



Unibet Group plc
Year end report January - December 2007 (unaudited)

- **Gross Winnings Revenue** amounted to **GBP 24.5 (19.4) million** for the fourth quarter of 2007 and **GBP 81.4 (71.8) million** for the full year 2007. **Gross Winnings Revenue and costs have been restated to include the effects of all gaming related transactions in accordance with recent IFRIC and industry standard with no impact on reported profits.**
- **Profit before tax for the fourth quarter of 2007** amounted to **GBP 2.7 (7.4) million**. **Profit before tax for full year 2007** amounted to **GBP 20.0 (28.5) million**.
- **Profit after tax for the fourth quarter of 2007** amounted to **GBP 2.3 (23.1) million**. **Profit after tax for the full year 2007** amounted to **GBP 18.7 (37.9) million**.
- **Earnings per share** were **GBP 0.083 (0.818)** for the fourth quarter of 2007 and **GBP 0.665 (1.344)** for the full year 2007.
- **Maria Holdings was acquired for SEK 705 million (GBP 54 million)**. **To finance the acquisition, Unibet issued a bond totalling a nominal value of EUR 100 million (GBP 70 million)**.
- **Number of active customers at the end of the quarter** was **309,431 (218,770)**.
- **The Board of Directors proposes a dividend of GBP 0.50 (0.41) per share/SDR, which is approximately SEK 6.30 (5.50) per share/SDR.**
- **AGM to be held on 29 April, 2008, in Stockholm.**

“Unsatisfactory Earnings”

“Exceptional charges, mainly in respect of Unibet’s exit from cycling, together with increased marketing costs pressured quarterly earnings to unsatisfactory levels. The termination of the cycling sponsorship due to the denial of participation in major Pro-Tour Cycling races has resulted in costs of GBP 2.1 million in Q4. In addition, management has decided to take a full year provision totalling GBP 0.5 million for the previous, now vacated, London office lease given the adverse real estate market. The increase in marketing costs is mainly a result of further usage of revenue share and affiliate programs to drive higher customer growth.”

“The underlying business shows improving growth and strong customer intake. For all regions we see healthy growth for Sportsbook and Non-Sportsbook products with a 30% total increase before bonus cost versus fourth quarter 2006 and 15% annually. The Sportsbook margin in the quarter was 7.5% before bonus cost driven by favourable sports results and improved Live betting margins. In Sweden poker is back to growth in the quarter versus last year and had close to 10% growth versus third quarter 2007. Furthermore, the active customer base has continued to increase for both Unibet and Maria Holdings with a total increase of 15% compared with previous quarter.”

“The Maria Holdings integration is proceeding according to plan and the Bingo and Poker businesses continue on a strong growth path. We are positive about the strength of the Maria Bingo business model and are in the process of introducing Maria Bingo in our European footprint.”

“We started 2008 with a significantly upgraded website, which already shows proof of improved productivity and enhanced customer experience on a solid, scalable platform. We have a stronger structural capital, an extended product offering e.g. Maria Bingo, and see growth across all regions and products. Our focus now is to capitalise on this position and deliver strong cash flows while continuing growth”, says Petter Nylander, CEO of Unibet.

Today, Wednesday 20 February 2008, Unibet’s CEO Petter Nylander and CFO and deputy CEO Ragnar Hellenius will host a presentation in English at FinancialHearings, Operaterrassen in Stockholm at 9.00 CET.

Please go to www.financialhearings.com to sign in.

For those who would like to participate in the telephone conference in connection with the presentation, the telephone number is +44 845 634 0041. Confirmation Code: 5214284.

Please call in, well in advance and register.

The presentation is also web cast live on www.unibetgroupplc.com.

SUMMARY TABLE Q4 AND PRIOR YEAR

This table is unaudited

GBP	Q4		Full Year	
	2007 GBPm	2006 GBPm	2007 GBPm	2006 GBPm
Gross winnings Revenue ¹	24.5	19.4	81.4	71.8
EBITDA ²	5.1	8.0	25.9	31.5
Profit before tax	2.7	7.4	20.0	28.5
Profit after tax	2.3	23.1	18.7	37.9
Net cash ³	29.6	12.9	29.6	12.9
Bond liability	71.5	-	71.5	-
	GBP	GBP	GBP	GBP
EBITDA ² per share	0.181	0.283	0.922	1.115
Earnings per share	0.083	0.818	0.665	1.344
Net cash ³ per share	1.047	0.458	1.047	0.458

