



NIREUS AQUACULTURE S.A



# **NIREUS AQUACULTURE S.A.**

**Company's Number in the General Electronic Commercial Registry:  
7852901000**

**(Former: Company's Register No. 16399/06/B/88/18)**

## **SIX-MONTH FINANCIAL REPORT**

**For the period**

**From 1<sup>st</sup> January to 30<sup>th</sup> June 2015**

***In accordance with article 5 of L. 3556/2007***



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## ***DECLARATIONS BY THE MEMBERS OF THE BOARD OF DIRECTORS***

**(In accordance with article 5 par. 2 of L. 3556/2007)**

It is hereby confirmed that, to the best of our knowledge, the individual and consolidated balance sheets of the Company “NIREUS AQUACULTURE S.A” for the six-month period, 1<sup>st</sup> January to 30<sup>th</sup> June 2015, which have been compiled in accordance with International Financial Reporting Standards, given a true and fair view of the individual and consolidated assets and liabilities, the financial position and the period’s results of operations for the Company and the entities which are included in the consolidation, taken into consideration as a whole, in accordance with paragraphs 3 to 5 of article 3556/2007.

We, in addition, confirm that, to the best of our knowledge, the six-month period Board of Directors Report represents the true and fair view of information, as required based on paragraph 6 of article 5 of L. 3556/2007.

Koropi, August 27 2015

The declarers

**CHAIRMAN AND CEO**

**VICE PRESIDENT**

**MANAGING DIRECTOR**

**ARISTIDES ST. BELLES**  
**ID. No. AB 347823**

**NIKOLAOS EMM.CHAVIARAS**  
**ID. No. AH 935562**

**CHACHLAKIS G. ANTONIS**  
**ID. No. AE 083337**



## ***SIX-MONTH PERIOD BOARD OF DIRECTORS REPORT***

**of the company "NIREUS AQUACULTURE S.A."**

**On the individual and consolidated Financial Statements**

**For the period from 1<sup>st</sup> January to 30<sup>th</sup> June 2015**

This present report, concisely presents the condensed financial information of the Group and of the Company "NIREUS AQUACULTURE S.A" for the first six-month period of the current year, significant matters which occurred in the period and their effect on the six-month financial statements, the major risks and uncertainties which the companies of the Group may likely anticipate in the second half year, and, finally, the main transactions performed between the issuer and its related parties.

### **I.PERFORMANCE AND FINANCIAL POSITION**

#### **1. GROUP SALES**

Sales amounted to € 87,1 million as compared to € 93,5 million during the prior first six-month period of 2014. The level of sales of fresh fish have remained overall at the same levels in value terms. The decrease is attributed to the fact that during the first semester of 2014 sales of the Turkish subsidiaries ILKNAK SU URUNLERI SANAYI VE TICARET AS NIN, MIRAMAR SU URUNLERI VE BALIK YEMI SANAYI VE TICARET AS. NIN, which were sold in January 2015, were included in the Group results by an amount of € 9,1 million. As a result, sales of the first semester of 2014 excluding the Turkish subsidiaries would have amounted to € 84,4 million, and for comparable purposes, sales would have therefore noted an increase of approximately € 1,8 million. The difference is attributed to the higher average selling price of fish.

#### **2. FINANCIAL RESULTS OF THE GROUP**

The Group's results before taxes marked losses for the first semester of 2015 of an amount of € (16,1) million as compared to € (24,4) million of 2014.

The level of losses are mainly attributed to the biological growth cycle of fish according to which during the months of January to July no increase in biomass is noted, that which growth appears in the second semester of the year with a corresponding effect on results.

It should be noted that EBITDA amounts to € (3,9) million as compared to € (14,0) million in 2014. The reduction of € 10 million is attributed to higher prices and to the increase in the fish population of the subsidiary PREDOMAR SL.



Based on the above information and under the assumption that the price level is maintained, we assess that the results of the second semester of 2015 will be positive thus reversing the negative results of the first semester.

The costs for the period decreased from € 80,8 million to € 75,1 million and by € 5,7 million as compared to the corresponding prior year period mainly due to the reduction in consumables of raw materials (fishfeed).

The equity attributed to the parent company amounted to € 38,7 million as at 30.06.2015 and of an amount of € 31,2 million after minority interest. The reduction in equity as at 30.06.2015 compared to 31.12.2014 is attributed to the losses of the six-month period of 2015.

## **II. SIGNIFICANT EVENTS OF THE CURRENT PERIOD**

### **1. COMPLETION OF THE SALE OF THE TURKISH SUBSIDIARIES**

As at 21.01.2015, the management of the Group entered into an agreement for the sale of all shares held in the Turkish companies, for ILKNAK SU URUNLERI SANAYI VE TICARET A.S NIN 617.493 shares were sold and for MIRAMAR SU URUNLERI VE BALIK YEMI SANAYI VE TICARET AS. NIN 2.629.058 shares were sold at a sales price of € 4.150.000 payable in cash. The direct and indirect percentage holding of Nireus Aquaculture SA prior to the sale of the Turkish subsidiaries amounted in ILKNAK to 83,563% (direct 52,53% and indirect 31,03%) , while for MIIRAMAR the percentage amounted to 99,95% (direct 0,02% and indirect 99,93%).

As at 31 December 2014, the net assets of the subsidiary companies ILKNAK SU URUNLERI and MIRAMAR SU URUNLERI and their subsidiary companies ILKNAK DENIZCILIK and CARBON, were reclassified as assets held for sale in the statement of financial position of the Group. Furthermore the losses incurred from the valuation of the above companies at fair value were presented according to IFRS 5 “Non current assets held for sale» are separately in the income statement of the Group”. Following the classification as held for sale, a total impairment loss of € 7.064.409 was recognised the statement of profit and loss under “Impairment of investments in subsidiaries” as at 31.12.2014.

During the current period and with the completion of the sale of the companies, an amount of € 2.988.850 was recognized mainly resulting from the direct movement of foreign exchange reserves to retained earnings through current period results in accordance with IAS 21 “*Effects of Changes in Foreign Exchange Rates*” .

### **2. LOAN RESTRUCTURING AGREEMENT**

The management of the Company as at March 24, 2015 signed an Agreement of Understanding (MOU) with the lending banks (Alpha Bank, Eurobank, National Bank, Piraeus Bank and Attica Bank) which provides tolerance period (standstill) until October 31, 2015, the due and due principal and interest payments of existing loans. Mutual understanding also includes an agreement to restructure the existing debt of the Company Agreement, the key points of the restructuring agreement provide for the following:



- Capitalisation existing loans totaling € 58,6 million.
- Issuance of common Secured Bond € 58,2 million.
- Issuance of common bond loan (RCF Facility) € 31,4 million.
- Issuance of convertible bonds € 29,5 million.
- Issuance of common bond loan (VAT Facility) € 4,8 million.

The above agreement has been submitted by the management of the Company for approval to the General Meeting. The 1st Repeated General Meeting of Shareholders of 4 May 2015 approved the above agreement. The management of the Company on July 2, 2015 submitted the Prospectus to the Hellenic Capital Market Commission, taking into account that in accordance with the above Mutual Understanding Agreement, the share capital will increase by € 58.599.999,90, with the issuance and distribution of 195.333.333 new common, registered shares with a nominal value of € 0,30 each and an issue price € 0,30 per share, with the capitalization of the bank debt.

### **3. COMMENCEMENT OF THE MERGER WITH SUBSIDIARY**

The Board of Directors of NIREUS decided, on 30.03.2015, to initiate the process of merger by absorption of SEA FARM IONIAN SA with the merger balance sheet common reference date set as 31 March 2015.

The merger is a part of the restructuring of the Group. It will be implemented according to the relevant provisions of article 69 of C.L. 2190/1920, the provisions of L. 2166/1993, and will respect all the obligations of the current legislation for listed companies.

## **III. MAJOR RISKS AND UNCERTAINTIES**

### **I. CURRENT ECONOMIC DEVELOPMENTS IN GREECE**

The bank holiday that took place during the first 20 days of July 2015 and the continued imposition of various restrictions on capital movements have increased economic uncertainty and pressure on the financial system and public finances.

In this context, the Greek Government on July 8, 2015 submitted three year funding request to the European Stability Mechanism (ESM). On July 12, 2015 the Euro Summit issued a statement to the effect that the Greek Government should institutionalize a series of measures as prerequisites for launching negotiations aimed at preparing a new plan of financial assistance under the EMS. The Greek Parliament on 15 and 23 July approved part of the prerequisites that were set by the above Summit, and on August 14 it approved the draft Financial Assistance Contract by the ESM as well as the arrangements for the implementation of the Funding Agreement .The Action Plan was adopted by the Management Board of the ESM on the 20<sup>th</sup> of August.

Under the economic environment developed by these events, risks arise, the most important of which relate to the liquidity of both the financial system and companies in terms of collectability of their receivables, asset impairment, revenue



recognition, servicing existing loan liabilities and / or meeting financial terms and financial indicators, the recoverability of deferred tax benefits, the valuation of financial instruments, the adequacy of provisions and the possible continuation of unrestricted business activity.

The management of the Group and the Company examined the conditions raised by these developments in the Greek economy, and considering factors such as the Group's foreign export sales which approximate 80%, the current and expected customer base, the profitability and cash flows of the Group and the Company, it assessed that no significant impact is expected to result on the business activity, financial position and results of the Group and the Company.

It should be noted that the Company in order that it meet the conditions created by the above economic environment decided to set up a special committee so as to address and resolve issues created by these risks in the context of the daily business operations of the Company and the Group. Key responsibilities of this committee included the resolution of issues regarding the financing of the company, the collectibility of receivables and the overall monitoring of problems created by the imposition of restrictions on capital movements.

Despite the above, conditions and any possible further adverse developments in Greece may negatively affect the results and financial position of the Company and the Group, in a manner which can not currently be precisely projected. However, the Group's management has taken all necessary steps to minimize any negative impacts.

## **2. INVENTORIES-BIOLOGICAL-VALUATION**

### ***The business activity of the Group may be affected by risks associated with the sensitivity of inventories***

The Group has significant reserves of live (live stock) given its target to continuously supply the market with fish and fry. Due to their increased sensitivity, and although it has been ensured that the stocks are held in the most hygienic and safe conditions, and given the quality control performed on an ongoing basis, there is always the potential risk of impairment of inventories by the presence of a disease due pathogenic bacteria. Although inventories of the Group are secured against a variety of risks, potential damage to the quality of the stocks would adversely affect the business and financial position of the Company and the Group.

### ***Any price reduction of the Group's aquaculture products may adversely affect its business, financial position and operating results***

Prices of fish products are affected by a set of factors that contribute to their formation. Indicatively, in previous years there was an increase in the production of seabass and seabream in Greece, products that may occasionally be oversupplied resulting in reduced sales prices. Furthermore, the increase in production by Turkish producers, which products are sold in the same market at a lower price due to government subsidies and lower production costs, may lead to the sale of products at low prices. In addition, their selling prices may be affected by climatic change and extreme weather conditions affecting



their production. Given that the production of seafood is planned several months prior to placing the finished products (sea bream, sea bass), as the process of development of the fish in order that they reach an average commercial size takes about 18 months, and given that the long-term efforts made in forecasting prices of fish are extremely difficult, the Group faces the possibility of a reduction in sales prices for its products. Therefore, a negative change in prices for fish products, may materially and adversely affect the business, financial position, results and prospects of the Company and the Group.

***The Group is subject to the risk of reduction of the total value (impairment) of fish inventory as the valuation of these depends on a number of factors such as the volume of biomass, the size distribution of fish and their fair values***

The pricing of fish products (in relation to factors affecting prices for fish products see above risk "Any price reduction of the Group's aquaculture products may adversely affect its business, financial condition and operating results"), affects the valuation of biological assets which are generally considered the most significant asset of aquaculture companies. Under this context, because stocks (biological assets) are measured at fair value, a reduction in their total value (impairment) may occur thus impacting the income statement accordingly.

The valuation of biological assets is subject to significant assumptions, estimates and judgments concerning the volume of biomass, the size distribution of fish and their fair values. Estimates and judgments by management are reviewed at each reporting period so as to comply, where possible, with the general conditions and dynamics that prevail in the market in which the Company operates. The above estimates and judgments may be modified in the future depending on any changes in the conditions and market dynamics. This methodology results in that during periods of intense growth / (reduction) rate of stocks and increase / (decrease) of the selling price, significant gains / (losses) occur from the difference between the production cost and the corresponding valuation price at sales market prices. Biological assets include brood stock, fish fry and stock and aviculture products at each reporting date at fair value. Following the adoption of IFRS 13 on 1.1.2013 at each balance sheet date the fair value measurement of biological assets is made in accordance with the new IFRS 13 standard in conjunction with the specific requirements of standard IAS 41. Under IFRS 13, fair value is the exit price which is based on the main market in which there is also the largest trading volume. The estimated fair value of the fish population at each reporting date is based on various factors, such as the hypothetical primary market considered, the representative participants involved in the market, the highest and best use of these assets at the reporting date, the expected period / date of harvesting and the prevailing observable and representative market prices for the end product (harvested fish). Biological assets that are ready for sale are measured at fair value, while inventory which due to their size cannot be sold (such as juveniles included in the biomass and immature fish) are valued at their fair value less the cost of transport or estimated selling costs. Assuming that all fish existing as at December 2015 were of harvest size, a change in the price by + / (-) 5% per kilo weight would change the valuation of by a positive / negative minimum of € 6,4 million / € (6, 4) million and a change in the discount rate by + / (-) 1% would change the valuation by a negative / (positive) minimum of € (0,4) million. / € 0,4 million.



*The already highly competitive environment in the aquaculture sector, as well as any further intensification of competition in it, may adversely affect the business, financial condition, results and prospects of the Group*

Competition between businesses in the sector are considered intense, given the significant number of companies operating in this sector and the low diversification of the product offered, so that there are no well-established brand names in the market of aquaculture. Competition is further intensified in times of overproduction of marine farmed fish, and therefore placing a strong pressure on selling prices. Due to the strong export nature of the product, domestic fish farming, and thus the company as well, are faced with fierce competition from production companies in other Mediterranean countries, especially from Turkey. Turkey is the second country in the productive capacity of fish farming industry, which continues to develop its production capacity and its commercial contacts rapidly so that it has become highly competitive in all markets. The penetration of Turkish companies in the world market is further facilitated by the stagnation of the Greek productive capacity, due to the conditions prevailing in the Greek economy and the impact of the new framework which limits the developmental potential of existing production facilities.

In any case, any further intensification of competition faced by the Group, either from domestic competitors or competitors coming from Turkey and / or other foreign countries, could materially and adversely affect the Group's business, financial position, results and prospects.

### **3. CUSTOMERS-CUSTOMER CREDITS**

The company's receivables from its customers have a minimal exposure to the risk of bad debts which can result only from the stockbreeding sector, which risk however is significantly restricted due to the large diversification. The percentage participation of the remaining segments as a percentage of the total amounts to 10%.

The remaining customers of the aquaculture sectors are double insured, either in their majority through customer credit insurance contracts which insure 80% of the owed amount in the event of default in payment or through the retention of the ownership of the sold product (juveniles) until the date of repayment. The repayment date precedes the production completion date (from juveniles to marketable size fish).

### **4. PERSONNEL**

The Management of the Company and the Group is supported by an experienced team of qualified personnel which has complete knowledge in their area of expertise and with respect to market conditions, thus contributing to the smooth functioning and development of the Company.

Any possible disruption in the relations between managers and Management, thus resulting in them being made redundant, will not cause any disruption in the operating stability of the Company because this is being exerted by specific groups



(consulting) managers. The infrastructure of the Company allows the immediate replacement of personnel without any major effects on the progress of its operations.

The relations between Management and personnel are at best and no working problems are encountered. As a result of these relations, the working litigation concerning working issues is minimal amongst the number of employed persons.

**IV. TRANSACTIONS WITH RELATED PARTIES**

**1. Acquisition of 50% of the shares of subsidiary**

In July the Company purchased one thousand and twenty-two (1.022) shares, equivalent to 50% of total shares of its subsidiary company PROTEUS EQUIPMENT SA, at a purchase price of € 1.350.000. Following the acquisition, NIREUS AQUACULTURE SA owns 100% of the shares of its subsidiary PROTEUS EQUIPMENT SA.

**2. Transactions and Compensation of Related parties**

**Transactions and compensation to Directors and key management**

*Amounts in Euro*

Salaries, employment benefits and compensation to Directors  
Salaries and other employment benefits to key management

<b>GROUP</b>		<b>COMPANY</b>	
<b>30/6/2015</b>	<b>30/6/2014</b>	<b>30/6/2015</b>	<b>30/6/2014</b>
631.744	619.963	485.347	395.325
374.227	332.830	198.588	162.415
<b>1.005.971</b>	<b>952.793</b>	<b>683.935</b>	<b>557.740</b>



The following tables exhibit the realized transactions:

COMPANY BEARING THE RECEIVABLE	COMPANY BEARING THE LIABILITY					
	NIREUS AQUACULTURE SA	PREDOMAR S.L.	PROTEUS EQUIPMENT S.A	BLUEFIN TUNA AE (GROUP)	SEAFARM IONIAN SA	SEAFARM IONIAN GMBH
NIREUS AQUACULTURE SA		4.377.708	341.493	4.755.890	1.657	-
PREDOMAR S.L.	-		-	-	-	-
PROTEUS EQUIPMENT S.A	-	11.320		-	406.439	-
MIRAMAR PROJECTS CO LTD - UK	14	-	14	-	-	-
AQUACOM LTD	336.882	-	-	-	-	-
SEAFARM IONIAN SA	226.548	-	-	95.629		489
KEGO AGRI S.A	2.127.535	-	-	-	-	-
<b>TOTAL</b>	<b>2.690.979</b>	<b>4.389.028</b>	<b>341.507</b>	<b>4.851.519</b>	<b>408.095</b>	<b>489</b>

PURCHASING COMPANY	SELLING COMPANY														
	NIREUS AQUACULTURE			PROTEUS SA		ILKNAK SU URUNLERI SAN Ve TIC A.S.		SEAFARM IONIAN S.A		KEGO AGRI S.A		TOTAL			
	Finished Goods/ Products	Services	Other	Finished Goods/ Products	Services	Finished Goods/ Products	Other	Services	Fixed assets	Finished Goods/ Products	Fixed Assets	Finished Goods/ Products	Services	Fixed Assets	Other
<b>NIREUS AQUACULTURE SA</b>															
Administrative expenses	-	-	-	250.690	88.107	-	-	2.646.996	-	6.390	-	257.080	2.735.103	-	-
Fixed Assets	-	-	-	844.458	-	-	-	-	15.930	-	11.665	844.458	-	27.595	-
Finished Goods/ Products	-	-	-	-	-	-	-	-	-	2.266.925	-	2.266.925	-	-	-
<b>PREDOMAR S.L.</b>															
Administrative expenses	-	64.062	32.576	-	-	-	-	-	-	-	-	-	64.062	-	32.576
Finished Goods/ Products	989.255	-	-	-	-	-	-	-	-	-	-	989.255	-	-	-
<b>PROTEUS EQUIPMENT S.A</b>															
Administrative expenses	-	14.928	7.800	-	-	-	-	-	-	-	-	-	14.928	-	7.800
<b>MIRAMAR SU URUNLERI VE BALIK YEMI URETIMI SANAYI VE TICARET A.S.</b>															
Administrative expenses	-	-	-	-	-	-	146	-	-	-	-	-	-	-	146
Finished Goods/ Products	-	-	-	-	-	490.121	-	-	-	-	-	490.121	-	-	-
<b>SEAFARM IONIAN S.A.</b>															
Administrative expenses	-	14.512	9.000	-	-	-	-	-	-	-	-	-	14.512	-	9.000
Services	-	-	-	43.220	-	-	-	-	-	-	-	43.220	-	-	-
<b>KEGO AGRI S.A</b>															
Administrative expenses	-	106.455	12.000	-	-	-	-	-	-	-	-	-	106.455	-	12.000
Fixed Assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Finished Goods/ Products	777.442	-	-	-	-	-	-	-	-	-	-	777.442	-	-	-
<b>TOTAL</b>															
Administrative expenses	-	199.957	61.376	250.690	88.107	-	146	2.646.996	-	6.390	-	257.080	2.935.059	-	61.521
Fixed Assets	-	-	-	887.678	-	-	-	-	15.930	-	11.665	887.678	-	27.595	-
Finished Goods/ Products	1.766.698	-	-	-	-	490.121	-	-	-	2.266.925	-	4.523.743	-	-	-

The Company's trade transactions with its related parties during the first six-month period of 2015 have occurred under normal market terms and conditions.



## V. SURVEILLANCE ISSUES

The Board of Directors of the Athens Exchange decided to transfer the shares of the Company to the Under Supervision Category as per the trading session of December the 19th 2014, since it was not feasible for the Company to complete a share capital increase through capitalization of bank debt till the end of 2014.

In 2014, the Company had submitted to the Creditor Banks a comprehensive bank debt restructuring plan that included a share capital increase and the adoption of new financial ratios that could be met under the current economic environment. After many months of negotiations, on March the 24th 2015, the Company entered a Memorandum of Understanding with the Creditor Banks, the basic terms of which were announced on March the 26th 2015 and ratified by the General Meeting of Shareholders of 04.05.2015.

The Company is currently in the process of finalizing the terms of the new loan agreements.

At the same time, the process of submitting the relevant documents to the competent authorities for the final approval for the share capital increase will soon be completed. Following the completion of the above actions the Company will request the transfer of its shares to the Main Market of the Stock Exchange.

## VI. PROSPECTS

The global demand for the Group's major products, sea bass and seabream remains resilient.

The average price of sea bass and sea bream is expected to remain at satisfactory levels in the second semester of 2015.

The prices of our raw materials for fishfeed are not expected to increase in 2015.

The continuous crisis in Greece is not expected to have a significant effect on fish sales given that 90% of the fish production which the Group produces is exported. Even though it is difficult to evaluate the real consequences of the volatile economic environment in Europe, there are valid reasons for us to believe that the aquaculture sector of sea bass and sea bream, in addition to the food sector, will in total be affected to a lesser extent in comparison to other sectors (construction, mass media etc).

The Company's management believes that the implementation of the Memorandum of Understanding (MoU) with the banks will have a positive outcome in the interest of the Company, the Group and its shareholders.

Furthermore, the management of the Company and the Group considers that:

- The Group's operations will be conducted under its normal operating cycle
- The Group and the Company have a strong customer base and sales.
- Nireus group is a leader with high expertise in an industry that largely contributes to the exports of Greek economy and regional development of the country.
- The Group and the Company have a sufficient amount of biological assets.



-The unstable economic environment is not expected to affect the activity and results of the Group and the Company taking into account openness and export business of the Group.

-The Group and the Company have cash flows from operating activity.

In light of the above, the separate and consolidated financial statements of the Company and the Group have been prepared under the going concern assumption. Nevertheless, the possibility of a non-successful completion of Group's and company's loans restructuring, indicate the existence of a material uncertainty that may cast significant doubt on the Company's and the Group's ability to continue as a going concern.

Koropi, August 27 2015

*An exact copy of the Minutes of the Meetings of the Board of Directors*

The chairman of the BOD

The members

**THE CHAIRMAN OF THE BOD  
BELLES ARISTIDES**

**THIS REPORT HAS BEEN TRANSLATED FROM THE ORIGINAL VERSION IN GREEK**

***REPORT ON REVIEW OF INTERIM CONDENSED FINANCIAL INFORMATION***

**To the Shareholders of “NIREUS AQUACULTURE S.A”.**

***Introduction***

We have reviewed the accompanying condensed separate and consolidated statement of financial position of the Company “NIREUS AQUACULTURE S.A” as at 30 June 2015, and the related condensed separate and consolidated statements of income, comprehensive income, changes in equity and cash flows for the six-month period then ended, as well as the selected explanatory notes that comprise the interim condensed financial information, which is an integral part of the six-month financial report of Law 3556/2007. Management is responsible for the preparation and presentation of this interim condensed financial information in accordance with International Financial Reporting Standards as adopted by the European Union and apply to interim financial reporting (International Accounting Standard “IAS 34”). Our responsibility is to express a conclusion on this interim condensed financial information based on our review.

***Scope of review***

We conducted our review in accordance with the International Standard on Review Engagements 2410, “Review of Interim Financial Information Performed by the Independent Auditor of the Entity”. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

***Conclusion***

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim condensed financial information is not prepared, in all material respects, in accordance with IAS 34.

***Emphasis of matter***

Without qualifying our opinion, we draw attention to Note 2.2 of the separate and consolidated interim financial statements which indicates that, as at June 30, 2015, (a) the Group and the Company were not in compliance with certain financial covenants and relevant undertakings under their bond loan agreements, and as a result as at June 30, 2015, bond loans amounting to € 10,8 million and € 2 million for the Group and the Company, respectively, are classified as current liabilities, (b) the Group and the Company were not in a position to repay part of their contractual obligations, amounting to € 99 million and € 91,9 million, respectively and (c) the Group’s management signed an MoU with lending banks on 24 March 2015, which provides for a standstill period until October 31, 2015. As further discussed in Note 2.2, the refinancing of the loans of the Company and the Group cannot be assured, as it depends on the successful completion of the restructuring of loans, while further uncertainty exists related to the current economic situation in Greece. Accordingly, these conditions indicate the existence of a material uncertainty that may cast significant doubt on the Company’s and the Group’s ability to continue as a going concern

*Report on other legal and regulatory matters*

Our review has not identified any inconsistency between the other information contained in the six-month financial report prepared in accordance with article 5 of Law 3556/2007 with the accompanying interim condensed financial information.

