

SECOND QUARTER 2023 RESULTS

September 7, 2023

- For 2Q-2023, we report EBITDA of €158.0 million: increased +19.5% vs 2Q-2022.
- For 1H-2023, we report EBITDA of €309.0 million: increased +23.5% vs 1H-2022.

Ebitda Mix by Country	YTD	
	FY 2022	June 30, 2023
Spain	50.8%	49.3%
Panama	14.4%	13.9%
Colombia	12.0%	10.0%
Mexico	7.3%	8.9%
Italy	4.5%	8.1%
Dominican Republic	4.9%	4.2%
Morocco	3.0%	2.4%
Peru	1.9%	1.8%
Costa Rica	1.2%	1.4%
Total	100%	100%

As of June 30, 2023, our financial position was:

- Total net debt of €2,266.3 million. -€4.7 million vs December 31, 2022.
- Cash of €186.0 million. Total Cash availability of €481.9 million.
- Net debt to LTM EBITDA ratio stood at 3.7x vs 4.1x on December 31, 2022.

Highlights

Operational

Net operating revenues continue the growth trend: +26.5% vs 2Q-2022 and +3.7% vs 1Q-2023. The successful integration of E-Play24, acquired in July 2022, boosted On-line gaming & betting BU net operating revenues by +139.0% vs 2Q-2022.

EBITDA margin at 31.6% is meeting our target of 30%+. We keep implementing efficiency actions that foster results and cash generation robustness, delivering best-in-class margins.

2Q-2023 EBITDA has grown by 19.5% vs 2Q-2022 to €158.0 million to deliver the 58th consecutive quarter of growth (54 consecutive quarters before COVID pandemic + 4 quarters thereafter).

We reiterate our EBITDA guidance for FY-2023 of €615-625 million.

Financial

Leverage evolution on track to deliver our year end target of 3.6x. Leverage as of 30th June 2023 was 3.7x, down from 4.1x as of 31st December 2022.

Cash availability has increased to €481.9 million, €39.6 million above 31st March 2023.

ESG

Formal ESG ratings position the Group as a top performer:

- New rating from Sustainalytics: low risk ESG rating, 12.0 (7/7/23), #3 out of 84 gaming rated companies.
- G4 & ECA responsible gaming rates, 75% & 92% respectively.

Business Overview

2Q-2023 net operating revenues of € 500.4 million are 26.5% above 2Q-2022 with all our business units increasing revenues vs 2Q-2022.

Our Casinos BU net operating revenues in the quarter have grown by 12.2% vs 2Q-2022. The successful execution of our commercial strategy across our geographies, that has led to increases in the number of customer visits is the main reason for the increase in revenues.

Slots Spain BU has also grown its revenues in the quarter by 10.5% vs 2Q-2022, strengthening even more its leadership position in the market, driven by the good evolution of private consumption in the country and the successful launch of our new slot machine models in the Spanish market.

Growth of 30.1% of the Slots Italy BU net operating revenues vs 2Q-2022 has been positively impacted by the successful integration of Modena Giochi, a newly acquired company operating AWP slots in the northern Italian region which will provide significant efficiencies for our existing operation in that geography.

Our omnichannel strategy continues to be a key element in the very successful performance of our On-line gaming & betting BU that has grown by 139.0% vs 2Q-2022, not only as a consequence of the integration of E-Play24 in July 2022 but also due to the growth of 20.1% excluding the effect of M&A.

2Q-2023 Group EBITDA margin on net operating revenues of 31.6% EBITDA keeps meeting our target of being at 30%+ EBITDA margin.

Our long-standing know-how in managing inflationary scenarios that has been acquired after years of management of businesses in Latam, continues to be a key element in increasing EBITDA margin under the current inflationary scenario. Efficiencies are being achieved in particular in logistics costs, fixed costs reductions and synergies after M&A and subsequent integration of acquired companies and the optimization of the pool of slots machines in Spain.

As a result of the abovementioned increases in revenues and improved margins, our EBITDA for the quarter of € 158.0 million has increased by 19.5% vs 2Q-2022 with increases in all our BU's.

Special mention to the growth achieved in the On-line gaming & betting BU EBITDA of 68.3% vs 2Q-2022, driven by both the acquisition of E-Play24 and organic growth of the business in Spain and Latam.

