

# NOVOMATIC

Interim Financial Report  
30.06.2012

## Overview of Key Figures

Million EUR *	01 - 06/2012	01 - 06/2011	Change	
			million	%
Revenues *	743.7	654.7	+89.0	+13.6%
EBITDA *	284.3	225.7	+58.6	+26.0%
Operating profit (EBIT) *	171.2	108.6	+62.6	+57.6%
Profit for the period *	111.9	52.8	+59.1	+112.0%
EBITDA margin (EBITDA/revenues)	38.2%	34.5%		

Million EUR *	30.06.2012	31.12.2011	Change	
			million	%
Balance sheet total *	2,244.2	2,183.7	+60.5	+2.8%
Equity *	904.2	841.5	+62.7	+7.5%
Equity ratio (equity/balance sheet total)	40.3%	38.5%		
Number of employees (average)	12,133	11,818		+2.7%

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# Consolidated Management Report

## Purpose Of The Business

Novomatic AG is the holding company of a globally operating, integrated gaming group (hereafter "Novomatic Group") that is established as an internationally leading developer and producer of innovative gaming equipment and an operator of more than 1,000 gaming facilities globally and is focused on continuous, controlled, sustainable and responsible growth.

Alongside the development of high-tech gaming equipment and the operation of casinos, automated casinos and sports betting outlets, the Novomatic Group has established itself as a games content provider for licensed online and offline providers in regulated markets. The Novomatic Group is Europe's leading integrated gaming group.

## General Economic Situation

In the first half of 2012, the global economy improved in comparison to the previous year, however the growth dynamic further flagged. This was predominantly due to developments in the European Currency Union. The uncertainties prior to the elections in Greece and the critical situation of the Spanish banks markedly tarnished the confidence of investors and consumers. The national debt crisis in individual countries in the Eurozone (Spain and Italy in particular) has led to interest rates for state loans rising at an alarming rate.

An increasing divergence in the development of the economy in Europe is becoming apparent. Whilst countries like Germany, Finland and Austria are characterized only by a decrease of the economic dynamic, the southern European area countries, in particular, are affected by a deep recession that could last for several years.

The development in the Latin American economic area is rated optimistically by the International Monetary Fund (IMF). In its forecast, the IMF assumes a growth in the economy of more than 3% for the current year. Although the crisis in Europe has had an effect on the Latin American economy (particularly due to the connection with the Spanish banking system), the effects should remain limited.

These difficult economic conditions have characterized the market environment of the Novomatic Group in the first half of 2012. Thanks to synergies that have arisen as a result of the dual strategy as well as the regional diversification of the Novomatic Group, the effects of the crisis on turnover and profit were able to be limited.

## Development Of Business

### Rental

Rental of gaming machines is an important element of the integrated strategy of the Novomatic Group. This includes the Group's objective of only renting its own products in selected markets rather than selling them.

The number of rented gaming devices in the German core market was increased again, meaning that the market share was able to be further expanded and consolidated. Germany is by far the most important market in the rental segment and it contributes to the sustainable success of the Novomatic Group with its stable cash flows.

The number of gaming devices rented was also able to be increased in Italy in the first half of 2012. The successful roll-out of video lottery terminals (VLTs) has made a significant contribution to this, whereby at the end of June 2012 more than 15,000 units were already in operation.

### Sales

The sale of gaming devices in the reporting period was characterized by a continued investment restraint by gaming operations. The causes for this development lie in the macroeconomic environment as a consequence of the intensifying national debt crisis as well as in the regulatory uncertainties in individual jurisdictions.

Whilst the number of devices sold in the first half of 2012 decreased in comparison to the previous year, the income from the sale was able to be slightly increased due to an optimized product mix.

The Latin American gaming market is of particular strategic importance for the Novomatic Group due to its vigorous growth rates and should also be

expanded in the future.

