



**SECOND QUARTER 2016 RESULTS**  
**Cirsa Gaming Corporation S.A.**  
**September 7, 2016**

- For 2Q-2016, we report Ebitda of €98.6 million: increased 7.4% from 2Q-2015

<b>Ebitda Mix by Country</b>	<b>FY 2015</b>	<b>YTD June 30, 2016</b>
Spain	29.4%	33.5%
Italy	5.7%	3.5%
Argentina	24.8%	20.8%
Panama	17.0%	18.1%
Colombia	13.6%	11.9%
Mexico	5.8%	7.2%
Other	3.7%	5.0%

- As of June 30, 2016 our financial position is:
  - Total net debt of €969.4 million; decreased €20.8 million from March 31, 2016
  - Cash of €133.5 million; decreased €0.6 million from March 31, 2016
  - Available revolving credit facilities of €75.0 million
  - Net debt to Ebitda ratio stands at 2.5x; improved from 2.6x at March 31, 2016

As previously announced:

On April 27, 2016, our subsidiary Cirsa Funding Luxembourg S.A. completed the issuance of €450 million of 5.75% Senior Notes due 2021. The proceeds from the issuance were used to redeem (and repurchase in a tender offer) €450 million of remaining Senior Notes due 2018. All commissions, fees and other expenses associated with the issuance were paid with available cash.

**CIRSA Gaming Corporation S.A.**

P&L Consolidated <i>Thousands of Euros</i>	Second Quarter			YTD June 30		
	2015	2016	Dif.	2015	2016	Dif.
<b>Operating Revenues</b>	<b>461,138</b>	<b>462,594</b>	<b>1,456</b>	<b>906,695</b>	<b>913,256</b>	<b>6,561</b>
Variable rent	-61,256	-63,596	-2,340	-123,669	-125,576	-1,907
<b>Net Operating Revenues</b>	<b>399,882</b>	<b>398,998</b>	<b>-884</b>	<b>783,026</b>	<b>787,680</b>	<b>4,654</b>
Consumptions	-16,690	-16,267	423	-34,764	-32,673	2,091
Personnel	-74,595	-71,410	3,185	-144,573	-138,667	5,906
Gaming taxes	-141,551	-141,223	328	-277,012	-281,492	-4,480
External supplies & services	-75,261	-71,499	3,762	-144,110	-137,733	6,377
Depreciation, amort. & impairment	-48,624	-51,300	-2,676	-99,006	-100,380	-1,375
<b>EBIT</b>	<b>43,161</b>	<b>47,299</b>	<b>4,138</b>	<b>83,562</b>	<b>96,735</b>	<b>13,173</b>
Financial results	-41,597	-23,536	18,061	-63,378	-43,102	20,276
Foreign exchange results	-1,042	519	1,561	-1,090	1,281	2,371
Results on sale of non-current assets	-4,671	2,970	7,641	-6,145	1,394	7,539
<b>Profit before Income Tax</b>	<b>-4,149</b>	<b>27,252</b>	<b>31,401</b>	<b>12,949</b>	<b>56,308</b>	<b>43,359</b>
Income Tax	-8,977	-14,000	-5,023	-17,955	-27,969	-10,014
Minority interest	-7,599	-6,530	1,069	-15,526	-12,912	2,614
<b>Net Profit</b>	<b>-20,725</b>	<b>6,722</b>	<b>27,447</b>	<b>-20,532</b>	<b>15,427</b>	<b>35,959</b>
<b>EBITDA</b>	<b>91,785</b>	<b>98,599</b>	<b>6,814</b>	<b>182,568</b>	<b>197,115</b>	<b>14,548</b>

**Second quarter of 2016 compared to second quarter 2015**

Net operating revenues remained stable and Ebitda grew by 7.4% from 2Q-2015 due to the improvement in our Spanish slots, bingo and casino operations and the positive underlying performance across our Latam operations that, despite the depreciation of the Argentinean Peso (65.4%), the Colombian Peso (23.0%) and the Mexican Peso (18.5%) against the Euro, continued to show steady organic growth. Financial expenses decreased by €18 million of which €11.3 million represent the premium paid in 2Q-2015 for the redemption of €450 million of Senior Notes due 2018 and €6.7 million represent interest savings due to lower interest rates, mainly from the 5.875% Senior Notes due 2023 issued in April 2015. In 2Q-2016 we recorded €5.0 million of impairment losses. The write-off, which was charged against Depreciation, amortization & impairment, was in respect of Spanish slot route operations acquired prior to 2005.

