

## FORM 7

### MONTHLY PROGRESS REPORT

Name of CNQ Issuer: CREATION CASINOS INC (the "Issuer").

Trading Symbol: **CSNO**

Number of Outstanding Quoted Securities: **26,194,039**

Date **Sept 30<sup>th</sup> 2004**

#### **Report on Business**

Provide a general overview and discussion of the development of the Issuer's business and operations over the previous month. Where the issuer was inactive disclose this fact.

1. Creation Casinos owns and operates one of the largest casinos in the Baltics. The 20,000 thousand square foot casino is located in Vilnius the capital city of Lithuania. The Creation Casinos management team continues to focus on building and growing this project which has now been in full operation for eleven and a half months.
2. Provide a general overview and discussion of the activities of Management. Management and the board of directors of Creation continue to develop strategies for long-term growth and increased revenues at the Lithuanian facility. Management continues to monitor the Lithuanian casino's day-to-day operations. Management seeks to solidify its position in the relatively new gaming market in Lithuania. Management continues to review opportunities presented to the company.
3. Describe and provide details of any new products or services developed or offered. For resource companies, provide details of new drilling, exploration or production programs and acquisitions of any new properties and attach any mineral or oil and gas or other reports required under Ontario securities law. NO

new products and services were developed during this period.

4. Describe and provide details of any products or services that were discontinued. For resource companies, provide details of any drilling, exploration or production programs that have been amended or abandoned. No products nor and or services were discontinued.
5. Describe any new business relationships entered into between the Issuer, the Issuer's affiliates or third parties including contracts to supply products or services, joint venture agreements and licensing agreements etc. State whether the relationship is with a Related Person of the Issuer and provide details of the relationship. **No new business relationships were entered into during this period.**
6. Describe the expiry or termination of any contracts or agreements between the Issuer, the Issuer's affiliates or third parties or cancellation of any financing arrangements that have been previously announced. No contracts expired or were terminated during this period.
7. Describe any acquisitions by the Issuer or dispositions of the Issuer's assets that occurred during the preceding month. Provide details of the nature of the assets acquired or disposed of and provide details of the consideration paid or payable together with a schedule of payments if applicable, and of any valuation. State how the consideration was determined and whether the acquisition was from or the disposition was to a Related Person of the Issuer and provide details of the relationship. **N/A**
8. Describe the acquisition of new customers or loss of customers. **N/A**
9. Describe any new developments or effects on intangible products such as brand names, circulation lists, copyrights, franchises, licenses, patents, software, subscription lists and trade-marks. **A company website was launched during this period and the design and selection of a corporate logo was completed as well. The website was created for and is available to anyone wishing information on the company and its operations. [www.creationcasinos.com](http://www.creationcasinos.com).**
10. Report on any employee hirings, terminations or lay-offs with details of anticipated length of lay-offs. **There were no employee hirings or any anticipated lay-offs of employees during this period.**

11. Report on any labour disputes and resolutions of those disputes if applicable.  
N/A
12. Describe and provide details of legal proceedings to which the Issuer became a party, including the name of the court or agency, the date instituted, the principal parties to the proceedings, the nature of the claim, the amount claimed, if any, if the proceedings are being contested, and the present status of the proceedings.  
N/A
13. Provide details of any indebtedness incurred or repaid by the Issuer together with the terms of such indebtedness. N/A
14. Provide details of any securities issued and options or warrants granted. N/A

Security	Number Issued	Details of Issuance	Use of Proceeds <sup>(1)</sup>

(1) State aggregate proceeds and intended allocation of proceeds.

15. Provide details of any loans to or by Related Persons. N/A
  16. Provide details of any changes in directors, officers or committee members. N/A
- Discuss any trends which are likely to impact the Issuer including trends in the Issuer's market(s) or political/regulatory trends.

### Certificate Of Compliance

The undersigned hereby certifies that:

1. The undersigned is a director and/or senior officer of the Issuer and has been duly authorized by a resolution of the board of directors of the Issuer to sign this Certificate of Compliance.
2. As of the date hereof there were is no material information concerning the Issuer which has not been publicly disclosed.
3. The undersigned hereby certifies to CNQ that the Issuer is in compliance with the requirements of applicable securities legislation (as such term is defined in National Instrument 14-101) and all CNQ Requirements (as defined in CNQ Policy 1).
4. All of the information in this Form 7 Monthly Progress Report is true.

**Dated Sept 30th, 2004.**

**Gary P. Schroeder President CEO**  
Name of Director or Senior  
Officer

**“Original Signed by”**  
Signature

**President CEO**  
Official Capacity

<b>Issuer Details</b> Name of Issuer <b>Creation Casinos Inc.</b>	For Month End Sept. 2004	Date of Report <b>04/09/30</b>
Issuer Address <b>#1201-700 W. Pender St.</b>		
City/Province/Postal Code <b>Vancouver, B.C. V6C-1G8</b>	Issuer Fax No. <b>(604-658-2045)</b>	Issuer Telephone No. <b>(604-658-2042)</b>
Contact Name <b>Lindsay MacLeod</b>	Contact Position <b>Corporate Relations</b>	Contact Telephone No. <b>604-658-2042</b>
Contact Email Address <a href="mailto:lmacleod@creationcasinos.com">lmacleod@creationcasinos.com</a>	Web Site Address <b>www.creationcasinos.com</b>	