## Gaming operations

The set-up and expansion of gaming operations was continued in selected markets in the first half of 2012. On 30th of June 2012, the Novomatic Group was operating at more than 1,000 locations globally. Alongside Italy, investment focus was predominantly on the established German market which, together with the Austrian home market, again contributed to a stable growth of the revenues from operations of the Novomatic Group.

A marked increase in sales revenues and earnings was achieved in the first half of 2012 in gaming operations in Central and Eastern Europe. The continuously implemented measures for location optimization led, primarily in the Baltic countries, to a marked improvement in revenues and cost efficiency.

Gaming operations in Latin America also developed positively. Both the gaming operations in Peru and the biggest resort casino in Latin America, the Monticello Grand Casino and Entertainment World in Chile, were able to markedly increase their revenues.

After the positive allocation decision for concessions for the operation of gaming devices, the subsidiary Admiral Casinos & Entertainment AG (ACE AG) in the federal state of Lower Austria will undertake the operational business with gaming devices in the second half of 2012.

## Betting operations

Admiral Sportwetten GmbH was able to continue its growth in the first half of 2012 and achieved markedly higher sales revenue than in the same period of the previous year. In June 2012, the European Football Championships 2012 led to greater revenue, particularly in the branches, and to a better hold than in June 2011. In the first half of 2012, the highest rates of increase were recorded in revenue and gross yield in the growing areas of internet betting and betting terminals.

## Other

The strong growth in the market for online gaming (via PCs, smartphones and tablet computers) as well as the intensified R&D activities and the attractive product range of the Greentube Group has again contributed to the increase in e-business income in the reporting period.

## Financial Performance Indicators

### Earnings position

In the first half of 2012, the sales revenue was EUR 743.7 million, compared to EUR 654.7 million in the same period in 2011. If this is split into the segments, it looks as follows: EUR 68.5 million from the segment Sales, EUR 247.4 million from Rental, EUR 332.2 million in Gaming Operations, EUR 23.2 million in Betting and EUR 72.4 million in Segment Other.

Material expenditure amounted to EUR 131.5 million (1st half of 2011: EUR 130.6 million). The Group's personnel expenditure amounted to EUR 166.3 million in the first half of 2012 (first half of 2011: EUR 151.6 million). The other operational expenditure (including gaming taxes) amounted to EUR 297.6 million (first half of 2011: EUR 272.9 million).

The earnings before interest, taxes and depreciation (EBITDA) was able to be increased by EUR 58.6 million in the first half of 2012 to EUR 284.3 million. The operating income increased to EUR 171.2 million, compared to EUR 108.6 million in the same period in the previous year.

The earnings from normal business activity reached EUR 160.0 million (first half of 2011: EUR 82.8 million). After taking income tax and tax on earnings amounting to EUR 47.7 million (first half of 2011: EUR 29.6 million) into consideration, the Group was able to record a profit for the period of EUR 111.9 million (first half of 2011: EUR 52.8 million).

### Cash flow

Across the Group, in the first half of 2012, cash flow from operational activity recorded an increase to EUR 206.0 million in comparison to EUR 134.0 million in the previous year, whereby the deviation is due to the improved operating result.

Cash flow from investment activity in the first six months of the current year was EUR -143.0 million in comparison to EUR -108.0 million in the previous year.

The cash flow from investment activity amounted to EUR -57.5 million in the first half of 2012. The main reason for the negative cash flow effect in comparison to the previous year (first half of 2011: EUR 3.3 million) was due to the repayment of financial liabilities in 2012 whilst the financial liabilities were increased in the previous year.

The free cash flow, which amounted to EUR 26.0 million in the same period of the previous year, was able to be increased to EUR 63.1 million in the first half of 2012.

## Non-financial Performance Indicators – Employee Issues

On 30th of June 2012, 12,321 people were employed by the Novomatic Group. This corresponds to an increase of 264 employees in comparison to the end of 2011.

The number of employees is balanced and there is a high number of women employed at all levels and a large number of employees from different nationalities. All age groups are well represented.

