

Olympic Entertainment Group AS

Consolidated interim financial statements for the Q3 and 9 months of 2014 (unaudited)

(translation of the Estonian original)*

Beginning of reporting period	1 January 2014
End of reporting period	30 September 2014
Business name	Olympic Entertainment Group AS
Registration number	10592898
Address	Pronksi 19, Tallinn 10124
Telephone	+372 667 1250
Fax	+372 667 1270
E-mail	info@oc.eu
Website	www.olympic-casino.com
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.

Table of Contents

Corporate profile.....	3
Declaration of the management	5
Management report.....	6
Overview of the economic activities.....	6
Description of main risks.....	13
Management and Supervisory Boards.....	14
Shares of Olympic Entertainment Group AS.....	15
Consolidated interim financial statements	17
Consolidated statement of financial position	17
Consolidated statement of comprehensive income	18
Consolidated statement of cash flows.....	19
Consolidated statement of changes in equity.....	20
Notes to the consolidated interim financial statements.....	21
Note 1 Summary of significant accounting policies.....	21
Note 2 Seasonality of operations	21
Note 3 Investment property.....	22
Note 4 Property, plant and equipment	22
Note 5 Intangible assets	22
Note 6 Borrowings.....	22
Note 7 Equity.....	23
Note 8 Segment reporting.....	24
Note 9 Transactions with related parties	25

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 Poland, Slovakia, Belarus and Italy.

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 which include Olympic Casino Estonia AS in Estonia, Olympic Casino Latvia SIA and Altea SIA in Latvia, Olympic Casino Group Baltija UAB in Lithuania, Casino Polonia-Wroclaw Sp. z o.o. in Poland, Olympic Casino Slovakia S.r.o. and OlyBet Slovakia S.r.o. in Slovakia, Olympic Casino Bel IP in Belarus and Jackpot Game S.r.l. and Slottery S.r.l. in Italy. Most of the Group's casino properties operate under the trademark of Olympic Casino. In addition to land-based casinos the Group is also providing online casino services and has operated until 31.10.2013 a 4-star hotel and casino complex in Tallinn, Estonia.

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

As at 30 September 2014, the Group had a total of 97 casinos. The Group operates 18 casinos in Estonia, 37 in Latvia, 15 in Lithuania, 2 in Poland, 7 in Slovakia, 6 in Belarus and 12 in Italy. The Group employed 2,621 employees in 7 countries.

Group entities include:

	Domicile	Ownership 30.09.2014	Ownership 31.12.2013	Area of activity
Olympic Casino Eesti AS	Estonia	95%	95%	Gaming services
Kungla Investeeringu AS	Estonia	100%	100%	Hotel services, catering
Kesklinna Hotelli OÜ	Estonia	100%	100%	Hotel services
Nordic Gaming OÜ	Estonia	100%	100%	Holding activities
Fortuna Travel OÜ	Estonia	100%	100%	Casino tourism
Kasiino.ee OÜ	Estonia	100%	100%	Internet solutions
Olympic Casino Latvia SIA	Latvia	99%	100%	Gaming services
Ahti SIA	Latvia	100%	100%	Bar services
Altea SIA	Latvia	99%	95%	Gaming services
Olympic Casino Group Baltija UAB	Lithuania	100%	100%	Gaming services
Mecom Grupp UAB	Lithuania	100%	100%	Bar 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	80%	80%	Gaming services
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	100%	100%	Bar services
Olympic Casino Bel IP	Belarus	100%	100%	Gaming services
The Box S.r.l.	Italy	70%	50%	Gaming services
Jackpot Game S.r.l.	Italy	70%	50%	Gaming services
Slottery S.r.l.	Italy	70%	0%	Gaming services
Siquia Holding B.V.	Holland	95%	95%	Holding activities
Jessy Investments B.V.	Holland	100%	100%	Holding activities
Gametech Services Ltd	Jersey	100%	100%	Software services
Brandhouse Ltd	Jersey	100%	100%	Holding activities
Olympic Casino Ukraine TOV	Ukraine	100%	100%	Bankrupt
Alea Private Company	Ukraine	100%	100%	Bankrupt

