Annual Financial Report

01 January -
31 December

2014

LAMDA Development S.A.

G.E.MI.:3379701000
(Former S.A. REG.No: 3039/06/B/86/28)

37A Kifissias Ave.

15123, Maroussi

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.

Index of annual financial report

The annual financial statements, the auditors' reports and the Board of Directors reports of the companies included in the consolidated financial statements are available on the Company's website www.lamdadev.com.

STATEMENTS OF THE BOARD OF DIRECTORS OF
"LAMDA Development S.A."
ACCORDING TO THE ARTICLE 4, Par.2(c) OF THE LAW 3556/2007

We state to the best of our knowledge, that the annual financial statements for the year ended on December 31, 2014 which have been prepared in accordance with the international accounting standards in effect, reflect fairly the assets, liabilities, equity and the results of LAMDA Development S.A., as well as of the companies that are included in the consolidation taken as a whole.

Furthermore, we state to the best of our knowledge that the Annual Report of the Board of Directors reflects fairly the development, the performance and the status of LAMDA Development S.A., as well as of the companies that are included in the consolidation taken as a whole, and includes a description of the main risks and uncertainties they confront.

Maroussi, March 26, 2015

The undersigned

Dr.Peter P. Kalantzis	Odysseus E. Athanasiou	Dimitrios Ch.Politis
Chairman of the BoD	Chief Executive Officer	Member of the BoD

ANNUAL BOARD OF DIRECTORS' REPORT OF "LAMDA Development S.A." FOR THE CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS FOR THE FISCAL YEAR THAT ENDED ON 31 DECEMBER 2014

Dear Shareholders,

According to the provisions of the laws 3556/2007 and 2190/1920 and the decisions 1/434/3.7.2007 and 7/448/11.10.2007 of the Hellenic Capital Market Commission, we present the annual Board of Directors' report of "LAMDA Development S.A." concerning the Consolidated and Separate Financial Statements for the fiscal year that ended on December 31, 2014.

FINANCIAL POSITION OF THE GROUP

According to the International Financial Reporting Standards, the main financial results for the Group and the Company for the year that ended 31/12/2014 are the following:

Consolidated results after tax was amount to losses €23.501 thousands compared to losses €48.631 thousands in the comparative year. We note that in the respective year of 2013, was impacted from the increase in deferred tax due to increase in the tax rate from 20% to 26%.

The Company starting from 1/1/2014 applies IFRS 11 according to which the Group will account for joint ventures on an equity basis because it provides for a more realistic reflection of joint arrangements by focusing on the rights and obligations of the arrangement, rather than its legal form. Due to the aforementioned application of IFRS 11, the balance sheet of 31/12/2013, as well as the income statement of the period 01/01/2013-31/12/2013 has been restated so that they become comparable.

According to the new presentation method, the Net loss from fair value adjustment on investment property reached €11.551 thousands compared to an also negative figure of €25.890 thousands in the respective period of 2013. Also, the Group impaired the value of the inventories by €13.472 thousands compared to €4.733 thousands in the comparative period of 2013.

Consolidated turnover was decreased by 1% reaching €44.240 thousands compared to €44.681 thousands in the comparative period of 2013.

The Net Asset Value as exported from the internal information of the Group (Group Management Accounts), that is attributable to the Company's owner, after its increase due to the sale of the treasury shares by €16.552 thousands and the raising of funds through share capital increase of €150.000 thousands, reached €430.721 thousands at 31/12/2014 compared to €296.409 thousands at 31/12/2013. It should be noted that the calculation of Net Asset Value takes the deferred tax based on the interest held in the joint ventures into account which due to IFRS 11 are consolidated with the equity method.

(amounts in € thousands)	**2014**	**2013**	**Variation**
NET ASSET VALUE (NAV) (as exported by the internal information of the Group)	430.721	296.409	45,3%
Shareholders' Equity	387.652	249.638	55,3%
Earnings before valuations	14.723	12.695	16%
Fair Value Losses from investment property	-11.551	-25.890	-
Losses before tax	-24.181	-46.153	-
Net Losses after tax & non-controlling interests	-23.501	-49.329	-
Turnover	44.240	44.681	-1%

Within 2014, the sales of the shops presented a remarkable increase by 8% in relation to the comparative period. "The Mall Athens" recorded an increase in EBITDA by 3%. Mediterranean Cosmos" in Pylaia Thessaloniki recorded an increase in EBITDA by 10%. "Golden Hall" increased its EBITDA by 4%.

The total bank borrowings have not changed significantly during the current period. However, due to the share capital increase, the financial ratios TOTAL BORROWINGS / TOTAL ASSETS and TOTAL BORROWINGS / EQUITY reached 26.7% and 38.9%.

SIGNIFICANT EVENTS

Participation in contests

Following the decision of the Hellenic Republic Asset Development Fund at 31.03.2014, the Company is qualified as the preferred investor for the acquisition of 100% of the share capital of HELLINIKO S.A.

After completion of the pre-contractual audit by the Court of Auditors, and specifically at 14/11/2014 a special purpose entity "HELLINIKON GLOBAL I SA" (the "SPE"), signed the share transfer contract with the HRADF (the "Agreement"). The Company is obligated to maintain its shareholding in the SPE for a period of at least three years from the actual date of transfer of the shares, referred to above. The Company has also signed the Agreement as guarantor as regards timely and full payment of all obligations of the SPE for 27 years from the actual date of transfer of the shares, referred to above. The transfer of the shares will take place at a later stage and once the terms and conditions set out in the Agreement are completed. The deadline for fulfilling the terms and conditions is 2 years from the signing of the Agreement.

As consideration for the acquisition of shares, the SPE will pay € 915 million within ten years of the transfer of the shares. The timetable for implementing the investment plan will span a total of 25 years from the date of transfer of the shares and is divided into phases. The first three phases will each span 5 year. In terms of the Agreement, the SPE will undertake to invest a total of at least € 4.6 billion during these first three 5-year phases.

Increase in the Company's share capital

At the Extraordinary General Meeting of shareholders of the Company, which held a meeting on 29 April 2014 decided the increase of the share capital of the Company with a view to raising funds up to one hundred and fifty million Euro (€150,000,000.00) by payment in cash and through the issuance of up to 500.000.000 new common, registered, voting shares, of nominal value €0.30 each. The Company's Board of Directors, at a meeting held on 18/06/2014 and pursuant to relevant authorization by the General Meeting of the shareholders, set the subscription price of the New Shares at €4.25 each.

Based on the Subscription Price the nominal amount of the SCI shall be equal to the amount of Euro 10,588,235.10 and will be raised through the issuance of 35,294,117 new, common, registered shares, with voting rights, of nominal value of Euro 0.30 each. Any person with a pre-emption right to the SCI, in accordance with those provided for in the Meeting's resolutions, shall be entitled to acquire New Shares at a ratio of 0,794691552779231 New Shares for every one (1) existing share.

The Board of Directors held a meeting on 17/07/2014 certified the payment of the total amount of the share capital increase.

Following the afore mentioned, the Company's share capital is increased by €10,588,235.10 through the issuance of 35,294,117 New Shares of subscription price at €4.25 each and with mutual credit in the account of "Share premium" from the issuance of share premium by the total amount of €139,411,762.15 (before the respective expenses for the share capital issuance). Following the decision of the Board of the Company on 16/12/2014, it was decided that under the share option scheme, that the Company would increase its share capital, by €5k by issuing 15.311 shares of nominal value €0.30 each and an issue price of €2.30 per share. The share premium, amounting to €25k will arise following the transferred from the respective reserve (after the deduction of the costs related to the share capital increase). Following the above, the share capital of the Company amount to €23.916.532,50 divided by 79.721.775 shares of nominal value €0.30 each. All the Company's shares are listed on the Athens Stock Exchange.

Change in voting rights

On 2 July 2014, seven Investment Funds, all managed by Blackstone / GSO Capital Partners LP (hereinafter the "GSO Investment Funds") acquired 4,441,235 common registered shares with voting rights issued by LAMDA Development S.A. (the Company), which represent a percentage of 10% of the Company's voting share capital, for a consideration of €20,207,619.25, corresponding to €4.55 per share, along with the respective 4,441,235 pre-emption rights to the Share Capital Increase for an additional consideration of €1,332,370.50, that is €0.30 per right, from Consolidated Lamda Holdings S.A. (hereinafter "CLH"). This transaction follows strong demand expressed to CLH from international investors.

In the context of this transaction, the Company entered in an agreement with the GSO Investment Funds and CLH pursuant to which, for as long as the GSO Investment Funds hold in total, directly or indirectly, at least 10% of the voting rights of the Company, the GSO Investment Funds shall be entitled to nominate one member of the Board of Directors of the Company, the GSO Investment Funds consent as shareholders will be required in order for the Company's general meeting of shareholders to decide on a significant change of the scope of business of the Company or the delisting of its shares from the regulated market, and the GSO Investment Funds will benefit from customary anti-dilution rights.

Sale of treasury shares

The Company announces that on 19.06.2014, based on a resolution of its Board of Directors of the same date, sold all the 3,497,599 treasury shares that held (representing a holding of 7,88% of the total shares and voting rights of the Company) to TPG-Axon Management LP for a total consideration of €16,963,355 corresponding to €4.85 per share. Also, during the third quarter of 2014 the Company purchased gradually 466.512 treasury shares with total cost €1.757k.

Refinancing of bond loan

The Company at 29/7/2014 reached an agreement with its finance providers on the refinancing terms of a bond loan of €164,7m with scope of refinancing. The duration of the new loan will be 3 years. Therefore, the Management is in the process of coming to the finalization and signing of the agreement for the respective loans.

