

---

FINANCIAL STATEMENT  
Year 2017  
Period 1<sup>st</sup> January 2017 to 31<sup>st</sup> December 2017

---

**MESOGEOS CONTRACTING COMMERCIAL REAL ESTATE SOCIETE ANONYME**

---

67 Aiolou Str., 105 59 Athens  
SA REGISTRATION 45763/01/B/00/214  
GEMI No: 003941401000  
TAX No : 099361052

Approval date of the Bod : Monday 30/07/2018

## Balance sheet 31st December 2017

	Note	31/12/2017	31/12/2016
<b>ASSETS</b>			
<b>Non current assets</b>			
–Tangible assets			
land and buildings	6	5.065.596,23	7.353.620,78
machinery-technical installations	6	464.573,23	226.627,54
other equipment	6	93.221,62	119.018,12
total		5.623.391,08	7.699.266,44
fixed assets under construction and advances	7	7.605,00	66.050,00
–participation and other long term receivable			
Loans and receivables	8.1	6.192.848,36	0,00
participation in affiliated companies	8.2	494.456,96	692.036,58
participation in other entities		860,00	860,00
Other long term receivable	8.3	43.697,19	41.503,93
total		6.731.862,51	734.400,51
<b>Total non current</b>		<b>12.362.858,59</b>	<b>8.499.716,95</b>
<b>Current assets</b>			
–inventories			
raw materials and supplies		0,00	144.644,69
total		0,00	144.644,69
–financial accounts and advances			
trade debtors	9.1	5.798.417,73	5.860.880,86
receivables from contracts in progress		10.161.279,25	10.642.519,26
other debtors	9.2	6.040.798,55	6.589.243,75
other financial accounts		0,00	120.000,00
prepaid expences		253.581,87	71.851,11
cash and cash equivalentents	9.3	2.788.822,81	1.735.244,52
total		25.042.900,21	25.019.739,50
<b>Total current assets</b>		<b>25.042.900,21</b>	<b>25.164.384,19</b>
<b>TOTAL ASSETS</b>		<b>37.405.758,80</b>	<b>33.664.101,14</b>

<b>EQUITY &amp; LIABILITIES</b>	<b>Note</b>	<b>31/12/2017</b>	<b>31/12/2016</b>
<b>Equity</b>			
–Paid capital			
capital	10.1	1.484.112,00	1.855.140,00
Premium		125.187,85	125.187,85
own shares		0,00	(2.900.000,00)
Total		1.609.299,85	(919.672,15)
–Reserves and retained earnings			
reserves of laws or statutes	10.2	891.022,73	891.022,73
Retained earnings		8.724.884,68	10.590.834,21
Total		9.615.907,41	11.481.856,94
–exchange differences		(187.717,94)	(171.667,59)
<b>Total equity</b>		<b>11.037.489,32</b>	<b>10.390.517,20</b>
<b>Provisions</b>			
–Provisions for employees person	11.1	60.399,08	70.828,67
<b>Total provisions</b>		<b>60.399,08</b>	<b>70.828,67</b>
<b>Liabilities</b>			
–Long term liabilities			
Loans	12.1	12.434.607,12	6.410.553,92
other long term liabilities	12.2	618.384,72	0,00
Total		13.052.991,84	6.410.553,92
<b>Short term liabilities</b>			
Bank loans	12.1	818.158,14	1.936.478,10
long term liabilities payable next year	12.1	329.517,16	850.099,17
trade creditors	13.1	6.095.605,49	8.174.777,47
liabilities from contracts in progress		2.122,99	367.102,86
income taxes		5.716,24	0,00
other taxes and charges	13.2	1.427.543,19	594.393,28
social security		198.747,17	343.889,24
other liabilities	13.3	4.176.163,94	4.358.645,95
accrued expenses		115.046,65	80.557,69
deffered income		86.257,59	86.257,59
Total		13.254.878,56	16.792.201,35
<b>total liabilities</b>		<b>26.307.870,40</b>	<b>23.202.755,27</b>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>37.405.758,80</b>	<b>33.664.101,14</b>

Profit & Loss statement (by facility)

	Note	31/12/2017	31/12/2016
Turnover	14	17.081.893,89	17.471.068,62
Cost of sales	14	(12.029.743,54)	(13.853.065,78)
<b>Gross operating result</b>		<b>5.052.150,35</b>	<b>3.618.002,84</b>
other income		49.081,18	120.862,33
		<b>5.101.231,53</b>	<b>3.738.865,17</b>
Administration expences		(2.421.189,75)	(3.095.134,44)
Disposal costs		(134.084,53)	0,00
Other expences and losses	14	(1.432.427,34)	(212.036,32)
profit & loss from available non current assets		0,00	7.034,00
income from participation		258.829,86	426.689,85
losses from participations		(745.797,66)	(2.056,44)
Other income and profit	14	735.335,22	583.001,01
<b>Result before interest and taxes</b>		<b>1.361.897,33</b>	<b>1.446.362,83</b>
interest and related income		61,41	5.749,18
interest and related expences		(810.100,93)	(913.046,89)
<b>Result before taxes</b>		<b>551.857,81</b>	<b>539.065,12</b>
income taxes		(5.716,24)	0,00
<b>Result after taxes</b>		<b>546.141,57</b>	<b>539.065,12</b>
Turnover company		17.081.893,89	17.471.068,62
Turnover J/V		6.628.417,70	9.549.988,69
<b>Total turnover</b>		<b>23.710.311,59</b>	<b>27.021.057,31</b>
<b>Depreciations</b>		<b>346.426,98</b>	<b>383.180,23</b>