## Significant Events After the Interim Reporting Period

The wholly owned subsidiary of the Novomatic Group, Astra Games Ltd., headquartered in Wales, acquired significant parts in the integrated British gaming group Danoptra Gaming Group in July 2012.

With the acquisition of the assets of the four companies Gamestec Leisure, Bell-Fruit Games, Mazooma Interactive Games and RLMS Sales, the Astra Group has become a market leader on the British gaming market both as a producer and as an operator and has more than 1,000 employees and more than 35,000 operating gaming terminals.

## Risk Report

### Economic risks

The Novomatic Group is subject to the risk of macroeconomic shocks as a long-term consequence of the global economic crisis of 2009, including declining economic growth, increasing unemployment and decreasing disposable income.

### Legislative and other legal risks

Legislative risks can arise from dependence on and changes to laws, directives and regulations, particularly in the area of licensing for the operation of gaming facilities and in the areas of production, sales and distribution and product licenses. Additional risks exist as a result of the tightening of laws in the areas of product liability, consumer and player protection, non-smoker protection laws and money laundering prevention law, such as, for example, a potential expansion of obligatory requirements for player registration.

### Change in customer behavior

Diverse recreation and entertainment options entail constantly changing customer behavior. As a result, product adaptations and constant new innovations are required to assert the company's market position in the target markets. It cannot be ruled out that customer or consumer desires may not be recognized at all or only when it is too late.

### Technology risk

The Novomatic Group operates in a highly technology dependent market in which new technologies are developed or used within short innovation cycles. It cannot be ruled out that innovative technologies and developments may fail to be developed or made usable fast enough. The Novomatic Group is also subject to the risk of imitation and software piracy and the risk of illegal intervention in the gaming systems and software by third parties.

### Operational risks

The risks of business interruption and financial losses are covered by an insurance policy.

# Consolidated Interim Financial Statement

## Consolidated Income Statement

Million EUR	01 - 06/2012	01 - 06/2011
<b>Revenues</b>	<b>743.7</b>	<b>654.7</b>
Changes in inventories of finished goods and work in progress	23.0	27.6
Own work capitalized	81.1	74.0
Other operating income	32.1	24.5
Cost of material and other purchased services	-131.5	-130.6
Personnel costs	-166.3	-151.6
Amortization and depreciation	-113.1	-117.1
Gaming taxes and betting fees	-66.5	-54.7
Other operating expenses	-231.1	-218.2
<b>Operating profit</b>	<b>171.2</b>	<b>108.6</b>
Share of profit/loss of associated companies	0.1	-0.1
Financial income	8.0	6.7
Financial expenses	-19.4	-32.4
<b>Financial result</b>	<b>-11.2</b>	<b>-25.8</b>
<b>Earnings before taxes</b>	<b>160.0</b>	<b>82.8</b>
Income taxes	-47.7	-29.6
<b>Profit from continuing operations</b>	<b>112.3</b>	<b>53.1</b>
<b>Result from discontinued operations</b>	<b>-0.4</b>	<b>-0.3</b>
<b>Profit after taxes</b>	<b>111.9</b>	<b>52.8</b>
thereof attributable to non-controlling interests	1.1	0.8
thereof attributable to shareholders of the parent (net profit)	110.7	52.0

## Consolidated Statement Of Comprehensive Income

Million EUR	01 - 06/2012	01 - 06/2011
<b>Profit after taxes</b>	<b>111.9</b>	<b>52.8</b>
Currency translation	2.2	-0.5
<b>Other comprehensive income after taxes</b>	<b>2.2</b>	<b>-0.4</b>
<b>Total comprehensive income</b>	<b>114.0</b>	<b>52.4</b>
thereof attributable to non-controlling interests	1.7	0.2
thereof attributable to shareholders of the parent	112.3	52.2

