comprise investments in equity securities, cash and cash equivalents, trade and other receivables, loans and borrowings, and trade and other payables.

Non-derivative financial instruments are recognised initially at fair value. For instruments not at fair value through profit or loss, these are recognised at cost plus any attributable transaction costs. Subsequent to initial recognition non-derivative financial instruments are measured as described below.

NOTES TO THE ACCOUNTS

A financial instrument is recognised if the Group becomes a party to the contractual provisions of the instrument. Financial assets are derecognised if the Group's contractual rights to the cash flows from the financial assets expire or if the Group transfers the financial asset to another party without retaining control or substantially all the risks and rewards of the asset. Regular purchases and sales of financial assets are accounted for at trade date, i.e. the date that the Group commits itself to purchase or sell the asset. Financial liabilities are derecognised if the Group's obligations specified in the contract expire or are discharged or cancelled.

Investments in Equity and Debt Securities

The shares and advances held by the parent company in its subsidiaries and associate companies, other than Dunedin Casinos Limited (note 11), are stated at either cost or equity accounted unless they have been adjusted to the recoverable amount as a result of an impairment loss. Dunedin Casinos Limited has been stated at valuation subsequently adjusted by being equity accounted.

Cash and Cash Equivalents

Cash and cash equivalents includes cash on hand, deposits held at call with banks, other short-term highly liquid investments with original maturities of three months or less.

Trade and Other Receivables

Trade and other receivables are initially recorded at cost reduced by appropriate allowances for estimated recoverable amounts. Bad debts are written off when identified.

Goodwill

Goodwill that arises upon the acquisition of subsidiaries is presented with intangible assets. For measurement of goodwill at initial recognition see note 23.

Subsequent measurement

Goodwill is measured at cost less accumulated impairment losses.

Borrowing Costs

Until 1 April 2009, borrowing costs that are directly attributable to the acquisition, construction or production of a qualifying asset (i.e., an asset that necessarily takes a substantial period of time to get ready for its intended use or sale) were expensed as incurred. For qualifying assets commencing on or after 1 April 2009 such costs are capitalised.

Trade and Other Payables

Trade and other payables are stated at cost.

Loans and advances

Loans and advances are measured at amortised cost using the effective interest method, less any impairment losses.

Share Capital

Ordinary Shares

Incremental costs directly attributable to the issue of ordinary shares and share options are recognised as a deduction from equity.

Employee Benefits

Annual Leave

A liability for annual leave and days in lieu is recognised at each balance sheet date.

Defined Contribution Plans

Obligations for contributions to defined contribution pension plans are recognised as an expense in the income statement when they are due.

Provisions

A provision is recognised if, as a result of a past event, the Group has a present legal or constructive obligation that can be estimated reliably, and it is probable that an outflow of economic benefits will be required to settle the obligation. Provisions are determined by discounting the expected future cash flows at a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability.

Income Tax

The tax expense charged against earnings for the period is the estimated total liability including both the current period's provision and deferred tax. The current period's tax payable to the tax authorities in the jurisdictions in which the Group operates is recorded in taxation payable and any amounts due from those tax authorities included in current tax asset.

Tax relating to an item that is recognised in other comprehensive income or directly in equity is recognised in other comprehensive income or directly in equity, respectively.

Deferred income tax is provided, using the balance sheet method, on all temporary differences at the balance sheet date between the tax book value of assets and liabilities and their carrying amounts in the consolidated financial statements. Deferred income tax is determined using tax rates (and laws) that have been enacted or substantially enacted by the balance sheet date and are expected to apply when the related deferred income tax asset is realised or the deferred income tax liability is settled. For deferred tax liabilities or assets arising on investment property measured at fair value, it is assumed that the carrying amounts of investment property will be recovered through sale.

The carrying amount of deferred income tax assets is reviewed at each balance sheet date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred income tax to be utilised.

Additional income taxes that arise from the distribution of dividends are recognised at the same time as the liability to pay the related dividend is recognised.

Revenue

Goods Sold

Revenue from the sale of goods is recognised in the Statement of Comprehensive Income when the significant risks and rewards of ownership have been transferred to the buyer. No revenue is recognised if there are significant uncertainties regarding recovery of the consideration due, associated costs or the possible return of goods, or where there is continuing management involvement with the goods.

Gaming Revenue

Gaming revenues are the net aggregate of gaming wins and losses. Gaming revenue is recognised on an accruals basis. This is effectively a cash basis, except to the extent that cash received represents a commitment to future jackpot payouts. Contributions from casino patrons to future jackpot payouts are recognised as a current liability.

Rental income

Rental Income from investment property is recognised in the profit or loss on a straight-line basis over the term of the lease. Lease incentives granted are recognised as an integral part of the total rental income.

Services

Revenue from services rendered is recognised in profit or loss in proportion to the stage of completion of the transaction at the reporting date.

NOTES TO THE ACCOUNTS CONTINUED

Expenses

Operating Lease Payments

Payments made under operating leases are recognised in the Statement of Comprehensive Income on a straight line basis over the term of the lease.

Finance Income and Expenses

Finance income comprises interest income, dividend income, and foreign currency gains. Interest income is recognised using the effective interest method. Dividend income is recognised on the date that the Group's right to receive payment is established.

Finance expenses comprise interest expense on borrowings, foreign currency losses, unwinding of the discount on provisions, and impairment losses recognised on financial assets. All borrowing costs are recognised in profit or loss using the effective interest method.

Goods and Services Tax

All amounts are shown exclusive of Goods and Services Tax (GST), except for receivables and payables that are stated inclusive of GST.

Segment Reporting

An operating segment is presented on the same basis as that used for internal reporting purposes and its results are regularly reviewed by the chief operating decision maker, which consists of the Board of Directors and the Chief Executive Officer. All costs are directly allocated to the segment in which they are incurred.

Determination of Fair Values

A number of the Group's accounting policies and disclosures require the determination of fair value, for both financial and non-financial assets and liabilities. Fair values have been determined for measurement and for disclosure purposes based on the above policies.

New Financial Reporting Standards effective in the reporting period

The accounting policies adopted are consistent with those of the previous financial year, except that the Group has adopted the following new and amended New Zealand equivalents to International Financial Reporting Standards (NZ IFRS) from 1 January 2014.

(a) Offsetting financial assets and financial liabilities – amendments to NZ IAS 32 (effective for accounting periods commencing on or after 1 January 2014)

Amendments to IAS 32 added application guidance in applying the criteria for offsetting financial assets and financial liabilities. Two areas were addressed by the amendments:

- (a) Clarification that a right of set-off is required to be legally enforceable in the normal course of business, in the event of default and in the event of insolvency or bankruptcy of the entity and all of the counterparties.
- (b) The second amendment relates to gross settlement, such as clearing houses used by the banks and other financial institutions. The amendment included an example of a gross settlement system with characteristics that would satisfy the criterion for net settlement.

The adoption of the amendments will have no impact on the recognition or measurement of financial asset and liabilities, and changes will be limited to presentation adjustments

(b) Investment Entities: Amendments to NZ IFRS 10, NZ IFRS 12 and NZ IAS 27 (effective for accounting periods commencing on or after 1 Jan 2014)

Amendments clarify that entities meeting the definition of an "investment entity" are required to measure investments that are controlling interests in another entity (in other words subsidiaries) at fair value through profit or loss instead of consolidating them.

An "investment entity" is an entity that:

- (a) obtains funds from one or more investors for the purpose of providing those investors with investment management services;
- (b) commits to its investors that its business purpose is to invest funds solely for returns from capital appreciation, investment income, or both; and
- (c) measures and evaluates the performance of substantially all its investments on a fair value basis.

The Group does not consider that it has any "investment entities"

NOTES TO THE ACCOUNTS

New NZ IFRS standards and interpretations issued but not yet adopted

At the date of authorisation of these financial statements, certain new standards and interpretations to existing standards have been published but not yet effective, and have not been adopted early by the Group. Management anticipates that all pronouncements will be adopted in the first accounting period beginning on or after the effective date of the new standard. Information on new standards, amendments and interpretations that are expected to be relevant to the Group financial statements is provided below. Certain other new standards and interpretations issued but not yet effective, that are not expected to have a material impact on the Group's financial statements have not been disclosed.

(a) Defined Benefit Plans: Employee Contributions - Amendments to IAS 19 (effective for accounting periods commencing on or after 1 July 2014)

Amendments to NZ IAS 19; include narrow scope amendments in relation to defined benefit pension schemes, which:

- (a) clarify the requirements for how contributions from employees (or third parties) that are linked to the provision of services should be attributable to periods or service when accounting for post-employment defined benefit plans;
- (b) permit a practical expedient if the amount of the contribution is independent of the numbers of years of service.

The practical expedient applies where the amount of contributions from employees or third parties is independent of the number of years of service, and permits an entity to recognise such contributions as a reduction in the service cost in the period in which the related services is rendered, instead of attributing the contributions to the period of service.

Management does not expect the amendments to have a significant impact of the accounting for the company's defined benefit plan liabilities.

