

**PHILIPPOS NAKAS S.A.**

Reg. no. 3769/06/B/86/68

19th km. Lavriou Avenue - Peania

Figures and information for the financial year from 1st July 2013 to 30th June 2014 (Publicized according to the law 2190/1920, article 135, for companies preparing annual financial statements consolidated or not according to the IFRS.)

The following figures and information, that derive from the Company's financial statements, aim to provide a general briefing for the financial position and the results of "PHILIPPOS NAKAS S.A." company and group for the fiscal year ended in 30.06.2013. Therefore it is recommended to any reader, before proceeding in any type of investment choice or other transaction with the Company, to visit the Company's web-page where the financial statements prepared according to the International Financial Reporting Standards are posted, as well as the Certified Auditor's Report whenever this is required.

Head office:	19th, km. Lavriou Avenue, 190 02, Peania - Attica
Company's Registration number:	3769/06/B/86/68
General Commerce Register No.:	327701000
Competent Authority:	Ministry of Development Department of Societe Anonymes & Loyalty
Date of approval of the annual financial statements by the B.o.D.	22 September 2014
Certified Auditor:	Ilias T. Kalinteris (Reg no. 36951)
Auditing Company:	SOL SA
Type of auditor's report:	Agreable
Web site address:	<a href="http://www.nakas.gr">www.nakas.gr</a>

BOARD OF DIRECTORS				
1.	President and Managing Director - Konstantinos Nakas			
2.	Vice-President - George Nakas			
3.	Stelios Vasilakis - Executive member			
4.	Spyros Barbatos - Independent non-executive member			
5.	George Vergos - Independent non-executive member			

DATA OF BALANCE SHEET (consolidated and non-consolidated) sums in €				
ASSETS	THE GROUP		THE COMPANY	
	30/6/2014	30/6/2013	30/6/2014	30/6/2013
Own-used tangible assets	13.446.283,72	12.964.033,74	13.350.379,77	12.896.000,16
Intangible assets	49.556,52	77.170,63	49.556,52	77.170,63
Other non-current assets	226.701,58	236.437,27	484.493,51	498.199,20
Inventory	9.132.591,87	8.529.032,69	8.644.974,09	8.157.619,14
Customers	2.602.662,82	2.618.141,98	3.030.461,68	3.059.752,82
Other assets	351.101,83	543.755,86	346.684,24	511.608,89
Cash and equivalents	1.560.163,89	1.822.055,44	1.525.501,47	1.738.872,67
<b>TOTAL ASSETS</b>	<b>27.369.062,23</b>	<b>26.790.627,61</b>	<b>27.432.051,28</b>	<b>26.939.223,51</b>
<b>NET EQUITY AND LIABILITIES</b>				
Share capital	3.804.000,00	3.804.000,00	3.804.000,00	3.804.000,00
Other net equity results	12.884.080,71	12.704.823,08	13.077.460,58	12.893.279,97
<b>Total equity of company's shareholders (a)</b>	<b>16.688.080,71</b>	<b>16.508.823,08</b>	<b>16.881.460,58</b>	<b>16.697.279,97</b>
Minority rights (b)	604,62	701,29	0,00	0,00
<b>Total equity (c) = (a)+(b)</b>	<b>16.688.685,33</b>	<b>16.509.524,37</b>	<b>16.881.460,58</b>	<b>16.697.279,97</b>
Long term loan liabilities	5.000.000,00	5.000.000,00	5.000.000,00	5.000.000,00
Provisions / Other longterm liabilities	1.664.436,10	1.531.950,46	1.681.683,79	1.547.620,47
Short term loan liabilities	1.209.463,16	1.209.423,35	1.209.463,16	1.209.423,35
Other short term liabilities	2.806.477,64	2.539.729,43	2.659.443,75	2.484.899,72
<b>Total liabilities (d)</b>	<b>10.680.376,90</b>	<b>10.281.103,24</b>	<b>10.550.590,70</b>	<b>10.241.943,54</b>
<b>TOTAL NET EQUITY AND LIABILITIES (c)+(d)</b>	<b>27.369.062,23</b>	<b>26.790.627,61</b>	<b>27.432.051,28</b>	<b>26.939.223,51</b>