SEK	Q4		Jan - Dec	
	2007 SEKm	2006 SEKm	2007 SEKm	2006 SEKm
Gross winnings Revenue ¹	331.5	264.6	1,101.8	978.5
EBITDA ²	68.6	108.5	350.5	427.4
Profit before tax	36.4	100.4	271.3	387.2
Profit after tax	31.5	313.5	252.9	514.2
Net cash ³	400.0	175.6	400.0	175.6
Bond liability	967.1	-	967.1	-
	SEK	SEK	SEK	SEK
EBITDA ² per share	2.45	3.84	12.47	15.13
Earnings per share	1.13	11.10	9.00	18.25
Net cash ³ per share	14.16	6.22	14.16	6.22

	No.	No.	No.	No.
Active customers	309,431 ⁴	218,770		
Registered customers			2,348,900 ⁵	1,580,000

Currency rate FY 07 = 13.531, FY 06: 1GBP = 13.568 SEK

¹ Gross winnings Revenue and marketing expenses have been restated to include the effects of all gaming-related transactions within one line in accordance with recent IFRIC interpretations and industry standards.

This reclassification has no effect on reported EBITDA or profit before tax.

² EBITDA = Profit from operations before depreciation / amortisation

³ Net cash = Total cash at period end less customer balances and bank loans

⁴ Active customers includes 16,158 from Maria Holdings.

⁵ Registered customers includes 204,978 from Maria Holdings.

Unibet Group plc

Significant events during the fourth quarter of 2007

On 22 October 2007, Unibet's CEO Petter Nylander, was detained by Dutch authorities in Amsterdam in execution of a French European Arrest Warrant (EAW). The background for this detention was the proceedings filed in 2002-2003 by the French lottery monopoly Française des Jeux and the horse betting monopoly PMU against MrBookmaker.com, subsequently against Unibet, alleging breach of French national laws from 1836 and 1891 protecting those State-owned monopolies. Petter Nylander was transferred from the Netherlands to the French legal authorities in Nanterre on 31 October 2007. After a hearing, the judge decided to release Petter Nylander under the condition of a bail of EUR 200,000.

On 3 December 2007, Unibet announced its intention to acquire Maria Holdings for an acquisition value of SEK 705 million (GBP 54 million), to further strengthen the position in Bingo and the Nordic markets. The acquisition, which gives rise to significant potential within the female customer segment and creates an excellent value opportunity in the fast growing online bingo market, was finalised on 21 December 2007 from which date Unibet consolidates Maria Holdings. The acquisition value was settled in cash up front with no deferred consideration. Due to the proximity of the acquisition to the year end, provisional fair values have been used for the assets and liabilities acquired on consolidation.

To finance the acquisition, on 21 December, 2007, Unibet issued a bond totalling a nominal value of EUR 100 million. The bond matures after 3 years and can be redeemed early at Unibet's option from 21 December, 2008. The bond has a fixed annual coupon of 9.70 per cent.

During the fourth quarter 2007 Unibet started to roll out a completely new version of www.unibet.com with new design, new and improved user functionality and built on a new technical platform. The new version has been developed together with customers to make the Unibet experience the best on the market.

Significant events after the period end

On 1 January 2008, the Maria Holdings integration project started. The aim is to be fully integrated operationally by 31 March 2008.

On 31 January 2008, the European Commission announced that it has decided to send an official request for information on national legislation restricting the supply and promotion of certain gambling services to Sweden. In this new case the Commission wishes to verify whether all national measures relating to poker games and tournaments are consistent and therefore compatible with Article 49 of the EC Treaty, which guarantees the free movement of services. This letter of formal notice is the first step in an infringement procedure under Article 226 of the EC Treaty. Sweden has two months in which to respond. The European Commission also sent an official request to Germany for information on national legislation restricting the supply of gambling services.

On 19 February 2008, Unibet Group plc bond loan 1 was registered on OMX Nordic Exchange Stockholm AB's Retail Bond List.

Share buy back programme

At the 2007 AGM, shareholders approved a share buyback programme whereby the Board was authorised, until the next AGM 2008, to acquire GBP 0.005 ordinary shares/SDR's in the Company. The maximum number of shares/SDR's that may be so acquired is 2,824,109 i.e. may not exceed 10 per cent of the total number of shares issued by the Company.

