



GOLD REEF

R E S O R T S

GOLD REEF RESORTS LIMITED

(Incorporated in the Republic of South Africa)

(Registration number 1989/002108/06)

(Share code GDF ISIN: ZAE000028338)

("Gold Reef")

APPROVAL OF THE INTEREST ACQUIRED IN THE HOLDER OF THE WESTERN GAUTENG CASINO LICENCE AND THE TERMINATION OF ITS MANAGEMENT CONTRACT AND THE GRANTING OF PREFERRED BIDDER STATUS FOR THE QUEENSTOWN CASINO LICENCE

WESTERN GAUTENG CASINO LICENCE

Gold Reef shareholders are referred to the previous announcements concerning the option agreements of Gold Reef and Akani Leisure (Silverstar Holdings) (Proprietary) Limited ("Akani") ("the acquirors") to acquire 100% of the issued share capital of Silver Star Development Limited ("Silverstar"), the holder of the casino licence for the West Rand area of Gauteng, in equal proportions and the termination of the management contract ("the options").

Shareholders were advised in the announcement dated 18 July 2006 that the acquirors had, at that time, exercised 92% of the options in respect of the issued share capital of Silverstar, in equal proportions.

Shareholders were further advised in the announcement dated 29 September 2006, that the acquirors had acquired the remaining 8% of the issued share capital of Silverstar, in equal proportions and that the aforesaid acquisitions required the approval of the Gauteng Gambling Board and the appropriate applications for the aforesaid approval had accordingly been made. In addition, shareholders were advised that Silverstar had reached agreement with Century Resorts Limited, Century Casinos West Rand (Proprietary) Limited ("CCWR") and other Century companies on the termination of the management contract, subject to the approval of the Gauteng Gambling Board being obtained by 30 June 2007 and that Silverstar had made application to the Gauteng Gambling Board to terminate its management contract with CCWR.

Shareholders are now advised that the Gauteng Gambling Board has approved:

- the acquisition of a 100% financial interest in Silverstar by the acquirors, in equal proportions; and
- the termination of the management contract with CCWR.

QUEENSTOWN CASINO LICENCE

Shareholders are further advised that Gold Reef is a shareholder in the applicant that has been named by the Eastern Cape Gambling and Betting Board as the preferred bidder for the Queenstown Casino Licence.

Johannesburg
10 November 2006

**Financial advisor
and transaction sponsor**


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Reg no 1986/004794/06

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