

VACAR S.A. – FINANCIAL STATEMENTS FOR THE PERIOD 01.01.2014 - 06.30.2014

The Members of the Board of Directors, the Chief Financial Officer (CFO) and the Head of Accounting of VACAR S.A., Messrs

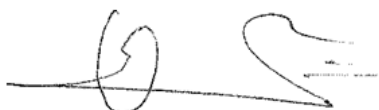
- (a) Theodoros Vassilakis, son of Eftichios, President of the Board of Directors;
- (b) Georgios Vassilakis, son of Theodoros, Vice President of the Board of Directors and Chief Executive Officer (CEO);
- (c) Eleni Inglezou, daughter of Nikolaos, Chief Financial Officer (CFO);
- (d) Michael Christakis, son of Nikolaos, Head of Accounting

Hereby certify that:

The attached financial statements of the company VACAR S.A. for the period 01.01.2014 - 06.30.2014, have been compiled in accordance with the IFRSs (International Accounting Standards), adopted by the European Union and in force on 06.30.2014, as provided in art. 134 par. 2 Codified Law 2190/20.

Athens, July 8 2014

Theodoros Vassilakis
son of Eftichios



President
of the Board of Directors

Georgios Vassilakis
son of Theodoros

Vice President of the
of the Board of Directors
and CEO

Inglezou Eleni
daughter of Nikolaos



CFO

Christakis Michael
son of Nikolaos



Head of Accounting

VACAR S.A – Financial Statements of 06.30.2014, according to the IFRSs

Balance Sheet

	12.31.2012	12.31.2013	06.30.2014
Land plots	5,241,423.00	5,241,423.00	5,241,423.00
Buildings	5,672,085.10	5,413,569.35	5,284,939.17
Other equipment	67,707.79	73,440.10	63,411.88
Total Tangible Fixed Assets	10,981,215.89	10,728,432.45	10,589,774.05
Other Long-term Receivables	14,788.17	14,788.17	14,788.17
Deferred Tax	1,717.50	1,021.03	1,126.50
Total Long-term Receivables	16,505.67	15,809.20	15,914.67
Total Non-Current Assets	10,997,721.56	10,744,241.65	10,605,688.72
Inventory	1,132,763.74	1,000,590.49	415,286.22
Total Inventory	1,132,763.74	1,000,590.49	415,286.22
Receivables	1,320,272.27	748,787.09	523,955.59
Debit Transit Accounts	4,024.17	24,083.08	174.00
Total Receivables	1,324,296.44	772,870.17	524,129.59
Cash and cash Equivalents	88,284.41	33,565.55	31,933.77
Cash Items	88,284.41	33,565.55	31,933.77
Total Current Assets	2,545,344.59	1,807,026.21	971,349.58
Total Assets	13,543,066.15	12,551,267.86	11,577,038.30
Share Capital	3,360,681.00	3,360,681.00	3,360,681.00
Statutory Reserve	473,470.03	473,470.03	473,470.03
Reserve from Securities	0.00	0.00	0.00
Non-taxable Reserve	369,740.27	369,740.27	0.00
Profit (Loss), carried forward	-4,303,477.55	-5,020,158.89	-4,240,658.73
Total Owner's Equity	-99,586.24	-816,267.59	-406,507.70
Debenture bonds	6,800,222.00	6,812,675.20	5,432,746.78
Total Long-term Liabilities	6,800,222.00	6,812,675.20	5,432,746.78
Provisions for Staff Compensation	8,000.00	10,900.00	10,900.00
Total Provisions	8,000.00	10,900.00	10,900.00
Bank Loans	6,050,600.00	5,924,623.29	5,950,132.50
Suppliers	595,258.17	528,922.93	503,624.79
Customers Advanced Payments	12,372.14	4,542.11	4,808.73
Taxes and Insurance Funds	58,416.27	37,013.21	41,675.74
Credit Transit Accounts	117,783.81	48,858.71	39,657.46
Total Short-term Liabilities	6,834,430.39	6,543,960.25	6,539,899.22
Total Liabilities	13,642,652.39	13,367,535.45	11,983,546.00
Total Owner's Equity and Liabilities	13,543,066.15	12,551,267.86	11,577,038.30

