

Olympic Entertainment Group AS

Unaudited consolidated interim financial statements
for the 9 months and 3rd quarter of 2010

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Website	www.olympic-casino.com
Core activity	Provision of gaming services
Beginning of financial year	1 January 2010
End of reporting period	30 September 2010
General Manager	Indrek Jürgenson
Auditor	PriceWaterhouseCoopers AS

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General Manager's report

Olympic Entertainment Group AS (the "Company" or, together with the subsidiaries, the "Group") is the leading gaming services provider in the Baltic countries (Estonia, Latvia and Lithuania) and gaming facilities operator in Belarus, Poland, Romania and Slovakia.

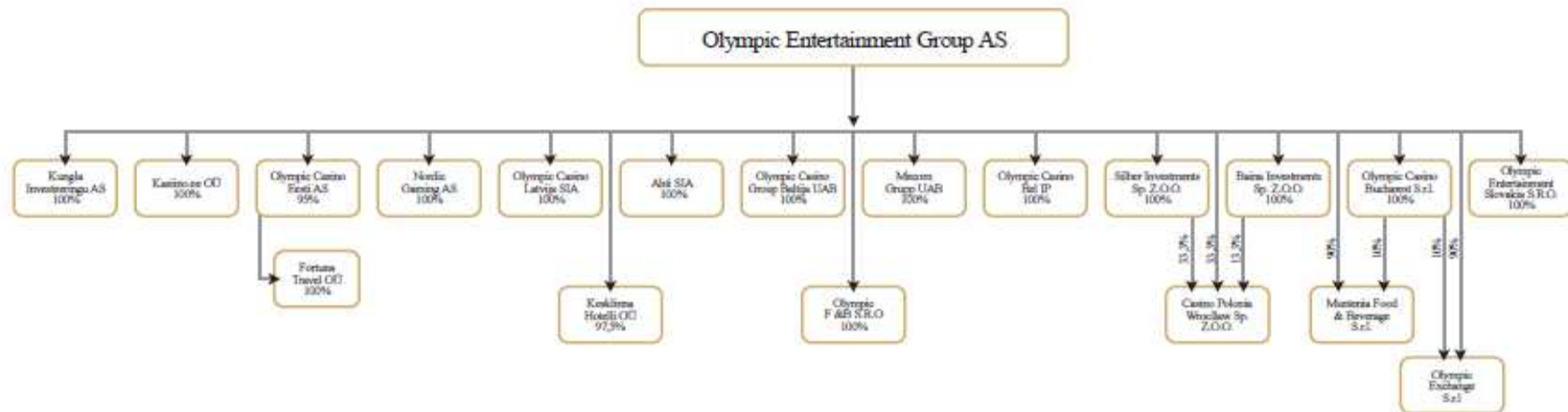
Olympic Entertainment Group AS is the Group's ultimate holding company, which deals with the Group's strategic management and financing. The Group's casinos are operated by local subsidiaries: Olympic Casino Eesti AS in Estonia, Olympic Casino Latvia SIA in Latvia, Olympic Casino Group Baltija UAB in Lithuania, Olympic Casino Bel IP in Belarus, Casino Polonia-Wroclaw Sp. Z O.O. in Poland, Olympic Casino Bucharest S.R.L. in Romania and Olympic Entertainment Slovakia S.r.o in Slovakia. In Estonia, Latvia, Lithuania, Romania and Slovakia the Group's non-core activities, such as the operation of a hotel in Tallinn and the operation of casino bars, have been separated from casino operations and transferred to specialized entities.

Most of the Group's casino properties operate under the Olympic Casino name. In Estonia, Latvia and Lithuania, Olympic Casinos operate in conformity with the international quality management standard ISO 9001 (in Estonia since 1998, in Latvia and Lithuania since 2004).

Companies belonging to the Group:

	Domicile	Ownership interest		Core activity
		30.09.2010	31.12.2009	
Olympic Casino Eesti AS	Estonia	95%	95%	Gaming services
Nordic Gaming AS	Estonia	100%	100%	Holding activities
Kungla Investeeringu AS	Estonia	100%	100%	Hotel services, catering
Fortuna Travel OÜ	Estonia	95%	95%	Casino tourism
Kasiino.ee OÜ	Estonia	100%	100%	Internet solutions
Kesklinna Hotelli OÜ	Estonia	97.5%	97.5%	Hotel services
Olympic Casino Latvia SIA	Latvia	100%	100%	Gaming services
Ahti SIA	Latvia	100%	100%	Bar services
Olympic Casino Group Baltija UAB	Lithuania	100%	100%	Gaming services
Mecom Grupp UAB	Lithuania	100%	100%	Bar services
Olympic Casino Bel IP	Belarus	100%	100%	Gaming 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 Bucharest S.r.l.	Romania	100%	100%	Gaming services
Muntenia Food Beverage S.r.l	Romania	100%	100%	Bar services
Olympic Exchange S.r.l	Romania	100%	100%	Currency exchange
Olympic Casino Slovakia S.r.o.	Slovakia	100%	100%	Gaming services
Olympic F & B S.r.o.	Slovakia	100%	100%	Bar services

The Group's structure at 30 September 2010



Selected financial data, Q3 2010:

Continuing operations

Revenue:	452.4	million kroons	(Q3 2009: 415.1)
EBITDA:	107.0	million kroons	(Q3 2009: 23.4)
EBITDA margin:	23.6%		(Q3 2009: 5.6%)
EBIT:	41.8	million kroons	(Q3 2009: -80.8)
EBIT margin:	9.2%		(Q3 2009: -19.5%)

Net profit (loss) before income tax*: 40.1 million kroons (Q3 2009: -84.5)

Selected financial data, 9 months 2010:

Continuing operations

Revenue:	1,280.4	million kroons	(Q3 2009: 1,279.0)
EBITDA:	242.9	million kroons	(Q3 2009: 53.8)
EBITDA margin:	19.0%		(Q3 2009: 4.2%)
EBIT:	32.9	million kroons	(Q3 2009: -222.3)
EBIT margin:	2.6%		(Q3 2009: -17.4%)

Net profit (loss) before income tax*: 26.5 million kroons (Q3 2009: -227.9)

* Net profit (loss) before minority interest

1 EUR = 15.6466 EEK

In Q3 2010 the Group continued improving its efficiency and financial results according to expectations. In Q3 2010 Group's revenue growth composed 9.0% or 37.3 million kroons (2.4 million euros) compared to the same period last year. In Q3 2010 Group's revenues composed 452.4 million kroons (28.9 million euros), in Q3 2009 Group earned 415.1 million kroons (26.5 million euros) of revenue from continuing operations.

Group has earned an EBITDA of 107.0 million kroons (6.8 million euros) in Q3 2010, which is 356% more than within the same period last year from continuing operations. Eliminating an influence of non-recurring expenses from 2009 Q3 EBITDA, the quarterly growth would compose 70.0 million kroons (4.5 million euros) or 189%. Operating income in Q3 2010 constituted 41.8 million kroons (2.7 million euros), within the same period last year Group has earned operating loss of 80.8 million kroons (5.2 million euros). Operating result grew 122.6 million kroons (7.8 million euros). Eliminating an influence of non-recurring expenses from 2009 Q3 operating loss, the quarterly growth of operating result would compose 82.2 million kroons (5.3 million euros).

In Q3 2010 consolidated revenues have increased in Estonia 14.2%, in Latvia 7.1%, in Lithuania 1.3%, in Belarus 31.0%, in Romania 94.9% and in Slovakia 23.9% compared to Q3 2009. Only in Poland revenues have decreased by 4.4% in comparison to Q3 2009. All segments earned operating profit in Q3 2010, except for Polish segment, which operating result was near breakeven level.

