



**INTRALOT S.A.
and its
Subsidiaries**

Interim Financial Statements

For the period ended March 31, 2005

based on International Accounting Standard 34

1st Quarter of 2005

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1. CONDENSED INCOME STATEMENTS

Amounts reported in thousands €	GROUP		COMPANY	
	1/1-31/03/2005	1/1-31/03/2004	1/1-31/03/2005	1/1-31/03/2004
Sale Proceeds	117.518	74.654	27.419	26.773
Gross Profit / (Loss)	50.475	40.780	16.027	16.729
Profit / (Loss) before taxes, financing and investing results(EBIT)	36.797	29.695	12.666	13.950
Profit / (Loss) before taxes, financing and investing results, and depreciation-amortization (EBITDA)	39.325	31.347	13.432	14.249
Profit / (Loss) before taxes (EBT)	41.637	28.854	13.622	14.010
Less Taxes	-6.587	-9.107	-5.126	-5.026
Profit/ (Loss) after taxes	<u>35.051</u>	<u>19.747</u>	<u>8.495</u>	<u>8.984</u>
<u>Attributable to:</u>				
Equity holders of the parent	21.645	18.143	8.495	8.984
Minority Interest	13.406	1.604	0	0
Earnings after taxes per share-basic (in €) – diluted (in €)	0,56	0,47	0,22	0,23

2. CONDENSED BALANCE SHEETS

Amounts reported in thousands of €	GROUP		COMPANY	
	31/3/2005	31/12/2004	31/3/2005	31/12/2004
ASSETS				
Tangible Assets	131.204	107.977	76.302	74.639
Inventories	18.724	14.962	8.995	5.224
Accounts Receivable	78.725	62.416	83.346	79.783
Other assets	<u>152.588</u>	<u>119.305</u>	<u>28.765</u>	<u>26.586</u>
TOTAL ASSETS	<u>381.240</u>	<u>304.660</u>	<u>197.409</u>	<u>186.233</u>
LIABILITIES				
Long-term Debt	38.634	27.194	469	434
Short-term Borrowing and Current Portion of L-T Debt	17.810	10.563	5.000	0
Other Short-term Liabilities	<u>157.582</u>	<u>134.624</u>	<u>79.544</u>	<u>74.160</u>
Total Liabilities (a)	<u>214.026</u>	<u>172.380</u>	<u>85.013</u>	<u>74.594</u>
Shareholders Equity	130.091	116.051	112.396	111.639
Minority Interest	<u>37.122</u>	<u>16.229</u>	<u>0</u>	<u>0</u>
Total Equity (b)	<u>167.214</u>	<u>132.280</u>	<u>112.396</u>	<u>111.639</u>
TOTAL EQUITY AND LIABILITIES (A) + (B)	<u>381.240</u>	<u>304.660</u>	<u>197.409</u>	<u>186.233</u>

3. CONDENSED STATEMENTS OF CHANGES IN EQUITY

Amounts reported in thousands €	GROUP		COMPANY	
	31/3/2005	31/3/2004	31/3/2005	31/3/2004
Net equity of period Opening Balance (1.01.2005 and 1.01.2004 respectively)	132.280	95.288	111.639	94.176
Issue of Share Capital	0	100	0	0
Dividends Distributed	-8.637	-1.644	-8.637	0
Net Amounts Effected Directly Equity	8.520	-13.535	898	-14
Profit for the year after taxes	35.051	19.747	8.495	8.984
Purchases / (Sales) of Own Shares	0	0	0	0
Net Equity of period Closing Balance (31/03/2005 and 31/03/2004 respectively)	<u>167.214</u>	<u>99.956</u>	<u>112.396</u>	<u>103.147</u>

4. CONDENSED CASH FLOW STATEMENTS

Amounts reported in thousands €	GROUP		COMPANY	
	1/1-31/03/2005	1/1-31/03/2004	1/1-31/03/2005	1/1-31/03/2004
Operating Activities				
Net Profit before Taxation	41.637	28.854	13.622	14.010
Plus /Less adjustments for:				
Depreciation and Amortization	2.682	1.653	726	299
Provisions	<u>2.009</u>	<u>889</u>	<u>44</u>	<u>423</u>
	46.328	31.396	14.393	14.731
Debit Interest and similar expenses	810	1.191	134	330
Credit Interest	-1.623	-426	-165	-63
Plus/ Less adjustments of working capital to net cash or related to operating activities:				
Increase/Decrease of Inventories	1.359	-647	-3.771	-806
Increase/Decrease of Receivables	-22.518	-40.345	-4.365	-12.706
Increase/Decrease of Payable Accounts (except Banks)	872	22.769	1.025	5.009
(Less):				
Interest Paid and similar expenses paid	810	1.191	134	330
Income Tax Paid	<u>659</u>	<u>0</u>	<u>215</u>	<u>0</u>

