

NIKAS BULGARIA S.A.

GROUP REPORTING PACKAGE
31/12/2012

Reporting Entity : Nikas Bulgaria

Currency Used: EURO

Prepared By: Valeri Ivanov

Date: 19/03/2013

Approved By:
Chief Financial Officer

Date:

Approved By: Manos Kelis
Chief Executive Officer


Date: 19/03/2013

EY ERNST & YOUNG

22-03-2013

Signed for identification purposes

INDEX	SCHEDULE
Balance Sheet	I
Income Statement	II
Statement of Changes in Equity	III
Cash Flow Statement	IV
Property, Plant and Equipment	2
Intangible Assets	4
Deferred Taxes	8
Inventories	9
Receivable and Prepayments	10
Cash and Cash Equivalents	13
Ordinary Share Capital, Share Premium & other	14
Fair Value Reserves	15
Other Reserves	16
Finance Lease Liabilities	17
Income tax, credit	18
Pensions and Other Post-Retirement Obligations	19A
Pensions and Other Post-Retirement Obligations	19B
Trade and Other Payables	21
Provisions	22
Expenses by nature	23
Employee benefit expense	24
Finance Costs	25
Income Tax	26
Other income / (expenses)	27
Cash Generated from operations	28
Commitments	30
Contingencies	31
Related Parties	32

 ERNST & YOUNG
 22-09-2013
 Signed for identification purposes

Balance Sheet

Amounts in Euro	Note	31 Dec 2012	31 Dec 2011
ASSETS			
Non-current assets			
Property, plant and equipment	2	8,139,920	8,499,616
Investment property		619,400	676,800
Intangible assets	4	5,432	26,311
Deferred income tax assets	8	19,276	19,276
Trade and other receivables	10	-	-
		8,784,028	9,222,003
Current assets			
Inventories	9	1,190,981	1,306,922
Trade and other receivables	10	12,268,003	8,410,838
Cash and cash equivalents	13	37,947	23,466
		13,496,931	9,741,226
Total assets		22,280,959	18,963,229
EQUITY			
Capital and reserves attributable to the Company's equity holders			
Share capital	14	12,077,272	12,077,272
Fair value reserves	15	478,840	530,500
Other reserves	16	275,795	275,795
Retained earnings		(12,496,484)	(11,101,580)
		335,423	1,781,987
Minority interest *			
Total equity		335,423	1,781,987
LIABILITIES			
Non-current liabilities			
Deferred income tax liabilities	8	92,572	98,312
Borrowings	18	1,818,650	1,664,674
Retirement benefit obligations	19	11,568	10,692
Financial Lease	17	-	-
		1,922,790	1,773,678
Current Liabilities			
Trade and other payables	21	19,149,689	14,034,626
Borrowings	18	873,057	1,360,000
Provisions for other liabilities and charges	22	-	-
Financial Lease	17	-	12,937
		20,022,746	15,407,563
Total liabilities		21,945,536	17,181,241
Total equity and liabilities		22,280,959	18,963,228

ELI ERNST & YOUNG

22-03-2013

Signed for identification purposes

Schedule II

Income Statement

Amounts in Euro

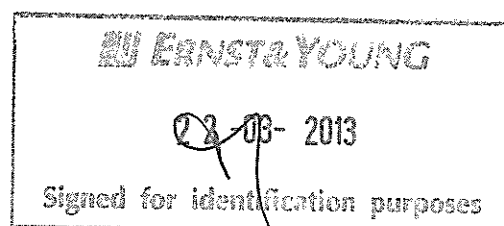
	Note	31 Dec 2012	31 Dec 2011
Continuing operations:			
Sales		11,483,703	12,154,074
Cost of sales	23	(10,471,794)	(10,786,059)
Gross profit		1,011,909	1,368,015
Selling and marketing costs	23	(1,727,748)	(1,736,254)
Administrative expenses	23	(499,732)	(256,193)
Other operating income / (expenses) - net	27	(48,071)	9,073
Operating (loss)		(1,263,642)	(615,359)
Finance costs - net	25	(188,662)	(270,108)
Share of profit / (loss) of associates (after tax and minority interest)	5	-	-
(Loss) before income tax		(1,452,304)	(885,467)
Income tax, credit	26	5,740	-
(Loss) for the period from continuing operations		(1,446,564)	(885,467)
Discontinued operations:			
Profit for the year from discontinued operations	17	-	-
Profit for the year		(1,446,564)	(885,467)
Attributable to:			
Equity holders of the Company		(1,446,564)	(885,467)
Minority interest		-	-
		(1,446,564)	(885,467)