## Consolidated Balance Sheet

Million EUR	30.06.2012	31.12.2011
<b>ASSETS</b>		
<b>Non-current assets</b>		
Intangible assets	236.6	248.9
Property, plant and equipment	771.3	765.8
Investment property	25.8	25.9
Investments in associated companies	93.5	84.4
Non-current financial assets	27.2	13.6
Deferred tax assets	40.1	37.3
Other non-current assets	108.2	98.5
	<b>1,302.6</b>	<b>1,274.4</b>
<b>Current assets</b>		
Inventories	150.4	144.2
Trade and other receivables	220.7	192.3
Current tax receivables	27.5	30.2
Current financial assets	23.3	22.7
Cash and cash equivalents	519.7	512.2
Assets held for sale	0.0	7.7
	<b>941.6</b>	<b>909.3</b>
<b>Total ASSETS</b>	<b>2,244.2</b>	<b>2,183.7</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity</b>		
Share capital	26.0	26.0
Capital reserve	1.0	1.0
Retained earnings	852.0	790.9
Revaluation reserve	-2.2	-2.2
Currency translation adjustment	-24.0	-25.5
	852.8	790.2
Non-controlling interests	51.5	51.4
	<b>904.2</b>	<b>841.5</b>
<b>Non-current liabilities</b>		
Non-current financial liabilities	662.8	682.1
Non-current provisions	31.8	30.8
Deferred tax liabilities	47.3	49.9
Other non-current liabilities	7.5	9.6
	<b>749.3</b>	<b>772.4</b>
<b>Current liabilities</b>		
Current financial liabilities	287.0	281.6
Current provisions	45.8	50.6
Current tax liabilities	41.2	42.4
Trade payables and other liabilities	216.6	195.3
	<b>590.6</b>	<b>569.8</b>
<b>Total EQUITY AND LIABILITIES</b>	<b>2,244.2</b>	<b>2,183.7</b>



## Consolidated Cash Flow Statement

Million EUR	01 - 06/2012	01 - 06/2011
<b>Operating profit</b>	<b>170.8</b>	<b>108.3</b>
Loss (+) / Gain (-) from the disposal of fixed assets	0.1	-1.8
Depreciation (+) / Appreciation (-) of fixed assets	112.8	116.6
Other non-cash income and expenses	0.4	0.0
Interest received	7.7	5.3
Taxes paid	-46.9	-45.4
	<b>244.9</b>	<b>183.0</b>
Increase (-) / Decrease (+) in inventories	-6.2	-13.1
Increase (-) / Decrease (+) in receivables	-41.0	-27.0
Increase (+) / Decrease (-) in provisions	-1.6	3.8
Increase (+) / Decrease (-) in liabilities	10.0	-12.6
<b>Cash flow from operating activities</b>	<b>206.0</b>	<b>134.0</b>
Proceeds from the disposal of fixed assets (excluding financial assets)	16.1	17.1
Proceeds from the disposal / repayment of financial assets	1.2	17.2
Proceeds from the sale of consolidated companies, net of cash	-9.8	0.0
Acquisition of intangible assets, property, plant and equipment	-126.7	-131.8
Acquisition of financial assets and other financial investments	-24.3	-4.3
Acquisition of consolidated companies, net of cash	0.0	-6.2
Net proceeds from associated companies and investments	0.4	0.0
<b>Cash flow from investing activities</b>	<b>-143.0</b>	<b>-108.0</b>
Dividend payments	-26.1	-15.8
Payments from non-controlling interests	0.0	1.0
Proceeds from change in interests in subsidiaries (without loss of control)	0.0	0.0
Expenditures from change in interests in subsidiaries (without loss of control)	-0.3	-4.6
Expenditures / Proceeds from bank loans and financial liabilities	-11.8	39.7
Interest paid	-19.5	-17.0
<b>Cash flow from financing activities</b>	<b>-57.7</b>	<b>3.3</b>
<b>Net change in cash</b>	<b>5.4</b>	<b>29.3</b>
Currency translation adjustments	2.2	-0.5
Changes in cash due to changes in scope of consolidation	0.0	0.0
<b>Net change in cash</b>	<b>7.6</b>	<b>28.8</b>
Cash at the start of the period	512.2	277.3
Cash at the end of the period	519.7	306.2
<b>Net change in cash</b>	<b>7.6</b>	<b>28.8</b>

