

aspireGlobal



HALF YEAR-REPORT

January – June 2019

STRENGTHENING OUR POSITION

SECOND QUARTER 2019 (APR-JUNE)

- Revenues increased by 32.1% to €32.8 million (24.7)
- B2B revenues increased by 57.5% to €19.5 million (12.4), constituting 59.6% of total revenues.
- EBITDA increased by 7.2% to €6.1 million (5.7)
- EBITDA for B2B increased by 63.0% to €4.1 million (2.5), constituting 67.7% of total EBITDA
- EBITDA margin amounted to 18.5% (22.8%)
- EBIT amounted to €5.1 million (5.2)
- Earnings after tax amounted to €4.2 million (5.3)
- Earnings per share after tax amounted to €0.09 (0.11)
- First time depositors (FTDs) increased by 23.6% to 99.9 thousand (80.8)

SIX MONTHS 2019 (JAN-JUNE)

- Revenues increased by 53.1% to €66.6 million (43.1)
- B2B revenues increased by 76.5% to €39.0 million (22.1), constituting 59.1% of total revenues.
- EBITDA increased by 44.0% to €12.1 million (8.5)
- EBITDA for B2B increased by 91.0% to €8.3 million (4.3), constituting 68.2% of total EBITDA
- EBITDA margin amounted to 18.4% (19.6%)
- EBIT increased to €10.3 million (7.6)
- Earnings after tax increased to €9.1 million (7.5)
- Earnings per share after tax increased to €0.18 (0.15)
- First time depositors (FTDs) increased by 46.0% to 219.1 thousand (150.1)

SIGNIFICANT EVENTS DURING AND AFTER THE SECOND QUARTER

- The AGM 2019 took place on May 14th re-electing the board-members Aharon Aran, Carl Klingberg (Chairman), Fredrik Burvall, Tsachi Maimon and Barak Matalon until the AGM 2020 and resolving on a distribution of around SEK 1.25 per share.
- June 28th, Aspire Global announced the acquisition of the leading game aggregator platform Pariplay for approximately €13.1 million in cash in order to accelerate B2B-growth. The transaction is to be closed during the third quarter with positive effect on the company's EBITDA for 2020.
- July 26th, the Swedish administrative court extended Aspire Global's Swedish iGaming to 2021.

KEY FIGURES

| € million | SECOND QUARTER | | SIX MONTHS | | FULL YEAR |
|-----------------------|----------------|------|------------|------|-----------|
| | 2019 | 2018 | 2019 | 2018 | 2018 |
| Revenues | 32.8 | 24.7 | 66.0 | 43.1 | 104.6 |
| EBITDA | 6.1 | 5.7 | 12.1 | 8.5 | 21.2 |
| EBITDA, % | 18.5 | 22.9 | 18.4 | 19.6 | 20.3 |
| EBIT | 5.1 | 5.2 | 10.3 | 7.6 | 19.3 |
| EBIT, % | 15.7 | 21.1 | 15.7 | 17.6 | 18.5 |
| Earnings per share, € | 0.09 | 0.11 | 0.18 | 0.15 | 0.36 |
| Company hold, % | 52.5 | 55.2 | 52.5 | 53.7 | 52.4 |

A WORD FROM THE CEO

B2B continued to boost overall company growth for the second quarter to more than 30% compared to 2018. During the second quarter, we announced a significant transaction and entered several exciting partnerships, followed by major launches over the past weeks. Revenues for the past 12 months are now approaching €130 million with an EBITDA amounting to €25 million. The acquisition of Pariplay group will accelerate growth additionally and strengthen our B2B-business through external game sales, in line with our M&A-strategy.

THE ACQUISITION OF PARIPLAY – EXECUTING OUR M&A-STRATEGY

In July, we announced the upcoming acquisition of B2B-company Pariplay for €13.1 million, the exciting and strategically important outcome of our M&A-strategy aiming at accelerating B2B-growth through external game sales. Pariplay operates one of the leading game aggregator platforms worldwide, including their own game studios, providing operators with access to thousands of game titles from leading game producers. Integrating Pariplay grants us control of yet another crucial part of the iGaming value chain – cutting costs, broadening the game portfolio and providing a channel to sell games outside of our network, including our own game titles. Moreover, Pariplay holds an iGaming license for New Jersey, which could act as the spearhead of our future efforts to enter the US market. We are looking forward to finalize the deal and we expect to consolidate the group in our financials during the third quarter.

STRONG GROWTH FOR B2B – MANIFESTING OUR POSITION AS A B2B-COMPANY

I am very proud of the strong progress for our B2B-business, currently constituting around 60% of total revenues and almost 70% of EBITDA. This is the result of our consistent strategy to focus our efforts on the right partnerships, all while improving our offering and optimizing the business set-up. It is certainly gratifying to see the results of our hard work being reflected in many of our KPIs. Being a B2B-company, I am also pleased with our unique ability to compensate for temporal imbalance from one market to another, following regulatory amendments or other extraordinary events. We are able to do so thanks to a broad market presence combined with a diversified and agile partner-base. I would however like to emphasize the role of B2C in the equation, constituting a fundamental platform for development and the best showroom for our B2B-offering. Thus, we will continue to do our utmost to remain at the forefront, also as an operator. Karamba recently won an EGR-award for the best CRM campaign, demonstrating Karamba's consistent high level of performance, and is launching the first exclusive branded game "Karamba Clan". In July, we have also launched an entirely new B2C-brand Generation VIP.

INITIATIVES FOR SUSTAINABILITY – RAISING THE BAR FOR OUR COMING WORK

We are currently launching additional initiatives within our long-term sustainability work, with focus on four key areas: Responsible gaming, Corporate governance, Compliance and Reporting. A sustainability committee was recently implemented to set the strategy, oversee the process and support various functions. We will be implementing a number of initiatives over the coming months and the first separate sustainability report will be produced in 2020, based on GRI (Global reporting initiative).

FOCUS AHEAD

We will continue to focus on B2B, entering additional new markets and extending the offering for some of our main brands to include more than one vertical (game category). We are also excited about the upcoming launches together with our recent partners, one of which is Apex Marketing and the other is Codere Group who will be expanding their online offering (Greenplay) to northern Europe over our platform. Codere is a publicly listed, leading Spanish gaming company operating casino games and sports betting both online and offline in Spain and South America. Founded in 1980, they have created a strong brand awareness resulting in a sustained, profitable growth over the past decade. Last but not least, we look forward to begin the integration of Pariplay, welcoming the team of around 70 new game-experts to Aspire Global, which will help us to further boost B2B-growth.

Tsachi Maimon, CEO

ABOUT ASPIRE GLOBAL

Aspire Global is a leading platform-provider to iGaming operators, providing a first-rate turnkey solution for casino, sports and bingo, enhanced by professional services and exclusive content. Aspire Global manages every aspect from regulation and compliance to payment processing, risk management, CRM, support and player value optimization. In addition to the B2B offering, Aspire Global operates several proprietary brands (B2C), mainly Karamba, based on the same operational setup and platform.

UNIQUE STRENGTHS

1. Scalable platform

Aspire Global's business model enables companies to launch an iGaming brand without investing the level of resources and funds required for a strong full service-platform solution. Partners thus are able to focus entirely on marketing of the iGaming offering, while Aspire Global manages all other aspects. New brands can easily be added to Aspire Global's scalable platform, increasing cost benefits without substantially raising fixed costs.

2. Lucrative partnership model

Thanks to a unique pricing model that aligns interests and incentives, all parties benefit when partners achieve their full potential as operators, resulting in a high degree of partner loyalty and long-term relationships. This is primarily done by keeping the mark-up on third party services to a minimum while increasing the revenue share element of the partnerships, which is believed to be competitive advantage over competitors who charge a higher mark-up.

3. Exclusive features

The platform itself offers unique features that increase company hold and profit for all parties such as a large, exclusive selection of in-house games as well as data-driven (CRM) performance evaluation, ensuring disciplined use of marketing resources. For instance, unprofitable campaigns can quickly be identified and ended and under-performing games replaced.

GROWTH STRATEGY

- **Stronger offering:** Aspire Global continuously seeks ways to improve the iGaming solution through product development and a broader offering.
- **Organic growth:** Accelerate the number of partners and brands without adding major overhead.
- **M&A:** Aspire Global looks actively for acquisition opportunities and new projects that could broaden the offering for players, enhance the scale benefits of the platform or accelerate growth.
- **Geographic expansion:** Aspire Global has a strong focus on regulated markets. In the 6-month period 2019, 72% of company revenues came from taxed or locally regulated or soon to become regulated markets.

