



**SECOND QUARTER 2017 RESULTS**  
**Cirsa Gaming Corporation S.A.**  
**September 7, 2017**

- For 2Q-2017, we report Ebitda of €106.2 million: increased 7.7% from 2Q-2016

<b>Ebitda Mix by Country</b>	<b>FY 2016</b>	<b>YTD June 30, 2017</b>
Spain	36.2%	36.5%
Italy	4.8%	4.7%
Argentina	18.3%	17.5%
Panama	17.7%	18.7%
Colombia	12.1%	11.0%
Mexico	6.6%	7.6%
Other	4.3%	4.0%

- **As of June 30, 2017 our financial position is:**
  - Total net debt of €948.2 million; decreased €5.5 million from March 31, 2017
  - Cash of €166.1 million; decreased €21.7 million from March 31, 2017
  - Available revolving credit facilities of €75.0 million
  - Net debt to Ebitda ratio stands at 2.3x; unchanged from March 31, 2017

On July 1, 2017 Cirsa acquired 17 electronic casinos in Peru which together operate 2,400 slot machines (12 of the halls are located in Lima and 5 in other cities). The total cash consideration was US\$26.0 million, which represents an Ebitda multiple of 4.5x. As a result of this acquisition, which was funded with available cash, Cirsa becomes one of the leading casino operators in Peru.

**CIRSA Gaming Corporation S.A.**

P&L Consolidated <i>Thousands of Euros</i>	Second Quarter			YTD June 30		
	2016	2017	Dif.	2016	2017	Dif.
<b>Operating Revenues</b>	<b>462,594</b>	<b>494,730</b>	<b>32,136</b>	<b>913,256</b>	<b>988,010</b>	<b>74,754</b>
Variable rent	-63,596	-65,374	-1,778	-125,576	-134,472	-8,896
<b>Net Operating Revenues</b>	<b>398,998</b>	<b>429,356</b>	<b>30,358</b>	<b>787,680</b>	<b>853,538</b>	<b>65,858</b>
Consumptions	-16,267	-20,961	-4,694	-32,673	-40,530	-7,857
Personnel	-71,410	-79,566	-8,156	-138,667	-156,023	-17,356
Gaming taxes	-141,223	-146,691	-5,468	-281,492	-296,428	-14,936
External supplies & services	-71,499	-75,932	-4,433	-137,733	-148,337	-10,604
Depreciation, amort. & impairment	-51,300	-52,465	-1,165	-100,380	-101,912	-1,532
<b>EBIT</b>	<b>47,299</b>	<b>53,740</b>	<b>6,441</b>	<b>96,735</b>	<b>110,308</b>	<b>13,573</b>
Financial results	-23,536	-15,245	8,291	-43,102	-31,698	11,404
Foreign exchange results	519	2,468	1,949	1,281	1,710	429
Results on sale of non-current assets	2,970	-1,069	-4,039	1,394	-2,370	-3,764
<b>Profit before Income Tax</b>	<b>27,252</b>	<b>39,894</b>	<b>12,642</b>	<b>56,308</b>	<b>77,950</b>	<b>21,642</b>
Income Tax	-14,000	-15,658	-1,658	-27,969	-30,072	-2,103
Minority interest	-6,530	-7,125	-595	-12,912	-14,187	-1,275
<b>Net Profit</b>	<b>6,722</b>	<b>17,111</b>	<b>10,389</b>	<b>15,427</b>	<b>33,692</b>	<b>18,265</b>
<b>EBITDA</b>	<b>98,599</b>	<b>106,205</b>	<b>7,606</b>	<b>197,115</b>	<b>212,220</b>	<b>15,105</b>

**Second quarter of 2017 compared to second quarter 2016**

Net operating revenues increased by 7.6% and Ebitda grew by 7.7% from 2Q-2016 due to the improvement in our Spanish operations and the positive underlying performance across our Latam operations that, despite the gaming tax increases in Argentina and Colombia, continued to show steady organic growth. Financial expenses were reduced by €8.3 million or 35.2% due to lower interest rates, mainly from the 5.750% Senior Notes due 2021 issued in April 2016 that refinanced our higher cost debt.

