



Preliminary Results Presentation

for the Year Ended 31 December 2006

Wednesday 28 February 2007



Agenda

- Roger Withers
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 - Roger Withers
 - Questions & Answers
- Introduction
 - Highlights
 - Financial Review
 - Operating Review & Outlook
 - Summary

Introduction

- Very strong performance against a backdrop of volatile market conditions
- Net Profit* up 90% to \$67.7 M and total revenues up 89% to \$90.1 M
- Outstanding management reaction to US legislative situation
- Perfectly positioned to unlock the value of the emerging Asian market
- Market leading poker network following the Tribeca asset acquisition
- Development of new geographic and product areas
- Continuing high levels of investment into the business

*Excluding founders' one-time cash contribution to employees and options charge in the amount of \$7.3 M

Financial Highlights

- Total revenues up 89% to \$90.1 M (2005: \$47.6 M)
 - Casino revenues up 81% to \$77.2 M (2005: \$42.7 M)
 - Poker revenues up 309% to \$10.9 M (2005: \$2.7 M)

Ex-US

- Total revenues up 143% to \$55.6 M (2005: \$22.8 M)
 - Casino revenues up 131% to \$47.3 M (2005: \$20.5 M)
 - Poker revenues up 386% to \$7.4 M (2005: \$1.5 M)

