

AENORASIS S.A.

17, TRAPEZOUNTOS & A. PAPANDREOU STR.,

15127 MELISSIA ATTIKIS

Public Companies (S.A.) Reg. No. 40653/01AT/B/98/156

G.E.MI. No. 2926501000

FINANCIAL STATEMENTS

Year 2016

1 January to 31 December 2016

INDEPENDENT AUDITOR'S REPORT
To the Shareholders of the Company "AENORASIS S.A."

Report on the Financial Statements

We have audited the accompanying financial statements of the Company "AENORASIS S.A.", which comprise the balance sheet as at 31 December 2016, the statements of income and changes in equity for the year then ended, as well as the relevant notes to the financial statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the Greek Accounting Standards and for such internal controls as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing that have been incorporated into Greek legislation (G.G./B'/2848/23.10.2012). Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's system of internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Basis for Qualified Opinion

As a result of our audit arose the following matters:

- 1) In "Other intangible assets" is included also an amount of Euro 12.358.806,88 which concerns the net book amount of the debit difference which arose from the swap of the Greek Government bonds amounting Euro 14.830.271,68, in order this to be partially and equally transferred to the expenses, over the years 2012-2041, where it may be deducted from the taxable income. Since this item, according to the accounting principles that are provided by the Greek Accounting Standards, does not meet the criteria for recognition as a property asset, the unamortized balance of the account "Other intangible assets" and the Equity are shown increased by amount Euro 12.358.806,88.
- 2) In the account "Held to maturity investments" amounting Euro 6.031.680,00 is presented the value (acquisition cost Euro 8.731.680,00, less impairment charge incurred over the previous years, Euro 2.700.000,00) of the Greek Government bonds which were issued for repayment of hospital debts, according to article 27 of L. 3867/2010 and as these were impaired after their swap at 12.3.2012 with a block of bonds at reduced face amount, participating in the PSI programme for the rearrangement of the Greek debt. The calculated impairment amounting Euro 2.700.000,00 falls short of the required impairment by approximately Euro 80.000,00. Non performing the required impairment constitutes deviation from the accounting principles that are provided by the Greek Accounting Standards and, as a consequence, the value of this account, the equity and the results for the year are shown increased by amount Euro 80.000,00.
- 3) In trade receivables are included also receivables overdue as well as doubtful-contested receivables totalling approximately Euro 1.6000.000,00, where the calculated impairment of their value amounting Euro 234.680,19 falls short of the required by approximately Euro 600.000,00. Non performing the required impairment constitutes deviation from the accounting principles that are provided by the Greek Accounting Standards and, as a consequence, the value of the trade receivables and the equity are shown increased by Euro 600.000,00 and the results for the present year by Euro 100.000,00.
- 4) By deviation from the accounting principles that are provided by the Greek Accounting Standards, is not set up provision for staff retirement benefits. At 31 December 2016, the total size of the unset provision amounts to Euro 440.000,00 and, as a consequence, the provisions for employee benefits are shown decreased by Euro 440.000,00 the Equity is shown increased by Euro 440.000,00 and the results for the year increased by Euro 40.000,00.
- 5) The tax returns of the company for the years 2010 and 2011 have not been examined by the tax authorities as yet. Therefore, the tax results for these years have not been made final. The

company has not proceeded to estimation of additional taxes and penalties that may be assessed at a future tax audit and has not set up a relevant provision for this contingent liability. From our audit, reasonable assurance has not been obtained in respect of the estimation of the amount of the provision that may be required.

Qualified Opinion

In our opinion, except for the effects of the matters (1), (2), (3) & (4) and the possible effects of the matter (5) described in the Basis for Qualified Opinion paragraph, the accompanying financial statements present fairly, in all material respects, the financial position of the Company "AENORASIS S.A." as at 31 December 2016, and of its financial performance for the year then ended in accordance with the Greek Accounting Standards.

Report on Other Legal and Regulatory Requirements

Whereas management is responsible for the preparation of the Report of the Board of Directors, pursuant to the provisions of paragraph 5, article 2 (part B') of L. 4336/2015, we note that:

- a) In our opinion the Report of the Board of Directors has been prepared in accordance with the applicable legal requirements of the article 43a of cod. L. 2190/1920 and its content corresponds with the accompanying financial statements for the year ended 31/12/2016.
- b) Based on our understanding obtained when performing our audit of the Company "AENORASIS S.A." and its environment, we have not identified any material misstatements in the Report of the Board of Directors.