Significant developments in 9 months of 2010:

- Group has achieved net profit – consolidated net profit for the 9 months of 2010 after corporate income tax composed 18.6 million kroons (1.2 million euros). Within the 9 months of 2009 Group has earned net loss after corporate income tax in continuing operations in amount of 226.2 million kroons (14.5 million euros).
- Efficiency of the Group operational activity has improved significantly. 1 280.4 million kroons (81.8 million euros) of revenue was earned in Group continuing operations, 0.1% more compared to 2009 9 months revenue. At the same time, the number of operated casinos was decreased by 4 or 6% and operating expenses have been decreased by 16.9% or 253.8 million kroons (16.2 million euros).
- In the 2nd quarter of 2010 the Group has decided to close 3 casinos in order to improve operational efficiency: 1 in Estonia and 2 in Poland. This has caused assets impairment, which has influenced Q2 2010 financial results by 11.0 million kroons (0.7 million euros).
- The Group has grown its market share in accordance with projections. By the end of September 2010 the market share in Estonia was 52%, in Latvia 20% and in Lithuania 68%. At the end of September 2009 the market share in Estonia was 49%, in Latvia 14% and in Lithuania 61%.
- In January 2010 Group's subsidiary Olympic Casino Eesti AS has received a first Estonian online gaming operational licence. Online casino was launched in February. During the 9 months of 2010 the Group has earned 15.1 million kroons (1.0 million euros) of revenue from the online gaming activity.
- In June new 3rd casino project was started in Slovakia. Slovakian segment revenue growth has been the fastest during 9 months of this year, the growth composed 23.3% compared to the 9 months of the last year. The 3rd Olympic Casino is located in the newest and largest shopping mall Eurovea Galleria in the Bratislava city center. The total investment in the new casino amounted to 6.3 million kroons (0.4 million euros).

In the 9 months of 2010 the Group has earned 1 271.4 million kroons (81.3 million euros) of consolidated sales revenue and 1 280.4 million kroons (81.8 million euros) of total revenue, which is 0.1% more than 1 279.0 million kroons (81.7 million euros) total revenue earned from continuing operations in the 9 months of 2009. Group's EBITDA has grown from 53.8 million kroons (3.4 million euros) earned from continuing operations in the 9 months of 2009 to 242.9 million kroons (15.5 million euros) earned within the 9 months of the current year. Operating income for the 9 months of 2010 constituted 32.9 million kroons (2.1 million euros), while operating loss for the 9 months of 2009 constituted 222.3 million kroons (14.2 million euros).

In the 9 months of 2010 92% of consolidated revenue was formed by gaming operations and 8% of other income, last year the corresponding proportion was 93% to 7%.

External revenue by segments

(thousands EEK)	9 months 2010	Change%	Proportion	9 months 2009	Proportion
Estonia	316,814	9.6%	24.7%	289,077	22.6%
Latvia	272,151	-1.9%	21.3%	277,440	21.7%
Lithuania	200,381	-10.8%	15.6%	224,538	17.6%
Belarus	35,592	16.3%	2.8%	30,615	2.4%
Poland	312,620	-6.8%	24.4%	335,474	26.2%
Romania	43,675	5.5%	3.4%	41,404	3.2%
Slovakia	99,213	23.3%	7.8%	80,461	6.3%
Total	1,280,446	0.1%	100.0%	1,279,009	100.0%

1 EUR = 15.6466 EEK

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At the end of September 2010, Group operated 64 casinos with a total area of 24,988 m². At the end of September 2009 Group had 68 casinos with a total area of 25,642 m². During the 9 months of 2010 1 casino in Estonia and 2 casinos in Poland were closed.

Number of casinos by segments

	30 September 2010	30 September 2009
Estonia	17	19
Latvia	21	21
Lithuania	10	11
Belarus	5	5
Poland	7	8
Romania	2	2
Slovakia	2	2
Total	64	68

Group consolidated expenses before depreciation and impairment within the 9 months of 2010 have decreased by 15.3% or 187.6 million kroons (12.0 million euros) compared to the expenses from continuing operations in the 9 months of 2010, including decrease of Q3 expenses by 11.8% or 46.2 million kroons (3.0 million euros) compared to the same period a year ago. The strongest decline compared to the 9 months of 2009 came from personnel expenses 18.1% or 75.0 million kroons (4.8 million euros), rental expenses 25.9% or 43.3 million kroons (2.8 million euros) and gaming equipment maintenance expenses 49.1% or 15.1 million kroons (1.0 million euros).

The largest Group expense article before depreciation and impairment is personnel expenses including social charges of 339.9 million kroons (21.7 million euros), followed by gaming tax expenses of 290.4 million kroons (18.6 million euros), rental expenses of 124.1 million kroons (7.9 million euros) and marketing expenses of 105.8 million kroons (6.8 million euros).

Group's net profit after corporate income tax for the 9 months of 2010 equalled 18.6 million kroons (1.2 million euros), in the same period of 2009 net loss from continuing operations totalled 226.2 million kroons (14.5 million euros).

Estonian segment

In the 9 months of 2010 the segment external revenue amounted to 316.8 million kroons (20.2 million euros), including landbase gaming revenue of 270.1 million kroons (17.3 million euros), online gaming revenue of 15.1 million kroons (1.0 million euros) and other revenue of 31.6 million kroons (2.0 million euros).

Estonian segment external revenue has grown 9.6% compared to the same period last year. Decline of the Estonian gaming market in the 9 months of 2010 compared to the same period last year composed 2.6%. Olympic Casino Eesti AS market share on Estonian gaming market at the end of September 2010 composed 52%, at the end of September 2009 Olympic Casino Eesti AS market share amounted to 49%.

Estonian segment 9 months 2010 EBITDA equalled 57.5 million kroons (3.7 million euros) and operating profit amounted to 4.7 million kroons (0.3 million euros). In the 9 months of 2009 Estonian segment has earned an EBIDTA of -4.2 million kroons (-0.3 million euros) and operating loss of 74.8 million kroons (4.8 million euros).

At the end of September, there were 17 Olympic Casinos in Estonia with a total of 698 slot machines and 19 game tables.

Latvian segment

In the 9 months of 2010 Latvian segment external revenue amounted to 272.2 million kroons (17.4 million euros), including gaming revenue of 248.3 million kroons (15.9 million euros) and other revenue of 23.9 million kroons (1.5 million euros). Latvian segment external revenue has decreased by 1.9% compared to the

same period last year. The decline of the gaming market in Latvia in the 9 months of 2010 composed 23% compared to the same period last year. At the end of September 2010 Olympic Casino Latvia SIA market share on the Latvian gaming market composed 20%, at the end of the September 2009 Olympic Casino Latvia SIA market share was 14%.

Latvian segment EBITDA for the 9 months of 2010 equalled 91.0 million kroons (5.8 million euros) and operating profit amounted to 42.4 million kroons (2.7 million euros). In the 9 months of 2009 Latvian segment has earned an EBITDA of 34.5 million kroons (2.2 million euros) and operating loss of 40.5 million kroons (2.6 million euros).

At the end of the September 2010 there were 21 Olympic casinos in Latvia with a total of 651 slot machines and 23 game tables.

Lithuanian segment

Lithuanian segment has finished the 9 months of 2010 with an external revenue of 200.4 million kroons (12.8 million euros), including gaming revenue of 188.7 million kroons (12.1 million euros) and other revenue of 11.7 million kroons (0.7 million euros). Lithuanian segment external revenue has decreased by 10.8% compared to the same period last year. Decline of the gaming market in Lithuania in the 9 months of 2010 totalled 20% in comparison with the 9 months of 2009. At the end of September 2010 Olympic Casino Group Baltija UAB market share on Lithuanian gaming market was 68%, at the end of September 2009 Olympic Casino Group Baltija UAB market share was 61%.

Lithuanian segment EBITDA in the 9 months of 2010 amounted to 38.6 million kroons (2.5 million euros) and operating profit equalled 12.5 million kroons (0.8 million euros). In the 9 months of 2009 Lithuanian segment has earned an EBITDA of 25.3 million kroons (1.6 million euros) and operating loss of 9.7 million kroons (0.6 million euros).

At the end of September there were 10 Olympic casinos in Lithuania with a total of 350 slot machines and 50 game tables.

Belarus segment

Belarus segment external revenue for the 9 months of 2010 amounted to 35.6 million kroons (2.3 million euros), including gaming revenue of 32.6 million kroons (2.1 million euros) and other revenue of 3.0 million kroons (0.2 million euros). Belarus segment external revenue has grown 16.3% compared to the same period a year ago.