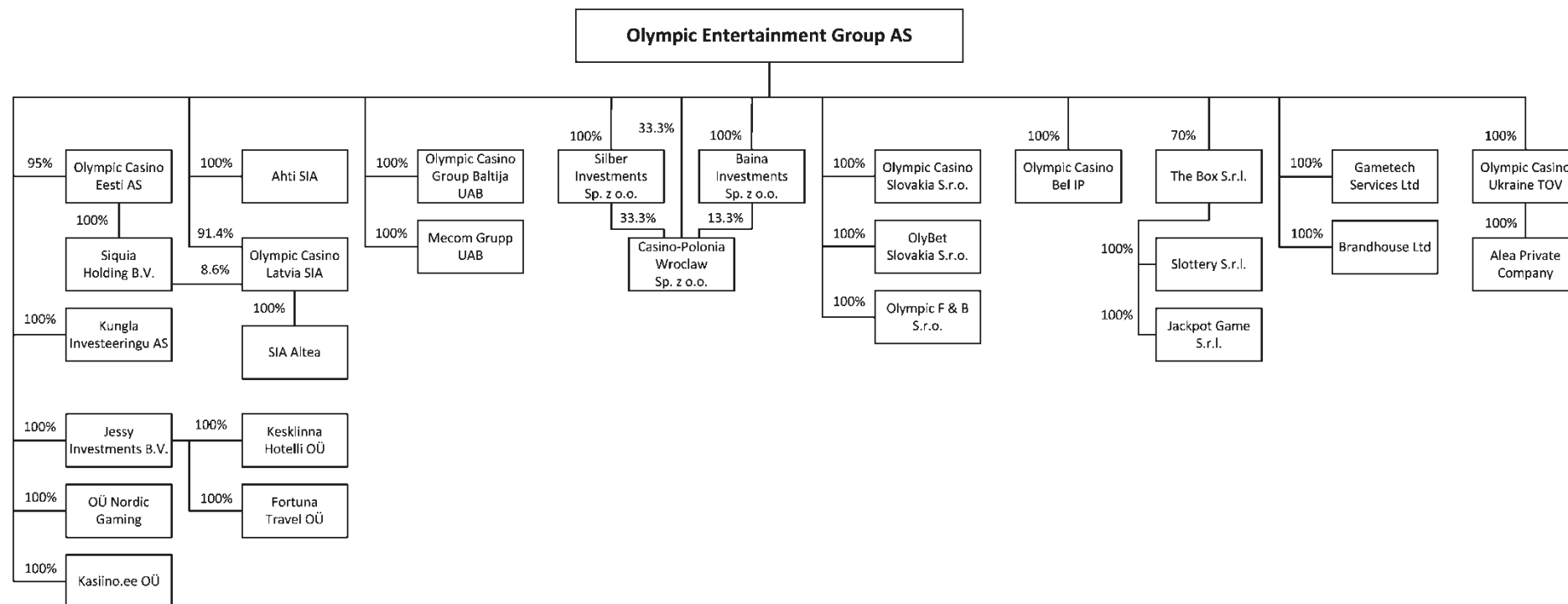
Our vision

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 30 September 2014



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 October 2014

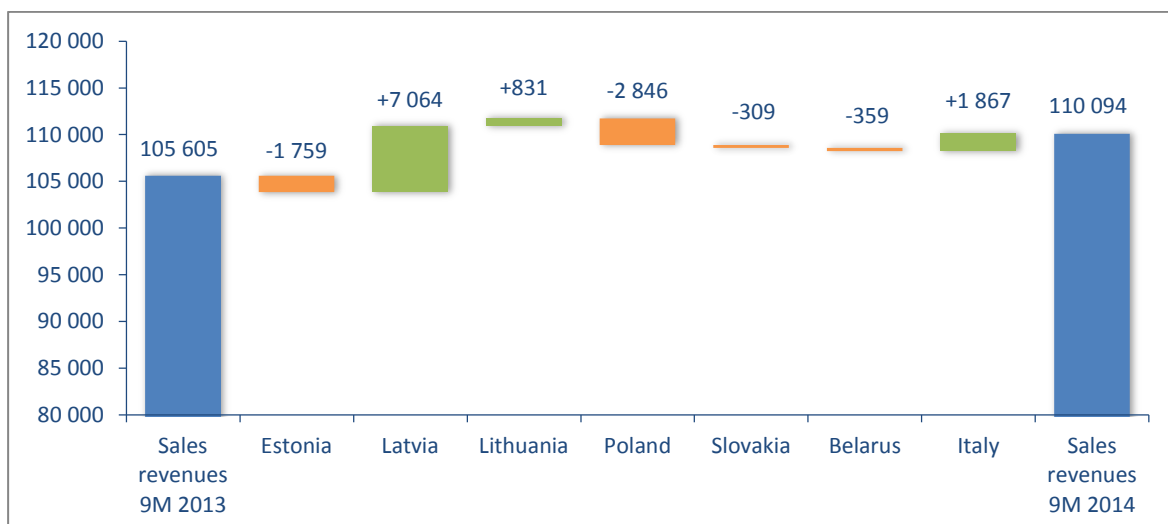
Management report

Overview of the economic activities

Key developments of the Group during the 9 months of 2014:

- The Group's consolidated sales revenues for 9 months 2014 amounted to EUR 110.1 million, up 4.3% or EUR 4.5 million y-o-y.
- Gaming revenues accounted for 94.0% (103.5 m€) and other revenues for 6.0% (6.6 m€) of the Group's consolidated sales revenues for 9 months 2014. A year before the revenue split was 93.4% (98.6 m€) and 6.6% (7.0 m€), respectively.
- The Group's consolidated EBITDA for 9 months 2014 amounted to EUR 27.1 million, a decline of -5.6% from EUR 28.6 million a year before. The Group's consolidated operating profit decreased EUR 1.9 million (-8.3%) to EUR 20.8 million.
- In the first 9 months of 2014, the consolidated net profit attributable to equity holders of the parent company totalled EUR 17.2 million compared to EUR 18.3 million a year ago.
- On 23 January 2014 Olympic Entertainment Group AS has acquired 100% shareholding in Slovak VLT slot casino operator WINWIN Slovakia S.r.o. (renamed later as OlyBet Slovakia S.r.o.) and has opened its first VLT casino on Slovak market during the second quarter of 2014.
- The general meeting of shareholders held on 25 April 2014 has decided to pay out dividends in amount of EUR 15,132,950.50, that were paid out to shareholders on 13 May 2014.
- On 29 April 2014 Olympic Entertainment Group AS has increased to 70% its holding in The Box S.r.l, a company that manages operations in Italy, which in turn has acquired a 100% holding in Slottery S.r.l.
- In May 2014 Olympic Entertainment Group AS has adopted a decision to restructure its Latvian subsidiaries, which led to conversion of Olympic Casino Latvia SIA share capital into euros and its increase. It was also decided to merge OEG Latvian subsidiaries Olympic Casino Latvia SIA and Altea SIA. The merger process will take 10 months.
- On 21 July 2014 the supervisory board of Olympic Entertainment Group AS has adopted a resolution to increase the share capital of the Company by EUR 184,680.40 by issuing shares without nominal value. The amount of share capital of the Company after the issuing of new shares is EUR 60,716,482.40. The increase of share capital relates to share option agreements concluded by the Company in 2011 and the exercise of options by option holders.

The Group's consolidated sales revenue bridge by segments:



The Group's consolidated sales revenues by segments:

'000€	Q3 2014	Q3 2013	Change	9M 2014	9M 2013	Change
Estonia	8,005	9,615	-16.7%	24,252	26,011	-6.8%
Latvia	12,874	11,064	16.4%	34,556	27,492	25.7%
Lithuania	5,623	5,461	3.0%	16,328	15,497	5.4%
Poland	5,269	6,739	-21.8%	17,462	20,308	-14.0%
Slovakia	3,914	4,253	-8.0%	11,650	11,959	-2.6%
Belarus	483	554	-12.8%	1,449	1,808	-19.9%
Italy	1,934	773	150.2%	4,397	2,530	73.8%
Total	38,102	38,459	-0.9%	110,094	105,605	4.3%

Share of segments in the Group's sales revenues:

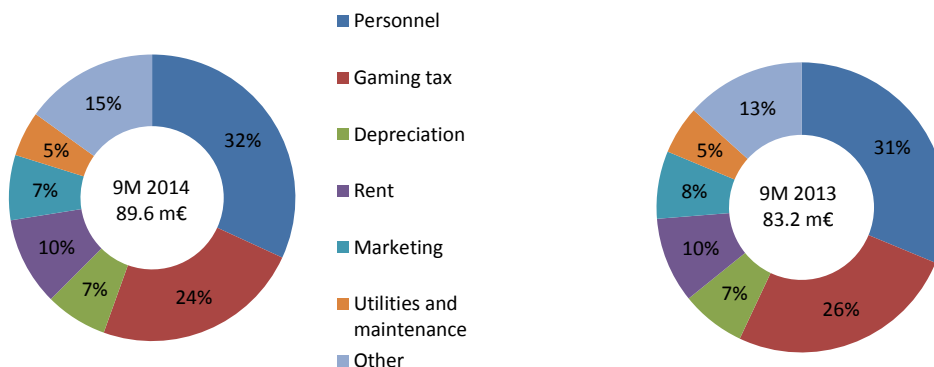


At the end of September 2014, the Group had 97 casinos with total floor area of 32,119 m² (+4,889 m²).

