



Interim report January 1 – June 30, 2007

Stockholm, Sweden, 21 August 2007

All figures in this report are in SEK. Numbers in parenthesis indicate the corresponding period of the previous year.

Second quarter

- The group's net sales increased by 147 percent to SEK 155.7 (63.0) million.
- Operating profit increased to SEK 47.2 (-12.8) million.
- Betsson.com launched its French-language site.
- Subsidiary Net Entertainment was distributed as dividends to shareholders and noted on NGM Equity
- New dividend policy was adopted. Up to 75 percent of the company's income after taxes will be distributed to shareholders.

Interim Period

- The group's net sales increased by 134 percent to SEK 311.7 (133.1) million.
- Operating income increased to SEK 92.7 (-14.3) million.
- The Group's income after taxes for the remaining operations amounted to SEK 85.1 (-11.6) million, which corresponds to SEK 2.15 (-0.30) per share.

Events after the end of the interim period

- Italian-, Spanish- and Greek-language sites launched
- The market for Betsson's products continues to grow strongly
- Strong introduction to Q3 with increased gaming revenues
- The Betsson share was upgraded to the Mid Cap list on the OMX Nordic Exchange in Stockholm

Today, Tuesday, August 21 at 09:00 CET, Betsson's Group president, Pontus Lindwall, will have a telephone conference presenting the interim report. The presentation will be followed by a Q&A session. The presentation will be held in English.

To participate in the telephone conference, call: +46(0)8 5352 6458 (Sweden) or +44(0)20 7806 1967 (UK).

The presentation can also be followed at 09:00 by Webcast (sound and PowerPoint presentation) on www.betsson.se under Financial Info. The presentation can also be followed at www.financialhearings.com, Betsson.



Betsson develops and operates gaming directed toward end consumers through the websites Betsson.com, CasinoEuro.com, and CherryCasino.com. The company offers poker, casino gaming, sports betting, lottery, betting exchange, and bingo.

Customers are primarily from Scandinavia and the rest of Europe.

Betsson is listed on the OMX Nordic Exchange in Stockholm, Mid Cap (BETS).

The Group's business area for development and licensing of gaming software for online gaming – the business area Net Entertainment – was distributed as dividends to Betsson's shareholders in a decision made by the extraordinary general meeting on March 30. The company has been listed on NGM Equity since April 5, 2007.

The business area Net Entertainment's result for the period January–March 2007 are included in this interim report for Betsson. Net Entertainment's result has been excluded from revenues and expenses in the income statement, and are reported as net in the item "Income for the period from discontinued operations", in accordance with IFRS. The accounting principles used are described in more detail on page 5 of the report.

Second quarter 2007

Betsson's focus on profitability before growth during the year's historically weakest quarter has been successful. Despite the seasonal decline and difficulties on the Turkish market, the company has reached the same revenue level as Q1 2007 and has successfully increased its margins somewhat.

Revenues during the quarter amounted to SEK 155.7 (63.0) million, which represents an increase of 147 percent compared to Q2 2006. Operating profit rose to SEK 47.2 (-12.8) million and operating margin totalled 30.3 percent.

The seasonal effect that normally begins at the end of March and continues through mid-Q3, and which draws down the gaming volume compared to the rest of the year, means that Q2 is historically Betsson's weakest period. Based on experience from the company's marketing efforts during Q2 in previous years, Betsson this year has been more economical with marketing and free offers for new customers, and instead focused on existing customers and product development. Betsson has successfully chosen to prioritise profitability instead of recruiting new customers during this normally weak period. As a result, growth in the customer database and the activity level during Q2 has not been as high as in previous years, but the outcome in income was satisfactory.

Turkish legislation against online gaming has complicated Betsson's participation on the Turkish market. The gaming volume from Turkey has declined significantly from the end of last quarter. This reduction, as well as the fact of offering less free gaming, has reduced the number of active customers and the activity level during the quarter, while the operating profit has increased somewhat. This is primarily because there had previously been a large number of active Turkish customers, but in general each has played for small amounts.

Despite the Turkish decline, Betsson has successfully maintained the gaming volume since other markets have had good growth in net sales during the quarter.

