Fourth QUARTER 2016 RESULTS
Cirsa Gaming Corporation S.A.
March 30, 2017

- **For 4Q-2016, we report Ebitda of €100.1 million: increased 0.7% from 4Q-2015**

- **For the FY 2016, we report Ebitda of €398.3 million: increased 4.8% from FY 2015**

Ebitda Mix *by Country*	**FY 2015**	**FY 2016**
Spain	29.4%	36.2%
Italy	5.7%	4.8%
Argentina	24.8%	18.3%
Panama	17.0%	17.7%
Colombia	13.6%	12.1%
Mexico	5.8%	6.6%
Other	3.7%	4.3%

- **As of December 31, 2016 our financial position is:**
  - Total net debt of €964.7 million; decreased €11.8 million from September 30, 2016
  - Cash of €174.1 million; decreased €2.7 million from September 30, 2016
  - Available revolving credit facilities of €75.0 million
  - Net debt to Ebitda ratio stands at 2.4x; improved from 2.5x at September 30, 2016

Argentinean 2017 gaming tax increases:

On February 9, 2017, the Federal Government of Argentina (the "State") announced that it had decided to increase the rate of federal gaming taxes applicable to Casino de Buenos Aires ("CBA") from 20% to 30% of "Win" (income less prizes) (decree nº 95/2017). We estimate that the federal gaming tax increase would have a negative impact on our Ebitda of approximately €2.1 million per quarter. This federal gaming tax is in addition to the local tax that CBA commenced paying to the City of Buenos Aires in June 2016.

We and CBA do not accept the validity of the federal gaming tax increase announced by the State, particularly in view of CBA's new requirement last year to begin also paying local tax to the City of Buenos Aires, and have challenged the State's decision in the Argentinean courts and through foreign investment treaty procedures in legal proceedings outside of Argentina.

In addition, on March 15, 2017 the Argentinean Government published the rules in respect of a new gaming tax that had been announced on December 2016. The new tax, which affects all slot machines in Argentina, is imposed at a rate of 0.95% of the amount of "Cash Bets" (which are defined as only the original amount of cash introduced to a slot machine, regardless of the amount of winnings re-played). We estimate that the new tax will negatively impact our Ebitda by approximately €1.9 million per quarter.

The following table shows the summary and impact of main new gaming taxes and tax increases introduced by the Argentinean authorities during 2016 and 2017:

			Estimated Ebitda impact *Millions of Euros*	
Tax	**Affected**	**Effective**	**Per quarter**	**FY 2017**
New Local tax (12% of Gross Revenues)*	Buenos Aires Casino	June 2016	2.0	8.0
Gaming tax increase (20% to 30% of Win)	Buenos Aires Casino	February 2017	2.1	7.7
New Federal tax (0.95% of Cash Bets)	All slot machines in Argentina	March 2017	1.9	6.3
*** Gross Revenues = Win less Gaming taxes**		**TOTAL**	**6.0**	**22.0**

CIRSA Gaming Corporation S.A.

P&L Consolidated *Thousands of Euros*	Fourth Quarter 2015	2016	Dif.	YTD December 31 2015	2016	Dif.
Operating Revenues	**481,323**	**492,950**	**11,627**	**1,853,252**	**1,871,732**	**18,480**
Variable rent	-67,980	-69,938	-1,958	-253,903	-258,913	-5,010
Net Operating Revenues	**413,343**	**423,012**	**9,669**	**1,599,349**	**1,612,819**	**13,470**
Consumptions	-20,662	-23,264	-2,602	-72,990	-71,861	1,129
Personnel	-76,136	-79,075	-2,939	-295,914	-291,011	4,903
Gaming taxes	-141,438	-146,532	-5,094	-561,202	-570,600	-9,398
External supplies & services	-75,646	-74,029	1,617	-289,234	-281,078	8,156
Depreciation, amort. & impairment	-55,971	-48,321	7,650	-203,987	-228,684	-24,697
EBIT	**43,490**	**51,791**	**8,301**	**176,023**	**169,585**	**-6,438**
Financial results	-24,791	-20,642	4,149	-106,268	-92,465	13,803
Foreign exchange results	-2,005	-1,815	190	-3,765	-1,529	2,236
Results on sale of non-current assets	-2,658	-3,059	-401	-9,612	205	9,817
Profit before Income Tax	**14,036**	**26,275**	**12,239**	**56,378**	**75,796**	**19,418**
Income Tax	-17,684	-22,000	-4,316	-44,659	-52,258	-7,599
Minority interest	-4,990	-1,286	3,704	-27,441	-20,274	7,167
Net Profit	**-8,638**	**2,989**	**11,627**	**-15,722**	**3,264**	**18,986**
EBITDA	**99,461**	**100,112**	**651**	**380,009**	**398,269**	**18,260**

