



**LOULIS MILLS S.A.**  
10344/06/B/86/131  
Loulis Port, Sourpi Magnisias

**Financial Statements for the Period 1 January 2012 - 30 June 2012**

The following data and information aim at providing a general overview of the financial status and results of LOULIS MILLS S.A. and LOULIS MILLS GROUP OF COMPANIES. Readers, who wish for a complete picture of the Group's financial status and results, must access the annual financial statements according to the International Accounting Standards, as well as the audit report by the certified auditor-accountant. Inicatively such readers may refer to the Company's website, where such information is posted.

<b>1. STATEMENT OF FINANCIAL POSITION</b>				
<i>(Amounts in €)</i>	<b>Group</b>		<b>Company</b>	
	<b>30/6/2012</b>	<b>31/12/2011</b>	<b>30/6/2012</b>	<b>31/12/2011</b>
<b>ASSETS</b>				
<b>NON CURRENT ASSETS</b>				
Tangible Fixed Assets	112.695.124	110.666.801	112.695.124	110.666.801
Investment Properties	197.268	197.268	197.268	197.268
Other Intangible Assets	226.299	237.060	226.299	237.060
Investment in Subsidiaries	0	0	236.431	236.431
Other Non Current Assets	181.226	148.433	181.226	148.433
Deferred Tax Assets	0	0	0	0
	<b>113.299.917</b>	<b>111.249.562</b>	<b>113.536.348</b>	<b>111.485.993</b>
<b>Current Asset</b>				
Inventory	14.833.348	13.309.096	14.833.348	13.309.096
Trade Receivables	23.722.342	31.624.062	23.722.342	31.624.062
Cash & Cash Equivalents	5.125.987	2.802.796	1.019.217	440.942
Other Current Assets	4.363.801	3.937.696	3.883.850	1.687.538
	<b>48.045.478</b>	<b>51.673.650</b>	<b>43.458.757</b>	<b>47.061.638</b>
<b>Total Assets</b>	<b>161.345.395</b>	<b>162.923.212</b>	<b>156.995.105</b>	<b>158.547.631</b>
<b>Equity &amp; Liabilities</b>				
<b>Total Equity</b>				
Share Capital	9.742.257	9.742.257	9.742.257	9.742.257
Share Premium	31.960.306	31.960.306	31.960.306	31.960.306
Reserves for Own Shares	0	0	0	0
Other Reserves	44.339.103	40.349.526	41.095.733	37.208.633
Profit / Loss Carried Forward	1.395.944	4.004.258	1.377.801	3.902.100
Currency Exchange Differences	1.061.889	1.061.889	0	0
	<b>88.499.499</b>	<b>87.118.236</b>	<b>84.176.097</b>	<b>82.813.296</b>
<b>Total Equity</b>	<b>88.499.499</b>	<b>87.118.236</b>	<b>84.176.097</b>	<b>82.813.296</b>
<b>Long Term Liabilities</b>				
Long Term Loans	23.000.000	25.000.000	23.000.000	25.000.000
Deferred Tax Liabilities	10.391.470	10.054.045	10.391.470	10.054.045
Severance Provisions	622.246	564.641	622.246	564.641
Other Long Term Liabilities	4.792.947	5.183.529	4.792.947	5.183.529
	<b>38.806.663</b>	<b>40.802.215</b>	<b>38.806.663</b>	<b>40.802.215</b>
<b>Current Liabilities</b>				
Trading Liabilities	17.159.122	16.041.939	17.148.133	16.033.548
Short Term Loans	13.704.287	13.455.324	13.704.287	13.455.324
Tax Liabilities	1.562.105	969.094	1.553.334	917.923
Accrued and Other Current Liabilities	1.613.719	4.536.404	1.606.591	4.525.325
	<b>34.039.233</b>	<b>35.002.761</b>	<b>34.012.345</b>	<b>34.932.120</b>
<b>Total Equity &amp; Liabilities</b>	<b>161.345.395</b>	<b>162.923.212</b>	<b>156.995.105</b>	<b>158.547.631</b>