Interim period January–June 2007

The Group's revenues rose 134 percent SEK 311.7 (133.1) million compared to last year.

The Group's operating profit rose to SEK 92.7 (-14.3) million. Operating margin increased to 29.7 (-10.7%) percent.

Income before taxes increased to SEK 93.1 (-15.3) million.

Income after tax from continuing operations amounted to SEK 85.1 (-11.6) million which corresponds to SEK 2.15 (-0.30) per share.

The interim period's income after taxes, including discontinued operations, amounted to SEK 96.6 (1.8) million, corresponding to SEK 2.44 (0.05) per share. The income from discontinued operations refers to the previously included business areas Net Entertainment and Cherry Casino, and amounted to SEK 11.5 (13.4) million, corresponding to SEK 0.29 (0.35) per share.

Return on equity was 16 (-2) percent and return on total capital 15 (-2) percent. Equity per share amounted to SEK 13.69 (12.09) at the closing date.

Gross Profit

The purpose of implementing the gross profit as income standard in the report is to simplify comparison with other gaming companies.

The gross profit from the Group's gaming operations is composed of the net of received gaming wagers and paid winnings, minus gaming taxes, license fees to game suppliers, and the net of income and expenses for bank and credit card payment services for depositing gaming wagers and paying winnings. Bonus does not affect the Group's gross margin. Instead, the net cost of free games is reported as a marketing cost under other external expenses.

During Q2 2007, the gross profit amounted to SEK 125.0 (51.1) million. Operating margin in relation to gross profit increased to 37.8 (- 25.0) percent. For the entire six-month period, gross profit increased to SEK 250.6 (107.3) million, and operating margin in relation to gross profit increased to 37.0 (-13.3) percent.

Gaming operations

Betsson offers Internet gaming to end consumers on a global market through the gaming portal betsson.com and the casino sites CasinoEuro.com and CherryCasino.com.

Products

Betsson currently offers the following products:

- Sports betting, which offers a wide variety of possibilities for wagering, both on sports and other happenings of interest to European players.
- The betting exchange, which is a marketplace for wagering. Unlike sports betting, here customers play against each other. Betsson receives commissions from those who win a wager.
- Casino with a large variety of world-class casino games that require no download. Here there are both traditional and innovative games including Black Jack, Roulette, Casino Hold'em, video poker games, gaming machines and much more.
- Poker with several different poker games connected to Ogame, the largest poker network in the world with close to twelve million registered poker players.
- The scratch card Trio, which gives the player a high payout and winnings on average from every third card.
- Bingo, which was launched at the end of March for the Swedish market, offers several different bingo games. A bingo host is present in the chat, where players also have a chance to chat with each other.

Customers

At the end of Q2 2007, the number of registered customers was 774,000, an increase of 13 percent compared to Q1 2007 and an increase of 41 percent compared to Q2 2006.

The number of active customers decreased during the quarter by 25 percent to 94,500, but has increased by a total of 57 percent compared to Q2 last year. The decline in active customers during the quarter is primarily from a lack of free offers and Turkish players' difficulties using the site. The number of active customers on Betsson's primary markets in Scandinavia are the same in Q2 as Q1. Profitability per active customer has increased, and the operating income has increased during Q2 2007 compared to Q1 2007.

The number of active customers distributed by product (previous quarter given in parenthesis) was:

- Betting (Sportsbook and Exchange) 41,700 (69,000), 40 percent decrease
- Casino 33,900 (52,800), 36 percent decrease
- Poker 42,500 (45,200), 6 percent decrease
- Trio 5,400 (8,400), 35 percent decrease
- Bingo 10,900 (launched at the end of Q1 2007, so no comparison figures are available)

An active customer is defined as a customer who has played for money during the last three months.

Betsson actively markets through various media, and through result-based cooperation and partnerships to increase the number of customers. At the same time, Betsson has an active loyalty program to keep existing customers playing.

Markets

Betsson.com is established in 14 countries, with the Scandinavian countries composing the most important geographical market. CasinoEuro.com is available in 16 languages. Betsson still has its strongest footing in Scandinavia, but is now growing more and more rapidly throughout the rest of Europe.

