



**INTRALOT Group**

Interim Financial Statements  
(based on the Article 6 of L.3556/2007)  
for the period ended 31 March, 2014  
ACCORDING TO  
INTERNATIONAL FINANCIAL REPORTING STANDARDS (IFRS)

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**1. INTERIM FINANCIAL STATEMENTS**  
**1.1 INTERIM STATEMENT OF COMPREHENSIVE INCOME**

Amounts reported in thousand €	GROUP		COMPANY	
	1/1- 31/03/2014	1/1- 31/03/2013*	1/1- 31/03/2014	1/1- 31/03/2013
Sale Proceeds	445.704	355.756	23.869	28.396
Less: Cost of Sales	<u>-373.294</u>	<u>-285.185</u>	<u>-11.885</u>	<u>-14.946</u>
<b>Gross Profit / (Loss)</b>	<b>72.410</b>	<b>70.571</b>	<b>11.984</b>	<b>13.450</b>
Other Operating Income	4.304	3.908	14	12
Selling Expenses	-13.802	-9.375	-1.618	-1.681
Administrative Expenses	-28.451	-31.869	-2.365	-1.819
Research and Development Expenses	-2.071	-1.877	-2.042	-1.361
Other Operating Expenses	-1.369	-2.806	-204	0
<b>EBIT</b>	<b>31.131</b>	<b>28.765</b>	<b>5.768</b>	<b>8.601</b>
<b>EBITDA</b>	<b>51.622</b>	<b>55.091</b>	<b>7.843</b>	<b>12.433</b>
Interest and similar Charges	-16.198	-12.872	-7.304	-6.014
Interest and related Income	2.534	2.247	6.138	5.650
Exchange Differences	2	3.162	-79	898
Profit/(loss) equity method consolidations	<u>-723</u>	<u>115</u>	<u>0</u>	<u>0</u>
<b>Operating Profit/(Loss) before tax</b>	<b>16.636</b>	<b>21.204</b>	<b>4.524</b>	<b>9.135</b>
<b>Less Taxes:</b>	<b>-13.911</b>	<b>-7.272</b>	<b>-5.600</b>	<b>-55</b>
<b>Net Profit / (loss) after taxes from Continuing Operations (a)</b>	<b>2.725</b>	<b>13.932</b>	<b>-1.076</b>	<b>9.080</b>
<b>Net Profit / (loss) after taxes from Discontinuing Operations (b)</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Net Profit / Loss (Continuing and Discontinuing Operations) (a) + (b)</b>	<b>2.725</b>	<b>13.932</b>	<b>-1.076</b>	<b>9.080</b>
<b>Attributable to:</b>				
Owners of the parent	-8.530	4.820	-1.076	9.080
Non-Controlling Interest	11.255	9.112	0	0
<b>Other comprehensive income after tax</b>				
<b>Amounts that may not be reclassified to profit or loss:</b>				
Defined benefit plans revaluation	-4	0	0	0
<b>Amounts that may be reclassified to profit or loss:</b>				
Valuation of Available- for -Sale financial assets	-1.874	2.568	189	-17
Derivatives valuation	407	844	0	375
Exchange differences on translating foreign operations	<u>-5.725</u>	<u>253</u>	<u>0</u>	<u>0</u>
<b>Total comprehensive income/ (expense) after tax:</b>	<b>-7.196</b>	<b>3.665</b>	<b>189</b>	<b>358</b>
<b>Total income after tax</b>	<b>-4.471</b>	<b>17.597</b>	<b>-887</b>	<b>9.438</b>
<b>Attributable to:</b>				
Owners of the parent	-14.432	8.753	-887	9.438
Non-Controlling interests	9.961	8.844	0	0
<b>Earnings after taxes per share (in €)</b>				
-basic	-0,0537	0,0303	-0,0068	0,0571
-diluted	-0,0537	0,0303	-0,0068	0,0571
Weighted Average number of shares	158.961.721	158.961.721	158.961.721	158.961.721

\* Including restated figures according to IFRS 11 – note 2.8.A

**1.2 INTERIM STATEMENT OF FINANCIAL POSITION**

Amounts reported in thousand €	GROUP		COMPANY	
	31/03/2014	31/12/2013*	31/03/2014	31/12/2013
<b>ASSETS</b>				
<b>Non Current Assets</b>				
Tangible fixed assets	191.289	199.418	7.055	7.381
Intangible assets	346.495	353.346	67.505	65.977
Investment in subsidiaries and associates	60.558	61.918	177.490	177.490
Other financial assets	5.357	7.381	465	441
Deferred Tax asset	10.501	14.710	0	3.284
Other long term receivables	77.546	77.521	438	438
	<b>691.746</b>	<b>714.294</b>	<b>252.953</b>	<b>255.011</b>
<b>Current Assets</b>				
Inventories	48.426	48.331	37.313	37.353
Trade and other short term receivables	227.864	221.315	161.926	166.298
Other financial assets	3.659	3.585	0	0
Cash and cash equivalents	146.604	143.293	3.283	5.131
	<b>426.553</b>	<b>416.524</b>	<b>202.522</b>	<b>208.782</b>
<b>TOTAL ASSETS</b>	<b>1.118.299</b>	<b>1.130.818</b>	<b>455.475</b>	<b>463.793</b>
<b>EQUITY AND LIABILITIES</b>				
Share Capital	47.689	47.689	47.689	47.689
Other reserves	62.934	63.850	47.970	48.703
Foreign currency translation	-65.437	-61.002	0	0
Retained earnings	206.634	215.812	18.397	18.642
	<b>251.820</b>	<b>266.349</b>	<b>114.056</b>	<b>115.034</b>
Non-Controlling Interest	79.518	77.395	0	0
<b>TOTAL EQUITY</b>	<b>331.338</b>	<b>343.744</b>	<b>114.056</b>	<b>115.034</b>
<b>Non Current Liabilities</b>				
Long term Debt	349.032	350.315	223.042	223.042
Staff retirement indemnities	7.066	6.840	3.983	3.881
Other long term provisions	13.460	13.683	12.797	13.039
Deferred Tax liabilities	10.585	8.124	2.317	0
Other long term liabilities	12.507	12.124	0	0
Finance lease obligation	15.530	19.243	0	0
	<b>408.180</b>	<b>410.329</b>	<b>242.139</b>	<b>239.962</b>
<b>Current Liabilities</b>				
Trade and other short term liabilities	172.520	181.364	89.352	95.142
Short term debt and current portion of long term debt	189.541	176.920	6.657	9.432
Current income taxes payable	11.115	11.315	2	954
Short term provision	5.605	7.146	3.269	3.269
	<b>378.781</b>	<b>376.745</b>	<b>99.280</b>	<b>108.797</b>
<b>TOTAL LIABILITIES</b>	<b>786.961</b>	<b>787.074</b>	<b>341.419</b>	<b>348.759</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>1.118.299</b>	<b>1.130.818</b>	<b>455.475</b>	<b>463.793</b>

\* Including restated figures according to IFRS 11 – note 2.8.A

**Intralot Group**

 INTERIM FINANCIAL STATEMENTS of 31<sup>st</sup> March 2014

**1.3 INTERIM STATEMENT OF CHANGES IN EQUITY**

STATEMENT OF CHANGES IN EQUITY INTRALOT GROUP (Amounts reported in thousands of €)	Share Capital	Legal Reserve	Other Reserves	Foreign currency translation	Retained Earnings	Total	Non- Controlling Interest	Grand Total
<b>Opening Balance 01/01/2014 (Initial publication)</b>	<b>47.689</b>	<b>24.197</b>	<b>39.653</b>	<b>-61.300</b>	<b>217.212</b>	<b>267.451</b>	<b>78.320</b>	<b>345.771</b>
Restatement for IFRS 11 *				298	-1.400	<b>-1.102</b>	-925	<b>-2.027</b>
<b>Opening Balance 01/01/2014 (after the restatement for IFRS 11) *</b>	<b>47.689</b>	<b>24.197</b>	<b>39.653</b>	<b>-61.002</b>	<b>215.812</b>	<b>266.349</b>	<b>77.395</b>	<b>343.744</b>
Effect on retained earnings from previous years adjustment					-97	<b>-97</b>		<b>-97</b>
Period's Results					-8.530	<b>-8.530</b>	11.255	<b>2.725</b>
Other comprehensive income/(expense) after tax			-1.467	-4.435		<b>-5.902</b>	-1.294	<b>-7.196</b>
Dividends to parent shareholders/ non-controlling interest							-7.838	<b>-7.838</b>
Transfer between Reserves		1.473	-922		-551	<b>0</b>		<b>0</b>
<b>Balances as at 31/03/2014</b>	<b>47.689</b>	<b>25.670</b>	<b>37.264</b>	<b>-65.437</b>	<b>206.634</b>	<b>251.820</b>	<b>79.518</b>	<b>331.338</b>

\* Including restated figures according to IFRS 11 – note 2.8.A

STATEMENT OF CHANGES IN EQUITY INTRALOT GROUP (Amounts reported in thousands of €)	Share Capital	Legal Reserve	Other Reserves	Exchange differences on foreign currency translation	Retained Earnings	Total	Non- Controlling Interest	Grand Total
<b>Opening Balance 01/01/2013 (after the restatement for IAS 19)</b>	<b>47.689</b>	<b>23.927</b>	<b>37.057</b>	<b>-32.404</b>	<b>226.711</b>	<b>302.980</b>	<b>80.617</b>	<b>383.597</b>
Restatement for IFRS 11 *				267	-1.400	<b>-1.133</b>	-969	<b>-2.102</b>
<b>Opening Balance 01/01/2013 (after the restatement for IFRS 11) *</b>	<b>47.689</b>	<b>23.927</b>	<b>37.057</b>	<b>-32.137</b>	<b>225.311</b>	<b>301.847</b>	<b>79.648</b>	<b>381.495</b>
Effect on retained earnings from previous years adjustment					-7	<b>-7</b>	-1	<b>-8</b>
Period's Results					4.820	<b>4.820</b>	9.112	<b>13.932</b>
Other comprehensive income/(expense) after tax			3.412	521		<b>3.933</b>	-268	<b>3.665</b>
Dividends to parent shareholders/ non-controlling interest					0	<b>0</b>	-9.288	<b>-9.288</b>
Effect due to change in ownership percentage					2.415	<b>2.415</b>	-3.251	<b>-836</b>
Transfer between Reserves		267	1.707		-1.974	<b>0</b>		<b>0</b>
<b>Balances as at 31/03/2013*</b>	<b>47.689</b>	<b>24.194</b>	<b>42.176</b>	<b>-31.616</b>	<b>230.565</b>	<b>313.008</b>	<b>75.952</b>	<b>388.960</b>

\* Including restated figures according to IFRS 11 – note 2.8.A

**Intralot Group**

 INTERIM FINANCIAL STATEMENTS of 31<sup>st</sup> March 2014

STATEMENT OF CHANGES IN EQUITY INTRALOT S.A. (Amounts reported in thousands of €)	Share Capital	Legal Reserve	Other Reserves	Retained Earnings	Total
<b>Opening Balance 01/01/2014</b>	<b>47.689</b>	<b>15.896</b>	<b>32.807</b>	<b>18.642</b>	<b>115.034</b>
Effect on retained earnings from previous years adjustment				-91	<b>-91</b>
Period's Results				-1.076	<b>-1.076</b>
Other comprehensive income/(expense) after tax			189		<b>189</b>
Transfer between Reserves			-922	922	<b>0</b>
<b>Balances as at 31/03/2014</b>	<b>47.689</b>	<b>15.896</b>	<b>32.074</b>	<b>18.397</b>	<b>114.056</b>

STATEMENT OF CHANGES IN EQUITY INTRALOT S.A. (Amounts reported in thousands of €)	Share Capital	Legal Reserve	Other Reserves	Retained Earnings	Total
<b>Opening Balance 01/01/2013 (after the restatement for IAS 19)</b>	<b>47.689</b>	<b>15.896</b>	<b>39.309</b>	<b>18.108</b>	<b>121.002</b>
Period's Results				9.080	<b>9.080</b>
Other comprehensive income/(expense) after tax			358		<b>358</b>
Transfer between Reserves			1.180	-1.180	<b>0</b>
<b>Balances as at 31/03/2013</b>	<b>47.689</b>	<b>15.896</b>	<b>40.847</b>	<b>26.008</b>	<b>130.440</b>

**1.4 INTERIM CASH FLOW STATEMENTS**

(Amounts reported in thousand of € )	GROUP		COMPANY	
	31/03/2014	31/03/2013*	31/03/2014	31/03/2013
<b>Operating activities</b>				
Net Profit before Taxation	16.636	21.204	4.524	9.135
Plus/Less adjustments for:				
Depreciation and Amortization	20.491	26.326	2.075	3.832
Provisions	-1.047	1.518	-40	38
Exchange rate differences	-726	767	0	0
Results from Investing Activities	502	-3.333	-4.014	-5.057
Debit Interest and similar expenses	16.198	12.872	7.304	6.014
Credit Interest	-2.534	-2.247	-2.298	-1.578
Plus/Less adjustments of working capital to net cash or related to operating activities:				
Decrease/(increase) of Inventories	-109	892	40	695
Decrease/(increase) of Receivable Accounts	-7.848	-7.340	8.723	15.922
(Decrease)/increase of Payable Accounts (except Banks)	-6.607	-6.955	-5.739	-1.646
Less:				
Interest Paid and similar expenses paid	22.970	9.490	10.380	4.072
Income Tax Paid	7.638	15.309	954	0
<b>Net Cash from Operating Activities (a)</b>	<b>4.348</b>	<b>18.905</b>	<b>-759</b>	<b>23.283</b>
<b>Investing Activities</b>				
(Purchases) / Sales of subsidiaries, associates, joint ventures and other investments	122	-183	0	816
Purchases of tangible and intangible assets	-13.919	-11.888	-3.160	-5.878
Proceeds from sales of tangible and intangible assets	55	34	0	0
Interest received	2.070	1.955	1.958	327
Dividends received	113	0	113	697
<b>Net Cash from Investing Activities (b)</b>	<b>-11.559</b>	<b>-10.082</b>	<b>-1.089</b>	<b>-4.038</b>
<b>Financing Activities</b>				
Cash inflows from loans	30.047	22.134	0	0
Repayment of loans	-11.526	-20.401	0	0
Repayment of Leasing Obligations	-3.662	-1.041	0	0
Dividends paid	-4.337	-4.939	0	0
<b>Net Cash from Financing Activities (c)</b>	<b>10.522</b>	<b>-4.247</b>	<b>0</b>	<b>0</b>
<b>Net increase / (decrease) in cash and cash equivalents for the year (a) + (b) + (c)</b>	<b>3.311</b>	<b>4.576</b>	<b>-1.848</b>	<b>19.245</b>
<b>Cash and cash equivalents at the beginning of the period</b>	<b>143.293</b>	<b>134.931</b>	<b>5.131</b>	<b>5.254</b>
<b>Cash and cash equivalents at the end of the period</b>	<b>146.604</b>	<b>139.507</b>	<b>3.283</b>	<b>24.499</b>