<b>3. STATEMENT OF CHANGES IN EQUITY</b>				
<i>(Amounts in €)</i>	<b>Group</b>		<b>Company</b>	
	<b>1/1 - 30/06/2012</b>	<b>1/1 - 30/06/2011</b>	<b>1/1 - 30/06/2012</b>	<b>1/1 - 30/06/2011</b>
<b>Total Equity at the Beginning of the Year (1.1.2012 &amp; 1.1.2011)</b>	<b>87.118.236</b>	<b>85.005.409</b>	<b>82.813.296</b>	<b>80.802.938</b>
Total Comprehensive After Tax Income	1.395.944	2.509.226	1.377.801	2.440.955
Distributed Dividends	0	0	0	0
Remuneration of Board Members	(15.000)	(15.000)	(15.000)	(15.000)
Other Non Comprehensive Income	319	313	0	0
Reduction of Share Premium Attributable to Own Shares	0	0	0	0
Purchase / (Sales) of Own Shares	0	0	0	0
Reduction of Share Premium	0	0	0	0
Translation Reserve	0	0	0	0
<b>Total Equity at the End of the Year (30.06.2012 &amp; 30.06.2011)</b>	<b>88.499.499</b>	<b>87.499.948</b>	<b>84.176.097</b>	<b>83.228.893</b>

<b>4. CASH FLOW STATEMENT</b>				
	<b>Group</b>		<b>Company</b>	
	<b>30/6/2012</b>	<b>30/6/2011</b>	<b>30/6/2012</b>	<b>30/6/2011</b>
<b>Operating Activities</b>				
Pre tax Profit (Continuing Operations)	<b>2.068.268</b>	<b>3.658.558</b>	<b>2.010.532</b>	<b>3.603.798</b>
Pre tax Profit (Discontinuous Operations)	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<i>Adjustment for:</i>				
Depreciation	1.536.453	1.532.212	1.536.453	1.532.212
Provisions	(1.547.360)	1.179.062	(1.547.217)	1.093.846
Interest Payable	1.337.074	1.076.358	1.335.537	1.074.705
Interest Receivable	(94.174)	(91.791)	(6.002)	(3.387)
<b>Changes In Working Capital:</b>				
Decrease / ( Increase ) of Inventory	(1.524.252)	(9.111.720)	(1.524.252)	(9.111.720)
Decrease / ( Increase ) of Receivables (decrease) / increase of payables (except loans)	7.790.187	(6.088.333)	5.972.615	(5.532.333)
	(811.354)	11.502.617	(819.289)	11.566.453
<b>Less:</b>				
Interest Paid	(1.072.795)	(977.428)	(1.071.257)	(977.359)
Tax Paid	(276.957)	(485.558)	(211.257)	(433.185)
<b>Total Cash Flow from Operating Activities</b>	<b>7.405.090</b>	<b>2.193.977</b>	<b>5.675.863</b>	<b>2.813.030</b>
<b>Investment Activities</b>				
Cash Inflow from the Sale of Participating Interests	0	0	0	0
Purchase of Non Current Assets	(3.595.641)	(2.431.169)	(3.595.641)	(2.431.169)
Cash Inflow from the Sale of Non Current Assets	244.937	87.633	244.937	87.633
Interest Received	21.690	71.275	6.002	1.890
Divident Received	0	0	0	0
<b>Total Cash Flow from Investment Activities</b>	<b>(3.329.014)</b>	<b>(2.272.261)</b>	<b>(3.344.702)</b>	<b>(2.341.646)</b>
<b>Financing Activities</b>				
Reduction of Share Capital	0	0	0	0
Loans Received	0	10.406.112	0	10.406.112
Loan Redeemed	(1.751.036)	(11.601.583)	(1.751.036)	(11.599.999)
Divident Paid	(1.850)		(1.850)	0
<b>Total Cash Flow from Financing Activities</b>	<b>(1.752.886)</b>	<b>(1.195.471)</b>	<b>(1.752.886)</b>	<b>(1.193.887)</b>
<b>Total Cash Flow</b>	<b>2.323.190</b>	<b>(1.273.755)</b>	<b>578.275</b>	<b>(722.503)</b>
<b>Cash &amp; Cash Equivalents at the Beginning of the Period</b>	<b>2.802.797</b>	<b>7.410.805</b>	<b>440.942</b>	<b>4.123.489</b>
<b>Cash &amp; Cash Equivalents at the End of the Period</b>	<b>5.125.987</b>	<b>6.137.050</b>	<b>1.019.217</b>	<b>3.400.986</b>