**Athens, 28 August 2015**  
**THE CERTIFIED AUDITOR ACCOUNTANT**

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**COMPANY S.O.E.L. R.N. 107**



***Income statement***

(Amounts in Euro)

	Note	GROUP			
		1/1-30/6/2015	1/1-30/6/2014 (restated *)	1/4-30/6/2015	1/4-30/6/2014 (restated*)
<b>Fair value of biological assets at the beginning of the period</b>		<b>163.662.396</b>	<b>170.151.405</b>	<b>145.477.130</b>	<b>149.696.063</b>
Purchases during the period		(597.557)	(486.803)	(206.715)	(479.579)
Sales during the period		73.624.987	72.849.769	38.705.224	38.609.134
Less: sale of subsidiaries		295.437	-	-	-
<b>Fair value of biological assets at 30/6/2015</b>		<b>142.928.656</b>	<b>138.586.658</b>	<b>142.928.656</b>	<b>138.586.658</b>
<b>Gains resulting from changes in fair value of biological assets at the end of the period</b>	<b>19</b>	<b>52.589.127</b>	<b>40.798.219</b>	<b>35.950.035</b>	<b>27.020.150</b>
Sales of non-biological goods-merchandise and other inventories	<b>8</b>	13.431.468	20.638.098	6.916.074	11.367.392
Raw Material Consumption		(37.037.551)	(40.241.708)	(22.044.378)	(23.047.983)
Salaries & personnel expenses		(13.922.707)	(14.326.392)	(7.191.868)	(7.580.447)
Third party fees and benefits		(9.536.038)	(9.466.422)	(4.940.077)	(4.729.936)
Finance expenses	<b>9</b>	(6.553.823)	(6.547.862)	(3.162.796)	(3.271.941)
Finance income	<b>9</b>	323.555	194.237	154.243	123.646
Impairment of goodwill and investments in subsidiaries		-	(423.554)	-	(423.554)
Losses from measurement of financial assets at fair value					
Losses from sale of subsidiary companies	<b>17</b>	(2.988.850)	-	-	-
Depreciation		(3.218.380)	(3.927.607)	(1.624.594)	(1.990.929)
Other expenses	<b>10</b>	(10.773.693)	(12.349.954)	(5.629.592)	(6.884.617)
Other income	<b>11</b>	1.636.053	1.204.862	509.843	554.486
<b>Results for the period before taxes</b>		<b>(16.050.839)</b>	<b>(24.448.083)</b>	<b>(1.063.111)</b>	<b>(8.863.733)</b>
Income tax	<b>12</b>	(192.410)	(239.870)	(103.959)	(52.917)
Deferred income tax	<b>12</b>	940.086	5.371.206	(138.252)	2.009.927
<b>Net losses for the period</b>		<b>(15.303.163)</b>	<b>(19.316.747)</b>	<b>(1.305.322)</b>	<b>(6.906.723)</b>
<b>Attributable to:</b>					
<b>Equity holders of the Parent company</b>		(15.272.626)	(19.455.997)	(1.153.909)	(6.884.723)
<b>Non-controlling interests</b>		(30.537)	139.250	(151.413)	(22.000)
<b>Total</b>		<b>(15.303.163)</b>	<b>(19.316.747)</b>	<b>(1.305.322)</b>	<b>(6.906.723)</b>
<b>Losses per share – (basic and diluted) in €</b>	<b>13</b>	<b>(0,2399)</b>	<b>(0,3056)</b>	<b>(0,0181)</b>	<b>(0,1081)</b>

\* Due to the reclassification and net-off of a figure from "Other expenses" to "Sales of biological assets" Note 10 .

**The attached notes form an integral part of these financial statements**



***Income statement***

(Amounts in Euro)

	Note	COMPANY		1/4-30/6/2014 (restated*)	
		1/1-30/6/2015	1/1-30/6/2014 (restated *)		1/4-30/6/2015
<b>Fair value of biological assets at the beginning of the period</b>		<b>156.861.359</b>	<b>155.012.142</b>	<b>139.096.360</b>	<b>135.724.727</b>
Purchases during the period		(597.245)	(80.500)	(206.715)	(80.500)
Sales during the period		69.598.553	66.966.245	37.016.755	34.903.494
<b>Fair value of biological assets at 30/6/2015</b>		<b>134.782.931</b>	<b>127.698.108</b>	<b>134.782.931</b>	<b>127.698.108</b>
<b>Gains resulting from changes in fair value of biological assets at the end of the period</b>	<b>19</b>	<b>46.922.880</b>	<b>39.571.711</b>	<b>32.496.611</b>	<b>26.796.375</b>
Sales of non-biological goods-merchandise and other inventories	<b>8</b>	7.594.312	8.687.397	4.143.340	4.628.172
Raw material consumption		(29.881.547)	(29.526.941)	(18.228.559)	(16.881.692)
Salaries & personnel expenses		(11.463.699)	(11.501.496)	(5.972.714)	(6.100.608)
Third party fees and benefits		(9.905.869)	(9.941.211)	(5.341.731)	(4.807.617)
Finance expenses	<b>9</b>	(6.104.042)	(6.132.928)	(2.884.613)	(3.062.705)
Finance income	<b>9</b>	446.970	311.433	278.279	243.270
Depreciation		(2.821.356)	(3.285.894)	(1.447.554)	(1.679.554)
Other expenses	<b>10</b>	(9.848.843)	(9.952.234)	(5.341.068)	(5.626.432)
Other income	<b>11</b>	1.029.901	526.057	406.387	315.597
<b>Results for the period before taxes</b>		<b>(14.031.293)</b>	<b>(21.244.106)</b>	<b>(1.891.622)</b>	<b>(6.175.194)</b>
Deferred income tax	<b>12</b>	1.196.637	4.438.419	80.922	1.391.497
<b>Net losses for the period</b>		<b>(12.834.656)</b>	<b>(16.805.687)</b>	<b>(1.810.700)</b>	<b>(4.783.697)</b>

\* Due to the reclassification and net-off of a figure from "Other expenses" to "Sales of biological assets" Note 10 .

**The attached notes form an integral part of these financial statements**



## **Statement of Comprehensive Income**

(Amounts in Euro)

	<b>GROUP</b>			
	<b>1/1-30/06/2015</b>	<b>1/1-30/06/2014</b>	<b>1/4/-30/06/2015</b>	<b>1/4/-30/06/2014</b>
<b>Losses after tax for the period</b>	<b>(15.303.163)</b>	<b>(19.316.747)</b>	<b>(1.305.322)</b>	<b>(6.906.723)</b>
<b>Other comprehensive income</b>				
<b>Items which can be recycled through the income statement (I)</b>				
Currency translation differences from the consolidation of foreign subsidiaries	480.877	204.185	-	239.705
Transfer of foreign exchange reserve from the sale of subsidiaries (Note 17)	2.329.860	-	-	-
	<u>2.810.737</u>	<u>204.185</u>	<u>-</u>	<u>239.705</u>
<b>Items which cannot be recycled through the income statement (II)</b>				
Movement in the revaluation reserve of property plant & equipment	-	9.571	-	243
Less: Deferred Tax	-	(2.488)	-	(63)
	<u>-</u>	<u>7.083</u>	<u>-</u>	<u>180</u>
<b>Other comprehensive income (I+II)</b>	<b>2.810.737</b>	<b>211.268</b>	<b>-</b>	<b>239.885</b>
<b>Total Comprehensive Losses</b>	<b>(12.492.426)</b>	<b>(19.105.479)</b>	<b>(1.305.322)</b>	<b>(6.666.838)</b>
<i>-Equity holders of the parent company</i>	(12.533.248)	(19.282.004)	(1.153.909)	(6.683.008)
<i>-Non-controlling interests</i>	40.822	176.525	(151.413)	16.170
	<u>(12.492.426)</u>	<u>(19.105.479)</u>	<u>(1.305.322)</u>	<u>(6.666.838)</u>

	<b>COMPANY</b>			
	<b>1/1-30/06/2015</b>	<b>1/1-30/06/2014</b>	<b>1/4/-30/06/2015</b>	<b>1/4/-30/06/2014</b>
<b>Losses after tax for the period</b>	<b>(12.834.656)</b>	<b>(16.805.687)</b>	<b>(1.810.700)</b>	<b>(4.783.697)</b>
<b>Total Comprehensive Losses</b>	<b>(12.834.656)</b>	<b>(16.805.687)</b>	<b>(1.810.700)</b>	<b>(4.783.697)</b>

**The attached notes form an integral part of these financial statements**



## Statement of Financial Position

(Amounts in Euro)

	Note	GROUP		COMPANY	
		30/6/2015	31/12/2014	30/6/2015	31/12/2014
<b>ASSETS</b>					
<b>Non-current assets</b>					
Property, plant and equipment	14	75.986.595	76.134.881	70.112.497	70.015.589
Investment property		4.162.995	4.162.995	3.283.012	3.283.012
Goodwill	15	30.356.630	30.356.630	19.049.833	19.049.833
Intangible assets	16	15.147.892	15.082.914	4.233.699	4.168.686
Investments in subsidiaries	17	-	-	28.908.300	31.808.213
Deferred income tax assets	18	1.501.447	1.489.074	-	-
Available-for-sale financial assets		20.905	20.905	6.800	6.800
Other long-term receivables		292.821	521.273	226.292	456.293
Biological assets	19	98.396.410	70.915.786	96.564.347	69.463.499
		<b>225.865.695</b>	<b>198.684.458</b>	<b>222.384.780</b>	<b>198.251.925</b>
<b>Current assets</b>					
Biological assets	19	44.532.246	92.746.610	38.218.584	87.397.860
Inventories	20	14.427.240	10.674.633	11.303.149	8.096.937
Trade and other receivables	21	36.400.890	37.019.482	30.894.441	32.632.913
Other receivables		6.978.728	6.095.901	5.965.923	4.996.357
Other current assets		2.818.567	1.629.324	2.680.461	1.387.035
Derivative financial instruments	26	18.479	10.897	18.479	10.897
Restricted cash	22	5.091.538	4.245.364	5.091.538	4.245.364
Cash and cash equivalents		9.086.790	5.441.530	7.223.854	3.685.215
		<b>119.354.478</b>	<b>157.863.741</b>	<b>101.396.429</b>	<b>142.452.578</b>
Held for sale assets	17	-	8.514.960	-	-
<b>Total Assets</b>		<b>345.220.173</b>	<b>365.063.159</b>	<b>323.781.209</b>	<b>340.704.503</b>
<b>EQUITY &amp; LIABILITIES</b>					
<b>Equity</b>					
Share capital	23	85.354.185	85.354.185	85.354.185	85.354.185
Less Treasury shares	23	(47.271)	(47.271)	(47.271)	(47.271)
Share premium account	23	36.248.476	36.248.476	36.248.476	36.248.476
Fair value reserves	23	30.131.074	30.809.596	29.096.988	29.096.988
Foreign currency translation reserve		-	(2.739.378)	-	-
Other capital reserves	23	8.421.523	10.245.123	8.424.186	9.057.838
Retained earnings		(121.454.873)	(108.684.369)	(111.739.363)	(99.538.359)
<b>Equity attributable to equity holders of the Parent Company</b>		<b>38.653.114</b>	<b>51.186.362</b>	<b>47.337.201</b>	<b>60.171.857</b>
<b>Non-controlling interests</b>		<b>(7.413.702)</b>	<b>(7.785.751)</b>	<b>-</b>	<b>-</b>
<b>Total Equity</b>		<b>31.239.412</b>	<b>43.400.611</b>	<b>47.337.201</b>	<b>60.171.857</b>
<b>Non-current liabilities</b>					
Long-term interest bearing loans borrowings	24	29.644.067	35.402.375	29.347.858	35.402.375
Deferred income tax liabilities	18	3.576.209	4.502.383	2.670.975	3.867.612
Net Employee defined Benefit obligations		2.444.827	2.365.903	2.172.911	2.106.215
Government grants		6.331.093	6.660.659	5.738.555	6.028.155
Other non-current liabilities		1.671.617	1.881.294	-	-
Provisions		2.869.480	3.392.058	940.391	717.968
<b>Total non-current liabilities</b>		<b>46.537.293</b>	<b>54.204.672</b>	<b>40.870.690</b>	<b>48.122.325</b>
<b>Current liabilities</b>					
Trade & other payables	25	46.021.052	48.031.309	41.060.416	44.023.371
Short-term interest bearing loan borrowings	24	61.913.760	62.762.422	57.266.096	59.911.273
Derivative financial instruments	26	2.046.193	2.316.142	2.046.193	2.316.142
Current portion of long-term financial liabilities	24	144.351.634	137.686.092	124.060.208	116.393.319
Other current liabilities	25	13.110.829	11.858.255	11.140.405	9.766.216
<b>Total current liabilities</b>		<b>267.443.468</b>	<b>262.654.220</b>	<b>235.573.318</b>	<b>232.410.321</b>
Held for sale liabilities	17	-	4.803.656	-	-
<b>Total Liabilities</b>		<b>313.980.761</b>	<b>321.662.548</b>	<b>276.444.008</b>	<b>280.532.646</b>
<b>Total Equity and Liabilities</b>		<b>345.220.173</b>	<b>365.063.159</b>	<b>323.781.209</b>	<b>340.704.503</b>

**The attached notes form an integral part of these financial statement**



## ***Statement of Changes in Equity***

### **Consolidated Statement of Changes in Equity**

(Amounts in Euro)

	Share Capital	Treasury Shares	Share Premium	Asset Revaluation Reserve	Foreign Currency Translation Reserve	Other Reserves	Retained Earnings	Controlling interests	Non-controlling interests	Total
<b>Balance of equity as at 1 January 2014</b>	<b>85.354.185</b>	<b>(47.271)</b>	<b>36.248.476</b>	<b>30.112.982</b>	<b>(3.139.556)</b>	<b>8.589.748</b>	<b>(92.536.295)</b>	<b>64.582.269</b>	<b>(6.897.096)</b>	<b>57.685.173</b>
<i>Movement in equity for the period 1/1-30/6/2014</i>										
Losses after taxes	-	-	-	-	-	-	(19.455.997)	(19.455.997)	139.250	(19.316.747)
Other comprehensive income	-	-	-	(5.808)	172.014	-	7.787	173.993	37.275	211.268
<b>Total comprehensive losses after taxes</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(5.808)</b>	<b>172.014</b>	<b>-</b>	<b>(19.448.210)</b>	<b>(19.282.004)</b>	<b>176.525</b>	<b>(19.105.479)</b>
<b>Balance of equity as at 30 June 2014</b>	<b>85.354.185</b>	<b>(47.271)</b>	<b>36.248.476</b>	<b>30.107.174</b>	<b>(2.967.542)</b>	<b>8.589.748</b>	<b>(111.984.505)</b>	<b>45.300.265</b>	<b>(6.720.571)</b>	<b>38.579.694</b>
<b>Balance of equity as at 1 January 2015</b>	<b>85.354.185</b>	<b>(47.271)</b>	<b>36.248.476</b>	<b>30.809.596</b>	<b>(2.739.378)</b>	<b>10.245.123</b>	<b>(108.684.369)</b>	<b>51.186.362</b>	<b>(7.785.751)</b>	<b>43.400.611</b>
<i>Movement in equity for the period 1/1-30/6/2015</i>										
Losses after taxes	-	-	-	-	-	-	(15.272.626)	(15.272.626)	(30.537)	(15.303.163)
Other comprehensive income	-	-	-	(1.928)	2.739.378	-	1.928	2.739.378	71.359	2.810.737
<b>Total comprehensive losses after taxes</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(1.928)</b>	<b>2.739.378</b>	<b>-</b>	<b>(15.270.698)</b>	<b>(12.533.248)</b>	<b>40.822</b>	<b>(12.492.426)</b>
Net-off retained earnings with reserves	-	-	-	-	-	(633.652)	633.652	-	-	-
Transfer of sale of subsidiaries (Note 23)	-	-	-	(676.594)	-	(1.189.948)	1.866.542	-	455.333	455.333
Approved dividends	-	-	-	-	-	-	-	-	(124.106)	(124.106)
<b>Total recognised losses for the period</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(678.522)</b>	<b>2.739.378</b>	<b>(1.823.600)</b>	<b>(12.770.504)</b>	<b>(12.533.248)</b>	<b>372.049</b>	<b>(12.161.199)</b>
<b>Balance of equity as at 30 June 2015</b>	<b>85.354.185</b>	<b>(47.271)</b>	<b>36.248.476</b>	<b>30.131.074</b>	<b>-</b>	<b>8.421.523</b>	<b>(121.454.873)</b>	<b>38.653.114</b>	<b>(7.413.702)</b>	<b>31.239.412</b>

**The attached notes form an integral part of these financial statements**



**Statement of Changes in Equity of the Parent Company**

(Amounts in Euro)

	Share Capital	Treasury Shares	Share Premium	Asset Revaluation Reserve	Other Reserves	Retained Earnings	Total
<b>Balance of equity as at 1 January 2014</b>	<b>85.354.185</b>	<b>(47.271)</b>	<b>36.248.476</b>	<b>28.633.727</b>	<b>8.648.031</b>	<b>(90.264.366)</b>	<b>68.572.782</b>
<i>Movement in Net equity for the period 01/01-30/6/2014</i>							
Losses after taxes	-	-	-	-	-	(16.805.687)	<b>(16.805.687)</b>
<b>Total comprehensive losses after taxes</b>	-	-	-	-	-	<b>(16.805.687)</b>	<b>(16.805.687)</b>
<b>Balance of equity as at 30 June 2014</b>	<b>85.354.185</b>	<b>(47.271)</b>	<b>36.248.476</b>	<b>28.633.727</b>	<b>8.648.031</b>	<b>(107.070.053)</b>	<b>51.767.095</b>
<b>Balance of equity as at 1 January 2015</b>	<b>85.354.185</b>	<b>(47.271)</b>	<b>36.248.476</b>	<b>29.096.988</b>	<b>9.057.838</b>	<b>(99.538.359)</b>	<b>60.171.857</b>
<i>Movement in Net equity for the period 01/01-30/6/2015</i>							
Losses after taxes	-	-	-	-	-	(12.834.656)	<b>(12.834.656)</b>
Other comprehensive income	-	-	-	-	-	-	-
<b>Total comprehensive losses after taxes</b>	-	-	-	-	-	<b>(12.834.656)</b>	<b>(12.834.656)</b>
Net-off of retained earnings with reserves	-	-	-	-	(633.652)	633.652	-
<b>Balance of equity as at 30 June 2015</b>	<b>85.354.185</b>	<b>(47.271)</b>	<b>36.248.476</b>	<b>29.096.988</b>	<b>8.424.186</b>	<b>(111.739.363)</b>	<b>47.337.201</b>

**The attached notes form an integral part of these financial statements**



## Statement of Cash Flows

(Amounts in Euro)

	Note	GROUP		COMPANY	
		30/6/2015	30/6/2014	30/6/2015	30/6/2014
<b>Cash flows from operating activities</b>					
Losses before taxes		(16.050.839)	(24.448.083)	(14.031.293)	(21.244.106)
Plus/less adjustments for:					
Depreciation charge	14,16	3.218.380	3.927.607	2.821.356	3.285.894
Provisions		(521.113)	677.638	222.422	172.395
Government Grants		(329.567)	(232.190)	(289.600)	(169.458)
Provisions for retirement benefit obligations		90.504	112.829	66.696	73.592
Portfolio measurement		(277.531)	(82.863)	(277.531)	(82.863)
Dividends		-	-	(124.106)	(166.569)
Finance income	9	(46.024)	(111.374)	(45.333)	(62.001)
Movement in the fair value of biological assets	19	3.283.386	19.339.173	4.047.727	16.005.986
Losses from the sale of subsidiaries	17	2.988.850	-	-	-
Other non-cash items		69.830	422.806	69.800	(748)
Gains/(loss) from sale of property, plant and equipment-investments		(4.239)	237	(3.000)	(12.031)
Finance expense and similar charges	9	6.553.823	6.547.862	6.104.042	6.132.928
<b>Plus/less adjustments of working capital to net cash or related to operating activities:</b>					
Decrease of inventories		13.410.540	10.994.903	14.824.490	9.746.089
Decrease/(increase) of receivables		(5.089.738)	8.099.125	(294.519)	7.604.710
(Decrease)/increase of payable accounts (except Banks)		2.316.804	(9.056.112)	(759.001)	(9.498.671)
(Decrease)/increase of employee benefits		-	-	-	-
Less:					
Interest expense and similar charges paid		(1.320.460)	(1.262.605)	(1.138.562)	(1.184.758)
Income tax paid		(40)	(55.085)	(13)	-
<b>Cash generated from operating activities (a)</b>		<b>8.292.566</b>	<b>14.873.868</b>	<b>11.193.575</b>	<b>10.600.389</b>
<b>Cash used from operating activities from sold subsidiaries(a)</b>		<b>(50.598)</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net cash generated from operating activities Total S(a)</b>		<b>8.241.968</b>	<b>14.873.868</b>	<b>11.193.575</b>	<b>10.600.389</b>
<b>Cash flows from investing activities</b>					
Proceeds from sale of subsidiaries	17	4.149.802	-	1.919.436	-
Purchases of property, plant and equipment (PPE) and of intangible assets	14,16	(3.182.805)	(2.765.532)	(3.053.078)	(2.222.806)
Proceeds from sale of PPE and intangible assets		17.793	34.006	3.000	12.031
Interest received		46.024	111.689	45.333	62.001
Dividends received		124.106	-	124.106	-
<b>Cash generated investing activities (b)</b>		<b>1.154.920</b>	<b>(2.619.837)</b>	<b>(961.203)</b>	<b>(2.148.774)</b>
<b>Cash generated from investing activities (b)</b>		<b>2.940</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net cash generated from investing activities Total S(b)</b>		<b>1.157.860</b>	<b>(2.619.837)</b>	<b>(961.203)</b>	<b>(2.148.774)</b>
<b>Cash flows from financing activities</b>					
Proceeds from issued/raised bank loans		18.724.608	800.237	16.671.534	-
Repayments of loans		(23.801.124)	(6.968.916)	(22.519.093)	(3.925.327)
Restricted cash		(846.174)	(2.350.979)	(846.174)	(2.350.979)
Dividends paid		(248.211)	-	-	-
<b>Cash used in from financing activities (c)</b>		<b>(6.170.901)</b>	<b>(8.519.658)</b>	<b>(6.693.733)</b>	<b>(6.276.306)</b>
<b>Cash used in from financing activities (c)</b>		<b>67.152</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net cash used in from financing activities Total S(c)</b>		<b>(6.103.749)</b>	<b>(8.519.658)</b>	<b>(6.693.733)</b>	<b>(6.276.306)</b>
<b>Net increase in cash and cash equivalents for the period Total of S(a) + S(b) + S(c)</b>		<b>3.296.079</b>	<b>3.734.373</b>	<b>3.538.639</b>	<b>2.175.309</b>
Effects of exchange rate changes on the balance of cash held in foreign currencies		349.181	151.938	-	-
<b>Cash and cash equivalents at beginning of the period</b>		<b>5.441.530</b>	<b>3.616.545</b>	<b>3.685.215</b>	<b>2.426.166</b>
<b>Cash and cash equivalents at end of the period</b>		<b>9.086.790</b>	<b>7.502.856</b>	<b>7.223.854</b>	<b>4.601.475</b>

**The attached notes form an integral part of these financial statements**



## ***1. Information on the Company***

### ***1.1 General Information***

The company “NIREUS AQUACULTURE SA” (hereinafter the “Company”) is a company (societes anonyme) and a parent company of the group “NIREUS AQUACULTURE” (hereinafter the “Group”). The structure of the Group and the subsidiary companies are presented in Note 6 of the financial statements. The registered office of the company is domiciled at Koropi-Attica, Dimokritou Street, Portsi Place. The company’s web site is [www.nireus.com](http://www.nireus.com). The company was established in 1988 in Chios and in 1995 was listed on the Athens Stock Exchange.

The Board of Directors of Athens Exchange decided to transfer the shares of the Company to the Under Supervision Category as per the trading session of December the 19th 2014, since it was not feasible for the Company to complete a share capital increase through capitalization of bank debt, as referred to in Note 2.2 in 2014.

The interim condensed financial statements of the Group and of the Company were approved by the Board of Directors on August 27, 2015.

### ***1.2 Nature of operations***

The Company and the subsidiary companies of the Group are involved in a range of activities in the aquaculture sector. In particular, the main activities of the Group include the production of juveniles, and fish as well as the trading and distribution of various products in domestic and international markets, the production of equipment such as nets, cages etc. for fish farming units, the production and trade of fish feed, the production and trade of processed fish, and production and sale of stock & avibreeding products.

### ***1.3 Main Developments***

#### **I. Sales agreement in connection with the sale of all Turkish Subsidiaries**

As at January 21 2015 the Management of the Group entered into a sales agreement for the sale of its entire shareholdings in the Turkish companies ILKNAK SU URUNLERI and MIRAMAR SU URUNLERI at a total sales price of an amount of €4.150.000. Further information is presented in Note 17 «Investments in Subsidiaries».



## **II. Pledge on Fish Population**

The company NIREUS SA with the agreement of 20.3.2015 has provided to the company NORSILDMEL INNOVATION A / S a floating lien on the fish population, amounting to € 10.3 million to secure the outstanding balance. The pledge is valid until 31/12/2015 (Note 19).

