

**CYPRUS FOREST INDUSTRIES PUBLIC LTD****CONSOLIDATED STATEMENT OF PROFIT AND LOSS ACCOUNT**  
**FOR THE YEAR ENDED 31 DECEMBER 2020**

|                                                                                   | 2020        | 2019        |
|-----------------------------------------------------------------------------------|-------------|-------------|
|                                                                                   | €           | €           |
| <b>Turnover</b>                                                                   | 6.345.527   | 7.219.710   |
| Cost of sales                                                                     | (5.127.465) | (5.904.625) |
| <b>Gross profit</b>                                                               | 1.218.062   | 1.315.085   |
| Other income from operations                                                      | 42.878      | 39.213      |
| Distribution and sales expenses                                                   | (341.319)   | (411.825)   |
| Administrative expenses                                                           | (819.552)   | (959.053)   |
| Losses of impairment in trade claims                                              | (13.223)    | (93.000)    |
| Other expenses from investments                                                   | (361)       | (17.300)    |
| <b>Profit / (loss) from operations</b>                                            | (85.485)    | (126.880)   |
| Finance income                                                                    | -           | 7.609       |
| Finance cost                                                                      | (60.030)    | (81.643)    |
| <b>Net finance cost</b>                                                           | (60.030)    | (74.034)    |
| <b>Profit / (loss) from operations before taxation and after net finance cost</b> | 26.455      | (200.914)   |
| Taxation                                                                          | (11.348)    | (10.685)    |
| <b>Profit / (loss) for the year</b>                                               | (15.107)    | (211.599)   |
| <b>Profit / (loss) attributable to:</b>                                           |             |             |
| Company shareholders                                                              | 16.287      | (210.294)   |
| Non-controlling interest                                                          | (1.180)     | (1.305)     |
| <b>Profit / (loss) for the year</b>                                               | (15.107)    | (211.599)   |
| <b>Basic and fully diluted earnings / (loss) per share (cents)</b>                | 0.50        | (6.87)      |

**CYPRUS FOREST INDUSTRIES PUBLIC LTD**

---

**CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
**AS AT 31 DECEMBER 2020**

|                                                                     | 2020<br>€         | 2019<br>€         |
|---------------------------------------------------------------------|-------------------|-------------------|
| <b>ASSETS</b>                                                       |                   |                   |
| Property, plant and equipment                                       | 12.283.608        | 13.096.960        |
| Intangible assets                                                   | 3.159             | 1.797             |
| Investment property                                                 | 245.000           | 245.000           |
| Financial assets at fair value through other total income           | 2.095             | 2.456             |
| <b>Total non-current assets</b>                                     | <b>12.533.862</b> | <b>13.346.213</b> |
| Stock                                                               | 3.329.484         | 3.121.988         |
| Trade and other receivables                                         | 774.366           | 883.427           |
| Cash at bank and in hand                                            | 153.574           | 128.817           |
| <b>Total current assets</b>                                         | <b>4.257.424</b>  | <b>4.134.232</b>  |
| <b>TOTAL ASSETS</b>                                                 | <b>16.791.286</b> | <b>17.480.445</b> |
| <b>EQUITY</b>                                                       |                   |                   |
| Share capital                                                       | 5.231.885         | 5.231.885         |
| Reserves                                                            | 6.041.960         | 6.606.968         |
| <b>Total equity attributable to the shareholders of the Company</b> | <b>11.273.845</b> | <b>11.838.853</b> |
| <b>Non-controlling interest</b>                                     | <b>138.075</b>    | <b>139.255</b>    |
| <b>Total equity</b>                                                 | <b>11.411.920</b> | <b>11.978.108</b> |
| <b>Liabilities</b>                                                  |                   |                   |
| Loans and financing                                                 | 1.792.921         | 1.599.512         |
| Deferred taxation                                                   | 1.574.511         | 1.709.519         |
| <b>Total non-current liabilities</b>                                | <b>3.367.432</b>  | <b>3.309.031</b>  |
| Bank overdrafts                                                     | 628.363           | 914.738           |
| Current portion of long-term loans                                  | 291.650           | 326.364           |
| Trade and other liabilities                                         | 1.091.921         | 952.204           |
| <b>Total current liabilities</b>                                    | <b>2.011.934</b>  | <b>2.193.306</b>  |
| <b>Total liabilities</b>                                            | <b>5.379.366</b>  | <b>5.502.337</b>  |
| <b>Total equity and liabilities</b>                                 | <b>16.791.286</b> | <b>17.480.445</b> |