(b) NZ IFRS 9 – Financial instruments (effective date from 1 January 2018)

The IASB and the XRB aim to replace NZ IAS 39 Financial Instruments: Recognition and Measurement in its entirety with replacement standard - NZ IFRS 9 Financial Instruments. The new standard is being issued in phases, with early adoption available as each phase is issued.

To date, the chapters dealing with recognition, classification, measurement and de-recognition of financial assets and financial liabilities have been issued. The latest in the series of chapters issued introduced amendments to Hedge Accounting, which supersedes the general hedging requirements in NZ IAS 39.

Management have yet to assess the impact the standard is likely to have on the recognition and measurement of financial assets held by the Group. However, they do not expect to implement the amendments until all chapters of NZ IFRS 9 have been published and they can comprehensively assess the impact of all changes.

(c) NZ IFRS 15 – Revenue from Contracts with Customers (effective date from 1 January 2017)

The new standard establishes principles for reporting about the nature, amount, timing and uncertainty of revenue arising from an entity's contracts with customers. It prescribes when an entity will recognise revenue, how much revenue to recognise, and what disclosures to make about revenue.

The core principle of the Standard is to recognise revenue for the amount of consideration due to an entity in exchange for the goods and services provided to the customer.

This is done following a 5 step process:

- Step 1: Identify the contract with the customer;
- Step 2: Identify the performance obligations in the contract;
- Step 3: Determine the transaction price;
- Step 4: Allocate the transaction price to the performance obligations in the contract; and
- Step 5: Recognise revenue when (or as) the entity satisfies a performance obligation by transferring control of an asset to a customer. This may be at a point in time (typically for goods), or over time (typically for services).

Based on the short-period of the average revenue contract entered into by the Group, the new standard is not expected to have a significant impact on the timing of current revenue recognition. However the Directors are still conducting further analysis of the impact of this new standard.

NOTES TO THE ACCOUNTS CONTINUED

1. Expenses

Operating Expenses

	2015	Group 2014	2015	Parent 2014
Operating Lease Costs	7,894,895	10,959,049	1,336,026	1,108,049
Bad Debts	0	222,176	0	7
Wages and Salaries	45,046,626	41,890,027	7,477,502	6,581,539
Operating Expenses - Investment Properties	438,582	519,060	0	0
Employer contributions to defined contribution plans	869,793	768,634	70,803	60,306
Other	35,885,647	36,120,625	4,106,186	3,776,669
	<u>\$90,135,543</u>	<u>\$90,479,571</u>	<u>\$12,990,517</u>	<u>\$11,526,563</u>

Remuneration of Auditors

Audit Fees for Financial Statement Audit	98,902	98,614	98,902	98,614
Audit Fees Paid to Other Auditors of the Group	18,358	25,719	0	0
Audit Fees for Assurance and Related Services Paid to Other Auditors of the Group	0	13,651	0	0
	<u>\$117,260</u>	<u>\$137,984</u>	<u>\$98,902</u>	<u>\$98,614</u>

Fees paid for other services were for IT penetration testing and taxation consulting.

Donations

Donations of \$163,777 were paid for the year ended 31 March 2015 (2014 \$161,069). Donations includes \$156,000 paid to the Christchurch Casino Charitable Trust (2014 \$156,000).

2. Depreciation

	2015	Group 2014	2015	Parent 2014
Land and Improvements	20,917	17,385	0	0
Buildings	1,491,050	1,377,542	390,417	366,347
Furniture and Fittings	762,466	857,011	73,332	98,655
Plant and Equipment	4,661,730	4,674,483	473,408	545,775
Canadian Plant and Equipment	1,182,450	2,355,864	0	0
Sentosa Plant and Equipment	1,068,238	814,901	0	0
Aircraft & Vessels	2,461,986	1,454,504	0	0
	<u>\$11,648,837</u>	<u>\$11,551,690</u>	<u>\$937,157</u>	<u>\$1,010,777</u>
Total depreciation includes:-				
Loss on disposal of Fixed Assets	\$132,597	\$151,735	\$0	\$57,598

NOTES TO THE ACCOUNTS

3. Net Financing Costs

	2015	Group 2014	2015	Parent 2014
Interest Received				
Received Bank of New Zealand	91,055	59,451	23,388	12,521
Received on Taxation	1,056	2,041	0	0
Received from Zoom Zipline	25,313	0	0	0
Received Canadian Funds	0	2,498	0	0
Received Deposits	372,340	111,162	0	0
	<u>\$489,764</u>	<u>\$175,152</u>	<u>\$23,388</u>	<u>\$12,521</u>

Interest Paid

Interest payments have been made on advances to the Company and Group

Advances from the Bank on Current Account	304	348	0	0
Mortgages	2,649,800	2,988,846	2,649,800	2,988,846
Convertible Notes	0	8,222	0	8,222
Inland Revenue Department	14,687	22,267	0	9,155
Singapore Tax Authority	5	4,292	0	0
Canadian Tax Authority	286	0	0	0
	<u>\$2,665,082</u>	<u>\$3,023,975</u>	<u>\$2,649,800</u>	<u>\$3,006,223</u>

NOTES TO THE ACCOUNTS CONTINUED

4. Income Tax Expense

	2015	Group 2014	2015	Parent 2014
Current Tax Expense				
Current Period New Zealand	12,404,968	13,405,289	3,187,517	2,191,251
Adjustment for Prior Periods - NZ	-710,599	0	0	0
Current Overseas Taxation	1,368,186	793,550	0	0
Adjustment for Prior Periods – Overseas	104,220	0	0	0
	<u>13,166,775</u>	<u>14,198,839</u>	<u>3,187,517</u>	<u>2,191,251</u>
Deferred Tax Expense				
Current Charge	-1,401,321	-1,104,608	-148,781	-38,552
Prior Period Adjustment	226,033	0	-6,170	0
	<u>\$11,991,487</u>	<u>\$13,094,231</u>	<u>\$3,032,566</u>	<u>\$2,152,699</u>

Reconciliation of Effective Tax Rate

Group	2015	2015	2014	2014
Profit for the Period	51,361,758		39,753,284	
Total Income Tax Expense	<u>11,991,487</u>		<u>13,094,231</u>	
Profit Excluding Income Tax	63,353,245		52,847,515	
Income Tax Using Domestic Tax Rate	17,738,909	28.00%	14,797,304	28.00%
Effects Tax Rates Overseas Income	-725,481	-1.15%	493,395	0.93%
Onshore Tax Overseas Income	159,653	0.25%	164,644	0.31%
Effect Allowance Non Deductibility				
Building Depreciation	0	0	-153,440	-0.29%
Tax Equity Accounted Investee Income	145,603	0.23%	189,333	0.36%
Imputation Credits on Investee				
Dividends Received	-288,750	-0.46%	0	0
Net Effect Investment Property				
Revaluations, Depreciation	-4,678,702	-7.39%	-2,252,653	-4.26%
Non Deductible Expenses	2,957	0.00%	-47,888	-0.09%
Non Assessable Income	-24,406	-0.04%	0	0
Non-Taxable Capital Gains	-968	-0.00%	0	0
Benefit Losses Claimed	43,018	0.07%	-108,175	-0.20%
Prior Period Adjustments – Current Tax	-606,379	-0.96%	0	0
Prior Period Adjustments – Deferred Tax	226,033	0.36%	0	0
Deferred Tax Adjustments, Penalties	0	0	11,711	0.02%
	<u>\$11,991,487</u>	<u>18.91%</u>	<u>\$13,094,231</u>	<u>24.78%</u>
Parent				
Profit for the Period	8,716,589		6,467,523	
Total Income Tax Expense	<u>3,032,566</u>		<u>2,152,699</u>	
Profit Excluding Income Tax	11,749,155		8,620,222	
Income Tax Using Domestic Tax Rate	3,289,763	28.00%	2,413,662	28.00%
Benefit Losses Claimed	-251,027	-2.14%	-212,205	-2.46%
Non Deductible Expenses	0	0.00%	-48,758	-0.57%
Deferred tax adjustment	-6,170	-0.05%	0	0
	<u>\$3,032,566</u>	<u>25.81%</u>	<u>\$2,152,699</u>	<u>24.97%</u>

NOTES TO THE ACCOUNTS

Deferred Income Tax

Group	2015	2014	2015	2014
Deferred Income Tax Liabilities				
Non Deductibility Building Depreciation	11,380,735	11,337,331		
Accelerated Depreciation Sentosa	172,256	269,780		
Revaluations of Investment Property to Fair Value	946,492	923,482		
Sentosa	69,563	51,185		
Non Deductibility Plant & Equipment Acquisition Costs	2,839,205	2,056,310		
Non Deductibility Intangible Assets	528,237	665,204		
Taxable Overhaul Provision not recognised	193,350	454,139		
Non Deductibility Casino Licence	4,926,422	6,254,360		
Deferred Earthquake Remediation	392,238	392,238		
	<hr/>	<hr/>		
Gross Deferred Income Tax Liabilities	\$21,448,498	\$22,404,029		
	<hr/>	<hr/>		
Deferred Income Tax Assets				
Employment Benefits	785,045	618,062		
Casino Provisions	366,292	281,281		
Other Items	84,595	116,832		
	<hr/>	<hr/>		
Gross Deferred Income Tax Asset	\$1,235,932	\$1,016,175		
	<hr/>	<hr/>		