## **III. Signing of Agreement on restructuring of loans.**

On March 2015 the Company entered into an agreement of mutual understanding (MoU) with its creditors to restructure its loans with a suspension of their rights to any amounts that will come due, principal and interest during out the suspension period (standstill ) until 31 October 2015, though being payable by that date and until the end of the suspension period.

The basic elements of the restructuring of loans will be:

A. Capitalisation of loans amounting to Euro 58.600.000 by issuing Nireus new shares at an issue price of € 0.30 per share, in favor of the creditor banks, which is expected to yield a total ownership stake of NIREUS to its creditors on the 75% .

B. Issue of common secured bond loans amounting to € 94.552.126 and interest rate EURIBOR + 4.25%

C. Issue of convertible bond into shares totalling € 29.466.293 for ten years, with interest rate of 1% and EUR 0.31 per share conversion price .As to the existing MOU the Company will propose to its bondholders to harmonize the basic terms in accordance with the terms of the new MOU. Further information is presented in Note 2.2.

It also provides that the Company will launch procedures for the merger through absorption of the subsidiary SEA FARM IONIAN AE and individual company transactions within the Group aimed at streamlining the structure.

## **IV. Notice of Resolutions of the General Meeting of the Bondholders of the convertible bond loan of March 26,2015 and June 10 2015.**

According to the General Meeting of the Bondholders held on June 10, 2015 the following decisions were taken:

1. The General Meeting resolved to defer the payment of the two instalments due on January 13, 2014 and July 14 2014 in addition to their corresponding interest which were due for 31 December 2014, in addition to the first instalment of January 2015 for October 31, 2015.

2. It was resolved not to exercise the right to terminate the Loan until 31.10.2015.



**V. On May 4<sup>th</sup> 2015 the 1st Repeated General Meeting of Shareholders approved the following matters:**

-the restructuring agreement, as stated in the Summary of Memorandum of Understanding and the included loan terms (Term sheet), which will refinance the majority of the outstanding debt of the Company and its subsidiaries. Granted permission to the Company's Board of Directors to carry out all acts necessary for the implementation of the restructuring.

-the reduction of the Company's share capital by reducing the nominal value of each common voting share of the Company in order to offset accumulated losses and/ or to form special reserves of equal value, according to article 4a of C.L. 2190/1920, as applicable, and granted permission to the Company's Board of Directors to implement this reduction. Approved the amendment of Article 5 of the Company's Articles of Association.

-the increase of the Company's share capital by converting bank debt to new common registered shares issued with rescission of the pre-emptive rights of existing shareholders. Granted permission to the Company's Board of Directors to further specify the terms of the increase, its completion and the listing of the new shares in Athens Stock Exchange. Approved the amendment of Article 5 of the Company's Articles of Association.

-the issuance of bond loan, up to the amount of € 29.466.293, convertible to new shares of the Company, according to the provisions of L. 3156/2003 and C.L. 2190/1920, in order to refinance existing bank lending of the Company. Granted permission to the Company's Board of Directors to negotiate the specific terms of the bond loan and to proceed with its completion.

- the issuance of common bond loan, up to the amount of € 4.883.000, from which an amount of € 4.653.00 will be utilized for the refinancing of the existing loan and up to the amount of € 230.000 will be used for the repayment of interest of the first interest period of the loan.

- the issuance of common secured bond loan, up to the amount of € 58.219.126, according to the provisions of L. 3156/2003 and C.L. 2190/1920, in order to refinance existing liabilities of the Company and to meet its operating needs. Granted permission to the Company's Board of Directors to negotiate the specific terms of the bond loan and to proceed with its completion.

-the issuance of common bond loan, up to the amount of € 31.450.000, according to the provisions of L. 3156/2003 and C.L. 2190/1920, in order to refinance existing liabilities of the Company and to meet its business plan. Granted permission to the Company's Board of Directors to negotiate the specific terms of the bond loan and to proceed with its completion.

-the amendment of the terms of the existing convertible bond with initial capital amount €19.995.575,10, issued on 12.07.2007.



## **VI. On May 4<sup>th</sup> 2015 the General Meeting of the Bondholders:**

### **A. Authenticated the following decisions**

-the reduction of the Company's share capital by € 66.245.039,12 by reducing the par value of each existing common nominal shares from € 1,34 to € 0,30 per share for the purpose of offsetting accumulated losses and / or the formation of an equivalent special reserve. As a result of the above reduction, the share capital will stand at € 19.109.145,90, divided into 63.697.153 common registered shares, nominal value € 0,30 each by reducing the nominal value of each common registered voting share of the Company in order to offset accumulated losses and/ or to form special reserves of equal value, according to article 4a of C.L. 2190/1920, as applicable.

-the increase of the Company's share capital Increase of the share capital of the Company amounting to € 58.599.999,90 through the issue of 195.333.333 new shares with nominal value € 0,30 and issue price € 0,30 per share.

by converting bank debt to new common registered shares issued with rescission of the pre-emptive rights of existing shareholders.

-the issuance of a bond loan amounting to € 29.466.293 , convertible into new shares of the Company, pursuant to the provisions of L.3156 / 2003 and Law 2190/1920, to refinance existing bank loans as well as non-termination exercise in virtue of the respective speech complaint.

-the issuance of a common secured bond loan, up to the amount of € 58.219.126, according to the provisions of L. 3156/2003 and C.L. 2190/1920, in order to refinance existing liabilities of the Company and to meets its operating needs.

### **B. Approved the following decisions**

-the amendment of the terms of the existing Convertible Bond Loan with initial capital amount €19.995.575,10, issued on 12.07.2007 according to the decisions of the 1st Repetitive Extraordinary General Meeting of the Shareholders that convened on 11.04.2007, as the terms are valid today with all in between amendments (the Loan). Specifically, the amendment relates, inter alia, to the extension of the Loan term by 10 years with a fixed coupon rate of 1% per annum and the right of the Company to ask for capitalization of the interest at maturity, while the conversion price will be set at € 0,31 per share and the conversion ratio will adjusted accordingly.

-the non-exercise of the right to terminate the loan due to default clauses arising from the terms 4.1b, 4.1ia, and 4.1ic of the bond loan and all possible existing grounds based on the above decisions, including collaterals that will be provided for the aforementioned loans and the overall debt restructuring of the company.

## **VII. Announcement of Initiation of Merger**

The Board of Directors of NIREUS decided, on 30.03.2015, to initiate the process of merger by absorption of SEA FARM IONIAN SA with the merger balance sheet common reference date set as 31 March 2015.



The merger is a part of the restructuring of the Group. It will be implemented according to the relevant provisions of article 69 and thereafter of C.L. 2190/1920, the provisions of L. 2166/1993, and will respect all the obligations of the current legislation for listed companies.

## ***2. Basis of preparation of the financial statements***

### **2.1 Basis of preparation**

The interim financial statements of the Company and of the Group for the six-month period of 2015, which covers the period from January 1 to June 30, 2015 have been prepared under the historical cost method, as modified by the remeasurement of financial assets, property plant and equipment, investment property, biological assets and financial instruments as well as financial liabilities at fair value through profit or loss. The financial statements have been prepared on a going concern basis, and in accordance with International Financial Reporting Standards as these have been adopted by the European Union and specifically according to I.A.S. 34 in relation to the interim financial statements.

The condensed interim financial statements do not include all information and disclosure notes that are required for the Group's annual financial statements and therefore, these should be read in conjunction with the Company's and Group's financial statements as at 31 December, 2014 which are posted on the company's website [www.nireus.com](http://www.nireus.com).

The preparation of the interim financial statements, in accordance with International Financial Reporting Standards requires the use of critical accounting estimates. It also requires management to exercise its judgment in the process of applying the accounting principles which have been adopted. Significant assumptions made by management and areas involving high degrees of judgment or complexity are disclosed. Estimates and judgments made by the company's management are continuously evaluated and are based on facts and other factors including expectations of future events, as anticipated under reasonable circumstances.

The accounting principles and calculations used in the preparation of the financial statements have been consistently applied in all periods presented in this report and are consistent with those used in the preparation of the annual financial statements of the fiscal year 2014, with the exception of the following new accounting standards and interpretations which are referred to in Note 3 and which are effective for the accounting periods which begin January 1 2015.



## **2.2 Going Concern**

### **Current Economic Developments in Greece**

The bank holiday that took place during the first 20 days of July 2015 and the continued imposition of various restrictions on capital movements have increased economic uncertainty and pressure on the financial system and public finances.

In this context, the Greek Government on July 8, 2015 submitted three year funding requests to the European Stability Mechanism (ESM). On July 12, 2015 the Euro Summit issued a statement to the effect that the Greek Government should institutionalize a series of measures as prerequisites for launching negotiations aimed at preparing a new plan of financial assistance under the EMS. The Greek Parliament on the 15<sup>th</sup> and 23<sup>rd</sup> of July approved part of the prerequisites that were set by the above Summit, and on August 14 approved the plan of Financial Assistance Contract by the ESM as well as the arrangements for the implementation of the Financing Agreement. The Action Plan was adopted by the Management Board of the ESM on the 20<sup>th</sup> of August.

In the context of the economic environment developed by the above events, risks arise, the most important of which relate to the liquidity of both the financial system and companies in terms of collectability of their receivables, asset impairment, revenue recognition, servicing existing loan liabilities and / or meeting financial terms and financial indicators, the recoverability of deferred tax benefits, the valuation of financial instruments, the adequacy of provisions and the going concern of operations.

The management of the Group and the Company examined the conditions raised by these developments in the Greek economy, and considering factors such as the Group's foreign export sales which approximate 80%, the current and expected customer base, the profitability and cash flows of the Group and the Company, it assessed that no significant impact is expected to result on the business activity, financial position and results of the Group and the Company.

Despite the above, conditions and any possible further adverse developments in Greece may negatively affect the results and financial position of the Company and the Group, in a manner which can not currently be precisely projected.

### **Restructuring of the Bond loans**

As of 30 June 2015 the Group and Company continue to be in breach of certain financial covenants for certain loans (Note 24). As a result of the above, as at 30 June 2015 bond loans, including the convertible bond loan, of € 10,8 million and € 2,0 million for the Group and the Company are reclassified to short-term liabilities. The presentation of the bond and fire-victim loans as short term, as at 30 June 2015, resulted in the total short-term liabilities of the Group and of the Company to exceed total current assets by approximately € 148,1 million and € 134,2 million respectively.



Given the financial circumstances, the Group and the Company were not in a position to fulfill part of their contractual arrangements arising from the bond loans, which include principal repayments amounting to € 87,8 million and € 81,5 million and overdue interest repayments amounting to € 11,2 million and € 10,4 million, for the Group and Company as presented in Note 24.

The management of the Company as at March 24, 2015 has signed an Agreement of Understanding (MOU) with the lending banks (Alpha Bank, Eurobank, National Bank, Piraeus Bank and Attica Bank) which provides for a tolerance period (standstill) until October 31, 2015, with respect to the due principal and interest payments of existing loans. The agreement of Mutual understanding also includes an agreement to restructure the existing debt of the Company Agreement, the key points of the restructuring agreement provides for the following:

- Capitalisation existing loans totalling € 58,6 million.
- Issuance of common Secured Bond € 58,2 million.
- Issuance of common bond loan (RCF Facility) € 31,4 million.
- Issuance of convertible bonds € 29,5 million.
- Issuance of common bond loan (VAT Facility) € 4,8 million.

The above agreement has been submitted by the management of the Company for approval to the General Meeting. The 1st Repeated General Meeting of Shareholders of 4 May 2015 approved the above agreement. The management of the Company on July 2, 2015 submitted the Prospectus to the Hellenic Capital Market Commission, taking into account that in accordance with the above Mutual Understanding Agreement, the share capital will increase by € 58.599.999,90, with the issuance and distribution of 195,333,333 new common, registered shares with a nominal value of € 0,30 each and an issue price € 0,30 per share, with the capitalization of the bank debt.

The Company's management assesses that the implementation of the Memorandum of Understanding (MoU) with the banks will have a positive outcome in the interest of the Company, the Group and its shareholders.

- Their activities are proceeding as normal, a further increase in sales and an improvement in market prices.
- The Group and the Company have a strong customer base and sales.
- The Group and the Company have biological assets, the realization of which is feasible.
- The unstable economic environment is not expected to affect the activity and results of the Group and the Company taking into account openness and export business of the Group.
- The Group and the Company have cash flows from operating activity.

In light of the above, the separate and consolidated financial statements of the Company and the Group have been prepared on the going concern basis. Therefore, the accompanying financial statements do not include adjustments, in case they would be required if the Company and the Group were not bale to continue as going concern.



Nevertheless, the possibility of a successful completion of the process of restructuring of loans of the Company and the Group, indicates the existence of significant uncertainty about the possibility of a going concern.

### **2.3 Basis of consolidation**

The attached financial statements comprise the financial statements of the Parent Company in addition to the consolidated financial statements of the Group and its subsidiaries on which the Parent Company has the ability to exercise control on 30 June 2015.

Control is achieved when the Group is exposed, or has rights, to variate returns from its involvement with the investee and has the ability to affect those returns through its power over the investee.

Specifically, the Group controls an investee if and only if the Group has:

- Power over the investee (i.e existing rights that give it the current ability to direct the relevant activities of the investee)
- Exposure, or rights, to variate returns from its involvement with the investee, and
- The ability to use its power over the investee to affect its returns

When the Group has less than the majority of the voting rights or similar rights of an investee, the Group considers all relevant facts and circumstances in assessing whether it has power over an investee, including:

- The contractual arrangement with the other vote holders of the investee
- Rights arising from other contractual arrangements
- The Group's voting rights and potential voting rights

The Group reassesses whether or not it controls an investee if facts and circumstances indicate that there are changes to one or more of the three elements of control. Consolidation of a subsidiary begins when the Group obtains control over the subsidiary and ceases when the Group loses control of the subsidiary. Assets, liabilities, income and expenses of a subsidiary acquired or disposed of during the year are included in the statement of comprehensive income from the date the Group gains control until the date the Group ceases to control the subsidiary.

Profit or loss and each component of other comprehensive income (OCI) are attributed to the equity holders of the parent of the Group and to non-controlling interests, even if this results in the non-controlling interests having a deficit balance. When necessary, adjustments are made to the financial statements of subsidiaries to bring their accounting policies into line with the Group's accounting policies. All intra-group assets and liabilities, equity, income, expenses and cash flows relating to transactions between the members of the Group are eliminated in full on consolidation.

A change in the ownership interest of a subsidiary, without a loss in control, is accounted for as an equity transaction.



If the Group loses control over a subsidiary, it derecognizes the related assets (including goodwill), liabilities, non-controlling interest and other components of equity while any resultant gain or loss is recognized in profit or loss. Any investment is recognized at fair value.

### **2.3 Basis of consolidation**

The attached financial statements comprise the financial statements of the Parent Company in addition to the consolidated financial statements of the Group and its subsidiaries on which the Parent Company has the ability to exercise control on 30 June 2015.

Control is achieved when the Group is exposed, or has rights, to variate returns from its involvement with the investee and has the ability to affect those returns through its power over the investee.

Specifically, the Group controls an investee if and only if the Group has:

- Power over the investee (i.e existing rights that give it the current ability to direct the relevant activities of the investee)
- Exposure, or rights, to variate returns from its involvement with the investee, and
- The ability to use its power over the investee to affect its returns

When the Group has less than the majority of the voting rights or similar rights of an investee, the Group considers all relevant facts and circumstances in assessing whether it has power over an investee, including:

- The contractual arrangement with the other vote holders of the investee
- Rights arising from other contractual arrangements
- The Group's voting rights and potential voting rights

The Group reassesses whether or not it controls an investee if facts and circumstances indicate that there are changes to one or more of the three elements of control. Consolidation of a subsidiary begins when the Group obtains control over the subsidiary and ceases when the Group loses control of the subsidiary. Assets, liabilities, income and expenses of a subsidiary acquired or disposed of during the year are included in the statement of comprehensive income from the date the Group gains control until the date the Group ceases to control the subsidiary.

Profit or loss and each component of other comprehensive income (OCI) are attributed to the equity holders of the parent of the Group and to non-controlling interests, even if this results in the non-controlling interests having a deficit balance. When necessary, adjustments are made to the financial statements of subsidiaries to bring their accounting policies into line with the Group's accounting policies. All intra-group assets and liabilities, equity, income, expenses and cash flows relating to transactions between the members of the Group are eliminated in full on consolidation.

A change in the ownership interest of a subsidiary, without a loss in control, is accounted for as an equity transaction.



If the Group loses control over a subsidiary, it derecognizes the related assets (including goodwill), liabilities, non-controlling interest and other components of equity while any resultant gain or loss is recognized in profit or loss. Any investment is recognized at fair value.

### ***3. Changes in accounting policies***

#### **3.1 New and revised standards and interpretations**

The accounting policies adopted are consistent with those of the previous financial year, except for the changes resulting from the adoption of new standards and interpretations effective as of from January 1 2015.

#### **Standards and interpretations mandatory for the current financial year which do not have a significant effect on the financial statements of the Group**

**The IASB has issued the Annual Improvements to IFRSs 2011 – 2013 Cycle**, which is a collection of amendments to IFRSs. The amendments are effective for annual periods beginning on or after 1 January 2015. These annual improvements have not yet been endorsed by the EU. The above amendments do have an effect on the financial position or performance of the Group and Company.

- **IFRS 3 Business Combinations:** This improvement clarifies that IFRS 3 excludes from its scope the accounting for the formation of a joint arrangement in the financial statements of the joint arrangement itself.
- **IFRS 13 Fair Value Measurement:** This improvement clarifies that the scope of the portfolio exception defined in paragraph 52 of IFRS 13 includes all contracts accounted for within the scope of IAS 39 Financial Instruments: Recognition and Measurement or IFRS 9 Financial Instruments, regardless of whether they meet the definition of financial assets or financial liabilities as defined in IAS 32 Financial Instruments: Presentation.
- **IAS 40 Investment Properties:** This improvement clarifies that determining whether a specific transaction meets the definition of both a business combination as defined in IFRS 3 Business Combinations and investment property as defined in IAS 40 Investment Property requires the separate application of both standards independently of each other.

#### **3.2 The following New Standards, Amendments and Interpretations have been issued but have not yet been applied to the Group and to the Company nor has there been any earlier application.**

- **IAS 19 Defined Benefit Plans (Amended): Employee Contributions**

The amendment is effective from 1 February 2015. The amendment applies to contributions from employees or third parties to defined benefit plans. The objective of the amendment is to simplify the accounting for contributions that are independent of the number of years of employee service, for example, employee contributions that are calculated



according to a fixed percentage of salary. This amendment has not yet been endorsed by the EU. The Group and Company are in the process of assessing the impact of this amendment on the financial position or performance of the Group.

- **IFRS 9 Financial Instruments**

The standard is effective for annual periods beginning on or after 1 January 2018, with early application permitted. The final version of IFRS 9 Financial Instruments reflects all phases of the financial instruments project and replaces IAS 39 Financial Instruments: Recognition and Measurement and all previous versions of IFRS 9. The standard introduces new requirements for classification and measurement, impairment, and hedge accounting. The Group and Company are in the process of assessing the impact of this amendment on the financial position or performance of the Group.

- **IFRS 11 Joint arrangements (Amendment): Accounting for Acquisitions of Interests in Joint Operations**

The amendment is effective for annual periods beginning on or after 1 January 2016. IFRS 11 addresses the accounting for interests in joint ventures and joint operations. The amendment adds new guidance on how to account for the acquisition of an interest in a joint operation that constitutes a business in accordance with IFRS and specifies the appropriate accounting treatment for such acquisitions. The Group and Company are in the process of assessing the impact of this amendment on the financial position or performance of the Group.

- **IFRS 15 Revenue from Contracts with Customers**

The standard is effective for annual periods beginning on or after 1 January 2017. IFRS 15 establishes a five-step model that will apply to revenue earned from a contract with a customer (with limited exceptions), regardless of the type of revenue transaction or the industry. The standard's requirements will also apply to the recognition and measurement of gains and losses on the sale of some non-financial assets that are not an output of the entity's ordinary activities (e.g., sales of property, plant and equipment or intangibles). Extensive disclosures will be required, including disaggregation of total revenue; information about performance obligations; changes in contract asset and liability account balances between periods and key judgments and estimates. The standard has not been yet endorsed by the EU. The Group and Company are in the process of assessing the impact of this amendment on the financial position or performance of the Group.

- **IAS 16 Property, Plant & Equipment and IAS 38 Intangible assets (Amendment): Clarification of Acceptable Methods of Depreciation and Amortization**

The amendment is effective for annual periods beginning on or after 1 January 2016. The amendment provides additional guidance on how the depreciation or amortization of property, plant and equipment and intangible assets should be calculated. This amendment clarifies the principle in IAS 16 Property, Plant and Equipment and IAS 38 Intangible Assets that revenue reflects a pattern of economic benefits that are generated from operating a business (of which the asset is part) rather than the economic benefits that are consumed through use of the asset. As a result, the ratio of revenue generated to total revenue expected to be generated cannot be used to depreciate property, plant and



equipment and may only be used in very limited circumstances to amortise intangible assets. The Group and Company are in the process of assessing the impact of this amendment on the financial position or performance of the Group.

- **IAS 16 Property, Plant & Equipment and IAS 41 Agriculture (Amendment): Bearer Plants**

The amendment is effective for annual periods beginning on or after 1 January 2016. Bearer plants will now be within the scope of IAS 16 Property, Plant and Equipment and will be subject to all of the requirements therein. This includes the ability to choose between the cost model and revaluation model for subsequent measurement. Agricultural produce growing on bearer plants (e.g., fruit growing on a tree) will remain within the scope of IAS 41 Agriculture. Government grants relating to bearer plants will now be accounted for in accordance with IAS 20 Accounting for Government Grants and Disclosure of Government Assistance, instead of in accordance with IAS 41. The above amendment is not expected to have any impact on the financial statements of the Group and Company.

- **IAS 27 Separate Financial Statements (amended)**

The amendment is effective from 1 January 2016. This amendment will allow entities to use the equity method to account for investments in subsidiaries, joint ventures and associates in their separate financial statements and will help some jurisdictions move to IFRS for separate financial statements, reducing compliance costs without reducing the information available to investors. This amendment has not yet been endorsed by the EU. The Group and Company are in the process of assessing the impact of this amendment on the financial position or performance of the Group.

- **Amendment in IFRS 10 Consolidated Financial Statements and IAS 28 Investments in Associates and Joint Ventures: Sale or Contribution of Assets between an Investor and its Associate or Joint Venture**

The amendments address an acknowledged inconsistency between the requirements in IFRS 10 and those in IAS 28, in dealing with the sale or contribution of assets between an investor and its associate or joint venture. The main consequence of the amendments is that a full gain or loss is recognized when a transaction involves a business (whether it is housed in a subsidiary or not). A partial gain or loss is recognized when a transaction involves assets that do not constitute a business, even if these assets are housed in a subsidiary. The amendments will be effective from annual periods commencing on or after 1 January 2016. The amendments have not yet been endorsed by the EU. The Group and Company are in the process of assessing the impact of this amendment on the financial position or performance of the Group.

- **IFRS 10, IFRS 12 and IAS 28: Investment Entities: Applying the Consolidation Exception (Amendments)**

The amendments address three issues arising in practice in the application of the investment entities consolidation exception. The amendments are effective for annual periods beginning on or after 1 January 2016. The amendments clarify that the exemption from presenting consolidated financial statements applies to a parent entity that is a subsidiary of an investment entity, when the investment entity measures all of its subsidiaries at fair value. Also, the amendments clarify that only a subsidiary that is not an investment entity itself and provides support services to the



investment entity is consolidated. All other subsidiaries of an investment entity are measured at fair value. Finally, the amendments to IAS 28 Investments in Associates and Joint Ventures allow the investor, when applying the equity method, to retain the fair value measurement applied by the investment entity associate or joint venture to its interests in subsidiaries. The Group and Company are in the process of assessing the impact of this amendment on the financial position or performance of the Group.

- **IAS 1: Disclosure Initiative (Amendment)**

The amendments to IAS 1 Presentation of Financial Statements further encourage companies to apply professional judgment in determining what information to disclose and how to structure it in their financial statements. The amendments are effective for annual periods beginning on or after 1 January 2016. The narrow-focus amendments to IAS clarify, rather than significantly change, existing IAS 1 requirements. The amendments relate to materiality, order of the notes, subtotals and disaggregation, accounting policies and presentation of items of other comprehensive income (OCI) arising from equity accounted Investments. The Group and Company are in the process of assessing the impact of this amendment on the financial position or performance of the Group.

**The IASB has issued the Annual Improvements to IFRSs 2010 – 2012 Cycle**, which is a collection of amendments to IFRSs. The amendments are effective for annual periods beginning on or after 1 February 2015. These annual improvements have not yet been endorsed by the EU. The Group and Company are in the process of assessing the impact of this amendment on the financial position or performance of the Group.