Fourth quarter of 2016 compared to fourth quarter 2015

Net operating revenues increased by 2.3% and Ebitda grew by 0.7% from 4Q-2015 due to the improvement in our Spanish operations and the positive underlying performance across our Latam operations that, despite the increase of gaming taxes (42 bps of net revenues) and the depreciation of the Argentinean Peso (58.5%), the Colombian Peso (9.6%) and the Mexican Peso (16.9%) against the Euro, continued to show steady organic growth. Financial expenses were reduced by €4.1 million or 16.7% due to lower interest rates, mainly from the 5.750% Senior Notes due 2021 issued in April 2016. In 4Q-2016 we recorded €0.8 million of impairment losses. The impairment write-off, which was charged against Depreciation, amortization & impairment, was in respect of Italian slot route operations.

Average Exchange Rates *One Euro equals:*	YTD *Dec. 31, 2015*	YTD *Dec. 31, 2016*	Variation
Argentina Peso	10.4262	16.5277	58.5%
Colombia Peso	3,058.5028	3,350.6546	9.6%
Costa Rica Colon	597.2401	608.8533	1.9%
Dominican Republic Peso	49.8003	50.8751	2.2%
Mexico Peso	17.6782	20.6694	16.9%
Morocco Dirham	10.8120	10.8687	0.5%
Panama US Dollar	1.1046	1.1032	-0.1%
Peru Nuevo Sol	3.5377	3.7281	5.4%

Slots Division

P&L Consolidated *Thousands of Euros*	Fourth Quarter 2015	Fourth Quarter 2016	Dif.	YTD December 31 2015	YTD December 31 2016	Dif.
Operating Revenues	**223,762**	**235,946**	**12,184**	**837,828**	**892,512**	**54,684**
Variable rent	-65,165	-67,212	-2,047	-241,458	-247,599	-6,141
Net Operating Revenues	**158,597**	**168,734**	**10,137**	**596,370**	**644,913**	**48,543**
Consumptions	-10,806	-9,330	1,476	-34,942	-34,025	917
Personnel	-14,261	-15,744	-1,483	-57,217	-61,460	-4,243
Gaming taxes	-83,657	-90,314	-6,657	-328,966	-354,762	-25,796
External supplies & services	-19,674	-19,894	-220	-73,537	-78,580	-5,043
Depreciation, amort. & impairment	-32,697	-11,680	21,017	-99,913	-90,327	9,586
EBIT	**-2,498**	**21,772**	**24,270**	**1,795**	**25,759**	**23,964**
EBITDA	**30,199**	**33,452**	**3,253**	**101,708**	**116,086**	**14,378**

Fourth quarter of 2016 compared to fourth quarter 2015

Net operating revenues grew by 6.4% and Ebitda increased by 10.8% from 4Q-2015. The 4Q-2016 Ebitda contribution by country was as follows:

- Ebitda of Spanish operations increased by 19.2%: €25.5 million from €21.4 million in 4Q-2015 mainly due to a 10% net revenue growth supported by improved market conditions, the increase of 320 machines, and the implementation of productivity measures.

- Despite a 3.3% net revenues growth, Ebitda of Italian operations decreased by 9.6%: €8.0 million from €8.8 million in 4Q-2015 due to the increase of gaming taxes, which negatively impacted 4Q-2016 Ebitda by approximately €1.5 million.