Average Exchange Rates <i>One Euro equals:</i>	YTD <i>June 30, 2015</i>	YTD <i>June 30, 2016</i>	Variation
Argentina Peso	9.8488	16.2892	65.4%
Colombia Peso	2,781.7400	3,420.9058	23.0%
Costa Rica Colon	600.7769	607.4856	1.1%
Dominican Republic Peso	49.8329	51.0912	2.5%
Mexico Peso	16.9057	20.0386	18.5%
Morocco Dirham	-	10.9083	-
Panama US Dollar	1.1113	1.1142	0.3%
Peru Nuevo Sol	3.4669	3.7618	8.5%

<b>Slots Division</b>						
<b>P&amp;L Consolidated</b> <i>Thousands of Euros</i>	<b>Second Quarter</b>			<b>YTD June 30</b>		
	<b>2015</b>	<b>2016</b>	<b>Dif.</b>	<b>2015</b>	<b>2016</b>	<b>Dif.</b>
<b>Operating Revenues</b>	<b>204,749</b>	<b>222,669</b>	<b>17,920</b>	<b>409,519</b>	<b>440,678</b>	<b>31,159</b>
Variable rent	-57,850	-60,897	-3,047	-117,020	-119,769	-2,749
<b>Net Operating Revenues</b>	<b>146,899</b>	<b>161,772</b>	<b>14,873</b>	<b>292,499</b>	<b>320,909</b>	<b>28,410</b>
Consumptions	-7,626	-8,377	-751	-15,379	-16,965	-1,586
Personnel	-14,589	-15,571	-982	-28,838	-30,339	-1,501
Gaming taxes	-80,841	-88,878	-8,037	-162,909	-178,575	-15,666
External supplies & services	-18,917	-20,849	-1,932	-36,809	-39,191	-2,382
Depreciation, amort. & impairment	-23,031	-26,401	-3,370	-43,282	-51,381	-8,099
<b>EBIT</b>	<b>1,895</b>	<b>1,696</b>	<b>-199</b>	<b>5,282</b>	<b>4,458</b>	<b>-824</b>
<b>EBITDA</b>	<b>24,926</b>	<b>28,097</b>	<b>3,171</b>	<b>48,564</b>	<b>55,839</b>	<b>7,275</b>

### **Second quarter of 2016 compared to second quarter 2015**

Net operating revenues grew by 10.1% and Ebitda increased by 12.7% from 2Q-2015. The 2Q-2016 Ebitda contribution by country was as follows:

- Ebitda of Spanish operations increased by 21.4%: €24.4 million from €20.1 million in 2Q-2015 mainly due to a 14% net revenue growth supported by improved market conditions, the increase of 578 machines, and the implementation of productivity measures.
- Ebitda of Italian operations decreased by 22.9%: €3.7 million from €4.8 million in 2Q-2015 due to the increase of gaming taxes, which negatively impacted 2Q-2016 Ebitda by €1.8 million, despite a 7% net revenue growth (even after taking account of 561 less machines).

<b>Slot Machines</b> <b>As of June 30</b>	<b>2015</b>	<b>2016</b>	<b>Var.</b> <b>units</b>	<b>Var.</b> <b>%</b>
Slot machines, Spain *	27,929	28,507	578	2.1
Slot machines, Italy	10,742	10,181	-561	-5.2
VLTs, Italy	2,525	2,566	41	1.6
<b>Total</b>	<b>41,196</b>	<b>41,254</b>	<b>58</b>	<b>0.1</b>

(\*) 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.