Number of casinos by segment:

	30 September 2014	30 September 2013
Estonia	18	18
Latvia	37	38
Lithuania	15	12
Poland	2	3
Slovakia	7	5
Belarus	6	5
Italy	12	2
Total	97	83

The Group's consolidated operating expenses for 9 months 2014 amounted to EUR 89.6 million, up 7.7% or EUR 6.4 million y-o-y. The growth was highest in personnel expenses (+2.5 m€, +9.8%), rent expenses (+1.0 m€, +12.6%) and other services costs (+2.4 mln euro, +21.7%). Personnel expenses (28.5 m€) and gaming tax (21.2 m€) represented the largest cost items accounting for 55.5% of total operating expenses.



Key performance indicators of the Group

		9M 2014	9M 2013	9M 2012
Revenues	m€	110.4	105.9	98.0
Gaming tax	m€	21.2	21.4	20.1
EBITDA	m€	27.1	28.6	27.7
EBIT	m€	20.8	22.7	19.7
Net profit	m€	17.2	18.3	17.7
EBITDA margin	%	24.5	27.1	28.3
Operating margin	%	18.8	21.4	20.1
Net margin	%	15.6	17.3	18.1
Assets	m€	120.7	108.9	118.1
Equity	m€	105.0	94.1	86.2
ROE	%	18.2	21.4	23.0
ROA	%	15.0	16.1	15.8
Current ratio	times	2.9	3.1	2.1
Casinos at end of period	#	97	83	62
Casino floor area at end of period	m ²	32,119	27,230	23,354
Employees	#	2,621	2,534	2,310
Slot machines at end of period	#	3,481	3,052	2,479
Gaming tables at end of period	#	193	188	182

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 less non-controlling interests
- EBITDA margin = EBITDA / revenue
- Operating margin = operating profit / revenue
- Net margin = net profit / revenue
- ROE = net profit / average total equity attributable to the shareholders of the parent company
- ROA = net profit / average total assets
- Current ratio = current assets / current liabilities

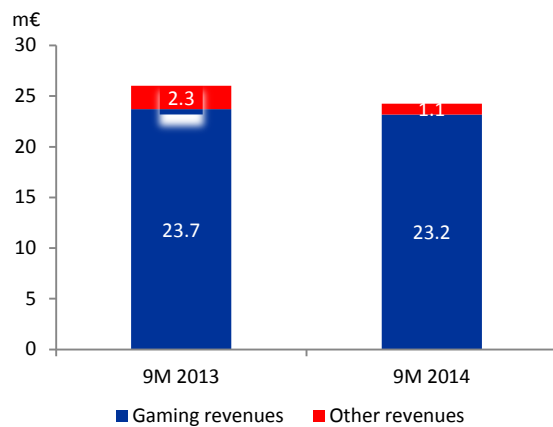
Overview by markets

Estonia

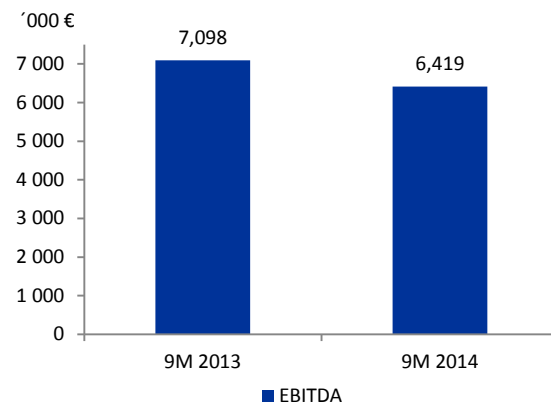
The sales revenues of Estonian segment for 9 months 2014 amounted to EUR 24.3 million (-1.8 m€, -6.8%), EBITDA to EUR 6.4 million (-0.7 m€, -9.6%) and operating profit to EUR 5.2 million (-0.8 m€, -13.3%). Gaming revenue decreased 2.3% y-o-y amounting to EUR 23.1 million.

At the end of September 2014, there were 18 Olympic casinos with 736 slot machines and 19 gaming tables operating in Estonia. As at 30 September 2014, the Estonian operations employed 474 people.

Sales revenues



EBITDA

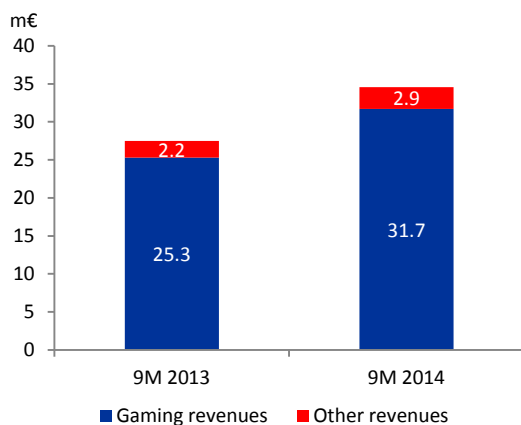


Latvia

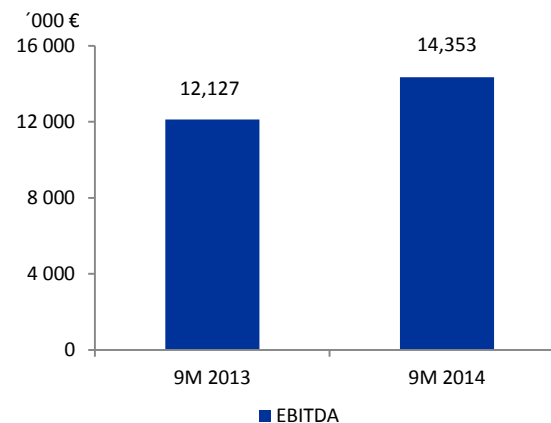
The sales revenues of Latvian segment for 9 months 2014 amounted to EUR 34.6 million (+7.1 m€, +25.7%), EBITDA to EUR 14.4 million (+2.2 m€, +18.4%) and operating profit to EUR 11.9 million (+1.5 m€, +14.7%). Gaming revenue increased 25.4% y-o-y amounting to EUR 31.7 million.

