INTRACOM HOLDINGS S.A.

Annual Report
for the Year 2014 (1st January – 31st December 2014)
in accordance with Law 3556/2007

Contents

The attached annual financial statements of the Group and the Company have been approved for issue by the Board of Directors on 30th March 2015.

THE CHAIRMAN OF THE BOARD OF DIRECTORS	THE MANAGING DIRECTOR
D. C. KLONIS ID No. AK 121708 / 07.10.2011	**K. S. KOKKALIS** ID No. AI 091122 / 14.10.2009
THE CHIEF FINANCIAL OFFICER AND MEMBER OF THE BOARD OF DIRECTORS	**THE CHIEF ACCOUNTANT**
G. SP. KOLIASTASIS ID No. Σ 699882 / 09.11.1998	**J. K. TSOUMAS** ID No. AZ 505361 / 10.12.2007 Licence No 637

A) Directors' Statements

(pursuant to article 4 par. 2 of Law 3556/2007)

The members of the Board of Directors, of INTRACOM HOLDINGS SA

1. Dimitrios C. Klonis, Chairman
2. Konstantinos S. Kokkalis, Managing Director,
3. Georgios Sp. Koliastasis, Member of the Board of Directors

In our above mentioned capacity we declare that:

As far as we know:

a. the parent company and consolidated annual financial statements for the year 01/01/2014 to 31/12/2014 which were drawn up in accordance with applicable International Financial Reporting Standards, reflect in a true manner the assets and liabilities, equity and results of **'INTRACOM HOLDINGS SA'** and of the undertakings included in consolidation, taken as a whole, and

b. the annual report of the Board of Directors is a true representation of the progress, the performance and the financial position of the Company and of the undertakings included in the consolidation, taken as whole, including a description of the major risks and uncertainties they confront.

THE CHAIRMAN OF THE BOARD OF DIRECTORS	THE MANAGING DIRECTOR
D.C. KLONIS ID No. AK 121708/07.10.2011	**K.S. KOKKALIS** ID No. AI 091122/14.10.2009

THE MEMBER OF THE BOARD OF DIRECTORS

G.SP. KOLIASTASIS
ID No. Σ 699882 / 09.11.1998

B) Board of Directors' Report

ANNUAL REPORT OF THE BOARD OF DIRECTORS

OF INTRACOM HOLDINGS S.A.

FOR THE PERIOD 1/1/2014-31/12/2014

(in accordance with the provisions of Article 6(5) of Law 3556/2007)

Main events 2014

In 2014, INTRACOM HOLDINGS Group significantly improved its major figures, and reported a 18,5% increase in sales from continuing operations and an increase in EBITDA profitability of +€ 27,1 mn.

The Group subsidiaries performed positively as they recorded increased sales along with significantly improved EBITDA margins.

We consider a major success of the Group the extroversion which developed in 2014, in continuation of our prior year's performance, with sales of € 166 mn. from international activities, that is 32% of consolidated sales or 48% of sales from continuing activities.

Indicative of the potential of the Group subsidiaries is that in 2014 the new orders reached € 490 mn., whereas backlog of signed contracts exceeded € 850 mn. More than 50% of the backlog relates to international contracts.

Besides the operating activity of the Group, 2014 was largely determined by extraordinary, non-recurring events. Specifically:

a) Two major business deals have been completed, the sale of Intracom Holdings participation in Hellas Online to Vodafone in November 2014 for €67 mn., and the sale of our 49% stake in **Intracom Telecom** with an overall benefit of € 47 mn., in December 2014.

The completion of the deals resulted in:

- Significant increase in cash, providing the option of new high value added investments for the Group,
- significant decrease in leverage, and at the same time
- decrease in operating profitability from the EBITDA contributed to the consolidated result from HELLAS ONLINE.

b) Following the decision of the Multi-Member Court of First Instance of Athens relating to the lawsuits by the key management personnel of Teledome, the plaintiffs were awarded with a receivable up to the amount of € 41mn. On 30th September 2014, the Company filed an appeal to the Athens Court of Appeals requesting the annulment of the decision of the Multi-member Court of First Instance. Thereafter, the plaintiffs filed a request for interim relief, which was heard on 3/12/2014. In the section 'Major events occurring after the end of the year', further information is provided, concerning the actions taken on this issue.

During the year the Group Companies undertook and implemented major projects, further enhancing their position in the markets in which they operate. Specifically:

INTRAKAT Group, apart from the significant construction projects, is involved in the field of developing holiday residences and tourism investments.In the field of electricity production from Renewable Energy Sources (R.E.S.) the Group has completed the construction and set in operation a wind park of 21 MW in Voiotias Prefecture.

In the waste management field the Association of Companies ARCHIRODON GROUP N.V. – INTRAKAT – ENVITEC, to which INTRAKAT participates by 40%, has emerged as the lowest bidder for the implementation of the project "Implementation of a Waste Treatment Unit in Serres Prefecture through P.P.P.". with a budget of € 39,2 mn. and PPP project "Treatment Facility of Municipal Solid Waste in the Prefecture of Epirus" with a budget of € 49,6 mn.

Furthermore, in 2014, INTRAKAT in collaboration with INTRASOFT INTERNATIONAL signed the Partnership Agreement of the PPP project "Design, Financing, Installation, Operation Support, Maintenance and Facility Management of an Integrated Passenger Information System and Fleet Management for O.SY. SA" with a budget of € 48,2 mn, which will be completed within 2016 and its operation will last for the next 10 years.

Finally, INTRAKAT, at the end of 2014, in collaboration with INTRACOM HOLDINGS and HELLAS ONLINE signed the Partnership Agreement of the PPP project "Development of Broadband Infrastructure in Rural 'White' Areas of the Greek territory and Services for the Exploitation-Development of the Infrastructure" with a budget of € 60 mn., of which the construction period will be two years and INTRAKAT will be the main constructor.

In February 2014, a consortium led by **INTRASOFT International** has been awarded a framework contract of € 83 mn. value by the European Commission - Directorate General Taxation and Customs Union (DG TAXUD). The contract (CUST-DEV3) represents one of the most important contracts within the European Commission, as it concerns the implementation of the new EU Customs policy (Union Customs Code) and the development of the respective customs-related software applications for the next 8 years, highlighting INTRASOFT's International prominent position as a leading provider of IT services in the Tax and Customs area. INTRASOFT's International participation is estimated at € 31,5 mn. of the total budget.

In June 2014 INTRASOFT International successfully completed the 1st phase of the design and implementation of the integrated campaign management project through the use of ORACLE SIEBEL CRM platform for the Piraeus Bank Group. This project covers the entire life-cycle of the promotional campaigns.The 1st phase of the project was awarded to INTRASOFT International through an open tender in April 2013. The 2nd phase is already underway and involves the addition of channels, such as electronic banking Winbank, SMS, call center, and ATMs.

In September, INTRASOFT International successfully completed the $ 3 mn. project for the new Core Social Security & Pension Administration System of the National Social Security Fund of Kenya (NSSF).

Finally, as stated before INTRASOFT International in cooperation with INTRAKAT have undertaken the PPP project for O.SY.SA Telematics.

In January, a new $3,7 mn. contract has been awarded to **INTRACOM Defense Electronics (IDE)** by Northrop Grumman for defense avionics for the global market to be implemented by June 2015.

In March 2014 another successful firing of the Ground Based Air Defence System IRIS-T SLM was demonstrated by Diehl Defence at the Overberg Test Range in South Africa. This achievement has also revealed the superior performance of the Data Link system that has been designed by INTRACOM Defense Electronics (IDE) for the IRIS-T SLM.

In September, IDE won an international tender to design a new digital data processor for Raytheon Missile System's Evolved SeaSparrow Missile. IDE's multi-year involvement in the project, including forecasted ESSM Block 1 series production lots, is estimated to reach $20 mn.

Continuing its long and successful participation in the PATRIOT air defense systems, IDE has undertaken two new export contracts in the USA amounting to $3 mn. The first concerns subsystems of PATRIOT with consignee the US Army, which will be gradually completed until September 2015. The second contract is for the production of electronic units of PHALANX of RAYTHEON Company, will be gradually completed until March 2016 and fulfills global market requirements.

Finally, IDE participates in the Consortium developing the Hellenic Civil Unmanned Air Vehicle (HCUAV), whose mission is to support civil protection and public safety services in Greece and abroad. The HCUAV project is co-financed by the General Secretariat for Research and Technology (GSRT) and the consortium includes highly expertized and technologically advanced domestic research institutes and other Greek companies. IDE's participation in the HCUAV project is the result of the company's investment in cutting-edge technologies in order to meet security needs, especially for the protection of critical infrastructures as well as for land and maritime borders and regions surveillance.

Major events occurring after the end of the year

On 14/1/2015 the decision of the Single Judge Court of First Instance was served to the company, according to which the Court has accepted the request for injunctive measures of Teledome major shareholders against INTRACOM HOLDINGS, which included the provision of security up to the amount of €41 mn. Following the decision, the company delivered to each of the plaintiffs letters of guarantee, that summed up in total to approximately €41 mn. The duration of the validity of the guarantees or the potential forfeiture will depend on the content of the decision of the Athens Court of Appeals on the appeal filled by the company on 30/9/2014, requesting the annulment of the 3389/2014 decision of the Multi-member Court of First Instance. The Appeal is to be heard on 14/5/2015.

Moreover, the Company was served a legal claim dated 10/2/2015 from certain major shareholders of TELEDOME, which following the claims filed in the past as stated in Note 38 of the Financial Statements, claim anew the withdrawal of their guarantees to banks up to the amount of €12.9 mn.

The Company, relying on the opinion of its legal advisor, believes that it is highly probable that this claim will be dismissed, similar to the claims mentioned in Note 38.

Financial Results

Following the deals for the disposal of INTRACOM HOLDINGS stake in HELLAS ONLINE and INTRACOM TELECOM, the figures of the two companies are reported as discontinued operations. Therefore, continuing activities from now on comprise, besides the parent company, INTRAKAT Group, INTRASOFT INTERNATIONAL Group and IDE (Intracom Defense Electronics).

Consolidated sales from continuing activities amounted to € 346,1 mn. versus € 292,2 mn. in 2013, resulting in an increase of 18,5%. INTRAKAT Group recorded increase in sales by € 43,8 mn. (2014: € 153,4 mn., 2013: € 109,6 mn.) and thus recorded the higher increase in sales (40%). It was followed by INTRASOFT INTERNATIONAL Group – increase by 6%- and IDE 3%.

EBITDA amounted to € 14,0 mn. versus -€ 13,1 mn. in 2013, as group companies recorded increased sales along with increased profitability margin. EBITDA includes impairments of receivables and inventories of € 2,8 mn. versus € 12.9 mn. in 2013. The change in adjusted EBITDA amounts to +€ 17 mn.

Group subsidiaries report positive EBT against significant losses in 2013. Prior years' losses were due to impairments as well as to operating result. Adjusted EBT for impairments are also positive for IDE (EBT 2014 € -0,8 mn. including impairments of € 3,3 mn.)

Consolidated EBT, finally amounts to -€ 14,3 mn. versus -€ 53.9 mn. in 2013. Impairments included, sum up to € 9.6 mn.

Net result from discontinued operations amounts to € 40 mn. and comprises HELLAS ONLINE and INTRACOM TELECOM results for the period of their consolidation, as well as the result from the sale of our participation.

Parent company's EBT amounts to € -21,6 mn. including impairments of € 13,1 mn. Net result from continuing and discontinued operations amounts to -€ 33,3 mn.

The Group's overall Equity on 31/12/2014 amounts to € 286,4 mn. compared to € 272,2 mn. on 31/12/2013.

As a result of the sale of HELLAS ONLINE, the Group's total debt on 31/12/2014 amounted to € 155 mn. versus € 330,4 mn. on 31/12/2013. Debt decrease amounts to € 175 mn. or 53%.

Finally, total assets on 31/12/2014 amount to € 653,4 mn. versus € 921,2 mn. on 31/12/2013, similarly as a result of HELLAS ONLINE disposal.

The financial ratios which reflect the Group and Company's financial position are presented in table form below:

	GROUP		COMPANY	
	31/12/2014	31/12/2013	31/12/2014	31/12/2013
Financial Structure ratios				
Current assets/Total assets	62,6%	42,3%	33,0%	2,9%
Equity/Total liabilities	78,0%	41,9%	575,2%	548,3%
Equity/Fixed assets	139,3%	64,7%	431,7%	439,8%
Current assets/Short-term liabilities	138,6%	70,1%	317,9%	26,9%
Profitability ratios				
EBITDA/Sales	18,9%	10,7%	-105,9%	-112,8%
Gross profit/Sales	18,4%	14,0%	11,1%	13,5%
Sales/Total Equity	186,9%	188,7%	1,3%	0,7%

Property: the company owns property (land and buildings) in 19th km. Markopoulou Avn. in Peania, and to Vistonida in Xanthi Prefecture. Moreover, in Maroussi Attika (44, Kifissias Avn. and Premetis), as well as in 2, Adrianiou Str. in Athens, the company possesses buildings via sale & lease back. Property value is disclosed in notes 6 and 9 of the financial statements.

Cash and cash equivalents: detailed in note 20 of the financial statements.

Goals and Perspectives

The main objectives of the Group's Management are summarised below:

1. To create value to the shareholders. This will be achieved through:

    - Increase in operating profitability. Actions in this direction include unified procedure of the subsidiaries financial monitoring, focus on core business for organic growth and synergies among subsidiaries, penetration to high- margin markets.

    - Investments. The Group possesses significant cash and will evaluate alternative options of strategic positioning in new investments with high returns and strong positive cash flows.

    - The company is considering capital return to its shareholders.

2. To further reduce leverage, through the decrease of bank borrowings.

3. To disengage, to the maximum possible extent, from corporate guarantees, wherever this is feasible.

4. To diminish risks of downsizing, whether arising from the group's structure or mainly from the international environment where the group operates.

Finally, loyal to its major growth option since incorporation, the Group will further enhance its extroversion and will undertake actions to stimulate the geographical diversification of the subsidiaries.

RISKS AND UNCERTAINTIES

Financial risk factors

INTRACOM S.A., being a Greek multinational company, is exposed to a variety of financial risks, including market risk (the effects of changes in foreign currency exchange rates, cash flow and fair value risk from changes in interest rates and market prices), credit risk and liquidity risk. The Group's overall risk management programme focuses on the unpredictability of financial markets and seeks to minimise potential adverse effects on the financial performance of the Group as a whole.

The financial liabilities of the Group include short-term bank loans, long-term bank loans and finance lease agreements, through which the Group finances its working capital and capital expenditure needs. Moreover, the Group manages financial assets, mainly short-term bank deposits arising from operating activities.

Derivative financial instruments are used exclusively for the hedging of interest or exchange rate risk, since according to the approved policy, speculative use is not permitted.

In summary, the financial risks that arise are analysed below.

Market risk

Foreign exchange risk

The foreign exchange risk of the Group is limited, since for most of the foreign currency receivables, there are corresponding payables in the same currency. Almost all foreign currency contracts for both assets and liabilities are denominated in USD.

In cases where natural hedge is not adequate due to large amounts of foreign currency payables, the Group may convert part of the borrowings to that currency or may use forward currency contracts.

The Group's policy is to maintain a minimum amount of cash in foreign currency, to meet short-term liabilities in that currency.

Price risk

The Group has limited exposure to changes in the prices of the shares held either for trading or as available for sale financial assets.

Cash flow and fair value interest rate risk

Interest rate risk has been hedged partly by converting a significant part of the borrowings from fixed to floating rate taking advantage of the very low Euribor rates. Also the mergers that took place in the Greek banking system provide us the opportunity to unify the majority of the loans and set the interest rate lower though common pricing. The levels of weighted average interest rate for the period 2014 are not comparable with those of 2013 due to the repayment of the bond loan of Hellas Online. The Group assesses that during the current year, interest rate risk is limited since it is expected that interest rates will remain stable.

Credit risk

The sales transactions of the Group are made to private companies and public sector organisations with an appropriate credit history, with which in many cases there is a long standing relationship. In cases that vendor financing to an overseas customer is required, the Group insures its credit risk via the Export Credit Insurance Organisation (ECIO). As a result, the risk of doubtful debts is considered limited.

Regarding credit risk related to cash deposits, the Group collaborates with financial institutions of high credit rating.

Liquidity risk

Each subsidiary draws up and monitors on a monthly basis a cash flow schedule that includes the operating as well as the investing cash flows. All subsidiaries submit to Intracom Holdings on a weekly basis a detailed report of their cash and credit position, in order that an effective monitoring and co-ordination on a group level is achieved.

Prudent liquidity management is achieved by an appropriate combination of cash and cash equivalents and approved bank facilities. The Group manages the risks that may arise from lack of adequate liquidity by ensuring there are always approved bank facilities for use. The available undrawn borrowing facilities to the Group are sufficient to address any potential shortfall in cash.

On 31 December of 2014 the Short Term Credit Facility of the Group increased to 59% from 87% in 2013 and the Long Term Credit Facility decreased to 41% from 13% in 2013.

SIGNIFICANT RELATED PARTY TRANSACTIONS

(Article 2 rule 7/448/11.10.2007 of Capital Market Commission)

The company's significant transactions with related parties as defined in International Accounting Standard 24 relate to transactions with its subsidiaries and affiliates (related companies according to article 42e of L. 2190/20) and companies in which the major shareholder of INTRACOM HOLDINGS holds an interest share, which are presented in the tables below:

Income & Receivables Period 1/1-31/12/2014

(amounts in thousands €)

SUBSIDIARIES	SERVICES	RENTAL INCOME	RECEIVABLES
INTRAKAT SA	1.233	252	1.396
INTRASOFT INTERNATIONAL SA (GR)	1.414	684	9.351
INTRACOM DEFENSE SA	403	-	2.958
HELLAS ON LINE A.E.	553	1.319	0
OTHER SUBSIDIARIES	1	1	105
Total	**3.604**	**2.256**	**13.810**
OTHER RELATED PARTIES			
INTRALOT	-	138	13.830
OTHER RELATED PARTIES	-	8	109
Total	**0**	**146**	**13.939**
TOTAL	**3.604**	**2.402**	**27.749**

Income & Receivables Period 1/1-31/12/2013
(amounts in thousands €)

SUBSIDIARIES	SERVICES	RENTAL INCOME	SALES OF FIXED ASSET	RECEIVABLES
INTRAKAT SA	432	296	-	454
INTRASOFT INTERNATIONAL SA (GR)	899	672	-	1.734
INTRACOM DEFENSE SA	94	-	-	37
HELLAS ON LINE A.E.	664	1.428	-	65
OTHER SUBSIDIARIES	3	9	-	90
Total	**2.092**	**2.405**	**0**	**2.380**
ASSOCIATES				
INTRACOM TELECOM SA	126	-	-	2.117
INTRACOM LTD SKOPJE	-	-	-	750
Total	**126**	**0**	**0**	**2.867**
OTHER RELATED PARTIES				
INTRALOT	-	120	-	1.405
OTHER RELATED PARTIES	-	9	-	0
Total	**0**	**129**	**0**	**1.405**
TOTAL	**2.218**	**2.534**	**0**	**6.652**

Expenses & Payables Period 1/1-31/12/2014
(amounts in thousands €)

SUBSIDIARIES	SERVICES	PURCHASES OF FIXED ASSETS	PAYABLES
INTRAKAT SA	57	4	1.630
IN MAINT SA	270	84	24
INTRADEVELOPMENT SA	-	-	40
INTRASOFT INTERNATIONAL SA (GR)	5	-	885
HELLAS ON LINE A.E.	6	22	-
INTRACOM CYPRUS	-	-	1.418
OTHER SUBSIDIARIES	-	-	8
Total	**338**	**110**	**4.005**
OTHER RELATED PARTIES			
INTRALOT	-	-	7.270
KARAISKAKIS AE	20	-	74
Total	**20**	**0**	**7.344**
TOTAL	**358**	**110**	**11.349**

Expenses & Payables Period 1/1-31/12/2013

(amounts in thousands €)

SUBSIDIARIES	SERVICES	PURCHASES OF FIXED ASSETS	OTHER	PAYABLES
INTRAKAT SA	-	-	2.088	-
IN MAINT SA	262	69	-	18
INTRADEVELOPMENT SA	-	-	-	40
INTRACOM I.T. SERVICES SA	-	-	-	878
HELLAS ON LINE A.E.	5	-	-	218
OTHER SUBSIDIARIES	7	-	-	32
Total	**274**	**69**	**2.088**	**1.186**
ASSOCIATES				
INTRACOM TELECOM SA	-	-	-	7.372
OTHER ASSOCIATES	-	-	-	26
Total	**0**	**0**	**0**	**7.398**
OTHER RELATED PARTIES				
KARAISKAKIS AE	-	-	25	49
OTHER RELATED PARTIES	-	-	-	9
Total	0	0	25	58
TOTAL	**274**	**69**	**2.113**	**8.642**

In relation to the above transactions:

The Company's income from services comes mainly from the provision of administrative, accounting, legal and computer support services.

The purchases from IN MAINT SA relate to maintenance of facilities and networks.

The transactions have taken place under normal market conditions.

Directors' remuneration and key management compensation amounted to € 1.238 during the year 2014 in comparison (2013 € 1.043). There was no outstanding receivable or payable to directors as at 31st December 2014.

Paiania, 30 March 2015

The Board of Directors

C) Independent Auditor's Report

To the Shareholders of **INTRACOM HOLDINGS S.A.**

Report on the Separate and Consolidated Financial Statements

We have audited the accompanying separate and consolidated financial statements of **INTRACOM HOLDINGS S.A.**, which comprise the separate and consolidated balance sheet as of 31 December 2014, the separate and consolidated statements of comprehensive income, changes in equity and cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Separate and Consolidated Financial Statements

Management is responsible for the preparation and fair presentation of these separate and consolidated financial statements in accordance with International Financial Reporting Standards, as adopted by the European Union and for such internal controls as management determines is necessary to enable the preparation of separate and consolidated financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these separate and consolidated financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the separate and consolidated financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the separate and consolidated financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the separate and consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the separate and consolidated financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's system of internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the separate and consolidated financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the accompanying separate and consolidated financial statements present fairly, in all material respects, the financial position of **INTRACOM HOLDINGS S.A.** and its subsidiaries as of 31 December 2014, and of their financial performance and their cash flows for the year then ended in accordance with International Financial Reporting Standards, as adopted by the European Union.

Emphasis of Matter

We draw your attention to Note 38 to the financial statements, where reference is made to the matter: Against the company, its subsidiary and members of its Management had lodged lawsuits particular main shareholders of Teledome S.A. Within the year 2014 was issued decision of the Multimember Court of First Instance of

Athens about a part of these lawsuits. According to the decision was recognised claim of the plaintiffs up to a total amount Euro 41 million. The Company lodged an appeal, which will be heard on 14/5/2015, asking to be eliminated to its total the decision of the Court of First Instance. The Company based on the view of its legal advisor, according to which there are many probabilities for successful outcome of the appeal and dismissal of the pending lawsuits, deems that it is not likely an outflow of resources that incorporates economic benefits and has not set up relevant provision. Our opinion is not qualified in respect of this matter.

Reference to Other Legal and Regulatory Requirements

a) The Report of the Board of Directors includes a corporate governance statement which provides all information set out in paragraph 3d of article 43a of c.L. 2190/1920.

b) We verified the consistency and the correspondence of the content of the Report of the Board of Directors with the accompanying separate and consolidated financial statements, under the legal frame of the articles 43a, 108 and 37 of c.L. 2190/1920.

Athens, 31 March 2015

CERTIFIED PUBLIC ACCOUNTANT AUDITOR

SOL
CERTIFIED PUBLIC ACCOUNTANTS
Crowe Horwath

Zoe D. Sofou
Institute of CPA (SOEL) Reg. No. 14701

Associated Certified Public Accountants s.a.
member of Crowe Horwath International
3, Fok. Negri Street – 112 57 Athens, Greece

Institute of CPA (SOEL) Reg. No. 125

D) Annual Financial Statements

In accordance with International Financial Reporting Standards

as adopted by the European Union

These financial statements have been translated from the original statutory financial statements that have been prepared in the Greek language. In the event that differences exist between this translation and the original Greek language financial statements, the Greek language financial statements will prevail over this document.

