



Financial Results For The Six Months

Ended, June 30th, 2005

September 27th, 2005

Investor Relations Department

INTRALOT S.A.

**Results For The Six Months Ended June 30th, 2005
(in accordance with IFRS)**

ATHENS, Greece – September 27th, 2005 – INTRALOT SA (RIC: INLr.AT, Bloomberg: INLOT GA), the leading international gaming company, today announces its financial results for the six-month period ending June 30th, 2005, prepared in accordance with IFRS.

A. OVERVIEW

Consolidated results:

Consolidated Financial Statements For The 6 Months Ended June 30th, 2005			
<i>(in € million)</i>	1H05	1H04	<i>% Change</i>
Revenues (Turnover)	232.1	150.2	54.5%
Gross Profit	106.0	82.8	28.0%
<i>Gross Margin (%)</i>	<i>45.6%</i>	<i>55.1%</i>	<i>-9.5pps</i>
EBITDA	84.0	63.9	31.5%
<i>EBITDA Margin (%)</i>	<i>36.2%</i>	<i>42.5%</i>	<i>-6.3pps</i>
EBT	84.9	61.5	38.1%
<i>EBT Margin (%)</i>	<i>36.6%</i>	<i>40.9%</i>	<i>-4.3pps</i>
EAT (after minorities)	41.0	37.9	8.4%
<i>EAT Margin (%)</i>	<i>17.7%</i>	<i>25.2%</i>	<i>-7.5pps</i>

Consolidated Revenues for the period reached €232.1m, posting a 54.5% increase compared to 1H04. Revenues from INTRALOT's International Subsidiaries amounted to €172.5m, a 74.3% contribution to six-month consolidated sales, compared to €66.5m (or 44.4%) in 1H04. Total International Revenues for the Intralot Group amounted to €180.1m, or 77.6% of total Group sales, compared with €84.8m, or 56.6% of total Group sales in 1H04. International operations contributed a total of €45.7m or 53.9% to group EBT.

EBITDA (Earnings Before Interest, Tax, Depreciation and Amortization) increased by 31.5% to €84.0m, compared to the same period last year.

Earnings Before Taxes (EBT) recorded an increase of 38.1% y-o-y by reaching €84.9m compared to €61.5m in H104. EBT margin settled at 36.6% in 1H05 reflecting the increased contribution of full operation projects to Group turnover, which contributed 44.2% to Group turnover in 1H05 from 33.5% in 1H04, posting a 104.6% y-o-y increase.

Finally, **Earnings After Taxes and after minorities (EAT-am)** increased by 8.4% y-o-y to €41.0m from €37.9m in 1H04. EAT margin settled at 17.7% due to the increased contribution of full operation projects, which carry lower margins than management projects.

The cash balance reached €107.0m in 1H05, while total bank debt was €42.1m (€16.5m short-term and €25.7m long-term), shaping the net cash position at €64.8m.

INTRALOT Parent company results:

INTRALOT Parent Company Headline P&L Figures For The 6 Months Ended June 30th, 2005			
<i>(€ million)</i>	1H05	1H04	<i>% Change</i>
Revenues (Sales)	54.0	64.6	-16.3%
EBITDA	28.9	36.4	-20.6%
EBT	42.7	36.6	16.4%
EAT	31.6	23.6	34.0%

Revenues for the parent company decreased to €54.0m in 1H05, 16.3% lower year-on-year (H104: €64.6m).

EBITDA decreased by 20.6% year-on-year to 28.9m (1H04: €36.4m).

Earnings Before Taxes (EBT) reached €42.7m in 1H05, posting a 16.4% y-o-y increase. EBT was boosted by a €12.8m dividend received by INTRALOT's 100% subsidiary, Betting Company, as a distribution from the company's FY 2004 results.

Earnings After Taxes (EAT) reached €31.6m in 1H05, posting a 34.0% y-o-y increase.

Commenting on 1H05 results Intralot's CEO, Constantinos Antonopoulos, noted:

"In the first half of 2005, INTRALOT's revenues and profits managed to grow despite the apparent slowdown in Stihima offered in Greece and a difficult comparison with 2Q04 considering INTRALOT's Global Betting operations due to the Euro Football tournament that took place in June-July 2004. This indicates that the INTRALOT Group has well diversified its operations globally both on a product basis and a geographical basis.

International revenues contributed 77.6% to Group turnover in 1H05 and 53.9% to EBT. Revenues from full operation projects, the fastest growing sector of our business, contributed 44.2% to consolidated revenues in 1H05 compared to 33.5% in 1H04, posting a 104.6% increase.

Moreover, since our last conference call we signed two (2) new contracts: First with the Israeli National Lottery for the provision of a system based on our new alternative channel B-ON platform. Second, with the Egyptian Post Offices regarding the operation of an on-line payments system. In addition, the INTRALOT Group acquired a betting operator in Poland. This acquisition was in-line with the company's strategy to acquire companies in an initial stage of development that offer significant potential synergies with INTRALOT's know-how and market development strategy.

