«I. KLOUKINAS – I. LAPPAS S.A.»
CONSTRUCTION AND COMMERCE (K.L.M. S.A.)

ANNUAL FINANCIAL REPORT

(According to article 4 of L. 3556/2007)

for the financial year from
1 January to 31 December 2009

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STATEMENTS OF THE BOARD OF DIRECTORS' MEMBERS

Statements of the
BoD Members
(according to article 4, paragraph 2
of L.3556/2007)

It is hereby declared that as far as we know the enclosed financial statements of **I. KLOUKINAS – I. LAPPAS S.A.** for the year of 1.1.2009 to 31.12.2009, drawn up in accordance with the applicable accounting standards, reflect in a true manner the assets and liabilities, equity and results of **I. KLOUKINAS – I. LAPPAS S.A.,** as well as of the companies included in Group consolidation, taken as a whole.

Furthermore, we declare that the enclosed report of the Board of Directors reflects in a true manner the development, performance and financial position of **I. KLOUKINAS – I. LAPPAS S.A.,** and of the companies included in the Group consolidation, taken as a whole, including the description of the principal risks and uncertainties.

Athens, March 26th 2010

The Members of the BoD

THE BoD CHAIRMAN	THE VICE-CHAIRMAN	THE EXECUTIVE MEMBER OF BoD
KLOUKINAS IOANNIS	LAPPAS IOANNIS	SPENTZARIS LOUKAS

ANNUAL REPORT OF THE BOARD OF DIRECTORS

ANNUAL REPORT OF THE BOARD OF DIRECTORS OF THE COMPANY "I. KLOUKINAS – I. LAPPAS CONSTRUCTION AND COMMERCE S.A."

on the consolidated and company Financial Statements for the period from

January 1, 2009 to December 31, 2009

Dear Shareholders

According to the provisions of Law 2190/1920, and of Law 3556/2007 as well as according to the provisions of the published decisions of the Board of Directors of the Hellenic Capital Market Commission, we submit the Board of Director's Annual Report for the year from 01/01/2009 to 31/12/2009. The present report describes brief information on the Company and the Group **I. KLOUKINAS – I. LAPPAS CONSTRUCTION AND COMMERCIAL S.A**., financial information which aim in briefing the shareholders and investors for the financial position, the results, the overall developments and changes that took place within the fiscal year 2009 as well as important events that took place and their impact on the financial statements of the year. Moreover, a description of the major risks and uncertainties that the Group and the Company may face in the future and the most important transactions of the issuer and its related parties are presented.

The current Report includes in summary, yet in substantive way, all of the significant individual sections that are necessary, according to the above legislative framework and accurately presents all of the related information that are necessary based on Law, in order to deduct a substantial and thorough briefing for the activity during the referred period of the Company **I. KLOUKINAS – I. LAPPAS S.A.,** as well as of the Group. The following companies are included in the Group:

Name	Headquarters	Participation %
I.Kloukinas-I.Lappas Construction & Commerce S.A.	Greece	**Parent Company**
KLTH Carpentry works Ltd	Greece	100,00%
I.Kloukinas-I.Lappas Energy S.A.	Greece	93,14%
MYIE Kerasovou S.A.	Greece	82,89%
KLM SA-TEDRA SA joint venture	Greece	70,00%
KLM SA-ISTOS LTD joint venture	Greece	75,00%
KLM SA-ISTOS LTD joint venture(Larisa project)	Greece	75,00%
COMPTON HOUSE PROPERTIES LIMITED COMPANY	Greece	100,00%
COMPTON HOUSE HELLAS(ELC)	Greece	100,00%
ENTELEIA SA	Greece	100,00%
SYSMEROM COM SRL	Romania	100,00%
KLM BULGARIA EOOD	Bulgaria	100,00%
KLMS COM DOOEL	FYROM	100,00%
KLSAL LTD	Albania	100,00%
KLSER COMMERCE LTD	Serbia	100,00%
KLSLV D.O.O	Slovenia	100,00%
KLMOL	Moldavia	100,00%
KLOUKINAS-LAPPAS SA-ERGO SA joint venture	Greece	50,00%
K.L.M.SA &SIA ERGO PALLINIS EE	Greece	70,00%
K.L.M.SA &SIA EE	Greece	70,00%
ATHONIKI TECHNIKI-KLM SA joint venture	Greece	50,00%
ATTIKAT	Greece	10,00%

The current Report accompanies the full year financial statements (01/01/2009–31/12/2009) and is included uncut with the mentioned statements as well as the reports of the members of the BoD in the full year financial report concerning 2009. Given that the company issues consolidated financial statements as well, the present Report is integrated, and emphasis is placed on the consolidated financial statements while reference to the company's financial statements is made only where it was deemed necessary or intentional for the best comprehension of the full year report. The sections of the Report and their content are as follows:

SECTION 1: FINANCIAL DEVELOPMENTS & PERFORMANCE OF FISCAL YEAR 2009

1.1 Significant Events of Fiscal Year 2009

Fiscal year 2009 was yet another year of significant growth for I. KLOUKINAS – I. LAPPAS S.A. The Group expanded its sales network within Greece as well as in the Balkan region. It is of great importance, the fact that growth was achieved despite of the evident signs of the international financial crisis, especially during the second semester of 2009 which was characterized by reduced liquidity, shrinking of demand, investments' reduction, as well as intensely volatile conditions in the markets.

The consolidated turnover during the fiscal year 2009 was reduced by 7,43%, amounting to 71.158.473 € over 76.871.107€ for 2008. Gross profits amounted to 35.460.197 €, over 34.756.431€, increased by 2,02% in relation to 2008.
The profits before taxes, interests and depreciations (EBITDA) are decreased by 12,85% amounting to 11.882.372 € over 13.634.101 € for 2008
Profits before taxes and interests (EBIT) amounted to 10.116.387 € over 11.808.895 € for 2008, decreased by 14,33 %, while the profits before taxes were 1.867.766€ over 9.896.625 € of the past fiscal year, decreased by 81,13%. Finally, the consolidated profits after taxes amounted to 124.174 €, over 7.004.467€ in 2008 decreased by 98,23% .

The turnover of the parent company referring to continued and discontinued activities (construction sector) was increased by 0,59% during 2009, amounting to 40.925.527€ over 40.684.972€ for 2008. Gross Profits amounted to 25.174.886 €, over 23.770.707 €, increased by 5,91% in relation to 2008.
The profits before taxes, interests and depreciations (EBITDA) amounted to 9.116.674€ over 9.525.921 €, decreased by 4,30%.
Profits before taxes and interests (EBIT) amounted to 7.946.648 € over 8.284.369 € for 2008, decreased by 4,08 %, while the profits before taxes were 14.628 € over 6.775.386 € of the past fiscal year, decreased by 99,78%. Finally, the profits after taxes present losses, amounting to 1.072.738€, over profits of 4.775.850 € in 2008.

It should be noted that the profits before taxes of the listed company decreased by 1.907.544 € due to the devaluation of the intangible asset which was acquired during the buyout of the company Net Style, which had the franchise contract of the Colors & Beauty brand in Greece. The franchisor discontinued supplying our stores due to the financial problems he was facing, thus the company discontinued the operation of 5 stores with the Colors & Beauty products in Greece. Three of these stores are now operating as mothercare and early learning centre stores.
In addition the profits before taxes were decreased by 4.980.000€ due to devaluation of the investment property, according to the estimation of the certified real estate consultants.
Consequently, after the subtraction of the aforementioned effect on the results of 2009, the profits of the Group before taxes are amounting to 8.755.310 € over 9.896.625€, presenting a decrease of 11,53% and the results of the company before taxes present profits amounting to 6.902.172€ over 6.775.386€ of the last fiscal year increased by 1,87%.

The Group's inventory amounted to 12.053.182 € over 11.835.390 € on 31/12/2008, presenting an increase of 1,84%.
The Group's receivables amounted to 15.951.882 € over 22.461.062€ on 31/12/2008, presenting a decrease of 28,98%.
Group's Equity on 31/12/2009 amounted to 64.745.701 €, over 66.371.322 € on 31/12/2008, presenting a decrease of 2,45%.
The Group's Net debt presented a significant decrease during the fiscal year 2009, amounting to 29.938.809 € over 34.499.410 € for the fiscal year 2008, decreased by 13,22%.

Cash and cash equivalent on 31/12/2009 amounted to 12.234.589 €, consequently the Group's net debt is 17.704.220 € over 21.080.119 € on31/12/2008, decreased by 16,01%.

The Group assesses its performance by using financial performance indices, in particular:

ROCE ("Return on Capital Employed"): – "Efficiency of the total Capitals Employed": The index divides the earnings before taxes, financial, investment results and total depreciations with the total Group capitals employed amounting to 14.55% in consolidated level and 11,38% in company level.

ROE (Return on Equity) – "The efficiency of the Equity Capitals": The index divides the earnings after tax by the Group Equity Capital, amounting to 0.19% in consolidated level and 1.77% in company level.

REVIEW OF RESULTS BY SECTOR

The Group operates on retail, construction and energy sectors.

Review of the construction activity following the separation and the contribution of the construction sector to a 100% subsidiary.

During 2009 the subsidiary by 100% IOANNIS KLOUKINAS - IOANNIS LAPPAS Construction S.A. presented a decrease of sales by 35,09% over the last year and the profits after taxes amounted to 65.843 € over 2.020.639 € due to the dramatic decrease of the construction activities in Greece. The company proceeded to a cut-down of the operating expenses in order to face the prolonged crisis that continues even in this current year.
Predictions for the sales and the results of the current fiscal year cannot be made given the general crisis of the sector.

Review of commercial activity

During 2009 the Group "I. KLOUKINAS-I. LAPPAS S.A" proceeded to the operation of six (6) new Mothercare points of sale and seven (7) EARLY LEARNING CENTRE, expanding the sales network to sixty seven (67) stores in total, within Greece.
Moreover, the Group confirming the international orientation of its activities, launched five (5) points of sales outside the Greek border, more specifically two (2) in Romania, two (2) in Bulgaria and one in Slovenia which includes both Mothercare and ELC activities.
The sales network of the Group is presented in the table below:

MOTHERCARE STORES		
1	ATHENS	ERMOU
2	ATHENS Shop in Shop	NOTOS GALLERIES
3	ATHENS	KOLONAKI
4	MAROUSI	
5	KIFISIA	
6	HALANDRI	
7	N. SMIRNI	
8	GLYFADA	
9	PIREAS	
10	PERISTERI	
11	ALIMOS	
12	SPATA	FACTORY OUTLET AIRPORT
13	PAGRATI	
14	HALKIDA	
15	AGRINIO	
16	THESSALONIKI	EL. VENIZELOU
17	THESSALONIKI	FLORIDA II
18	THESSALONIKI Shop in shop	MOUDANIA
19	THESSALONIKI Shop in shop	FOINIKAS
20	THESSALONIKI Shop in shop	ARISTOTELOUS
21	THESSALONIKI Shop in shop	PYLAIA
22	THESSALONIKI Shop in shop	STAVROUPOLI
23	CRETE	HERAKLIO
24	CRETE	RETHYMNO
25	CRETE	CHANIA
26	PATRA	
27	PATRA Shop in shop	
28	LARISA	
29	KORINTHOS	
30	CHIOS	
31	KERKYRA	
32	N. MAKRI	
33	PSYCHIKO	
34	KAVALA	
35	XANTHI	
36	RODOS	
37	IOANNINA	
38	EDESSA	
39	NAYPLIO	
40	LAMIA Shop in shop	
41	VERIA Shop in shop	
42	KILKIS Shop in shop	
43	KOZANI Shop in shop	
44	DRAMA Shop in shop	
45	GIANNITSA Shop in shop	
46	TRIKALA Shop in shop	
47	SERRES Shop in shop	
48	KARDITSA Shop in shop	

MOTHERCARE STORES BALKANS		
1	ROMANIA	DOROBANTI
2	ROMANIA	BUCHAREST MALL
3	ROMANIA	PLAZA ROMANIA
4	ROMANIA	BANEASA - FEERIA
5	ROMANIA	CONSTANTA
6	ROMANIA	COTROCENI
1	BULGARIA	LEGE
2	BULGARIA	MALL OF SOFIA
3	BULGARIA	PLOVDIV
4	BULGARIA	BURGAS
1	ALBANIA	QTU
1	F.Y.R.O.M.	RAMSTORE SKOPJE
1	SERBIA	DELTA CITY
1	SLOVENIA	BTC LJUBLJANA

ELC STORES		
1	ELC MAROUSI	
2	ELC N. ERYTHREA	
3	ELC N. SMYRNI	
4	ELC N. SMYRNI 2	
5	ELC GLYFADA	
6	ELC PSYHIKO	
7	ELC ALIMOS	
8	ELC HALANDRII	
9	ELC N. MAKRI	
10	ELC THESSALONIKI	FLORIDA 2
11	ELC THESSALONIKI	KAROLOU DIL
12	ELC CHALKIDA	
13	ELC CHIOS	
14	ELC CORINTHOS	
15	ELC LARISSA	
16	ELC CRETE	HERAKLIO
17	ELC CRETE	CHANIA
18	ELC NAYPLIO	
19	ELC RODOS	

ELC STORES BALKANS		
1	ROMANIA	CONSTANTA
1	SLOVENIA	BTC LJUBLJANA

Financial results of the commercial activity

The turnover in Greece amounted to 43.865.099 € over 39.538.089 € of the previous year, increased by 10,94%.
The gross profit amounted to 28.620.215 €, over 26.019.066 €, presenting an increase of 10,00%. The profits before taxes, before the effect of the devaluation of

tangible and intangible assets amounted to 7.700.0039 € over 6.146.765 € increased by 25,27%.
The sales in the Balkans region amounted to 6.132.962 € over 5.673.453 €, presenting an increase of 8,10%. The gross profit amounted to 4.000.893 € over 3.905.685€ presenting an increase of 2,44%. The profits before taxes amounted to 144.656€ over 1.127.997 € decreased by 87,18%.
It should be noted that these results include losses amounting to 400.000€, coming from the 100% subsidiary company KLSLV DOO registered in Slovenia. This loss was the result of the construction period preceding the completion of the investment and the operation of the store in December 2009. Moreover, a negative effect to the Balkans' results was the exchange rate difference, in the conversion from local currency to Euro, in relation to last year.

Predictions for the sales and the results of the current FY cannot be made due to the general economic crisis.

Review of energy activity

The turnover amounted to 1.015.546 € over 623.874 € for 2008, presenting an increase of 62,78% and the results after taxes amounted to 588.068 € over 109.156 €, an increase of 438,74%.

SECTION 2: Financial risk factors

Foreign exchange risk

The group has not advanced in the application of tools of compensation of exchange danger that results mainly from future commercial transactions in Foreigner Currency and mainly in British Pounds. The Group contacts constantly its financial advisors in order to determine the appropriate hedging policy.

Credit and Liquidity Risk

The Group does not have a significant concentration of credit risk as more than 75% of the Group sales are on retail basis. For the construction sector, the policies it has developed ensure that construction contracts are signed with clients that have a satisfactory credit standing. Liquidity risks are irrelevant insofar that the Group has sufficient cash as well as sufficient credit lines with cooperating banks.

Interest-rates risk

The policy of the Group is to preserve its total debt at a floating interest rate. Operating revenues and Group cash flows are substantially independent of the changes to the prices of the interest rates

Corporate Governance

The Group has adopted the Principles of Corporate Governance, as those are applicable in the context of the Greek law and international practices

The Audit Committee is comprised of the 2 independent members of the Board and its mission is to conduct objective internal and external audits and facilitate an effective communication among the auditors and the Board.
Head of the Internal Control Department is Mr. Palmos Vasilis, employee of the corporation under full and exclusive occupation contract.

SECTION 3: Prospects and Development

Prospects for Fiscal Year 2010

Objective of the company is the continuation of the expansion plan of the network in Greece and in Balkans and the improvement of results regarding the construction sector.
The management of the company estimates that the present economic crisis, which affects directly all the productive sectors of the economy, affects respectively the retail market, in which the Group operates. The company, given the present economic crisis, cannot proceed to any estimation for the turnover and the results for 2010.

Dividend policy

The management of the company I. KLOUKINAS – I. LAPPAS S.A. considering the current negative situation of the economy, has decided not to distribute dividends for this current year.
It should be noted that the distribution of dividends is conditional on the approval by the General Shareholders Meeting.

SECTION 4: INTER COMPANY TRANSACTIONS

The most important transactions between the company and its related parties as they are described in IAS 24 are analysed as follows:

(Amounts in thousands €)	GROUP 31/12/2009	COMPANY 31/12/2009	RELATION WITH THE PARENT COMPANY
SALES/INCOME			
COMPTON HOUSE HELLAS(ELC)	0	180.000	SUBSIDIARY
SYSMEROM COM SRL	0	1.306.680	SUBSIDIARY
KLMS COM DOOEL	0	123.556	SUBSIDIARY
KLM BULGARIA EOOD	0	432.245	SUBSIDIARY
KLSAL LTD	0	169.122	SUBSIDIARY
KLSER COMMERCE LTD	0	268.486	SUBSIDIARY
KLSLV D.O.O	0	138.541	SUBSIDIARY
TOTAL	**0**	**2.618.630**	
PURCHASES/EXPENSES			
COMPTON HOUSE HELLAS(ELC)	0	1.709.111	SUBSIDIARY
KLM BULGARIA EOOD	0	16.543	SUBSIDIARY
TOTAL	**0**	**1.725.654**	
RECEIVABLES			
KLTH Carpentry works Ltd	0	1.028.116	SUBSIDIARY
I.Kloukinas-I.Lappas Energy S.A.	0	170.021	SUBSIDIARY
MYIE Kerasovou S.A.	0	60.000	SUBSIDIARY
ENTELEIA SA	0	13.298	SUBSIDIARY
COMPTON HOUSE HELLAS(ELC)	0	30.000	SUBSIDIARY
SYSMEROM COM SRL	0	266.278	SUBSIDIARY
KLMS COM DOOEL	0	154.260	SUBSIDIARY
KLM BULGARIA EOOD	0	515.702	SUBSIDIARY
KLSAL LTD	0	337.883	SUBSIDIARY
KLSER COMMERCE LTD	0	82.169	SUBSIDIARY
KLSLV D.O.O	0	270.210	SUBSIDIARY
KLMOL	0	10.000	SUBSIDIARY
TOTAL	**0**	**2.937.937**	
PAYABLES			
COMPTON HOUSE HELLAS(ELC)	0	1.516.290	SUBSIDIARY
SYSMEROM COM SRL	0	20	SUBSIDIARY
KLM BULGARIA EOOD	0	17.337	SUBSIDIARY
KLMS COM DOOEL	0	2.501	SUBSIDIARY
TOTAL	**0**	**1.536.149**	
Transactions of Management and members of BoD	775.562	466.418	
Receivables from management and BoD	32.818	0	
Payables from management and BoD	0	0	

All the above transactions have been realized either between the company and its subsidiaries or between the subsidiaries and have been eliminated from the consolidated financial statements.
The receivable of 1.028.116€ of the parent company from the subsidiary KLM ATE does not concern commercial activity but was created by the spin off process of the companies.
The subsidiary company "IOANNIS KLOUKINAS - IOANNIS LAPPAS CONSTRUCTION S.A." sold to Mr. Ioannis Kloukinas, part of the claim against the company "EKTASIS DEVELOPMENT S.A. Construction, real estate Development and Services" amounting to € 2.947.357,38. Mr. Ioannis Kloukinas paid in cash the equivalent amount as purchase price of the above claim and the equivalent amount of the claim owed to the company "IOANNIS KLOUKINAS - IOANNIS LAPPAS CONSTRUCTION S.A."

against "EKTASIS DEVELOPMENT S.A. real estate Construction, Development and Services" assigned to him.

All other transactions are created in the context of the commercial transactions between the companies.