### **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.

<b>Casinos Division</b>						
<b>P&amp;L Consolidated</b> <i>Thousands of Euros</i>	<b>Second Quarter</b>			<b>YTD June 30</b>		
	<b>2015</b>	<b>2016</b>	<b>Dif.</b>	<b>2015</b>	<b>2016</b>	<b>Dif.</b>
<b>Operating Revenues</b>	<b>197,605</b>	<b>182,267</b>	<b>-15,338</b>	<b>377,192</b>	<b>356,106</b>	<b>-21,086</b>
Variable rent	-925	-1,032	-107	-1,799	-1,975	-176
<b>Net Operating Revenues</b>	<b>196,680</b>	<b>181,235</b>	<b>-15,445</b>	<b>375,393</b>	<b>354,131</b>	<b>-21,262</b>
Consumptions	-3,951	-3,717	234	-7,522	-6,976	546
Personnel	-42,930	-38,647	4,283	-81,356	-74,128	7,228
Gaming taxes	-46,204	-37,760	8,444	-86,262	-73,052	13,210
External supplies & services	-42,996	-39,169	3,827	-80,807	-75,627	5,180
Depreciation, amort. & impairment	-21,695	-21,547	148	-43,238	-42,351	887
<b>EBIT</b>	<b>38,904</b>	<b>40,395</b>	<b>1,491</b>	<b>76,208</b>	<b>81,997</b>	<b>5,789</b>
<b>EBITDA</b>	<b>60,599</b>	<b>61,942</b>	<b>1,343</b>	<b>119,446</b>	<b>124,348</b>	<b>4,902</b>

### **Second quarter of 2016 compared to second quarter 2015**

Net operating revenues decreased by 7.9% due to the significant depreciation of the Argentinean Peso (65.4%) and the Colombian Peso (23.0%) against the Euro. Despite the negative F/X impact, Ebitda grew by 2.2% from 2Q-2015 due to the steady organic growth in all our markets (including Argentina and Colombia) and the contribution from our most recent acquisitions. Additionally, in 2Q-2016, overall costs decreased by 10.7% from 2Q-2015.

In June 2016, after a 17 year long dispute between the Federal Government of Argentina (“the State”) and the Government of the City of Buenos Aires (“the City”), the State decided to transfer the jurisdiction of the Casino de Buenos Aires (“CBA”) license to the City (decree nº 743 June 2, 2016). We expect that the main consequences of this change of jurisdiction will be: (1) the City will be the new authority regulating the operations of CBA, (2) the City will be responsible for the regulations regarding the renewal of the license at its maturity in October 2019, and (3) CBA will start paying local taxes to the City. We estimate the amount of the new local tax, which CBA commenced paying in June 2016, will represent approximately €8.0 million per year for Cirsa.

<b>As of June 30</b>	<b>2015</b>			<b>2016</b>			<b>Variation</b>		
	<b>Casinos</b>	<b>Slots</b>	<b>Tables</b>	<b>Casinos</b>	<b>Slots</b>	<b>Tables</b>	<b>Casinos</b>	<b>Slots</b>	<b>Tables</b>
Panama	28	7,623	28	29	7,599	24	1	-24	-4
Argentina	9	7,380	202	9	7,336	199	0	-44	-3
Colombia	65	6,035	206	66	6,064	216	1	29	10
Peru	13	1,902	47	13	1,972	44	0	70	-3
Costa Rica	7	1,104	27	7	986	21	0	-118	-6
Dominican Republic	3	409	59	5	615	74	2	206	15
Spain	4	287	49	4	299	47	0	12	-2
Morocco	0	0	0	1	190	19	1	190	19
<b>Total</b>	<b>129</b>	<b>24,740</b>	<b>618</b>	<b>134</b>	<b>25,061</b>	<b>644</b>	<b>5</b>	<b>321</b>	<b>26</b>

### **Projects & main operational issues**

Our focus remains on the enhancement of our current casino operations. Our investment plan will be directed to upgrade our gaming offer, to expand our best performing halls, and to execute selective acquisitions according to our strategic targets in related markets.

