

PAPAPANAGIOTOU S.A. - "DROMEAS"

INDUSTRIAL JOINT-STOCK COMPANY OF COMMERCE AND AGENCIES

Number of General Commercial Register 114048152000 (Register Number of Joint Stock Companies 11045/06/B/86/10) COMPANY'S HEADQUARTERS: INDUSTRIAL AREA OF SERRES - MUNICIPALITY OF LEFKONAS SERRES

FIGURES AND INFORMATION FOR THE FINANCIAL YEAR FROM 1. JANUARY 2015 TO 31 DECEMBER 2015

(published according to Law 2190/1920, article 135 for enterprises that publish annual financial statements, consolidated or not, according to IFRS)

The figures and information illustrated below, derived from the financial statements, provide a general information about the financial position and results of "PAPAPANAGIOTOU S.A. - DROMEAS" and of the Group of companies "PAPAPANAGIOTOU S.A. - DROMEAS". We advise the reader, before making any investment decision or other transaction concerning the company, to visit the company's web site where the audit report of the external auditor and the financial statements are presented, according to the International Financial Reporting Standards.

Website address:

Competent Department - Prefecture:

Date of Approval of Annual Financial Statements:

Board of Directors:

Certified Auditor Accountant: Auditing Firm: Type of auditor's report:

Ministry of Development, Directorate of Joint Stock Companies and Credit, Directorate of Companies & of General Commercial Registry

18 March 2016 President and CEO: Athanasios K. Papapanagiotou. Executive Members: Ioannis D. Papapanagiotou, Konstantinos A. Papapanagiotou Non executive member: Dimitrios Petalas. Independent non executive members: Grigorios Zarotiadis, Athanasios Kalaphatis

Dimitrios G. Plastaras (Register Number of the Body of Certified Auditors Accountants 27771)

METRON AUDITING S.A. (Register Number of the Body of Certified Auditors Accountants 158) Confirmed opinion

BALANCE SHEET				STATEMENT OF CHANGES IN SHAREHOLDER EQUITY					
(consolidated and non consolidated) amounts in thousand €				(consolidated and non consolidated) amounts in thousand €					
	THE GR	OUP	THE CO	MPANY	THE GROUP THE COMPANY			MPANY	
<u>ASSETS</u>	<u>31/12/15</u>	31/12/14	31/12/15	31/12/14		1/1-31/12/15	1/1-31/12/14	1/1-31/12/15	1/1-31/12/14
Non current tangible fixed assets	39.706	40.824	35.680	36.551	Total equity capital at beginning of period (1/1/15 and 1/1/14 respectively)	29.067	30.965	29.299	31.254
Intangible assets	1.018	947	1.013	940	Total comprehensive income after taxes	(2.151)	(1.904)	(2.124)	(1.955)
Other non-current assets	809	812	3.838	3.837	Distributed Dividends	Ò	, ,	Ó	Ó
Inventories	12.991	13.000	12.643	12.903	Other changes	10	6	0	0
Advances for inventories purchase	440	252	439	250	Total equity capital at end of period (31/12/15 and 31/12/14 respectively)	26.926	29.067	27.175	29.299
Trade receivables	4.433	3.866	4.854	4.231					
Other current assets	2.342	3.022	1.991	2.676					
TOTAL ASSETS	61.739	62.723	60.458	61.388					
					CASH FLOW STA	TEMENT			
EQUITY CAPITAL & LIABIBLITIES					(consolidated and non consolidate	ed) amounts in the	ousand €		
Share capital (34.720.000 shares of 0,31 €)	10.763	10.763	10.763	10.763	·		GROUP	THE CO	MPANY
Other equity capital	16.000	18.154	16.412	18.536			1/1-31/12/14		1/1-31/12/14
Total Equity Capital of Parent Company's Holders (a)	26.763	28.917	27.175	29.299	Cash Flow from operating activities				
Minority interest (b)	163	150	0	0	Profit /(loss) before taxes (continuing activities)	(1.941)	(1.769)	(1.938)	(1.820)
Total Equity capital (c) = (a)+(b)	26.926	29.067	27.175	29.299	Plus / minus adjustments for :		,		/
Long - term loan liabilities	23.285	21.409	23.040	21.128	Depreciation	1.511	1.504	1.377	1.371
Deferred long - term tax liabilities	3.106	2.900	2.885	2.699	Provisions	50	80	50	80
Provisions / Other long-term liabilities	2.832	3.031	2.048	2.225	Exchange differences	0	0	0	0
Short - term loan liabilities	2.779	3.628	2.506	3.491	Debit interest and similar expenses	1.534	1.592	1.497	1.553
Other short - term liabilities	2.811	2.688	2.804	2.546	Returns (income, expenses, profit, loss) from investment activity	19	11	12	46
Total liabilities(d)	34.813	33.656	33.283	32.089	Plus/minus adjustments concerning changes in working capital accounts or				
TOTAL EQUITY CAPITAL AND LIABILITIES (c) + (d)	61.739	62.723	60.458	61.388	related to operating activities:				
,, ,,					Increase (decrease) in inventories	(178)	(150)	71	(365)
INCOME S	TATEMENT				Increase/decrease in other receivables	(488)	400	(587)	252
(consolidated and non consol		nd €			Increase/decrease in liabilities (excluding loans)	(14)	147	142	339
,	,				Minus:	()			
	THE GR	OUP	THE CO	MPANY	Income taxes paid	0	0	0	0
	1/1-31/12/15	1/1-31/12/14	1/1-31/12/15	1/1-31/12/14	Total of cash flow (inflows - outflows) from operating activities (a)	493	1.815	624	1.456
Turnover	9.040	9.343	9.005	9.205	Cash flow from investment activities				
Gross profit/(loss)	4.106	4.711	3.835	4.374	Purchase of tangible and intangible fixed assets and other investments	(702)	(710)	(771)	(595)
Profit / (loss) before taxes, interest and investment					Proceeds from the sales of tangible and intangible assets	Ò	114	Ó	114
results	(410)	(197)	(444)	(287)	Proceeds from sale of financial investments	0	0	0	0
Profit / (loss) before taxes	(1.941)	(1.769)	(1.938)	(1.820)	Interest received	3	10	3	10
Profit / (loss) after taxes (A)	(2.151)	(1.904)	(2.124)	(1.955)	Proceeds from dividends	0	0	0	0
Equity holders of Parent company	(2.155)	(1.909)	(2.124)	(1.955)	Increase/(decrease) in other long - term receivables	0	0	0	0
Minority interest	4	5	0	0	Total of cash flow (inflows - outflows) from investment activities (b)	(699)	(586)	(768)	(471)
					Cash flow from financing activities				
Other total earnings after taxes (B)	0	0	0	0	Proceeds from increase of Share Capital	0	0	0	0
Total comprehensive earnings after taxes (A) + (B)	(2.151)	(1.904)	(2.124)	(1.955)	Dividends paid	0	0	0	0
Equity holders of Parent company	(2.155)	(1.909)	(2.124)	(1.955)	Proceeds from issued/received loans	5.072	2.851	4.883	2.751
Minority interest	4	5	0	0	Repayment of loans	(5.406)	(3.893)	(5.278)	(3.594)
					Repayment of finance lease liabilities (amortization)	(61)	(94)	(61)	(94)
Profit / (loss) after taxes per share (in €)	(0,0621)	(0,0550)	(0,0612)	(0,0563)	Total of cash flow (inflows - outflows) from financing activities (c)	(395)	(1.136)	(456)	(937)
Proposed Dividend			0,0000	0,0000	Net increase/(decrease) in cash and	(601)	93	(600)	48
Profit / (loss) before taxes, interest and investment results					cash equivalents (a)+(b)+©				
and total depreciation	1.101	1.307	933	1.084	Cash and cash equivalents at beginning of period	1.579	1.486	1.416	1.368
·					Cash and cash equivalents at end of period	978	1.579	816	1.416
					i recent				