CASH FLOW STATEMENT (consolidated and non-consolidated) sums in €				
	THE GROUP		THE COMPANY	
	1/7/13-30/6/14	1/7/12-30/6/13	1/7/13-30/6/14	1/7/12-30/6/13
<b>Operation activities</b>				
Loss - Profit before taxes	300.848,85	(573.184,10)	307.446,18	(736.778,71)
Plus / less adjustments for:				
Depreciation	610.890,36	728.606,91	576.690,69	708.124,39
Provisions	68.141,07	(39.777,52)	63.545,94	171.128,30
Results (income, expenses, profit & loss) from investment activities	(46.689,34)	38.062,74	(41.477,36)	38.062,74
Interest and related expenses	446.574,20	426.139,05	446.574,20	421.443,44
Operation profit before changes of working capital	1.379.765,14	579.847,08	1.352.779,65	601.980,16
Plus/Less adjustments of working capital to net cash or related to operating activities:				
Decrease / (increase) in inventories	(603.559,18)	1.368.301,36	(487.354,95)	1.297.715,08
Decrease / (increase) in receivables	130.273,75	(99.958,49)	124.921,48	(82.279,78)
Decrease / (increase) of payable accounts (except banks)	301.648,75	(231.770,43)	209.444,57	(242.818,26)
Less:				
Interest paid	416.322,39	426.139,05	416.322,39	421.443,44
Tax paid	34.900,54	82.511,45	34.900,54	421.443,44
<b>Total inflow / (outflow) from Operating Activities (a)</b>	<b>756.905,53</b>	<b>1.107.769,02</b>	<b>748.567,82</b>	<b>1.070.642,31</b>
<b>Cash flows from investment activities:</b>				
Purchases of PPE and intangible assets	(1.066.053,83)	(205.955,07)	(1.003.483,78)	(204.705,07)
Proceeds from sale of PPE and intangible assets	0,00	12.677,26	0,00	12.677,26
Interests received	47.216,94	36.899,09	41.504,95	36.899,09
<b>Total inflow / (outflow) from Investing Activities (b)</b>	<b>(1.018.836,89)</b>	<b>(156.378,72)</b>	<b>(961.978,83)</b>	<b>(155.128,72)</b>
<b>Cash flows from financing activities:</b>				
Net change of short-term loans	39,81	(69.074,63)	39,81	(69.074,63)
Dividends paid	0,00	0,00	0,00	0,00
<b>Total inflow / (outflow) from Financing Activities (c)</b>	<b>39,81</b>	<b>(69.074,63)</b>	<b>39,81</b>	<b>(69.074,63)</b>
<b>Net increase/(decrease) in cash and cash equivalents (a) + (b) + (c)</b>	<b>(261.891,55)</b>	<b>882.315,67</b>	<b>(213.371,20)</b>	<b>846.438,96</b>
<b>Cash and cash equivalents at the beginning of the year</b>	<b>1.822.055,44</b>	<b>939.739,77</b>	<b>1.738.872,67</b>	<b>892.433,71</b>
<b>Cash and cash equivalents at the end of the year</b>	<b>1.560.163,89</b>	<b>1.822.055,44</b>	<b>1.525.501,47</b>	<b>1.738.872,67</b>

INCOME STATEMENT FOR THE YEAR (consolidated and non-consolidated) sums in €				
	THE GROUP		THE COMPANY	
	1/7/13-30/6/14	1/7/12-30/6/13	1/7/13-30/6/14	1/7/12-30/6/13
Turnover	17.522.607,80	17.008.151,21	17.128.701,15	16.646.689,21
Gross profit	6.133.070,08	5.761.007,83	5.947.083,24	5.596.265,70
Profit before taxes, financing and investing results	700.206,11	(144.126,58)	712.515,43	(307.529,68)
Loss - Profit before taxes	300.848,85	(573.184,10)	307.446,18	(736.778,71)
Loss - Profit after taxes (A)	198.994,47	(634.741,34)	204.014,12	(801.321,17)
Attributable to:				
- company's shareholders	199.091,14	(634.721,30)	204.014,12	(801.321,17)
- minority shareholders	(96,67)	(20,04)	0,00	0,00
<b>Figures that probably won't be classified in the income statement later on.</b>	<b>(19.833,51)</b>	<b>(357.380,29)</b>	<b>(19.833,51)</b>	<b>(358.833,21)</b>
Other total income after taxes (B)	179.160,96	(992.121,63)	184.180,61	(1.160.154,38)
Total income after taxes (A) + (B)	179.160,96	(992.121,63)	184.180,61	(1.160.154,38)
Attributable to:				
- company's shareholders	179.257,63	(992.101,59)	184.180,61	(1.160.154,38)
- minority rights	(96,67)	(20,04)	0,00	0,00
Profit after taxes per share (in €)	0,0314	(0,1001)	0,0322	(0,1264)
Suggested dividend	-	-	-	-
Profit before taxes, financing and investing results and depreciation-amortisation	1.311.096,47	584.480,33	1.289.206,12	400.594,71