PROSPECTS

The Company observes the performance of the shopping centers through ratios, which, according to the international standards, are mainly the customer visits ratio and the ratio of the shopkeepers' turnover. According to these ratios there is an increase in 2014 in customer visits by 5.3% in relation to the comparative period of 2013. Also, there is an increase in the shopkeepers' turnover by 8%.

Taking into account the formed trends that took place in 2014 as well as the numbers for the first months of 2015, the total shopkeepers' turnover will probably be increased during 2015 also. The possible improvement in the total turnover, thereinafter, may further improve the Group's revenue that relates to the exploitation of the shopping centers on the one hand and on the other the revenue from the parking.

The occupancy of the shopping centers in 2015 is estimated to be substantially unchanged from 2014 which reached 98%.

The finance costs are expected to be increased due to the imminent refinancing of the Group's bond loans at higher interest rates.

The finance income is expected to be increased due to the short term deposit for part of the recent share capital increase at deposits and other short term investment of low risk.

The level of the borrowings is estimated to remain stable.

The Management of the Company is in agreement with the lending banks of the joint venture LAMDA Olympia Village S.A. so that a medium / long term refinancing is completed. The Group's proportionate share amounts to€112.5m. Following a repayment of €15m in January 2015, a new prolongation was agreed and the remaining loan of €210m (of which the Group's proportionate share amounts to €105m) is set to be repaid in April 2015. The Company is in the process of coming to an agreement with the lending banks in order to renew the loan terms so that the maturity is extended to the medium term.

Finally, new investments that will be financed by the recent share capital increase are expected to have a material effect to the Company's prospects.

SIGNIFICANT RISKS FOR YEAR 2015

Fluctuations in property values

Fluctuations in property values are reflected in the income statement and balance sheet according to their fair value. An increase in yields would have a significant impact on the Group's profitability and assets. However, due to the successful performance of Shopping and Leisure Centers "The Mall Athens", "Golden Hall" in Maroussi and "Mediterranean Cosmos" in Pylaia Thessaloniki, their market value is less likely to be reduced.

Credit risk

Income will be significantly affected in case the tenants are unable to fulfil their contractual obligations.

However, the Group has a well-diversified tenant mix consisting mainly of profitable companies with good reputation. The customers' financial condition is monitored on a recurring basis. The Company's management does not expect significant losses from impaired receivables except for those that have been provided for.

Foreign exchange risk

The Group operates mainly in Greece and the Balkans and is therefore exposed to foreign exchange risk arising from various currencies. The majority of the Group's transactions are carried out in Euro. Foreign exchange risk arises from future commercial transactions as well as the assets, liabilities and net asset value of investments operating in foreign countries.

The Group's standard practice is not to pre-purchase foreign exchange, not to enter into forward foreign exchange contracts with external counterparties and not to enter into currency hedging transactions.

Interest rate risk

The Group's interest rate risk derives mainly from bank loans with floating interest rates based on Euribor. The risk is partially hedged with financial derivative instruments.

The group analyses its interest rate exposure and manages the interest rate risk through refinancing, alternative financing, renewal of existing loans and hedging .

Inflation risk

The Group's exposure to inflation risk is limited as the Group enters into long term operating lease arrangements for a minimum of 6 years that are adjusted annually according to the Consumer Price Index plus margin up to 2%.

Liquidity risk

Liquidity needs are satisfied in full by the timely forecasting of cash needs in conjunction with the prompt receipt of receivables and by using sufficient and available cash resourses.

Surplus cash held by the operating entities over and above balance required for working capital management are transferred to the group treasury. Group treasury invests surplus cash in interest bearing current accounts, time deposits, money market deposits and marketable securities, choosing instruments with appropriate maturities or sufficient liquidity to provide sufficient head-room as determined by the above-mentioned forecasts.

The Management of the Company has entered into negotiations with the lending banks in order to renew the loan facilities so that the maturity is extended to the medium / long term. The procedure of the loan facilities' renewal will be completed prior to them falling due.

External factors

The Company has investments in Greece, Romania, Serbia, Bulgaria and Montenegro. The Group can be affected by external factors such as political instability, economic uncertainty and changes in local tax regimes.

In addition to the aforementioned, the developments that have taken place in 2015 and the national and international discussions with respect to the terms of Greece's financing program have resulted in an unstable macroeconomic and financial environment in the country. The return to economic stability depends to a large extent on the actions and decisions of local and international institutions. Taking into account the nature of the Group's operations, any negative developments may have a short-term impact on the operations of the Company and its Greek subsidiaries. Possible negative developments can not be forecast, nevertheless Management continually assesses the situation to ensure that all necessary actions and measures are taken in order to minimize any impact on the Group's operations

PENDING LITIGATION

1. THE MALL ATHENS

1.1 Pending litigation

With regard to the legal issues relating to the particular investment, the following should be noted:

In total, five (5) petitions for annulment have been filed before the Council of State, relating to the area where the Olympic Press Village (or “Olympiako Chorio Typou”) and the Shopping Center "The Mall Athens" were built, whose legal owner is the Company’s subsidiary “LAMDA OLYMPIA VILLAGE S.A.” (hereinafter, “L.O.V.”). Specifically:

(a) The first petition for annulment directly contests the validity of Law 3207/2003, which is in lieu of the building permit for all the buildings constructed on this particular area. The petition aims to have the Law declared null and void, on the basis that it is allegedly not compatible with the provisions of the Constitution of the Hellenic Republic. The petition was heard on 03.05.2006 and the Fifth Section of the Council of State sent the case to the court’s Plenary Session by means of its decision No 391/2008. The petition was heard before the Plenary Session on 05.03.2010, further to successive postponements of hearings previously scheduled for 05.02.2010, 09.10.2009, 08.05.2009 and 07.11.2008.

By means of decision No 4076/2010 of the Plenary Session, the hearing of the petition was postponed until the issuance of a decision by the Court of Justice of the European Union over another case, in which– according to the Council of State – similar legal issues were raised. The Court issued in decision in October of 2011, further to which the petition was heard before the Plenary Session of the Council of State on 05.04.2013, following postponements on 11.01.2013 and 01.03.2013. By virtue of its decision No 376/2014, the Plenary Session accepted the said petition and the Court annulled the silent confirmation by the competent planning authority of the Ministry of Environment, Planning & Public Works (namely, DOKK) that the studies of the project submitted to such authority were compliant with article 6 paragraphs 1 and 2 of Law 3207/2003.

The Council of State annulled the aforementioned act, because it identified irregularities of a procedural nature in the issuance of the licenses required for the project. In light of such nature of the identified irregularities, it is estimated that they may be rectified, and LOV has already initiated the procedure required further to the issuance of the said decision.

(b) The second petition seeks annulment of the deemed approval of the designs submitted by L.O.V. to the Ministry of Environment, Planning and Public Works, pursuant to article 6 paragraph 2 of Law 3207/2003. By means of its decision No 455/2008, the Fifth (E’) Section of the Council of State postponed the hearing of the case, until the issuance of the decision by the Court’s Plenary Session on the first petition for annulment. The petition was heard on 02.04.2014, further to a postponement of the hearing previously scheduled for 02.12.2009, 02.06.2010, 03.11.2010, 08.06.2011, 02.11.2011, 11.01.2012, 07.03.2012, 02.05.2012, 07.11.2012, 06.03.2013, 02.10.2013 and 05.02.2014. The Fifth Section issued its decision No 4932/2014, whereby the court cancelled the proceedings.

(c) The third and fourth petitions for annulment seek the annulment of a series of pre-approvals and operating licenses respectively, issued by the Municipality of Maroussi to a number of stores operating in the aforementioned Shopping Center, on the basis that the law on which said pre-approvals and licenses were issued is not compatible with the provisions of the Constitution.

(d) The fifth petition for annulment contests the validity of the decision of the Board of Directors of OEK (Worker’s Housing Organization or “Organismos Ergatikis Katoikias”), which authorized the sale to L.O.V. of the plot of land where the Shopping Center was erected. Similar to the foregoing cases, the legal basis of the petition for annulment is the alleged incompatibility of Law 3207/2003 with the provisions of the Constitution.

The last three petitions for annulment have been scheduled to be heard before the Fourth (D) Section of the Council of State on 16.06.2015, further to successive postponements of hearings previously scheduled for 09.01.2007, 23.10.2007, 08.01.2008, 07.10.2008, 16.06.2009, 12.10.2010, 29.03.2011, 14.02.2012, 09.10.2012, 12.02.2013, 04.06.2013, 19.11.2013, 06.05.2014 and 11.11.2014.

It is noted that L.O.V. has intervened in all cases as a third party in the proceedings to support the validity of the "acts" contested.

In light of the aforementioned decision of the Court's Plenary Session, the Company's legal advisors believe that the second petition will be rejected due to the lack of an object of litigation, whereas the third and fourth petitions for annulment will be accepted.

The fifth petition for annulment will probably be rejected on the grounds that the matter falls outside of the Court's jurisdiction (the decision under annulment not being an enforceable administrative act).

Finally, in the event that any of the above petitions for annulment is accepted, L.O.V. will be entitled to seek redress for any damages it may suffer against the Greek State.