Deferred Income Tax Charge

\$-1,175,288

\$-1,104,608

Parent

Deferred Income Tax Liabilities

Non Deductibility Building Depreciation	739,876	777,448
	<hr/>	<hr/>
Gross Deferred Income Tax Liabilities	\$739,876	\$777,448
	<hr/>	<hr/>

Deferred Income Tax Assets

Employee Benefits	209,019	91,640
	<hr/>	<hr/>
Gross Deferred Income Tax Asset	\$209,019	\$91,640
	<hr/>	<hr/>

Deferred Income Tax Charge

\$-154,951

\$-38,552

Imputation Credit Account

	2015	Group 2014	2015	Parent 2014
Balance 1 April	58,664,483	51,116,165	28,058,849	30,306,870
Add Income Tax Paid	11,514,723	11,946,448	2,215,825	2,470,638
Imputation Credits on Dividends Received	340,313	346,500	0	0
RWT on Interest Received	14,853	12,979	0	0
	<hr/>	<hr/>	<hr/>	<hr/>
	70,534,372	63,422,092	30,274,674	32,777,508
	<hr/>	<hr/>	<hr/>	<hr/>
Less Credits attached to Dividends Paid	4,709,251	4,718,659	4,709,251	4,718,659
Income Tax Refunds	30,007	38,950	2,005	0
	<hr/>	<hr/>	<hr/>	<hr/>
Balance 31 March	65,795,114	58,664,483	25,563,418	28,058,849
	<hr/>	<hr/>	<hr/>	<hr/>
Plus Income Tax Payable	3,799,636	5,041,058	1,617,407	645,717
	<hr/>	<hr/>	<hr/>	<hr/>
Imputation Credits Available for Subsequent Reporting Periods	\$69,594,750	\$63,705,541	\$27,180,825	\$28,704,566
	<hr/>	<hr/>	<hr/>	<hr/>

NOTES TO THE ACCOUNTS CONTINUED

5. Capital and Reserves

Share Capital

At 31 March 2015 share capital comprised 34,137,379 ordinary fully paid shares (2014: 34,137,379) which have no par value. The holders of ordinary shares have equal voting rights and share equally in dividends and any surplus on winding up.

	2015	2014
Shares on issue 1st April	34,137,379	34,093,879
Add Convertible Notes Transferred to Shares	0	43,500
Closing Shares on issue 31st March	34,137,379	34,137,379

Translation Reserve

The translation reserve represents the net difference that arises when foreign domiciled assets and liabilities are translated at the closing rate.

Dividends

The Dividends paid in 2015 and 2014 were \$12,616,841 (\$0.37 per share) and \$12,597,678 (\$0.37 per share) respectively. The proposed dividends will be payable on ordinary capital. All dividends will be fully imputed, the final proposed dividend being 42 cents per share compared to 37 cents per share last year. Total dividend payable will be \$14,337,699 from which Resident Withholding Tax will require to be deducted of \$995,673.

Retained Earnings

These include the following Capital Reserves.

	2015	Group 2014	2015	Parent 2014
Opening Balance brought forward	14,334,752	14,334,752	1,303,735	1,303,735
Plus Capital Gain Sale Building, Plant	3,457	0	0	0
Closing Balance	\$14,338,209	\$14,334,752	\$1,303,735	\$1,303,735

6. Trade and Other Receivables

	2015	Group 2014	2015	Parent 2014
Trade Receivables	4,380,730	4,006,715	946,015	809,833
Prepayments	351,191	0	0	0
Total Receivable	\$4,731,921	\$4,006,715	\$946,015	\$809,833

The fair values of trade and other receivables are equivalent to the carrying values. There is no concentration of credit risk with respect to trade receivables, as the Group has a large number of customers, internationally dispersed.

Trade receivables are shown net of impairment losses amounting to \$Nil (2014: \$Nil) recognised in the current year.

7. Cash and Cash Equivalents

	2015	Group 2014	2015	Parent 2014
Cash at Bank and In Hand	10,956,627	7,747,757	4,610,878	1,642,908
Deposits (on call)	3,375,000	2,032,000	0	0
Closing Balance	\$14,331,627	\$9,779,757	\$4,610,878	\$1,642,908

The effective interest rate on call deposits is 2.80 per cent (2014: 3.00 per cent).

NOTES TO THE ACCOUNTS

8. Trade Payables and Provisions

	2015	Group 2014	2015	Parent 2014
Trade Payables	13,560,069	10,902,537	3,669,933	2,837,288
Provisions	1,345,593	1,053,431	0	0
	<u>\$14,905,662</u>	<u>\$11,955,968</u>	<u>\$3,669,933</u>	<u>\$2,837,288</u>

The component parts of the Provisions balance consist of bonus points, jackpots and unredeemed chips in relation to casino games. The movement in provisions was:

Balance 1 April	1,053,431	1,070,172	0	0
Provisions made during the period	1,269,004	1,246,455	0	0
Provisions used during the period	-976,842	-890,060	0	0
Provisions reversed during the period	0	-373,136	0	0
	<u>\$1,345,593</u>	<u>\$1,053,431</u>	<u>\$0</u>	<u>\$0</u>
Balance 31 March				

9. Employee Benefits

	2015	Group 2014	2015	Parent 2014
Liability for Annual Leave	2,470,505	2,504,891	355,365	353,806
Other Employee Entitlements	806,461	634,717	64,670	56,440
	<u>\$3,276,966</u>	<u>\$3,139,608</u>	<u>\$420,035</u>	<u>\$410,246</u>

NOTES TO THE ACCOUNTS CONTINUED

10. Property, Plant and Equipment

	Cost \$	Additions \$	Disposals \$	Depreciation \$	Foreign Currency Adjustment \$	Accumulated Depreciation \$	Carrying value \$
2015 Group							
Land & Improvements (at cost)	18,031,514	513,791	0	20,917	0	228,183	18,317,122
Buildings (at cost)	60,402,817	2,451,151	76,665	1,491,050	0	7,974,311	54,802,992
Furniture & Fittings (at cost)	8,634,097	374,039	0	762,466	0	5,323,911	3,684,225
Plant & Equipment (at cost)	37,841,434	3,476,572	528,406	4,661,730	0	22,973,064	17,816,536
Canadian Plant & Equipment	14,376,426	364,297	288,044	1,182,450	-926,975	5,978,648	7,547,056
Singapore Plant & Equipment	10,850,857	1,787,204	0	1,068,238	-471,105	6,878,603	5,288,353
Korean Plant & Equipment	811,801	1,148,388	0	0	0	0	1,960,189
Aircraft & Vessels (at cost)	24,111,161	4,545,765	485,799	2,461,986	0	5,573,408	22,597,719
	<u>\$175,060,107</u>	<u>\$14,661,207</u>	<u>\$1,378,914</u>	<u>\$11,648,837</u>	<u>\$-1,398,080</u>	<u>\$54,930,128</u>	<u>\$132,014,192</u>
Parent							
Land & Improvements (at cost)	358,773	0	0	0	0	0	358,773
Buildings (at cost)	11,825,240	370,109	0	390,417	0	6,286,496	5,908,853
Furniture & Fittings (at cost)	1,617,330	0	0	73,332	0	1,231,965	385,365
Plant & Equipment (at cost)	9,936,735	325,393	0	473,408	0	7,354,300	2,907,828
	<u>\$23,738,078</u>	<u>\$695,502</u>	<u>\$0</u>	<u>\$937,157</u>	<u>\$0</u>	<u>\$14,872,761</u>	<u>\$9,560,819</u>
2014 Group							
Land & Improvements (at cost)	18,012,116	19,398	0	17,385	0	81,917	17,949,597
Buildings (at cost)	60,848,123	4,933,084	5,378,390	1,377,542	0	6,478,564	53,924,253
Furniture & Fittings (at cost)	9,696,485	489,063	1,551,451	857,011	0	4,561,445	4,072,652
Plant & Equipment (at cost)	38,312,121	4,566,892	5,037,580	4,674,483	0	18,387,600	19,453,833
Canadian Plant & Equipment	12,163,288	2,213,138	0	2,355,864	-1,155,763	4,833,339	8,387,324
Singapore Plant & Equipment	8,588,239	2,262,618	0	814,901	-295,755	5,747,141	4,807,961
Korean Plant & Equipment	118,176	693,625	0	0	0	0	811,801
Aircraft & Vessels (at cost)	15,912,034	9,842,179	1,643,051	1,454,504	0	3,519,153	20,592,009
	<u>\$163,650,582</u>	<u>\$25,019,997</u>	<u>\$13,610,472</u>	<u>\$11,551,690</u>	<u>\$-1,451,518</u>	<u>\$43,609,159</u>	<u>\$129,999,430</u>
Parent							
Land & Improvements (at cost)	358,773	0	0	0	0	0	358,773
Buildings (at cost)	11,068,138	824,383	67,281	366,347	0	5,896,079	5,929,161
Furniture & Fittings (at cost)	2,583,077	53,558	1,019,305	98,655	0	1,158,633	458,697
Plant & Equipment (at cost)	11,373,983	190,414	1,627,662	545,775	0	6,880,892	3,055,843
	<u>\$25,383,971</u>	<u>\$1,068,355</u>	<u>\$2,714,248</u>	<u>\$1,010,777</u>	<u>\$0</u>	<u>\$13,935,604</u>	<u>\$9,802,474</u>

NOTES TO THE ACCOUNTS

11. Investments in Associate and Other Companies

	2015	Group 2014	2015	Parent 2014
Shares, Memberships	38,500	38,500	0	0
The Station Limited	63,786	80,822	0	0
Milford Sound Flights Limited	1,855,487	2,054,413	0	0
Dunedin Casinos Limited	8,900,553	9,051,811	0	0
	<u>\$10,858,326</u>	<u>\$11,225,546</u>	<u>\$0</u>	<u>\$0</u>

The following associate Companies have been equity accounted:

Company	Equity Accounted % Held	31 March 2015 % Held	Balance Date
The Station Limited	50.0%	50.0%	30 June
Milford Sound Flights Limited	50.0%	50.0%	30 September
Dunedin Casinos Limited	33.0%	33.0%	31 March
Glentanner Heliski Limited*	50.0%	50.0%	31 March
Mount Cook Heli-ski Limited*	50.0%	50.0%	31 March

* Non trading associate companies

Dunedin Casinos Limited operate predominantly in the Casino Industry. It operates in Dunedin.

