Second QUARTER 2018 RESULTS
Cirsa Gaming Corporation S.A.
September 27, 2018

On April 27, 2018, private equity funds managed by Blackstone and CIRSA announced the signing of the agreement for the acquisition of CIRSA Gaming Corporation SA. **The transaction, which does not include the Argentinean business, was completed on July 3, 2018** (see page 2).

As required by IFRS 5, the following financial statements were prepared treating the Argentinean business as discontinued operations for 1H-2018 (and the prior period of 1H-2017). Argentina data is not included in the Ebit, Ebitda, Cash, Financial Debt, and Capex captions.

- **For 2Q-18, we report Adjusted Ebitda[1] of €90.0 million: increased 3.8% from 2Q-17**

Adjusted Ebitda Mix *by Country*	**FY 2017**	**YTD** *June 30, 2018*
Spain	45.9%	46.5%
Italy	5.9%	5.5%
Panama	20.3%	18.8%
Colombia	13.4%	13.3%
Mexico	9.0%	8.8%
Peru	1.4%	2.9%
Other	4.1%	4.2%

- **As of June 30, 2018 our financial position is:**
    - Total net debt of €968.1 million; increased €5.1 million from March 31, 2018
    - Cash of €131.8 million; decreased €13.6 million from March 31, 2018
    - Net debt to Adjusted Ebitda ratio stands at 2.8x; unchanged from March 31, 2018

(1) Ebitda prior to one-time expenses of €40.5 million related to the acquisition of Cirsa by Blackstone.

On June 22, 2018, LHMC Finco S.à r.l., a special purpose vehicle indirectly controlled by funds managed by The Blackstone Group L.P. ("Blackstone"), announced that it had successfully priced its offering of €663,000,000 aggregate principal amount of 6.250% senior secured notes due 2023 issued at 97.749% of their nominal value, €425,000,000 aggregate principal amount of floating rate senior secured notes due 2023 with an initial interest rate of EURIBOR plus 5.75% and issued at 97.698% of their nominal value, and $550,000,000 aggregate principal amount of 7.875% senior secured notes due 2023 issued at 95.747% of their nominal value (collectively, the "Notes"). The offering of the Notes was subject to customary closing conditions, and settlement was completed on July 3, 2018. The proceeds from the offering, together with certain equity contributions, were used to (i) finance the acquisition of Cirsa by LHMC Bidco S.L.U, a special purpose vehicle established to acquire Cirsa, (ii) the repayment of certain indebtedness of Cirsa (including €950,000,000 aggregate principal amount of senior notes[1]); and (iii) pay costs, expenses and fees in connection with the acquisition and the offering.

On July 3, 2018, the acquisition of CIRSA (excluding the Argentinean business) was completed: 100% of the shares of Cirsa Gaming Corporation SA were transferred to LHMC Bidco S.L.U. and €950.000.000 aggregate principal amount of Cirsa's senior notes[1] were redeemed.

Additionally, LHMC Bidco S.L.U. signed a Revolver Credit Facility (RCF) with six global banks: the committed amount is €200 million and matures on June 2023. As of today, the RCF is fully available.

(1) €450,000,000 of 5.750% Senior Notes due 2021 issued pursuant to the indenture dated as of April 27, 2016 and €500,000,000 of 5.875% Senior Notes due 2023 issued pursuant to the indenture dated as of May 6, 2015.

CIRSA Gaming Corporation S.A.

