

Olympic Entertainment Group AS

Consolidated interim financial statements for the 1st quarter of 2014 (unaudited)

(translation of the Estonian original)*

Beginning of reporting period	1 January 2014
End of reporting period	31 March 2014
Business name	Olympic Entertainment Group AS
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Address	Pronksi 19, Tallinn 10124
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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.

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Corporate Profile

Olympic Entertainment Group AS with its subsidiaries (hereinafter the "Group") is the leading provider of gaming services in the Baltic States (in 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. in Slovakia, Olympic Casino Bel IP in Belarus and The Box S.r.l and Jackpot Game 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 a 4-star hotel and casino complex in Tallinn, Estonia until October 31st 2013.

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

As at 31 March 2014, the Group had a total of 82. The Group operates 18 casinos in Estonia, 38 in Latvia, 12 in Lithuania, 3 in Poland, 5 in Slovakia, 4 in Belarus and 2 in Italy. The Group employed 2,505 employees in 7 countries.

Group entities include:

	Domicile	Ownership 31.03.2014	Ownership 31.12.2013	Area of activity
Olympic Casino Eesti AS	Estonia	95%	95%	Gaming services
Kungla Investeeringu AS	Estonia	100%	100%	Bar services
Kesklinna Hotelli OÜ	Estonia	100%	100%	Hotel real estate development
Fortuna Travel OÜ	Estonia	100%	100%	Hotel operations
Nordic Gaming OÜ	Estonia	100%	100%	Holding activities
Kasiino.ee OÜ	Estonia	100%	100%	Internet solutions
Olympic Casino Latvia SIA	Latvia	100%	100%	Gaming services
Ahti SIA	Latvia	100%	100%	Bar services
Altea SIA	Latvia	95%	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%	0%	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	50%	50%	Gaming services
Jackpot Game S.r.l.	Italy	50%	50%	Gaming services
Siquia Holding B.V.	Holland	95%	95%	Holding activities
Jessy Investments B.V.	Holland	100%	100%	Holding activities
Gamotech Services Ltd	Jersey	100%	100%	Software services
Brandhouse Ltd	Jersey	100%	100%	Holding activities

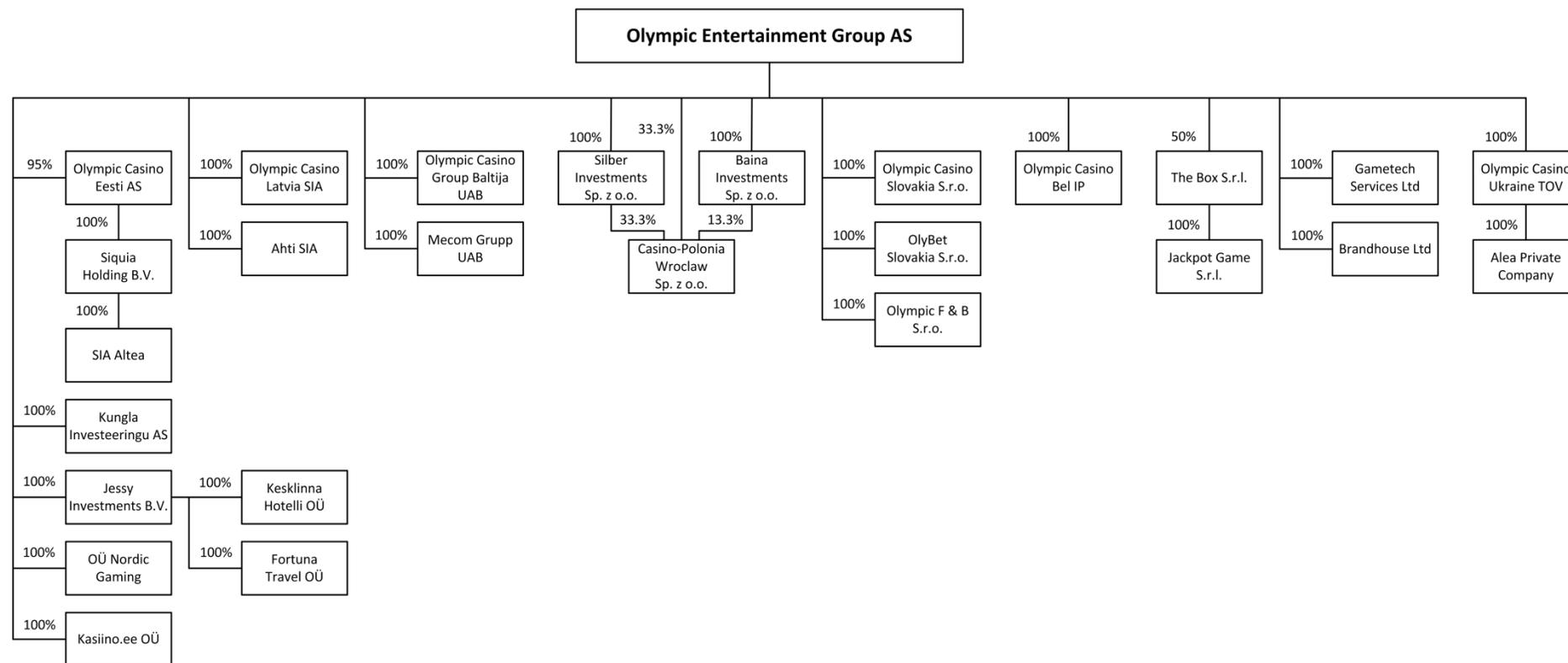
Our vision

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

Our mission

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

Group's structure at 31 March 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