FINANCIAL TARGETS 2019–2021

- **Revenues of €200 million** by 2021 with EBITDA of **€32 million**, excluding major acquisitions
- **An average EBITDA-margin*** of **16%** of the medium term (2019-2021)
- **Annual dividend**** of at least **50%** of net profits after taxes

*Note that being the license holder, means Aspire Global receives payment directly from players, as oppose to most other B2B-companies who receive a royalty from the operator. Adjusted for this, Aspire Global's EBITDA margin would be significantly higher, meaning our EBITDA-margin is not fully comparable to the EBITDA-margin of our peers. **See page 74 in the 2018 Annual Report for complete Dividend Policy.

OPERATIONAL HIGHLIGHTS

The second quarter generated revenues of €32.8 million (24.7) and an EBITDA of €6.1 million (5.7), mainly thanks to the strong growth for B2B. We entered four new partnerships, launched three B2B-brands and extended our markets presence within and outside of Europe. Last, but definitely not least we resolved on the very exciting acquisition of Pariplay, strengthening our B2B-business further through external game sales, in line with our M&A strategy.

OPERATIONS

We are pleased to see that our consistent B2B-focus is paying off. The segment increased by more than 70% over the past year, boosting overall company growth to 30% with revenues approaching €130 million and an EBITDA amounting to €25 million the past 12 months. Three new B2B-brands went live over the company platform in the second quarter, followed by four additional brands to date. Meanwhile, we continue to optimize the brand-portfolio – closing down brands with low activity, adjusting fees and fine-tuning game setup – all of which is resulting in higher efficiency and stable, market-leading hold, as reflected in our KPIs. We are also extending the offering for some of our main brands to include more than one vertical, may it be casino, sports or bingo.

Our B2C-operations progressed further. After the turn of the quarter, we launched the new B2C-brand Generation VIP as well as our first branded game, "Karamba Clan", the first of many exclusive collaborations to come.

We continue to strengthen our procedure within responsible gaming in line with regulations, initiating new recruitments, applying additional protocols, launching new tools and implementing proactive measures. Also within HR and customer service we continue to grow and develop, implementing new routines and roles along with ongoing recruitments.

NEW PARTNERSHIPS AND BRANDS

During the second quarter, four new partnerships were entered with Evo Play Limited, Digibet Limited, Vips Holdings and Codere Group who will be expanding their online presence in Europe over Aspire Global's platform, with expected effect as of H1 2020.

Codere Group is a publicly listed, leading Spanish gaming company founded in 1980. The company is operating casino games and sports betting both online and offline in Spain and South America, having generated sustained, profitable growth over the past decade. In 2018, Codere generated revenues of €1.5 billion with an EBITDA of €282 million. The penetration of the online offering is currently less than 3% so there is great potential for the coming launch targeting Sweden, Denmark, UK, Ireland and .com-markets together with Aspire Global under the new brand "Greenplay".

The innovative brand Vips Casino as well as the well-known brand Digibet will be launched shortly, offering a regulated gaming experience focusing on sports betting. Aspire Global will be investing up to €1.5 million and €2 million respectively through acquisition of shares in the two projects. Vips Casino and NEG Group on their sides, will be investing in the tech infrastructure and marketing of the brands. NEG Group Limited recently acquired the Digibet brand from UGT Group, aiming for a successful re-launch of the premium brand in several European markets including Germany, where UGT Group is one

of twenty entities that have been pre-approved for a sports betting license once these are issued. The agreement with UGT Group thus grants Aspire Global access to UGT Group's rights and allows Aspire Global to operate licensed betting operations in Germany upon regulation. All-in-all, Aspire Global sees great opportunities for the re-launch coming with the strong brand-awareness, the upcoming UEFA euro 2020 tournament and the pre-approved German license.

M&A

In June, Aspire Global entered an agreement to acquire Pariplay for €13.1 million, strengthening the B2B-business through external game sales, in line with our M&A strategy. Pariplay is a leading B2B iGaming provider operating one of the largest content aggregating platforms and producing successful casino content in their own game studios. The group holds iGaming licenses for the UK, Gibraltar, Curacao, Malta and Romania and their games are certified for most regulated iGaming markets in Europe. Pariplay has also cleared an iGaming certification for New Jersey, representing a potential growth opportunity as US operators will be gaining access to Pariplay's gaming content.

Pariplay produces best-in-class online casino games, including the recent successes Dragons of the North, Lucky Vegas and Parrot's Gold. Their proprietary games are complemented by a diverse portfolio of more than 2,000 games from third-party providers including Microgaming, Quickspin and Evolution Gaming. Some of Aspire Global's proprietary game titles will also be accessible through the aggregator, increasing sales to external operators who are connected to Pariplay, such as 888 and GVC Group. The team consists of around 70 gaming experts, the majority of which are based in Sofia, Bulgaria, where the main technology hub is located.

The acquisition allows Aspire Global to control yet another crucial part of the iGaming value chain – creating synergies, broadening the game portfolio and providing a channel to distribute and sell propriety games outside our network. The transaction, through which Aspire Global will be acquiring 100% in GMS Entertainment Limited (owner of Pariplay Group), is to be finalized in the third quarter of 2019 conditional on approval from authorities. Pariplay group will be consolidated under Aspire Global's financial statements upon closing, with positive effect on the company's EBITDA for 2020 thanks to growth, synergies and cost savings.

MARKETS

The Swedish license was recently extended from one to three years by the Swedish administrative court (Förvaltningsrätten) following an appeal involving a number of other licensees. Aspire Global welcomes the verdict, enabling further operations in the regulated Swedish market in line with the growth strategy. Also in Ireland, the sports license was recently extended. Aspire Global was granted an iGaming license for the regulated sports market was granted in November 2018. The license which was initially granted for one year, has now been renewed until June, 2021. Moreover, we entered two new markets outside of Europe after the turn of the quarter as part of our growth strategy.

Aspire Global has a broad market presence which is a strong advantage when it comes to compensating for temporal imbalance in activity from one market to another, for instance due to new regulatory requirements or extraordinary circumstances such as major sports events. A recent example is the UK where we integrated a certified third part solution for KYC (Know-your-customer) following new requirements, affecting the user experience somewhat thus causing activity to slow down during the second quarter. In such cases, Aspire Global is relatively quickly able to compensate thanks to a diversified and agile partner-base and/or adjusted geographical focus.

CORPORATE EVENTS

We are currently launching several additional initiatives within our long-term sustainability work. A dedicated sustainability committee was recently established in addition to the previous audit- and remuneration committees for the task of setting the strategy, overseeing the process and supporting various functions within this area. The sustainability committee comprises of the two board members Carl Klingberg (chairman), Fredrik Burvall as well as Tsachi Maimon (CEO) and Motti Gil (CFO and Chief of Responsible Gaming).

Aspire Global has seven main stakeholders: players, partners, suppliers, employees, investors, authorities and the society. In order to structure the sustainability work, a number of areas have been identified in which our operations impact our stakeholders and we have the responsibility and ability to control our footprint. In the first phase, the sustainability work will be focusing on Responsible gaming, Corporate governance, Compliance and Reporting including a number of activities and procedures that will be evaluated and quantified over the coming months. The first separate sustainability report based on GRI-guidelines will be produced in 2020.

The Annual General Meeting took place on May 14th 2019. Carl Klingberg, Fredrik Burvall, Tsachi (Isaac) Maimon, Barak Matalon, and Aharon Aran were re-elected for the period until the end of the next annual general meeting and Carl Klingberg was re-elected as Chairman of the Board.

SEGMENT HIGHLIGHTS

B2B

B2B Revenues continued to grow steadily, increasing by 51.2% to 21.5 million (14.2), or 57.5% to €19.5 million (12.4) excluding inter-segment revenues, constituting 59.6% of the company's total revenues and 67.7% of EBITDA for the second quarter. Ongoing proactive approach towards our partners, consistent platform improvements, in infrastructure and new features, along with continued improved services for retention of existing players as well as several medium-sized partners undergoing a growth spurt, contributed to the material increase quarter over quarter. Three new brands were launched in the second quarter, all by existing partnerships while one brand was shut down, following continued streamlining of the portfolio. After the end of the second quarter four additional brands were launched, one by an existing partner, three by new partners. All-in-all, 43 partners are currently operating on the company platform.

