Unibet Group plc
Interim report January - June 2006

- **Gross Winnings Revenue amounted to GBP 18.4 (9.2) million for the second quarter of 2006 and GBP 35.8 (16.1) million for the first half year.**
- **Profit after tax for the second quarter of 2006 increased to GBP 3.9 (2.8) million. Profit after tax for the first half year increased to GBP 9.5 (5.3) million.**
- **Earnings per share were GBP 0.140 (0.108) for the second quarter of 2006 and GBP 0.339 (0.208) for the first half year.**
- **Number of active customers at the end of the quarter was 223,104 (72,407).**
- **Record quarterly gross winnings revenue from non-sports betting of GBP 12.2 (4.7) million.**
- **World Cup 2006 saw records in monthly gross turnover and numbers of bets taken, with a satisfactory gross winnings margin considering the outcome of the championship.**

"Unibet stands strong with a fast growing balanced product and geographic portfolio"

"We are very pleased with the continued success of non-sports products by setting a new all time high in revenues during Q2, securing a balanced product portfolio going forward. Unibet stands strong", says Petter Nylander, CEO of Unibet

"During the quarter we carried out extensive marketing activities in connection with the FIFA World Cup, and still secured a positive cash flow."

"As one of Europe's leading gaming operators we are continuing our work with responsible gambling and social responsibility by being accredited by G4 for complying with their responsibility code and entering into an agreement with Adictel, the well respected responsible gambling consultant firm in the French market" says Petter Nylander, CEO of Unibet.

Today, Wednesday 16 August 2006, Unibet's CEO Petter Nylander will host a presentation in English at FinancialHearings, Operaterrassen in Stockholm at 9.00 CET.
Please go to www.financialhearings.com to sign in.

	Q 2				**Jan-June**			
	2006		***2005***		***2006***		***2005***	
Gross Winnings Revenue, GBPm/SEKm[1)]	**18.4**	**248.4**	**9.2**	**124.2**	**35.8**	**483.3**	**16.1**	**217.4**
Profit before tax. GBPm/SEKm[1)]	**5.6**	**75.6**	**3.9**	**52.7**	**13.6**	**183.6**	**7.5**	**101.3**
Profit after tax, GBPm/SEKm[1)]	**3.9**	**52.7**	**2.8**	**37.8**	**9.5**	**128.3**	**5.3**	**71.6**
Earnings per share[2)], GBP/SEK[1)]	**0.140**	**1.89**	**0.108**	**1.46**	**0.339**	**4.58**	**0.208**	**2.81**
Registered customers	**1,340,000**		**402,000**		**1,340,000**		**402,000**	
Gross Turnover, GBPm/SEKm[1)]	108.0	1,458.0	59.3	800.6	200.3	2,704.0	123.0	1,660.5

[1)] Currency rate 1 GBP=13.50 SEK
Following developments within the industry on the application of IAS 39, revenues are now stated net. Betting transactions are shown net within the revenue line of the income statement, i.e. stakes less payouts, referred to as gross winnings revenue or, more commonly, gross win. The non-sports betting revenues are not affected by this treatment.

Unless otherwise stated, the following information is for the Group as a whole.

Significant events during the second quarter of 2006
On 4 April the European Commission decided to launch a large-scale investigation into the sports betting market in seven Member States. Governing bodies in Sweden, Denmark, Finland, Germany, Hungary, Italy and the Netherlands will be investigated over their country's national legislation preventing privately-owned sports betting operators from supplying or advertising their services. The Commission has serious doubts whether restrictions in these markets are aimed at reducing gambling opportunities rather than protecting State revenues or individuals.

On 5 April three new language versions of the website were launched: Romanian, Croatian and Portuguese.

On 25 April Unibet received accreditation from G4, Global Gaming Guidance Group, for complying with their Code of Practice in relation to responsible gambling.

On 10 May, Unibet Group held its Annual General Meeting and approved a dividend of SEK 2.25 (2.25) to be paid to the holders of shares/SDRs. Also at the AGM, Peter Boggs, Daniel Johannesson, Peter Lindell, Henrik Tjärnström and Anders Ström were re-elected as directors of the Company. Anders Ström was re-elected as the Chairman of the Board. All other resolutions as detailed in the Notice of the AGM were passed at the AGM.