Personnel and organisation

The average number of employees during the period was 99 (62) for the Group. At the end of the period, there were 108 (75) employees.

Distribution of subsidiaries

On March 30, Betsson's extraordinary general meeting decided to distribute Net Entertainment as dividends to Betsson's shareholders. The company was listed on NGM Equity on April 5.

Annual General Meeting, cash dividends, mm

At the annual general meeting on May 22, the decision was made to pay cash dividends of SEK 0.50 per share.

New dividend policy

The Board of Directors has adopted a new dividend policy for Betsson AB that will be valid from 2008. The ambition of the Board is for Betsson to pay dividends of up to 75 percent of the Group's profit after taxes, assuming that a reasonable financial structure can be maintained.

Ownership

In June, Betsson's largest owner, Straumur Investment Bank, sold its entire holdings in Betsson to various institutions and existing shareholders.

Parent company

The operations of the parent company, Betsson AB (publ), are primarily directed toward Group administration. The company provides and sells internal services to other Group member companies in the areas of finance, accounting, administration and management, and in addition has certain external rental income streams.

Net sales (including intra-Group items) for the reporting period amounted to SEK 3.7 (4.2) million and the loss after financial items amounted to SEK 5.9 (13.5) million.

The parent company's investments in fixed assets amounted to SEK 0 (24,000) during the reporting period. Cash and cash equivalents amounted to SEK 14.8 (16.2) million at the closing date. The company has no bank loans or bank credits. During the period, the parent company paid cash dividends of SEK 19.8 million and distributed shares in subsidiaries to shareholders for a book value of SEK 4.0 million. For more detailed information, see the income statement and balance sheet on page 10.

2007 Prospects

The first half of 2007 has been strong and the second quarter's result is in line with the company's expectations. The third quarter has also begun strong.

In March, the European Court of Justice confirmed through the Placanica ruling that national legislation prohibiting practicing gaming operations without license or governmental permit constitutes a limitation on freedom of establishment and freedom to provide services within the EU. Later in March, the EU commission announced that it had taken measures to stop the prevention of free movement on sports betting services in Denmark, Finland and Hungary. The European Court of Justice and the EU Commission's point of view and actions can in the long term result in improved opportunities for Betsson.

Turkey has adopted legislation against Internet gaming. The legislation, whose purpose is to protect the state-owned gaming company IDDAA, is, according to legal experts, a violation of Turkey's agreement with the EU, which is intended to facilitate Turkey's transition toward possible EU membership. The Turkish legislation complicates Betsson's participation on the Turkish market.

During the year, Betsson will widen its product offering to include new gaming products, some unique and some already established in the market. At the same time, Betsson has launched in several new geographical markets. The goal is to grow both organically and through acquisitions in these new markets.

Betsson aims to grow faster than the market, maintaining an operating margin of at least 30 percent.

Financial reports

The next interim report (third quarter) will be released on 8 November 8, 2007.

Accounting principles

Betsson applies the International Financial Reporting Standards (IFRS) as adopted by the EU. This interim report has been prepared in accordance with IAS 34, Interim Financial Reporting. The accounting principles remain unchanged from the year-end accounting 2006. Further information on the Group's accounting and valuation principles can be found in note 1 of the annual report for 2006.

The Group's business area for development and licensing of online gaming products – Net Entertainment – was distributed as dividends to Betsson's shareholders at the beginning of April 2007 and was listed at NGM Equity. The Group's traditional gaming operations in the business area Cherry Casino were distributed as dividends to shareholders under the name Cherryföretagen AB and listed at AktieTorget in September 2006.

Net Entertainment was consolidated in the Betsson Group through March 2007, and Cherry Casino was consolidated in the Group through August 2006.

In accordance with IFRS 5, "Noncurrent Assets held for sale and Discontinued Operations", the period's income for the distributed business Net Entertainment is reported in the group's Income Statement within the item "Income for the period from discontinued operations". This means that income and expenses for the business area Net Entertainment were excluded from all items in the income statement for the actual period and comparison periods. Income and expenses for the business area Cherry Casino were also excluded from all items in the income statement for comparison periods.