Average Exchange Rates <i>One Euro equals:</i>	YTD <i>June 30, 2016</i>	YTD <i>June 30, 2017</i>	Variation
Argentina Peso	16.2892	17.3052	6.2%
Colombia Peso	3,420.9058	3,211.5360	-6.1%
Costa Rica Colon	607.4856	624.8211	2.9%
Dominican Republic Peso	51.0912	51.7467	1.3%
Mexico Peso	20.0386	20.9500	4.5%
Morocco Dirham	10.9083	10.8286	-0.7%
Panama US Dollar	1.1142	1.0934	-1.9%
Peru Nuevo Sol	3.7618	3.5667	-5.2%

<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>2016</b>	<b>2017</b>	<b>Dif.</b>	<b>2016</b>	<b>2017</b>	<b>Dif.</b>
<b>Operating Revenues</b>	<b>222,669</b>	<b>230,571</b>	<b>7,902</b>	<b>440,678</b>	<b>462,464</b>	<b>21,786</b>
Variable rent	-60,897	-62,934	-2,037	-119,769	-129,100	-9,331
<b>Net Operating Revenues</b>	<b>161,772</b>	<b>167,637</b>	<b>5,865</b>	<b>320,909</b>	<b>333,364</b>	<b>12,455</b>
Consumptions	-8,377	-9,352	-975	-16,965	-18,084	-1,119
Personnel	-15,571	-16,581	-1,010	-30,339	-32,426	-2,087
Gaming taxes	-88,878	-90,612	-1,734	-178,575	-179,655	-1,080
External supplies & services	-20,849	-19,285	1,564	-39,191	-38,992	199
Depreciation, amort. & impairment	-26,401	-26,855	-454	-51,381	-51,054	327
<b>EBIT</b>	<b>1,696</b>	<b>4,953</b>	<b>3,257</b>	<b>4,458</b>	<b>13,154</b>	<b>8,696</b>
<b>EBITDA</b>	<b>28,097</b>	<b>31,808</b>	<b>3,711</b>	<b>55,839</b>	<b>64,208</b>	<b>8,369</b>

### **Second quarter of 2017 compared to second quarter 2016**

Net operating revenues grew by 3.6% and Ebitda increased by 13.2% from 2Q-2016.

The 2Q-2017 Ebitda contribution by country was as follows:

- Ebitda of Spanish operations increased by 10.6%: €26.9 million from €24.4 million in 2Q-2016, mainly due to the addition of 1,397 slot machines to our portfolio.
- Ebitda of Italian operations increased by 30.5%: €4.9 million from €3.7 million in 2Q-2016 due to the improvement of our slot operations portfolio (through the rapid deployment of popular slot machine games with lower payout) and the implementation of cost reduction initiatives.

<b>Slot Machines</b> <i>As of June 30</i>			<b>Var.</b>	<b>Var.</b> <b>%</b>
	<b>2016</b>	<b>2017</b>	<b>units</b>	
Slot machines, Spain	28,507	29,904	1,397	4.9
Slot machines, Italy *	10,181	9,311	-870	-8.5
VLTs, Italy	2,566	2,578	12	0.5
<b>Total</b>	<b>41,254</b>	<b>41,793</b>	<b>539</b>	<b>1.3</b>

(\*) In September 2016, we sold our 50% interest of a joint venture that operated 1,500 slot machines.

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

As previously announced, on May 11, 2017, Cirsa acquired a 75% interest in a slot operating company which operates 826 slot machines and 4 arcades (with 104 additional slot machines) in Spain. The total cash consideration was €29.7 million, which represents an Ebitda multiple of 5x and was funded with available cash.