On 15 May, under the rules of Unibet's share option schemes no. 2 and 6 for senior executives, 116,000 share options were exercised. The number of ordinary shares in issue following this exercise is 28,241,092, each with a par value of GBP 0.005.

Significant events after the period end
On 26 July, Unibet decided to streamline its poker technology platforms. With effect from September 2006, Unibet's poker offering will be consolidated on to one joint technical platform to strengthen the poker offering and the future earnings potential.

On 1 August, Unibet signed an agreement with Adictel, a well respected French consulting agency specialising in the prevention of the excessive use of betting and gambling services. Unibet hereby underlines its social responsibilities and commitments as a responsible gaming operator.

On 8 August, Unibet launched multiplayer Bingo for the Swedish market.

Market
Gambling can be divided into games of skill (Sports betting, Horse racing, Poker, etc.) and games of chance (Roulette, Black Jack, Slot machines, Lotto, etc.) The gambling market can also be divided into online (Internet) and offline (betting shops, casinos) gambling. Online gambling is now regarded as one of the most important Internet businesses. Besides sports betting, which has enjoyed first mover advantage in the online arena and been the driver of online gambling, other areas such as casino games, poker and lotteries are expanding into this area.

Current products
Sports betting
Unibet's sports betting service offers a comprehensive range of odds on a variety of international and local sports events, to a worldwide customer base (excluding the U.S.A.) 24 hours a day, 7 days a week. Bets are placed via Unibet's site, www.unibet.com or via mobile phone.

Through Unibet Mobile it is possible to deposit money from credit cards that have been registered on the client's account and users can create/change PIN code directly on the mobile and order SMS results on the bets they place.

The majority of Unibet's business is largely determined by the seasons for key sports such as the major football leagues in Europe, major golf and tennis tournaments as well as ice hockey leagues in

the Nordic countries and North America. The seasonality of these events results in fluctuations in the Group's quarterly performance, especially in terms of Gross Turnover. However, quarterly results can also vary widely, due to the volatility of gross winnings margins in sports betting. Please refer to page 4.

Non-sports betting
Unibet's non-sports betting consists of poker and 43 different online casino products including table games such as Roulette, Black Jack, Caribbean Stud and Baccarat.

Unibet Games consist of sport-orientated games and entertainment games. The games are a softer version of the casino and are derived from the popularity of lottery- and keno-based games, virtual sports and high/low games. The sport games include Virtual Horse Racing, Paddock, Goalkeeper Champion and Boxing Champion; the entertainment games include Triple Chance Hi Lo, Aces High, Hi Lo Extreme and Keno.

In August Unibet's non-sports betting offering expanded with multiplayer Bingo. Unibet offers the 75-ball type Bingo together with a range of casino games attached to it. These casino games consist of multi-reel video slots, multi-hand video poker, black jack and roulette.

For now Bingo is only available to Swedish customers who can enter the Bingo room, buy tickets to participate in the game and join the in-game chat room. Unibet's Bingo expansion into other markets is foreseen in the forthcoming months.

As at 30 June 2006, Unibet had over 70,000 (34,000) active poker customers.

The qualification for the autumn season of the Swedish TV programme Pokermiljonen started on 3 July on www.unibet.com. More information about Pokermiljonen can be found on www.unibet.com/pokermiljonen.

On 17 August the qualifications for the Belgian TV programme Poker Campionate will begin. Seven programmes will be shown during the autumn on Belgian TV Channel 2.

Unibet has also acquired the TV rights for World Series of Poker, WSOP, for 10 European countries including billboard and branding exposure in and around the programmes. In Russia, for example, more than 100 hours of WSOP will be shown on TV.

Financial review
Interim financial information has been presented in accordance with International Financial Reporting Standards, and the accounting policies remain unchanged from the last published results for the year ended 31 December 2005.

With effect from 19 August 2005, MrBookmaker Group (Global Leisure Partners Ltd and its subsidiaries) is consolidated in Unibet's results.