Slot Machines ***As of December 31***	**2015**	**2016**	**Var. units**	**Var. %**
Slot machines, Spain (1)	28,082	28,402	320	1.1
Slot machines, Italy (2)	10,691	9,009	-1,682	-15.7
VLTs, Italy	2,558	2,578	20	0.8
Total	**41,331**	**39,989**	**-1,342**	**-3.2**

(1) With effect from January 1, 2016, the number of slot machines in Spain is reported in accordance to the number of gaming positions (i.e. some slot machines offer two or more gaming positions). 2015 figures have been adjusted in accordance with the new criteria.
(2) In September 2016, we sold our 50% interest of a joint venture that operated 1,500 slot machines.

Projects & main operational issues

In Spain and Italy, together with the ongoing implementation of efficiency programs, we plan to continue with our strategy of highly selective acquisitions and the discontinuation of underperforming machines to increase the quality of our slot operations portfolio.

Casinos Division

P&L Consolidated *Thousands of Euros*	Fourth Quarter 2015	Fourth Quarter 2016	Dif.	YTD December 31 2015	YTD December 31 2016	Dif.
Operating Revenues	**196,179**	**186,829**	**-9,350**	**774,808**	**733,866**	**-40,942**
Variable rent	-815	-1,013	-198	-3,431	-4,011	-580
Net Operating Revenues	**195,364**	**185,816**	**-9,548**	**771,377**	**729,855**	**-41,522**
Consumptions	-4,160	-4,263	-103	-15,951	-15,233	718
Personnel	-43,283	-43,448	-165	-167,242	-157,605	9,637
Gaming taxes	-41,829	-41,466	363	-172,908	-156,583	16,325
External supplies & services	-41,666	-40,023	1,643	-162,432	-154,765	7,667
Depreciation, amort. & impairment	-21,229	-34,054	-12,825	-85,897	-126,245	-40,348
EBIT	**43,197**	**22,562**	**-20,635**	**166,947**	**119,424**	**-47,523**
EBITDA	**64,426**	**56,616**	**-7,810**	**252,844**	**245,669**	**-7,175**

Fourth quarter of 2016 compared to fourth quarter 2015

Net operating revenues decreased by 4.9% and Ebitda decreased by 12.1% primarily due to the significant depreciation of the Argentinean Peso (58.5%) and the Colombian Peso (9.6%) against the Euro. In addition, beginning June 2016, Casino de Buenos Aires began paying additional new local taxes which impacted our 4Q-2016 Ebitda by approximately €2.0 million. As previously explained on page 2 of this report, the combined negative impact to our Ebitda of all new taxes and tax increases in Argentina during 2016 and 2017 is estimated to be approximately €22.0 million for the FY 2017 (before the effect of any mitigation actions that we may take).

As of December 31	2015 Casinos	2015 Slots	2015 Tables	2016 Casinos	2016 Slots	2016 Tables	Variation Casinos	Variation Slots	Variation Tables
Panama	29	7,757	28	29	7,426	24	0	-331	-4
Argentina	9	7,446	201	9	7,360	180	0	-86	-21
Colombia	65	6,049	213	64	5,847	216	-1	-202	3
Peru	13	1,991	47	13	1,973	45	0	-18	-2
Costa Rica	7	1,072	26	7	957	19	0	-115	-7
Dominican Republic	5	580	74	5	661	71	0	81	-3
Spain	4	275	40	4	303	41	0	28	1
Morocco	1	191	21	1	187	19	0	-4	-2
Total	**133**	**25,361**	**650**	**132**	**24,714**	**615**	**-1**	**-647**	**-35**

Projects & main operational issues

Our focus remains on the enhancement of our current casino operations. The key objectives of our investment plan are to upgrade our gaming offer, to expand our best performing halls, and to execute selective acquisitions.