The Station Limited is part of the Totally Tourism Group. It operates in the Tourism Industry as an agency for sightseeing sales. Milford Sound Flights Limited is part of the Totally Tourism Group. It operates in the Tourism Industry as a fixed wing aircraft scenic flight operator.

The balance dates for The Station Limited and Milford Sound Flights Limited are aligned with the requirements of the other shareholder in each of these companies.

Further information relating to equity accounted associates is available at note 21.

The following associate Company has not been equity accounted

Company	31 March 2015 % Held	Balance Date
Mountain Bike Events Limited	25.5%	31 March

Mountain Bike Events Limited is a Special Purpose Entity, its constitution removes the right for dividend or profit distributions to be made to the Group, for this reason it has not been equity accounted.

Group Entities

All subsidiaries have been fully consolidated in the accounts. All subsidiaries have a 31 March balance date.

The following subsidiary Companies are 100% beneficially owned, and are incorporated in New Zealand unless otherwise stated.

Accommodation and Booking Agents (Queenstown) Limited	Totally Tourism Limited
Leisure Lodge Motor Inn Limited	The Helicopter Line Limited
North Sky Luge Limited	Glacier Helicopters Holdings Limited
Sentosa Luge Company Pte Limited – incorporated in Singapore	Glacier Helicopters Limited
North Sky Luge (Tremblant) Limited – incorporated in Canada	Mitre Peak Cruises Limited
Skyline Tours Limited	Air Fiordland Limited
Skyline Skyrides Limited	Wanaka Flightseeing (2006) Limited
Queenstown Tourist Company Limited	Milford Sound Scenic Flights Limited
Christchurch Casinos Limited	Milford Sound Cruises Limited
Fairy Springs Holdings Limited	North Sky Luge No 2 Limited
Skyline Investments Limited	North Sky Luge (Calgary) Limited – incorporated in Canada
Skyline Properties Limited	Tongyeong Luge Company Limited – incorporated in Korea
O'Connells Pavilion Limited	

NOTES TO THE ACCOUNTS CONTINUED

12. Borrowings

	2015	Group 2014	2015	Parent 2014
Current				
Secured Bank Loans	34,900,000	56,650,000	34,900,000	56,650,000
	<u>\$34,900,000</u>	<u>\$56,650,000</u>	<u>\$34,900,000</u>	<u>\$56,650,000</u>

Terms and Debt Repayment Schedule

The terms and conditions of outstanding loans were as follows:

Group and Parent	Currency	Interest rate	2015 Year of maturity	Face value	2014 Carrying amount	Face value	Carrying amount
Secured Bank Loan	NZD	4.93%	2015	34,900,000	34,900,000	56,650,000	56,650,000
Total Interest-bearing Liabilities				<u>\$34,900,000</u>	<u>\$34,900,000</u>	<u>\$56,650,000</u>	<u>\$56,650,000</u>

Borrowings (secured)

An overall facility of \$100,000,000 was arranged with the Bank of New Zealand on 31 December 2012 for three years to 31 December 2015. During the year the facility reduced to \$70,000,000 on 31 December 2014. The facility was reduced further to \$50,000,000 on 14 April 2015.

The facility is secured by mortgage and debenture over the assets and undertakings of the Group.

NOTES TO THE ACCOUNTS

13. Related Party Transactions

Parent and Ultimate Controlling Party

The immediate parent of the Group is Skyline Enterprises Limited. By virtue of the fact the Company is owned by a large number of small investors there is no ultimate controlling party.

Skyline Enterprises Limited has a related party relationship with the subsidiaries and associates as listed in Note 11.

Skyline Enterprises Limited has provided an unlimited intercompany guarantee to the Bank of New Zealand in favour of all its New Zealand subsidiaries.

Key Management Compensation

Short Term Employee Benefits \$4,475,210 (2014: \$3,985,000)

Directors receive a retirement benefit for loss of office where a Director has served for more than five years. This is calculated based on the aggregate of the last 3 years Directors fees prior to retirement, with 5% of this figure paid for each year of service as a Director to a maximum of 100% of the aggregate. Mr Ken Matthews received \$207,200 on his retirement in April 2014. By Resolution the Directors retirement policy has been ceased as of 31 March 2015. A liability as at 31 March 2015 has been recorded for the amount accrued under this policy to 31 March 2015. The individual liability as accrued at 31 March 2015 is payable either upon the retirement of the current Directors at age 65 or at such earlier retirement date at the discretion of the Board of Directors.

The following liability exists for Director's retirement benefit at balance date: Group \$788,700 (2014: \$1,011,167) and Parent \$428,700 (2014: \$642,000)

Loans and Advances to Related Parties

	2015	Group 2014	2015	Parent 2014
Advance to Milford Sound Flights Ltd	\$381,500	\$381,500	\$0	\$0

These are repayable on demand and are unsecured.

Transactions with Related Parties Directors

Businesses in which Directors have an interest and which provided services/supplies to the group on an arms length commercial basis during the period were as follows:-

Mr G Hensman is a Director and shareholder of Southern Beaver Limited which provided consulting contracting and heavy machinery services to the value of \$632 (2014: \$1,446), with \$0 owing at balance date (2014: \$0).

Mr M Quickfall is a Trustee and beneficiary of the MJQ Trust which purchased goods and services on normal commercial terms to the value of \$2,838 (2014: \$4,139), with \$0 receivable at balance date (2014: \$975). No related party debts were written off or forgiven during the year.

Mr R Thomas is a Director and shareholder of Bookme Limited which acts as an online booking agency and purchased products and services to the value of \$369,985 (2014: \$0), with \$34,036 receivable at balance date (2014: \$0).

The balance of Directors fees owing at balance date to Directors was \$1,094,900 (2014: \$329,048)

Subsidiaries

A number of goods and services are traded on normal commercial terms between subsidiaries. The value of inter entity sales and purchases was \$3,680,927 (2014 \$3,912,260), at balance date \$743,222 was due between subsidiary companies (2014 \$543,906). There was no trading between the parent company and subsidiary companies.

Terms of trade are that payment is due by the 20th of the month following invoice. These have been eliminated on consolidation.

Associates

	2015	Group 2014	2015	Parent 2014
Goods and services provided to associated entities	\$2,445,298	\$2,096,201	\$573,512	\$355,100
Goods and services provided from associated entities	\$847,955	\$872,471	\$0	\$0

At 31 March outstanding balances of goods and services provided to associated entities were \$219,388 (2014 \$187,212) and goods and services provided from associated entities were \$121,409 (2014 \$121,065). Terms of trade are that payment is due by the 20th of the month following invoice, and trading is on normal commercial terms.

NOTES TO THE ACCOUNTS CONTINUED

14. Contingent Liabilities

The North Sky Luge (Tremblant) Limited operating lease agreement with Mont Tremblant Resorts Limited – Intrawest requires satisfactory removal of all installations upon termination of the lease or the payment of \$100,000 Canadian to cover such costs of removal.

At balance date The Helicopter Line Limited is in dispute with Heli Holdings Limited regarding the lease of helicopters, provision of maintenance of helicopters by Airwork and other matters. Heli Holdings previously presented an invoice for shortfall hours for the period 2008 to 2013 and is claiming damages resulting from the cancellation of the lease agreement. The matter is being heard in the High Court. The commercial implications and claim quantum is subject to the court decision and potentially further court proceedings.

At balance date the Group has a maximum liability of \$115,000 (2014 \$220,000) to the BNZ in respect of Visa Business credit cards held. The Group also has a guarantee bond of \$10,000 in favour of New Zealand Racing Board issued by Christchurch Casinos Ltd. Otherwise the Group had no significant contingent liabilities as at 31 March 2015 as for the previous year.

