

Olympic Entertainment Group AS

Consolidated interim financial statements for the Q4 and 12 months of 2016 (unaudited)

(translation of the Estonian original)*

Beginning of reporting period	1 January 2016
End of reporting period	31 December 2016
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Core activity	Provision of gaming services
Auditor	AS PricewaterhouseCoopers

*This version of consolidated interim financial statements is a translation from the original, which was prepared in Estonian. All possible care has been taken to ensure that the translation is an accurate representation of the original. However, in all matters of interpretation of information, views or opinions, the original language version of consolidated interim financial statements takes precedence over this translation.

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Corporate profile

Olympic Entertainment Group AS with its subsidiaries (hereinafter the "Group") is the leading provider of gaming services in the Baltic States (Estonia, Latvia and Lithuania) and operates casinos in Slovakia, Italy and Malta.

Olympic Entertainment Group AS is the Group's ultimate holding company, organising the strategic management and financing of the Group. The operations of local casinos are controlled by local subsidiaries.

The shares of Olympic Entertainment Group AS are listed on the Tallinn and Warsaw Stock Exchanges (OMX: OEG1T / WSE: OEG).

As at 31 December 2016, the Group had a total of 120 casinos and 31 betting points. As at 31 December 2016, the Group operated 24 casinos in Estonia, 54 in Latvia, 18 in Lithuania, 8 in Slovakia, 15 in Italy and 1 in Malta. The Group employed 3,024 employees in 7 countries.

Group entities include:

	Domicile	Ownership 31.12.2016	Ownership 31.12.2015	Area of activity
Olympic Casino Eesti AS	Estonia	95%	95%	Gaming services
Kungla Investeeringu AS	Estonia	100%	100%	Bar services
OÜ Oma & Hea	Estonia	95%	0%	Bar services
Kesklinna Hotelli OÜ	Estonia	0%	100%	Hotel real estate development
Fortuna Travel OÜ	Estonia	100%	100%	Hotel operations
Nordic Gaming OÜ	Estonia	100%	100%	Holding activities
Kasiino.ee OÜ	Estonia	100%	100%	Internet solutions
Olympic Casino Latvia SIA	Latvia	100%	100%	Gaming services
Ahti SIA	Latvia	100%	100%	Bar services
SIA Garkalns**	Latvia	0%	100%	Gaming services
Olympic Casino Group Baltija UAB	Lithuania	100%	100%	Gaming services
Mecom Grupp UAB	Lithuania	100%	100%	Bar services
UAB Orakulas	Lithuania	100%	100%	Gaming services
Silber Investments Sp. z o.o.***	Poland	100%	100%	Holding activities
Baina Investments Sp. z o.o.***	Poland	100%	100%	Holding activities
Casino-Polonia Wroclaw Sp. z o.o.***	Poland	100%	80%	Gaming services
Ultramedia Sp. z o.o.	Poland	100%	100%	Holding activities
Olympic Casino Slovakia S.r.o.	Slovakia	100%	100%	Gaming services
OlyBet Slovakia S.r.o.	Slovakia	100%	100%	Gaming services
Olympic F & B S.r.o.*	Slovakia	0%	100%	Bar services
Olympic Casino Bel IP	Belarus	100%	100%	Under liquidation
The Box S.r.l.	Italy	100%	100%	Holding activities
Jackpot Game S.r.l.	Italy	100%	100%	Gaming services
Slottery S.r.l.	Italy	100%	100%	Gaming services
Siquia Holding B.V.	Holland	0%	95%	Liquidated
Jessy Investments B.V.	Holland	100%	100%	Holding activities
Gametech Services Ltd	Jersey	100%	100%	Software services
Brandhouse Ltd	Jersey	100%	100%	Holding activities
OEG Malta Holding Ltd	Malta	100%	100%	Holding activities
OEG Malta Gaming Ltd	Malta	100%	100%	Holding activities

* On 1 April 2016 Olympic F & B S.r.o. was merged with Olympic Casino Slovakia S.r.o., therefore the ownership as at 31 December 2016 equals 0%.

** On 23 December 2016 SIA Garkalns was merged with Olympic Casino Latvia SIA, therefore the ownership as at 31 December 2016 equals 0%.

*** Polish subsidiaries Silber Investments Sp. z o.o., Baina Investments Sp. z o.o. and Casino-Polonia Wroclaw Sp. z o.o. have submitted their bankruptcy petition to the court after the balance sheet date.

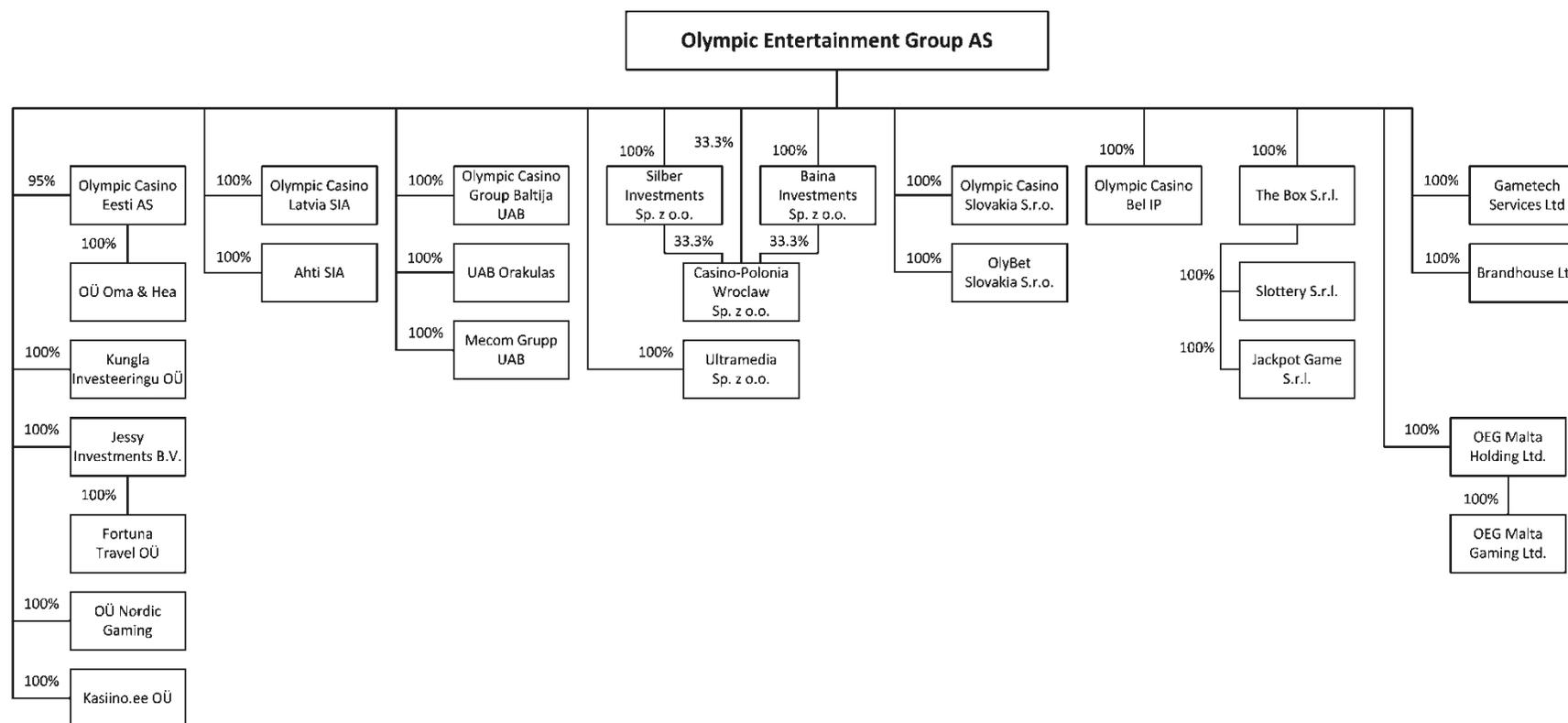
Our vision

Our vision is to be a global casino and resort operator, best known for our excellent service and creative design.

Our mission

To give our guests a customer orientated, secure and safe environment with the finest design and craftsmanship, unparalleled in the industry and supported by the excellence of our name and reputation.

Group's structure at 31 December 2016



Declaration of the management

The members of the management confirm that according to their best knowledge, the interim financial statements, prepared in accordance with the accounting standards in force, give a true and fair view of the assets, liabilities, financial position and profit or loss of Olympic Entertainment Group AS and the Group entities involved in the consolidation as a whole, and the management report gives a true and fair view of the development and results of the business activities and financial position of Olympic Entertainment Group AS and the Group entities involved in the consolidation as a whole and contains a description of the main risks and doubts.