INTRALOT S.A.
 INTEGRATED LOTTERY SYSTEMS AND SERVICES
 Notes of Group and Company for the period from 1 January 2005 until 31 March 2005
 Public Companies (S.A.) Reg. No. 27074/06/B/92/9

Continued from previous page	GROUP		COMPANY	
Amounts reported in thousands €	1/1-31/03/2005	1/1-31/03/2004	1/1-31/03/2005	1/1-31/03/2004
Net Cash from Operating Activities (a)	23.758	12.747	6.902	6.166
Investing Activities				
Purchases of subsidiaries, associates and other investments	-3.440	-7.604	-224	-7.394
Purchases of tangible and intangible assets	-3.070	-21.918	-1.926	-73
Proceeds from sales of tangible and intangible assets	14	0	0	0
Interest received	1.623	426	165	63
Dividends received	<u>0</u>	<u>75</u>	<u>0</u>	<u>1</u>
Net Cash from Investing Activities (b)	-4.873	-29.020	-1.984	-7.403
Financing Activities				
Cash received from Issue of Share Capital	0	0	0	0
Proceeds from Loans	8.563	1.024	5.000	0
Repayment of Loans	-614	0	0	0
Payments for leases	0	0	0	0
Dividends paid	<u>-10.167</u>	<u>-80</u>	<u>-7.738</u>	<u>-80</u>
Net Cash from Financing Activities (c)	-2.217	945	-2.738	-80

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Continued from previous page	GROUP		COMPANY	
	1/1-31/03/2005	1/1-31/03/2004	1/1-31/03/2005	1/1-31/03/2004
Amounts reported in thousands €				
Net increase / (decrease) in cash and cash equivalents for the period (a) + (b) + (c)	16.668	-15.328	2.179	-1.316
Cash and cash equivalents at the beginning of the year	<u>134.835</u>	<u>122.040</u>	<u>26.586</u>	<u>40.885</u>
Exchange rate differences from the conversion of Cash Equivalents	<u>1.085</u>	<u>0</u>	<u>0</u>	<u>0</u>
Cash and cash equivalents at the end of the year	<u>152.588</u>	<u>106.712</u>	<u>28.765</u>	<u>39.568</u>

5. TABLE OF ADJUSTMENTS OF THE PERIOD OPENING NET EQUITY (01/01/05 AND 01/01/04 RESPECTIVELY) BETWEEN THE GENERAL ACCOUNT POLICIES EFFECTIVE UNTIL THE IFRS 1st ADOPTION AND THE INTERNATIONAL FINANCIAL REPORTING STANDARDS (I.F.R.S)

Amounts reported in thousands €	GROUP		COMPANY	
	1/1/2005	1/1/2004	1/1/2005	1/1/2004
Opening Balance According to the Greek Accounting Standards.	100.229	97.663	82.426	72.836
Write-off of Intangibles and reverse of the respective depreciation.	-4.905	-10.323	-1.124	-1.303
Adjustment due to different useful life of assets.	949	359	949	359

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Continued from previous page	GROUP			COMPANY	
	1/1/2005	1/1/2004		1/1/2005	1/1/2004
Amounts reported in thousands €					
Effect of hyperinflation in assets and inventories.	433	812		0	0
Adjustment due to preliminary dividends in minority interests.	-6.456	-2.710		0	0
Effect due to the consolidation of subsidiaries.	0	-6.223		0	0
Postpone of recognition of paid dividends to the time of their approval of the General Assembly.	32.611	21.963		30.526	21.963
Adjustment due to Net Equity with Own Shares.	-767	-767		-767	-767
Adjustment due to Staff Leaving Indemnity.	190	123		177	188
Reversal of Loan Interest.	0	-57		-130	-57
Adjustment due to Other Provisions Accounting.	0	-6.467		0	0
Valuation of Long-Term Claims	0	0		-1.506	-688
Adjustment of Subsidiary's Goodwill	-3.650	-18.458		0	0
Deferred Tax	11.794	20.931		1.741	2.245
Valuation of Participations in Current Values.	-618	-721		-709	-684
Transfer of Exchange Differences due to Valuation at the Profit & Loss Accounts.	1.719	85		56	85

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Continued from previous page	GROUP		COMPANY	
	1/1/2005	1/1/2004	1/1/2005	1/1/2004
Amounts reported in thousands €				
Adjustment in Minority Interest	379	0	0	0
Elimination of Intercompany Transactions	0	-980	0	0
Differences due to Translation of Foreign Currencies	319	0	0	0
Other	53	58	0	0
Closing Balance According to the International Financial Reporting Standards.	<u>132.280</u>	<u>95.288</u>	<u>111.639</u>	<u>94.176</u>

6. DISCLOSURE OF COMPLIANCE

The interim consolidated financial statements for the interim three months periods ended March 31, 2004 and 2005 have been prepared in accordance to IAS 34.