- **IFRS 2 Share-based Payment:** This improvement amends the definitions of 'vesting condition' and 'market condition' and adds definitions for 'performance condition' and 'service condition' (which were previously part of the definition of 'vesting condition').
- **IFRS 3 Business combinations:** This improvement clarifies that contingent consideration in a business acquisition that is not classified as equity is subsequently measured at fair value through profit or loss whether or not it falls within the scope of IFRS 9 Financial Instruments.
- **IFRS 8 Operating Segments:** This improvement requires an entity to disclose the judgments made by management in applying the aggregation criteria to operating segments and clarifies that an entity shall only provide reconciliations of the total of the reportable segments' assets to the entity's assets if the segment assets are reported regularly.
- **IFRS 13 Fair Value Measurement:** This improvement in the Basis of Conclusion of IFRS 13 clarifies that issuing IFRS 13 and amending IFRS 9 and IAS 39 did not remove the ability to measure short-term receivables and payables with no stated interest rate at their invoice amounts without discounting if the effect of not discounting is immaterial.
- **IAS 16 Property Plant & Equipment:** The amendment clarifies that when an item of property, plant and equipment is revalued, the gross carrying amount is adjusted in a manner that is consistent with the revaluation of the carrying amount.



- **IAS 24 Related Party Disclosures:** The amendment clarifies that an entity providing key management personnel services to the reporting entity or to the parent of the reporting entity is a related party of the reporting entity.
- **IAS 38 Intangible Assets:** The amendment clarifies that when an intangible asset is revalued the gross carrying amount is adjusted in a manner that is consistent with the revaluation of the carrying amount.

The IASB has issued the **Annual Improvements to IFRSs 2012 – 2014 Cycle**, which is a collection of amendments to IFRSs. The amendments are effective for annual periods beginning on or after 1 January 2016. These annual improvements have not yet been endorsed by the EU. The Group and Company are in the process of assessing the impact of this amendment on the financial position or performance of the Group.

- **IFRS 5 Non-current Assets Held for Sale and Discontinued Operations:** The amendment clarifies that changing from one of the disposal methods to the other (through sale or through distribution to the owners) should not be considered to be a new plan of disposal, rather it is a continuation of the original plan. There is therefore no interruption of the application of the requirements in IFRS 5. The amendment also clarifies that changing the disposal method does not change the date of classification.
- **IFRS 7 Financial Instruments: Disclosures:** The amendment clarifies that a servicing contract that includes a fee can constitute continuing involvement in a financial asset. Also, the amendment clarifies that the IFRS 7 disclosures relating to the offsetting of financial assets and financial liabilities are not required in the condensed interim financial report.
- **IAS 19 Employee Benefits:** The amendment clarifies that market depth of high quality corporate bonds is assessed based on the currency in which the obligation is denominated, rather than the country where the obligation is located. When there is no deep market for high quality corporate bonds in that currency, government bond rates must be used.
- **IAS 34 Interim Financial Reporting:** The amendment clarifies that the required interim disclosures must either be in the interim financial statements or incorporated by cross-reference between the interim financial statements and wherever they are included within the greater interim financial report (e.g., in the management commentary or risk report). The Board specified that the other information within the interim financial report must be available to users on the same terms as the interim financial statements and at the same time. If users do not have access to the other information in this manner, then the interim financial report is incomplete.

#### **4. Seasonality**

The business segment of aquaculture is not affected by seasonality. The business activity of fish feed is intensified during aestival months between May and October in order to cover the seasonal change that is observed in the dietary needs of aquaculture fish which is related to the increase of their environment's temperature, this also signals an optimum convertibility of fish feed into fish biomass.



**5. Critical accounting estimates and assumptions**

The preparation of financial statements in conformity with IFRS requires the use of certain critical accounting estimates and assumptions that affect the value of assets and liabilities, revenue and expenses during the year, in addition to the disclosures of contingent assets and liabilities which are included in the financial statements. Actual results may differ from those, which have been estimated, under different conditions and circumstances. Estimates and judgments are continuously evaluated and are based on historical experience and other factors, including expectations of future events as assessed to be reasonable under the present circumstances.

All noted estimates, assumptions and judgments applied for the preparation of the interim financial statements are consistent with those applied in the preparation of the Group's annual financial statements for the year ended December 31, 2014. Critical assumptions estimates and assumptions have been based on the going concern basis of the Company and the Group.

**6. Structure of "NIREUS AQUACULTURE S.A" group of companies**

The company has the following participations, table set out below:

<b>COMPANY</b>	<b>PARTICIPATION PERCENTAGE</b>
AQUACOM LTD	100,00%
PROTEUS EQUIPMENT S.A	50,02%
BLUEFIN TUNA A.E (GROUP)	25,00%
NIREUS INTERNATIONAL LTD	100,00%
MIRAMAR PROJECTS CO LTD - UK	100,00%
PREENGORDE DE DORADAS PARA MARICULTURA S.L.	100,00%
KEGO AGRI S.A	100,00%
SEAFARM IONIAN S.A	26,454%
SEAFARM IONIAN (CENTRAL EUROPE) GMBH	26,454%
FISH OF AFRICA LTD (dormant)	100,000%
AQUA TERRAIR A.E.	12,963%

The companies consolidated in the financial statements are set out in the following table:

<b>COMPANY</b>	<b>COUNTRY OF INCORPORATION</b>	<b>PARTICIPATION PERCENTAGE</b>	<b>METHOD OF CONSOLIDATION</b>
AQUACOM LTD	BRITISH VIRGIN ISLANDS	100,00%	Full consolidation
PROTEUS EQUIPMENT S.A	GREECE	50,02%	Full consolidation
NIREUS INTERNATIONAL LTD	CYPRUS	100,00%	Full consolidation
MIRAMAR PROJECTS CO LTD - UK	ENGLAND	100,00% indirect	Full consolidation
PREENGORDE DE DORADAS PARA MARICULTURA S.L.	SPAIN	100,00% indirect	Full consolidation
KEGO AGRI S.A	GREECE	100,00%	Full consolidation
BLUEFIN TUNA S.A	GREECE	25,00%	Net equity
SEAFARM IONIAN S.A	GREECE	26,454% direct	Full consolidation
SEAFARM IONIAN (CENTRAL EUROPE) GMBH	GERMANY	26,454% indirect	Full consolidation
AQUA TERRAIR S.A	GREECE	12,963% indirect	Net equity



It should be noted that the consolidation method followed for the subsidiary companies PROTEUS EQUIPMENT SA and SEAFARM IONIAN SA is that of the full consolidation method, given that the Parent Company “NIREUS AQUACULTURE SA” has the control over the above companies through its power to appoint the majority of the members of the Board of Directors which control these companies.

Furthermore, the Company AQUA TERRAIR SA is consolidated through the net equity method given that the subsidiary company SEA FARM IONIAN SA holds a 49% shareholding in AQUA TERRAIR and therefore has a significant influence on the company.

It should be noted that the Companies AQUA TERRAIR and BLUE FIN TUNA are fully impaired while KEGO AGRI and Aquacom have been partially impaired. The Turkish subsidiaries ILKNAK SU URUNLERI SANAYI VE TICARET A.S, MIRAMAR SU URUNLERI VE BALIK YEMI SANAYI VE TICARET as well as their subsidiaries ILKNAK DENIZCILIK and CARBON DIS TICARET have been fully consolidated up until 21 January 2015, the date of sale of the companies.

## **7. Segment Information**

### **Information per segment**

The operating segments of the Group have been designated based on monthly internal information which is provided to a Decision Making Committee (“CODM”) which has been assigned by Management and which monitors the allocation of resources and the performance of the segments’ operations as well as determining their business activities. The operating segments have similar products and production, similar policies (sales – distribution) and similar financial characteristics have been accumulated in one segment.

The operating segments which have been designated based on the decision making process are the following:

- Aquaculture
- Fish feed
- Aviculture-Stockbreeding

The Aquaculture segment includes sales of whole and processed fish, in addition to sales of juveniles. The remaining segments mainly include sales of equipment for Aquaculture companies. The profit before tax per segment does not include the segment’s financial results and the general administrative expenses of the Parent Company and are presented under the column eliminations/adjustments.

The amounts are stated in thousands of Euro.



**30/6/2015**

<i>Amounts in Thds of €</i>	<b>Aquaculture</b>	<b>Fishfeed</b>	<b>Aviculture-Stockbreeding</b>	<b>All other remaining segments</b>	<b>Eliminations/Adjustments</b>	<b>Consolidation</b>
Sales revenue per segment	78.727	1.817	5.681	2.058	(1.226)	87.056
Net operating costs	(83.407)	(1.645)	(5.542)	(1.194)	(11.319)	(103.107)
Profit before taxes	(4.680)	172	139	864	(12.546)	(16.051)

**30/6/2014**

<i>Amounts in Thds of €</i>	<b>Aquaculture</b>	<b>Fishfeed</b>	<b>Aviculture-Stockbreeding</b>	<b>All other remaining segments</b>	<b>Eliminations/Adjustments</b>	<b>Consolidation</b>
Sales revenue per segment	83.648	3.698	5.718	1.316	(892)	93.488
Net operating costs	(99.321)	(3.063)	(5.931)	(889)	(8.732)	(117.936)
Profit before taxes	(15.673)	635	(213)	427	(9.624)	(24.448)

Assets per segment include those which the operating decision making committee monitors and which can be distinguished into separate operating segments. Liabilities are monitored in their entirety.

**30/6/2015**

<i>Amounts in Thds of €</i>	<b>Aquaculture</b>	<b>Fishfeed</b>	<b>Aviculture-Stockbreeding</b>	<b>All other remaining segments</b>	<b>Eliminations/Adjustments</b>	<b>Consolidation</b>
Assets per segment	240.970	23.807	3.274	7.408	69.761	345.220

**31/12/2014**

<i>Amounts in Thds of €</i>	<b>Aquaculture</b>	<b>Fishfeed</b>	<b>Aviculture-Stockbreeding</b>	<b>All other remaining segments</b>	<b>Eliminations/Adjustments</b>	<b>Consolidation</b>
Assets per segment	261.189	20.909	3.200	7.330	72.435	365.063

**GEOGRAPHICAL INFORMATION**

Information in relation to the destination location of revenue is presented below.

*Amounts in Euro*

Greece  
Euro-zone  
Other countries

<b>GROUP</b>	
<b>30/6/2015</b>	<b>30/6/2014</b>
17.291.378	17.342.208
60.080.982	60.708.316
9.684.095	15.437.343
<b>87.056.455</b>	<b>93.487.867</b>

The geographical information which is based on the geographical headquarters of each company for the Group's revenue from external customers and the non-current assets are analysed as follows:

**Revenue from customers whose head office is presented below:**

<i>Amounts in Euro</i>	<b>GROUP</b>	
	<b>30/6/2015</b>	<b>30/6/2014</b>
Greece	81.889.687	79.079.114
Spain	4.263.717	5.285.095
Turkey	903.051	9.123.658
	<b>87.056.455</b>	<b>93.487.867</b>

**Non-current assets:**

<i>Amounts in Euro</i>	<b>GROUP</b>	
	<b>30/6/2015</b>	<b>30/6/2014</b>
Greece	92.148.153	92.305.442
Spain	3.149.329	3.075.348
Turkey	-	-
	<b>95.297.482</b>	<b>95.380.790</b>

There is no customer which exceeds 10% of the Group's and Company's revenue.

Profit/ (Loss) before taxes, financing and investing results and depreciation is analysed as follows:

	Note	<b>GROUP</b>			
		<b>1/1-30/6/2015</b>	<b>1/1-30/6/2014</b>	<b>1/4-30/6/2015</b>	<b>1/4-30/6/2014</b>
<b>Results for the period before taxes</b>		<b>(16.050.839)</b>	<b>(24.448.083)</b>	<b>(1.063.111)</b>	<b>(8.863.733)</b>
Finance expenses	9	6.553.823	6.547.862	3.162.796	3.271.941
Finance income	9	(323.555)	(194.237)	(154.243)	(123.646)
Depreciation	14, 16	3.218.380	3.927.607	1.624.594	1.990.929
Grants		(329.567)	(232.190)	(148.519)	(115.836)
Impairment of goodwill and intangible assets		-	423.554	-	423.554
Loss on sale of subsidiaries	17	2.988.850	-	-	-
<b>Profit/ (Loss) before taxes, financing and investing results and depreciation (EBITDA)</b>		<b>(3.942.908)</b>	<b>(13.975.487)</b>	<b>3.421.517</b>	<b>(3.416.791)</b>



	Note	COMPANY			
		1/1-30/6/2015	1/1-30/6/2014	1/4-30/6/2015	1/4-30/6/2014
<b>Results for the period before taxes</b>		<b>(14.031.293)</b>	<b>(21.244.106)</b>	<b>(1.891.622)</b>	<b>(6.175.194)</b>
Finance expenses	9	6.104.042	6.132.928	2.884.613	3.062.705
Finance income	9	(446.970)	(311.433)	(278.279)	(243.270)
Depreciation	14, 16	2.821.356	3.285.894	1.447.554	1.679.554
Grants		(289.600)	(169.458)	(128.535)	(84.469)
<b>Profit/ (Loss) before taxes, financing and investing results and depreciation (EBITDA)</b>		<b>(5.842.465)</b>	<b>(12.306.175)</b>	<b>2.033.731</b>	<b>(1.760.674)</b>

The Group's and Company's policy is to calculate EBITDA according to the profit before tax plus/minus the financial and investment results plus the depreciation expenses. Investment results include, grants, in addition to profit/(losses) from the sale of subsidiary companies .

	Note	GROUP			
		1/1-30/6/2015	1/1-30/6/2014	1/4-30/6/2015	1/4-30/6/2014
<b>Results for the period before taxes</b>		<b>52.589.127</b>	<b>40.798.219</b>	<b>35.950.034</b>	<b>27.020.150</b>
Sales of non-biological goods-merchandise and other inventories	8	13.431.468	20.638.098	6.916.074	11.367.392
Raw material consumption		(37.037.551)	(40.241.708)	(22.044.378)	(23.047.983)
Salaries & personnel expenses		(13.922.707)	(14.326.392)	(7.191.868)	(7.580.447)
Third party fees and benefits		(9.536.038)	(9.466.422)	(4.940.077)	(4.729.935)
Other expenses	10	(10.773.693)	(12.349.954)	(5.629.592)	(6.884.617)
Other income	11	1.306.486	972.671	361.324	438.651
<b>Profit/ (Loss) before taxes, financing and investing results and depreciation (EBITDA)</b>		<b>(3.942.908)</b>	<b>(13.975.488)</b>	<b>3.421.517</b>	<b>(3.416.790)</b>
Sales revenue (non biological assets)	8	13.431.468	20.638.098	6.916.074	11.367.392
Sales revenue (biological assets) (a)	19	73.624.987	72.849.769	38.705.223	38.609.134
<b>Total Sales revenue</b>		<b>87.056.455</b>	<b>93.487.867</b>	<b>45.621.297</b>	<b>49.976.526</b>
Gross profit (non biological assets) (a)		2.799.377	3.932.134	1.543.778	2.645.347
Effect of measurement of biological assets at fair value (a)		(21.035.860)	(32.051.550)	(2.755.189)	(11.588.984)
Development costs of biological assets (a)		(49.221.635)	(51.885.379)	(28.063.626)	(29.510.291)
<b>Gross results from operations S(a)</b>		<b>6.166.869</b>	<b>(7.155.026)</b>	<b>9.430.187</b>	<b>155.206</b>

	Note	COMPANY			
		1/1-30/6/2015	1/1-30/6/2014	1/4-30/6/2015	1/4-30/6/2014
<b>Results for the period before taxes</b>		<b>46.922.880</b>	<b>39.571.711</b>	<b>32.496.611</b>	<b>26.529.727</b>
Sales of non-biological goods-merchandise and other inventories	8	7.594.312	8.687.397	4.143.340	4.628.172
Raw material consumption		(29.881.547)	(29.526.941)	(18.228.559)	(16.881.692)
Salaries & personnel expenses		(11.463.699)	(11.501.496)	(5.972.714)	(6.100.608)
Third party fees and benefits		(9.905.869)	(9.941.211)	(5.341.731)	(4.807.617)
Other expenses	10	(9.848.843)	(9.952.234)	(5.341.068)	(5.359.784)
Other income	11	740.301	356.599	277.852	231.128
<b>Profit/ (Loss) before taxes, financing and investing results and depreciation (EBITDA)</b>		<b>(5.842.465)</b>	<b>(12.306.175)</b>	<b>2.033.731</b>	<b>(1.760.674)</b>
Sales revenue (non biological assets)	8	7.594.312	8.687.397	4.143.340	4.628.172
Sales revenue (biological assets) (a)	19	69.598.553	66.966.245	37.016.755	34.903.494
<b>Total Sales revenue</b>		<b>77.192.865</b>	<b>75.653.642</b>	<b>41.160.095</b>	<b>39.531.666</b>
Gross profit (non biological assets) (a)		799.484	641.029	463.671	767.221
Effect of measurement of biological assets at fair value (a)		(22.675.673)	(27.394.534)	(4.520.144)	(8.107.119)
Development costs of biological assets (a)		(44.637.832)	(44.091.980)	(26.057.195)	(25.018.289)
<b>Gross results from operations S(a)</b>		<b>3.084.533</b>	<b>(3.879.240)</b>	<b>6.903.088</b>	<b>2.545.307</b>

## 8. Sale of non-biological assets-goods and other material

The analysis of sales of non-biological assets-goods and other material is as follows:

<i>Amounts in Euro</i>	<b>GROUP</b>		<b>COMPANY</b>	
	<b>30/6/2015</b>	<b>30/6/2014</b>	<b>30/6/2015</b>	<b>30/6/2014</b>
Sale of merchandise	9.761.071	15.244.752	4.682.830	3.636.586
Sale of finished and semi-finished goods	3.115.440	4.975.814	2.593.810	4.769.177
Sales of other inventories and scrap material	272.463	246.330	50.691	115.943
Sale of services	282.494	171.202	266.981	165.691
<b>Total sales of merchandise and other materials</b>	<b>13.431.468</b>	<b>20.638.098</b>	<b>7.594.312</b>	<b>8.687.397</b>

## 9. Financial results

Analysis of finance income and expenses is as follows:

### Finance Income

*Amounts in Euro*

	<b>GROUP</b>		<b>COMPANY</b>	
	<b>30/6/2015</b>	<b>30/6/2014</b>	<b>30/6/2015</b>	<b>30/6/2014</b>
Dividend income	-	-	124.106	166.569
Interest income	46.024	111.374	45.333	62.001
Gain on measurement of derivative financial instruments (Note 26)	277.531	82.863	277.531	82.863
<b>Total finance income</b>	<b>323.555</b>	<b>194.237</b>	<b>446.970</b>	<b>311.433</b>

### Finance Expenses

*Amounts in Euro*

	<b>GROUP</b>		<b>COMPANY</b>	
	<b>30/6/2015</b>	<b>30/6/2014</b>	<b>30/6/2015</b>	<b>30/6/2014</b>
Interest expense from bank borrowings at amortised cost	(6.553.823)	(6.547.862)	(6.104.042)	(6.132.928)
<b>Total finance expenses</b>	<b>(6.553.823)</b>	<b>(6.547.862)</b>	<b>(6.104.042)</b>	<b>(6.132.928)</b>

## 10. Other expenses

The analysis of other expenses is the following:



<i>Amounts in Euro</i>	<b>GROUP</b>		<b>COMPANY</b>	
	<b>30/6/2015</b>	<b>30/6/2014</b>	<b>30/6/2015</b>	<b>30/6/2014</b>
Donations and subsidies	(18.699)	(10.419)	(18.049)	(9.786)
Special export expenses	(57.405)	(66.148)	(55.339)	(65.308)
Printed material and stationery	(35.144)	(41.504)	(30.675)	(32.335)
Publication expenses	(9.694)	(13.353)	(4.706)	(10.120)
Exhibition and demonstration expenses	-	(21.193)	-	(21.193)
Transportation expenses	(7.472.266)	(7.695.991)	(6.862.634)	(6.624.520)
Sales promotion and advertising expenses	(120.087)	(347.615)	(110.174)	(333.530)
Expenses for participating interests and securities	(9)	-	(9)	-
Travelling expenses	(194.503)	(217.875)	(149.331)	(159.951)
Losses from disposal of assets	-	(1.506)	-	-
Losses from destruction of scrap inventories	(15.680)	(47.069)	(661)	(26.291)
Losses from sale of participating interests and securities	-	-	-	-
Other extraordinary & non-operating expenses	(436.383)	(411.263)	(255.217)	(271.119)
Provision for bad debts of trade receivables and other receivables	(24.828)	(677.096)	(24.702)	(172.395)
Actuarial losses	(2.464)	(2.315)	(2.464)	(2.315)
Exchange differences	(263.843)	(595.716)	(71.033)	(58.102)
Subscriptions – Contributions	(32.801)	(46.752)	(29.358)	(39.095)
Consumable materials	(1.534.275)	(1.592.654)	(1.725.537)	(1.666.193)
Taxes-duties (other than the non-incorporated in the operating cost taxes)	(267.226)	(277.282)	(233.226)	(234.212)
Tax fines and surcharges	(57.812)	(35.307)	(57.283)	(123)
Cleaning expenses	(72.951)	(74.476)	(68.648)	(70.744)
Security expenses	(83.091)	(98.024)	(82.868)	(96.958)
Various expenses	(74.531)	(76.396)	(66.929)	(57.944)
<b>Total expenses</b>	<b>(10.773.693)</b>	<b>(12.349.954)</b>	<b>(9.848.843)</b>	<b>(9.952.234)</b>

During the current period sales promotion and advertising expenses which were based on a percentage on sales calculation were reclassified as a deduction in sales. Furthermore an amount of € 785.773 in relation to the corresponding prior period was reclassified and netted off from other expenses to the respective sales figure as a deduction.

## **11. Other income**

Analysis of other operating income is as follows:

<i>Amounts in Euro</i>	<b>GROUP</b>		<b>COMPANY</b>	
	<b>30/6/2015</b>	<b>30/6/2014</b>	<b>30/6/2015</b>	<b>30/6/2014</b>
Sales subsidies and other sales revenue	178.349	133.522	90.042	83.826
Income from other operations	57.077	57.275	31.182	50.753
Income from operating leases	2.904	-	30.800	29.100
Gain on disposal of assets	4.239	1.269	3.000	12.031
Other unutilised prior year income	36.351	63.109	6.200	91.129
Credit notes for prior year purchases	167.136	163.580	145.000	32.078
Income from insurance credit notes	189.000	-	189.000	-
Reversal of unutilised prior year provisions for taxes and fines (Note 12)	370.027	-	-	-
Gain on valuation of assets	-	-	-	-
Exchange differences	235.128	553.916	178.802	57.682
Amortization of grants on fixed assets	329.567	232.191	289.600	169.458
Other income	66.275	-	66.275	-
<b>Total Income</b>	<b>1.636.053</b>	<b>1.204.862</b>	<b>1.029.901</b>	<b>526.057</b>

Other income mainly relates to third party revenue.

## 12. Income tax expense

<i>Amounts in Euro</i>	<b>GROUP</b>		<b>COMPANY</b>	
	<b>30/6/2015</b>	<b>30/6/2014</b>	<b>30/6/2015</b>	<b>30/6/2014</b>
Current tax	192.410	239.870	-	-
Prior years' tax audit differences			-	-
Other non-incorporated in the operating cost taxes				
Deferred tax (Note 18)	(940.086)	(5.371.206)	(1.196.637)	(4.438.419)
<b>Total</b>	<b>(747.676)</b>	<b>(5.131.336)</b>	<b>(1.196.637)</b>	<b>(4.438.419)</b>
<b>Losses before tax</b>	<b>(16.050.839)</b>	<b>(24.448.083)</b>	<b>(14.031.293)</b>	<b>(21.244.106)</b>
Tax rate	26%	26%	26%	26%
<b>Estimated tax charge</b>	<b>(4.173.218)</b>	<b>(6.356.502)</b>	<b>(3.648.136)</b>	<b>(5.523.468)</b>
Effect of non-recognition of deferred tax assets on tax losses and the effect on deductible expenses.	3.425.542	1.225.166	2.451.499	1.085.049
<b>Actual Tax Charge</b>	<b>(747.676)</b>	<b>(5.131.336)</b>	<b>(1.196.637)</b>	<b>(4.438.419)</b>

<i>Amounts in Euro</i>	<b>GROUP</b>		<b>COMPANY</b>	
	<b>30/6/2015</b>	<b>30/6/2014</b>	<b>30/6/2015</b>	<b>30/6/2014</b>
Current tax	192.410	239.870	-	-
Deferred tax	(940.086)	(5.371.206)	(1.196.637)	(4.438.419)
<b>Income tax expense</b>	<b>(747.676)</b>	<b>(5.131.336)</b>	<b>(1.196.637)</b>	<b>(4.438.419)</b>

The parent company and all domestic subsidiaries have been audited for tax purposes for the prior years, according to the provisions of par. 5 of article 82 of L. 2238/94 for which the "Tax compliance Reports" have been issued.

Furthermore, for the year 2014, the parent company has been subject to the tax audit of the Chartered and Certified Accountants, based on the provisions of article 65A, of L. 4174/2013, that which audit is still in process while the corresponding tax report has not yet been finalized and is expected to be issued following the six month period financial statements.

During 2015 the tax audit of the Company regarding the recovery of tax-free reserves of L 3220/2004, for which it had been legally exempted in 2003, was completed resulting in an income tax charge of € 221.778 and charges of € 145.413. For the above penalties, the Group had established a provision of € 315.000 in the financial statements for the year ended 31.12.2014, and the excess of total value € 52.191 has been registered in other expenses in the current period (Note 10).