EXPLANATORY REPORT TO THE ANNUAL GENERAL MEETING OF SHAREHOLDERS IN THE I. KLOUKINAS – I. LAPPAS S.A. GROUP OF COMPANIES, PURSUANT TO ARTICLE 4a LAW 3556/2007

This explanatory report by the Board of Directors to the Annual General Meeting of shareholders contains detailed information on the issues covered by article 4 of Law 3556/2007.

I. Structure of Company Share Capital

The company's share capital amounts to seven million four hundred and twenty five thousand and eighty six euro (€7.425.086), divided among twenty four million seven hundred and fifty thousand two hundred and eighty eight (24.750.288) ordinary registered voting shares with a par value of thirty cents (0,30 €) each. The company's shares are listed for trading on the Securities Market of the Athens Stock Exchange.

The shareholders' rights accruing from the share are dependent on the percentage of the capital to which the paid-up value of the share corresponds. Each share carries all the rights envisaged in law and in the articles of association of the company, specifically:

The right to a dividend on the annual profits of the company, or the proceeds of its liquidation. 35% of the net profits after deduction only of the statutory reserve, is distributed from the profits of each year to the shareholders as a first dividend, while the payment of an additional dividend is decided by the AGM. A dividend is paid to each shareholder whose name appears in the register of shareholders kept by the company at the date on which those entitled to a dividend are appointed. The dividend on each share is paid to the shareholder within two months of the date of the AGM which approved the annual financial statements. The manner and place of the payment are announced in the press. The right to collect the dividend expires and the sum in question is forfeit to the state after the passage of five years from the end of the year in which the payment of the dividend was decided by the General Meeting.

The right to withdraw one's contribution on liquidation,or repayment of the capital corresponding to the share, when so decided by the General Meeting.

Preferential right in any increase in the company's share capital, in cash purchase of new shares.

The right to receive a copy of the financial statements and reports of the certified auditors and the Board of the company.

The right to participate in the General Meeting, involving the following more specific rights: authorization, presence at and participation in discussions; submission of proposals on items of agenda; recording of views in minutes, and right to vote.

The General Meeting of shareholders in the company retains all its rights even during the process of liquidation.

The liability of the company shareholders is limited to the face value of the shares they own.

II. Limitations on Transfer of Company Shares

Shares in the company may be transferred pursuant to the law and there are no limitations in the articles of association affecting their transfer, given that they are intangible shares listed on the Athens Stock Exchange.

III. Significant Direct or Indirect Holdings in the Sense of Presidential Decree 51/1992

Shareholders (persons or legal entities) holding – directly or indirectly – more than 5% of the total number of shares outstanding are listed in the following table.

FULL NAME	DIRECT
Ioannis Kloukinas	25,4290%
Ioannis Lappas	28,2903%
Loukas Spentzaris	13,5075%

IV. Shares Carrying Special Audit Rights

There are no shares in the company carrying special rights of audit for their holders.

V. Limitations on Voting Rights

The articles of association of the company do not envisage any limitations on the voting rights carried by its shares.

VI. Agreements among Shareholders

The company is not aware of any agreements among its shareholders which would entail limitations on the transfer of shares or on the exercise of the voting rights carried by the shares.

VII. Rules of Appointment and Replacement of Members of the Board of Directors and of Amendment of the Articles of Association

The rules in the articles of association of the company on appointment and replacement of members of the Board of Directors and on amendment of the provisions of the articles do not deviate from those envisaged in Codified Law 2190/1920.

VIII. Authority of Board of Directors to Issue New Shares or Purchase Own Shares

a) Under the provisions of article 13 par. 1 points b) and c) of Codified Law 2190/1920 and in combination with the provisions of article 5 of the articles of association, the Board of Directors of the company may, following a decision to this effect by the General Meeting, subject to the provisions on publicity of article 7b of Codified Law 2190/1920, increase the company's share capital by issue of new shares, by a decision which is taken with a majority of at least two-thirds (2/3) of all its members. In these circumstances the share capital may be increased up to the amount of capital paid-up on the date the Board of Directors was granted the authority in question by the General Meeting. The above authority of the Board of Directors may be renewed by the General Meeting for a period not exceeding five years for each renewal.

b) Under the provisions of article 13 par. 13 of Codified Law 2190/1920, by decision of the General Meeting a stock option scheme may be introduced for members of the Board of Directors and employees of the company , in the form of preferential right to purchase shares on the special terms set out in the above decision. The decision of the General Meeting will specify the maximum number of shares which can be issued, which, by law, cannot exceed 1/10 of the existing shares, and, if the beneficiaries exercise the right to purchase, the price and terms of distribution of the shares to those beneficiaries.

IX. Important Agreements coming into force, amended or expiring in the event of a change of control following a Public Proposal

There are no agreements which would come into force, be amended or expire in the event of a change in the control of the company following a public proposal.

X. Agreements with members of the Board of Directors or Company employees

There are no agreements between the company and members of the Board of Directors or its employees which envisage the payment of compensation specifically in the case of resignation or dismissal without good cause or termination of office or employment as a result of a public proposal.

Athens, March 26th 2010

The President of BoD

Ioannis Kloukinas

THE AUDITOR'S REPORT HAS BEEN TRANSLATED FROM THE GREEK ORIGINAL VERSION

INDEPENDENT AUDITOR'S REPORT

Report on Stand-alone and Consolidated Financial Statements

We have audited the accompanying stand alone and consolidated financial statements of " I. KLOUKINAS- I. LAPPAS CONSTRUCTION AND COMMERCIAL COMPANY SA." (the Company) and its subsidiaries, which comprise the stand alone and consolidated financial position as at 31 December 2009, and the stand alone and consolidated statements of comprehensive income, changes in equity and cash flows for the year then ended, and a summary of significant accounting policies and other explanatory notes.

Management's Responsibility for the company Stand-alone and Consolidates Financial Statements

Management is responsible for the preparation and fair presentation of these stand-alone and consolidated financial statements in accordance with International Financial Reporting Standards as adopted by the European Union and for such internal controls as management determines is necessary to enable the preparation of stand-alone and consolidated 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 stand-alone and consolidated financial statements based on our audit. We conducted our audit in accordance with International Standards of Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the stand-alone and consolidated 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 risks of material misstatement of the stand-alone and consolidated financial statements, 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 stand-alone and consolidated 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 management, as well as evaluating the overall presentation of the stand-alone and consolidated financial statements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the accompanying stand-alone and consolidated financial statements present fairly, in all material respects, the financial position of the Company and of its subsidiaries as of December 31, 2009, and of their financial performance and their cash flows for the year then ended in accordance with International Financial Reporting Standards as adopted by the European Union.

Report on Other Legal and Regulatory Requirements

We confirm that the information given in the Director's Report is consistent with the accompanying stand alone and consolidated financial statements and complete in the context of the requirements of articles 43a, 107and 37 of Codified Law 2190/1290.

Athens, 30 th March 2010
The Certified Public Accountant

John V. Kalogeropoulos
SOEL. Reg. No: 10741

BAKER TILLY HELLAS
Certified Public Accountants A.E.
396, Mesogion Avenue
15341 Ag.Paraskevi-Athens, Greece
SOEL Reg.No: 148

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STATEMENT OF FINANCIAL POSITION

Amounts reported in €		GROUP		COMPANY	
		31/12/2009	31/12/2008	31/12/2009	31/12/2008
ASSETS	**Notes**				
Non current assets					
Tangible Assets	**5.1**	25.814.545	25.802.607	16.033.351	16.382.352
Intangible Assets	**5.2**	255.001	2.173.852	252.942	2.173.852
Goodwill	**5.3**	8.603.002	8.603.002	2.710.160	2.710.160
Investment Property	**5.4**	29.700.000	34.680.000	29.700.000	34.680.000
Investment in Subsidiaries	**5.5**	0	0	18.420.515	18.430.465
Investment in Associates	**5.6**	4.058	10.310	0	0
Other long term receivables	**5.7**	917.913	838.456	797.129	715.100
Deferred Tax	**5.8**	573.741	412.537	0	0
		65.868.260	**72.520.764**	**67.914.097**	**75.091.929**
Current assets					
Inventories	**5.9**	12.053.182	11.835.390	9.037.027	8.916.675
Trade debtors and other trading receivables	**5.10**	23.396.729	29.264.020	13.163.059	14.486.258
Prepayments	**5.11**	591.947	900.627	80.171	230.813
Other receivables	**5.12**	354.701	385.388	9.404	95.070
Financial Assets	**5.13**	378.024	284.043	378.024	284.043
Cash and cash equivalents	**5.14**	12.234.589	13.419.291	6.171.904	5.974.414
		49.009.172	**56.088.760**	**28.839.588**	**29.987.273**
Total Assets		**114.877.432**	**128.609.524**	**96.753.685**	**105.079.202**
EQUITY AND LIABILITIES					
Share Capital	**5.15**	7.425.086	7.425.086	7.425.086	7.425.086
Share Premium		10.988.065	10.988.065	10.988.065	10.988.065
Reserves of fair value		-32.877	-32.877	-32.877	-32.877
Exchange differences		-546.842	-405.814	0	0
Other Reserves	**5.16**	3.295.484	3.070.157	3.220.972	2.995.645
Accumulated profits/(losses)		42.850.595	44.725.759	38.986.761	41.893.595
Attributable to ordinary shareholders		63.979.512	65.770.376	60.588.008	63.269.515
Minority Interest		766.189	600.946	0	0
Total Shareholders' Equity		**64.745.701**	**66.371.322**	**60.588.008**	**63.269.515**
Liabilities					
Non-current liabilities					
Iinterest bearing borrowings	**5.17**	17.927.971	20.487.686	17.746.405	19.947.633
Deferred Tax	**5.8**	3.082.158	3.905.337	1.914.764	2.902.764
Retirement benefit obligation	**5.18**	711.016	704.014	484.498	453.964
Other long term liabilities	**5.19**	442.470	249.249	270.123	199.249
Total Non-current liabilities		**22.163.614**	**25.346.286**	**20.415.790**	**23.503.610**
Current Liabilities					
Trade and other payables	**5.20**	14.308.601	21.088.670	7.668.549	8.212.693
Short term borrowings	**5.17**	9.899.693	11.862.281	5.900.773	7.793.563
Current portion of interest bearing borrowings	**5.17**	2.111.145	2.149.443	2.051.087	1.984.431
Other current liabilities	**5.21**	1.648.678	1.791.522	129.479	315.390
		27.968.117	**36.891.916**	**15.749.888**	**18.306.077**
Total Liabilities		**50.131.732**	**62.238.202**	**36.165.678**	**41.809.687**
Total Equity and Liabilities		**114.877.432**	**128.609.524**	**96.753.685**	**105.079.202**

The attached notes are an integral part of these financial statements.

STATEMENT OF COMPREHENSIVE INCOME

Amounts reported in €		GROUP		COMPANY			
		01.01 - 31.12.2009	**01.01 - 31.12.2008**	**01.01 - 31.12.2009**	**01.01 - 31.12.2008**		
	Notes			**Continued operations**	**Continued operations**	**Discontinued operations**	**Total**
Sales	**5.22**	71.158.473	76.871.107	40.925.527	35.184.653	5.500.319	40.684.972
Cost of Sales	**5.23**	-35.698.275	-42.114.676	-15.750.641	-12.640.046	-4.274.218	-16.914.265
Gross Profit		**35.460.197**	**34.756.431**	**25.174.886**	**22.544.607**	**1.226.101**	**23.770.707**
Other operating income	**5.24**	1.218.136	1.695.721	1.078.244	1.570.152	6.600	1.576.752
Distribution costs	**5.23**	-20.657.622	-18.867.923	-15.065.717	-13.653.484	0	-13.653.484
Administrative expenses	**5.23**	-5.594.798	-5.698.909	-3.135.018	-2.988.282	-350.786	-3.339.067
Other operating expenses	**5.24**	-270.875	-73.989	-104.726	-70.539	0	-70.539
Operating profit		**10.155.038**	**11.811.332**	**7.947.667**	**7.402.453**	**881.915**	**8.284.369**
Devaluation of tangible and intangible assets	**5.25**	-6.887.544	0	-6.887.544	0	0	0
Finance cost	**5.26**	-1.393.477	-1.902.205	-1.045.496	-1.370.555	-110.686	-1.481.241
Income from associates	**5.6**	-6.252	-12.502	0	0	-27.741	-27.741
Proceeds from acquisition of subsidiary		0	0	0	0	0	
Profit before tax		**1.867.766**	**9.896.625**	**14.628**	**6.031.898**	**743.488**	**6.775.386**
Tax	**5.27**	-1.743.591	-2.892.158	-1.087.367	-1.822.455	-177.081	-1.999.536
Profit after tax		**124.174**	**7.004.467**	**-1.072.738**	**4.209.443**	**566.407**	**4.775.850**
Net profit after tax attributable to:							
Owners of the parent company		-41.068	7.002.293	-1.072.738	4.209.443	566.407	4.775.850
Minority interests		165.243	2.174	0	0	0	0
		124.174	**7.004.467**				

		GROUP		COMPANY			
		01.01 - 31.12.2009	**01.01 - 31.12.2008**	**01.01 - 31.12.2009**	**01.01 - 31.12.2008**		
Net profit for the period		**124.174**	**7.004.467**	-1.072.738	4.209.443	566.407	4.775.850
<u>Other comprehensive income</u>							
Expenses due to share capital increase		0	-33.525	0	0	0	0
Exchange differences from transalation of subsidiaries		-141.027	-322.429	0	0	0	0
Other comprehensive income for the period after taxes		**-141.027**	**-355.954**	**0**	**0**	**0**	**0**
Total comprehensive income for the period after taxes		**-16.853**	**6.648.513**	**-1.072.738**	**4.209.443**	**566.407**	**4.775.850**
Attributable to:							
Owners of the parent company		-182.095	6.646.340	-1.072.738	4.209.443	566.407	4.775.850
Minority interests		165.243	2.174	0	0	0	0
Basic earnings per share	**9**	-0,0017	0,2829	-0,0433	0,1701	0,0229	0,1930

The attached notes are an integral part of these financial statements.

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Attributable to the parent company shareholders								
Amounts reported in €	**Share capital**	**Share premium**	**Reserves of fair value**	**Exchange differences**	**Other Reserves**	**Accumulated profit/(losses)**	**Total**	**Minority Interests**	**Total**
Balance as of January 1 2008, according to IFRS	**7.425.086**	**10.988.065**	**-32.877**	**-83.386**	**2.722.338**	**44.293.380**	***65.312.606***	**1.070.281**	**66.382.888**
Changes in equity during the period 01.01 - 31.12.2008									
Subsidiary's share capital increase							0	25.000	25.000
Expenses due to share capital increase						-33.525	-33.525		-33.525
Dividends						-6.187.572	-6.187.572	-497.507	-6.685.079
Reclassifications							0		0
Exchange differences				-322.429			-322.429		-322.429
Transfer from accumulated profits					347.819	-347.819	0		0
Change due to percentage change in subsidiary company						-998	-998	998	0
Net operating profit for the period 01.01 - 31.12.2008						7.002.293	7.002.293	2.174	7.004.467
Total recognised profit/loss for the period	0	0	0	-322.429	347.819	432.379	457.770	-469.335	-11.565
Balance as of December 31, 2008	**7.425.086**	**10.988.065**	**-32.877**	**-405.814**	**3.070.157**	**44.725.759**	**65.770.376**	**600.946**	**66.371.322**
Balance as of January 1 2009, according to IFRS	**7.425.086**	**10.988.065**	**-32.877**	**-405.814**	**3.070.157**	**44.725.759**	***65.770.376***	**600.946**	**66.371.322**
Changes in equity during the period 01.01 - 31.12.2009									
Dividends						-1.608.769	-1.608.769		-1.608.769
Exchange differences				-141.027			-141.027		-141.027
Transfer from accumulated profits					225.327	-225.327	0		0
Net operating profit for the period 01.01 - 31.12.2009						-41.068	-41.068	165.243	124.174
Total recognised profit/loss for the period	0	0	0	-141.027	225.327	-1.875.164	-1.790.864	165.243	-1.625.621
Balance as of December 31, 2009	**7.425.086**	**10.988.065**	**-32.877**	**-546.842**	**3.295.484**	**42.850.595**	**63.979.512**	**766.189**	**64.745.701**

PARENT COMPANY STATEMENT OF CHANGES IN EQUITY

	Attributable to the parent company shareholders					
Amounts reported in €	Share capital	Share premium	Reserves of fair value	Other Reserves	Accumulated profit/(losses)	Total
Balance as of January 1 2008, according to IFRS	**7.425.086**	**10.988.065**	**-32.877**	**2.647.826**	**43.653.136**	**64.681.236**
Changes in equity during the period 01.01 - 31.12.2008						
Dividends					-6.187.572	-6.187.572
Transfer from accumulated profits				347.819	-347.819	0
Net operating profit for the period 01.01 - 31.12.2008					4.775.850	4.775.850
Total recognised profit/loss for the period	0	0	0	347.819	-1.759.541	-1.411.722
Balance as of December 31, 2008	**7.425.086**	**10.988.065**	**-32.877**	**2.995.645**	**41.893.595**	**63.269.515**
Balance as of January 1 2009, according to IFRS	**7.425.086**	**10.988.065**	**-32.877**	**2.995.645**	**41.893.595**	**63.269.515**
Changes in equity during the period 01.01 - 31.12.2009						
Dividends					-1.608.769	-1.608.769
Transfer from accumulated profits				225.327	-225.327	0
Net operating profit for the period 01.01 - 31.12.2009					-1.072.738	-1.072.738
Total recognised profit/loss for the period	0	0	0	225.327	-2.906.834	-2.681.507
Balance as of December 31, 2009	**7.425.086**	**10.988.065**	**-32.877**	**3.220.972**	**38.986.761**	**60.588.008**

CASH FLOW STATEMENT

Amounts reported in €	Notes	GROUP 01.01 - 31.12.2009	GROUP 01.01 - 31.12.2008	COMPANY 01.01 - 31.12.2009	COMPANY 01.01 - 31.12.2008
Cash flows from operating activities	5.28	**9.685.804**	**7.403.039**	**8.696.033**	**4.566.226**
Less: Interest paid		(1.254.649)	(1.751.018)	(854.430)	(1.089.555)
Less: Income taxes paid		(1.771.081)	(2.852.779)	(1.433.586)	(2.199.182)
Operating activities from discontinued operations		0	0	0	(727.775)
Net Cash flows from operating activities(a)		**6.660.074**	**2.799.242**	**6.408.017**	**549.713**
Cash flows from investing activities					
Purchase of tangible and intangible assets		(1.854.838)	(3.069.039)	(844.278)	(2.275.881)
Proceeds of sale of tangible asset		37.640	2.000	37.640	0
Acquisition of subsidiaries, affiliates, joint venture and other investment		(93.982)	(60.000)	(84.032)	(225.556)
Cash and cash equivalents of acquired company		0	438.709	0	0
Interest received		70.555	150.424	4.532	20.611
Dividends received		7.206	12.810	7.206	12.810
Investing activities from discontinued activities		0	0	0	(67.777)
Net Cash flows from investing activities(b)		**(1.833.419)**	**(2.525.096)**	**(878.933)**	**(2.535.793)**
Cash flows from financing activities					
Proceeds from share capital increase		0	25.000	0	0
Expenses due to share capital increase		0	(44.700)	0	0
Proceeds from issued/andertaken loans		2.844.559	22.139.859	1.900.000	15.593.950
Repayment of loans		(5.724.968)	(13.150.848)	(4.651.928)	(8.460.247)
Payment of finance lease liabilities		(1.530.894)	(1.734.378)	(1.133.185)	(1.118.164)
Dividends paid		(1.491.481)	(6.424.475)	(1.446.481)	(6.184.475)
Financing activities from discontinued activities		0	0	0	(350)
Net Cash flows from financing activities(c)		**(5.902.784)**	**810.458**	**(5.331.595)**	**(169.286)**
Net increase in cash and cash equivalents(a)+(b)+ (c)		**(1.076.129)**	**1.084.604**	**197.490**	**(2.155.366)**
Cash and cash equivalents at beginning of period		13.419.291	12.537.920	5.974.414	8.129.780
Exchange differences from transalation of isubsidiaries		(108.573)	(203.233)	0	0
Net increase in cash and cash equivalents at end of period		**12.234.589**	**13.419.291**	**6.171.904**	**5.974.414**

The attached notes are an integral part of these financial statements.