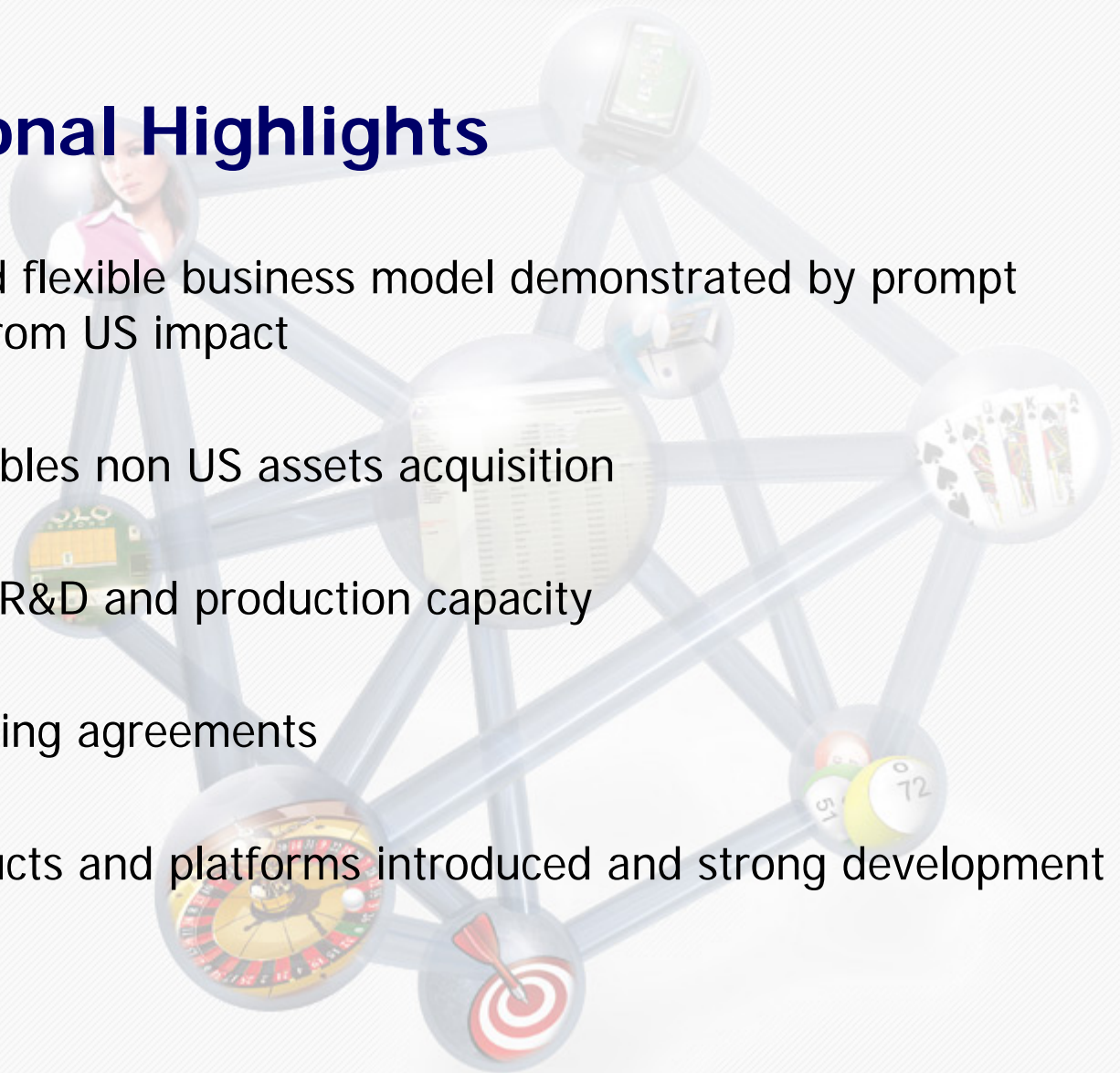
Financial Highlights

- Operating Profit* up 81% to \$64.5 M (2005: \$35.5 M)
- Net Profit* up 90% to \$67.7 M (2005: \$35.7 M)
- Basic EPS* up 78% to 32¢ (2005: 18¢)
- Proposed final dividend of 7.0¢ per share
- Total dividend for 2006 of 15.7¢ per share
- Geographical Diversification**
 - Europe represents 52% of total revenues
 - Asia Pacific represents 34% of total revenues
 - ROW represents 14% of total revenues

* Excluding founders' one-time cash contribution to employees and options charge in the amount of \$7.3 M

** Player revenue generated in 2006, excluding US

Operational Highlights

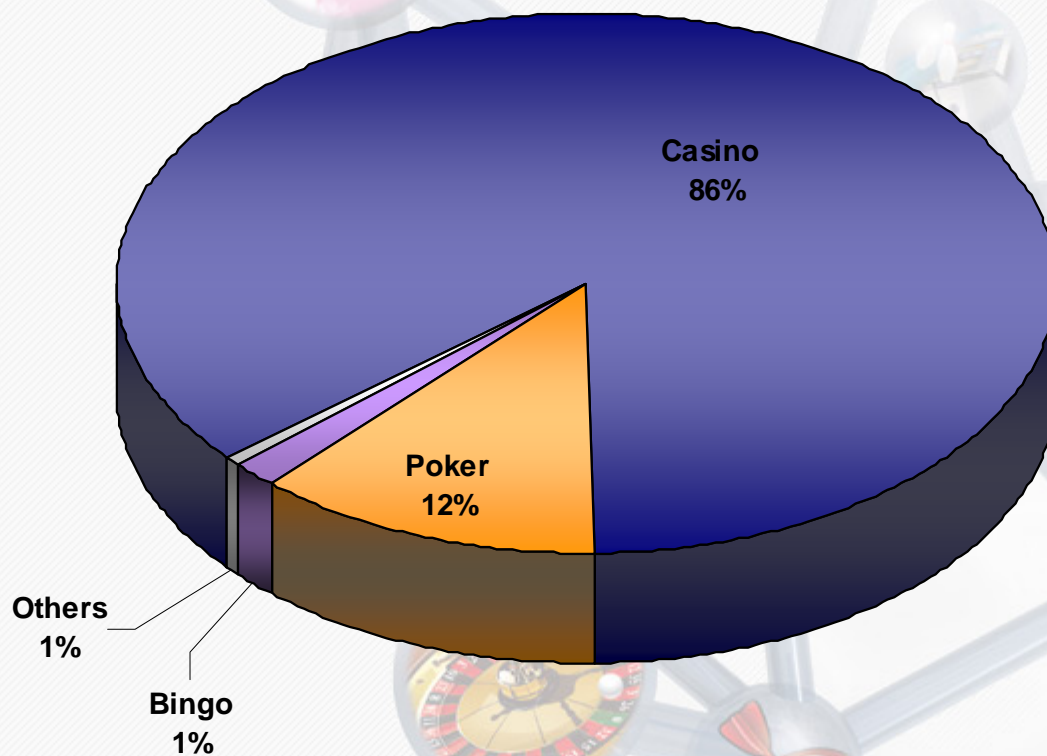
- Strong and flexible business model demonstrated by prompt recovery from US impact
 - Tribeca Tables non US assets acquisition
 - Increased R&D and production capacity
 - New licensing agreements
 - New products and platforms introduced and strong development pipeline
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Profit & Loss

