

Alcobendas, November 13, 2019

In accordance with article 228 of the Spanish Securities Market Act (Ley del Mercado de Valores), as recast by Legislative Royal Decree 4/2015 of 23 October 2015, Codere, S.A. ("Codere" or the "Company") announces the following:

SIGNIFICANT EVENT

In relation to the accounting inconsistencies detected by our internal controls, reported to the market through Significant Event published on October 7, 2019 (registration number 282363), the Company engaged the firms Kroy Abogados and Alvarez & Marsal Mexico SC ("Alvarez & Marsal"), both unaffiliated firms of Codere, to conduct an independent investigation to seek to determine its quantification and inception. In addition, they have provided an analysis of potential actions and instruments to strengthen our internal controls.

Kroy Abogados and Alvarez & Marsal provided the conclusions of their work to the Board of Directors of the Company on November 13. As a result, the Company hereby confirms that the reported Operating Revenue in the first half of the year is reduced by 9.2 and 1.2 million euros in Mexico and Colombia, respectively. Also, the reported Adjusted EBITDA in the period is reduced by 14.8, 1.3 and 0.4 million euros in Mexico, Colombia and Panama respectively. These figures are within the impact range of 13 to 18 million euros on Adjusted EBITDA for the Group reported in the Significant Event on October 7. Also in line with our prior Significant Event, the investigation carried out has not detected any inappropriate cash outflows.

In addition to the work performed by Kroy and Alvarez & Marsal, the Company has performed internal analyses that confirm there are no other countries or years affected by accounting inconsistencies. These analyses have been consulted with the external auditor who is reviewing them in the context of their financial audit processes. In addition to auditing the 2019 financial accounts, the auditors are performing a limited review procedure (ISRE 2410) on the Q3 financial statements.

The Board of Directors, on the grounds of the conclusions received, has initiated the process to take the appropriate decisions in disciplinary terms and organisational matters.

On November 14, before market opens, the Company will announce Q3 2019 results, including any adjustments necessary to solve the reported inconsistencies in the year to date figures. The Company will hold an investor conference call on November 14 at 16:00 CET.

Luis Argüello Álvarez
Non-director Secretary of the Board of Directors