P&L Consolidated *Thousands of Euros*	**Second Quarter 2017**	**2018**	**Dif.**	**YTD June 30 2017**	**2018**	**Dif.**
Operating Revenues	**412,808**	**426,112**	**13,304**	**825,901**	**843,260**	**17,359**
Variable rent	-65,155	-67,178	-2,023	-134,038	-134,997	-959
Net Operating Revenues	**347,653**	**358,934**	**11,281**	**691,864**	**708,264**	**16,400**
Consumptions	-18,872	-17,162	1,710	-36,321	-33,342	2,979
Personnel	-57,892	-100,125	-42,233	-112,784	-157,465	-44,681
Gaming taxes	-117,871	-124,092	-6,221	-240,333	-251,058	-10,725
External supplies & services	-66,242	-68,014	-1,772	-128,385	-132,056	-3,671
Depreciation, amort. & impairment	-47,839	-44,866	2,973	-92,180	-88,227	3,953
EBIT	**38,936**	**4,674**	**-34,262**	**81,861**	**46,116**	**-35,746**
Financial results	-14,515	-18,226	-3,711	-28,974	-33,072	-4,098
Foreign exchange results	1,662	1,303	-359	811	-128	-939
Results on sale of non-current assets	-1,084	7,836	8,920	-2,383	5,612	7,995
Profit before Income Tax	**24,999**	**-4,413**	**-29,412**	**51,315**	**18,528**	**-32,788**
Income Tax	-9,846	-9,191	655	-19,433	-19,271	162
Profit after Tax from continuing operations	**15,153**	**-13,604**	**-28,757**	**31,882**	**-743**	**-32,626**
Profit after Tax from discontinued operations	6,581	12,818	6,237	11,480	23,183	11,703
Minority interest	-4,623	-4,467	156	-9,669	-8,163	1,506
Net Profit	**17,111**	**-5,253**	**-22,364**	**33,692**	**14,277**	**-19,416**
EBITDA	**86,775**	**49,540**	**-37,235**	**174,041**	**134,343**	**-39,699**
ADJUSTED EBITDA[1]	**86,775**	**90,040**	**3,265**	**174,041**	**174,843**	**801**

(1) Ebitda prior to one-time expenses of €40.5 million related to the acquisition of Cirsa by Blackstone.

Second quarter of 2018 compared to second quarter 2017

Net operating revenues increased by 3.2% and Adjusted Ebitda grew by 3.8% from 2Q-2017 due to the improvement in our Spanish operations and the positive underlying performance across our Latam operations which continued to show steady organic growth, despite the material depreciation of all our local currencies against the Euro: the negative F/X impact in 2Q-2018 Ebitda was €2.9 million.

Average Exchange Rates *One Euro equals:*	**YTD** *June 30, 2017*	**YTD** *June 30, 2018*	**Variation**
Colombia Peso	3,211.5360	3,438.6573	7.1%
Costa Rica Colon	624.8211	688.4051	10.2%
Dominican Republic Peso	51.7467	59.3652	14.7%
Mexico Peso	20.9500	22.9426	9.5%
Morocco Dirham	10.8286	11.2368	3.8%
Panama US Dollar	1.0934	1.2071	10.4%
Peru Nuevo Sol	3.5667	3.9236	10.0%

Slots Division

P&L Consolidated *Thousands of Euros*	Second Quarter 2017	 2018	 Dif.	YTD June 30 2017	 2018	 Dif.
Operating Revenues	**230,571**	**240,256**	**9,685**	**462,464**	**481,683**	**19,219**
Variable rent	-62,934	-64,755	-1,821	-129,100	-130,375	-1,275
Net Operating Revenues	**167,638**	**175,501**	**7,863**	**333,364**	**351,309**	**17,945**
Consumptions	-9,352	-10,661	-1,309	-18,084	-20,793	-2,709
Personnel	-16,581	-17,850	-1,269	-32,426	-35,337	-2,911
Gaming taxes	-90,612	-91,825	-1,213	-179,655	-186,016	-6,362
External supplies & services	-19,285	-19,816	-531	-38,992	-39,568	-577
Depreciation, amort. & impairment	-26,855	-26,237	618	-51,054	-51,097	-43
EBIT	**4,953**	**9,112**	**4,159**	**13,154**	**18,497**	**5,343**
EBITDA	**31,808**	**35,349**	**3,541**	**64,208**	**69,594**	**5,386**

Second quarter of 2018 compared to second quarter 2017

Net operating revenues grew by 4.7% and Ebitda increased by 11.1% from 2Q-2017.
The 2Q-2018 Ebitda contribution by country was as follows:

- Ebitda of Spanish operations increased by 12.3%: €30.2 million from €26.9 million in 2Q-2017, mainly due to net revenue per slot machine growth, the addition of 377 slot machines to our portfolio and the implementation of productivity measures.