	Year ended 31 December		Change %
	2006 \$'000	2005 \$'000	
Revenues	90,078	47,596	89
Operating Expenses*	9,078	4,676	94
Sales & Marketing*	8,764	5,421	62
Development Costs*	1,492	1,021	46
General & Administrative*	6,253	936	568
Operating Profit*	64,491	35,542	81
Financing Income, net	3,537	149	2,274
Income before Taxation*	68,028	35,691	91
Tax Expenses	345	22	1,468
Net Income*	67,683	35,669	90
Basic EPS (¢)*	32	18	78
Net Income	60,414	35,669	69

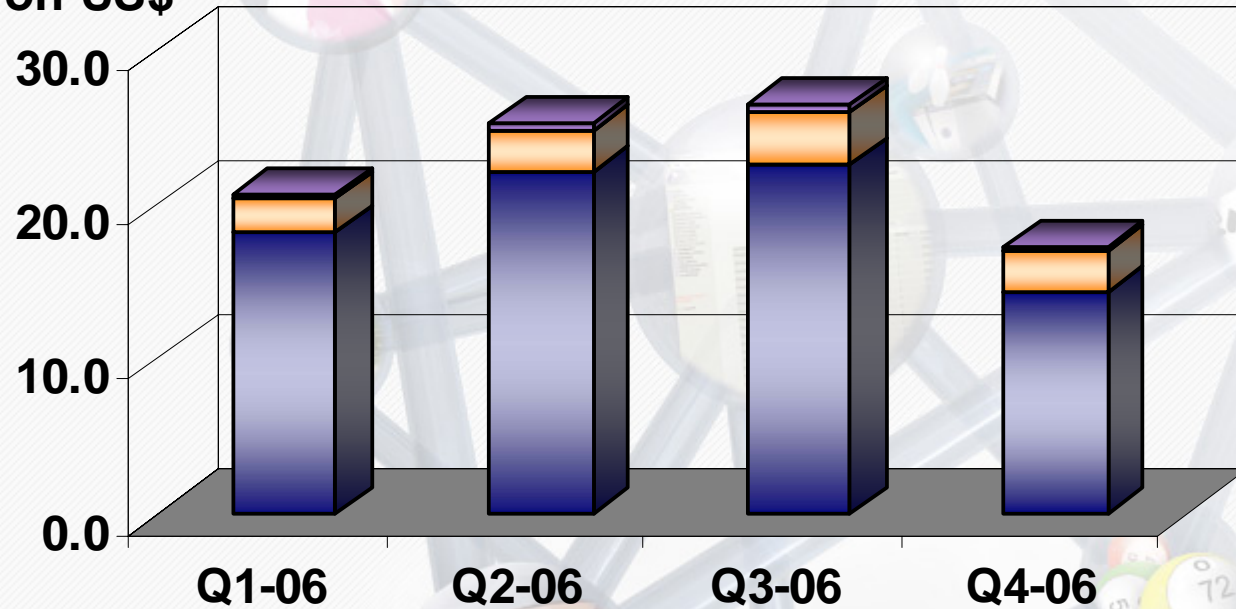
* In 2006 - Excluding founders' one-time cash contribution to employees and options charge \$7.3 M

