

ETEKA S.A.
Public Companies (S.A.) Reg. No. 044337707000
BALANCE SHEET AS AT DECEMBER 31, 2016
32th YEAR (JANUARY 1 - AT DECEMBER 31, 2016) (Amounts in Euro)

	01.01.12.2016	01.01.12.2015
ASSETS		
Formation expenses		
Provisionary expenses	1.595.529,00	1.609.012,36
Tangible Assets		
Land and buildings	8.650.295,80	10.702.882,00
Mechanical equipment	6.537.843,05	5.623.403,44
Other equipment	355.805,01	387.398,55
Total Tangible Assets	15.744.003,86	16.713.684,99
Intangible Assets		
Other intangible Assets	4.366.073,35	3.510.264,05
Advances and assets under construction	6.257.664,14	6.723.517,87
Financial Assets		
Loans and Debtors	1.020.733,25	1.137.049,55
Other	719.093,61	719.093,61
Total	1.740.726,86	1.857.043,16
Non current assets	31.204.891,71	30.413.522,43
Current Assets		
Inventories		
Merchandise	2.650.206,64	3.499.187,74
Raw direct and other materials	36.587,09	34.645,07
Total	2.686.804,23	3.533.832,81
Financial assets and Prepayments		
Trade debtors	35.474.846,04	28.087.011,81
Accrued revenues	33.938,26	41.541,65
Other debtors	3.520.601,48	4.574.096,17
Prepaid expenses	52.589,80	45.197,07
Cash and cash equivalents	13.982.521,70	4.259.125,66
Total	53.064.497,28	37.006.972,20
Total current assets	55.751.301,61	41.140.805,01
Total Assets	86.956.193,27	71.554.327,44

	01.01.12.2016	01.01.12.2015
LIABILITIES		
Share Capital	1.552.000,00	1.552.000,00
Reserves and Results carried forward		
Legal reserve	170.368,35	163.808,35
Profit carried forward	2.218.200,69	2.237.904,22
Total	2.980.569,04	2.400.770,85
Total Shareholders' Equity	3.940.569,04	3.952.770,85
Provisions		
Provision for retirement benefits	18.857,26	18.857,26
Other provisions	70.500,00	0,00
Total	89.357,26	18.857,26
Liabilities		
Long term liabilities		
Bank loans	17.166.942,70	17.635.212,65
Leasing liabilities	0,00	305.464,22
Other liabilities	14.717.337,00	432.378,28
Total	31.884.279,70	38.173.055,15
Current Liabilities		
Loans	11.953.601,81	10.830.975,41
Current portion of long terms loans	415,000	702.793,22
Leasing liabilities	116.057,53	95.724,36
Trade liabilities	32.123.198,30	30.046.522,71
Tax income	14.835,71	43.062,00
Other taxes and dues	328.923,52	238.653,85
Social security	205.828,72	36.640,84
Other liabilities	3.834.849,47	4.435.272,48
Accrued expenses	129.412,26	298.799,40
Deferred revenues	20.400,00	20.400,00
Total	49.042.007,22	47.408.844,18
Total liabilities	80.926.286,92	65.582.899,33
Grand Total Liabilities, Provisions and Owners' Equity	86.956.193,27	71.554.327,44

INCOME STATEMENT		
As 31 December 2016 (January 1 - December 31, 2016)		
	01.01.12.2016	01.01.12.2015
Net turnover (sales)	486.265.005,06	549.088.502,13
Cost of Sales	477.759.100,41	541.132.495,24
Gross Operating results (profit)	8.505.904,63	7.956.006,39
Other operating income	2.478.655,75	2.430.320,12
Administrative expenses	10.984.620,38	10.386.376,52
Distribution costs	1.240.517,47	1.243.327,51
Other expenses and costs	7.029.598,99	6.995.657,62
Impairments of assets	167.775,37	1.112.407,41
Losses/Profits on disposal of non-current assets	2.959,10	2.198,02
Gains and losses from measurement at fair value	0,00	0,00
Other income and profits	116.578,92	1.000.666,92
Results before interest and taxes	2.665.363,47	2.037.849,53
Interest and similar income	23.614,62	23.496,65
Interest expense and similar charges	2.526.849,50	1.841.736,64
Results before taxes	163.534,59	119.569,53
Tax income	175.736,40	87.737,79
Net Results after taxes	339.271,00	207.307,32

CASH FLOW STATEMENT FOR THE YEAR ENDED DECEMBER 31, 2016		
	01.01.12.2016	01.01.12.2015
Cash flows provided by Operating Activities		
Net income	163.534,59	119.569,53
Plus / minus adjustments to:		
Depreciation	688.638,06	696.107,34
Provisions	70.500,00	0,00
Other non cash exchanges	0,00	-432.234,82
Results (revenues, expenses, gains and losses) of operating activities	26.673,72	25.695,57
Interest expense and similar charges	2.526.343,50	1.941.776,64
Plus/ minus adjustments for changes in working capital accounts or related to the operating activities:		
Decrease / (increase) of inventories	847.028,58	-1.829.304,54
Decrease / (increase) of receivables	-5.617.812,14	11.934,75
(Decrease) / increase of liabilities (except bank loans)	15.089.157,88	5.985.792,46
Minus:		
Interest expense and similar charges paid	-2.405.483,25	-1.916.794,30
Taxes paid	-202.758,87	0,00
Net cash provided by operating activities	11.132.575,93	4.651.145,49
Cash flows provided by Investing activities		
Acquisition of subsidiaries, joint ventures and other investments	0,00	500.000,10
Purchase of tangible and intangible assets	-1.653.849,83	-2.805.418,27
Proceeds from sale of tangible and intangible assets	60.484,39	17.950,86
Interest received	23.614,62	23.496,65
Net cash provided by investing activities	-1.569.759,82	-3.363.970,86
Cash flows provided by financing activities		
Proceeds from loans issued / taken	1.001.765,28	1.168.030,00
Loan repayments	-756.062,30	-800.245,03
Payment of finance lease	-48.131,05	-207.955,25
Net cash provided by financing activities	160.571,93	159.829,72
Net increase in cash and cash equivalents	9.723.396,64	1.547.000,35
Cash and cash equivalents, beginning of the period	4.259.125,66	2.712.124,71
Cash and cash equivalents, ending of the period	13.982.521,70	4.259.125,06