- Ebitda of Italian operations increased by 6.1%: €5.2 million from €4.9 million in 2Q-2017 despite the discontinuation of 2,034 slot machines (as required by the new Italian regulation) and the increase of €0.5 million of gaming taxes. On April 24, 2017, AWP gaming taxes increased from 17.5% to 19.0% and VLT gaming taxes increased from 5.5% to 6.0%.

Slot Machines ***As of June 30***	**2017**	**2018**	**Var.** **units**	**Var.** **%**
Slot machines, Spain	29,904	31,903	1,999	6.7
Slot machines, Italy	9,311	7,277	-2,034	-21.8
VLTs, Italy	2,578	2,549	-29	-1.1
Total	**41,793**	**41,729**	**-64**	**-0.2**

Projects & main operational issues

As previously announced, on February 21, 2018, Cirsa acquired a 50% interest in a slot operating company which operates 1,101 slot machines in Spain. The total cash consideration was €18.5 million, which represents an Ebitda multiple of 4.6x, was funded with available cash.

On June 13, 2018, Cirsa acquired a 50% interest in a slot operating company which operates 521 slot machines in Spain. The total cash consideration was €2.3 million, which represents an Ebitda multiple of 4.5x, was funded with available cash.

In accordance with International Financial Reporting Standards (IFRS), the results of both joint ventures, which are co-managed by Cirsa, will be consolidated by the equity method: net profit will be recorded in "Financial results".

Casinos Division

P&L Consolidated *Thousands of Euros*	Second Quarter 2017	Second Quarter 2018	Dif.	YTD June 30 2017	YTD June 30 2018	Dif.
Operating Revenues	**117,833**	**125,421**	**7,589**	**236,444**	**243,460**	**7,016**
Variable rent	-611	-741	-129	-1,238	-1,418	-180
Net Operating Revenues	**117,221**	**124,681**	**7,460**	**235,206**	**242,042**	**6,836**
Consumptions	-1,930	-2,117	-187	-3,804	-3,977	-173
Personnel	-21,017	-22,316	-1,300	-41,752	-43,566	-1,813
Gaming taxes	-14,482	-20,285	-5,803	-34,351	-39,890	-5,539
External supplies & services	-35,417	-35,959	-543	-67,238	-68,853	-1,614
Depreciation, amort. & impairment	-17,798	-14,927	2,871	-35,135	-29,640	5,495
EBIT	**26,578**	**29,075**	**2,497**	**52,925**	**56,117**	**3,192**
EBITDA	**44,376**	**44,002**	**-374**	**88,060**	**85,757**	**-2,303**

Second quarter of 2018 compared to second quarter 2017

Despite the steady organic growth in all our markets and the contribution from 21 casinos added to our portfolio in Peru, Panama, Costa Rica and Morocco, Net operating revenues increased by 6.4% while Ebitda declined by 0.8% due the reversal of a gaming tax provision of €4.5 million on 2Q-2017 and the significant depreciation of all our local currencies against the Euro: the negative F/X impact in 2Q-2018 Ebitda was €2.1 million.

As of June 30	2017 Casinos	2017 Slots	2017 Tables	2018 Casinos	2018 Slots	2018 Tables	Variation Casinos	Variation Slots	Variation Tables
Panama	29	7,554	27	32	7,756	17	3	202	-10
Colombia	66	6,280	225	66	6,328	237	0	48	12
Peru	13	1,785	45	29	4,208	44	16	2,423	-1
Costa Rica	7	883	23	8	839	30	1	-44	7
Dominican Republic	5	681	69	5	682	64	0	1	-5
Spain	4	305	51	4	291	53	0	-14	2
Morocco	1	193	19	2	282	28	1	89	9
Total	**125**	**17,681**	**459**	**146**	**20,386**	**473**	**21**	**2,705**	**14**

Projects & main operational issues

Our focus remains on the enhancement of our current casino operations supported by regular targeted marketing campaigns. The goal of our investment plan will be to upgrade our gaming offer, to expand our better performing halls, and to make selective acquisitions in our traditional and adjacent geographic markets.

