PRESS RELEASE

LOTTOMATICA GROUP ANNOUNCES 30% RISE IN FIRST QUARTER NET INCOME

Consolidated Financial and Business Highlights

- **EBITDA and Operating Income up 7% and 13%, respectively, versus 1Q 2012**
- **Growth driven by Canadian VLT replacement cycle**
- **NFP on track to meet year-end target**
- **Potential Greek market entrance with successful OPAP bid**

Lottomatica Group 2013 First-Quarter Results Comparison

Consolidated Income Statement (€/M)	1Q 2013	1Q 2012	% chg
Revenues	797.5	780.3	2.2
EBITDA	299.9	280.4	7.0
Operating Income	191.5	169.5	13.0
Net Income Attributable to Parent	74.7	57.6	29.7

EBITDA is principally comprised of operating income plus depreciation, amortization, and impairment. EBITDA is considered an alternative performance measure that is not a defined measure under International Financial Reporting Standards ("IFRS") and may not take into account the recognition, measurement and presentation requirements associated with IFRS. We believe that EBITDA assists in explaining trends in our operating performance, provides useful information about our ability to incur and service indebtedness and is a commonly used measure of performance by securities analysts and investors in the gaming industry. EBITDA should not be considered as an alternative to operating income as an indicator of our performance or to cash flows as a measure of our liquidity. As we define it, EBITDA may not be comparable to other similarly titled measures used by other companies.

ROME (ITALY) – PROVIDENCE, RHODE ISLAND (US), May 8, 2013 – Lottomatica Group S.p.A.'s Board of Directors, chaired by Mr. Lorenzo Pellicioli, today approved the consolidated financial statements for the first quarter which ended March 31, 2013.

"We delivered another solid set of results in the first quarter. And we made significant progress toward implementing our new operating model, under which we will act as a single, unified customer-facing company that can meet the evolving needs of our customers in an effective and efficient manner," **said Marco Sala, CEO of Lottomatica Group**. *"The senior leadership of the Company has embraced and adapted to their new roles. Earlier today, our shareholders approved the adoption of the 'GTECH' name, effective June 3. Going forward we will operate under the GTECH banner, one of the most respected and valued brands in the global gaming industry, under the ticker symbol GTK."*

"Our first-quarter results were in line with our expectations," **said Alberto Fornaro, CFO of Lottomatica Group.** *"We generated substantial growth in net income attributable to the parent and EPS, up 30%. Combined EBITDA growth from both our Italian and International operations positions us to achieve our year-end targets. In particular, we are on-track on our target for net financial position, following the expected deleveraging in the second half."*

Consolidated Revenues were up 2.2% to €798 million, compared to €780 million in the first quarter of 2012, driven by the sale of VLTs into the Canadian market and a central system sale in Europe. Revenue performance for Italian Operations was in line with last year

when we exclude the higher gaming tax on VLTs, and is being sustained by a positive Lotto performance and a more favorable sports betting payout. Excluding the record Mega Millions jackpot in the first quarter of 2012, GTECH Lottery revenues were slightly ahead this year.

EBITDA reached the €300 million mark, up 7%, compared to the first quarter of 2012, driven by higher product sales in Canada and higher profits from Italian Operations. Italy benefited from lower sports betting payouts, the continuous effect of cost streamlining actions taken in 2012, and growth in Lotto. GTECH EBITDA was slightly ahead when compared to the first quarter of last year after taking into consideration the prior year's €4.5 million one-time recovery of a foreign investment.

Operating Income grew €22 million to €192 million, which along with a more favorable effective tax rate, contributed to the increase in **Net Income attributable to the parent** which grew from €58 million to €75 million. Interest expense was in line with the first quarter of last year at €40 million. On a per share basis, EPS grew 30% from €0.33 to €0.43.

Capital expenditures in the quarter were in line with 2012 at €53 million.