15. Capital Commitments

	Group & Parent 2015	Group & Parent 2014
Contracted but not provided for:		
AVA Building upgrade	1,000,000	0
Marine Parade New Build	165,000	0
Construction of Baccarat Room and Chi Kitchen	350,000	0
Helicopter Line Helicopter Purchase	2,235,000	1,527,000
Korean Development Consents	185,000	770,000
Blue Peaks Reception Upgrade	0	120,000
Skyline Skyrides New Motor for Chairlift	0	225,000
Mitre Peak vessel engine replacement and staff housing	0	220,000
	<u>\$3,935,000</u>	<u>\$2,862,000</u>
Committed but not contracted for:		
Marine Parade New Build	7,700,000	0
Skyline Glass Viewing Cube	120,000	0
Skyline Building Development	1,000,000	0
Skyline Zipline, Jump and Climbing Tower	750,000	0
Skyline Skyrides Access Road Upgrade	100,000	0
Skyline Skyrides Upgrades	80,000	0
The Helicopter Line Vehicles	92,000	0
Information Technology Upgrade	3,000,000	0
Korean Development Costs	25,000,000	0
Skyline Restaurant Upgrade	0	215,000
Skyline Skyrides Restaurant Upgrade	0	1,500,000
Skyline Skyrides Mountain Bike Track Development	0	250,000
	<u>\$37,842,000</u>	<u>\$1,965,000</u>
Committed but not contracted for Associates:		
Milford Sound Flights Cessna Caravan Purchase	<u>\$1,260,000</u>	<u>\$0</u>

Any other material capital expenditure items contracted for at balance date are provided for in the financial statements.

NOTES TO THE ACCOUNTS

16. Operating Lease Commitments

- (a) The company has entered into an operating lease with the Queenstown Lakes District Council and Minister of Conservation for the cableway, luge and restaurant complex on Bobs Peak, Queenstown. The lease is renewable 5 yearly with rights of renewal to 2070. It has been renewed to 31 March 2020. Rental is 3% of Food, Beverage, Photography and Souvenirs sales to 2020. Rental on Luge, Gondola and other sales is 3.75% to 2017, then 4% to 2020. As turnover figures are not known actual future obligations under the lease cannot be determined in dollar terms.
- (b) The Group has entered into an operating lease with Intrawest for the luge operation at Mont Tremblant, Quebec, Canada. The lease is renewable five yearly with rights of renewal to 2023. The current term expires in April 2018. Rental is calculated on a percentage of turnover minimum rental payable each year being C\$200,000. A lift maintenance fee of C\$25,000 to C\$33,000 is also payable. As turnover figures are not known, actual future obligations under the lease cannot be determined in dollar terms.
- (c) The Group has entered into an operating lease with the Sentosa Development Corporation for the Luge operation on Sentosa Island, Singapore. The lease is renewable five yearly with rights of renewal to 2025. The current term expires in December 2020. Rental is calculated on a percentage of turnover with monthly prepayments. Prepayments in successive terms are increased by the higher of 15% of amounts prepaid in the preceding term or the percentage increase in the Singapore Consumer Price Index whichever be the higher. As turnover figures are not known, actual future obligations under the lease cannot be determined in dollar terms.
- (d) The Group has entered into an operating lease with the Calgary Olympic Development Association for the period of 10 years commencing on 1st May 2013 and renewable for a further term of 10 years. Rentals have been calculated in advance for the first term of 10 years. The balance of rent payable for the first term will be C\$1.525 million payable as follows:

	C\$
Less than one year	175,000
One to five years	750,000
More than five years	600,000

17. Financial Instruments

Exposure to credit, interest rate, foreign currency, equity price and liquidity risks arises in the normal course of the Group's business.

Credit Risk

Financial Instruments which potentially subject the Group to credit risk principally consist of accounts receivable, advances to associated companies and bank balances. The Company generally does not require collateral or security. The Company continuously monitors the credit quality of its major receivables and does not anticipate any non performance of those customers. The Group places its call and short term deposits only with registered banks.

Liquidity Risk

Liquidity risk represents the Group's ability to meet its contractual obligations. The Group evaluates its liquidity requirements on an ongoing basis. In general, the Group generates sufficient cash flows from its operating activities to meet its obligations arising from its financial liabilities and has credit lines in place to cover potential shortfalls.

Foreign Currency Risk

Foreign currency risk is the risk that the value of assets and liabilities will fluctuate due to changes in foreign exchange rates. The Group is exposed to the following currency risks as a result of transactions that are denominated in a currency other than New Zealand Dollars.

- Canadian Dollars due to its offshore investment in the North Sky Luge operations, two fully owned subsidiaries,
- Singapore Dollars due to its offshore investment in the Sentosa Luge operation, a fully owned subsidiary, and
- South Korean Won due to is offshore investment in the Korean Luge development, a fully owned subsidiary.

Interest Rate Risk

The Company and Group are exposed to interest rate risk in respect of the bank mortgages of \$34,900,000 (2014 \$56,650,000). The Directors consider that the interest rate risk is within acceptable thresholds for the group.

NOTES TO THE ACCOUNTS CONTINUED

17. Financial Instruments (Continued)

Quantitative Disclosures

Credit Risk

The carrying amount of financial assets represents the Group's maximum credit exposure.

The Group has not renegotiated the terms of any financial assets which would result in the carrying amount no longer being past due or avoid a possible past due status. The Group evaluate the concentration of risk with respect to trade receivables as low as its customers are located in different jurisdictions and operate in largely independent markets.

The Group's maximum exposure to credit risk for trade and other receivables by geographic regions is as follows:

	2015	2014
New Zealand	4,138,419	3,709,347
Singapore	238,723	282,574
Canada	3,588	14,794
Total	\$4,380,730	\$4,006,715

The status of trade receivables at the reporting date is as follows:

	Gross receivable 2015	Impairment 2015	Gross receivable 2014	Impairment 2014
Not past due	3,506,251	0	3,452,699	0
Past due 0-30 days	591,021	0	410,392	0
Past due 31-120 days	182,861	0	94,466	0
Past due 121-360 days	91,052	0	31,706	0
Past due more than 1 year	9,545	0	17,452	0
Total	\$4,380,730	\$0	\$4,006,715	\$0

Liquidity Risk

The Group assessed the concentration of risk with respect to refinancing its debt as low as access to sources of funds is sufficiently available and debt maturing within 12 months can be rolled over with existing lenders. The Group assessed the concentration of risk with respect to payables as low as the Group is able to pay its debts as they fall due and has access to a sufficient funding with its bankers. The following table sets out the contractual cash flows for all financial liabilities and derivatives that are settled on a gross cash flow basis.

Group	Balance sheet	Contractual cash flows	12 months or less	1-2 years	2-5 years	More than 5 years
2015						
Trade and Other Payables	18,182,628	18,182,628	18,182,628	0	0	0
Secured Bank Loans	34,900,000	34,900,000	34,900,000	0	0	0
Total Non-Derivative Liabilities	\$53,082,628	\$53,082,628	\$63,082,628	\$0	\$0	\$0
2014						
Trade and Other Payables	15,095,576	15,095,576	15,095,576	0	0	0
Secured Bank Loans	56,650,000	56,650,000	56,650,000	0	0	0
Total Non-derivative Liabilities	\$71,745,576	\$71,745,576	\$71,745,576	\$0	\$0	\$0

NOTES TO THE ACCOUNTS

17. Financial Instruments (Continued)

Liquidity Risk (Continued)

Parent	Balance sheet	Contractual cash flows	12 months or less	1-2 years	2-5 years	More than 5 years
2015						
Trade and Other Payables	4,089,968	4,089,968	4,089,968	0	0	0
Loans from Subsidiary Companies	21,504,524	21,504,524	21,504,524	0	0	0
Secured Bank Loans	34,900,000	34,900,000	34,900,000	0	0	0
Total Non-Derivative Liabilities	\$60,494,492	\$60,494,492	\$60,494,492	\$0	\$0	\$0
2014						
Trade and Other Payables	3,247,534	3,247,534	3,247,534	0	0	0
Secured Bank Loans	56,650,000	56,650,000	56,650,000	0	0	0
Total Non-derivative Liabilities	\$59,897,534	\$59,897,534	\$59,897,534	\$0	\$0	\$0

Foreign Currency Risk

The Group assessed the concentration of risk with respect to foreign currency as medium, as whilst no formal hedging is in place any excess foreign currency funds are transferred to the Parent entity regularly thereby minimising foreign currency balances. The Group's exposure to foreign currency risk can be summarised as follows:

	\$S	\$C	2015 \$K	\$S	\$C	2014 \$K
Trade Receivables	244,739	40,409	0	282,574	14,794	0
Secured Bank Loans	0	0	0	0	0	0
Trade Payables	-870,010	-9,994	0	-1,026,488	-33,825	0
Net Statement of Financial Position Exposure	-625,271	30,415	0	-743,914	-19,031	0

\$S = Singapore Dollars
\$C = Canadian Dollars
\$K = South Korean Won

Capital Management

The Group's capital includes share capital, reserves and retained earnings. The Group's objectives when managing capital are to safeguard the Group's ability to continue as a going concern, so that it can continue to provide returns for shareholders and benefits for other stakeholders and to maintain an optimal capital structure.

In order to maintain or adjust the capital structure, the Group may adjust the amount of dividends paid to shareholders, return capital to shareholders, issue new shares or sell assets to reduce debt.