1. ADDITIONAL INFORMATION

1.1 General Information

The financial statements include the company financial statements of "I. KLOUKINAS – I. LAPPAS CONSTRUCTION & COMMERCIAL SOCIETE ANONYME" operating as K.L.M. S.A. (the Company), and the consolidated financial statements of the company and its subsidiaries (the Group) for the period ended on 31st December 2009, according to the International Financial Reporting Standards (IFRS).
The Group engages in the execution of construction projects of any nature, whether as contractors or not, and the import, production and sale of clothing and footwear products, baby and child products, toys, furniture, cosmetics and houseware.
The Company was established in Greece, with headquarters located since 1993 at 3 Pasteur Street, Athens. Its telephone number is: 210-6451591-6.
The company's website is: www.klmate.gr
The company's shares are traded on the Athens Stock Exchange.
Company and consolidated financial statements for the financial year 2009 have been approved for publication by the Company's BOD on 26/3/2010 and are subject to the final approval of the Annual General Shareholders Meeting.

1.2 Basis of Preparation

The financial statements were prepared by management according to the International Financial Reporting Standards, including International Accounting Standards (IAS), as adopted by the European Union as well as the interpretations of IFRS as published by the Internationals Accounting Standards Board (IASB).
The Financial statements were prepared under the historical cost convention, as amended as a consequence of the adjustment of specific assets and liabilities to their current value, and based on the principle of continuing operations, in accordance with the International Financial Reporting Standards.
The preparation of financial statements in accordance to IFRS requires the use of certain critical accounting estimates. It also requires management to exercise judgment in the process of applying the Group's accounting policies. Significant assumptions made by management during the application of the Company's accounting methods have been noted when deemed necessary.

1.3 Amendments in accounting principals

IAS 1: Presentation of financial statements

The basic changes of this Standard are summarized in the separate presentation of changes in equity that arise from transactions with shareholders under their capacity as such (i.e. dividends, capital increases) from the other changes in equity (i.e. conversion reserves). Moreover, the improved version of the Standard introduces changes in terminology as well as in the presentation of the financial statements. The new definitions of the Standard however do not change the recognition, measurement or disclosure rules of specific transactions and other events that are required by other Standards. The amendment of IAS 1 is mandatory for periods beginning on or after January 1st 2009 while the requirements also apply to IAS 8 "Accounting policies, changes in accounting estimations and errors". The changes that are induced by the amendment to IAS 1 are applied retrospectively. The group applied the above amendments and made the necessary changes in the presentation of its financial statements for 2009.

IAS 23 Borrowing cost (amendment)

In the amendment of IAS 23 "Borrowing cost", the previously considered basic method for recognition of borrowing cost in the results has been eliminated. Borrowing cost that is directly attributed to the acquisition, construction or production of a selective asset, as defined by IAS 23, must be part of the item's cost. The amended version of IAS 23 is mandatory for annual periods beginning from January 1st 2009 and onwards. The group will not be affected by this amendment.

IAS 32 and IAS 1 Puttable Instruments

The amendment to IAS 32 requires that specific puttable instruments and liabilities that arise during the liquidation of an entity, be classified as Equity if specific criteria are met. The amendment to IAS 1 requires the disclosure of information regarding the puttable instruments classified as Equity. The amended version of IAS 32 is in effect for periods beginning on or after January 1st 2009.

IFRS 8 - Operating Sectors (in effect for annual periods beginning from January 1st 2009 and onwards)

IFRS 8 replaces IAS 14 and requires the disclosure of specific descriptive and financial information as regards to operating sectors, while it also increases requirements for existing disclosures. The Group applies IFRS 8 from January 1st 2009.

IFRS 2, Share based payments "vesting conditions and cancelations" – Amended

The amendment of the standard clarifies two issues" The definition of "vesting conditions", with the introduction of the term "non-vesting conditions" for terms that do not constitute service or performance conditions. Also it is clarified that all cancelations, either arising from the entity or from counterparties, must have the same accounting treatment. IFRS 2 is in effect for periods beginning on or after January 1st 2009 and its application will not affect the group's financial statements.

IFRS 7 "Financial Instruments: Disclosures"

The amendments to IFRS 7 published by IASB on March 2009 expand the disclosures required in respect of fair value measurements and liquidity risk. IFRS 7 is in effect for periods beginning on or after January 1st 2009.

IFRIC 13 Customer loyalty programs

IFRIC issued an interpretation related to the implementation of those defined by IAS 18 for the recognition of income. IFRIC 13 "Customer loyalty programs" specifies that when companies grant their customers award credits (i.e. points) as part of a sale transaction and customers can cash such credits in the future for free or discounted goods or services, then paragraph 13 of IAS 18 should be applied. This requires that award credits be accounted for as a separate item of the sale transaction and a part of the price received or the receivable recognized to be allocated to award credits. The recognition time of this income item is postponed until the company satisfies its liabilities that are linked to the award credits, either providing such awards directly or transferring the liability to a third party. The application of IFRIC 13 is mandatory for periods beginning on or after July 1st 2008. The interpretation will not affect the financial statements of the group.

IFRIC 15 Agreements for the construction of Real Estate

The Interpretations Committee issued IFRIC 15 "Agreements for the Construction of Real Estate". IFRIC 15 is in effect for annual periods beginning on or after January 1st 2009. The interpretation does not apply to the Group.

IFRIC 16 Hedges of a Net Investment in a Foreign Operation

The Interpretation Committee issued IFRIC 16 "Hedges of a Net Investment in a Foreign Operation". The Interpretation clarifies several issues for the accounting treatment of hedges of a net investment in a foreign operation (such as subsidiaries and associate companies whose activities are realized in a currency other than the operating currency of the reference company).
IFRIC 16 is in effect for annual periods beginning on or after October 1st 2008, without retrospective application. The interpretation does not apply to the Group.

Accounting standards in effect for periods beginning after December 31st 2009

IFRS 3 Business Combinations and IAS 27 Consolidated and Separate Financial Statements

IFRS 3 will be applied to business combinations that arise in such periods and the application of such has been amended to include business combinations under joint control and without consideration (parallel listing of shares). IFRS 3 and IAS 27, amongst others, require a greater use of the fair value through the income statement and a reinforcement of the financial statement of the referred entity. Furthermore, such standards introduce the following requirements:

(1) a recalculation of the participation percentage when control is acquired or lost
(2) direct recognition in equity of the effect of all transactions between controlled an non-controlled parties, when control is not lost, and
(3) focus on what has been provided to the seller as exchange rather than to the amount of the expense for the acquisition.
The amendments to IFRS 3 and IAS 27 are in effect for periods beginning on or after July 1st 2009.

IAS 39 "Financial Instruments: Recognition and Measurement". (effective for annual periods beginning on or after 1 January 2010).

The amendments relate to (a) clarification on treating loan pre-payment penalties as closely related derivatives, (b) the scope exemption for business combination contracts and (c) clarification that gains or losses on cash flow hedge of a forecast transaction should be reclassified from equity to profit or loss in the period in which the hedged forecast cash flow affects profit or loss.

IFRS 9, "Financial Instruments" (effective for annual periods beginning on or after 1 January 2013).

IFRS 9 is the first part to replace IAS 39. and states that financial assets are measured at amortised cost or fair value depending on the basis of the entity's business model for managing the financial assets

IFRS 1 (Amendment) "First-time adoption of International Financial Reporting Standards" (effective for annual periods beginning on or after 1 January 2010).

This amendment provides additional clarifications for first-time adopters of IFRS in respect of the use of deemed cost for oil and gas assets,. This amendment will not impact the Group's financial statements since it has already adopted IFRS.

IAS 24 (Amendment) "Related Party Disclosures" (effective for annual periods beginning on or after 1 January 2011).

This amendment attempts to relax disclosures of transactions between government-related entities and clarify related-party definition. More specifically, it removes the requirement for government-related entities to disclose details of all transactions with the government and other government-related entities, clarifies and simplifies the definition of a related party and requires the disclosure not only of the relationships, transactions and outstanding balances between related parties, but of commitments as well in both the consolidated and the individual financial statements. The Group will apply these changes from their effective date. The amendment has not yet been endorsed by the EU.

IAS 32 (Amendment) "Financial Instruments: Presentation" (effective for annual periods beginning on or after 1 February2010).

This amendment clarifies how certain rights issues should be classified. In particular, based on this amendment, rights, options or warrants to acquire a fixed number of the entity's own equity instruments for a fixed amount of any currency are equity instruments if the entity offers the rights, options or warrants pro rata to all of its existing owners of the same class of its own non-derivative equity instruments. This amendment is not expected to impact the Group's financial statements.

IFRIC 17 Distribution of non-cash assets to owners (effective for annual periods beginning on or after 1 July 2009).

According to the Interpretation, when a company proceeds with announcing a distribution and has the obligation to distribute assets that relate to its owners, it should recognize a liability for such dividends payable.
IFRIC 17 provides guidance regarding when a company should recognize dividends payable, how such should be measured as well as how the differences between the book value of assets distributed and the book value of dividends payable should be booked when the company pays out the dividends payable.
IFRIC 17 is effective for annual periods beginning on or after 1 July 2009, while retrospective application is not required. The interpretation will not affect the group's financial statements. The group does not intend to apply the interpretation in advance.

IFRIC 18 Transfers of assets from customers

IFRIC 18 mainly concerns utility companies. The Interpretation clarifies the requirements of IFRS regarding agreements in which a company receives from a customer an item of property, plant and equipment that it must then use either to connect the customer to a network or to provide the customer with ongoing access to a supply of goods or services (such as a supply of electricity, gas or water) or to do both.
IFRIC 18 is effective for annual periods beginning on or after 1 July 2009, while retrospective application is not required. The interpretation does not apply to the group.

IFRIC 9 "Reassessment of Embedded Derivatives"(effective for annual periods beginning on or after 1 July 2009).

The amendment clarifies that IFRIC 9 does not apply to possible reassessment, at the date of acquisition, to embedded derivatives in contracts acquired in a business combination between entities under common control.

IFRIC 19,"Extinguishing Financial Liabilities with Equity Instruments" (effective for annual periods beginning on or after 1 July 2010).

This interpretation addresses the accounting by the entity that issues equity instruments to a creditor in order to settle, in full or in part, a financial liability. This amendment is effective for annual periods beginning on or after 1 July 2010. This interpretation is not relevant to the Group's operations.

2. BASIC ACCOUNTING PRINCIPLES

The following accounting principles were used in the drafting of the attached financial statements and are consistently applied by the Group:

2.1 Consolidation

Subsidiaries: These are all companies managed and controlled, either directly or indirectly, by another company (parent), either by holding the majority of voting rights in the company in which investment was made, or, in the event the majority of shares has not been acquired, following an agreement with the other shareholders of the company in which the investment was made. In other words, subsidiaries are companies controlled by the parent company. Subsidiaries are fully consolidated using the purchase method as of the date in which control over them is acquired and cease to be consolidated from the date this control ceases to exist.
The purchase method of accounting is used to account for the acquisition of a subsidiary by the Group. The cost of an acquisition is measured at the fair value of assets transferred, equity instruments issued and liabilities incurred or assumed at the date of the transaction, plus costs directly attributable to the transaction. Identifiable assets acquired and liabilities and contingent liabilities assumed in a business combination are measured at their fair values at the date of acquisition irrespective of the extent of any minority interests. The excess of the cost of acquisition over the fair value of the identifiable net assets of the subsidiaries acquired is recorded as goodwill. If the total cost of acquisition is less than the fair value of the net assets of the subsidiary acquired, the difference is recognized directly in the income statement.
Particularly in the case of business combinations that took place prior to the Group's adoption of the IFRS (January 1st 2004), the exception of IFRS 1 was applied with no retroactive use of the purchase method. Within the framework of the above exception, the Company did not revaluate the purchase cost of subsidiaries acquired prior to the date of adoption of the IFRS, not the fair value of assets acquired and liabilities assumed at the date of acquisition, nor did it recognize any goodwill in its consolidated financial statements according to the IFRS.
Inter-company transactions, balances and unrealized gains on transactions between Group companies are eliminated. Unrealized losses are also eliminated, unless the transaction provides evidence of an impairment that should be recognized on the asset transferred. The accounting principles of subsidiaries have been adjusted to ensure consistency with the accounting principles adopted by the Group.

Affiliates: These are the enterprises over which the Group can exercise a significant influence without however them meeting the criteria that would classify them as either subsidiaries or joint-ventures. According to the underlying assumptions used by the Group, any holding between 20% and 50% of voting rights in a company indicates a

significant influence over this company. Investment in affiliated companies are initially recorded at cost and subsequently accounted according to the equity method of accounting.
The Group's share of the affiliate's net profit or loss after the acquisition is recognized in the income statement, while the share of variations in reserves after the acquisition is recorded under reserves. Accumulated variations influence the carrying value of investments in associated enterprises. When the Group's share of the losses of an associate equals or exceeds its interest in the affiliate, including all other bad debts, the Group discontinues recognizing its share of further losses unless it has incurred obligations or made payments on behalf of the affiliate.
Unrealized gains from transactions between the Group and its affiliates are eliminated to the extent of the Group's participation in the affiliate. Unrealized losses are eliminated, unless the transaction provides evidence of an impairment that should be recognized on the asset transferred. The affiliate's accounting policies have been adjusted to ensure consistency with the accounting policies adopted by the Group.
Inter-company balances and inter-company transactions, as well as the Group's profits ensuing from inter-company transactions and not yet realized (at Group level) are eliminated during the preparation of the consolidated financial statements.

2.2 Consolidation of subsidiaries abroad

The conversion of the financial statements of Group companies (none of which operate within a hyperinflationary economy– consequently IAS 29 «Financial reporting in hyperinflationary economies» in not applicable), having a different functional currency than the Group's presentation currency, is carried out as follows:
A) Assets and liabilities are converted at the closing exchange rate on the Balance Sheet date.
B) Income and expenses are converted at the average exchange rate for the period, unless the average exchange rate is not a rational approach to the accumulated impact of exchange rates valid on the dates of transactions, in which case income and expenses are converted at the rates valid on the day of each transaction
C) Exchange differences arising are recorded in Equity reserves and are transferred to profit or loss upon disposal of these enterprises.

2.3 Group structure and method of company consolidation

The consolidated financial statements include, with the method of full consolidation, in addition to the parent company the following subsidiaries:

GROUP STRUCTURE

Name	Headquarters	Participation %	Relation that dictated consolidation	Consolidation method
I.Kloukinas-I.Lappas Construction & Commerce S.A.	Greece	**Parent Company**	-	-
KLTH Carpentry works Ltd	Greece	100,00%	Direct	Full Consolidation
I.Kloukinas-I.Lappas Energy S.A.	Greece	93,14%	Direct	Full Consolidation
MYIE Kerasovou S.A.	Greece	82,89%	Indirect(I.Kloukinas-I.Lappas Energy S.A with 89%)	Full Consolidation
KLM SA-TEDRA SA joint venture	Greece	70,00%	Indirect(IKLM ATE with100%)	Full Consolidation
KLM SA-ISTOS LTD joint venture	Greece	75,00%	Indirect(IKLM ATE with100%)	Full Consolidation
KLM SA-ISTOS LTD joint venture(Larisa project)	Greece	75,00%	Indirect(IKLM ATE with100%)	Full Consolidation
COMPTON HOUSE PROPERTIES LIMITED COMPANY	Greece	100,00%	Direct	Full Consolidation
COMPTON HOUSE HELLAS(ELC)	Greece	100,00%	Indirect	Full Consolidation
ENTELEIA SA	Greece	100,00%	Direct	Full Consolidation
SYSMEROM COM SRL	Romania	100,00%	Direct	Full Consolidation
KLM BULGARIA EOOD	Bulgaria	100,00%	Direct	Full Consolidation
KLMS COM DOOEL	FYROM	100,00%	Direct	Full Consolidation
KLSAL LTD	Albania	100,00%	Direct	Full Consolidation
KLSER COMMERCE LTD	Serbia	100,00%	Direct	Full Consolidation
KLSLV D.O.O	Slovenia	100,00%	Direct 12,79% Indirect 87,21%	Full Consolidation
KLMOL	Moldavia	100,00%	Direct	Full Consolidation
KLOUKINAS-LAPPAS SA-ERGO SA joint venture	Greece	50,00%	Indirect(IKLM ATE with100%)	Equity
K.L.M.SA &SIA ERGO PALLINIS EE	Greece	70,00%	Indirect(IKLM ATE with100%)	Equity
K.L.M.SA &SIA EE	Greece	70,00%	Indirect(IKLM ATE with100%)	Equity
ATHONIKI TECHNIKI-KLM SA joint venture	Greece	50,00%	Indirect(IKLM ATE with100%)	Equity
ATTIKAT	Greece	10,00%	Indirect(IKLM ATE with100%)	Equity

In the current period the company under the name KLSLV D.O.O (SLOVENIA) had a share capital increase. The company SYSMEROM COM participated by 100% where as the parent company resigned from the option. The direct participation of the parent company has decreased to 12,79% and the rest 87,21% is possessed indirectly through the subsidiary company.
In the current period the parent company withdrawn its subsidiary company by 100% KLM TRGOVINA KROATIA which was originally established for the expansion of the Mothercare network in the region of Balkans. The aforementioned company did not present any activity since its foundation.
The method of full consolidation is not applicable in the case of companies consolidated using the equity method, insofar the company does not exercise control on the basis of an agreement with the remaining shareholders.

2.4 Report by Segment

The chief operating decision-maker has been identified as the Board of Directors. Management has determined the operating segments based on these reports as follows:

- Commerce
- Construction
- Energy

2.5 Recognition of revenues / costs

2.5.1 Revenues

Revenues are generated by the sale of goods, the execution of works and the provision of services, as well as the receipt of interest and dividends. Revenues are measured at the fair value of the consideration receivable or received and include the true sales value, net of taxes recovered, discounts and returns. Revenue recognition by category is carried out as follows:
(a) Sales of merchandise / goods

Sales of goods are recognized when the Group / the Company delivers the goods to the customer, the customer accepts them, the consideration for the sale has been agreed upon, collection of claims is assured only in cash, and the cost can be reliably measured.

(b) Revenues from the execution of projects

Revenues from the execution of projects arise from the company's fees for the construction of assets, namely buildings, on behalf of its clients with whom it signs a relevant contract for the execution of works. These are mainly «fixed amount» contracts and can be long or short term depending on their duration.

(bi) Long-term project contracts

In order to recognize revenues arising from the execution of projects spanning two or more accounting periods, the Company applies the «percentage of completion» accounting method provided for in IAS 11. According to this method, if the outcome of a construction contract can be reliably estimated, revenue and costs linked to the contract are recognized in proportion to the stage (percentage) of completion of contract activity at the balance sheet date. No profit is recognized for project contracts for which the outcome cannot be reliably estimated and the revenue recognized is equivalent to the cost of sales in the income statement. An expected loss on a project contract is recognized in its entirety in the income statements of the fiscal year in which this loss is identified.

The stage (percentage) of completion of each project contract is calculated as the proportion of contract costs incurred for works performed at the balance sheet date in relation to the estimated total contract costs to completion of works and delivery to the client. The project contract costs, as per above, do not include costs pertaining to future works nor down-payments to sub-contractors.