Contents **Page**

(All amounts in €'000)

Balance sheet

		Group		Company	
ASSETS	**Note**	**31/12/2014**	**31/12/2013**	**31/12/2014**	**31/12/2013**
Non-current assets					
Property, plant and equipment	6	122.059	272.528	10.343	12.737
Goodwill	7	20.061	68.387	-	-
Intangible assets	8	5.210	31.939	3	1
Investment property	9	58.193	47.759	54.370	58.461
Investments in subsidiaries	10	-	-	133.613	219.702
Investments in associates	11	611	57.873	-	46.908
Available - for - sale financial assets	13	10.996	16.398	10.511	10.901
Deferred income tax assets	14	7.828	15.370	-	-
Long-term loans	15	10.944	10.748	10.944	10.748
Trade and other receivables	16	8.186	10.056	39	39
		244.089	**531.059**	**219.823**	**359.496**
Current assets					
Inventories	17	44.952	48.624	-	-
Trade and other receivables	16	197.804	239.117	41.528	8.971
Construction contracts	18	35.354	20.882	-	-
Financial assets at fair value through profit or loss	19	179	223	-	-
Current income tax assets		8.248	4.998	-	-
Cash and cash equivalents	20	122.794	76.263	66.569	1.748
		409.331	**390.108**	**108.097**	**10.719**
Total assets		**653.420**	**921.167**	**327.920**	**370.215**
EQUITY					
Capital and reserves attributable to the Company's equity holders					
Share capital	21	187.567	187.567	187.567	187.567
Share premium	21	194.204	194.204	194.204	194.204
Reserves	22	171.616	183.898	146.912	147.362
Retained earnings		(292.208)	(322.045)	(249.326)	(216.021)
		261.178	243.623	279.356	313.112
Non-controlling interest		25.192	28.547	-	-
Total equity		**286.370**	**272.170**	**279.356**	**313.112**
LIABILITIES					
Non-current liabilities					
Borrowings	23	63.552	44.492	13.094	15.750
Deferred income tax liabilities	14	223	2.382	1.033	1.124
Retirement benefit obligations	24	6.636	6.882	430	312
Grants	25	61	18.589	-	-
Provisions	27	1.311	1.365	-	-
Trade and other payables	28	17	18.460	-	-
		71.800	**92.170**	**14.557**	**17.186**
Current liabilities					
Trade and other payables	28	192.444	259.507	14.602	11.703
Current income tax liabilities		2.908	2.292	-	-
Construction contracts	18	2.417	1.843	-	-
Borrowings	23	91.497	285.952	16.728	28.046
Derivative financial instruments	26	-	653	-	-
Grants	25	-	1.692	-	-
Provisions	27	5.983	4.887	2.676	168
		295.249	**556.826**	**34.006**	**39.917**
Total liabilities		**367.049**	**648.996**	**48.563**	**57.103**
Total equity and liabilities		**653.420**	**921.167**	**327.920**	**370.215**

The notes on pages 23 to 94 are an integral part of these financial statements.

(All amounts in €'000)

Statement of comprehensive income

	Note	Group		Company	
		1/1 - 31/12/2014	1/1 - 31/12/2013	1/1 - 31/12/2014	1/1 - 31/12/2013
Sales		346.147	292.230	3.741	2.345
Cost of goods sold	29	(286.621)	(266.526)	(3.325)	(2.029)
Gross profit		**59.527**	**25.704**	**416**	**316**
Selling and research costs	29	(19.314)	(18.253)	-	-
Administrative expenses	29	(36.363)	(31.172)	(7.617)	(5.285)
Other operating income	31	3.657	4.368	2.754	2.977
Other gains / (losses) - net	32	(1.853)	(2.876)	(1.296)	(2.438)
Impairment losses from subsidiaries	10	-	-	(8.437)	(1.521)
Impairment losses from tangible, intangible assets and investment property	6, 8, 9	(6.719)	(19.110)	(4.761)	(9.342)
Operating gains / (losses)		**(1.064)**	**(41.339)**	**(18.941)**	**(15.293)**
Finance expenses	33	(16.265)	(13.814)	(3.196)	(1.928)
Finance income	33	3.172	1.278	531	475
Finance income / (expenses) - net		**(13.093)**	**(12.537)**	**(2.664)**	**(1.453)**
Share of loss of associates		(121)	(55)	-	-
Loss before income tax		**(14.278)**	**(53.931)**	**(21.605)**	**(16.746)**
Income tax	34	(1.879)	3.128	60	(161)
Loss for the year from continuing operations		**(16.156)**	**(50.803)**	**(21.545)**	**(16.906)**
Profit / (loss) for the year from discontinued operations	40	**40.052**	**(22.436)**	**(11.760)**	**(91.776)**
Profit / (loss) for the year from continuing and discontinued operations		**23.895**	**(73.238)**	**(33.305)**	**(108.682)**
Other comprehensive income :					
Items that may be reclassified subsequently to profit or loss					
Fair value losses on available-for-sale financial assets, net of tax	13	(4.075)	(1.440)	(699)	(277)
Write off / disposal of available-for-sale financial assets		1.194	-	-	-
Transfer of available-for-sale reserve to profit or loss due to disposal		-	-	336	-
Currency translation differences, net of tax		964	(588)	-	-
Transfer of cash flow hedging losses to profit or loss		-	435	-	-
		(1.917)	(1.593)	(363)	(277)
Items that will not be reclassified to profit or loss					
Remeasurements of retirement benefit obligations, net of tax		(1.083)	(121)	(88)	(17)
Other comprehensive income for the year, net of tax		**(3.001)**	**(1.714)**	**(451)**	**(294)**
Total comprehensive income for the year		**20.895**	**(74.952)**	**(33.755)**	**(108.977)**
Profit / (losses) attributable to:					
Equity holders of the Company					
From continuing operations		(16.145)	(41.543)	(21.545)	(16.906)
From discontinued operations		36.606	(23.084)	(11.760)	(91.776)
		20.461	(64.627)	(33.305)	(108.682)
Non-controlling interest					
From continuing operations		(11)	(9.260)	-	-
From discontinued operations		3.446	650	-	-
		3.435	(8.610)	-	-
		23.895	**(73.238)**	**(33.305)**	**(108.682)**
Total comprehensive income attributable to:					
Equity holders of the Company					
From continuing operations		(18.227)	(43.146)	(21.996)	(17.201)
From discontinued operations		36.606	(22.857)	(11.760)	(91.776)
		18.378	(66.004)	(33.755)	(108.977)
Non-controlling interest					
From continuing operations		(929)	(9.767)	-	-
From discontinued operations		3.446	819	-	-
		2.517	(8.948)	-	-
		20.895	**(74.952)**	**(33.755)**	**(108.977)**
Profit / (losses) per share from continuing and discontinued operations attributable to the equity holders of the Company during the year (expressed in € per share)					
Basic and diluted					
From continuing operations	35	(0,12)	(0,31)	(0,16)	(0,13)
From discontinued operations	35	0,28	(0,17)	(0,09)	(0,69)
	35	0,15	(0,49)	(0,25)	(0,82)

The notes on pages 23 to 94 are an integral part of these financial statements.

(All amounts in €'000)

Statement of changes in equity – Group

		Attributable to equity holders of the Company				Non-controlling interest	Total equity
	Note	Share capital	Other reserves	Retained earnings	Total		
Balance 1 January 2013		381.771	184.899	(256.690)	309.980	37.546	347.526
Loss for the year		-	-	(64.627)	(64.627)	(8.610)	(73.238)
Fair value losses on available for sale financial assets	13	-	(995)	-	(995)	(445)	(1.440)
Currency translation differences		-	(532)	-	(532)	(56)	(588)
Cash flow hedges	26	-	249	-	249	186	435
Remeasurements of retirement benefit obligations, net of tax		-	(98)	-	(98)	(24)	(121)
Total comprehensive income for the year		**-**	**(1.376)**	**(64.627)**	**(66.004)**	**(8.948)**	**(74.952)**
Share capital increase of subsidiaries	10	-	-	(203)	(203)	184	(20)
Acquisition of control in subsidiary		-	-	-	-	(50)	(50)
Effect of change in interest held in subsidiaries / joint ventures		-	1	(163)	(162)	(256)	(418)
Disposal of subsidiaries	10	-	-	-	-	82	82
Transfer between reserves	22	-	373	(361)	12	(12)	-
		-	374	(728)	(354)	(51)	(405)
Balance 31 December 2013		**381.771**	**183.898**	**(322.045)**	**243.623**	**28.547**	**272.170**
Balance 1 January 2014		381.771	183.898	(322.045)	243.623	28.547	272.170
Profit for the year		-	-	20.461	20.461	3.435	23.895
Fair value losses on available for sale financial assets	13	-	(2.784)	-	(2.784)	(1.291)	(4.075)
Write off / disposal of available-for-sale financial assets	22	-	866	-	866	328	1.194
Currency translation differences		-	880	-	880	84	964
Remeasurements of retirement benefit obligations, net of tax			(1.044)	-	(1.044)	(39)	(1.083)
Total comprehensive income for the year		**-**	**(2.083)**	**20.461**	**18.377**	**2.517**	**20.895**
Formation of subsidiary	10	-	-	(555)	(555)	797	242
Effect of change in interest held in subsidiaries / joint ventures	10	-	(222)	(45)	(267)	(1.830)	(2.097)
Disposal of subsidiaries		-	(8.879)	8.879	-	(4.839)	(4.839)
Transfer between reserves	22	-	(1.097)	1.097	-	-	-
		-	(10.199)	9.376	(823)	(5.872)	(6.695)
Balance 31 December 2014		**381.771**	**171.617**	**(292.208)**	**261.178**	**25.192**	**286.370**

Analysis of other reserves is presented in note 22.

The notes on pages 23 to 94 are an integral part of these financial statements.

(All amounts in €'000)

Statement of changes in equity – Company

	Note	Share capital	Other reserves	Retained earnings	Total equity
Balance 1 January 2013		381.771	147.657	(107.339)	422.088
Loss for the year		-	-	(108.682)	(108.682)
Fair value losses on available-for-sale financial assets	13	-	(277)	-	(277)
Remeasurements of retirement benefit obligations, net of tax		-	(17)	-	(17)
Total comprehensive income for the year		**-**	**(294)**	**(108.682)**	**(108.977)**
Balance 31 December 2013		**381.771**	**147.362**	**(216.021)**	**313.112**
Balance 1 January 2014		381.771	147.362	(216.021)	313.112
Loss for the year		-	-	(33.305)	(33.305)
Fair value losses on available-for-sale financial assets	13	-	(699)	-	(699)
Transfer of available-for-sale reserve to profit or loss due to disposal		-	336	-	336
Remeasurements of retirement benefit obligations, net of tax		-	(88)	-	(88)
Total comprehensive income for the year		**-**	**(451)**	**(33.305)**	**(33.755)**
Balance 31 December 2014		**381.771**	**146.912**	**(249.326)**	**279.356**

Analysis of other reserves is presented in note 22.

The notes on pages 23 to 94 are an integral part of these financial statements.

(All amounts in €'000)

Cash flow statement

		Group		Company	
	Note	**1/1 - 31/12/2014**	**1/1 - 31/12/2013**	**1/1 - 31/12/2014**	**1/1 - 31/12/2013**
Cash flows from operating activities					
Cash generated from / (used in) operations	36	106.023	85.781	34.084	(767)
Interest paid		(26.816)	(26.844)	(3.240)	(1.913)
Income tax paid		(6.179)	(723)	(35)	(74)
Net cash generated from / (used in) operating activities		**73.027**	**58.214**	**30.808**	**(2.754)**
Cash flows from investing activities					
Purchase of property, plant and equipment (PPE)		(33.904)	(28.599)	(166)	(27)
Purchase of investment property		(1.191)	(170)	(41)	(199)
Purchase of intangible assets		(18.266)	(20.303)	(3)	-
Proceeds from sale of PPE		366	4.189	3	-
Proceeds from sale of investment property		181	-	-	-
Proceeds from sale of intangible assets		-	14	-	-
Acquisition of available-for-sale financial assets	13	(2.979)	(7.370)	(3.704)	(1.565)
Proceeds from sale of available-for-sale financial assets		4.405	-	3.507	-
Acquisition of control in subsidiary	10	-	11.971	-	-
Disposal of subsidiaries / decrease in subsidiary's share capital	10, 40	47.069	91	69.938	-
Disposal of associates	11, 40	33.800	183	33.800	-
Formation of subsidiary / increase in subsidiary's share capital	10	242	-	(3.389)	(120)
Acquisition of associates	11	(202)	-	-	-
Interest received		2.745	863	41	20
Net cash generated from / (used in) investing activities		**32.266**	**(39.130)**	**99.987**	**(1.891)**
Cash flows from financing activities					
Expenses on issue of subsidiary's share capital		-	(26)	-	-
Acquisition of interest in subsidiary from non-controlling interest		(355)	(200)	-	-
Proceeds from borrowings		21.363	26.172	0	3.500
Repayments of borrowings		(82.288)	(19.498)	(64.801)	(550)
Grants received	25	3.805	9	-	-
Repayments of finance leases		(1.287)	(2.531)	(1.174)	(1.145)
Net cash generated from / (used in) financing activities		**(58.762)**	**3.926**	**(65.974)**	**1.805**
Net increase / (decrease) in cash and cash equivalents		**46.531**	**23.010**	**64.821**	**(2.840)**
Cash and cash equivalents at beginning of year		76.263	53.253	1.748	4.588
Cash and cash equivalents at end of year	20	**122.794**	**76.263**	**66.569**	**1.748**

The notes on pages 23 to 94 are an integral part of these financial statements.

Notes to the financial statements in accordance with International Financial Reporting Standards

1. General information

INTRACOM Holdings S.A., with the distinctive title "INTRACOM HOLDINGS", was incorporated in Greece and its shares are traded in the Athens Stock Exchange.

Intracom Group operates, through the subsidiaries and associates, in developing products, providing services and undertaking complex, integrated and advanced technology projects in the telecommunications, defence, public administration, and banking & finance industries and has also activities in the construction sector and the telecommunications sector. The parent company operates as a holding company.

The Group operates in Greece, Luxembourg, U.S.A, Bulgaria, Romania, as well as in other foreign countries.

The Company's registered office is at 19 km Markopoulou Ave., Peania Attikis, Greece. Its website address is www.intracom.gr.

These financial statements have been approved for issue by the Board of Directors on 30 March 2015 and are subject to approval by the Annual General Meeting of the Shareholders.

2. Summary of significant accounting policies

2.1 Basis of preparation

These financial statements consist of the stand alone financial statements of Intracom Holdings S.A. (the "Company") and the consolidated financial statements of the Company and its subsidiaries (together "INTRACOM" or the "Group") for the year ended 31 December 2014, in accordance with International Financial Reporting Standards ("IFRS"), as adopted by the European Union (EU).

These financial statements have been prepared under the historical cost convention, as modified by the available-for-sale financial assets, financial assets at fair value through profit or loss and derivative financial instruments, which are carried at fair value.

The preparation of financial statements in accordance with IFRS requires the use of certain critical accounting estimates. It also requires management to exercise judgement in the process of applying the Company's accounting policies. Moreover, the use of estimates and assumptions is required that affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities at the date of preparation of financial statements and the reported income and expense amounts during the reporting period. Although these estimates are based on the best possible knowledge of management with respect to the current conditions and activities, the actual results can eventually differ from these estimates. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements, are disclosed in Note 4.

Accounting policies used in the preparation of the financial statements of subsidiaries, associates and joint ventures are consistent with those applied by the parent company.

New standards, amendments to standards and interpretations: Certain new standards, amendments to standards and interpretations have been issued that are mandatory for periods beginning during the current financial year. The Group's evaluation of the effect of these new standards, amendments to standards and interpretations is as follows:

<u>Standards and Interpretations effective for the current financial year</u>

IAS 32 (Amendment) "Financial Instruments: Presentation"

This amendment to the application guidance in IAS 32 clarifies some of the requirements for offsetting financial assets and financial liabilities on the statement of financial position. The amendment had no impact on the Group's financial statements.

Group of standards on consolidation and joint arrangements

The IASB has published five new standards on consolidation and joint arrangements: IFRS 10, IFRS 11, IFRS 12, IAS 27 (amendment) and IAS 28 (amendment). The impact of the new standards on the Group's financial statements in set out below. The main provisions are as follows:

IFRS 10 "Consolidated Financial Statements"

IFRS 10 replaces all of the guidance on control and consolidation in IAS 27 and SIC 12. The new standard changes the definition of control for the purpose of determining which entities should be consolidated. This definition is supported by extensive application guidance that addresses the different ways in which a reporting entity (investor) might control another entity (investee). The revised definition of control focuses on the need to have both power (the current ability to direct the activities that significantly influence returns) and variable returns (can be positive, negative or both) before control is present. The new standard also includes guidance on participating and protective rights, as well as on agency/ principal relationships. The standard had no impact on the Group's financial statements.

IFRS 11 "Joint Arrangements"

IFRS 11 provides for a more realistic reflection of joint arrangements by focusing on the rights and obligations of the arrangement, rather than its legal form. The types of joint arrangements are reduced to two: joint operations and joint ventures. Proportional consolidation of joint ventures is no longer allowed. Equity accounting is mandatory for participants in joint ventures. Entities that participate in joint operations will follow accounting much like that for joint assets or joint operations today.

Due to the adoption of IFRS 11 from 1 January 2014, the Group assessed its investments in joint arrangements for the execution of projects in which it participates through its subsidiary Intrakat SA and which were proportionately consolidated until 31 December 2013. This assessment indicated that these joint arrangements should be classified as "joint operations" in accordance with IFRS 11, due to the fact that their legal form confer upon the members direct rights to assets and obligations for liabilities. As a result, these joint arrangements will be incorporated in the Group's consolidated financial statements (as well as in the separate financial statements of the subsidiary Intrakat SA) according to its share in assets, liabilities, income and expenses. As regards certain insignificant interests held in joint ventures which were consolidated using the equity method, the Group decided to continue to apply the same consolidation method. The adoption of the new standard did not have significant impact on the Group's financial statements.

The parent Company has only indirect interest in these joint operations.

IFRS 12 "Disclosure of Interests in Other Entities"

IFRS 12 requires entities to disclose information, including significant judgments and assumptions, which enable users of financial statements to evaluate the nature, risks and financial effects associated with the entity's interests in subsidiaries, associates, joint arrangements and unconsolidated structured entities. For the relevant disclosures refer to Note 10 and 11.

IAS 27 (Amendment) "Separate Financial Statements"

This Standard is issued concurrently with IFRS 10 and together, the two IFRSs supersede IAS 27 "Consolidated and Separate Financial Statements". The amended IAS 27 prescribes the accounting and disclosure requirements for investment in subsidiaries, joint ventures and associates when an entity prepares separate financial statements. At the same time, the Board relocated to IAS 27 requirements from IAS 28 "Investments in Associates" and IAS 31 "Interests in Joint Ventures" regarding separate financial statements. The standard had no impact on the Group's financial statements.

IAS 28 (Amendment) "Investments in Associates and Joint Ventures"

IAS 28 "Investments in Associates and Joint Ventures" replaces IAS 28 "Investments in Associates". The objective of this Standard is to prescribe the accounting for investments in associates and to set out the requirements for the application of the equity method when accounting for investments in associates and joint ventures, following the issue of IFRS 11. The standard had no impact on the Group's financial statements.

IFRS 10, IFRS 11 and IFRS 12 (Amendment) "Consolidated financial statements, joint arrangements and disclosure of interests in other entities: Transition guidance"

The amendment to the transition requirements in IFRSs 10, 11 and 12 clarifies the transition guidance in IFRS 10 and limits the requirements to provide comparative information for IFRS 12 disclosures only to the period that immediately precedes the first annual period of IFRS 12 application.

Standards and Interpretations effective for subsequent periods

New standards, amendments to standards and interpretations have been issued that are mandatory for periods beginning after 1 January 2014 and have not been applied in the preparation of these consolidated financial statements. None of the above is expected to have a significant impact on the consolidated financial statements except for the following:

IFRS 9 "Financial Instruments" and subsequent amendments to IFRS 9 and IFRS 7 (effective for annual periods beginning on or after 1 January 2018)

IFRS 9 replaces the guidance in IAS 39 which deals with the classification and measurement of financial assets and financial liabilities and it also includes an expected credit losses model that replaces the incurred loss impairment model used today. IFRS 9 Hedge Accounting establishes a more principles-based approach to hedge accounting and addresses inconsistencies and weaknesses in the current model in IAS 39. The Group is currently investigating the impact of IFRS 9 on its financial statements. The Group cannot currently early adopt IFRS 9 as it has not been endorsed by the EU.

IFRS 15 "Revenue from Contracts with Customers" (effective for annual periods beginning on or after 1 January 2017)

IFRS 15 has been issued in May 2014. The objective of the standard is to provide a single, comprehensive revenue recognition model for all contracts with customers to improve comparability within industries, across industries, and across capital markets. It contains principles that an entity will apply to determine the measurement of revenue and timing of when it is recognised. The underlying principle is that an entity will recognise revenue to depict the transfer of goods or services to customers at an amount that the entity expects to be entitled to in exchange for those goods or services. The Group is currently investigating the impact of IFRS 15 on its financial statements. The standard has not yet been endorsed by the EU.

IFRIC 21 "Levies" (effective for annual periods beginning on or after 17 June 2014)

This interpretation sets out the accounting for an obligation to pay a levy imposed by government that is not income tax. The interpretation clarifies that the obligating event that gives rise to a liability to pay a levy (one of the criteria for the recognition of a liability according to IAS 37) is the activity described in the relevant legislation that triggers the payment of the levy. The interpretation could result in recognition of a liability later than today, particularly in connection with levies that are triggered by circumstances on a specific date.

There are no other standards or interpretations not yet effective that are expected to have a significant impact on the financial statements of the Group.

2.2 Consolidation

(a) Business combinations and subsidiaries

Subsidiaries are all entities over which the group has control. The Group controls an entity when the Group is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power over the entity. Subsidiaries are fully consolidated from the date on which control is transferred to the Group. They are deconsolidated from the date that control ceases.

The Group uses the acquisition method of accounting to account for business combinations. The consideration transferred for the acquisition of a subsidiary is the fair values of the assets transferred, the liabilities incurred and the equity interests issued by the group. The consideration transferred includes the fair value of any asset or liability resulting from a contingent consideration arrangement. Acquisition-related costs are expensed as incurred. Identifiable assets acquired and liabilities and contingent liabilities assumed in a business combination are measured initially at their fair values at the acquisition date. On an acquisition-by-acquisition basis, the Group recognises any non-controlling interest in the acquiree either at fair value or at the non-controlling interest's proportionate share of the acquiree's net assets.

If the business combination is achieved in stages, the acquisition date fair value of the acquirer's previously held equity interest in the acquiree is remeasured to fair value at the acquisition date.

Any contingent consideration to be transferred by the Group is recognised at fair value at the acquisition date. Subsequent changes to the fair value of the contingent consideration that is deemed to be an asset or liability is recognised in accordance with IAS 39 either in profit or loss or as a change to other comprehensive income. Contingent consideration that is classified as equity is not remeasured, and its subsequent settlement is accounted for within equity.

Goodwill is initially measured as the excess of the aggregate of the consideration transferred and the fair value of non-controlling interest over the net identifiable assets acquired and liabilities assumed. If this consideration is lower than the fair value of the net assets of the subsidiary acquired, the difference is recognised in profit or loss.

Investments in subsidiaries are accounted for at cost less impairment in the Company's standalone financial statements. Cost is adjusted to reflect changes in consideration arising from contingent consideration amendments.

Inter-company transactions, balances and unrealised gains on transactions between group companies are eliminated. Unrealised losses are also eliminated, unless the transaction provides evidence of an impairment of the assets transferred. Accounting policies of subsidiaries have been changed where necessary to ensure consistency with the policies adopted by the Group.

<u>Transactions and non-controlling interests</u>

The Group treats transactions with non-controlling interests as transactions with equity owners of the Group. For purchases from non-controlling interests, the difference between any consideration paid and the relevant share acquired of the carrying value of net assets of the subsidiary is recorded in equity. Gains or losses on disposals to non-controlling interests are also recorded in equity.

<u>Disposal of subsidiary</u>

When the Group ceases to have control or significant influence, any retained interest in the entity is remeasured to its fair value, with the change in carrying amount recognised in profit or loss. The fair value is the initial carrying amount for the purposes of subsequently accounting for the retained interest as an associate, joint venture or financial asset. In addition, any amounts previously recognised in other comprehensive income in respect of that entity are accounted for as if the Group had directly disposed of the related assets or liabilities. This may mean that amounts previously recognised in other comprehensive income are reclassified to profit or loss.

(b) Joint arrangements

The Group applies IFRS 11 to all joint arrangements. Investments in joint arrangements are classified as either joint operations or joint ventures depending on the contractual rights and obligations of each investor. The Group has assessed the nature of its joint arrangements and determined them to be joint operations. According to this method the Group's share in the receivables, liabilities, income and expenses of the joint operation are combined with the Group's similar items, line by line, in its financial statements.

The Group recognises the portion of gains or losses on the sale of assets by the Group to the joint operations that is attributable to the other investors of the joint operation. The Group does not recognise its share of profits or losses from the joint operation that result from the purchase of assets by the Group from the joint operation until it resells the assets to an independent party. However, if a loss on the transaction provides evidence of a reduction in the net realisable value of current assets or an impairment loss, the loss is recognised immediately.

Accounting policies of joint operations have been changed where necessary to ensure consistency with the policies adopted by the Group.

(c) Associates

Associates are entities over which the Group has significant influence but not control, generally accompanying a shareholding of between 20% and 50% of the voting rights. Investments in associates are accounted for by the equity method of accounting and are initially recognised at cost. The Group's investment in associates includes goodwill (net of any cumulative impairments losses) identified in acquisition.

Under this method the Group's share of the post-acquisition profits or losses of associates is recognised in the income statement and its share of post-acquisition movements in other comprehensive income is recognised in other comprehensive income. The cumulative post-acquisition movements are adjusted against the carrying amount of the investment. Unrealised gains on transactions between the Group and its associates are eliminated to the extent of the Group's interest in the associates. Unrealised losses are eliminated, unless the transaction provides evidence of an impairment of the assets transferred. When the Group's share of losses in an associate equals or exceeds its interest in the associate, the Group does not recognise further losses, unless the Group has incurred obligations or made payments on behalf of the associates.

If the ownership interest in an associate is reduced but significant influence is retained, only a proportionate share of the amounts previously recognised in other comprehensive income are reclassified to profit or loss where appropriate.

