



# LOULIS MILLS S.A.

10344/06/B/86/131

Loulis Port, Sourpi Magnisias

## Financial Statements for the Year 1 January 2012 - 31 December 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.

Indicatively such readers may refer to the Company's website, where such information is posted.

1. STATEMENT OF FINANCIAL POSITION				
(Amounts in €)	Group		Company	
	31/12/2012	31/12/2011	31/12/2012	31/12/2011
<b>ASSETS</b>				
<b>NON CURRENT ASSETS</b>				
Tangible Fixed Assets	107.881.983	110.666.801	107.881.983	110.666.801
Investment Properties	197.268	197.268	197.268	197.268
Other Intangible Assets	217.953	237.060	217.953	237.060
Investment in Subsidiaries	0		236.431	236.431
Other Non Current Assets	178.578	148.433	178.578	148.433
Deferred Tax Assets	0	0	0	0
	<b>108.475.782</b>	<b>111.249.562</b>	<b>108.712.213</b>	<b>111.485.993</b>
<b>Current Asset</b>				
Inventory	20.951.964	13.309.096	20.951.964	13.309.096
Trade Receivables	26.348.821	31.624.062	26.348.821	31.624.062
Cash & Cash Equivalents	3.531.287	2.802.796	1.520.587	440.942
Other Current Assets	4.535.901	3.937.696	1.852.476	1.687.538
	<b>55.367.973</b>	<b>51.673.650</b>	<b>50.673.848</b>	<b>47.061.638</b>
<b>Total Assets</b>	<b>163.843.755</b>	<b>162.923.212</b>	<b>159.386.061</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
Other Reserves	39.954.448	40.349.526	36.711.103	37.208.633
Profit / Loss Carried Forward	400.938	4.004.258	333.078	3.902.100
Currency Exchange Differences	1.061.889	1.061.889	0	0
	<b>83.119.838</b>	<b>87.118.236</b>	<b>78.746.744</b>	<b>82.813.296</b>
<b>Total Equity</b>	<b>83.119.838</b>	<b>87.118.236</b>	<b>78.746.744</b>	<b>82.813.296</b>
<b>Long Term Liabilities</b>				
Long Term Loans	20.750.000	25.000.000	20.750.000	25.000.000
Deferred Tax Liabilities	9.496.118	10.054.045	9.496.118	10.054.045
Severance Provisions	594.843	564.641	594.843	564.641
Other Long Term Liabilities	6.455.467	5.183.529	6.455.467	5.183.529
	<b>37.296.428</b>	<b>40.802.215</b>	<b>37.296.428</b>	<b>40.802.215</b>
<b>Current Liabilities</b>				
Trading Liabilities	18.834.409	16.041.939	18.825.881	16.033.548
Short Term Loans	15.461.195	13.455.324	15.461.195	13.455.324
Tax Liabilities	1.471.459	969.094	1.397.467	917.923
Accrued and Other Current Liabilities	7.660.426	4.536.404	7.658.346	4.525.325
	<b>43.427.489</b>	<b>35.002.761</b>	<b>43.342.889</b>	<b>34.932.120</b>
<b>Total Equity &amp; Liabilities</b>	<b>163.843.755</b>	<b>162.923.212</b>	<b>159.386.061</b>	<b>158.547.631</b>

3. STATEMENT OF CHANGES IN EQUITY				
(Amounts in €)	Group		Company	
	1/1-31/12/2012	1/1-31/12/2011	1/1-31/12/2012	1/1-31/12/2011
<b>Total Equity at the Beginning of the Year (1.1.2012 &amp; 1.1.2011)</b>	<b>87.118.236</b>	<b>0</b>	<b>82.813.296</b>	<b>0</b>
Total Comprehensive After Tax Income	(3.983.692)	0	(4.051.552)	5.069.813
Movement in Reserves	(14.689)	(14.689)	(15.000)	(15.000)
Reduction of Share Premium Attributable to Own Shares	280.111	280.111	280.111	280.111
Reduction of Share Premium	(3.324.566)	(3.324.566)	(3.324.566)	(3.324.566)
Translation Reserve			0	0
	<b>80.075.400</b>	<b>-3.059.144</b>	<b>75.702.289</b>	<b>2.010.358</b>
<b>Total Equity at the End of the Year (31.12.2012 &amp; 31.12.2011)</b>	<b>80.075.400</b>	<b>-3.059.144</b>	<b>75.702.289</b>	<b>2.010.358</b>

