PAPAPANAGIOTOU S.A. - "DROMEAS"

INDUSTRIAL JOINT-STOCK COMPANY OF COMMERCE AND AGENCIES

Number of General Commercial Register 114048152000 (Register Number of Joint Stock Companies 11045/06/B/86/10)

COMPANY'S HEADQUARTERS: INDUSTRIAL AREA OF SERRES - MUNICIPALITY OF LEFKONAS SERRES

FIGURES AND INFORMATION FOR THE FINANCIAL YEAR FROM 1 JANUARY 2016 TO 31 DECEMBER 2016

(published according to Law 2190/1920, article 135 for enterprises that publish annual financial statements, consolidated or not, according to IFRS)

The figures and information illustrated below, derived from the financial statements, provide a general information about the financial position and results of "PAPAPANAGIOTOU S.A. - DROMEAS" and of the Group of companies "PAPAPANAGIOTOU S.A. - DROMEAS". We advise the reader, before making any investment decision or other transaction concerning the company, to visit the company's web site where the audit report of the external auditor and the financial statements are presented, according to the International Financial Reporting Standards.

Competent Department - Prefecture:	Ministry of Development, Directorate of Joint Stock Companies and Credit, Directorate of Companies & of General Commercial Registry
Website address:	www.dromeas.gr
Date of Approval of Annual Financial Statements:	**24 April 2017**
Board of Directors:	**President and CEO : Athanasios K. Papapanagiotou. Executive Members: Ioannis D. Papapanagiotou, Konstantinos A. Papapanagiotou Non executive member: Dimitrios Petalas. Independent non executive members: Grigorios Zarotiadis, Athanasios Kalaphatis**
Certified Auditor Accountant:	Athanasios D. Tsaklis (Register Number of the Body of Certified Auditors Accountants 14951)
Auditing Firm:	METRON AUDITING S.A. (Register Number of the Body of Certified Auditors Accountants 158)
Type of auditor's report:	Confirmed opinion

BALANCE SHEET
(consolidated and non consolidated) amounts in thousand €

	THE GROUP		THE COMPANY	
ASSETS	**31-12-16**	**31-12-15**	**31-12-16**	**31-12-15**
Non current tangible fixed assets	38,492	39,706	34,620	35,680
Intangible assets	829	1,018	826	1,013
Other non-current assets	714	809	3,814	3,838
Inventories	13,895	12,991	13,579	12,643
Advances for inventories purchase	306	440	304	439
Trade receivables	5,784	4,433	5,982	4,854
Other current assets	2,527	2,342	2,106	1,991
TOTAL ASSETS	62,547	61,739	61,231	60,458
EQUITY CAPITAL & LIABIBLITIES				
Share capital (34.720.000 shares of 0,31 €)	10,763	10,763	10,763	10,763
Other equity capital	15,926	1,600	16,343	16,412
Total Equity Capital of Parent Company's Holders (a)	26,689	26,763	27,106	27,175
Minority interest (b)	167	163	0	0
Total Equity capital (c) = (a)+(b)	26,856	26,926	27,106	27,175
Long - term loan liabilities	23,292	23,285	23,085	23,040
Deferred long - term tax liabilities	3,275	3,106	3,045	2,885
Provisions / Other long-term liabilities	2,680	2,832	1,867	2,048
Short - term loan liabilities	3,325	2,779	3,132	2,506
Other short - term liabilities	3,119	2,811	2,996	2,804
Total liabilities(d)	35,691	34,813	34,125	33,283
TOTAL EQUITY CAPITAL AND LIABILITIES (c) + (d)	62,547	61,739	61,231	60,458

INCOME STATEMENT
(consolidated and non consolidated) amounts in thousand €

	THE GROUP		THE COMPANY	
	1/1-31/12/16	**1/1-31/12/15**	**1/1-31/12/16**	**1/1-31/12/15**
Turnover	**13,804**	**9,040**	**13,450**	**9,005**
Gross profit/(loss)	6,915	4,106	6,615	3,835
Profit / (loss) before taxes, interest and investment results	1,445	(410)	1411	(444)
Profit / (loss) before taxes	**91**	**(1,941)**	**91**	**(1,938)**
Profit / (loss) after taxes (A)	**(78)**	**(2,151)**	**(69)**	**(2,124)**
Equity holders of Parent company	(79)	(2,155)	(69)	(2,124)
Minority interest	1	4	0	0
Other total earnings after taxes (B)	0	0	0	0
Total comprehensive earnings after taxes (A) + (B)	(78)	(2,151)	(69)	(2,124)
Equity holders of Parent company	(79)	(2,155)	(69)	(2,124)
Minority interest	1	4	0	0
Profit / (loss) after taxes per share (in €)	(0,0023)	(0,0621)	(0,0020)	(0,0612)
Proposed Dividend			0.0000	0.0000
Profit / (loss) before taxes, interest and investment results and total depreciation	**2,964**	**1,101**	**2,810**	**933**

STATEMENT OF CHANGES IN SHAREHOLDER EQUITY
(consolidated and non consolidated) amounts in thousand €

	THE GROUP		THE COMPANY	
	1/1-31/12/16	**1/1-31/12/15**	**1/1-31/12/16**	**1/1-31/12/15**
Total equity capital at beginning of period (1/1/16 and 1/1/15 respectively)	26,926	29,067	27,175	29,299
Total comprehensive income after taxes	(78)	(2,151)	(69)	(2,124)
Distributed Dividends	0	0	0	0
Other changes	8	10	0	0
Total equity capital at end of period (31/12/16 and 31/12/15 respectively)	26,856	26,926	27,106	27,175

