Press Release **22 April 2008**

Gaming VC Holdings S.A.

(“Gaming VC” or “the Group“)

Preliminary Results

Gaming VC Holdings S.A., a leading European online gaming company, today announces its preliminary results for the year ended 31 December 2007.

Highlights

- Gross profit increased 9.5% to €32.2 million (2006: €29.4 million);
- Operating profit up* 28.1% to €17.3 million (2006: €13.5 million);
- Net revenues were up 5.2% to €42.7 million (2006: €40.6 million);
- Maltese gaming licences acquired, reducing regulatory risk in the European Union;
- Successful diversification, having acquired a sports betting licence;
- Recommended final dividend of €0.20 (c£0.16) (2006:€0.19 (£0.13)).

*before exceptional items and share option charge

Commenting on the results, Kenneth Alexander, Chief Executive of Gaming VC, said: “I am delighted with the performance of the Group during 2007 with record profitability delivered during the year. It has been a year of transformation and change in strategic direction. Acquiring our European licences and diversifying into new products and markets leaves the Group in a much stronger position moving forward. I am confident that Gaming VC is now well placed to continue its successful growth story.”

- Ends -

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Chairman's Statement

I am pleased to present the 2007 full year results for Gaming VC which demonstrate strong growth and are in line with expectations.

Over the last year, the Group has successfully implemented the important strategic and operational objectives as set out in Gaming VC's 2006 results by the then newly appointed Chief Executive, Kenneth Alexander, including:

- Reducing the risk from potential German legislative issues;
- Improving the profitability of the German business;
- Diversifying into other territories and into other products; and
- Strengthening the level of expertise within the business.

The outcome of carefully following these strategies is record profitability for the Group. The financial results for the year ended 31 December 2007 show an operating profit before exceptional items and share option charges of €17.3 million (2006: €13.5 million), an increase of 28 per cent.

I believe that the current dividend policy remains appropriate for the Group. The core business is cash generative and not capital intensive, and we will continue to return excess cash flow to shareholders as appropriate. The Board is recommending a final dividend of €0.20 (c£0.16) giving a total distribution of €0.40 (c£0.29) for the current financial year (2006: €0.384 and £0.26). This final dividend will be paid on 30 May 2008 to all shareholders of record at the close of business on 9 May 2008.

To reduce risk from potential legislative issues in Europe the majority of our business, including all of our German operations, now operates under our Maltese licences. We look forward to a resolution of the regulatory debate within the EU.

We are pleased with the results for the first quarter of 2008 and are confident that we will continue to build on the strong momentum created in 2007.

Adrian Smith, Chairman

22 April 2008

Chief Executive's Statement

The successful implementation of our strategy has produced record results for the 2007 financial year.

The Group has taken a number of steps to improve the profitability of its core German business, including tighter control of overheads and expenditure. The distribution of all direct mail to recruit customers was stopped in May 2007 and marketing efforts were concentrated on affiliate marketing and search engine optimisation with customer recruitment remaining at historic levels.

In June 2007, the Group renegotiated its casino/poker operating contract with Boss Media on more favourable commercial terms. In order to remain competitive, Gaming VC believes it is important to utilise other software providers. New brands utilising flash casino and live dealer casino products will be launched during 2008 and a new poker brand www.pokerkings.com was launched in December 2007.

In September 2007, Gaming VC launched a sportsbook licenced in Malta (www.betaland.com) and in the first quarter of 2008, has secured an Italian sportsbook licence (www.betpro.it). The Maltese sportsbook launch has exceeded our expectations and represents a significant step for Gaming VC in developing business outside of Germany. The new business has continued to grow during 2008 and Italy will be a key strategic market for the Group in the financial year ahead. Further sportsbook sites will be launched under the 'Betaland' brand in 2008 to assist with diversification.

To further extend the Group's product range, Gaming VC launched a bingo site, www.winzingo.es, in the first quarter of 2008, using the proven software from Parlay. This site will initially be focused on the Spanish female market and rolled out across other European territories in due course.