As at the end of September 2014, there were 37 Olympic casinos with 1,079 slot machines and 18 gaming tables operating in Latvia. As at 30 September 2014, the Latvian operations employed 686 people.

Sales revenues



EBITDA

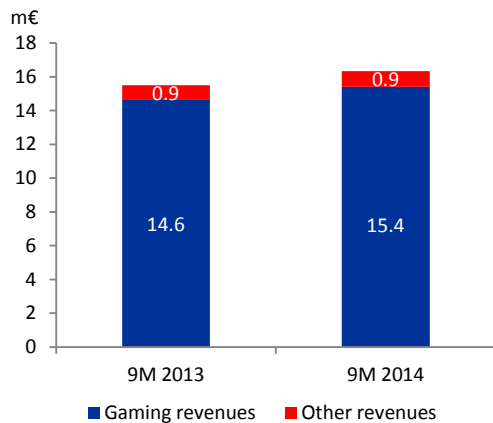


Lithuania

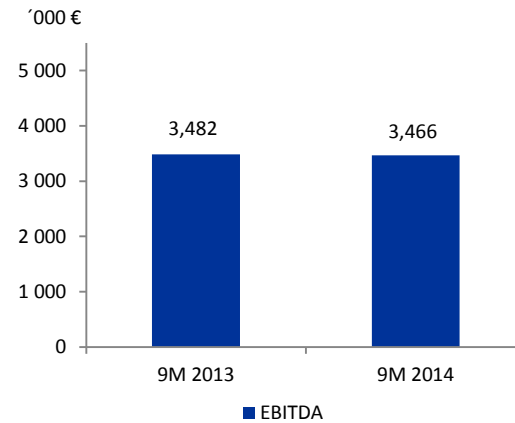
The sales revenues of Lithuanian segment for 9 months 2014 amounted to EUR 16.3 million (+0.8 m€, +5.4%), EBITDA to EUR 3.5 million (-0.0 m€, -0.5%) and operating profit to EUR 2.6 million (+0.1 m€, +5.6%). Gaming revenue increased 5.3% y-o-y amounting to EUR 15.4 million.

As at the end of September 2014, there were 15 Olympic casinos with 492 slot machines and 63 gaming tables operating in Lithuania. As at 30 September 2014, the Lithuanian operations employed 681 people.

Sales revenues



EBITDA

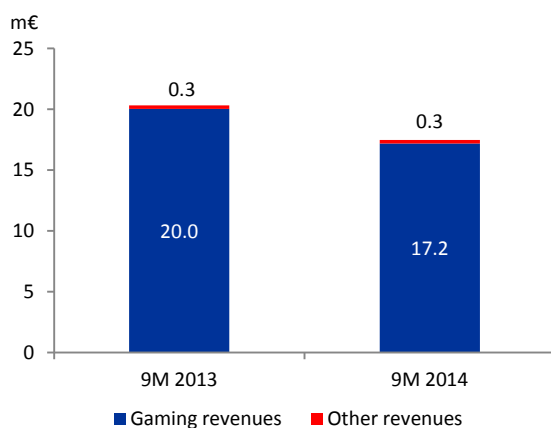


Poland

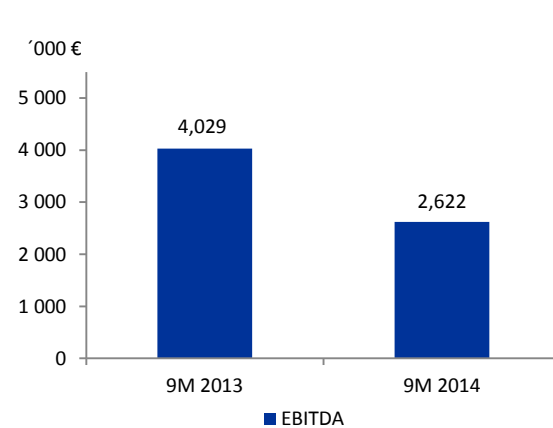
The sales revenues of Polish segment for 9 months 2014 amounted to EUR 17.5 million (-2.8 m€, -14.0%), EBITDA to EUR 2.6 million (-1.4 m€, -34.9%) and operating profit to EUR 2.1 million (-1.1 m€, -33.2%). Gaming revenue decreased 14.3% y-o-y amounting to EUR 17.2 million.

As at the end of September 2014, there were 2 Olympic casinos with 210 slot machines and 40 gaming tables operating in Poland. As at 30 September 2014, the Polish operations employed 317 people.

Sales revenues



EBITDA

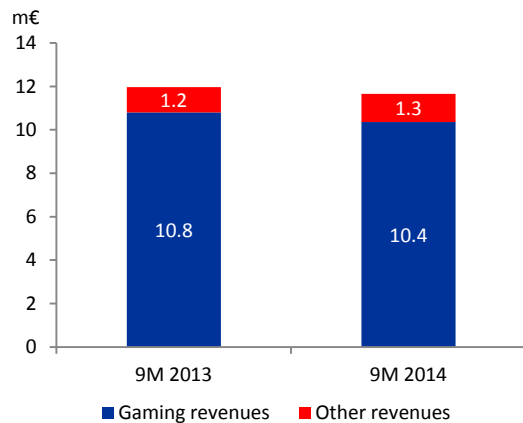


Slovakia

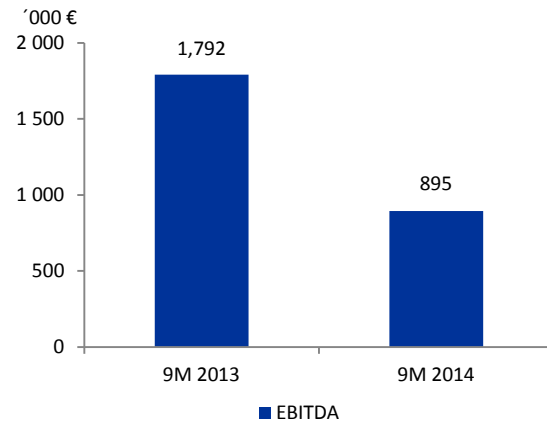
The sales revenues of Slovak segment for 9 months 2014 amounted to EUR 11.7 million (-0.3 m€, -2.6%), EBITDA to EUR 0.9 million (-0.9 m€, -50.1%) and operating profit to EUR 0.0 million (-0.9 m€, -95.7%). Gaming revenue decreased 4.2% y-o-y amounting to EUR 10.4 million.