The Group is not subject to any externally imposed capital requirements.

Sensitivity Analysis

In managing interest rate and currency risks the Group aims to reduce the impact of short-term fluctuations on the Group's earnings. Over the longer term, permanent changes in foreign exchange and interest rates will have an impact on profit.

At 31 March it is estimated that a general increase of 1.0% in interest rates would have decreased the Group's profit before income tax by \$457,750 (2014: \$644,525). This was calculated by reference to the average debt in the year and the average interest rate in the year.

The above estimate of change in profit has been calculated on bank loans, and has been estimated on a similar basis to the prior year.

It is estimated that a general increase of 1.0% in the value of the New Zealand Dollar against other foreign currencies would have decreased the Group's profit before income tax by \$78,819 (2014: \$29,000). This was calculated by reference to the net income derived from offshore entities in the year and the average exchange rate in the year in the currencies that the Group trades in.

NOTES TO THE ACCOUNTS CONTINUED

17. Financial Instruments (Continued)

Classification and Fair Values

	Note	Trading	Designated at Fair Value	Held to Maturity	Loans and Receivables	Available for Sale	Other Amortised Cost	Total Carrying Amount	Fair Value
2015 Assets									
Investments in Associates & Other Companies	11	0	0	0	0	10,858,326	0	10,858,326	*
Trade Receivables	6	0	0	0	4,380,730	0	0	4,380,730	4,380,730
Cash and Cash Equivalents	7	0	0	0	14,331,627	0	0	14,331,627	14,331,627
Total Current Assets		0	0	0	18,712,357	0	0	18,712,357	18,712,357
Total Assets		\$0	\$0	\$0	\$18,712,357	\$10,858,326	\$0	\$29,570,683	\$18,712,357
Liabilities									
Loans and Borrowings	12	0	0	0	0	0	34,900,000	34,900,000	34,900,000
Trade and Other Payables	8 & 9	0	0	0	0	0	18,182,628	18,182,628	18,182,628
Total Current Liabilities		0	0	0	0	0	53,082,628	53,082,628	53,082,628
Total Liabilities		\$0	\$0	\$0	\$0	\$0	\$53,082,628	\$53,082,628	\$53,082,628
2014 Assets									
Investments in Associates & Other Companies	11	0	0	0	0	11,225,546	0	11,225,546	*
Trade and Other Receivables	6	0	0	0	4,006,715	0	0	4,006,715	4,006,715
Cash and Cash Equivalents	7	0	0	0	9,779,757	0	0	9,779,757	9,779,757
Total Current Assets		0	0	0	13,786,472	0	0	13,786,472	13,786,472
Total Assets		\$0	\$0	\$0	\$13,786,472	\$11,225,546	\$0	\$25,012,018	\$13,786,472
Liabilities									
Loans and Borrowings	12	0	0	0	0	0	56,650,000	56,650,000	56,650,000
Trade and Other Payables	8 & 9	0	0	0	0	0	15,095,576	15,095,576	15,095,576
Total Current Liabilities		0	0	0	0	0	71,745,576	71,745,576	71,745,576
Total Liabilities		\$0	\$0	\$0	\$0	\$0	\$71,745,576	\$71,745,576	\$71,745,576

* The Directors are unable to determine the fair value of the investment in Associates and Other Companies because the equity instruments do not have a quoted market price in an active market. It is the Directors' intention to continue to hold the Investments in Associates and Other Companies.

There are no financial instruments measured at fair value in the Statements of Financial Position.

Estimation of Fair Values

The methods used in determining the fair value of financial instruments are discussed in the Group's accounting policies.

The estimated fair values of the financial instruments at 31 March 2015 are identical to the carrying values as detailed in the Statement of Financial Position and Consolidated Statement of Financial Position as at 31 March 2015.

NOTES TO THE ACCOUNTS

18. Reconciliation of Profit after Taxation to Net Cash Flows from Operating Activities

	2015	Group 2014	2015	Parent 2014
Reported Surplus after Taxation	51,817,038	40,263,332	8,716,589	6,467,523
Add Non Cash Items				
Depreciation	11,648,837	11,551,690	937,157	1,010,777
Movement in Deferred Tax	-1,175,288	-1,104,608	-154,951	-38,552
Additional Earnings from Equity Accounted Associates	287,220	380,952	0	0
Convertible Notes Provision	0	-184,875	0	-184,875
Investment Property Fair Value	-16,709,649	-7,881,456	0	0
Foreign Currency Translation (Gains)/Losses	-300,755	1,207,956	0	0
Amortisation Intangible Assets	4,217,168	4,217,168	0	0
Capital Gains on Disposal of Fixed Assets	-3,457	0	0	0
	<u>49,781,114</u>	<u>48,450,159</u>	<u>9,498,795</u>	<u>7,254,873</u>
Movement in Working Capital				
Increase in Taxation Paid	502,792	1,156,830	971,687	-279,254
(Decrease)/Increase in Other Creditors	3,087,052	-2,695,622	842,434	68,227
(Decrease)/Increase in Inventory	-14,683	-117,217	58,881	82,279
Decrease/(Increase) in Debtors	-725,206	2,520,016	-136,182	97,835
	<u>2,849,955</u>	<u>864,007</u>	<u>1,736,820</u>	<u>-30,913</u>
Net Cash Flow from Operating Activities	<u>\$52,631,069</u>	<u>\$49,314,166</u>	<u>\$11,235,615</u>	<u>\$7,223,960</u>

NOTES TO THE ACCOUNTS CONTINUED

19. Segment Reporting

(a) Operating Segments

Chief Operating Decision Maker

The 'Chief Operating Decision Maker' has been identified as the Board of Directors and the Chief Executive Officer, who review the Group's internal reporting in order to assess performance and allocate resources. Management has determined the operating segments based on these reports.

Reportable Segments

The Group has three reportable segments (2014: three), as described below, which are the Group's strategic business units. The strategic business units offer different products and services and are managed separately because they require different technology and marketing strategies. The following summary describes the operations in each of the Group's reportable segments:

Tourism Operations – includes the gondola, luge and related food & beverage sales at all relevant operating sites, aviation and marine activities.

Property Investment – includes the ownership and rental of properties classified as investment property.

Casino Operations – includes gaming food and beverage sales at the Christchurch Casino.

Other operations include the provision of accommodation and the ownership of shares for investment purposes. None of these segments meet any of the quantitative thresholds for determining reportable segments in 2015 and 2014.

Information regarding the operations of each reportable segment is included below. Performance is measured based on segment operating profit before income tax. Segment operating profit is used to measure performance as management believes that such information is the most relevant in evaluating the results of certain segments relative to other entities that operate within these industries.

Other information provided is measured in a manner consistent with that in the financial statements.

Significant one-off costs such as depreciation and revaluation of investment property have been excluded from the segment disclosures to reflect underlying segment operating performance.

	Tourism Operations		Property Investment Operations		All Other Segments		Casino Operations		Total
	2015	2014	2015	2014	2015	2014	2015	2014	2014
Revenue from									
External Customers	97,409,663	85,829,402	4,894,331	4,794,849	5,928,389	5,356,766	61,063,799	71,751,773	167,732,790
Wages	20,566,481	19,619,060	0	0	3,085,173	1,832,520	21,396,258	20,438,447	41,890,027
Cost of Sales	11,001,997	9,128,810	0	0	372,616	383,267	1,744,850	1,846,770	11,358,847
Operating Profit	29,414,781	16,959,038	4,455,598	4,279,433	608,899	1,375,991	15,684,762	27,212,545	49,827,007
Other Reconciling Items									15,364,523
Financing Costs									2,175,318
Tax									11,991,487
Profit for the Year									51,361,758
Capital Expenditure	11,090,788	18,043,779	770,351	206,544	189,281	24,014	2,610,787	6,745,660	14,661,207
Segment Assets	89,463,882	87,572,871	112,412,635	96,147,638	4,992,518	3,264,165	156,007,724	155,470,195	362,876,759
									342,454,869

(b) Geographical Segments

The Tourism operation segment is managed on a worldwide basis, but operates tourism operation sites in New Zealand, Singapore and Canada. In presenting information on the basis of geographical segments, segment revenue is based on the geographical location of customers. Segment assets are based on the geographical location of the assets.

	New Zealand		Singapore		Other Regions	
	2015	2014	2015	2014	2015	2014
Total Segment Revenue	152,718,023	154,761,589	13,263,861	10,287,371	3,314,298	2,683,830
Segment Fixed Assets	345,960,233	210,815,343	7,143,324	4,807,962	9,683,202	9,199,125

NOTES TO THE ACCOUNTS

20. Investment Property

A number of the Parent and Group's accounting policies and disclosure require the determination of fair value. Fair values have been determined for measurement and disclosure purposes based on the following methods. When applicable, further information about the assumptions made in determining fair value is disclosed in the notes specific to that asset or liability.