## Consolidated Statement Of Changes In Equity

Million EUR	Shares of shareholders of Novomatic AG					Non-controlling interests	Equity	
	Share capital	Capital reserve	Retained earnings	Revaluation reserve	Currency translation adjustment			
<b>Balance on 01.01.2012</b>	<b>26.0</b>	<b>1.0</b>	<b>790.9</b>	<b>-2.2</b>	<b>-25.5</b>	<b>790.2</b>	<b>51.4</b>	<b>841.5</b>
1) Total comprehensive income								
Profit for the period			110.7		0.0	110.7	1.1	111.9
Other comprehensive income			0.0		1.5	1.5	0.6	2.2
2) Dividend payments			-50.0		0.0	-50.0	-1.1	-51.1
3) Change in non-controlling interests			0.3		0.0	0.3	-0.6	-0.3
4) Change in the scope of consolidation			0.0		0.0	0.0	0.0	0.0
<b>Balance on 30.06.2012</b>	<b>26.0</b>	<b>1.0</b>	<b>852.0</b>	<b>-2.2</b>	<b>-24.0</b>	<b>852.8</b>	<b>51.5</b>	<b>904.2</b>

Million EUR	Shares of shareholders of Novomatic AG					Non-controlling interests	Equity	
	Share capital	Capital reserve	Retained earnings	Revaluation reserve	Currency translation adjustment			
<b>Balance on 01.01.2011</b>	<b>26.0</b>	<b>1.0</b>	<b>693.8</b>	<b>-0.6</b>	<b>-23.1</b>	<b>697.1</b>	<b>40.9</b>	<b>738.0</b>
1) Total comprehensive income								
Profit for the period			52.0		0.0	52.0	0.8	52.8
Other comprehensive income			0.0		0.1	0.1	-0.6	-0.4
2) Dividend payments			-15.0		0.0	-15.0	-0.8	-15.8
3) Change in non-controlling interests			-1.7		0.0	-1.7	-2.9	-4.6
4) Change in the scope of consolidation			0.0		0.0	0.0	1.2	1.2
<b>Balance on 30.06.2011</b>	<b>26.0</b>	<b>1.0</b>	<b>729.2</b>	<b>-0.6</b>	<b>-23.0</b>	<b>732.6</b>	<b>38.6</b>	<b>771.2</b>

# Notes To The Consolidated Financial Statement

## Basis Of Preparation And Methods

The present consolidated interim financial statement of NOVOMATIC AG and its subsidiaries on 30th of June 2012 was compiled in accordance with IAS 34 "Interim Financial Reporting". The accounting and measurement methods used are consistent with the International Financial Reporting Standards (IFRS) and the interpretations of the International Financial Reporting Interpretations Committee (IFRIC) as adopted by the EU.

The accounting methods used in compiling the consolidated interim financial statement are the same as those used in compiling the consolidated financial statement dated December 31, 2011. The measurement methods used on December 31, 2011 remain unchanged. For more detailed information on the accounting and measurement methods used, please refer to NOVOMATIC AG's consolidated financial statement as of December 31, 2011.

The consolidated interim financial statement is done in Euros. All amounts are, if not stated otherwise, shown in million Euro (million EUR).

## Scope Of Consolidation

The following companies changed to fully consolidated subsidiaries for the first time as of January 1, 2012.

- Slotclub Kft, Hungary (100%)
- SC Urbia Srl, Romania (100%)
- Admiral Interactive Srl, Italy (100%)

The companies Treuhand 11 and Treuhand 12 were sold at the end of March 2012. In Croatia, Tempo-Star d.o.o was sold and AGI Gastro Kft in Hungary was also shut down.