Bingo Division

P&L Consolidated *Thousands of Euros*	Fourth Quarter 2015	2016	Dif.	YTD December 31 2015	2016	Dif.
Operating Revenues	**51,926**	**54,783**	**2,857**	**203,093**	**215,653**	**12,560**
Variable rent	-2,013	-1,716	297	-9,084	-7,305	1,779
Net Operating Revenues	**49,913**	**53,067**	**3,154**	**194,009**	**208,348**	**14,339**
Consumptions	-2,443	-2,522	-79	-9,443	-9,966	-523
Personnel	-10,659	-10,287	372	-39,419	-40,904	-1,485
Gaming taxes	-15,510	-14,446	1,064	-57,802	-58,056	-254
External supplies & services	-15,581	-15,443	138	-58,670	-57,327	1,343
Depreciation, amort. & impairment	-3,119	-3,694	-575	-20,869	-15,410	5,459
EBIT	**2,602**	**6,675**	**4,073**	**7,806**	**26,685**	**18,879**
EBITDA	**5,721**	**10,369**	**4,648**	**28,675**	**42,095**	**13,420**

Fourth quarter of 2016 compared to fourth quarter 2015

Net operating revenues grew by 6.3% and Ebitda increased by 81.2% from 4Q-2015. The Ebitda contribution by country was as follows:

- Ebitda of Spanish operations increased to €4.1 million from €1.3 million in 4Q-2015 continuing the positive trend that started in 2015, which has been driven by increased visits, higher expenditures per visit and the impact of operating efficiencies.

- Ebitda of Mexican operations increased by 43.2% to €6.3 million from €4.4 million in 4Q-2015. In Mexico, the depreciation of the Mexican Peso against the Euro (16.9%) was more than offset by the strong performance of our halls and the impact of operating efficiencies.

Bingo Halls ***As of December 31***	**2015**	**2016**	**Var.**
Spain	39	38	-1
Mexico	19	18	-1
Italy	12	11	-1
Total	**70**	**67**	**-3**

Projects & main operational issues

In Spain, we are actively working to reduce our base cost at the same time that we enhance our offer in order to attract more customers to our halls, taking advantage of improved market conditions. As part of this strategy, we have discontinued one hall during 2016.

In Mexico, the introduction of table games in our halls is becoming the key differentiation of our gaming offer, and we plan to continue to expand our best performing halls and are currently evaluating the acquisition of new halls in our target regions.

B2B Division

P&L Consolidated *Thousands of Euros*	Fourth Quarter 2015	Fourth Quarter 2016	Dif.	YTD December 31 2015	YTD December 31 2016	Dif.
Operating Revenues	**27,317**	**27,134**	**-183**	**98,953**	**97,038**	**-1,915**
Variable rent	0	0	0	0	0	0
Net Operating Revenues	**27,317**	**27,134**	**-183**	**98,953**	**97,038**	**-1,915**
Consumptions	-11,716	-11,334	382	-39,983	-41,252	-1,269
Personnel	-5,099	-5,199	-100	-19,162	-19,511	-349
Gaming taxes	-344	-270	74	-1,373	-1,106	267
External supplies & services	-5,230	-5,051	179	-19,547	-18,961	586
Depreciation, amort. & impairment	-820	-908	-88	-4,236	-3,720	516
EBIT	**4,107**	**4,372**	**265**	**14,653**	**12,488**	**-2,165**
EBITDA	**4,927**	**5,280**	**353**	**18,889**	**16,208**	**-2,681**

Fourth quarter of 2016 compared to fourth quarter 2015

Despite the continuing soft demand for new slot machines in Spain, Net operating revenues remained stable and Ebitda increased by 7.2% due to the increased margin from sales of our gaming system solutions (Tito, Player Tracking, etc.). The recent launch of new top performing models support our leadership position in the Spanish AWP slot machines market (50% market share) where customers are continuing to invest in refurbished kits rather than in new machines.

Projects & main operational issues

We will continue with our cost reduction initiatives and leverage on our market leadership to support our sales of gaming kits: Cirsa's high market share facilitates sales in the kits & refurbishment market segment. R&D activities will continue to focus on profitable segments: all current programs being developed are intended to positively impact P&L.