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 slot 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>2016</b>	<b>2017</b>	<b>Dif.</b>	<b>2016</b>	<b>2017</b>	<b>Dif.</b>
<b>Operating Revenues</b>	<b>182,267</b>	<b>195,776</b>	<b>13,509</b>	<b>356,106</b>	<b>390,741</b>	<b>34,635</b>
Variable rent	-1,032	-830	202	-1,975	-1,672	303
<b>Net Operating Revenues</b>	<b>181,235</b>	<b>194,946</b>	<b>13,711</b>	<b>354,131</b>	<b>389,069</b>	<b>34,938</b>
Consumptions	-3,717	-4,019	-302	-6,976	-8,013	-1,037
Personnel	-38,647	-42,201	-3,554	-74,128	-84,037	-9,909
Gaming taxes	-37,760	-43,055	-5,295	-73,052	-89,955	-16,903
External supplies & services	-39,169	-43,614	-4,445	-75,627	-84,127	-8,500
Depreciation, amort. & impairment	-21,547	-22,273	-726	-42,351	-44,572	-2,221
<b>EBIT</b>	<b>40,395</b>	<b>39,784</b>	<b>-611</b>	<b>81,997</b>	<b>78,365</b>	<b>-3,632</b>
<b>EBITDA</b>	<b>61,942</b>	<b>62,057</b>	<b>115</b>	<b>124,348</b>	<b>122,937</b>	<b>-1,411</b>

### **Second quarter of 2017 compared to second quarter 2016**

Net operating revenues increased by 7.6% while Ebitda grew by 0.2% from 2Q-2016. The increase of gaming taxes in Argentina and Colombia, which impacted our 2Q-2017 ebitda by approximately €9.0 million, and the negative overall F/X impact (€2.0 million), was offset by strong revenue growth and the implementation of mitigation and cost reduction initiatives.

<b>As of June 30</b>	<b>2016</b>			<b>2017</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	29	7,599	24	29	7,554	27	0	-45	3
Argentina	9	7,336	199	9	7,373	209	0	37	10
Colombia	66	6,064	216	66	6,280	225	0	216	9
Peru	13	1,972	44	13	1,785	45	0	-187	1
Costa Rica	7	986	21	7	883	23	0	-103	2
Dominican Republic	5	615	74	5	681	69	0	66	-5
Spain	4	299	47	4	305	51	0	6	4
Morocco	1	190	19	1	193	19	0	3	0
<b>Total</b>	<b>134</b>	<b>25,061</b>	<b>644</b>	<b>134</b>	<b>25,054</b>	<b>668</b>	<b>0</b>	<b>-7</b>	<b>24</b>

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

On July 1, 2017 Cirsa acquired 17 electronic casinos in Peru which together operate 2,400 slot machines (12 of the halls are located in Lima and 5 in other cities). The total cash consideration was US\$26.0 million, which represents an Ebitda multiple of 4.5x. As a result of this acquisition, which was funded with available cash, Cirsa becomes one of the leading casino operators in Peru.

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.

<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>2016</b>	<b>2017</b>	<b>Dif.</b>	<b>2016</b>	<b>2017</b>	<b>Dif.</b>
<b>Operating Revenues</b>	<b>53,480</b>	<b>56,936</b>	<b>3,456</b>	<b>108,343</b>	<b>114,431</b>	<b>6,088</b>
Variable rent	-1,667	-1,670	-3	-3,832	-3,822	10
<b>Net Operating Revenues</b>	<b>51,813</b>	<b>55,266</b>	<b>3,453</b>	<b>104,511</b>	<b>110,609</b>	<b>6,098</b>
Consumptions	-2,404	-2,562	-158	-4,898	-5,134	-236
Personnel	-10,115	-11,276	-1,161	-20,468	-21,936	-1,468
Gaming taxes	-14,285	-12,704	1,581	-29,291	-26,190	3,101
External supplies & services	-14,149	-15,302	-1,153	-28,020	-30,217	-2,197
Depreciation, amort. & impairment	-3,938	-4,261	-323	-7,955	-7,968	-13
<b>EBIT</b>	<b>6,922</b>	<b>9,161</b>	<b>2,239</b>	<b>13,879</b>	<b>19,164</b>	<b>5,285</b>
<b>EBITDA</b>	<b>10,860</b>	<b>13,422</b>	<b>2,562</b>	<b>21,834</b>	<b>27,132</b>	<b>5,298</b>

### ***Second quarter of 2017 compared to second quarter 2016***

Net operating revenues grew by 6.7% and Ebitda increased by 23.6% from 2Q-2016. The Ebitda contribution by country was as follows:

- Ebitda of Spanish operations increased by 39.5% to €5.3 million from €3.8 million in 2Q-2016 continuing the positive trend that started in early 2015.
- Ebitda of Mexican operations increased by 14.1% to €8.1 million from €7.1 million in 2Q-2016. In Mexico, the depreciation of the Mexican Peso against the Euro (4.5%) was offset by the strong performance of our halls and the addition of two new halls.