Bingo Division

P&L Consolidated *Thousands of Euros*	Second Quarter 2017	2018	Dif.	YTD June 30 2017	2018	Dif.
Operating Revenues	**56,936**	**57,161**	**225**	**114,431**	**114,184**	**-247**
Variable rent	-1,670	-1,838	-168	-3,822	-3,807	15
Net Operating Revenues	**55,266**	**55,323**	**57**	**110,609**	**110,377**	**-232**
Consumptions	-2,562	-2,776	-214	-5,134	-5,388	-254
Personnel	-11,276	-11,217	59	-21,936	-22,289	-353
Gaming taxes	-12,704	-11,840	864	-26,190	-24,969	1,221
External supplies & services	-15,302	-16,568	-1,266	-30,217	-31,561	-1,344
Depreciation, amort. & impairment	-4,261	-4,487	-226	-7,968	-9,042	-1,074
EBIT	**9,161**	**8,435**	**-726**	**19,164**	**17,129**	**-2,035**
EBITDA	**13,422**	**12,922**	**-500**	**27,132**	**26,171**	**-961**

Second quarter of 2018 compared to second quarter 2017

Net operating revenues remained stable and Ebitda decreased by 3.7% from 2Q-2017. The Ebitda contribution by country was as follows:

- Ebitda of Spanish operations stayed at the same level at €5.2 million from €5.3 million in 2Q-2017.

- Ebitda of Mexican operations decreased by 4.9% to €7.7 million from €8.1 million in 2Q-2017 due to the 9.5% depreciation of the Mexican peso against the Euro: The negative F/X impact in 2Q-2018 Ebitda was €0.8 million.

Bingo Halls ***As of June 30***	**2017**	**2018**	**Var.**
Spain	37	37	0
Mexico	20	21	1
Italy	11	12	1
Total	**68**	**70**	**2**

Projects & main operational issues

In Spain, we are actively working to enhance our offer in order to attract more customers, taking advantage of improved market conditions.

On June 23, 2018, Cirsa acquired one hall in Guadalajara (Mexico) which operates 560 slot machines and 25 tables. The total cash consideration was €16 million, which represents an Ebitda multiple of 6.3x and was funded with available cash.

B2B Division

P&L Consolidated *Thousands of Euros*	Second Quarter 2017	Second Quarter 2018	Dif.	YTD June 30 2017	YTD June 30 2018	Dif.
Operating Revenues	**24,356**	**24,492**	**136**	**51,412**	**49,624**	**-1,788**
Variable rent	0	0	0	0	0	0
Net Operating Revenues	**24,356**	**24,492**	**136**	**51,412**	**49,624**	**-1,788**
Consumptions	-12,226	-11,993	233	-27,376	-24,428	2,948
Personnel	-4,759	-4,955	-196	-9,606	-9,804	-198
Gaming taxes	-55	-58	-3	-104	-87	17
External supplies & services	-3,947	-4,151	-204	-7,664	-8,352	-688
Depreciation, amort. & impairment	-726	-1,088	-362	-1,611	-2,180	-569
EBIT	**2,643**	**2,248**	**-395**	**5,051**	**4,774**	**-277**
EBITDA	**3,369**	**3,336**	**-33**	**6,662**	**6,954**	**292**