During 2015, the subsidiary Seafarm Ionian was audited for the years 2007-2011 and the audit resulted in additional income taxes € 48.869 and other surcharges (VAT, stamp duty, dividends) amounting to € 326.103, and fines and surcharges amounting to € 370.027. For the above fines, the Group had established a provision for the equivalent amount at 31 December 2014. During 2015 law 4321 was issued based on which the companies were enabled to adjust their obligations to the tax authorities with a simultaneous write-off of the fines. The Group made use of the relevant adjustment in the second quarter of 2015 and regulated the above obligations to the tax authorities by reversing the amount in other income



(Note 11) the amount initially recorded as a provision in the previous year in relation to fines and surcharges amounting to € 370.027.

According to the same provisions and based on the tax audit of prior years, the companies which may have taxable profits after the net off of accumulated tax losses, have established a provision for contingent tax liabilities which may arise from the tax audit of the open tax years. The established provision therefore for unaudited tax years is considered adequate.

**Information with respect to the unaudited tax years:**

The unaudited, by the tax authorities, financial years for the group companies are as follows:

<b><u>GROUP COMPANIES</u></b>	<b>UNAUDITED TAX YEARS</b>
NIREUS AQUACULTURE S.A	From 2009 to 2010
AQUACOM LTD	Since 1998
PROTEUS EQUIPMENT S.A	2010
PREDOMAR S.L.	2010,2013-2014
KEGO AGRI S.A	2010
NIREUS INTERNATIONAL LTD	Since 2006
MIRAMAR PROJECTS CO LTD - UK	Since 2005
BLUEFIN TUNA S.A	Since 2010
SEAFARM IONIAN S.A	2014
SEAFARM IONIAN (CENTRAL EUROPE) GMBH	Since 1999
AQUA TERRAIR S.A	Since 1999

**13. Losses per share**

Analysis of losses per share of the Group and the Company is as follows:

**Losses per share (basic and diluted)**

<i>Amounts in Euro</i>	<b>GROUP</b>	
	<b>30/6/2015</b>	<b>30/6/2014</b>
Losses attributable to equity holders of the Company	(15.272.626)	(19.455.997)
Weighted average number of ordinary shares	63.674.763	63.674.763
<b>Losses per share (€ per share)</b>	<b>(0,2399)</b>	<b>(0,3056)</b>

Losses per share is calculated as profit attributable to equity holders of the parent Company divided by the weighted average number of ordinary shares in issue during the year.



## 14. Property Plant and Equipment

Land utilized for the purpose of either production or administration is stated at fair value. Similarly, buildings, machinery, technical installations and floating means are presented at fair value less accumulated depreciation reduced by any other impairment losses. During the end of the prior year 31/12/2014, the Group and the Company revalued all land and buildings in accordance with the valuation reports of independent and recognized valuers “Geoaxis Property and Valuation Services”. Fair values were based on current market values according to the position, location and condition of the individual assets, in addition to the revaluation of machinery and technical installations according to the replacement cost method.

The remaining fixed assets are presented at cost less accumulated depreciation and accumulated impairment losses.

It should be noted that during the prior year tangible assets had been reduced by the impairment associated with the sold subsidiaries of € 3.199.454.

Depreciation expense of tangible assets (except for land which is a non-depreciable asset) is calculated on a straight-line basis over the useful life of the asset.

Property, plant and equipment is analysed as follows:

<b>GROUP</b>	<b>Land</b>	<b>Buildings</b>	<b>Other Installations and equipment</b>	<b>Mechanical equipment and technical installations</b>	<b>Other Transportation means</b>	<b>Floating means</b>	<b>Furniture and other equipment</b>	<b>Assets under construction</b>	<b>Total</b>
<i>Amounts in Euro</i>									
<b>Cost</b>									
<b>Balance at 1 January 2014</b>	<b>10.385.921</b>	<b>43.206.680</b>	<b>61.321.456</b>	<b>20.578.123</b>	<b>4.681.582</b>	<b>5.245.231</b>	<b>9.329.853</b>	<b>1.177.959</b>	<b>155.926.805</b>
Additions	-	479.280	2.793.266	36.388	202.212	153.638	160.573	1.581.069	<b>5.406.426</b>
Disposals/write-offs	-	(6.420)	(188.172)	(49.127)	(25.696)	(2.831)	-	-	<b>(272.246)</b>
Reclassifications to/from fixed/intangible assets	(409.552)	656.186	(1.292.889)	1.458.247	-	-	580	(2.116.753)	<b>(1.704.181)</b>
Revaluation of assets	(2.178.370)	(6.889.832)	-	(5.078.037)	-	(783.806)	-	-	<b>(14.930.045)</b>
<b>Balance at 31 December 2014</b>	<b>7.723.350</b>	<b>36.431.278</b>	<b>60.575.324</b>	<b>15.460.767</b>	<b>4.815.616</b>	<b>4.494.583</b>	<b>9.330.904</b>	<b>645.596</b>	<b>139.477.418</b>
<b>Accumulated depreciation</b>									
<b>Balance at 1 January 2014</b>	-	<b>(5.696.957)</b>	<b>(46.169.884)</b>	<b>(6.689.491)</b>	<b>(4.237.993)</b>	<b>(1.381.217)</b>	<b>(8.661.742)</b>	-	<b>(72.837.284)</b>
<b>Balance at 1 January 2010 of new companies merged in the year</b>									
Depreciation charge	-	(965.295)	(3.331.267)	(2.231.378)	(103.010)	(494.484)	(183.494)	-	<b>(7.308.927)</b>
Disposals/write-offs	-	856	185.811	12.897	25.762	944	201	-	<b>226.471</b>
Reclassifications	-	-	449.792	(449.792)	-	-	-	-	-
Held for sale assets	-	105.482	1.749.379	-	23.889	-	86.070	-	<b>1.964.820</b>
Revaluation of assets	-	3.446.777	-	9.367.228	-	1.900.061	-	-	<b>14.714.066</b>
Exchange differences	-	(3.249)	(87.436)	(8.059)	(1.200)	1.523	(3.262)	-	<b>(101.683)</b>
<b>Balance at 31 December 2014</b>	-	<b>(3.112.386)</b>	<b>(47.203.604)</b>	<b>1.405</b>	<b>(4.292.552)</b>	<b>26.828</b>	<b>(8.762.227)</b>	-	<b>(63.342.536)</b>
<b>Net Book Value at 31 December 2014</b>	<b>7.723.350</b>	<b>33.318.892</b>	<b>13.371.720</b>	<b>15.462.171</b>	<b>523.064</b>	<b>4.521.410</b>	<b>568.677</b>	<b>645.596</b>	<b>76.134.881</b>
<b>Cost</b>									
<b>Balance at 1 January 2014</b>	<b>7.723.350</b>	<b>36.431.278</b>	<b>60.575.324</b>	<b>15.460.767</b>	<b>4.815.616</b>	<b>4.494.583</b>	<b>9.330.904</b>	<b>645.596</b>	<b>139.477.418</b>
Additions	-	32.231	1.544.557	-	798.237	-	112.057	544.592	<b>3.031.674</b>
Disposals/write-offs	-	-	(249.437)	(8.805)	(47.365)	-	(12.482)	-	<b>(318.089)</b>
Reclassifications to/from fixed/intangible assets	-	-	(1.406)	268	(196.063)	160.762	-	(297.672)	<b>(334.111)</b>
<b>Balance at 30 June 2015</b>	<b>7.723.350</b>	<b>36.463.509</b>	<b>61.867.278</b>	<b>15.452.230</b>	<b>5.370.425</b>	<b>4.655.345</b>	<b>9.429.465</b>	<b>892.516</b>	<b>141.854.118</b>
<b>Accumulated depreciation</b>									
<b>Balance at 1 January 2015</b>	-	<b>(3.112.386)</b>	<b>(47.653.396)</b>	<b>451.197</b>	<b>(4.292.552)</b>	<b>26.828</b>	<b>(8.762.227)</b>	-	<b>(63.342.536)</b>
Depreciation charge	-	(394.661)	(1.412.407)	(795.195)	(41.915)	(183.257)	(76.619)	-	<b>(2.904.054)</b>
Disposals/write-offs	-	-	249.209	249	46.816	-	8.799	-	<b>305.073</b>
Reclassifications to/from fixed/intangible assets	-	-	2.544	(1.406)	62.128	(26.828)	-	-	<b>36.438</b>
<b>Balance at 30 June 2015</b>	-	<b>(3.500.332)</b>	<b>(48.798.258)</b>	<b>(334.733)</b>	<b>(4.223.981)</b>	<b>(183.257)</b>	<b>(8.826.961)</b>	-	<b>(65.867.522)</b>
<b>Net Book Value at 30 June 2015</b>	<b>7.723.350</b>	<b>32.963.177</b>	<b>13.069.020</b>	<b>15.117.497</b>	<b>1.146.444</b>	<b>4.472.087</b>	<b>602.504</b>	<b>892.516</b>	<b>75.986.595</b>



**COMPANY**

	Land	Buildings	Other Installations and equipment	Mechanical equipment and technical installations	Other Transportation means	Floating means	Furniture and other equipment	Assets under construction	Total
<i>Amounts in Euro</i>									
<b>Cost</b>									
<b>Balance at 1 January 2014</b>	<b>9.870.038</b>	<b>35.939.309</b>	<b>44.739.155</b>	<b>18.492.545</b>	<b>3.529.154</b>	<b>3.467.216</b>	<b>8.065.670</b>	<b>682.310</b>	<b>124.785.397</b>
Additions	-	231.079	2.390.934	-	163.977	70.395	133.959	1.581.068	<b>4.571.412</b>
Disposals/write-offs	-	-	(145.974)	-	(17.194)	-	-	-	<b>(163.168)</b>
Reclassifications to/from fixed/intangible assets	(306.228)	1.332.734	88.834	-	-	-	580	(2.040.229)	<b>(924.309)</b>
Revaluation of assets	(2.118.493)	(6.327.333)	-	(4.159.325)	-	(420.712)	-	-	<b>(13.025.863)</b>
<b>Balance at 31 December 2014</b>	<b>7.445.317</b>	<b>31.175.789</b>	<b>47.072.949</b>	<b>14.333.220</b>	<b>3.675.937</b>	<b>3.116.899</b>	<b>8.200.209</b>	<b>223.149</b>	<b>115.243.469</b>
<b>Accumulated depreciation</b>									
<b>Balance at 1 January 2014</b>	-	<b>(2.943.391)</b>	<b>(31.318.006)</b>	<b>(6.013.146)</b>	<b>(3.234.897)</b>	<b>(884.813)</b>	<b>(7.516.934)</b>	-	<b>(51.911.187)</b>
Depreciation charge	-	(735.745)	(2.619.477)	(2.009.015)	(74.780)	(317.747)	(150.509)	-	<b>(5.907.273)</b>
Disposals/write-offs	-	-	145.975	-	17.257	-	201	-	<b>163.433</b>
Revaluation of assets	-	3.202.426	-	8.022.161	-	1.202.560	-	-	<b>12.427.147</b>
<b>Balance at 31 December 2014</b>	-	<b>(476.710)</b>	<b>(33.791.508)</b>	<b>(0)</b>	<b>(3.292.420)</b>	<b>0</b>	<b>(7.667.242)</b>	-	<b>(45.227.880)</b>
<b>Net Book Value at 31 December 2014</b>	<b>7.445.317</b>	<b>30.699.079</b>	<b>13.281.441</b>	<b>14.333.220</b>	<b>383.517</b>	<b>3.116.899</b>	<b>532.967</b>	<b>223.149</b>	<b>70.015.589</b>
<b>Cost</b>									
<b>Balance at 1 January 2015</b>	<b>7.445.317</b>	<b>31.175.789</b>	<b>47.072.949</b>	<b>14.333.220</b>	<b>3.675.937</b>	<b>3.116.899</b>	<b>8.200.209</b>	<b>223.149</b>	<b>115.243.469</b>
Additions	-	19.231	1.611.203	-	751.427	-	109.142	411.593	<b>2.902.596</b>
Disposals/write-offs	-	-	(190.958)	-	(46.716)	-	-	-	<b>(237.674)</b>
Reclassifications to/from fixed/intangible assets	-	-	-	(1.138)	(35.301)	-	-	(297.672)	<b>(334.111)</b>
<b>Balance at 30 June 2015</b>	<b>7.445.317</b>	<b>31.195.020</b>	<b>48.493.194</b>	<b>14.332.082</b>	<b>4.345.347</b>	<b>3.116.899</b>	<b>8.309.351</b>	<b>337.070</b>	<b>117.574.280</b>
<b>Accumulated depreciation</b>									
<b>Balance at 1 January 2015</b>	-	<b>(476.710)</b>	<b>(33.791.508)</b>	-	<b>(3.292.420)</b>	-	<b>(7.667.242)</b>	-	<b>(45.227.880)</b>
Depreciation charge	-	(315.054)	(1.263.869)	(713.079)	(36.320)	(110.183)	(69.510)	-	<b>(2.508.015)</b>
Disposals/write-offs	-	-	190.958	-	46.715	-	-	-	<b>237.673</b>
Reclassifications	-	-	1.138	-	35.301	-	-	-	<b>36.439</b>
<b>Balance at 30 June 2015</b>	-	<b>(791.764)</b>	<b>(34.863.281)</b>	<b>(713.079)</b>	<b>(3.246.724)</b>	<b>(110.183)</b>	<b>(7.736.752)</b>	-	<b>(47.461.783)</b>
<b>Net Book Value at 30 June 2015</b>	<b>7.445.317</b>	<b>30.403.256</b>	<b>13.629.913</b>	<b>13.619.003</b>	<b>1.098.623</b>	<b>3.006.716</b>	<b>572.599</b>	<b>337.070</b>	<b>70.112.497</b>

Other Installation and equipment mainly include fixed assets which relate to the fattening units and the hatchery unit and more specifically the cages, nets, anchorage, air compressor, generators, filters etc.

The fair value of the properties was determined by using the market comparable method and the residual replacement cost method. This means that valuations performed by the valuer were based on active market prices, significantly adjusted for differences in the nature, location or condition of the specific property. As the date of revaluation 31 December 2014, the fair values were based on valuations performed by the external valuer. There are no other significant changes in the fair values since the measurement date of 31.12.2014.

The management of the Group and the Company took into consideration the current conditions resulting from the developments in the Greek economy, as well as the economic environment but assesses that given the nature, location and valuation method (the comparable method and the method of residual replacement cost) of the property, there were no significant changes in fair values from the revaluation date of 31.12.2014.

Mortgages and pledges against the Group's assets are analysed in paragraph 28, below.



**15. Goodwill**

Goodwill is analysed as follows:

<b>GROUP</b>		<b>COMPANY</b>	
<i>Amounts in Euro</i>		<i>Amounts in Euro</i>	
Carrying value at 1 January 2014	30.766.972	Carrying value at 1 January 2014	19.049.833
Impairment losses	(46.554)	Impairment losses	-
Transfer to held for sale subsidiaries	(363.788)	Impairment losses	-
Carrying value at 31 December 2014	30.356.630	Carrying value at 31 December 2014	19.049.833
<b>Carrying value at 30 June 2015</b>	<b>30.356.630</b>	<b>Carrying value at 30 June 2015</b>	<b>19.049.833</b>

The impairment test of Goodwill and Aquaculture licenses are performed on an annual basis (at December 31) in addition as to when indications exist, as has been referred to in the financial statements which ended on December 31.

During the prior year part of the Aquaculture CGU which related to the aquaculture licenses of «CARBON DIS TICARET YATIRIM INSAAT VE SANAYI AS (CARBON) », located in Turkey, had been impaired. The licenses which comprise the Company’s only asset which are recognized in the Group’s consolidated financial statements amount to €377.000 in addition to the corresponding goodwill of € 46.554. The reason for the impairment loss recognition was due to the financial difficulties encountered by the Company which did not have the funds to undertake investment activities within the time limits granted and all efforts to sell the company did not succeed, thereby rendering the aquaculture licenses inactive. The reason for the impairment is attributed to the financial difficulties encountered by the Company which did not have the funds to undertake investment activities within the time limits granted and all efforts to sell the company did not succeed, thereby rendering the aquaculture licenses inactive. Therefore, Carbon’s recoverable amount, as a part of the total Aquaculture CGU, has been assessed to zero given its non contribution to the CGU to which it belongs.

Furthermore the goodwill of the Group during the prior year had been impaired by the amount € 363.788 which was associated with the goodwill of the held-for-sale subsidiary ILKNAK SU URUNLERI and which amount is included in the total loss of € 7.064.409 in the figure “Gain/(loss) on subsidiary companies held for sale.

As referred to in the financial statement of December 31, 2014, for the purpose of impairment testing, goodwill is allocated to three cash-generating units (CGUs), which are also operating and reportable segments, Aquaculture unit, Fish feed unit, Aviculture-Stockbreeding unit (Note 7). The three operating segments present the lowest level of the Group at which goodwill is monitored for internal management purposes.

The carrying amount of goodwill and fish-farm licenses allocated to each of the cash-generating units are as follows:



	AQUACULTURE		FISHFEED		AVICULTURE - STOCKBREEDING		TOTAL	
	30/6/2015	31/12/2014	30/6/2015	31/12/2014	30/6/2015	31/12/2014	30/6/2015	31/12/2014
Goodwill	26.590.022	26.590.022	3.708.975	3.708.975	57.633	57.633	30.356.630	30.356.630
Aquaculture Licenses (Note 16)	13.680.000	13.680.000	-	-	-	-	13.680.000	13.680.000

The basic assumptions which have been used during the recognition of the three CGU's in addition to the determination of the recoverable amount of the cash generating units are presented in the annual financial statements for the year which ended 31 December 2014.

The management of the Group and the Company examined the conditions created by the current economic developments in the economy, and given the exporting nature of the Group and the company (80% of foreign sales), their customer base, profitability and cash flows of the Group and the Company as at June 30, 2015, and given that the results of the Group as at June 30, 2015 were in line with forecasts which were included in the calculation of the recoverable amount of the CGU held on December 31, 2014, in addition to the increased prices of fish which were presented at the end of the semester, it assesses that there will be no material impact on the assumptions which may affect the assessment of any impairment of goodwill.

## 16. Intangible assets

The intangible assets of the Group concern mainly acquired aquaculture licences and computer software licences. Analysis of the carrying values of the above is presented in summary in the tables here below:

<i>Amounts in Euro</i>	Computer and other software	Aquaculture Licences	Total
<b>Cost</b>			
<b>Balance 1 January 2014</b>	<b>7.832.257</b>	<b>14.057.000</b>	<b>21.889.257</b>
Additions	96.317	-	96.317
Disposals/Write-offs/Transfers to investments	(36.800)	(377.000)	(413.800)
Spin-off assets	-	-	-
Transfers from work under construction	618.081	-	618.081
Held for sale assets	(47.219)	-	(47.219)
Exchange differences	1.906	-	1.906
<b>Balance 31 December 2014</b>	<b>8.464.542</b>	<b>13.680.000</b>	<b>22.144.542</b>
<b>Accumulated amortisation</b>			
<b>Balance 1 January 2014</b>	<b>(6.361.776)</b>	-	<b>(6.361.776)</b>
Amortisation charge	(738.124)	-	(738.124)
Held for sale assets	39.953	-	39.953
Exchange differences	(1.681)	-	(1.681)
<b>Balance at 31 December 2014</b>	<b>(7.061.628)</b>	-	<b>(7.061.628)</b>
<b>Net book value at 31 December 2014</b>	<b>1.402.914</b>	<b>13.680.000</b>	<b>15.082.914</b>
<b>Balance 1 January 2015</b>	<b>8.464.542</b>	<b>13.680.000</b>	<b>22.144.542</b>
Additions	151.131	-	151.131
Disposals/Write-offs/Transfers to investments	(69.800)	-	(69.800)
Transfers from work under construction	297.672	-	297.672
Reversals of sold subsidiaries (Note 17)	(2.631)	-	(2.631)
Exchange differences	1.986	-	1.986
<b>Balance 30 June 2015</b>	<b>8.842.900</b>	<b>13.680.000</b>	<b>22.522.900</b>
<b>Accumulated amortisation</b>			
<b>Balance 1 January 2015</b>	<b>(7.061.628)</b>	-	<b>(7.061.628)</b>
Amortisation charge	(314.326)	-	(314.326)
Reversals of sold subsidiaries (Note 17)	2.617	-	2.617
Exchange differences	(1.671)	-	(1.671)
<b>Balance at 30 June 2015</b>	<b>(7.375.008)</b>	-	<b>(7.375.008)</b>
<b>Net book value at 30 June 2015</b>	<b>1.467.892</b>	<b>13.680.000</b>	<b>15.147.892</b>



**COMPANY**

<i>Amounts in Euro</i>	<b>Computer and other software</b>	<b>Aquaculture Licences</b>	<b>Total</b>
<b>Cost</b>			
<b>Balance 1 January 2014</b>	<b>7.574.025</b>	<b>2.766.000</b>	<b>10.340.025</b>
Additions	89.958	-	89.958
Disposals/Write-offs/Transfers to investments	(36.800)	-	(36.800)
Transfers from work under construction	618.081	-	618.081
<b>Balance 31 December 2014</b>	<b>8.245.264</b>	<b>2.766.000</b>	<b>11.011.264</b>
<b>Accumulated amortisation</b>			
<b>Balance 1 January 2014</b>	<b>(6.106.849)</b>	-	<b>(6.106.849)</b>
Amortisation charge	(735.729)	-	(735.729)
<b>Balance at 31 December 2014</b>	<b>(6.842.578)</b>	-	<b>(6.842.578)</b>
<b>Net book value at 31 December 2014</b>	<b>1.402.686</b>	<b>2.766.000</b>	<b>4.168.686</b>
<b>Balance 1 January 2015</b>			
<b>Balance 1 January 2015</b>	<b>8.245.264</b>	<b>2.766.000</b>	<b>11.011.264</b>
Additions	150.482	-	150.482
Disposals/Write-offs/Transfers to investments	(69.800)	-	(69.800)
Transfers from work under construction	297.672	-	297.672
<b>Balance 30 June 2015</b>	<b>8.623.618</b>	<b>2.766.000</b>	<b>11.389.618</b>
<b>Accumulated amortisation</b>			
<b>Balance 1 January 2015</b>	<b>(6.842.578)</b>	-	<b>(6.842.578)</b>
Amortisation charge	(313.341)	-	(313.341)
<b>Balance at 30 June 2015</b>	<b>(7.155.919)</b>	-	<b>(7.155.919)</b>
<b>Net book value at 30 June 2015</b>	<b>1.467.699</b>	<b>2.766.000</b>	<b>4.233.699</b>

The “Aquaculture licences” on a Group level relate to the value of the aquaculture licenses of the Company, the Group “SEAFARM IONIAN SA”, the Group “KEGO”, and “PREDOMAR S.L”, that which resulted following the acquisition of the corresponding subsidiaries. The Company’s aquaculture license value relates to the value of aquaculture licenses of the absorbed subsidiary companies KEGO S.A and RED ANCHOR SA. The aforementioned goodwill is not depreciated, but is tested for impairment loss, in accordance with IAS 36 (Note 15).

During the prior year part of the Aquaculture CGU which related to the aquaculture licenses of «CARBON DIS TICARET YATIRIM INSAAT VE SANAYI AS (CARBON)», a company which is located in Turkey, had been impaired. The licenses which comprise the Company’s only asset which were recognized in the Group’s consolidated financial statements amounted to €377.000 prior to the company being classified as held for sale during the prior year.

During the prior year intangible assets included an impairment loss of € 7.266 associated with the held for sale assets (Note 17). In addition during the current year intangible assets marked a decrease of the amount of €14 which relates to the sold subsidiaries (Note 17).

The management of the Group and the Company examined the conditions created by the current economic developments in the economy, and given the exporting nature of the Group and the company (80% of foreign sales), their customer base, profitability and cash flows of the Group and the Company as at June 30, 2015, and given that the results of the Group as at June 30, 2015 were in line with forecasts which were included in the calculation of the recoverable amount of the CGU held on December 31, 2014, in addition to the increased prices of fish which were presented at the end of the semester, it



assesses that there will be no material impact on the assumptions which may affect the assessment of any impairment of aquaculture licenses.

### **17. Investments in subsidiaries**

In the separate financial statements, investments in subsidiary companies have been measured at acquisition cost less any impairment losses.