Consistent with the change in marketing strategy, the Group replaced direct marketers with experienced executives from the online gaming industry including affiliate marketing. In addition, an experienced Customer Relationship Management (CRM) team allows us to concentrate on the retention of existing casino customers. The CRM expertise that was recruited in 2007, together with further recruits, will be employed to set up a new CRM centre during the second quarter of 2008 to handle all aspects of customer service, currently provided by Boss Media. By bringing all areas of customer contact in-house Gaming VC will have complete control over all areas of the customer interface. This should significantly enhance retention and maximise the lifetime value of customers.

Group Financial Performance

All € '000	Net Revenue		Gross Profit	
	2007	**2006**	**2007**	**2006**
Casino	38,164	38,365	28,685	28,377
Poker	3,420	2,208	2,409	1,038
Sports Betting	1,123	-	1,075	-
Total	**42,707**	**40,573**	**32,169**	**29,415**

In 2007, the total gross wagers placed were €1.8 billion (2006: €1.6 billion) and net revenues were €42.7 million (2006: €40.6 million). A significant propotion of the revenue growth is attributable to the commencement of sports betting during the year, which accounted for €1.1 million of the increase. The gross profit for the financial year ended 31 December 2007 was €32.2 million (2006: €29.4 million). €1.1 million of the increased gross profit was generated from the sportsbook activity started in 2007. Casino operating activities in 2007 remained at a similar level and margin to 2006 and poker net revenues increased by 55% year-on-year. In both 2007 and the prior year less than 1% of the gross margin was earned from customers residing outside the European Union and Gaming VC has never transacted any wagering activity by customers in the US.

In the 2007 financial year there were no significant one-off jackpot winners on the Group's slot machine games with associated "progressive" jackpots. The total of the available jackpots at the end of December 2007 was €3.2 million (2006: €2.2million) with the largest available individual jackpot being €1.6 million (2006: €1.3 million).

The Group operating profit before exceptional items and share option charges for the financial year ended 31 December 2007 increased by 28% to €17.3 million (2006: €13.5 million) after the deduction of distribution and administrative expenses. The Group incurred no exceptional charges in the year (2006: €41.5 million) and generated an operating profit before financing of €16.5 million (2006: loss of €28.9 million).

Distribution costs of €5.8 million (2006: €7.1 million) reflect the savings generated due to the change in customer recruitment from direct mail to affiliate marketing which has been partly offset by the additional costs of €1.0 million for the 2007 sportsbook launch.

The major items within the administrative expenses incurred (excluding amortisation) during the financial year are detailed below

	2007	**2006**
	€'000	**€'000**
Employment costs	2,886	3,434
Travel	548	886
Legal, accounting and tax	2,432	1,682
All other costs	990	775
Total administrative expenses	6,856	6,777

Employment costs are analysed in note 2 to the financial results.

Within the legal, accounting and tax costs for 2007 are expenses related to the acquisition of the Maltese operating licences in the year.

The amortization of intangible assets is detailed in note 6 to the financial results. This is a non-cash charge primarily to reflect the reduction in economic value over the useful lives of these assets.

Net financing income for the financial year of €0.1 million (2006: net financing income €0.1 million) are analysed in note 3 to the financial results. The majority of Group revenues are in Euros, as are the majority of both the cost of distribution and administration.

Due to the increased levels of business in both Malta and Italy projected in 2008 compared to 2007, it is estimated that Gaming VC will increase its tax charge from a current base level of 2% of operating profits to closer to 5% in 2008. The final charge will depend on both the markets where growth is achieved and future developments on taxation in the domiciles Gaming VC operates in.

In the reporting period the Group generated €19 million (2006: €17.9 million) of cash flows from operating activities. After payment of the dividends totalling €12.2 million during the year, the Group's closing cash balance as at 31 December 2007 was €15.9 million (2006: €9.4 million). Capital expenditure in the financial year across the Group was € 0.6 million (2006: €0.3 million) which primarily reflects new equipment and software related to the setting up of the Maltese operations. A similar level of capital expenditure is envisaged in 2008 relating to the acquisition of the Italian licence and the establishment of an in-house customer service centre.