On the loss of significant influence, the Group shall measure at fair value any investment the group retains in the former associate. The difference between the fair value of any retained investment, the consideration received from the disposal of the interest held in the associate and the carrying amount of the investment in the associate is recognised in profit or loss at the date when significant influence is lost. In addition, any amounts previously recognised in other comprehensive income in respect of that entity are accounted for as if the Group had directly disposed of the related assets or liabilities. This may mean that amounts previously recognised in other comprehensive income are reclassified to profit or loss.

Accounting policies of associates have been changed where necessary to ensure consistency with the policies adopted by the Group.

The Company accounts for investments in associates in its stand-alone financial statements at cost less impairment.

2.3 Segment reporting

The segments are determined on the basis of internal information reviewed by the management of the Group and are reported in the financial statements based on this internal component classification.

2.4 Foreign currency translation

(a) Functional and presentation currency

Items included in the financial statements of each of the Group's entities are measured using the currency of the primary economic environment in which the entity operates ('the functional currency'). The consolidated financial statements are presented in Euros, which is the Company's functional and presentation currency.

(b) Transactions and balances

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at year-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in the income statement. Translation differences on non-monetary items, such as equities held at fair value through profit or loss, are reported as part of the fair value gain or loss.

(c) Group companies

The results and financial position of all the group entities (none of which has the currency of a hyperinflationary economy) that have a functional currency different from the presentation currency are translated into the presentation currency as follows:

(1) Assets and liabilities for each balance sheet date are translated at the closing rate at the date of the balance sheet;

(2) Income and expenses for each income statement are translated at average exchange rates (unless this average is not a reasonable approximation of the cumulative effect of the rates prevailing on the transaction dates, in which case income and expenses are translated at the dates of the transactions); and

(3) All resulting exchange differences are recognised through other comprehensive income.

On consolidation, exchange differences arising from the translation of the net investment in foreign entities, and of borrowings and other currency instruments designated as hedges of such investments, are taken to other comprehensive income. When a foreign operation is sold, such exchange differences are recognised in the income statement as part of the gain or loss on sale.

Goodwill and fair value adjustments arising on the acquisition of a foreign entity are treated as assets and liabilities of the foreign entity and translated at the closing rate. Exchange differences arising are recognised in other comprehensive income.

2.5 Investment property

Investment property, principally comprising land and buildings, is held by the Group for long-term rental yields. Investment property is measured at cost less depreciation. When the carrying amounts of the investment property exceed their recoverable amounts, the difference (impairment) is charged directly in profit or loss.

The Company classifies all land and buildings rented to subsidiaries as investment property in its stand-alone financial statements.

The land classified as investment property is not depreciated. Depreciation on buildings is calculated using the straight-line method to allocate the cost of each asset to its residual value over its estimated useful life, which is 33-34 years.

2.6 Property, plant and equipment

All property, plant and equipment ("PPE") is shown at cost less subsequent depreciation and impairment. Cost includes expenditure that is directly attributable to the acquisition of the items.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Group and the cost of the item can be measured reliably. All other repairs and maintenance are charged to profit or loss during the financial period in which they are incurred.

Land is not depreciated. Depreciation on PPE is calculated using the straight-line method to allocate the cost of each asset to its residual value over its estimated useful life. The expected useful life of property, plant and equipment is as follows:

- Buildings	33-34	years
- Machinery, installations and equipment	10	years
- Motor vehicles	5-7	years
- Telecommunications equipment	5-10	years
- Other equipment	5-10	years

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at each balance sheet date.

When the carrying amount of the asset is higher than its recoverable amount, the resulting difference (impairment loss) is recognised immediately as an expense in profit or loss.

In case of sale of property, plant and equipment, the difference between the sale proceeds and the carrying amount is recognised as profit or loss in the income statement.

Borrowing costs directly attributable to the construction of qualifying assets are added to the cost of those assets until such time as the assets are substantially ready for their intended use or sale. All other borrowing costs are recognised in profit or loss in the period in which they are incurred.

2.7 Leases

(a) Finance leases

Leases of property, plant and equipment, whereby the Group has substantially all the risks and rewards of ownership, are classified as finance leases. Finance leases are capitalised at the lease's inception at the lower of the fair value of the leased property, plant and equipment and the present value of the minimum lease payments. Each lease payment is allocated between the liability and finance charges so as to achieve a constant rate on the finance balance outstanding. The corresponding rental obligations, net of finance charges, are included in other long-term payables. The interest element of the finance cost is charged to the income statement over the lease period so as to produce a constant periodic rate of interest on the remaining balance of the liability for each period. The property, plant and equipment leased under a finance lease are depreciated over the shorter of the lease term and their useful life.

(b) Operating leases

Leases in which a significant portion of the risks and rewards of ownership are retained by the lessor are classified as operating leases. Payments made under operating leases (net of any incentives received from the lessor) are charged to the income statement on a straight-line basis over the period of the lease.

2.8 Goodwill

Goodwill is not amortised but is tested for impairment annually and whenever there is an indication that the goodwill may be impaired. Goodwill acquired on a business combination is allocated to the cash-generating units or groups of cash-generating units that are expected to benefit from the synergies of the combination. Impairment is determined by assessing the recoverable amount of the cash-generating units, which are related to goodwill.

If the carrying amount of the cash-generating unit, including goodwill that has been allocated, exceeds the recoverable amount of the unit, impairment is recognised. The impairment loss is recognised in profit or loss and cannot be reversed.

Gains and losses on the disposal of a cash-generating unit to which goodwill has been allocated include the carrying amount of goodwill relating to the part sold. The amount of goodwill attributable to the part sold is determined by the relative values of the part sold and the part of the cash-generating unit retained.

Goodwill on business combinations has been allocated and is monitored by the Group on the basis of the cash-generating units which have been identified according to the provisions of IAS 36 "Impairment of Assets".

2.9 Intangible assets

The caption 'intangible assets' includes:

a) Computer software: Purchased computer software is stated at historical cost less subsequent amortisation. Amortisation is calculated using the straight-line method over the useful economic lives, not exceeding a period of 3-8 years. Costs associated with developing or maintaining computer software programmes are recognised as an expense as incurred. Costs that are directly associated with identifiable and unique software products controlled by the Group (internally generated software), are recognised as part of intangible assets. Direct costs include materials, staff costs of the software development team and an appropriate portion of relevant overheads. Internally-generated software is amortised using the straight-line method over its useful life, not exceeding a period of 5-10 years.

b) Customer relationships: they relate to amounts recognised on the acquisition of the subsidiary company Intrasoft International Scandinavia (ex IT Services Denmark AS) and they are amortised over a period of 10 years.

2.10 Impairment of non-financial assets

Goodwill and other intangible assets that have an indefinite useful life are not subject to amortisation and are tested for impairment annually and whenever events indicate that the carrying amount may not be recoverable. Assets that are subject to amortisation are reviewed for impairment at each balance sheet date and are tested for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognised, as expense immediately, for the amount by which the asset's carrying amount exceeds its recoverable amount. The recoverable amount is the higher of an asset's fair value less costs to sell and value in use. Fair value less costs to sell is the price that would be received to sell an asset in an orderly transaction between market participants at the measurement date, less the costs of disposal. Value in use is the present value of the future cash flows expected to be derived from an asset. For the purposes of assessing impairment, assets are grouped at the lowest levels for which there are separately identifiable cash flows (cash-generating units). Prior impairments of non-financial assets (other than goodwill) are reviewed for possible reversal at each reporting date.

2.11 Financial assets

2.11.1 Classification

The group classifies its financial assets in the following categories. The classification depends on the purpose for which the financial assets were acquired. Management determines the classification of its financial assets at initial recognition.

(a) Financial assets at fair value through profit or loss

This category refers to financial assets acquired principally for the purpose of selling in the short term or if so designated by Management. Derivatives are also categorised as held for trading unless they are designated as hedges. If these assets are either held for trading or are expected to be realised within 12 months of the balance sheet date these assets are classified as current assets.

(b) Loans and receivables

These are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. They are included in current assets, except for maturities greater than 12 months after the balance sheet date, which are classified as non-current assets.

Loans and receivables are carried at amortised cost using the effective interest method.

(c) Held-to-maturity investments

These are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. They are included in current assets, except for maturities greater than 12 months after the balance sheet date, which are classified as non-current assets. During the year the Group had no assets classified as held-to-maturity investments.

(d) Available-for-sale financial assets

These are non-derivatives that are either designated in this category or not classified in any of the other categories. They are included in non-current assets unless management intends to dispose of the investment within 12 months of the balance sheet date.

2.11.2 Recognition and measurement

Purchases and sales of investments are recognised on trade date, which is the date on which the Group commits to purchase or sell the asset. Investments are initially recognised at fair value plus transaction costs for all financial assets not carried at fair value through profit or loss. Financial assets carried at fair value through profit or loss are initially recognised at fair value, and transaction costs are expensed in profit or loss. Investments are derecognised when the rights to receive cash flows from the investments have expired or have been transferred and the Group has transferred substantially all risks and rewards of ownership.

Available-for-sale financial assets and financial assets at fair value through profit or loss are subsequently carried at fair value. Unrealised gains and losses arising from changes in the fair value of investments classified as available-for-sale are recognised in other comprehensive income. When investments classified as available-for-sale are sold or impaired, the accumulated fair value adjustments are included in the income statement as gains and losses from investment securities. Impairment losses recognised in profit or loss are not reversed through profit or loss.

Gains or losses arising from changes in the fair value of the 'financial assets at fair value through profit or loss' category are included in profit or loss in the period in which they arise.

The fair values of quoted investments are based on year-end bid prices. If the market for a financial asset is not active (and for unlisted securities), the Group establishes fair value by using valuation techniques. These include the use of recent arm's length transactions, reference to other instruments that are substantially the same, discounted cash flow analysis, and option pricing models refined to reflect the issuer's specific circumstances. In cases where the fair value cannot be measured reliably, investments are measured at cost less impairment.

2.12 Offsetting financial instruments

Financial assets and liabilities are offset and the net amount reported in the balance sheet when there is a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis or realise the asset and settle the liability simultaneously.

2.13 Impairment of financial assets

The Group assesses at the end of each reporting period whether there is objective evidence that a financial asset or group of financial assets is impaired.

The financial assets that are reviewed for impairment (provided that the relative indications exist) are assets stated at cost (investments in subsidiaries and associates in the balance sheet of the parent company), assets measured at amortised cost based on the effective interest rate method (non-current receivables) and available for sale investments.

The recoverable amount of investments in subsidiaries and associates is determined in the same way as for non-financial assets.

For the purposes of impairment testing of the other financial assets the recoverable amount is determined based on the present value of future cash flows, discounted using the original asset-specific rate or a rate of a similar financial asset. Any resulting impairment losses are recognised in profit or loss.

In the case of equity investments classified as available for sale, a significant or prolonged decline in the fair value of the security below its cost is also evidence that the assets are impaired. If any such evidence exists for available-for-sale financial assets, the cumulative loss – measured as the difference between the acquisition cost and the current fair value, less any impairment loss on that financial asset previously recognised in profit or loss – is removed from equity and recognised in profit or loss. Impairment losses recognised in the consolidated income statement on equity instruments are not reversed through the consolidated income statement.

2.14 Inventories

Inventories are stated at the lower of cost and net realisable value. Cost is determined using the weighted average method. The cost of finished and semi-finished goods, by-products and work in progress comprises design costs, raw materials, direct labour, other direct costs and related production overheads. Net realisable value is the estimated selling price in the ordinary course of business, less applicable variable selling expenses and in case of work-in-progress estimated costs to completion.

Provisions for slow-moving or obsolete inventories are formed when necessary.

2.15 Trade receivables

Trade receivables are recognised initially at fair value and subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for impairment of trade receivables is established when there is objective evidence that the Group will not be able to collect all amounts due according to the original terms of receivables. The amount of the provision is the difference between the asset's carrying amount and the present value of estimated future cash flows, discounted at the effective interest rate. The amount of the provision is recognised in profit or loss.

2.16 Factoring

Trade and other receivables are reduced by the amounts that have been received in advance under factoring agreements without recourse.

2.17 Cash and cash equivalents

Cash and cash equivalents includes cash in hand, deposits held at call with banks and other short-term highly liquid investments with original maturities of three months or less.

2.18 Non-current assets held for sale and discontinued operations

The Group classifies a non-current asset (or disposal group) as held for sale if its carrying amount will be recovered principally through a sale transaction rather than through continuing use.

The basic criteria to classify a non-current asset (or disposal group) as held for sale are that it must be available for immediate sale in its present condition subject only to terms that are usual and customary for sale of such assets and its sale must be highly probable.

For the sale to be highly probable:

- the appropriate level of management must be committed to a plan to sell the asset (or disposal group)
- an active programme to locate a buyer and complete the plan must have been initiated
- the asset (or disposal group) must be actively marketed for sale at a price that is reasonable in relation to its current fair value
- the sale should be expected to be completed within one year from the date of classification
- the actions required to complete the plan should indicate that it is unlikely that significant changes to the plan will be made or that the plan will be withdrawn.

Immediately prior to initial classification of a non-current asset (or disposal group) as held for sale, the asset (or the assets and liabilities included in the disposal group) will be measured in accordance with the applicable IFRSs.

Non-current assets (or disposal groups) that are classified as assets held for sale are stated at the lower of carrying amount and fair value less costs to sell and any possible resulting impairment losses are recognised in profit or loss. Any subsequent increase in fair value will be recognised in profit or loss, but not in excess of the cumulative impairment loss which was previously recognised.

While a non-current asset (or non-current assets that are included in a disposal group) is classified as held for sale, it should not be depreciated or amortised.

2.19 Share capital

The share capital consists of the ordinary shares of the Company. Ordinary shares are classified as equity.

Incremental costs directly attributable to the issue of new shares are shown after the reduction of the relative income tax in reduction to the product of issue. Incremental costs directly attributable to the issue of new shares for the acquisition of other entities are shown in reduction to the product of issue.

Where any Group company purchases the Company's equity share capital (treasury shares), the consideration paid, including any directly attributable incremental costs (net of income taxes), is deducted from equity attributable to the Company's equity holders until the shares are cancelled, reissued or disposed of. Where such shares are subsequently sold or reissued, any consideration received, net of any directly attributable incremental transaction costs and the related income tax effects, is included in equity attributable to the Company's equity holders.

2.20 Borrowings

Borrowings are recognised initially at fair value, net of transaction costs incurred. Borrowings are subsequently stated at amortised cost. Any difference between the proceeds (net of transaction costs) and the redemption value is recognised in profit or loss over the period of the borrowings using the effective interest method.

2.21 Borrowing costs

Borrowing costs directly attributable to the construction of qualifying assets are added to the cost of those assets until such time as the assets are substantially ready for their intended use or sale. All other borrowing costs are recognised in profit or loss in the period in which they are incurred.

2.22 Current and deferred income tax

The tax expense for the period comprises current and deferred tax. Tax is recognised in the income statement, except to the extent that it relates to items recognised in other comprehensive income or directly in equity. In this case, the tax is also recognised in other comprehensive income or directly in equity, respectively.

Current income tax is computed based on the separate financial statements of each of the entities included in the consolidated financial statements, in accordance with the tax rules in force in Greece and other tax jurisdictions in which foreign subsidiaries operate. Current income tax expense consists of income taxes for the current year based on each entity's profits as adjusted in its tax returns and additional income taxes to cover potential tax assessments which are likely to occur from tax audits by the tax authorities, using the enacted tax rates.

Deferred income tax is provided in full, using the liability method, on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the consolidated financial statements. The deferred income tax is not accounted for if it arises from initial recognition of an asset or liability in a transaction, other than a business combination, that at the time of the transaction affects neither accounting nor taxable profit or loss.

Deferred income tax assets are recognised to the extent that it is probable that future taxable profit will be available against which the temporary differences can be utilised.

Deferred income tax liabilities are provided on taxable temporary differences arising on investments in subsidiaries and associates, except for deferred income tax liability where the timing of the reversal of the temporary difference is controlled by the Group and it is probable that the temporary difference will not reverse in the foreseeable future. Deferred income tax assets are recognised on deductible temporary differences arising from investments in subsidiaries and associates only to the extent that it is probable the temporary difference will reverse in the future and there is sufficient taxable profit available against which the temporary difference can be utilised.

Deferred income tax is determined using tax rates (and laws) that have been enacted or substantially enacted by the balance sheet date and are expected to apply when the related deferred income tax asset is realised or the deferred tax liability is settled.

2.23 Trade payables

Trade payables are recognised initially at fair value and subsequently measured at amortised cost using the effective interest method.

2.24 Employee benefits

(a) Pension obligations

The Group contributes to both defined benefit and defined contribution plans.

The regular contributions for defined contribution plans constitute net periodic costs for the year in which they are due and as such are included in staff costs.

The liability in respect of defined benefit pension or retirement plans is the present value of the defined benefit obligation at the balance sheet date. Independent actuaries using the projected unit credit method calculate the defined benefit obligation annually.

Actuarial gains and losses arising from experience adjustments and changes in actuarial assumptions are charged or credited to equity in other comprehensive income in the period in which they arise. Past-service costs are recognised immediately in profit or loss.

(b) Termination benefits

Termination benefits are payable when employment is terminated before the normal retirement date, or when an employee accepts voluntary redundancy in exchange for these benefits. The Group recognises termination benefits when it is demonstrably committed to either: terminating the employment of current employees according to a detailed formal plan without possibility of withdrawal; or providing termination benefits as a result of an offer made to encourage voluntary redundancy. Benefits falling due more than 12 months after balance sheet date are discounted to present value.

Where there is uncertainty about the number of employees who will accept an offer of termination benefits, the Group discloses information about the contingent liability.

(c) Share-based plans

The fair value of the employee services received in exchange for the grant of the share options is recognised as an expense. The total amount to be expensed over the vesting period is determined by reference to the fair value of the options granted. At each balance sheet date, the entity revises its estimates of the number of options that are expected to become exercisable. It recognises the impact of the revision of original estimates, if any, in profit or loss, and a corresponding adjustment to equity over the remaining vesting period. The proceeds received net of any directly attributable transaction costs are credited to share capital (nominal value) and share premium when the options are exercised. The Group does not have any share-based plans on the parent Company's shares.

2.25 Government grants

Grants from the government are recognised at their fair value where there is a reasonable assurance that the grant will be received and the Group will comply with all attached conditions.

Government grants relating to costs are deferred and recognised in profit or loss over the period necessary to match them with the costs they are intended to compensate. Government grants relating to the purchase of property, plant and equipment are included in non-current liabilities and are credited to profit or loss on a straight-line basis over the expected lives of the related assets.

2.26 Provisions

Provisions are recognised when:

- There is present legal or constructive obligation as a result of past events

- It is probable that an outflow of resources will be required to settle the obligation

- The amount can be reliably estimated.

(a) Warranties

Management estimates the related provision for future warranty claims based on historical warranty claim information, as well as recent trends that might suggest that past cost information may differ from future claims. This provision is calculated on the basis of historical facts over repairs and replacements.

(b) Compensated absences

The claims over compensated absences are recognized as incurred. The Group recognizes the expected cost of short-term employee benefits in the form of compensated absences based on their unused entitlement at the balance sheet date.

(c) Loss-making contracts

The Group recognises a provision with an immediate charge to profit or loss for loss-making construction contracts or long-term service contracts when the expected revenues are lower than the unavoidable expenses which are estimated to arise in order that the contract commitments are met.

2.27 Revenue recognition

Revenue comprises the fair value of the sale of goods and services, net of value-added tax, rebates and discounts and after eliminating sales within the Group. Revenue is recognised as follows:

(a) Sales of goods

Sales of goods are recognised when a Group entity has delivered products to the customer; the customer has accepted the products; and collectability of the related receivables is reasonably assured.

(b) Sales of services

Sales of services are recognised in the accounting period in which the services are rendered, by reference to the stage of completion of the specific service. The stage of completion is assessed on the basis of the costs of the actual services provided until the balance sheet date as a proportion of the cost of the total estimated services to be provided under each contract. Costs of services are recognised in the period incurred. When the services to be provided under a contract cannot be reliably estimated, revenue is recognised only to the extent of costs incurred that are possibly recoverable.

(c) Construction contracts

Revenue from fixed price contracts are recognised, as long as the contract outcome can be estimated reliably, on the percentage of completion method, measured by reference to the percentage of labour hours incurred to date to estimated total labour hours for each contract.

Revenue from cost plus contracts is recognised by reference to the recoverable costs incurred during the period plus the fee earned, measured by the proportion that costs incurred to date bear to the estimated total costs of the contract.

(d) Interest

Interest income is recognised on a time-proportion basis using the effective interest method. When a receivable is impaired, the Group reduces the carrying amount to its recoverable amount, being the estimated future cash flow discounted at original effective interest rate. Subsequently, interest is recognised on the impaired value.

(e) Dividends

Dividends are recognised when the right to receive payment is established.

2.28 Dividend distribution

Dividend distribution to the Company's shareholders is recognised as a liability in the Group's financial statements in the period in which the dividends are approved by the Company's shareholders.

2.29 Earnings per share

Basic earnings per share is calculated by dividing the profit attributable to equity holders of the Company by the weighted average number of ordinary shares in issue during the year, excluding ordinary shares held as treasury shares.

Diluted earnings per share is calculated by dividing the profit attributable to equity holders of the Company (after deducting interest on convertible shares, net of tax) by the weighted average number of ordinary shares outstanding during the year (adjusted for the effect of dilutive convertible shares).

The weighted average number of ordinary shares outstanding during the period and for all periods presented shall be adjusted for events that have changed the number of ordinary shares outstanding without a corresponding change in resources.

2.30 Roundings

Differences between amounts presented in the financial statements and corresponding amounts in the notes result from roundings.

2.31 Adjustments in comparatives

The comparative figures of the income statement and the relevant accompanying notes have been restated due to the classification of discontinued operations (Note 40).

3. Financial risk management

3.1 Financial risk factors

INTRACOM S.A., being a Greek multinational company, is exposed to a variety of financial risks, including market risk (the effects of changes in foreign currency exchange rates, cash flow and fair value risk from changes in interest rates and market prices), credit risk and liquidity risk. The Group's overall risk management programme focuses on the unpredictability of financial markets and seeks to minimise potential adverse effects on the financial performance of the Group as a whole.

The financial liabilities of the Group include short-term loans, long-term loans, bond loans and finance lease agreements, through which the Group finances its working capital and capital expenditure needs. Moreover, the Group manages financial assets, mainly short-term bank deposits arising from operating activities.

Derivative financial instruments are used exclusively for the hedging of interest or exchange rate risk, since according to the approved policy, speculative use is not permitted.

In summary, the financial risks that arise are analysed below.

(a) Market risk

Foreign exchange risk

The foreign exchange risk of the Group is limited, since for most of the foreign currency receivables, there are corresponding payables in the same currency. Almost all foreign currency contracts for both assets and liabilities are denominated in USD.

In cases where natural hedge is not adequate due to large amounts of foreign currency payables, the Group may convert part of the borrowings to that currency or may use forward currency contracts.

The Group's policy is to maintain a minimum amount of cash in foreign currency, to meet short-term liabilities in that currency.

The following table presents the sensitivity of the Group's net results in possible fluctuations of the foreign exchange rates for the years 2014 and 2013. This analysis takes into consideration borrowings and cash and cash equivalents of the Group, as well as trade receivables and payables in USD as at 31 December 2014 and 2013 respectively.

(All amounts in €'000)

Increase in EUR/USD rate by	Effect on net results 31/12/2014	Effect on net results 31/12/2013
3,00%	(26)	(85)
6,00%	(52)	(170)
9,00%	(79)	(255)
12,00%	(105)	(339)

The following table presents the sensitivity of the Company's net results in possible fluctuations of the foreign exchange rates for the years 2014 and 2013. This analysis takes into consideration borrowings and cash and cash equivalents of the Company, as well as trade receivables and payables in USD as at 31 December 2014 and 2013 respectively.

Increase in EUR/USD rate by	Effect on net results 31/12/2014	Effect on net results 31/12/2013
3,00%	(0)	(1)
6,00%	(1)	(1)
9,00%	(1)	(2)
12,00%	(2)	(2)

Price risk

The Group has limited exposure to changes in the prices of the shares held either for trading or as available for sale financial assets.

Cash flow and fair value interest rate risk

The interest-rate risk has been partly mitigated by converting a significant part of borrowings into floating rate taking advantage of the near zero Euribor levels, while the mergers carried out in the Greek banking sector also had a positive impact due to the flat pricing applied in the majority of borrowings. The weighted average interest rate levels of 2014 are not comparable with the ones of 2013 due to the repayment of the Hellas Online bond loan. It is estimated that during the current financial year the specific risk will be limited as it is considered highly probable that interest rates will remain stable in the short-term.

The following tables present the sensitivity of the Group's net results in possible fluctuations of the interest rates for the years 2014 and 2013. The analysis takes into consideration borrowings and cash and cash equivalents of the Group as at 31 December 2014 and 2013 respectively.

(All amounts in €'000)

Financial instruments in Euro

Increase in interest rates (Base units)	Effect on net results 31/12/2014	Effect on net results 31/12/2013
25,00	(104)	(662)
50,00	(208)	(1.324)
75,00	(312)	(1.986)
100,00	(416)	(2.648)

Financial instruments in USD

Increase in interest rates (Base units)	Effect on net results 31/12/2014	Effect on net results 31/12/2013
25,00	13	17
50,00	26	33
75,00	39	50
100,00	52	67

The following tables present the sensitivity of the Company's net results in possible fluctuations of the interest rates for the years 2014 and 2013. The analysis takes into consideration borrowings and cash and cash equivalents of the Company as at 31 December 2014 and 2013 respectively.