The cash flow statement reports separately the effect of business area Net Entertainment on the interim and comparison periods' cash flow, as well as business area Cherry Casino's effect on the comparison period's cash flow.

The business area Net Entertainment is excluded from the balance sheet for June 30. The balance sheet for comparison periods are those already published, which means that Net Entertainment's balance sheet items are included in the Group's balance sheet for the reported comparison periods, while Cherry Casino's balance sheet items are included in the Group's balance sheet for all comparison periods through August 2006.

For additional information, please refer to the summaries included in the interim report of the Group's statement of income, balance sheet, equity summary, and cash flow statement as well as notes and key ratios for the period and comparison period and the annual report for 2006.

Risks and uncertainties

Gaming on most national markets is regulated by law, and all gaming operations are in principle subject to authorization. Political decisions can therefore affect Betsson's operation. Betsson is dependent on the legal situation for the gaming industry, particularly within the EU where the majority of the company's customers are active. The European Court of Justice has, in a series of much noted and landmark rulings (the Schindler, Läärä, Gambelli, Lindman and Placanica rulings), determined that governmental restrictions on the gaming area are in principle considered restrictions on the EU's basic principles. Nevertheless, a number of member states maintain restrictions in order to complicate or render impossible the operations of private online companies.

It is likely that within the near future several European gaming monopolies will be challenged by national legal proceedings. It is currently difficult to have a clear view on how the legal situation will affect the commercial conditions for online operators. In the context it should be emphasized that Betsson does not offer its services to customers residing in the USA after a legislative proposal prohibiting relaying payment transactions from Internet gaming in the USA came into effect in October 2006.

Persons suffering from gambling addiction could sue companies within the Betsson Group for their gambling addiction. Even if such claims would most likely be rejected, they could create significant expense and even reduce confidence in the Betsson Group, leading in the long term to reduced revenues. Betsson is accredited by the organisation G4, which works to prevent gambling addiction. As a part of this, Betsson has modified its sites to offer full support for G4's established guidelines.

Betsson is exposed to seasonal variations, since gaming decreases during the summer. The fluctuations do not however affect the operation significantly. Betsson is not insensitive to market swings, but they do not significantly affect the company.

The Group's operation on Malta has, until now, been partially exempt from VAT. The Maltese authorities are currently reviewing their regulations, but it is difficult to predict which, if any, regulatory changes may be made. If portions of the company's operations become subject to VAT, it will most likely affect the result negatively.

For more, see the section on risk in the 2006 Annual Report.

The Board and CEO herewith state that this interim report provides a true and fair picture of the activities, financial position and results of the parent company and the Group, as well as describing significant risks and uncertainty factors to which the parent company and the companies belonging to the Group are exposed

Stockholm, Sweden, 21 August 2007

John Wattin
Chairman of the Board

Rolf Blom
Boardmember

Per Hamberg
Boardmember

Emil Sunvisson
Boardmember

Patrick Svensk
Boardmember

Kicki Wallje-Lund
Boardmember

Pontus Lindwall
CEO and President

Review report

I have reviewed the interim financial information in summary for Betsson AB (publ) as of June 30, 2007 and for the six-month period that ended on that date. The Board of Directors and managing director are responsible for the preparation and presentation of this interim report in accordance with IAS 34 and the Annual Accounts Act. My responsibility is to express a conclusion on this interim financial information based on my review.

I conducted my review in accordance with the Standard on Review Engagements SÖG 2410, *Review of Interim Financial Information Performed by the Independent Auditor of the Entity*. A review consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review has a different emphasis and is substantially less in scope than an audit conducted in accordance with ("RS") and other generally accepted auditing practices. The procedures performed in a review do not enable me to obtain a level of assurance that would make me aware of all significant matters that might be identified in an audit. Therefore, the conclusion expressed based on a review does not give the same level of assurance as a conclusion expressed based on an audit.

During my review, nothing has come to my attention that causes me to believe that the accompanying interim financial information is not, in all material respects, prepared on behalf of the Group in accordance with IAS 34 and the Annual Accounts Act, and on behalf of the parent company in accordance with the Swedish Annual Accounts Act.