<i>Amounts in Euro</i>	<b>COMPANY</b>
	<b>30/6/2015</b>
Opening Balance	<b>31.808.213</b>
Less: Sale of subsidiary companies	(1.919.437)
Less: Impairment of investment in subsidiary from reduction in share capital	(980.476)
<b>Closing Balance</b>	<b>28.908.300</b>

The company's percentage participation in investments, not listed on the Athens Stock Exchange Market, is analysed as follows:

Company	31/12/2014				30/6/2015				Country of incorporation	Percentage Shareholding
	Cost	Impairment of Investment	Amount as per Financial Position	Percentage Shareholding Sold	Cost	Impairment of Investment	Amount as per Financial Position	Reduction / Return of Share Capital		
PROTEUS EQUIPMENT S.A	29.347	-	29.347	-	29.347	-	29.347	-	ΕΛΛΑΔΑ	50,00%
AQUACOM LTD	1.141.394	(860.486)	280.908	-	1.141.394	(860.486)	280.908	-	VIRGIN ISLANDS	100,00%
ILKNAK SU URUNLERI SAN Ve TIC	3.979.492	(2.060.155)	1.919.337	(1.919.337)	2.060.155	(2.060.155)	-	-	ΤΟΥΡΚΙΑ	52,53%
NIREUS INTERNATIONAL LTD	7.380.508	-	7.380.508	-	(980.476)	6.400.032	-	6.400.032	ΚΥΠΡΟΣ	100,00%
MIRAMAR SU URUNLERI VE BALIK	272	(172)	100	100	-	172	(172)	-	ΤΟΥΡΚΙΑ	0,02%
SEA FARM IONIAN S.A	13.745.179	-	13.745.179	-	-	13.745.179	-	13.745.179	ΕΛΛΑΔΑ	26,45%
KEGO AGRIS.A	8.952.834	(500.000)	8.452.834	-	-	8.952.834	(500.000)	8.452.834	ΕΛΛΑΔΑ	100,00%
	<b>35.229.026</b>	<b>(3.420.813)</b>	<b>31.808.213</b>	<b>(1.919.237)</b>	<b>(980.476)</b>	<b>32.329.113</b>	<b>(3.420.813)</b>	<b>28.908.300</b>		

As referred to in the Financial Statements of 31.12.2014 due to the Management's decision to sell the entire business activity and its subsidiaries in Turkey, the Group and Company recognised in the prior year an impairment loss of € 2.920.813, which corresponded to the loss on the basis of the fair value and the valuation of the Turkish subsidiaries as compared to with their acquisition cost.

During the six-month period the Company Nireus Aquaculture recognized an impairment loss of € 980.475,93 in its subsidiary Nireus International due to the reduction of its share capital of its subsidiary. Nireus International proceeded with the recognition of an impairment loss of its investment in Miramar Projects UK by the amount of € 980.476 due to the reduction of the share capital of the latter company by the corresponding amount.

## SALE OF SUBSIDIARY COMPANIES

As referred to in the financial statements of the prior year 31.12.2014, as at 21.01.2015, the management of the Group entered into an agreement for the sale of all shares held in the Turkish companies, for ILKNAK SU URUNLERI SANAYI VE TICARET A.S NIN (hereinafter referred to as “ILKNAK”) 617.493 shares were sold and for MIRAMAR SU URUNLERI VE BALIK YEMI SANAYI VE TICARET AS. NIN (hereinafter referred to as “MIRAMAR”) 2.629.058 shares were sold at a sales price of € 4.150.000 payable in cash. The direct and indirect percentage holding of Nireus Aquaculture SA prior to the sale of the Turkish subsidiaries amounted in ILKNAK to 83,563% (direct 52,53% and indirect 31,03%) , while for MIIRAMAR the percentage amounted to 99,95% (direct 0,02% and indirect 99,93%).

As at 31 December 2014, the net assets of the subsidiary companies ILKNAK SU URUNLERI and MIRAMAR SU URUNLERI and their subsidiary companies ILKNAK DENIZCILIK and CARBON, were reclassified as assets held for sale in the statement of financial position of the Group. Furthermore the losses incurred from the valuation of the above companies at fair value were presented according to IFRS 5 “Non current assets held for sale» are separately in the income statement of the Group”.

The major classes of assets held for sale and its related liabilities are separately presented in the Statement of Financial Position of the Group as at 31st December 2014. The basic categories of assets and liabilities are presented in the following table:

	<b>31/12/2014</b>
<b>Current assets</b>	
Biological assets	3.547.127
Inventories	222.808
Trade and other receivables	2.123.049
Other receivables	1.612.508
Other current assets	21.435
Cash and cash equivalents	988.033
<b>Total Assets</b>	<b>8.514.960</b>
<b>Non-current liabilities</b>	
Deferred income tax liabilities	186.016
Net Employee defined Benefit obligations	201.248
Provisions	30.801
<b>Total non-current liabilities</b>	<b>418.065</b>
<b>Current liabilities</b>	
Trade & other payables	3.850.832
Short-term interest bearing loan borrowings	201.902
Other current liabilities	332.858
<b>Total current liabilities</b>	<b>4.385.591</b>
<b>Total Liabilities</b>	<b>4.803.656</b>
<b>Net assets directly associated with held for sale assets (excluding intercompany)</b>	<b>3.711.304</b>
<b>Add: Intercompany receivables/(liabilities)</b>	<b>438.696</b>
<b>Net assets directly associated with held for sale assets (including intercompany)</b>	<b>4.150.000</b>

Immediately prior to the classification of ILKNAK SU URUNLERI, MIRAMAR SU URUNLERI and their investments in ILKNAK DENIZCILIK and CARBON as held for sale, the recoverable amount was estimated for non-current and current assets and no impairment loss was identified apart from any reference made in the financial statements. Following the classification as held for sale, a total impairment loss of € 7.064.409 (non-current liabilities of € 5.514.525 and of current assets of € 1.549.884 correspondingly) was recognised the statement of profit and loss under “Impairment of investments in subsidiaries” as at 31.12.2014.

During the current period and with the completion of the sale of the companies, an addition loss of € 2.988.850 was recognized resulting from the direct movement in equity incorporated, from the subsidiaries’ results of the period up until their date of the sale, in the Group results of a total amount of € 203.657, in addition to the transfer of reserves (foreign exchange reserve, other reserves and non-controlling interests) of € 2.785.193 as presented below.

	Note	21/1/2015
<b>Non-Current assets</b>		
Property, plant and equipment	14	104.201
Intangible assets	16	14
Deferred income tax assets	18	33
Other long-term receivables		284
		<b>104.532</b>
<b>Current assets</b>		
Biological assets	19	3.842.563
Inventories		214.579
Trade and other receivables		2.994.145
Other receivables		2.519.271
Other current assets		59.990
Cash and cash equivalents	22	968.540
		<b>10.599.088</b>
<b>Total Assets</b>		<b>10.703.619</b>
<b>Non-current liabilities</b>		
Deferred income tax liabilities	18	192.113
Net Employee defined Benefit obligations		212.828
Provisions		32.139
<b>Total non-current liabilities</b>		<b>437.080</b>
<b>Current liabilities</b>		
Trade & other payables		4.803.430
Short-term interest bearing loan borrowings		134.749
Other current liabilities		974.901
<b>Total current liabilities</b>		<b>5.913.080</b>
<b>Total Liabilities</b>		<b>6.350.160</b>
<b>Net assets of the sold companies</b>		<b>4.353.459</b>
<b>Result of the period 1/1/2015 to 21/1/2015</b>		<b>(203.657)</b>
<b>Less: Sale proceeds</b>		<b>4.149.802</b>
<b>Loss on sale of subsidiaries</b>		
<b>Transfer of the foreign exchange reserve</b>		(2.329.860)
<b>Transfer of non-controlling interests</b>		(455.333)
<b>Loss from sale of subsidiary company</b>		<b>(2.988.850)</b>



## **IMPAIRMENT TEST**

As mentioned in the annual financial statements of year ended 31 December 2014, for the purpose of impairment testing, the Company recognised similar in nature Cash Generating Units as these have been recognised on a Group level which cover the individual investments of the subsidiary companies. The cash generating units recognised by the Company are the Aquaculture and Aviculture-stock breeding units. The investments have been allocated for the purpose of impairment testing as follows:

	AQUACULTURE		AVICULTURE AND STOCKBREEDING		TOTAL	
	30/6/2015	31/12/2014	30/6/2015	31/12/2014	30/6/2015	31/12/2014
Investments in subsidiaries	20.455.465	23.355.378	8.452.835	8.452.835	28.908.300	31.808.213

Impairment testing on investments of subsidiary companies is performed when indications of impairment exist. The basic assumptions which were used during the recognition of the two cash generating units in addition to the determination of the recoverable amount of the cash generating units are analysed in the annual financial statements for the year ended December 31, 2014 (Note 15).

It should also be noted that as at 31 December 2014, a sensitivity analysis was performed regarding the positive or negative change in the discount rate by 0.25%, the positive or negative change in the growth rate in perpetuity by 0.50%. An increase in the discount rate by 0.25% (maintaining constant the growth rate in perpetuity) would lead to a further impairment charge of € 0,5 mil., while a decrease in the growth rate in perpetuity by 0.50% (maintaining constant the discount rate) would lead to further impairment amounting to € 0,7 million.

Furthermore the pre-tax rate used to discount projected cash flows is 8.6%, while growth in perpetuity used is 3%, taking into account the long-term prospects of the Group.

The management of the Group and the Company examined the conditions created by the current economic developments in the economy, and given the exporting nature of the Group and the company (80% of foreign sales), their customer base, profitability and cash flows of the Group and the Company as at June 30, 2015, and given that the results of the Group as at June 30, 2015 were in line with forecasts which were included in the calculation of the recoverable amount of the CGU held on December 31, 2014, in addition to the increased prices of fish which were presented at the end of the semester, it assesses that there will be no material impact on the assumptions which may affect the assessment of any impairment of investments.

**FINANCIAL STATEMENTS OF SUBSIDIARY COMPANIES**

The group has three subsidiaries with material non-controlling interests (exceeding 50%). Information regarding these subsidiaries is as follows:

**Period 1/1/-30/6/2015**

<i>Amounts in Euro</i>			
<b>NAME OF SUBSIDIARY</b>	<b>Principal place of business</b>	<b>Percentage of Non-Controlling Interests 30.6.2015</b>	<b>Profit/(loss) allocated to NCI 30.6.2015</b>
PROTEUS EQUIPMENT S.A	Greece	50,0%	68.293
SEAFARM IONIAN S.A	Greece	73,5%	24.792
SEAFARM IONIAN (CENTRAL EUROPE) GMBH	Germany	73,5%	(360)

**Period 1/1/-30/6/2014**

<i>Amounts in Euro</i>			
<b>NAME OF SUBSIDIARY</b>	<b>Principal place of business</b>	<b>Percentage of Non-Controlling Interests 30.6.2014</b>	<b>Profit/(loss) allocated to NCI 30.6.2014</b>
PROTEUS EQUIPMENT S.A	Greece	50,0%	30.769
SEAFARM IONIAN S.A	Greece	73,5%	409.844
SEAFARM IONIAN (CENTRAL EUROPE) GMBH	Germany	73,5%	(721)

It should be noted that there are no restrictions between the Group and the above mentioned subsidiaries as regards to their access to the assets and the liabilities of the Group, in addition to the transfer of funds and dividends between the Group and the companies.

Summarised financial information including goodwill and aquaculture licenses recognized upon initial acquisition of the subsidiary companies, but prior to intercompany eliminations, is as follows:



<i>Amounts in Euro</i>	<b>30/6/2015</b>
	<b>Consolidation Adjustments</b>
	<b>SEAFARM IONIAN S.A</b>
<b>Goodwill &amp; Aquaculture Licenses recognised upon Acquisition</b>	
Aquaculture Licenses	<b>8.709.000</b>
Goodwill	<b>10.918.992</b>

<i>Amounts in Euro</i>	<b>30/6/2015</b>		
	<b>Condensed Statement of Financial Position</b>		
<b>SUBSIDIARY COMPANY</b>	<b>SEAFARM IONIAN S.A</b>	<b>SEAFARM IONIAN (CENTRAL EUROPE) GMBH</b>	<b>PROTEUS EQUIPMENT S.A</b>
<b>ASSETS</b>			
Property, plant and equipment	3.913.705	-	188.050
Investment property	879.983	-	-
Other non-current assets	1.167.442	-	1.169
Inventories	-	-	1.767.980
Trade and other receivables	551.284	-	1.254.043
Cash & cash equivalents	333.316	-	237.606
Other current assets	876.703	-	161.729
<b>Total Assets</b>	<b>7.722.433</b>	<b>-</b>	<b>3.610.579</b>
<b>EQUITY &amp; LIABILITIES</b>			
Share capital	12.952.331	975.000	60.000
Other reserves of equity	(33.176.456)	(1.372.115)	554.010
<b>Total Net Equity</b>	<b>(20.224.124)</b>	<b>(397.115)</b>	<b>614.011</b>
Provisions & Pension Obligations	1.978.513	-	83.687
Other long-term liabilities	1.877.191	396.626	35.319
Short-term borrowings	1.364.023	-	-
Trade & other payables	1.145.413	39	2.307.148
Other short-term liabilities	1.364.446	450	570.414
Long-term liabilities payable within the following year	20.216.971	-	-
<b>Total Liabilities</b>	<b>27.946.557</b>	<b>397.115</b>	<b>2.996.568</b>
<b>TOTAL EQUITY &amp; LIABILITIES</b>	<b>7.722.433</b>	<b>-</b>	<b>3.610.579</b>



<i>Amounts in Euro</i>	31/12/2014		
	Condensed Statement of Financial Position		
SUBSIDIARY COMPANY	SEAFARM IONIAN S.A	SEAFARM IONIAN (CENTRAL EUROPE) GMBH	PROTEUS EQUIPMENT S.A
<b>ASSETS</b>			
Property, plant and equipment	4.129.391	-	197.456
Investment property	879.983	-	-
Other non-current assets	1.151.245	810.717	1.543
Inventories	-	-	1.488.264
Trade and other receivables	466.330	-	836.673
Cash & cash equivalents	182.697	-	64.938
Other current assets	1.620.859	-	109.279
<b>Total Assets</b>	<b>8.430.505</b>	<b>810.717</b>	<b>2.698.154</b>
<b>EQUITY &amp; LIABILITIES</b>			
Share capital	12.952.331	975.000	60.000
Other reserves of equity	(33.210.165)	(1.371.626)	665.635
<b>Total Net Equity</b>	<b>(20.257.833)</b>	<b>(396.626)</b>	<b>725.635</b>
Provisions & Pension Obligations	2.715.492	-	82.619
Other long-term liabilities	2.122.645	396.626	39.288
Trade & other payables	1.223.621	-	1.698.189
Other short-term liabilities	1.333.807	810.717	152.422
Long-term liabilities payable within the following year	21.292.773	-	-
<b>Total Liabilities</b>	<b>28.688.339</b>	<b>1.207.343</b>	<b>1.972.518</b>
<b>TOTAL EQUITY &amp; LIABILITIES</b>	<b>8.430.505</b>	<b>810.717</b>	<b>2.698.154</b>

<i>Amounts in Euro</i>	30/6/2015		
	Condensed Income Statement		
SUBSIDIARY COMPANY	SEAFARM IONIAN S.A	SEAFARM IONIAN (CENTRAL EUROPE) GMBH	PROTEUS EQUIPMENT S.A
Sales of non-biological goods-merchandise and other inventories	2.797.905	-	2.057.520
Other income and costs	(2.781.114)	(489)	(1.857.832)
<b>Results for the period before taxes</b>	<b>16.791</b>	<b>(489)</b>	<b>199.689</b>
Income & deferred taxes	16.918	-	(63.102)
<b>Net profit for the period</b>	<b>33.709</b>	<b>(489)</b>	<b>136.586</b>
Other comprehensive income	7.287	-	-
<b>Total Comprehensive Income/ (loss)</b>	<b>40.996</b>	<b>(489)</b>	<b>136.586</b>



<i>Amounts in Euro</i>	30/6/2014		
	Condensed Income Statement		
SUBSIDIARY COMPANY	SEAFARM IONIAN S.A	SEAFARM IONIAN (CENTRAL EUROPE) GMBH	PROTEUS EQUIPMENT S.A
Sales of non-biological goods-merchandise and other inventories	3.588.068	-	1.315.458
Other income and costs	(3.048.803)	(980)	(1.232.299)
<b>Results for the period before taxes</b>	<b>539.265</b>	<b>(980)</b>	<b>83.159</b>
Income & deferred taxes	17.999	-	(21.621)
<b>Net profit for the period</b>	<b>557.264</b>	<b>(980)</b>	<b>61.538</b>
Other comprehensive income	26.550	-	(333.138)
<b>Total Comprehensive Income/ (loss)</b>	<b>583.814</b>	<b>(980)</b>	<b>(271.600)</b>

<i>Amounts in Euro</i>	30/6/2015		
	Condensed Cash Flow Statement		
SUBSIDIARY COMPANY	SEAFARM IONIAN S.A	SEAFARM IONIAN (CENTRAL EUROPE) GMBH	PROTEUS EQUIPMENT S.A
Net cash generated from operating activities	100.395	(810.717)	420.853
Net cash generated from investing activities	(97.072)	810.717	26
Net cash (generated) from financing activities	147.296	-	(248.211)
<b>Net increase/(decrease) in cash and cash equivalents for period</b>	<b>150.619</b>	<b>-</b>	<b>172.669</b>
Cash and cash equivalents at beginning of the period	182.697	-	64.938
Cash and cash equivalents at end of the period	<b>333.316</b>	<b>-</b>	<b>237.606</b>

<i>Amounts in Euro</i>	30/6/2014		
	Condensed Cash Flow Statement		
SUBSIDIARY COMPANY	SEAFARM IONIAN S.A	SEAFARM IONIAN (CENTRAL EUROPE) GMBH	PROTEUS EQUIPMENT S.A
Net cash generated from operating activities	48.752	-	30.375
Net cash generated from investing activities	(112)	-	(29.740)
Net cash (generated) from financing activities	-	-	-
<b>Net increase/(decrease) in cash and cash equivalents for period</b>	<b>48.640</b>	<b>-</b>	<b>635</b>
Cash and cash equivalents at beginning of the period	165.996	3.052	14.843
Cash and cash equivalents at end of the period	<b>214.636</b>	<b>3.052</b>	<b>15.478</b>



## **18. Deferred Income Tax Receivables/Liabilities**

Deferred income tax assets and liabilities which result from relative temporary tax differences, are as follows:

	STATEMENT OF FINANCIAL POSITION				INCOME STATEMENT			
	GROUP		COMPANY		GROUP		COMPANY	
	30/6/2015	31/12/2014	30/6/2015	31/12/2014	30/6/2015	30/6/2014	30/6/2015	30/6/2014
<b>DEFERRED TAX LIABILITIES</b>								
Intangible assets	(145.184)	(194.201)	(155.040)	(206.593)	51.192	57.883	51.553	53.982
Property, Plant & Equipment	(8.794.600)	(8.997.008)	(7.604.447)	(7.644.225)	57.220	153.493	39.777	134.038
Biological Assets	(4.262.440)	(5.176.157)	(3.836.374)	(4.888.782)	777.070	4.926.420	1.052.409	4.161.556
Receivables	7.382.966	7.435.762	4.981.892	4.977.081	(3.724)	172.132	4.811	44.823
Net Employee defined Benefit obligations	734.670	652.545	648.225	544.776	122.944	27.088	103.448	19.490
Other non-current liabilities	598.632	642.246	912.255	946.616	(43.615)	(56.669)	(34.361)	(41.495)
Προβλέψεις	265.292	219.705	236.613	185.455	51.158	8.557	51.158	546
Other current liabilities	2.145.902	2.218.060	2.145.902	2.218.060	(72.159)	82.302	(72.158)	65.479
Less: transfer of deferred tax on held for sale subsidiaries	-	185.739	-	-	-	-	-	-
	<b>(2.074.762)</b>	<b>(3.013.309)</b>	<b>(2.670.975)</b>	<b>(3.867.612)</b>	<b>940.086</b>	<b>5.371.206</b>	<b>1.196.637</b>	<b>4.438.419</b>
<b>TOTAL DEFERRED TAX ASSETS</b>	1.501.447	1.489.074	-	-				
<b>TOTAL DEFERRED TAX LIABILITIES</b>	(3.576.209)	(4.502.383)	(2.670.975)	(3.867.612)				
<b>TOTAL DEFERRED TAX</b>	<b>(2.074.762)</b>	<b>(3.013.309)</b>	<b>(2.670.975)</b>	<b>(3.867.612)</b>				

During the six month period the deferred tax liabilities were reduced by an amount of € 192.080 (liabilities € 192.113 less receivables of € 33) due to the sale of the Turkish subsidiary companies (Note 17).

The offsetting of deferred income tax assets and liabilities occurs when there is, on behalf of the company, 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 deferred tax liabilities of the Group as at 30/6/2015 relate to the subsidiaries located in Spain by an amount of € 473.289 (tax rate 25%-30%) and by an amount of € 3.102.920 for companies that are located in Greece (tax rate 26%). The respective amounts as at 31/12/2014 were for the companies which are located in Spain by an amount of € 198.855 and by an amount of € 4.303.528 for companies that are located in Greece.

The deferred tax receivables for the Group as at 30/6/2015 of € 1.501.447 relate to companies located in Greece. The corresponding amounts as at 31/12/2014 of € 1.489.074 result from the companies located in Greece.

## **19. Biological assets**

Biological assets comprise of juveniles-generating adult fish, fish juveniles and stock breeding products as at the Balance Sheet date and are measured at fair value. Following the adoption of IFRS 13 beginning from 1.1.2013 and as at each balance sheet date the measurement of fair value is based on IFRS 13 in conjunction with the specific requirements of IAS 41. According to IFRS 13, fair value is the current exit price which is determined with reference to the principal market (market of Italy) which is the market at which the greatest volume of activity is observed.

During periods of substantial increases/(decreases) in inventory and increases/(decreases) in sales prices, this methodology applied results in significant gains/(losses) arising from the difference between the production cost and the sales value.

The reconciliation of the biological assets stated at fair value is presented in the following table:



<i>Amounts in Euro</i>	<b>GROUP</b>		<b>COMPANY</b>	
	<b>30/6/2015</b>	<b>31/12/2014</b>	<b>30/6/2015</b>	<b>31/12/2014</b>
<b>Balance of biological assets at 1 January</b>	<b>163.662.396</b>	<b>170.151.405</b>	<b>156.861.359</b>	<b>155.012.142</b>
Increases due to purchases of biological assets	597.557	2.329.616	597.245	1.476.951
Gain/Loss arising from changes in fair value attributable to price or quantity changes of biological assets	52.589.127	146.921.995	46.922.880	137.653.256
Decreases due to sales of biological assets	(73.624.987)	(149.648.946)	(69.598.553)	(137.280.990)
	-	(6.091.674)	-	-
Less: biological assets of sold companies	(295.437)	-	-	-
<b>End balance of biological assets at 30 June</b>	<b>142.928.656</b>	<b>163.662.396</b>	<b>134.782.931</b>	<b>156.861.359</b>
<b>ANALYSIS OF BIOLOGICAL ASSETS IN BALANCE SHEET</b>				
A) Biological assets of fish (Assets – Non-current assets)	98.249.410	72.654.984	96.564.347	69.463.499
B) Biological Poultry-Livestock (Assets - Non-current assets)	147.000	198.000	-	-
Less: biological assets on held for sale assets	-	(1.937.198)	-	-
<b>TOTAL BIOLOGICAL ASSETS - Assets - Non-current</b>	<b>98.396.410</b>	<b>70.915.786</b>	<b>96.564.347</b>	<b>69.463.499</b>
C) Biological assets fish (Inventories - Current assets)	44.356.765	96.735.001	38.218.584	87.397.860
D) Biological Poultry-Livestock (Inventories - Current assets)	175.481	166.085	-	-
Less: Transfer to held for sale subsidiaries	-	(4.154.476)	-	-
<b>TOTAL BIOLOGICAL ASSETS - Assets - Current</b>	<b>44.532.246</b>	<b>92.746.610</b>	<b>38.218.584</b>	<b>87.397.860</b>
<b>TOTAL BIOLOGICAL ASSETS</b>	<b>142.928.656</b>	<b>163.662.396</b>	<b>134.782.931</b>	<b>156.861.359</b>

The effect from the movement in the fair value of biological assets between beginning and ending values, as presented in the Statement of cash flows amounts to € 3.283.386 for the Group and of an amount of € 4.047.727 for the Company as is presented in the following table.

	<b>GROUP</b>			<b>COMPANY</b>		
	<b>Local GAAP</b>	<b>Adjustments</b>	<b>IFRS</b>	<b>Local GAAP</b>	<b>Adjustments</b>	<b>IFRS</b>
Fair value of Biological assets beginning	149.752.030	20.002.040	169.754.070	138.058.569	18.802.791	156.861.359
Fair value of Biological assets ending	132.597.112	16.718.655	149.315.767	120.027.868	14.755.063	134.782.931
<b>Gain or Loss arising from changes in fair value of biological assets</b>	<b>17.154.918</b>	<b>3.283.386</b>	<b>20.438.303</b>	<b>18.030.701</b>	<b>4.047.727</b>	<b>22.078.429</b>

### Assumptions used in determining the fair value of live fish

The estimated fair value of biomass will always be based on uncertain assumptions even though the company has obtained substantial expertise in assessing these factors. Estimates are applied for the following factors: biomass volume, the quality of the biomass, the size distribution and market prices.

### Biomass volume

The biomass volume is in itself an estimate based on the number of juveniles placed in the sea, the estimated growth from the time of stocking, estimated mortality based on observed and expected mortality etc. The uncertainty with regards to biomass volume is normally low. The uncertainty will, however, be higher if an incident has resulted in mass mortality, especially early in the cycle, or if the health condition of the fish which restricts treatment of fish.



**The size distribution**

Fish in sea grows in various rates and even under conditions of good estimates, the average weight of the fish can result in considerable variation in the quality and weight of the fish. The size distribution affects the price achieved for the fish as each size category of fish is priced separately in the market. When estimating the biomass value a normal, expected size distribution is applied.

**Market price**

The market price assumption is significant for the valuation and even minor changes in the market price will significantly result in changes in the valuation.

The decrease in the Group’s biological assets as at 30.06.2015 as compared to the prior year 31.12.2014 by approximately € 20,7 million, is mainly attributed to the reduced biomass of fresh fish due to their biological cycle and based on which a recovery in their biomass is noted during the second semester with an ultimate increase in volume during the end of the year.