Income Statement**01.01 - 12.31.2013** **01.01 - 06.30.2014**

Results		
Turnover	862,006.47	351,959.90
Purchase of Inventory (stock)	-518,166.47	-204,853.15
Inventory Alteration	-132,173.25	-45,329.81
Other Income	488,852.20	1,597,280.35
Depreciation	-279,174.98	-138,658.40
Staff Benefits	-64,021.27	-23,821.08
Other Expenses	-439,533.67	-826,714.90
Profit/Loss before Interest	-82,210.97	709,862.91
Net Interest	-633,773.91	-300,208.49
Profit/Loss before Taxes	-715,984.88	409,654.42
Income Tax	-696.46	105.47
Net Profit/Loss	-716,681.34	409,759.89

<u>Owner's Equity Alteration</u>	<u>Share Capital</u>	<u>Reserves</u>	<u>Profit/Loss, carried forward</u>	<u>Total</u>
Balance on 01.01.2013	3,360,681.00	843,210.30	-4,303,477.55	-99,586.25
Profit/Loss, period 01.01.2013 - 12.31.2013			-716,681.34	-716,681.34
Balance on 12.31.2013	3,360,681.00	843,210.30	-5,020,158.89	-816,267.59
Profit/Loss, period 01.01.2014 - 06.30.2014			409,759.89	409,759.89
Balance on 06.30.2014	3,360,681.00	843,210.30	-4,610,399.00	-406,507.70

Cash Flows

	<u>01.01 - 12.31.2013</u>	<u>01.01 - 06.30.2014</u>
<i>Operating Cash Flows</i>		
Profit/Loss before Taxes	-715,984.88	409,654.42
plus, Depreciation	279,174.98	138,658.40
plus, Provisions	2,900.00	-1,332,789.34
Cash Flows before Working Capital	-433,909.90	-784,476.52
Working Capital Alteration		
Receivables Alteration	551,426.27	248,740.58
Inventory Alteration	132,173.25	585,304.27
Liabilities Alteration , except Loans	-164,493.43	-29,570.24
Operating Cash Flows	85,196.19	19,998.09
<i>Investment Cash Flows</i>		
Acquisition of Tangible Fixed Assets	-26,391.54	0.00
Investment Cash Flows	-26,391.54	0.00
<i>Financial Cash Flows</i>		
Loans received / (repaid)	-113,523.51	-21,629.87
Financial Cash Flows	-113,523.51	-21,629.87
Total Cash Flows for the period	-54,718.86	-1,631.78
Cash Items at the start of the period	88,284.41	33,565.55
Cash Items at the end of the period	<u>33,565.55</u>	<u>31,933.77</u>

A. Accounting Principles

These financial statements of the company VACAR S.A. are the first financial statements prepared in accordance with IFRSs and IFRS 1 “First time adoption of IFRS” adopted by the European Union and in force on 06.30.2014. The operating currency of the financial statements is the Euro.

The main accounting principles are the following:

- 1) Tangible fixed assets at the date of transition to IFRS were valued at fair value (imputed acquisition cost), which henceforth will be their acquisition cost. Tangible assets with finite useful lives (buildings, technical and other equipment) are depreciated over their useful lives as follows: Buildings in 30 years, leasehold premises over the contractual duration of the lease contract and other assets in 5 -10 years. Land plots are not subject to depreciation. All tangible assets are audited for impairment when there are such indications. Land plots and buildings of the company are relating to investment properties.
- 2) Receivables are valued at the amounts expected to be collected. Impaired exposures (bad debts) are recognized in opposite account and adjusted at each balance sheet date.
- 3) Inventory is valued at the lower value between acquisition cost and net realizable value.
- 4) Financial liabilities are recognized on the amounts collected (loans) or payable (other liabilities) and are subsequently valued at depreciated acquisition cost by the effective interest method. Amounts payable within one year as of the balance sheet date are recognized at their nominal amounts.
- 5) Revenues and expenses are recognized when incurred based on the accrual principle.