KEY FIGURES B2B

| € million | SECOND QUARTER | | SIX MONTHS | FULL YEAR | |
|--|----------------|-------|------------|-----------|---------|
| | 2019 | 2018 | 2019 | 2018 | |
| Net gaming revenues | 21.5 | 14.2 | 43.0 | 25.2 | 63.8 |
| Net gaming revenues excluding inter-segment revenues | 19.5 | 12.4 | 39.0 | 22.1 | 56.6 |
| Deposits | 36.9 | 23.1 | 74.0 | 40.7 | 107.1 |
| Company hold, % | 53.0 | 53.7 | 52.7 | 54.3 | 52.8 |
| First Time Depositors (FTDs) | 66.8 | 45.7 | 143.8 | 84.7 | 221.2 |
| Transactions | 602.8 | 399.6 | 1,267.6 | 715.8 | 1,871.3 |
| Active users | 120.6 | 81.1 | 204.3 | 126.5 | 270.2 |

B2C

B2C net gaming revenues increased by 6.7% to €13.2 million (12.4), constituting 40.4% of the company's total revenues for the second quarter. Sports revenues were a key driver, constituting 13.8% of total B2C revenues in the second quarter compared to 2018 when the vertical was initially launched. For the six months' period, the revenues amounted to 27.0 MEUR (21.0). The growth in the six-month period was mainly driven by optimized marketing and efficient CRM, increasing the number of FTDs while maintaining existing players. Karamba also won an EGR-award for the best CRM Campaign. After the turn of the quarter, we launched the new B2C-brand Generation VIP as well as our first branded game, "Karamba Clan", the first of many exclusive collaborations to come.

KEY FIGURES B2C

| € million | SECOND QUARTER | | SIX MONTHS | FULL YEAR | |
|------------------------------|----------------|-------|------------|-----------|---------|
| | 2019 | 2018 | 2019 | 2018 | |
| Net gaming revenues | 13.2 | 12.4 | 27.0 | 21.0 | 48.0 |
| Deposits | 25.6 | 21.8 | 51.6 | 39.5 | 92.6 |
| Company hold, % | 51.7 | 56.9 | 52.3 | 53.2 | 51.8 |
| First Time Depositors (FTDs) | 33.0 | 35.1 | 75.3 | 65.3 | 149.2 |
| Transactions | 377.1 | 418.8 | 791.9 | 745.8 | 1,577.9 |
| Active users | 69.7 | 63.5 | 119.5 | 98.5 | 188 |
| Marketing expenses/NGR, % | 32.7 | 28.0 | 34.5 | 35.0 | 35.0 |

FINANCIAL PERFORMANCE

REVENUES

The second quarter and 6-months' period 2019

Customized commercial offerings to leading partners boosted performance and contributed to material B2B-increase quarter over quarter. Sports revenues were a key driver, maintaining momentum and generating 13.8% of company revenues in the second quarter. In UK, the portfolio of brands is meeting demand and local conditions making us confident in the ability to continue to operate there. During the second quarter however, we integrated a certified third part solution for KYC (Know-your-customer) in the UK following new requirements, affecting the user experience somewhat and thus causing activity to slow down. Moreover, the World cup in 2018 boosted sports activity (B2C) in the UK as oppose to 2019.

| | REVENUES PER SEGMENT | | | | | SECOND QUARTER (APR-JUNE) | | | | | | | | | | |
|--------------------------|----------------------|---------------------|--------|---------------------|-----------|---------------------------|---------------------|--------|--------|---------------------|----------------|--------|-----|--------|-----|----|
| | 2019 | | 2018 | | 2019/2018 | | 2019 | | 2018 | | 2019/2018 | | | | | |
| | €'000 | % of total revenues | €'000 | % of total revenues | % | €'000 | % of total revenues | % | €'000 | % of total revenues | % | | | | | |
| B2B (partner brands) | 19,529 | 60 | 12,371 | 50 | 58 | 13,227 | 40 | 12,360 | 50 | 7 | Total revenues | 32,756 | 100 | 24,731 | 100 | 32 |
| B2C (proprietary brands) | 13,227 | 40 | 12,360 | 50 | 7 | Total revenues | 32,756 | 100 | 24,731 | 100 | 32 | | | | | |

| | REVENUES PER SEGMENT | | | | | SIX MONTHS (JAN-JUNE) | | | | | | | | | | | |
|--------------------------|----------------------|---------------------|--------|---------------------|-----------|--------------------------|---------------------|-----|--------|---------------------|-----------|----------------|--------|-----|--------|-----|----|
| | 2019 | | 2018 | | 2019/2018 | | 2019 | | 2018 | | 2019/2018 | | | | | | |
| | €'000 | % of total revenues | €'000 | % of total revenues | % | €'000 | % of total revenues | % | €'000 | % of total revenues | % | | | | | | |
| B2B (partner brands) | 38,998 | 59 | 22,092 | 51 | 77 | B2C (proprietary brands) | 26,997 | 41 | 20,993 | 49 | 29 | Total revenues | 65,975 | 100 | 43,085 | 100 | 53 |
| B2C (proprietary brands) | 26,997 | 41 | 20,993 | 49 | 29 | Total revenues | 65,975 | 100 | 43,085 | 100 | 53 | | | | | | |

| | REVENUES PER GEOGRAPHY | | | | | SECOND QUARTER (APR-JUNE) | | | | | | | | | | | |
|----------------|------------------------|---------------------|-----------|---------------------|-----------|---------------------------|---------------------|-----|-----------|---------------------|-----------|----------------|------|-----|------|-----|----|
| | 2019 | | 2018 | | 2019/2018 | | 2019 | | 2018 | | 2019/2018 | | | | | | |
| | €'million | % of total revenues | €'million | % of total revenues | % | €'million | % of total revenues | % | €'million | % of total revenues | % | | | | | | |
| Nordics | 6.0 | 18 | 7.0 | 29 | -14 | UK and Ireland | 5.0 | 15 | 6.1 | 25 | -18 | Rest of Europe | 20.8 | 63 | 10.9 | 43 | 91 |
| UK and Ireland | 5.0 | 15 | 6.1 | 25 | -18 | Rest of world | 1.0 | 4 | 0.7 | 3 | 43 | Total revenues | 32.8 | 100 | 24.7 | 100 | 33 |
| Rest of Europe | 20.8 | 63 | 10.9 | 43 | 91 | Total revenues | 32.8 | 100 | 24.7 | 100 | 33 | | | | | | |
| Rest of world | 1.0 | 4 | 0.7 | 3 | 43 | | | | | | | | | | | | |

| | REVENUES PER GEOGRAPHY | | | | | SIX MONTHS (JAN-JUNE) | | | | | | | | | | | |
|----------------|------------------------|---------------------|-----------|---------------------|-----------|-----------------------|---------------------|-----|-----------|---------------------|-----------|----------------|------|-----|------|-----|-----|
| | 2019 | | 2018 | | 2019/2018 | | 2019 | | 2018 | | 2019/2018 | | | | | | |
| | €'million | % of total revenues | €'million | % of total revenues | % | €'million | % of total revenues | % | €'million | % of total revenues | % | | | | | | |
| Nordics | 13.4 | 20 | 14.1 | 33 | -5 | UK and Ireland | 9.7 | 15 | 8.9 | 21 | 9 | Rest of Europe | 41.0 | 62 | 19.0 | 44 | 116 |
| UK and Ireland | 9.7 | 15 | 8.9 | 21 | 9 | Rest of world | 1.9 | 3 | 1.1 | 2 | 73 | Total revenues | 66.0 | 100 | 43.1 | 100 | 53 |
| Rest of Europe | 41.0 | 62 | 19.0 | 44 | 116 | Total revenues | 66.0 | 100 | 43.1 | 100 | 53 | | | | | | |
| Rest of world | 1.9 | 3 | 1.1 | 2 | 73 | | | | | | | | | | | | |

EARNINGS

The second quarter and the 6-months' period 2019

EBITDA increased by 7% to €6.1 million (5.7) in the second quarter, driving EBITDA for the 6-month period to €12.1 million (8.5), despite distribution expenses having increased by 69% to €42.8 million (25.3). Moreover, EBITDA in the second quarter 2018 contained returned wins from the preceding first quarter, boosting the result in 2018 by € 1.0 million. The higher cost was mainly driven by partner royalties (B2B) as well as marketing and customer acquisition for proprietary brands (B2C.)

The EBITDA-margin decreased to 18.4% (19.6%) for the period, mainly due to the higher distribution expenses, gaming duties and EU-VAT following a stronger exposure to regulated markets. Gaming duties and EU-VAT increased by 23% to €2.2 million (1.8) in the second quarter, maintaining the share of revenues at 7%.

Administrative expenses decreased to €3.2 million (3.6) in the second quarter, but increased by 9% to €7.0 million (6.4) for the 6-month period, mainly due to a one-time expense item of €300 thousand related to the Swedish penalty imposed by Spelinspektionen in the first quarter of 2019.

Amortization and depreciation increased by 106% to €1.8 million (0.9) for the period, of which €917 thousand (456) were generated in the second quarter, primarily driven by higher capitalized development costs of €385 thousand for the period as well as effects of €512 thousand due to a change in the lease accounting standard IFRS 16.

The company's interest income and foreign currency exchange differences with respect to funding to a related group decreased to €1,234 thousand (€1,295 thousand) for the 6-month period, of which €473 thousand (€1,059 thousand) in the second quarter, primarily driven by a strengthened USD against the EUR. Net finance income and expenses decreased to €-1,862 thousand (- 960) for the 6-month period, €-1,151 thousand (-758) of which generated in the second quarter. The change during the 6-month period was primarily driven by currency exchange rate differences and interest expenses on the bond. The company's income taxes increased to €610 thousand (377) for the period, driven by an increase in the taxable income.