Number of outstanding shares, 31 March 2007	28,241,092
Acquisition of own shares during Q 2	-143,900
Acquisition of own shares during Q 3	-154,000
No acquisition was made during Q4	-
Number of outstanding shares, 31 December 2007	27,943,192

More information about the share buy back programme is to be found on:
www.unibetgroupplc.com

Market

Unibet is one of Europe's leading companies in Moneytainment, operating in 20 different languages in more than 100 countries.

Gambling can be divided into games of skill (Sports betting, Horse racing, Poker, etc.) and games of chance (Roulette, Black Jack, Slot machines, Lotto, Bingo etc.) The gambling market can also be divided into online (Internet) and offline (betting shops, casinos) gambling. Online gambling is now regarded as one of the most important Internet businesses. Besides sports betting, which has enjoyed first mover advantage in the online arena and been the driver of online gambling, other areas such as casino games, poker and lotteries have grown rapidly in recent years.

Current products

Sports betting

Unibet's sports betting service offers a comprehensive range of odds on a variety of international and local sports events, to a worldwide customer base (excluding USA) 24 hours a day, 7 days a week. Bets are placed via Unibet's site or via mobile phone.

The live betting offer has substantially increased during the year. During the fourth quarter over 1,800 events were offered. Besides the regular football and tennis; basketball and the Swedish TV programme Idol caused a lot of interest.

The majority of Unibet's business is largely determined by the seasons for key sports such as the major football leagues in Europe, major golf and tennis tournaments as well as ice hockey leagues in the Nordic countries and North America. The seasonality of these events results in fluctuations in the Group's quarterly performance, especially in terms of Gross Turnover. However, quarterly results can also vary widely, due to the volatility of gross winnings margins in sports betting. Please refer to page 6.

Non-sports betting

Unibet's non-sports betting consists of casino, games, bingo and poker.

Unibet Casino consists of more than 40 games such as Roulette, Black Jack, Caribbean Stud, Video Slots and Video Poker. Next to a wide variety of regular promotions and tournaments, several new games were released during the fourth quarter.

Unibet Games consist of sport-orientated games and entertainment games. The games are a softer version of the casino and are derived from the popularity of lottery- and keno-based games, virtual sports and high/low games.

Unibet Bingo is available in Sweden, Norway and Denmark. Unibet offers the 75-ball type Bingo together with a range of casino games attached to it. These casino games consist of multi-reel video slots, black jack and roulette.

On 21 December 2007, Unibet acquired the Maltese company Maria Holdings Ltd. The group's focus is to appeal to women. The multicurrency Maria Bingo, is one of the premier Internet bingo operators in the Nordic market.

As at 31 December 2007, Unibet had over 181,000 (84,000) active poker customers (including Carlos poker).

The new Finnish TV format Pokeritähhti was aired in Finnish TV from mid-September until the end of October. As it was a great success another season will start on 28 March 2008. Qualification tournaments on www.unibet.com and www.unibet.fi start in mid-February. More information about Pokeritähhti can be found on www.unibet.com and www.pokeritahti.fi.

Financial review

The financial information has been presented in accordance with International Financial Reporting Standards and IFRIC interpretations as adopted by the European Union. The accounting policies as adopted in the published results for the year ended 31 December 2006 have been consistently applied with the exception of reclassification of Gross winnings revenue, cost of sales and marketing. Gross winnings revenue is now stated net of all bonus costs in line with recent IFRIC interpretation and industry standards. This change has no effect on profit from operations or EBITDA. Also, for further clarity, marketing costs directly related to revenues have been reclassified into cost of sales which now includes betting duties, revenue share and affiliate programs. Other non direct and discretionary marketing costs e.g., TV and print, remain in general marketing.

With effect from 21 December 2007, Maria Holdings Ltd and its subsidiaries, are consolidated in Unibet's results.

Since Malta converted to EUR on 1 January 2008, Unibet's Board of Directors is investigating the possibility to change the reporting currency from GBP to EUR with effect from 2008.

Gross Winnings Revenue

Gross winnings revenue on sports betting represents the net receipt of bets and payouts within the consolidated entity for the financial period as reduced for Free Bets. Free Bets are bonuses granted or earned in connection with customer acquisition. Gross winnings revenue for sports betting amounted to GBP 8.2 (6.7) million for the fourth quarter of 2007. For the full year 2007, gross winnings revenue for sports betting amounted to GBP 26.6 (23.2) million.

Gross winnings for non-sports betting amounted to GBP 16.3 (12.7) million for the fourth quarter of 2007. For the full year 2007, gross winnings revenue for non-sports betting amounted to GBP 54.8 (48.6) million.