Earnings per share for profit from continuing operations attributable to the equity holders of the Company during the year (expressed in € per share)

Basic
Diluted

Earnings per share for profit from discontinued operations attributable to the equity holders of the Company during the year (expressed in € per share)

Basic
Diluted

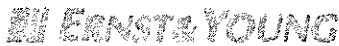


Earnings per share required only listed companies that publish financial statements under IFRS

EBITDA	(563,933)	47,402
--------	------------	--------

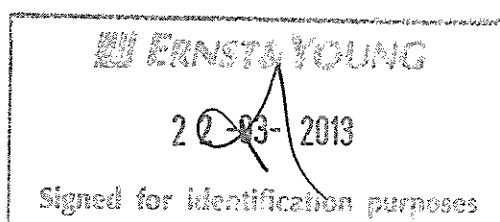
Statement of changes in equity

Amounts in Euro	Note	Attributable to equity holders of the Company				Minority Interest	Total equity
		Share capital	Investment property revaluation	Other reserves	Retained earnings		
Balance at 1 Jan 2011		12,077,272	530,500	275,795	(10,216,113)	-	2,667,454
Change of use of owner occupied property; transfer to investment property at market value - revaluation reserve net of 10% deferred tax		-	-	-	-	-	-
Loss for the year		-	-	-	(885,467)	-	(885,467)
Total recognised income for 2011		-	-	-	(885,467)	-	(885,467)
Increase of share capital 2011		-	-	-	-	-	-
Balance at 31 Dec 2011		12,077,272	530,500	275,795	(11,101,580)	-	1,781,987
Balance at 1 Jan 2012		12,077,272	530,500	275,795	(11,101,580)	-	1,781,987
Change of use of owner occupied property; transfer to investment property at market value - revaluation reserve net of 10% deferred tax		-	-	-	-	-	-
Loss for the year		-	-	-	(1,446,564)	-	(1,446,564)
Investment property; loss from change in fair value		-	(51,660)	-	51,660	-	-
Total recognised income for 2012		-	(51,660)	-	(1,394,904)	-	(1,446,564)
Increase of share capital 2012		-	-	-	-	-	-
Balance at 31 Dec 2012		12,077,272	478,840	275,795	(12,496,484)	-	335,423


 2013-2013
 Signed for identification purposes

Cash flow statement

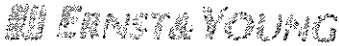
		<u>0</u>	
<i>Amounts in Euro</i>	Note	31 Dec 2012	31 Dec 2011
Cash flows from operating activities			
Cash generated from operations	28	797,363	1,945,924
Interest paid		(188,209)	(270,614)
Income tax paid		-	-
Net cash from operating activities		609,154	1,675,310
Cash flows from investing activities			
Purchase of property, plant and equipment	2	(273,324)	(396,070)
Purchase of intangible assets	4	(6,277)	(1,472)
Proceeds from sale of property, plant & equipment	2	17,869	375
Interest received		28	543
Loan repayments received		-	-
Cash flows used in investig activities		(261,704)	(396,623)
Cash flows from financing activities			
Proceeds from borrowings		-	-
Repayments of borrowings		(332,969)	(1,363,701)
Other (please specify)+share capital		-	-
Net cash (used in) financing activities		(332,969)	(1,363,701)
Net (decrease) / increase in cash & cash equivalents		14,481	(85,014)
At start of the year		23,466	108,478
At end of the year		37,947	23,464