Belarus segment EBITDA for the 9 months of 2010 totalled 9.0 million kroons (0.6 million euros) and operating loss equalled 1.6 million kroons (0.1 million euros). In the 9 months of 2009 Belarus segment has earned an EBITDA of 2.6 million kroons (0.2 million euros) and operating loss of 8.2 million kroons (0.5 million euros).

At the end of September 2010, 5 Olympic Casinos were operating in Belarus with a total of 246 slot machines.

Polish segment

Polish segment has finished the 9 months of 2010 with an external revenue of 312.6 million kroons (20.0 million euros), including gaming revenue of 306.3 million kroons (19.6 million euros) and other revenue of 6.3 million kroons (0.4 million euros). External revenue of the Polish segment has decreased by 6.8% compared to the same period last year.

Polish segment 2010 9 months EBITDA totalled 35.4 million kroons (2.3 million euros) and operating loss was 16.2 million kroons (1.0 million euros). Operating loss includes 11.0 million kroons (0.7 million euros) of assets impairment expenses connected with closure of 2 casinos in Q2 2010. In the 9 months of 2009 Polish segment has earned an EBITDA of 21.1 million kroons (1.3 million euros) and operating loss of 25.7 million kroons (1.6 million euros).

During the 9 months of 2010 1 casino was reopened and 2 casinos were closed in Poland. At the end of September there were 7 Olympic casinos in Poland with a total of 319 slot machines and 43 game tables.

Romanian segment

In the 9 months of 2010 Romanian segment external revenue equalled 43.7 million kroons (2.8 million euros), including gaming revenue of 33.0 million kroons (2.1 million euros) and other revenue of 10.7 million kroons (0.7 million euros). Romanian segment external revenue has grown by 5.5% compared to the 9 months of 2009.

Romanian segment EBITDA for the 9 months of 2010 composed -7.9 million kroons (-0.5 million euros) and operating loss was 18.4 million kroons (1.2 million euros). During the 9 months of 2009 Romanian segment has earned an EBITDA of -36.0 million kroons (-2.3 million euros) and operating loss of 64.4 million kroons (4.1 million euros).

At the end of September 2010, there were 2 Olympic casinos operating in Romania with a total of 79 slot machines and 13 game tables.

Slovakian segment

In the 9 months of 2010 Slovakian segment has earned 99.2 million kroons (6.3 million euros) of external revenue, including gaming revenue of 89.9 million kroons (5.7 million euros) and other revenue of 9.3 million kroons (0.6 million euros). Slovakian segment external revenue has grown by 23.3% compared to the 9 months of 2009.

Slovakian segment EBITDA for the 9 months of 2010 amounted to 19.3 million kroons (1.2 million euros) and operating profit was 9.5 million kroons (0.6 million euros). In the 9 months of 2009 Slovakian segment has earned an EBITDA of 10.5 million kroons (0.7 million euros) and operating profit of 0.9 million kroons (0.1 million euros).

At the end of September 2010, there were 2 Olympic casinos operating in Slovakia with a total of 102 slot machines and 22 game tables.

Financial position

At September 30th 2010, the consolidated balance sheet of Group totaled 1,667.4 million kroons (106.6 million euros). At December 31st 2009, the consolidated balance sheet of Group amounted to 1,776.0 million kroons (113.5 million euros). Balance sheet volume has decreased by 6.1% within the 9 months, which is mostly connected with loan repayments.

Current assets accounted for 567.0 million kroons (36.2 million euros) or 34.0% of total assets and non-current assets for 1,100.4 million kroons (70.3 million euros) or 66.0% of total assets. Intangible assets accounted for 455.1 million kroons (29.1 million euros) or 41.4% of non-current assets.

At September 30th 2010 Group's liabilities amounted to 343.8 million kroons (22.0 million euros) and consolidated equity totalled 1,323.6 million kroons (84.6 million euros). The largest part of Group's liabilities were loans in amount of 158.1 million kroons (10.1 million euros), tax commitments of 55.6 million kroons (3.6 million euros) and payables to employees of 40.4 million kroons (2.6 million euros).

Investments

In the 9 months of 2010 Group's investments into tangible assets amounted to 55.5 million kroons (3.5 million euros), including 37.7 million kroons (2.4 million euros) invested into new gaming equipment. Investment into intangible assets within the 9 months of 2010 equalled 9.6 million kroons (0.6 million euros).

In the 9 months of 2009 a total of 63.9 million kroons (4.1 million euros) was invested into tangible and intangible fixed assets. The major part of investments was connected with the flagship casino opened in Romanian capital Bucharest and the opening of the second casino in Slovakia.

Cash flows

Group's operational cash flows during the 9 months of 2010 were 201.0 million kroons (12.8 million euros). Cash flows from investing activities were 19.7 million kroons (1.3 million euros) and cash outflows from financing activities were 133.1 million kroons (8.5 million euros). Net cash flows amounted to 87.5 million kroons (5.6 million euros).

Group's operational cash flows in the 9 months of 2009 were 68.8 million kroons (4.4 million euros). Cash outflows from investing activities composed 131.3 million kroons (8.4 million euros) and cash flows from financing activities were 32.6 million kroons (2.1 million euros). Net cash outflows were 30.0 million kroons (1.9 million euros).

People

At September 30th 2010, the Group employed 2,035 people (30 September 2009: 2,461): 439 in Estonia, 424 in Latvia, 491 in Lithuania, 91 in Belarus, 321 in Poland, 140 in Romania and 129 in Slovakia.

Employee remuneration expenses including social charges in the 9 months of 2010 amounted to 339.9 million kroons (21.7 million euros); last year the relevant figure was 414.9 million kroons (26.5 million euros).

Olympic Entertainment Group AS shares

Olympic Entertainment Group AS is listed on main list of Tallinn Stock Exchange from 23rd of October 2006, the enterprise has issued 151.0 million ordinary shares with nominal value of 10 kroons. Starting from 26th of September 2007, Olympic Entertainment Group AS shares are traded on Warsaw Stock Exchange.

ISIN code	EE3100084021
Short name of the security	OEG1T
Market	BALTIC MAIN LIST
Nominal value	10.00 EEK
Number of securities issued	151 329 505
Number of listed securities	151 329 505
Listing date	23.10.2006

Movements in Olympic Entertainment Group AS' share price (in kroons) and traded volume (number of securities) in the 9 months of 2010:



€1 = 15.6466 kroons

Shareholder`s structure

At 30 September 2010, the largest shareholders were:

OÜ Hansa Assets	45.87%
OÜ Hendaya Invest	19.28%
Nordea Bank Finland Plc/ non-resident legal entities	3.42%
Skandinaviska Enskilda Banken Ab Clients	2.66%
Central Securities Depository of Lithuania	1.93%
State Street Bank and Trust Omnibus Account A Fund no OM01	1.68%
ING Luxembourg S.A.	1.61%
Firebird Aurora Fund Ltd.	1.49%
BNYM / ING Bank Slaksi A/C ING Parasol	1.04%
Citybank (London) UBS AG London	0.99%

Management and Supervisory Board

There are four members in Supervisory Board of Olympic Entertainment Group AS, the chairman of the Supervisory Board is Armin Karu, members of the board are Jaan Korpusov, Liina Linsi and Peep Vain.

The Management Board has two members – Indrek Jürgenson and Kristi Ojakäär. The Management Board is completely independent in matters concerning the daily management of the Company and acts in the best interests of all shareholders, ensuring the sustainable development of the Company in accordance with set objectives and adopted strategies and the implementation and execution of appropriate internal control and risk management procedures.

Information concerning the education and career of the members of the Management and Supervisory Board has been published on the home page of the Group www.olympic-casino.com.

Overview of the main risks

Business risks

The macro-economic development of activity 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 hedged by representation of the risk in seven different jurisdictions.

Currency risk

The Group earns income in Estonian kroons, Latvian lats, Lithuanian litas, Belarusian rubles, Polish zloty, and Romanian leus and euros. 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 Estonian kroon impact both the Group's revenue 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 made in euros, the equity of the Group is influenced by a change in the exchange rate of the Belarusian ruble, Polish zloty and Romanian leu to euro.