Changes in initial revenue and cost estimates for project contracts are dealt with according to IAS 8, bearing on the current and future financial years.

(bii) Short-term project contracts

Revenue and costs of project contracts executed, from beginning to completion of works, within the same accounting period are recognized in their entirety in the income statements of the period.

(c) Revenues from provision of services

Revenues arising from the provision of services are recognized when the amount of revenue amount can be reliably measured, it is probable that the economic benefits will flow to the Company, the stage of completion of the transaction at the balance sheet date can be reliably measured, and the costs incurred in respect of the transaction as well as those to be incurred for the completion thereof can also be reliably estimated.

(d) Interest income

Interest income is recognized on a time proportion basis using the effective interest method.

(e) Dividend income

Dividend income is recognized when the shareholders right to receive payment is established.

(f) Revenue from leases

Rents receivable are recognized in the income statement according to the rent amount corresponding to the period in question.

2.5.2 Costs

a) Cost of sales

The cost of goods sold is recognized concurrently with the delivery of goods (issuance of the corresponding fiscal document) to customers.
b) Cost of project contracts
The cost of project contracts includes a) all costs directly related to each contract (direct cost), b) costs attributable to the general contracting activity to the extent that they can be reasonably allocated to each contract (indirect cost) and c) all other expenses specifically charged to an individual contract.
The direct cost of contracts includes direct labor costs, sub-contractor fees, the cost of materials used, amortization of machinery and equipment used in construction, expenses for the transfer of machinery and materials, and the estimated cost of site restoration works and guarantees.
The indirect cost of construction contracts includes insurance premiums, design and technical assistance expenses and general construction costs. They are allocated in a systematic and rational way to contracts.
Expenses specifically related to a contract include any administrative or sales & marketing expense related to it.
The costs of a project contract are encompassed in the period from the signing of the contract until its full completion (delivery of the project to the client). Expenses directly linked to a contract and incurred prior to signing are included in the contract costs only if the signing of the contract and the incurring of said expenses fall in the same fiscal year.

2.6 Effects of Exchange rate fluctuations

Foreign currency transactions are converted into euros at the rate of exchange at the date of the transaction.
At the balance sheet date, foreign currency assets and liabilities are converted into euros at the rate of exchange on that date. Foreign currency gains or losses ensuing from conversion are recognized in profit & loss.

2.7 Income Tax and Deferred Taxes

The period is charged with income taxes consisting of current taxes and deferred taxes, that is taxes or tax exemptions related to the economic benefits ensuing within the period but have already been or will be imputed by fiscal authorities to different periods. Income taxes are recognized in the period's income statement, except to the extent that the tax arises from transactions recognized directly in equity, in which case the tax is also directly recognized in equity in a corresponding manner.
Current income taxes include short term liabilities and/or claims expected to be paid (recovered from) on the period's taxable income and any additional income tax carried over from previous fiscal years.
Current taxes are measured according to the tax rates and fiscal laws applicable in the fiscal periods to which they relate, based on taxable profits for that year. All changes in the short term tax assets or liabilities are recognized as expenses in the income statement.

Deferred income taxes are recognized with the liability method on all temporary differences between the carrying value of an asset or liability and its tax base. Deferred income taxes are not recognized if they arise from the initial recognition of assets or liabilities in a transaction, other than in a business combination which, at the time of the transaction, did not affect either the accounting or the taxable profit or loss.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply to the period when the asset is realized or the liability is settled, based on tax rates and fiscal laws that have been enacted or substantively enacted by the balance sheet date.
In the event it is impossible to determine the timing of the reversal of temporary differences, the tax rate in force on the day following the balance sheet date is applied.
Deferred tax assets are recognized to the extent it is probable that taxable profit will be available against which the deductible temporary differences can be utilized.
Deferred income taxes are recognized for deductible temporary differences arising from investments in subsidiaries and affiliates, unless the reversal of temporary differences is controlled by the Group and it is probable that the temporary difference will not reverse in the foreseeable future. Deferred tax liabilities are also measured taking into account the possible tax differences ensuing from an audit by competent authorities.

Most changes in deferred tax assets or liabilities are recognized as part of tax-related expenses in the income statement. Only changes in assets or liabilities having an impact on temporary differences are directly recognized in the Group's equity, such as revaluation of real estate properties, result in the corresponding change in deferred tax assets or liabilities charged against the relevant equity account.

2.8 Tangible assets

Tangible assets are recorded in financial statements at their purchase price or at imputed cost as determined on the basis of fair value on the date of transfer, less accumulated depreciation and eventual asset impairment. Purchase cost includes all expenses incurred to acquire an item of property.
Subsequent expenses are recognized at revaluation of the carrying value of tangible assets or as a separate asset only if it is probable that the future economic benefits associated with the asset will flow to the Group and their cost can be reliably measured. The cost of repair and maintenance is recognized at the moment it is actually incurred.
Depreciation of tangible assets (other than land that does not depreciate) is calculated over the asset's useful life as follows:

Buildings and installations	50	years
Machinery and Equipment	5	years
Vehicles and Transport Equipment	5	years
Computers	3	years
Other equipment	5	years

The residual value and useful life of tangible assets are reviewed at each balance sheet date. When the carrying value of tangible assets exceeds their residual value, the difference is directly recognized as an expense in the income statement.
When a fixed tangible asset is disposed of, the differences between the proceeds and the carrying value are recorded as gains or losses in the income statement. Finally, when fixed tangible assets are measured at fair value, any revaluation surplus credited to equity at the moment of the sale is carried forward. Repairs and maintenance are recorded in the expenses of the relevant period.

Self-produced tangible assets represent an addition to the purchase costs at values that include the direct cost of salaries of the personnel participating in the construction (corresponding employer contributions), the cost of perishables and other general costs.

2.9 Investments in property

Investments in property are carried out to earn rentals or realize capital gains or both. Investment properties are properties (including land, buildings, or parts of a building or both) held by the Group either to earn rentals from their lease or to realize capital gains or both.
According to the recognition criteria, the Group recognizes all the expenses related to an investment property when they are incurred. These expenses include all expenses initially incurred for the acquisition of the property and all subsequent expenses incurred for the extension or replacement of part of the property. According to the recognition criteria, the Group does not include repair expenses in the carrying value of investment properties, being directly recognized in the income statement.
Investment properties are initially recognized at their purchase cost, incremented by all the expenses related to the purchase transaction (e.g. notary fees, agent fees, property transfer taxes). The cost of investment properties is the equivalent price in cash. If payment for the acquisition of an investment property is deferred beyond usual credit terms, the difference between the total of payments and the equivalent amount in cash will be recognized and recorded in the income statement as interest (expense) throughout the duration of the credit.
The Group chose to value property investments on a fair value basis. According to this policy, the fair value of a property investment is the amount for which the property could be exchanged between knowledgeable, willing parties in an arm's length transaction. Fair value excludes a valued price accrued or reduced because of special terms or circumstances, such as unusual financing, sale with lease back agreement, special considerations or concessions made by any party involved in the sale. Gains (or losses) arising from changes in the fair value of an investment property is recognized as a net profit or loss in the period in which it arises.
Key factors in determining fair value are current prices in an active market for similar properties in the same location and condition.

2.10 Itangible assets

Software licenses : These include primarily the costs of implementing the computer software program. The cost of software licences are capitalized on the basis of the costs incurred to acquire and bring to use the specific software . These costs are amortised over their estimated useful lifes with the straight line method (3 to 5 years).
Commercial brands and licences: the acquired commercial brand and licenses should be carried at cost less any accumulated amortization. They should be amortised on a systematic basis over its useful life. The amortization period should reflect the best estimate of the period during which futur economic benefits are expected to flow to the enterprise (20 years).
Intangible Market Value of Retail Stores: The Intangible market Value of the Company's retail stores is measured at cost less depreciation. Depreciation is performed based on the lease term of the stores, which is 8 to 12 years.

2.11 Asset impairment

Assets having an indefinite useful life are not depreciated and are subject to an annual impairment control or whenever there is an indication that the carrying value is not recoverable. Assets that are depreciated are subject to an impairment control whenever

there is an indication that the carrying value is not recoverable. The recoverable amount is the higher of an asset's net selling price and its value in use.
An impairment loss is recognized by the company whenever the recoverable amount of assets is below their carrying value (or their Cash Generation Unit).
Net selling price is the amount ensuing from the sale of an asset within the framework of a bargained transaction between fully knowledgeable and willing parties, less any additional direct cost of disposal of the asset; value in use is the current value of estimated future cash flows the enterprise expects to derive from the asset’s use and its disposal at the end of its estimated useful life.

2.12 Valuation of subsidiaries and affiliates
Participations in subsidiaries and affiliated companies are accounted in the parent company’s financial statements at the cost of acquisition less impairment losses.

2.13 Inventories

Inventory is stated at the lower of cost and net realizable value. Cost of inventories is determined using the weighed average cost method.Net realizable value is the estimated selling price in the ordinary course of business, less applicable variable selling expenses.

2.14 Customer Receivables
Customer Receivables are initially recorded at their fair value which corresponds to the nominal value, less impairment losses. Impairment losses (losses from doubtful receivables) are recognized when there is an objective proof that the Group is not in a position to collect all the amounts due on the basis of contractual terms. Impairment losses are the difference between the carrying value of receivables and estimated future cash-flows. Any impairment loss amount is recorded as an expense in the financial statements of the year in which the concurrence of the above conditions has been identified.

2.15 Financial instruments
A financial instrument is any contract that gives rise to a financial asset of one enterprise and a financial liability or equity instrument of another enterprise.
The Group’s financial instruments are classified in the categories below on the basis of the substance of the contract and the purpose for which they were acquired.

2.15.1 Financial instruments classified at fair value through profit and loss.

These are financial assets meeting any of the below mentioned criteria:

Financial assets held for trading (including derivatives other than those that are fixed effective offsetting means, those that are acquired or created with a view to selling or re-purchasing and those that are part of a portfolio of recognized financial instruments).
At initial recognition the enterprise records these assets at fair value, recognizing changes in the Income statement.

2.15.2. Loans and receivables

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market and with no intention of trading. They are included in current assets, except for maturities greater than 12 months after the balance sheet date. Loans and receivables are included in trade and other receivables in the balance sheet.

2.15.3 Financial assets available for sale

It includes non-derivative financial assets that are either designated in this category or cannot be classified in any of the above categories.
Subsequent valuations of these financial instruments are carried out at fair value, provided it can be reliably measured, whereas in the opposite case valuations are based on cost of acquisition.
Profits or losses arising from assets available for sale are directly recognized in equity until the asset is disposed of.
In the event the value of financial assets decreases, the amount is not recognized in equity but in profit & loss. The same holds true for profits or losses arising from foreign exchange differences.
Purchases and sales of investments are recognized at the transaction date, which is the date that the Group commits to purchase or sell the item. Investments are initially recorded at fair value plus directly allocated costs. Investments are written-off when the right to the cash flows of the investment expire or are transferred and the Group has essentially transferred all the risks and rewards related to the ownership of the investment.
The fair values of financial assets, which are traded on active markets, are determined by the market values. The fair value of financial assets not traded on active markets is determined by the use of valuation techniques determined by the net present value of cash flows.
At each balance sheet date, the Group determines if there are objective indications which may lead to the conclusion that the financial assets are impaired. For shares in companies which have been classified as Available for sale, such an indication is the significant or protracted decrease in the fair valued as compared to the cost. If the impairment can be substantiated, the accumulated loss recorded under Equity is transferred to the income statement.

2.16 Cash and cash equivalents

Cash and cash equivalents include cash on hand and deposits together with short-term, highly liquid investments such as money market products and bank deposits. Money market products are financial assets recorded at fair value in profit & loss.

2.17 Share capital

Expenses incurred for the issue of shares are recognized after the deduction of the relevant income tax and charged against the issue proceeds. Expenses related to the issue of shares towards the acquisition of enterprises are included in the cost of acquisition of said entity.
Company shares are traded on the Athens Stock Exchange under the KLM ticker symbol. Each ordinary nominal share is entitled to one vote.

2.18 Borrowings

Loans are initially recognized at fair value net of any transaction costs incurred. Subsequently, they are recognized at amortized cost using the real interest rate method. Any difference between the proceeds (net of transaction costs) and the redemption value is recognised in the income statement over the period of the borrowings using the effective interest rate method.

2.19 Leases

2.19.1 As lessee:

Leases in which the risks and rewards of ownership are retained by a third party, that is the lessor, are classified as operating leases. Payments made, including down-payments, are correspondingly recognized in the income statements over the term of the lease.
Fixed asset leases in which all the risks and rewards of ownership are retained by the Company are classified as finance leases. Finance leases are capitalized at the inception of the lease at the lower of the fair value of the leased asset and the present value of the minimum lease payments. Each lease payment is allocated between the liability and the finance charges. The corresponding lease obligation net of finance charges, are recognized in long-term and short-term liabilities, while the interest element of the finance cost is recognized in the income statement. Profits arising from the sale of the asset are recorded as deferred income and are recognized as income in the income statement over the lease period.
Tangible assets acquired through finance leases are depreciated over the shorter of the lease term or the useful life of the asset.

2.19.2 As lessor:

Assets leased under operating leases are included in the tangible assets of the balance sheet. They are depreciated over the duration of their useful life in a way consistent with that for owned assets. Lease income (net of any incentive granted to lessees) is recognized over the lease term on a straight-line basis. The Group does not lease assets under finance leases but under operating leases.

2.20 Employee benefits

2.20.1 Short-term benefits:

Short-term employee benefits (with the exception of termination benefits) in cash and in kind are recognized as an expense when actually incurred. Any unpaid amount is recorded under liabilities, whereas whenever the amount paid exceeds benefits, the enterprise recognizes the amount in excess as an asset (pre-paid expense) only to the extent that this pre-payment will lead to a decrease of future payments or to a return.
The actuarial benefit valuation method used was the Projected Unit Credit Method.
Actuarial gains and losses are items of the enterprise's obligation, as well as of the expense to be recognized in the income statement. They arise from adjustments above or below the 10% margin of the accumulated obligation and are recognized in profit & loss in the expected average remaining working lives of the participating employees.

2.20.2 Termination benefits:

Termination benefits are paid when the employment of an employee or group of employees is terminated before the normal retirement date. The Group recognizes these benefits when it is demonstrably committed to either terminate the employment of existing employees on the basis of a detailed formal plan for the termination that has no realistic possibility of withdrawal, or when it provides termination benefits as an incentive to encourage voluntary redundancy. Where termination benefits fall due after more than 12 months after the balance sheet date, they are discounted on the basis of the yield of high quality corporate bonds or government bonds.
In the event of an offer made to encourage voluntary redundancy, the valuation of termination benefits is based on the number of employees expected to accept this offer. In the event of employment termination where it is impossible to determine the number of employees that will make use of these benefits, same are not accounted but simply disclosed as possible obligation (contingent liability).

2.21 Government grants

The Group recognizes government grants that cumulatively satisfy the following criteria: a) there is reasonable assurance that the enterprise will comply with any conditions attached to the grant and b) there is reasonable assurance that the grant will be received. Grants are recorded at fair value and are systematically recognized as income, on the basis of the principle of the correlation of grants with the corresponding costs they compensate.
Grants relating to assets are included in long-term liabilities as deferred income and are systematically and rationally recognized as income over the useful life of the asset.

2.22 Trade and other payables

Liabilities for trade and other amounts payable which are normally settled on 30-90 days terms, are carried at cost which is the fair value of the consideration to be paid in the future for goods and services received.

2.23 Provisions

Provisions are recognized when the Group has present legal or constructive obligations as a result of past events, their settlement will probably result in an outflow of resources and the exact amount of the obligations can be reliably estimated. Provisions are reviewed at each balance sheet date and adjusted so as to reflect the amount that an enterprise would rationally pay to settle the obligations. Possible obligations (contingent liabilities) are not recognized in financial statements but only disclosed, unless the probability of outflow of resources incorporating economic benefits is minimal. Contingent assets are not recognized in financial statements but are disclosed when an inflow of economic benefits is probable.

2.24 Construction contracts

A construction contract is a contract specifically negotiated for the construction of an asset or a group of interrelated assets for and on behalf of customers, according to the terms provided for in the relevant contracts, the execution of which usually covers a period of time exceeding one financial year.
Expenses related to the contract are recognized whenever they are actually incurred. If the outcome of a construction contract cannot be reliably estimated, particularly in the early stages of the project, then the expense is recognized only to the extent that the contract costs incurred are expected to be recoverable and contract costs should be

expensed as incurred. Consequently, in these contracts, the income recognized must be such that there is a zero profit from the specific project.
If the outcome of a construction contract can be reliably estimated, revenue and costs are recognized respectively as revenue and costs for the duration of the contract. The Group uses the percentage of completion method of accounting in order to determine the suitable revenue and costs to be recognized in a specific period.
The stage of completion of a contract is measured on the basis of the proportion that contract costs incurred for work performed to date bear to the estimated total contract costs. Whenever there is a reasonable indication that the total contract cost will exceed total revenue, the expected loss on a construction contract is directly recognized as an expense in the income statement.
In order to measure the cost incurred until the end of the fiscal year, any expense related to future works in relation to the contract is excluded and is accounted as work in progress. The total cost incurred and the total profit/loss recognized for each contract is compared with the progressive invoicing until the end of the fiscal year.
Whenever the incurred expenses plus net profits (minus losses) that have been recognized exceed progressive invoicing, the difference is accounted as a receivable from contract customers under «Trade debtors and other receivables». Whenever progressive invoicing exceeds the expenses incurred plus net profits (minus losses) that have been recognized, the balance is accounted as an obligation to contract customers under «Suppliers and other liabilities».

2.25 Dividend Distribution

The distribution of dividends to the shareholders of the parent company and the remuneration of the Board of Directors from the profits of the fiscal year are recognized as a liability in the separate and consolidated financial statements on the date the distribution is approved by the General Shareholders Meeting.

3. Financial risk factors

Risk management falls under the competence of the Financial Department that operates according to specific rules approved by the Board of Directors.

Market risk

- Foreign exchange risk

The Group operates internationally and therefore it is exposed to foreign exchange risk , which arise mainly from the British Pounds. The Group contacts constantly its financial advisors in order to determine the appropriate hedging policy .

The following table illustrates the sensitivity of the result for the year and the equity in regards to hypothetical fluctuation of € / Ron exchange rate.
It assumes a 10% change for the year ended 31 December 2009

	31.12.2009	
	Increase	**Decrease**
Net results for the year	(62.461)	76.342
Equity	(178.991)	215.056

The financial assets and liabilities in foreign currency translated into euro using the exchange rate at the balance sheet date as follows:

	31.12.2009
	£
Financial Assets	0
Financial Liabilities	1.802.068
	1.802.068

The following table illustrates the sensitivity of the result for the year and the equity in regards to to hypothetical fluctuation of € / £ exchange rate.
It assumes a 2% change for the year ended 31 December 2009

	31.12.2009	
	Increase	**Decrease**
Net results for the year	(36.740)	38.240
Equity	(36.740)	38.240

- Price Risk

The Group is exposed to commodity price risk due to transactions mainly in British pounds and US dollar. A change in selling price of goods protects the company against this volatility.

- Interest rate risk

Interest rate risk is usually due to long term loan agrements. All loans are expressed in floating rates. Changes in interest rates expose the Group to cash-flow risks. Financial expenses increase or decrease as a result of such changes.
The following table reflects the sensitivity of income and equity in relation to a hypothetical assumption regarding interest fluctuation. It assumes a 1% change for the year ended 31 December 2009

	31.12.2009	
	Increase	**Decrease**
Net results for the year	(179.280)	179.280
Equity	(179.280)	179.280

Credit Risk

The Group does not have a significant concentration of credit risk. The policies it has developed ensure that construction contracts are signed with clients that have a satisfactory credit standing. The sale of merchandise is carried out only against cash. Cash-related transactions are carried out with reliable credit institutions.

