



INTRALOT S.A.

INTEGRATED LOTTERY SYSTEMS AND SERVICES
 Company's Number in the General Electronic Commercial Registry: 818201000 - (Public Companies (S.A.) Reg. No.: 27074/06/B/92/9)
 Company Domicile: 64 Kifissias Av. & 3 Premetis Str., Maroussi 15125
 Figures and information for the period from 1st January 2016 to 30th June 2016
 According to 4/507/28.4.2009 resolution of the Board of Directors of the Greek Capital Committee
 Amounts in C'000

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 where the Financial Statements according to IFRS are posted, accompanied by the Auditor's Review Report where appropriate.

Regulatory Authority:
Ministry of Economy, Infrastructure, Marine and Tourism, Department for Companies and G.E.M.I.

Certified Auditor:
Evaggelos D. Kosmatos Reg.No/S.O.E.L 13561
Georgios N. Deligiannis Reg.No/S.O.E.L 15791

Auditing firm:
S.O.L S.A Reg. No/S.O.E.L 125
Grant Thornton Reg. No/S.O.E.L 127

Financial Statements approval date:
August 31, 2016

Type of auditors review report:
Unqualified opinion

Web site:
www.intralot.com

	GROUP		COMPANY	
	30/6/2016	31/12/2015	30/6/2016	31/12/2015
ASSETS				
Tangible Assets	130.257	166.445	17.910	17.338
Investment Property	5.255	5.805	0	0
Intangible Assets	321.886	328.827	84.298	83.144
Other Non-Current Assets	205.378	146.288	184.908	175.737
Inventories	38.730	42.591	25.937	24.064
Trade Receivables	95.904	123.060	63.169	63.169
Other Current Assets	283.961	356.281	100.589	99.782
Assets held for sale	31.967	0	0	0
TOTAL ASSETS	1.113.338	1.169.297	466.960	463.234
EQUITY AND LIABILITIES				
Share Capital	47.689	47.689	47.689	47.689
Other Equity Elements	98.904	81.874	52.262	52.562
Shareholders Equity (a)	146.593	129.563	99.951	100.258
Non-Controlling Interest (b)	61.669	77.819	0	0
Total Shareholders Equity (c)=(a)+(b)	208.262	207.382	99.951	100.258
Long-term Debt	508.074	718.060	287.806	280.673
Provisions / Other Long term Liabilities	45.896	48.772	14.642	14.777
Short-term Debt	215.801	36.180	125	1.358
Other Short-term Liabilities	120.167	158.903	64.436	66.168
Liabilities directly related to assets held for sale	15.138	0	0	0
Total Liabilities (d)	905.076	961.915	367.009	362.976
TOTAL EQUITY AND LIABILITIES (c)+(d)	1.113.338	1.169.297	466.960	463.234

	GROUP		COMPANY	
	30/6/2016	30/6/2015	30/6/2016	30/6/2015
Net equity at the beginning of the period (1/1/2016 and 1/1/2015 respectively)	207.382	317.539	100.258	103.683
Effect on retained earnings from previous years adjustments	116	-4	0	-18
Total comprehensive income / (expenses) for the year after tax (continuing and discontinued operations)	34.519	-662	-127	-283
Dividends to equity holders of parent / non-controlling interest	-30.200	-52.111	0	0
Subsidiary share capital return	-3.375	0	0	0
Treasury shares repurchase	-180	0	-180	0
Subsidiary share capital increase	0	154	0	0
Net Equity of the period Closing Balance (30/6/2016 and 30/6/2015 respectively)	208.262	264.916	99.951	103.382