During the six month period the biological assets were reduced by an amount of € 3.842.563 from the sale of subsidiary companies (Note 17).

The Group has insured its biological assets, against any form of risk, at foreign reputable insurance companies. The corresponding receivables regarding insurance indemnities are factored due to the existing pledge with the lending banks.

The company NIREUS SA with the agreement of 20.3.2015 has provided to the company NORSILDMEL INNOVATION A / S a floating lien on the fish population, amounting to € 10.3 million to secure the outstanding balance. The pledge is valid until 31/12/2015.

Pledged assets regarding the biological assets of fish population against loans obtained amount to € 100.599.345 and pledged fish population to suppliers amounts to € 10.300.000, as described in Note 28 below.

**20. Inventories**

The inventories of the Group and the Company are as follows:

<i>Amounts in Euro</i>	<b>GROUP</b>		<b>COMPANY</b>	
	<b>30/6/2015</b>	<b>31/12/2014</b>	<b>30/6/2015</b>	<b>31/12/2014</b>
Merchandise	1.586.162	1.305.900	1.587	2.714
Finished and semi-finished goods	6.871.079	3.888.008	6.809.603	3.812.170
Work in progress	219.113	178.013	219.113	178.013
Raw and auxiliary materials-Package materials	5.704.022	5.481.642	4.225.982	4.039.129
Consumables	46.864	75.253	46.864	64.911
Packing items		6.775	-	-
Less: transfer to held for sale subsidiaries (Note 17)	-	(260.958)	-	-
<b>Total</b>	<b>14.427.240</b>	<b>10.674.633</b>	<b>11.303.149</b>	<b>8.096.937</b>



The amount of inventories which was consumed during the year and included in consumables, amounts to € 37.037.551 for the Group and € 29.881.547 for the Company.

The management of the Company takes into consideration the most reliable information available as at the date of valuation for the assessment of the net realisable value of inventory.

## **21. Trade and other receivables**

The trade and other receivables of the Group and the Company are as follows:

<i>Amounts in Euro</i>	<b>GROUP</b>		<b>COMPANY</b>	
	<b>30/6/2015</b>	<b>31/12/2014</b>	<b>30/6/2015</b>	<b>31/12/2014</b>
Trade receivables from third parties (Trade debtors)	38.978.706	33.470.255	33.274.413	28.845.492
Trade receivables from third parties (Notes)	2.742.366	3.232.339	1.529.788	1.539.788
Trade receivables from third parties (Cheques receivable)	11.034.477	18.416.186	6.321.713	12.460.602
Less: Provision for uncollectible receivables	(16.354.659)	(15.585.877)	(10.231.473)	(10.212.969)
Less: transfer to held for sale subsidiaries	-	(2.513.421)	-	-
<b>Total trade &amp; other receivables-net</b>	<b>36.400.890</b>	<b>37.019.482</b>	<b>30.894.441</b>	<b>32.632.913</b>

It should be noted that under IAS 32 financial assets and financial liabilities have been netted-off.

Under the scope of the Group's working capital requirements, the Group uses factoring services for its receivables in view of the immediate collection of domestic debtors. The factoring contracts signed regard collection of receivables with recourse.

## **22. Restricted Cash**

As at 30/06/2015 the Group and Company have restricted cash balances of an amount of € 5.091.538 (31/12/2014: € 4.245.364) from which an amount of € 4.000.000 relates to the pledge for the collateral requirements of the fire victim loan of the National Bank, an amount of € 562.340,47 relates to other loans of the National Bank, an amount of € 211.494,27 relates to the short-term borrowing of Eurobank and an amount of € 317.702,92 relates to short-term borrowings from Piraeus Bank (Note 28).

During the six month period the biological assets were reduced by an amount of € 968.540 from the sale of subsidiary companies (Note 17).

## **23. Share Capital and Reserves**

### **i) Issued Capital**

The share capital of the Company consists of common registered shares of € 1,34 par value. All shares grant equal rights concerning the receipt of dividends and the repayment of capital, and represent one voting right at the Shareholders' General Assembly of the Company. The shares of the Company are freely traded in the Athens Stock Exchange.



<i>Amounts in Euro</i>	GROUP					COMPANY				
	Number of shares	Share capital (ordinary shares)	Treasury shares	Share premium	Total	Number of shares	Share capital (ordinary shares)	Treasury shares	Share premium	Total
<b>Balance at 1 January 2014</b>	63.697.153	85.354.185	(47.271)	36.248.476	121.555.390	63.697.153	85.354.185	(47.271)	36.248.476	121.555.390
<b>Balance at 31 December 2014</b>	63.697.153	85.354.185	(47.271)	36.248.476	121.555.390	63.697.153	85.354.185	(47.271)	36.248.476	121.555.390
<b>Balance at 30 June 2015</b>	63.697.153	85.354.185	(47.271)	36.248.476	121.555.390	63.697.153	85.354.185	(47.271)	36.248.476	121.555.390

**ii) Fair value Revaluation Reserve**

The analysis of fair value reserves is as follows:

<i>Amounts in Euro</i>	GROUP	COMPANY
<b>Balance at 1 January 2014</b>	<b>30.112.982</b>	<b>28.633.727</b>
Revaluation of fixed assets	340.876	102.326
Write-off of reserves	361.776	361.776
Sale of fixed assets measured at fair value	(6.038)	(841)
<b>Balance at 31 December 2014</b>	<b>30.809.596</b>	<b>29.096.988</b>
Sale of subsidiary companies	(676.594)	-
Sale of fixed assets measured at fair value	(1.928)	-
<b>Balance at 30 June 2015</b>	<b>30.131.074</b>	<b>29.096.988</b>

**iii) Other reserves**

Other reserves of the Group are as follows:

<i>Amounts in Euro</i>	GROUP					TOTAL OTHER CAPITAL RESERVES
	LEGAL RESERVE	UNDER SPECIAL LAW PROVISIONS	SHARE BASED PAYMENTS RESERVE	ACTUARIAL DIFFERENCES RESERVE	OTHER RESERVES	
<b>Balance at 1 January 2014</b>	<b>2.419.990</b>	<b>1.570.554</b>	<b>385.300</b>	<b>391.732</b>	<b>3.822.172</b>	<b>8.589.748</b>
Share options under IFRS 2	-	-	-	-	-	-
Net -off of reserves with retained earnings	654.280	-	-	-	973.569	1.627.849
Actuarial gains/(losses) on pension obligations	-	-	-	14.540	-	14.540
Movements during the period from distribution of profits	12.986	-	-	-	-	12.986
<b>Balance at 31 December 2014</b>	<b>3.087.256</b>	<b>1.570.554</b>	<b>385.300</b>	<b>406.272</b>	<b>4.795.741</b>	<b>10.245.123</b>
Net -off of reserves with retained earnings	-	(873.614)	-	-	239.962	(633.652)
Transfers to retained earnings due to sale of subsidiaries (Note 17)	-	-	-	41.249	(1.231.197)	(1.189.948)
<b>Balance at 30 June 2015</b>	<b>3.087.256</b>	<b>696.940</b>	<b>385.300</b>	<b>447.521</b>	<b>3.804.506</b>	<b>8.421.523</b>



**COMPANY**

Amounts in Euro

	<b>LEGAL RESERVE</b>	<b>UNDER SPECIAL LAW PROVISIONS</b>	<b>SHARE BASED PAYMENTS RESERVE</b>	<b>ACTUARIAL DIFFERENCES RESERVE</b>	<b>VARIOUS RESERVES</b>	<b>TOTAL OTHER CAPITAL RESERVES</b>
<b>Balance at 1 January 2014</b>	<b>2.142.259</b>	<b>1.274.002</b>	<b>385.300</b>	<b>427.553</b>	<b>4.418.917</b>	<b>8.648.031</b>
Share options under IFRS 2	-	-	-	-	-	-
Net -off of reserves with retained earnings	654.280	-	-	-	(239.962)	<b>414.318</b>
Actuarial gains/(losses) on pension obligations	-	-	-	(4.511)	-	<b>(4.511)</b>
Movements during the period from distribution of profits	-	-	-	-	-	-
<b>Balance at 31 December 2014</b>	<b>2.796.539</b>	<b>1.274.002</b>	<b>385.300</b>	<b>423.042</b>	<b>4.178.955</b>	<b>9.057.838</b>
Net -off of reserves with retained earnings	-	(873.614)	-	-	239.962	<b>(633.652)</b>
Transfers to retained earnings due to sale of subsidiaries	-	-	-	-	-	-
<b>Balance at 30 June 2015</b>	<b>2.796.539</b>	<b>400.388</b>	<b>385.300</b>	<b>423.042</b>	<b>4.418.917</b>	<b>8.424.186</b>

During the six month period other reserves of the Group were reduced by an amount of € 1.189.948 from the sale of subsidiary companies.

## 24. Borrowings

The non-current and current borrowings are as follows:

<i>Amounts in Euro</i>	<b>GROUP</b>		<b>COMPANY</b>	
	<b>30/6/2015</b>	<b>31/12/2014</b>	<b>30/6/2015</b>	<b>31/12/2014</b>
<b>Non-current borrowings</b>				
Bank borrowings	173.995.701	173.088.467	153.408.066	151.795.694
Less: Borrowings payable in following year (Loans)	(144.351.634)	(137.686.092)	(124.060.208)	(116.393.319)
<b>Total non-current borrowings</b>	<b>29.644.067</b>	<b>35.402.375</b>	<b>29.347.858</b>	<b>35.402.375</b>
<b>Liabilities payable in following year</b>				
Liabilities payable in following year (Loans)	144.351.634	137.686.092	124.060.208	116.393.319
<b>Total liabilities payable in following year</b>	<b>144.351.634</b>	<b>137.686.092</b>	<b>124.060.208</b>	<b>116.393.319</b>
<b>Short-term loans</b>				
Bank borrowings	61.913.760	62.964.324	57.266.096	59.911.273
Less: transfer to held for sale subsidiaries	-	(201.902)	-	-
<b>Total short-term loans</b>	<b>61.913.760</b>	<b>62.762.422</b>	<b>57.266.096</b>	<b>59.911.273</b>
<b>Total loans</b>	<b>235.909.461</b>	<b>235.850.889</b>	<b>210.674.162</b>	<b>211.706.967</b>

Maturity dates of non-current borrowings are analyzed below:

<i>Amounts in Euro</i>	<b>GROUP</b>		<b>COMPANY</b>	
	<b>30/6/2015</b>	<b>31/12/2014</b>	<b>30/6/2015</b>	<b>31/12/2014</b>
Between 1 and 2 years	6.530.712	9.245.704	6.454.404	9.245.704
Between 2 and 5 years	23.051.795	26.156.671	22.893.454	26.156.671
Over 5 years	61.561	-	-	-
	<b>29.644.067</b>	<b>35.402.375</b>	<b>29.347.858</b>	<b>35.402.375</b>

The major loans of the Group and that of the Company as at 30 June 2015 are summarized as follows:



## **A. BOND LOANS**

**Bond Loan of € 90 million:** As at 28 January 2008, the Company signed a bond loan contract of a total amount of € 90 million with a joint venture with banks and a Euribor interest rate plus a margin which fluctuates according to the financial indicators which are specified in the contract. The purpose of the loan was the refinancing of the previous loan borrowings. The full repayment of the loan is stated to be a portion at the beginning of 2015 in 10 six-month instalments from which the first 9 will be of an equivalent amount for the repayment of 50% of the loan and the last instalment will be paid at the expiration date of the loan for the remaining 50% of the total amount of the loan. The basic interest rate will be based on the corresponding Euribor plus a profit margin of 4%.

**Convertible Bond loan € 20,0 million:** On July 11 2007 the Company signed the contract of a convertible bond loan with a duration of 5 years to be fully repaid on July 2012. As at September 29, 2012 an agreement was signed between the bondholders with respect to the extension of the loan agreement the amount of which totals € 24 million. Based on the new contract the following were agreed upon:

- a. Extension of the loan balance for an additional 3 years and until July 2015
- b. Euribor interest rate of +5%
- c. Repayment in 4 six month installments of € 1.500.000 and a final payment of € 17.916.743,74
- d. Adjustment of the conversion ratio to 9,25
- e. Change in the loan term ratios

**Bond loan € 5 million:** On May 30, 2005 the company signed a joint venture agreement of 13 year duration to be fully repaid at the end of 2021, via 27 six-month instalments with the first instalment paid on 23 November 2008. The basic interest rate will be based on the corresponding Euribor plus a profit margin of 1%.

**Bond loan of € 0,8 million:** On March 8, 2007 the Company signed a syndicated loan contract term of 7 years with total repayment date in March 2014 and with 12 semi-annual installments (11 equal instalments of € 0,51 million.) With a payment date of first dose on September 22, 2008. the basic interest rate of the loan will occur at six-month Euribor plus margin 2.10%.

### **Loans of SEA FARM SA:**

On April 22 and April 27, 2015 the Group's subsidiary SEAFARM IONIAN AE. signed a settlement agreement regarding long-term loans with the lending banks totaling € 21,2 million. which will be repaid in fifteen (15) years, with interest of 1% plus charges in equal semi-annual installments.

On the 25th of October 2005 the company SEAFARM IONIAN SA signed a joint venture contract of an amount of € 4 million as working capital, with Nireus being a guarantor. The repayment of the loan, according to the amendment of April 27 2013, will be made in 20 six-month installments, the first payable in 24 months and the last payment being in 180 months beginning from the disbursement of the loan.



The balance of the long-term loans as well as unpaid capital and interest is analysed as follows:

**Bond Loan of an initial amount of € 90 million of “Nireus SA”**

From the bond loan of € 90 million with an outstanding balance of as at 30.6.2015 of an amount of € 76,5 million, overdue capital instalments of € 70 million and interest of € 6,5 million, have not yet been paid.

**Convertible Bond loan of an initial of “Nireus SA”:**

The outstanding balance of the convertible bond loan as at 30.6.2015 amounts to € 24,7 million. There are overdue unpaid capital of an amount of € 4,5 million and interest instalments of an amount of € 2,3 million for the above loan as at 30.6.2015. The General Meeting resolved to defer the payment of the three instalments due on January 13, 2014, July 14 2014 in addition to the instalment of January 12 2015 for October 31, 2015.

**Bond loan of an initial amount of € 5 million of “Nireus SA”:**

From the bond loan of € 5 million with an outstanding balance of as at 30.6.2015 of an amount of € 3,4 million there are overdue capital instalments of € 0,9 million and interest of € 0,11 million have not yet been paid.

**Loans of € 0,8 million of “Nireus SA” (prior Kegoagri SA):**

For the bond loan of € 0,8 million and as at 30.6.2015 of an amount of € 0,25 million there are overdue capital payments of € 0,24 million. and interest of € 0,015 million have not yet been paid.

**Loans of SEA FARM IONIAN**

With respect to the loans of SEA FARM IONIAN as regulated by Article 44 an amount of € 20,2 million, there are overdue capital instalments of an amount of € 6,3 million and interest of € 0,8 million have not yet been paid. During the six month period Alpha Bank granted a loan through short-term borrowings of an amount of € 1,3 million with which the company repaid a part of its overdue capital installments and overdue interest.

From the loan agreements of the above mentioned loans, an obligation results for the Group and Company as regards the compliance with specific financial ratios other terms, «Net Consolidated Loan Borrowings / Consolidated EBITDA», «Consolidated EBITDA/ Total Consolidated Net Financial Interests». It should be noted that at the end of the six month period, the Group and Company did not comply with certain loan covenants and terms which are specified in the existing loan contracts. It should be noted that a decision was taken in the General Meeting of Bondholders held on 10/6/2015 as regards the convertible bond loan, that a waiver be granted up to 31/10/2015.

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## **B. FIRE- VICTIM LOANS**

### **“Fire victim” loan of an initial amount of € 25 million of “Nireus SA”:**

With regards to the fire victim loan of € 25 million and with a balance as at 30.6.2015 of an amount of € 24,3 million there are four (4) instalments of € 6,2 million from which an amount of € 3,1 is overdue, and overdue interest of € 0,9 million. It should be noted that during the year 2014 Piraeus Bank granted the company with a loan of an amount of € 4.245.949,24 with which it repaid the installment of the first semester of 2013 by an amount of € 1.562.500 in addition to interest up to 28.11.2014 of an amount of € 2.683.449,24. As a result, the company was enabled to be included in the provisions of the Ministerial Decision 2/38310/0025 / 14-5-2014 regarding the postponement of instalments guaranteed by the Greek State and the postponement of the payment of the instalments of 31/12/2013, 31/12/2014 and 30/6/2014 respectively to 30/6/2015, 31/12/2015 and 30/06/2016 According to the existing loan agreement between the Company and Piraeus Bank. Further to the above agreement two installments initially due on 31/12/2013 and 30/6/2015 that were payable as at 30/6/2015 were not paid. Despite the above the loan is not considered to the short-term, given that in accordance to the initial agreement this will occur in the event whereby three (3) consecutive installment are not repaid. In accordance with the above amendments, as referred to above, the installment of 30/6/2015 is the first unpaid installment.

### **“Fire victim” loan of an initial amount of € 24,9 million of “Nireus SA”:**

With respect to the fire victim loan of € 24,9 million and with a balance as at 30.6.2015 of an amount of € 24,1 million there are four (4) capital instalments of € 5,51 million from which an amount of € 2,7 is overdue and overdue interest of € 0,5 million. It should be noted that during the year 2014 the National Bank granted the company with a loan of an amount of € 1.213.000 with which it repaid the installment of the installment of the first semester of 2013 by an amount of € 1.203.037,63 in addition to interest up to 31.12.2014 of an amount of € 9.962,37. As a result, the company was enabled to be included in the provisions of the Ministerial Decision 2/38310/0025 / 14-5-2014 regarding the postponement of instalments guaranteed by the Greek State and the postponement of the payment of the instalments of 31/12/2013, 31/12/2014 and 30/6/2014 respectively to 30/6/2015, 31/12/2015 and 30/06/2016 according to the existing loan agreement between the Company and the National Bank. Further to the above agreement two installments initially due on 31/12/2013 and 30/6/2015 that were payable as at 30/6/2015 were not paid. Despite the above the loan is not considered to the short-term, given that in accordance to the initial agreement this will occur in the event whereby three (3) consecutive installments are not repaid. In accordance with the above amendments, as referred to above, the installment of 30/6/2015 is the first unpaid installment.

The management of the Company as at March 24, 2015 signed an Agreement of Understanding (MOU) with the lending banks (Alpha Bank, Eurobank, National Bank, Piraeus Bank and Attica Bank) which provides tolerance period (standstill) until October 31, 2015, the due and due principal and interest payments of existing loans. Mutual understanding also includes an agreement to restructure the existing debt of the Company Agreement, the key points of the restructuring agreement provide for the following:



- Capitalisation existing loans totaling € 58,6 million.
- Issuance of common rem Secured Bond € 58,2 million.
- Issuance of common bond loan (RCF Facility) € 31,4 million.
- Issuance of convertible bonds € 29,5 million.
- Issuance of common bond loan (VAT Facility) € 4,8 million.

The existing pledged assets as these arise from the loan borrowing contracts of the Group and the Company are analysed in Note 28.

## **25. Trade payables and Other current liabilities**

The analyses of trade payables and other current liabilities is presented below:

<i>Amounts in Euro</i>	<b>GROUP</b>		<b>COMPANY</b>	
	<b>30/6/2015</b>	<b>31/12/2014</b>	<b>30/6/2015</b>	<b>31/12/2014</b>
Trade payables	31.223.059	34.408.889	28.379.379	31.960.087
Cheques payable	14.741.698	14.785.777	12.681.037	12.063.284
Promissory notes	56.295	252.296	-	-
Notes payable	-	2.435.179	-	-
Less: transfer to held for sale subsidiaries (Note 17)	-	(3.850.832)	-	-
<b>Total</b>	<b>46.021.052</b>	<b>48.031.309</b>	<b>41.060.416</b>	<b>44.023.371</b>

<i>Amounts in Euro</i>	<b>GROUP</b>		<b>COMPANY</b>	
	<b>30/6/2015</b>	<b>31/12/2014</b>	<b>30/6/2015</b>	<b>31/12/2014</b>
Wages and salaries payable	1.168.476	2.266.229	973.573	1.759.090
Dividends	125.153	164.177	91.294	91.294
Social security	2.307.342	2.661.780	1.956.489	2.317.731
Taxes - duties	1.346.417	1.286.308	811.200	903.956
Accrued expenses	3.090.081	715.609	2.860.510	682.374
Sundry creditors - Prepayments 17)	5.073.360	5.097.010	4.447.339	4.011.771
	-	(332.858)	-	-
<b>Total</b>	<b>13.110.829</b>	<b>11.858.255</b>	<b>11.140.405</b>	<b>9.766.216</b>

## **26. Derivative Financial Instruments**

<i>Amounts in Euro</i>	<b>GROUP</b>		<b>COMPANY</b>	
	<b>30/6/2015</b>	<b>31/12/2014</b>	<b>30/6/2015</b>	<b>31/12/2014</b>
CAP contracts with or without knock out barrier-Cash flow hedging	18.479	10.897	18.479	10.897
Interest Derivative	(2.046.193)	(2.316.142)	(2.046.193)	(2.316.142)
<b>Derivative financial instruments (assets)</b>	<b>(2.027.714)</b>	<b>(2.305.245)</b>	<b>(2.027.714)</b>	<b>(2.305.245)</b>

<i>Amounts in Euro</i>	<b>GROUP</b>		<b>COMPANY</b>	
	<b>30/6/2015</b>	<b>31/12/2014</b>	<b>30/6/2015</b>	<b>31/12/2014</b>
<b>Opening balance</b>	<b>(2.305.245)</b>	<b>(2.594.432)</b>	<b>(2.305.245)</b>	<b>(2.594.432)</b>
Changes in fair value	277.531	289.187	277.531	289.187
<b>Total</b>	<b>(2.027.714)</b>	<b>(2.305.245)</b>	<b>(2.027.714)</b>	<b>(2.305.245)</b>



The Company holds a derivative financial instrument which had been signed with Piraeus Bank (prior Millenium) in June 2011 with effective date January 2013 and a relevant premium that was agreed to be paid to Piraeus Bank in quarterly instalments from 2013 until 2019.

During the period, the derivative financial instrument was measured at fair value and a loss on measurement was recognized of an amount of € 277.531 (30/6/2014: € 82.863) (Note 9).

## **27. Contingent Assets - Liabilities**

The Company and the Group have contingent liabilities and assets with respect to Banks, other guarantees and other securities-pledged assets, as presented in Note 28: “Assets pledged as Security” arising in the ordinary course of business, as following:

### **Guarantees**

The Group’s contingent liabilities for the year amounted to € 27.646.347 from which an amount of € 25.365.944 relate to the Company’s guarantees towards its associates and subsidiaries. The contingent assets for the year amount to € 717.706 for the Group and to the amount of € 446.640 for the Company.

No significant charges are expected to result from the contingent liabilities. No additional payments are expected to arise following the preparation of the financial statements.

## **28. Assets pledged as Security**

During 30/6/2015 the encumbrances and liens on pledged property plant and equipment of the Company amounted to € 154.495.006 and on the Group’s assets the liens amounted to € 160.836.287, the analysis of which is presented below:

1. The following mortgages have been registered for the fixed assets of the parent company “NIREUS AQUACULTURE SA”:

(a) First class mortgages, have been registered of an amount of € 10.000.000 in favour of the Greek State, to secure the issuance of a loan an amount of € 25.000.000 from the Bank of Piraeus, under the framework of favourable regulations for the fire victims, the balance of which amounted as at 30/6/2015 to € 24.364.550.

(b) First class mortgages, of an amount of € 15.000.000, have been registered in favour of the Alpha Bank as a representative of the bond loaners, to secure the bond loan of an amount of € 90.000.000, the balance of which amounted as at 30/6/2015 € 76.531.372.

(c) A first class mortgage has been registered of an amount of € 6.240.000 in favour of the Alpha Bank as a representative of the bond loaners, to secure the bond loan of an amount of € 90.000.000, the balance of which as at 30/6/2015 amounted to € 76.531.372.

(d) Mortgages of an amount of € 7.000.000 in favour of the Greek State for the securing of the bond loan of an amount of Euro 24.910.000 from the National Bank of Greece, under the framework of favourable regulations for the fire victims, the balance of which as at 30/6/2015 amounted to € 24.088.989.