Revenues by Product - 2006



Revenue by Quarters

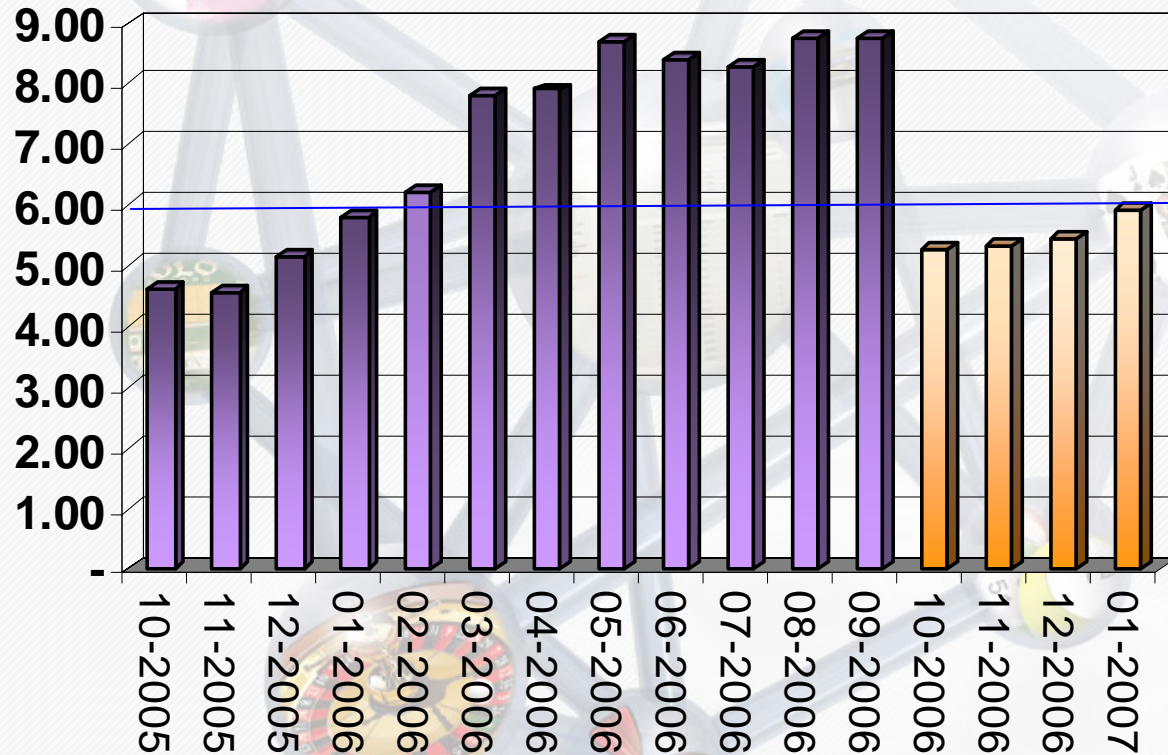
Million US\$



■ Casino ■ Poker ■ Others

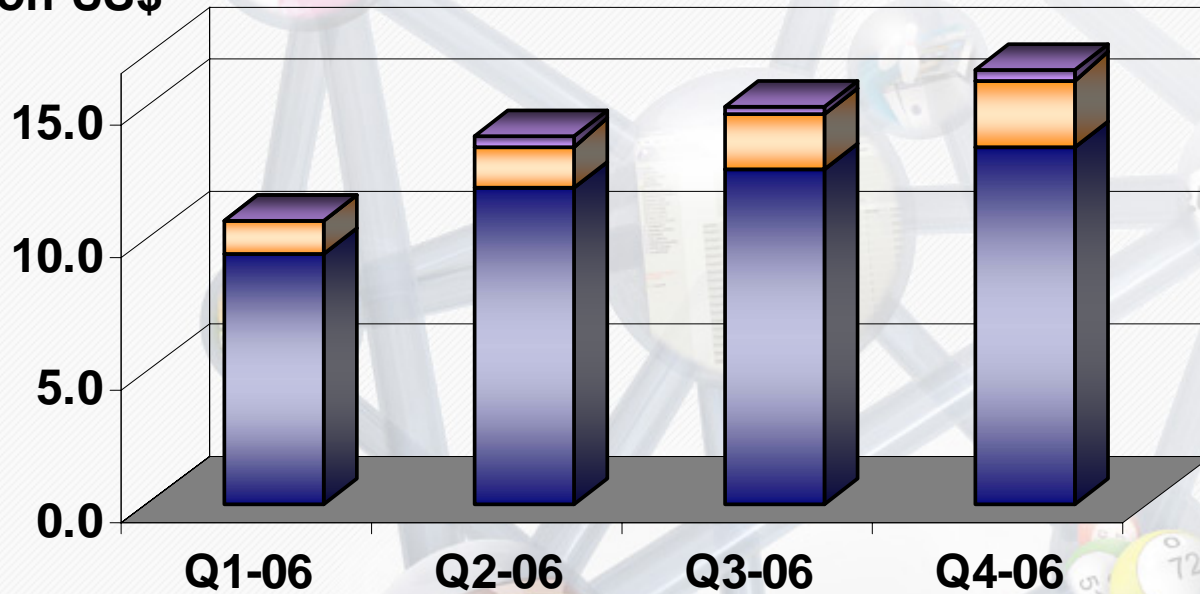
Royalties by Month

Million US\$



Revenue by Quarters – Excluding US

Million US\$

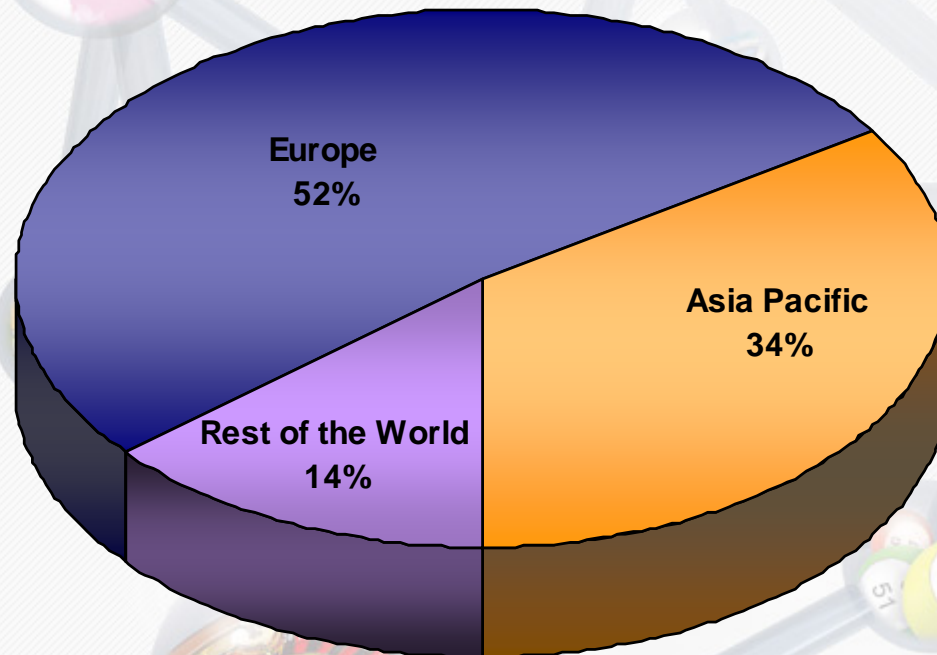


■ Casino

■ Poker

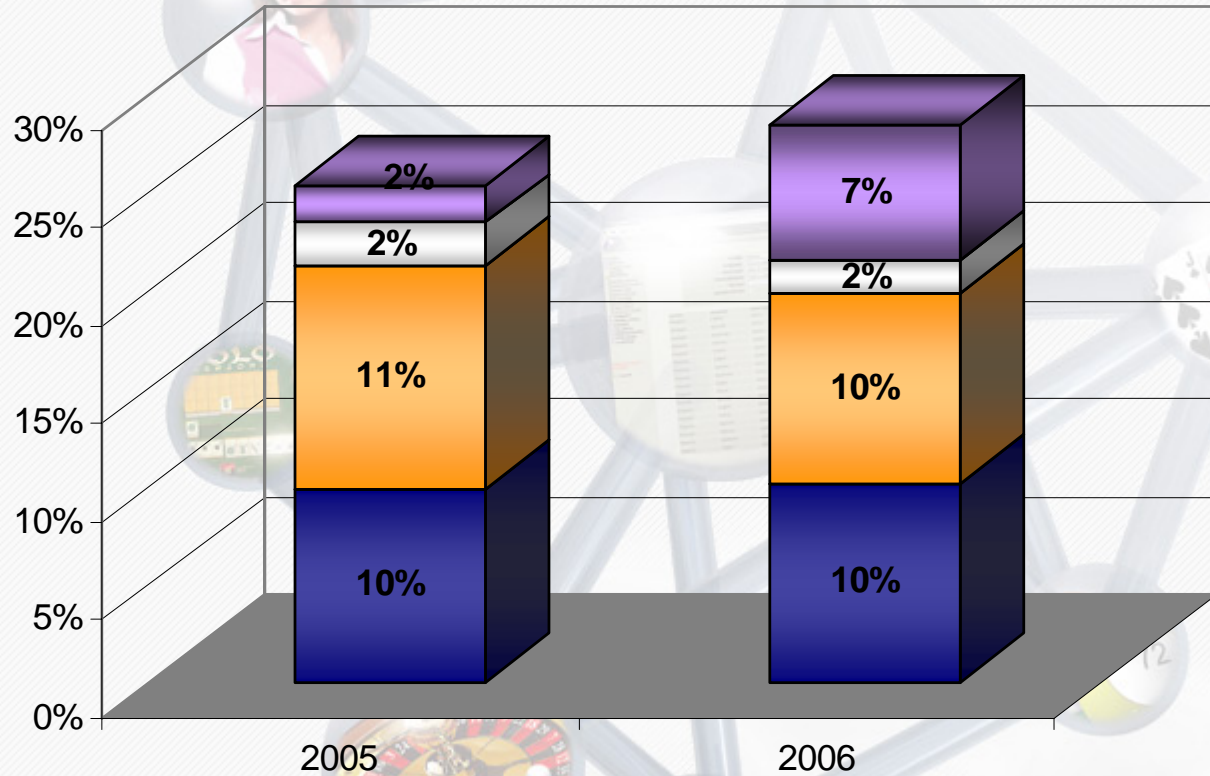
■ Others

Geographic Diversification* in 2006 - Excluding US



*Player revenue generated

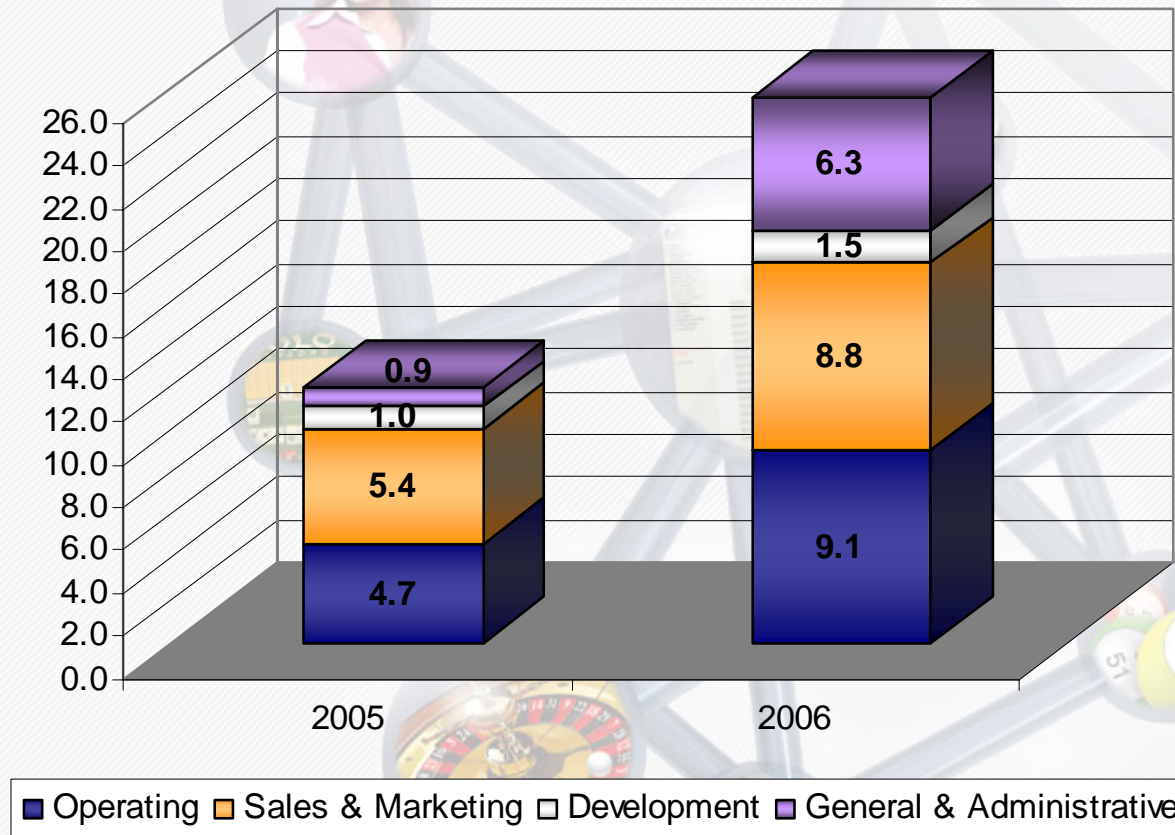
Cost Margin*



■ Operating ■ Sales & Marketing □ Development ■ General & Administrative

*Excluding founders' one-time cash contribution to employees and options charge totalling \$7.3 M

Cost Breakdown*



*In 2006 - excluding founders' one time cash contribution to employees and options charge totalling \$7.3 M

Founders' Cash Contribution to Employees

- The founders of Playtech gifted \$6.6 M to a staff trust fund for distribution to the Company's employees
- None of the directors benefited from the above cash contribution
- This amount does not impact the Company's cash flow