\* Including restated figures according to IFRS 11 – note 2.8.A

## **2. NOTES TO THE FINANCIAL STATEMENTS**

### **2.1 GENERAL INFORMATION – APPROVAL OF THE FINANCIAL STATEMENTS**

#### **General Information**

INTRALOT S.A. – ‘Integrated Lottery Systems and Gaming Services’, with the distinct title «INTRALOT» is a business entity that was established based on the Laws of Hellenic Republic, whose shares are traded in the Athens Stock Exchange. Reference to «INTRALOT» or the «Company» includes INTRALOT S.A. whereas reference to the «Group» includes INTRALOT S.A. and its fully consolidated subsidiaries, unless otherwise stated. The Company was established in 1992 and has its registered office in Maroussi of Attica.

INTRALOT is one of the leading suppliers of integrated gaming and transaction processing systems, while its footprint straddles five continents, with presence in 57 countries, about 5.500 people and revenues of € 1.539 million in 2013. Committed to meeting customer requirements and performance expectations along with a demonstrated ability to adapt to new markets and overcome technological and cultural constraints, INTRALOT has acquired a worldwide reputation in the global gaming sector.

#### **Approval of the Financial Statements**

The Board of Directors of INTRALOT SA approved the Company’s and the Group’s interim IFRS financial statements for the period ended March 31, 2014, on May 14<sup>th</sup> 2014.

### **2.2 BASIS OF CONSOLIDATION**

The consolidated financial statements comprise the financial statements of INTRALOT S.A. and its subsidiaries as at the end of the current period. The financial statements of the subsidiaries are prepared for the same reporting period as the parent company, using consistent accounting policies. The accompanying interim financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS), as they have been endorsed by the European Union, and IAS 34 “Interim Financial Reporting”. Those interim financial statements should be read in conjunction with the Group’s annual financial statements as at 31<sup>st</sup> December 2013.

Adjustments were made to bring in line any dissimilar accounting policies that may had existed. All intercompany balances and transactions, including unrealized profits arising from intra-group transactions, have been eliminated in full. Unrealized losses are eliminated unless costs cannot be recovered. Subsidiaries are consolidated from the date on which control is transferred to the Group and cease to be consolidated from the date on which control is transferred out of the Group. Where there is a loss of control of a subsidiary, the consolidated financial statements include the results for the part of the reporting year during which the Group has control.

### **2.3 ACCOUNTING POLICIES**

For the preparation of the financial statements of period ended March 31, 2014, the accounting policies adopted are consistent with those followed in the preparation of the most recent annual financial statements (December 31, 2013), except for the below mentioned adoption of new standards and interpretations applicable for fiscal periods beginning at January 1, 2014.



**2.4 NEW ACCOUNTING STANDARDS AND AMENDMENTS TO EXISTING STANDARDS****Standards and Interpretations compulsory for the fiscal year 2014**

New standards, amendments of published standards and interpretations mandatory for accounting periods beginning on 1st January 2014. The Group's assessment of the impact of these new and amended standards and interpretations is set out below.

**IAS 32 (Amendment) "Financial Instruments: Presentation"**

(COMMISSION REGULATION (EC) No.1256/2012 of 13th December 2012, L 360 -29/12/2012)

This applies to annual accounting periods starting on or after 1st January 2014.

The amendment clarifies the assets and liabilities offsetting criteria in order to address inconsistencies in current practice. This amendment does not affect Group financial statements.

**IFRS 10 "Consolidated Financial Statements"**

(COMMISSION REGULATION (EC) No.1254/2012 of 11th December 2012, L 360 -29/12/2012)

According to EU, this applies to annual accounting periods starting at the latest on or after 1st January 2014. Earlier application is permitted.

In May 2011 the IASB issued IFRS 10 "Consolidated Financial Statements". IFRS 10 establishes principles for the presentation and preparation of consolidated financial statements when an entity controls one or more other entities. IFRS 10 replaces the consolidation requirements in IAS 27 "Consolidated and Separate Financial Statements" and in SIC-12 "Consolidation—Special Purpose Entities". IFRS 10 builds on existing principles by identifying the concept of control as the determining factor in whether an entity should be included within the consolidated financial statements of the parent company. The standard provides additional guidance to assist in the determination of control where this is difficult to assess. The Group implemented IFRS 10 on 1st January 2014, with no impact on the consolidation of investments held by the Group.

**IFRS 11 "Joint Arrangements"**

(COMMISSION REGULATION (EC) No.1254/2012 of 11th December 2012, L 360 -29/12/2012)

According to EU, this applies to annual accounting periods starting at the latest on or after 1st January 2014. Earlier application is permitted.

In May 2011 the IASB issued IFRS 11 "Joint Arrangements". IFRS 11 replaces IAS 31 "Interests in Joint Ventures" and SIC-13 "Jointly Controlled Entities—Non-Monetary Contributions by Venturers". IFRS 11 "Joint Arrangements" provides for a more realistic reflection of joint arrangements by focusing on the rights and obligations of the arrangement, rather than its legal form (as is currently the case). The standard addresses inconsistencies in the reporting of joint arrangements by requiring a single method (equity method) to account for interests in jointly controlled entities. The Group implemented IFRS 11 on 1st January 2014, changing the consolidation method for jointly controlled entities from proportionate to equity method. (Note 2.8.A).+

**IFRS 12 “Disclosure of Interests in Other Entities”**

(COMMISSION REGULATION (EC) No.1254/2012 of 11th December 2012, L 360 -29/12/2012)

According to EU, this applies to annual accounting periods starting at the latest on or after 1st January 2014. Earlier application is permitted.

In May 2011 the IASB issued IFRS 12 “Disclosure of Interests in Other Entities”. IFRS 12 is a new and comprehensive standard on disclosure requirements for all forms of interests in other entities, including subsidiaries, joint arrangements, associates and unconsolidated structured entities. The Group implemented IFRS 12 on 1st January 2014.

**IFRS10, IFRS11 & IFRS12 (amendments) “Transition Guidance”**

(COMMISSION REGULATION (EC) No. 313/2013 of 4th April 2013, L95/9 – 05.04.2013)

According to EU, this applies to annual accounting periods starting at the latest on or after 1st January 2014. Earlier application is permitted.

In June 2012 the IASB issued additional transition relief in IFRS 10 “Consolidated Financial Statements”, IFRS 11 “Joint Arrangements” and IFRS 12 “Disclosure of Interests in Other Entities” limiting the requirement to provide adjusted comparative information. The amendments explain that the ‘date of initial application’ in IFRS 10 means ‘the beginning of the annual reporting period in which IFRS 10 is applied for the first time’. Consequently, an entity is not required to make adjustments to the previous accounting for its involvement with entities if the consolidation conclusion reached at the date of initial application is the same when applying IAS 27 “Consolidated and Separate Financial Statements” and SIC-12 “Consolidation—Special Purpose Entities” and when applying IFRS 10. As a result, the IASB confirms that relief from retrospective application of IFRS 10 would also apply to an investor’s interests in investees that were disposed of during a comparative period in such a way that consolidation would not occur in accordance with either IAS 27/SIC-12 or IFRS 10 at the date of initial application. The amendments also clarify how an investor shall adjust comparative period(s) retrospectively if the consolidation conclusion reached at the date of initial application is different when applying IFRS 10 when compared with applying IAS 27/SIC-12. Additional transition relief is provided by limiting the requirement to present adjusted comparative information to the period immediately preceding the date of initial application (the ‘immediately preceding period’). Presentation of adjusted comparatives for earlier periods is permitted but not required. The IASB has also amended IFRS 11 “Joint Arrangements” and IFRS 12 “Disclosure of Interests in Other Entities” to provide similar relief from the presentation or adjustment of comparative information for periods prior to the immediately preceding period. IFRS 12 is further amended to provide additional transition relief by eliminating the requirement to present comparatives for the disclosures relating to unconsolidated structured entities for any period before the first annual period for which IFRS 12 is applied. The Group implemented these amendments on 1st January 2014.

**Intralot Group**INTERIM FINANCIAL STATEMENTS of 31<sup>st</sup> March 2014**IAS 27 (amendment) "Separate Financial Statements"**

(COMMISSION REGULATION (EC) No.1254/2012 of 11th December 2012, L 360 -29/12/2012)

According to EU, this applies to annual accounting periods starting at the latest on or after 1st January 2014. Earlier application is permitted.

In May 2011, when the IASB issued IFRS 10 "Consolidated Financial Statements", IFRS 11 "Joint Arrangements" and IFRS 12 "Disclosure of Interests in Other Entities" also amended IAS 27 that now contains the accounting and disclosure requirements for investments in subsidiaries, joint ventures and associates when an entity prepares separate financial statements. The Standard requires an entity preparing separate financial statements to account for those investments at cost or in accordance with IFRS 9 "Financial Instruments". The Group implemented IAS 27 on 1st January 2014.

**IAS 28 (amendment) "Investments in Associates and Joint Ventures"**

(COMMISSION REGULATION (EC) No.1254/2012 of 11th December 2012, L 360 -29/12/2012)

According to EU, this applies to annual accounting periods starting at the latest on or after 1st January 2014. Earlier application is permitted.

In May 2011, when the IASB issued IFRS 10 "Consolidated Financial Statements", IFRS 11 "Joint Arrangements" and IFRS 12 "Disclosure of Interests in Other Entities" also amended IAS 28 that now contains the accounting for investments in associates and sets out the requirements for the application of the equity method when accounting for investments in associates and joint ventures. The Group implemented IAS 28 on 1st January 2014.

**IFRS10, IFRS12 & IAS27 (amendments) "Investment Entities"**

(COMMISSION REGULATION (EC) No.1174/2013 of 20th November 2013, L 312 -21/11/2013)

This applies to annual accounting periods starting on or after 1st January 2014. Earlier application is permitted.

In October 2012 the IASB issued additional transition amendments in IFRS 10 "Consolidated Financial Statements", IFRS 12 "Disclosure of Interests in Other Entities" and IAS 27 "Separate Financial Statements". The amendments define an investment entity and introduce an exception to consolidating particular subsidiaries for investment entities. These amendments require an investment entity to measure those subsidiaries at fair value through profit or loss in accordance with IFRS 9 Financial Instruments in its consolidated and separate financial statements. The amendments also introduce new disclosure requirements for investment entities in IFRS 12 and IAS 27 for investment entities. This amendment does not affect Group financial statements.

**IAS 36 (amendment) "Impairment of Assets"**

(COMMISSION REGULATION (EC) No.1374/2013 of 19th December 2013, L 346 -20/12/2013)

This applies to annual accounting periods starting on or after 1st January 2014. Earlier application is permitted when the entity has already applied IFRS 13.

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In May 2013 the IASB issued amendments in IAS 36 "Impairment of Assets" to require disclosures about the recoverable amount of impaired assets. The amendments clarify the IASB's original intention that the scope of those disclosures is limited to the recoverable amount of impaired assets that is based on fair value less costs of disposal. This amendment does not affect Group financial statements.

### **IAS 39 (amendment) "Financial Instruments: Recognition & Measurement"**

(COMMISSION REGULATION (EC) No.1375/2013 of 19th December 2013, L 346 -20/12/2013)

This applies to annual accounting periods starting on or after 1st January 2014. Earlier application is permitted.

On June 2013 the IASB issued amendments in IAS 39 "Financial Instruments: Recognition & Measurement". The amendments will allow hedge accounting to continue in a situation where a derivative, which has been designated as a hedging instrument, is novated to effect clearing with a central counterparty as a result of laws or regulation, if specific conditions are met (in this context, a novation indicates that parties to a contract agree to replace their original counterparty with a new one). This amendment does not affect Group financial statements.

### **IFRIC 21 "Levies"**

This applies to annual accounting periods starting on or after 1st January 2014. Earlier application is permitted.

On May 2013 the IASB issued IFRIC 21 "Levies". The Interpretation describes how an entity should account for liabilities to pay levies imposed by governments, other than income taxes, in its financial statements. The principal question raised was about when the entity should recognise a liability to pay a levy. This is an interpretation of IAS 37 Provisions, Contingent Liabilities and Contingent Assets. IAS 37 sets out criteria for the recognition of a liability, one of which is the requirement for the entity to have a present obligation as a result of a past event (known as an obligating event). The Interpretation clarifies that the obligating event that gives rise to a liability to pay a levy is the activity described in the relevant legislation that triggers the payment of the levy. The Group does not expect this interpretation to affect its financial statements. This amendment has not yet been endorsed by the European Union.