The bank loan of the Group is denominated in euros and is not exposed to the currency risk.

Interest rate risk

The Group's term deposits are with fixed interest rates. The Group has invested in Lithuanian Government Bonds, which interest rates are fixed.

The interest rate on the bank loan is fixed at rate of 5,45% p.a.

Credit risk

The Group's settlements with clients are immediately carried out in cash or by payment cards in a substantial part. The Group accepts banks with credit rating A and B where the most of the Group's funds have been deposited. Credit risk of the Group is related to the positions of cash, its equivalents and other financial assets.

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, ensuring thereby the achievement of financial and other strategic objectives of the company.

The Group's key financials

Continued operations

	9 months 2010	9 months 2009	Change
Revenue (million kroons)	1,280.4	1,279.0	0.1%
EBITDA (million kroons)	242.9	53.8	351.4%
Operating loss (million kroons)	32.9	-222.3	
Net loss (million kroons)	18.6	-226.2	
EBITDA margin	19.0%	4.2%	
Operating margin	2.6%	-17.4%	
Net margin	1.5%	-17.7%	
Equity ration	79.4%	73.6%	
Number of casinos at the end of the period	64	68	-4
Total area of casinos m2 at the end of the period	24,988	25,642	-654
Number of slots at the end of the period	2,445	2,417	28
Number of game tables at the end of the period	170	180	-15

Underlying formulas

- o EBITDA = earnings before financial expenses, taxes, depreciation, amortisation and impairment losses
- o Operating profit = profit before financial expenses and taxes
- o Net profit = net profit for the period before minority interest
- o EBITDA margin = EBITDA / revenue
- o Operating margin = operating profit / revenue
- o Net margin = net profit / revenue
- o Equity ratio = equity / total assets

€1 = 15.6466 kroons

Consolidated interim financial statements

Consolidated interim statement of financial position

ASSETS		(In thousands of Estonian kroons)		(In thousands of euro)	
	Note	30.09.2010	31.12.2009	30.09.2010	31.12.2009
Current assets					
Cash and cash equivalents		374,586	286,067	23,940	18,283
Financial investments		64,803	48,184	4,142	3,080
Trade receivables		10,406	5,473	665	350
Other receivables and prepayments		69,798	73,977	4,461	4,728
Prepaid income tax		14,951	23,437	956	1,498
Inventories		17,185	14,068	1,098	899
Non-current assets held for sale		15,299	17,833	978	1,140
Total current assets		567,028	469,039	36,240	29,978
Non-current assets					
Deferred tax assets		25,680	21,395	1,641	1,367
Financial investments		14,462	61,405	924	3,924
Other long-term receivables		16,641	15,983	1,064	1,021
Investment property	3	26,223	23,658	1,676	1,512
Property, plant and equipment	4	562,313	733,757	35,938	46,896
Intangible assets	5	455,067	450,778	29,084	28,810
Total non-current assets		1,100,386	1,306,976	70,327	83,530
TOTAL ASSETS		1,667,414	1,776,015	106,567	113,508

LIABILITIES AND EQUITY		(In thousands of Estonian kroons)		(In thousands of euro)	
		30.09.2010	31.12.2009	30.09.2010	31.12.2009
LIABILITIES					
Current liabilities					
Borrowings	6	48,641	88,145	3,109	5,633
Customer advances		20,337	16,252	1,299	1,039
Trade pay ables		32,568	27,513	2,081	1,758
Other pay ables		2,734	2,896	175	185
Income tax payable		7,878	298	503	19
Other tax liabilities		47,707	48,695	3,049	3,112
Other accrued payables		51,713	54,774	3,305	3,501
Provisions		18,042	17,947	1,153	1,147
Total current liabilities		229,620	256,520	14,674	16,394
Non-current liabilities					
Deferred tax liability		4,469	4,723	286	302
Borrowings	6	109,693	221,032	7,011	14,127
Total non-current liabilities		114,162	225,755	7,297	14,429
Total liabilities		343,782	482,275	21,971	30,823
EQUITY					
Share capital		1,513,295	1,510,000	96,717	96,507
Share premium		227,467	227,273	14,538	14,525
Statutory reserve capital		37,759	37,759	2,413	2,413
Translation reserves		8,153	390	521	25
Accumulated losses		-528,225	-545,450	-33,759	-34,861
Total equity attributable to equity holders of the parent		1,258,449	1,229,972	80,430	78,609
Minority interest		65,183	63,768	4,166	4,076
Total equity		1,323,632	1,293,740	84,596	82,685
TOTAL LIABILITIES AND EQUITY		1,667,414	1,776,015	106,567	113,508

Consolidated interim statement of comprehensive income

(In thousands of Estonian kroons)	Note	Q3 2010	Q3 2009	9M 2010	9M 2009
Continuing operations					
Revenue and income					
Income from gaming transactions		417,520	383,732	1,184,016	1,189,621
Revenue		31,848	28,453	87,362	82,325
Other income		3,068	2,960	9,068	7,063
Total revenue and income		452,436	415,145	1,280,446	1,279,009
Expenses					
Cost of materials, goods and services		-9,499	-13,324	-30,060	-37,947
Other operating expenses		-223,692	-234,613	-663,714	-740,520
Personnel expenses		-110,071	-127,388	-339,854	-414,893
Depreciation, amortisation and impairment losses	4;5	-65,159	-104,276	-210,000	-275,111
Other expenses		-2,224	-16,388	-3,948	-32,876
Total expenses		-410,645	-495,989	-1,247,576	-1,501,347
Operating profit (loss)		41,791	-80,844	32,870	-222,338
Financial income and expenses					
Interest income		978	1,584	3,062	6,910
Interest expense		-2,362	-4,344	-8,673	-15,172
Foreign exchange loss		-223	-814	-390	2,895
Other financial income and expenses		-48	-119	-419	-192
Total financial income and expenses		-1,655	-3,693	-6,420	-5,559
Profit (loss) before tax		40,136	-84,537	26,450	-227,897
Income tax expense		-2,318	501	-7,810	1,708
NET PROFIT (LOSS) FROM CONTINUING OPERATIONS FOR THE PERIOD		37,818	-84,036	18,640	-226,189
NET LOSS FROM DISCONTINUED OPERATIONS FOR THE PERIOD	2	0	-3,725	0	-214,517
NET PROFIT (LOSS) FOR THE PERIOD		37,818	-87,761	18,640	-440,706
Other comprehensive profit (loss)					
Currency translation differences					
continuing operations		8,054	13,658	7,763	-20,380
discontinued operations		0	-1,608	0	8,601
Total other comprehensive profit (loss)		8,054	12,050	7,763	-11,779
Total comprehensive profit (loss) for the period		45,872	-75,711	26,403	-452,485
Net profit (loss) for the period					
Minority interest		3,315	615	1,415	-656
Attributable to equity owners of the parent					
continuing operations		34,503	-84,651	17,225	-225,533
discontinued operations	2	0	-3,725	0	-214,517
		37,818	-87,761	18,640	-440,706
Total comprehensive profit (loss) for the period					
Minority interest		3,315	615	1,415	-656
Attributable to equity owners of the parent					
continuing operations		42,557	-70,993	24,988	-245,913
discontinued operations		0	-5,333	0	-205,916
		45,872	-75,711	26,403	-452,485
Continuing operations					
Basic earnings (loss) per share	7	0.23	-0.56	0.11	-1.49
Diluted earnings (loss) per share	7	0.23	-0.56	0.11	-1.49
Discontinued operations					
Basic earnings (loss) per share	7	0.00	-0.02	0.00	-1.42
Diluted earnings (loss) per share	7	0.00	-0.02	0.00	-1.42