Financial instruments in Euro

Increase in interest rates (Base units)	Effect on net results 31/12/2014	Effect on net results 31/12/2013
25,00	90	(108)
50,00	181	(216)
75,00	271	(324)
100,00	361	(431)

Financial instruments in USD

Increase in interest rates (Base units)	Effect on net results 31/12/2014	Effect on net results 31/12/2013
25,00	-	-
50,00	-	-
75,00	-	-
100,00	-	-

(All amounts in €'000)

(b) Credit risk

The sales transactions of the Group are made to private companies and public sector organisations with an appropriate credit history, with which in many cases there is a long standing relationship. In cases that vendor financing to an overseas customer is required, the Group insures its credit risk via the Export Credit Insurance Organisation (ECIO). As a result, the risk of doubtful debts is considered limited.

Regarding credit risk related to cash deposits, the Group collaborates only with financial institutions of high credit rating.

(c) Liquidity risk

Each subsidiary draws up and monitors on a monthly basis a cash flow schedule that includes the operating as well as the investing cash flows. All subsidiaries submit to Intracom Holdings on a weekly basis a detailed report of their cash and credit position, in order that an effective monitoring and co-ordination on a group level is achieved.

Prudent liquidity management is achieved by an appropriate combination of cash and cash equivalents and approved bank facilities. The Group manages the risks that may arise from lack of adequate liquidity by ensuring there are always approved bank facilities for use. The available undrawn borrowing facilities to the Group are sufficient to address any potential shortfall in cash.

On 31 December 2014 current and non-current borrowings of the Group amounted to 59% (2013: 87%) and 41% (2013: 13%) of total borrowings respectively.

3.2 Capital risk management

The Group's objectives when managing capital are to safeguard the Group's ability to continue as a going concern and to maintain an optimal capital structure to reduce the cost of capital.

Group's capital is considered sufficient on the basis of the gearing ratio. This ratio is calculated as net debt divided by total capital employed. Net debt is calculated as total borrowings (including 'current and non-current borrowings' as shown in the consolidated balance sheet) less 'cash and cash equivalents'. Total capital employed is calculated as 'equity attributable to Company's equity holders' as shown in the consolidated balance sheet plus net debt.

	Group		Company	
	1/1 - 31/12/2014	**1/1 - 31/12/2013**	**1/1 - 31/12/2014**	**1/1 - 31/12/2013**
Total borrowings (note 23)	155.049	330.444	29.823	43.796
Less: Cash and cash equivalents (note 20)	(122.794)	(76.263)	(66.569)	(1.748)
Net borrowings	**32.255**	**254.181**	**(36.747)**	**42.048**
Equity	286.370	272.170	279.356	313.112
Total capital employed	**318.625**	**526.351**	**242.610**	**355.160**
Gearing ratio	10,12%	48,29%	-15,15%	11,84%

3.3 Fair value estimation

The Group provides the required disclosures relating to fair value measurement through the hierarchy into three levels.

- Financial instruments traded in active markets the fair value of which is estimated based on quoted market prices of similar assets and liabilities as of the reporting date ("Level 1").

- Financial instruments that are not traded in an active market the fair value of which is determined by using valuation techniques and assumptions which either directly or indirectly rely on observable market data as of the reporting date ("Level 2").

- Financial instruments that are not traded in an active market the fair value of which is determined by using valuation techniques and assumptions which do not rely on observable market data ("Level 3").

On 31 December 2014 the Group had:

- Financial assets at fair value through profit or loss of €179 which are classified in Level 1.

- Available-for-sale financial assets out of which €816 are classified in Level 1.

- Available-for-sale financial assets of €10.180 which relate to unquoted securities for which the fair value cannot be estimated reliably and as a result these are presented at cost less impairment.

On 31 December 2013 the Group had:

- Financial assets at fair value through profit or loss of €223 which are classified in Level 1.

- Derivative financial instruments of €653 which are classified in Level 2.

- Available-for-sale financial assets out of which €6.214 are classified in Level 1.

- Available-for-sale financial assets of €10.184 which relate to unquoted securities for which the fair value cannot be estimated reliably and as a result these are presented at cost less impairment.

There were not any transfers between level 1 and 2 during the year.

The quoted market prices of shares traded in active markets were used for the evaluation of financial assets.

3.4 Offsetting financial assets and financial liabilities

On 31 December 2014 and 2013 the Group does not have any financial assets and liabilities subject to offsetting, enforceable master netting arrangements and similar agreements.

4. Critical accounting estimates and judgments

Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

The Group makes estimates and assumptions concerning the future. The estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are discussed below:

- The Group is subject to income taxes in numerous jurisdictions. Significant judgment is required in determining the worldwide provision for income taxes. There are many transactions and calculations for which the ultimate tax determination is uncertain during the ordinary course of business. Where the final tax outcome of these matters is different from the amounts that were initially recorded, such differences will impact the income tax and deferred tax provisions in the period in which such determination is made.

- Management estimates the related provision for future warranty claims based on historical warranty claim information, as well as recent trends that might suggest that past cost information may differ from future claims. This provision is calculated on the basis of historical facts over repairs and replacements.

- The Group uses the percentage of completion method of IAS 11 in order to recognise revenue from construction contracts. Revenue is recognised by reference to the stage of completion of the project at the balance sheet date, based on actual amounts compared to total estimated amounts. Possible adjustments to total estimated contract costs and revenues are taken into consideration in the period in which they arise.

- The Group tests annually whether goodwill has suffered any impairment. These tests are based either on discounted cash flows (value in use) of cash generating units, or on fair values less costs to sell.

5. Segment information

At 31 December 2014, the Group is organised into three main segments:

(1) Technology solutions for government and banking sector

(2) Defence systems

(3) Construction

At 31.12.2013, the Group was reporting additional information for the segment of telecommunication services, relating to the operation of the subsidiary Hellas online. Due to the disposal of Hellas online on 25 November 2014, in the current period the subsidiary's operation was classified as discontinued operation and as a result it is not included in segment information (see note 40).

(All amounts in €'000)

The segment information for the year ended 31 December 2014 is as follows:

	Technology solutions for government and banking sector	Defence systems	Construction	Other	Total
Total sales	145.985	51.242	153.394	3.741	354.362
Inter-segment sales	(1.946)	(7)	(2.261)	(4.000)	(8.214)
Sales from external customers	**144.039**	**51.236**	**151.132**	**(259)**	**346.147**
Operating profit / (loss)	4.855	(1.137)	6.648	(11.430)	(1.064)
Earnings before interest, tax, depreciation, amortisation and impairment (EBITDA)	**7.001**	**2.138**	**9.707**	**(4.839)**	**14.007**
Depreciation (note 29)	(2.146)	(1.694)	(2.682)	(1.830)	(8.352)
Impairment of investment property, tangible and intangible assets	-	(1.582)	(376)	(4.761)	(6.719)
Finance income (note 33)	169	607	1.840	557	3.172
Finance expenses (note 33)	(4.689)	(256)	(8.085)	(3.234)	(16.265)
Share of profit / (losses) of associates	-	-	(81)	(40)	(121)
Income tax	(1.422)	51	(567)	59	(1.879)
Impairment of receivables (note 29)	(81)	-	(895)	-	(976)
Impairment of inventory (note 29)	-	(1.777)	-	-	(1.777)
Total assets	**132.540**	**88.153**	**246.968**	**185.758**	**653.420**
Total assets include:					
Invetsments in associates (note 11)	-	-	611	-	611
Non-current assets*	20.587	35.902	81.795	67.238	205.523
Additions in non-current assets* (notes 6, 7, 8 and 9)	724	422	30.928	212	32.286
Total liabilities	**113.832**	**23.363**	**183.553**	**46.300**	**367.049**

* Includes PPE, investment property, intangible assets and goodwill.

(All amounts in €'000)

The segment information for the year ended 31 December 2013 is as follows:

	Technology solutions for government and banking sector	Defence systems	Construction	Telecommunication services	Other	Total
Total sales	136.145	49.856	109.565	-	2.735	298.300
Inter-segment sales	(1.664)	(5)	(1.919)	-	(2.482)	(6.069)
Sales from external customers	**134.481**	**49.850**	**107.646**	**-**	**253**	**292.231**
Operating profit / (loss)	1.946	(9.952)	(19.379)	-	(13.955)	(41.339)
Earnings before interest, tax, depreciation, amortisation and impairment (EBITDA)	**5.785**	**804**	**(16.859)**	**-**	**(2.781)**	**(13.051)**
Depreciation (note 29)	(3.121)	(1.706)	(2.519)	-	(1.833)	(9.178)
Impairment of investment property, tangible and intangible assets	(718)	(9.050)	-	-	(9.342)	(19.110)
Finance income (note 33)	136	119	548	-	475	1.278
Finance expenses (note 33)	(4.621)	(383)	(6.879)	-	(1.932)	(13.814)
Share of loss of associates	-	-	(55)	-	-	(55)
Income tax	(1.043)	2.719	1.613	-	(161)	3.128
Impairment of receivables (note 29)	(769)	-	(8.730)	-	-	(9.499)
Impairment of inventory (note 29)	-	(2.379)	(996)	-	-	(3.375)
Total assets	**123.313**	**105.007**	**214.389**	**306.883**	**171.574**	**921.167**
Total assets include:						
Invetsments in associates (note 11)	-	-	538	-	57.335	57.873
Non-current assets*	21.828	38.765	54.201	224.754	81.065	420.613
Additions in non-current assets* (notes 6, 7, 8 and 9)	1.023	839	4.840	35.504	226	42.433
Total liabilities	**117.168**	**32.162**	**153.087**	**290.137**	**56.441**	**648.996**

* Includes PPE, investment property, intangible assets and goodwill.

The activities of the parent company Intracom Holdings SA, as well as its assets and liabilities are included under the column 'Other'. The assets consist primarily of property, plant and equipment and investment property.

The reconciliation of earnings before interest, tax, depreciation and amortization (EBITDA) to losses before tax from continuing operations is as follows:

	1/1 - 31/12/2014	1/1 - 31/12/2013
Earnings before interest, tax, depreciation, amortisation and impairment (EBITDA)	14.007	(13.051)
Depreciation	(8.352)	(9.178)
Impairment losses from tangible, intangible assets and investment property	(6.719)	(19.110)
Finance cost - net (note 33)	(13.093)	(12.537)
Loss from associates	(121)	(55)
Loss before income tax	**(14.278)**	**(53.931)**

Inter-segment transfers or transactions are entered into under the normal commercial terms and conditions that would also be available to unrelated third parties.

(All amounts in €'000)

Information per geographical area:

Sales	**1/1 - 31/12/2014**	**1/1 - 31/12/2013**
Greece	179.346	119.784
European Community	107.081	109.894
Other European countries	628	6.941
Other countries	59.092	55.610
Total	**346.147**	**292.230**

Non-current assets **	**31/12/2014**	**31/12/2013**
Greece	192.777	469.736
European Community	9.264	4.908
Other countries	4.092	3.843
Total	**206.133**	**478.487**

* Includes PPE, investment property, intangible assets, goodwill and investments in associates.

Sales are allocated based on the country in which the customer is located. Assets are allocated based on their geographical location.

(All amounts in €'000)

6. Property, plant and equipment

Group

	Land - buildings	Machinery	Vehicles	Telecommunications Equipment	Furniture & other equipment	Prepayments and assets under construction	Total
Cost							
Balance 1 January 2013	137.635	41.811	2.694	349.660	15.515	3.255	550.571
Exchange differences	(11)	(2)	(4)	(24)	(26)	-	(67)
Additions	578	2.481	122	5.752	388	12.555	21.876
Disposals	(74)	(2.609)	(73)	(1.535)	(1.261)	(919)	(6.472)
Impairment	(13.956)	-	-	-	-	-	(13.956)
Acquisition of control in subsidiary	25	-	-	-	-	368	393
Disposal of subsidiaries	(336)	(17)	-	-	(975)	-	(1.328)
Reclassifications	173	731	-	9.711	(106)	(10.628)	(120)
Transfer to investment property (note 9)	(1.720)	-	-	-	-	-	(1.720)
Transfer from investment property (note 9)	2.306	-	-	-	-	-	2.306
Balance 31 December 2013	124.621	42.395	2.738	363.564	13.534	4.631	551.483
Balance 1 January 2014	124.621	42.395	2.738	363.564	13.534	4.631	551.482
Exchange differences	(11)	(1)	5	80	21	(0)	94
Additions	457	1.104	82	6.483	487	34.905	43.518
Disposals	(15)	(1.495)	(342)	(120)	(299)	(7)	(2.279)
Impairment	(1.730)	-	-	-	-	-	(1.730)
Disposal of subsidiaries (note 40)	(143)	-	(28)	(375.502)	(1.392)	931	(376.135)
Reclassifications	-	30.525	-	6.338	0	(36.896)	(33)
Transfer to investment property (note 9)	(19.372)	-	-	-	-	-	(19.372)
Transfer from investment property (note 9)	20	-	-	-	-	-	20
Balance 31 December 2014	103.827	72.527	2.456	843	12.350	3.563	195.565
Accumulated depreciation							
Balance 1 January 2013	30.630	26.720	1.919	172.819	12.483	-	244.571
Exchange differences	(2)	(2)	(3)	(18)	(14)	-	(39)
Depreciation charge	2.528	2.181	232	32.715	1.020	-	38.675
Disposals	(57)	(527)	(58)	(1.431)	(743)	-	(2.817)
Disposal of subsidiaries	(160)	(4)	-	-	(936)	-	(1.100)
Reclassifications	6	98	-	3	(106)	-	-
Transfer to investment property (note 9)	(335)	-	-	-	-	-	(335)
Balance 31 December 2013	32.609	28.466	2.089	204.087	11.704	-	278.956
Balance 1 January 2014	32.609	28.466	2.089	204.087	11.704	-	278.956
Exchange differences	(3)	(1)	2	48	11	-	56
Depreciation charge	2.212	2.284	180	16.690	786	-	22.152
Disposals	(3)	(1.311)	(232)	(34)	(293)	-	(1.873)
Disposal of subsidiaries (note 40)	(75)	-	(17)	(220.193)	(1.256)	-	(221.541)
Transfer to investment property (note 9)	(4.244)	-	-	-	-	-	(4.244)
Transfer from investment property (note 9)	2	-	-	-	-	-	2
Balance 31 December 2014	30.499	29.438	2.023	598	10.951	-	73.508
Net book amount at 31 December 2013	**92.011**	**13.929**	**649**	**159.476**	**1.830**	**4.631**	**272.528**
Net book amount at 31 December 2014	**73.328**	**43.089**	**433**	**244**	**1.399**	**3.563**	**122.057**

Depreciation amounting to €16.631 and €32.818 relate to discontinued operations for financial years 2014 and 2013 respectively (Note 40).

(All amounts in €'000)

The Group performed a test for impairment of property, plant and equipment and investment property as at 31 December 2014 and 31 December 2013. The assessment resulted in the impairment of land amounting to €4.761 (2013: €9.342) for the Company and €6.719 (2013: €18.392) for the Group, which was recognised in the income statement of the current period. At Group level, the impairment recognised in property, plant and equipment amounts to €1.730 (2013: €13.956) and in investment property amounts to €4.989 (2013: €4.436). At Company level, the impairment recognised in property, plant and equipment amounts to €- (2013: €1.967) and in investment property amounts of €4.761 (2013: €7.375).

The recoverable amount of land, which is estimated to approximate its value in use, was determined on the basis of its fair value less cost of disposal. Fair value was estimated using the comparables approach, using reliable market data, adjusted to reflect the conditions of the specific land. The fair value was estimated using level 2 data of the fair value hierarchy. The valuation of the land fair value was based on sales prices of comparable land ranging from €278 to €425 (2013: €231 to €500) per square meter.

The above table includes assets held under finance lease as follows:

	Buildings	Machinery	Vehicles	Total
31/12/2013				
Cost	601	1.182	77	1.860
Accumulated depreciation	(124)	(195)	(22)	(341)
Net book amount	**476**	**987**	**55**	**1.519**
31/12/2014				
Cost	-	1.254	57	1.311
Accumulated depreciation	-	(240)	(19)	(258)
Net book amount	**-**	**1.014**	**38**	**1.052**

(All amounts in €'000)

Company

	Land - buildings	Machinery	Vehicles	Furniture & other equipment	Prepayments and assets under construction	Total
Cost						
Balance 1 January 2013	20.039	891	158	3.687	-	24.775
Additions	19	1	-	8	-	27
Impairment	(1.967)	-	-	-		(1.967)
Transfer to investment property (note 9)	(752)	-	-	-	-	(752)
Balance 31 December 2013	**17.338**	**892**	**158**	**3.695**	**-**	**22.083**
Balance 1 January 2014	17.338	892	158	3.695	-	22.083
Additions	75	22	22	47	-	166
Disposals	-	(10)	-	(7)	-	(17)
Transfer to investment property (note 9)	(2.655)	-	-	-	-	(2.655)
Balance 31 December 2014	**14.758**	**904**	**180**	**3.735**	**-**	**19.577**
Accumulated depreciation						
Balance 1 January 2013	5.040	858	132	2.853	-	8.883
Depreciation charge	279	9	6	349	-	643
Transfer to investment property (note 9)	(180)	-	-	-	-	(180)
Balance 31 December 2013	**5.139**	**867**	**138**	**3.202**	**-**	**9.346**
Balance 1 January 2014	5.139	867	138	3.202	-	9.346
Depreciation charge	233	11	9	338	-	589
Disposals	-	(10)	-	(7)	-	(17)
Transfer to investment property (note 9)	(685)	-	-	-	-	(685)
Balance 31 December 2014	**4.687**	**867**	**147**	**3.533**	**-**	**9.234**
Net book amount at 31 December 2013	**12.198**	**25**	**20**	**493**	**-**	**12.737**
Net book amount at 31 December 2014	**10.070**	**37**	**34**	**203**	**-**	**10.343**

During prior years, the Company entered into sale and lease back agreements of property and investment property with net book value amounting to €15.965 in 2014 (2013: €16.507).

Liabilities are secured on fixed assets of the Group and the Company for the value of €46.600 and €2.400 respectively.

7. Goodwill

	Group
Balance 1 January 2013	68.385
Exchange differences	2
Balance 31 December 2013	**68.387**
Balance 1 January 2014	68.387
Disposal of subsidiaries (Note 40)	(48.326)
Balance 31 December 2014	**20.061**

Goodwill resulted from the acquisition of the companies listed below and is allocated to cash generating units (CGUs) as follows:

(All amounts in €'000)

	31/12/2014	31/12/2013
Intrasoft International SA	11.361	11.361
Hellas online SA	-	48.327
Intrasoft International Scandinavia (former IT Services Denmark A/S)	2.212	2.212
Intrakat s.a.- construction segments	3.562	3.562
Prisma - Domi ATE	326	326
AMBTILA Enterprises Ltd	2.600	2.600
	20.061	**68.387**

At 31 December 2013 the amount of €48.327 related to Hellas online SA the sale of which was completed at 25 November 2014 (Note 40).

In order to assess whether there is goodwill impairment as at 31 December 2014, the Group performed the relevant impairment tests, at Group level, on cash generating units (CGUs) to which goodwill has been allocated.

The recoverable amount of goodwill was estimated using its value-in-use. The value-in-use reflects the present value of future expected cash flows of the CGU discounted at a rate that reflects the time value of money and the risks associated with the CGU. Cash flow projections reflect the business plans covering the five-year period 2015-2019 which were approved by the Group's Board of Directors. These business plans are based on financial results of 2014 whereas cash flows beyond the five-year period are extrapolated using the perpetuity growth rate as presented below.

The key assumptions used for the most significant CGUs for the period 2015 - 2019 are as follows:

	Intrasoft International SA	Intrasoft International Scandinavia
Revenue growth	4,5% - 5,0%	3,0% - 4,0%
Gross margin	11,8% - 12,5%	30,2% - 35,5%
EBITDA margin	5,5% - 6,0%	2,5% - 7,5%
Perpetuity growth rate	2,0%	2,0%
Discount rate	6,5%	6,5%

The key assumptions used for value-in-use calculation are based on past performance as well as on expectations of the future development of operation and are consistent with external factors.

Based on the tests performed, the goodwill recoverable amount exceeds its carrying value and there is no impairment loss.

(All amounts in €'000)

8. Intangible assets

Group

	Software	Internally-generated software	Customer acquisition costs	Trade name	Customers Relationships	Other	Total
Cost							
Balance 1 January 2013	78.309	2.995	93.819	7.671	16.426	552	199.772
Exchange differences	1	(70)	-	-	-	1	(69)
Additions	3.521	2	16.864	-	-	1	20.388
Disposals / write-offs	(8.713)	-	-	-	-	(17)	(8.731)
Disposal of subsidiaries	(134)	-	-	-	-	-	(134)
Reclassifications	(834)	1.182	-	-	(229)	-	120
Balance 31 December 2013	72.150	4.109	110.683	7.671	16.197	535	211.346
Balance 1 January 2014	72.150	4.109	110.683	7.671	16.197	535	211.346
Exchange differences	(0)	172	-	-	-	18	190
Additions	1.860	-	15.988	-	-	197	18.046
Disposals / write-offs	(24)	-	-	-	-	-	(24)
Disposal of subsidiaries (note 40)	(29.086)	-	(126.672)	(7.010)	(14.490)	-	(177.257)
Reclassifications	(24.892)	24.773	-	-	-	142	23
Balance 31 December 2014	20.009	29.054	(0)	661	1.707	893	52.323
Accumulated amortisation							
Balance 1 January 2013	66.220	573	86.352	-	10.183	69	163.398
Exchange differences	(1)	(41)	-	-	-	-	(42)
Amortisation charge	4.272	1.732	16.354	-	1.817	-	24.175
Disposals / write-offs	(8.699)	-	-	-	-	(17)	(8.717)
Impairment	-	718	-	-	-	-	718
Disposal of subsidiaries	(127)	-	-	-	-	-	(127)
Reclassifications	(725)	847	-	-	(122)	-	-
Balance 31 December 2013	60.940	3.830	102.706	-	11.878	52	179.407
Balance 1 January 2014	60.940	3.830	102.706	-	11.878	52	179.406
Exchange differences	(0)	14	-	-	-	-	14
Amortisation charge	3.203	1.305	15.922	-	(4.316)	-	16.114
Disposals / write-offs	(24)	-	-	-	-	-	(24)
Disposal of subsidiaries (note 40)	(23.915)	-	(118.628)	-	(5.855)	-	(148.398)
Reclassifications	(21.262)	21.262	-	-	-	-	-
Balance 31 December 2014	18.943	26.411	0	-	1.707	52	47.113
Net book amount at 31 December 2013	**11.210**	**279**	**7.977**	**7.671**	**4.319**	**484**	**31.938**
Net book amount at 31 December 2014	**1.066**	**2.643**	**(0)**	**661**	**(0)**	**841**	**5.211**

Depreciation amounting to €14.276 and €21.501 relate to discontinued operations for financial years 2014 and 2013 respectively (Note 40).

(All amounts in €'000)

Company

	Software	Total
Cost		
Balance 1 January 2013	1.975	1.975
Balance 31 December 2013	1.975	1.975
Balance 1 January 2014	1.975	1.975
Additions	3	3
Balance 31 December 2014	1.978	1.978
Accumulated amortisation		
Balance 1 January 2013	1.974	1.974
Amortisation charge	-	-
Balance 31 December 2013	1.974	1.974
Balance 1 January 2014	1.974	1.974
Amortisation charge	1	1
Balance 31 December 2014	1.975	1.975
Net book amount at 31 December 2013	**1**	**1**
Net book amount at 31 December 2014	**3**	**3**

(All amounts in €'000)

9. Investment property

	Group	Company
Cost		
Balance 1 January 2013	60.361	81.284
Exchange differences	(145)	-
Additions	170	199
Impairment	(3.954)	(7.375)
Transfer to PPE (note 6)	(2.306)	-
Transfer from PPE (note 6)	1.720	752
Balance 31 December 2013	55.846	74.860
Balance 1 January 2014	55.846	74.860
Exchange differences	371	-
Additions	1.191	41
Disposals	(215)	-
Impairment	(4.913)	(4.761)
Transfer to PPE (note 6)	(20)	-
Transfer from PPE (note 6)	19.372	2.655
Write offs	-	(184)
Balance 31 December 2014	71.632	72.612
Accumulated depreciation		
Balance 1 January 2013	6.647	15.077
Exchange differences	(23)	-
Transfer from PPE (note 6)	335	180
Depreciation charge	647	1.142
Impairment	482	-
Balance 31 December 2013	8.087	16.399
Balance 1 January 2014	8.087	16.399
Exchange differences	75	-
Transfer to PPE (note 6)	(2)	-
Transfer from PPE (note 6)	4.244	685
Depreciation charge	993	1.192
Impairment	75	-
Write offs	(33)	(33)
Balance 31 December 2014	13.440	18.242
Net book amount at 31 December 2013	**47.759**	**58.461**
Net book amount at 31 December 2014	**58.193**	**54.370**

Rental income from investment properties for 2014 amounted to €2.296 and €2.754 for the Group and the Company respectively (2013: €2.392 and €2.977 for the Group and the Company respectively).