Dividends

The Board is recommending a final dividend of €0.20 (c£0.16) giving a total distribution of €0.40 (c£0.29) for the current financial year (2006: €0.38 and £0.26). This final dividend will be paid on 30 May 2008 to all shareholders of record at the close of business on 9 May 2008.

Outlook

During the first three months of the 2008 financial year trading has been slightly ahead of expectations due to both resilience in the German casino business and better than expected sportsbook performance. The total revenues are 12% ahead of the same period in the previous year and 6% more funded accounts have been recruited. Compared to the fourth quarter of 2007 revenue is 23% higher and there have been 3% more funded accounts recruited.

We will continue to focus on maintaining German casino volumes with the reduced cost base and aggressively growing revenue outside Germany through new initiatives including the Italian operation, bingo and through affiliate marketing.

We move into 2008 with an experienced team now in place and a clear strategic direction that will continue the transformation of the business from a German casino supported by direct mail into a significant European gaming business using efficient online marketing for recruitment and industry leading CRM.

Kenneth Alexander, Chief Executive
22 April 2008

Consolidated Income Statement

For the year ended 31 December 2007

In thousands of euro	Note	**Year ended 31 December 2007**	Year ended 31 December 2006 Before goodwill impairment	Goodwill impairment	Total
Revenue	1	**42,707**	40,573	**-**	40,573
Cost of Sales		**(10,538)**	(11,158)	**-**	(11,158)
Gross profit		**32,169**	29,415	**-**	29,415
Net operating expenses (including exceptional items and share option charges)		**(15,665)**	(25,075)	(33,274)	(58,349)
Operating profit before exceptional items and share option charge		**17,319**	13,505	**-**	13,505
Share option charge		**(815)**	(893)	**-**	(893)
Exceptional items	6	**-**	(8,272)	(33,274)	(41,546)
Operating profit/(loss) before financing		**16,504**	4,340	(33,274)	(28,934)
EBITDA		**19,480**	15,536	**-**	15,536
Depreciation		**(57)**	(35)	**-**	(35)
Amortisation		**(2,919)**	(11,161)	(33,274)	(44,435)
Financial income	3	**459**	163	-	163
Financial expense	3	**(332)**	(68)	**-**	(68)
Net financing income		**127**	95	**-**	95
Profit/Loss before Tax		**16,631**	4,435	(33,274)	(28,839)
Income tax income	4	**11**	-	-	-
Profit/(Loss) for the year		**16,642**	4,435	(33,274)	(28,839)
Profit/(Loss) per ordinary share					
Basic earnings per share (euro)	7	**0.534**			(0.93)
Diluted earnings per share (euro)	7	**0.534**			(0.93)

Consolidated statement of recognised income and expense

For the year ended 31 December 2007

In thousands of euro	**Year ended 31 December 2007**	Year ended 31 December 2006
Profit/(Loss) and total recognised income and expense for the year	16,642	(28,839)

Consolidated Balance Sheet
As at 31 December 2007

In thousands of euro	Note	**31 December 2007**	31 December 2006
Assets			
Property, plant and equipment	5	**521**	56
Intangible assets	6	**55,724**	58,548
Deferred tax asset		**11**	-
Total non-current assets		**56,256**	58,604
Trade receivables		**3,021**	1,892
Other receivables and prepayments		**1,274**	417
Cash and cash equivalents		**15,859**	9,407
Total current assets		**20,154**	11,716
Total assets		**76,410**	70,320
Equity			
Issued share capital		**38,608**	38,608
Share premium		**51,977**	57,926
Retained earnings		**(18,623)**	(29,853)
Total equity attributable to equity holders of the parent		**71,962**	66,681
Liabilities			
Income tax payable	4	**18**	18
Trade and other payables		**1,538**	1,317
Accrued expenses		**2,892**	1,101
Withholding tax on dividends		-	1,203
Total current liabilities		**4,448**	3,639
Total liabilities		**4,448**	3,639
Total equity and liabilities		**76,410**	70,320