<b>Bingo Halls</b> <i>As of June 30</i>	<b>2016</b>	<b>2017</b>	<b>Var.</b>
Spain	38	37	-1
Mexico	18	20	2
Italy	12	11	-1
<b>Total</b>	<b>68</b>	<b>68</b>	<b>0</b>

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

On June 1, 2017, Cirsa acquired one hall in Puerto Vallarta (Mexico) which operates 330 slot machines. The total cash consideration was €5.8 million, which represents an Ebitda multiple of 5.4x and was funded with available cash.

<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>2016</b>	<b>2017</b>	<b>Dif.</b>	<b>2016</b>	<b>2017</b>	<b>Dif.</b>
<b>Operating Revenues</b>	<b>23,962</b>	<b>28,335</b>	<b>4,373</b>	<b>48,632</b>	<b>59,223</b>	<b>10,591</b>
Variable rent	0	0	0	0	0	0
<b>Net Operating Revenues</b>	<b>23,962</b>	<b>28,335</b>	<b>4,373</b>	<b>48,632</b>	<b>59,223</b>	<b>10,591</b>
Consumptions	-10,200	-12,226	-2,026	-21,970	-27,376	-5,406
Personnel	-5,023	-5,249	-226	-10,020	-10,561	-541
Gaming taxes	-276	-302	-26	-535	-594	-59
External supplies & services	-5,316	-5,440	-124	-9,641	-10,727	-1,086
Depreciation, amort. & impairment	-1,077	-877	200	-2,017	-1,906	111
<b>EBIT</b>	<b>2,070</b>	<b>4,241</b>	<b>2,171</b>	<b>4,449</b>	<b>8,058</b>	<b>3,609</b>
<b>EBITDA</b>	<b>3,147</b>	<b>5,118</b>	<b>1,971</b>	<b>6,466</b>	<b>9,964</b>	<b>3,498</b>

### ***Second quarter of 2017 compared to second quarter 2016***

Despite market demand still being flat, net operating revenues increased by 18.3% and Ebitda increased by 62.6% from 2Q-2016, mainly due to the combined effect of the good performance of our top slot machine models, which have maintained our leadership position in the Spanish slot machines market, and the increased sales of our gaming system solutions (including Tito and Player Tracking).

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

We will continue with our cost reduction initiatives and leverage on our market leadership to support our sales of slot machine 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		
	2016	2017	Dif.	2016	2017	Dif.
<b>Operating Revenues</b>	<b>-19,784</b>	<b>-16,888</b>	<b>2,896</b>	<b>-40,503</b>	<b>-38,850</b>	<b>1,653</b>
Variable rent	0	60	60	0	122	122
<b>Net Operating Revenues</b>	<b>-19,784</b>	<b>-16,828</b>	<b>2,956</b>	<b>-40,503</b>	<b>-38,728</b>	<b>1,775</b>
Consumptions	8,431	7,198	-1,233	18,136	18,077	-59
Personnel	-2,054	-4,259	-2,205	-3,712	-7,063	-3,351
Gaming taxes	-24	-18	6	-39	-34	5
External supplies & services	7,984	7,709	-275	14,746	15,726	980
Depreciation, amort. & impairment	1,663	1,801	138	3,324	3,588	264
<b>EBIT</b>	<b>-3,784</b>	<b>-4,399</b>	<b>-615</b>	<b>-8,048</b>	<b>-8,433</b>	<b>-385</b>
<b>EBITDA</b>	<b>-5,447</b>	<b>-6,200</b>	<b>-753</b>	<b>-11,372</b>	<b>-12,021</b>	<b>-649</b>

### Millions of Euros

CAPEX YTD June 30	2016	2017	Var.
Slots	30.4	35.2	4.8
Casinos	30.4	32.1	1.7
Bingo	5.0	13.4	8.4
B2B	1.7	4.1	2.4
Structure	0.1	0.1	0.0
<b>Total</b>	<b>67.6</b>	<b>84.9</b>	<b>17.3</b>

Of the €84.9 million of capital expenditures YTD June 30, 2017, we estimate that 70% corresponded to maintenance expenditures and 30% to the expansion of our business (mainly slot operations in Spain).