At March 31, 2013, Consolidated Shareholders' Equity totaled €2.82 billion. Lottomatica Group had a **Net Financial Position** (NFP) of €2.64 billion, compared to €2.55 billion as of December 31, 2012, mainly as a result of the timing of working capital. As previously reported, deleveraging is expected in the second half of 2013 and the Group is on track to achieve its NFP targets by year-end.

First-Quarter Results by Segment

Italian Operations

Total revenues from Italian Operations were €464 million compared to €482 million in the first quarter of 2012. The reduction in revenues was mitigated by lower sports betting payouts and higher wagers for late numbers and 10eLotto. EBITDA grew by €9 million to €213 million.

Overall Lotto wagers for the quarter grew 2% to €1.60 billion compared to €1.57 billion last year. Lotto late number wagers increased to €120 million, compared to €87 million in first quarter last year.

Instant-ticket wagers were in line with expectations at approximately €2.55 billion, compared to €2.62 billion in the same period last year. Approximately 525 million Scratch & Win tickets were sold in the quarter, with an average price point of €4.85.

Revenues from Sports Betting were up 19% to €57 million due to lower payouts.

Machine Gaming revenues were €147 million versus €169 million last year as a result of the VLT tax increase and productivity impacts.

GTECH Lottery and SPIELO International

Total GTECH Lottery revenue for the first quarter of 2013 was €229 million compared to €237 million in the first quarter of 2012. Several initiatives have been put in place both in the U.S. and abroad that will further drive same store revenue growth. The Powerball game was recently introduced in California, with the Florida Lottery joining the Mega Millions game in May. Specific initiatives to grow sales in conjunction with GTECH customers continue to be in place in several U.S. jurisdictions, including innovations and optimizations in lottery and instant games.

Internationally, the U.K. Lottery is benefiting from retailer expansion efforts executed in 2012, while several jurisdictions including the Czech Republic, Slovakia, and Poland are significantly leveraging price-point increases to grow instant ticket sales. Same store revenues in Argentina and Mexico are being driven by price-point increases and jackpot activity, respectively.

Total revenues for SPIELO International were €112 million, a 61% increase versus last year, primarily due to higher product sales which were up 138%. Service revenue for SPIELO increased approximately 6% in the quarter versus 2012 principally due to higher central system maintenance revenues and higher revenues from the Italian VLT market associated with the deployment of additional VLTs.

Combined EBITDA for GTECH and SPIELO grew €13.4 million as a result of higher product sales, partially offset by lower jackpot activity.

Additional Information

Lottomatica Group recently agreed to make a strategic investment to acquire a minority interest in one of the funds that comprise Emma Delta, the successful bidder in the Hellenic Republic Asset Development Fund's privatization of the Greek state's 33% controlling interest in OPAP. The completion of the OPAP transaction is conditional upon regulatory approval and is expected to occur in the second half of 2013. As an industrial partner, Lottomatica Group expects to provide expertise in the areas of technology, operations, and the launch of new products.

Declaration

The manager responsible for preparing Lottomatica Group's financial reports, Alberto Fornaro, declares, pursuant to paragraph 2 of Article 154-bis of the Consolidated Law on Finance, that the accounting information contained in this press release corresponds to the document results, books, and accounting records.

Lottomatica Group is a market leader in the Italian gaming industry and one of the largest Lottery operators in the world based on total wagers and, through its subsidiary GTECH Corporation, is a leading provider of lottery and gaming technology solutions worldwide. Together, the companies are the only vertically integrated full service lottery group. Lottomatica Group is majority owned by De Agostini, which belongs to a century-old publishing and media services group. Lottomatica is listed on the Stock Exchange of Milan under the trading symbol "LTO." In 2012, Lottomatica Group had approximately €3.1 billion in revenues, and 8,600 employees in over 60 countries.