- Accounting treatment:
 - The Company accounted for this contribution as a capital contribution in accordance with generally accepted accounting principles
 - The Company recorded a one time charge to the P&L

Balance Sheet

	December 2006 \$'000	December 2005 \$'000
Current Assets		
Cash and Cash Equivalents	101,403	17,995
Other Current Assets	7,537	4,526
Total Current Assets	108,940	22,521
Fixed Assets	3,015	934
Intangible and Non-Current Assets	4,482	1,448
Total Assets	116,437	24,903
Current Liabilities	11,565	5,102
Non-Current Liabilities	46	82
Shareholders' Equity		
Share Capital and Funds	57,095	132
Accumulated Profit	47,731	19,587
Total Liabilities and Shareholders' Equity	116,437	24,903



Cash Flow

	Dec 2006 \$'000	Dec 2005 \$'000
Net Income	60,414	35,674
Depreciation and Amortization	1,272	435
Founders' Cash Contribution to Employees	6,566	-
Employees Stock Options Expenses	703	22
Net change in Assets and Liability	3,654	(900)
Other Adjustments	18	7
Net Cash Provided by Operating Activities	72,627	35,238
Net Cash Used in Investing Activities	(6,455)	(1,018)
Net Cash Provided by (Used in) Financing Activities	17,236	(27,523)
Increase in Cash and Cash Equivalents	83,408	6,697
Cash and Cash Equivalents at Beginning of Period	17,995	11,298
Cash and Cash Equivalents at End of Period	101,403	17,995

Operating Review & Outlook



Extending Delivery Channels and Cross Selling

- Poker – Market leading position established
- Casino – Flagship product
- Bingo – Redesign of product and increased resource allocation
- Videobet – Proven products ready for sales
- Mobile – Featuring market leading casino product
- Asian Peer to Peer (P2P) gaming – Offers unique opportunities

Videobet – Server Based Gaming (SBG)

- First mover advantage established
- Initial step into the land based gaming market
- Market leaders for server based gaming and cross selling opportunities
- Sharing the software and technology with the online offering - limited investment required
- Online offering as a sales channel to SBG
- Long term licensing agreement signed with EMex

Licensees

- Agreements signed with PartyGaming Plc, SSI, Emex
- Through Tribeca acquisition gained high quality operators
- Proven licensees' loyalty, keeping all non-US business
- Cross selling opportunities via Tribeca acquisition
- Strong interest in the poker product

R&D and Production Capacity

- New product dedicated development centres ensures fast and efficient delivery to market
 - India (P2P Asian games)
 - Bulgaria (Bingo)
 - New production centre in the Philippines – Accelerated new client generation and new language software development
 - Clear resources dedicated to Estonian centre for new games and product enhancements
 - Proactive approach to new business development – SSI (China) and Emex (Mexico)
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Current Trading and Outlook

- January 2007 royalties (compared to December 2006 royalties):
 - Casino royalties up 9.5% to \$4.8M (Dec 2006 \$4.4M)
 - Poker royalties up 15.0% to \$1.0M (Dec 2006 \$0.9M)
- Further penetration into Asia
- Continued strong new product pipeline
- Maintaining close control of the cost base

Questions & Answers