**2. STATEMENT OF COMPREHENSIVE INCOME**

(Amounts in €)	Group			Company					
	1/1-30/06/2012	1/1-30/06/2011	1/4-30/06/2012	1/4-30/06/2011	1/1-30/06/2012	1/1-30/06/2011	1/4-30/06/2012	1/4-30/06/2011	
Sales	43.371.023	44.869.765	21.168.351	23.660.743	43.371.023	44.869.765	21.168.351	23.660.743	
Cost of Sales	(33.665.106)	(32.809.143)	(17.151.286)	(17.429.142)	(33.665.106)	(32.809.143)	(17.151.286)	(17.429.142)	
<b>Gross Profit</b>	<b>9.705.917</b>	<b>12.060.622</b>	<b>4.017.065</b>	<b>6.231.601</b>	<b>9.705.917</b>	<b>12.060.622</b>	<b>4.017.065</b>	<b>6.231.601</b>	
Other Income	2.045.160	2.342.779	1.248.812	1.527.736	2.045.160	2.342.324	1.248.812	1.527.736	
Distribution Expenses	(6.698.693)	(7.200.202)	(3.534.913)	(3.979.650)	(6.698.693)	(7.200.202)	(3.534.913)	(3.979.650)	
Administration Expenses	(1.641.020)	(2.068.801)	(708.464)	(1.060.583)	(1.612.906)	(2.037.492)	(695.466)	(1.036.244)	
Other Expenses	(100.196)	(491.272)	(47.348)	(339.381)	(99.411)	(490.136)	(47.348)	(338.705)	
Interest Income	94.174	91.791	31.687	48.178	6.002	3.387	637	1.056	
Interest Expenses	(1.337.074)	(1.076.359)	(611.222)	(553.756)	(1.335.537)	(1.074.705)	(610.729)	(552.979)	
<b>Pre Tax Profit</b>	<b>2.068.268</b>	<b>3.658.558</b>	<b>395.617</b>	<b>1.874.145</b>	<b>2.010.532</b>	<b>3.603.798</b>	<b>378.058</b>	<b>1.852.815</b>	
Income Tax	(672.324)	(1.149.332)	(130.779)	(560.763)	(632.731)	(1.162.843)	(122.539)	(582.448)	
<b>Profit from Continuing Operations</b>	<b>1.395.944</b>	<b>2.509.226</b>	<b>264.838</b>	<b>1.313.382</b>	<b>1.377.801</b>	<b>2.440.955</b>	<b>255.519</b>	<b>1.270.367</b>	
<b>Profit from Discontinuous Operations</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	
<b>Profit After Tax</b>	<b>1.395.944</b>	<b>2.509.226</b>	<b>264.838</b>	<b>1.313.382</b>	<b>1.377.801</b>	<b>2.440.955</b>	<b>255.519</b>	<b>1.270.367</b>	
<b>Other Non Comprehensive Income</b>									
Revaluation of Non Current Assets	0	0	0	0	0	0	0	0	
<b>Total Comprehensive Income</b>	<b>1.395.944</b>	<b>2.509.226</b>	<b>264.838</b>	<b>1.313.382</b>	<b>1.377.801</b>	<b>2.440.955</b>	<b>255.519</b>	<b>1.270.367</b>	
<b>Profit for the Period Attributable to:</b>									
Equity Shareholders	1.395.944	2.509.226	264.838	1.313.382	1.377.801	2.440.955	255.519	1.270.367	
Non Controlling Interests	0	0	0	0	0	0	0	0	
<b>E.P.S.</b>									
Basic	<b>0,0917</b>	<b>0,1648</b>	<b>0,0174</b>	<b>0,0863</b>	<b>0,0905</b>	<b>0,1604</b>	<b>0,0168</b>	<b>0,0835</b>	
<b>E.P.S. from Continuing Operations</b>									
Basic	<b>0,0917</b>	<b>0,1648</b>	<b>0,0174</b>	<b>0,0863</b>	<b>0,0905</b>	<b>0,1604</b>	<b>0,0168</b>	<b>0,0835</b>	
<b>Proposed dividend per share</b>	0,00000	0,00000	0,00000	0,00000	0,00000	0,00000	0,00000	0,00000	
<b>Depreciation</b>	1.536.453	1.532.212	768.278	769.891	1.536.453	1.532.212	768.278	769.891	
<b>E.B.I.T. from Continuing Operations</b>	3.311.168	4.643.126	975.152	2.379.722	3.340.067	4.675.116	988.150	2.404.737	
<b>E.B.I.T.D.A. from Continuing Operations</b>	4.847.621	6.175.338	1.743.430	3.149.613	4.876.520	6.207.328	1.756.428	3.174.628	