Liquidity Risk

Liquidity risks are irrelevant insofar that the Group has sufficient cash as well as sufficient credit lines with cooperating banks.

3.1 Capital Management

The Group's objectives as regards to management of capital, is to reassure the ability for the Group's smooth operation, which aims at providing satisfactory returns to shareholders and to maintain an ideal capital structure by reducing thus the cost of capital. The Group monitors its capital based on the leverage rate. The leverage rate is calculated by dividing net debt with total employed capital. Net debt is calculated as "Total debt" (including "short-term and long-term debt" as presented in the Balance Sheet) minus "Cash and cash equivalents". Total employed capital is calculated as "Equity attributed to shareholders of the parent" as presented in the balance sheet plus net debt. The leverage ratio on December 31st 2009 was as follows:

	GROUP		COMPANY	
	31/12/2009	31/12/2008	31/12/2009	31/12/2008
TOTAL DEBT	29.938.808,96	34.499.409,94	25.698.264,92	29.725.627,20
LESS: CASH AND CASH EQUIVALENT	-12.234.588,98	-13.419.291,04	-6.171.903,70	-5.974.413,97
NET DEBT	**17.704.219,98**	**21.080.118,90**	**19.526.361,22**	**23.751.213,23**
EQUITY ATTRIBUTABLE TO SHAREHOLDERS OF PARENT	63.979.512,01	65.770.375,93	60.588.007,70	63.269.514,83
TOTAL EMPLOYED CAPITAL	**81.683.732,00**	**86.850.494,83**	**80.114.368,93**	**87.020.728,05**
LEVERAGE RATIO	**22%**	**24%**	**24%**	**27%**

3.2 Fair value estimation

The fair value of financial instruments traded in active markets (such as publicly traded derivatives, and trading and available-for-sale securities) is based on quoted market prices at the balance sheet date. The fair value of financial instruments that are not traded in an active market (for example, over-the-counter derivatives) is determined by using valuation techniques. The Company uses a variety of methods and makes assumptions that are based on market conditions existing at each balance sheet date. Quoted market prices or dealer quotes for similar instruments are used for valuation purposes where applicable. Other techniques, such as estimated discounted cash flows, are used to determine fair value for the remaining financial instruments.

3.3 Critical accounting estimates and judgements

The Company makes estimates and assumptions concerning the future. The resulting accounting estimates will, by definition, seldom equal the related actual results. The estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are discussed below.

Estimates and judgements are continually evaluated and are based on historical experience as adjusted for current market conditions and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

3.4 Income taxes

Current income tax liabilities for the current and prior periods are measured, in accordance with IAS 12, at the amounts expected to be paid to the taxation authorities and includes provision for current income taxes reported in the respective income tax returns and the potential additional tax assessments that may be imposed by the tax authorities upon settlement of the unaudited tax years.
Group entities are subject to income taxes in numerous jurisdictions. Significant judgment is required in determining the worldwide provision for income taxes. Where the final tax outcome of these matters is different from the amounts that were initially recorded, such differences will impact the income tax and deferred tax provisions in the period in which such determination is made.

3.5 Provision for doubtful customers

The Management of the Company proceeds to periodical revaluation of the provision sufficiency concerning the doubtful customers in accordance with the credit policy taking into account its Legal Councelor advices for the cases it handles.

4. SEGMENT INFORMATION

The Group's main business activities involve the sale of goods and revenues from construction contracts. To enhance the understanding of the financial statements, the results of these activities are presented in detail below.

4.1 Review by business segment

The chief operating decision-maker has been identified as the Board of Directors. Management has determined the operating segments based on these reports as follows:

- Commerce
- Construction
- Energy

GROUP 01.01 - 31.12.2009	Commerce	Construct	Energy	Total
Amounts in €				
Revenues from external customers	49.998.062	20.144.865	1.015.546	71.158.473
Revenues from intersegment sales	0	0	0	0
Depreciations	1.474.402	172.491	119.093	1.765.986
Interest expenses	-1.271.767	-172.276	-27.194	-1.471.238
Interest received	58.807	3.951	7.796	70.555
Devaluation of tangible and intangible assets	-6.887.544	0	0	-6.887.544
Income from associated companies	0	-6.252	0	-6.252
Profit/(losses) before tax	**957.150**	**208.265**	**702.350**	**1.867.766**
Tax	-1.486.886	-142.423	-114.282	-1.743.591
Profit/(losses) after tax	**-529.736**	**65.843**	**588.068**	**124.174**

GROUP 01.01 - 31.12.2008	Commerce	Construct	Energy	Total
Amounts in €				
Revenues from external customers	45.211.542	31.035.691	623.874	76.871.107
Depreciations	1.465.021	241.321	118.864	1.825.206
Interest expenses	-1.622.095	-349.895	-93.449	-2.065.439
Interest received	122.617	9.860	17.946	150.424
Income from associated companies	0	-12.502	0	-12.502
Profit/(losses) before tax	**7.274.762**	**2.328.781**	**293.082**	**9.896.625**
Tax	-2.118.265	-589.967	-183.926	-2.892.158
Profit/(losses) after tax	**5.156.497**	**1.738.815**	**109.156**	**7.004.467**

31/12/2009				
Segment assets	**90.231.591**	**18.493.549**	**6.152.292**	**114.877.432**
Segment liabilities	**39.020.487**	**9.251.586**	**1.859.658**	**50.131.732**
31/12/2008				
Segment assets	**98.976.893**	**23.816.569**	**5.816.061**	**128.609.524**
Segment liabilities	**45.776.476**	**14.352.343**	**2.109.382**	**62.238.202**

4.2 Review by geographical segment for commercial activity

Domestic sales are generated by the companies I.KLOUKINAS - I.LAPPAS S.A. and COMPTON HOUSE HELLAS.
Sales abroad are generated by the companies SYSMEROM COM SRL (Romania), KLMS KOM DOOEL (FYROM) and KLM BULGARIA LTD (Bulgaria),KLAL LTD (ALBANIA), KLSER COMMERSE LTD (SERBIA) and KLSV DOO (SLOVENIA).

Amounts reported in €	GREECE 01.01 - 31.12.2009	GREECE 01.01 - 31.12.2008	BALKANS 01.01 - 31.12.2009	BALKANS 01.01 - 31.12.2008
Sales	43.865.099	39.538.089	6.132.962	5.673.453
Cost of Sales	-15.244.884	-13.519.023	-2.132.069	-1.767.768
Gross Profit	**28.620.215**	**26.019.066**	**4.000.893**	**3.905.685**
Other operating income	1.022.185	1.549.705	114.604	42.036
Distribution costs	-17.149.909	-16.478.153	-3.507.712	-2.389.770
Administrative expenses	-3.443.631	-3.356.809	-337.396	-459.791
Other operating expenses	-125.127	-70.539	-143.673	0
Operating profit	**8.923.733**	**7.663.268**	**126.716**	**1.098.161**
Devaluation of tangible and intangible assets	-6.887.544	0	0	0
Finance cost	-1.223.694	-1.516.504	17.939	29.836
Income from associates	0	0	0	0
Proceeds from acquisition of subsidiary	0	0	0	0
Profit before tax	**812.495**	**6.146.765**	**144.656**	**1.127.997**

4.3 Review of construction segment

The revenue recognized from construction contracts as at 31.12.09 and 31.12.08 is 45.892.244,76 € and 43.778.499,70 € respectively.

The group uses the percentage of completion method of accounting in order to determine the suitable revenue and costs to be recognized in a specific period. The stage of completion of a contract is measured on the basis of the proportion that contract costs incurred for work performed to date bear to the estimated total contract costs.

The total realized cost and the recognized profits (less losses) for the work in progress as 31.12.09 and 31.12.08 are 29.955.507,25 € and 26.245.780,06 €.

The gross amount receivable (payable) from (to) customers is analyzed as follows:

Amounts in €	Group 31.12.2009	Group 31.12.2008
Realized cost	52.606.644	37.672.297
Plus: recognized profit	10.618.512	9.648.311
Less: total recognized losses	0,00	0,00
Less: invoiced amounts	61.467.529	45.308.988
Amounts receivables/ payables	**1.757.627**	**2.011.602**

5. NOTES ON FINANCIAL STATEMENTS

5.1 Tangible Assets (property, plant & equipment)

Land and buildings were revalued at deemed cost on the date of transition to the IFRS, in accordance with the provisions of IFRS 1. The deemed cost is the tangible asset's fair value at the IFRS transition date, as determined by an independent valuation firm.
The company holds legal title on its tangible assets which are not burdened by mortgages or mortgage prenotations, except for those mentioned in detail in paragraph 6.1.4 "Existing mortgages and prenotations" of these notes

The Group's tangible assets (property, plant & equipment) are as follows:

	Land	Buildings	Machinery & equipment	Motor vehicles	Furniture & fixtures	Assets under construction	Total
Cost							
Balance 01/01/08	4.279.508	19.099.021	5.840.608	814.178	3.850.724	476.878	34.360.917
Additions	0	1.961.613	64.999	44.555	598.481	124.215	2.793.863
Disposals	0	0	0	-14.087	0	0	-14.087
Assets Write-offs	0	0	0	0	0	0	0
Exchange Differences	0	-59.166	-3.829	-5.597	-18.927	0	-87.519
Transferred assets	0	0	0	0	0	0	0
Subsidiary acquisitions	0	0	0	0	0	0	0
Transfers	0	429.715	0	0	47.163	-476.878	0
Balance 31.12.08	**4.279.508**	**21.431.183**	**5.901.778**	**839.049**	**4.477.441**	**124.215**	**37.053.174**
0							
Depreciation							
Balance 01/01/08	0	5.300.362	1.220.667	519.805	2.539.906	0	9.580.739
Additions	0	869.063	252.819	61.619	522.983	0	1.706.484
Disposals	0	0	0	-14.087	0	0	-14.087
Assets Write-offs	0	0	0	0	0	0	0
Exchange Differences	0	-11.106	-2.846	-2.888	-5.728	0	-22.570
Transferred assets	0	0	0	0	0	0	0
Subsidiary acquisitions	0	0	0	0	0	0	0
Transfers	0	-4.707	0	0	4.707	0	0
Balance 31.12.08	**0**	**6.153.610**	**1.470.640**	**564.449**	**3.061.867**	**0**	**11.250.567**
Net book value 31/12/08	**4.279.508**	**15.277.572**	**4.431.137**	**274.601**	**1.415.574**	**124.215**	**25.802.607**

	Land	Buildings	Machinery & equipment	Motor vehicles	Furniture & fixtures	Assets under construction	Total
Cost							
Balance 01/01/09	4.279.508	21.431.183	5.901.778	839.049	4.477.441	124.215	37.053.174
Additions	0	1.217.287	28.222	38.466	552.099	0	1.836.073
Disposals	0	-6.997	0	-3.635	-29.112	0	-39.744
Assets Write-offs	0	0	0	0	0	0	0
Exchange Differences	0	-45.270	-3.260	-2.587	-14.185	0	-65.302
Transferred assets	0	0	0	0	0	0	0
Subsidiary acquisitions	0	0	0	0	0	0	0
Transfers	0	107.215	0	0	0	-107.215	0
Balance 31.12.09	**4.279.508**	**22.703.417**	**5.926.740**	**871.293**	**4.986.243**	**17.000**	**38.784.202**
Depreciation							
Balance 01/01/09	0	6.153.610	1.470.640	564.449	3.061.867	0	11.250.567
Additions	0	988.265	206.119	55.219	486.310	0	1.735.914
Disposals	0	0	0	-1.939	-1.184	0	-3.123
Assets Write-offs	0	0	0	0	0	0	0
Exchange Differences	0	-6.775	-1.532	-1.355	-4.039	0	-13.702
Transferred assets	0	0	0	0	0	0	0
Subsidiary acquisitions	0	0	0	0	0	0	0
Transfers	0	0	0	0	0	0	0
Balance 31.12.09	**0**	**7.135.101**	**1.675.227**	**616.374**	**3.542.954**	**0**	**12.969.656**
Net book value 31/12/09	**4.279.508**	**15.568.316**	**4.251.512**	**254.919**	**1.443.289**	**17.000**	**25.814.545**

The Company 's tangible assets (property, plant & equipment) are as follows:

	Land	Buildings	Machinery & equipment	Motor vehicles	Furniture & fixtures	Assets under construction	Total
Cost							
Balance 01/01/08	4.119.908	16.505.900	778.380	738.175	3.194.113	476.878	25.813.353
Additions	0	1.440.835	39.270	27.811	517.822		2.025.738
Transferred assets	-448.000	-2.783.684	-744.631	-482.733	-559.522		-5.018.569
Transfers	0	476.878	0	0	0	-476.878	0
Balance 31/12/08	**3.671.908**	**15.639.928**	**73.018**	**283.253**	**3.152.413**	**0**	**22.820.521**
Depreciation							
Balance 01/01/08	0	4.857.721	610.862	473.347	2.202.613	0	8.144.543
Additions	0	663.069	20.577	38.018	401.660	0	1.123.323
Transferred assets	0	-1.389.747	-592.505	-315.040	-532.405	0	-2.829.697
Balance 31/12/08	**0**	**4.131.043**	**38.934**	**196.324**	**2.071.869**	**0**	**6.438.169**
Net book value 31/12/08	**3.671.908**	**11.508.885**	**34.084**	**86.929**	**1.080.544**	**0**	**16.382.352**

	Land	Buildings	Machinery & equipment	Motor vehicles	Furniture & fixtures	Assets under construction	Total
Cost							
Balance 01/01/09	3.671.908	15.639.928	73.018	283.253	3.152.413	0	22.820.521
Additions	0	541.045	765	38.466	252.599	0	832.875
Disposals	0	-6.997	0	-3.635	-29.112	0	-39.744
Balance 31/12/09	**3.671.908**	**16.173.976**	**73.783**	**318.084**	**3.375.900**	**0**	**23.613.653**
Depreciation							
Balance 01/01/09	0	4.131.043	38.934	196.324	2.071.869	0	6.438.169
Additions	0	739.687	8.077	29.036	368.455		1.145.255
Disposals	0	0	0	-1.939	-1.184	0	-3.123
Balance 31/12/09	**0**	**4.870.730**	**47.011**	**223.421**	**2.439.140**	**0**	**7.580.302**
Net book value 31/12/09	**3.671.908**	**11.303.246**	**26.773**	**94.663**	**936.760**	**0**	**16.033.351**

5.2 Intangible Assets

GROUP	SOFTWARE	CONTRACT	OTHERS	TOTAL
Cost				
Balance 01/01/08	9.566	2.149.345	0	2.158.911
Additions	176	0	275.000	275.176
Assets Write-offs	-206	0	0	-206
Balance 31/12/08	**9.536**	**2.149.345**	**275.000**	**2.433.881**
Depreciation				
Balance 01/01/08	6.973	134.334	0	141.307
Additions	1.359	107.467	9.896	118.722
Balance 31/12/08	**8.332**	**241.801**	**9.896**	**260.029**
Net book value 31/12/08	**1.204**	**1.907.544**	**265.104**	**2.173.852**

GROUP	SOFTWARE	CONTRACT	OTHERS	TOTAL
Cost				
Balance 01/01/09	9.536	2.149.345	275.000	2.433.881
Additions	18.764	0	0	18.764
Assets Write-offs		-2.149.345		-2.149.345
Balance 31/12/09	**28.301**	**0**	**275.000**	**303.301**
Depreciation				
Balance 01/01/09	8.332	241.801	9.896	260.029
Additions	7.155	0	22.917	30.072
Assets Write-offs	0	-241.801	0	-241.801
Balance 31/12/09	**15.487**	**0**	**32.813**	**48.300**
Net book value 31/12/09	**12.813**	**0**	**242.187**	**255.001**

COMPANY	GROUP	ΟΜΙΛΟΣ	SOFTWARE	CONTRACT
Cost				
Balance 01/01/08	6.593	2.149.345	0	2.155.938
Additions	176	0	275.000	275.176
Assets Write-offs	-206	0	0	-206
Balance 31/12/08	**6.563**	**2.149.345**	**275.000**	**2.430.908**
Depreciation				
Balance 01/01/08	4.492	134.334	0	138.826
Additions	866	107.467	9.896	118.229
Balance 31/12/08	**5.358**	**241.801**	**9.896**	**257.055**
Net book value 31/12/08	**1.205**	**1.907.544**	**265.104**	**2.173.852**

COMPANY	GROUP	ΟΜΙΛΟΣ	SOFTWARE	CONTRACT
Cost				
Balance 01/01/09	6.563	2.149.345	275.000	2.430.908
Additions	11.404	0	0	11.404
Assets Write-offs	0	-2.149.345	0	-2.149.345
Balance 31/12/09	**17.966**	**0**	**275.000**	**292.966**
Depreciation				
Balance 01/01/09	5.358	241.801	9.896	257.055
Additions	1.854	0	22.917	24.771
Assets Write-offs	0	-241.801	0	-241.801
Balance 31/12/09	**7.212**	**0**	**32.813**	**40.025**
Net book value 31/12/09	**10.754**	**0**	**242.187**	**252.942**

5.3 Goodwill

	GROUP		COMPANY	
Amounts in €	**31/12/2009**	**31/12/2008**	**31/12/2009**	**31/12/2008**
Balance at 01/01/2009 & 01/01/2008	8.603.002	8.597.468	2.710.160	2.710.160
Additions	0	5.534	0	0
Balance at 31/12/2009 & 31/12/2008	**8.603.002**	**8.603.002**	**2.710.160**	**2.710.160**

5.4 Real Estate Investments

Real estate investments is related to a parent company's property which is leased to an Anonyme Societe. From the revaluation of the property in fair value a loss arised amounting to € 4.980.000. The resulting difference was recorded in the 2009 Income Statement.

INVESTMENT PROPERTY			
	Land	**Buildings**	**Total**
Amounts in €			
Balance as at 01.01.08	10.252.364	17.456.727	27.709.091
Revaluation	2.579.236	4.391.673	6.970.909
Balance as at 31.12.08	**12.831.600**	**21.848.400**	**34.680.000**
Balance as at 01.01.09	12.831.600	21.848.400	34.680.000
Devaluation	2.579.236	4.391.673	6.970.909
Revaluation			0
Balance as at 31.12.09	**10.989.000**	**18.711.000**	**29.700.000**

5.5 Investments in Subsidiaries

In the separate financial statements, investments in subsidiary companies are valued at acquisition cost. Changes during the year were as follows:

	COMPANY	
Amounts in €	**31/12/2009**	**31/12/2008**
Balance at 01/01/2009 & 01/01/2008	**18.430.465**	**11.063.534**
Withdrawal of subsidiary company	-9.950	0
Acquisition of Subsidiary company	0	60.000
Foundation of Subsidiary company	0	150.000
Increase due to contribution of the construction sector to subsidiary	0	7.166.432
Decrease due to spin off process	0	-49.500
Change from associate to subsidiary	0	40.000
Balance at 31/12/2009 & 31/12/2008	**18.420.515**	**18.430.465**

The withdrawal of subsidiary company is referring to KLM TRGOVINA (KROATIA) which did not present any activity since its foundation.

5.6 Investments in affiliated companies

	GROUP		**COMPANY**	
Amounts in €	**31/12/2009**	**31/12/2008**	**31/12/2009**	**31/12/2008**
Balance at 01/01/2009 & 01/01/2008	**10.310**	**60.051**	**0**	**79.310**
Change of consolidation method	0	2.760	0	0
Change from associate to subsidiary	0	-40.000	0	-40.000
Decrease due to spin off process	0	0	0	-39.310
Corresponding equity	-6.252	-12.502	0	0
Balance at 31/12/2009 & 31/12/2008	**4.058**	**10.310**	**0**	**0**

5.7 Other long-term receivables

	GROUP		COMPANY	
Amounts in €	31/12/2009	31/12/2008	31/12/2009	31/12/2008
Guarantees given	917.913	838.456	797.129	715.100

Other long-Term receivables are referring mainly to the guaranties given by the company for the leased premises.