In the period from 21 December to 31 December 2007, Maria Holdings contributed GBP 0.4 million (SEK 5.1 million) to gross winnings revenue.

Of the non-sports betting gross winnings in the fourth quarter, poker represents 33 per cent and casino 51 per cent.

Gross Winnings Revenue by market and business segment (incl Maria Holdings) (based on country of residence of customer) GBP thousand

	Q4 2007			Full Year 2007			Q4 2006			Full year 2006		
	Sports Betting	Non-Sports Betting	Total	Sports Betting	Non-Sports Betting	Total	Sports Betting	Non-Sports Betting	Total	Sports Betting	Non-Sports Betting	Total
Sweden	3,330	4,893	8,223	10,707	17,479	28,186	2,721	4,513	7,234	9,500	20,198	29,698
Rest of Nordic	2,030	4,552	6,582	6,082	14,493	20,575	1,304	3,005	4,309	4,321	11,501	15,822
Southern Europe	3,203	4,015	7,218	11,163	14,276	25,439	2,665	3,020	5,685	8,992	10,374	19,366
Other	1,342	2,826	4,168	3,941	8,560	12,501	716	2,146	2,862	3,916	6,541	10,457
Total before Free Bets	9,905	16,286	26,191	31,893	54,808	86,701	7,406	12,684	20,090	26,729	48,614	75,343
Free Bets ¹⁾	-1,692	-1,692	-1,692	-5,273	-5,273	-5,273	-729	-729	-729	-3,540	-3,540	-3,540
Total after Free Bets	8,213	16,286	24,499	26,620	54,808	81,428	6,677	12,684	19,361	23,189	48,614	71,803

¹⁾ Free Bets are bonuses in connection with customer acquisition.

Gross margin on sports betting

The gross margin for total sports betting for the fourth quarter 2007 was 7.5 (7.0) per cent. Live betting accounted for 12.2 (7.5) per cent of gross winnings on sports betting, excluding Free Bets, in the fourth quarter of 2007.

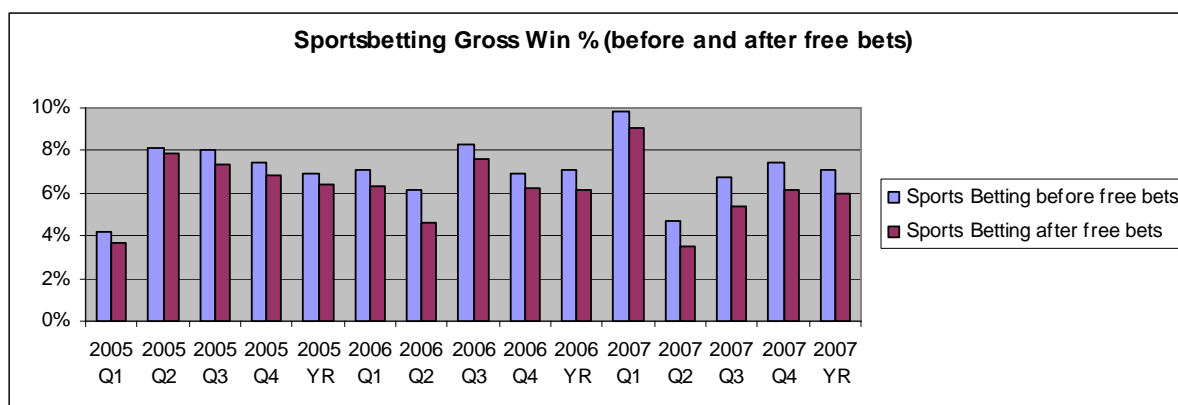
Sports betting gross margin GBP thousand

	Q4 2007			Full Year 2007			Q4 2006			Full year 2006		
	Sports Betting	Margin %	Share %	Sports Betting	Margin %	Share %	Sports Betting	Margin %	Share %	Sports Betting	Margin %	Share %
Live Betting	1,204	4.3%	12.2%	2,839	3.0%	8.9%	554	3.6%	7.5%	1,115	2.8%	4.2%
Other Betting	8,701	8.4%	87.8%	29,054	8.2%	91.1%	6,852	7.6%	92.5%	25,614	7.6%	95.8%
Total	9,905	7.5%	100.0%	31,893	7.1%	100.0%	7,406	7.0%	100.0%	26,729	7.1%	100.0%
Free Bets ¹⁾	-1,692			-5,273			-729			-3,540		
Total net Free Bets	8,213	6.2%		26,620	6.0%		6,677	6.3%		23,189	6.1%	

¹⁾ Free Bets are bonuses in connection with customer acquisition.

