

Lottomatica Group Consolidated Financial Statements to follow

Attachments:

Consolidated Income statement – Nine Months

LOTTOMATICA GROUP AND SUBSIDIARIES
INTERIM CONDENSED CONSOLIDATED INCOME STATEMENT

(thousands of euros)	For the nine months ended	
	September 30	
	2006	2005
	Unaudited	
Service Revenues	561,710	448,232
Product Sales	4,277	-
Total Revenues	565,987	448,232
Raw Materials, Services and Other Costs	214,260	162,844
Personnel	94,143	50,258
Depreciation, Amortization and Write-downs	68,291	36,163
Capitalization of internal construction costs-labor and overhead	(11,204)	-
Total Costs	365,490	249,265
Operating Income	200,497	198,967
Interest income	26,748	3,905
Equity income	31	-
Other income	3,804	2,265
Other expense	(5,164)	(3,973)
Foreign exchange loss, net	(94,773)	(162)
Interest expense	(44,567)	(13,070)
	(113,921)	(11,035)
Income before income taxes	86,576	187,932
Income taxes for the period	47,727	76,690
Net income	38,849	111,242
Attributable to:		
Equity holders of the parent	32,799	110,135
Minority interest	6,050	1,107
	38,849	111,242
Earnings per share - basic:	€ 0.28	€ 1.24
Earnings per share - diluted:	€ 0.28	€ 1.23

Consolidated Income statement – Three Months

LOTTOMATICA GROUP AND SUBSIDIARIES
 INTERIM CONDENSED CONSOLIDATED INCOME STATEMENT

(thousands of euros)	For the three months ended	
	September 30	
	2006	2005
	Unaudited	
Service Revenues	221,223	130,761
Product Sales	4,277	-
Total Revenues	<u>225,500</u>	<u>130,761</u>
Raw Materials, Services and Other Costs	95,061	48,178
Personnel	57,931	15,982
Depreciation, Amortization and Write-downs	38,007	14,701
Capitalization of internal construction costs-labor and overhead	(11,204)	-
Total Costs	<u>179,795</u>	<u>78,861</u>
Operating Income	45,705	51,900
Interest income	18,692	1,003
Equity income	31	-
Other income	3,100	83
Other expense	(2,912)	(1,291)
Foreign exchange gain (loss), net	(16,002)	442
Interest expense	(28,165)	(4,501)
	<u>(25,256)</u>	<u>(4,264)</u>
Income before income taxes	20,449	47,636
Income taxes for the period	12,005	20,861
Net income	<u>8,444</u>	<u>26,775</u>
Attributable to:		
Equity holders of the parent	7,704	26,803
Minority interest	740	(28)
	<u>8,444</u>	<u>26,775</u>
Earnings per share - basic:	€ <u>0.05</u>	€ <u>0.30</u>
Earnings per share - diluted:	€ <u>0.05</u>	€ <u>0.30</u>

Consolidated Balance Sheets

Third Quarter Fiscal Year 2006 Report

LOTTOMATICA GROUP AND SUBSIDIARIES INTERIM CONDENSED CONSOLIDATED BALANCE SHEET

(thousands of euros)	September 30,	December 31,
	2006	2005
	Unaudited	Audited
ASSETS		
Non-current assets		
Systems, equipment and other assets related to contracts, net	921,981	158,248
Property, plant and equipment, net	71,941	-
Goodwill	3,131,164	663,613
Intangible assets, net	903,229	10,774
Investments valued at equity	15,147	452
Other non-current assets	20,244	570
Deferred income taxes	122,504	55,009
Total non-current assets	<u>5,186,210</u>	<u>888,666</u>
Current assets		
Inventories	127,498	14,436
Trade and other receivables	476,213	299,289
Other current assets	35,273	6,782
Current financial assets	3,050	31,791
Income taxes receivable	7,080	3,370
Cash and cash equivalents	402,508	246,163
Total current assets	<u>1,051,622</u>	<u>601,831</u>
TOTAL ASSETS	<u><u>6,237,832</u></u>	<u><u>1,490,497</u></u>
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the parent		
Share capital	150,494	89,009
Legal reserve	18,372	-
Share premium reserve	1,635,578	261,844
Share swap reserve	20,138	22,737
Other reserves	76,415	18,713
Net income	32,799	112,391
	<u>1,933,796</u>	<u>504,694</u>
Minority interests	10,605	7,561
Total equity	<u>1,944,401</u>	<u>512,255</u>
Non-current liabilities		
Long-term debt, less current portion	2,845,262	359,653
Deferred income taxes	528,787	44,233
Staff severance fund	8,498	7,618
Long-term provisions	9,854	8,587
Other non-current liabilities	78,204	-
Total non-current liabilities	<u>3,470,605</u>	<u>420,091</u>
Current liabilities		
Accounts payable	308,496	305,006
Derivative instruments	1,554	263
Short-term borrowings	59,453	7,260
Other current liabilities	362,245	239,958
Current portion of long-term debt	45,172	473
Short-term provisions	4,262	509
Income taxes payable	41,644	4,682
Total current liabilities	<u>822,826</u>	<u>558,151</u>
TOTAL EQUITY AND LIABILITIES	<u><u>6,237,832</u></u>	<u><u>1,490,497</u></u>