1.2 Potential impact of pending litigation on the existing contracts

(a) In 2006 the Company transferred 50% of the shares it holds in L.O.V. to the company "HSBC PROPERTY INVESTMENTS LUXEMBOURG S.A.R.L.". The relevant agreement provides that, if either of the first two petitions is irrevocably accepted, the purchaser will be entitled to a refund of the amounts, which it will have paid to the seller for the purchase of the above shares, plus the purchaser's share in L.O.V.'s accrued distributable profits and to 75% of its non-distributable reserve funds (provided that they do not relate to the building complex or the office building and disregarding any non-realized profits from reserve funds, which derive from the re-valuation of fixed assets), and shall transfer the shares in question back to the Company. However, in this case, the Company's legal advisors believe that the course of this agreement over the years minimizes the possible application of the specific contractual provision. Following a new agreement dated 20/02/2015, the closing date of exercise of the put option was extended until 30/09/2017. Under certain conditions that are related to any significant negative developments in the company, the put option could be exercised before the extended date

(b) In addition to the above, L.O.V. sold the office building "ILIDA BUSINESS CENTRE" to the company "BLUE LAND S.A." on 26.06.2007. The respective deed of transfer includes a provision specifying that, if either of the first two petitions is irrevocably accepted as a result of the Court's ruling that Law 3207/2003 is not compatible with the provisions of the Constitution, then the purchaser will be entitled to demand reinstatement of the property to its original status and rectification of any actual damages it may have suffered, as such term is defined in the deed of transfer. However, the Company's legal advisors believe that the said provision is not applicable in this particular case. Further, pursuant to the aforementioned deed of transfer, in the event of any other ruling of the Council of State regarding the said Law's non-compatibility to the Constitution, including the acceptance of the second, fourth or fifth petition, then the purchaser will be entitled to repudiate the contract and demand restoration of the aforementioned actual damages, following the lapse of a period of two years from the date of issuance of the decision on the annulment petitions, on condition that any defects or deficiencies resulting from said decision have not been remedied in the meantime.

(c) In any case, as already mentioned, L.O.V. is entitled to seek redress for any damages it may suffer against the Greek State as a result of the aforementioned petitions for annulment.

2. MEDITERRANEAN COSMOS

With regard to the legal issues relating to the particular investment, the following should be noted:

Contractor "MICHANIKI S.A." undertook a significant part of the construction works for the "Mediterranean Cosmos" Shopping Center in Pylaia, Thessalokini. Both "PYLAIA S.A.", a subsidiary of the Company, and "MICHANIKI S.A." have filed actions and counter-actions, which were jointly heard on 01.04.2009, following a postponement of the hearing initially set for 02.04.2008. The total claims of "PYLAIA S.A." against "MICHANIKI S.A." stand at € 18,340,931.49 (including the amount of €

2,000,000 as compensation for moral distress). On the basis of the actions it has filed, “MICHANIKI S.A.” claims the amount of € 34,826,329.14 (including the amount of € 10,000,000 as compensation for moral distress).

By virtue of its decision 8172/2009, the Athens Multi-Member 1st Instance Court:

(i) Rejected the claims of “PYLAIA S.A.”, adopting the false reasoning that “PYLAIA S.A.” had assigned its claims under the contracts in question (with “MICHANIKI S.A.”) to the bondholder agent further to a respective agreement and, therefore, was not entitled to seek redress for its pertinent claims.

(ii) Rejected certain claims of “MICHANIKI S.A.” as vague or unfounded and ordered a continuance hearing, to follow the issuance of an expert opinion on certain allegations of one of the actions.

“PYLAIA S.A.” had lodged an appeal against the above decision, seeking to reverse it to the extent that it rejected “PYLAIA S.A.”’s actions as per point (i) above. The appeal was heard before the Athens Court of Appeal on 28.02.2013 (following a postponement of the initial hearing date which was the 27.09.2012) and rejected by virtue of the court’s decision No. 3977/ 2013. The court ruled that since “PYLAIA S.A.” had assigned its claims from said contracts with “MICHANIKI S.A.” to the bondholder agent under respective contract, it was not legally entitled to achieve the satisfaction of those claims. The Company submitted an appeal on points of law in front of the Supreme Court, the hearing of which has been set for 11.05.2015. Further to the above, the hearing of the lawsuits of “MICHANIKI SA” had been set on 13.03.2013, a date on which they were postponed to be heard on 27.05.20115, following the submission to the Court of the expert’s report which is favorable to “PYLAIA SA”.

In addition, "PYLAIA SA" filed a third lawsuit against "MICHANIKI SA" on 24.12.2010 claiming additional compensation of € 2,073,123.13 (which includes the amount of €500,000 for moral damages). The hearing had been scheduled for 25.02.2015, following a postponement on 21.11.2012, but it was cancelled.

Moreover, on 28.12.2010 “PYLEA S.A.” filed the nr13132, 13134 and 13129/2010 lawsuits to the Athens Multi-Member 1st Instance Court against "MICHANIKI SA", the hearing of which took place on 13.02.2013, following a postponement of the hearing of the case on 14.11.2012. Such lawsuits are identical to the previously presented lawsuits, save that they have been filed jointly with the company “EUROHYPO S.A.”, to address the event where the Court rules that "PYLAIA SA" is not entitled to file these lawsuits in its name. This is the reason why the hearing of those lawsuits was cancelled on 13.02.2013 and was reenacted so that those lawsuits were scheduled to be heard on 18.03.2015, but the hearing was postponed for 25.01.2017.

Finally, on 09.11.2012 “MICHANIKI S.A.” filed a lawsuit before the Athens Multimember Court of First Instance, claiming additional compensation amounting to € 2,293,016.59, namely the amount that “PYLAIA S.A.” collected from Alpha Bank by forfeiture of “MICHANIKI S.A.”’s bank bonds, and an additional amount of € 500,000.00 as moral damages. The lawsuit is set to be heard on 28.05.2015.

In general, pursuant to the assessment of Company’s legal counsels, the substantiated claims of “PYLAIA S.A.” against “MICHANIKI S.A.” significantly exceed the substantiated counterclaims of the latter against “PYLAIA S.A.”.

3. GOLDEN HALL (former International Broadcasting Centre)

With regard to the legal issues relating to the particular investment, the following should be noted:

“Public Properties Company S.A.” (hereinafter “PPC”), which had leased at the past the former International Broadcasting Center to “LAMDA DOMI S.A.”, has filed before the Athens One-member Court of First Instance an action for payment of an amount of Euro 2,5 million for due rents. The hearing of the said action had been set for 12.12.2014, but it was cancelled. The Group has already included in its consolidated financial statements a provision for Euro 3 million.

RELATED-PARTY TRANSACTIONS

The related-party transactions according to IAS 24 of the Company and the Group are disclosed in the note 30 of the consolidated financial statements for the year ended on 31 December 2014.

CORPORATE GOVERNANCE DECLARATION

A. Corporate Governance Code

The Company, pursuant to Law 3873/2010 has enacted and implements a Corporate Governance Code, which can be found in its website www.lamdadev.com

B. Corporate Governance principles that the Company follows in addition to laws and regulations

The Company, with a view to implementing a structured and adequate system of Corporate Governance, has adopted and implements specific practices in addition to the provisions of the law, which may be outlined as follows:

- The Company draws a clear distinction between the responsibilities of the Chairman, who is a non-executive member of the Board, and those of the CEO.
- The Board is composed by a majority of non-executive members, with a significant presence of independent non-executive members who's number, in the present composition, amounts to a total of three (3).
- Establishment of Compensation and Nomination Committee to assist the Board of Directors in all matters concerning the general principles governing the management of the Company's human resources, and especially the policies on compensation, benefits and incentives for the Board of Directors' executive members and the executives and employees of the Company, as well as the empowerment of the company's administrative centres, thus the assurance of the effective management of the Company by identifying, presenting and nominating suitable candidates for the filling of vacancies in the Board of Directors and approve the documented recommendations of CEO for hiring and promoting executives.
- The Company establishes a standard procedure for the evaluation of the Board and its Committees, which takes place at least every two years.

The above mentioned practices are analytically mentioned in the Corporate Governance Code, which has been posted on the Company's website www.lamdadev.com.

C. Description of the internal control and risk management system with regard to the preparation of the financial statements

C.1. Internal Control System

The Company implements a "safety valves" mechanism for the preparation of financial statements, aiming to prevent or identify material errors on time, in order to ensure the credibility and efficiency of operations and the compliance with laws and regulations. The selection and placing of material accounts and group companies under this safeguard mechanism is performed using specific qualitative and quantitative significance criteria.

Regarding the preparation of financial statements, the main areas in which these "safety valves" are established are the following:

Organization - Allocation of Competencies

- The assignment of authorities and responsibilities, both at the Senior Management and executives of the Company, enhances the efficiency of the Internal Control System while simultaneously safeguarding the segregation of duties.
- The Company ensures the adequate staffing of financial departments with qualified personnel possessing the expertise and experience required for the fulfilment of their assigned duties.

Monitoring of the accounting process

- Establishing a single centralized policy for the monitoring of the group subsidiaries' accounting departments.
- Launching a program for the integration and monitoring of intercorporate transactions, tailored to meet the needs of the Company.
- Conducting automatic checks and verifications between the various information systems.

Process for the safeguarding of assets

- Setting up safety mechanisms for the Company's fixed assets, inventories, cash on hand and in banks and other assets.
- Following a program of regular physical inventories to verify stock balance.

C.2. Information System Security

The Company has developed and integral framework for the supervision and monitoring of its information systems. This framework consists of a set of control mechanisms (networks security, access, security back-ups, etc.), a complete plan for the recovery of information infrastructures in case of disaster (Disaster Recovery Plan), and updates of software and hardware in order to meet all needs and necessities. Policies and procedures have been updated to cover the entire scope of the Company's information systems activities, among which the change management procedure with regard to information systems and services and the provision of detailed job, roles and duties descriptions for all the parties involved in the preparing of financial statements. Finally, limited access rights have been set for the system users according to their assigned tasks, and an entry log system is kept, in order to allow the immediate and efficient control of all users.

C.3. Risk Management

The identification and assessment of risks is mainly performed during the strategic planning and the annual business plan. The issues to be examined each time may vary, depending on the conditions of the market and the business sector in general. A more extensive reference to the risks to which the Company is exposed, is made in another section of the Board of Directors' Report. Major concern of the Company's Management is to ensure - by implementing the appropriate risk management system- that the entire mechanism shall readily and efficiently nip on the bud any risks or, at least, take the appropriate measures to mitigate their effects to the extent possible. To this end, the systems implemented by the Company provide for specific procedures and special policies and clearly determine the persons responsible for the risk management at each level and delineate their powers.