Note 2

Property, Plant & Equipment

<i>Amounts in Euro</i>	Land	Buildings	Plant & Machinery	Motor Vehicles	Furniture and fixtures	Assets Under Construction	Total
Period ended 31 Dec 2011							
Cost and/or Valuation							
Balance as at 1 January 2011	200,778	6,391,858	4,722,758	467,499	639,749	1,350	12,423,992
Additions	-	52,042	230,001	50,412	61,332	2,282	396,069
Disposals	-	-	(566)	-	-	-	(566)
Transfers	-	-	-	-	-	-	-
Balance as at 31 Dec 2011	200,778	6,443,901	4,952,193	517,910	701,082	3,633	12,819,496
Accumulated Depreciation							
Balance as at 1 January 2011	-	880,948	2,019,106	301,925	485,968	-	3,687,948
Charge for the period	-	128,255	425,926	35,215	43,102	-	632,497
Disposals	-	-	(566)	-	-	-	(566)
Balance as at 31 Dec 2011	-	1,009,204	2,444,466	337,140	529,070	-	4,319,879
Net Book Amount 31 Dec 2011	200,778	5,434,697	2,507,727	180,771	172,012	3,633	8,499,616
Period ended 31 Dec 2012							
Cost and/or Valuation							
Balance as at 1 January 2012	200,778	6,443,901	4,952,193	517,910	701,082	3,633	12,819,496
Additions	-	57,492	142,229	34,096	35,612	3,894	273,324
Disposals	-	-	(10,218)	(63,803)	(2,479)	-	(76,501)
Transfers	-	-	1,237	-	-	(1,237)	-
Balance as at 31 Dec 2012	200,778	6,501,393	5,085,441	488,202	734,215	6,290	13,016,319
Accumulated Depreciation							
Balance as at 1 January 2012	-	1,009,204	2,444,466	337,140	529,070	-	4,319,879
Charge for the period	-	129,528	398,823	44,183	46,069	-	618,604
Disposals	-	-	(8,981)	(50,624)	(2,479)	-	(62,084)
Balance as at 31 Dec 2012	-	1,138,732	2,834,308	330,699	572,660	-	4,876,399
Net Book Amount 31 Dec 2012	200,778	5,362,661	2,251,133	157,504	161,555	6,290	8,139,920


 22-03-2013
 Signed for identification purposes

Intangible assets

<i>Amounts in Euro</i>	Goodwill	Development Costs	Trademarks & Patents	Capitalised Software	Other	Total
Period ended 31 Dec 2011						
Cost and/or Valuation						
Balance as at 1 January 2011	-	-	-	187,564	-	187,564
Additions	-	-	-	1,472	-	1,472
Disposals	-	-	-	-	-	-
Balance as at 31 Dec 2011	-	-	-	189,036	-	189,036
Accumulated Depreciation						
Balance as at 1 January 2011	-	-	-	132,461	-	132,461
Charge for the period	-	-	-	30,263	-	30,263
Disposals	-	-	-	-	-	-
Balance as at 31 Dec 2011	-	-	-	162,724	-	162,724
Net Book Amount 31 Dec 2011	-	-	-	26,311	-	26,311
Period ended 31 Dec 2012						
Cost and/or Valuation						
Balance as at 1 January 2012	-	-	-	189,036	-	189,036
Additions	-	-	-	6,277	-	6,277
Disposals	-	-	-	-	-	-
Balance as at 31 Dec 2012	-	-	-	195,313	-	195,313
Accumulated Depreciation						
Balance as at 1 January 2012	-	-	-	162,724	-	162,724
Charge for the period	-	-	-	27,157	-	27,157
Disposals	-	-	-	-	-	-
Balance as at 31 Dec 2012	-	-	-	189,881	-	189,881
Net Book Amount 31 Dec 2012	-	-	-	5,432	-	5,432



