

The following, data of information deriving from the financial statements, aim to provide a general briefing for the financial position and the results of AXON HOLDINGS S.A. and its Group. Therefore it is recommended to any reader before proceeding to any kind of investment decision or transaction with the Company or the Group, to visit the Company's website, where the financial statements accompanied with the review report of the certified auditor (whenever required) are posted.

COMPANY INFORMATION

Company's website addresses:

Date of approval of the financial statements by the Board of Directors:

Certified Public Accountant:

Audit Company:

Review Report Type:

www.axonholdings.gr

28 November 2011

Konstantinos Arvanitakis (SOEL Reg. Number 33841)

BDO Delta Certified Public Accountants SA SOEL Reg. Number 153

Not required

Composition of the Board of Directors:

TERZOPOULOS D. APOSTOLOS (CHAIRMAN & CHIEF EXECUTIVE OFFICER)

STAMATAKI VASILIKI (MEMBER)

EVAGELARAS IOANNIS (MEMBER)

NIKOLAIDIS PETROS (MEMBER)

PAKA PARASKEVI (MEMBER)

STATEMENT OF FINANCIAL POSITION

(consolidated and separate) Amounts in thousands of Euro

ASSETS	GROUP		COMPANY	
	30/9/11	31/12/10	30/9/11	31/12/10
Property, plant and equipment	430.102	438.130	3.423	3.748
Investment property	46.978	45.701	47.093	47.093
Intangible assets	89.979	137.417	23	26
Other non-current assets	19.012	35.512	58.433	105.265
Inventories	17.098	16.772	0	0
Trade receivables	117.358	126.168	0	0
Other current assets	119.017	120.347	43	129
Non-current assets available for sale	0	0	0	0
TOTAL ASSETS	839.545	917.047	109.014	156.260
EQUITY AND LIABILITIES				
Share capital	24.712	24.712	24.712	24.712
Other Equity items	(3.535)	62.834	28.884	76.446
Company shareholder's equity (a)	21.177	87.546	53.596	101.158
Non-controlling interests (b)	87.991	123.356	0	0
Total Equity (c)=(a)+(b)	109.168	210.902	53.596	101.158
Long-term loans & borrowings	60.730	67.670	0	0
Provisions and other long-term liabilities	100.738	84.000	8.425	8.853
Short term loans and borrowings	373.742	368.782	45.273	44.544
Other short term liabilities	195.167	185.695	1.720	1.705
Liabilities associated with non-current assets available for sale	0	0	0	0
Total Liabilities (d)	730.377	706.146	55.418	55.102
TOTAL EQUITY AND LIABILITIES (c)+(d)	839.546	917.047	109.014	156.260

STATEMENT OF COMPREHENSIVE INCOME

(consolidated and separate) Amounts in thousands of Euro

	GROUP				COMPANY			
	1/1-30/9/11	1/1-30/9/10	1/7-30/9/11	1/7-30/9/10	1/1-30/9/11	1/1-30/9/10	1/7-30/9/11	1/7-30/9/10
Total Revenue	145.309	178.848	44.703	50.690	0	0	0	0
Gross profit / (loss)	21.042	33.118	4.554	7.272	0	0	0	0
Profit / (Loss) before Tax financial and investing results	(13.978)	9.596	(5.267)	554	(261)	(488)	(145)	(148)
E.B.I.T.D.A.	252	23.993	(469)	5.552	67	(176)	(37)	(40)
Profit / (loss) before tax	(92.115)	(12.198)	(16.072)	(6.411)	(47.923)	(5.341)	(837)	(665)
Profit / (loss) after tax (A)	(98.774)	(16.416)	(16.958)	(6.633)	(47.562)	(6.066)	(464)	(731)
- Owners of the Company	(64.788)	(11.345)	(9.277)	(4.020)	(47.562)	(6.066)	(464)	(731)
- Non - controlling interest	(33.985)	(5.071)	(7.681)	(2.613)	0	0	0	0
Other comprehensive income after tax (B)	0	4.273	(266)	4.273	0	0	0	0
Total comprehensive income after tax (A)+(B)	(98.774)	(12.143)	(17.224)	(2.360)	(47.562)	(6.066)	(464)	(731)
- Owners of the Company	(64.788)	(9.590)	(9.423)	(2.266)	(47.562)	(6.066)	(464)	(731)
- Non-controlling interests	(33.985)	(2.553)	(7.801)	(94)	0	0	0	0
Earnings/(loss) per share after tax - basic (in €)	(3.2137)	(0,5686)	(0,4602)	(0,1996)	(2,3593)	(0,3009)	(0,0230)	(0,0363)
Earnings/(Loss) before tax, financial investing results and total depreciation	114	23.475	(510)	5.538	67	(176)	(37)	(40)