Structure & Adjustments

P&L Consolidated *Thousands of Euros*	Fourth Quarter 2015	Fourth Quarter 2016	Dif.	YTD December 31 2015	YTD December 31 2016	Dif.
Operating Revenues	**-17,861**	**-11,742**	**6,119**	**-61,430**	**-67,337**	**-5,907**
Variable rent	13	3	-10	70	2	-68
Net Operating Revenues	**-17,848**	**-11,739**	**6,109**	**-61,360**	**-67,335**	**-5,975**
Consumptions	8,464	4,185	-4,279	27,329	28,615	1,286
Personnel	-2,834	-4,397	-1,563	-12,874	-11,531	1,343
Gaming taxes	-98	-36	62	-153	-93	60
External supplies & services	6,505	6,382	-123	24,952	28,555	3,603
Depreciation, amort. & impairment	1,894	2,015	121	6,929	7,018	89
EBIT	**-3,919**	**-3,590**	**329**	**-15,178**	**-14,771**	**407**
EBITDA	**-5,812**	**-5,605**	**207**	**-22,107**	**-21,789**	**318**

Millions of Euros

CAPEX ***YTD December 31***	**2015**	**2016**	**Var.**
Slots	45.1	56.9	11.8
Casinos	63.9	55.2	-8.7
Bingo	8.3	14.5	6.2
B2B	4.6	3.9	-0.7
Structure	1.3	0.4	-0.9
Total	**123.2**	**130.9**	**7.7**

Of the €130.9 million of capital expenditures for YTD December 31, 2016, we estimate that 76% corresponded to maintenance expenditures and 24% to the expansion of our business.

Millions of Euros

Leverage *12 Trailing Months*	2015 Dec-31	2016 Mar-31	Jun-30	Sep-30	Dec-31
Ebitda	380.0	387.7	394.6	397.6	398.3
Net Interest Expense	95.0	92.8	86.0	96.6	92.5
Cash & Cash Equivalents	114.9	134.1	133.5	176.8	174.1
Total Debt	1,102.6	1,124.3	1,102.9	1,153.3	1,138.8
Total Net Debt	987.6	990.2	969.4	976.5	964.7
Total Net Debt to Ebitda	2.6x	2.6x	2.5x	2.5x	2.4x
Ebitda to Net Interest Expense	4.0x	4.2x	4.6x	4.1x	4.3x

Millions of Euros

Financial Debt *As of*	2015 Dec-31	2016 Mar-31	Jun-30	Sep-30	Dec-31
Bank Loans	130.3	136.1	131.0	122.2	118.7
Capital Lease Agreements	11.1	9.8	9.6	9.7	9.0
Senior Notes	935.5	950.8	934.9	954.2	940.0
Tax Deferrals	2.7	6.5	9.3	52.1	56.4
Other Loans	23.0	21.1	18.1	15.1	14.7
Total Financial Debt	**1,102.6**	**1,124.3**	**1,102.9**	**1,153.3**	**1,138.8**
Cash & Cash Equivalents	114.9	134.1	133.5	176.8	174.1
Total Net Financial Debt	**987.6**	**990.2**	**969.4**	**976.5**	**964.7**

Our cash position has increased by €59.2 million from December 31, 2015 mainly due to the delay of our acquisitions plan: we expected to invest approximately €50 million in 2016 of which only €24.7 million has been completed. The delay of some acquisitions is mainly due to longer than expected negotiations with the potential sellers. On the other hand, Total financial debt grew by €36.2 million due to the one-time impact of the €39.5 million of Tax deferrals recorded in respect of the fiscal settlement in Buenos Aires. These two factors, combined with the strong Ebitda generation in 2016 (€398.3 million), have improved our leverage ratio to 2.4x from 2.6x as of December 31, 2015.

Our Ebitda to Net interest expense ratio was negatively impacted by the one-time €11.6 million of interest expense charged in respect to the fiscal settlement in Buenos Aires: the interest expense coverage ratio, prior to the one-time charge, stands at 4.9x as of December 31, 2016.

As part of our ongoing efforts to manage our debt profile, we may from time to time repay, prepay or repurchase our existing indebtedness prior to its scheduled maturity.