## Equity statement

	Capital	Premium	own shares	reserves of laws or statutes	Retained earnings	Exchange differences	equity
<b>Balance 01/01/2016</b>	<b>1.855.140,00</b>	<b>125.187,85</b>	<b>0,00</b>	<b>891.022,73</b>	<b>10.042.171,82</b>	<b>(169.426,44)</b>	<b>12.744.095,96</b>
changes in accounting policies and readjustments	0,00	0,00	0,00	0,00	0,00	0,00	0,00
interim changes during the period	0,00	0,00	(2.900.000,00)	0,00	0,00	(2.241,15)	(2.902.241,15)
internal transfers	0,00	0,00	0,00	0,00	9.597,27	0,00	9.597,27
distribution in balance	0,00	0,00	0,00	0,00	0,00	0,00	0,00
result of period	0,00	0,00	0,00	0,00	539.065,12	0,00	539.065,12
<b>Balance 31/12/2016</b>	<b>1.855.140,00</b>	<b>125.187,85</b>	<b>(2.900.000,00)</b>	<b>891.022,73</b>	<b>10.590.834,21</b>	<b>(171.667,59)</b>	<b>10.390.517,20</b>
<b>Balance 01/01/2017</b>	<b>1.855.140,00</b>	<b>125.187,85</b>	<b>(2.900.000,00)</b>	<b>891.022,73</b>	<b>10.590.834,21</b>	<b>(171.667,59)</b>	<b>10.390.517,20</b>
changes in accounting policies and readjustments	0,00	0,00	0,00	0,00	0,00	0,00	0,00
interim changes during the period	(371.028,00)	0,00	2.900.000,00	0,00	(2.412.091,10)	(16.050,35)	100.830,55
internal transfers	0,00	0,00	0,00	0,00	0,00	0,00	0,00
distribution in balance	0,00	0,00	0,00	0,00	0,00	0,00	0,00
result of period	0,00	0,00	0,00	0,00	546.141,57	0,00	546.141,57
<b>Balance 31/12/17</b>	<b>1.484.112,00</b>	<b>125.187,85</b>	<b>0,00</b>	<b>891.022,73</b>	<b>8.724.884,68</b>	<b>(187.717,94)</b>	<b>11.037.489,32</b>

**Independent Auditor's Report**  
**To the Shareholders of MESOGEOS SA**

**Report on the Financial Statements**

**Opinion with prejudice**

We have audited the accompanying Financial Statement of MESOGEOS CONTRACTING COMMERCIAL REAL ESTATE SOCIETE ANONYME (The company), which comprises the balance sheet of 31 December 2017, the statement of income, the statement of changes in equity, cash flow, the appropriation account and the notes thereon for the year then ended.

In our opinion, apart from the consequences of No. 1 to No.3 subjects and the potential effects of subject 5 which is referred in the paragraph "Base for opinion with prejudice", the attached financial statements represent reasonably, from any essential approach, the economical position of the company MESOGEOS CONTRACTING COMMERCIAL REAL ESTATE SOCIETE ANONYME on 31st December 2017, the financial review of cash flow for the operation that expired that date according to the Greek Accounting Standards of Law 4308/2014.

**Base for an opinion with Prejudice**

After our audit the following have been emerged:

1. At "trade demands" and "other demands" are also included demands in delay of amount € 838 thousands and 4.551 thousands. By derogation from the accounting principles provided by Greek accounting standards no impairment of these receivables has been made in the estimation of an amount of € 407 thousands and € 1.874 thousands respectively. Due to this fact the value of Trade & Other demands and equity as well appear increased by € 2.281 thousands and the results of the closing and the previous year increased by € 1.196 thousands and € 1.085 thousands respectively.
2. The company given the achievement of the agreement to restructure its lending until the date of approval of the financial statements for the year 2017, it presented to the fund "Long-term liabilities-Loans " the amount of € 1.023 thousands which on the basis of the contractual obligations in force on 31/12/2017 is payable in the next financial year. Presentation of this amount to the fund "Long-term liabilities-Loans "constitutes a departure from the accounting principles provided by Greek Accounting Standards, with the consequence that the value of long-term liabilities is increased by € 1.023 thousands and respectively the lower value of short-term liabilities by this amount.
3. By way of derogation from the accounting principles provided by the Greek Accounting Standards, the liabilities to suppliers have amounted to € 231 thousand, as a result the long-term liabilities have being increased and short-term liabilities less equal to that amount.