Stockholm, 21 August 2007

Gunnar Liljedahl
Authorised Public Accountant, Ernst & Young

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Consolidated income statements (MSEK)	Q2 2007	Q2 2006	Jan-June 2007	Jan-June 2006	Full Year 2006	Full Year 2005
Revenues	155.7	63.0	311.7	133.1	319.8	157.1
Operating expenses from gaming activities	-30.7	-11.9	-61.1	-25.8	-63.5	-37.5
Gross Profit	125.0	51.1	250.6	107.3	256.3	119.6
External expenses	-58.6	-49.3	-121.6	-94.9	-177.4	-89.8
Personnel expenses	-14.9	-11.5	-28.8	-20.6	-46.5	-17.1
Depreciation	-3.3	-2.6	-6.2	-5.6	-11.5	-7.0
Other operating expenses	-1.0	-0.5	-1.3	-0.5	-2.0	-1.0
Operating expenses	-77.8	-63.9	-157.9	-121.6	-237.4	-114.9
Operating income	47.2	-12.8	92.7	-14.3	18.9	4.7
Financial items, net	0.3	-0.2	0.4	-1.0	-1.1	137.1
Income before tax	47.5	-13.0	93.1	-15.3	17.8	141.8
Tax	-4.2	3.5	-8.0	3.7	14.2	0.1
Income for the period from continuing operations	43.3	-9.5	85.1	-11.6	32.0	141.9
Income for the period from discontinued operations	-	6.3	11.5	13.4	30.5	36.2
Income for the period	43.3	-3.2	96.6	1.8	62.5	178.1
Attributable to:						
Parent company's shareholders	43.3	-3.4	96.6	1.9	62.3	176.9
Minority interest	0.0	0.2	0.0	-0.1	0.2	1.1
Continuing operations						
Earning per share (SEK)	1.10	-0.24	2.15	-0.30	0.82	3.93
After dilution (SEK)	1.10	-0.24	2.15	-0.29	0.81	3.78
Discontinued operations						
Earning per share (SEK)	0.00	0.15	0.29	0.35	0.77	0.98
After dilution (SEK)	0.00	0.15	0.29	0.34	0.77	0.95
Total operations						
Earning per share (SEK)	1.10	-0.09	2.44	0.05	1.59	4.91
After dilution (SEK)	1.10	-0.09	2.44	0.05	1.58	4.73
Operating margin (percent of Revenues)	30.3	-20.3	29.7	-10.7	5.9	3.0
Operating margin (percent of Gross Profit)	37.8	-25.0	37.0	-13.3	7.4	3.9
Profit margin (percent)	30.5	-20.6	29.9	-11.5	5.6	90.3
Average number of shares (millions)	39.6	39.2	39.6	38.6	39.1	36.0
Diluted (millions)	39.6	39.6	39.6	39.6	39.6	37.5
Number of shares at end of period (millions)	39.6	39.6	39.6	39.6	39.6	38.1
Average share price (SEK)	47.52	28.73	42.77	29.43	25.04	29.01
Last paid share price (SEK)	61.50	24.60	61.50	24.60	18.50	28.20
Highest share price (SEK)	65.25	35.90	65.25	35.90	35.90	37.90
Lowest share price (SEK)	30.20	22.70	21.00	22.70	16.20	21.00

Other key ratios, Group	Jan-June 2007 2007-06-30	Jan-June 2006 2006-06-30	Full Year 2006 2006-12-31	Full Year 2005 2005-12-31
Number of registered shareholders	4 422	3 768	3 256	3 785
Equity per share (SEK)	13.69	12.09	12.41	12.38
Equity per share after dilution (SEK)	13.69	12.09	12.41	12.06
Return on equity (percent)	16	-2	7	35
Return on total capital (percent)	15	-2	4	30
Return on capital employed (percent)	18	-3	4	35
Equity/assets ratio (percent)	81	82	83	83
Investments, totals (MSEK)	14.6	21.7	46.0	29.4
Investments, continuing operations (MSEK)	9.6	8.0	18.0	15.4
Average number of employees	99	62	71	27
Number of employees and end of period	108	75	95	50