Cash-flow Statement *Millions of Euros*	YTD December 31 2015	 2016	 Dif.
Cash-flows from operation activities			
Profit before tax, as per the consolidated P&L accounts	56.4	75.8	19.4
Adjustments for non-cash revenues and expenses:			
Depreciation, amortization and impairment	201.2	196.8	-4.3
Allowances for doubtful accounts & inventories	2.8	3.3	0.5
Other	21.3	-6.8	-28.1
Financial items included in profit before tax:			
Financial results	106.3	92.5	-13.8
Foreign exchange results	3.8	1.5	-2.3
Results on sale of non-current assets	9.6	-0.2	-9.8
Adjusted profit from operations before tax and changes in net operating assets	**401.3**	**362.9**	**-38.4**
Variations in:			
Receivables	-10.5	-19.2	-8.7
Inventories	-1.1	-0.9	0.2
Payables	7.0	4.3	-2.7
Deferred taxes, payables	1.2	53.7	52.5
Accruals, net	7.8	-8.1	-15.9
Cash generated from operations	**405.6**	**392.7**	**-12.8**
Income taxes paid	-52.3	-57.7	-5.3
Net cash-flows from operating activities	**353.2**	**335.1**	**-18.2**
Cash-flows used in / from investing activities			
Purchase and development of property, plant and equipment	-95.7	-101.9	-6.2
Purchase and development of intangibles	-27.5	-29.0	-1.5
Acquisition of participating companies, net of cash acquired	-62.4	-24.7	37.7
Net inflow / outflow current account with Nortia Business Corporation	2.1	0.9	-1.2
Proceeds from the sale of assets	6.2	4.2	-2.0
Other financial investments	-7.5	-10.9	-3.4
Interest received on loans granted & cash revenues from other financial assets	7.3	6.6	-0.7
Net cash-flows used in investing activities	**-177.6**	**-154.9**	**22.7**
Cash-flows from / used in financing activities			
Proceeds from bank borrowings	1,397.5	2,009.7	612.3
Repayment of bank borrowings	-1,415.2	-2,022.2	-606.9
Issuance of Cirsa Senior Notes	496.1	447.6	-48.5
Repayment of Cirsa Senior Notes	-461.3	-450.0	11.3
Purchase / sale of Cirsa Senior Notes	-9.5	10.2	19.7
Capital lease payments	-8.1	-2.4	5.7
Interest paid on financial debt	-114.3	-84.6	29.7
Dividends and other	-23.4	-28.0	-4.6
Net cash-flows from / used in financing activities	**-138.3**	**-119.6**	**18.7**
Net variation in cash & cash equivalents	**37.3**	**60.5**	**23.2**
Net foreign exchange difference	**-0.8**	**-1.4**	**-0.6**
Cash & cash equivalents at January 1	**78.4**	**114.9**	**36.5**
Cash & cash equivalents at December 31	**114.9**	**174.0**	**59.1**

Consolidated Balance Sheet *Thousands of Euros*	**31-Dec-15**	**31-Dec-16**
Assets		
Intangibles	408,617	371,279
Goodwill	112,762	104,412
Property, plant & equipment	501,585	464,229
Financial assets	185,969	169,544
Deferred income tax	90,674	75,788
Total non-current assets	**1,299,607**	**1,185,253**
Inventories	14,241	15,319
Accounts receivable	181,235	188,181
Financial assets	61,151	69,595
Cash & cash equivalents	114,920	174,057
Other	8,554	7,405
Total current assets	**380,102**	**454,557**
Total Assets	**1,679,709**	**1,639,810**

Liabilities		
Share capital	24,577	24,577
Share premium	9,500	9,500
Reserves	46,632	30,910
Cumulative translation reserve	-267,671	-307,187
Consolidated result for the period	-15,722	3,264
Treasury stock	-184	-184
Minority interest	246,852	250,955
Total net equity	**43,985**	**11,835**
Provisions	28,842	23,031
Credit institutions	96,361	78,375
Bonds	930,214	935,390
Tax authorities	1,803	38,284
Other creditors	36,464	30,430
Deferred income tax	146,305	130,640
Total non-current liabilities	**1,239,989**	**1,236,148**
Credit institutions	45,015	49,328
Bonds	5,306	4,654
Accounts payable	137,867	135,398
Other creditors	178,892	188,800
Current income tax payable	28,655	13,647
Total current liabilities	**395,735**	**391,826**
Total equity & liabilities	**1,679,709**	**1,639,810**