29th April 2014

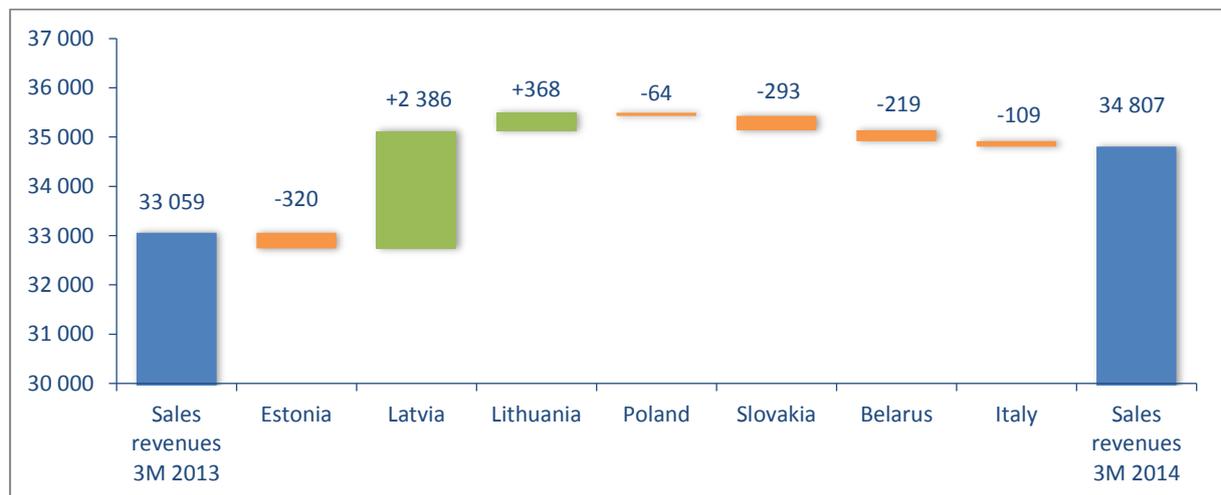
Management Report

Overview of the economic activities

Key developments of the Group during the first quarter of 2014:

- The Group's consolidated sales revenues for Q1 2014 amounted to EUR 34.8 million, up 5.3% or EUR 1.7 million y-o-y.
- Gaming revenues accounted for 94.0% (32.7 m€) and other revenues for 6.0% (2.1 m€) of the Group's consolidated sales revenues for Q1 2014. A year before the revenue split was 93.4% (30.9 m€) and 6.6% (2.2 m€), respectively.
- The Group's consolidated EBITDA for Q1 2014 amounted to EUR 8.0 million, down 0.2% from EUR 8.2 million a year before. The Group's consolidated operating profit decreased EUR 0.1 million (-1.0%) to EUR 6.1 million.
- The Group's consolidated net profit attributable to equity holders of the parent company for Q1 2014 totalled EUR 4.9 million compared to EUR 4.6 million a year ago.
- On 23 January 2014 Olympic Entertainment Group AS acquired a 100% shareholding in Slovak VLT slot casino operator company WINWIN Slovakia S.r.o. (renamed to OlyBet Slovakia S.r.o.) and plans to open its first VLT slot casino in Slovakia within the first half of 2014.
- The annual general meeting of the shareholders held on 25 April 2014 decided to pay dividends in the amount of 15,132,950.50 Euros. Dividends will be paid out to shareholders on 13 May 2014.

The Group's consolidated sales revenue by segments:



The Group's consolidated sales revenue by segments:

'000€	Q1 2014	Q1 2013	Change
Estonia	7,788	8,108	-3.9%
Latvia	10,415	8,030	29.7%
Lithuania	5,499	5,130	7.2%
Poland	6,218	6,282	-1.0%
Slovakia	3,625	3,919	-7.5%
Belarus	472	691	-31.7%
Italy	790	899	-12.1%
Total	34,807	33,059	5.3%

Share of segments in the Group's sales revenue:

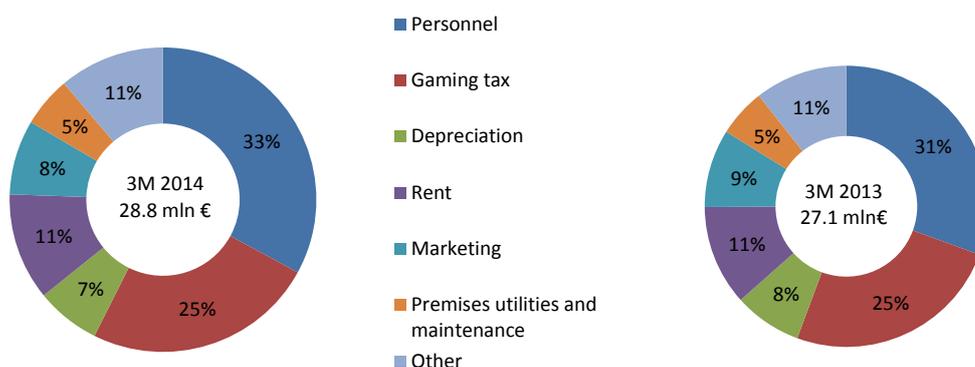


At the end of March 2014, the Group had 82 casinos with total floor area of 27,181 m² (+1,949 m²).

Number of casinos by segment:

	31 March 2014	31 March 2013
Estonia	18	18
Latvia	38	21
Lithuania	12	12
Poland	3	3
Slovakia	5	5
Belarus	4	5
Italy	2	2
Total	82	66

The Group's consolidated operating expenses for Q1 2014 amounted to EUR 28.8 million, up 6.2% or EUR 1.7 million y-o-y. The growth was highest in personnel expenses (+1.2 m€, +14.3%), rent expenses (+0.2 m€, +5.0%) and gaming tax (+0.2 m€, +3.7%). Amortisation and depreciation cost declined the most (-0.2 m€, -7.0%). Personnel expenses (9.5 m€) and gaming tax (7.1 m€) represented the largest cost items accounting for 57.4% of total operating expenses.