The other three BU's have also significantly grown its EBITDA in the quarter vs 2Q-2022: Casinos BU by 14.2%, Slots Spain BU by 17.0% and Slots Italy by 62.4%.

Financial Overview

Total Free Operating Cash Flow generation for 2Q-2023 has been €52.1 million (€109.6 million for 2023 YTD).

Increase of LTM EBITDA from €585.4 million in 1Q-2023 to €611.2 million in 2Q-2023 combined with stable NFD has allowed us to reduce leverage from 3.9x to 3.7x in the quarter, in line with our forecasts and on track to meet our year end target of leverage at 3.6x.

Cash availability (Cash balance + available unused credit lines) as of 30th June 2023 amounted to €481.9 million, €39.6 million above 31st March 2023.

Cash generation

Free Operating Cash Flow has the following composition:

€ millions	1Q 2023	2Q 2023
EBITDA	151.0	158.0
Working capital & other	-5.5	1.8
Income Taxes paid	-12.5	-32.4
CAPEX	-47.2	-42.8
Other investing activities	-13.0	-16.3
Lease payments	-15.3	-16.2
FOCF	57.5	52.1

Income taxes paid have a seasonal effect as 2Q concentrates the highest amount of income tax payments in the year.

Deleveraging

Leverage ratio is down to 3.7x from 4.1x as of 31st December 2022 and from 4.9x as of 30th June 2022.

€ millions	3Q 2021	4Q 2021	1Q 2022	2Q 2022	3Q 2022	4Q 2022	1Q 2023	2Q 2023
NFD	2,386	2,362	2,355	2,328	2,289	2,271	2,260	2,266
Leverage	9.1x	7.1x	5.6x	4.9x	4.4x	4.1x	3.9x	3.7x

NFD has been reduced by €62 million during the last twelve months. For the next quarters we expect to continue reducing our leverage ratio.

Cirsa's M&A acquisition strategy and execution know-how to generate synergies has historically resulted in a reduction of the leverage ratio. M&A targets at reasonable multiples will be a key element not only to increase enterprise value in the short term but also to continue to reduce the leverage ratio.

Issuance of new notes

On July 5th 2023, CIRSA announced the successful pricing of its offering of €700 million aggregate principal amount of €375 million 7.875% senior secured notes due 2028 and €325 million floating rate senior secured notes due 2028 (collectively, the "Notes") issued by its subsidiary Cirsa Finance International S.à r.l. (the "Issuer"). The proceeds from the offering were used (i) to redeem the entire outstanding principal amount of the Issuer's 6.250% Senior Secured Notes due 2023 (the "2023 Notes") issued pursuant to the indenture dated as of July 2, 2018 (as amended and supplemented), (ii) to redeem the entire outstanding principal amount of the Issuer's Floating Rate Senior Secured Notes due 2025 (the "2025 Floating Rate Notes") issued pursuant to the indenture dated as of May 22, 2019 (as amended and supplemented), (iii) to pay accrued and unpaid interest on the 2023 Notes and the 2025 Floating Rate Notes being redeemed and fees and expenses associated with the offering and (iv) for general corporate purposes.

Consolidated P&L - Cirsa Enterprises, S.L.U.

Consolidated P&L Thousands of Euros	Second Quarter			YTD June 30		
	2022	2023	Dif.	2022	2023	Dif.
Operating Revenues	473,970	601,739	127,769	923,817	1,188,382	264,565
Variable rent & other	-78,460	-101,328	-22,868	-154,749	-205,442	-50,693
Net Operating Revenues	395,510	500,411	104,901	769,068	982,940	213,872
Consumptions	-9,079	-13,566	-4,487	-19,760	-26,201	-6,441
Personnel	-67,373	-78,388	-11,015	-132,164	-155,349	-23,185
Gaming taxes	-120,282	-152,569	-32,287	-238,659	-294,162	-55,503
External supplies & services	-66,548	-97,863	-31,315	-128,161	-198,190	-70,029
Depreciation, amort. & impairment	-75,141	-81,043	-5,902	-148,587	-156,640	-8,053
EBIT	57,087	76,982	19,895	101,737	152,398	50,661
Financial results	-32,734	-39,080	-6,346	-64,761	-77,677	-12,916
Foreign exchange results	-871	1,466	2,337	85	3,007	2,922
Results on sale of non-current assets	-2,304	-2,522	-218	-2,745	-3,925	-1,180
Profit before Income Tax	21,178	36,846	15,668	34,316	73,803	39,487
Income Tax	-8,073	-10,040	-1,967	-10,841	-19,898	-9,057
Minority interest	-5,678	-7,391	-1,713	-9,390	-15,914	-6,524
Net Profit	7,427	19,415	11,988	14,085	37,991	23,906
EBITDA	132,228	158,024	25,796	250,324	309,037	58,713