<i>Millions of Euros</i>					
<b>Leverage 12 Trailing Months</b>	<b>2016</b>			<b>2017</b>	
	<b>Jun-30</b>	<b>Sep-30</b>	<b>Dec-31</b>	<b>Mar-31</b>	<b>Jun-30</b>
Ebitda	394.6	397.6	398.3	405.8	413.4
Net Interest Expense	86.0	96.6	92.5	89.4	81.1
Cash & Cash Equivalents	133.5	176.8	174.1	187.8	166.1
Total Debt	1,102.9	1,153.3	1,138.8	1,141.5	1,114.3
Total Net Debt	969.4	976.5	964.7	953.7	948.2
Total Net Debt to Ebitda	2.5x	2.5x	2.4x	2.3x	2.3x
Ebitda to Net Interest Expense	4.6x	4.1x	4.3x	4.5x	5.1x

<i>Millions of Euros</i>					
<b>Financial Debt As of</b>	<b>2016</b>			<b>2017</b>	
	<b>Jun-30</b>	<b>Sep-30</b>	<b>Dec-31</b>	<b>Mar-31</b>	<b>Jun-30</b>
Bank Loans	131.0	122.2	118.7	115.5	110.5
Capital Lease Agreements	9.6	9.7	9.0	7.5	6.0
Senior Notes	934.9	954.2	940.0	954.6	941.5
Tax Deferrals	9.3	52.1	56.4	49.9	43.8
Other Loans	18.1	15.1	14.7	14.0	12.5
<b>Total Financial Debt</b>	<b>1,102.9</b>	<b>1,153.3</b>	<b>1,138.8</b>	<b>1,141.5</b>	<b>1,114.3</b>
Cash & Cash Equivalents	133.5	176.8	174.1	187.8	166.1
<b>Total Net Financial Debt</b>	<b>969.4</b>	<b>976.5</b>	<b>964.7</b>	<b>953.7</b>	<b>948.2</b>

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.

#### **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 2016 annual report.



<b>Cash-flow Statement</b> <i>Millions of Euros</i>	<b>YTD June 30</b>		
	<b>2016</b>	<b>2017</b>	<b>Dif.</b>
<b><i>Cash-flows from operation activities</i></b>			
Profit before tax, as per the consolidated P&L accounts	56.3	78.0	21.7
Adjustments for non-cash revenues and expenses:			
Depreciation, amortization and impairment	99.4	100.7	1.3
Allowances for doubtful accounts & inventories	1.0	1.3	0.3
Other	-4.1	-4.0	0.1
Financial items included in profit before tax:			
Financial results	43.1	31.7	-11.4
Foreign exchange results	-1.3	-1.7	-0.4
Results on sale of non-current assets	-1.4	2.4	3.8
<b>Adjusted profit from operations before tax and changes in net operating assets</b>	<b>193.0</b>	<b>208.3</b>	<b>15.3</b>
Variations in:			
Receivables	-5.4	-3.2	2.2
Inventories	-2.5	-5.0	-2.5
Payables	0.3	5.1	4.8
Gaming taxes, payables	6.6	-12.6	-19.2
Accruals, net	-4.9	-6.9	-2.0
<b>Cash generated from operations</b>	<b>187.1</b>	<b>185.7</b>	<b>-1.4</b>
Income taxes paid	-35.1	-25.7	9.4
<b>Net cash-flows from operating activities</b>	<b>152.0</b>	<b>160.0</b>	<b>8.0</b>
<b><i>Cash-flows used in / from investing activities</i></b>			
Purchase and development of property, plant and equipment	-52.6	-54.2	-1.6
Purchase and development of intangibles	-15.0	-30.7	-15.7
Acquisition of participating companies, net of cash acquired	-16.3	-38.0	-21.7
Net inflow / outflow current account with Nortia Business Corporation	0.0	-0.9	-0.9
Proceeds from the sale of assets	8.0	13.2	5.2
Other financial investments	-9.8	-2.8	7.0
Interest received on loans granted & cash revenues from other financial assets	4.0	3.1	-0.9
<b>Net cash-flows used in investing activities</b>	<b>-81.7</b>	<b>-110.4</b>	<b>-28.7</b>
<b><i>Cash-flows from / used in financing activities</i></b>			
Proceeds from bank borrowings	1,159.4	861.3	-298.1
Repayment of bank borrowings	-1,159.6	-870.6	289.0
Issuance of bonds	447.6	0.0	-447.6
Repayment of bonds	-450.0	0.0	450.0
Purchase / sale of bonds	5.1	0.0	-5.1
Capital lease payments	-1.0	-2.8	-1.8
Interest paid on financial debt	-46.6	-37.3	9.3
Dividends and other	-6.5	-4.3	2.2
<b>Net cash-flows from / used in financing activities</b>	<b>-51.6</b>	<b>-53.7</b>	<b>-2.1</b>
<b>Net variation in cash &amp; cash equivalents</b>	<b>18.8</b>	<b>-4.1</b>	<b>-22.9</b>
<b>Net foreign exchange difference</b>	<b>-0.3</b>	<b>-3.9</b>	<b>-3.6</b>
<b>Cash &amp; cash equivalents at January 1</b>	<b>114.9</b>	<b>174.1</b>	<b>59.2</b>
<b>Cash &amp; cash equivalents at June 30</b>	<b>133.4</b>	<b>166.1</b>	<b>32.7</b>