Key performance indicators of the Group

		Q1 2014	Q1 2013	Q1 2012
Revenues	m€	34.9	33.3	32.2
Gaming tax	m€	7.0	6.8	6.7
EBITDA	m€	8.0	8.2	8.7
EBIT	m€	6.1	6.1	5.8
Net profit	m€	4.9	4.6	5.1
EBITDA margin	%	23.0%	24.8%	27.1%
Operating margin	%	17.4%	18.4%	18.0%
Net margin	%	14.0%	13.8%	15.9%
Assets	m€	122.3	113.2	107.0
Equity	m€	107.1	97.3	87.9
ROE	%	5.0%	5.1%	6.4%
ROA	%	4.2%	4.1%	4.9%
Current ratio	times	3.5	3.6	2.2
Casinos at end of period	#	82	66	61
Casino floor area at end of period	m ²	27,181	25,232	23,418
Employees	#	2,505	2,381	2,296
Slot machines at end of period	#	3,011	2,693	2,446
Gaming tables at end of period	#	191	184	183

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

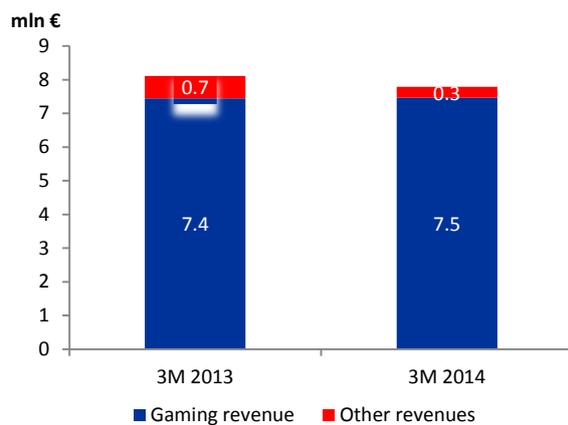
Estonia

The sales revenues of Estonian segment for Q1 2014 amounted to EUR 7.8 million (-0.3 m€, -3.5%), EBITDA to EUR 1.8 million (+0.0 m€, +0.2%) and operating profit to EUR 1.3 million (-0.1 m€, -5.7%). Gaming revenue increased 0.1% y-o-y amounting to EUR 7.5 million.

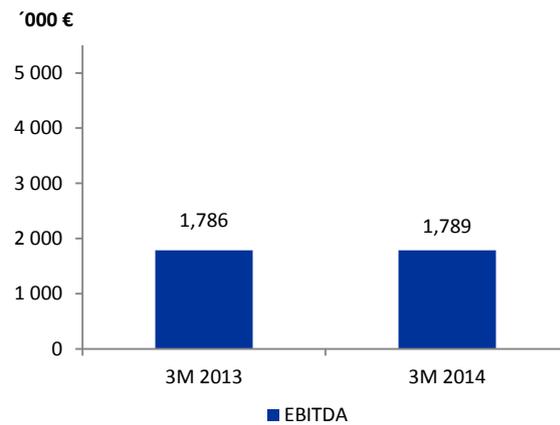
The market share of Olympic Casino Eesti AS in the Estonian land-based gaming market was 55% in Q1 2014 remaining on the same level as a year ago. All in all, total Estonian land-based gaming market decreased in Q1 2014 by 2% as compared to the same period a year ago.

At the end of March 2014, there were 18 Olympic casinos with 737 slot machines and 19 gaming tables operating in Estonia. As at 31 March 2014, the Estonian operations employed 473 people.

Sales revenues



EBITDA



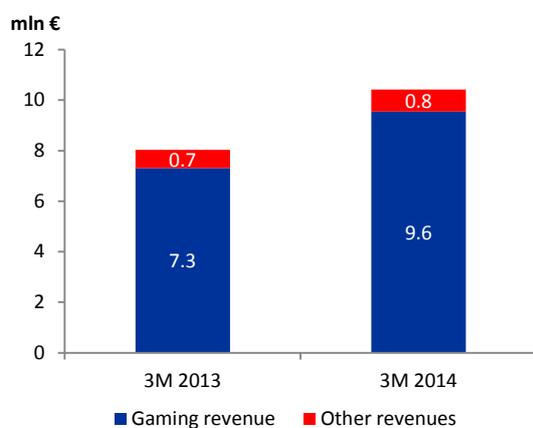
Latvia

The sales revenues of Latvian segment for Q1 2014 amounted to EUR 10.4 million (+2.4 m€, +29.7%), EBITDA to EUR 3.8 million (+0.4 m€, +11.6%) and operating profit to EUR 3.1 million (+0.3 m€, +11.3%). Gaming revenue increased 30.6% y-o-y amounting to EUR 9.6 million.

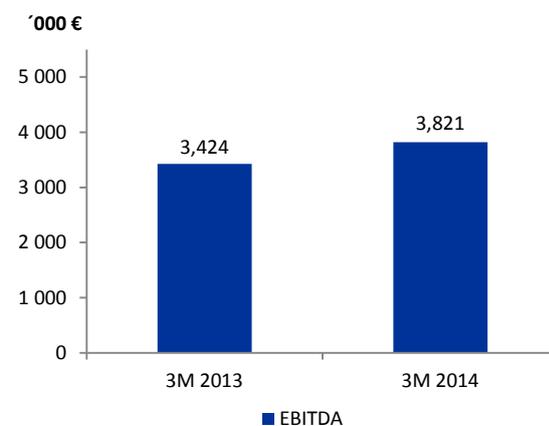
The market share of Latvian operations in the Latvian gaming market was approximately 23% in Q1 2014, up from 20% a year ago. Total Latvian gaming market increased by 2% as compared to the Q1 of 2013.