Gross Winnings Revenue
Gross winnings revenue on sports betting represents the net receipt of bets and payouts within the consolidated entity for the financial period. Gross winnings revenue for sports betting amounted to GBP 6.2 (4.5) million for the second quarter of 2006. For the first half-year 2006, gross winnings revenue for sports betting amounted to GBP 11.9 (7.0) million.
FIFA World Cup 2006 saw records in monthly gross turnover and numbers of bets taken, with a satisfactory gross winnings margin considering the outcome of the championship.

Non-sports betting saw strong gross winnings revenue amounting to GBP 12.2 (4.7) million for the second quarter of 2006. For the first half-year 2006, gross winnings revenue for non-sports betting amounted to GBP 23.8 (9.1) million. Of the non-sports betting gross winnings in the second quarter, poker represents 46 per cent and casino 46 per cent.

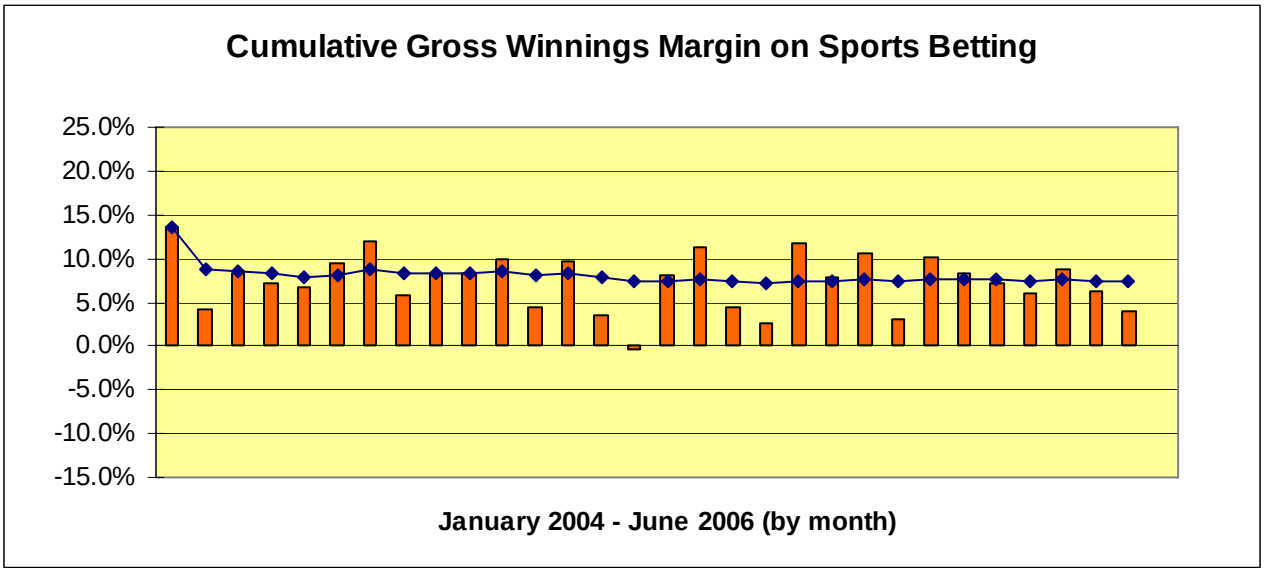
In Sweden, total gross winnings revenue grew by 49 per cent during the second quarter compared to the same period last year. Gross winnings revenue for the rest of the Nordic countries grew by 68 per cent and for Southern Europe by over 400 per cent.

