



**MORE GROWTH FOR US LINKS BUSINESS &
4C SHOWS POSITIVE OPERATING CASHFLOW THROUGH STRONGER DOMESTIC
SALES**

Leading gaming technology company eBet Limited (ASX: EBT) ("eBet") today announced that it had received regulatory approval to supply its Maximillions wide-area-linked jackpot system to Morongo Casino Resort & Spa in Southern California. The approval clears the way for immediate installation at Morongo's recently completed US\$250million, 2000-machine casino. Installation to an initial 20 premium games at Morongo is scheduled for completion within 14 days. eBet will start to receive link operator fees immediately thereafter.

Morongo Casino joins two other leading California casinos, Pechanga and Soboba, on eBet's Maximillions Statewide Link which the company expects to continue to grow through the addition of more machines at existing venues and through new venues joining. eBet CEO and Managing Director, Mr. Tony Toohey, said that the company was negotiating new link installations with a number of other leading casinos where it holds licensing approval or has a licensing applications pending.

The company, its directors and senior executives continue to pass the rigorous Licensing approval process which is required for each California Casino installation. Mr. Toohey said although this meant that the process of expanding the link could be time consuming the returns more than justified this commitment.

eBet also released its Appendix 4C Quarterly Cashflow Report for the period to 31 March 2005 today (copy attached). "Receipts from Customers" increased from the previous Quarter to \$4.43 million, up more than 36%.

The company highlighted that increased cash receipts reflects stronger domestic activity and receipts from international markets including Russia and the Philippines. It said that US link receipts for the three months to 31 March 2005 were only \$128,000 due to operations not commencing until late in the Quarter, against payments associated with establishing the link operations of \$659,000. The company advised however that receipts from the link had already exceeded the March Quarter total during the month of April and that it expected a material, and increasing contribution from the link receipts from this quarter onwards.

Overall, the 4C demonstrated a Quarter of modest positive Operating Cashflow, which included payments associated with commencement of US link operations. The company also invested a further \$207,000 in technology and equipment during the Quarter (down 64%) resulting in a slight reduction in cash held, which ended down \$189,000 at \$1.81 million.

In summarizing the result for the quarter, Mr. Toohey concluded, "achieving a positive operating result through stronger domestic and international markets outside of the US, *without* relying on a meaningful contribution from US link operations, further highlights the potential of not only the US link, but the company overall".

About eBet

eBet Limited is listed on the ASX (Symbol: EBT) with operations and contractual arrangements in Australia, New Zealand, Singapore, Russia, the Philippines and the USA.

eBet develops and markets a range of networked solutions for gaming machines. It is one of the world's largest gaming systems companies with more than 450 customers who collectively operate more than 40,000 gaming machines. Its card-based cashless gaming systems, player tracking and loyalty systems and data management solutions are installed in leading gaming venues in Australia, New Zealand, the Philippines, Russia and Singapore.

eBet also develops and supports Internet-based wagering systems for licensed gaming operators in international markets. Its key customers are the New Zealand TAB and Penn National Gaming Inc. (NASDAQ: PENN).

Further Information: Tony Toohey
CEO & Managing Director
eBet Limited
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Appendix 4C

Quarterly report for entities admitted on the basis of commitments

Introduced 31/3/2000.

Name of entity

EBET LIMITED

ABN

59 056 210 774

Quarter ended ("current quarter")

31 MARCH 2005

Consolidated statement of cash flows

Cash flows related to operating activities	Current quarter \$A'000	Year to date \$A'000
1.1 Receipts from customers	4,429	11,467
1.2 Payments for		
(a) staff costs	(1,226)	(3,686)
(b) advertising and marketing	(96)	(136)
(c) research and development	0	0
(d) leased assets	0	0
(e) other working capital	(3,094)	(8,022)
1.3 Dividends received	0	0
1.4 Interest and other items of a similar nature received	5	31
1.5 Interest and other costs of finance paid	0	(438)
1.6 Income taxes paid	0	0
1.7 Other (provide details if material)	0	0
Net operating cash flows	18	(784)