Athens, 18 July 2017

IOANNIS D. STRAVODIMOS
Certified Public Accountant Auditor
Institute of CPA (SOEL) Reg. No. 14811



Associated Certified Public Accountants s.a.
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BALANCE SHEET at 31/12/2016

ASSETS	Note	31/12/2016	31/12/2015
Non-current assets			
Tangible assets			
Land-Buildings		112.129,88	132.867,40
Mechanical equipment		2.540,47	4.914,28
Other equipment		3.135.671,64	1.032.171,24
Total		3.250.341,99	1.169.952,92
Intangible assets			
Other intangible assets		12.492.057,24	13.022.993,59
Total		12.492.057,24	13.022.993,59
Payments on account and non-current assets in course of construction		0,00	1.616,95
Financial assets			
Loans and receivables		55.938,11	55.938,11
Held to maturity investments		6.031.680,00	6.031.680,00
Total		6.087.618,11	6.087.618,11
Total non-current assets		21.830.017,34	20.282.181,57
Current assets			
Inventories			
Merchandise		5.948.867,46	6.944.977,93
Raw materials and consumables		94.742,44	84.157,29
Payments on account for inventories		157.727,09	1.063.894,35
Total		6.201.336,99	8.093.029,57
Financial assets and payments on account			
Trade receivables		19.362.014,35	31.310.743,56
Accrued income		523.492,00	222.657,81
Other receivables		840.761,81	1.692.862,16
Prepaid expenses		64.244,62	82.505,88
Cash and cash equivalents		467.924,77	703.870,66
Total		21.258.437,55	34.012.640,07
Total current assets		27.459.774,54	42.105.669,64
Total Assets		49.289.791,88	62.387.851,21

LIABILITIES	Note	31/12/2016	31/12/2015
Equity			
Paid-up capital			
Capital		11.450.000,00	11.450.000,00
Total		11.450.000,00	11.450.000,00
Reserves and retained earnings			
Statutory reserve		550.909,49	440.727,87
Tax-free reserves		13.977,22	13.977,22
Retained earnings		6.801.590,49	8.939.309,99
Total		7.366.477,20	9.394.015,08
Total equity		18.816.477,20	20.844.015,08
Liabilities			
Non-current liabilities			
Long-term bank loans	10.1.1	3.500.000,00	4.548.502,97
Total		3.535.036,28	4.548.502,97
Current liabilities			
Short-term bank loans		10.023.142,53	17.348.538,54
Current portion of long-term debt	10.1.1	1.035.036,28	1.000.000,00
Trade payables	10.2.1	10.384.010,54	15.877.522,48
Income tax		0,00	94.177,66
Other taxes and duties		220.634,58	420.796,28
Social security organizations		218.938,77	197.223,26
Other payables	10.2.2	5.058.831,16	1.970.621,46
Accrued expenses		32.720,82	86.453,48
Total		26.973.314,68	36.995.333,16
Total liabilities		30.473.314,68	41.543.836,13
Total equity and liabilities		49.289.791,88	62.387.851,21

STATEMENT OF INCOME by FUNCTION

	Note	31/12/2016	31/12/2015
Turnover (net)		36.579.326,18	33.534.386,60
Cost of sales		(18.095.826,49)	(16.964.323,17)
Gross profit/(loss)		18.483.499,69	16.570.063,43
Other operating income		810,00	4.280,00
		18.484.309,69	16.574.343,43
Distribution costs		(7.606.447,37)	(6.834.834,63)
Administrative expenses		(3.415.711,52)	(5.742.270,80)
Other expenses and losses		(3.963.223,16)	(496.567,53)
Gains & losses on disposal of non-current assets		351.300,68	8.970,70
Income from participating interests and investments		262.486,28	267.310,93
Other income and gains		314.351,25	145.136,97
Earnings/(loss) before interest and tax (EBIT)		4.427.065,85	3.922.089,07
Interest expense and similar charges		(1.323.358,38)	(1.475.256,13)
Profit/(loss) before income tax		3.103.707,47	2.446.832,94
Income tax expense		(992.245,35)	(827.094,06)
Profit/(loss) for the period net of tax		2.111.462,12	1.619.738,88

STATEMENT OF CHANGES IN EQUITY

Note	Capital	Statutory reserve	Tax-free reserves	Retained earnings	Total equity
Balance at 1/1/2015	10.500.000,00	353.865,29	13.977,22	8.139.433,69	19.007.276,20
Increase/(decrease) in the period		86.862,58			1.036.862,58
Internal transfers					
Distribution to parties				(733.000,00)	(733.000,00)
Profit/(loss) for the period				1.532.876,30	1.532.876,30
Total change in equity for the period	950.000,00	86.862,58	0,00	799.876,30	1.836.738,88
Balance equity at 31/12/2015	11.450.000,00	440.727,87	13.977,22	8.939.309,99	20.844.015,08
Balance at 1/1/2016	11.450.000,00	440.727,87	13.977,22	8.939.309,99	20.844.015,08
Increase/(decrease) in the period		110.181,62			110.181,62
Internal transfers					
Distribution to parties				(4.139.000,00)	(4.139.000,00)
Profit/(loss) for the period				2.001.280,50	2.001.280,50
Total change in equity for the period	0,00	110.181,62	0,00	(2.137.719,50)	(2.027.537,88)
Balance equity at 31/12/2016	11.450.000,00	550.909,49	13.977,22	6.801.590,49	18.816.477,20


Melissia, 25 June 2017

The Chairman of the B. of D. &
Managing Director



Sotirios G. Konstantakis
ID. No. AM 038613

The Vice Chairman
of the B. of D.



Theodoros E. Tryfon
ID. No. AH 621121

The Financial &
Accounting Manager



Michail E. Makryniotis
E.C.G. Licence No. 25306/A' Class