2. Statement of Comprehensive Income				
(Amounts in €)	Group		Company	
	1/1-31/12/2012	1/1-31/12/2011	1/1-31/12/2012	1/1-31/12/2011
<b>Sales</b>	<b>91.145.029</b>	<b>95.831.927</b>	<b>91.145.029</b>	<b>95.831.927</b>
<b>Cost of Sales</b>	<b>(70.914.509)</b>	<b>(71.752.048)</b>	<b>(70.914.509)</b>	<b>(71.752.048)</b>
<b>Gross Profit</b>	<b>20.230.520</b>	<b>24.079.879</b>	<b>20.230.520</b>	<b>24.079.879</b>
Other Income	3.460.624	4.102.804	3.460.624	4.102.549
Distribution Expenses	(14.155.260)	(15.165.015)	(14.155.260)	(15.165.015)
Administration Expenses	(3.635.288)	(4.257.013)	(3.591.184)	(4.202.402)
Other Expenses	(36.083)	(833.994)	(35.555)	(832.840)
Interest Income	188.171	195.286	7.027	30.397
Interest Expenses	(2.539.462)	(2.808.929)	(2.536.774)	(2.806.445)
<b>Pre Tax Profit</b>	<b>3.513.222</b>	<b>5.313.018</b>	<b>3.379.398</b>	<b>5.206.123</b>
Income Tax	(3.110.437)	(1.337.073)	(3.046.320)	(1.304.023)
<b>Profit from Continuing Operations</b>	<b>402.785</b>	<b>3.975.945</b>	<b>333.078</b>	<b>3.902.100</b>
<b>Profit from Discontinuous Operations</b>	<b>(1.847)</b>	<b>28.313</b>	<b>0</b>	<b>0</b>
<b>Profit After Tax</b>	<b>400.938</b>	<b>4.004.258</b>	<b>333.078</b>	<b>3.902.100</b>
<b>Other Non Comprehensive Income</b>				
Revaluation of Non Current Assets	(5.535.285)	1.459.640	(5.535.285)	1.459.640
Government Grant 3299/04	50.294	0	50.294	0
Remeasurement Gain/Loss	(6.696)	0	(6.696)	0
Differ Tax	1.107.057	(291.927)	1.107.057	(291.927)
<b>Total Comprehensive Income</b>	<b>(3.983.692)</b>	<b>5.171.971</b>	<b>(4.051.552)</b>	<b>5.069.813</b>
<b>Profit for the Year Attributable to:</b>				
Equity Shareholders	(3.983.692)	5.171.971	(4.051.552)	5.069.813
Non Controlling Interests	0	0	0	0
<b>E.P.S.</b>	<b>0,0263</b>	<b>0,2631</b>	<b>0,0219</b>	<b>0,2563</b>
<b>E.P.S. from Continuing Operations</b>				
<b>Basic</b>	<b>0,0263</b>	<b>0,2631</b>	<b>0,0219</b>	<b>0,2563</b>
<b>Proposed dividend per share</b>	<b>0,00000</b>	<b>0,00000</b>	<b>0,00000</b>	<b>0,00000</b>
<b>Depreciation</b>	<b>3.280.832</b>	<b>3.082.622</b>	<b>3.280.832</b>	<b>3.082.622</b>
<b>E.B.I.T. from Continuing Operations</b>	<b>5.864.513</b>	<b>7.926.661</b>	<b>5.909.145</b>	<b>7.982.171</b>
<b>E.B.I.T.D.A. from Continuing Operations</b>	<b>9.145.345</b>	<b>11.009.283</b>	<b>9.189.977</b>	<b>11.064.793</b>