As at the end of September 2014, there were 7 Olympic casinos with 305 slot machines and 53 gaming tables operating in Slovakia. As at 30 September 2014, the Slovak operations employed 297 people.

Sales revenues



EBITDA

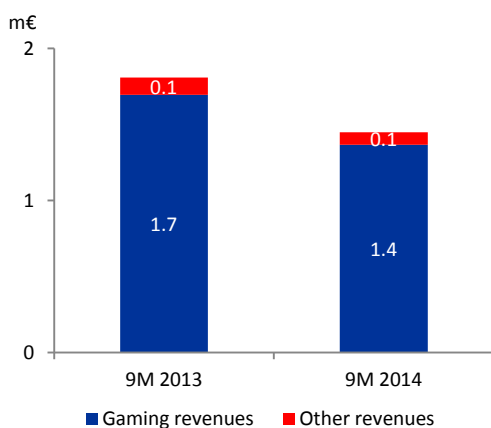


Belarus

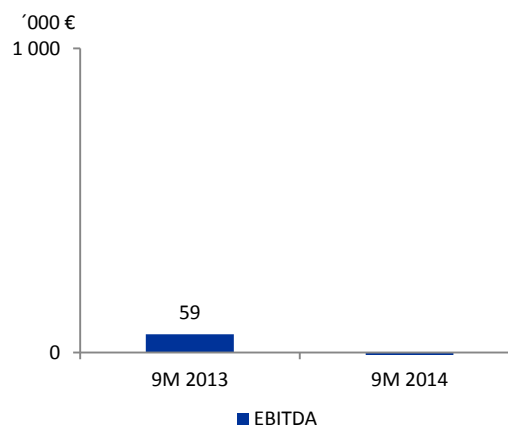
The sales revenues of Belarusian segment for 9 months 2014 amounted to EUR 1.4 million (-0.4 m€, -20.0%), EBITDA to EUR -0.3 million (-0.4 m€, -659.4%) and operating profit to EUR -0.4 million (-0.4 m€, -2,605.8%). Gaming revenue decreased 19.4% y-o-y amounting to EUR 1.4 million.

As at the end of September 2014, there were 6 Olympic casinos with 235 slot machines operating in Belarus. As at 30 September 2014, the Belarusian operations employed 104 people.

Sales revenues



EBITDA

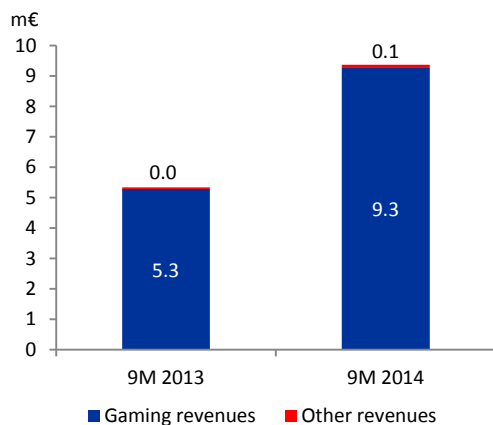


Italy

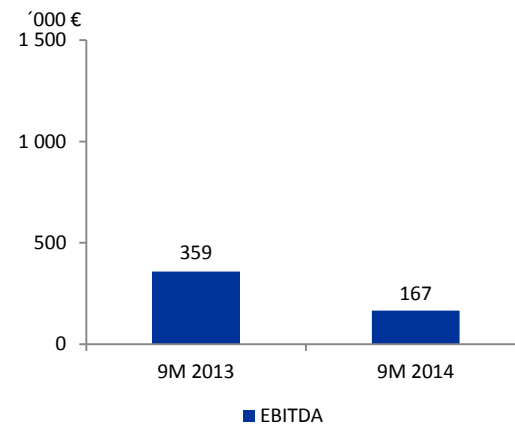
The sales revenues of Italian segment before deducting the gaming tax of Italy for 9 months 2014 amounted to EUR 9.3 million (+4.0 m€, +75.2%), EBITDA to EUR 0.2 million (-0.2 m€, -53.6%) and operating loss to EUR 0.1 million (-0.2 m€, -204.6%).

In April 2014 Olympic Entertainment Group AS has increased to 70% its holding in The Box S.r.l, a company that manages operations in Italy, which in turn has acquired a 100% holding in VLT operator Slottery S.r.l. As a result of this transaction at the end of September 2014, there were 12 VLT slot casinos with 424 slot machines operating in Italy. As at 30 September 2014, the Italian operations employed 62 people.

Sales revenues



EBITDA



Financial position

As at 30 September 2014, the total assets of the Group amounted to EUR 120.7 million, up 10.8% or EUR 11.8 million compared to the same period a year ago.

Current assets totalled EUR 40.6 million or 33.6% of total assets, and non-current assets EUR 80.1 million or 66.4% of total assets. The liabilities amounted to EUR 15.7 million and equity to EUR 105.0 million. The largest liabilities included suppliers payables and advances (4.8 m€), tax liabilities (3.9 m€) and payables to employees (3.3 m€).

Investments

In 9 months 2014, the Group's expenditures on property, plant and equipment totalled EUR 14.0 million (+5.0 m€, +55.4%), of which EUR 5.5 million was invested into new gaming equipment (+1.1m€, +24.3%) and EUR 7.9 million (+3.6 m€, +84.2%) into construction of hotel and construction and reconstruction of casinos.

Cash flows

In 9 months 2014, the Group's cash flows generated from operating activities amounted to EUR 22.6 million (+0.1 m€, +0.1%) and cash flows from investing activities to EUR -18.6 million (-15.4 m€). Financing cash flows amounted to EUR -14.1 million (+3.7 m€ in euro, +21.1%). Net cash flows totalled EUR -10.1 million (-11.6 m€).

Staff

As at 30 September 2014, the Group employed 2,621 people, up by 87 y-o-y mostly due to expansion in Italy.

