

Press Release**FIRST HALF 2016 CONSOLIDATED FINANCIAL RESULTS****Increased turnover. Lower gross profit and impairments led to losses**

CENTRIC S.A. announces the consolidated financial results for the six month period that ended on June 30th, 2016 based on the International Financial Reporting Standards (IFRS).

- ✓ **Turnover: € 555.78m vs € 464.87m in the first half of 2015 (+19.55%).**
- ✓ **Gross Profit: € 4.93m vs € 5.27m in the first half of 2015 (-6.45%).**
- ✓ **EBITDA: € -0.29m vs € 0.30m in the first half of 2015.**
- ✓ **EBT: -€ -1.24m vs € 0.56m in the first six months of 2015.**
- ✓ **EATAM: € -1.98m vs -€ 0.33m in first six months of 2015**
- ✓ **Own Equity as at 30.6.2016: € 39.46m (-5.10% vs. 31.12.2015)**

Turnover:

Group turnover in the first half of 2016 amounted to **€ 555.8m vs. € 464.9m** in the first half of 2015 **marking an increase of 19.6%**. Higher turnover levels, in spite of the challenging economic conditions, reflect an optimistic view regarding of the acceptance of the services provided by the group. The European football championship contributed to the enhancement of the volume of the activity for the period.

Profitability:

Group Gross Profit in the first six months of 2016 amounted to **€ 4.9m** vs € 5.3m the corresponding period in 2015 marking a **6.45% decrease**. The decrease of the gross profit comes as a result of a significant ease of the gross profit margin which led to the decrease of gross profit despite the increased turnover. In specific, gross profit margin stood at first half of 2016 at 0,9% versus 1,1% the corresponding period of 2015. The decrease can be attributed to increased payout to the customers, as well as to the increase of payment fees.

Operational expenses **decreased marginally by 0.9%** due to a **decrease** of approximately **22%** of **administrative** expenses (promotional expenses remained unaltered). This reflects the continuous effort to boost operational efficiencies without compromising the marketing exposure of the brands that promotes the group. **Financials** of the group were **negative** for an amount of **€ 745K** mainly due to the impairment provisions for some assets of the group. Due to all of the above, for the first half of 2016 the group made **a loss before taxes of € 1.2M** vs profits of 563K in the corresponding period of 2015. Taxes and minorities led earnings after taxes and minorities (**EATAM**) **to stand negative at € 2M**.

Capital Structure:

Shareholder's equity as at June 30, 2016 **decreased by 5.1%** in relation to 31 December 2015 and amounted to **€ 39.5m**. In spite of the decrease, the Company and the Group are presented with a solid capital structure comprised by enhanced level of equity and limited liabilities, of which the debt is limited to the amount of the leasing used to buy the premises of the company. The **Debt to Equity ratio** (total liabilities/shareholder's equity) is formed at 30.6.2016 at **0.18**.

Developments in the online gaming market

Sporting Odds Ltd, a member of the Gaming VC Group, licensed in UK by the UK Gambling Commission and among the strategic partners of Centric group has voluntarily submitted in the tax regime of the transition period provisioned by the article 50 of the Law 4002/2011 and it is legally operating in Greece. In Cyprus is operating according to the law 106/2012

1st Half figures:

6M 2016 Consolidated financial results			
<i>Amounts in 000 €</i>	1st half 2016 results	1st half 2015 results	Δ% 2016 vs. 2015
Sales	555.777	464.873	+19,55%
Gross Profit	4.930	5.270	-6,45%
(%)	0,89%	1,13%	
EBITDA	-295	299	N/A
(%)	-0,05%	0,06%	
EBIT	-493	91	N/A
(%)	-0,09%	0,02%	
EBT	-1.238	563	N/A
(%)	-0,22%	0,12%	
EATAM	-1.979	-326	-507,98%
(%)	-0,36%	-0,07%	