Mergers took place in Germany, Croatia and Italy.

As a result, the scope of consolidation developed as follows:

Scope of consolidation	Full consolidation	Equity evaluation
Balance on 31.12.2011	132	6
First time inclusion in the first half of 2012	3	1
Disposed of in the first half of 2012	-4	0
Merged in the first half of 2012	-4	0
Switched from at-equity valuation to fully consolidated in the first half of 2012	0	0
Balance on 30.06.2012	127	7
thereof non-Austrian companies	108	5

Affiliated companies whose influence on the asset, financial and earnings position of the Group is of subordinate importance are not included in the scope of the fully consolidated companies but are shown as financial assets at acquisition costs.

## Acquisitions

In order to optimize the organizational structure both in Hungary and Romania, 100% shares in Slotclub Kft. and in SC Urbia Srl. were acquired in January 2012. The fair values at the time of acquisition are as follows:

Million EUR	Fair value
Property, plant and equipment	0.1
Cash	0.1
Other current assets	0.1
Non-current liabilities and provisions	-0.1
Current liabilities and provisions	-0.1
<b>Net assets</b>	<b>0.0</b>
Goodwill	0.1
<b>Consideration</b>	<b>0.1</b>

The consideration of EUR 0.1 million was paid in cash. The earnings for the period since the acquisition totalled EUR -0.1 million.

## Disposals

### Treuhand 11 and Treuhand 12 - companies:

The Group sold 100% shares in both of these subsidiaries on 31st of March 2012. The following carrying values are assumed at the time of sale:

Million EUR	Carrying value in the Group
Intangible assets	1.8
Cash	15.7
Other current assets	20.9
Current liabilities and provisions	-22.5
<b>Net assets sold</b>	<b>15.8</b>

The agreed consideration is made up of a fixed purchase price share of EUR 6.4 million and a variable earn-out agreement that extends over a period of 7 years, beginning on 1st of January 2012. The fixed purchase price of EUR 6.4 million matures once the earn-out period expires. The variable purchase price share, which is to be settled and paid quarterly, amounts to EUR 8.2 million for the interim reporting period. The current disposal loss of EUR 1.2 million is recorded in the consolidated income statement under other operating expenses.

### Tempo-Star d.o.o.:

The Group sold 100% of its shares in Tempo-Star d.o.o. on June 30, 2012. The following carrying values are assumed at the time of sale:

Million EUR	Carrying value in the Group
Intangible assets	0.8
Property, plant and equipment	0.3
Cash	0.2
Other current assets	0.2
Deferred tax liabilities	-0.1
Current liabilities and provisions	-0.2
<b>Net assets sold</b>	<b>1.2</b>

The consideration received amounts to EUR 2.1 million. The disposal gains of EUR 0.9 million resulting from this is recorded in the consolidated income statement under other operating income.

## Segment Reporting

01 - 06/2012							
Million EUR	Rental	Sales	Gaming operations	Betting	Other	Group adjustments	Total
External revenues	247.4	68.5	332.2	23.2	72.4	0.0	743.7
Intra-segment revenues	21.4	79.5	4.0	1.4	36.8	-143.1	0.0
<b>Total revenues</b>	<b>268.8</b>	<b>147.9</b>	<b>336.2</b>	<b>24.7</b>	<b>109.1</b>	<b>-143.1</b>	<b>743.7</b>
Depreciation / amortization	-66.8	-5.4	-26.4	-1.3	-13.3	0.0	-113.1
<b>Operating Result (EBIT)</b>	<b>110.5</b>	<b>16.1</b>	<b>28.6</b>	<b>0.8</b>	<b>37.3</b>	<b>-22.2</b>	<b>171.2</b>
Financial result							-11.2
Earnings before taxes							160.0
Income taxes							-47.7
Profit from continuing operations							112.3
Discontinued operations							-0.4
<b>Profit after taxes</b>							<b>111.9</b>