In 9 months 2014, total personnel expenses amounted to EUR 28.5 million (+2.5 m€, +9.8%). In 9 months 2014, 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 623 thousand (615 thousand in 9 months 2013) and EUR 114 thousand (EUR 117 thousand in 9 months 2013), 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, Lithuanian litas, Polish zloty and Belarusian rubles. Most of the Group's expenses are incurred in these currencies in its operating markets. The changes in exchange rates of these currencies against the euro impact both the Group's revenues and expenses, as a result of which there is no major effect on the Group's operating profit.

Internal transactions of the Group are primarily concluded in euros. The equity of the Group is influenced by a change in the exchange rate of the Polish zloty and Belarusian ruble to the euro. The functional currencies of subsidiaries within the Group, the US dollar (USD), the Swiss franc (CHF) and investment gold (XAU) as well as the derivative instruments related to the aforementioned currencies may be used to manage currency risks. The market value of USD, CHF or XAU (incl. the respective derivative instruments) may not exceed 20% of the equity according to the last audited consolidated balance sheet of the Group.

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 23,141 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 151,971,206 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 2010 – 30 September 2014:



Comparison of the share of Olympic Entertainment Group AS with indices during the period of 01 January 2010 – 30 September 2014:

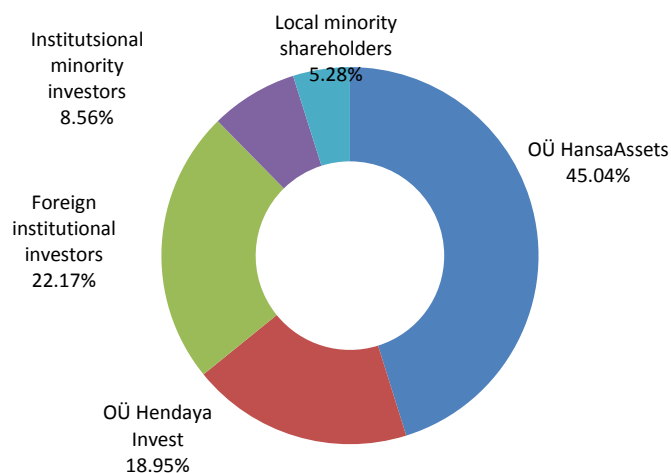


Index/share	01 Jan 2010	30 Sep 2014	+/-%
— OMX Baltic Benchmark GI	314.42	577.22	83.58
— OMX Tallinn	404.58	765.22	89.14
— OEG1T	0.77 EUR	2.04 EUR	164.94

Largest shareholders of Olympic Entertainment Group AS at 30 September 2014:

OÜ HANSAASSETS	45.04%
OÜ Hendaya Invest	18.95%
SKANDINAVISKA ENSKILDA BANKEN S.A.	3.47%
J.P. MORGAN BANK LUXEMBOURG S.A.	3.42%
NORDEA BANK FINLAND PLC, CLIENTS	1.96%
ING LUXEMBOURG S.A. AIF ACCOUNT	1.66%
JPMORGAN CHASE BANK, NATIONAL ASSOCIATION ON BEHALF OF US RESIDENTS	1.27%
RBC INVESTOR SERVICES BANK / LUX-NON RESIDENTS / DOMESTIC RATE	1.24%
STATE STREET BANK AND TRUST OMNIBUS ACCOUNT A FUND NO OM01	1.17%
Central Securities Depository of Lithuania	1.03%

Structure of Olympic Entertainment Group AS shareholders as at 30 September 2014



Consolidated interim financial statements

Consolidated statement of financial position

	Notes	30.09.2014	31.12.2013
ASSETS			
Current assets			
Cash and cash equivalents		34,500	44,582
Financial investments		1,208	1,086
Receivables and prepayments		3,321	2,946
Prepaid income tax		408	357
Inventories		1,163	1,001
Total current assets		40,600	49,972
Non-current assets			
Deferred tax assets		1,073	1,077
Financial investments		4,280	3,396
Other long-term receivables		681	670
Investment property	3	1,484	1,784
Property, plant and equipment	4	34,429	26,513
Intangible assets	5	38,166	34,865
Total non-current assets		80,113	68,305
TOTAL ASSETS		120,713	118,277
LIABILITIES AND EQUITY			
Current liabilities			
Borrowings	6	239	240
Trade and other payables		12,149	13,494
Income tax payable		470	776
Provisions		1,275	1,181
Total current liabilities		14,133	15,691
Non-current liabilities			
Deferred tax liability		277	246
Borrowings	6	1,292	369
Total non-current liabilities		1,569	615
TOTAL LIABILITIES		15,702	16,306
EQUITY			
Share capital		60,716	60,532
Share premium		258	0
Statutory reserve capital		2,495	1,210
Other reserves		0	235
Translation reserves		-1,097	-1,204
Retained earnings		37,438	36,782
Total equity attributable to equity holders of the parent		99,810	97,555
Non-controlling interest		5,201	4,416
TOTAL EQUITY		105,011	101,971
TOTAL LIABILITIES AND EQUITY		120,713	118,277

Consolidated statement of comprehensive income

	Notes	Q3 2014	Q3 2013	9M 2014	9M 2013
Income from gaming transactions	8	35,782	35,986	103,478	98,636
Revenue	8	2,320	2,473	6,616	6,969
Other income	8	37	33	288	282
Total revenue and income		38,139	38,492	110,382	105,887
Cost of materials, goods and services		-866	-778	-2,383	-2,228
Other operating expenses		-17,632	-16,571	-52,085	-48,816
Staff costs		-9,253	-9,071	-28,543	-26,003
Depreciation, amortisation and impairment	4;5	-2,225	-1,783	-6,280	-5,983
Other expenses		-29	-97	-312	-191
Total operating expenses		-30,005	-28,300	-89,603	-83,221
Operating profit		8,134	10,192	20,779	22,666
Interest income		16	65	57	121
Interest expense		-9	-4	-20	-13
Foreign exchange losses		0	-5	-6	-58
Other finance income and costs		-1	-1	-2	-622
Total finance income and costs		6	55	29	-572
Profit from operating activities		8,140	10,247	20,808	22,094
Income tax expense		-1,121	-1,192	-2,894	-2,879
Net profit for the period		7,019	9,055	17,914	19,215
<i>Attributable to equity holders of the parent company</i>		<i>6,916</i>	<i>8,631</i>	<i>17,220</i>	<i>18,291</i>
<i>Attributable to non-controlling interest</i>		<i>103</i>	<i>424</i>	<i>694</i>	<i>924</i>
Other comprehensive income					
Currency translation differences		22	265	107	-587
Total comprehensive profit for the period		7,041	9,320	18,021	18,628
<i>Attributable to equity holders of the parent company</i>		<i>6,938</i>	<i>8,896</i>	<i>17,327</i>	<i>17,704</i>
<i>Attributable to non-controlling interest</i>		<i>103</i>	<i>424</i>	<i>694</i>	<i>924</i>
Basic earnings per share*	7	4.6	5.7	11.3	12.1
Diluted earnings per share*	7	4.6	5.7	11.3	12.1