22-03-2013

Signed for identification purposes

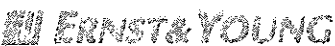
Deferred income tax

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

<i>Amounts in Euro</i>	31-Dec-12	31 Dec 2011
Deferred tax assets:		
Deferred tax assets to be recovered after more than 12 months	19,276	19,276
Deferred tax assets to be recovered within 12 months		
	<u>19,276</u>	<u>19,276</u>
Deferred tax liabilities:		
Deferred tax liabilities to be settled more than 12 months	92,572	98,312
Deferred tax liabilities to be settled within 12 months		
	<u>92,572</u>	<u>98,312</u>
Income tax, credit		
	<u>(73,296)</u>	<u>(79,036)</u>

The gross movement on the deferred income tax account is as follows:

<i>Amounts in Euro</i>	31-Dec-12	31 Dec 2011
Beginning of the year	(79,036)	(79,036)
Charged to equity (Note 15)	-	-
Income statement charge (Note 26)	5,740	-
	<u>(73,296)</u>	<u>(79,036)</u>
End of period	0	-


22-03-2013
Signed for identification purposes

Note 9

Inventories

Amounts in Euro

	31-Dec-12	31 Dec2011
Raw Materials	899,176	848,560
Work in Progress	33,289	61,028
Finished Goods	250,994	392,104
Other(Merchandises)	7,522	5,230
Total	1,190,981	1,306,922
Total net realisable value	1,190,981	1,306,922

EY ERNST&YOUNG

22 -03- 2013

Signed for identification purposes

Note 10

Trade and other receivables

<i>Amounts in Euro</i>	31-Dec-12	31-Dec-11
Trade receivables	1,025,153	1,350,066
Less: provision for impairment of receivables	(212,423)	(231,541)
Trade receivables net	812,730	1,118,525
Prepayments	60,421	57,807
Receivables from related parties (Note 32)	11,332,560	7,138,246
Other Receivables (see analysis below)	62,292	96,260
Total	12,268,003	8,410,838
Non-current portion (explain, e.g. loans to related parties)	-	-
Current Portion	12,268,003	8,410,838
	12,268,003	8,410,838
Income tax, credit	0	0

The fair values of trade and other receivables are as follows:

<i>Amounts in Euro</i>	31-Dec-12	31-Dec-11
Trade receivables	812,730	1,118,525
Prepayments	60,421	57,807
Receivables from related parties	11,332,560	7,138,246
	12,205,711	8,314,578

The effective interest rates on non-current receivables were as follows:

	31-Dec-12	31-Dec-11
--	-----------	-----------

Analysis of other receivables

	31-Dec-12	31-Dec-11
Deliveries	472	15,536
Money in staff	1,192	3,956
Receivables by claims	-	-
Court cases-Adjudge receivables	13,716	8,156
Taxes	3,090	3,121
Third-party guarantees	15,951	18,439
Relations with insurance companies	-	-
Other debtors	27,871	47,053
Total other receivables	62,292	96,260

EY ERNST & YOUNG

22-03-2013

Signed for identification purposes

Note 13

Cash and Cash Equivalents

Amounts in Euro

	31-Dec-12	31-Dec-11
Cash at Bank and On Hand	37,947	23,466
Short-term Bank Deposits		
Total	37,947	23,466

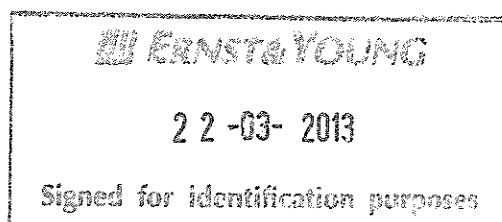
The weighted average effective interest rate was:

	31-Dec-12	31-Dec-11
Cash at Bank and On Hand	-	-
Short-term Bank Deposits	-	-

Income tax, credit

For the purposes of the cash flow statement the year-end cash and bank overdrafts comprise of:

	31-Dec-12	31-Dec-11
Cash and cash equivalents	37,947	23,466
Total	37,947	23,466



Note 14

Share capital

<i>Amounts in Euro</i>	Number of Shares	Ordinary shares	Share premium	Total
As at 1 January 2011	4,724,218	12,077,208	64	12,077,272
Increase of share capital 2011	0	0		0
As at 31 December 2011	4,724,218	12,077,208	64	12,077,272
As at 1 January 2012	4,724,218	12,077,208	64	12,077,272
Increase of share capital 2012	0	0		0
As at 31 Dec 2012	4,724,218	12,077,208	64	12,077,272

EY ERNST & YOUNG

22-03-2013

Signed for identification purposes

Note 15

Fair value reserves

<i>Amounts in Euro</i>	Investment property revaluation	Available-for- sale financial assets	Hedging reserve	Investment property	Total
Balance at 1 January 2011	530,500	-	-	-	530,500
Investment property; loss from change in fair value	-	-	-	-	-
Balance at 31 December 2011	530,500	-	-	-	530,500
Investment property; loss from change in fair value	(51,660)	-	-	-	(51,660)
Balance at 31 Dec 2012	478,840	-	-	-	478,840

 **ERNST & YOUNG**

22-03-2013

Signed for identification purposes

Note 16

Other reserves

<i>Amounts in Euro</i>	Statutory reserve	Special reserves	Tax free reserves	Other reserves	Total
Balance at 1 January 2011	-	-	-	275,795	275,795
Balance at 31 December 2011	-	-	-	275,795	275,795
Balance at 31 Dec 2012	-	-	-	275,795	275,795

EY ERNST & YOUNG

22-03-2013

Signed for identification purposes

Finance Lease

<i>Amounts in Euro</i>	31-Dec-12	31-Dec-11
Finance lease liabilities - minimum lease payments		
Not later than 1 year	-	12,937
Later than 1 year and not later than 5 years		
Later than 5 years	-	-
Total	-	12,937
Less: Future finance charges on finance leases		
Present Value of Finance Lease Liabilities	-	12,937

The present value of finance lease liabilities may be analysed as follows:

<i>Income tax, credit</i>	31-Dec-12	31-Dec-11
Current: Not later than one year	-	12,937
Later than 1 year and not later than 5 years	-	-
Later than 5 years	-	-
Total	-	12,937

ERNST & YOUNG

22-03-2013

Signed for identification purposes

Borrowings

<i>Amounts in Euro</i>	31-Dec-12	31-Dec-11
Current borrowings		
Bank borrowings	873,057	1,360,000
Total bank borrowings	873,057	1,360,000
Non-current borrowings	1,818,650	1,664,674
Total borrowings	2,691,707	3,024,674

Exposure to interest rate changes and the contractual repricing dates are as follows:

<i>Amounts in Euro</i>	6 months or less				Total
	6-12 months	1-5 years	Over 5 Years		
At 31 Dec 2011					
Total Borrowings	1,360,000	1,664,674	-	3,024,674	
	-	1,360,000	1,664,674	-	3,024,674
At 31 Dec 2012					
Total Borrowings	-	873,057	1,818,650	-	2,691,707
	-	873,057	1,818,650	-	2,691,707

The weighted average effective interest rates at the balance sheet date were as follows:

	2012		2011	
	€	Other/BGN/	€	Other/BGN/
Bank Borrowings (short-term)	1M Euribor+margin		1M Euribor+margin	
Bank Borrowings (long-term)	1M Euribor+margin		1M Euribor+margin	
	12 M Euribor+5.25%		12 M Euribor+5.25%	
	12 M Euribor+5.25%		12 M Euribor+5.25%	

The carrying amounts and the fair values of current borrowings are as follows:

<i>Amounts in Euro</i>	31-Dec-12		31-Dec-11	
	Carrying Amounts	Fair values	Carrying Amounts	Fair values
Bank borrowings	873,057	873,057	1,360,000	1,360,000
Total	873,057	873,057	1,360,000	1,360,000

ERNST & YOUNG
22-03-2013
Signed for identification purposes

Retirement benefit obligations

Amounts in Euro

	31-Dec-12	31-Dec-11	
Balance sheet obligations for:			
Pension benefits	11,568	10,692	876
Total	11,568	10,692	