CASH FLOW STATEMENT
(consolidated and non consolidated) amounts in thousand €

	THE GROUP		THE COMPANY	
	1/1-31/12/16	**1/1-31/12/15**	**1/1-31/12/16**	**1/1-31/12/15**
Cash Flow from operating activities				
Profit /(loss) before taxes (continuing activities)	91	(1,941)	91	(1,938)
Plus / minus adjustments for :				
Depreciation	1,519	1,511	1,399	1,377
Provisions	130	50	130	50
Exchange differences	0	0	0	0
Debit interest and similar expenses	1,356	1,534	1,322	1,497
Returns (income, expenses, profit, loss) from investment activity	69	19	47	12
Plus/minus adjustments concerning changes in working capital accounts or related to operating activities:				
Decrease/(Increase) in inventories	(770)	(178)	(801)	71
Decrease/(Increase) in other receivables	(1,411)	(488)	(1,123)	(587)
Increase/(Decrease) in liabilities (excluding loans)	169	(14)	77	142
Minus:				
Income taxes paid	0	0	0	0
Total of cash flow (inflows - outflows) from operating activities (a)	1,153	493	1,142	624
Cash flow from investment activities				
Purchase of tangible and intangible fixed assets and other investments	(236)	(702)	(271)	(771)
Proceeds from the sales of tangible and intangible assets	7	0	3	0
Proceeds from sale of financial investments	0	0	0	0
Interest received	2	3	2	3
Proceeds from dividends	0	0	0	0
Decrease/(Increase) in other long - term receivables	0	0	0	0
Total of cash flow (inflows - outflows) from investment activities (b)	(227)	(699)	(266)	(768)
Cash flow from financing activities				
Proceeds from increase of Share Capital	0	0	0	0
Dividends paid	0	0	0	0
Proceeds from issued/received loans	7,202	5,072	7,177	4,883
Repayment of loans	(7,809)	(5,406)	(7,736)	(5,278)
Repayment of finance lease liabilities (amortization)	(66)	(61)	(66)	(61)
Total of cash flow (inflows - outflows) from financing activities (c)	(673)	(395)	(625)	(456)
Net increase/(decrease) in cash and cash equivalents (a)+(b)+(c)	253	(601)	251	(600)
Cash and cash equivalents at beginning of period	978	1,579	816	1,416
Cash and cash equivalents at end of period	1,231	978	1,067	816

ADDITIONAL FIGURES AND INFORMATION

1. The Group of companies that are included in the consolidated financial statements with their addresses and the percentage of ownership are as follows:

Full consolidation method

PAPAPANAGIOTOU S.A. - DROMEAS, Industrial Area of Serres	Parent company
K.E.M. S.A., Industrial Area of Serres	92.54%
DROMEAS B.G. EAD, Sofia Bulgaria	100.00%

No changes in the incorporation method have occurred and there are no companies or / and joint ventures not included in the consolidated Financial Statements.

2. All accounting principles applied in these Financial Statements are the same as those applied at 31/12/2015

3. The fixed assets and the mechanical equipment of the Parent company have been pledged for the total amount of 21.300 thousand € in order to secure an equal amount of loan liabilities.

4. The number of employees in the group and the company is:

	THE GROUP		THE COMPANY	
	31-12-16	**31-12-15**	**31-12-16**	**31-12-15**
Employees (at mentioned period)	51	56	48	54
Workers (at mentioned period)	156	131	147	123
Total	207	187	195	177

5. There are no litigations under dispute or under arbitration of judicial or administrative bodies, that may have important repercussion in the financial position of the Company and the Group.

6. The provision amount for bad receivables on 31/12/2016 comes up to 613.831,86 € for the Group and to 611.451,86 € for the Company. The Company have no tax cases under dispute, while for the unaudited fiscal years has formed sufficient provision of total amount to € 103.352,77. The other formed provisions, come up to 227.275,46 € on 31/12/2016 for the Group and come up to 222.686,31 € for the Company.
For more information, please refer to the respective notes of the annual financial report.

7. The amounts of purchases and sales (transactions) from the beginning of the fiscal year and the balances of assets and liabilities at the end of the current fiscal year, resulting from transactions with related parties, according to IFRS 24, are as follows (in €):

	THE GROUP	THE COMPANY
	31-12-16	**31-12-16**
α) Income	-	6,832
β) Expenses	22,731	401,676
γ) Receivables from related parties	-	391,808
δ) Liabilities to related parties	5,781	135,361
ε) Transactions and remunerations of managers and Board members	75,905	48,838
στ) Receivables from managers and Board members	79,998	-
ζ) Liabilites of managers and Board members	24,373	24,373

8. The profit per share in the current and previous period have been calculated according to the weighted average number of shares of the Parent company.

9. The unaudited tax years of the Parent company and of the other Group companies are presented in detail in the corresponding section of the annual financial report.

10. At the end of the current fiscal year, there are no shares of the Parent company possesed by the Parent company or by the subsidiaries and associated companies.

11. There are no other significant issues after 31th December 2016, which would differenciate the published data and information in the Financial Statements.

12. There has not occurred an interruption of individual sectors or company of the Group.

13. Analysis of the other changes in Equity capital is included in the respective notes of the Annual Financial Report.

Chairman and CEO	**The Member**	**Chief Accountant**
ATHANASIOS K. PAPAPANAGIOTOU	IOANNIS D. PAPAPANAGIOTOU	THEODOROS TRIANTAFYLLIDIS
I.D. AM 430530	I.D. AE 536148	First Class Accountant, Reg. No.: 65724