### **Standards and Interpretations compulsory after 31 December 2014**

The following new standards, amendments and IFRICs have been published but are in effect for the annual fiscal period beginning the 1st of January 2015 and have not been adopted from the Group earlier.

### **IFRS 9 "Financial Instruments"**

This applies to annual accounting periods starting on or after 1st January 2015. Earlier application is permitted.

The IASB intends to ultimately replace IAS 39 in its entirety with IFRS 9, however the replacement will be divided into phases. In November 2009, the IASB issued the chapters of IFRS 9 relating to the

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classification and measurement of financial assets. In October 2010, the IASB added the requirements related to the classification and measurement of financial liabilities and decided to carry forward unchanged from IAS 19 the requirements related to the derecognition of financial assets and financial liabilities to IFRS 9. In November 2013, the IASB added to IFRS9 the requirements related to hedge accounting. In next phase of the project the new requirements related to impairment of financial instruments will be added. The Group is in the process of evaluating the effect of IFRS 9 on its financial statements. IFRS 9 has not been endorsed yet by the European Union and cannot, therefore, be implemented earlier by the Group. Only when it has been endorsed will the Group decide whether or not it will implement IFRS 9 before 1st January 2015.

**IFRS 7 (Amendment) "Financial Instruments: Disclosures"**

This applies to annual accounting periods starting on or after 1st January 2015. Earlier application is permitted.

On 16.12.2011, the IASB issued an amendment in IFRS7, adding in the Standard disclosures related to the transition to IFRS 9. The amendment has not yet been endorsed by the European Union. The Group is in the process of evaluating the effect of the amendment on its financial statements.

**IAS 19 (amendment) "Employee Benefits"**

This applies to annual accounting periods starting on or after 1st July 2014. Earlier application is permitted.

In November 2013 the IASB issued narrow scope amendments in IAS 19 "Employee Benefits". The narrow scope amendments apply to contributions from employees or third parties to defined benefit plans. The objective of the amendments is to simplify the accounting for contributions that are independent of the number of years of employee service, for example, employee contributions that are calculated according to a fixed percentage of salary. The Group will assess the impact of the amendment on its financial statements. This amendment has not yet been endorsed by the European Union.

**Amendments that regard part of the annual improvement program of IASB  
(International Accounting Standards Board)**

IASB in its annual improvement program published in December 2013, 2 Cycles of narrow scope amendments to existing Standards. The amendments hold for the annual fiscal periods beginning on or after the 1st of July, 2014. The above amendments will not have significant effect on the Group's financial statements and have not yet been endorsed by the European Union.

**Intralot Group**INTERIM FINANCIAL STATEMENTS of 31<sup>st</sup> March 2014**Annual Improvements to IFRSs 2010-2012 Cycle****IFRS 2 "Share-based Payment"**

Definitions of "vesting conditions" and "market conditions" are amended and the definitions of "performance conditions" and "service conditions" are added (previously were part of the "vesting conditions" definition).

**IFRS 3 "Business Combinations"**

The amendment clarifies that the contingent consideration that is classified as financial asset or liability shall be measured at fair value at each reporting date.

**IFRS 8 "Operating Segments"**

The amendment requires that an entity shall disclose the judgements made by the management in applying the aggregation criteria in operating segments. It also clarifies that the entity shall provide reconciliations of the total reportable segments' assets to the entity's assets only if the segments assets are reported regularly.

**IFRS 13 "Fair Value Measurement"**

The amendment clarifies that the issue of IFRS 13 and the amendments of IFRS 9 and IAS 39 did not result in the deletion of the ability to measure short-term receivables and payables with no stated interest rate at invoice amounts without discounting, when the effect of not discounting is immaterial.

**IAS 16 "Property, Plant and Equipment"**

The amendment clarifies that when an item of property, plant and equipment is revalued, the gross carrying amount is adjusted in a manner that is consistent with revaluation of the carrying amount of the asset and the accumulated depreciation is eliminated against the gross carrying amount of the asset.

**IAS 24 "Related Party Disclosures"**

The amendment clarifies that the entity, or any member of a group of which is part, provides key management personnel services to the reporting entity or to the parent of the reporting entity, is a related party to the reporting entity.

**IAS 38 "Intangible Assets"**

The amendment clarifies that when an intangible asset is revalued, the gross carrying amount is adjusted in a manner that is consistent with revaluation of the carrying amount of the asset and the accumulated depreciation is eliminated against the gross carrying amount of the asset.

**Annual Improvements to IFRSs 2011-2013 Cycle****IFRS 1 "First-time Adoption of International Financial Reporting Standards"**

The amendment clarifies that a first-time adopter entity is allowed to use either the IFRS that is currently mandatory or the new IFRS that is not yet mandatory, if that new IFRS permits early application. It is required the entity to apply the same version of the IFRS throughout the periods covered by the entity's

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first IFRS financial statements. Consequently, if a first-time adopter chooses to early apply a new IFRS, that new IFRS will be applied throughout all the periods presented in its first IFRS financial statements on a retrospective basis, unless IFRS 1 provides an exemption.

**IFRS 3 "Business Combinations"**

The amendment clarifies that IFRS3 does not apply the accounting for the formation of a joint arrangement in the financial statements of the joint arrangement itself.

**IFRS 13 "Fair Value Measurement"**

The amendment clarifies that the exemption of financial assets, financial liabilities and other contracts, that is mentioned in paragraph 52 of IFRS13, includes all the contracts within the scope of, and accounted for in accordance with IAS 39 or IFRS 9, regardless of whether they meet the definitions of financial assets or financial liabilities in IAS 32 "Financial Instruments: Presentation.

**IAS 40 "Investment Property"**

The amendment clarifies whether a specific transaction meets the definition of a business combination as defined in IFRS 3 and includes an investment property as defined in IAS 40, the separate application of both Standards is required.

**2.5 EBITDA**

International Financial Reporting Standards (IFRS) do not define the content of the "EBITDA". The Group taking into account the nature of its activities, as well as the Decision 6/448/11.10.2007 of the BOD of Hellenic Capital Market Commission and the relative Circular no.34 defines "EBITDA" as "Operating Profit/(Loss) before tax" adjusted for the figures "Profit/(loss) from equity method consolidations", "Exchange Differences", "Interest and related income", "Interest and similar charges", "write-off and impairment losses of assets and investments", "gain/(loss) from asset disposal" και "Assets depreciation and amortization".

**2.6 REVENUE PER SEGMENT**

Intralot Group is active in about 55 countries and the segmentation of its subsidiaries is performed based on their geographical position. The financial results are presented in the following operating geographical segments:

European Union:	Greece, Italy, Malta, Cyprus, Poland, Luxembourg, Spain, United Kingdom, Nederland, Romania, Bulgaria, France, Germany, Czech Republic, Slovakia and Republic of Ireland.
Other Europe:	Russia, Moldova.
America:	USA, Peru, Brazil, Argentina, Mexico, Jamaica, Chile, Colombia, Guatemala, Dominican Republic, Suriname, Uruguay and St. Lucia.
Other Countries:	Australia, New Zealand, China, South Africa, Turkey, South Korea, Lebanon, Egypt, Azerbaijan, Taiwan and Morocco.

No two operating segments have been added.

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The following information is based on the internal financial reports provided to the manager responsible for taking decisions who is the General Director. The performance of the segments is evaluated based on the sales and profit/(loss) before tax. The Group applies the same accounting policies for the financial results of the above segments as those of the consolidated financial statements. The transactions between segments are realized within the natural conditions present in the Group with similar way to that with third parties. The intragroup transactions are eliminated in group level and are included in the column "Eliminations".

<b>Geographical Sales Breakdown</b>									
<i>(in million €)</i>	<b>Third Parties</b>			<b>Inter-segment</b>			<b>Total</b>		
	<b>3M14</b>	<b>3M13</b>	<b>Diff %</b>	<b>3M14</b>	<b>3M13</b>	<b>Diff %</b>	<b>3M14</b>	<b>3M13</b>	<b>Diff %</b>
European Union	236,59	171,39	38,04%	14,07	14,64	-3,89%	250,66	186,03	34,74%
Rest of Europe	1,94	2,75	-29,45%	0,00	0,00	-	1,94	2,75	-29,45%
America	124,18	105,06	18,20%	0,64	2,47	-74,09%	124,82	107,53	16,08%
Other countries	82,99	76,56	8,40%	0,43	0,01	4.200,00%	83,42	76,57	8,95%
Eliminations	0	0		-15,14	-17,12		-15,14	-17,12	
<b>Total</b>	<b>445,70</b>	<b>355,76</b>	<b>25,28%</b>	<b>0,00</b>	<b>0,00</b>	<b>-</b>	<b>445,70</b>	<b>355,76</b>	<b>25,28%</b>

<i>(in million €)</i>	<b>Geographical Profit Breakdown before taxes</b>			<b>Geographical Profit Breakdown after taxes</b>		
	<b>3M14</b>	<b>3M13*</b>	<b>Diff %</b>	<b>3M14</b>	<b>3M13*</b>	<b>Diff %</b>
European Union	6,74	16,56	-59,30%	0,45	15,97	-97,18%
Rest of Europe	-1,33	-0,91	46,15%	-1,44	-0,95	51,58%
America	5,25	7,22	-27,29%	3,07	5,01	-38,72%
Other countries	15,52	12,13	27,95%	10,19	7,69	32,51%
Eliminations	-9,54	-13,79		-9,54	-13,79	
<b>Total</b>	<b>16,64</b>	<b>21,21</b>	<b>-21,55%</b>	<b>2,73</b>	<b>13,93</b>	<b>-80,40%</b>

\* Including restated figures according to IFRS 11 - note 2.8.A

**Revenue per business activity:**

<i>(in thousand €)</i>	<b>31/3/2014</b>	<b>31/3/2013</b>	<b>change</b>
Licensed operations	367.200	267.864	37,08%
Management contracts	32.157	28.286	13,69%
Technology and support services	46.347	59.606	-22,24%
	<b>445.704</b>	<b>355.756</b>	<b>25,28%</b>

**2.7 Contingent Receivables, Liabilities and Commitments**
**A. LEGAL ISSUES PENDING**

a. On 5th September 2005 an action was served to the company, filed by the company "IPPOTOUR S.A.", against the company and the company "OPAP S.A.". The plaintiff "IPPOTOUR S.A." requested to be acknowledged that the contract signed between OPAP S.A. and the Company should not grant to the latter the right to operate any kind of wagering game on Greek or foreign horse racing, that "OPAP S.A." should not have the right to operate any kind of wagering game on horse racing and that "OPAP S.A."



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and the company should be excluded from the operation and organization of betting games on horse racing. The hearing of the case had been set for 14th February 2008 when the hearing was postponed for 8th October 2009; at that date the hearing was cancelled due to the national elections. No summons for the schedule of a new hearing date has been served to the company until now. By virtue of the above mentioned action the plaintiff withdrew of the action filed against the Company on 10th January 2003 with the same content, which was set to be heard on 18th May 2005, on which date the said hearing was cancelled. The Legal Department of the Company considers that, following the hearing of the case, the above-mentioned action would not be successful.

b. On 4th January 2005 OPAP S.A. submitted a notice of proceedings to "Betting Company S.A." regarding a lawsuit that was filed against OPAP S.A. before the Multi Member First Instance Court of Athens, with which the plaintiff claims the payment of the amount of €3.668.378,60 plus accrued interests from OPAP S.A., pleading that OPAP S.A. should pay this amount to him as profit, in addition to the amount already paid to him. Since Betting Company S.A. has a legitimate interest in OPAP S.A. winning the lawsuit, Betting Company S.A., the companies INTRALOT S.A. and INTRALOT INTERNATIONAL LTD proceeded to an additional joint intervention in favour of OPAP S.A.; this was scheduled for hearing on 3rd May 2007 but following a petition of the plaintiff the case was heard on 1st December 2005. By its decision No 2412/2006 the Multi Member First Instance Court of Athens ruled in favour of the lawsuit of the plaintiff and, following the restriction by the plaintiff of his petition to a lawsuit for acknowledgement of the debt, the Court acknowledged the obligation of OPAP S.A to pay to the plaintiff the amount of € 3.668.378,60. OPAP S.A and the aforementioned companies filed an appeal on 28/6/2006 which had been rejected by the Athens Court of Appeals with its decision no. 6377/2007. The defendants filed an appeal before the Supreme Court which was heard on 9th November 2009 and decision no. 1252/2010 was issued accepting the appeal and referring back the case to the Athens Court of Appeals which vindicated the defendants and dismissed the lawsuit with its decision no. 5189/2012. For the above case a provision had been made which has been reversed. No application for cassation has been served to the company until now.

c. INTRALOT filed before Multi Member First Instance Court of Athens its civil lawsuit dated 12th May 2005 against Mr. K. Thomaidis, claiming the payment of sum of € 300.000 as pecuniary compensation for moral damage. The case was scheduled for hearing on 26th January 2006. On 18th January 2006 the company was served with an action filed by Mr. K. Thomaidis on 9th January 2006, before the Multi Member First Instance Court of Athens with which the plaintiff claims the payment of sum of €300.000 as pecuniary compensation for moral damage. The case was scheduled for hearing on 14th December 2006. The suit of INTRALOT against Mr. K. Thomaidis was postponed to be heard on 14th December 2006. The two lawsuits have been heard together and the decision no 7936/2007 was issued declaring the lawsuit dated 9th January 2006 of Mr. Thomaidis as cancelled and accepting partially INTRALOT's lawsuit dated 12th May 2005. Until now, no appeal against this decision has been served to the company.

d. Against (a) publishing company "I. Sideris – Andreas Sideris Sons O.E.", (b) the Foundation of Economic and Industrial Researches (IOBE), (c) Mr. Theodosios Palaskas, Director of Research of IOBE,