B. Reconciliation of the financial statements between the Greek Accounting Standards and the IFRSs on 01.01.2013 and 12.31.2013

<u>ASSETS</u>	<u>GREEK STANDARDS</u> <u>12.31.2012</u>	<u>OWNER'S EQUITY</u> <u>ADJUSTMENT ENTRIES</u>	<u>IFRS</u> <u>12.31.2012</u>	<u>GREEK</u> <u>STANDARDS</u> <u>12.31.2013</u>	<u>OWNER'S</u> <u>EQUITY</u> <u>ADJUSTMENT</u>	<u>PROFIT/LOSS</u> <u>ADJUSTMENT</u> <u>ENTRIES</u>	<u>IFRS</u> <u>12.31.2013</u>
Establishment Expenses	2.73	-2.73	0.00	1.44	-2.73	1.29	0.00
Land Plots	4,078,918.66	1,162,504.34	5,241,423.00	4,078,918.66	1,162,504.34		5,241,423.00
Buildings	3,686,158.66	1,985,926.44	5,672,085.10	3,525,998.71	1,985,926.44	-98,355.80	5,413,569.35
Other Equipment	67,707.79		67,707.79	73,440.10			73,440.10
Total Tangible Fixed Assets	7,832,787.84	3,148,428.05	10,981,215.89	7,678,358.91	3,148,428.05	-98,354.51	10,728,432.45
Participation in other enterprises	19,078.40	-19,078.40	0.00	0.00	-19,078.40	19,078.40	0.00
Other Long-term Receivables	14,788.17		14,788.17	14,788.17			14,788.17
Deferred Tax	0.00	1,717.50	1,717.50	0.00	1,717.50	-696.46	1,021.03
Total Long-term Receivables	33,866.57	-17,360.90	16,505.67	14,788.17	-17,360.90	18,381.94	15,809.20
Inventory	1,132,763.74		1,132,763.74	1,000,590.49			1,000,590.49
Total Inventory	1,132,763.74		1,132,763.74	1,000,590.49			1,000,590.49
Receivables	1,470,272.27	-150,000.00	1,320,272.27	898,787.09	-150,000.00		748,787.09
Debit Transit Accounts	4,024.17		4,024.17	24,083.08			24,083.08
Total Receivables	1,474,296.44	-150,000.00	1,324,296.44	922,870.17	-150,000.00		772,870.17
Cash and Cash Equivalents	88,284.41		88,284.41	33,565.55			33,565.55
Cash Items	88,284.41	0.00	88,284.41	33,565.55			33,565.55
Total Assets	<u>10,561,999.00</u>	<u>2,981,067.15</u>	<u>13,543,066.15</u>	<u>9,650,173.29</u>	<u>2,981,067.15</u>	<u>-79,972.57</u>	<u>12,551,267.86</u>