	GROUP		COMPANY	
	1/1-30/6/2016	1/1-30/6/2015	1/1-30/6/2016	1/1-30/6/2015
Operating Activities				
Profit/(loss) before Taxation (continuing operations)	19.581	25.716	-1.399	328
Profit/(loss) before Taxation (discontinued operations)	36.270	-8.103	0	0
Plus/Less				
Depreciation and Amortization	49.756	47.641	5.346	4.409
Provisions	2.669	2.417	-1.923	5.523
Results(income, expenses, gain and loss)/from Investing Activities	-37.214	-6.029	-9.228	-18.845
Interest and similar expenses	35.122	35.154	9.643	14.399
Interest and similar income	-6.363	-7.887	-1.640	-1.947
Plus/Less adjustments of working capital to net cash or related to operating activities:				
Decrease/(increase) of Inventories	-215	1.576	-1.873	4.531
Decrease/(increase) of Receivable Accounts	-251	-13.075	10.101	8.417
(Decrease)/increase of Payable Accounts (except Banks)	1.843	-19.151	-2.523	-12.761
Less:				
Income Tax Paid	15.028	16.507	0	0
Total inflows / (outflows) from Operating Activities (a)	86.170	41.752	6.504	4.054
Investing Activities				
(Purchases)/Sales of subsidiaries, associates, joint ventures and other investments	-22.632	10.600	1.245	-171
Purchases of tangible and intangible assets	-28.731	-35.957	-6.865	-6.668
Proceeds from sales of tangible and intangible assets	2.343	1.519	7	0
Interest received	4.664	7.374	1.159	379
Dividends received	1.011	1.867	8.350	3.976
Total inflows / (outflows) from Investing Activities (b)	-43.345	-14.597	3.896	-2.484
Financing Activities				
Subsidiary's capital return	-3.375	0	0	0
Treasury shares repurchase	-180	0	-180	0
Cash inflows from loans	22.122	24.838	10.000	19.604
Repayment of loans	-35.819	-24.508	-10.747	-5.947
Bond buy backs	-14.332	-39.714	0	0
Repayment of finance lease obligations	-5.743	-5.775	0	0
Interest and similar expenses paid	-31.489	-33.764	-3.168	-5.711
Dividends paid	-27.959	-19.678	0	0
Total inflows/outflows from Financing Activities (c)	-96.775	-98.601	-4.095	7.946
Net increase/(decrease) in cash and cash equivalents for the period (a)+(b)+(c)	-53.950	-71.446	6.305	9.516
Cash and cash equivalents at the beginning of the period	276.609	416.925	35.859	7.875
Net foreign exchange difference	-3.175	-5.558	452	-434
Cash and cash equivalents at the end of the period from total operations	219.484	339.921	42.616	16.957
Less: Cash and cash equivalents at the end of the period from discontinued operations	-6.398	0	0	0
Cash and cash equivalents at the end of the period from continuing operations	213.086	339.921	42.616	16.957

	GROUP				COMPANY			
	1/1-30/6/2016	1/1-30/6/2015	1/4-30/6/2016	1/4-30/6/2015	1/1-30/6/2016	1/1-30/6/2015	1/4-30/6/2016	1/4-30/6/2015
Sale Proceeds	636.871	618.937	331.890	292.930	29.092	39.349	15.239	24.212
Less: Cost of Sales	-517.673	-502.821	-271.630	-238.340	-19.333	-25.982	-8.634	-13.737
Gross Profit / (Loss)	119.198	116.116	60.260	54.590	9.759	13.367	6.605	10.475
Other Operating Income	10.210	12.387	3.940	7.487	14.447	35.075	9.445	33.588
Selling Expenses	-27.414	-27.332	-13.958	-12.869	-5.264	-3.854	-2.212	-1.830
Administrative Expenses	-42.404	-45.600	-21.109	-23.236	-6.498	-6.257	-3.228	-3.249
Research and Development Expenses	-2.697	-4.353	-863	-2.238	-2.663	-4.316	-848	-2.249
Other Operating Expenses	-1.375	-3.471	-691	-2.323	-12.327	-4.146	-12.265	-4.147
EBIT	55.518	47.747	27.579	21.411	-2.546	29.869	-2.503	32.588
Income/(expenses) from participations and investments	-1.358	802	-2.426	1.687	9.599	-19.912	4.958	-24.588
Gain/(loss) from assets disposal, impairment loss and write-off of assets	-1.772	248	-1.669	-434	5	0	0	0
Interest and similar expenses	-34.124	-34.756	-16.754	-17.086	-9.643	-14.399	-4.770	-7.165
Interest and related income	6.236	7.832	3.042	4.011	1.640	1.947	876	931
Exchange differences	-3.146	5.775	468	-3.000	-454	2.823	-7	-1.324
Profit / (Loss) from equity method consolidations	-1.773	-1.932	-854	-1.162	0	0	0	0
Profit / (Loss) before tax from continuing operations	19.581	25.716	9.386	5.427	-1.399	328	-1.446	442
Tax	-15.315	-25.369	-6.394	-12.494	1.340	-612	1.166	301
Net Profit / (Loss) after tax from continuing operations	4.266	347	2.992	-7.067	-59	-284	-280	743
Net Profit / (Loss) after tax from discontinued operations	35.288	-8.310	37.417	-6.146	0	0	0	0
Net Profit / (Loss) after tax (continuing and discontinued operations) (A)	39.554	-7.963	40.409	-13.213	-59	-284	-280	743
Attributable to:								
- Equity holders of parent	19.394	-30.994	31.406	-22.074	-59	-284	-280	743
- Non-Controlling Interest	20.160	23.031	9.003	8.861	0	0	0	0
Other comprehensive income / (expenses), after tax (B)	-5.035	7.301	5.577	-18.931	-68	1	-22	2
Total comprehensive income / (expenses) after tax (A) + (B)	34.519	-662	45.986	-32.144	-127	-283	-302	745
Attributable to:								
- Equity holders of parent	17.175	-23.327	36.714	-35.926	-127	-283	-302	745
- Non-Controlling Interest	17.344	22.665	9.272	3.782	0	0	0	0
Earnings / (loss) after tax per share (in euro)								
- Basic	0,1225	-0,1956	0,1983	-0,1393	-0,0004	-0,0018	-0,0018	0,0047
- Diluted	0,1225	-0,1956	0,1983	-0,1393	-0,0004	-0,0018	-0,0018	0,0047
EBITDA	88.899	80.165	44.392	37.919	2.800	34.278	179	34.808
Proposed dividend per share (in C)	0,00	0,00	0,00	0,00	0,00	0,00	0,00	0,00