4. It was not possible to verify either with confirmation letters or with other alternative audit's procedure: **a)** foreign deposit of current account €283 thousand and **b)** bank loan obligation of € 150 thousands and therefore we have an opinion with prejudice in accordance with the amount of deposit current account and loan obligation and their possible impact on the Company's results and equity
5. The tax obligations of the company for the years 2010 to 2017 have not been audited by the audit authorities. For this reason the tax results of these years they have not been final. The company has not estimated the supplementary taxes and increments that is possible to be attributed in future tax audit and has not been formed relevant prediction for that possible obligation. Based on our audit, we have not ensured the level of prediction that can be claimed.

We have conducted our audit in accordance with International Standards on Auditing (ISA) as incorporated into the Greek Legislation. Our responsibilities according to these standards are further described in the paragraph of our report “**Auditor’s Responsibilities for the audit of the financial statements**” We are independent of the company in accordance with the Code of Conduct for Professional Auditors of the International Standards Board of Auditors, as it has been incorporated into the Greek Legislation and the ethical requirements that are relevant to the audit of the financial statements in Greece and we have fulfilled our ethical obligations in accordance with the requirements of the applicable legislation and the abovementioned Code of Conduct. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for a qualified opinion.

#### **Other Subject**

The company's financial statements for the previous year that ended on 31/12/2016 were audited by another auditing firm. For this use, the Certified Auditor Accountant issued on 29/08/2017 an audit report with a qualified opinion.

#### **Management’s Responsibilities for the Financial Statements**

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Law 4308/2014 as in force, and for such internal control, which management determines that is necessary to enable the presentation of financial statements that are free from material misstatements whether due to fraud or error.

During the preparation of the financial statements, management is responsible for assessing the Company's ability to continue operating, disclosing where relevant the matters related to the continuing activity and the use of the accounting policy of continuing operations, unless the management either intends to discontinue the Company or to discontinue its activity or has no other realistic alternative than taking these actions.

## **“Auditor’s Responsibilities for the audit of the financial statements”**

Our goals are to obtain reasonable assurance whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but it is not a guarantee that the audit conducted in accordance with International Accounting Standards as incorporated in the Greek Legislation will always detect a material error when it exists. Errors may result from fraud or error and are considered essential when individually or collectively could reasonably be expected to affect the economic decisions of users made on the basis of these financial statements.

As a duty of control, in accordance with the International Accounting Standards as incorporated into the Greek Legislation, we engage in professional judgment and maintain professional skepticism throughout the audit. Also:

- We identify and assess the risks of material misstatement in the financial statements, whether due to fraud or error, by designing and performing audit procedures that respond to those risks, and we obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of failing to detect a material error due to fraud is higher than that due to error, as fraud can involve collusion, forgery, deliberate omissions, false assurances, or bypassing internal controls.
- We are taking stock of control-related internal controls to design audit procedures appropriate to the circumstances, but not to express an opinion on the effectiveness of the Company's internal control.
- We assess the appropriateness of the accounting policies and methods used and the reasonableness of the accounting estimates and disclosures made by management.
- We rely on the appropriateness of the entity's use of the accounting policy of continuing activity and on the basis of the audit evidence obtained about whether there is material uncertainty about events or circumstances that may indicate material uncertainty as to the ability of the Company to continue its activity. If we conclude that there is material uncertainty, we are required to draw the attention of the auditor's report to the relevant disclosures in the financial statements or if these disclosures are inadequate, to differentiate our opinion. Our conclusions are based on audit evidence obtained until the date of the auditor's report. However, future events or conditions may result in the Company ceasing to operate as a going concern.
- We assess the overall presentation, structure and content of the financial statements, including disclosures, and whether the financial statements present the underlying transactions and events in a manner that is reasonably priced.

Among other issues, we communicate to the management the planned scope and timing of the audit, as well as significant audit findings, including any material deficiencies in internal control that we identify during our audit.



## **Report on Other Legal and Regulatory Requirements**

1. At “other demands” are includes amounts of € 235 thousands which are which have been given to members of the Board of Directors of the company to handle various cases which falls under the prohibition provisions of Article 23a of the Code of Law 2190/1920.

2. Taking into account that the management is responsible for the preparation of the Board of Directors' Report, pursuant to the provisions of paragraph 5 of Article 2 (Part B) of Law 4336/2015, we note that:

a) In our opinion, the Management Report of the Board of Directors has been prepared in accordance with the existing legal requirements of articles 43a of Law 2190/1920 and its content corresponds to the attached financial statements for the year expired 31/12/2017

b) Based on the opinion we have obtained during the audit for the company “**MESOGEOS CONTRACTING COMMERCIAL REAL ESTATE SOCIETE ANONYME.**” and company’s environment , we have not detected any material inaccuracies at the Management report of the Board of Directors.

Athens, 31 of July 2018  
Auditor Accountant  
Eugenia Margeti  
Auditor Accountant’s Registration no 37831

Grant Thornton  
As instinct for growth

Auditors Accountants a.e.o.e.  
companies Consultants  
56 Zefyrou street, 17584, Palaio Faliro

Auditor Accountant’s Registration no 127