Quarterly YoY evolution

Net operating revenues reached €500.4 million, recording an increase of €104.9 million or 26.5% from 2Q-2022, due to the good performance of all our business units and geographies. Specially notable is the increase of our Casino and On-line gaming & betting business units, the latter driven by organic growth and the contribution from the acquisition in Italy of E-Play 24 in July 2022.

EBITDA reached €158.0 million, €25.8 million more than in 2Q-2022 (+ 19.5 %) and EBITDA Margin stands at 31.6 % in 2Q-2023. The increase in EBITDA was mainly due to the good performance of all our business units across our different markets in terms of revenues and the sustainable productivity measures implemented.

Financial expenses increased by €6.3 million, mainly due to the higher financial costs of the 2027 Senior Notes issue.

As a result of the foregoing, Net Profit in 2Q-2023 was €19.4 million compared to a Net Profit of €7.4 million in 2Q-2022.

Average Exchange Rates	YTD	YTD	
<i>One Euro equals:</i>	<i>June 30, 2022</i>	<i>June 30, 2023</i>	Variation
Colombia Peso	4,273.71	4,921.78	15.2%
Costa Rica Colon	725.15	596.47	-17.7%
Dominican Republic Peso	60.32	60.11	-0.3%
Mexico Peso	21.91	19.47	-11.2%
Morocco Dirham	10.61	10.99	3.6%
Panama US Dollar	1.08	1.08	-0.4%
Peru Nuevo Sol	4.10	4.05	-1.3%



Casinos Business Unit

Consolidated P&L Thousands of Euros	Second Quarter			YTD June 30		
	2022	2023	Dif.	2022	2023	Dif.
Operating Revenues	205,515	231,102	25,587	384,830	454,971	70,141
Variable rent & other	-3,715	-4,727	-1,012	-6,683	-9,415	-2,732
Net Operating Revenues	201,800	226,375	24,575	378,147	445,556	67,409
Consumptions	-5,692	-6,579	-887	-10,361	-13,022	-2,661
Personnel	-37,666	-43,834	-6,168	-72,333	-86,590	-14,257
Gaming taxes	-30,785	-33,010	-2,225	-59,122	-65,002	-5,880
External supplies & services	-45,947	-49,649	-3,702	-85,727	-96,378	-10,651
Depreciation, amort. & impairment	-47,849	-48,700	-851	-94,889	-96,151	-1,262
EBIT	33,861	44,603	10,742	55,715	88,413	32,698
EBITDA	81,710	93,303	11,593	150,604	184,564	33,960

Quarterly YoY evolution

Net operating revenues increased by €24.6 million (+ 12.2 %) compared to 2Q-2022, reaching €226.4 million due to the continuous growth in customer visits and number of customers as a result of our CRM strategies and the improvement and update of our entertainment offer, specially in highly competitive markets.

EBITDA reached €93.3 million, €11.6 million more than in 2Q-2022 (+14.2%), and EBITDA margin increased from 40.5 % in 2Q-2022 to 41.2 % in 2Q-2023 reflecting the efficiency and productivity plans implemented, in spite of inflation.

A recent ruling by the Supreme Court of Panama may cause the Panamanian regulatory body to issue new rules regarding the operation of a few casinos in a designated area of the country. At this point it is not possible to determinate the potential impact that this could have but it is not expected to be significant as it will neither affect the number of licenses granted to Cirsa in the country nor their maturity.