Live betting is continuously growing and provides incremental revenue.

Sports betting gross margins can vary quite significantly from one quarter to the next, depending on the outcome of sporting events. However, over time these margins will even out. This can be seen in the table below. The bars show sports betting gross margin quarter and full year.



Customers

At 31 December 2007 the number of active customers amounted to a total of 309,431 (218,770) compared with 257,312 at 30 September 2007. Of the total 293,273 are Unibet customers and 16,158 are Maria Holdings customers. An active customer is defined as one placing a bet in the last three months.

The total number of registered customers has continued to increase during the quarter and exceeded 2.3 million (1.6 million) at 31 December 2007, whilst at 30 September 2007, over 2 million customers were registered.

Cost of sales

Cost of sales covers betting duties, revenue share and affiliate programs.

Gross profit

Gross profit for the fourth quarter 2007 increased to GBP 22.3 (18.7) million. Gross profit for the full year 2007 increased to GBP 76.2 (69.3) million.

Operating costs (Marketing and Administrative expenses)

Operating costs include all indirect costs of running the business and are a combination of activity-related costs and fixed costs such as marketing, salaries etc. During the fourth quarter of 2007, ongoing operating costs were GBP 16.0 (10.6) million and during the full year 2007 GBP 51.9 (40.1) million. Of the operating costs in the fourth quarter, GBP 8.5 (4.5) million were marketing costs and GBP 3.5 (3.2) million were salaries. Of the increase in marketing, GBP 2.1 million relates to the termination of the sponsorship of the Unibet cycling team. In Other administrative expenses, GBP 0.5 million relates to the move of the London office. In the full year 2007, marketing expenses were GBP 23.3 (19.0) million, and salaries were GBP 13.6 (9.8) million.

Profit from operations

Profit from operations for the fourth quarter of 2007 was GBP 3.7 (7.5) million. Profit from operations for the full year 2007 was GBP 21.4 (28.6) million. Earnings before interest, tax and depreciation and amortisation (EBITDA) for the fourth quarter of 2007 was GBP 5.1 (8.0) million and for the full year 2007 EBITDA was GBP 25.9 (31.5) million. Excluding exceptional items, being cycling termination costs and costs relating to move of the London office, gives an EBITDA for the fourth quarter of 2007 of GBP 7.7 (8.6) million. EBITDA before exceptional items, including previous reorganisation costs, for the full year 2007 was GBP 28.7 (32.1) million.

Capitalised development expenditure

These results have been prepared under International Financial Reporting Standards, IAS 38, which require the capitalisation of certain development costs. In the fourth quarter of 2007, expenditure of GBP 0.5 (1.0) million has been capitalised, before amortisation, bringing the full year 2007 total to GBP 3.7 (2.8) million.

Finance cost

Finance costs for the fourth quarter 2007 were 1.3 (0.3) million. This includes an exchange loss of GBP 1.2 (nil) million. Finance cost for the full year 2007 includes an exchange loss of GBP 1.2 (nil) million caused by the retranslation of the bond to the closing exchange rate.

Profit before tax

Profit before tax for the fourth quarter 2007 was GBP 2.7 (7.4) million. Profit before tax for the full year 2007 was GBP 20.0 (28.5) million. In the period from 21 December to 31 December 2007, Maria Holdings contributed to profit before tax with GBP 84,000 (SEK 1.1 million).

Profit after tax

Profit after tax for the fourth quarter 2007 was GBP 2.3 (23.1) million. Profit after tax for the full year 2007 was GBP 18.7 (37.9) million.