5.8 Deferred tax liabilities and tax assets

Deferred income tax assets and liabilities are offset when there is a legally enforceable right to offset current tax assets against current tax liabilities and when the deferred income taxes relate to the same fiscal authority. The amounts offset were as follows:

	GROUP				COMPANY			
	31/12/2009		31/12/2008		31/12/2009		31/12/2008	
Amounts in €	Deferred Tax Asset	Deferred Tax Liability	Deferred Tax Asset	Deferred Tax Liability	Deferred Tax Asset	Deferred Tax Liability	Deferred Tax Asset	Deferred Tax Liability
Non-current assets								
Intangible Assets	169.183	-78.867	178.099	0	52.614	0	81.764	0
Tangible Assets	1.604	-3.273.515	0	-4.814.405	0	-3.108.701	0	-4.381.171
Current Assets								
Inventories	551.141	0	468.409	0	0	0	0	0
Trade debtors & Other Receivables	0	-991.581	109.408	-1.067.360	0	0	0	0
Financial Assets	0	0	0	0	0	0	0	0
Long-term Liabilities								
Interest bearing loans	1.161.958	-253.481	1.354.461	0	1.161.958	0	1.254.708	0
Provisions for retirement benefits	146.012	-3.183	140.268	0	96.900	0	90.793	0
Other Long-term Liabilities	0	-46.865	0	-114.918	0	-46.530	0	-102.853
Short - term Liabilities								
Current portion of interest bearing borrowings	0	0	225.000	0	0	0	225.000	0
Other Short - term Liabilities	191.151	-85.651	373.037	-344.799	0	-71.004	0	-71.004
Tax loss	3.677	0	0	0	0	0	0	0
Total	*2.224.727*	*-4.733.143*	*2.848.682*	*-6.341.481*	*1.311.471*	*-3.226.235*	*1.652.265*	*-4.555.028*
Offset	-1.650.985	1.650.985	-2.436.145	2.436.145	-1.311.471	1.311.471	-1.652.265	1.652.265
Total	**573.741**	**-3.082.158**	**412.537**	**-3.905.337**	**0**	**-1.914.764**	**0**	**-2.902.764**

5.9 Inventories

	GROUP		COMPANY	
Amounts in €	31/12/2009	31/12/2008	31/12/2009	31/12/2008
Finished Goods	11.918.471	11.689.233	9.037.027	8.916.675
Raw Material	134.711	146.157	0	0
Total	**12.053.182**	**11.835.390**	**9.037.027**	**8.916.675**

5.10 Trade debtors and other receivables

Receivables from trade debtors (customers) and other receivables for the Group and the Company were as follows:

	GROUP		COMPANY	
Amounts in €	31/12/2009	31/12/2008	31/12/2009	31/12/2008
Trade debtors	14.566.773	18.284.182	7.412.233	7.317.525
Cheques receivable	1.385.110	4.176.880	1.305.445	2.758.157
Receivables from construction	2.068.355	2.271.695	0	0
Receivables from affiliates	252.278	261.988	872.693	829.806
Other debtors	4.624.598	3.994.744	3.561.881	3.552.106
Advances & Prepayments	499.615	274.531	10.807	28.664
Total	**23.396.729**	**29.264.020**	**13.163.059**	**14.486.258**

Other debtors reflect mainly Income tax prepayments and also a litigation of 1.340.383 €, which is specified in the note 6.1.1.
The above requirements are considered to be short-term. The fair value of these short-term financial elements can not be determined independently because the book value is considered that it approache their fair value.
For all the assets of the Group have been realized impairment test The assets that have suffered impairment concern mainly in customers of Group which face financial difficulties.
The maturity of commercial requirements (customers and checks receivable) that they have not suffered impairment they are presented in the table that follows:

	GROUP		COMPANY	
	01.01 - 31.12.2009	01.01 - 31.12.2008	01.01 - 31.12.2009	01.01 - 31.12.2008
Less than 3 months	2.674.123	10.572.742	2.674.123,11	1.019.855,59
Between 3 and 6 months	5.927.047	6.684.328	4.354.874,15	5.484.749,54
Between 6 months and 1 year	3.518.787	4.062.134	999.755,79	3.571.077,22
Above 1 year	3.831.925	1.141.857	688.924,88	0,00
	15.951.882	**22.461.062**	**8.717.678**	**10.075.682**

5.11 Advances

Advances for the Group and the company were as follows:

	GROUP		COMPANY	
Amounts in €	31/12/2009	31/12/2008	31/12/2009	31/12/2008
Suppliers	591.947	900.627	80.171	230.813
Total	**591.947**	**900.627**	**80.171**	**230.813**

5.12 Transitory Accounts

	GROUP		COMPANY	
Amounts in €	31/12/2009	31/12/2008	31/12/2009	31/12/2008
Defferred Expenses	354.488	276.690	9.404	95.070
Accrued Income	213	8.897	0	0
Other transitory accounts	0	99.802	0	0
Total	**354.701**	**385.388**	**9.404**	**95.070**

5.13 Financial Assets

Holdings in this category were as follows:

	GROUP		COMPANY	
Amounts in €	31/12/2009	31/12/2008	31/12/2009	31/12/2008
Probank shares	378.024	284.043	378.024	284.043
Total	**378.024**	**284.043**	**378.024**	**284.043**

The company participated in the share capital increase of Probank amounting to € 93.981 in line with its proportion.

5.14 Cash and cash equivalents

Cash and cash equivalents include cash on hand held by the Group and the company and deposits held at call with banks.
The Group's and the company's cash and cash equivalents for the period were as follows:

	GROUP		COMPANY	
Amounts in €	31/12/2009	31/12/2008	31/12/2009	31/12/2008
Cash	2.436.896	1.486.950	1.419.869	220.405
Current & term deposits	9.797.693	11.932.341	4.752.035	5.754.009
Total	**12.234.589**	**13.419.291**	**6.171.904**	**5.974.414**

5.15 Shareholders' Equity

Amounts in €	Share capital	Share premium	Total
Balance at January 1st, 2008	7.425.086,40	10.988.065,47	18.413.151,87
Balance at December 31st, 2008	**7.425.086,40**	**10.988.065,47**	**18.413.151,87**
Balance at January 1st, 2009	**7.425.086,40**	**10.988.065,47**	**18.413.151,87**
Balance at December 31st, 2009	**7.425.086,40**	**10.988.065,47**	**18.413.151,87**

	Issued shares
Balance at January 1st, 2008	24.750.288
Balance at December 31st, 2008	**24.750.288**

	Issued shares
Balance at January 1st, 2009	24.750.288
Balance at December 31st, 2009	**24.750.288**

5.16 Reserves

Amounts in €	GROUP		COMPANY	
OTHER RESERVES	31/12/2009	31/12/2008	31/12/2009	31/12/2008
Statutory reserve	1.473.349	1.248.021	1.443.207	1.217.880
Extraordinary reserves	1.667.836	1.667.836	1.643.452	1.643.452
Tax-free reserves	154.299	154.299	134.313	134.313
Total	**3.295.484**	**3.070.157**	**3.220.972**	**2.995.645**

5.17 Borrowings

Amounts in €

Long-term borrowings	GROUP		COMPANY	
	31/12/2009	31/12/2008	31/12/2009	31/12/2008
Bank loans	13.668.609	14.735.729	13.487.044	14.488.431
Leasing liabilities	4.259.361	5.751.957	4.259.361	5.459.203
Total	**17.927.971**	**20.487.686**	**17.746.405**	**19.947.633**

Short-term borrowings	GROUP		COMPANY	
	31/12/2009	31/12/2008	31/12/2009	31/12/2008
Bank loans	10.858.447	12.821.035	6.800.773	8.693.563
Leasing liabilities	1.152.391	1.190.689	1.151.087	1.084.431
Total	**12.010.838**	**14.011.724**	**7.951.860**	**9.777.994**
	29.938.809	**34.499.410**	**25.698.265**	**29.725.627**

The long term liabilities consists of :

a) A corporate bond with a nominal value of ten million €10,000,000 issued in 21.07.2006, which was privately placed. The interest rate is semi annual Euribor increased by 1%

b) A corporate bond with a nominal value of six million €6.000.000 issued in 09.04.2008 .The interest rate is semi annual Euribor increased by 1%.

5.18 Employee retirement benefit obligations

The company's and the Group's obligation towards their employees as regards the future payment of retirement benefits according to their years of service is calculated and reflected based on the expected amount of pension benefit that each employee will be entitled to receive at the balance sheet date, discounted to its present value, based on the expected date the benefit liability becomes due.

	GROUP		COMPANY	
Amounts in €	01.01 - 31.12.2009	01.01 - 31.12.2008	01.01 - 31.12.2009	01.01 - 31.12.2008
Balance Sheet obligations for:				
Retirement benefits	711.016	704.014	484.498	453.964
Total	**711.016**	**704.014**	**484.498**	**453.964**
Total debits/(credits) charged to operating results	**7.001**	**100.373**	**30.534**	**-137.437**
Total change in obligations	**7.001**	**100.373**	**30.534**	**-137.437**

Accounting Assumptions

The main assumptions used for accounting purposes were the following:

DATE	DISCOUNT RATE	INFLATION RATE	SALARY INCREASES
31.12.2009	6,10%	2,00%	4,00%
31.12.2008	5,60%	2,50%	4,00%

5.19 Other long-term liabilities

	GROUP		COMPANY	
Amounts in €	31/12/2009	31/12/2008	31/12/2009	31/12/2008
Rent Guarantees	103.984	99.249	130.123	129.249
Provisions	338.486	150.000	140.000	70.000
Total	**442.470**	**249.249**	**270.123**	**199.249**

5.20 Suppliers and other liabilities

Liabilities to suppliers and related liabilities for the Group and the company were as follows:

	GROUP		COMPANY	
Amounts in €	31/12/2009	31/12/2008	31/12/2009	31/12/2008
Suppliers	5.533.822	9.019.592	3.259.127	4.140.705
Cheques payable	3.038.606	6.060.336	750.487	591.991
Construction contract obligations	310.728	260.093	0	0
Current tax liabilities	4.104.283	3.370.870	3.106.925	2.089.131
Social security contributions	609.406	588.583	407.410	376.889
Customer advances	158.987	932.082	40.650	861.659
Other creditors	552.769	857.113	103.950	152.317
Total	**14.308.601**	**21.088.670**	**7.668.549**	**8.212.693**

5.21 Transitory Accounts

	GROUP		COMPANY	
Amounts in €	31/12/2009	31/12/2008	31/12/2009	31/12/2008
Deferred income	461	0	0	0
Accrued expenses	167.929	375.962	129.479	315.390
Government grants	1.480.287	1.415.559	0	0
Other transitory accounts	0	0	0	0
Total	**1.648.678**	**1.791.522**	**129.479**	**315.390**

5.22 Turnover (Sales)

Turnover for the Group and the company in the current and previous period were comprised of the following:

	GROUP		COMPANY	
Amounts in €	01.01 - 31.12.2009	01.01 - 31.12.2008	01.01 - 31.12.2009	01.01 - 31.12.2008
Income from construction projects	20.095.573	31.136.538	0	5.530.319
Income from commerce	49.905.027	45.550.822	40.868.196	35.071.888
Income from repairs and other services	1.110.934	170.882	46.096	69.900
Sales of obsolete material and other	46.939	12.865	11.235	12.865
Total	**71.158.473**	**76.871.107**	**40.925.527**	**40.684.972**

5.23 Expenses analysis by category

The cost of operations for the Group and the company as of December 31, 2009 and 2008 are analyzed as follows:

	GROUP				GROUP			
	01.01 - 31.12.2009				01.01 - 31.12.2008			
Amounts in €	**Cost of sales**	**Distribution expenses**	**Administrative expenses**	**Total**	**Cost of sales**	**Distribution expenses**	**Administrative expenses**	**Total**
Wages, salaries & employee benefits	1.165.219	7.950.364	2.024.349	11.139.932	1.847.696	6.688.708	1.986.118	10.522.522
Cost of inventories recognized as expense	22.181.656	0	0	22.181.656	24.967.326	0	0	24.967.326
Depreciation	191.487	1.265.001	287.869	1.744.357	159.251	1.084.464	583.214	1.826.928
Royalties	0	1.787.946	0	1.787.946		1.361.351		1.361.351
Subcontractor fees & expenses	9.687.485	0	1.047	9.688.532	12.605.043	0	1.200	12.606.243
Other third-party fees & expenses	1.585.080	1.905.022	369.249	3.859.352	1.617.450	1.605.895	780.446	4.003.791
Insurance premiums	18.556	35.085	87.695	141.336	65.843	42.206	70.702	178.751
Rents	179.494	4.251.562	1.094.984	5.526.041	237.557	3.598.229	968.521	4.804.306
Repair & maintenance	69.305	129.030	74.691	273.027	64.263	136.663	86.394	287.320
Other third-party services	80.501	765.140	261.014	1.106.655	112.138	677.795	282.424	1.072.356
Advertisement expenses	0	1.192.342	146.150	1.338.492	2.660	2.000.666	17.746	2.021.072
Other sundry expenses	539.493	1.376.129	1.054.890	2.970.512	435.450	1.671.947	922.145	3.029.542
Penalty - clause	0	0	192.859	192.859				0
Total	**35.698.275**	**20.657.622**	**5.594.798**	**61.950.696**	**42.114.676**	**18.867.923**	**5.698.909**	**66.681.508**

	COMPANY				COMPANY			
	01.01 - 31.12.2009				01.01 - 31.12.2008			
Amounts in €	**Cost of sales**	**Distribution expenses**	**Administrative expenses**	**Total**	**Cost of sales**	**Distribution expenses**	**Administrative expenses**	**Total**
Wages, salaries & employee benefits	0	6.203.152	1.166.277	7.369.429	449.844	5.114.035	1.030.218	6.594.097
Cost of inventories recognized as expense	15.750.641	0	0	15.750.641	14.297.807	0	0	14.297.807
Depreciation	0	999.468	170.558	1.170.026	0	837.260	404.293	1.241.553
Royalties	0,00	1.457.519	0	1.457.519		1.088.227		1.088.227
Subcontractor fees & expenses	0	0	0	0	2.016.002	0	0	2.016.002
Other third-party fees & expenses	0	1.529.665	128.368	1.658.032	41.628	1.588.926	363.306	1.993.860
Insurance premiums	0	16.607	46.092	62.699	24.819	19.892	53.559	98.271
Rents	0	2.397.104	978.699	3.375.803	16.581	1.986.011	858.129	2.860.721
Repair & maintenance	0	106.676	19.975	126.652	12.429	94.592	48.146	155.167
Other third-party services	0	512.929	90.996	603.925	8.896	402.388	143.384	554.669
Advertisement expenses	0	815.580	11.954	827.533	1.061	1.171.508	7.427	1.179.996
Other sundry expenses	0	1.027.017	522.100	1.549.118	45.197	1.350.645	430.605	1.826.447
Penalty - clause	0	0	0	0	0	0	0	0
Total	**15.750.641**	**15.065.717**	**3.135.018**	**33.951.377**	**16.914.265**	**13.653.484**	**3.339.067**	**33.906.816**

5.24 Other operating income and expense

Other operating income and expenses for the Group and the company are analyzed as follows:

Amounts in €	GROUP		COMPANY	
Other operating income	**01.01 - 31.12.2009**	**01.01 - 31.12.2008**	**01.01 - 31.12.2009**	**01.01 - 31.12.2008**
Income from government grants	17.364	0	13.564	8.363
Indemnities	41.021	8.363	5.180	0
Gains from exchange differences	654.216	153.814	493.997	862.955
Rent Income	381.706	686.382	557.729	702.562
Amortization of goverments grants	37.633	738.127	0	0
Other	0	104.163	0	2.871
Income from unused provisions	1.565	2.871	1.565	0
Profit from sale of assets	84.632	2.000	6.208	0
Total	**1.218.136**	**1.695.721**	**1.078.244**	**1.576.752**
Losses from exchange differences	(177.524)	(73.989)	(27.424)	0
Investment property tax	0	0	0	(70.539)
Other	(546)	0	(546)	0
Other taxes	(28.542)	0	(28.542)	0
Indemnification	(64.263)	0	(48.214)	0
Total	**(270.875)**	**(73.989)**	**(104.726)**	**(70.539)**

5.25 Devaluation of tangible and intangible assets

Amounts in €	GROUP		COMPANY	
Devaluation of tangible and intangible assets	**01.01 - 31.12.2009**	**01.01 - 31.12.2008**	**01.01 - 31.12.2009**	**01.01 - 31.12.2008**
Loss from revaluation of investment property	4.980.000	0	4.980.000	0
Impairment of intagible asset	1.907.544	0	1.907.544	0
Total	**6.887.544**	**0**	**6.887.544**	**0**

The devaluation of the intangible asset is relating to the franchise contract of the Colors & Beauty brand which was acquired during the buyout of the company Net Style. The main reason is that the franchisor discontinued supplying our stores due to the financial problems he was facing, thus the company discontinued the operation of 5 stores with the Colors & Beauty products in Greece.
The loss amounted to 4.980.000€ is relating to the evaluation of the investment property in its fair value, according to the estimation of the certified real estate consultants.

5.26 Financing cost

The financing income and expenses of the Group and the company were as follows:

	GROUP		COMPANY	
Amounts in €	**01.01 - 31.12.2009**	**01.01 - 31.12.2008**	**01.01 - 31.12.2009**	**01.01 - 31.12.2008**
Financing Income				
-Banks	70.555	150.424	4.532	27.953
-Dividends	7.206	12.810	7.206	12.810
	77.761	**163.234**	**11.738**	**40.763**
Financing Expenses				
-Bank loans	-1.001.907	-1.585.352	-793.659	-1.109.215
- Letter of Guarantee commissions	-94.212	-34.607	-6.925	-34.607
- Leasing	-232.075	-419.078	-218.081	-351.780
-Other	-143.044	-26.402	-38.568	-26.402
	-1.471.238	**-2.065.439**	**-1.057.233**	**-1.522.005**
Net Financial Expenses	**-1.393.477**	**-1.902.205**	**-1.045.496**	**-1.481.241**

5.27 Income tax

The Group is subject to varying tax rates depending on the country in which it operates. In 2009, the parent company was subject to an income tax rate of 25%. The Group's operations abroad, specifically in Romania, Bulgaria, FYROM, Albania, Serbia and Slovenia were subject to income tax rates of 16%, 10%, 10%, 10%, 10% and 21% respectively.
Deferred taxes on temporary differences were calculated based on the tax rates that will apply in the period tax assets or liabilities will be settled and on the tax rates that apply on the balance sheet date.