The Board of Directors is the competent body that has the ultimate responsibility for the monitoring and assessment of the internal control and risk management systems. The responsibility for monitoring the compliance with the system resides with: a. The Audit Committee of the Board; and b. the Company's Internal Audit Department, as set out in detail in the Corporate Governance Code posted on the Company's website (www.lamdadev.com).

D. Additional information pursuant to sections (c), (d), (f), (g) and (h) of article 10 par. 1 of the 2004/25/EC Directive

- The additional information pursuant to section (c) of article 10 par. 1 of the 2004/25EC Directive can be found in the section of the current Directors Report that presents the additional information pursuant to article 4 par. 7 of Law 3556/2007
- With regard to the additional information pursuant to section (d) of article 10 par. 1 of the 2004/25/EC Directive, there is not any kind of titles issued by the Company which confer special rights to their holders

- With regard to the additional information pursuant to section (e) of article 10 par. 1 of the 2004/25/EC Directive, there does not exist any limitations whatsoever with regard to voting rights.
- The additional information pursuant to section (f) of article 10 par. 1 of the 2004/25/EC Directive, relevant with the amendment of the Articles of Association of the Company and the appointment and replacement of a member of the Board of Directors, are included in another section of the current Directors Report that presents the additional information pursuant to article 4. par. 7 of Law. 3556/2007.
- The additional information pursuant to section (g) of article 10 par. 1 of the 2004/25/EC Directive can be found in the section of the current Directors Report that presents the additional information pursuant to article 4 par. 7 of Law 3556/2007.

E. Information regarding the mode of operation of the General Meeting of the Shareholders and its authorities, as well as the description of the Shareholder rights and their exercise

E.1. General Meeting of the Shareholders

The General Meeting is the supreme body of the Company; it is convened by the Board of Directors and has the authority to decide on all matters that concern the Company. Shareholders have the right to participate to the General Meeting, either in person or through a legally authorized representative, in accordance with the legal procedure that is in effect.

The Board of Directors ensures that the preparation and the proceedings of the General Meeting of Shareholders facilitate the effective exercise of shareholder rights, within the framework of the Articles of Association, thus their participation, especially the shareholders with minority rights, the foreign shareholders and those living in isolated areas.

In relation to the provisions of L. 3884/2010 the Company posts on its website at least twenty (20) days before the General Meeting, both in the Greek and English language, information regarding:

- The date, the time and the place where the General Meeting of Shareholders is being convened.
- The basic rules and practices for participating, including the right to add items to the daily agenda and to submit questions, as well as the deadlines for exercising those rights.
- The voting process, the conditions for representation through an agent, and the documents that are used for voting through an agent.
- The proposed daily agenda of the Meeting, including the draft decisions for discussion and voting, as well as any attached documents.
- The proposed list of candidate members of the BoD and their biographical statements (provided that members must be elected).
- The total number of shares and voting rights on the date of the convocation.

The General Meeting is entitled to elect its Chairing Committee, consisting of the Chairman and Secretary of the General Meeting. Until approval of the Chair election list, the Chairman of the Board of Directors, or his legal Substitute, or the eldest Shareholder attending, shall act as interim Chairman and appoint a Secretary among the shareholders attending.

Summary of the minutes of the General Shareholder Meeting are made available on the Company’s website within 15 days as of the end of the General Shareholder Meeting both in Greek and English.

E.2. Shareholder participation in the General Meeting

Every shareholder is allowed to participate and vote at the General Meeting of the Company that appears with that capacity in the records of the entity that holds the transferable securities of the Company at the commencement of the fifth (5th) day before the date of the General Meeting, and, in the case of the Second General Meeting, at the start of the fourth (4th) day before the date of the Second General Meeting. The exercise of these rights does not require the blocking of the shares of the holder, nor the observance of any other equivalent procedure. The shareholder can appoint a representative if he or she wishes. In other respects, the Company complies with the provisions of codified law 2190/1920.

E.3. Procedure for participating and voting through a representative

Shareholders may participate in the General Meeting and vote either in person or by proxy. Each shareholder may appoint up to three (3) proxies and legal entities/shareholders may appoint up to three (3) individuals as proxies. In cases where a shareholder owns shares of the Company that are held in more than one Investor Securities Account, the above limitation does not prevent the shareholder from appointing separate proxies for the shares appearing in each Account. A proxy holding proxies from several shareholders may cast votes differently for each shareholder.

It is noted that provided that the Board of Directors establishes that the previous material and technical resources adjustment is still in place, ensuring the identification of shareholders and the security of the electronic communication, and allowing for the transmission of the meeting or for a two-way communication, the shareholders may participate at the general meetings by electronic means, i.e. without physical participation at the venue of the general meeting. This participation may take place via real time transmission of the meeting or real time two-way communication, enabling shareholders to address the general meeting from a remote location. The company's Board of Directors shall be responsible to establish whether the above requirements, such as are necessary to ensure the technical feasibility and security of the participation in the general meeting by electronic means, are met.

Provided that the board of directors establishes that the previous material and technical resources adjustment is still in place, ensuring the identification of shareholders and the security of the electronic communication, the company's shareholders shall be able to exercise their voting rights at a general meeting from a remote location, either by voting by correspondence or by electronic means. In such an event, the company shall distribute ballot forms beforehand either in electronic format via its website or in paper form at its registered office. The exercising of voting rights by electronic means may take place before or during the general meeting. The Shareholders voting by correspondence shall be counted in the calculation of quorum and majority, on the condition that the Company receives the relevant ballots at least by the beginning of the General Meeting. The company's Board of Directors shall be responsible to establish whether the above requirements, such as are necessary to ensure the technical feasibility and security of the shareholders' distant participation in the general meeting, are met.

In any case, the Board of Directors shall include in the Notice of the General Meeting all the necessary information on the possibility of distant voting and the participation in the General Meeting by electronic means. Should the Board of Directors establish that the technical requirements, as necessary to secure the holding of a general meeting by electronic means or the shareholders' distant voting at the general meeting, are not met, then it shall mention this fact in the notice of the general meeting.

E.4. Minority rights

All issues pertaining to minority matters and rights shall be regulated in accordance of article 23 of the codified Articles of Association:

1. All issues pertaining to minority matters and rights shall be regulated in accordance with the provisions of Codified Law 2190/1920, as in force.

2. Upon request of shareholders that represent at least 10% of the Relevant Equity Shares as well as of the GSO Entities, provided that the latter hold at that time in aggregate at least 10% of the Relevant Equity Shares, which request is submitted to the Company with the timeframe of Article 39(4) of Codified Law 2190/1920, the Board of Directors is obliged to provide the General Meeting with the following information: (a) non-confidential information regarding any event or development that occurs within the

Company or which comes to the attention of the Company and which could reasonably be expected to cause a material change to the Group's business or the ceasing of operations or operation of any material operating subsidiaries, lead to the de-listing of the shares of the Company and/or conversion of the Company into a private company and/or its ability to perform (other than in a non-material way) its obligations relating to the acquisition by the GSO Entities of the 10% of the share capital of the Company on 2.7.2014; and (b) material details of any formal third party written offer or approach (coming to the attention of the Board of Directors) which might reasonably be expected to lead to any sale or disposal or a series of sales or disposals by Consolidated Lamda Holdings S.A. (or by persons affiliated to such shareholder) of securities (including shares, preferred shares, any convertible equity securities as well as rights to acquire or convert into shares and/or shareholder loans) that exceed in aggregate 5% of the securities issued from time to time by the Company or by any holding company, in which the share capital structure of the Company is replicated in all material respects, to any third party that is not an affiliate entity with such shareholder (or does not constitute a shareholder, partner, representative or agent of such affiliated entity established in any jurisdiction directly or indirectly with the purpose to hold such shares for it) such sale or series of sales being completed through transfer of legal ownership against consideration during any twelve (12) month period starting on 3 July 2014 or any successive twelve month period, unless in the case of a bona fide sale on an arm's length basis by a securities holder where such holder holds those securities solely as mortgagee, chargee, pledgee or otherwise as security for any loan, liability or facility properly granted on an arm's length basis;

F. Composition and operation of the Board of Directors and any other administrative, managing or supervisory bodies or committees of the Company

F.1. Board of Directors

F.1.1. Role of the Board

The Board of Directors shall be competent to decide upon any issue pertaining to the administration, and management of the assets of the Company and the fulfilment of its corporate purpose, with the law and excluding the issues, responsible to decide is the General Meeting of the Shareholders. The Board of Directors effectively exercises its leadership role and manages its issues for the benefit of the Company and all the shareholders, ensuring that the Management implements the corporate strategy. In addition, ensures fair and equal treatment of all shareholders, including shareholders with minority rights and foreign shareholders.

F.1.2. Size and the composition of the Board

The Board of Directors composed as majority of non-executive members, and includes at least two (2) independent members in the sense of L.3016/2002.

According to article 10 of the codified Articles of Association:

1. The Company is administered by a Board of Directors consisting of minimum five (5) to maximum eleven (11) members that are elected by the Shareholders' General Meeting and that may, but need not be, Shareholders. The members may be either natural or legal persons. In the case that a legal person is Member of the Board of Directors, it is required to designate a natural person to exercise its powers as member of the Board of Directors. The elected members of the Board of Directors may be reelected. The General Meeting may, as and when it considers appropriate, elect Substitute members, up to a number that shall not surpass that of the ordinary members.