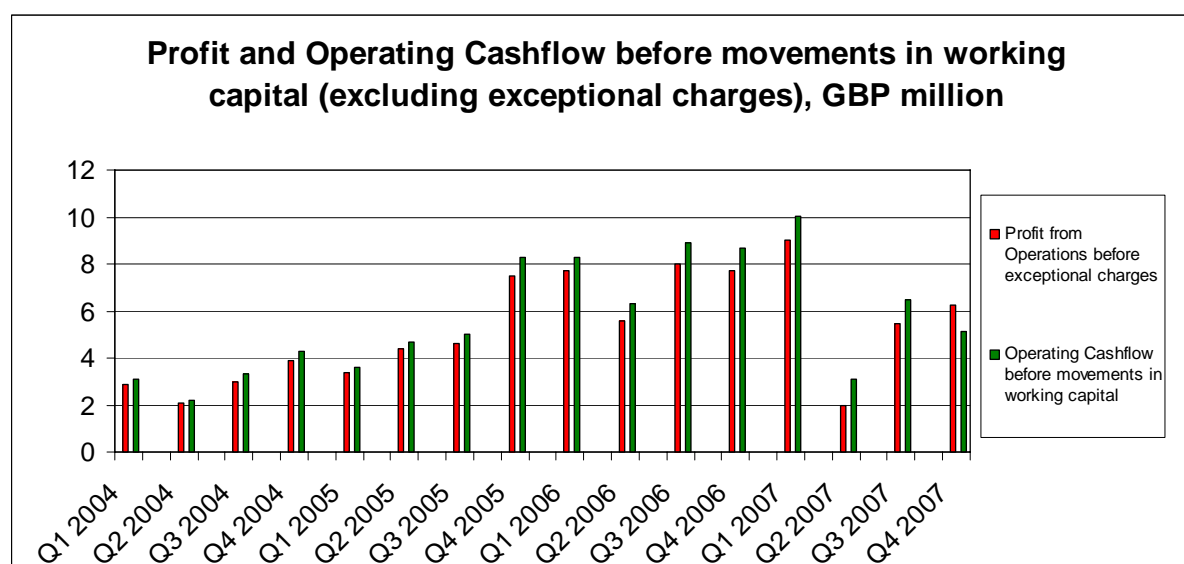
Financial position and cash flow

The gross cash in hand position at the end of the fourth quarter 2007 stood at GBP 56.0 (40.0) million while at the beginning of the quarter it was GBP 24.2 (27.2) million. This is before deducting GBP 9.7 (17.6) million of bank loans and GBP 71.5 (nil) million for the bond.

The bond with a nominal value of EUR 100 million was issued on 21 December 2007 to finance the acquisition of Maria Holdings. The bond has a fixed annual coupon of 9.70 per cent and matures after 3 years. The bond can be redeemed early at Unibet's option from 21 December, 2008.

On 23 January 2008, Unibet repaid the bank loans totalling GBP 9.7 million.

The net cash inflow for the fourth quarter was GBP 31.3 (12.6) million including receipt of GBP 70.0 (-) million from the bond, payment of GBP 54.4 (-) million for the acquisition of Maria Holdings and receipt of a GBP 5.1 (7.9) million tax refund. GBP 18.9 (17.4) million cash was regenerated from operating activities. The quarterly profit and operating cash flow before movements in working capital is shown in the table below.



Employees

Unibet had 358 (270) employees at 31 December 2007 including 36 employees of Maria Holdings, compared to 307 at 30 September 2007.

Dividend

The Board of Directors proposes a dividend of GBP 0.50 (0.41) per share/SDR approximately SEK 6.30 (5.50) with the exchange rate 12.579 GBP/SEK at 15 February 2008, per ordinary share to be

paid to holders of ordinary shares and SDRs. If decided by the AGM, the dividend is expected to be distributed on 8 May 2008 and amounts to approximately 75 per cent of net profit after tax.

No dividend will be paid on the shares/SDRs held by the company as a result of the share buy back programme.

As part of the conditions for the Bond issue, Unibet has undertaken not to distribute more than 75 per cent of the Group's net result through dividend or share buy back, and to ensure that net debt does not exceed three times the Group's EBITDA in respect of the most recent twelve-month period.

AGM

The Annual General Meeting of Unibet Group plc will be held on 29 April 2008, at 16.00 (CET) in Stockholm. The nomination committee consists of Staffan Persson, Per Josefsson and Anders Ström. The nomination committee can be contacted at the following address: Unibet Group plc, The Plaza Complex Level 5, Bisazza Street, Sliema SLM15, Malta or by email to: IR@unibet.com.

Annual Report

Unibet Group plc's Annual Report for the 2007 financial year will be available on the website www.unibetgroupplc.com as from 28 March 2008.

Forthcoming financial reporting timetable

Interim Report January – March 2008	28 April 2008
Interim Report January – June 2008	30 July 2008
Interim Report January – September 2008	29 October 2008

The year end report gives a true and fair view of the operations, position and result of the Company and the Group.

Malta, 20 February 2008

Petter Nylander
CEO

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This report is unaudited and has not been reviewed by Unibet's auditors.

