



31 August 2006

Mr Colin Tidy
Director
Colin Tidy's Betchoice
PO Box 477
Bonnyrigg NSW 2177

Dear Colin,

Re: Betchoice expansion

I refer to the email of 6 July 2006 from Betchoice Manager Mark Morrissey regarding a proposed relocation of your Betchoice business to the Northern Territory. A subsequent meeting was held at the Department of Gaming and Racing attended by yourself and Mr Morrissey.

At that meeting Racing NSW and DGR officials discussed with you the clear lines of separation for the relocation of the business, and that the new venture is an independent licensed operation in a new jurisdiction. As a result, from the commencement date the NSW regulation of the Betchoice business will cease for issues such as dispute resolution, Stewards involvement, Financial Guarantee levels or Customer Debit accounts.

You have made application to pay "0.67% turnover tax to the NSW government" ... *to contribute to the industry*". In relation to this matter, DGR representatives have referred you to Racing NSW, as the Government has ceased collecting turnover tax. I advise that the Board of Racing NSW is currently developing a policy concerning levies that may apply to non-NSW wagering operators, and until that policy is resolved and fees set, we are not processing applications of this nature.

Yours sincerely,

PETER V'LANDYS
CHIEF EXECUTIVE

Cc Mr P DeVeaux, Assistant Director Racing, OLGR

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