Consolidated statement of cashflows
For the year ended 31 December 2007

In thousands of euro	Note	**Year ended 31 December 2007**	Year ended 31 December 2006
Cash flows from operating activities			
Cash receipts from customers		**41,578**	40,833
Cash paid to suppliers and employees		**(22,545)**	(22,934)
Net cash from operating activities		**19,033**	17,899
Cash flows from investing activities			
Interest received		**459**	154
Disposal of equipment		**40**	-
Acquisition of property, plant and equipment	5	**(562)**	(45)
Acquisition of intellectual property	6	**(95)**	(231)
Net cash from investing activities		**(158)**	(122)
Cash flows from financing activities			
Dividend paid		**(12,176)**	(15,612)
Net cash from financing activities		**(12,176)**	(15,612)
Net increase in cash and cash equivalents		**6,699**	2,165
Cash and cash equivalents at beginning of the year		**9,407**	7,233
Effect of exchange rate fluctuations on cash held		**(247)**	9
Cash and cash equivalents at end of the year		**15,859**	9,407

1 Segment reporting

Segment information is presented in respect of the Group's business and geographical segments.

Business segments

Based on risks and returns and transacting with customers, the management considers that the Group's primary reporting format is by following three business segments:

- Casino;
- Poker;
- Sports Betting;

Following the acquisition of new operating licences during the year, and the expectation of additional licences being acquired in 2008 the management reporting now places more emphasis on vertical product groups and majority of distribution costs being allocated on an activity basis to each business segment. The 2006 data has been restated on a consistent basis.

Unallocated corporate expenses, assets and liabilities relate to the entity as a whole and cannot be allocated to individual segments.

Segment capital expenditure is the total cost incurred during the year to acquire segment assets that are expected to be used for more than one year.

Year ended 31 December 2007 € '000	**Casino**	**Poker**	**Sports Betting**	**Unallocated Corporate**	**Consolidated**
Revenue	38,164	3,420	1,123	-	42,707
Gross Profit	28,685	2,409	1,075	-	32,169
Distribution costs	3,649	780	1,013	391	5,833
Administrative expenses	-	-	-	6,856	6,856
Profit Before Tax	24,927	1,629	62	(9,987)	16,631
Segmental assets	57,842	100	1,519	16,949	76,410
Capital Expenditure	77	80	289	210	656

Year ended 31 December 2006 € '000	**Casino**	**Poker**	**Sports Betting**	**Unallocated Corporate**	**Consolidated**
Revenue	38,365	2,208	-	-	40,573
Gross Profit	28,377	1,038	-	-	29,415
Distribution costs	5,841	385	-	911	7,137
Administrative expenses	-	-	-	6,777	6,777
Profit Before Tax	22,536	653	-	(52,028)	(28,839)
Segmental assets	60,457	269	-	9,594	70,320
Capital Expenditure	266	10	-	-	276

Geographical analysis of net revenue

Year ended	31 Dec 07 €'000		31 Dec 06 €'000	
Germany	**32,083**	**75.1%**	30,330	74.8%
Austria	**6,297**	**14.7%**	7,515	18.5%
Italy	**2,337**	**5.5%**	130	0.3%
Other	**1,990**	**4.7%**	2,598	6.4%
Total Revenue	**42,707**	**100%**	40,573	100%

Non current assets within Luxembourg total € nil (2006: € nil) and non-current assets in other locations total € 56.2 million (2006: € 58.6 million).

All segments are continuing operations.