Income statement charge for (Note 24):

Pension benefits	876	3,809
Total	876	3,809

Pension benefits

The Amounts Recognised in the Balance Sheet are as Follows:

Income tax, credit

	31-Dec-12	31-Dec-11
Present value of funded obligations	11,568	10,692
	11,568	10,692

Unrecognised actuarial gains / (losses)

	-	-
	-	-

Liability in the Balance Sheet

	11,568	10,692
	-	-

The amounts recognised in the income statement are as follows:

Income tax, credit

	31-Dec-12	31-Dec-11
Interest cost	-	-
Net actuarial (gains) / losses recognised in the year	876	3,809
Total included in employee benefit expense (Note 24)	876	3,809

Total Charge allocated as follows:

Income tax, credit

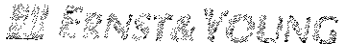
	31-Dec-12	31-Dec-11
Cost of sales	876	3,809
Administrative expenses	-	-
Selling and marketing costs	-	-
	876	3,809

The actual return on plan assets was €xxx (2004 €xxx)

Movement in the liability recognised in the balance sheet

Income tax, credit

	31-Dec-12	31-Dec-11
Beginning of year	10,692	6,883
Total expense included in employee benefit expense	876	3,809
Unrecognised prior service cost	-	-
End of Period	11,568	10,692

 2 2 -03- 2013 Signed for identification purposes

Retirement benefit obligations

The Amounts Recognised in the Balance Sheet are as Follows:

<i>Amounts in Euro</i>	31-Dec-12	31-Dec-11
Present value of funded obligations	11,568	10,692
	<u>11,568</u>	<u>10,692</u>
Unrecognised actuarial gains / (losses)	-	-
	<u>-</u>	<u>-</u>
Liability in the Balance Sheet	11,568	10,692
	-	-

Income tax, credit

The amounts recognised in the income statement are as follows:

<i>Amounts in Euro</i>	31-Dec-12	31-Dec-11
Interest cost	-	-
Net actuarial (gains) / losses recognised in the year	876	3,809
Total included in employee benefit expense (Note 24)	876	3,809
	-	-

Total Charge allocated as follows:

<i>Amounts in Euro</i>	31-Dec-12	31-Dec-11
Cost of sales	876	3,809
Selling and marketing costs	-	-
Administrative expenses	-	-
	<u>876</u>	<u>3,809</u>
	-	-

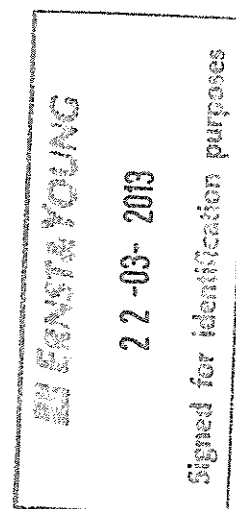
The actual return on plan assets was €xxx (2004 €xxx)

Movement in the liability recognised in the balance sheet

<i>Amounts in Euro</i>	31-Dec-12	31-Dec-11
Beginning of year	10,692	6,883
Total expense included in employee benefit expense	876	3,809
Unrecognised prior service cost	-	-
End of Period	11,568	10,692
	0	0

Movement in the liability recognised in the balance sheet

	31-Dec-12	31-Dec-11
Discount Rate	4.0%	5.0%
Expected Return on Plan Assets		
Future Salary Increases	5%	5%
Future Pension Increases	5%	5%




Note 21

Trade and other payables

Amounts in Euro

	31-Dec-12	31-Dec-11
Trade payables	877,473	1,245,842
Amounts due to related parties (Note 32)	18,105,122	12,596,544
Social security and other taxes	40,365	47,393
Other payables	126,730	144,847
Total	19,149,689	14,034,626

 ERNST & YOUNG

22-03-2013

Signed for identification purposes

Provisions for liabilities and charges

<i>Amounts in Euro</i>	Restructuring	Warranty	Legal claims	Other (specify)	Total
At 1 January 2011					
At 31 December 2011	-	-	-	-	-
Additional provision for the period	-	-	-	-	-
At 31 Dec 2012	-	-	-	-	-