At the end of March 2014, there were 38 Olympic casinos with 1,040 slot machines and 18 gaming tables operating in Latvia. As at 31 March 2014, there were 660 employees in Latvia.

Sales revenues



EBITDA

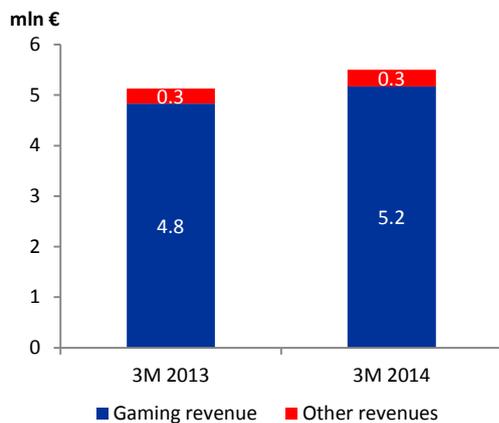


Lithuania

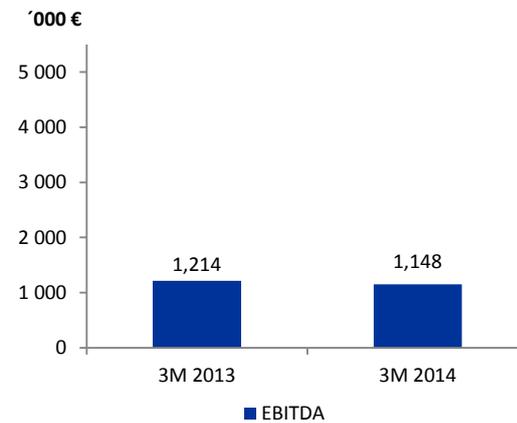
The sales revenues of Lithuanian segment for Q1 2014 amounted to EUR 5.5 million (+0.4 m€, +7.2%), EBITDA to EUR 1.1 million (-0.1 m€, -5.4%) and operating profit to EUR 0.9 million (+0.0 m€, +3.2%). Gaming revenue increased 7.0% y-o-y amounting to EUR 5.2 million.

At the end of March 2014, there were 12 Olympic casinos with 427 slot machines and 61 gaming tables operating in Lithuania. As at 31 March 2014, the Lithuanian operations employed 671 people.

Sales revenues



EBITDA

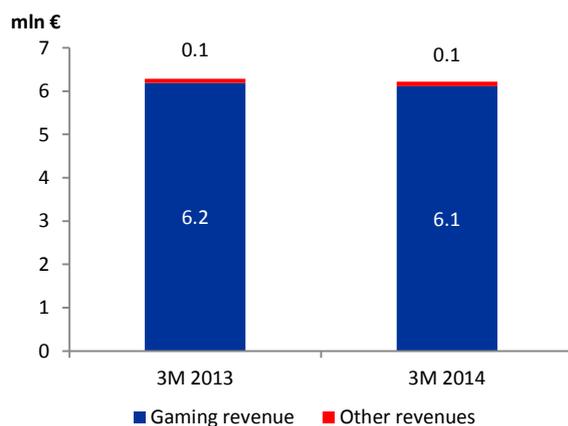


Poland

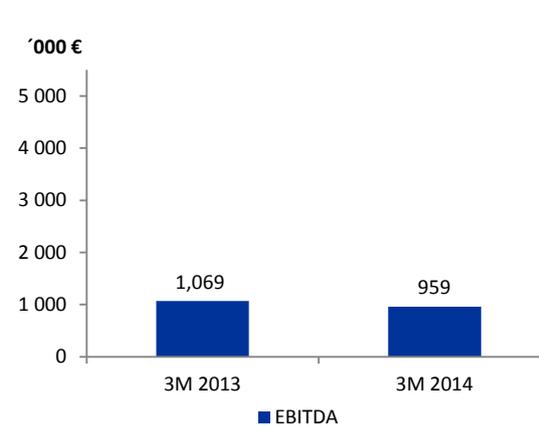
The sales revenues of Polish segment for Q1 2014 amounted to EUR 6.2 million (-0.1 m€, -1.0%), EBITDA to EUR 1.0 million (-0.1 m€, -10.3%) and operating profit to EUR 0.8 million (+0.1 m€, +6.4%). Gaming revenue decreased 1.2% y-o-y amounting to EUR 6.1 million.

At the end of March 2014, there were 3 Olympic casinos with 284 slot machines and 40 gaming tables operating in Poland. As at 31 March 2014, the Polish operations employed 336 people.