**CYPRUS FOREST INDUSTRIES PUBLIC LTD****CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE YEAR ENDED 31 DECEMBER 2020**

|                                                                  | Equity attributable to the Company's shareholders |                                             |                      |            | Minority interest<br>€ | Total equity<br>€ |
|------------------------------------------------------------------|---------------------------------------------------|---------------------------------------------|----------------------|------------|------------------------|-------------------|
|                                                                  | Share capital<br>€                                | Immovable property revaluation reserve<br>€ | Annuity reserve<br>€ | Total<br>€ |                        |                   |
| Balance as at 1 January 2020                                     | 5.231.885                                         | 9.224.557                                   | (2.617.589)          | 11.838.853 | 139.255                | 11.978.108        |
| <b>Total expenses</b>                                            |                                                   |                                             |                      |            |                        |                   |
| Profit for the year                                              | -                                                 | -                                           | 16.287               | 16.287     | (1.180)                | 15.107            |
| <b>Other total expenses</b>                                      |                                                   |                                             |                      |            |                        |                   |
| Revaluation for the year                                         | -                                                 | (703.782)                                   | -                    | (703.782)  | -                      | (703.782)         |
| Deferred taxation                                                | -                                                 | 146.356                                     | -                    | 146.356    | -                      | 146.356           |
| Other total expenses for the year                                | -                                                 | (557.426)                                   | -                    | (557.426)  | -                      | (557.426)         |
| <b>Total expenses for the year</b>                               | -                                                 | (557.426)                                   | 16.287               | (541.139)  | (1.180)                | (542.319)         |
| <b>Transactions with owners</b>                                  |                                                   |                                             |                      |            |                        |                   |
| Special contribution for defence in deemed dividend distribution | -                                                 | -                                           | (23.869)             | (23.869)   | -                      | (23.869)          |
| <b>Total transactions with owners</b>                            | -                                                 | -                                           | (23.869)             | (23.869)   | -                      | (23.869)          |
| Balance as at 31 December 2020                                   | 5.231.885                                         | 8.667.131                                   | (2.625.171)          | 11.273.845 | 138.075                | 11.411.920        |

**CYPRUS FOREST INDUSTRIES PUBLIC LTD****CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE YEAR ENDED 31 DECEMBER 2020**

|                                                                  | Equity attributable to the Company's shareholders |                                        |                 |            |                   |              |
|------------------------------------------------------------------|---------------------------------------------------|----------------------------------------|-----------------|------------|-------------------|--------------|
|                                                                  | Share capital                                     | Immovable property revaluation reserve | Annuity reserve | Total      | Minority interest | Total equity |
|                                                                  | €                                                 | €                                      | €               | €          | €                 | €            |
| <b>Balance as at 1 January 2019</b>                              | 5.231.885                                         | 9.198.152                              | (2.336.295)     | 12.093.742 | 140.560           | 12.234.302   |
| <b>Total income</b>                                              |                                                   |                                        |                 |            |                   |              |
| Loss for the year                                                | -                                                 | -                                      | (210.294)       | (210.294)  | (1.305)           | (211,599)    |
| <b>Other total income / (expenses)</b>                           |                                                   |                                        |                 |            |                   |              |
| Revaluation for the year                                         | -                                                 | -                                      | -               | -          | -                 | -            |
| Deferred taxation                                                | -                                                 | 26.405                                 | -               | 26.405     | -                 | 26.405       |
| Other total income for the year                                  | -                                                 | 26.405                                 | -               | 26.405     | -                 | 26.405       |
| <b>Total income / (expenses) for the year</b>                    | -                                                 | 26.405                                 | (210.294)       | (183.889)  | (1.305)           | (185.194)    |
| <b>Transactions with owners</b>                                  |                                                   |                                        |                 |            |                   |              |
| Special contribution for defence in deemed dividend distribution | -                                                 | -                                      | (71.000)        | (71.000)   | -                 | (71.000)     |
| <b>Total transactions with owners</b>                            | -                                                 | -                                      | (71.000)        | (71.000)   | -                 | (71.000)     |
| <b>Balance as at 31 December 2019</b>                            | 5.231.885                                         | 9.224.557                              | (2.617.589)     | 11.838.853 | 139.255           | 11.978.108   |

