

Mallouppas & Papacostas Public Co Limited

Consolidated Statement of profit and loss account for the year ended 31 December 2018

| | 2018 € | 2017 € |
|--|---------------------|--------------|
| Income | 42.103.089 | 38.511.015 |
| Cost of sales | (24.653.611) | (23.062.976) |
| Gross profit | 17.449.478 | 15.448.039 |
| Sales and promotion costs | (12.614.062) | (11.911.860) |
| Administrative costs | (2.942.366) | (2.499.973) |
| Other income | 395.321 | 288.213 |
| Other losses – net | (94.846) | (72.328) |
| Operating profit | 2.193.525 | 1.252.091 |
| Finance costs | (398.111) | (367.538) |
| Profit before taxation | 1.795.414 | 884.553 |
| Tax charge | (267.773) | (162.086) |
| Profit for the year | 1.527.641 | 722.467 |
| Attributable to: | | |
| Group's shareholders | 1.529.735 | 724.610 |
| Minority interest | (2.094) | (2.143) |
| | 1.527.641 | 722.467 |
| Earnings per share attributable to the Group's shareholders (cents per share) | 3.54 | 1.68 |

Mallouppas & Papacostas Public Co Limited

Consolidated statement of total income for the year ended 31 December 2018

| | 2018 € | 2017 € |
|--|------------------|-----------|
| Profit for the year | 1.527.641 | 722.467 |
| Other total income: | | |
| Items not to be reclassified to profit and loss | | |
| Gain on revaluation of land and buildings after taxation | 170.420 | 337.465 |
| Items that may be subsequently transferred to profit and loss | | |
| Change in the fair value of financial assets available for sale | - | 13.832 |
| Transfer to profit and loss due to impairment of financial assets available for sale | - | 3.631 |
| Exchange differences | (4,123) | 846 |
| Items that may be subsequently reclassified to profit and loss | (4.123) | 18.309 |
| Total profit for the year | 1.639.938 | 1.078.241 |
| Attributable to: | | |
| Group's shareholders | 1.696.032 | 1.080.384 |
| Minority Interest | (2.094) | (2.143) |
| | 1.693.938 | 1.078.241 |

Mallouppas & Papacostas Public Co Limited

Consolidated balance sheet as at 31 December 2018

| | 2018 € | 2017 € |
|--|-------------------|-------------------|
| Assets | | |
| Non-current assets | | |
| Property, plant and equipment | 12.685.739 | 8.513.035 |
| Investment property | 18.521.758 | 18.636.811 |
| Intangible assets | 45.018 | 46.011 |
| Financial assets available for sale | - | 122.373 |
| Financial assets at fair value through profit and loss | 140.429 | - |
| | 31.392.944 | 27.318.230 |
| Current assets | | |
| Inventories – finished goods | 5.651.202 | 4.967.672 |
| Inventories – immovable property for trading | 2.186.123 | 2.183.122 |
| Advance payments | 1.714.055 | 1.360.587 |
| Trade receivables | 281.148 | 242.847 |
| Financial assets at depreciated cost | 136.523 | - |
| Other receivables | - | 157.311 |
| Cash and bank deposits | 954.529 | 1.152.256 |
| | 10.923.580 | 10.063.795 |
| Total assets | 42.316.524 | 37.382.025 |
| Equity and Liabilities | | |
| Capital and reserves attributable to the Group's shareholders | | |
| Share capital | 14.691.694 | 14.691.694 |
| Difference from conversion of share capital into Euro | 74.335 | 74.335 |
| Share premium reserve | 5.473.301 | 5.473.301 |
| Other reserves | 2.171.977 | 2.094.867 |
| Losses retained | (1.108.097) | (2.681.688) |
| | 21.303.210 | 19.652.509 |
| Minority interest | 340.636 | 342.730 |
| Total equity | 21.643.846 | 19.995.239 |
| Liabilities | | |
| Non-current liabilities | | |
| Borrowings | 7.290.767 | 4.598.522 |
| Deferred tax liabilities | 1.147.327 | 1.059.646 |
| | 8.438.094 | 5.658.167 |
| Current liabilities | | |
| Trade and other creditors | 6.806.210 | 5.658.451 |
| Contractual liabilities | 55.885 | - |
| Current tax liabilities | 21.223 | 47.546 |
| Borrowings | 5.351.266 | 6.022.621 |
| | 12.234.584 | 11.728.618 |
| Total liabilities | 20.672.678 | 17.386.786 |
| Total equity and liabilities | 42.316.524 | 37.382.025 |