Sales revenues



EBITDA

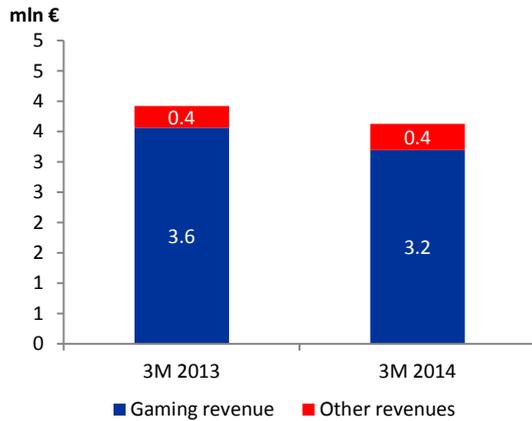


Slovakia

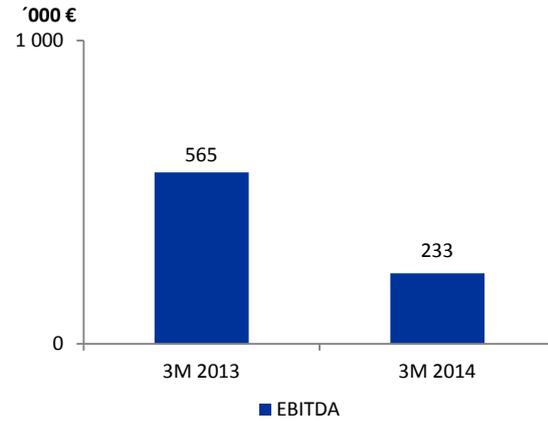
The sales revenues of Slovak segment for Q1 2014 amounted to EUR 3.6 million (-0.3 m€, -7.5%), EBITDA to EUR 0.2 million (-0.3 m€, -58.9%) and operating loss to EUR 0.1 million (-0.3 m€, -118.4%). Gaming revenue decreased 10.3% y-o-y amounting to EUR 3.2 million.

At the end of March 2014, there were 5 Olympic casinos with 224 slot machines and 53 gaming tables operating in Slovakia. As at 31 March 2014, The Slovak operations employed 272 people.

Sales revenues



EBITDA

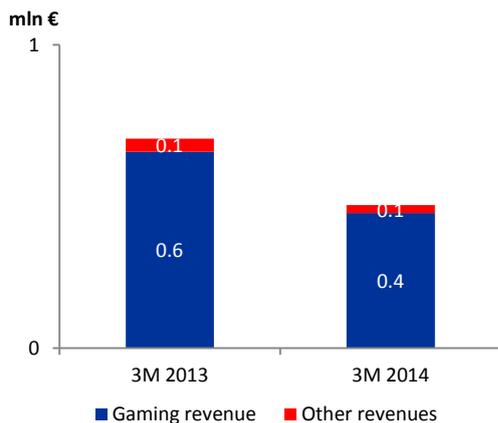


Belarus

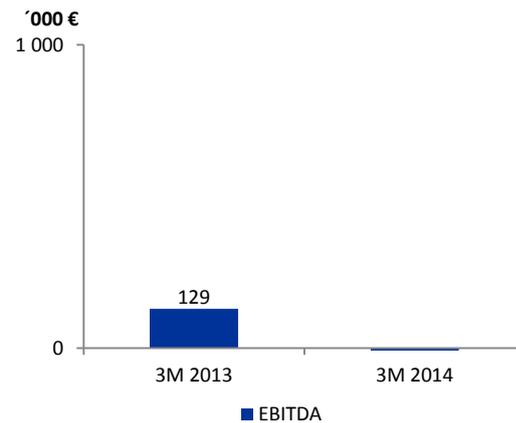
The sales revenues of Belarusian segment for Q1 2014 amounted to EUR 0.5 million (-0.2 m€, -31.7%), EBITDA to EUR -0.1 million (-0.2 m€, -148.5%) and operating loss to EUR 0.1 million (-0.2 m€). Gaming revenue decreased 31.2% y-o-y amounting to EUR 0.4 million.

At the end of March 2014, there were 4 Olympic casinos with 187 slot machines operating in Belarus. As at 31 March 2014, the Belarusian operations employed 86 people.

Sales revenues



EBITDA

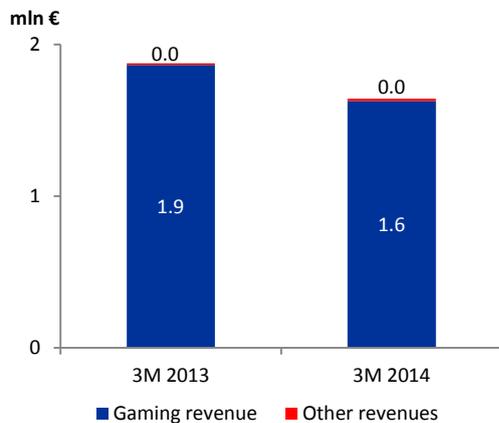


Italy

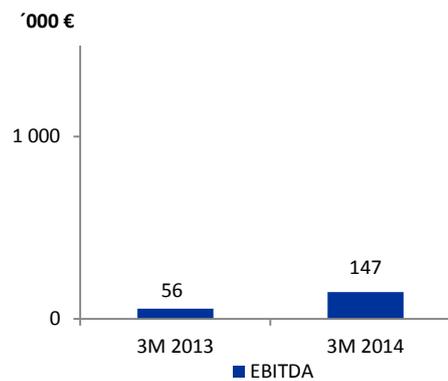
The sales revenues of Italian segment before deducting the gaming tax of Italy for Q1 2014 amounted to EUR 1.6 million (-0.2 m€, -12.7%), EBITDA to EUR 0.1 million (+0.1 m€, +160.5%) and operating profit to EUR 0.1 million.

At the end of March 2014, there were 2 VLT slot casinos with 112 slot machines operating in Italy under Slottery trademark. As at 31 March 2014, there were 7 employees in Italy.

Sales revenues



EBITDA



Financial position

As at 31 March 2014, the total assets of the Group amounted to EUR 122.3 million, up 3.4% or EUR 4.0 million during Q1 2014.