As of June 30	Casinos	2022		2023		Variation			
		Slots	Tables	Casinos	Slots	Tables	Casinos	Slots	Tables
Panama	34	8,016	20	33	7,990	9	-1	-26	-11
Mexico	28	7,522	136	29	7,322	148	1	-200	12
Colombia	72	7,215	249	71	7,209	252	-1	-6	3
Spain (*)	262	6,887	41	261	6,996	51	-1	109	10
Peru	21	3,372	38	19	2,840	41	-2	-532	3
Costa Rica	7	844	17	7	842	17	0	-2	0
Dominican Republic	6	782	75	6	837	75	0	55	0
Morocco	3	384	49	3	437	52	0	53	3
Total	433	35,022	625	429	34,473	645	-4	-549	20

(*) Includes 4 casinos and 258 gaming halls in 2022, and 4 casinos and 257 gaming halls in 2023.

Slots Spain Business Unit

Consolidated P&L Thousands of Euros	Second Quarter			YTD June 30		
	2022	2023	Dif.	2022	2023	Dif.
Operating Revenues	149,250	163,124	13,874	299,104	323,670	24,566
Variable rent & other	-57,370	-61,562	-4,192	-114,242	-123,749	-9,507
Net Operating Revenues	91,880	101,562	9,682	184,862	199,921	15,059
Consumptions	-3,280	-5,957	-2,677	-7,744	-11,384	-3,640
Personnel	-14,655	-15,935	-1,280	-30,010	-32,381	-2,371
Gaming taxes	-26,754	-25,731	1,023	-53,816	-51,583	2,233
External supplies & services	-8,965	-9,203	-238	-18,571	-18,722	-151
Depreciation, amort. & impairment	-20,217	-21,612	-1,395	-39,619	-41,667	-2,048
EBIT	18,009	23,124	5,115	35,102	44,184	9,082
EBITDA	38,226	44,736	6,510	74,721	85,851	11,130

Quarterly YoY evolution

Net operating revenues reached €101.6 million, an increase of €9.7 million (+10.5%) compared to 2Q-2022 and EBITDA increased to €44.7 million (+17.0%), driven by higher revenue per slot as a result of our replacement program and improved POS mix.

EBITDA margin grew from 41.6 % in 2Q-2022 to 44.1 % in 2Q-2023 due to improvements in costs productivity through efficiency programs and a reduction in the gaming taxes cost driven by slots portfolio optimization.

Slot Machines As of June 30	2022	2023	Var. units	Var. %
Slot machines	26,313	25,569	-744	-2.8
Total	26,313	25,569	-744	-2.8

Slots Italy Business Unit

Consolidated P&L Thousands of Euros	Second Quarter			YTD June 30		
	2022	2023	Dif.	2022	2023	Dif.
Operating Revenues	91,022	117,127	26,105	180,615	215,275	34,660
Variable rent & other	-17,477	-21,418	-3,941	-34,025	-40,033	-6,008
Net Operating Revenues	73,545	95,709	22,164	146,590	175,242	28,652
Consumptions	-1,921	-1,816	105	-3,942	-3,490	452
Personnel	-3,846	-4,485	-639	-7,738	-8,502	-764
Gaming taxes	-57,625	-75,698	-18,073	-115,128	-138,049	-22,921
External supplies & services	-5,413	-6,010	-597	-10,524	-12,112	-1,588
Depreciation, amort. & impairment	-1,696	-3,034	-1,338	-3,479	-4,634	-1,155
EBIT	3,044	4,666	1,622	5,779	8,455	2,676
EBITDA	4,740	7,700	2,960	9,258	13,089	3,831

Quarterly YoY evolution

As previously announced, on April 3, 2023, Cirsa acquired 100 % of Modena Giochi, a slot route operator which operates 3,712 slots machines (AWPs) in northern Italy with significant synergies with our existing business that will be deployed in the coming months.

Net operating revenues and EBITDA grew by €22.2 million and €3.0million respectively, compared to 2Q-2022. Growth is due to the new acquisition, to product replacement initiatives for AWPs and additional new POS.

EBITDA margin in 2Q-2023 increased to 8.1% compared to 6.5% in 2Q-2022. The increase was primarily due to the discontinuation of intermediation contracts for VLTs.