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(d) the Kokkalis Foundation, and (e) INTRALOT, a lawsuit of Mr. Charalambos Kolymbalis, was filed on 8th March 2007 before the Multi Member Athens First Instance Court. With his lawsuit, the plaintiff requests to be recognized as the sole creator of the project entitled "The financial consequences of sports in Greece" and his intellectual property right on this, and that the amount of € 300.000 to be paid to him as monetary compensation for moral damages. Date of the hearing was set the 20th February 2008 when it was postponed for 4th March 2009 and then again for 24th February 2010; on that date the hearing of the case was cancelled due to strike of the judicial secretaries. New hearing date was scheduled the 23rd May 2012 when the case was heard and the decision no. 5724/2012 of the Athens Multi Member Court of First Instance was issued which dismissed the lawsuit. No appeal has been served to the company until now.

e. On 26th July 2011 an action was served to INTRALOT SA and the company "Interstar Security LTD" from a former employee of INTRALOT SA claiming the payment of € 500.000 as compensation for moral damage. The hearing has been set for 6th March 2014 when it was postponed for 10 November 2016.

f. The Company and its subsidiary "Intralot International Limited" and Mr. Socratis P. Kokkalis, filed before the Athens Multi Member First Instance Court their lawsuit dated 1st November 2012 against the company "Glory Technology Limited" having its registered offices in Cyprus and Mr. Athanassios K. Ktorides, resident of Cyprus, requesting to compel the defendants to pay, jointly and severally, because of slander and their unfair competitive behaviour:

- to the first plaintiff (Intralot) the amount of € 72.860.479,78 (including monetary compensation for moral damages amounting to € 25.000.000) with the legal interest as from the service of the lawsuit
- to the second plaintiff (Intralot International Limited) the amount of € 5.019.081,67 (including monetary compensation for moral damages amounting to € 5.000.000) with the legal interest as from the service of the lawsuit; and
- to the third plaintiff (Mr. Socratis P. Kokkalis) the amount of € 50.424.019,73 (including monetary compensation for moral damages amounting to €25.000.000) with the legal interest as from the service of the lawsuit.

The Athens Multi Member First Instance Court issued its decision partially accepting the lawsuit; "Glory Technology Limited" is obliged to pay €50.000 to the first plaintiff, €25.000 to the second plaintiff and € 25.000 to the third plaintiff. No legal means have been filed against this decision.

On the other hand, the company "Glory Technology Limited" and Mr. Athanassios K. Ktorides filed before the same court their lawsuit dated 19 March 2013 claiming that with the filing of the abovementioned lawsuit (from which unfair competitive behaviour results, as they allege) moral damage was caused to them. With their lawsuit, the plaintiffs were requesting from the court to compel the Company, "Intralot International Limited" and Mr. Socratis Kokkalis to pay jointly and severally monetary compensation for moral damages amounting to € 25.000.000 to each of the plaintiffs. The hearing of the case had been scheduled for 16th October 2013. On 23rd September 2013, the plaintiffs withdrew from the action.

g. In Turkey, GSGM filed on 23rd January 2006 before the First Instance Court of Ankara a declaratory action against the 45% subsidiary company Inteltek requesting to be recognized that the calculation of

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the player's excess payout of the fixed odds betting games, as per their contract, is effected at the end of each separate semester as opposed to on a cumulative basis at the end of the contract. The decision issued in 2007 by the First Instance Court of Ankara vindicated Inteltek. GSGM filed an appeal which was rejected by the court. GSGM filed an appeal against this decision which was rejected and the decision was finalized.

Inteltek had made a provision of TRY 3,3 million (€ 1,1 m) plus TRY 1,89 million (€ 636k) relating to interest in its financial statements due to the probability of a negative outcome of the case which henceforth has been removed following the First Instance Court of Ankara decision. Moreover, Inteltek claimed the amount of TRY 2,34 million (€ 788k) (plus interest) which was paid in the 1st and 3rd reconciliation periods. Inteltek has initiated a lawsuit on 21st February 2008 to collect this amount. On 19th March 2009 the court vindicated Inteltek. GSGM filed an appeal against this decision and the appeal was accepted. Inteltek applied for the correction of the decision that was rejected by the higher court which returned the case to the court of first instance. The court of first instance on June 29, 2011 decided to insist on its initial judgment in favour of Inteltek. GSGM filed an appeal and the General Assembly of the Supreme Court of Appeals decided that the decision of the court of first instance on insisting is sufficient and the lawsuit file should be send to a chamber of the Supreme Court of Appeals for evaluation of the appeal requests of GSGM. The Supreme Court vindicated Inteltek and GSGM requested the correction of the decision. Inteltek requested the receivable from GSGM and GSGM paid the amount subject to the lawsuit on 13/12/2012 ie TL 5.797.372,24 (€1.952.437). The Supreme Court rejected the application for the correction of the decision and the decision was finalized.

h. In Turkey, GSGM filed before the Ankara Tax Court a lawsuit against the local Tax Authority requesting the annulment of a penalty amounting to TRY 5.075.465 (€ 1.709.314) imposed on GSGM, since the Tax Authority considers that stamp duty should have been paid by GSGM also for the second copy of the contract dated 29th August 2008 with Inteltek as well as for the letter of guarantee securing the minimum turnover of GSGM games. Inteltek intervened in the case before the abovementioned court in favour of GSGM because, according to the contract dated 29th August 2008, GSGM may request from Inteltek the amount that will be finally obliged to pay. The decision issued by the court vindicates GSGM and Inteltek and the abovementioned penalty was cancelled. The Tax Authority filed an appeal which is pending.

i. In Turkey, INTRALOT filed on 21st May 2009, before the Istanbul Court of First Instance a lawsuit against the company Teknoloji Holding A.Ş. ("Teknoloji") requesting from Teknoloji the amount of TRY 1.415.000 (€ 476.543) on the ground of unjust enrichment, since INTRALOT unjustly paid taxes which Teknoloji had to pay on dividends distributed by Inteltek. At the hearing of 15th September 2011 the court issued its decision and vindicated INTRALOT for the total amount claimed. INTRALOT filed an appeal for the time of the calculation of the interest and for the amount of the overdue interest, while Teknoloji filed an appeal complaining for the reasoning of the decision. The case is pending.

g. In Colombia, INTRALOT, on 22nd July 2004, entered into an agreement with an entity called Empresa Territorial para la salud ("Etesa"), under which it was granted with the right to operate games of chance

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in Colombia. In accordance with terms of the abovementioned agreement, INTRALOT has submitted an application to initiate arbitration proceedings against Etesa requesting to be recognized that there has been a disruption to the economic balance of abovementioned agreement to the detriment of INTRALOT and for reasons not attributable to INTRALOT and that Etesa to be compelled to the modification of the financial terms of the agreement in the manner specified by INTRALOT as well as to pay damages to INTRALOT (including damages for loss of profit) or alternatively to terminate now the agreement with no liability to INTRALOT. The arbitration court adjudicated in favour of Etesa the amount of 23,6 billion Colombian pesos (€8,7m). The application for annulment of the arbitration award filed by INTRALOT before the High Administrative Court was rejected. The Company filed a lawsuit before the Constitutional Court which was rejected. The Company has created relative provision in its financial statements part of which (€ 2,8m) has already been used for the payment to Etesa of a letter of guarantee amounting to 7.694.081.042 Colombian pesos.

k. Against the subsidiary Intralot Holdings International Ltd., a shareholder of LOTROM SA and against LOTROM SA, another shareholders of LOTROM SA, Mr. Petre Ion filed a lawsuit before the competent court of Bucharest requesting that Intralot Holdings International Ltd to be obliged to purchase his shares in LOTROM SA for € 2.500.000 and that LOTROM SA to be obliged to register in the shareholders book such transfer. Following the hearing of 28th September 2010 a decision of the court was issued accepting the lawsuit of the plaintiff. Intralot Holdings International Ltd and LOTROM SA filed an appeal which was rejected. The abovementioned companies further filed a recourse before the Supreme Court which was heard and rejected. To date, no enforcement procedure has been commenced. If an enforcement procedure commences, the abovementioned companies will examine the possibility of filing further legal means at the enforcement procedure.

l. Mr. Petre Ion filed in Romania a lawsuit against Intralot Holdings International Ltd and LOTROM requesting to issue a decision to replace the share purchase contract of its shares in LOTROM SA for € 2.500.000 (for which he had filed the above lawsuit) and to oblige Intralot Holdings International Ltd a) to pay the amount of € 400.000 as tax on the above price, b) to sign on the shareholders book for the transfer of the shares, c) to pay the price of the transfer and the legal costs. The first instance court rejected Mr. Petre Ion's lawsuit. Until now, no appeal against this decision has been served.

m. On 24 April 2013 the Company was notified of the existence of a research conducted by the Competition Board of Romania in relation to the contract signed in 2003 with Compania Nationala Loteria Romana regarding the Videolotto program. The Competition Board of Romania imposed a fine to the Company amounting to 5.541.874 ROL (€1.242.796) and to the subsidiary LOTROM to 512.469 ROL (€ 114.924). The Company and its subsidiary LOTROM filed a lawsuit against the respective decision requesting its annulment and the suspension of its execution. No hearing date has been scheduled yet.

n. In Poland, as a result of bet making points controls conducted by Custom Service bodies in 6 shops, a gambling law breach was claimed to be made by the "E-Promotion" program of the subsidiary "Totolotek Totomix SA" and a relevant administrative procedure was initiated which was concluded with the issue of

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a second instance decision of the Ministry of Finance for revocation of the six relevant licenses; the company filed a recourse against this decision before the Administrative Courts which was rejected and an appeal was filed against the respective decision which is pending. In relation to all remaining shops a second instance decision of the Ministry of Finance was issued revoking their licenses. The company has filed recourses before Administrative Courts; three of them have been rejected and appeals have been filed against the respective decisions. Since December 2012, new licenses have already been issued by virtue of which the subsidiary "Totolotek Totomix SA" operates and, therefore, the abovementioned cases will not affect its activities.

o. In Poland, according to a decision issued by the First Instance Court, the subsidiary "Totolotek Totomix SA" has to pay the amount of 188.866,71 PLN (€ 45k) plus interest to a ticket winner. The company will file an appeal against this decision.

p. In August 2012, two British Virgin Island companies filed a Complaint in the United States Bankruptcy Court Southern District of Florida, Miami Division, against numerous defendants, including Supreme Ventures Limited ("SVL"), a publicly traded gaming company listed on the Jamaican Stock Exchange in which INTRALOT holds an indirect shareholding interest. Notably, as per SVL, the lawsuit is based on the same claims (related to demands arose before the acquisition of INTRALOT's participation in SVL), towards third parties, initial shareholders and/or directors of SVL, or not, which were brought in, and were recently rejected by the Jamaican courts, first by the Supreme Court and then again by the Court of Appeals. INTRALOT is named as a "Relief Defendant" which means that INTRALOT is not alleged to have been part - directly or indirectly - of any wrongdoing, since the alleged by the plaintiffs acts are made before the acquisition of SVL's shares by INTRALOT through the Jamaican Stock Exchange. Intralot agrees with SVL's opinion that the Complaint is wholly without merit and expects that it will be successful in the Florida courts, as it was in the Jamaican courts.

q. In Brazil, a former officer of a subsidiary company filed a lawsuit against such subsidiary requesting several amounts to be paid to him as fees resulting from his labour relationship amounting to approx. € 240.000 and from a services agreement calculated as a percentage 4% on the turnover of the subsidiary. On August 23rd, 2013, the decision of the local court was issued dismissing the lawsuit; the plaintiff filed an appeal which is pending.

r. In Australia, the company Bytecraft Systems Pty Ltd is alleging with a lawsuit filed that it has a claim against the subsidiary company Intralot Gaming Services Pty amounting to 550k Australian dollars (€ 368k) for services relating to cabling of venues where VLTs are installed, in the frame of a subcontracting assigned by Intralot Gaming Services Pty to Bytecraft Systems Pty Ltd during implementation of the project of the VLTs' monitoring system. In the frame of an amicable settlement of the dispute, it was agreed to pay to Bytecraft Systems Pty Ltd the amount of 355k Australian dollars (€ 238k). The company has made a respective provision.

s. On 30 July 2012, Intralot filed before the Athens Multi Member Court of First Instance a lawsuit against the company "Hellenic Organization of Horse Racing S.A." (ODIE) requesting the payment of the amount of

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2.781.381,15€ relating to system maintenance services provided but not paid. The hearing date is 3<sup>rd</sup> December 2014.

Moreover, Intralot filed a recourse to the arbitration panel on 13 August 2012 against the same company ODIE requesting the payment of the amount of 9.551.527,34€ relating to operational services of integrated system provided but not paid. The arbitration was concluded on 1<sup>st</sup> March 2013 and the arbitration decision no 27/2013 was issued vindicating Intralot and compelling ODIE to pay to Intralot the total amount requested (€ 9.551.527,34). In order to secure its claims, Intralot:

a) by virtue of the above arbitration decision, has already recorded on the mortgage books of the Land Registry Office of Kropia a mortgage on a land property of ODIE and specifically on the property where the Horse Racetrack of Athens in Markopoulo Attica is operating, and on the buildings thereupon, for an amount of € 11.440.655,35;

b) by virtue of the decision no 2209/2014 of the Athens Single Member Court of First Instance, has already recorded on the mortgage books of the Land Registry Office of Kropia, a note of mortgage on the same real estate of ODIE for an amount of € 9.481.486,11.

c) has already started the procedure of compulsory execution against ODIE in order to execute its claims.