1α. Prior to any general meeting of shareholders which is convened for the purposes of electing new members of the Board of Directors the Manager (as defined in paragraph 10 of the present article) acting on behalf of the GSO Entities (as defined in paragraph 9 of the present article) is entitled to appoint for as long as the GSO Entities hold in aggregate at least 10% of the Relevant Equity Shares (as defined in *paragraph 13 of the present article) one (1) member of the Board of Directors pursuant to the provisions of Article 18 (3) and (4) of Codified Law 2190/1920. Such member of the Board can be removed at any time by decision of the Manager and be replaced by other member until the expiration of the relevant office term. In the event that, and for as long as, the GSO Entities cease to hold in the aggregate at least 10% of the Relevant Equity Shares the above appointed person shall automatically cease to be a member of the Board of Directors.*

1b. The appointment right set out in paragraph 1a above is also granted to any shareholder who either on a stand-alone basis or together with any Affiliates holds in the aggregate at least 10% of the Relevant Equity Shares of the company, provided that, following the election of new members of the Board of Directors by the General Meeting of Shareholders prior to which the relevant appointment right is exercised, the number of the members of the Board of Directors will not exceed the maximum number of members set out in paragraph 1 of the present article.

2. The term of office of Board Directors members shall be five (5) years and may be extended until the first Ordinary General Meeting convened after the expiration of the said term, but cannot exceed six (6) years in total.

3. Should there be, for any reason, any vacancies in one or more board positions, these shall be filled, by order of election, by substitute members, if any, elected by the General Meeting, pursuant to article 10, paragraph 1 of the Articles of Association.

4. In the case that the filling of vacancies is not possible, whether because no substitute members have been elected by the General Meeting, or because their number is insufficient, the Board of Directors may either elect directors to fill in the vacancies, or carry on with the administration and representation of the Company with the remaining directors and without replacing the former members, on the condition that the remaining number of directors is superior to one half of the initial number of members as it was before the occurrence of the aforementioned events. That said, the number of Board members cannot, at any time, be inferior to three.

4a. The right of the Board of Directors to substitute vacant members as per the above paragraph shall not exist in relation to the replacement of members that have been appointed in the Board of Directors pursuant to paragraphs 1a and/or 1b of the present article. Any members that have been appointed in the Board of Directors pursuant to paragraphs 1a and 1b of the present article can only be substituted through a decision of the shareholders that have appointed such members pursuant to paragraphs 1a and 1b of the present article.

4b. The right of the Board of Directors to continue to manage and represent the Company through any remaining members and without having replaced any vacant members shall not prejudice the right of the shareholders mentioned in paragraphs 1a and/or 1b of the present article to exclusively replace any vacant member that has been appointed by such shareholders pursuant to paragraph 4a of the present article.

5. Should there be an election for replacing members, these shall be elected by the Board of Directors upon decision of its remaining members, provided their number is not inferior to three (3), and shall stay in office for the remaining of the term of office of the member to be replaced. The decision pertaining to the election is subject to the publication formalities under article 7b of Codified Law 2190/1920, as in force from time to time, and shall be announced by the Board of Directors at the first subsequent General Meeting, which has the power to replace the elected members even if no such item is entered on the agenda. The right of the General Meeting set out above to elect permanent members in replacement of those mentioned in paragraph 4 of the present article shall not exist in relation to members that have been appointed by the shareholders pursuant to paragraphs 1a and/or 1b of the present article given the exclusive right of replacement granted to such shareholders pursuant to paragraphs 4a and 4b of the present article.

6. The election of directors in replacement of vacancies shall be compulsory when the number of the remaining directors is inferior or equal to half of the initial number of directors, as it was before the occurrence of one or more vacancies. The appointment of members pursuant to paragraphs 4a and 4b of the present article in replacement of any vacant member that has been appointed pursuant to paragraphs 1a and/or 1b of the present article is always compulsory.

7. *In case one or more members of the Board of Directors resign, pass away, or lose membership in any way, the remaining members may continue the administration and representation of the Company without replacing the vacancies, on the condition that their number is superior to one half of the initial number of members before the occurrence of the aforementioned events. In any case, the number of Board members cannot, at any time, be inferior to three (3). The right of the Board of Directors to continue to manage and represent the company through the remaining members and without substituting any vacant members shall not prejudice the right of the shareholders mentioned under paragraphs 1a and/or 1b of the present article to exercise their exclusive right to replace any vacant member that has been appointed by the same pursuant to paragraphs 4a and 4b of the present article.*

8. In any case, the remaining members (even one) of the Board of Directors, regardless of their number, may convene a General Meeting with the express purpose of electing a new Board of Directors. In this case, prior to such General Meeting the shareholders mentioned in paragraphs 1a and 1b of the present article shall fully exercise their rights under the abovementioned paragraphs.

*9. "**GSO Entities"** means the following legal persons:*

GSO Special Situations Master Fund (Luxembourg) S.a r.l.

GSO Palmetto Opportunistic Investment (Luxembourg) Partners S.a r.l.

GSO Credit -A (Luxembourg) Partners S.a r.l.

GSO Coastline Credit (Luxembourg) Partners S.a r.l.

GSO Aiguille des Grands Montets (Luxembourg) S.a r.l.

GSO Cactus Credit Opportunities (Luxembourg) S.a r.l.

GSO Oasis Credit (Luxembourg) Partners S.a r.l.

*and/or their respective Affiliates who, from time to time, are the registered holders of the shares of the Company. "Affiliate" means in relation to a person who is a shareholder of the Company (the "**Shareholde**r") some or all of the following as may be appropriate and from time to time:*

i) where the Shareholder is an Investment Fund, any Investment Fund of which: (a) that Shareholder (or any Group Undertaking of, or any (direct or indirect) shareholder in, that Shareholder); or (b) that Shareholder's (or any Group Undertaking of, or any direct or indirect) shareholder in, that Shareholder's) general partner, manager or Adviser, is the general partner, manager and/or Adviser;

ii) any Group Undertaking of that Shareholder, or of any (direct or indirect) shareholder in that Shareholder, or of that Shareholder's or of any (direct or indirect) shareholder in that Shareholder's general partner, manager and/or adviser (excluding any portfolio company thereof);

iii) any general partner, or manager of, and/or Adviser to, or holder of controlling interests (whether directly or indirectly) in, that Shareholder, or in any (direct or indirect) shareholder in that Shareholder, (or of, to or in any Group Undertaking of that Shareholder, or of any (direct or indirect) shareholder in that person) or of, to or in any Investment Fund referred to in (i) above or of, to or in any Group Undertaking referred to in (ii) above;

iv) in relation to a body corporate, any Subsidiary Undertaking or Holding Company of such body corporate, and any Subsidiary Undertaking of any such Holding Company, in each case from time to time.

*10. "**Investment Fund**" means any collective investment undertaking, including investment compartments thereof, which raises capital from a number of investors, with a view to investing the funds raised in accordance with a defined investment policy for the benefit of such investors; The terms "Undertaking", "Group", "Shareholder", "General Partner", "Adviser", "Manager", "Subsidiary Undertaking", and "Holding Undertaking" that are used in the above paragraph shall have the meaning that is given to them by the legal framework applicable in the jurisdiction of establishment of the relevant legal person.*

*11. "**Adviser**" means a person who is appointed and/or engaged as a fund manager and/or an adviser to an Investment Fund under or pursuant to an investment management agreement or similar agreement from time to time;*

*12. "**Manager**" means GSO Capital Partners LP, a limited partnership with its registered office at 345 Park Avenue, New York, NY 10154, USA, as duly represented;*

*13. "**Relevant Equity Shares**" means the share capital of the Company, as is outstanding from time to time, excluding any shares issued under the stock option plan as approved by resolution of the General Meeting dated 23.6.2006, as amended by the resolution of the General Meeting dated 20.5.2010 and under any other stock option plan being approved pursuant to Article 13 (13) of the Codified Law 2190/1920 and being valid from time to time.*

*14. The verb "**hold**", in relation to shares, refers to shares being held directly and/or held through a nominee.*

Moreover:

- The Board of Directors shall elect, among its members and for its term of office, the Chair, Vice Chair and CEO of the Company. The offices of Chair or Vice Chair and CEO may be combined and held by the same person.
- Should the Chair be prevented from exercising their duties, these shall be performed by the Vice Chairman or by any Director appointed for this purpose. Should there be a vacancy in the Bureau of the Board; the Board shall elect a replacement at its first meeting after the said vacancy took place. The newly elected member of the Bureau shall remain in office for the remainder of the replaced director's

The Board of Directors consists of the following nine (9) members and its service is until 30.06.2019:

- Peter Kalantzis, Chairman, non executive member
- Evangelos Chronis, Vice Chairman, non executive member
- Odysseas Athanasiou, Chief Executive Officer, executive member
- Fotios Antonatos, non executive member
- George Gerardos, independent non executive member
- Theodora Zervou, non executive member
- Ulysses Kyriacopoulos, independent non executive member
- Achilleas Konstantakopoulos, independent non executive member
- Dimitrios Politis, non executive member

Furthermore, from 26.03.2015 Mr. Akshay Shah will attend the meetings of the Company's Board of Directors as an observer, on behalf of the Investment Funds managed by GSO Capital Partners L.P. (hereinafter the "GSO Shareholders"), according to the relevant Shareholders Agreement dated 26.8.2014, between Consolidated Lamda Holdings, GSO Shareholders and the Company.

The Board of Directors as well as the observer's on behalf of the Investment Funds managed by GSO Capital Partners L.P. CV's have been posted on the Company's website (www.lamdadev.com).

F.1.3. Meetings

The Board of Directors convenes at the Company's registered office whenever required by Law, the Articles of Association or the needs of the Company.

The Board of Directors may convene by teleconference in accordance with the provisions of article 20, paragraph 3a of Codified Law 2190/1920.