Slot Machines As of June 30	2022	2023	Var. units	Var. %
Slot machines	7,284	11,148	3,864	53.0
VLTs	2,367	2,368	1	0.0
Total	9,651	13,516	3,865	40.0

On-line Gaming & Betting Business Unit

Consolidated P&L Thousands of Euros	Second Quarter			YTD June 30		
	2022	2023	Dif.	2022	2023	Dif.
Operating Revenues	35,055	97,316	62,261	73,163	207,815	134,652
Variable rent & other	-37	-13,621	-13,584	-74	-32,248	-32,174
Net Operating Revenues	35,018	83,695	48,677	73,089	175,567	102,478
Consumptions	-290	-1,005	-715	-717	-1,311	-594
Personnel	-4,499	-6,136	-1,637	-9,057	-12,553	-3,496
Gaming taxes	-5,105	-18,098	-12,993	-10,553	-39,473	-28,920
External supplies & services	-16,029	-43,145	-27,116	-33,296	-90,771	-57,475
Depreciation, amort. & impairment	-5,030	-7,335	-2,305	-9,887	-13,467	-3,580
EBIT	4,065	7,976	3,911	9,579	17,992	8,413
EBITDA	9,095	15,311	6,216	19,466	31,459	11,993

Quarterly YoY evolution

Net operating revenues increased by €48.7 million (+ 139.0 %) compared to 2Q-2022, reaching €83.7 million, mainly impacted by the overall good performance of our On-line gaming business in Spain (+23.7 %) and the contribution of our last acquisition, made in July 2022, of the Italian online gaming operator E-Play 24.

EBITDA reached €15.3 million (+68.3% vs 2Q-2022), an increase of €6.2 million, due to the good performance of our Spanish On-line gaming & betting business and the contribution of E-Play24, despite the significant gaming tax increase driven by our growth in the Italian market where taxation is significantly higher than in our pre-acquisition markets.

Other information

Structure & adjustments

Consolidated P&L Thousands of Euros	Second Quarter			YTD June 30		
	2022	2023	Dif.	2022	2023	Dif.
Operating Revenues	-6,872	-6,930	-58	-13,895	-13,349	546
Variable rent & other	139	0	-139	275	3	-272
Net Operating Revenues	-6,733	-6,930	-197	-13,620	-13,346	274
Consumptions	2,104	1,791	-313	3,004	3,006	2
Personnel	-6,707	-7,998	-1,291	-13,026	-15,323	-2,297
Gaming taxes	-13	-32	-19	-40	-55	-15
External supplies & services	9,806	10,144	338	19,957	19,793	-164
Depreciation, amort. & impairment	-349	-362	-13	-713	-721	-8
EBIT	-1,892	-3,388	-1,496	-4,438	-6,647	-2,209
EBITDA	-1,543	-3,026	-1,483	-3,725	-5,926	-2,201

CAPEX

Millions of Euros			
CAPEX	2022	2023	Var.
YTD June 30			
Casinos (*)	24.4	41.9	17.5
Slots Spain	35.3	41.7	6.4
Slots Italy	2.1	1.7	-0.4
On-line Gaming & Betting	5.9	4.1	-1.8
Structure	0.2	0.6	0.4
Total	67.9	90.0	22.1

(*) In 2023 includes €10.2 million corresponding to the purchase of a casino in Mexico executed through the acquisition of assets.

Other financial information

<i>Millions of Euros</i>	<i>EBITDA</i>					
	<i>Leverage</i>	2022 Jun-30	2022 Sep-30	Dec-31	2023 Mar-31	2023 Jun-30
LTM Ebitda		472.1	519.0	552.5	585.4	611.2
Net Interest Expense		143.5	130.6	137.9	144.4	150.8
Cash & Cash Equivalents		196.9	239.1	213.4	202.8	186.0
Total Debt		2,525.5	2,528.0	2,484.4	2,462.6	2,452.3
Total Net Debt		2,328.5	2,288.9	2,271.0	2,259.8	2,266.3
Total Net Debt to EBITDA		4.9x	4.4x	4.1x	3.9x	3.7x
Ebitda to Net Interest Expense		3.3x	4.0x	4.0x	4.1x	4.1x