**CYPRUS FOREST INDUSTRIES PUBLIC LTD****CONSOLIDATED STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED 31 DECEMBER 2020**

|                                                                                                 | 2020<br>€        | 2019<br>€        |
|-------------------------------------------------------------------------------------------------|------------------|------------------|
| <b>Cash flow from operations</b>                                                                |                  |                  |
| Profit / (loss) for the year                                                                    | 15.107           | (211.599)        |
| Adjustments for:                                                                                |                  |                  |
| Depreciation of property, plant and equipment                                                   | 346.174          | 359.745          |
| Depreciation of computer programmes                                                             | 328              | -                |
| Loss on disposal of property, plant and equipment                                               | -                | 487              |
| Charge for impairment in the value of financial assets at fair value through other total income | 361              | (200)            |
| Loss on the value of investment property                                                        | -                | 17.500           |
| Provision for doubtful debts                                                                    | 13.223           | 93.000           |
| Interest receivable                                                                             | -                | (7.609)          |
| Interest payable                                                                                | 55.570           | 75.594           |
| Taxation                                                                                        | 11.348           | 10.685           |
| <b>Cash from operations prior to changes in working capital</b>                                 | <b>442.111</b>   | <b>337.603</b>   |
| (Increase) / decrease in stock                                                                  | (207.495)        | 516.698          |
| Decrease in trade and other receivables                                                         | 101.784          | 71.723           |
| Increase / (decrease) in trade and other liabilities                                            | 112.158          | (538.896)        |
| <b>Cash from operations</b>                                                                     | <b>448.558</b>   | <b>387.128</b>   |
| Tax paid                                                                                        | -                | -                |
| <b>Net cash from operations</b>                                                                 | <b>448.558</b>   | <b>387.128</b>   |
| <b>Cash flow for investing activities</b>                                                       |                  |                  |
| Payments for purchase of property, plant, equipment                                             | (240.552)        | (207.933)        |
| Proceeds from disposal of property, plant and equipment                                         | -                | 1.750            |
| Interest received                                                                               | -                | 7.609            |
| <b>Net cash for investing activities</b>                                                        | <b>(240.552)</b> | <b>(198.574)</b> |
| <b>Cash flow from / (for) financing activities</b>                                              |                  |                  |
| Repayment of loans                                                                              | (59.892)         | (290.670)        |
| Proceeds from new loans                                                                         | 181.000          | 116.995          |
| Interest paid                                                                                   | (17.982)         | (34.441)         |
| <b>Net cash from / (for) financing activities</b>                                               | <b>103.126</b>   | <b>(208.116)</b> |
| <b>Net decrease / (increase) in cash and cash equivalents</b>                                   | <b>311.132</b>   | <b>(19.562)</b>  |
| Cash and cash equivalents at beginning of year                                                  | (785.921)        | (766.359)        |
| <b>Cash and cash equivalents at end of year</b>                                                 | <b>(474.789)</b> | <b>(785.921)</b> |