The Board of Directors may validly convene in places other that the Company's registered office, whether in Greece or abroad, provided that in the said meeting are attending in person or by proxy all its members and that none of them objects to its taking place or to the taking of decisions.

During the year 2014, were held fifty four (54) meetings of the Board of Directors.

F.2. Board of Directors Committees

F.2.2. Audit Committee

The purpose of the Audit Committee is to assist the Company's Board of Directors in its duties with regard to financial information, internal audit and monitoring of the ordinary audit. All the members of the Audit Committee are nominated by the Company's Shareholders' General Meeting (paragraph 1, Article 37 of Law 3693/2008).

The Committee is composed of at least two non-executive members and of one independent member within the meaning of Article 4 of Law 3016/2002. The independent, non-executive member is required to have a proven sufficient knowledge of accounting and auditing.

The Audit Committee operates in accordance with a detailed Operating Regulation, which has been posted on the Company's website (www.lamdadeve.com).

The Audit Committee consists of the following members:

- Peter Kalantzis
- Ulysses Kyriacopoulos
- Dimitrios Politis

F.2.2. Compensation & Nomination Committee

The Compensation & Nomination Planning Committee is to assist the Board of Directors in all matters concerning:

A. the general principles governing the management of the Company's human resources, and especially the policies on compensation, benefits and incentives for the Board of Directors' executive members and the executives and employees of the Company, in accordance with the market conditions and the socio-economic context in general

B. the empowerment of the company's administrative centres, thus the assurance of the effective management of the Company by identifying, presenting and nominating suitable candidates for the filling of vacancies in the Board of Directors and approve the documented recommendations of CEO for hiring and promoting executives.

The members of the Compensation & Nomination Planning Committee are appointed by the Company's Board of Directors.

The Committee is composed of three (3) members, the majority of which are non-executive and independent, and of two (2) substitute members, one of which is substitute of the Chairman. The Chairman of the Compensation & Nomination Planning Committee and his substitute, are nominated by the Company's Board of Directors.

The Compensation & Nomination Committee operates in accordance with a detailed Operating Regulation, which has been posted on the Company's website (www.lamdadev.com).

The Compensation & Nomination Committee consists of the following members:

- Fotios Antonatos, Chairman
- Achilles Constantakopoulos, Member
- Ulysses Kyriacopoulos, Member

Mr. Evangelos Chronis is appointed a substitute member of the Chairman and Mr. George Gerardos is appointed a substitute member of the Committee.

EXPLANATORY REPORT OF THE BOARD OF DIRECTORS OF LAMDA DEVELOPMENT S.A. (Par.7 & 8, Article 4, Law 3556/2007)

1. Structure of the Company's share capital

The Company's share capital on 31.12.2014 amounts to euros 23,916,532.50 divided into 79,721,775 shares, with a nominal value of 0.30 euros each. All shares are listed for trading in the Securities Market of the Athens Exchange.

The shares of the Company are common registered with a voting right. Each share of the Company embodies all the rights and the obligations that are specified by the Law and the Company's Articles of Association. The liability of the shareholders is limited to the nominal value of the shares they hold.

2. Restrictions on the transfer of shares of the Company

The Company shares may be transferred as provided by the law and the Articles of Association provide no restrictions as regards the transfer of shares.

3. Significant direct or indirect participations in accordance with the provisions of articles 9 – 11 of L. 3556/2007

On 31.12.2014, the following shareholders held directly or indirectly, more than 5% of the share capital of the Company, in accordance with the provisions of articles 9-11 of L.3556/2007:

Shareholder	Shares	Percentage of Share Capital 31.12.2014
Consolidated Lamda Holdings S.A.	40,557,865	50.87%
GSO Capital Partners LP(1)	9,718,899	12.19%
TPG-Axon Management LP(2)	6,374,507	8.00%

(1) GSO Capital Partners LP controls the exercise of the voting rights of seven (7) investment funds, holding directly company's common shares, in its capacity as manager or advisor of these funds. GSO Advisor Holdings L.L.C. is the general partner of GSO Capital Partners LP. Blackstone Holdings I L.P. is the sole member of GSO Advisor Holdings L.L.C. Blackstone Holdings I/II GP Inc. is the general partner of Blackstone Holdings I L.P. The Blackstone Group L.P. is the controlling shareholder of Blackstone Holdings I/II GP Inc. The Blackstone Group Management L.L.C. is the general partner of The Blackstone Group L.P., and as such, the ultimate controlling legal entity of the chain of the abovementioned companies, and is itself controlled by its co-founder, Chairman & CEO Stephen A. Schwarzman.

(2) TPG-Axon Management L.P. controls the voting rights of three (3) legal entities / funds, holding directly company's common shares, all ultimately controlled by Mr Dinakar Singh.

No other physical or legal entity possesses more than 5% of the share capital of the Company, on the above date.

4. Shares providing special control rights

None of the Company's shares carry special control rights.

5. Voting rights restrictions

No restrictions of voting rights are foreseen in the Articles of Association of the Company.

6. Agreements among the shareholders of the Company

According to the 2.7.2014 and 23.9.2014 announcements of the Company, on 26.8.2014 investment funds, all managed by the Investment Firm Blackstone / GSO Capital Partners LP (hereinafter the "**GSO Investment Funds**"), the Company and Consolidated Lamda Holdings S.A. entered in an agreement (hereinafter the "Shareholders Agreement") pursuant to which, for as long as the GSO Investment Funds hold in total, directly or indirectly, at least 10% of the voting rights of the Company, the GSO Investment Funds shall be entitled to nominate one member of the Board of Directors of the Company, their consent as shareholders will be required in order for the Company's general meeting of the shareholders to decide on a significant change of the business scope of the Company or the delisting of its shares from the regulated market, and in addition the GSO Investment Funds will benefit from customary anti-dilution rights, and the other minority protection rights.

7. Rules governing the appointment and replacement of the members of the Board of Directors, as well as for amendment of the Article of Association deviating from those provided for in Codified Law 2190/1920

With the decision of the Extraordinary General Meeting of the Shareholders held on 23.9.2014, the Amendment of Sections 10, 15, 19 and 23 of the Articles of Association was approved, pursuant to the provisions of the Shareholders Agreement. Specifically, in accordance with the amended Article 10 of the Articles of Association, which regulates among other the appointment and replacement of the members of the Board of Directors, the following are provided:

"ARTICLE 10

1. The Company is administered by a Board of Directors consisting of minimum five (5) to maximum eleven (11) members that are elected by the Shareholders' General Meeting and that may, but need not be, Shareholders. The members may be either natural or legal persons. In the case that a legal person is Member of the Board of Directors, it is required to designate a natural person to exercise its powers as member of the Board of Directors. The elected members of the Board of Directors may be reelected. The General Meeting may, as and when it considers appropriate, elect Substitute members, up to a number that shall not surpass that of the ordinary members.

1α. Prior to any general meeting of shareholders which is convened for the purposes of electing new members of the Board of Directors the Manager (as defined in paragraph 10 of the present article) acting on behalf of the GSO Entities (as defined in paragraph 9 of the present article) is entitled to appoint for as long as the GSO Entities hold in aggregate at least 10% of the Relevant Equity Shares (as defined in paragraph 13 of the present article) one (1) member of the Board of Directors pursuant to the provisions of Article 18 (3) and (4) of Codified Law 2190/1920. Such member of the Board can be removed at any time by decision of the Manager and be replaced by other member until the expiration of the relevant office term. In the event that, and for as long as, the GSO Entities cease to hold in the aggregate at least 10% of the Relevant Equity Shares the above appointed person shall automatically cease to be a member of the Board of Directors.

1b. The appointment right set out in paragraph 1a above is also granted to any shareholder who either on a stand-alone basis or together with any Affiliates holds in the aggregate at least 10% of the Relevant Equity Shares of the company, provided that, following the election of new members of the Board of Directors by the General Meeting of Shareholders prior to which the relevant appointment right is exercised, the number of the members of the Board of Directors will not exceed the maximum number of members set out in paragraph 1 of the present article.

2. The term of office of Board Directors members shall be five (5) years and may be extended until the first Ordinary General Meeting convened after the expiration of the said term, but cannot exceed six (6) years in total.

3. Should there be, for any reason, any vacancies in one or more board positions, these shall be filled, by order of election, by substitute members, if any, elected by the General Meeting, pursuant to article 10, paragraph 1 of the Articles of Association.

4. In the case that the filling of vacancies is not possible, whether because no substitute members have been elected by the General Meeting, or because their number is insufficient, the Board of Directors may either elect directors to fill in the vacancies, or carry on with the administration and representation of the Company with the remaining directors and without replacing the former members, on the condition that the remaining number of directors is superior to one half of the initial number of members as it was before the occurrence of the aforementioned events. That said, the number of Board members cannot, at any time, be inferior to three.

4a. The right of the Board of Directors to substitute vacant members as per the above paragraph shall not exist in relation to the replacement of members that have been appointed in the Board of Directors pursuant to paragraphs 1a and/or 1b of the present article. Any members that have been appointed in the Board of Directors pursuant to paragraphs 1a and 1b of the present article can only be substituted through a decision of the shareholders that have appointed such members pursuant to paragraphs 1a and 1b of the present article.

4b. The right of the Board of Directors to continue to manage and represent the Company through any remaining members and without having replaced any vacant members shall not prejudice the right of the shareholders mentioned in paragraphs 1a and/or 1b of the present article to exclusively replace any vacant member that has been appointed by such shareholders pursuant to paragraph 4a of the present article.