<i>Millions of Euros</i>	<i>2022</i>					<i>2023</i>
	<i>Financial Debt</i>	Jun-30	Sep-30	Dec-31	Mar-31	Jun-30
<i>As of</i>						
Bank Loans		166.3	145.5	123.6	101.7	69.5
Capital Lease Agreements		1.0	1.3	1.0	0.9	1.1
Senior Notes		2,048.0	2,056.5	2,066.4	2,064.3	2,077.3
Tax Deferrals		4.2	4.2	2.1	2.1	0.1
Capitalization of Operating Leases		283.2	288.0	268.1	274.3	271.4
Other Debt		22.8	32.4	23.1	19.3	33.0
Total Financial Debt		2,525.5	2,528.0	2,484.4	2,462.6	2,452.3
Cash & Cash Equivalents		196.9	239.1	213.4	202.8	186.0
Total Net Financial Debt		2,328.6	2,288.9	2,271.0	2,259.8	2,266.3

Cirsa and any of its subsidiaries, as well as its direct and indirect equity holders, and their respective affiliates (or funds managed or advised by such persons), and members of Cirsa's management may continue to trade in the notes of any series issued by Cirsa or any of its subsidiaries or affiliates at any time and from time to time in the open market or otherwise.

Cash-flow Statement

<i>Millions of Euros</i>	YTD June 30		Dif.
	2022	2023	
<i>Cash-flows from operation activities</i>			
Profit before tax, as per the consolidated P&L accounts	34.3	73.8	39.5
Adjustments for non-cash revenues and expenses:			
Depreciation, amortization and impairment	147.6	155.5	7.9
Allowances for doubtful accounts & inventories	1.0	1.2	0.2
Other	0.2	2.5	2.3
Financial items included in profit before tax:			
Financial results	64.8	77.7	12.9
Foreign exchange results	-0.1	-3.0	-2.9
Results on sale of non-current assets	2.7	3.9	1.2
Adjusted profit from operations before tax and changes in net operating assets	250.5	311.6	61.1
Variations in:			
Receivables	-17.0	-11.0	6.0
Inventories	-3.8	-1.5	2.3
Suppliers, gaming taxes and other payables	9.4	7.2	-2.2
Accruals, net	-2.3	-1.0	1.3
Cash generated from operations	236.8	305.3	68.5
Income tax paid	-14.5	-44.9	-30.4
Net cash-flows from operating activities	222.3	260.4	38.1
<i>Cash-flows used in / from investing activities</i>			
Purchase and development of property, plant and equipment	-32.9	-39.9	-7.0
Purchase and development of intangibles	-35.0	-50.1	-15.1
Acquisition of participating companies, net of cash acquired	-19.3	-28.1	-8.8
Proceeds from other financial assets	1.7	1.6	-0.1
Purchase of other financial assets	-2.0	-4.5	-2.5
Interest received on loans granted & cash revenues from other financial assets	0.7	1.7	1.0
Net cash-flows used in investing activities	-86.8	-119.3	-32.5
<i>Cash-flows from / used in financing activities</i>			
Proceeds / (payment), from financial loans	-123.5	-55.8	67.7
Deferred gaming taxes, payable	-2.8	-2.1	0.7
Capital lease payments	-0.2	-0.2	0.0
Lease principal payments	-31.1	-31.5	-0.4
Interest paid on financial debt	-56.0	-63.1	-7.1
Dividends and other	-8.1	-17.3	-9.2
Net cash-flows from / used in financing activities	-221.7	-170.0	51.7
Net variation in cash & cash equivalents	-86.2	-28.9	57.3
Net foreign exchange difference	2.9	1.5	-1.4
Cash & cash equivalents at January 1	280.2	213.4	-66.8
Cash & cash equivalents at June 30	196.9	186.0	-10.9