<b>Bingo Division</b>						
<b>P&amp;L Consolidated</b> <i>Thousands of Euros</i>	<b>Second Quarter</b>			<b>YTD June 30</b>		
	<b>2015</b>	<b>2016</b>	<b>Dif.</b>	<b>2015</b>	<b>2016</b>	<b>Dif.</b>
<b>Operating Revenues</b>	<b>50,424</b>	<b>53,480</b>	<b>3,056</b>	<b>100,615</b>	<b>108,343</b>	<b>7,728</b>
Variable rent	-2,506	-1,667	839	-4,898	-3,832	1,066
<b>Net Operating Revenues</b>	<b>47,918</b>	<b>51,813</b>	<b>3,895</b>	<b>95,717</b>	<b>104,511</b>	<b>8,794</b>
Consumptions	-2,293	-2,404	-111	-4,548	-4,898	-350
Personnel	-9,426	-10,115	-689	-18,980	-20,468	-1,488
Gaming taxes	-14,126	-14,285	-159	-27,131	-29,291	-2,160
External supplies & services	-14,523	-14,149	374	-28,786	-28,020	766
Depreciation, amort. & impairment	-4,388	-3,938	450	-13,514	-7,955	5,559
<b>EBIT</b>	<b>3,162</b>	<b>6,922</b>	<b>3,760</b>	<b>2,758</b>	<b>13,879</b>	<b>11,121</b>
<b>EBITDA</b>	<b>7,550</b>	<b>10,860</b>	<b>3,310</b>	<b>16,272</b>	<b>21,834</b>	<b>5,562</b>

### **Second quarter of 2016 compared to second quarter 2015**

Net operating revenues grew by 8.1% and Ebitda increased by 43.8% from 2Q-2015 despite the depreciation of the Mexican Peso (18.5%) against the Euro. The Ebitda contribution by country was as follows:

- Ebitda of Spanish operations increased to €3.8 million from €1.7 million in 2Q-2015 following the positive trend that started in early 2015 supported by better market conditions that translated into increased visits and higher expenditures per visit, and the effects of operating efficiencies, including the discontinuation of one hall.
- Ebitda of Mexican operations increased by 20.3% to €7.1 million from €5.9 million in 2Q-2015. In Mexico, the depreciation of the Mexican Peso against the Euro (18.5%) was offset by the strong performance of our halls and the impact of operating efficiencies, including the discontinuation of two underperforming halls.

<b>Bingo Halls</b> <i>As of June 30</i>	<b>2015</b>	<b>2016</b>	<b>Var.</b>
Spain	39	38	-1
Mexico	20	18	-2
Italy	12	12	0
<b>Total</b>	<b>71</b>	<b>68</b>	<b>-3</b>

### **Projects & main operational issues**

In Spain, we are actively working to reduce our cost base 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 seven halls during the past two years.

In Mexico, the introduction of table games in our halls is becoming the key differentiation of our gaming offer, and we plan to expand our best performing halls.