Furthermore, on 20 March 2014, Intralot filed before the Athens Multi Member Court of First Instance a lawsuit against ODIE requesting the payment of the amount of € 8.043.568,69 which is owed to it pursuant to the "Agreement of Maintenance and Operation of the System of the Mutual Betting on Horse Races of ODIE" dated 6 March 2012. The hearing date is 17<sup>th</sup> February 2016.

Besides the above, Intralot will take any further steps to defend its interests including, among others, through the application of the results of the notice of termination of the above agreement which is dated 12 February 2014 and was served to ODIE if the latter do not cure the reason of the termination.

t. In Italy, the company Stanley International Betting Ltd filed a recourse before the administrative courts of Lazio against the State Autonomous Administrative Monopolies (AAMS) and eventually against all companies to which licenses for conducting betting activities have been granted, including the subsidiary Intralot Italia SpA, requesting the annulment of the legislative decree of 2012 which provided for the granting of licenses for betting activities for three years, the annulment of the tenders conducted in 1999 and 2006 and the betting licenses granted pursuant to them for twelve and nine years respectively.

The hearing of the case was made on 5 February 2014 and the court decided to suspend the issue of the decision until the European Court of Justice responds on some preliminary queries which have been set by the court of second instance relating to a recourse of Stanley International Betting Ltd against AAMS and the companies SNAI S.p.A. and Intralot Italia S.p.A. which was rejected at the first instance and was related, among others, to the legality of the participation of Stanley International Betting Ltd to the tenders of 1999 and 2006. The local legal advisors of Intralot Italia S.p.A. opine that the above recourse will not succeed.

Until 14 May 2014, apart from the legal issues for which a provision has been recognised, the Group Management estimates that the rest of the litigations will be finalized without a material effect on the Group's and the Company's financial position and results.

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**B. FISCAL YEARS UNAUDITED BY THE TAX AUTHORITIES**

COMPANY	FISCAL YEAR
INTRALOT S.A.	2012 - 2013
BETTING COMPANY S.A.	2007-2010 & 2013
BETTING CYPRUS LTD	2004-2013
INTRALOT DE CHILE S.A.	2008-2010 & 2012 - 2013
INTRALOT DE PERU SAC	2009 & 2011-13
INTRALOT INC.	2010-2013
INTRALOT BETTING OPERATIONS (CYPRUS) LTD	2003-2013
ROYAL HIGHGATE LTD	2006-2013
POLLOT Sp.Zoo	2010-2013
MALTCO LOTTERIES LTD	2004-2013
INTRALOT HOLDINGS INTERNATIONAL LTD	2004-2013
LOTROM S.A.	2010-2013
BILOT EOOD	2009-2013
EUROFOOTBALL LTD	2009-2013
EUROFOOTBALL PRINT LTD	2009-2013
INTRALOT INTERNATIONAL LTD	2010-2013
INTRALOT OPERATIONS LTD	2010-2013
INTRALOT BUSINESS DEVELOPMENT LTD	2010-2013
INTRALOT TECHNOLOGIES LTD	2003-2013
INTELTEK INTERNET AS	2009-2013
LOTERIA MOLDOVEI S.A.	-
TOTOLOTEK S.A.	2008-2013
WHITE EAGLE INVESTMENTS LTD	2012-2013
BETA RIAL Sp.Zoo	2008-2013
UNICLIC LTD	2004-2013
DOWA LTD	2004-2013
INTRALOT NEW ZEALAND LTD	2010-2013
INTRALOT ST.LUCIA LTD	2008-2013
INTRALOT DOMINICANA S.A.	2009-2013
INTRALOT GUATEMALA S.A.	2009-2013
LOTTERIA Y APUESTOSA DE GUATEMALA S.A.	2009-2013
INTRALOT LATIN AMERICA INC	2008-2013
INTRALOT JAMAICA LTD	2008-2009 & 2013
INTRALOT NEDERLAND BV	2010-2013
INTRALOT CARIBBEAN VENTURES LTD	2010-2013
INTRALOT SURINAME LTD	2008-2013
SUPREME VENTURES LTD	2008 -2013
DC09 LLC	2010-2013
KELICOM HOLDINGS CO LTD	2008-2013
DINET ZAO	2011-2013
INTRALOT DE COLOMBIA (BRANCH)	2008-2013
INTRALOT HONG-KONG HOLDINGS LIMITED	2013
INTRALOT CZECH S.R.O.	2011-2013
INTRALOT GERMANY GMBH	2012-2013
GAIN ADVANCE GROUP LTD	-
INTRALOT GAMING MACHINES SpA	2013
CARIBBEAN VLT SERVICES LTD	2012-2013
INTRALOT INVESTMENTS LTD	2012-2013
DEEPSTACK CASINO LLC	2012-2013
INTRALOT HOLDINGS LUXEMBOURG S.A.	2012-2013
INTRALOT GLOBAL HOLDINGS B.V.	2013
INTRALOT FINANCE LUXEMBOURG S.A.	2013
GOREWARD LTD	-
INTRALOT IRELAND LTD	-
INTRALOT SLOVAKIA SPOL. S.R.O.	-

COMPANY	FISCAL YEAR
INTRALOT EGYPT LTD	2008-2013
E.C.E.S. SAE	2007-2013
INTRALOT OOO	2011-2013
POLDIN LTD	2008-2013
INTRALOT ASIA PACIFIC LTD	2006-2013
INTRALOT AUSTRALIA PTY LTD	2008-2009 & 2013
INTRALOT SOUTH AFRICA LTD	2005-2013
INTRALOT LUXEMBOURG S.A.	2010-2013
INTRALOT ITALIA S.p.A.	2009-2013
INTRALOT FINANCE UK PLC	2012-2013
INTRALOT IBERIA HOLDINGS S.A.	2009-2013
TECNO ACCION S.A.	2009-2013
GAMING SOLUTIONS INTERNATIONAL SAC	2009-2013
GAMING SOLUTIONS INTERNATIONAL LTD	2009-2013
INTRALOT BEIJING Co LTD	2007-2013
NAFIROL S.A.	-
INTRALOT ARGENTINA S.A.	2009-2013
LEBANESE GAMES S.A.L	-
VENETA SERVIZI S.R.L.	2007-2013
INTRALOT SOUTH KOREA S.A.	2007-2013
SERVICIOS TRANSDATA S.A.	2009-2013
SLOVENSKE LOTERIE AS	2009-2013
TORSYS S.R.O.	2009-2012
INTRALOT DO BRAZIL LTDA	2009-2013
OLTP LTDA	2010-2013
BILYONER INTERAKTIF HIZMELTER AS	2009-10 & 2012-13
LOTTRICH INFORMATION Co. LTD	2013
GIDANI LTD	2008-2013
INTRALOT INTERACTIVE S.A.	2010 & 2013
INTRALOT INTERACTIVE USA LLC	2010-2013
JACKPOT S.p.A.	2010-2013
NIKANTRO HOLDINGS CO LTD	2009-2013
TACTUS S.R.O.	2009-2013
ATROPOS S.A.	2009-2013
NETMAN SRL	2010-2013
AZERINTELTEK AS	-
INTRALOT TURKEY AS	2009-2013
INTRALOT MAROC S.A.	2010-2013
INTRALOT MINAS GERAIS LTDA	2010-2012
PROMARTA OOO	2011-2013
FAVORIT BOOKMAKERS OFFICE OOO	2012-2013
INTRALOT DE MEXICO LTD	2007-2013
INTRALOT DISTRIBUTION OOO	2011-2013
INTRALOT GAMING SERVICES PTY	2011-2013
KTEMS HOLDINGS CO LTD	2005-2013
INTRALOT BETTING OPERATIONS RUSSIA LTD	2011-2013
NANUM LOTTO LTD	2007-2013
INTRALOT LOTTERIES LTD	2011-2013
PRECIOUS SUCCESS LTD GROUP	2013
INTRALOT GLOBAL SECURITIES B.V.	2013
INTRALOT LEASING NEDERLAND B.V.	2013
INTRALOT CYPRUS GLOBAL ASSETS LTD	2012-2013
OASIS RICH INTERNATIONAL LTD	-
WUSHENG COMPUTER TECHNOLOGY (SHANGHAI) CO LTD	-

There is a tax audit in progress in Intralot de Colombia for the year 2008, for the period 2007-2011 in Royal Highgate Ltd and for the period 2004-2010 in Intralot Holdings International LTD. In Intralot de Peru SAC there is a tax audit in progress for the years 2011 and 2012 while the tax audit for the year 2010 has been completed. Also, in Servicios Transdata S.A. a tax audit is in progress for the period 2012 while the tax audit for the income tax as for the year 2008 and for VAT as for the period 1/1/2008-30/6/2009 has been completed imposing additional taxes and fines amounting to € 3,4 mio. The company has started an objection according to the relevant law for the cancellation of imposed taxes and fines. The company's legal consultants believe that the most possible outcome of the case will be positive. In Australia and in the companies Australia Pty Ltd and Intralot Gaming Services Pty Ltd the tax audit for the income tax has been completed for the period 2010-2012, in Wusheng Computer Technology (Shanghai) Co Ltd for the year 2013, in Loteria Moldovei SA for the period 01/10/2009-31/1/2014 and in AzerIntlek AS for the period 2011-2013. In Italy and in company Jackpot S.p.A the tax audit for the years 2010 and 2011 has been completed but the company has not been notified up to now for the results of this audit. In 2011, in Lotrom S.A. the tax inspection for the years 1/1/2004-2009 has been completed with an effect in the company's 2011 results of €1,3 mio, in addition to imposing taxes of €1,1 mio due to a different estimation of the tax base recognition of some transnational transactions, which were offset during 2011-2012 with tax receivables after a relevant audit. In addition, there were penalties of € 1 mio that have already been paid during 2012, as a prerequisite for a relative appeal of the company and have been recognised as claims. The company's legal consultants fully disagree and have already started an objection according to the relevant law for the cancellation of taxes imposed and the payback of the fines. So far the Court of Appeal quashed the decisions of the tax authorities, who appealed to the Supreme Court. The tax inspection in Lotrom S.A., covering the period 01/01/2010-30/11/2011 regarding VAT has been completed and in Intralot Jamaica Ltd for the years 2011 - 2012 regarding PAYE tax. Moreover, in Intralot S.A. the tax audit for the year 2011 has been completed imposing taxes on accounting differences plus surcharges amounting to € 3,9 million. The Company has filed administrative appeals against the relevant control sheets. The company's management and its legal advisors estimate that the appeals will thrive finally for the most part. The company has formed sufficient provisions. The companies Intralot Interactive S.A. and Betting Company S.A. have not yet received an annual tax audit report for the year 2013 from an audit company based on POL.1159/22.7.2011.

### **C. OTHER SELECTED EXPLANATORY NOTES**

- a. No significant effect due to seasonality and cyclicity of interim operations as these are expressed through the current interim financial statements.
- b. There are no items affecting assets, liabilities, equity, net income or cash flows that are unusual because of their nature, size or incidence.
- ci. Nature and changes in estimates of amounts reported in prior interim periods of the current financial year, if those changes have a material effect in the current interim period:

No such.



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cii. Changes in estimates of amounts reported in prior financial years, if those changes have a material effect in the current interim period:

No such.

d. Issuances, repurchases and repayments of debt and equity securities:

I. *Stock Option:*

The Group had no active stock options programme during the first quarter of 2014.

II. *Issue and repurchase of bonds*

In May 2014 INTRALOT S.A. announced the successful pricing of an offering of €250 million Senior Unsecured Notes due 2021 (the "Notes"). The initial offering of € 200 million was substantially oversubscribed and upsized to € 250 million. The Notes were offered at an issue price of 99,294% and the Notes' coupon was set at 6%.

III. *New Companies of the Group:*

During the first quarter of 2014 the Group proceeded to the establishment of subsidiaries Intralot Slovakia Spol. S.R.O. and Intralot Ireland Ltd.

IV. *Subsidiaries Share Capital Increase:*

During the three months period of 2014 the Group did not increase share capital in any of its subsidiaries.

V. *Discontinued Operations in the Group:*

During the three months period of 2014 the Group did not interrupt the operation of any of its subsidiaries.

e. Dividends paid (aggregate or per share):

Ordinary share dividends were paid amounting to € 4.337 thousand (€ 4.939 thousand 31/03/13).

f. The effect of changes in the composition of the enterprise during the interim period, including business combinations, acquisition or disposal of subsidiaries and long-term investments, restructurings and discontinuing operations:

Such changes do not have a significant effect on the consolidated total assets, on the consolidated revenues and on the consolidated earnings after tax.

g. Acquisitions and disposals of tangibles and intangible assets:

The change to the Group, due to acquisition of tangible and intangible assets as at March 31, 2014 amounts to € 9.653 thousand while the respective disposals were approximately € 112 thousand.