Analysis of Total Provisions:

<i>Amounts in Euro</i>	31 Dec 2012	31 Dec 2011
Current	-	-
Total	-	-

Income tax, credit

EY ERNST & YOUNG
 22 -03- 2013
 Signed for identification purposes

Note 23

Expenses by nature

Amounts in Euro	Notes	31 Dec 2012			31 Dec 2011				
		Cost of sales	Selling and marketing costs	Administrative expenses	Total	Cost of sales	Selling and marketing costs	Administrative expenses	Total
Employee benefit expense	24	500,466	409,144	405,953	1,315,562	463,920	367,188	128,355	959,462
Costs of inventories recognised as expense/sold goods					-				-
Depreciation of property, plant and equipment:									
- Owned Assets	2	546,128	58,056	14,420	618,604	568,780	53,938	9,781	632,499
Repair and maintenance expenditure on property, plant and equipment									
Amortisation of intangible assets	4	-	26,530	627	27,157	14,479	27,673	2,591	30,264
Operating lease rentals:		12,551	53,505	9,648	75,705	2,662	49,637	16,826	80,942
Provisions			85,037		85,037	13,238	55,628	583	58,873
- Machinery (Cars)		6,711	176,558	20,468	203,737		171,888	22,469	207,595
Advertising			97,934		97,934		151,179		151,179
Supermarket Allowances			434,756		434,756	9,484,495	474,775	9,684	474,775
Materials		8,838,868	34,327	9,926	8,883,120	136,738	38,790	46,195	9,542,969
Services		480,398	287,774	6,892	775,064	67,531	301,385	2,297	484,317
Taxes		47,195	8,606	3,414	59,215	24,216	10,113	17,413	79,940
Others		39,475	55,522	28,386	123,383		34,060		75,690
Total		10,471,794	1,727,748	499,732	12,699,274	10,785,059	1,736,255	256,193	12,778,507



2 2 -03- 2013

Signed for identification purposes

Note 24

Employee benefit expense

Amounts in Euro

	31 Dec 2012	31 Dec 2011
Wages and salaries	1,147,553	779,612
Social security costs	139,331	127,464
Pension costs - defined contribution plans	876	3,809
Other post employment benefits	27,802	48,578
Total	1,315,562	959,462

EY ERNST & YOUNG

22-03-2013

Signed for identification purposes

Finance costs - net

Amounts in Euro

	31 Dec 2012	31 Dec 2011
Interest expense:		
- Bank borrowings	(173,461)	(260,046)
- Other (bank charges and penalty interests)	(14,691)	(9,481)
	<u>(188,152)</u>	<u>(269,528)</u>
Net foreign exchange transaction gains / (losses)	(510)	(581)
Total	<u>(188,662)</u>	<u>(270,108)</u>

EY ERNST & YOUNG

22-03-2013


Signed for identification purposes

Income tax expense

<i>Amounts in Euro</i>	31 Dec 2012	31 Dec 2011
Current tax	-	-
Deferred tax (Note 8)	5,740	-
Total	5,740	-

The tax on the Company's profit before tax differs from the theoretical amount that would arise using the basic tax rate of the home country of the Company, as follows:

<i>Amounts in Euro</i>	31 Dec 2012	31 Dec 2011
Profit Before Tax	(1,452,304)	(885,467)
Tax calculated at domestic tax rates applicable o profits in the respective countries	145,230	88,547
Income tax, credit	-	-
Expenses not deductible for tax purposes	-	-
Utilisation of previously unrecognised tax losses	-	-
Non-recognized deferred tax asset on tax losses and other temporary differences	(139,490)	(88,547)
Tax Charge	5,740	-
	0	-