Quarterly figures (MSEK)	2005	2005	2005	2005	2006	2006	2006	2006	2007	2007
	Q1	Q2	Q3	Q4	Q1	Q2	Q3	Q4	Q1	Q2
Revenues	19.3	36.6	45.9	55.3	70.1	63.1	71.6	115.0	156.0	155.7
Gross Profit	n.a	n.a	n.a	n.a	56.2	50.6	56.5	93.1	125.6	125.0
Operating Income	-3.5	0.9	3.9	3.3	-1.6	-12.7	10.4	22.8	45.5	47.2
Operating Margin (percent of Revenues)	-17.9%	2.6%	8.6%	5.9%	-2.2%	-20.2%	14.5%	19.8%	29.1%	30.3%
Operating Margin (percent of Gross Profit)	n.a	n.a	n.a	n.a	-2.8%	-25.2%	18.4%	24.5%	36.2%	37.8%
Quarterly growth (Revenues) 1)	n.a	90%	26%	20%	27%	-10%	14%	61%	36%	0%
Yearly growth	n.a	n.a	n.a	n.a	264%	72%	56%	108%	123%	147%
Registered Clients 2)	256 000	313 500	374 600	445 500	508 800	550 500	646 300	543 600	686 000	774 200
Quarterly growth		22%	19%	19%	14%	8%	17%	-16%	26%	13%
Yearly growth					99%	76%	73%	22%	35%	41%
Active Clients	25 300	28 000	33 000	44 300	57 200	60 200	63 300	92 600	125 200	94 500
Quarterly growth		11%	18%	34%	29%	5%	5%	46%	35%	-25%
Yearly growth					126%	115%	92%	109%	119%	57%
Activity Rate (Active/Registered clients)	10%	9%	9%	10%	11%	11%	10%	17%	18%	12%

1) Betsson.com is consolidated in the Betsson-group as from February 17, 2005, which explains the relatively large growth in Betsson Online during the second quarter 2005.

2) At year end 2006, Betsson has cleared the customer data base of American customers. As a result of this appr. 225 000 clients was deleted in the data base. This explains the decline in numbers of registered clients between during the fourth quarter 2006.

Consolidated balance sheet (MSEK)	2007-06-30	2006-06-30	2006-12-31	2005-12-31
Intangible assets	387.6	398.2	403.5	395.2
Tangible fixed assets	6.6	32.9	10.6	27.3
Other long-term receivables	0.7	2.2	0.7	1.6
Deferred tax receivables	0.1	0.7	0.0	0.7
Total non-current assets	395.0	434.0	414.8	424.8
Inventories	0.0	1.8	0.0	1.9
Current receivables	135.7	87.5	100.6	68.3
Cash and liquid assets	134.6	63.5	77.2	78.4
Total current assets	270.3	152.8	177.8	148.6
Total assets	665.3	586.8	592.6	573.4
Equity	541.8	481.1	491.3	474.1
Long-term interest bearing liabilities	0.0	12.7	0.0	9.7
Other long-term liabilities	0.0	0.0	0.0	0.0
Deferred tax liabilities	0.0	13.9	1.0	14.4
Total non-current liabilities	0.0	26.6	1.0	24.1
Current interest bearing liabilities	0.0	0.9	0.0	3.5
Other current liabilities	123.5	78.2	100.3	71.7
Total current liabilities	123.5	79.1	100.3	75.2
Total equity and liabilities	665.3	586.8	592.6	573.4

Consolidated cash flow statements (MSEK)

