



LOULIS MILLS S.A.

Reg. No 50675444000

Reg. Address: Municipality of Sourpi, Prefecture of Magnesia (Loulis Port)

FINANCIAL STATEMENTS AND INFORMATION FOR THE YEAR 2017

The following data and information aim at providing a general overview of the financial status and results of LOULIS MILLS S.A. and LOULIS GROUP OF COMPANIES.

Readers, who require a complete picture of the Group's financial status and results, are advised to access the financial statements according to the International Accounting Standards, as well as the audit report by the certified auditor-accountant . In such case, readers may refer to the Company's website, www.loulismills.gr, where such information is posted.

STATEMENT OF FINANCIAL POSITION				STATEMENT OF COMPREHENSIVE INCOME				
GROUP		COMPANY		GROUP		COMPANY		
	31.12.2017	31.12.2016	31.12.2017	01.01 - 31.12.2017	01.01 - 31.12.2016	01.01 - 31.12.2017	01.01 - 31.12.2016	
ASSETS								
NON - CURRENT ASSETS								
Property, Plant and Equipment	95,842,849	96,293,014	93,556,690	97,659,669	101,330,254	92,153,609	96,536,741	
Investment Property	285,407	289,752	285,407	(75,933,415)	(76,192,236)	(72,247,268)	(72,719,595)	
Other Intangible Assets	917,234	845,420	179,464	4,083,381	3,373,245	3,992,880	3,382,490	
Investments in Subsidiaries	-	-	1,798,315	15,160,089	(14,887,736)	(13,700,680)	(14,071,236)	
Other Non-Current Receivables	19,963	31,265	19,963	(3,761,355)	(3,662,941)	(3,270,179)	(3,347,157)	
	<u>97,065,453</u>	<u>97,459,451</u>	<u>95,839,839</u>					
CURRENT ASSETS								
Inventories	19,069,097	20,179,125	17,903,856	(95,310)	(102,570)	(95,310)	(102,570)	
Trade Receivables	37,233,709	33,664,319	35,743,880	(399,054)	(2,653,007)	(394,065)	(2,651,233)	
Derivative Financial Assets	780	51,690	780	33,861	68,774	18,531	106,264	
Other Current Assets	10,839,296	8,297,694	6,628,331	(2,037,748)	(2,635,747)	(1,895,939)	(2,547,476)	
Cash and Cash Equivalents	4,284,542	6,087,837	3,609,001	4,389,940	4,638,036	4,561,579	4,586,228	
	<u>71,427,424</u>	<u>68,280,665</u>	<u>63,885,848</u>	(1,621,944)	(1,788,844)	(1,652,875)	(1,690,529)	
	<u>168,492,877</u>	<u>165,740,116</u>	<u>159,725,687</u>	<u>2,767,996</u>	<u>2,849,192</u>	<u>2,908,704</u>	<u>2,895,699</u>	
TOTAL ASSETS								
	<u>168,492,877</u>	<u>165,740,116</u>	<u>159,725,687</u>					
EQUITY & LIABILITIES								
Share Capital	16,093,063	16,097,558	16,093,063	4,389,940	4,638,036	4,561,579	4,586,228	
Share Premium Account	33,656,792	34,603,383	33,656,792	(1,621,944)	(1,788,844)	(1,652,875)	(1,690,529)	
Purchased Own Shares	-	-9,207	0	2,767,996	2,849,192	2,908,704	2,895,699	
Other Reserves	41,985,742	39,687,162	38,373,298	2,589,137	3,269,005	2,750,380	0	
	<u>91,735,597</u>	<u>90,378,896</u>	<u>88,123,153</u>	9,647	71,701	-	-	
Non-controlling interest	476,890	501,192	-	(219,127)	683,623	(219,127)	683,623	
Total Equity	<u>92,212,487</u>	<u>90,880,088</u>	<u>88,123,153</u>	<u>2,608,403</u>	<u>3,340,738</u>	<u>2,750,380</u>	<u>3,387,138</u>	
LONG TERM LIABILITIES								
Non - Current Loans and Borrowings	30,693,617	533,299	30,693,617	2,589,137	3,269,005	2,750,380	0	
Deferred Tax Liabilities	14,275,353	13,690,354	14,225,638	9,266	71,733	-	-	
Provisions for Retirement Benefits	768,141	741,433	741,249	E.P.S.				
Other Non - Current Liabilities	3,551,341	3,755,947	3,551,341	Basics	0,1611	0,1622	0,1699	
	<u>49,288,452</u>	<u>18,721,033</u>	<u>49,211,845</u>	E.P.S. from Continuing Operations	0,1611	0,1622	0,1699	
	<u>168,492,877</u>	<u>165,740,116</u>	<u>159,725,687</u>	Basics	0,1611	0,1622	0,1699	
	<u>168,492,877</u>	<u>165,740,116</u>	<u>159,725,687</u>	Depreciation	4,001,895	3,919,507	3,978,998	3,909,242
				E.B.I.T.	6,489,137	7,307,579	6,534,297	7,130,010
				E.B.I.T.D.A.	10,491,032	11,227,086	10,513,295	11,039,252
CURRENT LIABILITIES								
Trade Payables	10,178,016	10,149,464	8,485,632					
Loans and Borrowings	11,064,319	33,734,678	8,367,814					
Derivative Financial Liabilities	21,330	18,030	21,330					
Tax Payable	1,166,410	2,385,325	1,130,251					
Other Current Liabilities	4,561,863	9,851,498	4,385,662					
	<u>26,991,938</u>	<u>56,138,995</u>	<u>22,390,689</u>					
TOTAL EQUITY & LIABILITIES	<u>168,492,877</u>	<u>165,740,116</u>	<u>159,725,687</u>					
	<u>168,492,877</u>	<u>165,740,116</u>	<u>159,725,687</u>					