For the impairment of investment property refer to note 6.

(All amounts in €'000)

10. Investments in subsidiaries

The movement in investments in subsidiaries is analysed as follows:

	Company	
	31/12/2014	**31/12/2013**
Balance at the beginning of the year	219.702	263.118
Additions	5.774	2.088
Disposals / Return of share capital	(83.425)	-
Impairment	(8.437)	(45.505)
Balance at the end of the year	**133.613**	**219.702**

The interests held in subsidiaries and their carrying amounts at 31 December are as follows:

		31/12/2014		31/12/2013	
Name	**Country of incorporation**	**% interest held**	**Carrying value**	**% interest held**	**Carrying value**
Intrasoft International SA	Luxemburg	99,99%	52.407	99,99%	52.407
Intracom SA Defence Electronic Systems	Greece	100%	52.780	100%	71.151
Intrakat SA	Greece	61,76%	22.030	61,76%	22.030
Intracom Holdings International Ltd	Cyprus	100%	6.331	100%	4.831
Intracom Group USA Inc*	USA	2,91%	65	2,91%	65
Hellas on Line SA	Greece	-	-	53,28%	69.218
			133.613		**219.702**

(*) The total shareholding as at 31 December 2014 is 100% through the participation of subsidiaries of the Group (2013: 100%).

The above list contains only the direct investments in subsidiaries. A list of all the direct and indirect interests in subsidiaries is presented in note 42.

In order to assess whether there is an impairment of investments in subsidiaries as at 31 December 2014, the Company performed the relevant impairment tests. The tests performed resulted in the impairment of the investment in the subsidiary Intracom S.A. Defence Electronic Systems amounting to €8.437 (2013: Hellas on Line €43.984 and Intracom Holdings International Ltd €1.521).

<u>Year 2014</u>

Company

In April 2014, the share capital of the subsidiary company Intracom S.A. Defence Electronic Systems was decreased by offsetting losses and return of share capital. The return of share capital amounted to €9.934 out of which amount €7.100 was received while amount €2.835 is included in the Company's receivables from related parties.

In July 2014, the Company acquired 3.621.739 preference shares of the subsidiary Hellas online from the subsidiary Intrakat SA for the total consideration of €4.274, which increased the cost of investments in subsidiaries. Out of this amount, €1.900 was paid while the amount of €815 was offset against receivables from Intrakat SA. The remaining amount of €1.559 is included in the Company's receivables.

During 2014, the Company paid to the subsidiary Intracom Holdings International Ltd the amount of €1.500 for a share capital increase.

In November 2014, the sale of the subsidiary Hellas online SA was completed (note 40). The cost of the investment amounting to €73.491 is included in "Disposals/Return of share capital".

Group

In the first quarter of 2014, the subsidiary company Intrakat SA formed certain new companies, namely "Intrablue Hotel and Tourist Enterprises", "Anaptyxiaki Kykladon SA" and "Intrakyklades Estate Development" in which Intrakat SA participates by 100% aiming to expand the Group's operations into the development of vacation residencies and investment in tourism. In June 2014, 50% of Intrablue Hotel and Tourist Enterprises total shares were sold to non-controlling interest.

In the second quarter of 2014 the subsidiaries Intrakat SA and Intrasoft International SA formed the company Advanced Transport Telematics SA. The indirect interest held by the Group in the subsidiary is 80,88%.

In April 2014, the subsidiary company Intrakat SA acquired 12,5% of the share capital of its subsidiary Intrapower SA Energy Projects, previously held by non-controlling interest, for total consideration of €200 resulting in 100% shareholding.

In June 2014, the subsidiary company Intrakat SA acquired 45% of the share capital of the subsidiary Fracasso Hellas SA Design & Construction of Road Safety Systems for a consideration of €60 and at 20.10.2014 transferred 20% of the interest held to a non-controlling interest for the amount of €30. The interest held by the parent company is now 80%.

In August 2014, the subsidiary company Intrakat SA, acquired a 35,27% stake in the share capital of its subsidiary Prisma-Domi ATE, previously held by non-controlling interest, for a total consideration of €1.349 resulting in 100% shareholding. Subsequently, the company was absorbed by Intrakat SA with approval by the authorities on 30 December 2014. At 31 December 2014, the amount of €1.349 is included in the Group's liabilities.

In October 2014, the special purpose subsidiary company Rural Connect SA was incorporated. The Group holds 90% of the company's capital amounting to €2.174. The effect on the Group's net assets was €242.

In December 2014, Intrakat SA acquired 10% of the share capital of Eurokat S.A, previously held by non-controlling interest, for a total of consideration of €137 resulting in 64,89% shareholding.

Following the above transactions, non-controlling interests were decreased by €1.830, while the total effect on net assets was €2.097. The total effect on the Group's profit or loss was insignificant.

<u>Year 2013</u>

In 21 June 2013, the share capital of the subsidiary company of Intrakat SA Prisma Domi ATE was increased through capitalisation of liabilities due to Intrakat SA, resulting to shareholding being increased to 67,43%. The increase in non-controlling interest was €184 while total effect on the Group was €19.

In 9 August 2013 the share capital of the subsidiary company of Intrakat SA Intraphos SA Renewable Energy Sources was increased by €200 with abolition of the pre-emption rights of existing shareholders. Intrakat SA did not participate in the increase and as a result its shareholding was decreased to 9,7%. On the same date the foresaid shareholding was disposed of for a consideration of €91. The net inflow from the disposal was €91. The effect on non-controlling interests was €82.

(All amounts in €'000)

On 16th October, the subsidiary Intrakat SA acquired control on its subsidiary A. Katselis AEE without any change in the total shares held. The decrease in non-controlling interests was €50 and the net cash inflow in the Group was €11.971.

On 5 December 2013, the subsidiary Intrakat SA acquired from the non-controlling interest 12,5% of the shares of its subsidiary Intrapower SA Energy for a consideration of €200. The net cash outflow for the Group was €200. The decreased in non-controlling interest was €156 and the total effect on the Group's net assets was €200.

Information for subsidiaries with non-controlling interests

At 31 December 2014, total non-controlling interests amounted to €25.192, out of which €24.345 relates to Intrakat Group, €107 relates to Advanced Passport Telematics and €740 to the group Intrasoft International S.A.

There are no significant restrictions as regards the Group's assets or settlement of liabilities.

Summarised financial information for Intrakat Group

Below is provided the summarised financial information of the subsidiary:

Summarised balance sheet:

	Intrakat SA	
	31/12/2014	**31/12/2013**
Assets		
Current assets	164.452	156.281
Non-current assets	83.918	62.744
Total assets	248.370	219.025
Liabilities		
Current liabilities	143.044	120.756
Non-current liabilities	43.222	33.189
Total liabilities	186.266	153.944
Net assets	62.104	65.081

(All amounts in €'000)

Summarised income statement:

	Intrakat SA	
	1/1- 31/12/2014	**1/1- 31/12/2013**
Sales	153.394	109.565
Profit / (losses) before income tax	1.008	(24.835)
Income tax	(567)	1.640
Post tax profit / (losses) for the year	441	(23.041)
Other comprehensive income	(2.672)	(1.273)
Total comprehensive income	(2.231)	(24.314)
Total comprehensive income allocated to non-controlling interests	(1.420)	(15.100)

Summarised cash flows:

	Intrakat SA	
	1/1- 31/12/2014	**1/1- 31/12/2013**
Cash flows from operating activities		
Cash generated from operations	16.325	9.002
Interest paid	(8.085)	(6.880)
Income tax paid	(3.944)	(678)
Net cash generated from operating activities	4.296	1.444
Net cash generated from / (used in) investing activities	(26.823)	5.372
Net cash generated from financing activities	9.029	18.022
Net increase / (decrease) in cash and cash equivalents	**(13.498)**	**24.837**
Cash and cash equivalents at beginning of year	39.246	14.412
Cash and cash equivalents at end of year	**25.748**	**39.249**

(All amounts in €'000)

11. Investments in associates

	Group		Company	
	31/12/2014	31/12/2013	31/12/2014	31/12/2013
Balance at the beginning of the year	**57.873**	**82.623**	**46.908**	**94.700**
Additions	202	-	-	-
Disposals	(50.571)	(348)	(46.908)	
Share of loss	(6.791)	(6.296)	-	-
Effect of exchange differences and remeasurements of retirement benefit obligations	(101)	(394)	-	-
Impairment	-	(17.713)	-	(47.792)
Balance at the end of the year	**611**	**57.873**	**(0)**	**46.908**

In December 2014 the sale of the associate Intracom Telecom SA was completed (Note 40). On the date of disposal the carrying value for the Group and the Company amounted to €50.571 and €46.908 respectively.

The share of losses includes the amounts of €6.670 and €6.241 relating to the discontinued operation for financial years 2014 and 2013 respectively.

In 2013, the Group and the Company had recognised an impairment loss in the investment in the associate amounting to €17.713 and €47.792, respectively.

Information about the Group's associates is presented below:

2014

Name	Country of incorporation	Assets	Liabilities	Equity	Revenue	Profit / (Loss)	Interest Held
ALPHA MOGILANY DEVELOPMENT SP. Z.O.O	Poland	6.061	4.935	1.126	0	(297)	25,00%
Thivaikos Anemos Energeiaki SA	Greece	115	62	53	0	(2)	45,00%
Mobile Composting S.A.	Greece	345	97	248	7	(22)	24,00%
		6.521	**5.094**	**1.427**	**7**	**(322)**	

2013

Name	Country of incorporation	Assets	Liabilities	Equity	Revenue	Profit / (Loss)	Interest Held
INTRACOM SA TELECOMMUNICATIONS	Greece	385.281	212.037	173.244	159.711	(13.205)	49,00%
ALPHA MOGILANY DEVELOPMENT SP. Z.O.O	Poland	6.240	4.782	1.457	-	(351)	25,00%
Mobile Composting S.A.	Greece	534	363	171	97	(0)	24,00%
		392.054	**217.183**	**174.872**	**159.808**	**(13.496)**	

(All amounts in €'000)

12. Joint operations

The following amounts show the Group's share of assets and liabilities in joint operations that are accounted for using the proportionate consolidation method and are included in the balance sheet:

	31/12/2014	31/12/2013
Assets		
Non-current assets	290	291
Current assets	29.233	35.483
	29.523	35.774
Liabilities		
Current liabilities	26.126	35.078
	26.126	35.078
Equity	3.397	696
Income	14.375	20.518
Expenses	(11.686)	(19.587)
Profit (after tax)	**2.689**	**931**

Information for the Group's investments in joint operations is included in Note 42.

13. Available-for-sale financial assets

	Group		Company	
	31/12/2014	31/12/2013	31/12/2014	31/12/2013
Balance at the beginning of the year	16.398	10.560	10.901	9.624
Additions	2.976	7.370	3.704	1.565
Disposals	(4.303)	-	(3.394)	-
Fair value (losses) / gains	(4.075)	(1.440)	(699)	(277)
Impairment (Note 32)	-	(91)	-	(11)
Balance at the end of the year	**10.996**	**16.398**	**10.511**	**10.901**
Non current Assets	**10.996**	**16.398**	**10.511**	**10.901**

	Group		Company	
	31/12/2014	31/12/2013	31/12/2014	31/12/2013
Listed securities:				
- equity securities	816	6.214	115	1.230
Unlisted securities:				
- equity securities	10.180	10.184	10.396	9.671
	10.996	**16.398**	**10.511**	**10.901**

(All amounts in €'000)

Investments in unlisted shares are shown at cost less impairment.

The investments in listed companies relate to companies listed in the Athens Stock Exchange and are measured at their quoted stock prices at the balance sheet date.

Available-for-sale financial assets include a 3,44% shareholding in Hellenic Energy and Development SA amounting to €2.197 and a 13,33% shareholding in Moreas SA amounting to €6.751 as at 31 December 2014.

14. Deferred income tax

Deferred income tax assets and liabilities are offset when there is a legally enforceable right to offset current tax assets against current tax liabilities and when the deferred income taxes relate to the same fiscal authority. The offset amounts are as follows:

	Group		Company	
	31/12/2014	31/12/2013	31/12/2014	31/12/2013
Deferred tax assets	(7.828)	(15.370)	-	-
Deferred tax liabilities	223	2.382	1.033	1.124
	(7.605)	**(12.988)**	**1.033**	**1.124**

The gross amounts are as follows:

	Group		Company	
	31/12/2014	31/12/2013	31/12/2014	31/12/2013
Deferred tax assets:				
To be recovered after more than 12 months	(15.869)	(17.424)	(65)	(81)
To be recovered within 12 months	(554)	(5.377)	(8)	(18)
	(16.424)	**(22.801)**	**(73)**	**(99)**
Deferred tax liabilities				
To be settled after more than 12 months	4.894	5.143	1.106	1.222
To be settled within 12 months	3.925	4.671	1	1
	8.819	**9.813**	**1.106**	**1.223**
	(7.605)	**(12.988)**	**1.033**	**1.124**

(All amounts in €'000)

The gross movement on the deferred income tax account is as follows:

	Group		Company	
	31/12/2014	**31/12/2013**	**31/12/2014**	**31/12/2013**
Balance at the beginning of the year	(12.988)	(8.059)	1.124	967
Exchange differences	0	4	-	-
Charge / (credit) to profit or loss (Note 34)	(1.284)	(4.923)	(60)	161
Charge / (credit) to other comprehensive income	(221)	(11)	(31)	(3)
Disposal of subsidiaries (Note 40)	6.888	-	-	-
Balance at the end of the year	**(7.606)**	**(12.988)**	**1.033**	**1.124**

The amounts of €251 and €522 credited in the income statement relate to discontinued operations for financial years 2014 and 2013 respectively (Note 40).

The movement in deferred tax assets and liabilities during the year, without taking into consideration the offsetting of balances within the same tax jurisdictions, is as follows:

Group

	Provisions / Impairment losses	**Tax losses**	**Other**	**Total**
Balance 1 January 2013	(3.209)	(10.833)	(6.463)	(20.506)
Exchange differences	-	6	-	6
Credit to profit or loss	(3.807)	4.132	(2.597)	(2.272)
Credit to other comprehensive income	(22)	-	(7)	(29)
Balance 31 December 2013	**(7.039)**	**(6.695)**	**(9.067)**	**(22.801)**
Balance 1 January 2014	(7.039)	(6.695)	(9.067)	(22.801)
Exchange differences	-	1	-	1
Charge / (credit) to profit or loss	(2.164)	719	(1.120)	(2.566)
Credit to other comprehensive income	(221)	-	-	(221)
Disposal of subsidiary (Note 40)	-	204	8.959	9.162
Balance 31 December 2014	**(9.423)**	**(5.772)**	**(1.229)**	**(16.424)**

Deferred tax liabilities:

	Trade name & Customers relationships	**Accrued Income**	**Accelerated tax depreciation**	**Other**	**Total**
Balance 1 January 2013	2.633	1.198	4.944	3.672	12.448
Exchange differences	-	-	(2)	(0)	(2)
Charge / (credit) to profit or loss	385	-	(3.026)	(9)	(2.650)
Charge to equity	-	-	-	19	19
Balance 31 December 2013	**3.018**	**1.198**	**1.916**	**3.681**	**9.813**
Balance 1 January 2014	3.018	1.198	1.916	3.681	9.813
Charge / (credit) to profit or loss	(46)	(1.198)	1.940	585	1.281
Disposal of subsidiary (Note 40)	(2.972)	-	649	48	(2.275)
Balance 31 December 2014	**0**	**-**	**4.505**	**4.314**	**8.819**

(All amounts in €'000)

Company

Deferred tax assets:

	Provisions	Total
Balance 1 January 2013	(66)	(66)
Credit to profit or loss	(29)	(29)
Charge to other comprehensive income	(3)	(3)
Balance 31 December 2013	**(99)**	**(99)**
Balance 1 January 2014	(99)	(99)
Credit to profit or loss	56	56
Credit to other comprehensive income	(31)	(31)
Balance 31 December 2014	**(73)**	**(73)**

Deferred tax liabilities:

	Accelerated tax depreciation	Other	Total
Balance 1 January 2013	1.033	1	1.033
Credit to profit or loss	189	-	189
Balance 31 December 2013	**1.222**	**1**	**1.223**
Balance 1 January 2014	1.222	1	1.224
Charge to profit or loss	(117)	-	(117)
Balance 31 December 2014	**1.106**	**1**	**1.106**

The Company has not recognised deferred tax asset on the losses of the previous and the current year. These losses amount to €143.019.

15. Long-term loans receivable

In 2008, the Company participated in the issue of a subordinated bond loan of a total amount of €55.000 by Moreas SA, in which Intracom Holdings holds an interest of 13,33%. The Company participated in the issue of the bond loan up to its shareholding percentage in Moreas SA (13,33%), paying an amount of €7.332. The loan carries a floating interest rate (6m Euribor plus 4,0% margin).

The amount recorded on the balance sheet as at 31 December 2014 consists of the initial capital plus capitalised interest of the period 2008-2014.

(All amounts in €'000)

16. Trade and other receivables

	Group		Company	
	31/12/2014	**31/12/2013**	**31/12/2014**	**31/12/2013**
Trade receivables	108.298	186.627	82	54
Less: provision for impairment	(16.409)	(60.230)	-	-
Trade receivables - net	91.889	126.396	82	54
Prepayments	8.631	15.248	-	-
Receivables from related parties (Note 39)	16.355	21.102	27.602	6.652
Loans to related parties (Note 39)	1.468	-	147	-
Prepaid expenses	4.781	15.001	155	148
Accrued income	44.232	48.799	428	156
Restricted cash (Note 40)	10.147	-	10.147	-
Other receivables	32.194	25.951	3.005	1.999
Less: provision for impairment of other receivables	(3.708)	(3.325)	-	-
Total	**205.990**	**249.173**	**41.567**	**9.010**
Non-current assets	8.186	10.056	39	39
Current assets	197.804	239.117	41.528	8.971
	205.990	**249.173**	**41.567**	**9.010**

(All amounts in €'000)

The analysis of trade receivables of the Group and the Company at the end of each year is as follows:

	Group		Company	
	31/12/2014	**31/12/2013**	**31/12/2014**	**31/12/2013**
Total	91.889	126.396	82	54
Not past due and not impaired at the balance sheet date	46.951	71.904	48	18
Impaired at the balance sheet date	16.409	60.230	-	-
Provision made for the following amount:	(16.409)	(60.230)	-	-
	-	-	-	-
Not impaired at the balance sheet date but past due in the following periods:				
< 90 days	9.959	10.570	8	30
90-180 days	6.399	7.158	16	6
180-270 days	10.311	15.045	7	-
270-365 days	2.698	3.282	2	-
1- 2 years	5.017	11.796	-	-
>2 years	10.554	6.640	-	-
	44.938	54.492	33	36
Total trade receivables	**91.889**	**126.396**	**82**	**54**

There is no concentration of credit risk in relation to trade receivables, since the Group has a large number of customers. The Group has developed policies to ensure that the sales agreements take place with customers with sufficient credit quality. The credit policy of the Group is determined on a case by case basis and is set out in the agreed terms in the contract signed with each customer.

(All amounts in €'000)

The movement of provision for impairment of trade and other receivables is analysed as follows:

	Group	Company
Balance 1 January 2013	53.816	-
Exchange differences	9	-
Provision for impairment (Note 29)	16.252	-
Receivables written-off during the year	(3.839)	-
Unused amounts reversed	(1.904)	-
Discount	(779)	-
Balance 31 December 2013	**63.555**	**-**
Exchange differences	(35)	-
Provision for impairment (Note 29)	5.358	-
Receivables written-off during the year	(895)	-
Acquisition of subsidiaries	-	-
Disposal of subsidiaries	(47.483)	
Unused amounts reversed	(381)	-
Discount	(2)	-
Balance 31 December 2014	**20.117**	**-**

Provision for impairment amounting to €4.382 and €6.753 relate to discontinued operations for financial years 2014 and 2013 respectively (Note 40).

Trade and other receivables are denominated in the following currencies:

	Group		Company	
	31/12/2014	31/12/2013	31/12/2014	31/12/2013
Euro (EUR)	178.953	219.671	41.567	9.010
US Dollar (USD)	18.344	19.097	-	-
Polish Zloty (PLN)	4.316	5.204	-	-
Romanian Lei (RON)	1.995	3.394	-	-
Jordanian Dinar (JOD)	1.482	-	-	-
Danish Corona (DKK)	89	142	-	-
Other	812	1.664	-	-
	205.990	**249.173**	**41.567**	**9.010**

(All amounts in €'000)

17. Inventories

	Group		Company	
	31/12/2014	**31/12/2013**	**31/12/2014**	**31/12/2013**
Raw materials	23.788	28.808	-	-
Semi-finished goods	13.159	13.975	-	-
Finished goods	10.158	8.890	-	-
Work in progress	3.980	1.650	-	-
Merchandise	2.059	1.744	-	-
Other	246	216	-	-
Total	**53.390**	**55.285**	**-**	**-**
Less: Provisions for obsolete inventories				
Raw materials	5.504	4.660	-	-
Semifinished goods	1.409	682	-	-
Finished goods	1.225	1.017	-	-
Merchandise	301	301	-	-
	8.438	**6.661**	**-**	**-**
Net realisable value	**44.952**	**48.624**	**-**	**-**

The movement of the provision is as follows:

	Group	**Company**
Balance 1 January 2013	3.313	-
Provision for impairment (note 29)	3.375	-
Used provisions	(1)	-
Disposal of subsidiaries	(26)	
Balance 31 December 2013	**6.661**	**-**
Provision for impairment (note 29)	1.777	-
Balance 31 December 2014	**8.438**	**-**

(All amounts in €'000)

18. Construction contracts

	Group		Company	
	31/12/2014	**31/12/2013**	**31/12/2014**	**31/12/2013**
Assets				
Contracts in progress at the balance sheet date:				
Receivables from construction contracts	35.354	20.882	-	-
Total	**35.354**	**20.882**	**-**	**-**
Liabilities				
Contracts in progress at the balance sheet date:				
Liabilities from construction contracts	2.417	1.843	-	-
Total	**2.417**	**1.843**	**-**	**-**
Accumulated contract costs plus accumulated recognised profits less accumulated recognised losses	459.450	372.144	-	-
Less: Progress billings	(426.513)	(353.105)	-	-
Construction contracts	**32.937**	**19.039**	**-**	**-**

19. Financial assets at fair value through profit or loss

	Group		Company	
	31/12/2014	**31/12/2013**	**31/12/2014**	**31/12/2013**
Balance at the beginning of the year	223	278	-	-
Fair value adjustments (note 32)	(44)	(55)	-	-
Balance at the end of the year	**179**	**223**	**-**	**-**

	Group		Company	
	31/12/2014	**31/12/2013**	**31/12/2014**	**31/12/2013**
Listed securities				
- Equity securities	179	223	-	-
	179	**223**	**-**	**-**

(All amounts in €'000)

20. Cash and cash equivalents

Cash and cash equivalents and bank overdrafts include the following for the purposes of the cash flow statement:

	Group		Company	
	31/12/2014	31/12/2013	31/12/2014	31/12/2013
Cash at bank and in hand	69.071	62.828	19.483	622
Short-term bank deposits	53.723	13.436	47.087	1.126
Total	**122.794**	**76.263**	**66.569**	**1.748**

In 2014, the effective interest rate on short-term bank deposits for the Company was 0,15% (2013: 1%).

Cash and cash equivalents are denominated in the following currencies:

	Group		Company	
	31/12/2014	31/12/2013	31/12/2014	31/12/2013
Euro (EUR)	114.026	64.413	66.471	1.253
US Dollar (USD)	6.414	9.123	15	20
Romanian Lei (RON)	1.052	970	82	475
Bulgarian Leva (BGN)	851	798	-	-
Other	451	959	2	1
	122.794	**76.263**	**66.569**	**1.748**

21. Share capital

	Number of shares	Share capital	Share premium	Total
Balance 1 January 2013	133.025.996	187.567	194.204	381.771
Balance 31 December 2013	**133.025.996**	**187.567**	**194.204**	**381.771**
Balance 1 January 2014	133.025.996	187.567	194.204	381.771
Balance 31 December 2014	**133.025.996**	**187.567**	**194.204**	**381.771**

At 31 December 2013 and 31 December 2014 the Company's share capital amounts to €187.567 divided into 133.025.996 shares with a nominal value of €1,41 each.