Gross Winnings Revenue by market and business segment
(based on country of residence of customer)
GBP thousand

	Q2 2006			Jan - June 2006			Q2 2005			Jan - June 2005			Full year 2005		
	Sports Betting	Non-Sports Betting	Total	Sports Betting	Non-Sports Betting	Total	Sports Betting	Non-Sports Betting	Total	Sports Betting	Non-Sports Betting	Total	Sports Betting	Non-Sports Betting	Total
Sweden	2,374	5,258	7,632	4,520	11,043	15,563	2,040	3,079	5,119	3,601	5,811	9,412	7,156	14,702	21,858
Rest of Nordic	979	2,919	3,898	1,856	5,394	7,250	1,126	1,189	2,315	2,122	2,467	4,589	4,112	6,096	10,208
Southern Europe	2,178	2,464	4,642	4,180	4,641	8,821	568	358	926	886	708	1,594	3,361	3,470	6,831
Other	628	1,566	2,194	1,367	2,750	4,117	789	66	855	396	127	523	2,793	1,825	4,618
Total	**6,159**	**12,207**	**18,366**	**11,923**	**23,828**	**35,751**	**4,523**	**4,692**	**9,215**	**7,005**	**9,113**	**16,118**	**17,422**	**26,093**	**43,515**

Gross winnings margin on sports betting

The gross winnings margin for sports betting for the second quarter 2006 was 6.4 (8.3) per cent. Gross winnings margins can vary quite significantly from one quarter to the next, depending on the outcome of sporting events, i.e. not always as predicted. However, over time these margins will even out and calculated from January 2004 to June 2006 demonstrates an average of 7.3 per cent. This can be seen in the table below. The bars show gross winnings margin by month.



Customers

At 30 June 2006 the number of active customers amounted to 223,104 (72,407) compared with 190,610 at 31 March 2006. An active customer is defined as one placing a bet in the last three months.

The total number of registered customers has continued to increase during the quarter and exceeded 1,340,000 (402,000) at 30 June 2006, whilst at 31 March 2006, over 1,000,000 customers were registered.

Gross profit
Gross profit for the second quarter 2006 increased to GBP 18.3 (9.1) million. Gross profit for the first half year increased to GBP 35.5 (15.9) million.

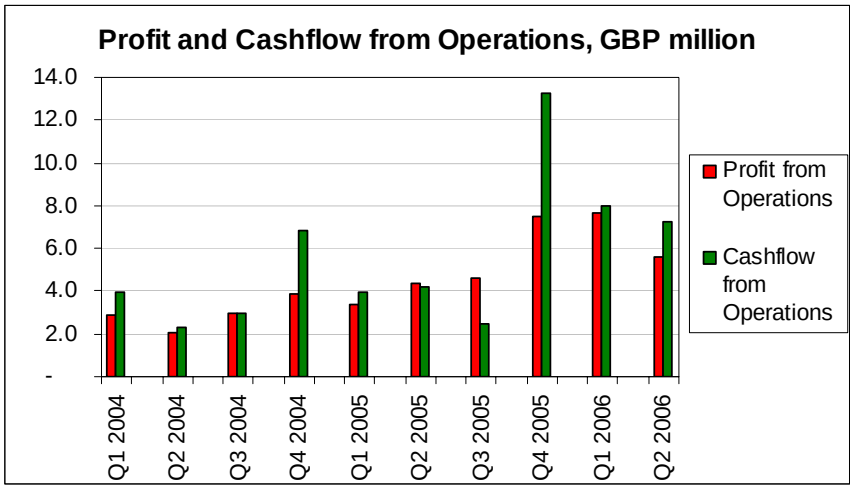
Administrative expenses
Administrative expenses include all indirect costs of running the business and are a combination of activity-related costs and fixed costs, including marketing, salaries etc. During the second quarter of 2006, administrative expenses were GBP 12.7 (4.7) million and during the first half year GBP 22.3 (8.1) million. Of the administrative expenses in the second quarter, GBP 7.7 (2.1) million were marketing costs and GBP 2.1 (1.2) million were salaries. An aggressive marketing strategy was followed during the second quarter, mainly relating to the FIFA World Cup, whilst at the same time a positive cash flow was still secured. The marketing spend in the second quarter includes a one-off amount of c. GBP 2 million in relation to World Cup activities. In the first half year, marketing expenses were GBP 13.1 (3.2) million, and salaries were GBP 4.2 (2.4) million.

Profit from operations
Profit from operations for the second quarter of 2006 was GBP 5.6 (4.4) million. Profit from operations for the first half year increased to GBP 13.3 (7.7) million.