2 Personnel expenses

In thousands of euro	**Year ended 31 December 2007**	Year ended 31 December 2006
Wages and salaries	**1,957**	2,400
Compulsory social security contributions	**65**	154
Contributions to defined contribution plans	**49**	(13)
Equity-settled transactions	**815**	893
	2,886	3,434

3 Net financing costs

In thousands of euro	**Year ended 31 December 2007**	Year ended 31 December 2006
Interest income	**459**	154
Net foreign exchange gain through profit	**-**	9
Financial income	**459**	163
Interest expense		
Interest expenses and bank charges	**(85)**	(68)
Net foreign exchange loss through profit	**(247)**	-
Financial expenses	**(332)**	(68)
Net financing income	**127**	95

4 Income tax expense

Current tax

Current tax for the current and prior periods is classified as a current liability to the extent that it is unpaid. Amounts paid in excess of amounts owed are classified as a current asset.

	Year ended 31 December 2007	Year ended 31 December 2006
Recognised in the income statement		
In thousands of euro		
Current tax expense		
Current year	**-**	-
Adjustments for prior period	**-**	-
	-	-
Deferred tax income		
Origination and reversal of temporary differences	**(11)**	-
Reduction in tax rate	**-**	-
Benefits of tax losses recognises	**-**	-
	-	-
Total income tax (income)/expense in income statement	**(11)**	-

Reconciliation of effective tax rate

In thousands of euro	**Year ended 31 December 2007**	Year ended 31 December 2006
Profit/(loss) before tax	**16,631**	(28,839)
Income tax using the domestic corporation tax rate	**4,936**	-
Effect of tax rates in foreign jurisdictions (Rates decreased)	**(4,936)**	-
Capital allowances for period in excess of depreciation	**(11)**	-
	(11)	-

A deferred tax asset was recognised as the Group considers that it more probable than not that future taxable profits will be available against which the asset could be utilised.

5 Property, plant and equipment

In thousands of euro	Fixtures & Fittings	Total Property Plant and Equipment
Cost		
Balance at 1 January 2007	112	112
Disposal	(112)	(112)
Other acquisitions	562	562
Balance at 31 December 2007	562	562
Depreciation and impairment losses		
Balance at 1 January 2007	56	56
Disposal	(72)	(72)
Depreciation charge for the year	57	57
Balance at 31 December 2007	41	41
Carrying amounts		
At 31 December 2006	56	56
At 31 December 2007	**521**	**521**

Capital expenditure related primarily to the setup of the Maltese office in the year.

6 Intangible assets

In thousands of euro

	Goodwill	Trade-marks	Software licence	Consulting	Magazine	Total
Cost						
Balance at 1 January 2006	73,613	15,144	11,915	419	4,500	105,591
Acquisitions	-	-	231	-	-	231
Balance at 31 December 2006	73,613	15,144	12,146	419	4,500	105,822
Balance at 1 January 2007	73,613	15,144	12,146	419	4,500	105,822
Acquisitions	-	-	95	-	-	95
At 31 December 2007	**73,613**	**15,144**	**12,241**	**419**	**4,500**	**105,917**
Amortisation and Impairment losses						
Balance at 1 January 2006	-	-	1,213	106	1,520	2,839
Amortisation for the year	-	-	9,556	105	1,500	11,161
Impairment loss for the year	33,274	-	-	-	-	33,274
Balance at 31 December 2006	33,274	-	10,769	211	3,020	47,274
Balance at 1 January 2007	33,274	-	10,769	211	3,020	47,274
Amortisation for the year	-	-	1,335	104	1,480	2,919
At 31 December 2007	**33,274**	**-**	**12,104**	**315**	**4,500**	**50,193**
Carrying amounts						
At 31 December 2006	40,339	15,144	1,377	209	1,480	58,548
At 31 December 2007	**40,339**	**15,144**	**137**	**104**	**-**	**55,724**

Valuation methodologies

The valuation methodology of each type of identifiable intangible asset is detailed below.