	Jan-June 2007	Jan-June 2006	Full Year 2006	Full Year 2005
Income after financial items (incl discontinued operations)	105.6	3.7	60.1	187.0
Adjustments for non-cash items	10.5	13.4	25.2	-119.5
Taxes paid	-6.6	-3.3	-2.0	-3.8
Cash flows from operating activities				
before changes in working capital	109.5	13.8	83.3	63.7
Changes in working capital	-15.4	-11.0	-13.7	-3.6
Cash flows from operating activities	94.1	2.8	69.6	60.1
Investments	-14.6	-21.7	-46.0	-29.4
Investments in acquisition of subsidiaries	-	-	-	2.0
Change in long-term receivables	-	0.2	0.5	-0.3
Distribution of business area Cherry Casino	-	-	-24.1	-
Sale of shares and fixed assets	0.2	-0.6	0.5	19.9
Cash flows from investing activities	-14.4	-22.1	-69.1	-7.8
New share issue	-	2.8	2.8	-
New share issue costs	-	-	-	-0.2
Dividend	-19.8	-	-	-
Distribution of subsidiaries to shareholders	-1.5	-	-24.1	-
Costs of distribution of Net Entertainment and Cherry	-2.4	-	-4.7	-
Change in long-term liabilities	-	3.0	2.8	5.4
Cash flows from financing activities	-23.7	5.8	-23.2	5.2
Changes to cash and liquid assets	56.0	-13.5	-22.7	57.5
Cash and liquid assets at beginning of period	77.2	78.4	78.4	19.9
Exchange rate differences	1.4	-1.4	-2.6	1.0
Cash and liquid assets at end of period	134.6	63.5	53.1	78.4
Of which cash flows regarding discontinued operations				
Operating activities	-7.8	15.4	54.0	2.3
Investing activities	-3.9	-13.7	-29.3	-5.0
Financing activities	-	2.2	5.9	9.7
Total discontinued operations	-11.7	3.9	30.6	7.0

Change in Group equity (MSEK)

	Jan-June 2007	Jan-June 2006	Full Year 2006	Full Year 2005
Opening balance	491.3	474.1	474.1	101.3
Effect of changed accounting principles, IAS 39	-	-	-	222.9
Adjusted opening balance	491.3	474.1	474.1	324.2
Translation differences	3.5	-0.9	-0.8	0.3
Financial assets that can be sold:				
- Total wealth changes reported directly against equity	0.3	-	-	31.9
- Reported in income statement at sale	-	-	-	-2.8
Acquisition and consolidation of Betsson (71%), adjusted to acquisition value of previously acquired shares	-	-	-	-57.6
Total change directly in equity, excluding transactions against company owners	3.8	-0.9	-0.8	-28.2
Income for the period	96.6	1.8	62.5	178.1
Total change, excluding transactions against company owners	100.4	0.9	61.7	149.9
Sale of minority owned sub-subsidiaries	-	-	-	0.2
Dividend	-19.8	-	-	-
Distribution of shares in subsidiaries	-27.7	-	-47.2	-
Cost of distributing Net Entertainment and Cherry	-2.4	-	-3.4	-
New share issue (exercise of convertibles and warrants)	-	6.1	6.1	-
New share issue costs	-	-	-	-0.2
Equity at end of period	541.8	481.1	491.3	474.1
Attributable to:				
Parent company's shareholders	541.4	478.1	490.9	471.0
Minority Interest	0.4	3.0	0.4	3.1
Total equity	541.8	481.1	491.3	474.1

**Parent Company
Income Statement (MSEK)**

	Jan-June 2007	Jan-June 2006	Full Year 2006
Revenues	3.7	4.2	9.9
Operating expenses	-9.6	-15.6	-20.5
Operating income	-5.9	-11.4	-10.6
Financial items	0.2	-2.1	8.1
Income after financial items	-5.7	-13.5	-2.5
Appropriations	-	-	0.1
Income before taxes	-5.7	-13.5	-2.4
Tax	1.6	3.8	1.7
Income for the period	-4.1	-9.7	-0.7

**Parent Company
Balance sheet (MSEK)**

	2007-06-30	2006-12-31
Tangible fixed assets	0.2	0.3
Financial assets	667.7	677.1
Total non-current assets	667.9	677.4
Current receivables	11.8	47.3
Cash and liquid assets	14.8	9.6
Total current assets	26.6	56.9
Total assets	694.5	734.3
Restricted equity	587.6	585.6
Unrestricted equity	91.2	121.6
Total equity	678.8	707.2
Untaxed reserves	0.0	0.0
Current liabilities	15.7	27.1
Total equity and liabilities	694.5	734.3