Capitalised development expenditure
These results have been prepared under International Financial Reporting Standards, which require the capitalisation of certain development costs. In the second quarter of 2006, expenditure of GBP 0.7 (0.3) million has been capitalised, before amortisation, bringing the first half year total to GBP 1.2 (0.5) million.

Profit after tax
Profit after tax for the second quarter 2006 was GBP 3.9 (2.8) million. Profit after tax for the first half year increased to GBP 9.5 (5.3) million.

Financial position and cash flow
The gross cash in hand position at the end of the second quarter 2006 stood at GBP 34.3 (31.9) million while at the beginning of the period it was GBP 33.5 (32.2) million. This is before deducting GBP 20.5 million of loan notes and bank loans.
The net cash inflow for the second quarter was GBP 0.6 (0.4) million. GBP 7.2 (4.2) million arose from operating activities. The quarterly net cash flow from operations is shown in the table below.



Dividend
On 18 May 2006 a dividend of SEK 2.25 (2.25) per ordinary share/SDR was paid to the holders of shares/SDRs.

Employees
Unibet had 209 employees at 30 June 2006, compared to 188 at 31 March 2006.

Forthcoming financial reporting timetable

Interim Report January – September 2006	8 November 2006
Interim Report full year 2006	14 February 2007
Interim Report January – March 2007	9 May 2007
Interim Report January – June 2007	15 August 2007
Interim Report January – September 2007	7 November 2007

London, 16 August 2006

Petter Nylander
CEO

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Unibet Group plc
Company number 04049409
A company registered in England and Wales

About Unibet
Unibet was founded in 1997 and is an online gambling company with its headquarters in London. Since June 2004, Unibet Group plc is listed on Stockholmsbörsen's O-list. Unibet is one of the largest privately-owned gambling operators in the European market and provides services in 20 languages through www.unibet.com. Today, Unibet has more than 1,340,000 customers in over 100 countries. Unibet is a member of the EBA, European Betting Association and is certified by G4, Global Gaming Guidance Group.
More information about Unibet Group plc can be found on **www.unibetgroupplc.com**

Independent review report to Unibet Group plc

Introduction

We have been instructed by the company to review the financial information for the six months ended 30 June 2006 which comprises a consolidated interim balance sheet as at 30 June 2006 and the related consolidated interim statements of income, cash flows and changes in equity for the six months then ended and related notes. We have read the other information contained in the interim report and considered whether it contains any apparent misstatements or material inconsistencies with the financial information.

Directors' responsibilities

The interim report, including the financial information contained therein, is the responsibility of, and has been approved by the directors. The directors are responsible for preparing the interim report in accordance with the Listing Rules of the Stockholmsbörsen.

As disclosed in note 2, the next annual financial statements of the group will be prepared in accordance with International Financial Reporting Standards as adopted by the European Union. This interim report has been prepared in accordance with International Accounting Standard 34, 'Interim financial reporting'.

The accounting policies are consistent with those that the directors intend to use in the next annual financial statements. This interim financial information has been prepared in accordance with those IFRS standards and IFRIC interpretations issued and effective or issued and early adopted as at the time of preparing this information (July 2006). The IFRS standards and IFRIC interpretations that will be applicable and adopted by the European Union at 31 December 2006, are not known with certainty at the time of preparing this interim financial information.

Review work performed

We conducted our review in accordance with guidance contained in Bulletin 1999/4 issued by the Auditing Practices Board for use in the United Kingdom. A review consists principally of making enquiries of group management and applying analytical procedures to the financial information and underlying financial data and, based thereon, assessing whether the disclosed accounting policies have been applied. A review excludes audit procedures such as tests of controls and verification of assets, liabilities and transactions. It is substantially less in scope than an audit and therefore provides a lower level of assurance. Accordingly we do not express an audit opinion on the financial information. This report, including the conclusion, has been prepared for and only for the company for the purpose of the Listing Rules of the Stockholmsbörsen and for no other purpose. We do not, in producing this report, accept or assume responsibility for any other purpose or to any other person to whom this report is shown or into whose hands it may come save where expressly agreed by our prior consent in writing.

Review conclusion

On the basis of our review we are not aware of any material modifications that should be made to the financial information as presented for the six months ended 30 June 2006.