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR (consolidated and non-consolidated) sums in €				
	THE GROUP		THE COMPANY	
	1/7/13-30/6/14	1/7/12-30/6/13	1/7/13-30/6/14	1/7/12-30/6/13
Total equity of period opening balance (01/07/2013 and 1/7/2012 respectively)	16.509.524,37	17.501.646,00	16.697.279,97	17.857.434,35
Profit after tax for the period (going and interrupted activities)	198.994,47	(634.741,34)	204.014,12	(801.321,17)
Net income recorded directly to net equity.	(19.833,51)	(357.380,29)	(19.833,51)	(358.833,21)
Total equity at the end of the year (30/6/2014 and 30/6/2013 respectively)	16.688.685,33	16.509.524,37	16.881.460,58	16.697.279,97

ADDITIONAL INFORMATION				
1.	The annual financial statements of 30.06.2014 have been prepared according to the IFRS.			
2.	The consolidated items include the mother company and the following subsidiary companies, which have been consolidated with the full consolidation method.			
	Registered Office	% participation	Type of consolidation	un-audited tax years
1.1.	PHILIPPOS NAKAS S.A. (mother company)	Greece	άμεση	2
1.2.	NAKAS MUSIC CYPRUS LTD	Cyprus	άμεση	2
1.3.	I.E.K. PHILIPPOS NAKAS LTD.	Greece	άμεση	7
3.	The mother company has been audited by the tax authorities up to 30.06.2008. For the year ended in 30.6.2009 the company concluded its tax statement according to the article 18, par.4 L.4002/22.8.2011. For the years ended in 30.6.2011, 30.6.2012, 30.6.2013 and 30.6.2014 the company applies the regulations of POL 1159/26.7.2011 regarding the acquisition of tax certificate from Certified Auditors and Auditing offices. Until the date of the announcement of the annual results, the unaudited years are the ones ended in 30.06.2010 and 30.06.2014.			
4.	The Group applies the IFRS since July 2005.			
5.	On the assets of the enterprises included in the consolidation, there is a registered mortgage of total amount €3.4 millions			
6.	There are no disputed or under arbitration cases against the Company of national or administrative courts that may have a material effect on its financial position.			
7.	Number of employees at the end of the current fiscal year: Group: 336 Company: 332 Number of employees at the end of the previous fiscal year: Group 355 Company: 351			

8.	Earnings per share of the mother company were calculated according to the weighted average number of its share in circulation.			
9.	Cumulative income from sales and purchases from the beginning of the year and the balances of the receivables and liabilities at the end of the current financial year that have resulted from transactions with related parties as per IAS 24 are:			
	(amounts in €)			
	The Group	The company		
a)	0,00	198.516,08		
b)	525.263,92	525.263,92		
c)	0,00	510.837,06		
d)	0,00	0,00		
e)	645.669,14	645.669,14		
f)	0,00	0,00		
g)	160.227,98	160.227,98		
10.	The following provisions and decrements have been formed cumulatively:			
	The Group	The Company		
(α)	308.537,36 €	278.612,97 €		
(β)	773.811,58 €	773.811,58 €		
(γ)	0,00 €	431.500,00 €		
11.	The other total income recorded directly to the net equity refer to actuarial deficits for the current fiscal year, from the implementation of the revised IFRS 19, as well as to amounts of readjusted deferred taxes based on the new rate of income tax on shaped reserves of arguable assets' value for the previous fiscal year.			

PEANIA, 22 SEPTEMBER 2014

THE PRESIDENT  
OF THE B.o.D.

THE VICE-PRESIDENT OF  
THE B.o.D.

THE FINANCIAL DIRECTOR

THE ACCOUNTING DEPT.  
DIRECTOR

KONSTANTINOS PH. NAKAS

GEORGE PH. NAKAS

MARIA P. HADJIGEORGIOU

KONSTANTINOS PISTIOLIS  
A.A.O.E.E. 49790 - Α' ΤΑΞΗΣ