These interim financial statements should be reviewed along with the annual financial statements of the year ended at December 31, 2004.

7. ACCOUNTING POLICIES

For the preparation of the interim consolidated financial statements for the interim three months periods ended March 31, 2004 and 2005 the same accounting policies and methods of computation have been followed as compared with the most recent annual consolidated financial statements (December 31, 2004).

8. SEGMENT REPORTING

Geographical Sales Breakdown			
<i>(in € million)</i>	1Q05	1Q04	% chg
European Union	58,8	50,4	16,7%
Other Europe	41,5	21,7	91,1%
Americas	8,1	6,4	25,4%
Other	17,2	0,0	N/A
Eliminations	-8,1	-3,9	108,4%
Total Consolidated Sales	117,5	74,7	57,4%

9. CONTINGENT LIABILITIES

No significant changes in contingent liabilities, or assets, status since the last annual balance sheet date.

10. OTHER SELECTED EXPLANATORY NOTES

a. No significant effect due to seasonality and cyclicity of interim operations as these are expressed through the current interim financial statements.

b. No items affecting assets, liabilities, equity, net income or cash flows that are unusual because of their nature, size or incidence.

ci. Changes in estimates of amounts reported in prior interim periods of the current financial year, if those changes have a material effect in the current interim period:

No prior interim periods.

cii. Changes in estimates of amounts reported in prior financial years, if those changes have a material effect in the current interim period:

No such.

d. Issuances, repurchases and repayments of debt and equity securities:

I. Share Option:

Following the share option, during 2004, the share capital was increased by €48,803.00 with the issue of 131,900 shares with a nominal value of €0.37 each. Payment of this amount was confirmed by the Board of Directors on 05.01.05 while the share capital increase and confirmation of this amount were approved by decisions K2-239/10-1-2005 and K2-240/10-1-2005 of the Ministry of Development.

II. Subsidiary Share Capital Increase :

Intralot INC share capital increase of thous € 215.

III. New Subsidiary:

Participation of 99,97% in Intralot do Brazil Ltda.

- e.** Dividends paid (aggregate or per share):
Ordinary shares dividends paid of thous. € 8.637.

- f.** The effect of changes in the composition of the enterprise during the interim period, including business combinations, acquisition or disposal of subsidiaries and long term investments, restructurings and discontinuing operations:

Such changes have not a significant effect on the consolidated total assets, on the consolidated revenues and on the consolidated earnings after tax.

11. SUPPLEMENTARY INFORMATION

1. BUSINESS COMBINATION (TABLE OF COMPANIES CONSOLIDATED)

The companies included in the consolidation, with the relevant addresses and the relevant participation percentages are the following:

Full Consolidation :

	COMPANY	BASE	PARTICIPATION PERCENTAGE
	INTRALOT SA	Maroussi	Parent
	BETTING COMPANY SA***	N. Iraklion	100%
	INTRALOT DE CHILE SA*	Santiago, Chile	99,99%
	INTRALOT DE PERU SAC*	Lima, Peru	99,98%
	INTRALOT INC.*	Atlanta, USA	85%
	INTRALOT BETTING OPERATIONS (CYPRUS) LTD*	Nicosia, Cyprus	54,95%
1.	ROYAL HIGHGATE LTD	Paralimni, Cyprus	53,47 (& 2,19% directly)
	POLLOT Sp.zo.o*	Warsaw, Poland	100%
	MALTCO LOTTERIES LTD*	Valetta, Malta	73%
	INTRALOT HOLDINGS INTERNATIONAL LTD*	Nicosia, Cyprus	100%
2.	LOTROM SA**	Bucharest,Romania	60%
2.	YUGOLOT LTD**	Belgrade, Serbia& Montenegro	100%
2.	BILOT FOOD**	Sofia, Bulgaria	100%
3.	EUROFOOTBALL LTD**	Sofia, Bulgaria	49%
4.	EUROFOOTBALL PRINT LTD**	Sofia, Bulgaria	100%
2.	INTRALOT INTERNATIONAL LTD**	Nicosia, Cyprus	100%
5.	INTRALOT OPERATIONS LTD**	Nicosia, Cyprus	100%
2.	INTRALOT BUSINESS DEVELOPMENT LTD**	Nicosia, Cyprus	100%
2.	INTRALOT TECHNOLOGIES LTD**	Nicosia, Cyprus	100%
	INTELTEK INTERNET AS*	Istanbul, Turkey	25%
	LOTERIA MOLDOVEI SA*	Chisinau, Moldova	47,90%