(All amounts in €'000)

22. Other reserves

Group

	Statutory reserves	Special reserves	Tax free reserves	Extraordinary reserves	Other reserves	Remeasurments of retirement benefit obligations	Fair value reserves	Total
Balance 1 January 2013	30.638	8.305	125.512	56.797	(28.987)	(2.036)	(5.329)	184.899
Fair value loss on available-for-sale financial assets	-	-	-	-	-	-	(995)	(995)
Exchange differences	-	-	-	-	-	-	(532)	(532)
Fair value gain on cash flow hedge	-	-	-	-	-	-	249	249
Effect of change in interest held in subsidiaries	2	-	-	-	-	-	-	2
Remeasurements of retirement benefit obligations, net of tax	-	-	-	-	-	(98)	-	(98)
Transfers between reserves	87	-	259	-	27	-	-	373
Balance 31 December 2013	**30.726**	**8.305**	**125.771**	**56.797**	**(28.960)**	**(2.134)**	**(6.607)**	**183.898**
Balance 1 January 2014	30.726	8.305	125.771	56.797	(28.960)	(2.134)	(6.607)	183.898
Fair value loss on available-for-sale financial assets	-	-	-	-	-	-	(2.784)	(2.784)
Transfer to proft or loss due to write off / disposal of available-for-sale financial assets	-	-	-	-	-	-	866	866
Exchange differences	-	-	-	-	-	-	880	880
Disposal of subsidiaries	(166)	-	(8.336)	(327)	(50)	-	-	(8.879)
Effect of change in interest held in subsidiaries	-	-	-	-	(222)	-	-	(222)
Remeasurements of retirement benefit obligations, net of tax	-	-	-	-	-	(1.044)	-	(1.044)
Transfers between reserves	-	-	(1.097)	-	-	-	-	(1.097)
Balance 31 December 2014	**30.560**	**8.305**	**116.337**	**56.470**	**(29.233)**	**(3.178)**	**(7.646)**	**171.616**

Company

	Statutory reserves	Special reserves	Tax free reserves	Extraordinary reserves	Remeasurments of retirement benefit obligations	Fair value reserves	Total
Balance 1 January 2013	26.719	8.069	55.990	56.981	(71)	(31)	147.657
Fair value loss on available-for-sale financial assets	-	-	-	-	-	(277)	(277)
Remeasurements of retirement benefit obligations, net of tax	-	-	-	-	(17)	-	(17)
Balance 31 December 2013	**26.719**	**8.069**	**55.990**	**56.981**	**(88)**	**(308)**	**147.362**
Balance 1 January 2014	26.719	8.069	55.990	56.981	(88)	(308)	147.362
Fair value loss on available-for-sale financial assets	-	-	-	-	-	(699)	(699)
Transfer of available-for-sale reserve to profit or loss due to disposal	-	-	-	-	-	336	336
Remeasurements of retirement benefit obligations, net of tax	-	-	-	-	(88)	-	(88)
Balance 31 December 2014	**26.719**	**8.069**	**55.990**	**56.981**	**(176)**	**(671)**	**146.912**

a) Statutory reserve

The statutory reserve is created under the provisions of Greek law (Law 2190/20, articles 44 and 45) according to which, an amount of at least 5% of the profit (after tax) for the year must be transferred to the reserve until it reaches one third of the paid share capital. The statutory reserve can only be used with the approval of the Annual General meeting of the shareholders to offset accumulated losses and therefore cannot be used for any other purpose.

(b) Special reserves

Special reserves include amounts that were created according to decisions of the Annual General Meetings, have no specific purpose and can therefore be used for any reason following the approval of the Annual General Meeting, as well as amounts that were created under the provisions of Greek law. These reserves have been created from after-tax profits and are therefore not subject to any additional taxation in case of distribution or capitalisation.

(c) Tax free reserves

Tax-free reserves under special legal provisions

This account includes reserves created from profits which were used for the acquisition of new fixed assets employed in the production process and are therefore regarded as tax-free under special provisions of the development laws in force. In essence, this reserve is created from profits for which no tax is calculated or paid.

Reserves created under the provisions of tax law from tax-free income or from income taxed under special provisions

This reserve includes the portion of the net income carried forward every year that comes from tax-free profits and profits taxed under special provisions by using up the tax liability.

The aforementioned reserves can be capitalised or distributed following the approval of the Annual General Meeting, after taking into consideration the restrictions that may apply. In case of capitalisation or distribution, tax is calculated at the current tax rate.

(d) Fair value reserve

It includes the amount of €3.615 which relates to fair value losses from available-for-sale investments and foreign exchange currency differences.

(All amounts in €'000)

23. Borrowings

	Group		Company	
	31/12/2014	**31/12/2013**	**31/12/2014**	**31/12/2013**
Non-current borrowings				
Bank loans	52.932	32.603	2.846	4.271
Finance lease liabilities	10.620	11.889	10.248	11.479
Total non-current borrowings	**63.552**	**44.492**	**13.094**	**15.750**
Current borrowings				
Bank loans	90.135	141.919	15.500	16.875
Bond loans	-	132.739	-	-
Other loans	-	10.000	-	10.000
Finance lease liabilities	1.362	1.294	1.228	1.171
Total current borrowings	**91.497**	**285.952**	**16.728**	**28.046**
Total borrowings	**155.049**	**330.444**	**29.823**	**43.796**

The bond loans reported in 2013 related to the debt of the subsidiary Hellas online.

The loans of the Group and Company are denominated in the following currencies:

	Group		Company	
	31/12/2014	**31/12/2013**	**31/12/2014**	**31/12/2013**
Euro	151.916	325.582	29.823	43.796
US dollar (USD)	1.265	2.546	-	-
Polish Zloty (PLN)	1.869	2.316	-	-
	155.049	**330.444**	**29.823**	**43.796**

The contractual undiscounted cash flows of the borrowings, excluding finance leases (including interest payments), are as follows:

	Group		Company	
	31/12/2014	**31/12/2013**	**31/12/2014**	**31/12/2013**
Not later than 1 year	96.668	293.886	16.716	27.280
Between 1 and 2 years	21.509	1.822	3.232	1.417
Between 2 and 3 years	2.733	4.789	-	3.350
Between 3 and 5 years	6.390	3.048	-	-
More than 5 years	31.050	23.440	-	-
	158.350	**326.985**	**19.948**	**32.046**

The weighted average interest rate of the Group's short-term and long-term borrowings in 2014 was 6,57% and 5,47% respectively (2013:6,92%).

(All amounts in €'000)

The weighted average interest rate of the Company's short-term and long-term borrowings in 2014 was 5,82% and 8,10% respectively (2013: 6,79%).

Guarantees relating to the above borrowings are disclosed in note 38.

Finance leases

	Group		Company	
	31/12/2014	**31/12/2013**	**31/12/2014**	**31/12/2013**
Finance lease liabilities- minimum lease payments				
Not later than 1 year	1.877	1.872	1.712	1.720
Between 2 and 5 years	7.258	6.943	6.870	6.916
More than 5 years	5.220	7.409	5.175	6.943
Total	14.355	16.224	13.757	15.578
Less: Future finance charges on finance leases	(2.373)	(3.041)	(2.280)	(2.928)
Present value of finance lease liabilities	**11.982**	**13.183**	**11.477**	**12.650**
Present value of finance lease liabilities:				
Not later than 1 year	1.362	1.294	1.228	1.171
Between 2 and 5 years	5.806	5.248	5.473	5.221
More than 5 years	4.813	6.642	4.775	6.258
Total	**11.982**	**13.183**	**11.477**	**12.650**

24. Retirement benefit obligations

The amounts recognised in the balance sheet are determined as follows:

	Group		Company	
	31/12/2014	**31/12/2013**	**31/12/2014**	**31/12/2013**
Balance sheet obligations for:				
Pension benefits	**6.636**	**6.882**	**430**	**312**
Income statement charge				
Pension benefits (note 30)	**834**	**532**	**197**	**59**
Charge / (credit) to equity				
Remeasurements of retirement benefit obligations	**1.304**	**(70)**	**119**	**21**

(All amounts in €'000)

The amounts recognised in profit or loss are determined as follows:

	Group		Company	
	1/1 - 31/12/2014	**1/1 - 31/12/2013**	**1/1 - 31/12/2014**	**1/1 - 31/12/2013**
Current service cost	300	462	7	23
Interest cost	96	174	10	10
Past-service cost	-	(376)	-	-
Losses on curtailment	437	272	180	26
Total, included in staff costs	**834**	**532**	**197**	**59**

Total charge is allocated as follows:

	Group		Company	
	1/1 - 31/12/2014	**1/1 - 31/12/2013**	**1/1 - 31/12/2014**	**1/1 - 31/12/2013**
Cost of goods sold	325	256	-	-
Selling costs	286	177	-	-
Administrative expenses	223	100	197	59
	834	**532**	**197**	**59**

The movement in the liability recognised in the balance sheet is as follows:

	Group		Company	
	1/1 - 31/12/2014	**1/1 - 31/12/2013**	**1/1 - 31/12/2014**	**1/1 - 31/12/2013**
Balance at the beginning of the year	6.881	6.967	312	264
Total expense charged to the income statement	1.141	1.336	197	59
Contributions paid	(982)	(1.378)	(198)	(32)
Remeasurements of retirement benefit obligations	1.304	(18)	119	21
Disposal of subsidiaries	(1.708)	(26)	-	-
Υπόλοιπο τέλους χρήσης	**6.636**	**6.881**	**430**	**312**

Pension benefits recognised in the income statement amounting to €307 and €804 relate to discontinued operations for financial years 2014 and 2013 respectively (Note 40).

The principal actuarial assumptions used are as follows:

	Group		Company	
	2014	**2013**	**2014**	**2013**
Discount rate	1,9% - 3,0%	3,0% - 3,8%	2,20%	3,20%
Future salary increases	2,00%	2,0% - 3,0%	2,00%	2,00%

(All amounts in €'000)

25. Grants

	Group		Company	
	31/12/2014	**31/12/2013**	**31/12/2014**	**31/12/2013**
Balance at the beginning of the year	20.281	22.077	-	-
Additions	3.804	9	-	-
Amortisation charge (note 31)	(1.562)	(1.806)	-	-
Disposal of subsidiaries (note 40)	(22.463)	-	-	-
Balance at the end of the year	**61**	**20.280**	**-**	**-**
Current portion		1.692	-	-
Non-current portion	61	18.589	-	-
Total	**61**	**20.281**	**-**	**-**

Amortisation recognised in the income statement amounting to €1.556 and €1.797 relate to discontinued operations for financial years 2014 and 2013 respectively (Note 40).

26. Derivative financial instruments

	Group		Nominal Value	
	31/12/2014	**31/12/2013**	**31/12/2014**	**31/12/2013**
Cash flow hedge	**Liabilities**	**Liabilities**		
Interest rate swaps	-	582	-	17.925
Interest rate caps	-	71	-	25.425
Total	**-**	**653**	**-**	**43.350**

Current liabilities	-	653
Non-current liabilities	-	-
	-	**653**

Derivatives were used to hedge the exposure to variability in cash flows attributable to interest rate risk arising from the bond loan of the subsidiary Hellas online. The Group did not have any derivative financial instruments as at 31 December 2014.

(All amounts in €'000)

27. Provisions

	Group		Company	
	31/12/2014	31/12/2013	31/12/2014	31/12/2013
Current liabilities	5.983	4.887	2.676	168
Non- current liabilities	1.311	1.365	-	-
Total	**7.294**	**6.252**	**2.676**	**168**

Group

	Warranties	Unused compensated absences	Unaudited tax years	Other	Total
Balance 1 January 2013	657	557	776	4.364	6.354
Additional provisions of the year	363	582	-	3.235	4.181
Unused amounts reversed	-	-	(15)	(31)	(47)
Provisions used during the year	(304)	(490)	-	(3.442)	(4.235)
Balance 31 December 2013	**717**	**650**	**760**	**4.126**	**6.253**
Balance 1 January 2014	717	650	760	4.126	6.253
Additional provisions of the year	385	-	90	4.267	4.742
Unused amounts reversed	-	(221)	-	(571)	(792)
Provisions used during the year	(353)	-	-	(1.636)	(1.989)
Disposal of subsidiaries	-	(429)	(240)	(250)	(919)
Balance 31 December 2014	**748**	**0**	**611**	**5.935**	**7.294**

The amount €5.935 of other provisions as of 31 December 2014 includes, inter alia, €305 for the recognition of losses from loss making contracts, €2.296 for accrued employee benefits and €2.576 for provisions relating to court decisions and disputes subject to judicial proceedings or arbitration. The corresponding amount as at 31 December 2013 includes the amount of €1.140 for the recognition of losses from loss making contracts and the amount of €2.154 for accrued employee benefits.

Company

	Unused compensated absences	Other	Total
Balance 1 January 2013	68	100	168
Balance 31 December 2013	**68**	**100**	**168**
Balance 1 January 2014	68	100	168
Additional provisions of the year	-	2.576	2.576
Unused amounts reversed	(68)	-	(68)
Balance 31 December 2014	**0**	**2.676**	**2.676**

(All amounts in €'000)

As at 31 December 2014, other provisions include a provision for court decisions and disputes subject to judicial proceedings or arbitration amounting to €2.576.

28. Trade and other payables

	Group		Company	
	31/12/2014	**31/12/2013**	**31/12/2014**	**31/12/2013**
Trade payables	75.923	81.036	813	676
Prepayments from customers	66.105	68.121	-	-
Deferred income	5.544	22.369	-	-
Amounts due to related parties (note 39)	8.927	67.587	11.349	8.642
Accrued expenses	15.881	16.201	359	399
Social security and other taxes	5.253	10.203	693	365
Other liabilities	14.828	12.450	1.388	1.622
Total	**192.461**	**277.967**	**14.602**	**11.703**
Non-current liabilities	17	18.460	-	-
Current liabilities	192.444	259.507	14.602	11.703
	192.461	**277.967**	**14.602**	**11.703**

The credit payment terms provided to the Group are determined on a case-by-case basis and are set out in the contracts signed with each supplier.

Trade and other payables are denominated in the following currencies:

	Group		Company	
	31/12/2014	**31/12/2013**	**31/12/2014**	**31/12/2013**
Euro (EUR)	162.418	243.220	14.602	11.703
US Dollar (USD)	24.367	28.503	-	-
Romanian Lei (RON)	674	-	-	-
Polish Zloty (PLN)	1.858	885	-	-
Bulgarian Leva (BGN)	967	890	-	-
Other	2.176	4.468	-	-
	192.461	**277.967**	**14.602**	**11.703**

(All amounts in €'000)

29. Expenses by nature

	Note	Group		Company	
		1/1 - 31/12/2014	1/1 - 31/12/2013	1/1 - 31/12/2014	1/1 - 31/12/2013
Employee benefits	30	87.234	89.310	2.311	2.076
Inventory cost recognised in cost of goods sold		74.887	68.203	-	-
Depreciation of PPE	6	5.521	5.857	589	643
Depreciation of investment property	9	993	647	1.192	1.142
Amortisation of intangible assets	8	1.838	2.674	-	
Impairment of inventories	17	1.777	3.375	-	-
Repairs and maintenance of PPE		2.203	2.109	322	300
Operating lease payments		8.829	4.826	-	-
Subcontractors' fees		134.043	86.604	-	-
Impairment of receivables	16	976	9.499	-	-
Telecommunications cost		1.740	1.852	-	-
Transportation and travelling expenses		5.464	5.294	194	209
Third party fees		4.571	22.057	1.416	672
Advertisement		2.130	1.378	195	164
Other		10.090	12.267	4.721	2.110
Total		**342.298**	**315.951**	**10.940**	**7.314**
Split by function:					
Cost of goods sold		286.621	266.526	3.325	2.029
Selling and research costs		19.314	18.253	-	-
Administrative expenses		36.363	31.172	7.618	5.285
		342.298	**315.951**	**10.943**	**7.314**
Split of depreciation and amortisation by function:					
Cost of goods sold		4.331	5.484	197	304
Selling and research costs		741	716	-	-
Administrative expenses		3.281	2.978	1.586	1.482
		8.352	**9.178**	**1.783**	**1.786**

30. Employee benefits

	Group		Company	
	1/1 - 31/12/2014	1/1 - 31/12/2013	1/1 - 31/12/2014	1/1 - 31/12/2013
Wages and salaries	69.422	70.275	1.789	1.701
Social security costs	15.249	16.273	291	251
Other employers' contributions and expenses	355	782	34	64
Pension costs - defined contribution plans	136	118	-	-
Pension costs - defined benefit plans (note 24)	834	532	197	59
Other post-employment benefits	1.237	1.330	-	-
Total	**87.234**	**89.310**	**2.311**	**2.076**

(All amounts in €'000)

31. Other operating income

	Group		Company	
	1/1 - 31/12/2014	**1/1 - 31/12/2013**	**1/1 - 31/12/2014**	**1/1 - 31/12/2013**
Rental income	2.296	2.392	2.754	2.977
Amortisation of grants received (note 25)	6	9	-	-
Other income from grants	135	568	-	-
Insurance compensations	135	49	-	-
Other	1.084	1.349	-	-
Total	**3.657**	**4.368**	**2.754**	**2.977**

32. Other gains / (losses) - net

	Group		Company	
	1/1 - 31/12/2014	**1/1 - 31/12/2013**	**1/1 - 31/12/2014**	**1/1 - 31/12/2013**
Gains / (losses) from sale of PPE	(4)	417	2	-
Fair value gains /(losses) of financial assets at fair value through profit or loss	(44)	(55)	-	-
Losses from disposal of available-for-sale financial assets	(1.092)	-	(225)	-
Impairment of available-for-sale financial assets	-	(91)	-	(11)
Losses from investment property write-offs	(150)	-	(150)	-
Gains from disposal of subsidiaries	-	151	-	-
Loss from disposal of associates	-	(165)	-	-
Write-offs of other receivables	(728)	(1.980)	(728)	(1.980)
Net foreign exchange gains / (losses)	112	55	-	-
Income from unused provision of trade receivables	381	673	-	-
Other	(327)	(1.881)	(195)	(447)
Total	**(1.853)**	**(2.876)**	**(1.296)**	**(2.438)**

(All amounts in €'000)

33. Finance expenses / (income) - net

	Group		Company	
	1/1 - 31/12/2014	**1/1 - 31/12/2013**	**1/1 - 31/12/2014**	**1/1 - 31/12/2013**
Finance expenses				
Interest and related expense				
- Bank borrowings	9.347	8.134	2.072	1.344
- Other loans	553	6	553	6
- Finance leases	582	719	541	578
- Letters of credit and related costs	3.991	3.604	-	-
- Net foreign exchange gains / (losses)	34	237	30	-
- Other	1.758	1.115	-	-
	16.265	13.814	3.196	1.928
Finance income				
Interest income	(2.011)	(703)	(15)	(6)
Interest income from loans	(596)	(469)	(490)	(469)
Other	(565)	(106)	(26)	-
	(3.172)	(1.278)	(531)	(475)
Finance expenses / (income) - net	**13.093**	**12.537**	**2.664**	**1.453**

34. Income tax

	Group		Company	
	1/1 - 31/12/2014	**1/1 - 31/12/2013**	**1/1 - 31/12/2014**	**1/1 - 31/12/2013**
Current tax	(2.911)	(2.317)	-	-
Deferred tax (note 14)	1.033	5.445	60	(161)
Total	**(1.879)**	**3.128**	**60**	**(161)**

Tax returns are filed annually. With respect to the financial years up to and including 2010, the profits or losses declared for tax purposes remain provisional until such time as the tax authorities examine the returns and the records of the tax payer and a final assessment is issued. From the financial year 2011 onwards, the tax returns are subject to the Audit Tax Certificate process. Net operating losses which are tax deductible can be carried forward against taxable profits for a period of five years from the year they are generated.

Audit Tax Certificate

From the financial year 2011 onwards, all Greek Societe Anonyme and Limited Liability Companies that are required to prepare audited statutory financial statements must in addition obtain an "Annual Tax Certificate" as provided for by paragraph 5 of Article 82 of L.2238/1994, which is issued after the tax audit by the same statutory auditor or audit firm that issues the audit opinion on the statutory financial statements. Upon completion of the tax audit, the statutory auditor or audit firm must issue to the entity a "Tax Compliance Report" which will subsequently be submitted electronically to the Ministry of Finance, by the statutory auditor or audit firm not later than the 10th day of the 7th month after the end of the financial year. The Ministry of Finance will subsequently select a sample of at least 9% for the performance of a tax audit by the relevant auditors from the Ministry of Finance. The audit by the Ministry of Finance must be completed within a period of eighteen months from the date when the "Tax Compliance Report" was submitted to the Ministry of Finance.

(All amounts in €'000)

Unaudited tax years

The parent company has not been tax audited for the financial year 2010.

The financial years for which the Company and its subsidiaries have not been audited and, therefore, the tax liabilities for these open years have not been finalized, are presented in note 42. The cumulative provision for unaudited tax years amounts to €611 for the Group.

The Company and other Greek companies in the Group, which have been under the tax audit of the statutory auditors pursuant to the provisions of article 82 paragraph 5 of Law 2238/1994, obtained the 'Tax Compliance Report' for the financial year 2011-2013, out of which no additional tax liabilities arose in excess of the tax expense and the tax provision provided for in the annual financial statements of these years. According to the relevant legislation, the tax liabilities for financial years 2012 and 2013 shall be considered finalised after eighteen months from the date when the 'Tax Compliance Report' has been submitted to the Ministry of Finance. The tax audit performed by the statutory auditors for the financial year 2014, according to the provisions of Law 4174/2013, article 65^{A}, paragraph 1 as applicable, is still in progress and the tax compliance report is expected to be issued after the publication of the annual financial statements of year 2014. The Group's Management does not expect that significant additional tax liabilities will arise, in excess of these provided for and disclosed in the financial statements.

The tax on the losses before tax of the Group and the Company differs from the theoretical amount that would arise using the weighted average tax rate applicable to profits/losses of the group companies as follows:

	Group		Company	
	1/1 - 31/12/2014	1/1 - 31/12/2013	1/1 - 31/12/2014	1/1 - 31/12/2013
Loss before tax	(14.278)	(53.931)	(21.605)	(16.746)
Tax calculated at tax rates applicable to Greece	3.712	14.022	5.617	4.354
Income not subject to tax	1.920		-	-
Expenses not deductible for tax purposes	(1.874)	(8.436)	(1.028)	(4.451)
Differences in tax rates	59	188	-	288
Utilisation of previously unrecognised tax losses	-	135	-	-
Effect of previous year's tax losses that can not be offset	-	(1.989)	-	-
Tax losses for the year	(5.455)	(365)	(4.529)	(352)
Other	(240)	(427)	-	-
Tax charge / (income)	**(1.879)**	**3.128**	**60**	**(161)**

35. Earnings / (losses) per share

Basic earnings / (losses) per share

Basic earnings per share is calculated by dividing the profit / (loss) attributable to equity holders of the Company by the weighted average number of ordinary shares in issue during the year, excluding ordinary shares purchased by the Company and held as treasury shares (note 21).

	Group		Company	
	1/1 - 31/12/2014	**1/1 - 31/12/2013**	**1/1 - 31/12/2014**	**1/1 - 31/12/2013**
Profit / (loss) attributable to equity holders of the Company				
From continuing operations	(16.145)	(41.543)	(21.545)	(16.906)
From discontinued operations	36.606	(23.084)	(11.760)	(91.776)
	20.461	(64.627)	(33.305)	(108.682)
Weighted average number of ordinary shares in issue (thousands)	133.026	133.026	133.026	133.026
Basic / diluted profit / (losses) per share (€ per share)				
From continuing operations	(0,12)	(0,31)	(0,16)	(0,13)
From discontinued operations	0,28	(0,17)	(0,09)	(0,69)
Total profit / (losses) per share	0,15	(0,49)	(0,25)	(0,82)

Diluted earnings / (losses) per share

Diluted earnings/(losses) per share is calculated adjusting the weighted average number of ordinary shares outstanding to assume conversion of all dilutive potential ordinary shares, such as stock options. For the share options a calculation is done to determine the number of shares that could have been acquired at fair value (determined as the average annual market share price of the Company's shares) based on the monetary value of the subscription rights attached to outstanding share options. The number of shares calculated as above is compared with the number of shares that would have been issued assuming the exercise of the share options.

	Group		Company	
	1/1 - 31/12/2014	**1/1 - 31/12/2013**	**1/1 - 31/12/2014**	**1/1 - 31/12/2013**
Loss attributable to equity holders of the Company	(16.145)	(41.543)	(21.545)	(16.906)
Weighted average number of ordinary shares in issue (thousands)	133.026	133.026	133.026	133.026
Diluted earnings / (losses) per share (€ per share)	**(0,12)**	**(0,31)**	**(0,16)**	**(0,13)**

From the calculation of the weighted average number of ordinary shares of diluted earnings, no difference has occurred in relation to basic earnings per share.

(All amounts in €'000)

36. Cash generated from operations

		Group		Company	
	Note	**1/1 - 31/12/2014**	**1/1 - 31/12/2013**	**1/1 - 31/12/2014**	**1/1 - 31/12/2013**
Profit / (loss) for the year		23.895	(73.238)	(33.305)	(108.682)
Adjustments for:					
Tax		1.627	(2.606)	(60)	161
Depreciation of PPE	6	22.152	38.675	589	643
Amortisation of intangible assets	8	16.114	24.175	-	-
Depreciation of investment property	9	993	647	1.192	1.142
Impairment of investment property	9	4.988	4.435	4.911	7.375
Impairment of intangible assets	8	-	718	-	-
Impairment of PPE	6	1.730	13.956	-	1.967
(Profit) / loss on sale of PPE		31	(539)	(2)	-
Fair value losses / (gains) of financial assets at fair value through profit or loss	32	44	55	-	-
Losses from disposal of available-for-sale financial assets	32	1.092	-	225	-
Impairment of available - for - sale financial assets	32	-	91	-	11
Impairment of investments	10, 11	-	17.713	8.437	93.297
Gain from disposal of subsidiaries	10, 40	(43.435)	(151)	10.652	-
Impairment of trade and other receivables	29, 32	6.085	18.233	728	1.980
Loss on disposal of associates	32, 40	4.771	165	1.107	-
Interest income		(3.028)	(1.318)	(531)	(475)
Interest expense		26.102	25.758	3.196	1.928
Amortisation of grants received	25	(1.562)	(1.806)	-	-
Share of loss from associates and joint ventures	11	6.791	6.296	-	-
Exchange loss / (gain)		348	(377)	-	-
		68.741	**70.884**	**(2.861)**	**(653)**
Changes in working capital					
(Increase) / decrease in inventories		3.448	285	-	-
(Increase) / decrease in trade and other receivables		28.962	(2.197)	28.496	(115)
Increase / (decrease) in trade and other payables		2.532	16.953	5.940	(27)
Increase / (decrease) in provisions		1.961	(102)	2.508	-
Increase / (decrease) in retirement benefit obligations		379	(42)	(1)	28
		37.282	**14.897**	**36.944**	**(114)**
Cash generated from operations		**106.023**	**85.781**	**34.083**	**(767)**

37. Commitments

Capital commitments

As at the balance sheet date there were capital commitments for property, plant and equipment of €3.296 for the Group (2013: €5.130).