. The Group of companies that are included in the consolidated financial statements with their addresses and the percentage of ownership are as follows:

Full consolidation method PAPAPANAGIOTOU S.A. - DROMEAS, Industrial Area of Serres Parent company K.E.M. S.A., Industrial Area of Serres DROMEAS B.G. EAD, Sofia Bulgaria 100,00% No changes in the incorporation method have occurred and there are no companies or / and joint ventures not included in the consolidated Financial Statements.

- . All accounting principles applied in these Financial Statements are the same as those applied at 31/12/20143. The fixed assets and the mechanical equipment of the Parent company have been pledged for
- the total amount of 21.300 thousand € in order to cover an equal amount of loan liabilities.

. The number of employees in the group and the company is:

	THE G	THE GROUP		THE COMPANY		
	31/12/2015	31/12/2014	31/12/2015	31/12/2014		
Employees (at mentioned period)	56	55	54	48		
Workers (at mentioned period)	131	124	123	116		
Total	187	179	177	164		

- 5. There are no litigations under dispute or under arbitration of judicial or administrative bodies, that may have important
- repercussion in the financial position of the Company and the Group.

 The provision amount for bad debts on 31/12/2015 comes up to 483.831,86 € for the Group and to 481.451,86 € for the Company. The Company have no tax cases under dispute, while for the unaudited fiscal years has formed sufficient provision of total amount to € 103.352,77. The other formed provisions, come up to 227.275,46 € on 31/12/2015

For the Group and come up to 222.686,31 € for the Company.

For more information, please refer to the respective notes of the annual financial report.

7. The amounts of purchases and sales (transactions) from the beginning of the fiscal year and the balances of assets and liabilities at the end of the current fiscal year, resulting from transactions with related parties, according to IFRS 24, are as follows (in €):

	THE GROUP	THE COMPANY
	<u>31/12/2015</u>	31/12/2015
α) Income	-	333.095
β) Expenses	14.100	444.448
y) Receivables from related parties	-	501.091
δ) Liabilities to related parties	2.202	217.259
ε) Transactions and remunerations of managers and Board members	193.619	168.003
στ) Receivables from managers and Board members	81.106	-
ζ) Liabilites of managers and Board members	13.610	13.610

- 8. The profit per share in the current and previous period have been calculated according to the weighted average number of shares of the Parent company.
- 9. The unaudited tax years of the Parent company and of the other Group companies are presented in detail in the corresponding section of the annual financial report.
- 10. At the end of the current fiscal year, there are no shares of the Parent company possesed by the Parent company or by the subsidiaries and associated companies.
- 11. There are no other significant issues after 31th December 2015, which would diversify the published data and information in the Financial Statements.
- 12. There has not occurred an interruption of individual sectors or company of the Group.
- $13. \ Analysis \ of \ the \ other \ changes \ in \ Equity \ capital \ is \ included \ in \ the \ respective \ notes \ of \ the \ Annual \ Financial \ Report.$

Chairman and CEO ATHANASIOS K. PAPAPANAGIOTOU I.D. AM 430530

The Member IOANNIS D. PAPAPANAGIOTOU I.D. AE 536148

ADDITIONAL FIGURES AND INFORMATION

Chief Accountant THEODOROS TRIANTAFYLLIDIS First Class Accountant, Reg. No.: 65724