Amounts in €	GROUP 01.01 - 31.12.2009	GROUP 01.01 - 31.12.2008	COMPANY 01.01 - 31.12.2009	COMPANY 01.01 - 31.12.2008
Income tax	2.174.622,87	2.559.364,34	1.660.039,53	1.661.887,74
Deffered Income tax	-981.972,15	171.788,63	-988.000,16	253.647,98
Extraordinary income tax	338.769,30	0,00	338.769,30	0,00
Tax provisions	190.000,00	100.000,00	70.000,00	70.000,00
Taxes from tax audit differences	22.171,25	61.004,69	6.558,03	14.000,00
Total	**1.743.591**	**2.892.158**	**1.087.367**	**1.999.536**

5.28 Cash flow from operating activities

Amounts reported in €	**GROUP 01.01 - 31.12.2009**	**GROUP 01.01 - 31.12.2008**	**COMPANY 01.01 - 31.12.2009**	**COMPANY 01.01 - 31.12.2008**
Cash flows from operating activities				
Net profit before taxation (continued operations)	**1.867.766**	**9.896.625**	**14.628**	**6.031.898**
Net profit before taxation (discontinued operations)				**743.488**
Adjustments for				
Depreciation	1.765.986	1.825.206	1.170.026	1.208.730
Provisions	235.904	93.507	93.293	137
Exchange differences	(193.877)	(459.672)	(193.877)	(411.413)
Depreciation of government grant	(37.633)	(35.565)	0	0
Devaluation of tangible and intangible assets	6.887.544	0	6.887.544	0
Dividends received	(7.206)	(12.810)	(7.206)	(12.810)
Procceds of sale of tangible assets	(1.019)	33.128	(1.019)	0
Income/Loss from associates	6.252	12.502	0	0
Interest received	(70.555)	(150.424)	(4.532)	(20.611)
Interest expense	1.471.238	2.065.439	1.057.233	1.403.976
Operating profit before working capital changes				
(Increase) /Decrease in inventories	(284.151)	(2.337.966)	(120.353)	(2.270.566)
(Increase)/Decrease in trade receivables	6.116.062	(7.504.484)	1.477.479	(2.647.125)
Increase/(Decrease) in trade payables	(8.070.506)	3.977.553	(1.677.184)	540.521
Cash flows from operating activities	**9.685.804**	**7.403.039**	**8.696.033**	**4.566.226**

5.29 Discontinued Operations

The discontinued operations are relating to the transferred construction sector for the period 01.01.08-31.12.08. The discontinued operations are presented only in company' s level and not in group level as the construction sector is transferred to100% subsidiary which is fully consolidated.
We mark that in consolidated base the results of the group were not influenced as the absorbed company was 100% subsidiary and it was unified in the consolidated financial statements with the full consolidation method.

6. ADDITIONAL INFORMATION AND NOTES ON THE ANNUAL FINANCIAL STATEMENTS

6.1 Contingent Claims and Liabilities

6.1.1 Information on contingent liabilities

The company (as a lessor) has lodged a lawsuit against a private company (as a lessee), claiming the amount of 1.340.383,19 €. Estimation of the company's legal counsel, is that the decision of the Court will be in favour of the company.
According to the letter of the company's legal counsel, there are claims by private parties (against the company) amounting to € 1.006.000 approximately and claims by the company (against third parties) amounting to € 1.100.000 approximately.
According to the estimates of the company's legal counsel, there are strong legal arguments for the rejection of the overwhelming majority of the above claims (against the company). It is also the opinion of management that the outcome of the above cases will not influence the company's financial results.

6.1.2 Un-audited fiscal years

Name	Headquarters	Tax Un-audited fiscal year
I.Kloukinas-I.Lappas Construction & Commerce S.A.	Greece	2008-2009
KLTH Carpentry works Ltd	Greece	2007-2009
I.Kloukinas-I.Lappas Energy S.A.	Greece	2001-2009
MYIE Kerasovou S.A.	Greece	2002-2009
KLM SA-TEDRA SA joint venture	Greece	2007-2009
KLM SA-ISTOS LTD joint venture	Greece	2007-2009
KLM SA-ISTOS LTD joint venture(Larisa project)	Greece	2008-2009
COMPTON HOUSE PROPERTIES LIMITED COMPANY	Greece	2007-2009
COMPTON HOUSE HELLAS(ELC)	Greece	2007-2009
ENTELEIA SA	Greece	2007-2009
SYSMEROM COM SRL	Romania	2007-2009
KLM BULGARIA EOOD	Bulgaria	2005-2009
KLMS COM DOOEL	FYROM	2007-2009
KLSAL LTD	Albania	2007-2009
KLSER COMMERCE LTD	Serbia	2006-2009
KLSLV D.O.O	Slovenia	2006-2009
KLMOL	Moldavia	2008-2009

6.1.3 Information on contingent claims

There are no contingent claims.

6.1.4 Existing encumbrances

Encumbrances over company assets are reported in the following Table:

Serial No.	Description	Location	Encumbrance	Bank	Amount €
1	Plot of land fit for building 177,10 sqm with all buildings	Athens - "Ambelokipi Attica" at 3 Loudovikou Pasteur Street.	prenotations on mortgage dated 31.1.2002	"Commercial Bank	453.104
				"National Bank	336.625
				"Alpha-Pisteos"	265.444
				"Eurobank EFG"	265.444
2	Plot of land fit for building 558,00 sqm	Spata, location "Mazareko" O.T.(135) on Irakliou street	prenotations on mortgage dated 28.2.2002	"Commercial Bank	654.483
				"National Bank	486.236
				"Alpha-Pisteos"	383.419
				"Eurobank EFG"	383.419
		Total			**3.228.174**

Procedures for lifting the above mortgage prenotations have been initiated as all related loans have been settled in full.

6.1.5 Commitments

The Group's and the Company's commitments arising from construction contracts are as follows:

Amounts in €	GROUP		COMPANY	
Construction contract commitments	**31/12/2009**	**31/12/2008**	**31/12/2009**	**31/12/2008**
Work in progress	5.551.952	15.960.510	0	0

	GROUP		COMPANY	
Letters of Guarantee	**31/12/2009**	**31/12/2008**	**31/12/2009**	**31/12/2008**
Letter of Guarantee for safeguarding liabilities	2.424.510	1.636.432	485.722	22.600
Letter of Guarantee for fullfilment of contract secure	9.579.099	11.504.183	0	0
Letter of Guarantee for participation to auction	880.000	200.000	0	0
Total	**12.883.609**	**13.340.615**	**485.722**	**22.600**

7. Employees and employee benefits

The company's and the Group's employees were as follows:

	GROUP		COMPANY	
	31/12/2009	**31/12/2008**	**31/12/2009**	**31/12/2008**
Salaried	**580**	**644**	**339**	**423**
Wage-earners	**38**	**67**	**26**	**26**
Total	**618**	**711**	**365**	**449**

	GROUP		COMPANY	
Amounts in €	01.01 - 31.12.2009	01.01 - 31.12.2008	01.01 - 31.12.2009	01.01 - 31.12.2008
Salaries and other short-term benefits	8.451.795,97	7.979.300,30	5.723.136,44	5.102.014,43
Social insurance contributions	2.397.489,92	2.317.436,86	1.552.069,21	1.411.735,12
Senior management executives	2.703	8.875	0	0
Salaries of BOD members (salaried)	40.459	53.071	930	35.917
BOD fees	247.484	163.839	93.293	44.431
Total	**11.139.932**	**10.522.522**	**7.369.429**	**6.594.098**

8. Inter-company transactions

Inter-company transactions - balance sheet as on 31/12/2009

Intercompany transactions-Income Statement 01.01 - 31.12.2009

Sales \ Purchases	I.Kloukinas-I.Lappas Construction & Commerce S.A.	KLTH Carpentry works Ltd	KLM SA-TEDRA SA joint venture	I.Kloukinas-I.Lappas Energy S.A.	MYIE Kerasovou S.A.	KLM SA-ISTOS LTD joint venture	KLM SA-ISTOS LTD joint venture(Larisa project)	ENTELEIA SA	COMPTON HOUSE HELLAS(ELC)	SYSMEROM COM SRL	KLMS COM DOOEL	KLM BULGARIA EOOD	KLSAL LTD	KLSER COMMERCE LTD	KLSLV D.O.O	KLMOL	TOTAL
I.Kloukinas-I.Lappas Construction & Commerce S.A.									180.000	1.306.680	123.556	432.245	169.122	268.486	138.541		2.618.630
KLTH Carpentry works Ltd																	0
KLM SA-TEDRA SA joint venture				1.056	1.056												2.113
I.Kloukinas-I.Lappas Energy S.A.																	0
MYIE Kerasovou S.A.																	0
KLM SA-ISTOS LTD joint venture																	0
KLM SA-ISTOS LTD joint venture(Larisa project)		2.148.647															2.148.647
ENTELEIA SA																	0
COMPTON HOUSE HELLAS(ELC)	1.709.111									131.481							1.840.592
SYSMEROM COM SRL																8.754	8.754
KLMS COM DOOEL																	0
KLM BULGARIA EOOD	16.543																16.543
KLSAL LTD																	0
KLSER COMMERCE LTD																	0
KLSLV D.O.O																	0
KLMOL																	0
TOTAL	1.725.654	2.148.647	0	1.056	1.056	0	0	0	180.000	1.438.161	123.556	432.245	169.122	268.486	138.541	8.754	6.635.278

Intercompany transactions-Statement of Financial position 31/12/2009

Receivables \ Liabilities	I.Kloukinas-I.Lappas Construction & Commerce S.A.	KLTH Carpentry works Ltd	KLM SA-TEDRA SA joint venture	I.Kloukinas-I.Lappas Energy S.A.	MYIE Kerasovou S.A.	KLM SA-ISTOS LTD joint venture	KLM SA-ISTOS LTD joint venture(Larisa project)	ENTELEIA SA	COMPTON HOUSE HELLAS(ELC)	SYSMEROM COM SRL	KLMS COM DOOEL	KLM BULGARIA EOOD	KLSAL LTD	KLSER COMMERCE LTD	KLSLV D.O.O	KLMOL	TOTAL
I.Kloukinas-I.Lappas Construction & Commerce S.A.		1.028.116		170.021	60.000			13.298	30.000	266.278	154.260	515.702	337.883	82.169	270.210	10.000	2.937.937
KLTH Carpentry works Ltd			329.497			649.231	40.000	6.386									1.025.114
KLM SA-TEDRA SA joint venture																	0
I.Kloukinas-I.Lappas Energy S.A.																	0
MYIE Kerasovou S.A.																	0
KLM SA-ISTOS LTD joint venture																	0
KLM SA-ISTOS LTD joint venture(Larisa project)		712.582															712.582
ENTELEIA SA																	0
COMPTON HOUSE HELLAS(ELC)	1.516.290									38.067							1.554.357
SYSMEROM COM SRL	20														350.000	8.754	358.774
KLMS COM DOOEL	2.501																2.501
KLM BULGARIA EOOD	17.337																17.337
KLSAL LTD																	0
KLSER COMMERCE LTD																	0
KLSLV D.O.O																	0
KLMOL																	0
TOTAL	1.536.149	1.740.698	329.497	170.021	60.000	649.231	40.000	19.683	30.000	304.344	154.260	515.702	337.883	82.169	620.210	18.754	6.608.602

Inter-company transactions - balance sheet as on 31/12/2008

SALES	KLM SA	KLM ATE	TEDRA JOINT VENTURE	KLM ENERGEIAKI	MUHE KERASOVOU	ISTOS JOINT VENTURE-HALIKI PROJECT	ISTOS JOINT VENTURE-LRISSA PROJECT	ENTELEIA	COMPTON HOUSE HELLAS	POYMANIA	SKOPJE	BOULGARIA	ALBANIA	SERBIA	SLOVENIA	TOTAL
KLM SA					9.300			5.366	180.000	332.384	106.442	240.075	229.508	300.825		1.403.901
KLM ATE			120.200	1.056	1.056				2.000							124.313
TEDRA JOINT VENTURE																0
KLM ENERGEIAKI																0
MUHE KERASOVOU																0
ISTOS JOINT VENTURE-HALIKI PROJECT																0
ISTOS JOINT VENTURE-LRISSA PROJECT		580.608														580.608
ENTELEIA																0
COMPTON HOUSE HELLAS	1.122.938									18.611						1.141.549
POYMANIA	20															20
SKOPJE																0
BOULGARIA	793															793
ALBANIA																0
SERBIA																0
SLOVENIA																0
TOTAL	1.123.751	580.608	120.200	1.056	10.356	0	0	5.366	182.000	350.995	106.442	240.075	229.508	300.825	0	3.251.184

Inter company Transaction Balance sheet 31.12.2008

RECEIVABLES	KLM SA	KLM ATE	TEDRA JOINT VENTURE	KLM ENERGEIAKI	MUHE KERASOVOU	ISTOS JOINT VENTURE-HALIKI PROJECT	ISTOS JOINT VENTURE-LRISSA PROJECT	ENTELEIA	COMPTON HOUSE HELLAS	POYMANIA	SKOPJE	BOULGARIA	ALBANIA	SERBIA	SLOVENIA	Total
KLM SA		1.378.122	49.770	170.021	71.150			66.797		45.106	195.260	62.560	339.758	190.786	150.000	2.719.330
KLM ATE			527.773			759.231	140.000		2.380							1.429.384
TEDRA JOINT VENTURE																0
KLM ENERGEIAKI																0
MUHE KERASOVOU																0
ISTOS JOINT VENTURE-HALIKI PROJECT																0
ISTOS JOINT VENTURE-LRISSA PROJECT		673.505														673.505
ENTELEIA																0
COMPTON HOUSE HELLAS	849.483									18.611						868.094
POYMANIA	20															20
SKOPJE																0
BOULGARIA	793															793
ALBANIA																0
SERBIA																0
SLOVENIA																0
Total	850.296	2.051.628	577.543	170.021	71.150	759.231	140.000	66.797	2.380	63.717	195.260	62.560	339.758	190.786	150.000	5.691.128

Management compensation for the Group and the Company were as follows:

Amounts in €	GROUP		COMPANY	
Salaries and other short-term benefits	**31/12/2009**	**31/12/2008**	**31/12/2009**	**31/12/2008**
Salaries of BOD members (salaried)	215.585	220.603	86.441	83.892
Senior management executives	199.977	212.600	199.977	212.600
BOD fees	360.000	360.000	180.000	360.000
Total	775.562	793.203	466.418	656.492

Reiceivables by the members of the BoD amounted to 32.818 euro as at 31.12.2009 for the company and the group.

"IOANNIS KLOUKINAS - IOANNIS LAPPAS CONSTRUCTION S.A." sold to Mr. Ioannis Kloukinas, part of the claim against the company "EKTASIS DEVELOPMENT S.A. Construction, real estate Development and Services" amounting to € 2.947.357,38. Mr. Ioannis Kloukinas paid in cash the equivalent amount as purchase price of the above claim and the equivalent amount of the claim owed to the company "IOANNIS KLOUKINAS - IOANNIS LAPPAS CONSTRUCTION S.A." against "EKTASIS DEVELOPMENT S.A. real estate Construction, Development and Services" assigned to him.

9. Earnings per share

Earnings per share were calculated on the basis of the average weighted number of shares outstanding.

Amounts in €	GROUP		COMPANY	
	01.01 - 31.12.2009	**01.01 - 31.12.2008**	**01.01 - 31.12.2009**	**01.01 - 31.12.2008**
Profits after income tax	**124.174**	**7.004.467**	**(1.072.738)**	**4.775.850**
Profits after income tax (1)	**124.174**	**7.004.467**	**(1.072.738)**	**4.775.850**
Distributed as follows:				
Parent company shareholders (2)	(41.068)	7.002.293	(1.072.738)	4.775.850
Minority rights	165.243	2.174		
	124.174	**7.004.467**	**(1.072.738)**	**4.775.850**
Weighted number of shares outstanding (3)	**24.750.288**	**24.750.288**	**24.750.288**	**24.750.288**
Basic earnings/losses per share (euro/share) (2/3)	-0,0017	0,2829	-0,0433	0,1930

10. Dividends per share

The Annual Ordinary General Meeting of the Company's Shareholders held on May 20, 2009 approved the distribution of dividend for the fiscal year 2008 amounting to 0.065 € per share. This dividend is subject to 10% withholding tax in accordance with Law 3697/2008 (Government Gazette 194/A), and therefore the net final amount payable shall be 0.0585 euro per share.

The management of the company I. KLOUKINAS – I. LAPPAS S.A. considering the current negative situation of the economy, has decided not to distribute dividends for this current F.Y. It should be noted that the aforementioned decision is conditional on the approval by the General Shareholders Meeting.

11. Post balance sheet date events

There are no events after the balance sheet date pertaining to either the Group or the Company for which there is a reporting obligation according to the International Accounting Standards (IAS).

12. Other important information

Regarding the commencement of the reorganization proceedings of the Cypriot Company under the name "COMPTON HOUSE PROPERTIES LIMITED", in accordance with the decision of the company 's BoD dated 29/01/2008, the proceedings are not yet completed and the decision by the Cypriot authorities is still pending. With the fulfillment of the procedure above, the company "I. KLOUKINAS- I. LAPPAS CONSTRUCTION AND COMMERCIAL SA" will absorb the company under the name "COMPTON HOUSE (HELLAS) TRADE OF CHILDREN' S PRODUCTS & LEARNING TOYS SOCIETE ANONYME" and under the distinctive title "COMPTON HOUSE (HELLAS) S.A.".

THE CHAIRMAN OF THE BOARD OF DIRECTORS	THE VICE CHAIRMAN OF THE BOARD OF DIRECTORS	THE FINANCIAL MANAGER
IOANNIS KLOUKINAS	IOANNIS LAPPAS	ANTHODESMI-MARIA BENETATOU

THE CHIEF ACCOUNTANT

EIRINI TYRASKI

DATA AND INFORMATION

I.KLOUKINAS-I.LAPPAS CONSTRUCTION & COMMERCE S.A.
S.A. REG.NO. 5828/06/B/86/14
HEAD OFFICE : 3 PASTEUR ST. ATHENS
FINANCIAL DATA AND INFORMATION FOR THE PERIOD FROM 1ST JANUARY 2009 UNTIL 31ST DECEMBER 2009

(Published in terms of Codified Law 2190 article 135, for companies that prepare company and or group annual financial statements, in accordance with the IFRS)

The following information aims to provide an overall view of the financial position and results of the I.KLOUKINAS-I.LAPPAS S.A. Group of companies. The reader is therefore urged, prior to any investment decision or transaction, to access the company's web site www.klmate.gr and review the annual reports, posted in accordance with the International Financial Reporting Standards.