(All amounts in €'000)

Operating lease commitments

	Group		Company	
	31/12/2014	**31/12/2013**	**31/12/2014**	**31/12/2013**
Up to 1 year	3.554	3.646	141	165
From 2 to 5 years	8.793	8.671	162	197
More than 5 years	4.812	3.752	-	-
	17.160	**16.069**	**303**	**362**

38. Contingencies / Outstanding legal cases

The Group and the Company have contingent liabilities in respect of banks, other guarantees and other matters arising in the ordinary course of business as follows:

	Group		Company	
	31/12/2014	**31/12/2013**	**31/12/2014**	**31/12/2013**
Guarantees for advance payments	48.144	27.428	24.736	21.820
Guarantees for good performance	155.275	159.694	98.522	99.959
Guarantees for participation in contests	19.864	13.931	13.332	9.696
Other	18.210	11.875	5.487	3.618
	241.492	**212.927**	**142.077**	**135.093**

The Company has given guarantees to banks for subsidiaries' and other companies' loans amounting to €83.458.

Outstanding legal cases

There is an outstanding legal case against a subsidiary company from the Ministry of Merchant Marine (MMM) concerning violations during the execution of a project completed and delivered to the MMM in a prior period. The penalties and rebates that were initially claimed have been reduced to €9 mil., following relevant appeals of the Company and ministerial decisions. Subsequently, according to a decision by the administrative court of appeal of Piraeus, the above mentioned penalties and rebates were cancelled. According to the Company's legal advisers the appeal exercised by the Greek State against the previous decision by the administrative court of appeal of Piraeus will not succeed and hence there will be no surcharge on the Company.

On 4 March 2008 specific major shareholders of Teledome S.A. took legal action against Intracom Holdings, Hellas online and members of the Management, requesting among others, to abolish the earlier decision of key management personnel (Board of Directors and General Meeting) of the Group for the annulment of the merger of Hellas online, Unibrain and Teledome. Through this lawsuit, an amount of approximately €141 mil. is claimed from the parent company and the subsidiary, for the loss and the moral damage that the plaintiffs allege to have suffered. On 29th August 2014, the Company was notified of the decision No 3389/2014 of the Multi-Member Court of First Instance of Athens relating to the lawsuits filed against Intracom Holdings by the key management personnel of Teledome. According to the decision, the plaintiffs were awarded with a receivable up to the amount of €17,6 mil. plus interest of €10,9 mil. and their guarantees were withdrawn up to amount of €12,4 mil. On 30th September 2014, the Company filed an appeal to the Athens Court of Appeals requesting the annulment of the decision of the Multi-member Court of First Instance. Following a request for interim relief filed by the plaintiffs, the Athens Court of First Instance with a Single Judge ordered the provision of security up to the amount of the first instance order. The Company, relying on the opinion of its legal advisor according to whom it is highly probable that the appeal will be successful and the outstanding claims will be dismissed, believes that an outflow of resources embodying economic benefits is not probable, thus it has not recognised a relevant provision.

(All amounts in €'000)

The Group and the Company have recognised provisions for court decisions and disputes subject to judicial proceedings or arbitration amounting to €2,6 mil.

39. Related party transactions

The following transactions are carried out with related parties:

	Group		Company	
	1/1 - 31/12/2014	1/1 - 31/12/2013	1/1 - 31/12/2014	1/1 - 31/12/2013
Sales of goods / services:				
To subsidiaries	-	-	3.604	2.092
To associates	686	1.902	-	126
To other related parties	3.531	1.861	-	-
	4.216	**3.763**	**3.604**	**2.218**
Purchases of goods / services:				
From subsidiaries	-	-	338	2.361
From associates	15.759	12.590	-	-
From other related parties	521	318	20	25
	16.281	**12.908**	**358**	**2.386**
Rental income:				
From subsidiaries	-	-	2.256	2.405
From associates	77	103	-	-
From other related parties	341	294	146	129
	419	**397**	**2.403**	**2.534**

	Group		Company	
	1/1 - 31/12/2014	1/1 - 31/12/2013	1/1 - 31/12/2014	1/1 - 31/12/2013
Purchases of fixed assets:				
From subsidiaries	-	-	110	69
From associates	1.453	4.034	-	-
From other related parties	95	-	-	-
	1.548	**4.034**	**110**	**69**

Services from and to related parties, as well as sales and purchases of goods, take place on the basis of the price lists in force with non-related parties. Other related parties are mainly associates and companies in which the major shareholder of the Company holds an interest share.

(All amounts in €'000)

Year-end balances arising from transactions with related parties are as follows:

	Group		Company	
	31/12/2014	**31/12/2013**	**31/12/2014**	**31/12/2013**
Receivables from related parties				
From subsidiaries	-	-	13.810	2.380
From associates	-	12.540	-	2.867
From other related parties	17.823	8.562	13.939	1.405
	17.823	**21.102**	**27.750**	**6.652**
Payables to related parties				
To subsidiaries	-	-	4.005	1.186
To associates	-	66.664	-	7.398
To other related parties	8.927	923	7.344	58
	8.927	**67.587**	**11.349**	**8.642**

Key Management compensation

During 2014 a total of €1.238 and €2.762 was paid by the Company and the Group respectively as Directors' remunerations, key Management and other related party compensations (2013: €1.043 and €1.963 respectively). As at 31 December 2014 and 31 December 2013 there were not any receivables or payables from/to Directors with regards to the Company. As at 31 December 2014 the Group has outstanding payables to Directors amounting to €74 (2013: €26), while there are not any outstanding receivables from Directors (2013: €0).

40. Discontinued operations

a) Intracom Telecom

For the period ended 30 June 2014, Intracom Telecom SA had been classified as held-for-sale following the binding agreement signed for the transfer of the Company's participation in Intracom S.A. Telecom Solutions' share capital that is a 49% stake, to investors in Dubai for a total consideration of €47 million, out of which €35 million in cash and €12 million by transfer of receivables. The Extraordinary General Meeting of shareholders of 16th May 2014 approved the foresaid transaction. During the third quarter of 2014, Intracom Telecom ceased to be an associate and as of that date was classified as financial asset available-for-sale.

The transfer of the interest held was completed in December 2014 and, as a result, the Company was relieved from any responsibilities related to the management or the ownership of Intracom Telecom. The loss from the disposal amounted to €4.771 and €1.108 for the Group and the Company respectively. An inflow of €33.800 is recognised in cash flows from investing activities.

The share of loss from associates for financial year 2014 amounting to €6.671 (2013: €6.241) was transferred in the profit or loss from discontinued operations of the Group.

In 2013, the Group and the Company had recognised an impairment loss in the investment in the associate amounting to €17.713 and €47.792, respectively, which is reported in discontinued operations.

(All amounts in €’000)

b) Hellas online

On 22 August 2014 the Company signed a binding agreement with Vodafone-Panafon for the transfer of the Company’s participation in Hellas Online, representing a total shareholding of 57,24% (held directly and indirectly), for a total consideration of €57,2 mil. for common registered shares with voting rights and €10 mil. for preference shares. The transaction was completed on 25 November 2014.

Due to the disposal, the results of the former subsidiary's operations have been classified as discontinued operations.

An analysis of the results of Hellas Online operations for the period 1/1/2014-25/11/2014 is presented below:

	1/1 - 25/11/2014	**1/1 - 31/12/2013**
Sales	189.169	221.424
Cost of goods sold	(150.446)	(175.003)
Gross profit from discontinued operations	**38.723**	**46.421**
Other operating income	1.359	1.683
Other gains / (losses) - net	(27)	122
Selling and research costs	(14.466)	(16.637)
Administrative expenses	(7.800)	(17.645)
Operating profit from discontinued operations	**17.789**	**13.945**
Finance income / (expenses) - net	(9.981)	(11.904)
Profit before income tax from discontinued operations	**7.807**	**2.041**
Income tax	252	(522)
Net profit for the period from discontinued operations	**8.059**	**1.519**
Other comprehensive income :		
Cash flow hedges	-	435
Remeasurements of retirement benefit obligations, net of tax	-	(39)
Total comprehensive income from discontinued operations	**8.059**	**1.916**

The analysis of the subsidiary's cash flows, excluding the cash inflow deriving from the sale, is as follows:

	1/1 - 25/11/2014	**1/1 - 31/12/2013**
Cash flows from operating activities	29.513	53.264
Cash flows from investing activities	(21.476)	(43.563)
Cash flows from financing activities	2.521	(8.184)
Total cash flows	**10.558**	**1.518**

The net consideration received by the Group and the Company for the sale amounted to €66.835 and €62.839, respectively. Out of total consideration, the amount of €10.147 remains restricted until the finalisation of certain cases that were outstanding on the date of the transaction. These outstanding cases do not annul the completion of the transaction. In the Group cash flow statement, the inflow is presented net of the cash held by the subsidiary on the date of disposal amounting to €19.767.

The Group's profit from the disposal amounted to €43.434 (Company: loss of €10.652), while non-controlling interests decreased by €4.839.

In 2013, the Company had recognised an impairment loss in the investment in the subsidiary amounting to €43.984 which is reported in discontinued operations.

41. Post balance sheet events

On 10/02/2015, the Company was served a legal claim filed by certain shareholders of Teledome SA, following the claims filed in the past, which are mentioned in note 38 of the financial statements, by which they claim anew the withdrawal of their guarantees to banks up to the amount of €12,9 mil. The Company, relying on the opinion of its legal advisor believes that it is highly probable that this claim will be dismissed, similar to the claims mentioned in note 38.

(All amounts in €'000)

42. Subsidiaries / Group structure

The companies included in the consolidated financial statements and the related direct percentage interests held are as follows.

31 December 2014

	Name	Country of incorporation	Direct % interest held	Consolidation method	Unaudited tax years
*	Intracom S.A Defence Electronic Systems	Greece	100,00%	Full	2010
*	Intracom Holdings International Ltd	Cyprus	100,00%	Full	From establishment - 2014
	- Intracom Technologies Ltd	Cyprus	100,00%	Full	From establishment - 2014
	- Intracom Operations Ltd	Cyprus	100,00%	Full	From establishment - 2014
	- Intracom Group USA	USA	100,00%	Full	From establishment - 2014
	- Duckelco Holdings Ltd	Cyprus	100,00%	Full	From establishment - 2014
	- Ingrelenco Trading Co. Ltd	Cyprus	100,00%	Full	From establishment - 2014
	- Edutech Sa**	Greece	50,00%	Equity	-
*	Intrasoft International S.A.	Luxemburg	99,99%	Full	2008-2014
	- Intrasoft SA	Greece	99,00%	Full	2010-2014
	- Intrasoft International Belgium	Belgium	100,00%	Full	2004-2014
	- Intrasoft International Bulgaria	Bulgaria	100,00%	Full	2013-2014
	- Global Net Solutions Ltd	Bulgaria	100,00%	Full	From establishment - 2014
	- Intracom IT Services Middle East & Africa	Jordan	80,00%	Full	2010-2014
	- Intrasoft International Scandinavia (former IT Services Denmark AS)	Denmark	100,00%	Full	2008 - 2014
	- Intracom Exports Ltd	Cyprus	100,00%	Full	From establishment - 2014
	- Intracom Cyprus Ltd	Cyprus	100,00%	Full	From establishment - 2014
	- Intrasoft Information Technology UK Ltd	Great Britain	100,00%	Full	From establishment - 2014
	- Intrasoft International USA Inc	USA	100,00%	Full	2012-2014
	- Intrasoft International ME FZC**	UAE	80,00%	Full	From establishment - 2014
*	Advanced Transport Telematics S.A.**	Greece	80,88% (note 1)	Full	2014
*	Rural Connect S.A.**	Greece	67,06% (note 2)	Full	2014

Note 1: The total indirect shareholding in Advanced Transport Telematics (80,88%) results from the participation of the subsidiaries Intrasoft International SA (direct shareholding 50%) and Intrakat SA (direct shareholding 50%).

Note 2: The total indirect shareholding in Rural Connect SA (67,06%) results from the interests held by the Company (direct shareholding 30%) and the subsidiary Intrakat SA (direct shareholding 60%).

(All amounts in €'000)

Name	Country of incorporation	Direct % interest held	Consolidation method	Unaudited tax years
* Intrakat SA	Greece	61,76%	Full	2014
- Inmaint SA	Greece	62,00%	Full	2012-2014
- Intracom Construct SA	Romania	96,54%	Full	2009-2014
- Oikos Properties SRL	Romania	100,00%	Full	2007-2014
- Rominplot SRL	Romania	99,99% (note 3)	Full	2009-2014
- Eurokat SA	Greece	64,89%	Full	2014
- J/V Aktor ATE - Lobbe Tzilalis - Eurokat ATE (Total administration of ooze KEL)	Greece	50,00%	Proportional	2010-2014
- J/V Eurokat ATE - Proteas ATEE (Rainwater runoff networks in Paiania's Municipality)	Greece	33,33%	Proportional	2011-2014
- Intrakat International Ltd	Cyprus	100,00%	Full	2008-2014
- Alpha Mogilany Development SP Z.O.O.	Poland	25,00%	Equity	2008-2014
- Rominplot SRL	Romania	0,01%	Full	2009-2014
- Ambtila Enterprises Limited	Cyprus	100,00%	Full	2007-2014
- A. Katselis Energeiaki SA	Greece	50,00%	Full	2009-2014
- Intradevelopment SA Estate Development & Management	Greece	100,00%	Full	2010-2014
- Intrablue Hotel and Tourist Enterprises**	Greece	50,00%	Full	-
- Anaptyxiaki Kykladon SA Estate Development**	Greece	100,00%	Full	-
- Intrakyklades Estate Development**	Greece	100,00%	Full	-
- Fracasso Hellas AE Design & construction of road safety systems	Greece	80,00%	Full	2014
- J/V Prisma Domi. - "J/V Archirodon Hellas ATE - Prisma Domi ATE" (General Detainment Facility of Eastern Macedonia & Thrace)	Greece	80,00%	Proportional	2010-2014
- J/V VIOTER S.A. - Prisma Domi ATE (Waste treatment plants and underwater disposal pipeline of Ag. Theodoroi Municipality)	Greece	20,00%	Proportional	2010-2014
- J/V Prisma Domi ATE - Mesogeios ES SA (Biological purification operation and maintentance in Oinofita Shimatariou)	Greece	50,00%	Proportional	2010-2014
- J/V Prisma Domi - Proteas (Ombria Anavisou)**	Greece	50,00%	Proportional	-
- J/V Prisma Domi - Proteas (Project for completion of Xiria stream)**	Greece	50,00%	Proportional	-
- Intrapower SA Energy Projects	Greece	100,00%	Full	2014
- ICMH SA Medical Services**	Greece	50,00%	Full	-
- Mobile Composting S.A.	Greece	24,00%	Equity	2012-2014
Thivaikos Anemos Energeiaki SA**	Greece	30% (note 4)	Equity	2012-2014
J/V Mohlos - Intrakat (Tennis)	Greece	50,00%	Equity	2010-2014
J/V Mohlos - Intrakat (Swimming pool)	Greece	50,00%	Equity	2010-2014
J/V Panthessaliko Stadium	Greece	15,00%	Equity	2009-2014
J/V Elter - Intrakat (EPA Gas)	Greece	45,00%	Equity	2010-2014
J/V Intrakat - Gatzoulas	Greece	50,00%	Equity	2009-2014
J/V "Ath.Techniki-Prisma Domi" - Intrakat	Greece	65,00%	Equity	2008-2014
J/V Intrakat - Ergas - ALGAS	Greece	33,33%	Equity	2009-2014
J/V Intrakat - Elter (Maintenance of North Sector)	Greece	50,00%	Proportional	2009-2014
J/V Intrakat - ATTIKAT (Egnatia Road)	Greece	50,00%	Proportional	2010-2014
J/V Intrakat - Elter (Alex/polis pipeline)	Greece	50,00%	Proportional	2010-2014
J/V Intrakat - Elter (Xiria project)	Greece	50,00%	Proportional	2010-2014
J/V Intrakat - Elter (Arta's detour project)	Greece	30,00%	Proportional	2010-2014
J/V Intrakat - Elter (Natural gas school installation project)	Greece	30,00%	Proportional	2010-2014
J/V Intrakat - Intracom Telecom (DEPA Network)	Greece	70,00%	Proportional	2008-2014
J/V Intrakat - Elter (Broadband networks)	Greece	50,00%	Proportional	2009-2014

Note 3: The total shareholding in Rominplot SRL is 100% through the participation of another subsidiary.

Note 4: The total shareholding in Thivaikos Anemos Energiaki SA is 45% through the shareholding of another subsidiary.

(All amounts in €'000)

Name	Country of incorporation	Direct % interest held	Consolidation method	Unaudited tax years
J/Vintrakat - Elter (Gas distribution network expansion Xanthi, Serres, Komotini)	Greece	50,00%	Proportional	2009-2014
J/V AKTOR ATE - J&P Avax - Intrakat (J/V Moreas)	Greece	13,33%	Proportional	2008-2014
J/V Intrakat - Elter (Hospital of Katerini)	Greece	50,00%	Proportional	2008-2014
J/V Intrakat - Elter (Hospital of Corfu)	Greece	50,00%	Proportional	2008-2014
J/V Intrakat- Elter (EPA 7 - Natural gas pipeline distribution network Attica South Region)	Greece	49,00%	Proportional	2010-2014
J/V Intrakat Elter (Natural gas distribution network Lamia-Thiva-Chalkida)	Greece	50,00%	Proportional	2010-2014
J/V Intrakat - Elter (Ionios General clinic)	Greece	82,45%	Proportional	2010-2014
J/V Intrakat - ETVO (Construction of the central library facilities of the Athens School of Fine Arts)	Greece	70,00%	Proportional	2009-2014
J/V Anastilotiki - Getem - Eteth - Intrakat (Museum of Patras)	Greece	25,00%	Proportional	2010-2014
J/V Anastilotiki - Getem - Intrakat (Peiros-Parapeiros Dam)	Greece	33,30%	Proportional	2009-2014
J/V Intrakat - Elter (Dam construction at Filiatrino basin)	Greece	50,00%	Proportional	2010-2014
J/V Intrakat - K.Panagiotidis & Co (Project of transfer line 1)	Greece	60,00%	Proportional	2010-2014
J/V Altec - Intrakat - Anastilotiki (Thessaloniki Airport)	Greece	46,90%	Proportional	2010-2014
J/V Elter ATE - Intrakat (Nea Messimvria project)	Greece	50,00%	Proportional	2010-2014
J/V Intrakat - Filippos SA (Amfipolis project)	Greece	50,00%	Proportional	2011-2014
J/V Ekter SA - Erteka SA - Themeli SA - Intrakat (Networks of Filothei region in Kifisia)	Greece	24,00%	Proportional	2011-2014
J/V Intrakat - Mavridis (Construction of hypermarket Carrefour in Chalkidiki)	Greece	99,00%	Proportional	2011-2014
J/V Intrakat - G.D.K. Texniki E.P.E. "J/V for the construction of Filiatrinou Dam"	Greece	70,00%	Proportional	2011-2014
J/V J&P AVAX - AEGEK - Intrakat (Construction of railway Kiato - Rododafni)	Greece	33,33%	Proportional	2012-2014
J/V AKTOR ATE - Porto Karras AE - Intrakat (Eschatias Dam)	Greece	25,00%	Proportional	2012-2014
J/V Intrakat - Proteas (Xiria Corinth)	Greece	50,00%	Proportional	2012-2014
J/V AKTOR ATE - J&P AVAX - Intrakat (Panagopoulas Tunnel)	Greece	25,00%	Proportional	2014
J/V AKTOR ATE - INTRAKAT (Tracking Payment Aposelemis reservoir)**	Greece	50,00%	Proportional	2014
J/V ATERMON ATE - INTPAKAT (Supply of materials & construction of transmission line 400 KV KIT-Lagada KIT Philipon and change of transmission line 400 KIT Thessalonikis - KIT Lagada KYT Philipon)**	Greece	50,00%	Proportional	2014
J/V INTRAKAT -ERGO ATE (Construction of distribution network & and gas pipelines in Attiki)**	Greece	50,00%	Proportional	2014

(*) Direct shareholding

(**) These companies have been included in the Group for the first time in the current year but were not included in the corresponding period of 2013.

During the third quarter of 2014 the company Intracom Telecom ceased to be an associate. The transfer of the interest held by the Company was completed in December 2014 (Note 40).

The sale of Hellas online was completed at 25 November 2014 and, as a result, it is not included in the Group as of 31 December 2014 (Note 40).

Except for the above, there are no further changes in the consolidation method for the companies included in the Group financial statements.

(All amounts in €’000)

31 December 2013

	Name	Country of incorporation	Direct % interest held	Consolidation method	Unaudited tax years
*	Intracom S.A Defence Electronic Systems	Greece	100,00%	Full	2010
*	HELLAS ON LINE	Greece	53,28% (note 1)	Full	2010
*	Intracom Holdings International Ltd	Cyprus	100,00%	Full	From establishment - 2013
	- Intracom Technologies Ltd	Cyprus	100,00%	Full	From establishment - 2013
	- Intracom Operations Ltd	Cyprus	100,00%	Full	From establishment - 2013
	- Intracom Group USA	USA	100,00%	Full	From establishment - 2013
	- Duckelco Holdings Ltd	Cyprus	100,00%	Full	From establishment - 2013
	- Ingrelenco Trading Co. Ltd	Cyprus	100,00%	Full	From establishment - 2013
*	Intrasoft International S.A.	Luxemburg	99,99%	Full	2008-2013
	- Intrasoft SA	Greece	99,00%	Full	2010-2013
	- Intrasoft International Belgium	Belgium	100,00%	Full	2004-2013
	- Intrasoft International Bulgaria	Bulgaria	100,00%	Full	2013
	- Global Net Solutions Ltd	Bulgaria	100,00%	Full	From establishment - 2013
	- Intracom IT Services Middle East & Africa	Jordan	80,00%	Full	2010-2013
	- Intrasoft International Scandinavia (former IT Services Denmark AS)	Denmark	100,00%	Full	2008 - 2013
	- Intracom Exports Ltd	Cyprus	100,00%	Full	From establishment - 2013
	- Intracom Cyprus Ltd	Cyprus	100,00%	Full	From establishment - 2013
	- Intrasoft Information Technology UK Ltd	Great Britain	100,00%	Full	From establishment - 2013
	- Intrasoft International USA Inc	USA	100,00%	Full	2012-2013
	- Intrasoft International ME FZC**	UAE	80,00%	Full	-

Note 1: The total shareholding in Hellas online is 57,24% through the participation of subsidiary companies of the Group.