* euro cents

Consolidated statement of cash flows

	Notes	9M 2014	9M 2013
Cash flows from operating activities			
Net profit		17,914	19,215
Adjustments:			
Depreciation, amortisation and impairment	4;5	6,280	5,983
Profit / loss on disposal of non-current assets (net)		49	-6
Income tax expense		2,894	2,879
Other financial income and expenses (net)		-29	572
Changes in working capital:			
Receivables and prepayments		-468	-910
Inventories		-162	-132
Liabilities and prepayments		-654	-1,790
Interest paid		-9	-13
Corporate income tax paid		-3,259	-3,275
Net cash generated from operating activities		22,556	22,523
Cash flows from investing activities			
Acquisition of property, plant, equipment and intangible assets		-14,192	-8,991
Proceeds from sale of property, plant, equipment		36	52
Proceeds from sale of investment property		300	0
Purchase of financial investments		-112	-1,379
Proceeds from sale of other financial investments		0	11,150
Acquisition of subsidiaries, net of cash acquired		-4,677	-4,244
Interest received		45	199
Net cash used in from investing activities		-18,600	-3,213
Cash flows from financing activities			
Issue of shares	7	184	0
Proceeds from loans received	6	1,078	0
Repayments of loans received	6	-183	-178
Repayments of finance leases		-1	-3
Dividends paid		-15,133	-17,630
Net cash used in financing activities		-14,055	-17,811
Net cash flows		-10,099	1,499
Cash and cash equivalents at beginning of the period		44,582	35,973
Exchange gains and losses on cash and cash equivalents		17	-21
Cash and cash equivalents at end of the period		34,500	37,451

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 31.12.2012	60,532	0	0	141	-700	27,327	87,300	5,683	92,983
<i>Net profit for the period</i>	0	0	0	0	0	18,291	18,291	924	19,215
<i>Other comprehensive expense</i>	0	0	0	0	-587	0	-587	0	-587
Total comprehensive income for the period	0	0	0	0	-587	18,291	17,704	924	18,628
<i>Increase of statutory reserve capital</i>	0	0	1,210	0	0	-1,210	0	0	0
<i>Dividends paid</i>	0	0	0	0	0	-15,133	-15,133	-2,497	-17,630
<i>Employee option programme</i>	0	0	0	70	0	0	70	0	70
Total transactions with owners	0	0	1,210	70	0	-16,343	-15,063	-2,497	-17,560
Balance at 30.09.2013	60,532	0	1,210	211	-1,287	29,275	89,941	4,110	94,051
Balance at 31.12.2013	60,532	0	1,210	235	-1,204	36,782	97,555	4,416	101,971
<i>Net profit for the period</i>	0	0	0	0	0	17,220	17,220	694	17,914
<i>Other comprehensive income</i>	0	0	0	0	107	0	107	0	107
Total comprehensive income for the period	0	0	0	0	107	17,220	17,327	694	18,021
<i>Increase of statutory reserve capital</i>	0	0	1,285	0	0	-1,285	0	0	0
<i>Dividends paid</i>	0	0	0	0	0	-15,133	-15,133	0	-15,133
<i>Employee option programme</i>	0	0	0	23	0	0	23	0	23
<i>Issue of shares</i>	184	258	0	-258	0	0	184	0	184
Total transactions with owners	184	258	1,285	-235	0	-16,418	-14,926	0	-14,926
Acquired through business combinations	0	0	0	0	0	0	0	127	127
Other adjustments	0	0	0	0	0	-146	-146	-36	-182
Balance at 30.09.2014	60,716	258	2,495	0	-1,097	37,438	99,810	5,201	105,011

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 30 September 2014 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 October 2014.

The audited consolidated financial statements of the Group as of and for the year ended 31 December 2013 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 2013.

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 2013.

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 2013, 46% of the income from gaming transactions accumulated in the first half of the year, with 54% accumulating in the second half.

Note 3 Investment property

	Land	Buildings	Total
At 31 December 2013	1,343	441	1,784
Disposals		-300	-300
At 30 September 2014	1,343	141	1,484

Note 4 Property, plant and equipment

	Land and buildings	Renovation expenditures	Machinery & equipment	Other PP&E	Construction in progress	Total
At 31 December 2013	31	9,116	14,176	1,602	1,588	26,513
Additions	0	774	5,506	583	7,134	13,997
Disposals	0	0	-99	0	0	-99
Write-offs	0	-63	-35	-3	0	-101
Reclassifications	0	1,336	1,230	243	-2,814	-5
Depreciation charge	-5	-1,826	-3,556	-509	0	-5,896
Exchange differences	0	1	21	-1	-1	20
At 30 September 2014	26	9,338	17,243	1,915	5,907	34,429

Note 5 Intangible assets

	Goodwill	Software and licences	Total
At 31 December 2013	33,743	1,122	34,865
Additions	3,306	315	3,621
Reclassifications	0	5	5
Amortisation charge	0	-283	-283
Exchange differences	-41	-1	-42
At 30 September 2014	37,008	1,158	38,166

Note 6 Borrowings

	30.09.2014	31.12.2013
Short-term borrowings		
Current portion of financial lease liability	1	2
Current portion of a long-term bank loan	238	238
Total short-term borrowings	239	240
Long-term borrowings		
Non-current portion of financial lease liability	7	7
Non-current portion of a long-term bank loan	142	325
Non-current portion of a long-term loan	1,078	0
Other borrowings	65	37
Total long-term borrowings	1,292	369
Total borrowings	1,531	609

Jackpot Game S.r.l. and Banca Popolare di Milano have concluded the loan agreement with the due date of 31 March 2016. The annual interest rate is 3-month Euribor + 2.0%.

The Box S.r.l. and G Holding S.r.l. have concluded the loan agreement with the due date of 31 December 2017. The annual interest rate is 6-month Euribor + 2.0%.