Disclosures are specifically provided below for non-financial assets which are subject to annual fair value remeasurement after initial recognition. The table below analyses the non financial assets carried at fair value, by a valuation method. The different levels have been defined as follows:

Level 1 Quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2 Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (ie. as prices) or indirectly (i.e. derived from prices)

Level 3 inputs for the asset or liability that are not based on observable market data (unobservable inputs)

Level 2	2015	Group 2014
Balance at 1 April	94,823,000	86,735,000
Additions from subsequent expenditure	770,351	206,544
Change in fair value	16,709,649	7,881,456
Total carrying amount	\$112,303,000	\$94,823,000

Additions from subsequent expenditure include total work in progress relating to the new Marine Parade development of \$696,715. There were no transfers between level 1 and level 2 during the year.

The investment property assets total shown in the Consolidated Statement of Financial Position and reconciled above have been valued at fair value totalling \$112,303,000 (2014 \$94,823,000).

An independent valuation was prepared by APL Property Queenstown Limited (Registered Valuers) as at 31 March 2015 to determine the fair value of properties as at 31 March 2015 and 2014. An external valuer has been used, having appropriate recognised professional qualifications and experience in the location and category of property being valued. The fair values are based on market values, being the estimated amount for which a property could be exchanged on the date of the valuation between a willing buyer and a willing seller in an arm's length transaction after appropriate marketing efforts.

Valuation techniques used to derive level 2 fair values

In the absence of current prices in an active market, the valuations are prepared using observable rental value of the properties. A market yield is applied to the rental value to arrive at the gross property valuation.

Investment property comprises a number of commercial properties that are leased to third parties. Subsequent renewals are negotiated with the lessee. No contingent rents are charged.

The range of yields applied to the net annual rentals to determine fair value of property for, which current prices in an active market are unavailable, is as follows:

Retail and Offices	2015	Yields 2014
Queenstown New Zealand	4.50% - 5.50%	5.00% - 6.25%

NOTES TO THE ACCOUNTS CONTINUED

21. Equity Accounted Investees

The Group's share of profit in its equity accounted investees for the year was \$455,280 (2014: \$510,048).

Summary financial information for equity accounted investees, not adjusted for the percentage ownership held by the Group:

	Ownership	Current Assets	Non-Current Assets	Current Liabilities	Non-Current Liabilities	Equity	Revenues	Expenses	Total Comprehensive Income	Group Share of Profit
2015 (thousands of dollars)										
The Station Limited	50%	923	40	746	0	216	7,564	7,437	127	63
Milford Sound Flights Limited	50%	1,578	3,500	328	3,600	1,150	2,867	3,265	(398)	(199)
Dunedin Casinos Limited	33%	2,783	5,718	2,316	0	6,185	16,285	14,494	1,791	591
2014 (thousands of dollars)										
The Station Limited	50.0%	770	44	612	0	202	7,167	7,037	130	65
Milford Sound Flights Limited	50.0%	1,786	3,678	314	3,600	1,550	2,492	2,790	(298)	(149)
Dunedin Casinos Limited	33.0%	3,139	5,694	2,789	0	6,044	16,326	14,527	1,799	594

Movements in Carrying Value of Equity Accounted Investees:

	2015	Group 2014	2015	Parent 2014
Balance at 1 April	11,225,546	11,638,998	0	0
Share of Profit/(Loss)	455,280	510,048	0	0
Less Interest, Dividends received	-742,500	-891,000	0	0
Capital Repaid	-80,000	-32,500	0	0
Balance 31 March	\$10,858,326	\$11,225,546	\$0	\$0

Dividends were received from Dunedin Casinos Limited.

NOTES TO THE ACCOUNTS

22. Earnings Per Share

(a) Basic Earnings Per Share

The calculation of basic earnings per share at 31 March 2015 was based on the profit attributable to ordinary shareholders of \$51,817,038 (2014: \$40,263,332) and a weighted average number of ordinary shares outstanding of 34,137,379 (2014: 34,137,379) calculated as follows:

	Note	Total 2015	Total 2014
Profit Attributable to Ordinary Shareholders			
Net Profit for the Period		\$51,817,038	\$40,263,332
Net Profit Attributable to Ordinary Shareholders		\$51,817,038	\$40,263,332
Weighted Average Number of Ordinary Shares – Basic Calculation			
		2015	2014
Issued Ordinary Shares at 31 March	5	34,137,379	34,137,379

(b) Diluted Earnings Per Share

The calculation of diluted earnings per share at 31 March 2015 was based on the diluted earnings of \$51,817,038 (2014: \$40,271,554) and a diluted number of shares of 34,137,379 (2014: 34,137,379) calculated as follows:

	Note	Total 2015	Total 2014
Diluted Earnings			
Net Profit for the Period		51,817,038	40,263,332
Plus Convertible Note Interest Paid	3	0	8,222
Diluted Earnings		<u>\$51,812,238</u>	<u>\$40,271,554</u>
Weighted Average Number of Ordinary Shares – Diluted Calculation			
		2015	2014
Issued Ordinary Shares at 31 March	5	34,137,379	34,137,379

NOTES TO THE ACCOUNTS CONTINUED

23. Intangible Assets

Cost	Note	2015	Goodwill 2014	2015	Licences and Concessions 2014	2015	Total Intangibles 2014
On 1 April		78,578,200	77,138,200	29,704,414	29,704,414	108,282,614	106,842,614
On Acquisition of Christchurch Casino		0	1,440,000	0	0	0	1,440,000
Total Cost 31 March		78,578,200	78,578,200	29,704,414	29,704,414	108,282,614	108,282,614
Amortisation							
On 1 April		11,825,000	11,825,000	5,923,684	1,706,516	17,748,684	13,531,516
Amortisation for the year Totally Tourism Group		0	0	489,168	489,168	489,168	489,168
Amortisation for the year Christchurch Casino		0	0	3,728,000	3,728,000	3,728,000	3,728,000
Total Amortisation 31 March		11,825,000	11,825,000	10,140,852	5,923,684	21,965,852	17,748,684
Carrying Amount 31 March		\$66,753,200	\$66,753,200	\$19,563,562	\$23,780,730	\$86,316,762	\$90,533,930

The goodwill balance with indefinite lives are allocated to the Group's cash generating unit (CGU) as follows.

Christchurch Casinos Limited	\$66,753,200
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The recoverable amount of the CGU is determined based on value in use calculations. These calculations used a four year cash flow projection using management's budgets, approved by directors, which reflect the current operating conditions and trading performance of Christchurch Casino and assumed a growth rate of 1% - 3% per annum. The growth rate does not exceed the long term average growth rate of the business in which the CGU operates. There is a surplus between the carrying values of indefinite life assets and value in use calculations.

The discount rate used in the current estimate of goodwill was 11.3%. The discount rates are post tax and reflect specific risks to the relevant operating segment. These assumptions are consistent with past experience adjusted for economic indicators. The Group believes that no reasonably possible change in any of the above key assumptions would reduce the carrying value of goodwill to be materially lower than its recoverable amount.

24. Other Events

Korean Luge

The Company has entered into an agreement to lease with the City of Tongyeong-Si in the Republic of Korea for a chairlift and luge facility subject to the Company securing the appropriate licences and permits. The Company expects to commence operations in the 2017 financial year.

The proposed lease term is 30 years from the date of commencement of operations with renewal options at each five yearly interval. Rental is calculated as a percentage of luge ticket sales and as turnover figures will be unknown then obligations under the lease cannot be determined.

The Company estimates total development costs to be in the order of \$25 million New Zealand Dollars. The Company has identified that the estimated development cost is exposed to currency risk, primarily with respect to the South Korean Won. To manage its exposure to currency risk, the Company is adopting an appropriate hedging strategy that is linked to the tendering process stage and the reliability of estimated costs. The hedging strategy may include the use of South Korean Won denominated funding, direct purchase of foreign currency, purchase of forward foreign exchange contracts or request tenders be submitted in New Zealand Dollars.

OTHER FINANCIAL INFORMATION

For the year ended 31 March 2015

Remuneration of Directors

Directors' remuneration and other benefits received, or due and receivable during the year is as follows:-

	Consolidated	Parent Company	Totally Tourism Limited	Christchurch Casino Limited
M Quickfall – Chairman	182,800	132,800	50,000	0
G H Hensman	216,000	216,000	0	0
P J Hensman	286,333	243,000	0	43,333
R B Thomas	99,900	99,900	0	0
J N Hunt	92,000	92,000	0	0
K J Matthews	272,200	207,200	25,000	40,000
G W Harper	44,000	44,000	0	0
BC Thomas – Independent Chairman	80,000	0	0	80,000
A B Ryan – Independent Director	40,000	0	0	40,000
	<u>\$1,313,233</u>	<u>\$1,034,900</u>	<u>\$75,000</u>	<u>\$203,333</u>

The parent company Directors fees include the provision made for the Directors retirement benefit totalling \$428,700 refer note 13.

Directors' Indemnity and Insurance

The Company has indemnified its Directors for their actions in their capacity as Directors of the Company to the extent permitted by section 162 of the Companies Act 1993. The Company has also insured its Directors against liabilities to other parties (except the Company or a related party of the Company) that may arise from their positions as Directors. The insurance does not cover liabilities arising from criminal actions.