STATEMENT OF CHANGES IN EQUITY

(consolidated and separate) Amounts in thousands of Euro

	GROUP		COMPANY	
	1/1-30/9/11	1/1-30/9/10	1/1-30/9/11	1/1-30/9/10
Total equity at the beginning of the period (1/1/2011 and 1/1/2010 respectively)	210.902	275.215	101.158	114.017
Total comprehensive income after tax	(98.774)	(12.143)	(47.562)	(6.066)
Dividends paid	(840)	(1.872)	0	0
Change in existing subsidiaries participating interests	1.383	3.734	0	0
Movement in treasury shares	0	1.152	0	0
Change in merger reserve	(3.502)	0	0	0
Settlement of reserves	0	0	0	0
Total equity at the end of the period (30/9/2011 and 30/9/2010 respectively)	109.168	266.086	53.596	107.951

CASH FLOW STATEMENT

(consolidated and separate) Amounts in thousands of Euro

	GROUP		COMPANY	
	1/1-30/9/11	1/1-30/9/10	1/1-30/9/11	1/1-30/9/10
Cash flows from operating activities:				
Profit/(loss) before tax	(92.115)	(12.198)	(47.293)	(5.341)
Plus (less) adjustments for:				
Depreciation and amortization expenses	14.298	13.980	328	313
Provisions	13.911	1.643	7	(2)
Loss / (gain) from disposal of fixed assets	68	85	0	0
Loss / (gain) from sale and valuation of investments and securities	647	(840)	0	3.441
Amortization of government grants on fixed assets	(206)	(100)	0	0
Impairment of available for sale financial assets	5.484	9.781	0	0
Loss / (gain) from valuation of owner-occupied property	0	0	0	0
Impairment of subsidiaries	0	0	45.701	0
Impairment of goodwill	45.701	0	0	0
Income from participations	(303)	(585)	0	0
Loss / (gain) from holdings in associates	5.512	58	0	0
Debit interest and other related expenses	21.028	13.798	1.960	1.412
	14.025	25.621	74	(178)
Plus / (less) adjustments for changes in working capital or operations:				
(Increase) / decrease in inventories	(337)	4.475	0	0
(Increase) / decrease in trade and other receivables	(12.280)	(27.268)	68	525
Increase / (decrease) in payables (other than banks)	17.736	7.601	(149)	(858)
(Less):				
Debit interest and other related expenses paid	(15.092)	(12.231)	(1.088)	(1.413)
Taxes paid	(94)	(3.589)	(54)	(267)
Net cash (used in) generated from operating activities (a)	3.958	(5.392)	(1.149)	(2.190)
Cash flows from investing activities:				
Acquisitions of subsidiaries, associates, joint ventures and other investments	(299)	(2.140)	0	(1.311)
Purchase of tangible & intangible assets	(5.654)	(17.792)	0	0
Proceeds from sale of tangible and intangible assets	254	150	0	0
Proceeds from sale of investments and securities	3.260	13.086	1.131	4.421
Proceeds from financial assets	0	2	0	0
Interest received	85	117	0	1
Proceeds from government grants on fixed assets	1.162	0	0	0
Net cash from investing activities (b)	(1.193)	(6.576)	1.131	3.111
Cash flows from financing activities				
Proceeds from / Repayment of loans	(3.954)	16.862	0	(914)
Payments of finance lease liabilities	(2.325)	(6.504)	0	0
Dividends paid	0	(1.377)	0	(2)
Board of Director's fees	0	(845)	0	0
Net cash from financing activities (c)	(6.279)	8.137	0	(916)
Net increase / (decrease) in cash & cash equivalents (a)+(b)+(c)	(3.513)	(3.831)	(18)	5
Cash & cash equivalents at the beginning of the period	15.720	32.952	22	51
Cash & cash equivalents at the end of the period	12.207	29.121	4	55

ADDITIONAL DATA AND INFORMATION

- The names of all companies included in the consolidated financial statements, their country of incorporation, the percentage of holding by the Group (direct and indirect) as well as the consolidation method applied for each company, are presented in Note 3 of the financial statements.
- The financial statements of the Company are not included in the consolidated financial statements of any other company.
- Tax unaudited fiscal years of the companies included in the consolidated financial statements are presented in Note 29.5 of the interim financial statements.
- The Group and the Company are involved in a number of legal proceedings and have various unresolved claims pending (Group: € 649.054 Thousand, Company € 0 Thousand), and it is estimated that their outcome will not have a material effect on the financial position and operations of the Group and the Company.
- The Group and the Company have applied provisions for litigations, under arbitration disputes and unresolved legal prosecutions, amounting to € 350 thousand and € 0 thousand respectively.
- The Group and the Company have applied provisions for tax unaudited years amounting to € 3.667 thousand and € 600 thousand respectively and other provisions amounting to € 262 thousand and € 0 thousand respectively.
- As of 30/9/2011, the Company owned 95.927 treasury shares, acquired for a total amount of € 917 Thousand. As of 30/9/2011, the Group owned 95.927 treasury shares (shares of the Company), acquired for a total amount of € 917 Thousand. The Group is expected to acquire additionally 1.848.780 treasury shares for a total amount of € 9.669, through the forthcoming finalization of an existing pre purchase agreement (see note 22 of the annual financial report)
- The amount and nature of Other comprehensive income after tax, for the period, respectively for the Group and the Company are as follows:

	GROUP		COMPANY	
	1/1-30/9/11	1/1-30/9/10	1/1-30/9/11	1/1-30/9/10
Valuation of financial assets available for sale at fair value	0	5.341	0	0
Income tax imposed on other comprehensive income	0	(1.068)	0	0
Other comprehensive income after tax	0	4.273	0	0

- There are no subsidiaries of the Group which were founded and included in the consolidated financial statements of the reporting period, by the total consolidation method, which were not included in the consolidated financial statements of 31/12/2010 and 30/9/2010.
- The subsidiary company of the Group KOSMITIKI S.A. was included in the consolidated financial statements of 30/9/2010 by the equity method, whereas on 30/9/2011 and 31/12/2010 by the full consolidation method (equity interest 44.1%) due to purchase by the subsidiary company Euromedica S.A. of 44,0 % equity interest on 29/12/2010 (see Note 3 of the financial statements)
- The subsidiary company of the Group EUROMEDICA S.A. entered a binding agreement for the acquisition of 70,0% of PROGENETIKOS ELEGCHOS THESALONIKIS S.A. and on 30/9/2010 its financial statements were included in the consolidated financial statements of the Group by the full consolidation method. During the fourth quarter of the previous fiscal period the binding agreement for the acquisition was not finalized. As a result the Company classified its aforementioned equity interest on 30/9/2011 and 31/12/2010 as available for sale. (see note 3 of the financial statements)
- There are mortgage prenotations on the real estate property of the Group and the Company, amounting to € 377.885 Thousand and € 51.300 Thousand respectively, for granted loans with an outstanding balance as at 30/9/2011 of € 265.645 Thousand and € 41.017 Thousand respectively. Letters of guarantee and guarantees on claims of the Greek Public sector have been given, totaling on 30/9/2011 € 61.683 Thousand and € 44.269 Thousand respectively
- The number of employees of the Group and the Company at the end of the period ended 30/9/2011 was 2.617 and 6 respectively. The number of the employees of the Group and the Company at the end of the previous reporting period was 2.698 and 6 respectively.
- Investments in fixed assets for the reporting period amounted to € 7.939 Thousand for the Group and € 0 Thousand for the Company.
- Basic earnings/(losses) per share were calculated based on the weighted average number of shares in circulation. It is noted that the reverse split, which was completed by 21/7/2011, and which resulted to a decrease in the total number of shares, at a rate of one (1) new share in replacement of two (2) old was taken into account
- The Group and the Company on 30 September 2011 and 31 December 2010 did not-comply with covenants, regarding a certain level in some financial ratios. By applying IAS 1 «Presentation of Financial Statements», the Group and the Company reclassified loans amounting to € 216.784 (2010: € 204.358) and € 33.951 (2010: € 28.181) respectively, from the account «Long-term loans» to the account «Current portion of long-term debt». Moreover, at the end of the reporting period the total current liabilities exceeded total current assets by the amount of € 98.651 (2010: € 86.831) and € 12.999 (2010: € 17.939) for the Group and Company respectively, excluding long-term bank liabilities which were reclassified to current liabilities due to non-compliance with certain covenants. The Group's management, is in the process of renegotiating the terms of its bank borrowings with the credit institutions with a view to maximally improve the Group's working capital.
- At the end of the reporting period impairment losses arised amounting to € 45.701 for the Group and the Company.

Losses were based on impairment test performed for up to 30/9/2011 paid capital gains.
17. E.B.I.T.D.A. is equal to Earnings before tax, financial and investing results, depreciation and amortization (except amortization of government grants on fixed assets and profit/loss from fixed assets).

18. Figures are expressed in Thousands of Euro and minor deviations are due to rounding up of figures.
19. The cumulative amounts of income and expenses from the beginning of the fiscal year and the balances of receivables and payables of the Group and the Company at the end of the reporting period, that have emerged from transactions with related parties as those are defined by IAS 24, are analyzed as follows:

	GROUP	COMPANY
a) Income	469	317
b) Expenses	439	34
c) Receivables	15.101	11
d) Payables	9.278	488
e) Transactions and remuneration of management executives and board members	265	68
f) Receivables from management executives and board members	38	0
g) Payables to management executives and board members	0	0

20. The subsidiary EUROMEDICA S.A. on 2/8/2011 sold its entire shareholding in its subsidiary company NEUROLOGIKI PSYCHIATRIKI CLINICI PISSALIDI A. - A. KARIPI S.A. (equity interest 50%). The latter as at 30/9/2011 was not included in the consolidated financial statements, whereas it had been included through the full consolidation method for the periods ended at 31/12/2010 and 30/9/2010 (see note 3 of the financial statements).