PricewaterhouseCoopers LLP
London 16 August 2006

CONSOLIDATED INTERIM INCOME STATEMENT GBP 000	Unaudited Q2 2006	Unaudited Q2 2005 (re-stated)	Unaudited Jan - June 2006	Unaudited Jan - June 2005 (re-stated)	Audited Full year 2005
Gross Winnings Revenue	18,366	9,215	35,751	16,118	43,515
Betting Duty	-90	-162	-202	-246	-595
Gross profit	18,276	9,053	35,549	15,872	42,920
Administrative expenses	-12,699	-4,652	-22,297	-8,128	-23,020
PROFIT FROM OPERATIONS	5,577	4,401	13,252	7,744	19,900
Finance costs	-75	-699	-320	-703	-610
Interest received	119	226	223	470	767
Share of Associate's Profit After Tax	-	-	-	-	53
Profit on disposal of Associate	-	-	479	-	-
Profit before tax	5,621	3,928	13,634	7,511	20,110
Income tax expense	-1,686	-1,178	-4,090	-2,253	-6,391
PROFIT AFTER TAX	3,935	2,750	9,544	5,258	13,719
Earnings per share (GBP)	0.140	0.108	0.339	0.208	0.523
Weighted average number of ordinary shares for the purposes of calculating basic earnings per share	28,183,729	25,434,983	28,154,573	25,259,065	26,223,857
Fully diluted earnings per share (GBP)	0.138	0.106	0.336	0.203	0.515
Weighted average number of ordinary shares for the purposes of calculating diluted earnings per share	28,423,917	25,841,092	28,413,864	25,841,092	26,640,068

GROSS TURNOVER					
Sports Betting	95,796	54,640	176,451	113,909	249,994
Non-Sports Betting	12,207	4,692	23,828	9,113	26,093
	108,003	**59,332**	**200,279**	**123,022**	**276,087**

CONSOLIDATED INTERIM BALANCE SHEET	Unaudited	Unaudited	Audited
	30 Jun	30 Jun	31 Dec
GBP 000	2006	2005	2005
ASSETS			
Non-current assets			
Goodwill	72,711	-	72,711
Intangible assets	7,153	1,201	7,034
Fixed Asset Investments	-	270	330
Property, plant and equipment	2,782	1,144	1,268
Deferred tax assets	636	210	636
Loan to Associate	-	305	305
	83,282	3,130	82,284
Current assets			
Trade and other receivables	2,403	1,982	3,063
Tax assets	1,740	-	1,740
Cash and cash equivalents	34,255	31,902	26,037
	38,398	33,884	30,840
TOTAL ASSETS	121,680	37,014	113,124
EQUITY AND LIABILITIES			
Capital and reserves			
Share capital	142	128	141
Share premium	38,836	7,277	38,720
Translation reserve	34	1	5
Merger reserve	1,533	1,533	1,533
Profit and loss account	25,119	11,701	20,222
	65,664	20,640	60,621
Non-current liabilities			
Deferred tax liabilities	15,629	4,166	11,539
Bank overdrafts and loans	13,076	-	-
	28,705	4,166	11,539
Current liabilities			
Trade and other payables	17,526	9,452	15,585
Tax liabilities	2,369	2,756	3,129
Bank overdrafts and loans	7,416	-	22,250
	27,311	12,208	40,964
TOTAL EQUITY AND LIABILITIES	121,680	37,014	113,124
Customer Balances	10,654	5,514	8,568

Statement of changes in equity	Period to 30 Jun	Period to 30 Jun	Full year
GBP 000	2006	2005	2005
Opening balance	60,621	18,912	18,912
Movement in Share Premium	116	645	32,088
Increase in Share Capital	1	3	16
Dividend Paid	- 4,708	- 4,169	- 4,169
Translation differences	29	- 9	- 4
Share Options - value of Employee Services	61	-	59
Profit and loss account	9,544	5,258	13,719
Closing balance	65,664	20,640	60,621