<b>B2B Division</b>						
<b>P&amp;L Consolidated</b> <i>Thousands of Euros</i>	<b>Second Quarter</b>			<b>YTD June 30</b>		
	<b>2015</b>	<b>2016</b>	<b>Dif.</b>	<b>2015</b>	<b>2016</b>	<b>Dif.</b>
<b>Operating Revenues</b>	<b>24,489</b>	<b>23,962</b>	<b>-527</b>	<b>51,204</b>	<b>48,632</b>	<b>-2,572</b>
Variable rent	0	0	0	0	0	0
<b>Net Operating Revenues</b>	<b>24,489</b>	<b>23,962</b>	<b>-527</b>	<b>51,204</b>	<b>48,632</b>	<b>-2,572</b>
Consumptions	-9,833	-10,200	-367	-21,769	-21,970	-201
Personnel	-4,986	-5,023	-37	-9,962	-10,020	-58
Gaming taxes	-361	-276	85	-673	-535	138
External supplies & services	-5,007	-5,316	-309	-10,060	-9,641	419
Depreciation, amort. & impairment	-1,243	-1,077	166	-2,432	-2,017	415
<b>EBIT</b>	<b>3,059</b>	<b>2,070</b>	<b>-989</b>	<b>6,309</b>	<b>4,449</b>	<b>-1,860</b>
<b>EBITDA</b>	<b>4,302</b>	<b>3,147</b>	<b>-1,155</b>	<b>8,741</b>	<b>6,466</b>	<b>-2,275</b>

### ***Second quarter of 2016 compared to second quarter 2015***

Despite a small decrease in net operating revenues of 2.2% and the flat cost base, Ebitda decreased by 26.9% due to the continuing soft demand for brand new slot machines in Spain. We have maintained our leadership position in the Spanish AWP slot machines market (above 50% market share) in a highly competitive market where customers are investing in refurbished kits rather than in new machines. This factor, which continues to cause a change in our sales mix, combined with tighter credit scoring policies has, as expected, continued to negatively impact operating revenue.

### ***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 <i>Thousands of Euros</i>	Second Quarter			YTD June 30		
	2015	2016	Dif.	2015	2016	Dif.
<b>Operating Revenues</b>	<b>-16,129</b>	<b>-19,784</b>	<b>-3,655</b>	<b>-31,835</b>	<b>-40,503</b>	<b>-8,668</b>
Variable rent	25	0	-25	48	0	-48
<b>Net Operating Revenues</b>	<b>-16,104</b>	<b>-19,784</b>	<b>-3,680</b>	<b>-31,787</b>	<b>-40,503</b>	<b>-8,716</b>
Consumptions	7,013	8,431	1,418	14,454	18,136	3,682
Personnel	-2,664	-2,054	610	-5,437	-3,712	1,725
Gaming taxes	-19	-24	-5	-37	-39	-2
External supplies & services	6,182	7,984	1,802	12,352	14,746	2,394
Depreciation, amort. & impairment	1,733	1,663	-70	3,460	3,324	-136
<b>EBIT</b>	<b>-3,859</b>	<b>-3,784</b>	<b>75</b>	<b>-6,995</b>	<b>-8,048</b>	<b>-1,053</b>
<b>EBITDA</b>	<b>-5,592</b>	<b>-5,447</b>	<b>145</b>	<b>-10,455</b>	<b>-11,372</b>	<b>-917</b>

### Millions of Euros

CAPEX YTD June 30	2015	2016	Var.
Slots	22.5	30.4	7.9
Casinos	28.0	30.4	2.4
Bingo	5.1	5.0	-0.1
B2B	2.0	1.7	-0.3
Structure	1.2	0.1	-1.1
<b>Total</b>	<b>58.8</b>	<b>67.6</b>	<b>8.8</b>

Of the €67.6 million of capital expenditures for YTD June 30, 2016, we estimate that 74% corresponded to maintenance expenditures and 26% to the expansion of our business.

### Other Reporting Items

Excepted as disclosed in this report, there have been no material changes to any of our material contractual arrangements, including material debt instruments and material affiliate transactions, our material commitments and contingencies or our critical accounting policies disclosed in our 2015 annual report.