Supplementary information:

- The same accounting policies have been followed as the year-end consolidated financial statements 31/12/2015 except for the changes resulting from the adoption of new or revised accounting standards and interpretations as mentioned in note 2.1.4 of the interim financial statements.
- The companies included in the consolidation of 30/6/2016 and not in the consolidation of 30/6/2015 due to subsequent acquisition/establishment are the following: Bilot Investment Ltd, Intralot Chile S.p.A., Tecno Accion Uruguay S.A., Entergaming LTD (subsidiaries), as well as Bilot LTD, Switch It NV, Gamenet Group S.p.A., Gamenet S.p.A., Gamenet Entertainment S.r.l., Gamenet Scimmese S.p.A., Gnetwork S.r.l., Billions Italia S.r.l. (associates) (note 2.19.A of interim financial statements). Also, during the third and fourth quarter of 2015 the Group acquired an additional 15% of ordinary shares with voting rights in the subsidiary Intralot Inc increasing its shareholding to 100%, while during the fourth quarter of 2015 the Group participated in the share capital increase of subsidiary Intralot Interactive SA, increasing its shareholding from 93,02% to 95,94%. The entities Atropos S.A., Nafrol S.A., Intralot Dominicana S.A., Gaming Solutions International Ltd and Gain Advance Group LTD are in the process of liquidation. On March 2016 the liquidation of the associate company Ktems Holdings Co LTD was completed.
- On 25/6/2016 the Group announced that it has signed an agreement, with Trilantic Capital Partners Europe, the main shareholder of Gamenet S.p.A. ("Gamenet") in Italy, concerning the merge of the Italian activities of the INTRALOT Group (subsidiary companies Intralot Holding & Services S.p.A., Intralot Gaming Machines S.p.A., Intralot Italia S.p.A. and Veneta Servizi Srl) into those of Gamenet, one of the largest network concessionaires of VLT, AWP, betting and online gaming in the country. This announcement was made following the announcement of the signing of a Memorandum of Understanding (MoU) on 21/3/2016. Following the completion of the transaction on 27/6/2016 and the approval of the competent Competition Authority, INTRALOT Group is envisaged to control 20% of the combined operations (Gamenet Group S.p.A. - note 2.19.A.II of interim financial statements), with a network of approximately 750 betting POS, that will continue to use INTRALOT's brand name, ca. 8.200 VLTs, over 50.000 AWP's and more than 60 directly owned and managed gaming halls. On 31/3/2016 the above activities of the Group in Italy were classified as assets held for sale and discontinued operations (note 2.19.A.VIII.A of interim financial statements). Since 30/6/2016, the Group consolidates 20% of the combined activity (Gamenet Group SpA - note 2.19.A.II of interim financial statements) with the equity method.
- On 26/5/2016 the Group announced that it has reached an agreement with Nexus Group to sell 80% of Intralot de Peru S.A.C., its 100% owned subsidiary in Peru. After the transaction the Group will continue to be the company's technological provider and will hold a 20% participation in Intralot de Peru S.A.C.'s capital stock. Intralot de Peru S.A.C. operates numerical games and sports betting in the country through a network of 3,700 POS and the Internet. The agreement is in line with Intralot Group's strategy to create, in selected countries, strategic partnerships with strong local partners that offer substantial synergies and local market know-how, strengthening the development of the local business. Closing of this transaction is subject to the completion of certain condition precedents typical for this kind of transactions, including third party consents. On 30/6/2016 the above activities of the Group in Peru were classified as assets held for sale and discontinued operations (note 2.19.A.VIII.B of interim financial statements).
