

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 2012 to 30th June 2013 (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. | 24 September 2013 |
| Certified Auditor: | Andreas Diamantopoulos |
| Auditing Company: | SOL S.A. |
| Type of auditor's report: | Agreable |
| Web site address: | www.nakas.gr |

| 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 | |
| | 30/6/2013 | 30/6/2012 | 30/6/2013 | 30/6/2012 |
| Own-used tangible assets | 12.964.033,74 | 13.541.141,87 | 12.896.000,16 | 13.453.875,77 |
| Intangible assets | 77.170,63 | 106.596,62 | 77.170,63 | 106.596,62 |
| Other non-current assets | 236.437,27 | 232.364,21 | 498.199,20 | 715.626,14 |
| Inventory | 8.529.032,69 | 9.897.334,05 | 8.157.619,14 | 9.455.334,22 |
| Customers | 2.618.141,98 | 2.583.942,66 | 3.059.752,82 | 3.034.629,95 |
| Other assets | 543.755,86 | 525.647,01 | 511.608,89 | 493.525,04 |
| Cash and equivalents | 1.822.055,44 | 939.739,77 | 1.738.872,67 | 892.433,71 |
| TOTAL ASSETS | 26.790.627,61 | 27.826.766,19 | 26.939.223,51 | 28.152.021,45 |
| ΚΑΘΑΡΗ ΟΞΗ ΚΑΙ ΥΠΟΧΡΕΩΣΕΙΣ | | | | |
| Share capital | 3.804.000,00 | 3.804.000,00 | 3.804.000,00 | 3.804.000,00 |
| Other net equity results | 12.854.620,51 | 13.696.924,67 | 13.043.077,40 | 14.053.473,95 |
| Total equity of company's shareholders (a) | 16.658.620,51 | 17.500.924,67 | 16.847.077,40 | 17.857.473,95 |
| Minority rights (b) | 701,29 | 721,33 | 0,00 | 0,00 |
| Total equity (c) = (a)+(b) | 16.659.321,80 | 17.501.646,00 | 16.847.077,40 | 17.857.473,95 |
| Long term loan liabilities | 5.000.000,00 | 5.677.897,98 | 5.000.000,00 | 5.677.897,98 |
| Provisions / Other longterm liabilities | 1.382.153,03 | 1.227.511,45 | 1.397.823,04 | 1.240.720,64 |
| Short term loan liabilities | 1.209.423,35 | 600.600,00 | 1.209.423,35 | 600.600,00 |
| Other short term liabilities | 2.539.729,43 | 2.819.110,76 | 2.484.899,72 | 2.775.328,88 |
| Total liabilities (d) | 10.131.305,81 | 10.325.120,19 | 10.092.146,11 | 10.294.547,50 |
| TOTAL NET EQUITY AND LIABILITIES (c)+(d) | 26.790.627,61 | 27.826.766,19 | 26.939.223,51 | 28.152.021,45 |

| CASH FLOW STATEMENT (consolidated and non-consolidated) sums in € | | | | |
|--|---------------------|-----------------------|---------------------|-----------------------|
| | THE GROUP | | THE COMPANY | |
| | 1/7/12-30/6/13 | 1/7/11-30/6/12 | 1/7/12-30/6/13 | 1/7/11-30/6/12 |
| Operation activities | | | | |
| Loss - Profit before taxes | (573.184,10) | (1.939.943,78) | (738.795,63) | (1.897.552,38) |
| Plus / less adjustments for: | | | | |
| Depreciation | 728.606,91 | 924.205,03 | 708.124,39 | 900.639,39 |
| Provisions | (39.777,52) | (16.842,00) | 173.145,22 | (16.842,00) |
| Results (income, expenses, profit & loss) from investment activities | 38.062,74 | (35.720,94) | 38.062,74 | (31.056,83) |
| Interest and related expenses | 426.139,05 | 504.515,32 | 421.443,44 | 504.514,30 |
| Operation profit before changes of working capital | 579.847,08 | (563.786,37) | 601.980,16 | (540.297,52) |
| Plus/Less adjustments of working capital to net cash or related to operating activities: | | | | |
| Decrease / (increase) in inventories | 1.368.301,36 | 540.566,20 | 1.297.715,08 | 558.778,73 |
| Decrease / (increase) in receivables | (99.958,49) | 1.122.565,29 | (82.279,78) | 1.368.027,82 |
| Decrease / (increase) of payable accounts (except banks) | (231.770,43) | (806.102,22) | (242.818,26) | (816.478,75) |
| Less: | | | | |
| Interest paid | 426.139,05 | 459.235,88 | 421.443,44 | 459.234,86 |
| Tax paid | 82.511,45 | 170.947,49 | 82.511,45 | 170.947,49 |
| Total inflow / (outflow) from Operating Activities (a) | 1.107.769,02 | (336.940,47) | 1.070.642,31 | (60.152,07) |
| Cash flows from investment activities: | | | | |
| Purchases of PPE and intangible assets | (205.955,07) | (1.021.272,44) | (204.705,07) | (1.020.830,02) |
| Proceeds from sale of PPE and intangible assets | 12.677,26 | 17.469,78 | 12.677,26 | 17.469,78 |
| Payments for acquisition of holdings in daughter companies | 0,00 | 0,00 | 0,00 | (300.000,00) |
| Interests received | 36.899,09 | 46.725,79 | 36.899,09 | 42.061,14 |
| Total inflow / (outflow) from Investing Activities (b) | (156.378,72) | (957.076,87) | (155.128,72) | (1.261.299,10) |
| Cash flows from financing activities: | | | | |
| Net change of short-term loans | (69.074,63) | (313,62) | (69.074,63) | (313,62) |
| Dividends paid | 0,00 | (6.399,31) | 0,00 | (6.399,31) |
| Total inflow / (outflow) from Financing Activities (c) | (69.074,63) | (6.712,93) | (69.074,63) | (6.712,93) |
| Net increase/(decrease) in cash and cash equivalents (a) + (b) + (c) | 882.315,67 | (1.300.730,27) | 846.438,96 | (1.328.164,10) |
| Cash and cash equivalents at the beginning of the year | 939.739,77 | 2.240.470,04 | 892.433,71 | 2.220.597,81 |
| Cash and cash equivalents at the end of the year | 1.822.055,44 | 939.739,77 | 1.738.872,67 | 892.433,71 |