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**2.8 SUPPLEMENTARY INFORMATION**
**A. CONSOLIDATED COMPANIES AND METHOD OF CONSOLIDATION**

The companies included in the consolidation, with the relevant addresses and the relevant participation percentages are the following:

<b>I. Full consolidation:</b>		<b>Domicile</b>	<b>% Direct Part'n</b>	<b>% Indirect Part'n</b>	<b>% Total Part'n</b>
	INTRALOT S.A.	Maroussi, Attica	Parent	Parent	-
3.	BETTING COMPANY S.A.	Maroussi, Attica	95%	5%	100%
24.	BETTING CYPRUS LTD	Nicosia, Cyprus		100%	100%
	INTRALOT AUSTRALIA PTY LTD	Melbourne, Australia	100%		100%
28.	INTRALOT GAMING SERVICES PTY	Melbourne, Australia		100%	100%
	INTRALOT LUXEMBOURG S.A.	Luxemburg, Luxemburg	100%		100%
	INTRALOT IBERIA HOLDINGS SAU	Madrid, Spain	100%		100%
29.	INTRALOT JAMAICA LTD	Kingston, Jamaica		100%	100%
29.	INTRALOT TURKEY A.S.	Istanbul, Turkey	50%	49,99%	99,99%
29.	INTRALOT DE MEXICO LTD	Mexico City, Mexico		99,8%	99,8%
29.	INTELTEK INTERNET AS	Istanbul, Turkey	20%	25%	45%
30.	AZERINTELTEK AS	Baku, Azerbaijan		22,95%	22,95%
	INTRALOT DE CHILE S.A.	Santiago, Chile	99,99%		99,99%
4.	INTRALOT DE PERU SAC	Lima, Peru	99,97%	0,03%	100%
	POLDIN LTD	Warsaw, Poland	100%		100%
	ΑΤΡΟΠΟΣ Α.Ε.	Maroussi, Attica	100%		100%
	BILYONER INTERAKTIF HIZMELTER AS GROUP	Istanbul, Turkey	50,01%		50,01%
	INTRALOT MAROC S.A.	Casablanca, Morocco	99,83%		99,83%
	INTRALOT HOLDINGS LUXEMBOURG S.A.	Luxemburg, Luxemburg	100%		100%
2.	GAMING SOLUTIONS INTERNATIONAL LTD	Bogota, Colombia	99%	1%	100%
2.	INTRALOT INTERACTIVE S.A.	Maroussi, Attica	51%	24%	75%
	INTRALOT GLOBAL SECURITIES B.V.	Amsterdam, Nederland	100%		100%
1.	INTRALOT FINANCE LUXEMBOURG S.A.	Luxemburg, Luxemburg		100%	100%
1,2,3,4.	INTRALOT GLOBAL HOLDINGS B.V.	Amsterdam, Nederland		100%	100%
5.	INTRALOT INC	Atlanta, USA		85%	85%
12.	INTRALOT INTERACTIVE USA LLC	Atlanta, USA		85%	85%
12.	DC09 LLC	Wilmington, USA		41,65%	41,65%
12.	DEEPSTACK CASINO LLC	Atlanta, USA		85%	85%
5.	INTRALOT NEDERLAND B.V.	Amsterdam, Nederland		100%	100%
5.	INTRALOT ITALIA S.p.A	Rome, Italy		100%	100%
13.	VENETA SERVIZI S.R.L.	Mogliano Veneto, Italy		100%	100%
5.	LOTROM S.A.	Bucharest, Romania		60%	60%
5.	INTRALOT BEIJING Co LTD	Beijing, China		100%	100%
5.	TECNO ACCION S.A.	Buenos Aires, Argentina		50,01%	50,01%
5.	MALTCO LOTTERIES LTD	Valetta, Malta		73%	73%
5.	INTRALOT NEW ZEALAND LTD	Wellington, New Zealand		100%	100%
5.	INTRALOT DO BRAZIL LTDA	Sao Paulo, Brazil		80%	80%
14.	OLTP LTDA	Rio de Janeiro, Brazil		80%	80%
5.	INTRALOT ARGENTINA S.A.	Buenos Aires, Argentina		100%	100%
5.	INTRALOT GERMANY GMBH	Munich, Germany		100%	100%

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	<b>I. Full consolidation:</b>	<b>Domicile</b>	<b>% Direct Part'n</b>	<b>% Indirect Part'n</b>	<b>% Total Part'n</b>
5.	JACKPOT S.p.A.	Rome, Italy		100%	100%
5,7.	INTRALOT GAMING MACHINES S.p.A.	Rome, Italy		100%	100%
5.	INTRALOT SOUTH KOREA S.A.	Seoul, South Korea		100%	100%
5.	INTRALOT FINANCE UK PLC	London, United Kingdom		100%	100%
5.	INTRALOT ASIA PACIFIC LTD	Hong Kong, China		100%	100%
5.	WHITE EAGLE INVESTMENTS LTD	Hertfordshire, United Kingdom		100%	100%
5.	BETA RIAL Sp.Zoo	Warsaw, Poland		100%	100%
5.	POLLOT Sp.Zoo	Warsaw, Poland		100%	100%
15,16,17	TOTOLOTEK S.A.	Warsaw, Poland		95,45%	95,45%
5.	INTRALOT SLOVAKIA SPOL. S R.O.	Bratislava, Slovakia		100%	100%
5.	SLOVENSKE LOTERIE A.S.	Bratislava, Slovakia		51%	51%
18.	TACTUS S.R.O.	Bratislava, Slovakia		51%	51%
5.	NIKANTRO HOLDINGS Co LTD	Nicosia, Cyprus		100%	100%
19.	LOTERIA MOLDOVEI S.A.	Chisinau, Moldova	47,90%	32,85%	80,75%
2,5.	INTRALOT CZECH S.R.O.	Prague, Czech Republic		100%	100%
5.	INTRALOT BETTING OPERATIONS (CYPRUS) LTD	Nicosia, Cyprus		54,95%	54,95%
5,6.	ROYAL HIGHGATE LTD	Nicosia, Cyprus		35,08%	35,08%
5.	INTRALOT LEASING NEDERLAND B.V.	Amsterdam, Nederland		100%	100%
5.	INTRALOT IRELAND LTD	Dublin, Ireland		100%	100%
5.	INTRALOT CYPRUS GLOBAL ASSETS LTD	Nicosia, Cyprus		100%	100%
8.	INTRALOT OOO	Moscow, Russia		100%	100%
27.	INTRALOT DISTRIBUTION OOO	Moscow, Russia		100%	100%
8.	INTRALOT ST. LUCIA LTD	Castries, St. Lucia		100%	100%
9.	INTRALOT GUATEMALA S.A.	Guatemala City, Guatemala		100%	100%
10.	LOTERIAS Y APUESTAS DE GUATEMALA S.A.	Guatemala City, Guatemala		51%	51%
9.	INTRALOT DOMINICANA S.A.	St. Dominicus, Dominican Republic		100%	100%
9.	INTRALOT LATIN AMERICA INC	Miami, USA		100%	100%
9.	INTRALOT SURINAME LTD	Paramaribo, Suriname		100%	100%
9.	CARIBBEAN VLT SERVICES LTD	Castries, St. Lucia		50,001%	50,001%
9.	INTRALOT CARIBBEAN VENTURES LTD	Castries, St. Lucia		50,05%	50,05%
11.	SUPREME VENTURES LTD	Kingston, Jamaica		24,97%	24,97%
	INTRALOT HOLDINGS INTERNATIONAL LTD	Nicosia, Cyprus	100%		100%
2.	INTRALOT INTERNATIONAL LTD	Nicosia, Cyprus		100%	100%
3.	INTRALOT OPERATIONS LTD	Nicosia, Cyprus		100%	100%
2,4.	NETMAN SRL	Bucharest, Romania		100%	100%
2.	BILOT EOOD	Sofia, Bulgaria		100%	100%
20.	EUROFOOTBALL LTD	Sofia, Bulgaria		49%	49%
21.	EUROFOOTBALL PRINT LTD	Sofia, Bulgaria		49%	49%
2.	INTRALOT EGYPT LTD	Nicosia, Cyprus		88,24%	88,24%
2,4,23.	E.C.E.S. SAE	Cairo, Egypt		90,03%	90,03%
2.	INTRALOT TECHNOLOGIES LTD	Nicosia, Cyprus		100%	100%

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<b>I. Full consolidation:</b>		<b>Domicile</b>	<b>% Direct Part'n</b>	<b>% Indirect Part'n</b>	<b>% Total Part'n</b>
32.	INTRALOT LOTTERIES LTD	Nicosia, Cyprus	51%	49%	100%
32.	INTRALOT INVESTMENTS LTD	Nicosia, Cyprus	51%	49%	100%
2.	INTRALOT BUSINESS DEVELOPMENT LTD	Nicosia, Cyprus		100%	100%
2.	GAMING SOLUTIONS INTERNATIONAL SAC	Lima, Peru		100%	100%
2.	NAFIROL S.A.	Montevideo, Uruguay		100%	100%
2.	LEBANESE GAMES S.A.L	Lebanon		99,99%	99,99%
2.	INTRALOT HONG KONG HOLDINGS LTD	Hong Kong, China		100%	100%
2.	INTRALOT BETTING OPERATIONS RUSSIA LTD	Nicosia, Cyprus		100%	100%
25.	FAVORIT BOOKMAKERS OFFICE OOO	Moscow, Russia		100%	100%
2.	KELICOM HOLDINGS CO LTD	Nicosia, Cyprus		100%	100%
3.	DINET ZAO	Moscow, Russia		100%	100%
26.	PROMARTA OOO	Moscow, Russia		100%	100%

<b>II. Equity method:</b>		<b>Domicile</b>	<b>% Direct Part'n</b>	<b>% Indirect Part'n</b>	<b>% Total Part'n</b>
	LOTRICH INFORMATION Co LTD	Taipei, Taiwan	40%		40%
	INTRALOT SOUTH AFRICA LTD	Johannesburg, S. Africa	45%		45%
33.	GIDANI LTD	Johannesburg, S. Africa		8,10%	8,10%
3.	GOREWARD LTD	Shanghai, China		49,99%	49,99%
34.	PRECIOUS SUCCESS LTD GROUP	Hong Kong, China		24,49%	24,49%
34.	GAIN ADVANCE GROUP LTD	Hong Kong, China		49,99%	49,99%
22.	KTEMS HOLDINGS CO LTD	Seoul, South Korea		49,99%	49,99%
34.	OASIS RICH INTERNATIONAL LTD	Shanghai, China		44,99%	44,99%
35.	WUSHENG COMPUTER TECHNOLOGY (SHANGHAI) CO LTD	Shanghai, China		44,99%	44,99%
2.	UNICLIC LTD	Nicosia, Cyprus		50%	50%
31.	DOWA LTD	Nicosia, Cyprus		30%	30%

<b>Subsidiary of the company:</b>		
1: Intralot Global Securities BV	13: Intralot Italia S.p.A	25: Intralot Betting Operations Russia Ltd
2: Intralot Holdings International Ltd	14: Intralot Do Brazil Ltda	26: Dinet ZAO
3: Intralot International Ltd	15: Pollot Sp.Zoo	27: Intralot OOO
4: Intralot Operations Ltd	16: White Eagle Investments Ltd	28: Intralot Australia PTY LTD
5: Intralot Global Holdings BV	17: Beta Rial Sp.Zoo.	29: Intralot Iberia Holdings S.A.U.
6: Intralot Betting Operations(Cyprus) Ltd	18: Slovenske Loterie AS	30: Inteltek Internet AS
7: Jackpot S.p.A.	19: Nikantro Holdings Co Ltd	31: Uniclic Ltd
8: Intralot Cyprus Global Assets Ltd	20: Bilot EOOD	32: Intralot Technologies Ltd
9: Intralot St.Lucia Ltd	21: Eurofootball Ltd	33: Intralot South Africa Ltd
10: Intralot Guatemala S.A.	22: Gain Advance Group Ltd	34: Goreward Ltd
11: Intralot Caribbean Ventures Ltd	23: Intralot Egypt Ltd	35: Oasis Rich International Ltd
12: Intralot Inc	24: Betting Company S.A.	

The entity Inteltek Internet AS is consolidated with the full method as the requirements of IFRS 10 are met.

Companies Atropos SA, Nafirof SA and E.C.E.S. SAE are in the process of liquidation.

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**III. Change in consolidation method**

The Group has applied the new IFRS 11 "Joint arrangements" retroactively from 1/1/2013, changing the method of consolidation of companies under common control (Uniclic Ltd and Dowa Ltd) from proportionate to equity method. This change will not result in a significant change in equity, net profit after tax and other comprehensive income of the Group. Below is an analysis of the restatement under IFRS 11:

**STATEMENT OF GROUP COMPREHENSIVE INCOME**

Amounts reported in thousand €	1/1-31/3/2013 (initial publication)	IFRS 11 effect	1/1-31/3/2013 (restated)
Sale Proceeds	355.756	0	355.756
Less: Cost of Sales	<u>-285.185</u>	<u>0</u>	<u>-285.185</u>
<b>Gross Profit / (Loss)</b>	<b>70.571</b>	<b>0</b>	<b>70.571</b>
Other Operating Income	3.908	0	3.908
Selling Expenses	-9.375	0	-9.375
Administrative Expenses	-31.877	8	-31.869
Research and Development Expenses	-1.877	0	-1.877
Other Operating Expenses	-2.806	0	-2.806
<b>EBIT</b>	<b>28.756</b>	<b>8</b>	<b>28.765</b>
<b>EBITDA</b>	<b>55.082</b>	<b>9</b>	<b>55.091</b>
Interest and similar Charges	-12.872	0	-12.872
Interest and related Income	2.247	0	2.247
Exchange Differences	3.162	0	3.162
Profit / (Loss) from equity method consolidations	<u>123</u>	<u>-8</u>	<u>115</u>
<b>Operating Profit / (Loss) Before Tax</b>	<b>21.204</b>	<b>0</b>	<b>21.204</b>
<b>Less: Taxes</b>	<b>-7.272</b>	<b>0</b>	<b>-7.272</b>
<b>Net Profit / (Loss) after taxes from Continuing Operations (a)</b>	<b>13.932</b>	<b>0</b>	<b>13.932</b>
<b>Net Profit / (Loss) after taxes from Discontinuing Operations (b)</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Net Profit / (Loss) (Continuing and Discontinuing Operations) (a) + (b)</b>	<b>13.932</b>	<b>0</b>	<b>13.932</b>
<u>Attributable to:</u>		0	
Owners of the parent	4.821	-1	4.820
Non-Controlling Interest	9.111	1	9.112
<b>Other comprehensive income after tax:</b>			
<b>Amounts that may not be reclassified to profit or loss:</b>			
Valuation of Available- for -Sale financial assets	2.568	0	2.568
Derivatives valuation	844	0	844
Exchange differences on translating foreign operations	<u>303</u>	<u>-50</u>	<u>253</u>
<b>Total comprehensive income/ (expense) after tax:</b>	<b>3.715</b>	<b>-50</b>	<b>3.665</b>
<b>Total income after tax</b>	<b>17.647</b>	<b>-50</b>	<b>17.597</b>
<u>Attributable to:</u>			
Owners of the parent	8.775	-22	8.753
Non-Controlling interests	8.872	-28	8.844