NOTES

- The company applies the Greek Accounting Standards from the beginning of the year 2015 (Law 4308/2014)
- The balance sheet item "Other provisions" relates to prior years' tax differences (2009 & 2010)
- There are liens on property of the company, amounting to € 54.050.000,00. In order to secure bank loans amounting to € 29.535.544,51 on 31.12.2016.
- The last revaluation of property values took place with the provisions of Law 2065/1992 on 31.12.2012.

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED DECEMBER 31, 2016					
	Share capital	Legal reserve	Tax-free reserves under special laws	Results carried forward	Total
Balance at 01.01.2015	3.552.000,00	155.368,35	432.234,82	2.212.570,76	6.353.173,89
Transfers between items of equity	0,00	7.500,00	0,00	-7.500,00	0,00
Distributions of dividends	0,00	0,00	0,00	0,00	0,00
Other changes in equity	0,00	0,00	-432.234,82	0,00	-432.234,82
Results period	0,00	0,00	0,00	31.831,74	31.831,74
Balance at 31.12.2015	3.552.000,00	162.868,35	0,00	2.212.962,50	6.927.770,85
Transfers between items of equity	0,00	7.500,00	0,00	-7.500,00	0,00
Results period	0,00	0,00	0,00	33.211,81	33.211,81
Balance at 31.12.2016	3.552.000,00	170.368,35	0,00	2.218.200,69	6.940.569,04

Perama, 29 May, 2017	Perama, 29 May, 2017	Perama, 29 May, 2017
THE CHAIRMAN OF THE BOARD OF DIRECTORS	THE MANAGING DIRECTOR	THE HEAD OF THE ACCOUNTS DEPT.
GEORGIOS M. SPANOS ID No. AB 335279	NIKOLAOS D. KOUROUPIS ID No. AI 025199	VASILIS TH.KARAKATSANIS ID No. AE 597848

**Audit Report of the Independent Certified Public Accountant
To the Shareholders of the company «ETEKA SA»**

Report on Financial Statements

We have audited the above financial statements of «ETEKA SA», which comprise the balance sheet as at December 31, 2016, the profit and loss account, the cash flow statement and the statement of changes in equity, for the year then ended, as well as the Appendix.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the Accounting Standards prescribed by the Greek legislation, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the International Standards on Auditing, which have been incorporated in the Greek Legislation (Government Gazette / B / 2848 / 23.10.2012). Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement. An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risk of material misstatement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used, and the reasonableness of accounting estimates made by the management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Basis for qualified opinion

- Notwithstanding the accounting principles of the Greek Accounting Standards (Greek GAAP), depreciation amounting to € 1.350.000,00 approximately has not been calculated for the preliminary expenses and therefore, their residual value, as well as, equity appear equally increased.
- For doubtful debtors amounting to € 450.000 approximately, are included in the trade debtor's receivables, no corresponding provision has been set up. Due to the non-formation of this provision, the value of receivables from trade debtors and equity appear increased by € 450.000 approximately and the year's results appear increased by 160.000 approximately.
- Had the company provided in full for the amount payable to its employees on retirement, according to the accounting principles of the Greek Accounting Standards, the provision for retirement benefits as at December 31, 2016 would have been approximately € 338.000 higher. As a result, the provisions for retirement benefits appear reduced by € 338.000 approximately and the shareholders' equity appears equally increased and the period results increased by € 39.000.

Qualified Opinion

In our opinion, except for the effects of the matters described in the Basis for Qualified Opinion paragraph, the above financial statements present fairly, in all material respects, the financial position of the company as of December 31, 2016, the cash flows and of its financial performance for the year then ended in accordance with the Greek Accounting Standards.

Emphasis of Matter

We draw attention to:

paragraph No. 5 «Provisions and Liabilities» of the appendix, which describes that third party lawsuits filed against the Company amount to € 732.000 approximately. Part of these lawsuits, amounting to € 228.000 is estimated to have a positive outcome for the company. The outcome of the remaining amount of € 504.000 of lawsuits cannot be predicted at present; therefore no provision has been set up for such purpose.

Report on Other Legal and Regulatory Requirements

Considering that the management is responsible for the preparation of the Board of Directors' Report, pursuant to the provisions of paragraph 5 of Article 2 (Part B) of Law 4336/2015, we note that:

- In our opinion, the Management Report of the Board of Directors has been prepared in accordance with the applicable legal requirements of article 43a of Cod. Law 2190/1920 and its content corresponds to the above financial statements for the year ended 31/12/2016.
- Based on the knowledge we have gained in our audit of the Company and its environment, we have not identified material inaccuracies in the Management Report of the Board of Directors.

Athens, 20 June, 2017
The Certified Auditor



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