For further information:

Robert K. Vincent
Lottomatica Group S.p.A.
Corporate Communications
T. (+1) 401 392 7452

Simone Cantagallo
Lottomatica Group S.p.A.
Media Communications
T. (+39) 06 5189903

This press release and previous ones are available on Lottomatica and GTECH web sites:
www.lottomaticagroup.com - www.gtech.com

LOTTOMATICA GROUP AND SUBSIDIARIES
INTERIM CONSOLIDATED INCOME STATEMENTS

	For the three months ended March 31,	
	2013	2012
(thousands of euros)	*Unaudited*	
Service revenue	720,355	737,799
Product sales	77,164	42,463
Total revenue	797,519	780,262
Raw materials, services and other costs	386,543	396,019
Personnel	133,930	127,756
Depreciation	61,445	58,803
Amortization	46,648	47,196
Capitalization of internal construction costs - labor and overhead	(22,596)	(19,055)
Total costs	605,970	610,719
Operating income	191,549	169,543
Interest income	710	759
Equity income (loss)	114	(1)
Other income	341	56
Other expense	(1,941)	(1,913)
Foreign exchange loss, net	(3,431)	(4,981)
Interest expense	(40,122)	(39,612)
	(44,329)	(45,692)
Income before income tax expense	147,220	123,851
Income tax expense	60,065	52,389
Net income	87,155	71,462
Attributable to:		
Owners of the parent	74,742	57,625
Non-controlling interests	12,413	13,837
	87,155	71,462
Earnings per share/ADRs		
Basic - net income attributable to owners of the parent	€ 0.43	€ 0.33
Diluted - net income attributable to owners of the parent	€ 0.43	€ 0.33

LOTTOMATICA GROUP AND SUBSIDIARIES
INTERIM CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

(thousands of euros)	March 31, 2013 *Unaudited*	Restated (a) December 31, 2012 *Audited*
ASSETS		
Non-current assets		
Systems, equipment and other assets related to contracts, net	968,997	946,255
Property, plant and equipment, net	84,956	84,749
Goodwill	3,260,501	3,188,753
Intangible assets, net	1,303,626	1,333,948
Investments in associates and joint ventures	10,557	10,162
Other non-current assets	27,356	27,354
Non-current financial assets	25,439	23,395
Deferred income taxes	10,853	11,030
Total non-current assets	5,692,285	5,625,646
Current assets		
Inventories	171,853	164,304
Trade and other receivables, net	985,095	809,894
Other current assets	199,202	181,177
Current financial assets	9,933	8,915
Income taxes receivable	18,281	19,509
Cash and cash equivalents	356,227	455,762
Total current assets	1,740,591	1,639,561
Non-current assets classified as held for sale	-	12,063
TOTAL ASSETS	7,432,876	7,277,270
EQUITY AND LIABILITIES		
Equity attributable to owners of the parent		
Issued capital	172,488	172,455
Share premium	1,704,363	1,703,923
Retained earnings	310,600	235,858
Other reserves	244,818	155,565
	2,432,269	2,267,801
Non-controlling interests	387,284	374,464
Total equity	2,819,553	2,642,265
Non-current liabilities		
Long-term debt, less current portion	2,787,635	2,778,764
Deferred income taxes	160,041	138,755
Long-term provisions	43,815	45,204
Other non-current liabilities	61,539	51,059
Non-current financial liabilities	64,833	42,407
Total non-current liabilities	3,117,863	3,056,189
Current liabilities		
Accounts payable	935,956	1,000,703
Short-term borrowings	1,156	541
Other current liabilities	336,773	355,668
Current financial liabilities	21,055	10,620
Current portion of long-term debt	128,178	181,276
Short-term provisions	2,018	1,900
Income taxes payable	70,324	28,108
Total current liabilities	1,495,460	1,578,816
TOTAL EQUITY AND LIABILITIES	7,432,876	7,277,270