Asset	**Valuation methodology**
Magazine-related	Cost
Consulting	Income (cost saving)
Software licence	Income (incremental value plus loss of profits)
Trade-marks	Relief from royalty
Goodwill	Residual balance

The valuation conclusions, for the assets acquired through business combinations, were cross-checked relative to the overall consideration paid in the transaction over net tangible assets, to ensure that the proportion of value attributed to (i) each identifiable tangible asset: and (ii) to all of the identified intangible assets combined in the total purchase price appears reasonable.

In addition, the implied weighted average return on assets was reconciled with the cost of capital derived for the business as a whole to check for the reasonableness of values placed on intangible assets and the discount rates/returns used.

Amortisation and impairment charge

The amortisation for the year and the accelerated amortisation on the software licence in 2006 are recognised in the following line items in the income statement.

In thousands of euro	**Year ended 31 December 2007**	Year ended 31 December 2006
Net operating expenses	**2,919**	2,889
Exceptional items	**-**	8,272

Impairment tests for cash-generating units containing goodwill

An Impairment Review was carried out at the year end of the Company's goodwill in the Casino operation. The carrying values of the assets were compared with the recoverable amounts, these were determined with the assistance of independent valuers. It was viewed that the goodwill was not impaired.

The following units have significant carrying amounts of goodwill:

In thousands of euro	**31 December 2007**	31 December 2006
Casino operation: GVC Corporation II B.V.	**40,339**	40,339

7 Earnings per share

The calculation of basic earnings per share at 31 December 2007 was based on the profit attributable to ordinary shareholders of €16,641,810 (2006: loss of €28,838,575) and a weighted average number of ordinary shares outstanding during the year ended 31 December 2007 of 31,135,762 (2006: 31,135,762), calculated as follows:

Profit attributable to ordinary shareholders

In thousands of euro	**Year ended 31 December 2007**	Year ended 31 December 2006
Profit/(Loss) attributable to ordinary shareholders	**16,642**	(28,839)
Exceptional item	**-**	41,546
Profit before exceptional item	**16,642**	12,707

Weighted average number of ordinary shares

	Year ended 31 December 2007	Period ended 31 December 2006
Issued ordinary shares beginning of the year	**31,135,762**	**31,135,762**
Weighted average number of ordinary shares at end of the year	**31,135,762**	**31,135,762**

Earnings per share	**Year ended 31 December 2007**	Year ended 31 December 2006

In euro		
Basic earnings per share	**0.534**	(0.926)
Basic earnings per share before exceptional items	**0.534**	0.408

Diluted earnings per share

The calculation of diluted earnings per share at 31 December 2007 was based on the profit attributable to ordinary shareholders of €16,641,810 (2006: loss of €28,838,575) and a weighted average number of ordinary shares outstanding during the year ended 31 December 2007 of 31,135,762 (2006: 31,135,762), calculated as follows:

Profit attributable to ordinary shareholders (diluted) *In thousands of euro*	**Year ended 31 December 2007**	Year ended 31 December 2006
Profit/(Loss) attributable to ordinary shareholders (diluted)	**16,642**	(28,839)
Exceptional item	**-**	41,546
Profit before exceptional item	**16,642**	12,707

Weighted average number of ordinary shares (diluted)

	Year ended 31 December 2007	Year ended 31 December 2006
Weighted average number of ordinary shares at end of the year	**31,135,762**	31,135,762
Effect of share options on issue	**-**	-
Weighted average number of ordinary shares (diluted) at end of year	**31,135,762**	31,135,762

Diluted earnings per share

	Year ended 31 December 2007	Year ended 31 December 2006
Diluted earnings per share	**0.534**	(0.926)
Diluted earnings per share before exceptional items	**0.534**	0.408

Report and Accounts

Copies of the annual report and accounts will be posted to shareholders shortly and will be available at www.gamingvc.com

Annual General Meeting

The annual general meeting of the Company will be held at the registered office, 73 Cote d'Eich, L-1450, Luxembourg on 20 May 2008 at 10:00 am. Notice of, and further details in relation to the annual general meeting of the Company will be posted out with the report and accounts as detailed above.

-Ends-