4. CASH FLOW STATEMENT				
	Group		Company	
	31/12/2012	31/12/2011	31/12/2012	31/12/2011
<b>Operating Activities</b>				
Pre tax Profit (Continuing Operations)	3.513.222	5.313.018	3.379.398	5.206.123
Pre tax Profit (Discontinuous Operations)	(1.847)	(3.495)	0	0
<i>Adjustment for:</i>				
Depreciation	3.280.832	3.082.622	3.280.832	3.082.622
Provisions	(2.811.501)	156.128	(2.849.576)	101.228
Interest Payable	2.539.462	2.808.929	2.536.774	2.806.445
Interest Receivable	(188.170)	(194.971)	(7.027)	(30.397)
<b>Changes In Working Capital:</b>				
Decrease / ( Increase ) of Inventory	(7.642.868)	(4.849.478)	(7.642.868)	(4.849.478)
Decrease / ( Increase ) of Receivables (Decrease) / Increase of payables (except loans)	4.946.890	(4.671.030)	5.380.157	(3.709.365)
	<b>8.660.213</b>	<b>7.385.427</b>	<b>8.644.766</b>	<b>7.414.889</b>
<b>Less:</b>				
Interest Paid	(2.333.932)	(2.376.105)	(2.331.244)	(2.373.621)
Tax Paid	(1.249.125)	(771.382)	(1.226.441)	(702.449)
Operating Cash flows from Discontinuous Operations	(2.560)	(5.313)	0	0
<b>Total Cash Flow from Operating Activities</b>	<b>8.710.616</b>	<b>5.874.350</b>	<b>9.164.771</b>	<b>6.945.997</b>
<b>Investment Activities</b>				
Purchase of Non Current Assets	(6.082.823)	(7.112.175)	(6.082.823)	(7.112.175)
Cash Inflow from the Sale of Non Current Assets	249.799	136.873	249.799	136.873
Interest Received	110.028	169.907	7.027	24.037
Investing Cash flows from Discontinuous Operations	0	315	0	0
<b>Total Cash Flow from Investment Activities</b>	<b>(5.722.996)</b>	<b>(6.805.080)</b>	<b>(5.825.997)</b>	<b>(6.951.265)</b>
<b>Financing Activities</b>				
Reduction of Share Capital	0	(3.324.646)	0	(3.324.646)
Loan Redeemed	(2.244.129)	(333.483)	(2.244.129)	(333.483)
Dividend Paid	(15.000)	(19.150)	(15.000)	(19.150)
<b>Total Cash Flow from Financing Activities</b>	<b>(2.259.129)</b>	<b>(3.677.279)</b>	<b>(2.259.129)</b>	<b>(3.677.279)</b>
<b>Total Cash Flow</b>	<b>728.491</b>	<b>(4.608.009)</b>	<b>1.079.645</b>	<b>(3.682.547)</b>
<b>Cash &amp; Cash Equivalents at the Beginning of the Year</b>	<b>2.802.796</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 Year</b>	<b>3.531.287</b>	<b>2.802.796</b>	<b>1.520.587</b>	<b>440.942</b>

**ADDITIONAL ELEMENTS AND INFORMATION**

1. The companies which have been consolidated in the above financial statements are presented in the following table with the participation percentages:

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	-	2
LOULIS INTERNATIONAL FOODS ENTERPRISES Ltd.	Levkosia-Cyprus	100,00%	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

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

3. Tangible assets of Loulis Mills S.A., up to the amount of € 40.4 million has been established to secure bond loan € 26.75 million

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

5. The total number of employees at 31/12/2012, for the Group: 214 and for the Company: 214 instead of 223 for the Group in 31/12/2011 and 223 for the Company.

6. 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	--	--
d) Inventories	--	--
e) Transactions and salaries of the members of BoD and	474.978	474.978
f) Receivables occurred from executives and members of BoD	1.391	1.391
g) Obligations towards executives and other members of	--	--

7. Investments on tangible fixed assets for the year 2012 are for the Group and the Company € 4,775 thousand

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

9. At mid-September 2012 the plant of our company in Keratsini has started operation after the renewal. The renewal has hold for more than 20 months and the cost of the investement was arround € 10 millions.

10. The tax audit for the years 2006-2009 finished on February 2013. From the audit additional taxes € 1.656 thousand and incremental payments of € 375 thousand have been occurred. For those years the company had made a provision of € 600 thousand

11. On 1/10/2012 the subsidiary company LIFE Ltd stopped its operations and it is on the process of liquidation. Therefore, the company is consolidated under IFRS 5 Discontinued Operations

12. On February 2013 the liquidation of LOULIS MEL BULGARIA EAD was decided. For the year 2012 the company has been consolidated under IAS 10

13. On February 2013 a revaluation of company's tangible assets was carried out. From the revaluation an impairment loss of € 5,535 thousand and a defer tax of € 1,107 thousand has been occurred presented in the Statement of Comprehensive Income in the line of other comprehensive income according to IAS 16

14. The Board of Directors has not proposed any dividend for the year 2012

15. Due to the latest events in Cyprus the Company informs the public that it did not have material amounts of money in the Cypriot Banks CPB and Bank of Cyprus. Also informs the public that Group's revenue from Cyprus was 0.12% of the total revenue in 2012 and so, it is not expected to affect Group profits in the following year.