Madis Jääger
Chairman of the Management Board



Meelis Pielberg
Member of the Management Board

28 February 2017

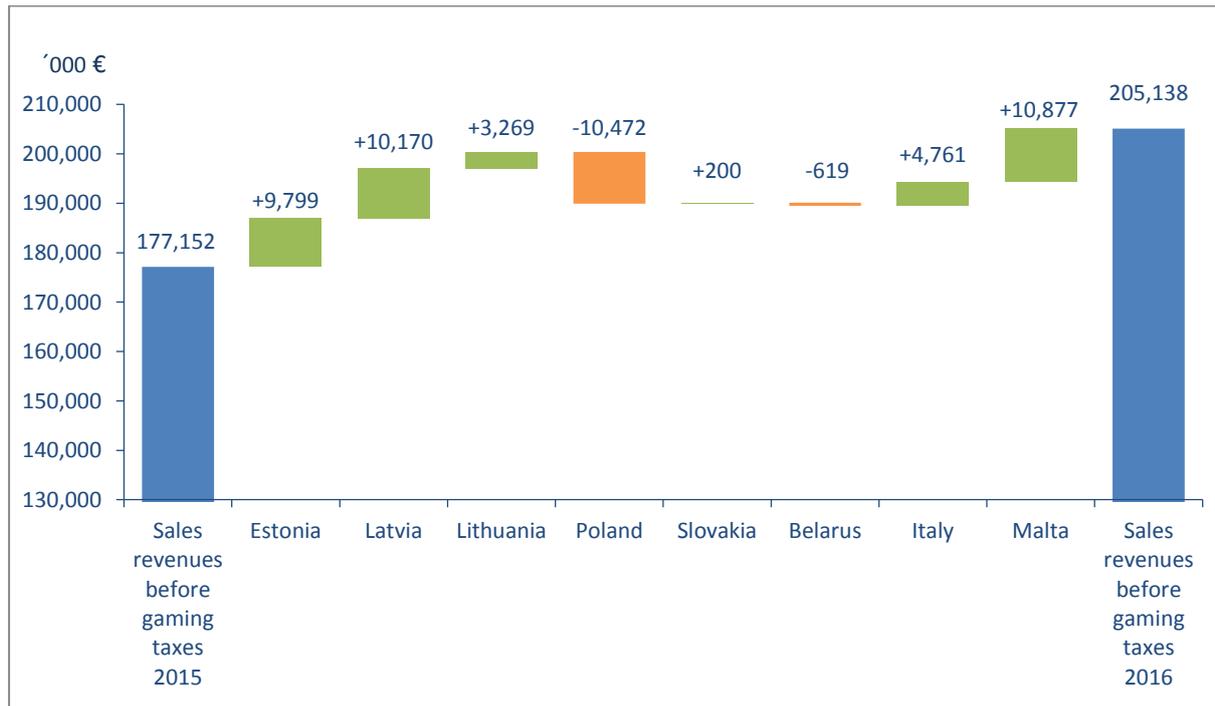
Management report

Overview of the economic activities

Key developments of the Group during 2016:

- The Group's consolidated sales revenues before gaming taxes for 2016 amounted to EUR 205.1 million, up 15.8% or EUR 28.0 million y-o-y.
- Total gaming revenues before gaming taxes accounted for 92.4% (189.5 m€) and other revenues for 7.6% (15.7 m€) of the Group's consolidated total sales revenues for 2016. A year before the revenue split was 94.2% (166.8 m€) and 5.8% (10.3 m€), respectively.
- The Group's consolidated EBITDA for 2016 amounted to EUR 53.8 million, a growth of 36.2% from EUR 39.5 million a year before. The Group's consolidated operating profit increased EUR 3.2 million (10.2%) to EUR 34.6 million.
- The Group's consolidated net profit attributable to equity holders of the parent company for 2016 totalled EUR 29.3 million compared to EUR 25.7 million a year ago.
- The presentation of gaming taxes has been changed in the current financial statements. The income statement now presents revenue before gaming taxes, then gaming taxes and thereafter net revenue.
- In the current financial statements Polish and Belarus segments have been classified as discontinued operations, for which the net loss for 2016 amounted to EUR 9.6 million (in 2015 net profit of EUR 1.7 million), consisting mainly of goodwill and assets impairment due to freezing of active operations in Poland.
- Group company Baina Investments Sp. z o.o. signed the agreement on 14 January 2016 to acquire a 20% holding in the Polish subsidiary Casino Polonia-Wrocław Sp. z o.o., increasing Group holding to 100%.
- After receiving an approval from the Estonian Competition Authority, on 16 February 2016 Group completed the acquisition of 100% shareholding in Estonian casino operator AS MC Kasiinod, which is also the 100% owner of the subsidiary OÜ Oma & Hea, which is providing casino bar services. As a result of the completion of the transaction Group owns 24 casinos in Estonia.
- The Estonian subsidiaries of Group, Olympic Casino Eesti AS and the casino operating company AS MC Kasiinod which was acquired in winter of 2016, concluded a merger agreement on 21 March 2016. The merger was finalised in May 2016 and during the course of the merger AS MC Kasiinod merged with Olympic Casino Eesti AS.
- The Slovak subsidiaries of Group, Olympic Casino Slovakia S.r.o. and Olympic F&B S.r.o., concluded a merger agreement on 22 March 2016. The merger was finalised in April 2016 and during the course of the merger Olympic F&B S.r.o. merged with Olympic Casino Slovakia S.r.o.
- On 31 March 2016 Group decided to liquidate its Dutch subsidiary Siquia Holding B.V., which does not have any business activity. The area of activity for the subsidiary was holding activities. The liquidation was finalised on 30 June 2016.
- The Latvian subsidiaries of Group, Olympic Casino Latvia SIA AS and the casino operating company SIA Garkalns which was acquired in autumn 2015, concluded a merger agreement on 20 May 2016. The merger was finalised on 23 December 2016 and during the course of the merger SIA Garkalns merged with Olympic Casino Latvia SIA.
- On 1 June 2016 Group opened a new hotel and entertainment complex in Tallinn investing over 45 million euros in the building that accommodates the Baltic's first Hilton and the flagship casino of OEG.
- The general meeting of shareholders held on 16 June 2016 decided to pay out dividends in amount of EUR 22,768,680.90 (EUR 0.15 per share), of which EUR 0.10 per share was paid out to shareholders on 15 July 2016 and EUR 0.05 was paid out to shareholders on 14 October 2016.
- On 15 July 2016 Group company Jessy Investments B.V. entered into an agreement to divest the 100% holding in its Estonian subsidiary Kesklinna Hotelli OÜ that owns the hotel and entertainment complex building in Tallinn, where the Hilton Tallinn Park hotel and the flagship casino of OEG group, Olympic Park Casino, are based in. The buyer was East Capital group company ECB3 Tallinn OÜ. The transaction price was 48 million euros and profit 17.8 million euros. The aim of the sales transaction was to release capital that has been invested into real estate and to focus on the core business of the group – operating casino and entertainment complexes. The hotel and casino operations that are in the building were not part of the sales transaction and will continue to be owned by the Group.
- On 23 September 2016 the Group announced that it is forced to freeze active operations in Poland from 24 September 2016 due to the lack of valid location specific activity license, but remains to be interested in continuing its operations in the Polish market and plans to participate in the upcoming public tenders for the licenses. The main purpose of freezing the active operations is to minimise the everyday costs and expenses.
- On 23 September 2016 the Group announced of its decision to exit Belarus gaming market due to the inefficient operations caused by the macroeconomic situation and poor prospects to increase profitability in Belarus.

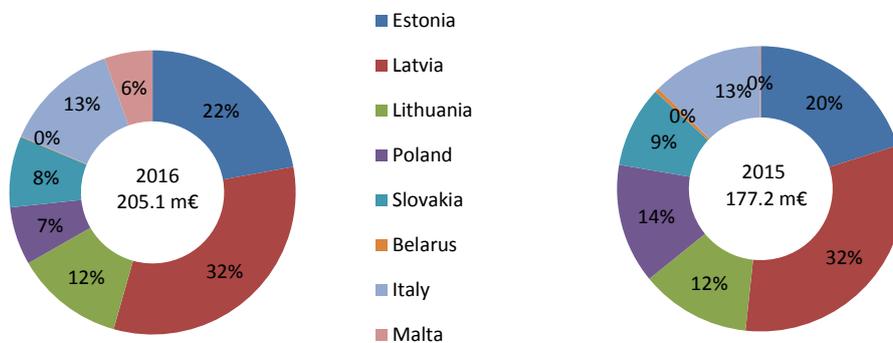
The Group's consolidated sales revenue before gaming taxes bridge by segments:



The Group's consolidated sales revenues before gaming taxes by segments:

'000€	Q4 2016	Q4 2015	Change	2016	2015	Change
Estonia	12,924	9,375	37.9%	45,364	35,566	27.6%
Latvia	17,922	15,364	16.7%	66,185	56,015	18.2%
Lithuania	6,956	6,037	15.2%	25,286	22,016	14.9%
Poland	35	5,953	-99.4%	13,565	24,037	-43.6%
Slovakia	3,866	4,620	-16.3%	16,546	16,347	1.2%
Belarus	0	148	-100.0%	185	804	-77.0%
Italy	7,900	6,065	30.3%	26,838	22,077	21.6%
Malta	2,731	266	926.9%	11,169	291	3,738.2%
Total	52,334	47,828	9.4%	205,138	177,153	15.8%