Remuneration of Employees

There were sixteen employees who received remuneration and any other benefits in their capacity as employees, in excess of \$100,000 for the year, as follows:-

Number of Employees	Bracket
1	\$100,000 - \$110,000
2	\$110,000 - \$120,000
2	\$120,000 - \$130,000
2	\$130,000 - \$140,000
2	\$140,000 - \$150,000
1	\$160,000 - \$170,000
2	\$170,000 - \$180,000
2	\$180,000 - \$190,000
1	\$400,000 - \$410,000
1	\$430,000 - \$440,000

OTHER FINANCIAL INFORMATION CONTINUED

For the year ended 31 March 2015

Entries in Interests Register During Financial Year

(a) Directors' Interests

The following transactions were entered into by Directors of the Company during the year.

During the year Skyline Enterprises Limited and its subsidiaries:

Paid Southern Beaver Limited for consulting contracting and heavy machinery services – a company in which Mr G H Hensman, a Director, has an interest.

Paid Bookme Limited for online booking services – a company in which Mr R B Thomas, a Director, has an interest.

All of these transactions were provided on normal commercial terms.

(b) Share Dealing by Directors

Directors disclosed the following on market purchases of ordinary shares under Section 148(2) of the Companies Act 1993 for the year to 31 March 2015.

Director	Number of Shares	Consideration Paid per Share	Date	Nature of Transaction
M Quickfall	84,147	\$10.50 - \$12.75	8/04/2014 – 20/03/2015	Purchase by associated party

(c) Use of Company Information

During the year the Board received no notices from Directors of the Company requesting to use Company information received in their capacity as Directors which would not otherwise have been available to them.

FINANCIAL HIGHLIGHTS

	IFRS 2015	IFRS 2014	IFRS 2013	IFRS 2012	IFRS 2011
Total Operating Revenue	169,737,986	156,973,991	102,781,771	74,839,805	57,756,989
Operating Surplus	63,353,245	52,847,515	17,256,823	25,617,449	21,634,854
Taxation Provision	11,991,487	13,094,231	7,514,050	10,073,807	9,044,086
Net Profit After Taxation	51,817,038	40,263,332	65,054,208	20,271,016	16,679,901
Shareholders' Funds	282,853,548	243,315,971	215,924,787	162,537,407	152,873,474
Dividend per share (cents)	42	37	37	34	32
Total Dividends Payable	14,336,439	12,614,735	12,597,678	11,566,724	10,844,009
Earnings to Shareholders Funds		16.5%	30.1%	12.5%	10.9%
Net Asset Backing per Ordinary Share	\$8.28	\$7.10	\$6.33	\$4.77	\$4.51
Wages Paid	45,047,912	41,890,027	24,299,316	16,178,489	13,227,707
Share Price	\$12.75	\$10.80	\$8.45	\$6.15	\$5.93

INTERESTING FACTS

	2015	2014	2013	2012	2011
Number of Cableway Passengers					
Queenstown	682,555	600,615	556,364	498,768	527,731
Rotorua	494,200	442,104	429,400	391,932	405,359
Number of Diners					
Queenstown	196,768	170,941	149,830	123,756	142,427
Rotorua	142,572	128,528	115,694	84,366	95,962
Average Annual Occupancy					
Blue Peaks Lodge	71%	62%	53%	55%	59%
Leisure Lodge	74%	70%	65%	67%	60%

SHAREHOLDING STATISTICS

Distribution of Shareholders and Shareholdings

Size of Holding	Holders	Shares	Percentage
0 - 19,999	603	4,472,800	13.10%
20,000 - 69,999	120	4,045,248	11.85%
70,000 - 199,999	36	3,928,495	11.51%
200,000 - 499,999	18	5,094,159	14.92%
500,000 +	15	16,596,677	48.62%
Total	792	34,137,379	100%



INDEPENDENT AUDITOR'S REPORT

To the Shareholders of Skyline Enterprises Limited

Report on the Company and Group Financial Statements

We have audited the company and group financial statements of Skyline Enterprises Limited ("the Company") and its subsidiaries ("the Group") on pages 18 to 51, which comprise the Statement of Financial Position and the Consolidated Statement of Financial Position as at 31 March 2015, the Statement of Comprehensive Income, Consolidated Statement of Comprehensive Income, Statement of Changes in Equity, Consolidated Statement of Changes in Equity, Statement of Cash Flows and Consolidated Statement of Cash Flows for the year then ended of the Company and Group, and the Significant Accounting Policies and other explanatory information.

Directors' Responsibility for the Company and Group Financial Statements

The directors are responsible for the preparation and fair presentation of the company and group financial statements in accordance with New Zealand Equivalents to International Financial Reporting Standards and with International Financial Reporting Standards and for such internal control as the directors determine is necessary to enable the preparation of company and group financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on the company and group financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing (New Zealand). Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the company and group financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the company and group financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Principals and employees of our firm deal with the company and group on normal terms within the ordinary course of trading activities of the business of Skyline Enterprises Limited. The firm has no other interests in the Company and Group.

Opinion

In our opinion, the company and group financial statements on pages 18 to 51 present fairly, in all material respects, the financial position of the Company and Group as at 31 March 2015 and the financial performance and cash flows of the Company and Group for the year then ended in accordance with New Zealand Equivalents to International Financial Reporting Standards and with International Financial Reporting Standards.

Crowe Horwath New Zealand Audit Partnership
CHARTERED ACCOUNTANTS
31 July 2015

Crowe Horwath New Zealand Audit Partnership is a member of Crowe Horwath International, a Swiss Verein. Each member firm of Crowe Horwath is a separate and independent legal entity.

COMPANY OPERATIONS

Accommodation and Booking Agents (Queenstown) Limited

Head Office

Chief Executive Officer: Jeff Staniland
Group Managers: Contact head office
Manager – International Luge: Neville Nicholson
Company Administration
Phone: 03 441 0377
Fax: 03 441 0394
E-mail: info@skyline.co.nz
Mail: P O Box 17, Queenstown

Skyline Enterprises Limited

General Manager: Lyndon Thomas
Trading as Skyline Gondola, Restaurant & Luge
Cableway Operators
Restaurant and Catering Facilities
Souvenir Sales
Luge Tracks
Function Conference Facilities

North Sky Luge Limited

New Zealand Parent Company of Sentosa Luge Company Pte Limited and North Sky Luge Tremblant Limited

Sentosa Luge Company Pte Limited

General Manager: Daniel Luke
Luge track Sentosa Island, Singapore

North Sky Luge (Tremblant) Limited

General Manager: Jason Blair
Luge Track, Mont Tremblant, Quebec, Canada

Skyline Tours Limited

Managers : Michael & Anne McMillan
Trading as Blue Peaks Lodge and Blue Peaks Apartments
Motels - Serviced and Kitchen
Family Accommodation
Apartments – Fully self contained and serviced

Leisure Lodge Motor Inn Limited

Manager: Jan McDougall
A Dunedin Hotel trading as Mercure Leisure Lodge
Accommodation
Restaurant and Bar Facilities
Conference Facilities

Skyline Skyrides Limited

General Manager: Bruce Thomasen
Cableway Operators
Restaurant and Catering Facilities
Luge Tracks
Function Conference Facilities

Queenstown Tourist Company Limited

Investment Company

Christchurch Casinos Limited

Chief Executive: Brett Anderson
Christchurch Casino Operator

Dunedin Casinos Limited

Dunedin Casino Operator
Christchurch Casinos Limited retains a 33% shareholding in Dunedin Casinos Limited.

Fairy Springs Holdings Limited

Non operating subsidiary.

Skyline Investments Limited

Skyline Properties Limited

O'Connells Pavilion Limited

Property Manager: Bob Dennison
Holding companies for the Group's central Queenstown commercial property portfolio.

Totally Tourism Limited

General Manager Aviation, Operations & Tourism: Grant Bisset
Company Administration
Harris Mountain Heliskiing
Challenge Rafting

The Helicopter Line

Helicopter Operations

Glacier Helicopters Limited

Helicopter Operations

Mitre Peak Cruises Limited

Cruise Boat Operations, Milford Sound

Air Fiordland Limited

Fixed Wing Scenic Flight Operations

Wanaka Flightseeing (2006) Limited

Fixed Wing Scenic Flight Operations

Milford Sound Scenic Flights Limited

Fixed Wing Scenic Flight Operations

The Station Limited

Tourism Booking and Sales Office
Totally Tourism Limited retains a 50% shareholding in The Station Limited

Milford Sound Flights Limited

Fixed Wing Scenic Flight Operations
Totally Tourism Limited retains a 50% shareholding in Milford Sound Flights Limited

North Sky Luge Number 2 Limited

New Zealand Parent Company of North Sky Luge (Calgary) Limited

North Sky Luge (Calgary) Limited

General Manager: Mathew Carson
Luge Track, Calgary, Alberta, Canada

NEW ZEALAND COMPANY CONTACTS

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Email: info@bluepeaks.co.nz

Blue Peaks Apartments

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Email: reservations@mercureleisurelodge.co.nz

Skyline Investments

Skyline Properties

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The Helicopter Line

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Glacier Helicopters

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Fax: (64) +3 752 0778
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Mitre Peak Cruises

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Email: info@mitrepeak.com

Christchurch Casino

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Fax: (64) +3 366 8888
Email: contact@christchurchcasino.co.nz