5. Should there be an election for replacing members, these shall be elected by the Board of Directors upon decision of its remaining members, provided their number is not inferior to three (3), and shall stay in office for the remaining of the term of office of the member to be replaced. The decision pertaining to the election is subject to the publication formalities under article 7b of Codified Law 2190/1920, as in force from time to time, and shall be announced by the Board of Directors at the first subsequent General Meeting, which has the power to replace the elected members even if no such item is entered on the agenda. The right of the General Meeting set out above to elect permanent members in replacement of those mentioned in paragraph 4 of the present article shall not exist in relation to members that have been appointed by the shareholders pursuant to paragraphs 1a and/or 1b of the present article given the exclusive right of replacement granted to such shareholders pursuant to paragraphs 4a and 4b of the present article.

6. The election of directors in replacement of vacancies shall be compulsory when the number of the remaining directors is inferior or equal to half of the initial number of directors, as it was before the occurrence of one or more vacancies. The appointment of members pursuant to paragraphs 4a and 4b of the present article in replacement of any vacant member that has been appointed pursuant to paragraphs 1a and/or 1b of the present article is always compulsory.

7. *In case one or more members of the Board of Directors resign, pass away, or lose membership in any way, the remaining members may continue the administration and representation of the Company without replacing the vacancies, on the condition that their number is superior to one half of the initial number of members before the occurrence of the aforementioned events. In any case, the number of Board members cannot, at any time, be inferior to three (3). The right of the Board of Directors to continue to manage and represent the company through the remaining members and without substituting any vacant members shall not prejudice the right of the shareholders mentioned under paragraphs 1a and/or 1b of the present article to exercise their exclusive right to replace any vacant member that has been appointed by the same pursuant to paragraphs 4a and 4b of the present article.*

8. In any case, the remaining members (even one) of the Board of Directors, regardless of their number, may convene a General Meeting with the express purpose of electing a new Board of Directors. In this case, prior to such General Meeting the shareholders mentioned in paragraphs 1a and 1b of the present article shall fully exercise their rights under the abovementioned paragraphs.

*9. "**GSO Entities"** means the following legal persons:*

GSO Special Situations Master Fund (Luxembourg) S.a r.l.

GSO Palmetto Opportunistic Investment (Luxembourg) Partners S.a r.l.

GSO Credit -A (Luxembourg) Partners S.a r.l.

GSO Coastline Credit (Luxembourg) Partners S.a r.l.

GSO Aiguille des Grands Montets (Luxembourg) S.a r.l.

GSO Cactus Credit Opportunities (Luxembourg) S.a r.l.

GSO Oasis Credit (Luxembourg) Partners S.a r.l.

*and/or their respective Affiliates who, from time to time, are the registered holders of the shares of the Company. "Affiliate" means in relation to a person who is a shareholder of the Company (the "**Shareholde**r") some or all of the following as may be appropriate and from time to time:*

i) where the Shareholder is an Investment Fund, any Investment Fund of which: (a) that Shareholder (or any Group Undertaking of, or any (direct or indirect) shareholder in, that Shareholder); or (b) that Shareholder's (or any Group Undertaking of, or any direct or indirect) shareholder in, that Shareholder's) general partner, manager or Adviser, is the general partner, manager and/or Adviser;

ii) any Group Undertaking of that Shareholder, or of any (direct or indirect) shareholder in that Shareholder, or of that Shareholder's or of any (direct or indirect) shareholder in that Shareholder's general partner, manager and/or adviser (excluding any portfolio company thereof);

iii) any general partner, or manager of, and/or Adviser to, or holder of controlling interests (whether directly or indirectly) in, that Shareholder, or in any (direct or indirect) shareholder in that Shareholder, (or of, to or in any Group Undertaking of that Shareholder, or of any (direct or indirect) shareholder in that person) or of, to or in any Investment Fund referred to in (i) above or of, to or in any Group Undertaking referred to in (ii) above;

iv) in relation to a body corporate, any Subsidiary Undertaking or Holding Company of such body corporate, and any Subsidiary Undertaking of any such Holding Company, in each case from time to time.

*10. "**Investment Fund**" means any collective investment undertaking, including investment compartments thereof, which raises capital from a number of investors, with a view to investing the funds raised in accordance with a defined investment policy for the benefit of such investors; The terms "Undertaking", "Group", "Shareholder", "General Partner", "Adviser", "Manager", "Subsidiary Undertaking", and "Holding Undertaking" that are used in the above paragraph shall have the meaning that is given to them by the legal framework applicable in the jurisdiction of establishment of the relevant legal person.*

*11. "**Adviser**" means a person who is appointed and/or engaged as a fund manager and/or an adviser to an Investment Fund under or pursuant to an investment management agreement or similar agreement from time to time;*

*12. "**Manager**" means GSO Capital Partners LP, a limited partnership with its registered office at 345 Park Avenue, New York, NY 10154, USA, as duly represented;*

*13. "**Relevant Equity Shares**" means the share capital of the Company, as is outstanding from time to time, excluding any shares issued under the stock option plan as approved by resolution of the General Meeting dated 23.6.2006, as amended by the resolution of the General Meeting dated 20.5.2010 and under any other stock option plan being approved pursuant to Article 13 (13) of the Codified Law 2190/1920 and being valid from time to time.*

*14. The verb "**hold**", in relation to shares, refers to shares being held directly and/or held through a nominee.*

In addition, in relation to the amendment of the Company's Articles of Association, article 19, par. 2 and 2[a] of the amended and in force Articles of Association, the following are provided:

ARTICLE 19

...

2. Without prejudice to paragraph 2a of the present article, all issues pertaining to the convocation, quorum, decision-making majority requirements and General Meeting competencies, as well as to participation and voting rights in the General Meeting, are regulated in accordance with the provisions of Codified Law 2190/1920, as in force, excepting the issue of non- convertible bonds without rights of participation in profits, which may be decided by resolution of the Board of Directors.

2a. Any material change in the Company's business (resulting into the Company ceasing to be active in the development of real estate as its core business activity), any amendment of Article 2 of the present Articles of Association as well as any ceasing of operations of any material subsidiaries of the Company or any agreement by the Company to implement such abovementioned material change or amendment of Article 2 or ceasing of operations shall be treated as a matter which falls under Article 29(3) of Codified Law 2190/1920 and the exclusive competence of the General Meeting which validly resolves on such matter only if no objections are raised by shareholders that hold 10% of the Relevant Equity Shares (as defined under paragraph 13 of article 10 of the present articles of association).

*"**Group**" means the Company and each of its direct or indirect Subsidiaries from time to time;*."

8. Authority of the Board of Directors or certain of its members regarding the issuance of new shares or the purchase of own shares pursuant to article 16 of Codified Law 2190/1920

A. According to the provisions of article 13, paragraph 1 of the C.L. 2190/1920 and in combination with the provisions of article 6 of the Articles of Association of the Company, within five years since the relative decision of the General Meeting of the Shareholders with which an increase in the share capital is conducted, the Board of Directors has the right by a 2/3 majority decision of its members, to increase the share capital by issuing new shares. The amount of the increase cannot exceed the amount of the share capital that has already been paid in, at the date the relative decision was made by the General Meeting. The abovementioned authority of the Board of Directors may be renewed by the General Meeting of the shareholders for a time period that does not exceed five years for each renewal.

B. According to the provisions of article 13, paragraph 13 of the C.L. 2190/1920, by virtue of a decision of the General Meeting, which is made by increased quorum and majority, according to the provisions of articles 29 paragraph 3 & 4 and 31 paragraph 2 of the C.L. 2190/1920, a stock option plan may be introduced in favour of members of the Board of Directors and personnel of the Company, and of affiliated companies, in the form of the option to purchase shares, according to the specific terms of this decision, a summary of which is subject to the requirements of publication set out in article 7b of C.L. 2190/1920. The decision of the General Meeting especially specifies the maximum number of shares that can be issued, which cannot exceed 10% of the existing shares, the price and the terms of distribution of the shares to the beneficiaries. The Board of Directors decides on any other relevant details not otherwise determined by the General Meeting, issues the stock option certificates and the shares to the beneficiaries who have exercised their option, increasing respectively the capital and certifying the relative increase of it, according to article 11 of the C.L. 2190/1920.

Pursuant to the above provisions, the Annual General Meeting of the Shareholders dated 23.06.2006, as it was modified according to the decision of the Annual General Meeting of the Shareholders dated 20.05.2010 and specialized further with the specific terms of the decision of the Board of Directors dated 01.11.2010, decided the distribution of stock option certificates for the purchase of up to 1,500,000 shares of the Company that is 3.41% of the total share capital within the next five years, to members of the Board of Directors, Company employees and its subsidiaries, in the sense of article 42e of L.2190/1920.

In execution to the abovementioned decisions:

a. The Board of Directors on its meeting on 07.06.2007 decided the distribution of certificates for the purchase of 138.490 shares to 13 beneficiaries. The exercise price per share amounts to 7.5 euros.
b. The Board of Directors on its meeting on 17.12.2008 decided the distribution of certificates for the purchase of 507.750 shares to 27 beneficiaries. The exercise price per share amounts to 2.5 euros.
c. The Board of Directors on its meeting on 28.12.2009 decided the distribution of certificates for the purchase of 170.196 shares to 28 beneficiaries. The exercise price per share amounts to 4,5 euros.
d. The Board of Directors on its meeting on 27.12.2010 decided the distribution of certificates for the purchase of 173.250 shares to 28 beneficiaries. The exercise price per share amounts to 2.3 euros

Board date for the distribution of certificates	Total number of shares available	Exercise price (€)	Years for the exercise	Options exercised – 1st year	Options exercised – 2nd year	Options exercised – 3rd year	Options exercised – 4th year	Options to be exercised	Shares expired and cannot be exercised
7/6/2007	138.490	7,5	2009, 2010, 2011, 2012	0	0	0	0	0	138.490
17/12/2008	507.750 (1)	2,5	2010, 2011, 2012, 2013	227.050	0	10.700	88.950	0	179.050
28/12/2009	170.196(2)	4,5	2011, 2012, 2013, 2014	0	0	43.001	0	0	125.383
27/12/2010	173.250(3)	2,3	2012, 2013, 2014, 2015	0	12.696	15.311	0	142.851	-

(1)Due to executive's resignation, the total rights number was 505.750
(2) Due to executive's resignation, the total rights number was 168.384
(3) Due to executive's resignation, the total rights number was 170.858
(4)Rights that remaining for exercising after executive's retirement

C. Pursuant to the provisions of article 16 of the C.L. 2190/1920, as it applies, subject to prior approval by the General Meeting of the Shareholders, the Company may acquire its own shares, under the responsibility of the Board of Directors, provided that the par value of the shares acquired, including the shares previously acquired and still held by the Company, does not exceed the one tenth (1/10) of its paid-up share capital. The resolution of the General Meeting must also set the terms and conditions of the acquisitions, the maximum number of shares that may be acquired, the effective period of the approval granted, which may not exceed 24 months, and, in the case of acquisition for value, the maximum and minimum consideration.