Consolidated interim statement of comprehensive income

(In thousands of euro)	Note	Q3 2010	Q3 2009	9M 2010	9M 2009
Continuing operations					
Revenue and income					
Income from gaming transactions		26,685	24,525	75,672	76,031
Revenue		2,035	1,818	5,583	5,261
Other income		196	189	580	452
Total revenue and income		28,916	26,532	81,835	81,744
Expenses					
Cost of materials, goods and services		-607	-851	-1,921	-2,426
Other operating expenses		-14,297	-14,995	-42,419	-47,328
Personnel expenses		-7,035	-8,142	-21,721	-26,516
Depreciation, amortisation and impairment losses	4;5	-4,164	-6,664	-13,421	-17,582
Other expenses		-142	-1,047	-252	-2,102
Total expenses		-26,245	-31,699	-79,734	-95,954
Operating profit (loss)		2,671	-5,167	2,101	-14,210
Financial income and expenses					
Interest income		62	101	196	442
Interest expense		-151	-278	-554	-970
Foreign exchange loss		-14	-52	-25	185
Other financial income and expenses		-3	-8	-27	-12
Total financial income and expenses		-106	-237	-410	-355
Profit (loss) before tax		2,565	-5,404	1,691	-14,565
Income tax expense		-148	32	-499	109
NET PROFIT (LOSS) FROM CONTINUING OPERATIONS FOR THE PERIOD		2,417	-5,372	1,192	-14,456
NET LOSS FROM DISCONTINUED OPERATIONS FOR THE PERIOD	2	0	-238	0	-13,710
NET PROFIT (LOSS) FOR THE PERIOD		2,417	-5,610	1,192	-28,166
Other comprehensive profit (loss)					
Currency translation differences					
continuing operations		515	873	496	-1,303
discontinued operations		0	-103	0	550
Total other comprehensive profit (loss)		515	770	496	-753
Total comprehensive profit (loss) for the period		2,932	-4,840	1,688	-28,919
Net profit (loss) for the period					
Minority interest		212	38	90	-42
Attributable to equity owners of the parent					
continuing operations		2,205	-5,410	1,102	-14,414
discontinued operations	2	0	-238	0	-13,710
		2,417	-5,610	1,192	-28,166
Total comprehensive profit (loss) for the period					
Minority interest		212	38	90	-42
Attributable to equity owners of the parent					
continuing operations		2,720	-4,537	1,598	-15,717
discontinued operations		0	-341	0	-13,160
		2,932	-4,840	1,688	-28,919
Continuing operations					
Basic earnings (loss) per share	7	0.01	-0.04	0.01	-0.10
Diluted earnings (loss) per share	7	0.01	-0.04	0.01	-0.10
Discontinued operations					
Basic earnings (loss) per share	7	0.00	-0.002	0.00	-0.09
Diluted earnings (loss) per share	7	0.00	-0.002	0.00	-0.09

Olympic Entertainment Group AS

Unaudited consolidated interim financial statements for the 9 months and 3rd quarter of 2010

Consolidated interim statement of cash flows

		(In thousands of Estonian kroons)		(In thousands of euro)	
	Note	9M 2010	9M 2009	9M 2010	9M 2009
Cash flows from operating activities					
Net profit (loss)		18,640	-440,706	1,192	-28,166
Adjustments					
Depreciation, impairment of tangible and intangible assets	4;5	210,000	486,921	13,421	31,119
Loss on the sale of tangible and intangible assets		293	18,080	18	1,156
Profit (loss) on the sale of investment property		-30	1,026	-2	66
Other financial income and expenses (net)		6,420	5,945	410	380
Change in receivables and prepayments related to operating activities		-16,851	16,986	-1,077	1,086
Change in inventories		-3,117	7,787	-199	498
Change in non-current assets held for sale		2,534	13,132	162	839
Change in liabilities and prepayments related to operating activities		-4,360	-11,731	-279	-751
Interest paid		-8,799	-18,965	-562	-1,212
Corporate income tax paid		-3,728	-9,724	-238	-621
Net cash from operating activities		201,002	68,751	12,846	4,394
Cash flows from investing activities					
Purchases of property, plant and equipment, and intangible assets		-35,232	-101,708	-2,252	-6,500
Proceeds from sale of property, plant and equipment		2,431	7,228	155	462
Proceeds from sale of investment property		1,000	1,244	64	80
Purchase of other long-term financial investments		0	-45,316	0	-2,896
Proceeds from sale of financial investments		47,083	0	3,009	0
Interest received		4,394	7,227	281	462
Net cash used in investing activities		19,676	-131,325	1,257	-8,392
Cash flows from financing activities					
Proceeds from issue of shares		3,489	0	223	0
Loans received	6	0	55,545	0	3,550
Repayments of loans received	6	-136,618	-19,558	-8,731	-1,250
Payments of finance lease principal	6	0	-3,419	0	-219
Net cash used in financing activities		-133,129	32,568	-8,508	2,081
NET CASH FLOWS		87,549	-30,006	5,595	-1,917
Decrease/increase in cash and cash equivalents		87,549	-30,006	5,595	-1,917
Cash and cash equivalents at beginning of the year		286,067	315,919	18,283	20,191
Exchange gains and losses on cash and cash equivalents		970	-838	62	-54
Cash and cash equivalents at end of the year		374,586	285,075	23,940	18,220

Consolidated statement of changes in equity

Equity attributable to equity holders of the parent

(In thousands of Estonian kroons)

	Note	Share capital	Share premium	Statutory capital reserve	Translation differences	Retained reserve	Total	Minority interest	Total
At 31 December 2008		1,510,000	227,273	37,759	35,407	-31,989	1,778,450	65,934	1,844,384
Total comprehensive loss for the period		0	0	0	-11,779	-440,050	-451,829	-656	-452,485
At 30 September 2009		1,510,000	227,273	37,759	23,628	-472,039	1,326,621	65,278	1,391,899
At 31 December 2009		1,510,000	227,273	37,759	390	-545,450	1,229,972	63,768	1,293,740
Total comprehensive income for the period		0	0	0	7,763	17,225	24,988	1,415	26,403
Issue of share capital	7	3,295	194	0	0	0	3,489	0	3,489
At 30 September 2010		1,513,295	227,467	37,759	8,153	-528,225	1,258,449	65,183	1,323,632

Equity attributable to equity holders of the parent

(In thousands of euro)

	Note	Share capital	Share premium	Statutory capital reserve	Translation differences	Retained reserve	Total	Minority interest	Total
At 31 December 2008		96,507	14,525	2,413	2,263	-2,044	113,664	4,214	117,878
Total comprehensive loss for the period		0	0	0	-753	-28,124	-28,877	-42	-28,919
At 30 September 2009		96,507	14,525	2,413	1,511	-30,168	84,788	4,172	88,960
At 31 December 2009		96,507	14,525	2,413	25	-34,861	78,609	4,076	82,685
Total comprehensive income for the period		0	0	0	496	1,102	1,598	90	1,688
Issue of share capital	7	210	13	0	0	0	223	0	223
At 30 September 2010		96,717	14,538	2,413	521	-33,759	80,430	4,166	84,596

Notes to the consolidated interim financial statements

Note 1. Summary of significant accounting policies

Olympic Entertainment Group AS (the “Company”) is a company registered in Estonia on 15 November 1999. The condensed consolidated interim financial statements of the Company as at and for the six months ended 30 September 2010 comprise the Company and its subsidiaries (together referred to as the “Group”).

The complete audited consolidated financial statements of the Group as at and for the year ended 31 December 2009 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.

Statement of compliance

These condensed consolidated interim financial statements have been prepared in accordance with International Financial Reporting Standard IAS 34 Interim Financial Reporting. They do not include all of the information required for full annual financial statements and should be read in conjunction with the consolidated financial statements of the Group as at and for the year ended 31 December 2009. These condensed consolidated interim financial statements were approved by the management board on 05 November 2010.

Basis of preparation

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 2009.

The Company’s functional and presentation currency is the Estonian kroon (EEK). In these financial statements and notes to the financial statements, all figures are presented both in thousands of Estonian kroons and in thousands of euro (€), rounded to the nearest thousand. The data has been translated from Estonian kroons to euro using the Eesti Pank (Bank of Estonia) exchange rate of 15.6466 Estonian kroons to 1 euro.