Share of segments in the Group's sales revenues before gaming taxes:



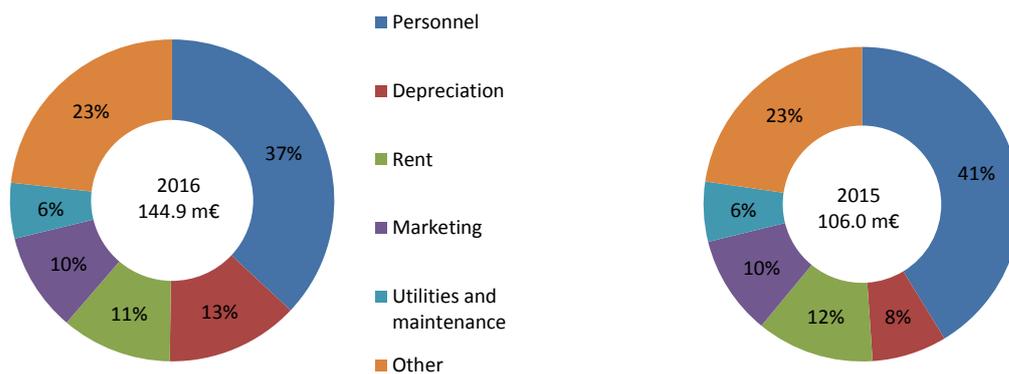
At the end of December 2016, the Group had 120 casinos with total floor area of 39,083 m² (+5,114 m²) and 31 betting points with total floor area of 856 m² (-114 m²).

Number of casinos by segment:

	31 December 2016	31 December 2015
Estonia	24	20
Latvia	54	57
Lithuania	18	19
Poland	0	1
Slovakia	8	7
Belarus	0	2
Italy	15	12
Malta	1	1
Total	120	119

The Group's consolidated operating expenses for amounted to EUR 144.9 million, up 36.6% or EUR 38.8 million y-o-y. The growth was highest in amortisation, depreciation and impairment costs (+11.1 m€, +137.0%), personnel expenses (+9.8 m€, +22.3%), marketing expenses (+3.5 m€, +32.4%) and rent expenses (+3.3 m€, +25.7%). Personnel expenses (53.5 m€) and amortisation, depreciation and impairment costs (19.2 m€) represented the largest cost items accounting for 50.2% of total operating expenses.

The presentation of gaming taxes has been changed in the current financial statements. The income statement now presents revenue before gaming taxes, then gaming taxes and thereafter net revenue. Therefore, gaming taxes are no longer presented under operating expenses. 2016 gaming taxes increased 9.3% (+3.8 m€) compared to 2015.



Key performance indicators of the Group

		2016	2015	2014
Revenue before gaming taxes	m€	205.1	177.2	157.8
Gaming tax	m€	-44.2	-40.4	-34.4
Net revenue	m€	161.0	136.8	123.4
Total revenue	m€	179.5	137.4	123.8
EBITDA	m€	53.8	39.5	36.2
EBIT	m€	34.6	31.4	25.8
Net profit	m€	29.8	27.1	22.4
EBITDA margin	%	33.4	28.9	29.3
Operating margin	%	21.5	22.9	20.9
Net margin	%	18.5	19.8	18.2
Assets	m€	152.7	162.3	126.2
Equity	m€	129.9	122.9	109.2
ROE	%	24.4	23.4	21.4
ROA	%	18.9	18.8	18.3
Current ratio	times	2.1	1.4	3.0
Casinos at end of period	#	120	119	98
Casino floor area at end of period	m ²	39,083	33,969	32,242
Betting points at the end of period	#	31	34	0
Betting points floor area at end of period	m ²	856	970	0
Employees	#	3,024	2,665	2,515
Slot machines at end of period	#	4,123	4,101	3,470
Electronic roulette terminals at the end of period	#	106	122	96
Gaming tables at end of period	#	170	183	193
Tournament poker gaming tables at the end of period	#	64	65	46

Underlying formulas:

- EBITDA = earnings before financial expenses, taxes, depreciation and amortisation and impairment losses
- Operating profit = profit before financial expenses and taxes
- Net profit = net profit for the period before non-controlling interests
- EBITDA margin = EBITDA / net revenue
- Operating margin = operating profit / net revenue
- Net margin = net profit / net revenue
- ROE = net profit attributable to the shareholders of the parent company / average total equity attributable to the shareholders of the parent company
- ROA = net profit / average total assets
- Current ratio = current assets / current liabilities

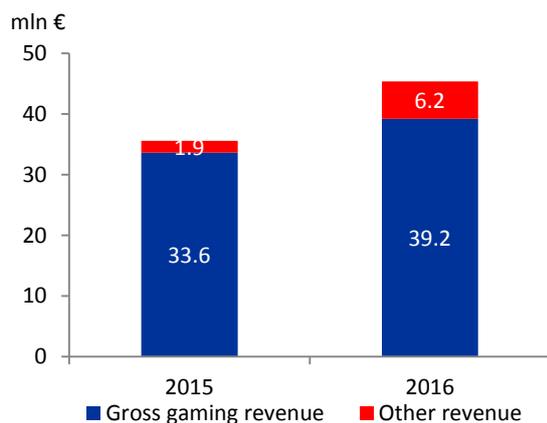
Overview by markets

Estonia

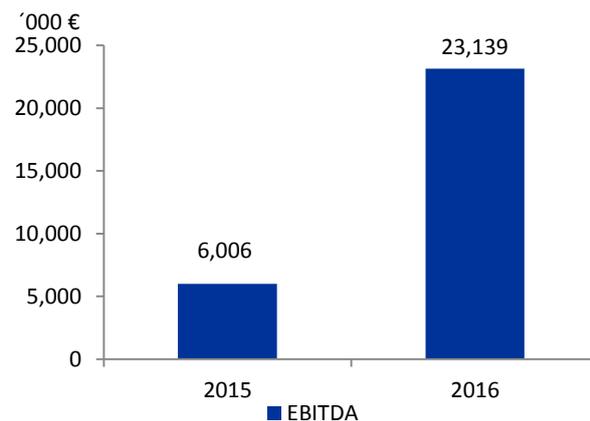
The sales revenues before gaming taxes of Estonian segment for 2016 amounted to EUR 45.4 million (+9.8 m€, +27.6%), EBITDA to EUR 23.1 million (+17.1 m€, +285.3%) and operating profit to EUR 19.7 million (+15.6 m€, +382.5%). Gaming revenue before gaming taxes increased 16.5% y-o-y amounting to EUR 39.2 million. Sales revenues increased partially due to hotel sales revenues. EBITDA and operating profit increased largely due to the profit from the hotel real estate sales transaction in amount of EUR 17.8 million.

At the end of 2016, there were 24 Olympic casinos with 990 slot machines, 36 electronic roulette terminals, 24 gaming tables and 22 poker tournament tables operating in Estonia. As at 31 December 2016 Estonian operations employed 715 people.

Sales revenues before gaming taxes



EBITDA

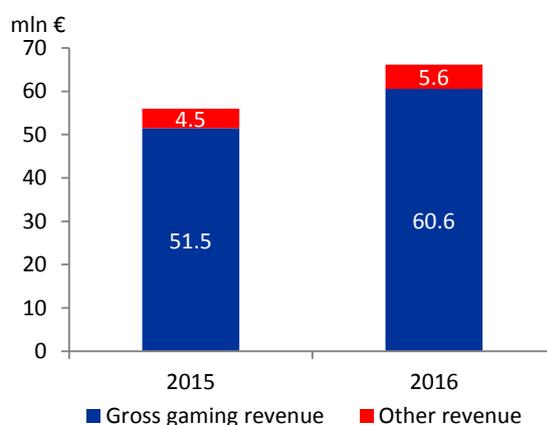


Latvia

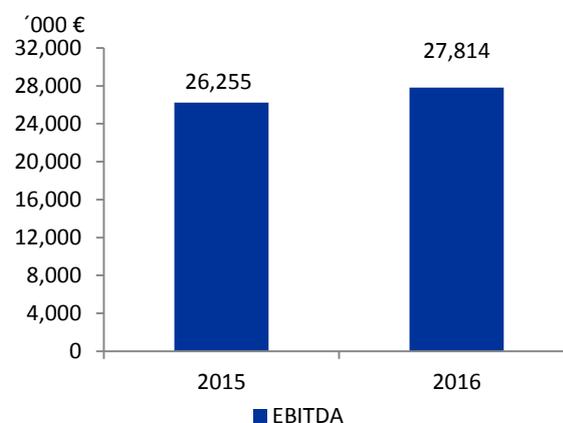
The sales revenues before gaming taxes of Latvian segment for 2016 amounted to EUR 66.2 million (+10.2 m€, +18.2%), EBITDA to EUR 27.8 million (+1.6 m€, +5.9%) and operating profit to EUR 24.1 million (+0.9 m€, +3.7%). Gaming revenue before gaming taxes increased 17.7% y-o-y amounting to EUR 60.6 million.