<i>Millions of Euros</i>					
<b>Leverage 12 Trailing Months</b>	<b>2015</b>			<b>2016</b>	
	<b>Jun-30</b>	<b>Sep-30</b>	<b>Dec-31</b>	<b>Mar-31</b>	<b>Jun-30</b>
Ebitda	356.7	367.7	380.0	387.7	394.6
Net Interest Expense*	93.9	91.9	95.0	92.8	86.0
Cash & Cash Equivalents	101.7	126.3	114.9	134.1	133.5
Total Debt	1,122.5	1,119.8	1,102.6	1,124.3	1,102.9
Total Net Debt	1,020.8	993.5	987.6	990.2	969.4
Total Net Debt to Ebitda	2.9x	2.7x	2.6x	2.6x	2.5x
Ebitda to Net Interest Expense	3.8x	4.0x	4.0x	4.2x	4.6x

(\*) Net interest expense does not include €11.3 million of premium paid in 2Q-2015 for the redemption of €450 million of Senior Notes due 2018

<i>Millions of Euros</i>					
<b>Financial Debt As of</b>	<b>2015</b>			<b>2016</b>	
	<b>Jun-30</b>	<b>Sep-30</b>	<b>Dec-31</b>	<b>Mar-31</b>	<b>Jun-30</b>
Bank Loans	139.7	131.9	130.3	136.1	131.0
Capital Lease Agreements	11.6	10.0	11.1	9.8	9.6
Senior Notes	944.5	952.7	935.5	950.8	934.9
Gaming Tax Deferrals	2.4	2.4	2.7	6.5	9.3
Other Loans	24.3	22.8	23.0	21.1	18.1
<b>Total Financial Debt</b>	<b>1,122.5</b>	<b>1,119.8</b>	<b>1,102.6</b>	<b>1,124.3</b>	<b>1,102.9</b>
Cash & Cash Equivalents	101.7	126.3	114.9	134.1	133.5
<b>Total Net Financial Debt</b>	<b>1,020.8</b>	<b>993.5</b>	<b>987.6</b>	<b>990.2</b>	<b>969.4</b>

As previously announced, on April 27, 2016, our subsidiary Cirsa Funding Luxembourg S.A. completed the issuance of €450 million of 5.75% Senior Notes due 2021. The proceeds from the issuance were used to redeem (and repurchase in a tender offer) €450 million of remaining Senior Notes due 2018. All commissions, fees and other expenses associated with the issuance were paid with available cash.

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.



<b>Cash-flow Statement</b> <i>Millions of Euros</i>	<b>YTD June 30</b>		
	<b>2015</b>	<b>2016</b>	<b>Dif.</b>
<b><i>Cash-flows from operation activities</i></b>			
Profit before tax, as per the consolidated P&L accounts	12.9	56.3	43.4
Adjustments for non-cash revenues and expenses:			
Depreciation, amortization and impairment	98.0	99.4	1.4
Allowances for doubtful accounts & inventories	1.0	1.0	0.0
Other	12.5	-4.1	-16.6
Financial items included in profit before tax:			
Financial results	63.4	43.1	-20.3
Foreign exchange results	1.1	-1.3	-2.4
Results on sale of non-current assets	6.1	-1.4	-7.5
<b>Adjusted profit from operations before tax and changes in net operating assets</b>	<b>195.1</b>	<b>193.0</b>	<b>-2.1</b>
Variations in:			
Receivables	-12.1	-5.4	6.7
Inventories	-2.5	-2.5	0.0
Payables	9.6	0.3	-9.3
Gaming taxes, payables	0.8	6.6	5.8
Accruals, net	5.8	-4.9	-10.7
<b>Cash generated from operations</b>	<b>196.7</b>	<b>187.1</b>	<b>-9.6</b>
Income taxes paid	-36.8	-35.1	1.7
<b>Net cash-flows from operating activities</b>	<b>159.9</b>	<b>152.0</b>	<b>-7.9</b>
<b><i>Cash-flows used in / from investing activities</i></b>			
Purchase and development of property, plant and equipment	-45.6	-52.6	-7.0
Purchase and development of intangibles	-13.2	-15.0	-1.8
Acquisition of participating companies, net of cash acquired	-34.1	-16.3	17.8
Net inflow / outflow current account with Nortia Business Corporation	0.2	0.0	-0.2
Proceeds from the sale of assets	3.3	8.0	4.7
Other financial investments	-3.9	-9.8	-5.9
Interest received on loans granted & cash revenues from other financial assets	4.2	4.0	-0.2
<b>Net cash-flows used in investing activities</b>	<b>-89.1</b>	<b>-81.7</b>	<b>7.4</b>
<b><i>Cash-flows from / used in financing activities</i></b>			
Proceeds from bank borrowings	772.4	1,159.4	387.0
Repayment of bank borrowings	-780.2	-1,159.6	-379.4
Issuance of bonds	496.1	447.6	-48.5
Repayment of bonds	-461.3	-450.0	11.3
Purchase / sale of bonds	0.0	5.1	5.1
Capital lease payments	-6.0	-1.0	5.0
Interest paid on financial debt	-56.5	-46.6	9.9
Dividends and other	-12.8	-6.5	6.3
<b>Net cash-flows from / used in financing activities</b>	<b>-48.3</b>	<b>-51.6</b>	<b>-3.3</b>
<b>Net variation in cash &amp; cash equivalents</b>	<b>22.4</b>	<b>18.8</b>	<b>-3.6</b>
<b>Net foreign exchange difference</b>	<b>0.9</b>	<b>-0.3</b>	<b>-1.2</b>
<b>Cash &amp; cash equivalents at January 1</b>	<b>78.4</b>	<b>114.9</b>	<b>36.5</b>
<b>Cash &amp; cash equivalents at June 30</b>	<b>101.7</b>	<b>133.4</b>	<b>31.7</b>