**ADDITIONAL ELEMENTS AND INFORMATION**

1. The interim Financial Statements of first segment of 2012 (1/1-30/6/2012) has been reviewed by a Certified Auditor - Accountant and have been composed according to the International Financial Reporting Standards (IFRS) and specifically according to the International Financial Standards 34 for the interim financial statements.

2. 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 STAKE	RELATIONSHIP WITH THE PARENT COMPANY	CONSOLIDATION METHOD	UNAUDITED TAX FISCAL YEARS
LOULIS MILLS S.A.	Sourpi Magnisias	Parent	Parent	-	6
LOULIS INTERNATIONAL FOODS ENTERPRISES Ltd.	Levkosia-Cyprus	98,70%	Direct	Full	7
LOULIS INTERNATIONAL FOODS ENTERPRISES BULGARIA Ltd.	Levkosia-Cyprus	100,00%	Direct	Full	7
LOULIS MEL BULGARIA S.A	Sofia-Bulgaria	100,00%	Indirect	Full	9

3. The company has applied the basic accounting principles of the balance sheet 31-12-2011.

4. Tangible assets of Loulis Mills S.A., up to the amount of €40.4 million, were used as collateral in order to secure a bond loan, worth of € 29.50 million

5. There are no pending judicial cases or court decisions, which may have a material impact on the financial operations of the Company.

6. The total number of employees at 30/6/2012, for the Group: 221 and for the Company: 221 instead of 225 for the Group in 30/6/2011 and 225 for the Company.

7. The company's purchases and sales accumulatively from the beginning of the fiscal year and the balance of inventories and trade receivables of the Group and the parent company is :

	<u>Consolidated</u>	<u>Company</u>
a) Sale of products and services	--	--
b) Purchase of products and services	--	--
c) Receivables	--	2.000.000
d) Inventories	--	--
e) Transactions and salaries of the members of BoD and	221.732	221.732
f) Receivables occurred from executives and members of BoD	933	933
g) Obligations towards executives and other members of	--	--

8. Investments on tangible fixed assets during the first six months of 2012 are for the Group and the Company € 3,596 thousand

9. The Company has made a provision of € 600.000 for the unaudited tax years

10. The General Meeting of 20/6/2012 has decided to increase the nominal value of the shares by € 0.20 with capitalisation of share premium reserve up to the amount of € 3,324,566.40. At the same time it has been decided the share capital to be decreased by € 3,324,566.40 and the amount to be paid cash to the shareholders. At the same General Meeting was decided to write off 1,400,556 own shares.