At the end of 2016, there were 54 Olympic casinos with 1,475 slot machines, 8 electronic roulette terminals, 24 gaming tables and 9 poker tournament tables operating in Latvia. As at 31 December 2016 Latvian operations employed 915 people.

Sales revenues before gaming taxes



EBITDA

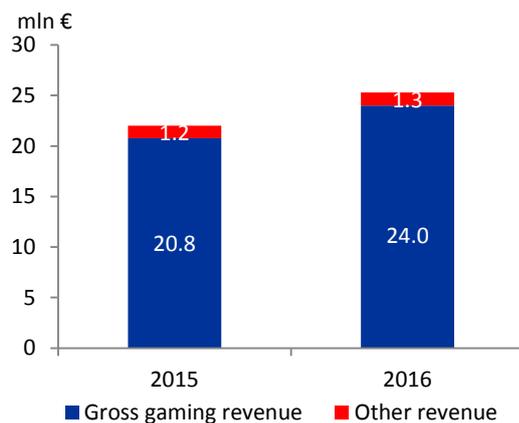


Lithuania

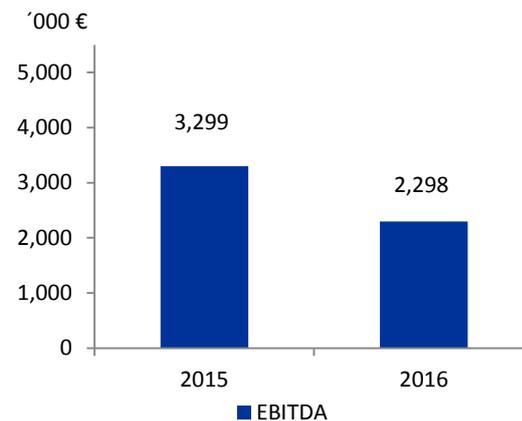
The sales revenues before gaming taxes of Lithuanian segment for 2016 amounted to EUR 25.3 million (+3.3 m€, +14.8%), EBITDA to EUR 2.3 million (-1.0 m€, -30.3%) and operating profit to EUR 0.7 million (-1.4 m€, -65.6%). Gaming revenue before gaming taxes increased 15.5% y-o-y amounting to EUR 24.4 million.

At the end of Q4 2016, there were 18 Olympic casinos with 543 slot machines, 8 electronic roulette terminals, 59 gaming tables and 2 poker tournament tables and 31 betting shops operating in Lithuania. As at 31 December 2016 Lithuanian operations employed 750 people.

Sales revenues before gaming taxes



EBITDA

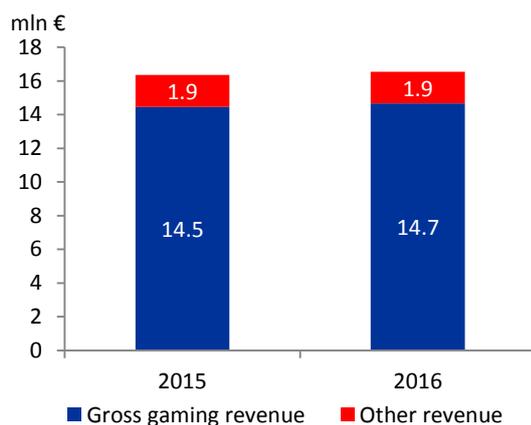


Slovakia

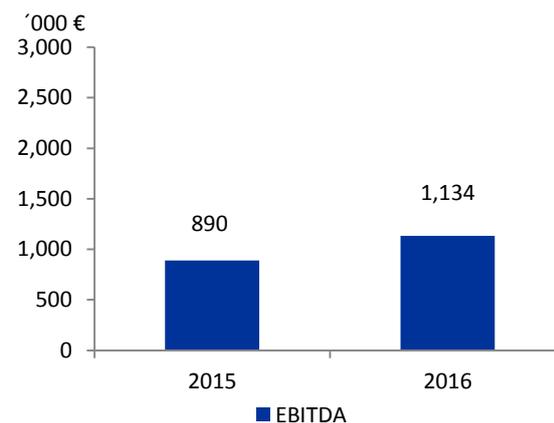
The sales revenues before gaming taxes of Slovak segment for 2016 amounted to EUR 16.5 million (+0.2 m€, +1.2%), EBITDA to EUR 1.1 million (+0.2 m€, +27.4%) and operating profit to EUR 0.04 million (+0.13 m€). Gaming revenue before gaming taxes increased 1.4% y-o-y amounting to EUR 14.7 million.

At the end of 2016, there were 8 Olympic casinos with 291 slot machines, 36 electronic roulette terminals, 44 gaming tables and 21 poker tournament tables operating in Slovakia. As at 31 December 2016 Slovak operations employed 324 people.

Sales revenues before gaming taxes



EBITDA

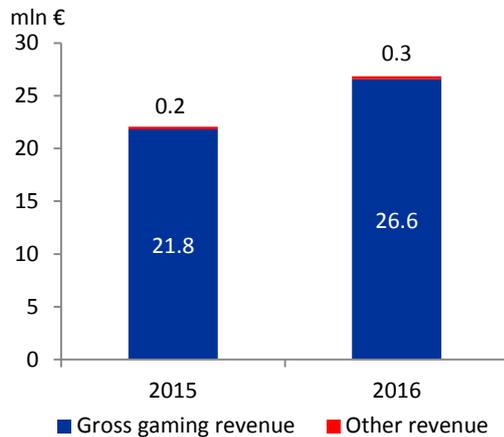


Italy

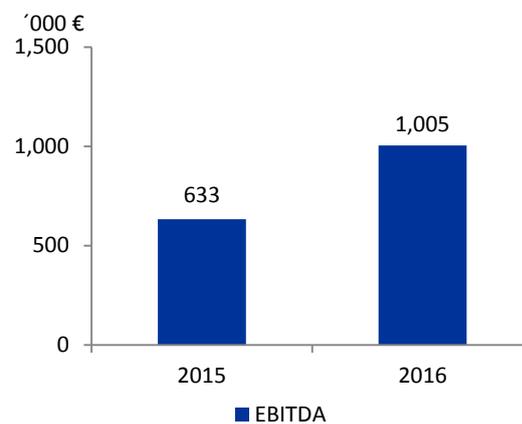
The sales revenues before gaming taxes of Italian segment for 2016 amounted to EUR 26.8 million (+4.8 m€, +21.6%), EBITDA to EUR 1.0 million (+0.4 m€, +58.7%) and operating profit to EUR 0.6 million (+0.4 m€, +215.5%). Gaming revenue before gaming taxes increased 21.7% y-o-y amounting to EUR 26.6 million.

At the end of 2016, there were 15 VLT slot casinos with 539 slot machines operating in Italy. As at 31 December 2016 Italian operations employed 88 people.

Sales revenues before gaming taxes



EBITDA

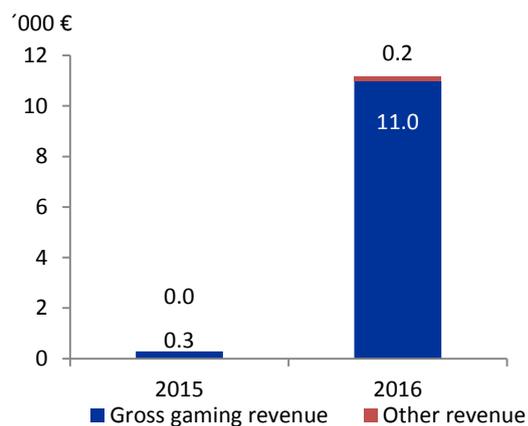


Malta

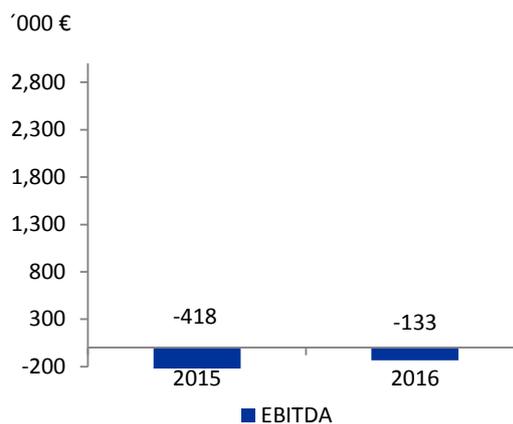
The sales revenues before gaming taxes of Maltese segment for 2016 amounted to EUR 11.2 million (+10.9 m€, +3,738.3%), EBITDA to EUR -0.1 million (+0.3 m€) and operating loss to EUR -1.2 million (-0.8 m€). Gaming revenue before gaming taxes increased 3752% y-o-y amounting to EUR 11.0 million.

At the end 2016, there was 1 casino with 285 slot machines, 18 electronic roulette terminals, 19 gaming tables and 10 poker tournament tables operating in Malta. As at 31 December 2016 Maltese operations employed 209 people.