Second quarter of 2018 compared to second quarter 2017

Despite the continuing soft demand for new slot machines, Net operating revenues and Ebitda remained stable as customers continue to invest in our top performing models through refurbished kits and 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*	Second Quarter 2017	2018	Dif.	YTD June 30 2017	2018	Dif.
Operating Revenues	**-16,888**	**-21,218**	**-4,330**	**-38,850**	**-45,691**	**-6,841**
Variable rent	60	156	96	122	603	481
Net Operating Revenues	**-16,828**	**-21,063**	**-4,235**	**-38,727**	**-45,088**	**-6,361**
Consumptions	7,198	10,385	3,187	18,077	21,244	3,167
Personnel	-4,259	-43,787	-39,527	-7,063	-46,470	-39,407
Gaming taxes	-18	-84	-66	-34	-96	-62
External supplies & services	7,709	8,480	771	15,726	16,278	552
Depreciation, amort. & impairment	1,801	1,873	72	3,588	3,732	144
EBIT	**-4,399**	**-44,196**	**-39,797**	**-8,433**	**-50,401**	**-41,968**
EBITDA	**-6,200**	**-46,069**	**-39,869**	**-12,021**	**-54,133**	**-42,112**
ADJUSTED EBITDA[1]	**-6,200**	**-5,569**	**631**	**-12,021**	**-13,633**	**-1,612**

(1) Ebitda prior to one-time expenses of €40.5 million related to the acquisition of Cirsa by Blackstone.

Millions of Euros

CAPEX ***YTD June 30***	**2017**	**2018**	**Var.**
Slots	35.2	46.8	11.6
Casinos	26.9	22.6	-4.3
Bingo	13.4	23.5	10.1
B2B	4.1	2.1	-2.0
Structure	0.2	0.1	-0.1
Total	**79.8**	**95.1**	**15.3**

Of the €95.1 million of capital expenditures for 1H-2018, we estimate that 70% corresponded to maintenance expenditures and 30% to the expansion of our business (mainly slot operations in Spain).

Millions of Euros

Leverage	2018 Mar-31	2018 Jun-30
LTM Adjusted Ebitda	348.4	351.6
Net Interest Expense	64.6	68.3
Cash & Cash Equivalents	145.4	131.8
Total Debt	1,108.4	1,099.9
Total Net Debt	963.0	968.1
Total Net Debt to Ebitda	**2.8x**	**2.8x**
Ebitda to Net Interest Expense	5.4x	5.1x

Millions of Euros

Financial Debt *As of*	2018 Mar-31	2018 Jun-30
Bank Loans	104.0	103.3
Capital Lease Agreements	1.4	1.7
Senior Notes	957.8	944.7
Tax Deferrals	4.7	8.8
Other Loans	40.5	41.4
Total Financial Debt	**1,108.4**	**1,099.9**
Cash & Cash Equivalents	145.4	131.8
Total Net Financial Debt	**963.0**	**968.1**