(a) As adjusted to reflect the adoption of IFRS 11 *Joint Arrangements*

LOTTOMATICA GROUP AND SUBSIDIARIES
INTERIM CONSOLIDATED STATEMENTS OF CASH FLOWS

	For the three months ended March 31,	
	2013	2012
(thousands of euros)	*Unaudited*	
Cash flows from operating activities		
Income before income tax expense	147,220	123,851
Adjustments for:		
Depreciation	61,445	58,803
Intangibles amortization	46,671	47,218
Interest expense	40,122	39,612
Provisions	2,366	3,598
Share-based payment expense	2,308	3,993
Non-cash foreign exchange loss, net	1,979	5,338
Interest income	(710)	(759)
Other non-cash items	2,326	2,074
Cash foreign exchange (gain) loss, net	1,452	(357)
Income tax paid	(6,229)	(5,149)
Cash flows before changes in operating assets and liabilities	298,950	278,222
Changes in operating assets and liabilities:		
Inventories	(3,202)	(10,319)
Trade and other receivables	(158,230)	(102,608)
Other current assets	(16,591)	(10,245)
Accounts payable	(55,118)	37,629
Accrued expenses	(8,335)	(8,962)
Deferred revenue	16,443	8,502
Employee compensation	7,459	10,478
Taxes other than income taxes	(11,646)	(12,613)
Advance payments from customers	(11,295)	6,170
Other assets and liabilities	(6,698)	(10,963)
Net cash flows from operating activities	51,737	185,291
Cash flows from investing activities		
Purchases of systems, equipment and other assets related to contracts	(47,947)	(49,292)
Purchases of intangible assets	(2,595)	(563)
Purchases of property, plant and equipment	(2,408)	(2,204)
Realized loss on net investment hedge	(317)	(4,313)
Cash proceeds related to impairment recovery	-	4,455
Interest received	638	680
Other	(4,593)	(138)
Net cash flows used in investing activities	(57,222)	(51,375)
Cash flows from financing activities		
Interest paid	(95,291)	(98,585)
Principal payments on long-term debt	(107)	(13,944)
Net proceeds from (repayments of) short-term borrowings	608	(2,958)
Cash paid on interest rate swaps	-	(7,654)
Proceeds from issuance of long-term debt	-	632
Other	(2,265)	(1,308)
Net cash flows used in financing activities	(97,055)	(123,817)
Net increase (decrease) in cash and cash equivalents	(102,540)	10,099
Effect of exchange rate changes on cash	3,005	(974)
Cash and cash equivalents at the beginning of the period	455,762	190,675
Cash and cash equivalents at the end of the period	356,227	199,800

LOTTOMATICA GROUP AND SUBSIDIARIES

KEY PERFORMANCE INDICATOR COMPARISONS

	For the three months ended			
	March 31,		Change	
(thousands of euros, except per share amounts)	2013	2012	€	%
Revenue	797,519	780,262	17,257	2.2
EBITDA	299,933	280,361	19,572	7.0
Operating income	191,549	169,543	22,006	13.0
Net income attributable to owners of the parent	74,742	57,625	17,117	29.7
Diluted earnings per share	0.43	0.33	0.10	30.3
EBITDA				
Operating income	191,549	169,543	22,006	13.0
Depreciation	61,445	58,803	2,642	4.5
Amortization	46,648	47,196	(548)	(1.2)
Other	291	4,819	(4,528)	(94.0)
	299,933	280,361	19,572	7.0

	March 31,	December 31,	Change	
	2013	2012 (a)	€	%
Net financial position	2,636,696	2,548,931	87,765	3.4

(a) As adjusted to reflect the adoption of IFRS 11 *Joint Arrangements*

LOTTOMATICA GROUP AND SUBSIDIARIES

CONSOLIDATED REVENUE BREAKDOWN

	For the three months ended			
	March 31,		Change	
(thousands of euros)	2013	2012	€	%
Italian Operations	463,514	481,783	(18,269)	(3.8)
GTECH Lottery	229,466	237,497	(8,031)	(3.4)
SPIELO International	111,664	69,190	42,474	61.4
	804,644	788,470	16,174	2.1
Elimination of intersegment revenue	(7,260)	(8,278)	1,018	12.3
Other	135	70	65	92.9
Total revenue	797,519	780,262	17,257	2.2