Sales revenues before gaming taxes



EBITDA



Discontinued operations

Poland

The sales revenues before gaming taxes of Polish segment for 2016 amounted to EUR 13.6 million (-10.5 m€, -43.6%), EBITDA to EUR 0.03 million (-3.1 m€, -99.2%) and operating loss to EUR 7.8 million (-10.5 m€, -396.7%). Gaming revenue before gaming taxes decreased 43.8% y-o-y amounting to EUR 13.3 million. Operating loss was caused by the impairment of goodwill and assets due to freezing active operations.

Polish flagship casino was closed on 23 September 2016 due to expiration of location specific activity license. As at 31 December 2016 Polish operations employed 23 people. The Group remains to be interested in continuing its operations in the Polish market and plans to participate in the upcoming public tenders for the licenses. The main purpose of freezing the active operations is to minimise the everyday costs and expenses.

Belarus

The sales revenues before gaming taxes of Belarus segment for 2016 amounted to EUR 0.2 million (-0.6 m€, -76.7%), EBITDA to EUR -1.5 million (-1.1 m€) and operating loss to EUR 1.5 million (-1.1 m€). The EBITDA and operating loss include EUR 1.3 million of currency translation losses recycled from other comprehensive income to the income statement.

The Group has announced of its decision to exit Belarus gaming market due to the inefficient operations caused by the macroeconomic situation and poor prospects to increase profitability in Belarus.

The Group's income statements for continued and discontinued operations

Polish and Belarus segments have been classified as discontinued operations.

	2016			2015		
	Continued operations	Discontinued operations	Group total	Continued operations	Discontinued operations	Group total
Gross gaming revenue	175,998	13,459	189,457	142,468	24,374	166,842
Other revenue	15,390	291	15,681	9,844	467	10,311
Total revenue before gaming taxes	191,388	13,750	205,138	152,312	24,841	177,153
Gaming taxes	-37,497	-6,672	-44,169	-28,409	-11,987	-40,396
Net revenue	153,891	7,078	160,969	123,903	12,854	136,757
Other income	18,201	275	18,476	342	311	653
Total revenue and income	172,092	7,353	179,445	124,245	13,165	137,410
Cost of materials, goods and services	-5,331	-113	-5,444	-3,473	-237	-3,710
Other operating expenses	-60,311	-3,930	-64,241	-44,379	-5,178	-49,557
Staff costs	-50,667	-2,872	-53,539	-39,122	-4,654	-43,776
Depreciation, amortisation and impairment	-11,371	-7,858	-19,229	-7,591	-540	-8,131
Changes in fair value of investment property	7	0	7	20	0	20
Other expenses	-525	-1,879	-2,404	-605	-269	-874
Total operating expenses	-128,198	-16,652	-144,850	-95,150	-10,878	-106,028
Operating profit (-loss)	43,894	-9,299	34,595	29,095	2,287	31,382
Interest income	26	47	73	31	20	51
Interest expense	-41	0	-41	-24	0	-24
Foreign exchange gains (losses)	16	5	21	-6	33	27
Other finance income and costs	-23	0	-23	-9	0	-9
Total finance income and costs	-22	52	30	-8	53	45
Profit (-loss) before income tax	43,872	-9,247	34,625	29,087	2,340	31,427
Income tax expense	-4,448	-371	-4,819	-3,714	-628	-4,342
Net profit (-loss) for the period	39,424	-9,618	29,806	25,373	1,712	27,085
<i>Attributable to equity holders of the parent company</i>	<i>38,920</i>	<i>-9,628</i>	<i>29,292</i>	<i>24,410</i>	<i>1,309</i>	<i>25,719</i>
<i>Attributable to non-controlling interest</i>	<i>504</i>	<i>10</i>	<i>514</i>	<i>963</i>	<i>403</i>	<i>1,366</i>

Financial position

As at 31 December 2016, the total assets of the Group amounted to EUR 152.7 million, down 5.9% or EUR 9.6 million compared to the same period a year ago.

Current assets totalled EUR 45.0 million or 29.5% of total assets, and non-current assets EUR 107.7 million or 70.5% of total assets. The liabilities amounted to EUR 22.8 million and equity to EUR 129.9 million. The largest liabilities included suppliers payables and advances (7.7 m€), tax liabilities (6.1 m€) and payables to employees (4.9 m€).

Investments

Within 2016, the Group's expenditures on property, plant and equipment totalled EUR 33.7 million (+1.1 m€, +3.4%), of which EUR 27.5 million was invested into construction of hotel and construction and reconstruction of casinos (+5.9 m€, +27.3%) and EUR 4.8 million into new gaming equipment (-5.5 m€, -53.4%).

Cash flows

Group's 2016 cash flows generated from operating activities amounted to EUR 34.5 million (-2.5 m€) and cash flows used in investing activities to EUR -25.3 million (+8.9 m€). Financing cash flows amounted to EUR -6.0 million (+2.1 m€). Net cash flows totalled EUR 3.2 million (+8.6 m€).

Staff

As at 31 December 2016 Group employed 3,024 people, up by 359 y-o-y mostly due to expansion in Estonia, Latvia, Lithuania and Malta.

Within 2016, total personnel expenses amounted to EUR 53.5 million (+9.8 m€, +22.3%). For 2016, the members of the Management Board and Supervisory Board of all Group entities were paid remuneration and benefits including social security taxes in the amount of EUR 1,286 thousand (EUR 1,006 thousand for 2015) and EUR 149 thousand (EUR 149 thousand for 2015), respectively.

Description of main risks

The risk management policy of the Group is based on the requirements established by regulative bodies, generally accepted practices and internal regulations of the Group. The Group is guided by the principle to manage risks in a manner that ensures an optimal risk to income ratio. As part of the risk management of the Group, all potential risks, their measurement and control are defined, and an action plan is prepared to reduce risks, thereby ensuring the achievement of financial and other strategic objectives of the Group.

Business risks

The macro-economic development of operated markets and related changes in the consumption habits of clients are the factors that influence the Group the most. To manage risks, the Group monitors and analyses the general development of markets and the activities of competitors, as a result of which the Group will adjust operational activities, including marketing activities, if necessary.

The gaming sector as a whole is significantly influenced by regulative changes and supervisory activities at the state and local level. The Group estimates that the regulative risk is managed by presence in seven different jurisdictions.

Currency risk

The Group earns income in euros, thus changes in exchange rates of foreign currencies against the euro have no major effect on the Group's operating profit.

The functional currencies of subsidiaries within the Group and the US dollar (USD) can be used for managing the currency risk.

Credit risk

The Group's settlements with clients are to a great extent immediately carried out in cash or by payment cards. The Group accepts banks with the credit rating of A and B where the most of the Group's funds have been deposited. Credit risk of the Group is related to cash, its equivalents and other positions of financial assets.

Management and Supervisory Boards

The Management Board of Olympic Entertainment Group AS is comprised of two members. In the daily management activities, the Management Board of the Company is independent and is guided by the best interests of all shareholders, thereby ensuring sustainable development of the Company according to the set objectives and strategy. The Management Board also ensures the functioning of internal control and risk management procedures in the Company. The Supervisory Board of Olympic Entertainment Group AS elects members of the Management Board for a term of three years.



Madis Jääger – Chairman of the Management Board and CEO since 2012 (member of the Management Board since 2010). Madis Jääger graduated from Estonian Business School in 2002 with a degree in International Business Administration major in accounting and banking *cum laude*. Madis Jääger owns directly and through the companies controlled by him a total of 75,000 Company's shares.



Meelis Pielberg – member of the Management Board and head of casino operations since 2012. Meelis Pielberg graduated from Estonian Maritime Academy in 2000. Meelis Pielberg owns directly and through the companies controlled by him a total of 50,000 Company's shares.

The Supervisory Board of Olympic Entertainment Group AS is comprised of three members. The General Meeting of Shareholders of Olympic Entertainment Group AS elects members of the Supervisory Management Board for five years.

- Armin Karu – Chairman of the Supervisory Board since 2008. Armin Karu is the founder of the Company. He graduated from Haaga Institute in Finland (International Management Diploma 1998; MBA 2005). Armin Karu owns directly and through the companies controlled by him a total of 68,364,790 Company's shares.
- Jaan Korpusov – member of the Supervisory Board since 2006. Jaan Korpusov graduated from University of Tartu in 1985 the faculty of history. Jaan Korpusov owns directly and through the companies controlled by him a total of 28,761,910 Company's shares.
- Liina Linsi – member of the Supervisory Board since 2006. Liina Linsi graduated from University of Tartu (law) in 1984 *cum laude*. Liina Linsi owns directly and through the companies controlled by her a total of 26,000 Company's shares.

Shares of Olympic Entertainment Group AS

The shares of Olympic Entertainment Group AS are listed in the main list of Tallinn Stock Exchange since 23 October 2006. From 26 September 2007, the shares of Olympic Entertainment Group AS are traded on Warsaw Stock Exchange. The Company's registered share capital is EUR 60,716,482.40. The share capital is divided into 151,791,206 ordinary shares with the book value of EUR 0.40 each.