<b>Consolidated Balance Sheet</b> <i>Thousands of Euros</i>	<b>30-Jun-16</b>	<b>31-Dec-16</b>	<b>30-Jun-17</b>
<b>Assets</b>			
Intangibles	392,920	371,279	387,923
Goodwill	103,119	104,412	95,487
Property, plant & equipment	480,723	464,229	450,823
Financial assets	174,438	169,544	172,731
Deferred income tax	86,971	75,788	67,496
<b>Total non-current assets</b>	<b>1,238,171</b>	<b>1,185,253</b>	<b>1,174,461</b>
Inventories	16,856	15,319	20,296
Accounts receivable	191,614	188,181	210,300
Financial assets	69,426	69,595	58,174
Cash & cash equivalents	133,455	174,057	166,091
Other	12,238	7,405	13,783
<b>Total current assets</b>	<b>423,589</b>	<b>454,557</b>	<b>468,644</b>
<b>Total Assets</b>	<b>1,661,760</b>	<b>1,639,810</b>	<b>1,643,105</b>

<b>Liabilities</b>			
Share capital	24,577	24,577	24,577
Share premium	9,500	9,500	9,500
Reserves	30,910	30,910	34,174
Cumulative translation reserve	-303,342	-307,187	-338,580
Consolidated result for the period	15,427	3,264	33,692
Treasury stock	-184	-184	-184
Minority interest	263,654	250,955	254,931
<b>Total net equity</b>	<b>40,542</b>	<b>11,835</b>	<b>18,110</b>
Provisions	29,489	23,031	17,359
Credit institutions	87,787	78,375	78,639
Bonds	927,921	935,390	935,882
Tax authorities	1,627	38,284	32,914
Other creditors	31,627	30,430	27,944
Deferred income tax	138,679	130,640	128,177
<b>Total non-current liabilities</b>	<b>1,217,130</b>	<b>1,236,148</b>	<b>1,220,914</b>
Credit institutions	52,808	49,328	37,932
Bonds	6,956	4,654	5,630
Accounts payable	131,280	135,398	139,282
Other creditors	181,412	188,800	194,822
Current income tax payable	31,632	13,647	26,415
<b>Total current liabilities</b>	<b>404,088</b>	<b>391,826</b>	<b>404,081</b>
<b>Total equity &amp; liabilities</b>	<b>1,661,760</b>	<b>1,639,810</b>	<b>1,643,105</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 2016 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.