Net income before company's share in the results of associated companies amounted to €9.1 million (7.5) for the period, €4.2 million (5.3) of which generated in the second quarter. Net income and comprehensive income amounted to €8.1 million (6.8) for the period, €4.0 million (4.9) of which generated in the second quarter. The company's share in the results of associated companies amounted to €-965 thousand (-739) in the period, of which €-180 thousand (-338) in the second quarter.

| EBITDA PER SEGMENT | SECOND QUARTER (APR-JUNE) | | | | |
|---------------------------------|---------------------------|-------------------|--------------|-------------------|-----------|
| | 2019 | | 2018 | | 2019/2018 |
| | €'000 | % of total EBITDA | €'000 | % of total EBITDA | % |
| B2B (partner brands) | 4,071 | 67 | 2,511 | 44 | 62 |
| B2C (proprietary brands) | 1,991 | 33 | 3,144 | 56 | -37 |
| Total revenues | 6,062 | 100 | 5,655 | 100 | 7 |

EBITDA PER SEGMENT**SIX MONTHS (JAN-JUNE)**

| | 2019 | | 2018 | | 2019/2018 |
|---------------------------------|---------------|-------------------|--------------|-------------------|-----------|
| | €'000 | % of total EBITDA | €'000 | % of total EBITDA | % |
| B2B (partner brands) | 8,237 | 68 | 4,327 | 51 | 90 |
| B2C (proprietary brands) | 3,896 | 32 | 4,128 | 49 | -6 |
| Total revenues | 12,133 | 100 | 8,455 | 100 | 44 |

CASH FLOW

The second quarter and 6-month's period 2019

Cash flow from operating activities decreased to €9.2 million (13.5) for the 6-month period, of which €3.6 million (11.4) in the second quarter. The decrease follows a shift in collection of trade receivables from Q1 2018 to Q2 2018, a significant increase of balance in trade and other payables in 2018 (following payment to game taxation authorities and content providers, a balance which was later reduced).

Cash flow used in investing activities increased by 40% to €4.4 million (3.1) in the period, of which €2.8 million (1.7) in the second quarter, mainly through capitalization of development costs and purchases of property and equipment for enhancing IT infrastructure.

Cash flow used in financing activities amounted to €-5.3 million (23.1 million) for the period, €-5.2 million (23.0) in the second quarter. The €23.1 million was related to the issuance of a bond in a net amount of €26.8 million in 2018, while the payment of dividend to the equity holders reached €5.4 million (3.8) during the 6-month period 2019.

| Cash flow, €'000 | SECOND QUARTER | | SIX MONTHS | | FULL YEAR |
|---|----------------|--------|------------|--------|-----------|
| | 2019 | 2018 | 2019 | 2018 | 2018 |
| Net cash generated from operating activities | 3,634 | 11,405 | 9,244 | 13,469 | 23,644 |
| Net cash used in investing activities | -2,801 | -1,744 | -4,417 | -3,149 | -6,762 |
| Net cash generated by (used in) financing activities | -5,164 | 22,998 | -5,336 | 23,111 | 23,426 |
| Net increase (decrease) in cash and cash equivalents | -4,331 | 32,659 | -509 | 33,431 | 40,308 |
| Cash and cash equivalents at the beginning of the period | 57,542 | 14,184 | 53,720 | 13,412 | 13,412 |
| Cash and cash equivalents at the end of the period | 53,211 | 46,843 | 53,211 | 46,843 | 53,720 |

FINANCIAL POSITION

FINANCING

On April 3rd 2018, the company issued of a €27.5 million senior secured bond loan, under a €80 million framework, aimed to enhance the company's business by mergers and acquisitions activities. The Bond has a 3-year tenor with a floating interest rate of Euribor 3m + 7.0% and a Euribor floor of zero. Additional terms and covenants are specified in the Bond terms and conditions found on the company website. The bond is listed on Nasdaq Stockholm and the first day of trading was May 15th 2018.

SHARE AND OWNERSHIP STRUCTURE

Aspire Global's share has been listed for trading on the NASDAQ First North Premier in Stockholm, Sweden as of July 11th 2017.

| Largest shareholders, June 30st 2019 | NUMBER OF SHARES | VOTES AND CAPITAL, % |
|--|-------------------------|-----------------------------|
| Matalon Barak | 12,048,000 | 26.0% |
| Zahavi Pini | 7,500,000 | 16.2% |
| Azur Eli | 7,500,000 | 16.2% |
| Aran Aharon | 3,000,000 | 6.5% |
| Swedbank Robur Ny Teknik BTI | 2,453,300 | 5.3% |
| BNY MELLON (ESOP) | 1,727,958 | 3.7% |
| Avanza Pension | 1,325,394 | 2.9% |
| Fondita Nordic small CAP | 879,223 | 1.9% |
| Maimon Isaac | 800,000 | 1.7% |
| BNP Paribas SEC Services London | 722,031 | 1.6% |
| Total 10 largest shareholders | 37,955,906 | 81.9% |
| Other 2,722 shareholders | 8,373,950 | 18.1% |
| Total | 46,329,856 | 100.0% |

OPTIONS

On February 13th 2019, the Company granted certain employees 105,000 options to purchase its shares, such options shall vest over a three-year period on a straight-line basis.

During the 6-period ended June 30th 2019, company options were exercised to a total of 1,195,528 shares at an exercise price consideration of €607 thousand, 1,021,236 of which during the second quarter amounting to €511 thousand.

OTHER

RELATED PARTIES

During the 6-month period Aspire Global's share in the results of related companies was €-965 thousand, mainly related to NeoLotto – a negative quarterly result and the write-down of the remaining investment. As of June 30th 2019, the investment in NeoLotto is 0. During the 3-month period the share of results from related parties was €-180 thousand.

For more information on related party transactions see Note 21 "Related parties", page 76 in the Annual Report.

SIGNIFICANT EVENTS DURING AND AFTER THE SECOND QUARTER

- The AGM took place on May 14th re-electing Aharon Aran, Carl Klingberg, Fredrik Burvall, Tsachi Maimon and Barak Matalon as board members, and resolving on a distribution of around SEK 1.25 per share, to be paid as dividend for the 2018 fiscal year with the record date May 16th 2019.
- June 28th, Aspire Global announced the acquisition of the leading game aggregator platform Pariplay for approximately €13.1 million in cash in order to accelerate B2B-growth. The transaction is to be closed during the third quarter with positive effect on the company's EBITDA for 2020.
- July 26th, the Swedish administrative court extended Aspire Global's Swedish iGaming to 2021.

EMPLOYEES

As at June 30th 2019, Aspire Global had 203 employees, of which 96 were women.

RISKS AND UNCERTAINTIES

Read more about risk and uncertainties in Aspire Global's Annual report 2018, section "Risk factors" on pages 45-49 as well as Note 23 "Financial instruments and risk management", page 64-66.

ACCOUNTING POLICIES

The interim condensed consolidated financial information ("Interim Financial Information") of the Group has been prepared in accordance with International Accounting Standard 34 'Interim Financial Reporting' as adopted by the EU ("IAS 34").

The Interim Financial Information has been prepared on the basis of the accounting policies adopted in the company's audited consolidated financial statements for the years ended December 31st 2017 and 2016 ("Annual Financial Statements"), which are prepared in accordance with International Financial Reporting Standards as adopted by the EU. This Interim Financial Information should be read in conjunction with the Annual Report 2017, see Note 2 "Accounting principles" pages 52-57.

The Interim Financial Information is unaudited, does not constitute statutory accounts and does not contain all the information and footnotes required by accounting principles generally accepted under International Financial Reporting Standards for annual financial statements.

FINANCIAL CALENDAR 2019

| | |
|---|--------------------------------|
| Interim report for the third quarter 2019 July-September (Q3) | November 5 th 2019 |
| Year-end report 2019 Jan-December (Q4) | February 18 th 2020 |
| Interim report for the first quarter 2020 January-March (Q1) | May 5 th 2020 |

FOR MORE INFORMATION, PLEASE CONTACT

Tsachi Maimon, CEO, tel: +356 - 79 777 898 or email: tsachi@aspireglobal.com
Motti Gil, CFO, tel: +972- 54 664 0406 or email: mottigi@aspireglobal.com

INTERIM REPORT ASSURANCE

The Board of directors and the CEO assures that the interim report for the fourth quarter gives a fair overview of the company's operations, position and result of operations, and describes the significant risks and uncertainties facing the company and the companies included in the Group.