DISCLOSURE REGARDING FORWARD-LOOKING STATEMENTS

This interim report of our results includes forward-looking statements. These forward-looking statements can be identified by the use of forward-looking terminology, including the terms "believes," "estimates," "anticipates," "expects," "intends", "may," "will" or "should" or, in each case, their negative, or other variations or comparable terminology. These forward-looking statements include all matters that are not historical facts. They appear in a number of places throughout this interim report and include statements regarding our intentions, beliefs or current expectations concerning, among other things, our results of operations, financial condition, liquidity, prospects, growth, strategies and the industry in which we operate.

By their nature, forward-looking statements involve risks and uncertainties because they relate to events and depend on circumstances that may or may not occur in the future. We caution you that forward-looking statements are not guarantees for future performance and that our actual results of operations, financial condition and liquidity, and the development of the industry in which we operate may differ materially from those made in or suggested by the forward-looking statements contained in this interim report. In addition, even if our results of operations, financial condition and liquidity, and the development of the industry in which we operate are consistent with the forward-looking statements contained in this interim report, those results or developments may not be indicative of results or developments in subsequent periods. Important factors that could cause those differences include, but are not limited to:

- the impact of the effects of the economic downturn in Spain and other markets in which we operate;
- risks associated with our other operations outside of Spain;
- adverse developments in our Argentine business;
- the actions of our counterparties in our strategic partnerships, joint ventures and alliances;
- impact of individual events or betting outcomes and the failure to determine accurately the odds at which we will accept bets in relation to any particular event or any failure of our risk management processes;
- our inability to block access to our online services by players in certain jurisdictions;
- our ability to comply with the current gaming regulatory framework and to adapt to any regulatory changes and increases in the taxation of gaming;
- risks associated with unfavorable outcomes with respect to pending litigation;
- potential exposure to an unfavorable outcome with respect to pending litigation, which could result in substantial monetary damages;
- our ability to comply with on-line gaming rules and regulations;
- our failure to keep current with technological developments in the on-line gaming market;
- our failure to comply with regulations regarding the use of personal data;
- risks associated with hacker intrusion, distributed denial of service attack, malicious viruses and other cyber crime attacks;
- our ability to manage growth in our business;
- our ability to provide secure gaming products and services and to maintain the integrity of our employees in order to attract customers;
- competition from other companies in our industry and our ability to retain our market share;
- changes in consumer preferences in relation to our gaming offerings;
- our dependence on maintaining and enhancing our brand;
- risks associated with a failure to detect money laundering or fraudulent activities of our customers or third parties;
- our dependence on credit card payment service providers and other financial institutions to process payments and handle cash generated by our business;
- risks associated with a disruption of operations at our manufacturing facilities;
- risks relating to taxes;
- our dependence on our founder, principal shareholder and chairman, Manuel Lao Hernández;
- risks associated with security issues in the countries in which we operate;
- risks associated with terrorist attacks and other acts of violence or war;
- risks associated with negative perceptions and negative publicity surrounding the industry in which we operate; and
- our significant leverage, which may make it difficult to operate our business.
- our results of operations are impacted by fluctuations in foreign currency exchange rates

We urge you to read the sections of our 2015 Annual Report entitled "Risk Factors," "Operating and Financial Review and Prospects" and "Business" for a more complete discussion of the factors that could affect our future performance and the industry in which we operate. In light of these risks, uncertainties and assumptions, the forward-looking events described in this interim report may not occur.

We undertake no obligation to publicly update or publicly revise any forward-looking statement, whether as a result of new information, future events or otherwise. All subsequent written and oral forward-looking statements attributable to us or to persons acting on our behalf are expressly qualified in their entirety by the cautionary statements referred to above and contained elsewhere in this interim report and the Annual Report.