INTRALOT will continue to pursue business opportunities around the world, a factor that will strengthen further its global presence."

1. Turnover Analysis

Geographical Sales Breakdown			
<i>(in € million)</i>	1H05	1H04	% chg
European Union	158.7	151.2	4.9%
Other Europe	68.8	42.5	61.7%
Americas	17.8	15.5	14.5%
Other	37.3	0.0	N/A
Eliminations	-50.4	-59.1	14.7%
Total Consolidated Sales	232.1	150.2	54.5%

Geographical Gross Profit Breakdown			
<i>(in € million)</i>	1H05	1H04	% chg
European Union	49.6	68.0	-27.1%
Other Europe	20.6	11.9	72.6%
Americas	5.7	6.4	-11.1%
Other	28.1	0.0	N/A
Eliminations	2.0	-3.5	154.9%
Total Consolidated Gross Profit	106.0	82.8	28.0%

Geographical Gross Profit margin Analysis			
<i>(in € million)</i>	1H05	1H04	% chg
European Union	31.3%	45.0%	-13.7pps
Other Europe	30.0%	28.1%	+1.9pps
Americas	31.9%	41.1%	-9.2pps
Other	75.5%	N/A	N/A
Total Consolidated Gross Margin	45.7%	55.1%	-9.5pps

Sales growth in the European Union was weighed by the performance of Fixed-Odds Betting in Greece: Stihima's gross revenues stood at €597.7m in 1H05, recording a 31.9% y-o-y decrease. However, the Company's global expansionary strategy and diversification has led consolidated sales to grow by 54.5% in 1H05.

Contract type Sales Breakdown - % contribution to Group turnover		
	1H05	1H04
Operation Contracts	44.2%	33.5%
Management contracts	41.0%	52.3%
HW sales & facilities management contracts	14.9%	14.2%
Total	100%	100%

Revenues from full operation contracts posted a significant growth in 1H05 reaching €102.5m (+104.6% y-o-y), contributing 44.2% to Group turnover.

2. Latest major Developments

Existing contracts or contracts underdevelopment

- ✓ In **Colombia** the company introduced football pools a few weeks ago, which is in a pilot-testing phase. Since it is very early to draw conclusions regarding the game's penetration, we will revert to you on this project in the near future. The game is offered through a 1,900 POS network initially, while the introduction of fixed-odds sports betting will follow.
- ✓ In **Moscow, Russia**, the company has started the installation of on-line terminals to operate and manage the city's Lottery. Operations are expected to commence before the end of the year.
- ✓ In **Greece**, INTRALOT and OPAP agreed for a number of measures aiming to improve the competitiveness of the sports betting game "Stihima". The agreement includes increase of the payout, introduction of the Greek championship games in the coupon, as well as additional betting and other events. Since mid-July the target payout for the game has changed to 66%, from 60% previously. Results from this change have been satisfactory up to now and are expected to limit the game's loss of market share.

New contracts/acquisitions

- ✓ In **Poland**, INTRALOT acquired a controlling stake in Totolotek, a company that manages and operates Fixed-Odds Sports betting in the country, with a network of 400 agencies and an approximate 33% market share. The acquisition of Totolotek establishes INTRALOT as a major player in Poland, a country with 40 million people, low per capita spending in Betting games and significant growth potential. Expansion of the sales network and upgrade of the technological infrastructure of the company will be the next steps.
- ✓ In **Egypt**, INTRALOT has signed a contract to install an on-line system and terminals in the Egyptian Post Offices to offer on-line payment services. Egypt Posts have 3,400 branches in the country and also act as a bank with 12 million active savings accounts that correspond to more than 50% of the local market. Payment services are expected to be offered through a network of 10,000 POS as the project reaches full expansion.
- ✓ In **Israel**, INTRALOT signed a contract with Mifal Hapayis, the Israeli National Lottery, for the supply and maintenance of an interactive system based on the gaming platform "B-On", that provides access to the Lottery's customers through alternative channels in on-line games. Initially, the Lottery's current games will be offered, while in the future INTRALOT will also act as a content provider to the lottery, expanding its portfolio of games.

About INTRALOT

INTRALOT, a public company listed on the ASE, is a leading supplier of integrated gaming and transaction processing systems, innovative game content and value added services to state-licensed gaming organizations worldwide. It's broad portfolio of products & services, its know-how of Lottery, Betting & Video Lottery operations, its experience in sports games and its leading-edge technology, give INTRALOT a competitive advantage, which contributes directly to customers' efficiency, profitability and growth. With 33 subsidiaries, 8 business offices and more than 1,800 people in 32 countries and revenues of €500 million for 2005(E), INTRALOT's footprint straddles five continents.