Current assets totalled EUR 51.2 million or 41.9% of total assets, and non-current assets EUR 71.0 million or 58.1% of total assets. The liabilities amounted to EUR 15.2 million and equity to EUR 107.1 million. The largest liabilities included tax liabilities (4.5 m€), suppliers payable and customer prepayments (4.2 m€) and payables to employees (4.1 m€).

Investments

In the first 3 months of 2014, the Group's expenditures on property, plant and equipment totalled EUR 3.6 million (+0.0 m€), of which EUR 1.5 million was invested to new gaming equipment (-0.8m€) and EUR 1.9 million (+0.7 m€) to construction and reconstruction of casinos.

Cash flows

In Q1 of 2014, the Group's cash flows generated from operating activities amounted to EUR 5.6 million (+1.0 m€) and cash flows used in investing activities to EUR 5.0 million (-11.8 m€). Financing cash flows amounted to EUR -0.1 million (-0.0 m€). Net cash flows totalled EUR 0.5 million (-10.8 m€).

Staff

As at 31 March 2014, the Group employed 2,505 people, up by 117 y-o-y mostly due to expansion in Latvia.

In the first 3 months of 2014, total personnel expenses amounted to EUR 9.5 million (+1.2 m€, +14.3%). 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 225 thousand (222 thousand in Q1 2013) and EUR 39 thousand (EUR 39 thousand in Q1 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) as well as the derivative instruments related to the aforementioned currencies may be used to manage currency risks. The market value of USD or CHF (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 neither directly nor through the companies controlled by him any of the Company's shares.



Meelis Pielberg – member of the Management Board and head of land-based 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 29,355 Company's shares.

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

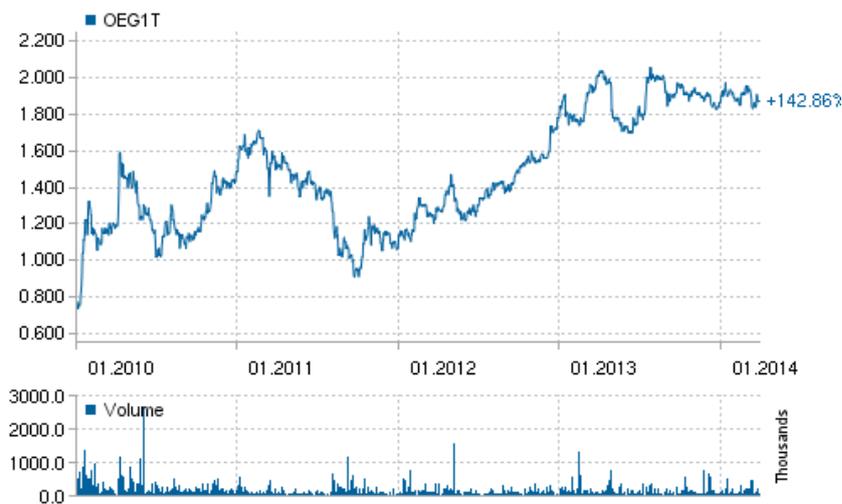
- Armin Karu – Chairman of the Supervisory Board since 2008. Armin Karu is the founder of the Company. He graduated from Haaga Institute in Finland (International Management Diploma 1998; MBA 2005). Armin Karu owns directly and through the companies controlled by him a total of 68,364,790 Company's shares.
- 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.
- Peep Vain – member of the Supervisory Board since 2006. Peep Vain studied radio technology at Tallinn Polytechnic Institute (1986-1987) and business administration at the University of Tartu (1989-1990). He graduated from Bentley College in Massachusetts, USA with a degree in marketing *cum laude*. Peep Vain owns neither directly nor through the companies controlled by him any of the 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 60,531,802. The share capital is divided into 151,329,505 ordinary shares with the book value of EUR 0.40 each.

ISIN	EE3100084021
Ticker symbol	OEG1T
Market	BALTIC MAIN LIST
Number of securities issued	151 329 505
Number of listed securities	151 329 505
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 1 January 2010 – 31 March 2014:



Comparison of the share of Olympic Entertainment Group AS with indices during the period of 1 January 2010 – 31 March 2014:

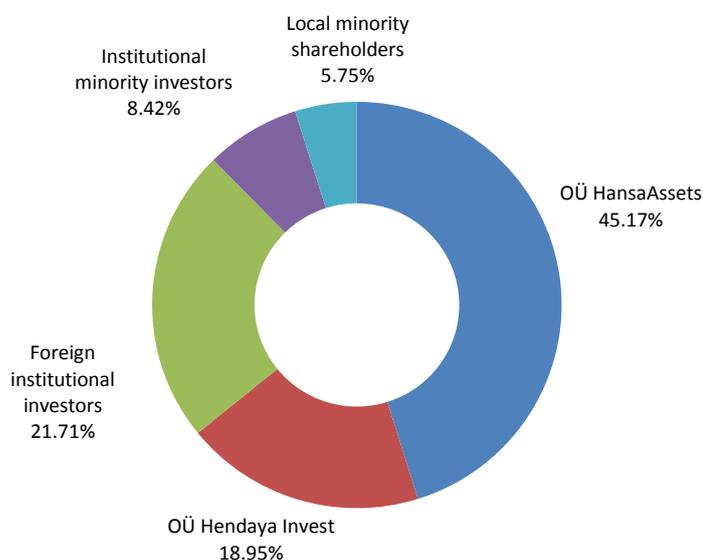


Index/share	1 Jan 2010	31 Mar 2014	+/-%
— OMX Baltic Benchmark GI	314.42	601.00	91.15
— OMX Tallinn	404.58	796.54	96.88
— OEG1T	0.77 EUR	1.87 EUR	142.86

Largest shareholders of Olympic Entertainment Group AS at 31 March 2014:

OÜ HANSAASSETS	45.17%
HENDAYA INVEST OÜ	18.95%
SKANDINAVISKA ENSKILDA BANKEN S.A.	3.46%
J.P. MORGAN BANK LUXEMBOURG S.A.	3.02%
NORDEA BANK FINLAND PLC, CLIENTS	1.76%
ING LUXEMBOURG S.A. AIF ACCOUNT	1.66%
JPMORGAN CHASE BANK, NATIONAL ASSOCIATION ON BEHALF OF US RESIDENTS	1.28%
STATE STREET BANK AND TRUST OMNIBUS ACCOUNT A FUND NO OM01	1.27%
Central Securities Depository of Lithuania	0.93%
FIREBIRD REPUBLICS FUND LTD	0.92%

Structure of Olympic Entertainment Group AS shareholders as at 31 March 2014:



Consolidated Interim Financial Statements

Consolidated statement of financial position

	Notes	31.03.2014	31.12.2013
ASSETS			
Current assets			
Cash and cash equivalents		45,108	44,582
Financial investments		1,147	1,086
Receivables and prepayments		3,480	2,946
Prepaid income tax		357	357
Inventories		1,116	1,001
Total current assets		51,208	49,972
Non-current assets			
Deferred tax assets		1,089	1,077
Financial investments		4,140	3,396
Other long-term receivables		658	670
Investment property	3	1,784	1,784
Property, plant and equipment	4	28,125	26,513
Intangible assets	5	35,250	34,865
Total non-current assets		71,046	68,305
TOTAL ASSETS		122,254	118,277
LIABILITIES AND EQUITY			
Current liabilities			
Borrowings	6	240	240
Trade and other payables		12,870	13,494
Income tax payable		537	776
Provisions		972	1,181
Total current liabilities		14,619	15,691
Non-current liabilities			
Deferred tax liability		241	246
Borrowings	6	312	369
Total non-current liabilities		553	615
TOTAL LIABILITIES		15,172	16,306
EQUITY			
Share capital		60,532	60,532
Statutory reserve capital		1,210	1,210
Other reserves		247	235
Translation reserves		-1,098	-1,204
Retained earnings		41,520	36,782
Total equity attributable to equity holders of the parent		102,411	97,555
Non-controlling interest		4,671	4,416
TOTAL EQUITY		107,082	101,971
TOTAL LIABILITIES AND EQUITY		122,254	118,277

Consolidated statement of comprehensive income

	Notes	Q1 2014	Q1 2013
Income from gaming transactions	8	32,719	30,884
Revenue	8	2,088	2,175
Other income	8	102	225
Total revenue and income		34,909	33,284
Cost of materials, goods and services		-723	-707
Other operating expenses		-16,527	-15,968
Staff costs		-9,494	-8,303
Depreciation, amortisation and impairment	4;5	-1,960	-2,108
Other expenses		-131	-61
Total operating expenses		-28,835	-27,147
Operating profit		6,074	6,137
Interest income		29	32
Interest expense		-3	-4
Foreign exchange gains (losses)		-1	5
Other finance income and costs		-1	-621
Total finance income and costs		24	-588
Profit from operating activities		6,098	5,549
Income tax expense		-962	-797
Net profit for the period		5,136	4,752
<i>Attributable to equity holders of the parent company</i>		<i>4,881</i>	<i>4,580</i>
<i>Attributable to non-controlling interest</i>		<i>255</i>	<i>172</i>
Other comprehensive income:			
Items that may be subsequently reclassified to profit			
Currency translation differences		106	-426
Total comprehensive profit for the period		5,242	4,326
<i>Attributable to equity holders of the parent company</i>		<i>4,987</i>	<i>4,154</i>
<i>Attributable to non-controlling interest</i>		<i>255</i>	<i>172</i>
Basic earnings per share*	7	3.2	3.0
Diluted earnings per share*	7	3.2	3.0

* euro cents

Consolidated statement of cash flows

	Notes	Q1 2014	Q1 2013
Cash flows from operating activities			
Net profit		5,136	4,752
Adjustments:			
Depreciation, amortisation and impairment	4;5	1,960	2,108
Profit / loss on disposal of non-current assets (net)		73	-10
Income tax expense		962	797
Other financial income and expenses (net)		-24	588
Changes in working capital:			
Receivables and prepayments		-547	-2,060
Inventories		-115	29
Liabilities and prepayments		-649	-862
Interest paid		-3	-4
Corporate income tax paid		-1,217	-769
Net cash generated from operating activities		5,576	4,569
Cash flows from investing activities			
Acquisition of property, plant, equipment and intangible assets		-3,880	-3,077
Proceeds from sale of property, plant, equipment		1	42
Purchase of financial investments		0	-1,379
Proceeds from sale of financial investments		0	11,150
Acquisition of subsidiary, net of cash acquired		-1,136	0
Interest received		25	68
Net cash used in from investing activities		-4,990	-6,804
Cash flows from financing activities			
Repayments of loans received	6	-61	-59
Repayments of finance leases		-1	-1
Net cash used in financing activities		-62	-60
Net cash flows		524	11,313
Cash and cash equivalents at beginning of the period		44,582	35,973
Exchange gains and losses on cash and cash equivalents		2	15
Cash and cash equivalents at end of the period		45,108	47,301