Correction of presentation errors

Consolidated interim statement of cash flows

	9M 2009		
(In thousands of Estonian kroons)	9M 2009	restated	Change
Loss on disposal of investment property, tangible and intangible assets	47,845	52,588	4,743
Change in receivables and prepayments related to operating activities	21,729	16,986	-4,743

	9M 2009		
(In thousands of euro)	9M 2009	restated	Change
Loss on disposal of investment property, tangible and intangible assets	3,058	3,361	303
Change in receivables and prepayments related to operating activities	1,389	1,086	-303

Changes in presentation

Losses from liquidation of tangible and intangible assets

The Group’s management has reviewed its principles of presenting the losses from liquidation of tangible and intangible assets. From 1 January 2010, the losses from liquidation of tangible and intangible assets are recognised in consolidated statement of comprehensive income on row “Depreciation, amortisation and impairment”. Previously, the losses from liquidation of tangible and intangible assets were recognised in consolidated statement of comprehensive income on row “Other expenses”. Gains and losses from sale of tangible and intangible assets are continually recognised in consolidated statement of comprehensive income on rows “Other revenues” and “Other expenses”.

Olympic Entertainment Group AS

Unaudited consolidated interim financial statements for the 9 months and 3rd quarter of 2010

Changes in comparatives due to reclassification:

Consolidated interim statement of comprehensive income

	Q3 2009			9M 2009		
(In thousands of Estonian kroons)	Q3 2009	restated	Change	9M 2009	restated	Change
Depreciation, amortisation and impairment losses	-77,484	-104,276	-26,792	-242,185	-275,111	-32,926
Other expenses	-43,180	-16,388	26,792	-65,802	-32,876	32,926

	Q3 2009			9M 2009		
(In thousands of euro)	Q3 2009	restated	Change	9M 2009	restated	Change
Depreciation, amortisation and impairment losses	-4,952	-6,664	-1,712	-15,478	-17,582	-2,104
Other expenses	-2,759	-1,047	1,712	-4,206	-2,102	2,104

Analysis of income and expenses of discontinued operations

	Q3 2009			9M 2009		
(In thousands of Estonian kroons)	Q3 2009	restated	Change	9M 2009	restated	Change
Depreciation, amortisation and impairment losses	0	-4	-4	-29,283	-179,041	-149,758
Impairment of tangible assets	0	0	0	-149,202	0	149,202
Other expenses	-622	-618	4	-2,414	-1,858	556

	Q3 2009			9M 2009		
(In thousands of euro)	Q3 2009	restated	Change	9M 2009	restated	Change
Depreciation, amortisation and impairment losses	0	0	0	-1,872	-11,443	-9,571
Impairment of tangible assets	0	0	0	-9,536	0	9,536
Other expenses	-40	-40	0	-154	-119	35

Consolidated interim statement of cash flows

	9M 2009		
(In thousands of Estonian kroons)	9M 2009	restated	Change
Depreciation, amortisation and impairment losses	452,413	486,921	34,508
Loss on the sale of tangible and intangible assets after correction of presentation errors	52,588	18,080	-34,508

	9M 2009		
(In thousands of euro)	9M 2009	restated	Change
Depreciation, amortisation and impairment losses	28,914	31,119	2,205
Loss on the sale of tangible and intangible assets after correction of presentation errors	3,361	1,156	-2,205

Segment reporting

The Group's management has reviewed its principles of presentation of segment reporting. From 1 January 2010, the performance of the segments is assessed based on segment's revenue derived from outside of the Group and operating profit, including the effect of eliminations between the segments. Previously, the segments were assessed based on segment's operating profit, excluding the effect of eliminations between the segments.

Use of estimates

The preparation of interim financial statements requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expense. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised and in any future periods affected.

Note 2. Discontinued operations

In June 2009, Group initiated the liquidation process of subsidiaries Olympic Casino Ukraine TOV, Ukraine Leisure Company and Eldorado Leisure Company due to suspension of gaming activities in Ukraine. The Ukrainian segment is treated as discontinued operations in these financial statements.

Analysis of income and expenses of discontinued operations

(In thousands of Estonian kroons)

	Q3 2010	Q3 2009	9M 2010	9M 2009
Revenue and income				
Income from gaming transactions	0	0	0	94,523
Sales revenue	0	0	0	7,737
Other income	0	3,058	0	2,569
Total revenue and income	0	3,058	0	104,829
Expenses				
Cost of materials, goods and services used	0	-170	0	-3,587
Other operating expenses	0	-2,511	0	-71,382
Personnel expenses	0	-3,351	0	-30,323
Depreciation, amortisation and impairment losses	0	-4	0	-179,041
Write-off of goodwill	0	0	0	-32,769
Other expenses	0	-618	0	-1,858
Total expenses	0	-6,654	0	-318,960
Operating loss	0	-3,596	0	-214,131
Interest income	0	0	0	39
Foreign exchange gain/ losses	0	-129	0	-425
Total financing income and expenses	0	-129	0	-386
Loss before tax	0	-3,725	0	-214,517
Income tax	0	0	0	0
LOSS AFTER TAX OF DISCONTINUED OPERATIONS FOR THE PERIOD	0	-3,725	0	-214,517

Analysis of income and expenses of discontinued operations

(In thousands of euro)

	Q3 2010	Q3 2009	9M 2010	9M 2009
Revenue and income				
Income from gaming transactions	0	0	0	6,041
Sales revenue	0	0	0	495
Other income	0	195	0	164
Total revenue and income	0	195	0	6,700
Expenses				
Cost of materials, goods and services used	0	-11	0	-229
Other operating expenses	0	-160	0	-4,562
Personnel expenses	0	-214	0	-1,938
Depreciation, amortisation and impairment losses	0	0	0	-11,443
Write-off of goodwill	0	0	0	-2,094
Other expenses	0	-40	0	-119
Total expenses	0	-425	0	-20,385
Operating loss	0	-230	0	-13,685
Interest income	0	0	0	2
Foreign exchange gain/ losses	0	-8	0	-27
Total financing income and expenses	0	-8	0	-25
Loss before tax	0	-238	0	-13,710
Income tax	0	0	0	0
LOSS AFTER TAX OF DISCONTINUED OPERATIONS FOR THE PERIOD	0	-238	0	-13,710

Cash flows of discontinued operations

	(In thousands of Estonian kroons)		(In thousands of euro)	
	9M 2010	9M 2009	9M 2010	9M 2009
Net cash from operating activities		-4,469	0	-285
Net cash used in investing activities	0	-900	0	-58
Net cash flows	0	-5,369	0	-343

Note 3. Investment property

(In thousands of Estonian kroons)	Land	Buildings	Total
At 31 December 2009	22,308	1,350	23,658
Disposals	-970	0	-970
Reclassification between investment property and tangible assets	0	3,535	3,535
At 30 September 2010	21,338	4,885	26,223

(In thousands of euro)	Land	Buildings	Total
At 31 December 2009	1,425	87	1,512
Disposals	-62	0	-62
Reclassification between investment property and tangible assets	0	226	226
At 30 September 2010	1,363	313	1,676

Note 4. Property, plant and equipment

(In thousands of Estonian kroons)	Land and buildings	Renovation expenditures	Plant and equipment	Other PP&E	Under construction	Total
At 31 December 2009	8,931	259,161	416,431	43,747	5,487	733,757
Additions	0	1,158	37,743	379	6,669	45,949
Impairment	0	-8,005	-796	-2,191	0	-10,992
Returned leased assets (Note 6)	0	0	-14,494	0	0	-14,494
Reclassification between investment property and tangible assets	-3,535	0	0	0	0	-3,535
Reclassification	0	476	1,854	51	-2,381	0
Net book amount of non-current assets disposed	0	0	-2,588	-149	0	-2,737
Depreciation for the period	-401	-48,628	-129,828	-12,362	0	-191,219
Effect of movements in exchange rates	28	1,753	3,547	239	17	5,584
At 30 September 2010	5,023	205,915	311,869	29,714	9,792	562,313

