

Our revenue is primarily earned from gaming activities. The BCLC, the GPEB and the AGLC are responsible for managing and conducting or regulating gaming activities in the regions in which we operate. As a gaming operator, we provide facilities and operational services to the BCLC under multi-year operating agreements and to the AGLC under multi-year licenses and, in return, receive commissions from gaming activities conducted at our properties. We play an important role in the economies and communities of the provinces in which we operate. In 2010, the BCLC remitted \$1.1 billion to the Government of British Columbia to support a range of public programs, and, in Alberta, gaming activities provided \$1.4 billion to Alberta's Lottery Fund to support thousands of volunteer, public and community-based initiatives across Alberta.

Our expenses primarily relate to human resource costs, operating costs, and marketing expenses. We also incur costs for lease related occupancy, food and beverage costs, and other costs. Our growth capital expenditures relate to the development, expansion and major renovation of our facilities and include costs of construction as well as related furniture, fixtures, equipment and other infrastructure. Our maintenance capital expenditures are generally comprised of capital costs to maintain our facilities as well as costs of replacement furniture, fixtures and equipment. The BCLC and the AGLC own and are solely responsible for the cost of slot machine and related gaming machines and the gaming information systems used in our casinos and CGCs, and the BCLC is primarily responsible for our table game equipment used in British Columbia.