- On April 2016, the Group announced the acquisition, through its Bulgarian subsidiary Bilot Investment Ltd, of a strategic stake in Eurobet Ltd a leading gaming company in Bulgaria. The Group acquired a 49% stake in Eurobet, a company that offers to the Bulgarian market numerical games and scratch tickets through a network of 1.100 points of sales countrywide. The Group already has strong presence in the country as 49% owner of Eurofootball, offering Fixed Odds and Live Betting through a network of 850 shops, since 2002. The cost of the transaction amounts to € 19,5 million and will be paid as follows: € 5,85 million deposit and the remaining amount in installments over an 18 months period. The EV / Ebitda ratio for the acquisition of the shares amounted to approximately 5x. The acquisition was completed in early July 2016, after approval by the Competition Protection Commission. The Eurobet Group (Eurobet Ltd, Eurobet Trading Ltd & ICS SA) will be consolidated from July 2016 with the full consolidation method.
- The Group's provisions at 30/6/2016 that refer to legal issues amount to €5,0 million, those referring to unaudited tax periods and tax audit expenses amount to €4,3 million and €5,9 million refer to other provisions. The respective amounts for the Company amount to €5,0 million (legal issues), €3,9 million (provisions for unaudited tax years and tax audit expenses) and €0,1 million (other provisions) (note 2.19.C & 2.20 of interim financial statements).
- The number of employees of the Group at the end of the current period amounted to 5.233 (4.591 Company/subsidiaries and associates 642) and the Company 671 persons. Correspondingly on 30/6/2015 the number of employees of the Group amounted to 5.301 persons (5.103 Company/subsidiaries and associates 198) and the Company 678 persons. At the end of 2015 the number of employees of the Group amounted to 5.080 persons (4.963 Company/subsidiaries and associates 117) and the Company 660 persons.
- Companies that are included in 30/6/2016 consolidated financial statements are presented in note 2.19.A.I & II of the interim financial statements 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 2.20.B.I&II of the interim financial statements.
- The amounts of other comprehensive expense/income included directly in the Group's comprehensive income statement as at 30/6/2016 of €-5,0 million (2015: €7,3 million) concern: foreign exchange differences of €-4,0 million (2015: €8,2 million), derivative valuation of €-67 k (2015: €-32 k), €-1,3 million (2015: €-0,9 million), concerns the valuation of available for sale financial assets, while ending amount €0,3 million (2015: €-8 k), concerns defined benefit plans revaluation. Accordingly, the amounts of expense/income recorded in the comprehensive income statement as at 30/6/2016 for the Company, amounted to €-68 k (2015: €1 k) refer to revaluation of available for sale financial assets €-1k (2015: €1k) and derivatives valuation €-67k (2015: €0k).
- On 30/6/2016 the Company held 649.104 treasury shares with a total acquisition cost of €670 k (note 2.14 of the interim financial statements)
- 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.
- Significant events after the end of the reporting period and up to the release date of the financial results are stated in the note 2.22 of the interim financial statements.
- Transactions (including income, expenses, receivables, payables) with related parties, are as follows:

	GROUP	COMPANY
a) Income		
- from subsidiaries	0	21.009
- from associates	1.055	902
- from other related parties	2.754	2.571
b) Expenses		
- to subsidiaries	0	10.536
- to associates	6	6
- to other related parties	3.190	2.322
c) Receivables		
- from subsidiaries	0	70.035
- from associates	17.068	5.574
- from other related parties	18	