Stockholm, August 19th 2019

Carl Klingberg, Chairman

Aharon Aran
Board member

Fredrik Burvall
Board member

Tsachi Maimon (CEO)
Board member

Barak Matalon
Board member

CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

| €'000, 2019 unaudited, 2018 audited | Second quarter (Apr-June) | | Six months (Jan-June) | Full year (Jan-Dec) | |
|--|------------------------------|----------------|--------------------------|------------------------|----------------|
| | 2019 | 2018 | 2019 | 2018 | |
| Revenues (including EU VAT) | 32,756 | 24,731 | 65,975 | 43,085 | 104,592 |
| EU VAT | -937 | -478 | -1,725 | -879 | -2,109 |
| Net revenues | 31,819 | 24,253 | 64,250 | 42,206 | 102,483 |
| Distribution expenses | -21,277 | -13,764 | -42,767 | -25,271 | -64,123 |
| Gaming duties | -1,232 | -1,283 | -2,381 | -2,060 | -4,406 |
| Administrative expenses | -3,248 | -3,551 | -6,969 | -6,420 | -12,753 |
| | -25,757 | -18,598 | -52,117 | -33,751 | -81,282 |
| EBITDA | 6,062 | 5,655 | 12,133 | 8,455 | 21,201 |
| Amortization and depreciation | -917 | -456 | -1,804 | -877 | -1,895 |
| Operating income | 5,145 | 5,199 | 10,329 | 7,578 | 19,306 |
| Interest income and foreign currency exchange differences with respect to funding to related group | 473 | 1,059 | 1,234 | 1,295 | 2,430 |
| Finance income | 41 | 29 | 244 | 57 | 138 |
| Finance expenses | -1,192 | -787 | -2,106 | -1,017 | -2,376 |
| Income before income taxes | 4,467 | 5,500 | 9,701 | 7,913 | 19,498 |
| Income taxes | -304 | -231 | -610 | -377 | -986 |
| Net income before Company share in the results of associated companies | 4,163 | 5,269 | 9,091 | 7,536 | 18,512 |
| Company share in the results of associated companies | -179 | -338 | -965 | -739 | -2,340 |
| Net income from continuing operations | 3,984 | 4,931 | 8,126 | 6,797 | 16,172 |
| <i>Net income (loss) and total comprehensive income (loss) attributable to:</i> | | | | | |
| Equity holders of the Company | 3,984 | 4,931 | 8,126 | 6,798 | 16,172 |
| Non-controlling interests | * | * | * | -1 | * |
| <i>Earnings per share attributable to the equity holders of the Company (€) (Note 6):</i> | | | | | |
| Net income attributable to the equity holders of the Company: | | | | | |
| Basic | 0.09 | 0.11 | 0.18 | 0.15 | 0.36 |
| Diluted | 0.09 | 0.11 | 0.18 | 0.15 | 0.35 |

The accompanying Notes are an integral part of these consolidated financial statements.

CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

| €'000, 2019 – unaudited, 2018 - audited | As at June 30 th | | As at Dec 31 th |
|---|--------------------------------|---------------|-------------------------------|
| | 2019 | 2018 | 2018 |
| ASSETS | | | |
| NON-CURRENT ASSETS | | | |
| Property and equipment | 1,598 | 1,305 | 1,228 |
| Intangible assets | 8,469 | 5,888 | 7,031 |
| Right-of-use assets | 2,894 | - | - |
| Capital notes, loans and accrued interests due from a related group | 12,328 | 10,156 | 11,243 |
| Investments and loans – associated companies (Note 7A) | 3,468 | 2,545 | *2,362 |
| Investment and loan – other investments (Note 7B) | 996 | - | - |
| Deferred income taxes | 89 | 80 | 73 |
| | 29,842 | 19,974 | 21,937 |
| CURRENT ASSETS | | | |
| Trade receivables | 9,956 | 7,581 | 10,201 |
| Other receivables | 2,415 | 899 | 1,518 |
| Income taxes receivables | 8,561 | 9,948 | 9,779 |
| Related group receivables | - | 287 | 214 |
| Restricted cash | 801 | 785 | 782 |
| Cash and cash equivalents | 53,211 | 46,843 | 53,720 |
| | 74,944 | 66,343 | 76,214 |
| Total assets | 104,786 | 86,317 | 98,151 |
| EQUITY AND LIABILITIES | | | |
| EQUITY ATTRIBUTABLE TO THE EQUITY HOLDERS OF THE COMPANY | | | |
| Share capital and premium | 6,615 | 5,091 | 5,643 |
| Share based payment reserve | 1,307 | 1,687 | 1,616 |
| Reserve with respect to funding transactions with a related group | -15,371 | -15,371 | -15,371 |
| Retained earnings | 49,480 | 37,412 | 46,786 |
| Total equity attributable to the equity holders of the Company | 42,031 | 28,819 | 38,674 |
| Non-controlling interests | -217 | -218 | -217 |
| Total equity | 41,814 | 28,601 | 38,457 |
| NON-CURRENT LIABILITIES | | | |
| Employee benefits, net | 362 | 309 | 350 |
| Loan with respect to leasehold improvements | 256 | 369 | 305 |
| Lease liabilities | 1,949 | - | - |
| Senior secured bonds | 27,070 | 26,851 | 26,872 |
| | 29,637 | 27,529 | 27,527 |
| CURRENT LIABILITIES | | | |
| Client liabilities | 7,027 | 4,831 | 6,686 |
| Trade and other payables | 13,703 | 13,392 | *13,693 |
| Lease liabilities | 977 | - | - |
| Bond interest payable | 476 | 471 | 481 |
| Contingent consideration (Note 7A) | 1,150 | - | - |
| Related group | 92 | - | - |
| Income taxes payable | 9,910 | 11,493 | 11,307 |
| | 33,335 | 30,187 | 32,167 |
| Total equity and liabilities | 104,786 | 86,317 | 98,151 |

* Reclassified

CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

| Equity attributable to the equity holders of the Company €'000 | Share capital and premium | Share based payments reserve | Reserve with respect to funding transactions with related groups | Retained earnings | Total attributable to the equity holders of the Company | Non-controlling interests | Total equity |
|--|---------------------------|------------------------------|--|-------------------|---|---------------------------|---------------|
| SECOND QUARTER 2019 (APR-JUNE) | | | | | | | |
| Balance as at Apr 1st 2019 | 5,793 | 1,585 | -15,371 | 50,928 | 42,935 | -217 | 42,718 |
| Total comprehensive income for the period | - | - | - | 3,984 | 3,984 | * | 3,984 |
| Dividends payments to equity holders of the company | - | - | - | -5,432 | -5,432 | - | -5,432 |
| Exercise of stock options (see Note 4) | 822 | -311 | - | - | 511 | - | 511 |
| Employee stock option scheme | - | 33 | - | - | 33 | - | 33 |
| Balance as at June 30th 2019 | 6,615 | 1,307 | -15,371 | 49,480 | 42,031 | -217 | 41,814 |
| SECOND QUARTER 2018 (APR-JUNE) | | | | | | | |
| Balance as at Apr 1st 2018 | 5,091 | 1,636 | -15,371 | 36,306 | 27,662 | -218 | 27,444 |
| Total comprehensive income for the period | - | - | - | 4,931 | 4,931 | - | 4,931 |
| Dividends payments to equity holders of the company | - | - | - | -3,825 | -3,825 | - | -3,825 |
| Employee stock option scheme | - | 51 | - | - | 51 | - | 51 |
| Balance as at June 30th 2018 | 5,091 | 1,684 | -15,371 | 37,412 | 28,819 | -218 | 28,601 |
| SIX MONTHS 2019 (JAN-JUNE) | | | | | | | |
| Balance as at Jan 1st 2019 (audited) | 5,643 | 1,616 | -15,371 | 46,786 | 38,674 | -217 | 38,457 |
| Total comprehensive income for the period | - | - | - | 8,126 | 8,126 | * | 8,126 |
| Dividends payments to equity holders of the company | - | - | - | -5,432 | -5,432 | - | -5,432 |
| Exercise of stock options (see Note 4) | 972 | -365 | - | - | 607 | - | 607 |
| Employee stock option scheme | - | 56 | - | - | 56 | - | 56 |
| Balance as at June 30th 2019 | 6,615 | 1,307 | -15,371 | 49,480 | 42,031 | -217 | 41,814 |
| SIX MONTHS 2018 (JAN-JUNE) | | | | | | | |
| Balance as at Jan 1st 2018 (audited) | 4,882 | 1,642 | -15,371 | 34,439 | 25,592 | -217 | 25,375 |
| Total comprehensive income for the period | - | - | - | 6,798 | 6,798 | -1 | 6,797 |
| Dividends payments to equity holders of the company | - | - | - | -3,825 | -3,825 | - | -3,825 |
| Exercise of stock options (see Note 4) | 209 | -70 | - | - | 139 | - | 136 |
| Employee stock option scheme | - | 115 | - | - | 56 | - | 56 |
| Balance as at June 30th 2018 | 5,091 | 1,684 | -15,371 | 37,412 | 28,819 | -218 | 28,601 |