<b>Consolidated Balance Sheet</b> <i>Thousands of Euros</i>	<b>30-Jun-15</b>	<b>31-Dec-15</b>	<b>30-Jun-16</b>
<b>Assets</b>			
Intangibles	420,281	408,617	392,920
Goodwill	137,673	112,762	103,119
Property, plant & equipment	593,432	501,585	480,723
Financial assets	170,916	185,969	174,438
Deferred income tax	86,736	90,674	86,971
<b>Total non-current assets</b>	<b>1,409,038</b>	<b>1,299,607</b>	<b>1,238,171</b>
Inventories	15,477	14,241	16,856
Accounts receivable	226,994	181,235	191,614
Financial assets	50,416	61,151	69,426
Cash & cash equivalents	101,659	114,920	133,455
Other	13,107	8,554	12,238
<b>Total current assets</b>	<b>407,653</b>	<b>380,102</b>	<b>423,589</b>
<b>Total Assets</b>	<b>1,816,692</b>	<b>1,679,709</b>	<b>1,661,760</b>

<b>Liabilities</b>			
Share capital	24,577	24,577	24,577
Share premium	9,500	9,500	9,500
Reserves	47,249	46,632	30,910
Cumulative translation reserve	-192,887	-267,671	-303,342
Consolidated result for the period	-20,532	-15,722	15,427
Treasury stock	-184	-184	-184
Minority interest	260,090	246,852	263,654
<b>Total net equity</b>	<b>127,813</b>	<b>43,985</b>	<b>40,542</b>
Provisions	25,086	28,842	29,489
Credit institutions	103,609	96,361	87,787
Bonds	936,539	930,214	927,921
Tax authorities	567	1,803	1,627
Other creditors	36,940	36,464	31,627
Deferred income tax	175,890	146,305	138,679
<b>Total non-current liabilities</b>	<b>1,278,631</b>	<b>1,239,989</b>	<b>1,217,130</b>
Credit institutions	47,735	45,015	52,808
Bonds	7,945	5,306	6,956
Accounts payable	157,214	137,867	131,280
Other creditors	168,589	178,892	181,412
Current income tax payable	28,765	28,655	31,632
<b>Total current liabilities</b>	<b>410,248</b>	<b>395,735</b>	<b>404,088</b>
<b>Total equity &amp; liabilities</b>	<b>1,816,692</b>	<b>1,679,709</b>	<b>1,661,760</b>

## 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.