COMPANY INFORMATION	
Authority:	Ministry of Development
Company web site:	www.klmate.gr
Date of approval of annual Financial Statements:	26 March 2010
Certified Auditor:	Kalogeropoulos Ioannis
Auditing firm:	Baker Tilly HELLAS S.A.
Type of Audit report:	Unqualified opinion

BOARD OF DIRECTORS	
Ioannis Kloukinas	Chairman & Managing Director
Ioannis Lappas	Vice Chairman & Managing Director
Loukas Spentzaris	Executive Member
Alexios Kloukinas	Non-Executive Member
Violeta Lappas	Non-Executive Member
Anastasia Vlachou	Non-Executive Member
Anastasios Kapasakalis	Non-Executive Member
George Kokkinakis	Independent Member
Athanasios Fylaktos	Independent Member

STATEMENT OF FINANCIAL POSITION (consolidated and company)
Amounts in EURO

	GROUP		COMPANY	
	31/12/2009	**31/12/2008**	**31/12/2009**	**31/12/2008**
ASSETS				
Tangible Assets	25.814.545	25.802.607	16.033.351	16.382.352
Investment Property	29.700.000	34.680.000	29.700.000	34.680.000
Intangible Assets	255.001	2.173.852	252.942	2.173.852
Other non current assets	10.098.714	9.864.305	21.927.805	21.855.725
Inventories	12.053.182	11.835.390	9.037.027	8.916.675
Trade debtors	15.951.882	22.461.062	8.717.678	10.075.682
Other current assets	21.004.108	21.792.308	11.084.883	10.994.916
TOTAL ASSETS	**114.877.432**	**128.609.524**	**96.753.685**	**105.079.202**
EQUITY AND LIABILITIES				
Share capital	7.425.086	7.425.086	7.425.086	7.425.086
Other net equity	56.554.426	58.345.290	53.162.921	55.844.428
Net equity attributable to the owners of the parent company (a)	63.979.512	65.770.376	60.588.008	63.269.515
Minority Interests (b)	766.189	600.946	0	0
Total net Equity (c)=(a)+(b)	64.745.701	66.371.322	60.588.008	63.269.515
Long-term borrowings	17.927.971	20.487.686	17.746.405	19.947.633
Provisions and Other Long term liabilities	4.235.643	4.858.600	2.669.385	3.555.977
Short-term borrowings	12.010.838	14.011.724	7.951.860	9.777.994
Other short-term liabilities	15.957.279	22.880.192	7.798.028	8.528.083
Total Liabilities (d)	50.131.732	62.238.202	36.165.678	41.809.687
TOTAL LIABILITIES & EQUITY (e) = (c) + (d)	**114.877.432**	**128.609.524**	**96.753.685**	**105.079.202**

CASH FLOW STATEMENT(consolidated and company)
Amounts in EURO

	GROUP		COMPANY	
	01.01 - 31.12.2009	**01.01 - 31.12.2008**	**01.01 - 31.12.2009**	**01.01 - 31.12.2008**
Operating Activities				
Net profit before taxation(continued activities)	1.867.766	9.896.625	14.628	6.031.898
Net profit before taxation(discontinued activities)	0	0	0	743.488
Adjustments for				
Depreciation	1.765.986	1.825.206	1.170.026	1.208.730
Devaluation of tangible and intangible assets	6.887.544	0	6.887.544	0
Provisions	235.904	93.507	93.293	137
Currency translation differences	-193.877	-459.672	-193.877	-411.413
Results (revenues, expenses, profit, loss) from Investment Activities	-110.160	-153.169	-12.757	-33.421
Interest expense	1.471.238	2.065.439	1.057.233	1.403.976
Operating profit before working capital changes				
(Increase) /Decrease in inventories	-284.151	-2.337.966	-120.353	-2.270.566
(Increase)/Decrease in trade receivables	6.116.062	-7.504.484	1.477.479	-2.647.125
Increase/(Decrease) in trade payables	-8.070.506	3.977.553	-1.677.184	540.521
Less:				
Interest paid	-1.254.649	-1.751.018	-854.430	-1.089.555
Income taxes paid	-1.771.081	-2.852.779	-1.433.586	-2.199.182
Operating activities from discontinued activities	0	0	0	-727.775
Net Cash flows from operating activities(a)	**6.660.074**	**2.799.242**	**6.408.017**	**549.713**
Investing Activities				
Acquisition of subsidiaries, affiliates, joint ventures and other investments	-93.982	-60.000	-84.032	-225.556
Purchase of tangible and intangible assets	-1.854.838	-3.069.039	-844.278	-2.275.881
Proceeds from disposal of tangible and intangible assets	37.640	2.000	37.640	0
Cash and cash equivalents of acquired company	0	438.709	0	0
Interest received	70.555	150.424	4.532	20.611
Dividends received	7.206	12.810	7.206	12.810
Investing activities from discontinued activities	0	0	0	-67.777
Net cash flows from investing activities (b)	**-1.833.419**	**-2.525.096**	**-878.933**	**-2.535.793**
Financing activities				
Proceeds from share capital increase	0	25.000	0	0
Expenses due to share capital increase	0	-44.700	0	0
Proceeds from issued/undertaken loans	2.844.559	22.139.859	1.900.000	15.593.950
Repayment of loans	-5.724.968	-13.150.848	-4.651.928	-8.460.247
Payment of finance lease liabilities	-1.530.894	-1.734.378	-1.133.185	-1.118.164
Dividends paid	-1.491.481	-6.424.475	-1.446.481	-6.184.475
Financing activities from discontinued activities	0	0	0	-350
Net cash flows from financing activities ©	**-5.902.784**	**810.458**	**-5.331.595**	**-169.286**
Net increase in cash and cash equivalents(a)+(b)+ (c)	**-1.076.129**	**1.084.604**	**197.490**	**-2.155.366**
Cash and cash equivalents at beginning of the year	**13.419.291**	**12.537.920**	**5.974.414**	**8.129.780**
Effects of exchange rate changes	-108.573	-203.233	0	0
Cash and cash equivalents at Year end	**12.234.589**	**13.419.291**	**6.171.904**	**5.974.414**

STATEMENT OF COPMREHENSIVE INCOME (consolidated and company)
Amounts in EURO

	GROUP	
	01.01 - 31.12.2009	**01.01 - 31.12.2008**
Turnover (Sales)	71.158.473	76.871.107
Gross Profit / (loss)	35.460.197	34.756.431
Profit /(loss) before tax, financing and investment results	10.116.387	11.808.895
Profit /(loss) before tax	1.867.766	9.896.625
Less Tax	1.743.591	2.892.158
Profit / (loss) after tax (A)	**124.174**	**7.004.467**
Owners of the parent company	-41.068	7.002.293
Minority interests	165.243	2.174
Other comprehensive income for the period after taxes (B)	-141.027	-355.954
Total comprehensive income for the period after taxes (A) + (B)	-16.853	6.648.513
Owners of the parent company	-182.095	6.646.340
Minority interests	165.243	2.174
Earnings/(losses) after taxes per share-basic (in €)	-0,0017	0,2829
Profit before taxes, borrowings, investments and depreciation results	11.882.372	13.634.101

	COMPANY			
	01.01 - 31.12.2009	**01.01 - 31.12.2008**		
	Continued operations	**Continued operations**	**Discontinued operations**	**Total**
Turnover (Sales)	40.925.527	35.184.653	5.500.319	40.684.972
Gross Profit / (loss)	25.174.886	22.544.607	1.226.101	23.770.707
Profit /(loss) before tax, financing and investment results	7.946.648	7.402.453	881.915	8.284.369
Profit /(loss) before tax	14.628	6.031.898	743.488	6.775.386
Less Tax	1.087.367	1.822.455	177.081	1.999.536
Profit / (loss) after tax (A)	**-1.072.738**	**4.209.443**	**566.407**	**4.775.850**
Owners of the parent company	-1.072.738	4.209.443	566.407	4.775.850
Minority interests	0	0	0	0
Other comprehensive income for the period after taxes (B)	0	0	0	0
Total comprehensive income for the period after taxes (A) + (B)	-1.072.738	4.209.443	566.407	4.775.850
Owners of the parent company	-1.072.738	4.209.443	566.407	4.775.850
Minority interests	0	0	0	0
Earnings/(losses) after taxes per share-basic (in €)	-0,0433	0,1701	0,0229	0,1930
Proposed dividend per share - (in Euro)	0,0000			0,0650
Profit before taxes, borrowings, investments and depreciation results	9.116.674	8.611.183	914.738	9.525.921

STATEMENT OF CHANGES IN EQUITY (consolidated and company)
Amounts in EURO

	GROUP		COMPANY	
	31/12/2009	**31/12/2008**	**31/12/2009**	**31/12/2008**
Equity Balance (as of 01.01.2009 and 01.01.2008 respectively)	66.371.322	66.382.888	63.269.515	64.681.236
Total comprehensive income for the period after taxes(continued & discontinued operations)	-16.853	6.648.513	-1.072.738	4.775.850
Dividends distributed (profits)	-1.608.769	-6.685.079	-1.608.769	-6.187.572
Share capital increase/(decrease)	0	25.000	0	0
Equity closing balance (as of 31/12/2009 and 31/12/2008 respectively)	**64.745.701**	**66.371.322**	**60.588.008**	**63.269.515**

ADDITIONAL DATA AND INFORMATION

1. The Group subsidiaries and the Group's shareholding percentage in each included in the consolidated financial statements as well as the companies residense and the consolidation method are presented in the note 2.3.
2. The principal accounting policies adopted in the preparation of the Financial Statements as of December 31, 2008 were consistently applied herein.
3. The Company has undergone tax audits up to the 2007 fiscal year included . Information for the tax unaudited years is presented in detail in the financial statements note 6.1.2.
4. Parent company and Group assets are burdened with mortgage prenotations in the amount of € 3.228.174,01. Legal proceedings to lift these burdens have been initiated, following the full repayment of the related bank loans.
5. There are no legal or arbitration decisions pending against the company that could substantially affect the company's or the Group's financial position.
6. The provision of the company and the group for the tax-unaudited years is amounting to € 140.000 and € 338.486 respectively.
7. Number of employees at the end of the current fiscal period:Group 618 (period 2008, 711) Company 374 (period 2008, 449).
8. The company under the name KLM TRGOVINA KROATIA is not included in the consolidated financial statements as at 31.12.09 with the full consolidation method where as is included in the comparable period due to its withdrawal. The aforementioned company did not present any activity since its foundation.
9. The construction sector's results (discontinued operations) are included in the parent company's financial statements as at 31.12 2008, where as are not included in the current period due to the spin off process and its contribution to a 100% subsidiary company (note 5.29).

10) Other comprehensive income after taxes is relating to exchange differences due to the translation of subsidiaries and expenses due to capital increase.

11) In the statement of comprehensive income as at 31.12.2009 the account "Profit pre tax" is affected by the devaluation of tangible and intangible assets amounting to € 6.887.544. Analysis of this account is presented in the note 5.25

12) In the statement of the comprehensive income as at 31.12.09 the account "Tax" has been increased by the extraordinary tax imposed on the results of the fiscal year 2008 amounting to € 338.769.Analysis of this account is presented in the note 5.27

13) Related party disclosures IAS 24	GROUP	COMPANY
Sales of Goods and Services	0	2.618.630
Purchase of Goods and Services	0	1.725.654
Receivables	0	2.937.937
Liabilities	0	1.536.149
Transactions and management & BOD compensation	775.562	466.418
Receivables from management and BOD members	32.818	0
Obligations to management and BOD members	0	0

THE CHAIRMAN OF THE BOARD OF DIRECTORS	THE VICE CHAIRMAN OF THE BOARD OF DIRECTORS	THE FINANCIAL MANAGER	THE CHIEF ACCOUNTANT
IOANNIS KLOUKINAS	IOANNIS LAPPAS	ANTHODESMI-MARIA BENETATOU	EIRINI TYRASKI
ID # X-366775	ID # AI 024238	ID # X587765	ID # Ξ278408

INFORMATION OF Article 10 L.3401/2005

Date	Type of Information	Subject	Website
26/11/2009	Financial statements data according to IAS	Parent Company's financial statements according to IAS for the period 01.01.-30.09.09	www.klmate.gr www.ase.gr
26/11/2009	Financial statements data according to IAS	Consolidated Financial statements according to IAS for the period 01.01-30 .09.09	www.klmate.gr www.ase.gr
26/11/2009	Announcement of comments on financial / accounting statements	Comments on the financial statements for the period 01.01-30.09.09	www.klmate.gr www.ase.gr
21/10/2009	Disclosure of Transaction	Disclosure of transactions in accordance to L.3556/2007 by Mr. Anastasios Kapasakalis, Non Executive - Non Independent member of the company's B.of D., that he proceeded to shares purchase on 16/10/2009.	www.klmate.gr www.ase.gr
16/10/2009	Announcement of business developments in the company	The company Ioannis Kloukinas - Ioannis Lappas ATE has signed a contract with the company "MAPEI HELLAS AEBE"	www.klmate.gr www.ase.gr
16/10/2009	Disclosure of Transaction	Disclosure of transactions in accordance to L3556/2007 by Mr Ioannis Lappas, Vice president and Managing Director, for the change of the percentage of vote rights from 25,0580% to 28,2903% .	www.klmate.gr www.ase.gr
13/10/2009	Disclosure of Transaction	Disclosure of transactions in accordance to L3556/2007 by Mr. Nikolaos Andrikopoulos, the company's legal advisor, that he proceeded to shares purchase on 08/10/2009.	www.klmate.gr www.ase.gr
07/09/2009	Disclosure of Transaction	Disclosure of transactions in accordance to L3556/2007 by Mr. Nikolaos Andrikopoulos, the company's legal advisor, that he proceeded to shares purchase on 31/08/2009.	www.klmate.gr www.ase.gr
31/08/2009	Disclosure of Transaction	Disclosure of transactions in accordance to L3556/2007 by Mr. Nikolaos Andrikopoulos, the company's legal advisor, that he proceeded to shares purchase on 26/08/2009, 27/08/2009 and 28/08/2009 .	www.klmate.gr www.ase.gr
07/08/2009	Decisions of the Shareholders' General Meeting	The company announces the decisions of the Shareholders' General Meeting that took place on 7.8.2009	www.klmate.gr www.ase.gr
05/08/2009	Announcement of comments on financial / accounting statements	Comments on the financial statements for the period 01.01-30.06.2009	www.klmate.gr www.ase.gr
05/08/2009	Financial statements data according to IAS	Parent Company's financial statements according to IAS for the period 01.01-30.06.09	www.klmate.gr www.ase.gr
05/08/2009	Financial statements data according to IAS	Consolidated Financial statements according to IAS for the period 01.01-30.06.09	www.klmate.gr www.ase.gr
17/07/2009	Announcement of other important facts	Sale of claim of the equivalent amount of the claim owed to the company "IOANNIS KLOUKINAS - IOANNIS LAPPAS CONSTRUCTION S.A." against "EKTASIS DEVELOPMENT S.A." to Mr. Ioannis Kloukinas President and CEO.	www.klmate.gr www.ase.gr
17/07/2009	Notice of General Meeting	Invitation of the shareholders to a General Meeting on 07/08/2009	www.klmate.gr www.ase.gr
01/06/2009	Disclosure of Transaction	Disclosure of transactions in accordance to L3556/2007 by Mr. Ioannis Kloukinas, President and Managing Director, that he proceeded to shares sale on 29/05/2009.	www.klmate.gr www.ase.gr

29/05/2009	Financial statements data according to IAS	Parent Company's financial statements according to IAS for the period 01.01.-31.03.09	www.klmate.gr www.ase.gr
29/05/2009	Financial statements data according to IAS	Consolidated Financial statements according to IAS for the period 01.01-31.03.09	www.klmate.gr www.ase.gr
28/05/2009	Disclosure of Transaction	Disclosure of transactions in accordance to L3556/2007 by Mr. Nikolaos Andrikopoulos, the company's legal advisor, that he proceeded to shares purchase on 22/05/2009.	www.klmate.gr www.ase.gr
28/05/2009	Announcement of comments on financial / accounting statements	Comments on the financial statements for the period 01.01-31.03.09	www.klmate.gr www.ase.gr
26/05/2009	Disclosure of Transaction	Disclosure of transactions in accordance to L3556/2007 by Mr. Nikolaos Andrikopoulos, the company's legal advisor, that he proceeded to shares sale on 22/05/2009.	www.klmate.gr www.ase.gr
26/05/2009	Announcement of other important facts	Announcement of the publication of the Financial statements for the period 01.01-31.03.09	www.klmate.gr www.ase.gr
21/05/2009	Decisions of the Shareholders' General Meeting	Decisions of the Shareholders' General Meeting of 21/05/09	www.klmate.gr www.ase.gr
20/05/2009	Notification of ex-dividend date/payment of dividends	Notification of ex-dividend date/payment of dividends	www.klmate.gr www.ase.gr
19/05/2009	Announcement of Amendment plan of the articles of association	Announcement of Amendment plan of the articles of Association.	www.klmate.gr www.ase.gr
12/05/2009	Disclosure of Transaction	Disclosure of transactions in accordance to L3556/2007 by Mr. George Kokkinakis, Independent member of the company's B. of D. that he proceeded to shares purchase on 10/05/2009.	www.klmate.gr www.ase.gr
12/05/2009	Disclosure of Transaction	Disclosure of transactions in accordance to L3556/2007 by Mr. Nikolaos Andrikopoulos, the company's legal advisor, that he proceeded to shares purchase on 08/05/2009.	www.klmate.gr www.ase.gr
08/05/2009	Disclosure of Transaction	Disclosure of transactions in accordance to L3556/2007 by Mr. George Kokkinakis, Independent member of the company's B. of D. that he proceeded to shares sale 04/05/2009.	www.klmate.gr www.ase.gr
07/05/2009	Disclosure of Transaction	Disclosure of transactions in accordance to L3556/2007 by Mr. Nikolaos Andrikopoulos, the company's legal advisor, that he proceeded to shares purchase on 30/04/2009.	www.klmate.gr www.ase.gr
29/04/2009	Notice of General Meeting	Invitation of the shareholders to a General Meeting on 20/05/2009	www.klmate.gr www.ase.gr
24/04/2009	Announcement of other important facts	Announcement of the annual breifing of the analysts for FY 2008	www.klmate.gr www.ase.gr
13/04/2009	Announcement of other important facts	Change of the date for the briefing of the analysts	www.klmate.gr www.ase.gr
31/03/2009	Financial statements data according to IAS	Parent Company's financial statements according to IAS for the fiscal year 2008	www.klmate.gr www.ase.gr

31/03/2009	Financial statements data according to IAS	Consolidated Financial statements according to IAS for the fiscal year 2008	www.klmate.gr www.ase.gr
20/03/2009	Announcement of other important facts	Financial calendar	www.klmate.gr www.ase.gr
20/03/2009	Announcement of other important facts	The company I. Kloukinas - I. Lappas S.A. in accordance to paragraph 4.1.3.1. of the Athens Stock Exchange Market's Regulation, informs the public that the Tax Control for the years 2005, 2006, 2007 has been completed.	www.klmate.gr www.ase.gr
09/03/2009	Disclosure of Transaction	Disclosure of transactions in accordance to L.3556/2007 by Mr. Anastasios Kapasakalis, Non Executive - Non Independent member of the company's B.of D., that he proceeded to shares purchase on 26/02/2009.	www.klmate.gr www.ase.gr
04/03/2009	Disclosure of Transaction	Disclosure of transactions in accordance to L3556/2007 by a) Mr. Ioannis Kloukinas, President and Managing Director, that he proceeded to shares purchase on 03/03/2009 b) Mr Ioannis Lappas, Vice President and Managing Director of the company, that he proceeded to shares purchase on 03/03/2009.	www.klmate.gr www.ase.gr
26/02/2009	Disclosure of Transaction	Disclosure of transactions in accordance to L3556/2007 by Mr. Nikolaos Andrikopoulos, the company's legal advisor, that he proceeded to shares purchase on 25/02/2009	www.klmate.gr www.ase.gr
26/02/2009	Disclosure of shares' percentage change of a Registered Company	Disclosure of transactions in accordance to L3556/2007 by Mr. Ioannis Kloukinas, President and Managing Director, that he exeeded the limit of 25% on 16/02/2009	www.klmate.gr www.ase.gr
26/02/2009	Disclosure of shares' percentage change of a Registered Company	Disclosure of transactions in accordance to L3556/2007 by Mr. Ioannis Lappas, Vice President and Managing Director, that he exeeded the limit of 25% on 16/02/2009	www.klmate.gr www.ase.gr
18/02/2009	Disclosure of Transaction	Pursuant to Law 3556/2007 Loukas Spentzaris, Executive member of the BoD, notified the company on 17/02/2009 that has fallen below the limit of 15% on 16/02/2009	www.klmate.gr www.ase.gr
18/02/2009	Disclosure of Transaction	President and Managing Director, that he proceeded to shares purchase on 16/02/2009 b) Mr Ioannis Lappas, Vice President and Managing Director of the company, that he proceeded to shares purchase on 16/02/2009 and c) Mr Loukas Spentzaris, Executive Member of the company's B. of D., that he proceeded to shares purchase on 16/02/2009	www.klmate.gr www.ase.gr
17/02/2009	Disclosure of Transaction	Capital Research and Management Company notified the company, according to the L.3556/2007, on 16/02/2009 that has fallen below the limit of 5% on 12/02/2008 .	www.klmate.gr www.ase.gr
13/02/2009	Disclosure of Transaction	Pursuant to Law 3556/2007 par.1 &4 of art.9, Mr. Loukas Spentzaris, Executive member of the BoD, notified the company on 13/02/2009 that has crossed the limit of 15% on 12/02/2009	www.klmate.gr www.ase.gr

WEBSITE ACCESS OF THE ANNUAL FINANCIAL REPORT

The Annual Financial Statements of the Company and Group, the Audit Report and the Board of Directors' Management Report for 2009, have been posted on the Company's website www.klmate.gr