Note 7 Equity

The General Meeting of Shareholders held at 25 April 2014 decided to pay dividends to the shareholders of 0.10 euros per share in the total amount of 15,132,950.50 euros. Dividends were paid out to the shareholders on 13 May 2014.

Earnings per share

	Q3 2014	Q3 2013	9M 2014	9M 2013
Net profit for the period	6,916	8,631	17,220	18,291
Weighted average number of shares outstanding (in thousands)	151,791	151,329	151,791	151,329
Basic earnings per share (euro cents)	4.6	5.7	11.3	12.1
Diluted earnings per share (euro cents)	4.6	5.7	11.3	12.1

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.

In 2011, share options were granted to the members of the Management Board of Olympic Entertainment Group AS and the Group's key personnel. According to the agreements, a member of the Management Board may subscribe for up to 70,000 shares in Olympic Entertainment Group AS until the end of the option programme; the numbers of shares that may be subscribed for under the agreements concluded with the Group's key personnel are individually different. The exact number of shares that each member of the Management Board and each employee can subscribe for depends on the attainment of the Group's financial targets and the individual performance of each member of the Management Board or key personnel. The option holders had the right to subscribe for shares from 1 July 2014. The expiration date of the share option programme was 1 September 2014.

On 21 July 2014 the supervisory board of Olympic Entertainment Group AS has adopted a resolution to increase the share capital of the Company by EUR 184,680.40 by issuing shares without nominal value. The amount of share capital of the Company after the issuing of new shares is EUR 60,716,482.40. The increase of share capital relates to share option agreements concluded by the Company in 2011 and the exercise of options by option holders.

Note 8 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 of external sales revenue and operating profit. At 30 September 2014, the Group had operations in the Estonian, Latvian, Lithuanian, Polish, Slovak, Belarusian and Italian markets.

All segments generate majority of their income from gaming transactions. In addition, Estonian segment is engaged in hotel services until 31 October 2013. Management estimates that inter-segment transactions have been concluded at market prices and under market conditions.

Q3 2014	Estonia	Latvia	Lithuania	Poland	Slovakia	Belarus	Italy	Total
Income from gaming transactions	7,632	11,836	5,316	5,183	3,477	453	4,072	37,969
Gaming tax of Italy	0	0	0	0	0	0	-2,187	-2,187
Revenue	483	1,038	307	86	437	30	49	2,430
Inter-segment revenue	-110	0	0	0	0	0	0	-110
External revenue	8,005	12,874	5,623	5,269	3,914	483	1,934	38,102
Other external revenue	1	7	0	13	1	15	0	37
Total revenue	8,006	12,881	5,623	5,282	3,915	498	1,934	38,139
Total expenses	-6,339	-7,738	-4,589	-4,621	-3,914	-699	-2,105	-30,005
Incl. Depreciation, amortisation and impairment losses	-328	-937	-356	-151	-295	-61	-97	-2,225
Total operating profit (-loss)	1,667	5,143	1,034	661	1	-201	-171	8,134

Q3 2013	Estonia	Latvia	Lithuania	Poland	Slovakia	Belarus	Italy	Total
Income from gaming transactions	8,738	10,275	5,165	6,655	3,869	520	1,583	36,805
Gaming tax of Italy	0	0	0	0	0	0	-819	-819
Revenue	1,000	789	297	86	385	34	9	2,600
Inter-segment revenue	-123	0	-1	-2	-1	0	0	-127
External revenue	9,615	11,064	5,461	6,739	4,253	554	773	38,459
Other external revenue	4	1	26	0	2	0	0	33
Total revenue	9,619	11,065	5,487	6,739	4,255	554	773	38,492
Total expenses	-6,812	-6,599	-4,226	-5,604	-3,761	-581	-717	-28,300
Incl. Depreciation, amortisation and impairment losses	-381	-545	-261	-213	-275	-22	-86	-1,783
Total operating profit (-loss)	2,807	4,466	1,261	1,135	494	-27	56	10,192

9M 2014	Estonia	Latvia	Lithuania	Poland	Slovakia	Belarus	Italy	Total
Income from gaming transactions	23,169	31,721	15,395	17,181	10,352	1,366	9,265	108,449
Gaming tax of Italy	0	0	0	0	0	0	-4,971	-4,971
Revenue	1,346	2,836	933	283	1,298	83	103	6,882
Inter-segment revenue	-263	-1	0	-2	0	0	0	-266
External revenue	24,252	34,556	16,328	17,462	11,650	1,449	4,397	110,094
Other external revenue	6	39	1	13	169	60	0	288
Total revenue	24,258	34,595	16,329	17,475	11,819	1,509	4,397	110,382
Total expenses	-19,634	-22,671	-13,729	-15,359	-11,781	-1,922	-4,507	-89,603
Incl. Depreciation, amortisation and impairment losses	-1,266	-2,429	-867	-505	-856	-80	-277	-6,280
Total operating profit (-loss)	4,624	11,924	2,600	2,116	38	-413	-110	20,779

9M 2013	Estonia	Latvia	Lithuania	Poland	Slovakia	Belarus	Italy	Total
Income from gaming transactions	23,705	25,292	14,620	20,037	10,803	1,694	5,287	101,438
Gaming tax of Italy	0	0	0	0	0	0	-2,802	-2,802
Revenue	2,495	2,200	879	274	1,157	114	45	7,164
Inter-segment revenue	-189	0	-2	-3	-1	0	0	-195
External revenue	26,011	27,492	15,497	20,308	11,959	1,808	2,530	105,605
Other external revenue	145	75	28	6	6	22	0	282
Total revenue	26,156	27,567	15,525	20,314	11,965	1,830	2,530	105,887
Total expenses	-20,511	-17,172	-13,062	-17,143	-11,063	-1,846	-2,424	-83,221
Incl. Depreciation, amortisation and impairment losses	-1,154	-1,732	-1,020	-858	-889	-75	-255	-5,983
Total operating profit (-loss)	5,645	10,395	2,463	3,171	902	-16	106	22,666

Note 9 Transactions with related parties

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

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

<u>Purchase of goods and services</u>	<u>9M 2014</u>	<u>9M 2013</u>
Shareholders with significant influence	1	1
Total	1	1

As at 30.09.2014 and 31.12.2013, there were no balances of receivables and liabilities.

During the 9-month period in 2014, 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 623 thousand (9m 2013: EUR 615 thousand) and EUR 114 thousand (9m 2013: EUR 117 thousand), respectively.