* Less than €500

| | FULL YEAR 2018 (JAN-DEC) | | | | | | |
|--|--------------------------|--------------|----------------|---------------|---------------|-------------|---------------|
| Balance as at Jan 1st 2018 (audited) | 4,882 | 1,642 | -15,371 | 34,439 | 25,592 | -217 | 25,375 |
| Total comprehensive income for the period | - | - | - | 16,172 | 16,172 | * | 16,172 |
| Dividends payments to equity holders of the company | - | - | - | -3,825 | -3,825 | - | -3,825 |
| Exercise of stock options (see note 4) | 761 | -242 | - | - | 519 | - | 219 |
| Employee stock option scheme | - | 216 | - | - | 216 | - | 216 |
| Balance as at December 31st 2018 (audited) | 5,643 | 1,616 | -15,371 | 46,786 | 38,674 | -217 | 38,457 |

* Less than €500

CONSOLIDATED STATEMENTS OF CASH FLOW

| €'000, unaudited | Second quarter (Apr-June) | | Six months (Jan-June) | | Full year (Jan-Dec) |
|---|------------------------------|---------------|--------------------------|---------------|------------------------|
| | 2019 | 2018 | 2019 | 2018 | 2018 |
| CASH FLOW FROM OPERATING ACTIVITIES: | | | | | |
| Income before income taxes | 4,467 | 5,500 | 9,701 | 7,913 | 19,498 |
| <i>Adjustment for:</i> | | | | | |
| Decrease in options fair value | - | - | - | - | 84 |
| Amortization and depreciation | 917 | 456 | 1,804 | 877 | 1,895 |
| Employee stock option scheme expenses | 33 | 51 | 56 | 115 | 216 |
| Capital loss due to fixed assets | - | - | - | - | 27 |
| Interest and finance expense with respect to Senior secured bonds | 574 | 471 | 1,220 | 471 | **1,512 |
| Interest paid | -572 | - | -1,139 | - | ** -1,010 |
| Interest expense with respect to lease liabilities | 54 | - | 112 | - | - |
| Interest income and foreign currency exchanges differences with respect to funding to a related group | -473 | -1,064 | -1,234 | -1,295 | -2,430 |
| Interest received | 50 | 63 | 150 | 140 | 186 |
| Decrease (Increase) in trade receivables | 75 | 2,161 | 245 | 1,994 | -626 |
| Decrease (Increase) in restricted cash | -1 | -6 | -19 | 69 | 72 |
| Decrease (Increase) in other receivables | -813 | -206 | -897 | 316 | -303 |
| Decrease (Increase) in a related group's receivables | 123 | 27 | 306 | -65 | 10 |
| Decrease (Increase) in income taxes payable net of income taxes receivables | 6 | -256 | -18 | -207 | -16 |
| Increase (Decrease) in trade and other payables | -139 | 4,101 | -590 | 1,887 | *2,188 |
| Increase (Decrease) in loans with respect to leasehold improvements | -32 | 5 | -19 | -15 | -14 |
| Increase (Decrease) in client liabilities | -91 | 101 | 341 | 1,316 | 3,171 |
| Increase in employee benefits, net | 52 | 19 | 12 | 5 | 46 |
| | 4,230 | 11,423 | 10,031 | 13,521 | 24,506 |
| Income taxes paid, net | -596 | -18 | -787 | -52 | -862 |
| Net cash generated from operating activities | 3,634 | 11,405 | 9,244 | 13,469 | 23,644 |
| CASH FLOW FROM INVESTING ACTIVITIES: | | | | | |
| Purchase of property and equipment | -437 | -75 | -598 | -191 | -340 |
| Investment in intangible assets | -1,230 | -721 | -2,501 | -1,616 | -3,578 |
| Investments and loans – associated companies | -738 | -948 | -922 | -1,342 | *-2,844 |
| Investment in other investments | -396 | - | -396 | - | - |
| Net cash used in investing activities | -2,801 | -1,744 | -4,417 | -3,149 | -6,762 |
| CASH FLOW FROM FINANCING ACTIVITIES | | | | | |
| Repayment of liability due to Leases | -243 | - | -481 | - | - |
| Repayment of loans with respect to leasehold improvements | - | -28 | -30 | -54 | -119 |
| Exercise of stock options | 511 | - | 607 | 139 | 519 |
| Issuance of Senior secured bonds | - | 26,851 | - | 26,851 | **26,851 |
| Dividends payments to equity holders of the Company | -5,432 | -3,825 | -5,432 | -3,825 | -3,825 |
| Net cash generated from (used in) financing activities | -5,164 | 22,998 | -5,336 | 23,111 | 23,426 |
| Net increase (decrease) in cash and cash equivalents | -4,331 | 32,659 | -509 | 33,431 | 40,308 |
| Cash and cash equivalents at the beginning of the period | 57,542 | 14,184 | 53,720 | 13,412 | 13,412 |
| Cash and cash equivalents at the end of the period | 53,211 | 46,843 | 53,211 | 46,843 | 53,720 |

* Reclassification of current due payments as of December 31st, 2018. ** Reclassification of Bond interest and finance expenses.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

NOTE 1 – GENERAL

Aspire Global plc (the "Company") was incorporated in Gibraltar on December 17th 2003 and was re-domiciled to Malta on May 9th 2017. The Company shares are traded on Nasdaq First North Premier in Stockholm, Sweden, under the ticker "ASPIRE".

The Company together with its subsidiaries (the "Group") is a top platform provider which offers a total "all-in-one" solution for online gaming operators. The Group provides an advanced solution combining a robust platform, interactive games, and a set of comprehensive operational services. Gaming operators, affiliates and media companies benefit from flexible cross-platform solutions that include fully managed operations and customized integrations of a vast games offering.

NOTE 2 – BASIS FOR PREPARATION

The interim condensed consolidated financial information ("Interim Financial Information") of the Group has been prepared in accordance with International Accounting Standard 34 'Interim Financial Reporting' as adopted by the EU ("IAS 34").

The Interim Financial Information has been prepared on the basis of the accounting policies adopted in the Group's audited consolidated financial statements for the year ended December 31st 2018 ("Annual Financial Statements"), which were prepared in accordance with International Financial Reporting Standards as adopted by the EU. This Interim Financial Information should be read in conjunction with the Annual Financial Statements and notes thereto issued on April 11th 2019.

The Interim Financial Information is unaudited, does not constitute statutory accounts and does not contain all the information and footnotes required by accounting principles generally accepted under International Financial Reporting Standards for Annual Financial Statements.

All significant judgements and estimates used by the Group remain unchanged from the previous audited Annual Financial Statements (see Note 3) and all valuation techniques and unobservable inputs remain unchanged (see Note 2T).

New standards, interpretations and amendments adopted by the Group:

1. International Financial Reporting Standard 16 "Leases" (hereafter – "IFRS 16"). IFRS 16, published in January 2016, supersedes IAS 17 "Leases" and its interpretations. IFRS 16 changes the accounting treatment of leases on the part of the lessee while the lessor's accounting treatment remains substantially unchanged. IFRS 16 cancels the classification of leases as finance or operating by the lessee and states that a lessee shall recognize in the statement of financial position an asset and a lease liability in respect of all leases, except for leases with periods of less than 12 months and leases where the underlying assets are of low value.

The Company has implemented IFRS 16 on January 1, 2019, with the following impact as of that date:

IMPACT AS AT JANUARY 1ST 2019:

| €'000, unaudited | As reported | Effect of the application of IFRS 16 | Pursuant to IFRS 16 |
|-------------------------------|--------------------|---|----------------------------|
| Right-of-use assets | - | 3,406 | 3,406 |
| Lease current liabilities | - | -944 | -944 |
| Lease non-current liabilities | - | -2,462 | -2,462 |

2. IFRIC 23, Uncertainty over Income Tax Positions, clarifies how to apply the recognition and measurement requirements in IAS 12 Income Taxes when there is uncertainty over income tax treatments. IFRIC 23, will require entities to calculate the current tax liability in their financial statements as if the tax authorities were going to perform a tax audit, and the tax authorities knew all the facts and circumstances about the entity's tax position. IFRIC 23 addresses the following issues:

- Whether an entity should consider uncertain tax treatments separately;
- The assumptions an entity should make about the examination of tax treatments by taxation authorities;
- How an entity determines taxable profit or loss, tax bases, unused tax losses, unused tax credits and tax rates; and
- How an entity considers changes in facts and circumstances.

IFRIC 23 is effective for annual periods beginning on or after January 1st, 2019.

The Group adopted IFRIC 23 using the full retrospective method of adoption with no material impact on the financial statements of the Group.