Consolidated statement of changes in equity

	Equity attributable to equity holders of the parent								
	Share capital	Share premium	Statutory reserve capital	Other reserves	Currency translation differences	Retained earnings / accumulated losses	Total	Non-controlling interest	Total equity
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>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>4,580</i>	<i>4,580</i>	<i>172</i>	<i>4,752</i>
<i>Other comprehensive income</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>-426</i>	<i>0</i>	<i>-426</i>	<i>0</i>	<i>-426</i>
Total comprehensive income for the period	0	0	0	0	-426	4,580	4,154	172	4,326
<i>Employee option programme</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>23</i>	<i>0</i>	<i>0</i>	<i>23</i>	<i>0</i>	<i>23</i>
Total transactions with owners	0	0	0	23	0	0	23	0	23
Balance at 31.03.2013	60,532	0	0	164	-1,126	31,907	91,477	5,855	97,332
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>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>4,881</i>	<i>4,881</i>	<i>255</i>	<i>5,136</i>
<i>Other comprehensive income</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>106</i>	<i>0</i>	<i>106</i>	<i>0</i>	<i>106</i>
Total comprehensive income for the period	0	0	0	0	106	4,881	4,987	255	5,242
<i>Employee option programme</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>12</i>	<i>0</i>	<i>0</i>	<i>12</i>	<i>0</i>	<i>12</i>
Total transactions with owners	0	0	0	12	0	0	12	0	12
Other adjustments	0	0	0	0	0	-143	-143	0	-143
Balance at 31.03.2014	60,532	0	1,210	247	-1,098	41,520	102,411	4,671	107,082

Notes to the consolidated interim financial statements

Note 1 Summary of significant accounting policies

Olympic Entertainment Group AS (hereinafter the "Company") is a company registered in Estonia at 15 November 1999. The consolidated interim financial statements of the Company prepared for the reporting period ended 31 March 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 29 April 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
At 31 March 2014	1,343	441	1,784

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	53	1,506	174	1,849	3,582
Disposals	0	0	-77	0	0	-77
Write-offs	0	0	-1	0	0	-1
Reclassifications	0	651	307	84	-1,048	-6
Depreciation charge	-2	-606	-1,111	-152	0	-1,871
Currency translation differences	0	-4	-8	-1	-2	-15
At 31 March 2014	29	9,210	14,792	1,707	2,387	28,125

Note 5 Intangible assets

	Goodwill	Software and licences	Total
At 31 December 2013	33,743	1,122	34,865
Additions	362	137	499
Write-offs	0	6	6
Amortisation charge	0	-88	-88
Currency translation differences	-31	-1	-32
At 31 March 2014	34,074	1,176	35,250

Note 6 Borrowings

	31.03.2014	31.12.2013
Short-term borrowings		
Current portion of finance lease	2	2
Current portion of long-term debt	238	238
Total short-term borrowings	240	240
Long-term borrowings		
Non-current portion of finance lease	7	7
Non-current portion of long-term debt	264	325
Other borrowings	41	37
Total long-term borrowings	312	369
Total borrowings	552	609

Jackpot Game S.r.l and Banka 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%.

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 will be paid out to the shareholders on 13 May 2014.

Earnings per share

	<u>Q1,2014</u>	<u>Q1,2013</u>
Net profit for the period	4,881	4,580
Weighted average number of shares outstanding (in thousands)	151,329	151,329
Basic earnings per share (euro cents)	3.2	3.0
Diluted earnings per share (euro cents)	3.2	3.0

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 have the right to subscribe for shares from 1 July 2014. The expiration date of the share option programme is 1 September 2014.

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 on external sales revenue and operating profit. At 31 March 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 October 31st 2013. Management estimates that inter-segment transactions have been concluded at market prices and under market conditions.

Q1 2014	Estonia	Latvia	Lithuania	Poland	Slovakia	Belarus	Italy	Total
Income from gaming transactions	7,460	9,554	5,173	6,116	3,193	446	1,628	33,570
Gaming tax of Italy	0	0	0	0	0	0	-851	-851
Revenue	383	862	326	104	432	26	13	2,146
Inter-segment revenue	-55	-1	0	-2	0	0	0	-58
External revenue	7,788	10,415	5,499	6,218	3,625	472	790	34,807
Other external revenue	2	2	1	0	97	0	0	102
Total revenue	7,790	10,417	5,500	6,218	3,722	472	790	34,909
Total expenses	-6,461	-7,285	-4,610	-5,441	-3,769	-542	-727	-28,835
Incl. Depreciation, amortisation and impairment losses	-460	-689	-259	-181	-279	-7	-85	-1,960
Total operating profit (-loss)	1,329	3,132	890	777	-47	-70	63	6,074

Q1 2013	Estonia	Latvia	Lithuania	Poland	Slovakia	Belarus	Italy	Total
Income from gaming transactions	7,450	7,317	4,833	6,187	3,560	648	1,865	31,860
Gaming tax of Italy	0	0	0	0	0	0	-976	-976
Revenue	673	713	297	95	359	43	10	2,190
Inter-segment revenue	-15	0	0	0	0	0	0	-15
External revenue	8,108	8,030	5,130	6,282	3,919	691	899	33,059
Other external revenue	136	62	1	4	3	19	0	225
Total revenue	8,244	8,092	5,131	6,286	3,922	710	899	33,284
Total expenses	-6,841	-5,277	-4,270	-5,555	-3,670	-608	-926	-27,147
Incl. Depreciation, amortisation and impairment losses	-382	-610	-352	-338	-314	-28	-84	-2,108
Total operating profit (-loss)	1,403	2,815	861	731	252	102	-27	6,137

Note 9 Transactions with related parties

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

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

There were no transactions with related parties in Q1 2014 and 2013.

As at 31.03.2014 and 31.12.2013, there were no balances of receivables and liabilities.

In Q1 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 225 thousand (Q1 2013: EUR 222 thousand) and EUR 39 thousand (Q1 2013: EUR 39 thousand), respectively.