

Madrid, October 7, 2019

In accordance with article 228 of the consolidated text of the Spanish Stock Market Act approved by the Legislative Royal Decree 4/2015 of 23 October, Codere S.A. hereby informs of the following:

## **SIGNIFICANT EVENT**

The Company informs that, while performing its internal control procedures, it has detected inconsistencies in the financial reporting of some of its Latam subsidiaries during 2019. The preliminary analysis of these inconsistencies amounts to a maximum of 13-18 million euros in the reported results as of June 2019 and would reduce our Adjusted EBITDA expectation for the full year in approximately 20 million euros. Based on the preliminary research done up to this moment, no additional impacts have been detected on the company's liquidity position nor have any inappropriate cash outflows been found and this is believed to be an isolated incident that only affects the numbers of the year in these markets.

The Board of Directors has requested a forensic analysis to be performed by an independent and highly regarded external advisor in order to identify any material aspects related to these inconsistencies and ensure, as Codere has always committed to, the highest transparency in complying with accounting and corporate governance best practices. The findings of such analysis will be informed through the appropriate channels.

In the meantime, the management team remains fully committed and is already working on an action plan to mitigate the impact of this situation in the results of the year.

Luis Argüello Álvarez  
Secretary of the Board of Directors