STATEMENT OF CHANGES IN EQUITY				
	GROUP		COMPANY	
	01.01 - 31.12.2017	01.01 - 31.12.2016	01.01 - 31.12.2017	01.01 - 31.12.2016
Total Equity at the Beginning of the Year (1.1.2017 & 1.1.2016)	90,880,088	88,731,884	86,504,760	84,267,570
Total Comprehensive Income	2,608,403	3,340,738	2,750,380	3,387,138
Distributed Dividends	(336,797)	(176,700)	(214,797)	(122,326)
Equity Adjustments	2,672	11,787	24,689	(1)
Sales / (Purchases) of Own Shares	0	(118)	0	(118)
Reduction of Share Premium	(941,879)	(1,027,503)	(941,879)	(1,027,503)
Movement of non-controlling interests	0	0	0	0
Total Equity at the End of the Year (31.12.2017 & 31.12.2016)	<u>92,212,487</u>	<u>90,880,088</u>	<u>88,123,153</u>	<u>86,504,760</u>

CASH FLOW STATEMENT				
	GROUP		COMPANY	
	31.12.2017	31.12.2016	31.12.2017	31.12.2016
Cash Flows from Operating Activities				
Profit/ (Loss) before Tax	4,389,940	4,638,036	4,561,579	4,586,228
Adjustment for:				
Depreciation	4,001,895	3,919,507	3,978,998	3,909,242
Provisions	608,752	2,058,141	634,914	1,933,862
Interest Expense	2,037,748	2,635,747	1,895,939	2,547,476
Interest Income	(33,861)	(68,774)	(18,531)	(21,133)
Adjustments for change in Working Capital or relating Operating Activities:				
(Increase)/decrease in Inventories	1,120,136	1,192,943	1,718,781	1,683,900
(Increase)/decrease in Receivables	(3,456,132)	(3,190,849)	(3,737,939)	(2,135,335)
(Decrease) / Increase in Payables (excluding Loans)	(6,711,657)	(2,117,502)	(7,991,185)	(3,080,107)
Less:				
Interest Paid	(1,820,334)	(2,444,600)	(1,678,525)	(2,361,977)
Income Taxes paid	(2,956,425)	(1,751,153)	(2,866,712)	(1,627,623)
Net Cash from Operating Activities (a)	<u>(2,819,938)</u>	<u>4,871,496</u>	<u>(3,502,681)</u>	<u>5,434,533</u>
Cash Flows from Investing Activities				
Acquisition of associates, JVs and other investments	-	(960)	-	(254,875)
Payments for Financial Investments	-	(175,000)	-	(175,000)
Purchase of Tangible and Intangible Assets	(5,326,754)	(1,906,634)	(3,249,756)	(1,678,161)
Proceeds from disposal of Tangible and Intangible Assets	6,081	76,208	28,760	78,008
Interest Received	4,033	21,303	18,531	21,133
Dividends Received	-	-	-	85,131
Net Cash from Investing Activities (b)	<u>(5,316,640)</u>	<u>(1,985,083)</u>	<u>(3,202,465)</u>	<u>(1,923,764)</u>
Cash Flow from Financing Activities				
Proceeds / (Payments) from Increase / Decrease of the Share Capital	(941,879)	(1,027,154)	(941,879)	(1,027,504)
Disposal / (Purchase) of Own Shares	-	-	-	-
Proceeds from Bank Borrowings	23,039,959	1,136,576	22,335,741	359,517
Payment of Bank Borrowings	(15,550,000)	(2,500,000)	(15,550,000)	(2,500,000)
Dividends/Fees paid of the Members of the Board	(214,797)	(176,699)	(214,797)	(122,326)
Net Cash used in Financing Activities (c)	<u>6,333,283</u>	<u>(2,567,277)</u>	<u>5,629,065</u>	<u>(3,290,313)</u>
Net Increase / (Decrease) in the Cash and Cash Equivalents (a + b+ c)	<u>(1,803,295)</u>	<u>319,136</u>	<u>(1,076,081)</u>	<u>220,456</u>
Cash & Cash Equivalents at the Beginning of the Year	<u>6,087,837</u>	<u>5,768,701</u>	<u>4,685,082</u>	<u>4,464,626</u>
Cash & Cash Equivalents at the End of the Year	<u>4,284,542</u>	<u>6,087,837</u>	<u>3,609,001</u>	<u>4,685,082</u>