(In thousands of euro)	Land and buildings	Renovation expenditures	Plant and equipment	Other PP&E	Under construction	Total
At 31 December 2009	570	16,564	26,615	2,796	351	46,896
Additions	0	74	2,412	24	426	2,936
Impairment	0	-511	-51	-140	0	-702
Returned leased assets (Note 6)	0	0	-927	0	0	-927
property and tangible assets	-226	0	0	0	0	-226
Reclassification	0	30	119	3	-152	0
Net book amount of non-current assets disposed	0	0	-165	-10	0	-175
Depreciation for the period	-26	-3,108	-8,297	-790	0	-12,221
Effect of movements in exchange rates	3	111	226	16	1	357
At 30 September 2010	321	13,160	19,932	1,899	626	35,938

Note 5. Intangible assets

(In thousands of Estonian kroons)	Goodwill	Software and licenses	Total
At 31 December 2009	430,684	20,094	450,778
Additions	0	9,591	9,591
Impairment	0	-1,128	-1,128
Depreciation for the period	0	-6,661	-6,661
Effect of movements in exchange rates	3,519	-1,032	2,487
At 30 September 2010	434,203	20,864	455,067

(In thousands of euro)	Goodwill	Software and licenses	Total
At 31 December 2009	27,526	1,284	28,810
Additions	0	613	613
Impairment	0	-72	-72
Depreciation for the period	0	-426	-426
Effect of movements in exchange rates	225	-66	159
At 30 September 2010	27,751	1,333	29,084

Note 6. Borrowings

Finance lease liabilities

	(In thousands of Estonian kroons)		(In thousands of euro)	
	30.09.2010	31.12.2009	30.09.2010	31.12.2009
Finance lease liabilities at beginning of the period	14,470	19,051	925	1,218
Principal payments made	0	-4,565	0	-292
Termination of contract	-14,494	0	-927	0
Effect of movements in exchange rates	24	-16	2	-1
Finance lease liabilities at end of the period	0	14,470	0	925
Current portion	0	14,470	0	925

In July 2007, the Latvian subsidiary acquired gaming equipment with finance lease. The contract term was 4 years, annual interest rate 4,8% and the base currency was euro. In January 2010, it was decided to terminate the finance lease agreement and to return the leased slot machines to the seller.

Bank loans

	(In thousands of Estonian kroons)		(In thousands of euro)	
	30.09.2010	31.12.2009	30.09.2010	31.12.2009
Loan liabilities at beginning of period	294,700	258,713	18,835	16,535
Loans received	0	55,545	0	3,550
Loan repayments made	-136,618	-19,558	-8,731	-1,250
Loan liabilities at end of period	158,082	294,700	10,104	18,835
current portion	48,641	73,675	3,109	4,708
non-current portion	109,441	221,025	6,995	14,127

In 2008, the Company concluded loan agreement with Swedbank AS with the limit of 25 million euros and due date of 25.12.2013. Since 07 April.2010 interest rate is fixed 5,45% p.a. Scheduled quarterly payments of the loan commenced in March 2010. In April 2010, prematurely 93,880 thousands kroons (EUR 6,000) was repaid.

The loan is guaranteed by a pledge to be established in favour of AS Swedbank in the form of financial collateral on the shares of OEG's subsidiaries in Estonia, Latvia, Lithuania and Poland and in the form of guarantee from OEG subsidiaries in Belarus, Romania and Slovakia.

Other borrowings

	(In thousands of Estonian kroons)		(In thousands of euro)	
	30.09.2010	31.12.2009	30.09.2010	31.12.2009
Other borrowings	252	7	16	0
Total	252	7	16	0

Note 7. Share capital

In 2007, the members of the Management and Supervisory Boards of Olympic Entertainment Group AS and the Group's key personnel were granted share options. Based on their vesting periods, the options have been divided into three portions - series 2008, 2009 and 2010 which allow acquiring a maximum of 3,770,000 shares. The exact number of the shares which may be subscribed by a board member or employee depends on an effective employment relationship and the achievement of the financial targets of the Group and the department or business line the board member or employee is responsible for or involved in. The exercise price of the series 2008 options is the IPO price of the share plus 10%. For series 2009 and 2010, the exercise price is the weighted average trading price of the share on the Tallinn Stock Exchange during the periods 1 January 2008 - 31 December 2008 and 1 January 2009 - 31 December 2009, respectively, plus 10%.

The extraordinary meeting of shareholders held on 25 August 2010 voted for the increase of share capital by 4,503,840 kroons (287,848 euros) by issuing 450,384 new ordinary shares. The period of subscribing the shares was from 26 August 2010 to 31 August 2010. In total 329 505 or 73.2% from offered shares were subscribed.. After the increase of share capital, the share capital of OEG is 1 513 295 050 kroons (EUR 96 717 181) and number of shares is 151 329 505. The shares have been paid for by monetary contribution, 11.18 kroons (0.72 euros) per share - the nominal value of the released shares 10 kroons (0.64 euros) and the issue premium 1.18 kroons (0.08 euros).

Basic earnings (loss) per share have been calculated by dividing the net profit (loss) attributable to equity holders of the parent for the period by number of shares. For calculating the weighted average number of shares, 01 January until 13 September 2010 151,000,000 and 14 September until 30 September 2010 151,329,505 are used as the basis (9 months 2009: 151,000,000).

	Q3 2010	Q3 2009	9M 2010	9M 2009
Profit (loss) for the period (in thousands of Estonian kroons)	34,503	-88,376	17,225	-440,050
Weighted average number of shares outstanding (in thousands)	151,060	151,000	151,021	151,000
Basic earnings (loss) per share (in Estonian kroons)	0.23	-0.58	0.11	-2.91
Diluted earnings (loss) per share (in Estonian kroons)	0.23	-0.58	0.11	-2.91

	Q3 2010	Q3 2009	9M 2010	9M 2009
Profit (loss) for the period (in thousands of euro)	2,205	-5,648	1,102	-28,124
Weighted average number of shares outstanding (in thousands)	151,060	151,000	151,021	151,000
Basic earnings (loss) per share (in euro)	0.01	-0.04	0.01	-0.19
Diluted earnings (loss) per share (in euro)	0.01	-0.04	0.01	-0.19

Note 8. Segment reporting

The Group's segments have been determined on the basis of reports monitored and analysed by the parent'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 30 September 2010, the Group had operations in the Estonian, Latvian, Lithuanian, Belarusian, Romanian, Polish, and Slovak markets.

All segments generate majority of their income from gaming transactions. In addition, Estonian segment is engaged in hotel services.

Management estimates that inter-segment transactions have been concluded at market prices and under market conditions.

The principles of segment reporting have been changed retroactively from 1 January 2010 (note 1).

Geographical segments

Continuing operations

(in thousands of Estonian kroons)

	Estonia		Latvia		Lithuania		Belarus		Poland		Romania		Slovakia		Consolidated	
	Q3 2010	Q3 2009	Q3 2010	Q3 2009	Q3 2010	Q3 2009	Q3 2010	Q3 2009	Q3 2010	Q3 2009	Q3 2010	Q3 2009	Q3 2010	Q3 2009	Q3 2010	Q3 2009
Sales revenue	115,354	102,670	94,982	88,612	67,104	66,215	12,966	9,911	104,448	109,097	21,553	10,506	34,315	27,693	450,722	414,704
Inter-segment sales revenue	-670	-1,977	-546	-426	-20	0	0	0	-105	-116	-13	0	0	0	-1,354	-2,519
Sales revenue from external customers	114,684	100,693	94,436	88,186	67,084	66,215	12,966	9,911	104,343	108,981	21,540	10,506	34,315	27,693	449,368	412,185
Other external income	963	539	1,008	956	21	9	81	46	296	498	699	904	0	8	3,068	2,960
Total revenue	115,647	101,232	95,444	89,142	67,105	66,224	13,047	9,957	104,639	109,479	22,239	11,410	34,315	27,701	452,436	415,145
Total expenses	-108,322	-109,966	-77,277	-102,680	-59,531	-73,281	-12,745	-12,463	-104,665	-126,643	-17,850	-46,100	-30,255	-24,856	-410,645	-495,989
incl depreciation, amortisation and ipairment	-16,925	-22,911	-16,138	-22,911	-8,351	-13,860	-3,532	-3,422	-13,660	-21,788	-3,108	-16,238	-3,445	-3,146	-65,159	-104,276
Operating profit (loss)	7,325	-8,734	18,167	-13,538	7,574	-7,057	302	-2,506	-26	-17,164	4,389	-34,690	4,060	2,845	41,791	-80,844
Net financial items															-1,655	-3,693
Income tax expense															-2,318	501
Net profit (loss) for the period															37,818	-84,036