| INCOME STATEMENT FOR THE YEAR (consolidated and non-consolidated) sums in € | | | | |
|--|----------------------|----------------------|----------------------|----------------------|
| | THE GROUP | | THE COMPANY | |
| | 1/7/12-30/6/13 | 1/7/11-30/6/12 | 1/7/12-30/6/13 | 1/7/11-30/6/12 |
| Turnover | 17.008.151,21 | 17.994.587,23 | 16.646.689,21 | 17.572.961,84 |
| Gross profit | 5.761.007,83 | 5.920.425,41 | 5.596.265,70 | 5.709.730,08 |
| Profit before taxes, financing and investing results | (144.126,58) | (1.507.303,49) | (309.546,60) | (1.460.248,46) |
| Loss - Profit before taxes | (573.184,10) | (1.939.943,78) | (738.795,63) | (1.897.552,38) |
| Loss - Profit after taxes (A) | (634.741,34) | (2.075.294,17) | (802.813,69) | (2.033.447,05) |
| Attributable to: | | | | |
| - company's shareholders | (634.721,30) | (2.075.231,56) | (802.813,69) | (2.033.447,05) |
| - minority shareholders | (20,04) | (62,61) | 0,00 | 0,00 |
| Figures that probably won't be classified in the income statement later on. | | | | |
| Other total income after taxes (B) | (207.582,86) | (839.246,52) | (207.582,86) | (839.246,52) |
| Total income after taxes (A) + (B) | (842.324,20) | (2.914.540,69) | (1.010.396,55) | (2.872.693,57) |
| Attributable to: | | | | |
| - company's shareholders | (842.304,16) | (2.914.478,08) | (1.010.396,55) | (2.872.693,57) |
| - minority rights | (20,04) | (62,61) | 0,00 | 0,00 |
| Profit after taxes per share (in €) | (0,1001) | (0,3273) | (0,1266) | (0,3207) |
| Suggested dividend | - | - | - | - |
| Profit before taxes, financing and investing results and depreciation-amortisation | 584.480,33 | (583.098,46) | 398.577,79 | (559.609,07) |

| STATEMENT OF CHANGES IN EQUITY FOR THE YEAR (consolidated and non-consolidated) sums in € | | | | |
|---|----------------------|----------------------|----------------------|----------------------|
| | THE GROUP | | THE COMPANY | |
| | 1/7/12-30/6/13 | 1/7/11-30/6/12 | 1/7/12-30/6/13 | 1/7/11-30/6/12 |
| Total equity of period opening balance (01/07/2012 and 1/7/2011 respectively) | 17.501.646,00 | 20.416.186,69 | 17.857.473,95 | 20.730.167,52 |
| Profit after tax for the period (going and interrupted activities) | (634.741,34) | (2.075.294,17) | (802.813,69) | (2.033.447,05) |
| Net income recorded directly to net equity. | (207.582,86) | (839.246,52) | (207.582,86) | (839.246,52) |
| Total equity at the end of the year (30/6/2013 and 30/6/2012 respectively) | 16.659.321,80 | 17.501.646,00 | 16.847.077,40 | 17.857.473,95 |

| ADDITIONAL INFORMATION | | | | |
|--|-------------------|-----------------|-----------------------|----------------------|
| 1. The annual financial statements of 30.06.2012 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 | | direct | 2 |
| 1.2. NAKAS MUSIC CYPRUS LTD | Cyprus | 100,00% | direct | 11 |
| 1.3. I.E.K. PHILIPPOS NAKAS LTD. | Greece | 85% | direct | 6 |
| 3. The mother company has been audited by the tax authorities up to 30.06.2008. For the year ended in 30.06.2011 the company concluded its tax statement according to the article 18, par.4 L.4002/22.8.2011. For the years ended in 30.06.2011, 30.06.2012 and 30.06.2013 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 30.06.2013. | | | | |
| 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: 343 Company: 339 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) Sales of goods and services | 0,00 | 177.759,28 | | |
| b) Purchases of goods and services | 0,00 | 0,00 | | |
| c) Receivables | 0,00 | 465.378,60 | | |
| d) Payables | 0,00 | 0,00 | | |
| e) Transactions and remuneration of managerial executives and members of the board. | 682.140,40 | 682.140,40 | | |
| f) Receivables from managerial executives and members of the board. | 0,00 | 0,00 | | |
| g) Liabilities towards managerial executives and members of the board. | 13.732,78 | 13.732,78 | | |
| 10. The following provisions and decrements have been formed cumulatively: | | | | |
| | The Group | The company | | |
| (α) Depreciation of insecure customers | 251.653,05 € | 226.323,79 € | | |
| (β) Provisions for benefits to personnel | 533.782,83 € | 533.782,83 € | | |
| (γ) Decrement from participation in daughter company | 0,00 € | 221.500,00 € | | |
| 11. The other total income recorded directly to the net equity refer to amounts of readjusted deferred taxes based on the new rate of income tax on shaped reserves of arguable assets' value. | | | | |

PEANIA, SEPTEMBER 30, 2013

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