- 1**=Subsidiary of Intralot Betting Operations (Cyprus) Ltd *=Companies with direct participation
2=Subsidiaries of Intralot Holdings International Ltd **=Companies with indirect participation
3=Subsidiary of Bilot Ltd ***=Companies with direct and indirect participation
4=Subsidiary Eurofootball Ltd
5=Subsidiary of Intralot International Ltd

2. TAX AUTHORITIES FISCAL CONTROL

The companies that are included in the consolidation have not undergone tax authorities fiscal control for the last one to three fiscal years.

3. REAL LIENS

There are no real liens.

4. LEGAL ISSUES PENDING

a. By decision of the Arbitration Court justified and awarded to the subsidiary company "BETTING COMPANY S.A." the payment of an indemnity of approximately MEUR 37 annually from 30/3/2001 (up to the starting date of a specific betting or the end of the contract) and KEUR 390 for arbitration fees and charges. By decision of the Appeal Court in Athens the aforementioned decision of the Arbitration Court was cancelled. Following the Athens Court of Appeal decision service to the company, an appeal filed before the Supreme Court for the reversal of the decision of the Appeal Court.

b. On 31.1.2005 OPAP S.A. submitted a notice of proceedings to the Betting Company regarding a lawsuit that was filed against OPAP S.A. before the Court of First Instance, with which the plaintiff claims the payment of the amount of € 3.368.378,60 plus accrued interests from OPAP S.A., pleading that OPAP S.E. should pay this amount to him as profit, additionally to the amount that had already been paid. As Betting Company has a legitimate interest in OPAP S.A. winning the lawsuit, Betting Company and the companies INTRALOT S.A., INTRALOT INTERNATIONAL LTD and the joint venture "INTRALOT S.A.-Intralot International Ltd" made an additional joint intervention in favor of OPAP S.A. that will be disputed on 3.5.2007.

c. On 10.1.2003 the company was copied on an appeal dated 10.1.2003, filed by the company "IPPOTOUR S.A.", against the company and the company entitled "OPAP S.A.". Through the aforementioned appeal, the appealing company "IPPOTOUR S.A." requests that it be acknowledged that the contract signed between OPAP S.A. and the Company should not grant to the latter the right to

operate any kind of wagering game on Greek or foreign horse racing games, that "OPAP S.A." should not have the right to operate any kind of wagering game on horse racing and that "OPAP S.A." and the Company be excluded from the operation and organization of betting games on horse racing. The date 18th of May 2005 was set as the date for hearing of the above appeal, however, the hearing was postponed, the date for the new hearing has not been set.

5. PERSONNEL EMPLOYED

The personnel employed in the consolidated companies amounts to 1.197 persons.

6. RELATED PARTY DISCLOSURES

The amounts of Sales and Purchases of the Company (and Group), to and from the related parties, accumulated from the opening balance of the period come up to the amount of € 4.281 thousands and € 3.341 thousands respectively. The receivables and payables balances of the Company (and Group) with related parties amount respectively of € 14.576 thousands and € 31.280 thousands.

7. OTHER INFORMATION

- i. Effect of changes in the composition of the enterprise during the interim period, including Acquisition or disposal of subsidiaries and long term investments, restructurings and discontinuing operations (by extension of the paragraph 10.f, as above):

See above paragraph 10.f.

- ii. Previous paragraph (11.7.i.) events effect, if this is higher than 25%, in respect of the consolidated revenues, results, net equity (by extension of the paragraph 10.f, as above):

No such cases.

- iii. Change of the fiscal year or period:

No such.

- iv. Material events subsequent to the end of the interim period that have not been reflected in the financial statements for the interim period:

See below, paragraph 12.

- v. Effect of changes in the composition of the enterprise during the interim period, regarding business combinations if this is higher than 25%, in respect of the consolidated revenues, results, net equity (by extension of the paragraph 10.f, as above):

No such effect.

12. SUBSEQUENT EVENTS

No material events subsequent to the end of the interim period that have not been reflected in the financial statements for the interim period.

Maroussi, June 16, 2005

THE CHAIRMAN OF THE BOARD
OF DIRECTORS

THE VICE CHAIRMAN
OF THE BoD AND CEO

S.P. KOKKALIS

C.G. ANTONOPOULOS

THE GENERAL DIRECTOR OF
ACCOUNTING DEPT.
FINANCE AND BUSINESS
DEVELOPMENT

THE DIRECTOR OF
ACCOUNTING DEPT

I.O. PANTOLEON

E. N. LANARA