ISIN	EE3100084021
Ticker symbol	OEG1T
Market	BALTIC MAIN LIST
Number of securities issued	151,791,206
Number of listed securities	151,791,206
Listing date	23 October 2006

Movements in the share price (in EUR) and traded volume (number of securities) of Olympic Entertainment Group AS during the period of 01 January 2012 – 31 December 2016:



Comparison of the share of Olympic Entertainment Group AS with indices during the period of 01 January 2012 – 31 December 2016:

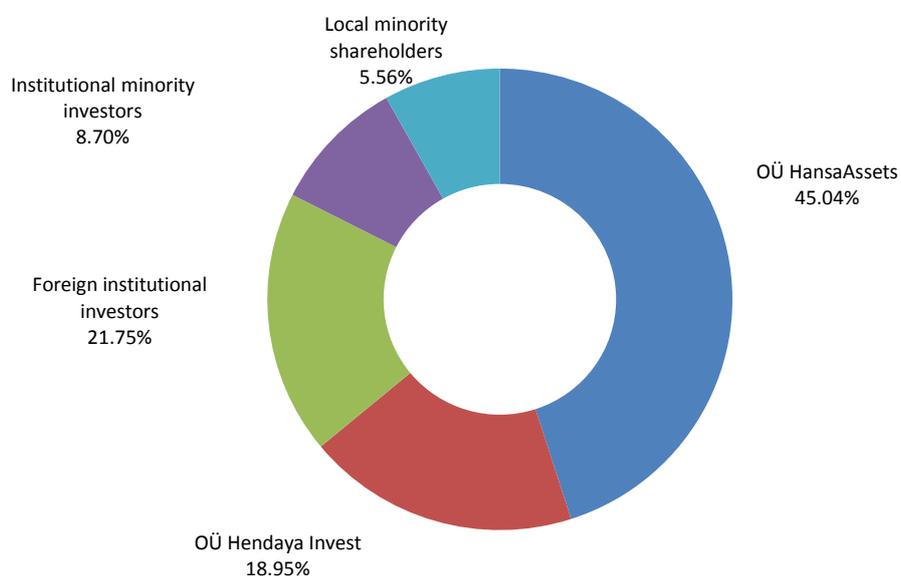


Index/share	01 Jan 2012	31 Dec 2016	+/-%
— OMX Baltic Benchmark GI	431.94	788.17	82.47
— OMX Tallinn	531.17	1,075.50	102.48
— OEG1T	1,062 EUR	1,780 EUR	67.61

Largest shareholders of Olympic Entertainment Group AS at 31 December 2016:

OÜ HANSAASSETS	45.04%
OÜ Hendaya Invest	18.95%
STATE STREET BANK AND TRUST OMNIBUS ACCOUNT A FUND NO OM01	2.23%
RBC INVESTOR SERVICES BANK / LUX-NON RESIDENTS / DOMESTIC RATE	1.80%
J.P.MORGAN BANK LUXEMBOURG S.A/ JPML SA RE UCITS CLIENTS ASSETS	1.71%
Central Securities Depository of Lithuania	1.45%
CITIBANK (NEW YORK) / GOVERNMENT OF NORWAY	1.19%
SEB S.A. CLIENT ASSETS UCITS	1.17%
NORDEA BANK FINLAND PLC, CLIENTS	1.13%
FIREBIRD REPUBLICS FUND LTD	1.11%

Structure of Olympic Entertainment Group AS shareholders as at 31 December 2016



Consolidated interim financial statements

Consolidated statement of financial position

	Notes	31.12.2016	31.12.2015
ASSETS			
Current assets			
Cash and cash equivalents		37,933	34,710
Financial investments		99	1,835
Receivables and prepayments		4,552	5,537
Prepaid income tax		913	551
Inventories		1,532	1,366
Total current assets		45,029	43,999
Non-current assets			
Deferred tax assets		426	801
Financial investments		4,988	3,512
Other long-term receivables and prepayments		776	914
Investment property	4	295	288
Property, plant and equipment	5	51,250	58,877
Intangible assets	6	49,932	53,942
Total non-current assets		107,667	118,334
TOTAL ASSETS		152,696	162,333
LIABILITIES AND EQUITY			
Current liabilities			
Borrowings	7	0	292
Trade and other payables		19,806	27,680
Income tax payable		292	1,058
Provisions		1,329	1,842
Total current liabilities		21,427	30,872
Non-current liabilities			
Borrowings		703	8,079
Deferred tax liability	7	693	513
Total non-current liabilities		1,396	8,592
TOTAL LIABILITIES		22,823	39,464
EQUITY			
Share capital		60,716	60,716
Share premium		258	258
Statutory reserve capital		4,860	3,574
Other reserves		538	329
Translation reserves		-26	-1,156
Retained earnings		57,825	51,822
Total equity attributable to equity holders of the parent		124,171	115,543
Non-controlling interest		5,702	7,326
TOTAL EQUITY		129,873	122,869
TOTAL LIABILITIES AND EQUITY		152,696	162,333

Consolidated statement of comprehensive income

	Notes	Q4 2016	Q4 2015	2016	2015
Continuing operations					
Gross gaming revenue	9	47,211	38,863	175,998	142,468
Other revenue	9	5,088	2,864	15,390	9,844
Total revenue before gaming taxes		52,299	41,727	191,388	152,312
Gaming taxes		-10,032	-7,703	-37,497	-28,409
Net revenue		42,267	34,024	153,891	123,903
Other income	9	61	131	18,201	342
Total revenue and income		42,328	34,155	172,092	124,245
Cost of materials, goods and services		-1,506	-968	-5,331	-3,473
Other operating expenses		-17,179	-12,685	-60,311	-44,379
Staff costs		-13,287	-10,516	-50,667	-39,122
Depreciation, amortisation and impairment	5;6	-3,138	-2,080	-11,371	-7,591
Changes in fair value of investment property	4	7	20	7	20
Other expenses		-97	-507	-525	-605
Total operating expenses		-35,200	-26,736	-128,198	-95,150
Operating profit		7,128	7,419	43,894	29,095
Interest income		2	6	26	31
Interest expense		0	-3	-41	-24
Foreign exchange gains (losses)		2	-2	16	-6
Other finance income and costs		-1	-4	-23	-9
Total finance income and costs		3	-3	-22	-8
Profit before income tax		7,131	7,416	43,872	29,087
Income tax expense		-1,655	-977	-4,448	-3,714
Net profit for the period from continuing operations		5,476	6,439	39,424	25,373
Net profit (-loss) for the period from discontinued operations		-188	244	-9,618	1,712
Net profit (-loss) for the period		5,288	6,683	29,806	27,085
<i>Attributable to equity holders of the parent company</i>		<i>5,630</i>	<i>6,115</i>	<i>29,292</i>	<i>25,719</i>
<i>Attributable to non-controlling interest</i>		<i>-342</i>	<i>568</i>	<i>514</i>	<i>1,366</i>
Other comprehensive income					
Items that may be subsequently reclassified to profit or loss					
Currency translation differences					
<i>From continuing operations</i>		-176	0	-176	-3
<i>From discontinuing operations</i>		854	46	1,306	267
Total comprehensive profit for the period		5,966	6,729	30,936	27,349
<i>Attributable to equity holders of the parent company</i>		<i>6,308</i>	<i>6,161</i>	<i>30,422</i>	<i>25,983</i>
<i>Attributable to non-controlling interest</i>		<i>-342</i>	<i>568</i>	<i>514</i>	<i>1,366</i>
Basic earnings (loss) per share*	8	3.7	4.0	19.3	16.9
<i>From continuing operations</i>		<i>3.8</i>	<i>3.9</i>	<i>25.6</i>	<i>15.8</i>
<i>From discontinuing operations</i>		<i>-0.1</i>	<i>0.1</i>	<i>-6.3</i>	<i>1.1</i>
Diluted earnings (loss) per share*		3.7	4.0	19.3	16.9
<i>From continuing operations</i>		<i>3.8</i>	<i>3.9</i>	<i>25.6</i>	<i>15.8</i>
<i>From discontinuing operations</i>	8	<i>-0.1</i>	<i>0.1</i>	<i>-6.3</i>	<i>1.1</i>