NOTE 3 – SEGMENT INFORMATION

Segmental results are reported in a manner consistent with the internal reporting provided to management. The operating segments identified are:

- Business to Business (“B2B”)
- Business to Customer (“B2C”)

Management assesses the performance of operating segments based on revenues and segment results. Segment results contain revenues net of royalties and acquisitions and other expenses for the B2B and B2C segments, respectively.

| €'000, unaudited | SECOND QUARTER 2019 (APR-JUNE) | | | |
|--|---------------------------------------|----------------|---------------|----------------|
| Revenues (including EU VAT) | 19,529 | 13,227 | - | 32,756 |
| Revenues (inter-segment) | 1,984 | - | -1,984 | - |
| EU VAT | -277 | -660 | - | -937 |
| Net revenues | 21,236 | 12,567 | -1,984 | 31,819 |
| Expenses | -17,165 | -10,576 | 1,984 | -25,757 |
| EBITDA | 4,071 | 1,991 | - | 6,062 |
| UNALLOCATED EXPENSES: | | | | |
| Amortization and depreciation | | | | -917 |
| Operating income | | | | 5,145 |
| Interest income and foreign currency exchange differences with respect to funding to a related group | | | | 473 |
| Finance income | | | | 41 |
| Finance expenses | | | | -1,192 |
| Income before income taxes | | | | 4,467 |

| €'000, unaudited | SECOND QUARTER 2018 (APR-JUNE) | | | |
|--|---------------------------------------|---------------|---------------|----------------|
| Revenues (including EU VAT) | 12,371 | 12,360 | - | 24,731 |
| Revenues (inter-segment) | 1,854 | - | -1,854 | - |
| EU VAT | -121 | -357 | - | -478 |
| Net revenues | 14,104 | 12,003 | -1,854 | 24,253 |
| Expenses | -11,593 | -8,859 | 1,854 | -18,598 |
| EBITDA | 2,511 | 3,144 | - | 5,655 |
| UNALLOCATED EXPENSES: | | | | |
| Amortization and depreciation | | | | -456 |
| Operating income | | | | 5,199 |
| Interest income and foreign currency exchange differences with respect to funding to a related group | | | | 1,059 |
| Finance income | | | | 29 |
| Finance expenses | | | | -787 |
| Income before income taxes | | | | 5,500 |

| €'000, unaudited | SIX MONTHS 2019 (JAN-JUNE) | | | |
|-----------------------------|----------------------------|----------------|---------------|----------------|
| Revenues (including EU VAT) | 38,998 | 26,977 | - | 65,975 |
| Revenues (inter-segment) | 4,047 | - | -4,047 | - |
| EU VAT | -472 | -1,253 | - | -1,725 |
| Net revenues | 42,573 | 25,724 | -4,047 | 64,250 |
| Expenses | -34,336 | -21,828 | 4,047 | -52,117 |
| EBITDA | 8,237 | 3,896 | - | 12,133 |

UNALLOCATED EXPENSES:

| | |
|-------------------------------|--------|
| Amortization and depreciation | -1,804 |
|-------------------------------|--------|

| | |
|-------------------------|---------------|
| Operating income | 10,329 |
|-------------------------|---------------|

| | |
|--|-------|
| Interest income and foreign currency exchange differences with respect to funding to a related group | 1,234 |
|--|-------|

| | |
|----------------|-----|
| Finance income | 244 |
|----------------|-----|

| | |
|------------------|--------|
| Finance expenses | -2,106 |
|------------------|--------|

| | |
|-----------------------------------|--------------|
| Income before income taxes | 9,701 |
|-----------------------------------|--------------|

| €'000, unaudited | SIX MONTHS 2018 (JAN-JUNE) | | | |
|-----------------------------|----------------------------|----------------|---------------|----------------|
| Revenues (including EU VAT) | 22,092 | 20,993 | - | 43,085 |
| Revenues (inter-segment) | 3,149 | - | -3,149 | - |
| EU VAT | -209 | -670 | - | -879 |
| Net revenues | 25,032 | 20,323 | -3,149 | 42,206 |
| Expenses | -20,705 | -16,195 | 3,149 | -33,751 |
| EBITDA | 4,327 | 4,128 | - | 8,455 |

UNALLOCATED EXPENSES:

| | |
|-------------------------------|------|
| Amortization and depreciation | -877 |
|-------------------------------|------|

| | |
|-------------------------|--------------|
| Operating income | 7,578 |
|-------------------------|--------------|

| | |
|--|-------|
| Interest income and foreign currency exchange differences with respect to funding to a related group | 1,295 |
|--|-------|

| | |
|----------------|----|
| Finance income | 57 |
|----------------|----|

| | |
|------------------|--------|
| Finance expenses | -1,017 |
|------------------|--------|

| | |
|-----------------------------------|--------------|
| Income before income taxes | 7,913 |
|-----------------------------------|--------------|

| €'000, audited | FULL YEAR 2018 (JAN-DEC) | | | |
|-----------------------------|--------------------------|----------------|---------------|----------------|
| Revenues (including EU VAT) | 56,604 | 47,988 | - | 104,592 |
| Revenues (inter-segment) | 7,198 | - | -7,198 | - |
| EU VAT | -508 | -1,601 | - | -2,109 |
| Net revenues | 63,294 | 46,387 | -7,198 | 102,483 |
| Expenses | -50,897 | -37,583 | 7,198 | -81,282 |
| EBITDA | 12,397 | 8,804 | - | 21,201 |

UNALLOCATED EXPENSES:

| | |
|-------------------------------|--------|
| Amortization and depreciation | -1,895 |
|-------------------------------|--------|

| | |
|-------------------------|---------------|
| Operating income | 19,306 |
|-------------------------|---------------|

| | |
|--|-------|
| Interest income and foreign currency exchange differences with respect to funding to a related group | 2,430 |
|--|-------|

| | |
|----------------|-----|
| Finance income | 138 |
|----------------|-----|

| | |
|------------------|--------|
| Finance expenses | -2,376 |
|------------------|--------|

| | |
|-----------------------------------|---------------|
| Income before income taxes | 19,498 |
|-----------------------------------|---------------|

NOTE 4 – SHARE BASED PAYMENT

- A. Following Note 9 and 27 to the annual financial Statements, 2018, On February 13th 2019, the Company granted certain employees 105,000 options to purchase its shares, such options shall vest over a three-year period on a straight-line basis. The fair value of the above-mentioned granted options was calculated based on the Black-Scholes model, utilizing the following assumptions: Stock price €4.95, Expected term 2.68 years, Volatility 44.6%, dividend yield 2.47% and risk-free rate 2.57%.
- B. During the 6 and 3-month periods ended June 30th 2019, Company options were exercised to a total of 1,195,528 and 1,021,236 shares, respectively. The exercise price consideration received for the shares during the 6 and 3-month periods ended June 30th 2019, amounted to €607 thousand and €511 thousand, respectively.

NOTE 5 – INCOME TAXES AND OTHER

In Israel, the Group is undergoing a tax audit. The Israeli tax authority (“ITA”) raised various arguments with respect to the Group’s management and control jurisdiction, permanent establishment and transfer pricing among the group entities and the gain on the sale of the lottery assets. In light of the early stage of the assessment process, the outcome of the process cannot be evaluated at this stage. However, had the arguments of the ITA would be accepted wholly or partially, they could have a material effect on the Group’s financial position and results of operations. Notwithstanding the above, the Group’s management believes, inter alia based on professional advice, that it is more likely than not that it is in compliance with the applicable tax laws in respect of the arguments raised so far by the ITA.

The above tax assessment remains unchanged from the audited annual report for 2018 (see Note 8)

During the second quarter of 2019 the Swedish gaming Authority issued fines to the Company amounting to SEK 3.5 million (around €350 thousand). The company filed an appeal on the decisions with the Administrative Court of Linköping.