 22-03-2013 Signed for identification purposes


Note 27

Other operating income / (expenses) - net

Amounts in Euro

	31 Dec 2012	31 Dec 2011
Profit / (loss) on disposal of property, plan and equipment	3,452	375
Interest income	28	543
Other expenses - (shortages/ surpluses and sales of materials)	5,849	8,155
Loss on revaluation of Investment Property	(57,400)	
Total	(48,071)	9,073

Income tax, credit

 ERNST & YOUNG
22-03-2013
Signed for identification purposes

Note 28

Cash generated from operations

		0	
<i>Amounts in Euro</i>		31 Dec 2012	31 Dec 2011
Profit for the Period	Note	(1,452,304)	(885,467)
Adjustments for:			
Provisions		46,762	50,943
Tax		-	-
Depreciation of property, plant & equipment	2	618,604	632,498
Amortisation of intangible assets	4	27,157	30,263
(Profit)/loss on disposal of property, plant & equipment (see below)	27	(3,452)	(375)
Interest income	27	(28)	(543)
Interest expense	25	188,209	270,614
Exchange (gains) / losses on revaluation of investment property		57,400	
Income tax, credit		(517,652)	97,933
Changes in working capital			
(Increase) / decrease in inventories		115,941	(125,835)
(Increase) / decrease in trade and other receivables		(3,903,927)	(3,731,490)
Increase / (decrease) in payables		5,115,063	5,688,570
Increase / (decrease) in provisions		-	-
Increase / (decrease) in Financial Leases		(12,937)	12,937
Increase / (decrease) in pension & other benefits		876	3,809
Other (please specify)			
		1,315,015	1,847,991
Net cash generated from / (used in) operating activities		797,363	1,945,925
Proceeds from the sale of property, plant and equipment comprise:			
Net book amount (Note 2)		14,417	0
Profit / (loss) from sale of property, plant and equipment		3,452	375
Proceeds from sale of property plant and equipment		17,869	375

Non-Cash Transactions

ERNST & YOUNG
22-03-2013
 Signed for identification purposes

Note 30

Capital commitments	31 Dec 2012	31 Dec 2011
<i>Amounts in Euro</i>		
Property, plant & equipment	-	-
Operating lease commitments - where the company is the lessee:		
	31 Dec 2012	31 Dec 2011
<i>Amounts in Euro</i>		
Not later than 1 year	-	-
Income tax, credit		

BT ERNST & YOUNG
22-03-2013
Signed for identification purposes

Note 31

Contingencies

Income tax, credit

EY ERNST & YOUNG

22 -03- 2013

Signed for identification purposes

Related parties**i) Sales of goods and services**

	31 Dec 2012	31 Dec 2011
<i>Amounts in Euro</i>		
Sales of goods:		
Nikas Scopie		
P.G. Nikas S.A.	4,583,132	4,600,053
	<u>4,583,132</u>	<u>4,600,053</u>

ii) Purchases of goods and services

	31 Dec 2012	31 Dec 2011
<i>Amounts in Euro</i>		
Purchases of goods:		
Income tax, credit	-	0
P.G. Nikas S.A.	4,905,309	5,361,235
Purchases of services:		
P.G. Nikas S.A.	603,168	87,387
	<u>5,508,477</u>	<u>5,448,622</u>

Further detail should be disclosed if appropriate
eg significant transactions to parent and / or vice-versa

Disclose that related party transactions were made on an arm's length basis only when such terms can be substantiated.

iv) Year-end balances arising from sales / purchases of goods / services

	31 Dec 2012	31 Dec 2011
<i>Amounts in Euro</i>		
Receivables from related parties (Note 10):		
Nikas Scopie	-	-
Allantika Makedonias	69,555	69,555
P.G. Nikas S.A.	11,263,005	7,068,691
	<u>11,332,560</u>	<u>7,138,246</u>
Payables to related parties (Note 21):		
Nikas Scopie	-	-
Allantika Makedonias	331,506	331,406
P.G. Nikas S.A.	17,773,616	12,265,138
	<u>18,105,122</u>	<u>12,596,544</u>

ERNST & YOUNG
22 -03- 2013
Signed for identification purposes