#### Lotteries and Gambling market of the Republic of Latvia on 2016

There are all together 14 gambling operators and State owned Joint Stock Company " Latvijas Loto" (state scale lotteries).

There have been issued:

11 land-based gaming operation licenses

4 betting point operation licenses

7 on-line gaming operation licenses

1 state lottery license

### Financial results of gaming market in Latvia 2016

|        |   |         | (       | mill. euro |
|--------|---|---------|---------|------------|
|        |   | 2015    | 2016    | %          |
| 1.     | Total turnover of market enterprises        | 242,696 | 264,375 | 108,9      |
| 2.     | GGR from Gambling and Lotteries             | 226,441 | 248,165 | 109,6      |
| 2.1.   | GGR from Lotteries                          | 24,686  | 29,318  | 118,7      |
| 2.2.   | GGR from gambling, incl,                    | 201,755 | 218,847 | 108,5      |
| 2.2.1. | Gaming machines                             | 173,897 | 182,060 | 104,7      |
| 2.2.2. | Gaming tables (roulette, cards)             | 14,173  | 16,009  | 112,9      |
| 2.2.3. | Bingo halls                                 | 0,354   | 0,333   | 94,0       |
| 2.2.4. | Betting                                     | 1,875   | 2,125   | 113,3      |
| 2.2.5. | On-line gambling                            | 11,456  | 18,320  | 159,9      |
| 3.     | Other activities (bars, billiard, etc.) 12. | 16,255  | 16,210  | 99,7       |

#### **Revenue from on-line gambling**

|                        | (mill.euro) |        |       |
|------------------------|-------------|--------|-------|
|                        | 2015        | 2016   | %     |
| GGR total on-line      | 11,456      | 18,320 | 159,9 |
| gambling, t.sk.,       |             |        |       |
| - Casino games (cards, | 5,201       | 10,018 | 192,6 |
| slots, roullete)       |             |        |       |
| - Betting              | 6,226       | 8,131  | 130,6 |
| - Card tournaments     | 0,028       | 0,169  | 603,6 |

#### The biggest gaming companies (GGR in mill.EUR)

|                     | 2015   | 2016   | %     |
|---------------------|--------|--------|-------|
| SIA ALFOR           | 60,439 | 65,126 | 107,7 |
| SIA OLYMPIC CASINO* | 59,175 | 59,032 | 99,7  |
| SIA JOKER           | 26,710 | 29,509 | 110,5 |
| VAS LATVIJAS LOTO   | 24,686 | 29,318 | 118,7 |
| SIA ADMIRĀĻU KLUBS  | 21,688 | 24,008 | 110,7 |

\*including incorporate company SIA 'Garkalns".

|                               | Ĩ              | 8              | 0              | (n                       | nill.euro)           |
|-------------------------------|----------------|----------------|----------------|--------------------------|----------------------|
|                               | 2015<br>(fact) | 2016<br>(est.) | 2016<br>(fact) | % to<br>estimate<br>2016 | % to<br>fact<br>2015 |
| Lottery and Gambling Tax and  | 26,650         | 27,727         | 29,109         | 104,9                    | 109,2                |
| Duty paid to Government       |                |                |                |                          |                      |
| budget                        |                |                |                |                          |                      |
| Lottery and Gambling Tax paid | 7,331          | 7,545          | 7,881          | 104,4                    | 107,5                |
| to Municipalities             |                |                |                |                          |                      |
| Other taxes paid to budget    | 25,740         | 26,000         | 27,917         | 107,3                    | 108,4                |
| Duty on Sales Promotion       | 0,358          | 0,295          | 0,399          | 135,2                    | 111,4                |
| Lotteries                     |                |                |                |                          |                      |

# Payments to budget from special gaming taxes and duties

#### Number of gaming equipment and gaming venues (on mentioned date)

|                 | 2016<br>January<br>1st | 2016<br>March<br>1st | 2016<br>June 1st | 2016<br>Sept 1st | 2017<br>January<br>1st |
|-----------------|------------------------|----------------------|------------------|------------------|------------------------|
| Gaming machines | 8701                   | 8751                 | 8837             | 8826             | 8900                   |
| Roulette tables | 16                     | 13                   | 18               | 18               | 19                     |
| Card tables     | 54                     | 47                   | 55               | 55               | 61                     |
| Gaming Halls    | 320                    | 320                  | 321              | 319              | 317                    |
| Bingo Halls     | 2                      | 2                    | 2                | 2                | 2                      |
| Casinos         | 5                      | 4                    | 5                | 5                | 6                      |
| Betting points  | 42                     | 45                   | 49               | 54               | 57                     |

## **Sales promotional lotteries**

On 2016 there were issued by the Inspection:

- 274 lottery permissions (for lotteries prize fund whereof is larger than 720 EUR;
- 604 lottery confirmations (for lotteries prize fund whereof is smaller than 720 EUR).

Total prize fund being subject to a state fee shall be 1,586 mill.*euro* and the state fee collected constitutes 0,399 mill.*euro*