01 - 06/2011							
Million EUR	Rental	Sales	Gaming operations	Betting	Other	Group adjustments	Total
External revenues	236.2	63.8	299.4	20.8	34.5	0.0	654.7
Intra-segment revenues	22.4	95.5	3.2	1.3	17.8	-140.3	0.0
<b>Total revenues</b>	<b>258.7</b>	<b>159.3</b>	<b>302.6</b>	<b>22.1</b>	<b>52.3</b>	<b>-140.3</b>	<b>654.7</b>
Depreciation / amortization	-77.5	-4.8	-24.1	-1.9	-8.8	0.0	-117.1
<b>Operating Result (EBIT)</b>	<b>88.4</b>	<b>13.4</b>	<b>21.0</b>	<b>-1.5</b>	<b>7.7</b>	<b>-20.5</b>	<b>108.6</b>
Financial result							-25.8
Earnings before taxes							82.8
Income taxes							-29.6
Profit from continuing operations							53.1
Discontinued operations							-0.3
<b>Profit after taxes</b>							<b>52.8</b>

There were no significant changes in the total asset values in the segments.

## Other Information

### **Related party transactions**

The NOVOMATIC Group has sold a property to a related company for EUR 7.5 million. Furthermore, in the first half of 2012, there were no significant changes regarding transactions from the delivery of goods, services, rental fees as well as research and development services with related parties in comparison to the consolidated financial statement as of December 31, 2011.

### **Seasonality of the business**

The business performance of the NOVOMATIC Group is not characterized by any significant seasonal fluctuations.

### **Contingent liabilities**

There have been no significant changes to the contingent liabilities since the last balance sheet date.

### **Dividends**

The General Meeting, held on 24th of April 2012, agreed the payment of a dividend totaling EUR 50.0 million to the shareholders. The payment of the agreed dividends was made in May and July 2012.

### **Compulsory statement on the review by an auditor**

The interim financial report was not subject to neither a complete audit nor a review by an auditor.

## Subsequent Events After The Interim Reporting Period

The majority shareholder of NOVOMATIC AG has incorporated his shares into the newly founded company Novo Invest GmbH as of July 1, 2012.

The wholly owned subsidiary Astra Game Ltd. acquired significant assets of the integrated British gaming group Danoptra Gaming Group at the beginning of July. With the acquisition of the assets of the four companies Gamestec Leisure, Bell-Fruit Games, Mazooma Interactive Games and RLMS Sales, the Astra Group has become a market leader on the British gaming market both as a producer and as an operator and has more than 1,000 employees and more than 35,000 operating gaming terminals. The purchase of significant parts of the Danoptra Gaming Group was refinanced with OeKB equity financing. The loan amounts to EUR 20.0 million and has a maturity of 7 years and eleven months.

On 4th of July 2012, NOVOMATIC AG fully paid back and ended the revolving credit facility from July 6, 2007 in the amount of EUR 100 million.

In connection with legal proceedings pending in Italy, a settlement out of court was reached.

On the effective date of July 13, 2012, Dr. Bernd Oswald was relieved from the Supervisory Board and Dr. Christian Wildhalm was newly appointed to the Supervisory Board.

## Statement Of The Executive Board

We confirm to the best of our knowledge that the consolidated interim financial statements as of June 30, 2012 give a true and fair view of the financial position, the financial performance and the cash flows of the Group as required by the International Financial Reporting Standards (IFRS) as adopted by the European Union (EU), and that the consolidated management report of June 30, 2012 gives a true and fair view of the development and performance of the business and the position of the Group, together with a description of the principal risks and uncertainties which the Group faces.

Gumpoldskirchen, August 29, 2012

The Executive Board of NOVOMATIC AG

**Dr. Franz Wohlfahrt m.p.**  
CEO

**Dipl.-Ing. Ryszard Presch m.p.**  
Deputy CEO

**Mag. Thomas Graf m.p.**  
CTO

**Mag. Peter Stein m.p.**  
CFO