**STATEMENT OF GROUP COMPREHENSIVE INCOME**

Amounts reported in thousand €	1/1-31/12/2013 (initial publication)	IFRS 11 effect	1/1-31/12/2013 (restated)
Sale Proceeds	1.539.430	0	1.539.430
Less: Cost of Sales	<u>-1.271.522</u>	<u>0</u>	<u>-1.271.522</u>
<b>Gross Profit / (Loss)</b>	<b>267.908</b>	<b>0</b>	<b>267.908</b>
Other Operating Income	17.361	0	17.361
Selling Expenses	-40.185	0	-40.185
Administrative Expenses	-120.773	19	-120.754
Research and Development Expenses	-6.977	0	-6.977
Other Operating Expenses	-17.045	0	-17.045
<b>EBIT</b>	<b>103.258</b>	<b>18</b>	<b>103.276</b>
<b>EBITDA</b>	<b>194.831</b>	<b>19</b>	<b>194.850</b>
Interest and similar Charges	-57.898	0	-57.898
Interest and related Income	25.233	0	25.233
Exchange Differences	-11.062	1	-11.061
Profit / (Loss) from equity method consolidations	<u>-3.011</u>	<u>-16</u>	<u>-3.027</u>
<b>Operating Profit / (Loss) Before Tax</b>	<b>53.551</b>	<b>4</b>	<b>53.555</b>
<b>Less: Taxes</b>	<b>-32.239</b>	<b>0</b>	<b>-32.239</b>
<b>Net Profit / (Loss) after taxes from Continuing Operations (a)</b>	<b>21.312</b>	<b>4</b>	<b>21.316</b>
<b>Net Profit / (Loss) after taxes from Discontinuing Operations (b)</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Net Profit / (Loss) (Continuing and Discontinuing Operations) (a) + (b)</b>	<b>21.312</b>	<b>4</b>	<b>21.316</b>
<u>Attributable to:</u>			
Owners of the parent	-4.567	1	-4.566
Non-Controlling Interest	25.879	3	25.882
<b>Other comprehensive income after tax:</b>			
<b>Amounts that may not be reclassified to profit or loss:</b>			
Revaluations of defined benefit plans	-280	0	-280
<b>Amounts that may be reclassified to profit or loss:</b>			
Valuation of Available- for -Sale financial assets	5.380	0	5.380
Derivatives valuation	3.270	0	3.270
Exchange differences on translating foreign operations	<u>-42.390</u>	<u>71</u>	<u>-42.319</u>
<b>Total comprehensive income/ (expense) after tax:</b>	<b>-34.020</b>	<b>71</b>	<b>-33.949</b>
<b>Total income after tax</b>	<b>-12.708</b>	<b>75</b>	<b>-12.633</b>
<u>Attributable to:</u>			
Owners of the parent	-25.089	30	-25.059
Non-Controlling interests	12.381	45	12.426

**STATEMENT OF GROUP FINANCIAL POSITION**

Amounts reported in thousand €	31/12/2013 (initial publication)	IFRS 11 effect	31/12/2013 (restated)
<b>ASSETS</b>			
<b>Non Current Assets</b>			
Tangible fixed assets	199.418	0	199.418
Intangible assets	353.346	0	353.346
Investment in subsidiaries and associates	61.914	4	61.918
Other financial assets	7.381	0	7.381
Deferred Tax asset	14.709	1	14.710
Other long term receivables	83.276	-5.755	77.521
	<b>720.044</b>	<b>-5.750</b>	<b>714.294</b>
<b>Current Assets</b>			
Inventories	48.331	0	48.331
Trade and other short term receivables	219.876	1.439	221.315
Other financial assets	3.585	0	3.585
Cash and cash equivalents	143.334	-41	143.293
	<b>415.126</b>	<b>1.398</b>	<b>416.524</b>
<b>TOTAL ASSETS</b>	<b>1.135.170</b>	<b>-4.352</b>	<b>1.130.818</b>
<b>EQUITY AND LIABILITIES</b>			
Share Capital	47.689	0	47.689
Other reserves	63.850	0	63.850
Foreign currency translation	-61.300	298	-61.002
Retained earnings	217.212	-1.400	215.812
	<b>267.451</b>	<b>-1.102</b>	<b>266.349</b>
Non-Controlling Interest	78.320	-925	77.395
<b>TOTAL EQUITY</b>	<b>345.771</b>	<b>-2.027</b>	<b>343.744</b>
<b>Non Current Liabilities</b>			
Long term Debt	352.146	-1.831	350.315
Staff retirement indemnities	6.840	0	6.840
Other long term provisions	13.683	0	13.683
Deferred Tax liabilities	8.124	0	8.124
Other long term liabilities	12.124	0	12.124
Finance lease obligation	19.243	0	19.243
	<b>412.160</b>	<b>-1.831</b>	<b>410.329</b>
<b>Current Liabilities</b>			
Trade and other short term liabilities	181.441	-77	181.364
Short term debt and current portion of long term debt	176.920	0	176.920
Current income taxes payable	11.732	-417	11.315
Short term provision	7.146	0	7.146
	<b>377.239</b>	<b>-494</b>	<b>376.745</b>
<b>TOTAL LIABILITIES</b>	<b>789.399</b>	<b>-2.325</b>	<b>787.074</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>1.135.170</b>	<b>-4.352</b>	<b>1.130.818</b>

**Intralot Group**

 INTERIM FINANCIAL STATEMENTS of 31<sup>st</sup> March 2014

**STATEMENT OF GROUP FINANCIAL POSITION**

Amounts reported in thousand €	1/1/2013 (initial publication)	IFRS 11 effect	1/1/2013 (restated)
<b>ASSETS</b>			
<b>Non Current Assets</b>			
Tangible fixed assets	240.693	0	240.693
Intangible assets	363.824	0	363.824
Investment in subsidiaries and associates	40.217	138	40.355
Other financial assets	4.913	0	4.913
Deferred Tax asset	21.355	0	21.355
Other long term receivables	87.950	-6.015	81.935
	<b>758.952</b>	<b>-5.877</b>	<b>753.075</b>
<b>Current Assets</b>			
Inventories	43.533	0	43.533
Trade and other short term receivables	172.739	1.403	174.142
Other financial assets	4.706	0	4.706
Cash and cash equivalents	134.973	-42	134.931
	<b>355.951</b>	<b>1.361</b>	<b>357.312</b>
<b>TOTAL ASSETS</b>	<b>1.114.903</b>	<b>-4.516</b>	<b>1.110.387</b>
<b>EQUITY AND LIABILITIES</b>			
Share Capital	47.689	0	47.689
Other reserves	60.984	0	60.984
Foreign currency translation	-32.404	267	-32.137
Retained earnings	226.711	-1.400	225.311
	<b>302.980</b>	<b>-1.133</b>	<b>301.847</b>
Non-Controlling Interest	80.617	-969	79.648
<b>TOTAL EQUITY</b>	<b>383.597</b>	<b>-2.102</b>	<b>381.495</b>
<b>Non Current Liabilities</b>			
Long term Debt	329.730	-1.913	327.817
Staff retirement indemnities	6.909	0	6.909
Other long term provisions	14.509	0	14.509
Deferred Tax liabilities	5.690	0	5.690
Other long term liabilities	21.774	0	21.774
Finance lease obligation	5.361	0	5.361
	<b>383.973</b>	<b>-1.913</b>	<b>382.060</b>
<b>Current Liabilities</b>			
Trade and other short term liabilities	136.940	-64	136.876
Short term debt and current portion of long term debt	185.883	0	185.883
Current income taxes payable	19.623	-437	19.186
Short term provision	4.887	0	4.887
	<b>347.333</b>	<b>-501</b>	<b>346.832</b>
<b>TOTAL LIABILITIES</b>	<b>731.306</b>	<b>-2.414</b>	<b>728.892</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>1.114.903</b>	<b>-4.516</b>	<b>1.110.387</b>

**GROUP CASH FLOW STATEMENT**

Amounts reported in thousand €	1/1-31/3/2013 (initial publication)	IFRS 11 effect	1/1-31/3/2013 (restated)
Net Cash from Operating Activities	18.907	-2	18.905
Net Cash from Investing Activities	-10.082	-	-10.082
Net Cash from Financing Activities	-4.247	-	-4.247
<b>Net increase / (decrease) in cash and cash equivalents for the year</b>	<b>4.578</b>	<b>-2</b>	<b>4.576</b>



#### **IV. Acquisitions**

The Group did not record any acquisition during the first quarter of 2014.

#### **B. REAL LIENS**

A group subsidiary has banking facilities amounting to €29,3 million, consisting of a loan amounting to €20 million, an overdraft of €5 million, and bank guarantee letters of €4,3 million. These facilities are secured by an initial general mortgage on all the subsidiary's present and future assets (At 31/03/2014 the loan balance amounted to €12,4 million and the used guarantee letters to €4 million and overdraft €1,2 million). A second group's subsidiary has a loan of € 1.2 million with mortgage on a building and guarantee letter. Also, a third group's subsidiary has a loan of € 1.6 million with mortgage on a building.

#### **C. PROVISIONS**

The Group's provisions at 31/03/2014 that refer to legal issues amount to € 6,0 million, those referring to unaudited tax periods and tax audit expenses amount to € 4,0 million and € 9,1 million refer to other provisions. The respective amounts for the Company amount to € 6,0 million (legal issues), € 3,3 million (provisions for unaudited tax years and tax audit expenses) and € 6,9 million (other provisions).

#### **D. PERSONNEL EMPLOYED**

The personnel employed by the Group and the Company as at the end of the current period were 5.389 and 664 respectively. At the end of the respective period of 2013, the personnel employed by the Group and the Company were 5.507 and 614 respectively.

#### **E. RELATED PARTY DISCLOSURES**

The most important transactions between the Company and related parties as per IAS 24 relate to transactions between the Company and the following subsidiaries are shown on the table below.

Amounts reported in thousands of €	31/3/2014	
	Group	Company
a) Income		
-from subsidiaries	0	9.588
-from associates	643	763
-from other related parties	181	20
b) Expenses		
-to subsidiaries	0	9.655
-to associates	-102	-102
-to other related parties	4.816	3.438
c) Receivables		
-from subsidiaries	0	131.038
-from associates	22.110	18.446
-from other related parties	18.015	14.924
d) Payables		
-to subsidiaries	0	265.875
-to associates	7	7
-to other related parties	34.056	31.905
e) BoD and Key Management Personnel transactions and fees	2.819	1.459
f) BoD and Key Management Personnel receivables	397	0
g) BoD and Key Management Personnel payables	723	482

**F. OTHER INFORMATION**

- i. Acquisition, merger or disposal of subsidiaries and long-term investments, restructurings and discontinuing operations (by extension of the paragraph 2.7.C f and d, as above):

See above paragraph 2.7.C f and d and 2.8. A III and IV as above.

- ii. Previous paragraph (2.8.F.i.) events effect, if this is higher than 25%, in respect of the consolidated revenues or/and result or/and net equity of the company in the current period (by extension of the paragraph 2.7.C f and d., as above):

No such cases.

- iii. Change of the fiscal year or period and reasons for this, comparability of financial information for the current period compared to the previous period. Quoted fundamentals (Consolidated revenues, Profit after tax, Net Equity) of the current period with those of the comparable period:

No such cases.

- iv. Other material events for investors regarding the financial statements and course of the company's activity between balance sheet date and the date on which the financial statements are issued (to the extent that this information is not provided in paragraph 2.9):

No such cases.

- v. Effect of changes in the composition of the enterprise during the interim period, regarding the acquisition or disposal or change in the method of consolidation of a company or joint venture if this is higher than 25%, in respect of the consolidated revenues or/and results or/and net equity (by extension of the paragraph 2.7.C f and d, as above):

No such effect.

**2.9 SUBSEQUENT EVENTS**

In April 2014, INTRALOT Inc., based in Duluth, GA, the North American subsidiary of INTRALOT Group, announced an amendment to its contract with the Ohio Lottery. INTRALOT will provide its Multi-Purpose Next Generation (MPNG) self-service Lottery machines that will empower players to have an incredible interactive player experience with EZPLAY® Tap Games™, an extension of the lottery's already successful instant online EZPLAY® product line. The MPNG Player Activated Vending Machines are manufactured in INTRALOT's facilities in Mason, Ohio. The MPNG will be connected to INTRALOT's B-On® system, the company's Interactive Gaming Platform. The B-On® system is a state-of-the-art, innovative, robust and high performance solution that meets the growing demands of the gaming industry and enables the expansion of sales and services across many traditional and alternative sales channels. With the new player activated terminals consumers will be able to access all of the Lottery's existing terminal based games, as well as, the new EZPLAY® Tap Games™. This new series of games has been designed to provide a paperless and visual instant ticket experience. The machines and games will be available in

**Intralot Group**INTERIM FINANCIAL STATEMENTS of 31<sup>st</sup> March 2014

Veterans and Fraternal organizations throughout the state of Ohio. The revenue from these games will provide additional funds for education and generate money for these select organizations individual needs and the charitable efforts they currently support.