Consolidated Balance Sheet

<i>Thousands of Euros</i>	30-June-22	31-Dec-22	30-June-23
Assets			
Intangibles	990,210	955,227	1,014,173
Goodwill	1,229,952	1,273,457	1,273,294
Property, plant & equipment	263,790	261,320	278,102
Right of use assets	244,238	231,489	236,498
Financial assets	77,581	81,139	87,165
Deferred tax assets	99,186	89,638	87,040
Total non-current assets	2,904,956	2,892,270	2,976,272
Inventories	23,665	21,608	23,571
Accounts receivable	111,340	107,243	138,155
Financial assets	13,400	23,497	19,206
Cash & cash equivalents	196,925	213,379	186,015
Other	16,012	12,370	18,945
Total current assets	361,341	378,097	385,892
Total Assets	3,266,297	3,270,367	3,362,164
Liabilities			
Share capital	70,663	70,663	70,663
Share premium	626,583	626,583	626,583
Reserves	-609,464	-613,694	-557,384
Cumulative translation reserve	-333	-31,748	2,639
Consolidated result for the period	14,084	56,569	37,991
Minority interest	96,162	115,809	112,488
Total net equity	197,695	224,182	292,980
Provisions	16,843	23,628	17,025
Credit institutions	54,616	28,213	43,487
Bonds	2,037,939	1,891,418	1,895,024
Lease liabilities	234,378	216,211	218,567
Other creditors	32,722	40,288	51,089
Deferred tax liabilities	238,974	222,843	234,725
Total non-current liabilities	2,615,472	2,422,601	2,459,917
Credit institutions	112,690	96,393	27,104
Bonds	10,057	175,018	182,247
Lease liabilities	48,791	51,852	52,869
Accounts payable	44,990	49,614	57,858
Other creditors	211,328	221,427	250,571
Current income tax payable	25,273	29,279	38,617
Total current liabilities	453,130	623,584	609,267
Total equity & liabilities	3,266,297	3,270,367	3,362,164

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:

- *Public health outbreaks, epidemics or pandemics, such as the coronavirus, could have a material adverse effect on our business, financial position, results of operations and cash flows.*
- *Our business may be negatively impacted by the economic volatility and political conditions in Spain and other markets in which we operate, including Russia's actions in Ukraine, higher energy costs and commodity prices, disruption of logistic chains and macroeconomic factors.*
- *There are risks associated with our operations outside of Spain.*
- *We do not control certain of our joint venture businesses.*
- *We may experience significant losses with respect to 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 may adversely affect our results.*
- *The technological solutions we have in place to block access to our online services by players in certain jurisdictions may prove inadequate, which may harm our business and expose us to liability.*
- *The gaming industry is subject to extensive regulation (including applicable anti-corruption and economic sanctions laws) and licensing requirements and our business may be adversely affected by our inability to comply with these extensive regulation and licensing requirements, regulatory changes and increases in the taxation of gaming, which could result in litigation.*
- *Failure to maintain our online gaming licenses or comply with online gaming rules and regulations could adversely affect our business.*
- *Our failure to keep up with technological developments in the online gaming market could negatively impact our business, results of operations and financial condition.*
- *We may not be able to manage growth in our business.*
- *We are dependent upon our ability to provide secure gaming products and maintain the integrity of our employees in order to attract customers, and any event damaging our reputation could adversely affect our business.*
- *We are in a competitive business environment and, as a result, our market share and business position may be adversely affected by factors beyond our control.*
- *Changes in consumer preferences could also harm our business.*
- *Our success is dependent on maintaining and enhancing our brand.*
- *We may fail to detect money laundering or fraudulent activities of our customers or third parties.*
- *Our results of operations could be adversely affected by a disruption of operations at our manufacturing facilities.*
- *Certain countries in which we operate have been subject to significant security issues in the past several years, and if such issues continue or worsen, our operations could be materially adversely affected.*
- *The Group's significant leverage and debt service obligations could materially adversely affect its business.*
- *We are subject to restrictive covenants under our Revolving Credit Facility Agreement and Indentures, which may limit our ability to operate our business, finance our future operations and capital needs and to pursue business opportunities and activities.*
- *Our failure to comply with regulations regarding the use of personal customer data could subject us to lawsuits, administrative fines or result in the loss of goodwill of our customers.*
- *Our systems may be vulnerable to hacker intrusion, distributed denial of service attack, malicious viruses and other cybercrime attacks.*
- *We are subject to taxation which is complex and often requires us to make subjective determinations.*
- *We are subject to exchange of information requirements on reportable cross-border arrangements.*
- *Our results of operations are impacted by fluctuations in foreign currency exchange rates.*
- *Terrorist attacks and other acts of violence or war may affect our business and results of operations.*
- *Negative perceptions and negative publicity surrounding the gaming industry could damage our reputation or lead to increased regulation or taxation, which could adversely affect our business.*

We urge you to read the sections of our **2022 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.