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 June 30 2017	 2018	 Dif.
Cash-flows from operation activities			
Profit before tax, as per the consolidated P&L accounts	51.3	18.5	-32.8
Adjustments for non-cash revenues and expenses:			
Depreciation, amortization and impairment	90.9	86.8	-4.1
Allowances for doubtful accounts & inventories	1.2	1.4	0.2
Other	-5.0	23.5	28.5
Financial items included in profit before tax:			
Financial results	29.0	33.1	4.1
Foreign exchange results	-0.8	0.1	0.9
Results on sale of non-current assets	2.4	-5.6	-8.0
Adjusted profit from operations before tax and changes in net operating assets	**169.0**	**157.8**	**-11.2**
Variations in:			
Receivables	-1.1	-1.3	-0.2
Inventories	-5.1	-3.4	1.7
Payables	9.1	8.9	-0.2
Gaming taxes, payables	-5.6	-4.7	0.9
Accruals, net	-2.2	-7.0	-4.8
Cash generated from operations	**164.1**	**150.3**	**-13.8**
Income taxes paid	-21.6	-19.0	2.6
Net cash-flows provided by operating activities from continuing operations	**142.5**	**131.3**	**-11.2**
Net cash-flows provided by operating activities from discontinued operations	17.5	21.4	3.9
Net cash-flows from operating activities	**160.0**	**152.7**	**-7.3**
Cash-flows used in / from investing activities			
Purchase and development of property, plant and equipment	-49.0	-56.2	-7.2
Purchase and development of intangibles	-30.7	-38.9	-8.2
Acquisition of participating companies, net of cash acquired	-38.0	-25.5	12.5
Net inflow / outflow current account with Nortia Business Corporation	-0.9	-13.6	-12.7
Proceeds from the sale of assets	13.2	19.2	6.0
Other financial investments	-0.6	0.0	0.6
Interest received on loans granted & cash revenues from other financial assets	1.5	0.8	-0.7
Net cash-flows provided by investing activities from continuing operations	**-104.5**	**-114.3**	**-9.8**
Net cash-flows provided by investing activities from discontinued operations	-5.9	-28.9	-23.0
Net cash-flows used in investing activities	**-110.4**	**-143.2**	**-32.8**
Cash-flows from / used in financing activities			
Proceeds from bank borrowings	861.3	785.9	-75.4
Repayment of bank borrowings	-870.6	-783.8	86.8
Capital lease payments	-0.3	0.0	0.3
Interest paid on financial debt	-32.5	-32.9	-0.4
Dividends and other	1.5	0.1	-1.4
Net cash-flows provided by financing activities from continuing operations	**-40.6**	**-30.7**	**9.9**
Net cash-flows provided by financing activities from discontinued operations	-13.1	-7.4	5.7
Net cash-flows from / used in financing activities	**-53.7**	**-38.1**	**15.6**
Net variation in cash & cash equivalents	**-4.1**	**-28.6**	**-24.5**
Net foreign exchange difference	**-3.9**	**-4.3**	**-0.4**
Cash & cash equivalents at January 1	**174.1**	**181.2**	**7.1**
Cash & cash equivalents at June 30 from discontinued operations	22.1	16.6	-5.5
Cash & cash equivalents at June 30 from continuing operations	**144.0**	**131.8**	**-12.2**

Consolidated Balance Sheet *Thousands of Euros*	**30-Jun-17**	**31-Dec-17**	**30-Jun-18**
Assets			
Intangibles	387,923	399,188	400,749
Goodwill	95,487	92,912	93,440
Property, plant & equipment	450,823	431,050	291,767
Financial assets	172,731	171,045	193,536
Deferred income tax	67,496	56,540	46,422
Total non-current assets	**1,174,460**	**1,150,735**	**1,025,914**
Inventories	20,296	17,753	19,302
Accounts receivable	210,300	185,694	108,061
Financial assets	58,174	63,514	39,238
Cash & cash equivalents	166,091	181,220	131,791
Other	13,783	16,569	16,134
Assets & disposal groups held for sale	0	0	248,766
Total current assets	**468,645**	**464,749**	**563,292**
Total Assets	**1,643,105**	**1,615,484**	**1,589,206**

Liabilities			
Share capital	24,577	24,577	24,577
Share premium	9,500	9,500	9,500
Reserves	34,174	34,174	102,183
Cumulative translation reserve	-338,580	-362,633	-369,787
Consolidated result for the period	33,692	70,828	14,277
Treasury stock	-184	-184	-184
Minority interest	254,931	236,679	228,752
Total net equity	**18,110**	**12,941**	**9,318**
Provisions	17,359	18,396	16,619
Credit institutions	78,639	37,927	42,310
Bonds	935,882	938,535	0
Tax authorities	32,914	25,353	5
Other creditors	27,944	38,217	38,810
Deferred income tax	128,177	121,222	97,061
Total non-current liabilities	**1,220,914**	**1,179,650**	**194,805**
Credit institutions	37,932	69,270	62,715
Bonds	5,630	4,615	944,723
Accounts payable	139,282	124,773	45,369
Other creditors	194,822	208,926	192,328
Current income tax payable	26,415	15,309	15,645
Liabilities & disposal groups held for sale	0	0	124,303
Total current liabilities	**404,081**	**422,893**	**1,385,083**
Total equity & liabilities	**1,643,105**	**1,615,484**	**1,589,206**

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, beliefsor 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 2017 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.