Mallouppas & Papacostas Public Co Limited

Consolidated statement of cash flows for the year ended 31 December 2018

| | 2018 € | 2017 € |
|---|--------------------|--------------------|
| Cash flow from operating activities | | |
| Profit before taxation | 1.795.414 | 884.553 |
| Adjustments for: | | |
| Depreciation of property, plant and equipment | 1.146.811 | 1.056.728 |
| Loss / (Profit) from sale and write-offs of property, plant and equipment | 652 | (27.908) |
| Depreciation of intangible assets | 13.761 | 15.919 |
| Loss from write-off of financial assets available for sale | - | 3.631 |
| (Profit) / Loss from sale and write-offs of intangible assets | (2,313) | - |
| Fair value (Gain) on financial assets at fair value through profit and loss | (18,057) | - |
| Fair value losses of investment property | 117,222 | 98.838 |
| Income from dividends | (9.500) | (9.250) |
| Credit interest calculated with the effective interest method | (67) | (17) |
| Debit interest | 398.111 | 367.538 |
| Exchange differences | (2.658) | (2.233) |
| | 3.439.376 | 2.387.799 |
| Changes in working capital | | |
| Inventories | (686.531) | (102.171) |
| Other receivables | - | (50.581) |
| Trade receivables | (38,301) | 178,445 |
| Advance payments | (353,468) | (141,382) |
| Financial assets at depreciated cost | 20,788 | - |
| Trade and other creditors | 1,146.711 | 865.371 |
| Contractual liabilities | 55,885 | - |
| Cash from operating activities | 3.584.460 | 3.137.481 |
| Tax paid | (231.932) | (187.598) |
| Special defence contribution for deemed dividend distribution paid | (45,331) | - |
| Net cash from operating activities | 3.307.197 | 2.949.883 |
| Cash flow from investing activities | | |
| Purchase of property, plant and equipment | (5.124.452) | (1.472.625) |
| Proceeds from sale of property, plant and equipment | 220 | 160.947 |
| Purchase of investment property | (2.169) | (1.088) |
| Purchase of intangible assets | (30.455) | (21.198) |
| Proceeds from sale and write-offs of intangible assets | 19.999 | - |
| Interest received | 67 | 17 |
| Cash received | 9.500 | 9.250 |
| Net cash for investing activities | (5.127.290) | (1.324.697) |
| Cash flow from financing activities | | |
| Proceeds from bank loan | 5.014.580 | 1.155.535 |
| Repayments of bank loans | (1.930.038) | (1.748.153) |
| Interest paid | (398.111) | (367.538) |
| Net cash from / (for) financing activities | 2.686.431 | (960.156) |
| Net increase in cash and cash equivalents and bank overdrafts | 866.338 | 665.030 |
| Cash and cash equivalents and bank overdrafts at beginning of year | (3.266.701) | (3.931.731) |
| Cash and cash equivalents and bank overdrafts at end of year | (2.400.363) | (3,266,701) |

Mallouppas & Papacostas Public Co Limited

Consolidated statement of changes in equity for the year ended 31 December 2018

| | Share capital | Attributable to the Group's Shareholders Difference from conversion of capital into euro | Share premium reserve (2) | Other reserves (2) | Earnings retained (1) | Total | Minority interest | Total |
|---|------------------|---|---------------------------------|-----------------------|--------------------------|------------|----------------------|------------|
| | € | € | € | € | € | € | € | € |
| Balance as at 1 January 2017 | 14.691.694 | 74.335 | 5.473.301 | 1.739.093 | (2.406.298) | 18.572.125 | 344.873 | 18.916.998 |
| Total loss | | | | | | | | |
| Loss for the year | - | - | - | - | 724.610 | 724.610 | (2.143) | 722.467 |
| Other total income | | | | | | | | |
| Land and buildings: | | | | | | | | |
| Gain on revaluation – after taxation | - | - | - | 337.465 | - | 337.465 | - | 337.465 |
| Financial assets available for sale: | | | | | | | | |
| Fair value gain | - | - | - | 13.832 | - | 13.832 | - | 13.832 |
| Charge for impairment – transfer to profit and loss | - | - | - | 3.631 | - | 3.631 | - | 3.631 |
| Exchange differences for the year | - | - | - | 846 | - | 846 | - | 846 |
| Total loss for the year 2017 | - | - | - | 355.774 | 724.610 | 1.080.384 | (2.143) | 1.078.241 |
| Balance as at 31 December 2017 | 14.691.694 | 74.335 | 5.473.301 | 2.094.867 | (2.681.688) | 19.652.509 | 342.730 | 19.995.239 |
| Impact of the initial implementation of IFRS9 on 1 January 2018 | - | - | - | (89.167) | 89.187 | - | - | - |
| Adjusted balance as at 1 January 2018 | 14.691.694 | 74.335 | 5.473.301 | 2.005.680 | (2.592.501) | 19.652.509 | 342.730 | 19.995.239 |
| Total profit | | | | | | | | |
| Profit for the year | - | - | - | - | 1.529.735 | 1.529.735 | (2.094) | 1.527.641 |
| Other total income | | | | | | | | |
| Land and buildings: | | | | | | | | |
| Gain on revaluation – after taxation | - | - | - | 170.420 | - | 170.420 | - | 170.420 |
| Exchange differences for the year | - | - | - | (4.123) | - | (4.123) | - | (4.123) |
| Special defence contribution for deemed dividend distribution | - | - | - | - | (45.301) | (45.301) | - | (45.301) |
| Total loss for 2018 | - | - | - | 166.297 | 1.484.404 | 1.650.701 | (2.094) | 1.648.607 |
| Balance as at 31 December 2018 | 14.691.694 | 74.335 | 5.473.301 | 2.171.977 | (1.108.097) | 21.303.210 | 340.636 | 21.643.846 |

1. Companies which do not distribute 70% of their profits after tax, as defined by the Special Contribution for Defence Law of the Republic, within two years after the end of the relevant tax year, will be deemed to have distributed this amount as dividends. Special contribution for defence at 15% will be payable on such deemed dividends to the extent that the shareholders, at the end of the period of two years following the end of the relevant tax year, are Cyprus tax residents and are deemed to be domiciled in Cyprus. The percentage of the special contribution for defence increased to 17% for profits for the tax years 2009 and to 20% for profits for the tax years 2010 and 2011 and was then reduced to 17% for profits for the years 2012 onwards. The amount of deemed distribution is reduced by any actual dividends paid out of the profits of the relevant year at any time. This special contribution for defence is payable by the Company for the account of the shareholders.
2. The share premium reserve and the other reserves are not available for distribution in the form of dividend.