ITALIAN OPERATIONS SEGMENT

	For the three months ended			
	March 31,		Change	
(thousands of euros)	2013	2012	€	%
Lotto	104,304	102,582	1,722	1.7
Instant tickets	99,826	102,637	(2,811)	(2.7)
Other	996	646	350	54.2
Lottery	205,126	205,865	(739)	(0.4)
Machine Gaming	147,314	169,284	(21,970)	(13.0)
Sports Betting	57,141	48,213	8,928	18.5
Commercial Services	32,768	32,612	156	0.5
Interactive	21,165	25,809	(4,644)	(18.0)
Total revenue	463,514	481,783	(18,269)	(3.8)

LOTTOMATICA GROUP AND SUBSIDIARIES

ITALIAN OPERATIONS SEGMENT

	For the three months ended			
	March 31,		Change	
	2013	2012	Wagers	%
Lotto *(millions of euros)*				
Core wagers	1,484.8	1,486.4	(1.6)	(0.1)
Wagers for late numbers	120.1	87.2	32.9	37.7
	1,604.9	1,573.6	31.3	2.0
Instant Tickets				
Total tickets sold (in millions)	525.2	570.4	(45.2)	(7.9)
Total sales (in millions)	€ 2,546.3	€ 2,619.6	(€ 73.3)	(2.8)
Average price point	€ 4.85	€ 4.59	€ 0.26	5.7
Machine Gaming *(millions of euros)*				
VLT wagers	1,778.9	2,013.5	(234.6)	(11.7)
AWP wagers	1,143.8	1,143.4	0.4	0.0
Total wagers	2,922.7	3,156.9	(234.2)	(7.4)
(Installed at the end of March)				
VLTs installed	10,510	9,090	1,420	15.6
AWP machines installed	68,796	61,578	7,218	11.7
Total machines installed	79,306	70,668	8,638	12.2
Sports Betting *(millions of euros)*				
Fixed odds sports betting and other wagers	212.6	250.4	(37.8)	(15.1)
Interactive *(millions of euros)*				
Skill game wagers	504.1	589.9	(85.8)	(14.5)

LOTTOMATICA GROUP AND SUBSIDIARIES

GTECH LOTTERY SEGMENT

	For the three months ended			
	March 31,		Change	
(thousands of euros)	2013	2012	€	%
Service revenue				
United States	142,321	147,848	(5,527)	(3.7)
International	76,700	73,366	3,334	4.5
	219,021	221,214	(2,193)	(1.0)
Product sales				
United States	3,214	3,285	(71)	(2.2)
International	7,231	12,998	(5,767)	(44.4)
	10,445	16,283	(5,838)	(35.9)
Total revenue				
United States	145,535	151,133	(5,598)	(3.7)
International	83,931	86,364	(2,433)	(2.8)
	229,466	237,497	(8,031)	(3.4)
Same Store Revenue	149,229	157,637	(8,407)	(5.3)
Net Wins/Rate Changes/Other Service	51,395	47,449	3,946	8.3
Pass-through	16,250	16,129	121	0.8
Foreign Exchange Impact	2,147	-	2,147	-
	219,021	221,214	(2,193)	(1.0)

SPIELO INTERNATIONAL SEGMENT

	For the three months ended			
	March 31,		Change	
(thousands of euros)	2013	2012	€	%
Service revenue	42,323	40,059	2,264	5.7
Product sales	69,341	29,131	40,210	138.0
Total revenue	111,664	69,190	42,474	61.4

