

PHILIPPOS NAKAS S.A

Company's reg. no. 3769/06/B/86/68

19th km. Lavriou Avenue - Peania

Figures and information from the period from July 1st 2013 to December 31st 2013 (According to the Resolution 4/507/28.4.2009 of the Hellenic Capital Market Committee's B.o.d.)

The following figures and information, that derive from the Company's financial statements of the 1st semester, aim to provide a general briefing for the financial position and the results of the 1st semester of "PHILIPPOS NAKAS S.A." company and group. 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.

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| 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 by the B.o.D. 14 February 2014 Certified Auditor: Elias Th. Kalinteris (Reg. no. SOEL 36951) Auditing company: SOL S.A. Type of Auditor's Report: Agreeable Web site address: www.nakas.gr | BOARD OF DIRECTORS 1. President & Managing Director - Konstantinos Ph. Nakas 2. Vice-President - George Ph. Nakas 3. Executive member - Stelios Vasilakis 4. Independent non-executive member - Spyros Barbatos 5. Independent non-executive member - George Vergos |
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| DATA OF BALANCE SHEET (consolidated and non-consolidated) sums in € | | | | CASH FLOW STATEMENT (consolidated and non-consolidated) sums in € | | | | | |
|---------------------------------------------------------------------|----------------------|----------------------|----------------------|-------------------------------------------------------------------|--------------------------------------------------------------------------------------------|---------------------|---------------------|---------------------|---------------------|
| ASSETS | THE GROUP | | THE COMPANY | | CASH FLOWS FROM OPERATING ACTIVITIES | THE GROUP | | THE COMPANY | |
| | 31/12/2013 | 30/6/2013 | 31/12/2013 | 30/6/2013 | | 1/7/13-31/12/13 | 1/7/12-31/12/12 | 1/7/13-31/12/13 | 1/7/12-31/12/12 |
| Tangible assets used by the company | 12.963.216,58 | 12.964.033,74 | 12.904.452,98 | 12.896.000,16 | Profit before taxes | 162.209,39 | (187.148,35) | 140.546,24 | (190.563,95) |
| Intangible assets | 61.773,86 | 77.170,63 | 61.773,86 | 77.170,63 | Plus / Less adjustments for: | | | | |
| Other non-current assets | 227.637,27 | 236.437,27 | 489.399,20 | 498.199,20 | Depreciation | 296.810,82 | 374.060,77 | 287.280,26 | 362.277,95 |
| Inventories | 8.727.241,76 | 8.529.032,69 | 8.291.610,54 | 8.157.619,14 | Provisions | (10.773,86) | 5.329,50 | (10.773,86) | 5.329,50 |
| Trade and other receivables | 2.582.970,81 | 2.618.141,98 | 3.072.589,66 | 3.059.752,82 | Results (income, expenses, profit and loss) from investing activities | (18.422,33) | (9.700,10) | (18.332,25) | (9.700,10) |
| Other assets | 256.703,24 | 543.755,86 | 222.798,22 | 511.608,89 | Interest and related expenses | 218.978,92 | 258.811,50 | 218.978,92 | 257.804,72 |
| Cash and equivalents | 2.415.770,62 | 1.822.055,44 | 2.341.434,38 | 1.738.872,67 | Operating profit before changes on the working capital | 648.802,94 | 441.353,32 | 617.699,31 | 425.148,12 |
| TOTAL ASSETS | 27.235.314,14 | 26.790.627,61 | 27.384.058,84 | 26.939.223,51 | Plus / less adjustments of working capital to net cash or related to operating activities: | | | | |
| NET EQUITY AND LIABILITIES | | | | | Decrease / (increase) of inventories | (198.209,07) | 780.311,43 | (133.991,40) | 777.538,42 |
| Share capital | 3.804.000,00 | 3.804.000,00 | 3.804.000,00 | 3.804.000,00 | Decrease / (increase) of receivables | 313.023,79 | (124.692,49) | 266.773,83 | (142.422,38) |
| Other equity | 12.814.246,76 | 12.704.823,08 | 12.982.328,24 | 12.893.279,97 | Decrease / (increase) of payable accounts (except banks) | 331.061,94 | 474.644,36 | 352.873,89 | 429.930,16 |
| Total equity of company's shareholders (a) | 16.618.246,76 | 16.508.823,08 | 16.786.328,24 | 16.697.279,97 | Less: | | | | |
| Minority rights (b) | 604,46 | 701,29 | 0,00 | 0,00 | Interest paid | 203.853,01 | 238.811,50 | 203.853,01 | 237.804,72 |
| Total equity (c) = (a)+(b) | 16.618.851,22 | 16.509.524,37 | 16.786.328,24 | 16.697.279,97 | Tax paid | 34.473,08 | 44.739,92 | 34.473,08 | 44.739,92 |
| Long term loans | 5.000.000,00 | 5.000.000,00 | 5.000.000,00 | 5.000.000,00 | Total inflow / (outflow) from operating activities (a) | 856.353,51 | 1.288.065,20 | 865.029,54 | 1.207.649,68 |
| Provisions / Other longterm liabilities | 1.571.185,04 | 1.531.950,46 | 1.585.470,48 | 1.547.620,47 | Cash flows from investing activities | | | | |
| Short term loan liabilities | 1.208.959,59 | 1.209.423,35 | 1.208.959,59 | 1.209.423,35 | Purchases of PPE and intangible assets | (280.596,91) | (116.118,33) | (280.336,33) | (116.118,33) |
| Other short term liabilities | 2.836.318,29 | 2.539.729,43 | 2.803.300,53 | 2.484.899,72 | Proceeds from sale of PPE and intangible assets | 5.928,01 | 1.315,52 | 5.928,01 | 1.315,52 |
| Total liabilities (d) | 10.616.462,92 | 10.281.103,24 | 10.597.730,60 | 10.241.943,54 | Interest received | 12.494,33 | 5.831,11 | 12.404,25 | 5.831,11 |
| TOTAL EQUITY & LIABILITIES (c)+(d) | 27.235.314,14 | 26.790.627,61 | 27.384.058,84 | 26.939.223,51 | Total inflow / (outflow) from investing activities (b) | (262.174,57) | (108.971,70) | (262.004,07) | (108.971,70) |

| STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD (consolidated and non-consolidated) sums in € | | | | CASH FLOWS FROM FINANCING ACTIVITIES | | | | | |
|---------------------------------------------------------------------------------------------|-----------------|-----------------|-----------------|--------------------------------------|-------------------------------------------------------------------------------------------|---------------------|---------------------|---------------------|---------------------|
| | THE GROUP | | THE COMPANY | | Net change in short term loans | THE GROUP | | THE COMPANY | |
| | 1/7/13-31/12/13 | 1/7/12-31/12/12 | 1/7/13-31/12/13 | 1/7/12-31/12/12 | | 1/7/13-31/12/13 | 1/7/12-31/12/12 | 1/7/13-31/12/13 | 1/7/12-31/12/12 |
| 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 | 17.857.473,95 | Total inflow / (outflow) from financing activities (c) | (463,76) | 5.092,38 | (463,76) | 5.092,38 |
| Profit after tax for the period (ongoing and interrupted activities) | 109.326,85 | (199.073,30) | 89.048,27 | (203.722,48) | Net increase (decrease) in cash and cash equivalents of the period (a) + (b) + (c) | 593.715,18 | 1.184.185,88 | 602.561,71 | 1.103.770,36 |
| Total equity of period closing balance (31/12/2013 and 31/12/2012 respectively) | 16.618.851,22 | 17.302.572,70 | 16.786.328,24 | 17.653.751,47 | Cash and cash equivalents at the beginning of the period | 1.822.055,44 | 939.739,77 | 1.738.872,67 | 892.433,71 |
| | | | | | Cash and cash equivalents at the end of the period | 2.415.770,62 | 2.123.925,65 | 2.341.434,38 | 1.996.204,07 |