(All amounts in €'000)

Name	Country of incorporation	Direct % interest held	Consolidation method	Unaudited tax years
* Intrakat SA	Greece	61,76%	Full	-
- Inmaint SA	Greece	62,00%	Full	2010-2011
- Intracom Construct SA	Romania	96,54%	Full	2009-2013
- Oikos Properties SRL.	Romania	100,00%	Full	2007-2013
- Rominplot SRL	Romania	99,99% (note 2)	Full	2010-2013
- Eurokat SA	Greece	54,89%	Full	2010-2011
- J/V Aktor ATE - Lobbe Tzilalis - Eurokat ATE (Total administration of ooze KEL)	Greece	18,29%	Proportional	2010-2013
- J/V Eurokat ATE - Proteas ATEE (Rainwater runoff networks in Paiania's Municipality)	Greece	27,45%	Proportional	2011-2013
- Intrakat International Ltd	Cyprus	100,00%	Full	2008-2013
- Alpha Mogilany Development SP Z.O.O.	Poland	25,00%	Equity	2008-2013
- Ambtila Enterprises Limited	Cyprus	100,00%	Full	2007-2013
- A. Katselis Energeiaki SA	Greece	50,00%	Full	2009-2013
- Intradevelopment SA	Greece	100,00%	Full	2010-2013
- Fracasso Hellas AE Design & construction of road safety systems	Greece	55,00%	Full	2010-2011
- Prisma - Domi ATE	Greece	67,43%	Full	2010
- Mobile Composting S.A.	Greece	24,00%	Equity	2012-2013
- J/V Prisma Domi. - "J/V Archirodon Hellas ATE - Prisma Domi ATE" (General Detainment Facility of Eastern Macedonia & Thrace)	Greece	80,00%	Proportional	2010-2013
- J/V VIOTER S.A. - Prisma Domi ATE (Waste treatment plants and underwater disposal pipeline of Ag. Theodoroi Municipality)	Greece	20,00%	Proportional	2010-2013
- J/V/ NOEL S.A. - Prisma Domi ATE (Wind Park installations situated in "Driopi" area)	Greece	35,00%	Proportional	2010-2013
- J/V Prisma Domi ATE - Mesogeios ES SA (Biological purification operation and maintentance in Oinofita Shimatariou)	Greece	50,00%	Proportional	2010-2013
- Intrapower SA Energy Projects	Greece	87,50%	Full	2010-2012
J/V Mohlos - Intrakat (Tennis)	Greece	50,00%	Equity	2010-2013
J/V Mohlos - Intrakat (Swimming pool)	Greece	50,00%	Equity	2010-2013
J/V Panthessaliko Stadium	Greece	15,00%	Equity	2007-2013
J/V Elter - Intrakat (EPA Gas)	Greece	45,00%	Equity	2010-2013
J/V Intrakat - Gatzoulas	Greece	50,00%	Equity	2004-2013
J/V "Ath.Techniki-Prisma Domi" - Intrakat	Greece	57,50%	Equity	2005-2013
J/V Intrakat - Ergas - ALGAS	Greece	33,33%	Equity	2007-2013
J/V Intrakat - Elter (Maintenance of North Sector)	Greece	50,00%	Proportional	2006-2013
J/V Intrakat - ATTIKAT (Egnatia Road)	Greece	50,00%	Proportional	2010-2013
J/V Intrakat - Elter (Alex/polis pipeline)	Greece	50,00%	Proportional	2010-2013
J/V Intrakat - Elter (Xiria project)	Greece	50,00%	Proportional	2010-2013
J/V Intrakat - Elter (Arta's detour project)	Greece	30,00%	Proportional	2010-2013
J/V Intrakat - Elter (Natural gas school installation project)	Greece	30,00%	Proportional	2010-2013
J/V Intrakat - Intracom Telecom (DEPA Network)	Greece	70,00%	Proportional	2007-2013
J/V Intrakat - Elter (Broadband networks)	Greece	50,00%	Proportional	2007-2013

Note 2: The total shareholding in Rominplot SRL is 100% through the participation of another subsidiary.

Note 3: The total shareholding in SC Plurin Telecommunications SRL is 100% through the participation of another subsidiary.

(All amounts in €'000)

Name	Country of incorporation	Direct % interest held	Consolidation method	Unaudited tax years
J/Vintrakat - Elter (Gas distribution network expansion Xanthi, Serres, Komotini)	Greece	50,00%	Proportional	2007-2013
J/V AKTOR ATE - J&P Avax - Intrakat (J/V Moreas)	Greece	13,33%	Proportional	2008-2013
J/V Intrakat - Elter (Hospital of Katerini)	Greece	50,00%	Proportional	2008-2013
J/V Intrakat - Elter (Hospital of Corfu)	Greece	50,00%	Proportional	2008-2013
J/V Intrakat- Elter (EPA 7 - Natural gas pipeline distribution network Attica South Region)	Greece	49,00%	Proportional	2010-2013
J/V Intrakat Elter (Natural gas distribution network Lamia-Thiva-Chalkida)	Greece	50,00%	Proportional	2010-2013
J/V Intrakat - Elter (Ionios General clinic)	Greece	77,19%	Proportional	2010-2013
J/V Intrakat - ETVO (Construction of the central library facilities of the Athens School of Fine Arts)	Greece	70,00%	Proportional	2008-2013
J/V Anastilotiki - Getem - Eteth - Intrakat (Museum of Patras)	Greece	25,00%	Proportional	2010-2013
J/V Anastilotiki - Getem - Intrakat (Peiros-Parapeiros Dam)	Greece	33,30%	Proportional	2007-2013
J/V Intrakat - Elter (Dam construction at Filiatrino basin)	Greece	50,00%	Proportional	2010-2013
J/V Intrakat - K.Panagiotidis & Co (Project of transfer line 1)	Greece	60,00%	Proportional	2010-2013
J/V Altec - Intrakat - Anastilotiki (Thessaloniki Airport)	Greece	46,90%	Proportional	2010-2013
J/V Elter ATE - Intrakat (Nea Messimvria project)	Greece	50,00%	Proportional	2010-2013
J/V Intrakat - Filippos SA (Amfipolis project)	Greece	50,00%	Proportional	2011-2013
J/V Ekter SA - Erteka SA - Themeli SA - Intrakat (Networks of Filothei region in Kifisia)	Greece	24,00%	Proportional	2011-2013
J/V Intrakat - Mavridis (Construction of hypermarket Carrefour in Chalkidiki)	Greece	99,00%	Proportional	2011-2013
J/V Intrakat - G.D.K. Texniki E.P.E. "J/V for the construction of Filiatrinou Dam"	Greece	70,00%	Proportional	2011-2013
J/V J&P AVAX - AEGEK - Intrakat (Construction of railway Kiato - Rododafni)	Greece	33,33%	Proportional	2012-2013
J/V AKTOR ATE - Porto Karras AE - Intrakat (Eschatias Dam)	Greece	25,00%	Proportional	2012-2013
J/V Intrakat - Proteas (Xiria Corinth)	Greece	50,00%	Proportional	2012-2013
J/V AKTOR ATE - J&P AVAX - Intrakat (Panagopoulas Tunnel) **	Greece	25,00%	Proportional	-

Name	Country of incorporation	Direct % interest held	Consolidation method	Unaudited tax years
* Intracom Telecom Solutions SA	Greece	49,00%	Equity	2009-2010
- Intracom Bulgaria S.A.	Bulgaria	100,00%	Full	1998-2013
- Intracom Svyaz Ltd.	Russia	100,00%	Full	From establishment - 2008 & 2012-2013
- Intracom Doo Skopje	FYROM	100,00%	Full	2012-2013
- Intralban Sha	Albania	95,00%	Full	2012-2013
- Intrarom S.A.	Romania	66,70%	Full	2008-2013
- Sitronics Intracom India PL	India	100,00%	Full	2012-2013
- Intracom Telecom Holdings International Ltd	Cyprus	100,00%	Full	2008-2013
- Intracom Middle East L.L.C.	United Arab Emirates	100,00%	Full	Not applicable
- Connklin Corporation	USA	100,00%	Full	2001-2013
- Intracom Telecom solutions S.R.L.	Moldava	100,00%	Full	Not applicable
- Intracom doo Belgrade	Serbia	100,00%	Full	From establishment - 2009 & 2012-2013
- E-Teleserv doo Belgrade	Serbia	100,00%	Full	From establishment - 2013
- Intracom doo Armenia	Armenia	100,00%	Full	2010-2013
- Intracom Telecom Technologies Ltd.	Cyprus	100,00%	Full	2008-2013
- Intracom Telecom Operations Ltd.	Cyprus	100,00%	Full	2008-2013
- Intracom Telecom Solutions Saudi Arabia	Saudi Arabia	95,00%	Full	Not applicable

(*) Direct shareholding

E) Information according to Article 10 of Law 3401/2005

NOTIFICATIONS TO THE ATHENS STOCK EXCHANGE FOR THE YEAR 2014

Date	Issue
14/1/2014	Press Release - Virgin Media Business Trials Intracom Telecom's Small -Cell Backhaul Equipment in Leeds
14/1/2014	Press Release - Defense Avionics: New Intracom Defense Electronics contract award of the Global Market
17/1/2014	Notification of important changes in voting rights, as per Law 3556/2007
23/1/2014	Announcement - Reconstitution of the Board of Directors
11/2/2014	Reply to the 10.02.2014 letter of HSMC
17/2/2014	Press Release - Intrasoft International consortium wins an 83 million EUR contract for the implementation of the new EU customs policy
18/2/2014	Press Release - New Big Data Telco Subscibers Monetization solution by Intracom Telecom
21/2/2014	Reply to the 20.02.2014 letter of HSMC
18/3/2014	Press Release - Another Succesful IRIS - T SLM firing based on Intracom Defense Electronics' Data Link
27/3/2014	Liquadation of the remaining Intracom Holdings Common Registered shares which were not submitted for dematerialization
27/3/2014	Financial Calendar for the year 2014
31/3/2014	Press Release - Financial results 2013
31/3/2014	Financial results 2013
2/4/2014	Announcement
4/4/2014	Reply to the 03.04.2014 letter of HSMC
24/4/2014	Announcement
24/4/2014	Press Release - Intracom Holdings
24/4/2014	Invitation to the 16.05.2014 Extraordinary General Meeting
25/4/2014	Reply to the 25.04.2014 letter of HSMC
16/5/2014	Resolutions of the 16.05.2014 Extraordinary General Meeting
30/5/2014	Press Release - Intracom Holdings Q1 2014 Financial Results
30/5/2014	Intracom Holdings Q1 2014 Financial Results

Date	Issue
30/5/2014	Conference call Invitation - Full year 2013 financial results
2/6/2014	Press Release - Intrasoft International succesfully completes a Campaign Management project for Piraeus Bank Group
2/6/2014	Annual Analyst presentation of " Full Year 2013 Financial Results"
4/6/2014	Press Release - Succesful Field Demonstration of Intracom Defense Electronics' WiSPR system by the US Marine Corps
5/6/2014	Invitation to the 27.06.2014 Annual General Meeting
6/6/2014	Liquidation of the remaining INTRACOM HOLDINGS Common Registered shares which were not submitted for dematerialization
25/6/2014	Press Release - Intracom Defense Electronics at the Eurosatory 2014, at the International Land and Air- land Security Exhibition
27/6/2014	Press Release of the 27.06.2014 Annual General Meeting
27/6/2014	Resolutions of the 27.06.2014 Annual General Meeting
2/7/2014	Press Release - IDE participated in Natos' Grrenday on Alternative Energy Systems
7/7/2014	Press Release - International distinction for IDE
22/8/2014	Announcement
22/8/2014	Press Release - Intracom Holdings and Vodafone Panafone signed a binding agreement for the acquisistion of Intracom Holdings' stake in hellas online
29/8/2014	Press Release - Intracom Holdings H1 2014 Financial Results
29/8/2014	Intracom Holdings H1 2014 Financial Results
29/8/2014	Invitation to the 19.09.2014 Extraordinary General Meeting
2/9/2014	Press Release - IDE wins international tender for Raytheon's Evolved Sea Sparrow Missile
9/9/2014	Press Release - Intrasoft International succesfully completes 3 million USD
19/9/2014	Resolutions of the 19.09.2014 Extraordinary General Meeting
22/9/2014	Acquisition of own shares
25/9/2014	Establishment as a corporate body - Intracom Holdings' Board of Directors
30/9/2014	Press Release - Intrasoft International named National champion of Luxemburg
3/11/2014	Press Release - IDE: New export contracts and high percentage of exports to USA
4/11/2014	Press Release - Intrasoft Middle East recognized with prestigious oracle excellence award for specialized partner of the year - Leena - in Applications
10/11/2014	Press Release - IDE participates in the Development of the hellenic civil unmanned air vehicle
11/11/2014	Press Release - Intrasoft International recognized for HR innovation at the HR Excellence Awards
19/11/2014	Press Release - Intrasoft International among the Best Software Testing Companies of the world
25/11/2014	Announcement
28/11/2014	Press Release - Intracom Holdings 9M 2014 Financial Results
28/11/2014	Intracom Holdings 9M 2014 Financial Results
3/12/2014	Press Release - Intrasoft International wins Single Window contract for the Lithuanian customs
5/12/2014	Reply to the 04.12.2014 letter of HSMC
18/12/2014	Announcement

The above notifications have been posted in the Athens Stock Exchange website www.ase.gr as well as in the Company's website.

The annual financial statements, the independent auditor's reports and the Board of Directors' reports of the companies that are incorporated in the consolidated financial statements of the Company are posted in the Company's website www.intracom.com.

INTRACOM HOLDINGS SA

General Registry of Commerce No: 303201000 (.Former Ledger No 13906/06/B/86/20)

19 km MARKOPOULOU AVE., GR-19002, PEANIA ATTIKA

Concise financial information for the period from 1 January 2014 to 31 December 2014

(reported under the provisions of L.2190 Art.135 for companies which prepare annual financial statements consolidated or stand alone in accordance with IFRS)

The purpose of the financial information set out below is to provide an overview of the financial position and financial results of INTRACOM HOLDINGS SA and INTRACOM GROUP. We advice the reader, before making any investment decision or other transaction with the Company, to visit the Company's website where the interim financial statements prepared in accordance with International Financial Reporting Standards together with the audit review of the independent auditors, whenever this is required, are presented.

Authority in charge Ministry of Development, Division of Societe Anonyme Companies and Credit
Web Address: www.intracom.com
Date of approval of the financial statements by the BoD 30/03/2015

Board of Directors:

Chairman of the BoD	Executive Member:	Dimitrios X. Klonis,
Vice Chairman.	Non Executive Member:	George Ar. Anninos,
CEO	Executive Member:	Konstantinos S. Kokkalis,
Advisor -	Executive Member:	George Sp. Koliastasis,
Advisor -	Non Executive Member:	Konstantinos G. Antonopoulos,
Advisor -	Independent Non Executive Member:	Sotirios N. Filos,
Advisor -	Independent Non Executive Member:	Dimitrios K. Hatzigrigoriadis.

Certified Auditor Accountant: Zoe D. Sofou (LC / Association of Certified Auditors 14701)
-
Auditing Firm: SOL S.A. CERTIFIED AUDITORS ACCOUNTANTS

CONDENSED BALANCE SHEET
Amounts in € thousands

	GROUP		COMPANY	
	31.12.2014	31.12.2013	31.12.2014	31.12.2013
ASSETS				
Property plant and equipment	122.059	272.528	10.343	12.737
Investment property	58.193	47.759	54.370	58.461
Intangible assets	25.271	100.326	3	1
Other Non-current assets	38.565	110.445	155.107	288.298
Inventories	44.952	48.624	0	0
Trade Receivables	108.244	147.498	3.409	2.642
Other current assets	256.135	193.987	104.688	8.077
TOTAL ASSETS	**653.419**	**921.167**	**327.920**	**370.216**
ΙΔΙΑ ΚΕΦΑΛΑΙΑ ΚΑΙ ΥΠΟΧΡΕΩΣΕΙΣ				
Share Capital	187.567	187.567	187.567	187.567
Other Equity	73.611	56.056	91.790	125.545
Capital and reserves attributable to the Company's equity holders (a)	261.178	243.623	279.357	313.112
Non controlling interest (b)	25.192	28.547	0	0
Total Equity (c) = (a) + (b)	286.370	272.170	279.357	313.112
Long-term bank borrowings	63.552	44.492	13.094	15.750
Provisions/Other long-term liabilities	8.248	47.678	1.463	1.437
Short-term bank borrowings	91.497	285.952	16.728	28.046
Other short-term liabilities	203.752	270.875	17.278	11.871
Total Liabilities (d)	367.049	648.997	48.563	57.104
TOTAL EQUITY AND LIABILITIES (c)+(d)	**653.419**	**921.167**	**327.920**	**370.216**

CONDENSED CASH FLOW STATEMENT
Amounts in € thousands

Indirect Method	GROUP		COMPANY	
	01.01-31.12.2014	01.01-31.12.2013	01.01-31.12.2014	01.01-31.12.2013
Operating Activities				
Profit/(Loss) before Income Tax (continuing operations)	-14.278	-53.931	-21.605	-16.745
Profit/(Loss) before Income Tax (discontinued operations)	39.800	-21.913	-11.760	-91.776
Plus / Minus Adjustments for:				
Depreciation	39.259	63.497	1.783	1.786
Impairment of PPT, intangible assets and investment property.	6.719	19.109	4.911	9.342
Provisions	2.340	-144	2.507	28
Translation Differences	348	-376	0	0
Impairment of Investments	0	17.713	8.437	93.296
Impairment of Trade and Other receivables	6.085	18.232	728	1.980
Results (inflows, outflows, profit and losses) from investing activities	-35.294	2.795	11.450	-464
Interest paid and related costs	26.102	25.758	3.196	1.928
Plus / Minus Adjustments for Working Capital Changes or related to operating activities.				
Decrease / (increase) in inventories	3.448	285	0	0
Decrease / (increase) in receivables	28.962	-2.197	28.496	-115
(Decrease) / increase in liabilities (other than banks)	2.532	16.953	5.940	-27
Less:				
Interest expenses and related costs paid	-26.816	-26.844	-3.240	-1.913
Income Tax paid	-6.179	-723	-35	-73
Net cash generated from operating activities (a)	**73.028**	**58.214**	**30.808**	**-2.753**
Investing activities				
Acquisition/Formation of subsidiaries, associates, joint ventures and other investments, and proceeds from subsidiary in consolidation	-2.940	4.601	-7.092	-1.685
Purchase of PPE, investment property and intangible assets	-53.360	-49.071	-211	-227
Proceeds from sale of PPE, investment property and intangible assets	547	4.386	3	0
Proceeds from disposal of participations and available for sale investments	85.273	91	107.246	0
Interest received	2.745	863	41	20
Total (outflow)/ inflow from investing activities (b)	**32.265**	**-39.130**	**99.987**	**-1.892**
Financing activities				
Expenses on issue of subsidiaries share capital	0	-26	0	0
Acquisition of interest in subsidiary from non-controlling interest	-355	-200	0	0
Proceeds from borrowings and grants	25.167	26.181	0	3.500
Repayments of Borrowings	-82.289	-19.498	-64.800	-550
Repayments of finance leases	-1.287	-2.531	-1.174	-1.145
Total inflow / outflow from financing activities (c)	**-58.764**	**3.926**	**-65.974**	**1.805**
Net increase / (decrease) in cash and cash equivalents for the period (a) + (b) + (c)	**46.529**	**23.010**	**64.821**	**-2.840**
Cash and cash equivalents at beginning of period	**76.263**	**53.253**	**1.748**	**4.588**
Cash and cash equivalents at end of period	**122.792**	**76.263**	**66.569**	**1.748**

STATEMENT OF CHANGES IN EQUITY
Amounts in € thousands

	GROUP		COMPANY	
	31.12.2014	31.12.2013	31.12.2014	31.12.2013
Balance at the beginning of period (01.01.2014 and 01.01.2013)	272.170	347.526	313.112	422.089
Total comprehensive income for the period after tax	20.896	-74.952	-33.755	-108.977
Increase/(decrease) of share capital of subsidiary	0	-20	0	0
Effect of change in interest held in subsidiaries/ joint ventures	-2.098	-467	0	0
Disposal of subsidiaries	-4.839	83	0	0
Formation of subsidiary	241	0	0	0
Balance at the end of period (31/12/2014 and 31/12/2013 respectively)	**286.370**	**272.170**	**279.357**	**313.112**

STATEMENT OF COMPREHENSIVE INCOME FOR THE GROUP
Amounts in € thousands

	GROUP						COMPANY					
	01.01-31.12.2014			01.01-31.12.2013			01.01-31.12.2014			01.01-31.12.2013		
	Continuing operations	Discontinued operations	Total	Continuing operations	Discontinued operations	Total	Continuing operations	Discontinued operations	Total	Continuing operations	Discontinued operations	Total
Sales	346.147	189.169	535.316	292.230	221.424	513.654	3.741	0	3.741	2.345	0	2.345
Gross profit (loss)	59.527	38.723	98.250	25.704	46.421	72.125	416	0	416	316	0	316
Profit/(loss) before tax, financing and investing results	-1.064	56.452	55.388	-41.339	-3.768	-45.107	-18.941	-11.760	-30.701	-15.293	-91.776	-107.069
Profit/(loss) before income tax	-14.278	39.800	25.522	-53.931	-21.913	-75.844	-21.605	-11.760	-33.365	-16.745	-91.776	-108.521
Profit/(loss) after Tax (A)	-16.156	40.052	23.896	-50.803	-22.435	-73.238	-21.545	-11.760	-33.305	-16.906	-91.776	-108.682
-Equity holders of the Company	-16.145	36.606	20.461	-41.543	-23.085	-64.628	-21.545	-11.760	-33.305	-16.906	-91.776	-108.682
-Non-controlling Interest	-11	3.446	3.435	-9.260	650	-8.610	0	0	0	0	0	0
Other comprehensive Income for the period, net of tax (B)	-3.000	0	-3.000	-2.111	397	-1.714	-450	0	-450	-295	0	-295
-Equity holders of the Company	-2.083	0	-2.083	-1.603	227	-1.376	-450	0	-450	-295	0	-295
-Non-controlling Interest	-917	0	-917	-508	170	-338	0	0	0	0	0	0
Total comprehensive Income, net of Tax (A) + (B)	-19.156	40.052	20.896	-52.914	-22.038	-74.952	-21.995	-11.760	-33.755	-17.201	-91.776	-108.977
-Equity holders of the Company	-18.228	36.606	18.378	-43.146	-22.858	-66.004	-21.995	-11.760	-33.755	-17.201	-91.776	-108.977
-Non-controlling Interest	-928	3.446	2.518	-9.768	820	-8.948	0	0	0	0	0	0
Earnings After Tax per share - basic (in €)	-0,1214	0,2752	0,1538	-0,3123	-0,1735	-0,4858	-0,1620	-0,0884	-0,2504	-0,1271	-0,6899	-0,817
Profit/(loss) before income tax, financing, investing results and total depreciation	14.007	87.358	101.365	-13.051	68.264	55.213	-3.961	0	-3.961	-2.644	0	-2.644

ADDITIONAL DATA AND INFORMATION:

1. On the fixed assets of the Company a mortgage of € 2,4 mn. has been written. The relevant amount for the Group sums up to € 46,6 mn.

2. Number of employees at the end of current period: Company 27 employees (2013: 27 employees) Group 2.133 employees (2013: 4.086 employees).

3. Sales and purchases amounts, cumulatively from the beginning of the fiscal year, and the balances of receivables and payables at the end of the current period that have emerged, for the Company and the Group, by related party transactions, under the light of IAS 24 provisions are as follows :

Amounts in € thousands	Group	Company
a) Income	4.635	6.007
b) Expenses	17.828	468
c) Receivables	17.823	27.750
d) Payables	8.927	11.349
e)Transactions and remuneration of directors and key management.	2.762	1.236
f) Receivables from directors and key management	---	---
g) Payables to directors and key management	74	---

4. Information about the subsidiaries, associates and the joint ventures of the Group as at 31.12.2014 (name, country of incorporation, direct interest held), as well as the consolidation method is presented in Note 42 of the financial statements.
Furthermore, in Note 42 changes in the consolidation method are mentionned.

5. Unaudited fiscal years by tax authorities for the Company and the Group are stated in Note 42 of the financial statements

6.At the end of period there are no shares of the parent company at the posession either of the Company or of its subsidiaries.

7.During the current period for the company, amount of €450 thous has been recorded directly to Shareholder's Equity, referring to losses from valuation of financial assets available for sale €699 thous., and losses from remeasurements of retirement benefit obligation €88 thous. Furthermore, the amount of € 336 thous. has been transferred to profit or loss due to disposal of shares. Respectively, for the Group, the amount of € 3.001 thous. has been recorded directly to Shareholder's Equity referring to fair value losses of € 4.075 thous., gain of €964 thous. from currency conversion differences, gain of €1.194 thous. from reserve transfer to profit or loss due to disposal of shares, and loss of €1.084 thous. from remeasurements of retirement benefit obligation

8. According to 3389/2014 decision of the Multi-member Court of First Instance of Athens relating to the lawsuits filed against Intracom Holdings by the key management personnel of Teledome,the palintiffs were awarded with a receivable of € 41 mn. On 30th September 2014, the Company filed an appeal requesting the annulment of the decision.
Following a request for interim relief the palintiffs were provided with letters of guarantee up to the aforementionned amount.
There are no other legal disputes or cases on arbitration or decisions by courts or arbitration bodies that affect or may materially affect the financial position of the Company. or the Group, in excess of the existing provisions. Other provisions on 31.12.2014 sum up to σε € 100 thous for the Company and € 6.683 thous. for the Group.
There are no provisions for unaudited fiscal periods for the Company, whereas provisions for unaudited fiscal periods for the Group sum up to € 611 thous.
The Group and the Company have recognised provisions for court decisions and disputes subject to judicial proceedings or arbitration amounting to €2.576 thous.

9. On 25th November 2014, the transfer of the Group's shareholding in the subsidiary Hellas online, which represents 57,24%, was completed for a total consideration of €57mil., along with the transfer of all of its preference shares for a total consideration of €10mil., to VODAFONE HELLAS. The effect on the consolidated results was positive and summed up to €43,4 mn. for as it concerns profit from its disposal , plus gain from its operation until the date of disposal €8,1mn.
On 18/12/2014, the transfer of our 49% stake in INTRACOM TELECOM has been completed for a total consideration of €47 mn. The effect on the Group's results was a loss of €4,8 mn. from the disposal , plus loss of €6,7 mn. from its operation (Note 40 of the financial statements)

10. Emphasis of Matter in the Independent Auditor's Report is related to the pending legal case as mentionned in Note 38 of the Financial Satements and Note 8 herein.

Peania 30 March 2015

THE CHAIRMAN OF THE BOARD OF DIRECTORS	CHIEF EXECUTIVE OFFICER	CHIEF FINANCIAL OFFICER & MEMBER OF THE BoD	ACCOUNTING MANAGER
D.C. KLONIS	K. S. KOKKALIS	G. SP. KOLIASTASIS	I. K. TSOUMAS
ID No AK 121708/07.10.2011	ID No AI 091122/14.10.2009	ID No S 699882/9.11.1998	ID No AZ 505361/10.12.2007
			LC 637 First Class