* euro cents

Consolidated statement of cash flows

	Notes	2016	2015
Cash flows from operating activities			
Net profit		29,806	27,085
Adjustments:			
Depreciation, amortisation and impairment	5;6	19,229	8,131
Profit / loss on disposal of non-current assets (net)		-17,943	-238
Changes in fair value of investment property		-7	-20
Income tax expense		4,819	4,342
Other financial income and expenses (net)		-30	-45
Changes in working capital:			
Receivables and prepayments		1,409	-2,211
Inventories		-166	-203
Liabilities and prepayments		2,923	4,047
Interest paid		-72	-17
Corporate income tax paid		-5,451	-3,808
Net cash generated from operating activities		34,517	37,063
Cash flows from investing activities			
Acquisition of property, plant, equipment and intangible assets		-37,238	-27,015
Proceeds from sale of property, plant, equipment		17,007	648
Proceeds from sale of investment property		0	24
Proceeds from disposal of assets held for sale		0	1,016
Purchase of financial investments		-588	-77
Proceeds from sale of financial investments		124	0
Acquisition of subsidiaries, net of cash acquired		-10,078	-8,411
Acquisition of business activity		0	-750
Repayments of loans given		5,400	0
Interest received		60	110
Net cash used in from investing activities		-25,313	-34,455
Cash flows from financing activities			
Loans received		21,871	8,000
Repayments of loans received	7	-5,105	-793
Repayments of finance leases		-9	-1
Dividends paid		-22,769	-15,268
Net cash used in financing activities		-6,012	-8,062
Net cash flows		3,192	-5,454
Cash and cash equivalents at beginning of the period		34,710	40,117
Exchange gains and losses on cash and cash equivalents		31	47
Cash and cash equivalents at end of the period		37,933	34,710

Consolidated statement of changes in equity

	Equity attributable to equity holders of the parent								Total equity
	Share capital	Share premium	Statutory reserve capital	Other reserves	Currency translation differences	Retained earnings	Total	Non-controlling interest	
Balance at 01.01.2015	60,716	258	2,495	0	-1,420	41,816	103,865	5,339	109,204
<i>Net profit for the period</i>	0	0	0	0	0	25,719	25,719	1,366	27,085
<i>Other comprehensive expense</i>	0	0	0	0	264	0	264	0	264
Total comprehensive income for the period	0	0	0	0	264	25,719	25,983	1,366	27,349
<i>Increase of statutory reserve capital</i>	0	0	1,079	0	0	-1,079	0	0	0
<i>Dividends paid</i>	0	0	0	0	0	-15,179	-15,179	0	-15,179
<i>Employee option programme</i>	0	0	0	329	0	0	329	0	329
Total transactions with owners	0	0	1,079	329	0	-16,258	-14,850	0	-14,850
Other adjustments	0	0	0	0	0	545	545	621	1,166
Balance at 31.12.2015	60,716	258	3,574	329	-1,156	51,822	115,543	7,326	122,869
Balance at 01.01.2016	60,716	258	3,574	329	-1,156	51,822	115,543	7,326	122,869
<i>Net profit for the period</i>	0	0	0	0	0	29,292	29,292	514	29,806
<i>Other comprehensive income</i>	0	0	0	0	1,130	0	1,130	0	1,130
Total comprehensive income for the period	0	0	0	0	1,130	29,292	30,422	514	30,936
<i>Increase of statutory reserve capital</i>	0	0	1,286	0	0	-1,286	0	0	0
<i>Dividends paid</i>	0	0	0	0	0	-22,769	-22,769	0	-22,769
<i>Employee option programme</i>	0	0	0	209	0	0	209	0	209
Total transactions with owners	0	0	1,286	209	0	-24,055	-22,560	0	-22,560
Acquired through business combinations	0	0	0	0	0	0	0	112	112
Other adjustments	0	0	0	0	0	766	766	-2,250	-1,484
Balance at 31.12.2016	60,716	258	4,860	538	-26	57,825	124,171	5,702	129,873

Notes to the consolidated interim financial statements

Note 1 Summary of significant accounting policies

Olympic Entertainment Group AS (hereinafter the “Company”) is a company registered in Estonia at 15 November 1999. The consolidated interim financial statements of the Company prepared for the reporting period ended 31 December 2016 comprise the Company and its subsidiaries (together referred to as the “Group”).

This condensed consolidated interim financial information was approved by the management for issue on 28 February 2017.

The audited consolidated financial statements of the Group as of and for the year ended 31 December 2015 are available upon request from the Company’s registered office at Pronksi 19, Tallinn and at the Company’s website at www.olympic-casino.com.

Basis of preparation

These condensed consolidated interim financial statements have been prepared in accordance with International Financial Reporting Standard IAS 34 “Interim Financial Reporting” as adopted by the European Union. The condensed consolidated interim financial statements do not include all of the information required by complete set of financial statements and should be read in conjunction with annual consolidated financial statements of the Group as at and for the year ended 31 December 2015.

The accounting policies applied by the Group in these condensed consolidated interim financial statements are the same as those applied by the Group in its consolidated financial statements as at and for the year ended 31 December 2015.

Note 2 Seasonality of operations

Due to the slight seasonal nature of the gaming market, higher revenues are generated in the second half of the year. In the financial year ended 31 December 2016, 48% of the income from gaming transactions accumulated in the first half of the year, with 52% accumulating in the second half.

Note 3 Discontinued operations

On 23 September 2016 the Group announced that it is forced to freeze active operations in Poland from 24 September 2016 due to the lack of valid location specific activity license.

On 23 September 2016 the Group announced of its decision to exit Belarus gaming market due to the inefficient operations caused by the macroeconomic situation and poor prospects to increase profitability in Belarus.

Therefore, the Polish and Belarus segments have been classified as discontinued operations in these interim financial statements.

	Notes	Poland		Belarus	
		Q4 2016	Q4 2015	Q4 2016	Q4 2015
Gross gaming revenue	8	0	5,840	0	140
Other revenue	8	35	113	0	8
Total revenue before gaming taxes		35	5,953	0	148
Gaming taxes		-1	-2,917	0	-30
Net revenue		34	3,036	0	118
Other income	8	52	117	14	19
Total revenue and income		86	3,153	14	137
Cost of materials, goods and services		3	-45	0	-7
Other operating expenses		-344	-1,226	-14	-116
Staff costs		-88	-993	-6	-47
Depreciation, amortisation and impairment	4;5	404	-93	-1	-4
Changes in fair value of investment property		937	-4	-1,270	-55
Total operating expenses		912	-2,361	-1,291	-229
Operating profit (-loss)		998	792	-1,277	-92
Interest income		13	2	0	2
Foreign exchange gains		0	9	0	0
Total finance income and costs		13	11	0	2
Profit (-loss) before income tax		1,011	803	-1,277	-90
Income tax expense		78	-469	0	0
Net profit (-loss) for the period from discontinued operations		1,089	334	-1,277	-90

	Notes	Poland		Belarus	
		2016	2015	2016	2015
Gross gaming revenue	8	13,283	23,618	176	756
Other revenue	8	282	419	9	48
Total revenue before gaming taxes		13,565	24,037	185	804
Gaming taxes		-6,631	-11,802	-41	-185
Net revenue		6,934	12,235	144	619
Other income	8	214	135	61	176
Total revenue and income		7,148	12,370	205	795
Cost of materials, goods and services		-106	-193	-7	-44
Other operating expenses		-3,713	-4,574	-217	-604
Staff costs		-2,767	-4,398	-105	-256
Depreciation, amortisation and impairment	4;5	-7,855	-536	-3	-4
Other expenses		-537	-30	-1,342	-239
Total operating expenses		-14,978	-9,731	-1,674	-1,147
Operating profit (-loss)		-7,830	2,639	-1,469	-352
Interest income		41	8	6	12
Foreign exchange gains		5	31	0	2
Total finance income and costs		46	39	6	14
Profit (-loss) before income tax		-7,784	2,678	-1,463	-338
Income tax expense		-371	-628	0	0
Net profit (-loss) for the period from discontinued operations		-8,155	2,050	-1,463	-338

Consolidated statement of cash flows of discontinued operations

	Poland		Belarus	
	Q4 2016	Q4 2015	Q4 2016	Q4 2015
Net cash used in operating activities	-2,323	405	-26	-45
Net cash from (used in) investing activities	387	-20	0	35
Net cash flows	-1,936	385	-26	-10
Cash and cash equivalents at beginning of the period	2,765	1,697	26	60
Exchange gains and losses on cash and cash equivalents	0	10	0	0
Cash and cash equivalents at end of the period	829	2,092	0	50

	Poland		Belarus	
	2016	2015	2016	2015
Net cash used in operating activities	-1,771	665	-333	-304
Net cash from (used in) investing activities	489	-309	283	287
Cash flows from financing activities	0	-89	0	0
Net cash flows	-1,282	267	-50	-17
Cash and cash equivalents at beginning of the period	2,092	1,794	50	65
Exchange gains and losses on cash and cash equivalents	19	31	0	2
Cash and cash equivalents at end of the period	829	2,092	0	50

Note 4 Investment property

	Land	Buildings	Total
As at 01 January 2016	159	129	288
Net gain from fair value adjustments	7	0	7
As at 31 December 2016	166	129	295

Note 5 Property, plant and equipment

	Renovation expenditures	Machinery & equipment	Other PP&E	Construction in progress	Total
As at 01 January 2016	10,293	23,707	2,004	22,873	58,877
<i><u>Continuing operations</u></i>					
Additions	4,253	4,765	1,368	23,275	33,661
Acquired through business combinations	0	198	17	0	215
Disposals	-29,231	-14	-2	0	-29,247
Write-offs	-66	-125	-46	0	-237
Reclassifications	33,725	3,164	7,223	-44,126	-14
Depreciation charge	-3,266	-5,382	-1,248	0	-9,896
<i><u>Discontinued operations</u></i>					
Additions	58	7	1	0	66
Disposals	0	-1,199	-7	0	-1,206
Reclassifications	84	0	0	-84	0
Write-offs	0	-4	-1	0	-5
Depreciation charge	-25	-162	-18	0	-205
Impairment loss	-287	-260	-69	0	-616
Exchange differences	11	-156	2	0	-143
As at 31 December 2016	15,549	24,539	9,224	1,938	51,250