| INCOME STATEMENT FOR THE PERIOD (consolidated and non-consolidated) sums in € | | | | | | | | | |
|-------------------------------------------------------------------------------|-----------------|------------------|-----------------|------------------|------------------------------------------------------------------------|------------------|-----------------|------------------|--------------|
| | ΟΜΙΛΟΣ | | | | THE COMPANY | | | | |
| | 1/7/13-31/12/13 | 1/10/13-31/12/13 | 1/7/12-31/12/12 | 1/10/12-31/12/12 | 1/7/13-31/12/13 | 1/10/13-31/12/13 | 1/7/12-31/12/12 | 1/10/12-31/12/12 | |
| Turnover | 9.060.013,63 | 5.573.404,69 | 9.050.403,25 | 5.804.535,57 | Turnover | 8.849.590,19 | 5.471.453,19 | 8.835.699,82 | 5.711.773,92 |
| Gross profit | 3.202.560,10 | 1.919.954,25 | 3.230.997,10 | 1.974.121,85 | Gross profit | 3.080.410,35 | 1.842.765,66 | 3.110.305,09 | 1.911.941,54 |
| Profit before taxes, financing and investing results | 367.124,58 | 395.015,21 | 53.327,68 | 217.760,31 | Profit before taxes, financing and investing results | 345.551,51 | 376.883,36 | 48.979,38 | 223.832,27 |
| Profit / (loss) before taxes | 162.209,39 | 299.404,49 | (187.148,35) | 100.740,99 | Profit / (loss) before taxes | 140.546,24 | 280.148,03 | (190.563,95) | 106.738,87 |
| Profit / (loss) after taxes (A) | 118.258,29 | 273.408,35 | (208.268,46) | 89.444,55 | Profit / (loss) after taxes (A) | 97.979,71 | 251.526,98 | (212.917,65) | 94.501,15 |
| Attributable to: | | | | | Attributable to: | | | | |
| - Company's equity holders | 118.355,12 | 273.505,18 | (208.268,46) | 89.444,55 | - Company's equity holders | 97.979,71 | 251.526,98 | (212.917,65) | 94.960,90 |
| - Minority rights | (96,83) | (96,83) | 0,00 | 0,00 | - Minority rights | 0,00 | 0,00 | 0,00 | 0,00 |
| Total income after taxes (B) | (8.931,44) | (5.068,01) | 9.195,17 | 4.597,58 | Total income after taxes (B) | (8.931,44) | (5.068,01) | 9.195,17 | 4.597,58 |
| Grand total income after taxes (A) + (B) | 109.326,85 | 268.340,34 | (199.073,29) | 94.042,13 | Grand total income after taxes (A) + (B) | 89.048,27 | 246.458,97 | (203.722,48) | 99.098,73 |
| Attributable to: | | | | | Attributable to: | | | | |
| - Company's equity holders | 109.423,68 | 268.437,17 | (199.073,29) | 94.042,13 | - Company's equity holders | 89.048,27 | 246.458,97 | (203.722,48) | 99.098,73 |
| - Minority rights | (96,83) | (96,83) | 0,00 | 0,00 | - Minority rights | 0,00 | 0,00 | 0,00 | 0,00 |
| Profit / (loss) after taxes per share (in €) | 0,0172 | 0,0423 | (0,0314) | 0,0148 | Profit / (loss) after taxes per share (in €) | 0,0140 | 0,0389 | (0,0321) | 0,0156 |
| Profit before taxes, financing and investing results and depreciation. | 663.935,40 | 550.449,98 | 427.388,45 | 404.576,48 | Profit before taxes, financing and investing results and depreciation. | 632.831,77 | 528.391,12 | 411.257,33 | 403.565,08 |

| ADDITIONAL INFORMATION | | | | |
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| 1. The financial statements of the 1st semester 1/7/2013- 31/12/2013 have been prepared according to the IFS 34 | | | | |
| 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 | 1 |
| 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. The fiscal year ended in 30.6.2009 completed its tax statement according to the article 18, par.4 N.4002/22.8.2011. The fiscal years ended in 30.6.2011, 30.6.2012 and 30.6.2013 the mother company applies the regulations of ΠΟΑ 1159/26.7.2011 regarding the acquirement of the tax certificate by Legal Auditors and auditing companies. Un-audited until the date of release is the fiscal year ended in 30.06.2010. | | | | |
| 4. The Group applies the I.F.R.S. since July 1st 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 cases under arbitration 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 period: Group: 336 Company: 333 Number of employees at the end of the previous year's respective period: Group: 353 Company:349 | | | | |
| 8. The profit (loss) per share of the mother company have been calculated based on the total number of its shares. | | | | |
| 9. The cumulative income from sales and purchases from the beginning of the period and the balances of the receivables and liabilities at the end of the current period that came from transactions with related parties as per IAS 34 are: | | | | |
| | (amounts in €) | | | |
| | The Group | The Company | | |
| a) Sales of goods and services | 0,00 | 111.798,52 | | |
| b) Purchases of goods and services | 0,00 | 0,00 | | |
| c) Receivables | 0,00 | 501.564,80 | | |
| d) Payables | 0,00 | 0,00 | | |
| e) Transactions and remuneration of managerial executives and members of the board. | 351.903,86 | 351.903,86 | | |
| f) Receivables from managerial executives and members of the board | 4.215,94 | 4.215,94 | | |
| g) Liabilities towards managerial executives and members of the board | 6.159,94 | 6.159,94 | | |
| 10. The current provisions refer to the following cases: | | | | |
| | The Group | The Company | | |
| a) Provisions for insecure customers | 269.853,05 € | 244.323,79 € | | |
| b) Provisions for benefits to the employees | 734.633,35 € | 734.633,35 € | | |

PAIANIA, 14 FEBRUARY 2014

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|------------------------------------|-----------------------------------------|-------------------------------|-------------------------------|
| The President of the B.o.D. | The Vice-President of the B.o.D. | THE FINANCIAL DIRECTOR | THE ACCOUNTING MANAGER |
| KONSTANTINOS PH. NAKAS | GEORGE PH. NAKAS | MARIA P. HADJIGEORGIOU | KONSTANTINOS PISTIOLIS |