CONSOLIDATED INTERIM CASHFLOW STATEMENT

GBP 000	**Unaudited Q2 2006**	**Unaudited Q2 2005 (re-stated)**	**Unaudited Jan - June 2006**	**Unaudited Jan - June 2005 (re-stated)**	**Audited Full year 2005**
OPERATING ACTIVITIES					
Profit from operations	5,577	4,401	13,252	7,744	19,900
Adjustments for:					
Depreciation of property, plant and equipment	209	142	350	284	601
Amortisation of intangible assets	546	169	1,053	322	1,119
Operating cashflows before movements in working capital	6,332	4,712	14,655	8,350	21,620
Decrease/(increase) in receivables	943	-447	660	-1,136	1,347
(Decrease)/increase in payables	709	-96	645	899	1,449
Cash generated by operations	7,984	4,169	15,960	8,113	24,416
Income taxes paid	-759	-	-759	-	-519
NET CASHFLOW FROM OPERATING ACTIVITIES	7,225	4,169	15,201	8,113	23,897
INVESTING ACTIVITIES					
Cash acquired upon acquisition	-	-	-	-	4,587
Cash paid for acquisition	-	-	-	-	-25,326
Interest received	119	226	223	470	767
Interest paid	-253	-	-482	-	-105
Purchases of property, plant and equipment	-1,231	-177	-1,864	-264	-619
Development costs of intangible assets	-681	-264	-1,173	-506	-1,460
Cash received on disposal of Associate	-	-	741	-	-
NET CASH USED IN INVESTING ACTIVITIES	-2,046	-215	-2,555	-300	-22,156
FINANCING ACTIVITIES					
Proceeds from issue of ordinary share capital	117	648	117	648	648
Dividends paid	-4,708	-4,169	-4,708	-4,169	-4,169
NET CASH USED IN FINANCING ACTIVITIES	-4,591	-3,521	-4,591	-3,521	-3,521
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	588	433	8,055	4,292	-1,780
CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD	33,490	32,168	26,037	28,322	28,322
Effect of foreign exchange rate changes	177	-699	163	-712	-505
CASH AND CASH EQUIVALENTS AT END OF PERIOD	34,255	31,902	34,255	31,902	26,037

KEY RATIOS

	Q2 2006	Q2 2005	Jan - June 2006	Jan - June 2005	Full year 2005
Operating margin, % (Profit from operations/revenue for the period)	30.37%	47.76%	37.07%	48.05%	45.73%
Return on total assets, % (Profit after tax/average of opening and closing assets for the period)	3.2%	7.5%	8.1%	15.2%	18.9%
Equity/assets ratio, %	54%	56%	54%	56%	54%
Employees at period end	209	119	209	119	175
Earnings per share (GBP)	0.140	0.108	0.339	0.208	0.523
Fully diluted earnings per share (GBP)	0.138	0.106	0.336	0.203	0.515
Number of shares at period end	28,241,092	25,725,092	28,241,092	25,725,092	28,125,092
Fully diluted number of shares at period end	28,433,773	25,841,092	28,433,773	25,841,092	28,433,773
Average number of shares	28,183,729	25,434,983	28,154,573	25,259,065	26,223,857
Average number of fully diluted shares	28,423,917	25,841,092	28,413,864	25,841,092	26,640,068

The number of shares has been re-stated to reflect the split of the nominal value per share to GBP 0.005, and the new numbers of options in existence.

Operating margin, % (based on Gross Turnover)	5.16%	7.42%	6.62%	6.29%	7.21%

1 General information
Unibet Group plc ('the Company') and its subsidiaries (together, 'the Group') is an online gambling business with over 1,300,000 registered customers worldwide as at 30 June 2006 and is one of the largest privately owned, publicly quoted online gambling operators in the European market.

The Group has its headquarters in London. The Group also has subsidiaries in Sweden, Malta, Costa Rica and Belgium. Online gambling services for the international market are offered through Malta and Costa Rica.

The Company is a limited liability company incorporated and domiciled in the United Kingdom. The Company has its primary listing on Stockholmsbörsen.

This condensed consolidated interim financial information was approved for issue on 16 August 2006.