OWNER'S EQUITY AND LIABILITIES	<u>GREEK STANDARDS</u> <u>12.31.2012</u>	<u>OWNER'S</u> <u>EQUITY</u> <u>ADJUSTMENT</u> <u>ENTRIES</u>	<u>IFRS</u> <u>12.31.2012</u>	<u>GREEK</u> <u>STANDARDS</u> <u>12.31.2013</u>	<u>OWNER'S EQUITY</u> <u>ADJUSTMENT</u> <u>ENTRIES</u>	<u>PROFIT/LOSS</u> <u>ADJUSTMENT</u> <u>ENTRIES</u>	<u>IFRS</u> <u>12.31.2013</u>
Share Capital	3,360,681.00		3,360,681.00	3,360,681.00			3,360,681.00
Statutory Reserves	473,470.03		473,470.03	473,470.03			473,470.03
Reserves from Securities	-40,052.34	-40,052.34	0.00	-40,052.34	-40,052.34		0.00
Non-taxable Reserves	369,740.27		369,740.27	369,740.27			369,740.27
Profit/Loss, carried forward	-7,236,492.35	2,933,014.81	-4,303,477.55	7,870,301.12	2,933,014.81	-82,872.57	-5,020,158.89
Total Owner's Equity	-3,072,653.39	2,973,067.15	-99,586.24	-3,706,462.16	2,973,067.15	-82,872.57	-816,267.59
Debenture Bonds	6,800,222.00		6,800,222.00	6,812,675.20			6,812,675.20
Total Long-term Liabilities	6,800,222.00		6,800,222.00	6,812,675.20			6,812,675.20
Provisions for Staff Compensation	0.00	8,000.00	8,000.00	0.00	8,000.00	2,900.00	10,900.00
Total Provisions	0.00	8,000.00	8,000.00	0.00	8,000.00	2,900.00	10,900.00
Bank Loans	6,050,600.00		6,050,600.00	5,924,623.29			5,924,623.29
Suppliers	595,258.17		595,258.17	528,922.93			528,922.93
Customers Advanced Payments	12,372.14		12,372.14	4,542.11			4,542.11
Taxes and Insurance Funds	58,416.27		58,416.27	37,013.21			37,013.21
Credit Transit Accounts	117,783.81		117,783.81	48,858.71			48,858.71
Total Short-term Liabilities	6,834,430.39		6,834,430.39	6,543,960.25			6,543,960.25
Total Liabilities	13,634,652.39	8,000.00	13,642,652.39	13,356,635.45	8,000.00	2,900.00	13,367,535.45
Total Owner's Equity and Liabilities	<u>10,561,999.00</u>	<u>2,981,067.15</u>	<u>13,543,066.15</u>	<u>9,650,173.29</u>	<u>2,981,067.15</u>	<u>-79,972.57</u>	<u>12,551,267.86</u>

INCOME STATEMENT

	<u>GREEK STANDARDS</u> <u>01.01 - 12.31.2013</u>	<u>INCOME</u> <u>ADJUSTMENT</u> <u>ENTRIES</u>	<u>IFRS</u> <u>01.01-12.31.2013</u>
Results			
Turnover	862,006.47		862,006.47
Purchase of Inventory (stock)	-518,166.47		-518,166.47
Inventory Alteration	-132,173.25		-132,173.25
Other Income	488,852.20		488,852.20
Depreciation	-180,819.18	-98,355.80	-279,174.98
Staff Benefits	-61,121.27	-2,900.00	-64,021.27
Other Expenses	-458,613.36	19,079.69	-439,533.67
Profit/Loss before Interest	-34.86	-82,176.11	-82,210.97
Net Interest	-633,773.91		-633,773.91
Profit/Loss before Taxes	-633,807.77	-82,176.11	-715,984.88
Income Tax		-696.46	-696.46
Net Profit/Loss	-633,807.77	-82,872.57	-716,681.34

Adjustment entries include:

- 1) Adjustments of real estate, valued on the transition date (01.01.2013) at fair value. Resulting differences on 01.01.2013 increased the owner's equity of the company. Variation in the values of fixed assets and the alteration in depreciation times, resulted in the performance of depreciations, other than those of the Greek Accounting Standards.
- 2) Elimination of various receivables, deemed of precarious (doubtful) recovery.
- 3) Recognition of provisions for staff compensation that have not been recognized under the Greek Accounting Standards.
- 4) Recognition of deferred taxes, arising from the difference between the book value and tax assessment base of assets and liabilities and of transferred tax losses, not recognized under the Greek Accounting Standards.