ADDITIONAL ELEMENTS AND INFORMATION						
1. The companies which have been consolidated in the above financial statements are presented in the following table with the corresponding ownership stakes :						
COMPANY NAME	DOMICILE - COUNTRY	PARTICIPATION PERCENTAGE	RELATIONSHIP WITH THE PARENT COMPANY	CONSOLIDATION METHOD	UNAUDITED TAX FISCAL YEARS	
LOULIS MILLS S.A.	Sourpi Magnesia-Greece	Parent	Parent	-	1	
NUTRIBAKES A.E.	Keratsini Attica-Greece	70,00%	Direct	Full	1	
GREEK SCHOOL BAKERY LIFELONG LEARNING CENTER LEVEL ONE SA	Keratsini Attica-Greece	99,67%	Direct	Full	3	
LOULIS INTERNATIONAL FOODS ENTERPRISES (BULGARIA) Ltd.	Nicosia-Cyprus	100,00%	Direct	Full	10	
LOULIS MEL- BULGARIA EAD	Sofia-Bulgaria	100,00%	Indirect	Full	2	
GRINCO HOLDINGS Ltd.	Nicosia-Cyprus	100,00%	Direct	Full	4	
LOULIS LOGISTICS SERVICES S.A.	Sourpi Magnesia-Greece	99,67%	Direct	Full	2	
2. In fiscal year 2017 the tax audit of the Certified Auditors for the year 2016 of the parent company and its subsidiary NUTRIBAKES SA was completed and they received a tax certificate of compliance with the "Conclusion without reservation".						
3. The company has applied the same basic accounting principles with the previous year 2016.						
4. Tangible assets of Loulis Mills S.A., up to the amount of EUR 48 million, are used as collateral in order to secure bank loans, worth of EUR 35,45 million.						
5. There are no under arbitration cases of administrative bodies, which may have a material impact on the financial status of the Company. There are pending judicial cases whose final outcome cannot be predicted at this stage.						
6. The headcount at the end of 2017 for the Group was 262 and for the Company 239 , contrary to 245 for the Group and 225 for the Company at the end of 2016.						
7. Cumulative sales and purchases from the beginning of the year and the balances of receivables and liabilities of the Group and the parent company at the end of the Year that have resulted from the transactions with the related parties, as defined by IAS 24 are as follows:						
	GROUP	COMPANY				
a) Sales of products and services	0	66.700				
b) Purchases of products and services	0	2.956.445				
c) Receivables	0	206.594				
d) Liabilities	0	33.462				
e) Transactions and salaries of managing officers and members of managing boards	894.143	585.805				
f) Receivables from managing officers and members of managing boards	97.398	0				
g) Liabilities to managing officers and members of managing boards	0	0				
8. Investments in tangible fixed assets for the Year reached the amount of EUR 5.327 thousand for the Group and EUR 3.250 thousand for the Company.						
9. Earnings per share were calculated based on the weighted average number of total shares.						
10. Any differences in totals are due to rounding.						
11. The date of approval of the Financial Statements by the Board of Directors is 25.04.2018.						