2 Basis of preparation
This condensed interim financial information for the half-year ended 30 June 2006 has been prepared in accordance with IAS 34, 'Interim financial reporting'. The interim condensed financial report should be read in conjunction with the annual financial statements (Annual Report) for the year ended 31 December 2005.
The next annual financial statements will be prepared in accordance with IFRS and drawn up to the year ended 31 December 2006.

3 Accounting policies
The accounting policies adopted are consistent with those as described in the annual financial statements (Annual Report) for the year ended 31 December 2005, which are available from the Group's website. As described in the Annual Report, the treatment of sports betting revenue and free bets has been changed and comparatives accordingly.

4 Segment information

Primary reporting format - business segments

Jan - June 2006	Sports Betting	Non-Sports Betting	Total
Revenue			
Gross winnings revenue	11,923	23,828	35,751
Results			
Profit from operations	4,420	8,832	13,252
Group costs - finance costs			-320
- interest received			223
Profit on disposal of Associate			479
Profit before tax			13,634
Income tax expense			-4,090
Profit after tax			9,544

Jan - June 2005	Sports Betting	Non-Sports Betting	Total
Revenue			
Gross winnings revenue	7,005	9,113	16,118
Results			
Profit from operations	3,366	4,378	7,744
Group costs - finance costs			-703
- interest received			470
Profit before tax			7,511
Income tax expense			-2,253
Profit after tax			5,258

5 Capital expenditure

	Intangible assets GBP '000	Property, plant & equipment GBP '000
Six months ended 30 June 2005		
Opening net book amount 1 January 2005	**1,017**	**1,164**
Additions	506	264
Disposals	-	-
Depreciation / amortisation and other movements	-322	-284
Closing net book amount 30 June 2005	**1,201**	**1,144**
Six months ended 30 June 2006		
Opening net book amount 1 January 2006	**7,034**	**1,268**
Additions	1,172	1,864
Disposals	-	-
Depreciation / amortisation and other movements	-1,053	-350
Closing net book amount at 30 June 2006	**7,153**	**2,782**

6 Capital

	Number of shares (thousands)	Share capital GBP '000	Share premium GBP '000	Total GBP '000
Opening balance 1 January 2005	6,270	125	6,632	6,757
Proceeds from shares issued – employee share option scheme	161	3	645	648
Share split: four for one	19,294	-	-	-
At 30 June 2005	**25,725**	**128**	**7,277**	**7,405**
Opening balance 1 January 2006	28,125	141	38,720	38,861
Proceeds from shares issued – employee share option scheme	116	1	116	117
At 30 June 2006	**28,241**	**142**	**38,836**	**38,978**

Employee share option scheme: options exercised during the first half of 2006 resulted in 116,000 shares being issued (30 June 2005: 643,900 shares), with exercise proceeds of GBP116,580 (30 June 2005: GBP 648,580). The related weighted average price at the time of exercise was GBP 13.59 (30 June 2005: GBP 14.74) per share.

7 Borrowing and loans

	30 June 2006 GBP '000	31 December 2005 GBP '000
Non-current	13,076	-
Current	7,416	22,250
	20,492	**22,250**

Movements in borrowings are analysed as follows:

	GBP '000
Six months ended 30 June 2006	
Opening amount 1 January 2006	22,250
Repayment of loan notes	-22,250
Drawdown of bank loan	22,250
Capital repayments of bank loan	-1,229
Deferred finance costs	-529
Closing amount as at 30 June 2006	**20,492**

Unibet has a term loan facility of GBP 22,250,000 and a revolving credit facility of GBP 7,750,000. These are repayable within three years, and are secured by charges over the Group's assets.

8 Dividends

A dividend of 2.25 SEK per ordinary share was proposed at the AGM on 10 May 2006 and was paid on 18 May 2006.

9 Disposals

On 15 February 2006, Unibet sold its entire holding (23 percent) in B2B Poker (Sweden) AB, together with certain other rights and warrants, to 24h Poker AB. The proceeds totalled SEK 15 million of which SEK 10m was paid on the same day and the remainder is payable 1 September 2006. The investment was carried at a book value of GBP 633,000 and a profit of GBP 479,000 was made on the disposal.