Continuing operations

(in thousands of Estonian kroons)

	Estonia		Latvia		Lithuania		Belarus		Poland		Romania		Slovakia		Consolidated	
	9M 2010	9M 2009	9M 2010	9M 2009	9M 2010	9M 2009	9M 2010	9M 2009	9M 2010	9M 2009	9M 2010	9M 2009	9M 2010	9M 2009	9M 2010	9M 2009
Sales revenue	315,683	293,366	271,352	276,598	200,393	224,529	34,788	30,547	311,741	333,967	41,813	40,112	99,213	80,436	1,274,983	1,279,555
Inter-segment sales revenue	-2,386	-6,009	-1,011	-1,484	-46	0	0	0	-142	-116	-20	0	0	0	-3,605	-7,609
Sales revenue from external customers	313,297	287,357	270,341	275,114	200,347	224,529	34,788	30,547	311,599	333,851	41,793	40,112	99,213	80,436	1,271,378	1,271,946
Other external income	3,517	1,720	1,810	2,326	34	9	804	68	1,021	1,623	1,882	1,292	0	25	9,068	7,063
Total revenue	316,814	289,077	272,151	277,440	200,381	224,538	35,592	30,615	312,620	335,474	43,675	41,404	99,213	80,461	1,280,446	1,279,009
Total expenses	-312,120	-363,879	-229,744	-317,976	-187,868	-234,233	-37,151	-38,767	-328,856	-361,125	-62,106	-105,824	-89,731	-79,543	-1,247,576	-1,501,347
incl depreciation, amortisation and ipairment	-52,757	-69,543	-48,562	-75,066	-26,104	-34,969	-10,547	-10,775	-51,638	-46,708	-10,560	-28,447	-9,832	-9,603	-210,000	-275,111
Operating profit (loss)	4,694	-74,802	42,407	-40,536	12,513	-9,695	-1,559	-8,152	-16,236	-25,651	-18,431	-64,420	9,482	918	32,870	-222,338
Net financial items															-6,420	-5,559
Income tax expense															-7,810	1,708
Net profit (loss) for the period															18,640	-226,189

Geographical segments

Continuing operations

(in thousands of euro)

	Estonia		Latvia		Lithuania		Belarus		Poland		Romania		Slovakia		Consolidated	
	Q3 2010	Q3 2009	Q3 2010	Q3 2009	Q3 2010	Q3 2009	Q3 2010	Q3 2009	Q3 2010	Q3 2009	Q3 2010	Q3 2009	Q3 2010	Q3 2009	Q3 2010	Q3 2009
Sales revenue	7,373	6,562	6,071	5,663	4,289	4,232	829	633	6,675	6,972	1,377	671	2,193	1,770	28,807	26,503
Inter-segment sales revenue	-43	-126	-35	-27	-1	0	0	0	-7	-7	-1	0	0	0	-87	-160
Sales revenue from external customers	7,330	6,436	6,036	5,636	4,288	4,232	829	633	6,668	6,965	1,376	671	2,193	1,770	28,720	26,343
Other external income	62	34	64	61	1	1	5	3	19	31	45	58	0	1	196	189
Total revenue	7,392	6,470	6,100	5,697	4,289	4,233	834	636	6,687	6,996	1,421	729	2,193	1,771	28,916	26,532
Total expenses	-6,923	-7,028	-4,939	-6,562	-3,805	-4,683	-814	-797	-6,689	-8,094	-1,141	-2,946	-1,934	-1,589	-26,245	-31,699
incl depreciation, amortisation and ipairment	-1,081	-1,464	-1,031	-1,464	-534	-886	-226	-219	-873	-1,392	-199	-1,038	-220	-201	-4,164	-6,664
Operating profit (loss)	469	-558	1,161	-865	484	-450	20	-161	-2	-1,098	280	-2,217	259	182	2,671	-5,167
Net financial items																-106
Income tax expense																-237
Net profit (loss) for the period																32
																-148
																2,417
																-5,372

Continuing operations

(in thousands of euro)

	Estonia		Latvia		Lithuania		Belarus		Poland		Romania		Slovakia		Consolidated	
	9M 2010	9M 2009	9M 2010	9M 2009	9M 2010	9M 2009	9M 2010	9M 2009	9M 2010	9M 2009	9M 2010	9M 2009	9M 2010	9M 2009	9M 2010	9M 2009
Sales revenue	20,176	18,749	17,342	17,678	12,807	14,350	2,223	1,952	19,924	21,344	2,672	2,564	6,341	5,141	81,485	81,778
Inter-segment sales revenue	-152	-384	-65	-95	-3	0	0	0	-9	-7	-1	0	0	0	-230	-486
Sales revenue from external customers	20,024	18,365	17,277	17,583	12,804	14,350	2,223	1,952	19,915	21,337	2,671	2,564	6,341	5,141	81,255	81,292
Other external income	225	110	116	149	2	1	52	4	65	104	120	82	0	2	580	452
Total revenue	20,249	18,475	17,393	17,732	12,806	14,351	2,275	1,956	19,980	21,441	2,791	2,646	6,341	5,143	81,835	81,744
Total expenses	-19,948	-23,256	-14,683	-20,323	-12,007	-14,970	-2,374	-2,478	-21,018	-23,080	-3,969	-6,763	-5,735	-5,084	-79,734	-95,954
incl depreciation, amortisation and ipairment	-3,372	-4,444	-3,104	-4,798	-1,668	-2,235	-674	-688	-3,300	-2,985	-675	-1,818	-628	-614	-13,421	-17,582
Operating profit (loss)	301	-4,781	2,710	-2,591	799	-619	-99	-522	-1,038	-1,639	-1,178	-4,117	606	59	2,101	-14,210
Net financial items																-410
Income tax expense																-355
Net profit (loss) for the period																109
																-499
																1,192
																-14,456

Note 9. Transactions with related parties

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

- a. shareholders with significant influence
- b. members of the executive and higher management;
- c. close family members of and companies related to the above

Transactions concluded with related parties during the reporting period:

		(In thousands of Estonian kroons)		(In thousands of euro)	
		6M 2010	6M 2009	6M 2010	6M 2009
Related party	Transaction	Ostud	Ostud	Ostud	Ostud
Shareholder with significant	Lease of business	865	832	55	53
Company related to the member of the					
Supervisory Board	Purchase of goods	50	40	3	3
Company related to the member of the					
Supervisory Board	Training expenses	111	0	7	0
Total		1,026	872	65	56

As at 30.09.2010 and 31.12.2009, there were no balances of receivables and liabilities.

9 months of 2010, remuneration and benefits, including social security taxes of the members of the Supervisory and Management Board totalled 3,767 thousand kroons (241 thousand euros), in 9 months of 2009, 4,660 thousand kroons (298 thousand euros).

Management Board`s confirmation of the consolidated interim financial statements for the 9 months and 3rd quarter of 2010

The Management Board confirms the correctness and completeness of the consolidated financial statements of the Olympic Entertainment Group AS and its subsidiaries (together the "Group") for the 9 months of 2010, presented on pages 4 to 29, and confirms that to the best of its knowledge, information and belief that:

- the General Manager's report presents fairly the development, performance and financial position of Olympic Entertainment Group AS, the company and the Group, and provides an overview of the main risks and uncertainties;
- the policies applied in the preparation of the consolidated interim financial statements comply with International Financial Reporting Standard (IFRS) IAS 34 Interim Financial Reporting as adopted by the EU;
- the consolidated interim financial statements give a true and fair view of the assets, liabilities and financial position of the Group and of the results of its operations and its cash flows;
- Olympic Entertainment Group AS and its subsidiaries are going concerns.

05 November 2010



Indrek Jürgenson
Member of The Board



Kristi Ojakäär
Member of the Board