Note 6 Intangible assets

	Goodwill	Software and licences	Prepayments	Total
As at 01 January 2016	50,775	3,106	61	53,942
<i><u>Continuing operations</u></i>				
Additions	0	416	303	719
Acquired through business combinations	3,608	13	0	3,621
Write-offs	0	-18	0	-18
Reclassifications	0	272	-258	14
Depreciation charge	0	-819	0	-819
Impairment loss	0	-401	0	-401
<i><u>Discontinued operations</u></i>				
Depreciation charge	0	-41	0	-41
Impairment loss	-6,985	-6	0	-6,991
Exchange differences	-91	-3	0	-94
As at 31 December 2016	47,307	2,519	106	49,932

Note 7 Borrowings

	<u>31.12.2016</u>	<u>31.12.2015</u>
Short-term borrowings		
Current portion of financial lease liability	0	4
Current portion of a long-term bank loan	0	288
Total short-term borrowings	0	292
Long-term borrowings		
Non-current portion of financial lease liability	0	5
Non-current portion of a long-term bank loan	0	7,777
Non-current portion of a long-term loan	0	170
Other borrowings	703	127
Total long-term borrowings	703	8,079
Total borrowings	703	8,371

The Group has concluded a loan agreement with Swedbank with the due date of 31 August 2018, with a limit of EUR 25,000 thousand. The annual interest rate was 6 months Euribor + 0.8%. Due to the sale of the Estonian subsidiary Kesklinna Hotelli OÜ this loan is no longer on the Group's balance sheet.

Note 8 Equity

The General Meeting of Shareholders held at 16 June 2016 decided to pay dividends to the shareholders of 0.15 euros per share in the total amount of 22,768,680.90 euros. The dividends were paid out in two parts; 0.10 Euros per share was paid to the shareholders on 15 July 2016 and 0.05 Euros per share was paid to the shareholders on 14 October 2016.

Earnings per share

	<u>Q4 2016</u>	<u>Q4 2015</u>	<u>2016</u>	<u>2015</u>
Net profit for the period	5,630	6,115	29,292	25,719
Weighted average number of shares outstanding (in thousands)	151,791	151,791	151,791	151,791
Basic earnings per share (euro cents)	3.7	4.0	19.3	16.9
Diluted earnings per share (euro cents)	3.7	4.0	19.3	16.9

Basic earnings per share are calculated by dividing profit attributable to equity holders of the company by the weighted average number of ordinary shares outstanding during the period. The calculation of diluted earnings per share also takes into consideration the share options granted to employees.

At 31 December 2014 share option agreements were concluded with Olympic Entertainment Group AS management board members and Group's key employees. According to concluded share option agreement management board member is eligible to subscribe to 100,000 Olympic Entertainment Group AS shares till the end of share option program; number of shares that can be subscribed by Group's key employees is individual. Exact number of shares that can be subscribed by each member of management board and key employee depends on fulfilment of Group's financial objectives and objectives connected with specific areas of responsibilities of each member of management board and key employee. The price for exercising the share option will be the nominal value of the share or the calculated value per one share. Options are conditional based on the 3-year employment relationship at the time of options realisation. Option holder has a right to subscribe for shares starting from 1 January 2018. Share option program ends 28 February 2018.

Note 9 Segment reporting

The Group's segments have been determined on the basis of reports monitored and analysed by the parent company's Management Board. Financial results are monitored by geographical regions. The results of operating segments are evaluated on the basis on external sales revenue and operating profit. During 2016, the Group had operations in the Estonian, Latvian, Lithuanian, Polish, Slovak, Belarusian, Italian and Maltese markets. Polish and Belarus segments have been classified as discontinued operations with results presented in Note 3.

All segments generate majority of their income from gaming transactions. In addition, Estonian segment is engaged in hotel services from the 1st of June 2016. Management estimates that inter-segment transactions have been concluded at market prices and under market conditions.

	Estonia	Latvia	Lithuania	Slovakia	Italy	Malta	Total
Q4 2016							
Gross gaming revenue	10,357	16,436	6,581	3,356	7,816	2,665	47,211
Other revenue	2,666	1,486	377	510	84	70	5,193
Inter-segment revenue	-99	0	-2	0	0	-4	-105
Revenue before gaming taxes	12,924	17,922	6,956	3,866	7,900	2,731	52,299
Gaming taxes	-1,890	-1,540	-785	-689	-4,299	-829	-10,032
Net revenue	11,034	16,382	6,171	3,177	3,601	1,902	42,267
Other income	1	42	0	14	4	0	61
Total revenue and income	11,035	16,424	6,171	3,191	3,605	1,902	42,328
Total expenses	-10,351	-9,625	-5,727	-3,510	-3,311	-2,676	-35,200
Incl. Depreciation, amortisation and impairment losses	-845	-1,054	-402	-296	-186	-348	-3,131
Total operating profit (-loss)	684	6,799	444	-319	294	-774	7,128
Q4 2015							
Gross gaming revenue	8,684	14,087	5,706	4,118	5,983	285	38,863
Other revenue	797	1,277	342	502	82	-19	2,981
Inter-segment revenue	-106	0	-11	0	0	0	-117
Revenue before gaming taxes	9,375	15,364	6,037	4,620	6,065	266	41,727
Gaming taxes	-1,569	-1,226	-678	-889	-3,229	-112	-7,703
Net revenue	7,806	14,138	5,359	3,731	2,836	154	34,024
Other income	4	35	1	84	7	0	131
Total revenue and income	7,810	14,173	5,360	3,815	2,843	154	34,155
Total expenses	-6,855	-8,086	-4,836	-3,597	-2,786	-576	-26,736
Incl. Depreciation, amortisation and impairment losses	-494	-818	-347	-271	-126	-4	-2,060
Total operating profit (-loss)	955	6,087	524	218	57	-422	7,419

2016	Estonia	Latvia	Lithuania	Slovakia	Italy	Malta	Total
Gross gaming revenue	39,184	60,592	24,004	14,662	26,574	10,982	175,998
Other revenue	6,606	5,611	1,316	1,884	264	191	15,872
Inter-segment revenue	-426	-18	-34	0	0	-4	-482
Revenue before gaming taxes	45,364	66,185	25,286	16,546	26,838	11,169	191,388
Gaming taxes	-7,305	-6,005	-3,029	-3,186	-15,025	-2,947	-37,497
Net revenue	38,059	60,180	22,257	13,360	11,813	8,222	153,891
Other income	17,962	97	1	99	38	4	18,201
Total revenue and income	56,021	60,277	22,258	13,459	11,851	8,226	172,092
Total expenses	-36,304	-36,148	-21,518	-13,494	-11,285	-9,449	-128,198
Incl. Depreciation, amortisation and impairment losses	-3,423	-3,684	-1,559	-1,169	-438	-1,091	-11,364
Total operating profit (-loss)	19,717	24,129	740	-35	566	-1,223	43,894
2015	Estonia	Latvia	Lithuania	Slovakia	Italy	Malta	Total
Gross gaming revenue	33,640	51,475	20,785	14,455	21,828	285	142,468
Other revenue	2,352	4,540	1,242	1,892	249	6	10,281
Inter-segment revenue	-426	0	-11	0	0	0	-437
Revenue before gaming taxes	35,566	56,015	22,016	16,347	22,077	291	152,312
Gaming taxes	-6,039	-4,375	-2,556	-3,418	-11,909	-112	-28,409
Net revenue	29,527	51,640	19,460	12,929	10,168	179	123,903
Other income	22	163	4	99	54	0	342
Total revenue and income	29,549	51,803	19,464	13,028	10,222	179	124,245
Total expenses	-25,463	-28,534	-17,315	-13,195	-10,042	-601	-95,150
Incl. Depreciation, amortisation and impairment losses	-1,919	-2,986	-1,150	-1,057	-454	-5	-7,571
Total operating profit (-loss)	4,086	23,269	2,149	-167	180	-422	29,095

Note 10 Transactions with related parties

For the purposes of these consolidated interim financial statements, related parties include:

- shareholders with significant influence;
- key management personnel (members of the Management Board and Supervisory Board of Group entities);
- close family members of and companies related to the above.

<u>Purchase of goods and services</u>	2016	2015
Shareholders with significant influence	1	1
Total	1	1

As at 31.12.2016 and 31.12.2015, there were no balances of receivables and liabilities.

In 2016, the members of the Management Board and Supervisory Board of all Group entities were paid remuneration and benefits including social security taxes in the amount of EUR 1,286 thousand (in 2016: EUR 1,006 thousand) and EUR 149 thousand (in 2015: EUR 149 thousand), respectively.