*Unibet Group plc
Company number C 39017
Registered in Malta.*

About Unibet

Unibet was founded in 1997 and is an online gambling company listed on OMX Nordic Exchange in Stockholm. Unibet is one of the largest privately-owned gambling operators in the European market and provides services in 20 languages through www.unibet.com. Today, Unibet has more than 2.3 million customers in over 100 countries. Unibet is a member of the EGBA, European Gaming and Betting Association, RGA, Remote Gambling Association in the UK and is certified by G4, Global Gaming Guidance Group.

In December 2007, Unibet acquired Maria Holdings, the largest online bingo operator in the Nordic market.

More information about Unibet Group plc can be found on www.unibetgroupplc.com

CONSOLIDATED INCOME STATEMENT GBP 000	Unaudited	Unaudited (restated)	Unaudited	Audited (restated)
	Q4 2007	Q4 2006	Full Year 2007	Full year 2006
Gross Winnings Revenue	24,499	19,361	81,428	71,803
Cost of Sales	-2,233	-664	-5,278	-2,542
Gross profit	22,266	18,697	76,150	69,261
Marketing costs	-6,408	-4,510	-21,157	-19,048
Exceptional charges	-2,600	-587	-2,836	-587
Other administrative expenses	-9,596	-6,075	-30,760	-21,039
Total administrative expenses	-12,196	-6,662	-33,596	-21,626
PROFIT FROM OPERATIONS	3,662	7,525	21,397	28,587
Finance costs	-1,288	-291	-2,144	-1,066
Interest received	303	171	784	540
Profit from Associate	12	-	12	-
Profit on disposal of Associate	-	-	-	479
Profit before tax	2,689	7,405	20,049	28,540
Income tax (expense)/credit	-359	15,702	-1,357	9,361
PROFIT AFTER TAX	2,330	23,107	18,692	37,901
Earnings per share (GBP)	0.083	0.818	0.665	1.344
Weighted average number of ordinary shares for the purposes of calculating basic earnings per share	27,943,192	28,241,092	28,096,472	28,197,870
Fully diluted earnings per share (GBP)	0.082	0.818	0.659	1.342
Weighted average number of ordinary shares for the purposes of calculating diluted earnings per share	28,247,135	28,241,092	28,355,999	28,236,388
Non-statutory analysis of Gross Winning Revenue				
Sports Betting Stakes	131,863	105,400	447,016	377,573
Sports Betting Income	9,905	7,406	31,893	26,729
<i>Sports Betting margin %</i>	7.5%	7.0%	7.1%	7.1%
Free Bets	-1,692	-729	-5,273	-3,540
Sports Betting Income after free bets	8,213	6,677	26,620	23,189
<i>Sports Betting margin %</i>	6.2%	6.3%	6.0%	6.1%
Non Sports Betting after bonuses	16,286	12,684	54,808	48,614
Gross Winnings Revenue	24,499	19,361	81,428	71,803
Gross Winnings Revenue (on prior year basis)	25,733	19,709	84,745	74,799

CONSOLIDATED BALANCE SHEET	Unaudited	Audited
GBP 000	31 Dec	31 Dec
ASSETS	2007	2006
Non-current assets		
Goodwill	112,176	72,711
Other intangible assets	31,435	7,617
Investment in associate	81	69
Property, plant and equipment	3,819	4,695
Deferred tax assets	1,013	1,178
	<u>148,524</u>	<u>86,270</u>
Current assets		
Trade and other receivables	7,234	5,049
Cash and cash equivalents	56,047	39,986
	<u>63,281</u>	<u>45,035</u>
TOTAL ASSETS	<u><u>211,805</u></u>	<u><u>131,305</u></u>
EQUITY AND LIABILITIES		
Capital and reserves		
Share capital	141	141
Share premium	73,838	73,838
Translation reserve	148	21
Loss offset reserve	-	8,220
Other reserves	-42,889	-42,889
Profit and loss account	64,328	53,590
TOTAL EQUITY	<u><u>95,566</u></u>	<u><u>92,921</u></u>
Non-current liabilities		
Deferred tax liabilities	1,778	1,297
Borrowings	71,474	10,196
	<u>73,252</u>	<u>11,493</u>
Current liabilities		
Trade and other payables	31,148	18,052
Tax liabilities	2,152	1,423
Borrowings	9,687	7,416
	<u>42,987</u>	<u>26,891</u>
TOTAL EQUITY AND LIABILITIES	<u><u>211,805</u></u>	<u><u>131,305</u></u>