LOTTOMATICA GROUP AND SUBSIDIARIES

NET FINANCIAL POSITION

(thousands of euros)	March 31, 2013	December 31, 2012 (a)	Change
Cash at bank	355,882	455,386	(99,504)
Cash on hand	345	376	(31)
Cash and cash equivalents	356,227	455,762	(99,535)
Current financial receivables	9,933	8,915	1,018
Facilities	108,586	105,267	3,319
2009 Notes (due 2016)	13,004	2,926	10,078
2010 Notes (due 2018)	4,393	24,549	(20,156)
2012 Notes (due 2020)	1,283	1,223	60
Short-term borrowings	1,156	541	615
Capital Securities	-	46,406	(46,406)
Other	21,966	11,525	10,441
Current financial debt	150,388	192,437	(42,049)
Net current financial cash	(215,772)	(272,240)	56,468
2009 Notes (due 2016)	758,352	759,616	(1,264)
Capital Securities	741,812	741,148	664
2010 Notes (due 2018)	495,508	495,307	201
2012 Notes (due 2020)	492,091	491,842	249
Facilities	298,045	288,922	9,123
Other	66,660	44,336	22,324
Non current financial debt	2,852,468	2,821,171	31,297
Net financial position	2,636,696	2,548,931	87,765

(a) As adjusted to reflect the adoption of IFRS 11 Joint Arrangements

LOTTOMATICA GROUP AND SUBSIDIARIES

DEBT

(thousands of euros)	March 31, 2013	December 31, 2012
Long-term debt, less current portion		
2009 Notes (due 2016)	758,352	759,616
Capital Securities	741,812	741,148
2010 Notes (due 2018)	495,508	495,307
2012 Notes (due 2020)	492,091	491,842
Facilities	298,045	288,922
Other	1,827	1,929
	2,787,635	2,778,764
Short-term borrowings		
Short-term borrowings	1,156	541
	1,156	541
Current portion of long-term debt		
Facilities	108,586	105,267
2009 Notes (due 2016)	13,004	2,926
2010 Notes (due 2018)	4,393	24,549
2012 Notes (due 2020)	1,283	1,223
Capital Securities	-	46,406
Other	912	905
	128,178	181,276
Total debt	2,916,969	2,960,581

INTEREST EXPENSE

(thousands of euros)	For the three months ended March 31, 2013	2012
Capital Securities	(16,133)	(15,921)
2009 Notes (due 2016)	(9,387)	(9,929)
2010 Notes (due 2018)	(6,920)	(6,909)
2012 Notes (due 2020)	(4,624)	-
Facilities	(2,519)	(4,797)
Other	(539)	(2,056)
	(40,122)	(39,612)

LOTTOMATICA GROUP AND SUBSIDIARIES

OPERATING SEGMENT INFORMATION

	For the three months ended March 31, 2013			
(thousands of euros)	Total revenue	Intersegment revenue	Third-party revenue	Operating income/(loss)
Operating Segments				
Italian Operations	463,514	-	463,514	162,878
GTECH Lottery	229,466	(2,394)	227,072	27,476
SPIELO International	111,664	(4,866)	106,798	19,547
	804,644	(7,260)	797,384	209,901
Eliminations	(7,260)	7,260	-	915
Corporate overhead	-	-	-	(6,876)
Other	135	-	135	(12,391)
	797,519	-	797,519	191,549

	For the three months ended March 31, 2012			
(thousands of euros)	Total revenue	Intersegment revenue	Third-party revenue	Operating income/(loss)
Operating Segments				
Italian Operations	481,783	-	481,783	152,052
GTECH Lottery	237,497	(2,333)	235,164	31,058
SPIELO International	69,190	(5,945)	63,245	3,508
	788,470	(8,278)	780,192	186,618
Eliminations	(8,278)	8,278	-	311
Corporate overhead	-	-	-	(3,554)
Other	70	-	70	(13,832)
	780,262	-	780,262	169,543

LOTTOMATICA GROUP AND SUBSIDIARIES

OPERATING SEGMENT INFORMATION

	For the three months ended March 31, 2013		For the three months ended March 31, 2012	
(thousands of euros)	Depreciation	Amortization	Depreciation	Amortization
Operating Segments				
Italian Operations	15,816	34,213	17,681	34,078
GTECH Lottery	38,647	305	34,788	495
SPIELO International	5,965	1,798	4,710	1,349
	60,428	36,316	57,179	35,922
Eliminations	(1,070)	(137)	(980)	(46)
Corporate overhead	24	-	17	-
Other	2,063	10,469	2,587	11,320
	61,445	46,648	58,803	47,196