12. On January 8th 2017, LOULIS MILLS SA share buyback program was completed / terminated .The program was approved in accordance with Article 16 of Law 2190/1920, as amended and the No. 2273/2003 Regulation of the European Communities and by the Extraordinary General Meeting of January 8, 2015. The Extraordinary General Meeting decided, inter alia, the acquisition by the Company through the Athens Exchange and within a Year of twenty four (24) months from the date of that decision, a maximum of up to 1.712.506 ordinary registered shares, representing 10% of total shares, with a minimum value of one Euro (1 €) and a maximum value of five Euro (5 €) per share. On 11.07.2017 the trading of the 4,782 shares on ATHEX ceases and they are canceled.						
13. Following the preliminary contract transfer of shares of 06.02.2015 between «NUTRIBAKES SA Mixtures Production, Bakery and Confectionery» - a 70% subsidiary of " LOULIS MILLS SA " - and the shareholders of the company «Kenfood Trofognosia SA», the Board of «NUTRIBAKES SA Mixtures Production, Bakery and Confectionery» decided on the February 6, 2017, the merger by absorption of the company «Kenfood Trofognosia SA» in accordance with the provisions of Articles 68-77 of Codified 2190/1920 and no. 54 of l. 4172/2013. The transformation balance sheet will be the one that will be drafted by December 31, 2016. The merger is subject to the adoption of the statutory decisions by the competent bodies.						
14. The Ordinary General Meeting of the shareholders dated 13.06.2017 decided the increase of the share capital of the company by the amount of euro 941.878,41 with an increase of the nominal value of each share by euro 0.055 (from euro 0.94 to euro 0.995) by capitalization of the share capital reserve of the Company by € 941.878,41 with a reduction of the nominal value of each share by € 0.055 (from € 0.995 to € 0.94) for the purpose of returning capital with cash to the shareholders of the Euro 941.878,41, ie EUR 0.055 per share. The payment to the shareholders took place on 14.07.2017						
15. Following the decision of the Board of Directors of 28 December 2016, two contracts of jointly secured syndicated bond loans of € 30 million and € 10 million respectively were signed, with ALPHA BANK SA being the coordinating and managing bank, ALPHA BANK S.A. Until 30.06.2017, € 36 million had been disbursed, of which the first € 27 million was used to refinance existing bank loans and the remaining € 9 million for general business purposes of the Company.						
16. Pursuant to decision 19/1/2017 of the Extraordinary General Meeting of the shareholders of the subsidiary LAFCO LEADER ASIAN FOOD COMPANY Ltd, the certificate of liquidation was issued on 1/3/2018 by the Department of Registrar of Companies and Official Receiver of the Ministry of Energy, Commerce , Industry and Tourism of the Republic of Cyprus. The Company had no activity in the current year.						
17. The Company's Board of Directors will propose to the Ordinary General Meeting of Shareholders not to distribute a dividend from the profits of the year 2017 due to the uncertain economic environment as well as for the liquidity of the Company. As a result, the non-distribution of dividends is subject to the approval of the Regular General Meeting of Shareholders.						
Chairman of the Board Nikolaos Loulis	Vice President & CEO Nikolaos Fotopoulos	Accountant Manager Georgios Karpouzias				

Sourpi Magnesia, April 25th 2018