Customer Balances	16,797	9,435
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Statement of changes in equity	31 Dec	31 Dec
GBP 000	2007	2006
Opening balance	92,921	60,621
Movement in Share Premium	-	35,118
Movement in Other Reserves	-	-44,422
Movement in Offset Reserve	-	8,220
Dividend Paid	-11,527	-4,708
Translation differences	127	16
Share buy-back	-4,947	-
Share Options - value of employee services	300	175
Profit for the period	18,692	37,901
Closing balance	<u>95,566</u>	<u>92,921</u>

CONSOLIDATED CASHFLOW STATEMENT
GBP 000

	Unaudited Q4 2007	Unaudited restated Q4 2006	Unaudited Full Year 2007	Audited restated Full year 2006
OPERATING ACTIVITIES				
Profit from operations	3,662	7,525	21,397	28,587
Adjustments for:				
Depreciation of property, plant and equipment	627	277	1,482	884
Amortisation of intangible assets	780	600	3,024	2,246
Share of profit from associates	-12	-	-12	-
Share-based payment	94	73	300	175
Operating cashflows before movements in working capital	5,151	8,475	26,191	31,892
(Increase)/decrease in receivables	844	6,969	-600	-1,681
Increase in payables	7,842	-5,540	10,456	2,491
Cash generated from operations	13,837	9,904	36,047	32,702
Income taxes (paid) / received	5,092	7,946	-1,483	-1,389
NET CASH GENERATED FROM OPERATING ACTIVITIES	18,929	17,850	34,564	31,313
INVESTING ACTIVITIES				
Cash acquired upon acquisition	1,492	-	1,492	-
Cash paid for acquisition	-54,419	-	-54,419	-
Repayment of loan notes issued as acquisition consideration	-	-	-	-22,250
Interest received	303	171	784	540
Interest paid	-137	-291	-992	-1,066
Purchases of property, plant and equipment	-2,534	-1,652	-6,604	-4,310
Development costs of intangible assets	-484	-970	-3,713	-2,829
Cash received on disposal of associate	-	-	-	741
NET CASH USED IN INVESTING ACTIVITIES	-55,779	-2,742	-63,452	-29,174
FINANCING ACTIVITIES				
Proceeds from issue of ordinary shares	-	-	-	116
Costs of shares issued	-	-1,200	-	-1,200
Dividends paid	-	-	-11,527	-4,708
Share buy back	-	-	-4,947	-
Proceeds from borrowings	70,033	-	70,033	22,250
Repayment of borrowings	-1,927	-1,072	-7,926	-4,638
NET CASH (USED IN)/FROM FINANCING ACTIVITIES	68,106	-2,272	45,633	11,820
NET INCREASE IN CASH AND CASH EQUIVALENTS	31,256	12,836	16,745	13,959
CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD	24,233	27,163	39,986	26,037
Effect of foreign exchange rate changes	558	-13	-684	-10
CASH AND CASH EQUIVALENTS AT END OF PERIOD	56,047	39,986	56,047	39,986

KEY RATIOS

	This report is unaudited			
	Q4 2007	Q4 2006	Full Year 2007	Full year 2006
Operating margin, % (Profit from operations/revenue for the period)	14.95%	38.87%	26.28%	39.81%
Return on total assets, % (Profit after tax/average of opening and closing assets for the period)	1.4%	18.0%	10.9%	31.0%
Equity/assets ratio, %	45%	71%	45%	71%
Net debt/EBITDA (rolling 12 months basis)	1.603	n/a	1.603	n/a
Employees at period end	358	270	322	270
Gross cash per share (GBP) (cash at end of period/number of shares at end of period)	1.985	1.416	1.985	1.416
Net cash less bond per share (GBP) (total cash at period end less customer liabilities and borrowings/number of shares at end of period)	-1.484	0.458	-1.484	0.458
Operating cashflow before movements in working capital per share (GBP)	0.184	0.300	0.932	1.131
Earnings per share (GBP)	0.083	0.818	0.665	1.344
Fully diluted earnings per share (GBP)	0.082	0.818	0.659	1.342
Number of shares at period end	28,241,092	28,241,092	28,241,092	28,241,092
Fully diluted number of shares at period end	28,308,080	28,612,088	28,308,080	28,612,088
Average number of shares	27,943,192	28,241,092	28,096,472	28,197,870
Average number of fully diluted shares	28,247,135	28,241,092	28,355,999	28,236,388

The total of 28,241,092 shares includes a total of 297,900 shares that were bought back by the company year to date and the intention of the Board is either to cancel the shares (requires further shareholder approval), use as consideration for an acquisition or issue to employees under a Share Option programme