	Current quarter \$A'000	Year to date \$A'000
1.8 Net operating cash flows (carried forward)	18	(784)
Cash flows related to investing activities		
1.9 Payment for acquisition of: (a) businesses (item 5)	0	0
(b) equity investments	0	0
(c) Intellectual property	(115)	(433)
(d) physical non-current assets	(92)	(1,310)
(e) other non-current assets	0	0
1.10 Proceeds from disposal of: (a) businesses (item 5)	0	700
(b) equity investments	0	0
(c) intellectual property	0	0
(d) physical non-current assets	0	0
(e) other non-current assets	0	0
1.11 Loans to other entities	0	0
1.12 Loans repaid by other entities	0	0
1.13 Other (provide details if material)	0	0
Net investing cash flows	(207)	(1,043)
1.14 Total operating and investing cash flows	(189)	(1,827)
Cash flows related to financing activities		
1.15 Proceeds from issues of shares, options, etc.	0	3,912
1.16 Proceeds from sale of forfeited shares	0	0
1.17 Proceeds from borrowings (unsecured)	0	26
1.18 Repayment of borrowings	0	(2,434)
1.19 Dividends paid	0	0
1.20 Other (repayment of unsecured borrowings)	0	(96)
1.20 Other (repayment of directors fees)	0	(83)
Net financing cash flows	0	1,325
Net increase (decrease) in cash held	(189)	(502)
1.21 Cash at beginning of quarter/year to date	2,001	2,314
1.22 Exchange rate adjustments to item 1.20	0	0
1.23 Cash at end of quarter	1,812	1,812

Payments to directors of the entity and associates of the directors

Payments to related entities of the entity and associates of the related entities

	Current quarter \$A'000
1.2 4 Aggregate amount of payments to the parties included in item 1.2	167
1.2 5 Aggregate amount of loans to the parties included in item 1.11	Nil
1.2 6 Explanation necessary for an understanding of the transactions	
<p>An amount of \$65,000 was made to Tony Toohey (Managing Director/CEO of eBet Limited) during the quarter for salary and entitlements.</p> <p>An amount of \$48,833 was made to Russell Scott (CFO/COO of eBet Limited) during the quarter for salary and entitlements.</p> <p>An amount of \$37,500 was made to Mike Hale (Chairman of eBet Limited) during the quarter for unpaid fees relating to his role as chairman in prior years 2001, 2002, 2003, and 2004.</p> <p>An amount of \$7,500 was made to Keith Cullen (Director of eBet Limited) during the quarter for Directors Fees.</p> <p>An amount of \$8,175 was made to Jeff Zulman (Director of eBet Limited) during the quarter for Directors Fees.</p>	

Non-cash financing and investing activities

2.1	Details of financing and investing transactions which have had a material effect on consolidated assets and liabilities but did not involve cash flows:
	N/A

Financing facilities available

Add notes as necessary for an understanding of the position. (See AASB 1026 paragraph 12.2).

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

Reconciliation of cash

Reconciliation of cash at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts is as follows.	Current quarter \$A'000	Previous quarter \$A'000
4.1 Cash on hand and at bank	1,391	1,805
4.2 Deposits at call	421	196
4.3 Bank overdraft	0	0
4.4 Other (provide details)	0	0
Total: cash at end of quarter (item 1.22)	1,812	2,001

Acquisitions and disposals of business entities

	Acquisitions (Item 1.9(a))	Disposals (Item 1.10(a))
5.1 Name of entity	N/A	N/A
5.2 Place of incorporation	N/A	N/A
5.3 Consideration for Acquisition or disposal	N/A	N/A
5.4 Total net assets	N/A	N/A
5.5 Nature of business	N/A	N/A

Compliance statement

- 1 This statement has been prepared under accounting policies which comply with accounting standards as defined in the Corporations Law (except to the extent that information is not required because of note 2) or other standards acceptable to ASX.
- 2 This statement does give a true and fair view of the matters disclosed.



Sign here:
Managing Director/CEO

Date: 28 April 2005

Print name: Tony Toohey

Appendix 4C Notes

Notes

1. The quarterly report provides a basis for informing the market how the entity's activities have been financed for the past quarter and the effect on its cash position. An entity wanting to disclose additional information is encouraged to do so, in a note or notes attached to this report.
2. The definitions in, and provisions of, *AASB 1026: Statement of Cash Flows* apply to this report except for the paragraphs of the Standard set out below.
 - 6.2 - reconciliation of cash flows arising from operating activities to operating profit or loss
 - 9.2 - itemised disclosure relating to acquisitions
 - 9.4 - itemised disclosure relating to disposals
 - 12.1(a)- policy for classification of cash items
 - 12.3 - disclosure of restrictions on use of cash
 - 13.1 - comparative information
3. Accounting Standards. ASX will accept, for example, the use of International Accounting Standards for foreign entities. If the standards used do not address a topic, the Australian standard on that topic (if any) must be complied with