

**Creation Casinos Inc.  
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**CORPORATE UPDATE**

**CNQ-CSNO**

**May 3, 2004**

**Creation Casinos Inc. is pleased to provide this overview and update of operations.**

Mr. Gary Schroeder President CEO reports:

**LITHUANIAN CASINO PROJECT**

The Lithuanian Casino named (**Grand Casino World**) has now been open for 6 ½ months and is located in the capital city of Vilnius. The casino is a cosmopolitan blend of both gaming and entertainment boasting in addition to slots and table games a hip 250 – seat nightclub, Japanese restaurant, and Hawaii-style bar. Cross promotions and player development programs continue to attract more people to the casino complex.

Mr. Denis Rochon has been hired as the permanent General Manager of the Lithuanian casino. Mr. Rochon has 27 years experience in all phases of the industry including serving as gaming advisor for state, federal and international agencies.

Mr. Rochon has served as Director of VIP Service at the Casino de Hull, Slot Manager at the Casino de Montreal as well as Operation Manager and Table Games Manager at the Brantford Charity Casinos. Mr. Rochon's focus in Lithuania will be on operations and business development

Objectives with respect to the staffing, training and security procedures have been met successfully. Creation is very pleased to report that the operations in Lithuania continue to make excellent progress. The casino is now fully equipped and functions well under its own management with approximately 160 personnel. The amount wagered has been steadily improving and April numbers are now above 115,000 **Litas (LTL) (\$50,000 Cdn)** per day. At this current growth rate the operation will be profitable within the next six months.

## **EUROPEAN UNION**

Lithuania joined the European Union on May 1<sup>st</sup> 2004. The European Union is a treaty establishing a constitution for Europe. It is an international organization of European countries formed after World War II to reduce trade barriers and increase cooperation among its members. The EU is the world's leading trading power and thus plays a key role in international negotiations.

The European Union has been built to achieve political goals but its dynamism and success spring from economic foundations – namely the '**single market**' formed by all EU members states, and the single currency (**The Euro**) used by 12 of them.

Of the Eastern European countries joining the EU on May 1, 2004 the Baltic States and in particular Lithuania with its educated multi lingual workforce is expected to become the gateway to the "**New Europe.**"

## **LITHUANIAN ECONOMY**

Lithuania has currently one of the fastest growing economies in Central and Eastern Europe, with the private sector now producing around 80% of the country's GDP. Lithuania offers unrestricted movement of capital and dividends with no foreign exchange restrictions. Lithuanian market reforms are co-coordinated with the IMF (International Monetary Fund) and the World Bank, of which Lithuania is a full member.

Over the past few years, Lithuania has become a leading location for foreign investors. The main reasons are impressive economic growth, a stable currency and a dynamic business environment, which combine to make Lithuania the premier investment location in the region.

ON BEHALF OF THE BOARD

*Original signed by*

Gary P. Schroeder  
President & CEO

**The CNQ does not accept the adequacy or accuracy of the contents of this release.**