In May 2014, INTRALOT announced the successful closing of its Senior Unsecured Notes (Bond) due 2021. The initial offering of €200m. was substantially oversubscribed and upsized to €250m. Numerous international investors and funds from Europe, North America and Asia participated in the offering, confirming international trust to the company's prospects. The Notes were offered at an issue price of 99.294% and the Notes' coupon was set at 6%. The Notes were issued by the Group's subsidiary INTRALOT Capital Luxembourg S.A., a public limited liability company (société anonyme) organized under the laws of the Grand Duchy of Luxembourg. The Notes are expected to be listed on the Luxembourg Stock Exchange's Euro MTF market.

The proceeds will be used to repay existing bank debt and for general corporate purposes. The Notes will improve the company's long-term liquidity and strengthen its funding base. Citigroup, Deutsche Bank, J.P. Morgan, Société Générale acted as Global Coordinators; Nomura, Alpha Bank and Eurobank as joint Book Runners; and Banca IMI, Berenberg and Geniki Bank as co-managers of the transaction.

**Maroussi, May 14<sup>th</sup>, 2014****THE CHAIRMAN OF THE BOARD OF  
DIRECTORS****S.P. KOKKALIS  
ID. No. AI 091040****THE VICE-CHAIRMAN OF THE BoD  
AND CEO****C.G. ANTONOPOULOS  
ID. No. AI 025905****GROUP CHIEF FINANCIAL OFFICER****A.I. KERASTARIS  
ID. No. AI 682788****THE GROUP ACCOUNTING DIRECTOR****N. G.PAVLAKIS  
ID.No. AZ 012557  
H.E.C. License No. 15230/ A' Class**

**3. Summary Financial Information for the period January 1st to March 31<sup>st</sup> 2014**

<b>INTRALOT S.A.</b>				
<b>INTEGRATED LOTTERY SYSTEMS AND SERVICES</b>				
<b>Company's Number in the General Electronic Commercial Registry: 818201000 - (Public Companies (S.A.) Reg. No.: 27074/06/9/92/9)</b>				
<b>Figures and information for the period from 1st January to 31st March 2014</b>				
<b>According to 4/507/28.A.2009 resolution of the Board of Directors of the Greek Capital Committee</b>				
<b>Amounts in thousands €</b>				
<p>The figures presented below aim to provide summary information about the financial position and results of INTRALOT S.A. and INTRALOT's group. Therefore, it is recommended to any reader who is willing to proceed to any kind of investment decision or other transaction concerning the company, to visit the company's web site address where the Financial Statements are posted according to International Financial Reporting Standards, accompanied by the Auditor's Review Report where appropriate.</p> <p>Web Site: <a href="http://www.intralot.com">www.intralot.com</a>                      Board of Directors approval date: <b>May 14th, 2014</b></p>				
<b>1. STATEMENT OF FINANCIAL POSITION GROUP/COMPANY</b>		<b>4. CASH FLOW STATEMENT GROUP/COMPANY</b>		
	<b>GROUP</b>	<b>COMPANY</b>	<b>GROUP</b>	<b>COMPANY</b>
	<b>31.3.2014</b>	<b>31.3.2013*</b>	<b>1.1-31.3.2014</b>	<b>1.1-31.3.2013</b>
	<b>31.3.2014</b>	<b>31.3.2014</b>	<b>1.1-31.3.2014</b>	<b>1.1-31.3.2013</b>
<b>ASSETS</b>			<b>Operating Activities</b>	
Tangible Assets	191.289	199.418	Net Profit before Taxation (continuing operations)	16.656
Intangible Assets	346.495	353.346	Plus/less adjustments for:	21.204
Other Non-Current Assets	153.962	161.530	Depreciation	20.461
Inventories	46.426	46.331	Provisions	-1.047
Trade receivables	239.523	234.900	Exchange rate differences	-726
Other Current Assets	146.604	143.293	Results from Investing Activities	932
<b>TOTAL ASSETS</b>	<b>1.116.299</b>	<b>1.130.818</b>	Debit Interest and similar expenses	16.198
			Credit Interest	-2.534
<b>LIABILITIES AND EQUITY</b>			<b>Plus/less adjustments of working capital to net cash or related to operating activities:</b>	
Share Capital	47.689	47.689	Decrease/increase of Inventories	-109
Other Equity Elements	204.131	216.660	Net Change/(Increase) of Receivable Accounts	-7.848
Shareholders Equity (a)	251.820	264.349	(Decrease)/Increase of Payable Accounts (except banks)	-6.807
Non-Controlling Interests (b)	76.518	77.395	Less:	
<b>Total Shareholders Equity (c)=(a)+(b)</b>	<b>328.338</b>	<b>341.744</b>	Interest Paid and similar expenses paid	22.970
Long-term Debt	346.032	350.315	Income Tax Paid	7.658
Provisions and Other Long-term Liabilities	59.148	60.014	<b>Net Cash from Operating Activities (a)</b>	<b>4.346</b>
Short-term Debt	189.541	176.920	Investing Activities (b)	18.906
Other Short-term Liabilities	189.240	199.825	(Purchases) / Sales of subsidiaries, associates, joint ventures and other investments	122
<b>Total Liabilities (d)</b>	<b>788.961</b>	<b>787.074</b>	Purchases of tangible and intangible assets	-13.919
<b>TOTAL EQUITY AND LIABILITIES (e)=(c)+(d)</b>	<b>1.116.299</b>	<b>1.130.818</b>	Proceeds from sales of tangible and intangible assets	55
			Interest received	2.270
			Dividends received	113
			<b>Net Cash from Investing Activities (b)</b>	<b>-11.959</b>
			<b>Financing Activities</b>	
			Cash inflows from loans	30.047
			Repayment of loans	-11.526
			Repayment of Leasing Obligations	-3.862
			Dividends paid	-4.337
			<b>Net Cash from Financing Activities (c)</b>	<b>10.322</b>
			<b>Net increase / (decrease) in cash and cash equivalents for the period (a) + (b) + (c)</b>	<b>3.311</b>
			<b>Cash and cash equivalents at the beginning of the period</b>	<b>143.393</b>
			<b>Cash and cash equivalents at the end of the period</b>	<b>146.704</b>

\* Including restated figures according to IFRS 11 – (note 2.8.A of interim financial statements)

**2. TOTAL COMPREHENSIVE INCOME STATEMENT GROUP/COMPANY**

	<b>GROUP</b>	<b>COMPANY</b>
	<b>1.1-31.3.2014</b>	<b>1.1-31.3.2013*</b>
	<b>1.1-31.3.2014</b>	<b>1.1-31.3.2013</b>
Sale Proceeds	445.704	355.756
Less: Cost of Sales	-373.284	-285.185
<b>Gross Profit (Loss)</b>	<b>72.410</b>	<b>70.571</b>
Other Operating Income	4.334	3.908
Selling Expenses	-13.802	-9.375
Administrative Expenses	-28.451	-31.869
Research and Development Costs	-2.071	-1.877
Other Operating Expenses	-1.369	-2.806
<b>EBIT</b>	<b>31.511</b>	<b>26.765</b>
Interest and similar charges	-16.198	-12.872
Interest and related income	2.264	2.247
Exchange differences	2	3.182
Profit / (Loss) from equity method consolidations	-723	115
<b>Operating Profit / (Loss) before tax</b>	<b>16.656</b>	<b>21.204</b>
Less taxes	-13.919	-7.272
<b>Operating Profit / (Loss) after tax (A)</b>	<b>2.735</b>	<b>13.932</b>
Attributable to:		
- Owners of the parent	-8.330	4.820
- Non-Controlling Interests	11.255	9.112
<b>Other comprehensive income for the year, after tax (B)</b>	<b>-7.196</b>	<b>3.665</b>
<b>Total comprehensive income after taxes (A) + (B)</b>	<b>-4.461</b>	<b>17.597</b>
Attributable to:		
- Owners of the parent	-14.452	8.753
- Non-Controlling Interests	9.991	8.844
Profit / (Loss) after taxes per share (in euro)		
- Basic	-0,057	-0,003
- Diluted	-0,057	-0,003
<b>EBTDA</b>	<b>51.822</b>	<b>55.091</b>

\* Including restated figures according to IFRS 11 – (note 2.8.A of interim financial statements)

**3. STATEMENT OF CHANGES IN EQUITY GROUP/COMPANY**

	<b>GROUP</b>	<b>COMPANY</b>
	<b>31.3.2014</b>	<b>31.3.2013*</b>
	<b>31.3.2014</b>	<b>31.3.2013</b>
Net equity at the beginning of the period (01/01/2014 and 01/01/2013 respectively)	345.771	383.597
Restatement for transition to IFRS 11 <sup>1</sup>	-2.027	-2.102
<b>Net equity at the beginning of the year (1/1/2014 and 1/1/2013 respectively) (after the restatement for IFRS 11)<sup>1</sup></b>	<b>343.744</b>	<b>381.495</b>
Effect on retained earnings from previous year's adjustment	-97	-8
<b>Total comprehensive income for the year after tax (continuing and discontinuing operations)</b>	<b>-4.471</b>	<b>17.597</b>
Dividends Distributed	-7.338	-9.288
Effect due to change in ownership percentage	0	-838
<b>Net Equity at the end of the period (31/03/2014 and 31/03/2013 respectively)</b>	<b>331.238</b>	<b>380.960</b>

\* Including restated figures according to IFRS 11 – (note 2.8.A of interim financial statements)

**Supplementary Information**

- The same accounting policies have been followed, compared with previous year financial statements 31/12/13 except for the changes resulting from the application of new revised accounting standards and interpretations as mentioned in note 2.4 of the interim financial statements.
- The companies included in the consolidation of 31/03/14 and not in the consolidation of 31/03/13 due to subsequent acquisition are the following: Intralot Slovakia Spot, Intralot Ireland Ltd, Intralot Cyprus Global Assets Ltd, Intralot Finance Luxembourg SA, Intralot Global Holdings BV, Intralot Global Securities BV, Intralot Leasing Nederland BV, Govevard Ltd, Oaele Rich International Ltd & Washing Computer Technology (Shanghai) Co Ltd (note 2.8.A of interim financial statements). The entity Blyoner Interaktiv Himmeler AS Group is consolidated since 1/12/13 with the full consolidation method (in prior periods was consolidated with the equity method) since the requirements of IFRS 10 are met. Since 1/1/13, the entities Gain Advance Group, Lidl and KEMIS Holdings Co Ltd are consolidated with the equity method (in prior periods were consolidated with the full consolidation method) since the requirements of IFRS 10 are no longer met. Since 1/1/2013 company Namim Lotos Co Ltd is not consolidated since the requirements of IAS 28 are no longer met. The subsidiary Servizos Transdata SA was absorbed by Intralot De Peus SAC on 1/03/13. Companies Atopos SA, Nefrei SA and E.C.E.S. SAE are in the process of liquidation while the liquidation of Intralot France SAS was completed in May 2013. Finally, the Group has applied the new IFRS 11 'Joint arrangements' retroactively from 1/1/2013, changing the method of consolidation of companies under common control (Unicid Ltd and Downes Ltd) from proportionate to equity method.
- The Group's provisions that refer to legal issues up to 31/03/14 amounted to € 6 mio. The Group's provisions that refer to unaudited tax periods amounted to € 4 mio and the rest € 9,1 mio to other provisions. Respectively, the Company stated € 6 mio for provisions of legal issues, € 3,3 mio for unaudited tax periods and € 6,8 mio for other provisions.
- The personnel employed as at 31/03/14 by the Company were 684 and by the Group were 5.389. Respectively, as at 31/03/13, the personnel employed by the Company were 614 and by the Group were 5.507.
- Companies that are included in 31/03/14 consolidated financial statements are presented in note 2.8.A in the annual financial report including locations, group percentage ownership and consolidation method.
- The fiscal years that are unaudited by the tax authorities for the Company and the Group's subsidiaries are presented in detail in the note 2.7.B of the annual financial report.
- The amounts of expense/income included in the Group's comprehensive income statement as at 31/03/14 of € -7,2 mio (2013: € 3,7 mio) concern foreign exchange differences of € -6,7 mio (2013: € 253 k), derivative valuation of € 407 k (2013: € 844 k), € -1,9 mio (2013: € 2,6 mio), concern the valuation of available for sale financial assets, while ending amount € -4 k (2013: € 0), concern defined benefit plans revaluation. Accordingly, the amounts of expense/income recorded in the comprehensive income statements as at 31/03/14 for the Company, amounted to € 189 k (2013: € 358 k) regard revaluation of available for sale financial assets, amounted to € 189 k (2013: € -174 k) and € 0 (2013: € 375 k) concern valuation of derivative.
- There are no changes in accounting estimates. Certain prior year amounts have been reclassified for presentation purposes with no significant impact on the prior year equity, turnover and earnings after tax of the Group and the Company.
- Transactions (including income, expenses, receivables, payables) with related parties, are as follows:

	<b>Group</b>	<b>Company</b>
a) Income		
- from subsidiaries	0	9.598
- from associates	643	765
- from other related parties	18	20
b) Expenses		
- to subsidiaries	0	9.655
- to associates	-102	-102
- to other related parties	4.816	3.438
c) Receivables		
- from subsidiaries	0	131.038
- from associates	22.110	18.446
- from other related parties	18.916	14.924
d) Payables		
- to subsidiaries	0	265.875
- to associates	7	7
- to other related parties	34.056	31.905
e) Board and Key Management Personnel transactions and fees	2.819	1.459
f) Board and Key Management Personnel receivables	38 <sup>1</sup>	0
g) Board and Key Management Personnel payables	72	48

Marousi, May 14th, 2014

<b>THE CHAIRMAN</b> OF THE BOARD OF DIRECTORS	<b>THE VICE-CHAIRMAN</b> OF THE BOARD OF DIRECTORS AND CEO	<b>THE GROUP CHIEF FINANCIAL OFFICER</b>	<b>THE GROUP TAX &amp; ACCOUNTING DIRECTOR</b>
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