NOTE 6 – RELATED PARTIES

- A. Following Note 21 to the Annual Financial Statements, the consulting fees in the 6-month periods ended June 30th 2019 and 2018 amounted to €66 thousand and €62 thousand respectively and in the 3-month periods ended June 30th 2019 and 2018, €33 thousand and €31 thousand, respectively.
- B. Following Note 21 to the Annual Financial Statements, capital notes, loans and accrued interest:

| €'000, unaudited (full-year 2018 audited) | As at June 30 st | | As at Dec 31 st |
|---|--------------------------------|--------|-------------------------------|
| | 2019 | 2018 | 2018 |
| Principal amount | 19,178 | 18,888 | 19,072 |
| Balance* | 12,328 | 10,156 | 11,243 |
| Contractual interest rate, % | 1 | 1 | 1 |
| Effective interest rate, % | 20 | 20 | 20 |

* including accrued interest and exchange rate differences of €9,338 thousand, €7,166 thousand and €8,253 thousand as of June 30th, 2019, June 30th 2018 and December 31st 2018, respectively.

| Other transactions €'000, unaudited (full-year 2018 audited) | Second quarter (Apr-June) | | Six months (Jan-June) | | Full year (Jan-Dec) |
|--|------------------------------|------|--------------------------|------|------------------------|
| | 2019 | 2018 | 2019 | 2018 | 2018 |
| Research and development services capitalized as an intangible asset | 900 | 452 | 1,630 | 885 | 2,258 |
| Research and development services within administrative expenses | 58 | 175 | 290 | 412 | 588 |
| Reimbursement of certain administrative expenses | -11 | -72 | -33 | -140 | -246 |
| Reimbursement of rent and related | -166 | -252 | -333 | -653 | -1,240 |
| Rental income and related | -154 | - | -309 | - | - |

NOTE 7 – INVESTMENTS AND LOANS

A – ASSOCIATED COMPANIES

| €'000 | As at June 30 th 2019 | As at June 30 th 2018 | As at December 31 st 2018 |
|--|-------------------------------------|-------------------------------------|---|
| Neolotto | | | |
| Investment, loans and accrued interest Less the Group's share in accumulated losses and impairment charges | - | 537 | 650 |
| | - | 537 | 650 |
| Minotauro | | | |
| Investment | 1,183 | 1,183 | 1,183 |
| The Group's share in accumulated losses | -284 | -85 | -173 |
| | 899 | 1,098 | 1,010 |
| Market Play | | | |
| Investment | 1,994 | 1,422 | *1,724 |
| The Group's share in accumulated results | -1,338 | -512 | -1,222 |
| | 656 | 910 | 502 |
| NEG Group (1) | | | |
| Investment | 2,000 | - | 200 |
| The Group's share in accumulated results | -87 | - | - |
| | 1,913 | - | 200 |
| | 3,468 | 2,545 | 2,362 |

* Reclassified

- On May 10th, 2019, the Company invested, in a way of convertible loan, in NEG Group Limited ("NEG") in consideration for up to €2 million of which €850 thousand was paid and the remaining is performance based ("Contingent consideration"), to be paid (if any) till June 2020, resulting in 25% holdings. The Contingent consideration amount was estimated by the Company's management at €2 million and was recorded as "Contingent consideration" on the Company' Statement of Financial Position as of June 30th, 2019. NEG has re-launched of Digibet brand ("Digibet") well in time for the UEFA euro 2020 tournament. Digibet will be offering a regulated gaming experience focusing on sports betting. The brand, has been operated on another platform and will be re-launched on the Company's platform in H2 2019. NEG will be also responsible for marketing activities, bringing valuable expertise related to the key markets and acquisition channels.

B – OTHER INVESTMENTS

- On June 28th, 2019, the Company entered into an agreement to acquire 100% of the shares of GMS Entertainment Limited, the sole owner of the B2B group ("Pariplay"), for approximately €13.1 million in cash. Pariplay operates one of the leading game aggregator platforms worldwide, including their own game studios, providing operators with access to thousands of game titles from leading game producers. The acquisition allows the Company to control yet another crucial part of the iGaming value chain – creating synergies, broadening the game portfolio and providing a channel to distribute and sell propriety games outside the Company's network. The transaction expected to be closed during the third quarter of 2019 with a positive effect on the Company's EBITDA for 2020. For 2019, however, the transaction is not expected to have any material effect on financial results.

3. On May 9th, 2019, the Company invested in Vips Holdings ("Vips") in consideration for €750 thousand of which €150 thousand was paid as of June 30 2019, resulting in 13% holdings. The Company will invest an additional €750 thousand subject to additional funding raised by Vips, resulting in an increase to holdings of 25%. Vips will launch the Vips Casino brand in H2 2019, inter-alia will be investing in the tech infrastructure and marketing in order to create unique features for the brand.

NOTE 8 – EARNINGS PER SHARE

| €'000, unaudited for 2019, audited for 2018 | Second quarter (Apr-June) | | Six months (Jan-June) | | Full year (Jan-Dec) |
|--|------------------------------|------------|--------------------------|------------|------------------------|
| | 2019 | 2018 | 2019 | 2018 | 2018 |
| Basic and diluted earnings per share: | | | | | |
| Net income attributable to equity holders of the company | 3,984 | 4,931 | 8,126 | 6,798 | 16,172 |
| Weighted average number of issued ordinary shares | 45,847,295 | 44,373,069 | 45,565,965 | 44,301,011 | 44,475,645 |
| Dilutive effect of share options | 624,653 | 1,859,964 | 795,637 | 2,205,989 | 1,706,632 |
| Weighted average number of diluted ordinary shares | 46,471,948 | 46,233,033 | 46,361,601 | 46,507,000 | 46,182,277 |
| Basic earnings per share (€) | 0.09 | 0.11 | 0.18 | 0.15 | 0.36 |
| Diluted earnings per share (€) | 0.09 | 0.11 | 0.18 | 0.15 | 0.35 |

NOTE 9 – SUBSEQUENT EVENTS

- July 14th, the board of directors of the Company, approved an exercise of options to purchase 17,165 shares to certain employees, according to company's 2017 share options scheme.
- July 26th, the Swedish administrative court extended Aspire Global's Swedish iGaming to 2021.

REPORT ON REVIEW OF INTERIM FINANCIAL INFORMATION

To the Shareholders of Aspire Global plc

INTRODUCTION

We have reviewed the accompanying financial information of Aspire Global plc and its subsidiaries (hereinafter - "the Group") comprising of the interim condensed consolidated statement of financial position as at June 30th 2019, and the related interim condensed consolidated statements of comprehensive income, changes in equity and cash flows for the six and three-month periods ended June 30th 2019. The Board of Directors and Management are responsible for the preparation and fair presentation of this interim financial information in accordance with IAS 34 "*Interim Financial Reporting*" as adopted by the EU ("IAS 34"). Our responsibility is to express a conclusion on this interim financial information based on our review.

SCOPE OF REVIEW

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

CONCLUSION

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim financial information does not present fairly, in all material respects, the financial position of the Group as at June 30th 2019, and of its financial performance and its cash flows for the six and three-month periods ended June 30th 2019 in accordance with IAS 34.

Sam Spiridonov
For and behalf, of
Malta BDO Limited

August 19th 2019

DEFINITIONS

| | |
|------------------------------------|---|
| Active players | Players with activated (played) deposits during the period |
| Affiliate | Companies that convey advertising on the internet on behalf of various websites |
| Betting duties | Betting duties are excise duties on gaming. The tax is paid by anyone organizing gaming for the public or organizing games for business purposes. |
| Company hold | Net gaming revenues/deposits |
| CRM | Customers Relation Management |
| Earnings per share | Profit for the period divided by the average number of outstanding shares during the period |
| EBITDA | Earnings before interest, taxes, depreciation and amortization |
| EBITDA margin | EBITDA/net revenues (Note that being the license holder means Aspire Global receives payment directly from players, as oppose to a royalty from partners; which is the case for most other B2B-companies. Adjusted for these circumstances, the Company's EBITDA margin would be much higher, meaning EBITDA-margin is not fully comparable to the EBITDA-margin of peers.) |
| Gaming license | Approval to operate and provide online gaming in a regulated market |
| Gaming transactions | Total bets on games in a certain period |
| GDPR | Abbreviation of the English name General Data Protection Regulation. In Swedish, this is called the Allmänna dataskyddsförordningen. GDPR is a regulation adopted by the EU, which applies as of May 25th 2018. The aim is to strengthen protection for individuals in the handling of personal information and the regulation defines the handling of information that can be directly or indirectly linked to an individual |
| GRI | Global reporting initiative, standards for sustainability reporting |
| Gross Gaming Revenues (GGR) | Total bets minus prizes |
| HTML | Hyper Text Markup Language. A standard markup language for web pages |
| Jackpot | Typically, a large cash prize, accumulated of un-won prizes |
| LTV | Total net profit from a specific player |
| LTV-model | Lifetime Value Model – Statistic tool for prediction of the total future net profit from a specific player |
| MGA | Malta Gaming Authority |
| Net Gaming Revenues | Gross gaming revenue (GGR) adjusted for bonus costs and external jackpot contributions |
| Partner royalties | Share of net gaming revenue (NGR) kept by Aspire Global before paying partners. |
| Player acquisition cost | The cost of acquiring FTDs |
| Regulated markets | Markets with local regulations for online gaming, limiting casinos operations to companies holding a local license |
| Revenue growth | Revenues (period)/Revenues (previous period) |
| Revenues, adjusted | Revenues adjusted for discontinued operations |
| Set-up-fee | A fixed set-up fee is charged immediately following the agreement to launch a new casino |
| Slots | Casino game with three or more reels which spin when a button is pushed. Slot machines are also known as one-armed bandits. |