- (e) An underwriting of a mortgage of an amount of € 264.123 in favour of EUROBANK has been registered.
2. An underwriting of a mortgage from the National Bank of Greece of an amount of € 2.000.000 has been registered on the land of the consolidated subsidiary company “KEGO AGRI S.A” to secure the long-term loan of the parent company “NIREUS AQUACULTURE S.A”.
3. On the land of the consolidated subsidiary “SEAFARM IONIAN S.A”, the following mortgages have been registered:
- (a) An underwriting of a mortgage of an amount of € 200.000, to secure the loan from Attikis Bank S.A, the balance of which as at 30/6/2015 amounted to € 138.981,22.
- (b) A Mortgage has been registered underwritings of € 180.000 in favour of “AGROINVEST S.A”
- (c) An underwriting of a mortgage of an amount of € 381.511,37 to secure a loan from the Bank of Piraeus, the balance of which amounted as at 30/6/2015 to € 605.468,64.
- (d) An underwriting of a mortgage of an amount of € 296.404 has been registered to secure the loan from the National Bank of Greece, the balance of which as at 30/6/2015 amounted to 1.429.728,80.
- (e) Mortgages have been registered of an amount of € 3.283.364 to secure the loan from the Bank of Piraeus, the balance of which as at 30/6/2015 amounted to € 342.291,06. It should be mentioned that the referred to balance will be paid in 20 equivalent semi-annual interest and capital instalments of an amount of € 16.449 each, in accordance with the regulation of article 44 by which the company has guaranteed the payment of the abovementioned amount.
4. In addition the following pledges have been underwritten for certain loans:
- On the loan referred to in (1a) Contracts related to fish population of an amount of € 11.556.000 have been pledged in favor of the Piraeus Bank
  - On the loan referred to in (1b) Contracts related to fish population and floating installations owed by “NIREUS AQUACULTURE S.A” of an amount of € 68.500.000 have been secured.
  - On the loan referred to in (1d) Insurance contracts which cover pledges of fish population of a total amount of € 10.000.000. In respect of the same loan, bank deposits of an amount of € 4.000.000 respectively have been restricted as at 30/6/2015 (Note 22).
  - On short term loan borrowings of the Company an amount of € 211.494,27 with Eurobank , an amount of € 317.702,92 in favour of Piraeus Bank and an amount of € 562.340,47 with respect to the National Bank of Greece have been restricted (Note 22).
  - There is a pledge of fish population of an amount of € 5.500.000 in favour of Eurobank for a loan of € 3.337.854
  - There is a pledge of fish population of an amount of € 2.000.000 in favour of the Bank of Piraeus for a loan of € 2.074.240,5
  - On the balance of the syndicated loan of the Subsidiary company Sea Farm Ionian SA (balance as at 30/6/2015 an amount of € 2.979.150) a pledge of fish population of NIREUS AQUACULTURE SA exists (as at 30/6/2015 of an amount of € 3.043.345)
  - The company NIREUS SA with the agreement of 1.7.2014 has provided to the company NORSILDMEL INNOVATION A / S a floating lien on the fish population, amounting to € 10,3 million to secure the outstanding balance. The pledge is valid until 31/12/2015.

There are no other assets pledged as security on the fixed assets for the Company and of the Group.



## **29. Related parties**

### **Related party transactions**

The company's purchases and sales, cumulatively from the beginning of the current year as well as the balance of receivables and payables of the company that have resulted from the transactions with related parties as at 30/6/2015 are as follows:

	<b>GROUP</b>		<b>COMPANY</b>	
	<b>30/6/2015</b>	<b>31/12/2014</b>	<b>30/6/2015</b>	<b>30/6/2014</b>
<b><u>Sales of goods and services</u></b>				
Subsidiaries	-	-	1.966.654	2.765.071
Associates	-	-	-	-
<b>Total</b>	<b>-</b>	<b>-</b>	<b>1.966.654</b>	<b>2.765.071</b>
<b><u>Other income</u></b>				
Subsidiaries	-	-	61.376	32.200
Associates	-	-	-	-
<b>Total</b>	<b>-</b>	<b>-</b>	<b>61.376</b>	<b>32.200</b>
<b><u>Purchases of goods and services</u></b>				
Subsidiaries	-	-	5.259.108	6.204.514
Associates	-	-	-	-
Directors and key management	78.750	94.035	45.000	67.035
<b>Total</b>	<b>78.750</b>	<b>94.035</b>	<b>5.304.108</b>	<b>6.271.549</b>
<b><u>Sales of property, plant and equipment</u></b>				
Subsidiaries	-	-	-	-
Associates	-	-	-	11.200
<b>Total</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>11.200</b>
<b><u>Purchases of property, plant and equipment</u></b>				
Subsidiaries	-	-	872.053	555.243
<b>Total</b>	<b>-</b>	<b>-</b>	<b>872.053</b>	<b>555.243</b>
<b><u>Fees to Directors and compensation</u></b>				
Directors and key management	927.221	858.758	638.935	490.705
<b>Total</b>	<b>927.221</b>	<b>858.758</b>	<b>638.935</b>	<b>490.705</b>
<b><u>Period-end balances arising from Fees to Directors and compensation</u></b>				
Directors and key management	363.788	409.789	319.324	342.092
<b>Total</b>	<b>363.788</b>	<b>409.789</b>	<b>319.324</b>	<b>342.092</b>



**Period-end balances arising from purchases of goods and services**

	<b>GROUP</b>		<b>COMPANY</b>	
	<b>30/6/2015</b>	<b>31/12/2014</b>	<b>30/6/2015</b>	<b>31/12/2014</b>
Directors and key management	13.518	36.871	7.725	25.007
<b>Total</b>	<b>13.518</b>	<b>36.871</b>	<b>7.725</b>	<b>25.007</b>

**Receivables**

	<b>GROUP</b>		<b>COMPANY</b>	
	<b>30/6/2015</b>	<b>31/12/2014</b>	<b>30/6/2015</b>	<b>31/12/2014</b>
Subsidiaries	-	-	4.720.858	4.242.009
Associates	4.851.519	4.851.855	4.755.890	4.756.226
<b>Total</b>	<b>4.851.519</b>	<b>4.851.855</b>	<b>9.476.748</b>	<b>8.998.235</b>

**Payables**

	<b>GROUP</b>		<b>COMPANY</b>	
	<b>30/6/2015</b>	<b>31/12/2014</b>	<b>30/6/2015</b>	<b>31/12/2014</b>
Subsidiaries	-	-	2.690.978	4.528.347
Associates	4.851.519	4.851.855	-	-
<b>Total</b>	<b>4.851.519</b>	<b>4.851.855</b>	<b>2.690.978</b>	<b>4.528.347</b>

**Transactions with major Directors**

The fees of the members of the Board of Directors for the six-month period of 2015 and 2014 are as follows:

**Transactions and compensation to Directors and key management**

*Amounts in Euro*

Salaries, employment benefits and compensation to Directors  
Salaries and other employment benefits to key management

	<b>GROUP</b>		<b>COMPANY</b>	
	<b>30/6/2015</b>	<b>30/6/2014</b>	<b>30/6/2015</b>	<b>30/6/2014</b>
	631.744	619.963	485.347	395.325
	374.227	332.830	198.588	162.415
	<b>1.005.971</b>	<b>952.793</b>	<b>683.935</b>	<b>557.740</b>

**Payables to Directors and key management**

*Amounts in Euro*

Payables for salaries, employment benefits and other compensation  
Payables for Directors compensation approved by A.G.M.  
Pension and other post-employment benefit obligations

	<b>GROUP</b>		<b>COMPANY</b>	
	<b>30/6/2015</b>	<b>31/12/2014</b>	<b>30/6/2015</b>	<b>31/12/2014</b>
	68.779	90.751	46.134	60.615
	30.221	77.603	19.410	44.979
	278.306	278.306	261.505	261.505
	<b>377.306</b>	<b>446.660</b>	<b>327.049</b>	<b>367.099</b>

**Transactions among Group Companies**

COMPANY BEARING THE RECEIVABLE	COMPANY BEARING THE LIABILITY							TOTAL
	NIREUS AQUACULTURE SA	PREDOMAR S.L.	PROTEUS EQUIPMENT S.A	BLUEFIN TUNA AE (GROUP)	SEAFARM IONIAN SA	SEAFARM IONIAN GMBH		
NIREUS AQUACULTURE SA		4.377.708	341.493	4.755.890	1.657	-		9.476.748
PREDOMAR S.L.	-		-	-	-	-		-
PROTEUS EQUIPMENT S.A	-	11.320			406.439	-		417.759
MIRAMAR PROJECTS CO LTD - UK	14	-	14	-	-	-		28
AQUACOM LTD	336.882	-	-	-	-	-		336.882
SEAFARM IONIAN SA	226.548	-	-	95.629		489		322.666
KEGO AGRIS.A	2.127.535	-	-	-	-	-		2.127.535
<b>TOTAL</b>	<b>2.690.979</b>	<b>4.389.028</b>	<b>341.507</b>	<b>4.851.519</b>	<b>408.095</b>	<b>489</b>	<b>12.681.617</b>	<b>-</b>



PURCHASING COMPANY	SELLING COMPANY														
	NIREUS AQUACULTURE			PROTEUS SA		ILKNAK SU URUNLERI SAN Ve TIC A.S.		SEAFARM IONIAN S.A		KEGO AGRI S.A		TOTAL			
	Finished Goods/ Products	Services	Other	Finished Goods/ Products	Services	Finished Goods/ Products	Other	Services	Fixed assets	Finished Goods/ Products	Fixed Assets	Finished Goods/ Products	Services	Fixed Assets	Other
<b>NIREUS AQUACULTURE SA</b>															
Administrative expenses	-	-	-	250.690	88.107	-	-	2.646.996	-	6.390	-	257.080	2.735.103	-	-
Fixed Assets	-	-	-	844.458	-	-	-	-	15.930	-	11.665	844.458	-	27.595	-
Finished Goods/ Products	-	-	-	-	-	-	-	-	-	-	2.266.925	2.266.925	-	-	-
<b>PREDOMAR S.L.</b>															
Administrative expenses	-	64.062	32.576	-	-	-	-	-	-	-	-	-	64.062	-	32.576
Finished Goods/ Products	989.255	-	-	-	-	-	-	-	-	-	-	989.255	-	-	-
<b>PROTEUS EQUIPMENT S.A</b>															
Administrative expenses	-	14.928	7.800	-	-	-	-	-	-	-	-	-	14.928	-	7.800
<b>MIRAMAR SU URUNLERI VE BALIK YEMI URETIMI SANAYI VE TICARET A.S.</b>															
Administrative expenses	-	-	-	-	-	-	146	-	-	-	-	-	-	-	146
Finished Goods/ Products	-	-	-	-	-	490.121	-	-	-	-	-	490.121	-	-	-
<b>SEAFARM IONIAN S.A</b>															
Administrative expenses	-	14.512	9.000	-	-	-	-	-	-	-	-	-	14.512	-	9.000
Services	-	-	-	43.220	-	-	-	-	-	-	-	43.220	-	-	-
<b>KEGO AGRI S.A</b>															
Administrative expenses	-	106.455	12.000	-	-	-	-	-	-	-	-	-	106.455	-	12.000
Fixed Assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Finished Goods/ Products	777.442	-	-	-	-	-	-	-	-	-	-	777.442	-	-	-
<b>TOTAL</b>															
Administrative expenses	-	199.957	61.376	250.690	88.107	-	146	2.646.996	-	6.390	-	257.080	2.935.059	-	61.521
Fixed Assets	-	-	-	887.678	-	-	-	-	15.930	-	11.665	887.678	-	27.595	-
Finished Goods/ Products	1.766.698	-	-	-	-	490.121	-	-	-	-	2.266.925	4.523.743	-	-	-

### 30. Number of employed personnel

The number of employed personnel as at June 30, 2015 amounted to 912 for the Company, and 1.129 for the Group (for the Company: 912, for the Subsidiaries: 217) while as at June 30, 2014 this amounted to 903 for the Company and 1.201 for the Group (for the Company: 903, for the Subsidiaries: 298).

### 31. Financial and Non-financial Assets and Liabilities

**Financial Instruments:** The following tables present a comparison between the cost and fair value amounts per category of financial instruments which are presented in the consolidated and stand alone financial statements.

	GROUP				COMPANY			
	COST		FAIR VALUE		COST		FAIR VALUE	
	30/6/2015	31/12/2014	30/6/2015	31/12/2014	30/6/2015	31/12/2014	30/6/2015	31/12/2014
<b>Non-financial Financial Assets</b>								
Buildings, Land, Mechanical Equipment & technical installations, Floating means	46.739.417	46.887.703	75.986.595	76.134.881	43.781.508	43.684.600	70.112.497	70.015.589
Investment Property	3.333.240	3.333.240	4.162.995	4.162.995	3.221.791	3.221.791	3.283.012	3.283.012
Biological assets-non-current	126.741.822	144.344.000	142.928.656	163.662.396	120.027.868	138.058.000	134.782.931	156.861.359
<b>Financial Assets</b>								
Derivative financial instruments	18.479	10.897	18.479	10.897	18.479	10.897	18.479	10.897
Restricted cash	5.091.538	4.245.364	5.091.538	4.245.364	5.091.538	4.245.364	5.091.538	4.245.364
Cash and cash equivalents	9.086.790	5.441.530	9.086.790	5.441.530	7.223.854	3.685.215	7.223.854	3.685.215
<b>Financial Liabilities</b>								
Long-term borrowing liabilities	29.644.067	35.402.375	29.644.067	35.402.375	29.347.858	35.402.375	29.347.858	35.402.375
Short-term borrowings	2.046.193	2.316.142	2.046.193	2.316.142	2.046.193	2.316.142	2.046.193	2.316.142
Derivative financial instruments	61.913.760	62.762.422	61.913.760	62.762.422	57.266.096	59.911.273	57.266.096	59.911.273
Current portion of long-term financial liabilities	144.351.634	137.686.092	144.351.634	137.686.092	124.060.208	116.393.319	124.060.208	116.393.319

The Group uses the following hierarchy for the determination of the fair value of its financial assets and liabilities per valuation method.

Level 1: quoted (unadjusted) prices in active markets for identical assets or liabilities

Level 2: other techniques for which all inputs that have a significant effect on the recorded fair value are observable, either directly or indirectly

Level 3: techniques that use inputs that have a significant effect on the recorded fair value that are not based on observable market data

During the period there were no reclassifications between the levels of hierarchies.

	<b>GROUP</b>		<b>Hierarchy of Fair Value</b>
	<b>FAIR VALUE</b>		
	<b>30/6/2015</b>	<b>31/12/2014</b>	
<b>Non-financial Financial Assets</b>			
Buildings, Land, Mechanical Equipment & technical installations, Floating means	75.986.595	76.134.881	Level 3
Investment Property	4.162.995	4.162.995	Level 3
Biological assets-non-current	142.928.656	163.662.396	Level 2,3
<b>Financial Assets</b>			
Derivative financial instruments	18.479	10.897	Level 2
Restricted cash	5.091.538	4.245.364	Level 1
Cash and cash equivalents	9.086.790	5.441.530	Level 1
<b>Long-term borrowing liabilities</b>			
Long-term borrowing liabilities	29.644.067	35.402.375	Level 2
Derivative financial instruments	2.046.193	2.316.142	Level 2
Short-term borrowings	61.913.760	62.762.422	Level 2
Liabilities payable within the following year	144.351.634	137.686.092	Level 2



	<b>COMPANY</b>		<b>Hierarchy of Fair Value</b>
	<b>FAIR VALUE</b>		
	<b>30/6/2015</b>	<b>31/12/2014</b>	
<b>Non-financial Financial Assets</b>			
Buildings, Land, Mechanical Equipment & technical installations, Floating means	70.112.497	70.015.589	Level 3
Investment Property	3.283.012	3.283.012	Level 3
Biological assets-non-current	134.782.931	156.861.359	Level 2,3
<b>Financial Assets</b>			
Derivative financial instruments	18.479	10.897	Level 2
Restricted cash	5.091.538	4.245.364	Level 1
Cash and cash equivalents	7.223.854	3.685.215	Level 1
<b>Long-term borrowing liabilities</b>			
Long-term borrowing liabilities	29.347.858	35.402.375	Level 2
Derivative financial instruments	2.046.193	2.316.142	Level 2
Short-term borrowings	57.266.096	59.911.273	Level 2
Liabilities payable within the following year	124.060.208	116.393.319	Level 2

### 32. Fair Value Measurement

The following table provides the fair value measurement hierarchy of the Group's assets and liabilities

<b>ASSETS MEASURED AT FAIR VALUE ARE DISCLOSED</b>	<b>NOTE</b>	<b>DATE OF VALUATION</b>	<b>GROUP AMOUNT</b>	<b>COMPANY AMOUNT</b>	<b>LEVEL 1</b>	<b>LEVEL 2</b>	<b>LEVEL 3</b>
Buildings, Land, Mechanical Equipment & technical installations, Floating means	14	31 December 2014	75.986.595	70.112.497	-	-	√
Investment Property		31 December 2014	4.162.995	3.283.012	-	-	√
Biological assets-non-current	19	30 June 2015	98.396.410	96.564.347	-	-	√
Biological assets-current	19	30 June 2015	44.532.246	38.218.584	-	√	-
Derivative financial instruments	26	30 June 2015	18.479	18.479	-	√	-
Restricted cash	20	30 June 2015	5.091.538	5.091.538	√	-	-
Cash and cash equivalents		30 June 2015	9.086.790	7.223.854	√	-	-
<b>LIABILITIES MEASURED AT FAIR VALUE ARE DISCLOSED</b>							
Long-term loan borrowings	24	30 June 2015	29.644.067	29.347.858	-	√	-
Short-term loan borrowings	24	30 June 2015	61.913.760	57.266.096	-	√	-
Derivative financial instruments	26	30 June 2015	2.046.193	2.046.193	-	√	-
Current portion of long-term financial liabilities	24	30 June 2015	144.351.634	124.060.208	-	√	-

The fair value of buildings, land and machinery, technical installations and floating means for the Group and the Company are measured at fair value Level 3 by independent valuers. Estimates of fair value are made at regular intervals in order to ensure that the fair value does not significantly differ from the book value (Note 14).

The fair value of investment property is measured at level 3 for the Group and the Company by independent valuers.



The fair value of financial assets and liabilities consist of the amount at which the instrument could be negotiated in a current transaction between willing parties, other than in forced or liquidation sale.

Derivative financial instruments Level 2 consist of interest rate financial instruments. The Group and the Company use a variety of methods and make assumptions that are based on market conditions existing at each balance sheet date. The interest rate instruments are measured at fair value using forward rates derived from observable yield curves (Note 26).

The long-term and short-term debt level 2 assessed by the Group and the Company on the basis of parameters such as interest rates, specific country risk factors, the current prices as at the date of the financial statements. For long-term debt values determined by the market are used (Note 24).

Biological assets are measured as follows: (i) Live fish (mature fish) are measured to net market value. Effective markets for sale of fish of the Mediterranean sea do not exist so the valuation of live fish under IAS 41 and IFRS 13 implies establishment of an estimated fair value of the mature fish in a hypothetical market and based on the hierarchy of fair value level 2. (ii) as regards the immature fish defined as level 2, biomass is measured at fair value less cost to sell, including a proportionate expected gross profit at harvest.

The valuation reflects the current location and condition of the fish, expected quality grading and size distribution. Broodstock is valued at cost less any potential impairment losses. The valuation is completed for each business unit and is based on biomass in sea for each sea water site and the estimated market price in each market derived from the development in contract, if such cases exist, as well as spot prices (Note 19).

### ***33. Events after the reporting period***

#### **i. Acquisition of 50% of the shares of subsidiary**

In July the Company purchased one thousand and twenty-two (1.022) shares, equivalent to 50% of total shares of its subsidiary company PROTEUS EQUIPMENT SA, at a purchase price of € 1.350.000. Following the acquisition, NIREUS AQUACULTURE SA owns 100% of the shares of its subsidiary PROTEUS EQUIPMENT SA.

#### **ii. Merger with SEAFARM**

The merger of the company SEA FARM IONIAN AE by NIREUS SA with a transformation balance sheets of 03.31.2015 is in process.

#### **iii. Current Economic Conditions**



As referred to in Note 2.2. of the Financial Statements of the Group Management and the Company examined the conditions created by the current developments in the Greek economy, and given the extroversion of the group's customer base, profitability and cash flows of the Group and the Company it assesses that the events not expected to have a significant impact on the business activity, financial position and results of the Group and the Company.

However, the above conditions and any further adverse developments in Greece may adversely affect the results and financial position of the Company and the Group, in a manner which can not currently be precisely predicted.

**i.v Change in income tax rate to 29%**

According to the new tax law 4334 / Government Gazette 80 / 07.16.2015 the tax rate of legal entities established in Greece increased from 26% to 29% for fiscal years beginning on January 1st 2015. The law was enacted after reporting date of the Interim Financial Statements and therefore the calculation of income tax and deferred tax carried out for the current period by a factor of 26% (Note 12).

The effect of the change in the tax rate if the calculation of deferred taxes was performed at a rate of 29% would result for the Group to increased deferred tax assets by approximately € 0,7 million for the Company and to an increase in the deferred tax asset to approximately € 0,5 million.

There were no other events following the year ended 30 June 2015 which relate to the Group or to the company and which will require reference to in accordance with the International Financial Reporting Standards.

Koropi, 27 August 2015

<b>CHAIRMAN</b>	<b>MANAGING DIRECTOR</b>	<b>GROUP CHIEF FINANCIAL OFFICER</b>	<b>ACCOUNTING MANAGER</b>
BELLES ST. ARISTEIDIS I.D.No: AB 347823	ANTONIOS G. CHACHLAKIS I.D. No: AE 083337	EFSTRATIOS G. ELISSAIOS I.D. No: AB 593929	KONSTANTOPOULOS G. IOANNIS I.D. No: AB 264939



NIREUS AQUACULTURE S.A

DATA AND INFORMATION FOR THE PERIOD FROM 1 JANUARY TO 30 JUNE 2015

NIREUS AQUACULTURE S.A
Company's Number in the General Electronic Commercial Registry: 7852901000
(Former: Company's Register No. 16339/06/18/08/18)



The following data and information, which result from the Financial Statements, aim at providing a general overview of the financial position and the results of operations of NIREUS AQUACULTURE S.A. and its Group. This information, recommended that the reader visit the Issuer's web site, where the Financial Statements, as well as the Auditor's Review Report, are presented, whenever required prior to proceeding with any investing decision, or with any other transaction with the Issuer.

Company's web site: www.nireus.gr
Date of Approval of the Financial Statements by the Board of Directors: August 27, 2015
Certified from Accountant Auditor: PANAGIOTIS K. PAPAIOANNOU (S.O.E.S. No. 18621)
Auditing firm: Ernst & Young Certified Auditor Accountants S.A. (Reg. No. 81.107)
Type of Auditor's Report: Unqualified concise emphasis of matter

STATEMENT OF FINANCIAL POSITION (Consolidated and non-consolidated) Amounts reported in Euro

Table with 5 columns: 30/06/2015, 30/06/2014, 30/06/2015, 30/06/2014, 30/06/2014. Rows include Assets (Intangible, Biological, Non-current, Current) and Liabilities (Share capital, Reserves, Provisions, Other long-term payables).

STATEMENT OF COMPREHENSIVE INCOME (Consolidated and non-consolidated) Amounts reported in Euro

Table with 5 columns: 30/06/2015, 30/06/2014, 30/06/2015, 30/06/2014, 30/06/2014. Rows include Sales revenue, Other income, Expenses, and Total comprehensive income.

STATEMENT OF CASH FLOWS (Consolidated and non-consolidated) Amounts reported in Euro

Table with 5 columns: 30/06/2015, 30/06/2014, 30/06/2015, 30/06/2014, 30/06/2014. Rows include Cash flow from operating activities, Cash flow from financing activities, and Cash flow from investing activities.

ADDITIONAL DATA AND INFORMATION

- 1. The Group comprises... 2. The Company has... 3. Other income... 4. The provisions of the Group and the Parent company are disclosed as follows:

Table with 5 columns: GROUP, COMPANY, 30/06/2015, 30/06/2014, 30/06/2014. Rows include Provisions related to litigation and court decisions.

10. The consolidating subsidiary company "SEAFARM IONIAN SA" and the associated by "OCTAPUS S.A." according to the ref. No. 40716/16.02.005 and No. 8275/18.10.2005 decisions of the Athens Court of Appeal have been subject to article 44 of L. 1862/1996 and arranged their liabilities to Banks, Suppliers and Creditors, which are presented in the above financial statements of the Group in accordance with the attached Note 20 of 2015 which event could may alter the figures of the published financial statements.

11. The Company and the Group have applied the same accounting policies for the previous year, except for the changes resulting from the adoption of new standards and interpretations which have been notified as at 30/06/2015 (Note 20).
12. There are no other significant subsequent events following 30/06/2015 which event could may alter the figures of the published financial statements.

13. Employee of matter: In accordance with the independent auditors review report - "Without qualifying our review report on the reason that we have identified as at 30/06/2015 in the relevant consolidated separate and consolidated financial statements which indicates that, at March 31, 2015, (a) the Group and the Company were not in compliance with certain financial covenants and undertakings under their bond bank agreements, and as a result at June 30, 2015, bond bank arrangements in the amount of € 1.2 million and € 2.2 million for the Group and Company, respectively, are classified as current liabilities, (b) the Group and the Company were not respecting the part due of the contractual arrangements, amounting to € 0.62 million and € 0.4 million, respectively, and (c) the Group management on March 24, 2015 signed a final with the bond banks which provides detailed period until October 31, 2015. As further disclosed in Note 2, the terms referring to the Company's and Group's borrowings, cannot be assured, and depends on the successful completion of the bond bank restructuring. Accordingly, these conditions indicate the existence of a material uncertainty that may lead to significant doubt on the Company and the Group's ability to continue as a going concern."

Koropi, August 27, 2015
Chairman of the B.O.D. HANNOING DIRECTOR GENERAL FINANCIAL DIRECTOR OF THE GROUP ACCOUNTING MANAGER

ARETIDES ST. BELLES (D. No. 68/2012) ANTONIO S. CHANALAKIS (D. No. 68/2012) ELEFTERIOS K. ELISSAKIS (D. No. 68/2012) JOHN K. KONSTANTOPOULOS (D. No. 68/2012)