In implementation of the above provisions the Annual General Meeting of the Shareholders of the Company, on 18.06.2013 decided on the purchase of own shares at the time within a period of 24 months, i.e. from 18.06.2013 until 18.06.2015, up to 10% of its paid-up share capital, at a maximum purchase price of 14 euros per share and a minimum purchase price equal to the nominal value of the share, that is 0.30 euros per share and instructed the Board of Directors to implement this decision in cases where it deemed necessary. The Board of Directors of the Company during its meeting on 18.06.2013 decided that the Company may proceed to the materialization of the abovementioned decision, as best served its interests.

The total number of own shares that the Company holds on 31.12.2014 amounts to 466,512 shares, with an average purchase price of euro 3.75 and represents 0.59% of its share capital.

9. Significant agreements put in force, amended or terminated in the event of a change in the control of the Company, following a public offer

In the event of a change in the control of the Company, due to the disposal of all shares held by Consolidated Lamda Holdings S.A., the Shareholders Agreement is considered automatically expired.

Furthermore, in case of the loss of the control of the Company by Consolidated Lamda Holdings S.A., shall be considered as an event of default with respect to the following bond loan contracts:

A. LAMDA Development S.A.:

- With Piraeus Bank, loan balance €35.0 m. as of 31.12.2014
- With Piraeus Bank (former Millennium), loan balance €32.0 m. as of 31.12.2014 and expired dated 15.10.2016
- With Eurobank Ergasias, loan balance €33.5m. as of 31.12.2014
- With Alpha Bank (former Commercial Bank) loan balance €35.7 m. as of 31.12.2014
- With Alpha Bank, loan balance €28.5 m. as of 31.12.2014

B. LAMDA DOMI S.A.:

- Syndicated bond loan with HSBC, Eurobank, Alpha Bank and National Bank, balance € 81.9 m.

10. Every agreement that the Company has concluded with members of its Board of Directors or with its employees, which foresees compensation in case of resignation or dismissal without substantial cause or termination of the term of office or employment due to a public offer

The Company has no agreements with members of the Board of Directors or with its employees, which foresee compensation in case of resignation or dismissal without substantial cause or termination of the term of office or employment as a result of a public offer.

Maroussi, March 26, 2015

Dr.Peter P. Kalantzis	Odysseus E. Athanasiou	Dimitrios Ch.Politis
Chairman of the BoD	Chief Executive Officer	Member of the BoD

Independent Auditor's Report

To the Shareholders of "LAMDA Development S.A."

Report on the Separate and Consolidated Financial Statements

We have audited the accompanying separate and consolidated financial statements of "LAMDA Development S.A." which comprise the separate and consolidated statement of financial position as of December 31, 2014 and the separate and consolidated income statement and statement of comprehensive income, statement of changes in equity and cash flow statement 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 control 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 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 separate and consolidated financial statements present fairly, in all material respects, the financial position of "LAMDA Development S.A." and its subsidiaries as at December 31, 2014, and their financial performance and cash flows for the year then ended in accordance with International Financial Reporting Standards, as adopted by the European Union.

Reference on Other Legal and Regulatory Matters

a) Included in the Board of Directors' Report is the corporate governance statement that contains the information that is required by paragraph 3d of article 43a of Codified Law 2190/1920.

b) We verified the conformity and consistency of the information given in the Board of Directors' report with the accompanying separate and consolidated financial statements in accordance with the requirements of articles 43a, 108 and 37 of Codified Law 2190/1920.

Athens, 26 March 2015

Certified Public Accountant

PricewaterhouseCoopers S.A.

268, Kifissias Avenue

152 32 Athens

SOEL Reg. No. 113

Konstantinos Michalatos

SOEL Reg. No. 17701

Annual Consolidated Financial statements for the year ended December 31, 2014

Statement of financial position

all amounts in € thousands	Note	GROUP 31.12.2014	GROUP 31.12.2013 (1)	GROUP 01.01.2013 (Restated)	COMPANY 31.12.2014	COMPANY 31.12.2013
ASSETS						
Non-current assets						
Investment property	6	379.862	388.177	331.584	1.840	1.840
Property, plant and equipment	7	3.818	4.651	38.579	179	235
Investments in subsidiaries	8	-	-	-	199.840	212.478
Investments in joint ventures and associates	8	112.018	115.024	129.192	37.497	38.705
Deferred income tax assets	20	11.551	6.705	5.203	5.376	1.076
Trade and other receivables	10	4.161	4.780	855	87.510	88.594
		511.410	**519.338**	**505.413**	**332.241**	**342.929**
Current assets						
Inventories	9	70.064	83.190	87.056	-	-
Trade and other receivables	10	29.593	30.423	25.918	27.995	26.358
Current income tax assets		4.233	4.593	3.495	3.440	3.794
Cash and cash equivalents	11	187.636	32.586	110.326	157.191	7.597
		291.527	**150.791**	**226.794**	**188.626**	**37.750**
Total assets		**802.937**	**670.129**	**732.207**	**520.868**	**380.679**
EQUITY AND LIABILITIES						
Equity						
Ordinary shares	13	382.167	219.953	219.591	382.167	219.953
Other reserves	14	5.417	9.579	9.723	3.276	7.145
Retained earnings/(Accumulated losses)		68	20.106	66.993	(63.952)	(43.969)
Equity attributable to equity holders of the parent		387.652	249.638	296.307	321.491	183.129
Non-controlling interest		(130)	(83)	4.699	-	-
Total equity		**387.522**	**249.555**	**301.006**	**321.491**	**183.129**
LIABILITIES						
Non-current liabilities						
Borrowings	16	225.319	240.078	314.949	64.550	66.350
Deferred income tax liabilities	20	25.250	23.862	21.294	-	-
Derivative financial instruments	19	907	-	1.680	-	-
Retirement benefit obligations	17	565	407	435	517	379
Other non-current liabilities	18	16.340	15.898	17.576	18.963	19.000
		268.380	**280.243**	**355.933**	**84.031**	**85.729**
Current liabilities						
Trade and other payables	18	33.665	28.695	28.595	15.196	13.020
Derivative financial instruments	19	-	542	283	-	-
Current income tax liabilities		212	916	680	-	-
Borrowings	16	113.157	110.179	45.710	100.150	98.800
		147.035	**140.331**	**75.268**	**115.346**	**111.820**
Total liabilities		**415.415**	**420.574**	**431.201**	**199.377**	**197.550**
Total equity and liabilities		**802.937**	**670.129**	**732.207**	**520.868**	**380.679**

(1) Adjusted amounts due to the revised IAS 19 "Employee benefits" (see note 32).

These consolidated and separate financial statements of LAMDA Development SA for the year ended December 31, 2014 have been approved for issue by the Company's Board of Directors on March 26, 2015.

The notes on pages 41 to 107 are an integral part of these financial statements.

Income Statement

Continuing operations *(all amounts in € thousands)*	Note	GROUP 1.1.2014 to 31.12.2014	GROUP 1.1.2013 to 31.12.2013 (1)	COMPANY 1.1.2014 to 31.12.2014	COMPANY 1.1.2013 to 31.12.2013
Revenue	21	44.240	44.681	1.334	1.408
Dividends		-	-	4.896	4.756
Net loss from fair value adjustment on investment property	6	(11.551)	(25.890)	-	-
Loss from inventory impairment	9	(13.472)	(4.733)	-	-
Other direct property operating expenses	22	(14.267)	(15.830)	-	-
Employee benefits expense	24	(8.032)	(8.125)	(6.300)	(6.091)
Depreciation of property, plant and equipment	7	(937)	(1.224)	(122)	(147)
Operating lease payments		(642)	(757)	(905)	(1.045)
Profits/(losses) from sale of participations in associates	8	(10)	175	361	-
Provision for impairment of investments in subsidiaries, joint ventures and associates	8	(451)	-	(18.020)	(13.500)
Other operating income / (expenses) - net	23	(5.179)	(6.225)	(3.031)	(1.794)
Operating loss		**(10.300)**	**(17.928)**	**(21.787)**	**(16.412)**
Finance income	25	2.425	1.675	3.235	2.366
Finance costs	25	(14.800)	(15.126)	(8.230)	(8.407)
Share of profit of investments accounted for using the equity method	8	(1.506)	(14.775)	-	-
Loss before income tax		**(24.181)**	**(46.153)**	**(26.782)**	**(22.454)**
Income tax expense	26	681	(3.175)	3.291	(1.652)
Loss for the year from continuing operations		**(23.501)**	**(49.329)**	**(23.491)**	**(24.106)**
Discontinued operations					
Profit for the year from discontinued operations		-	698	-	4.085
Loss for the year		**(23.501)**	**(48.631)**	**(23.491)**	**(20.021)**
Loss attributable to:					
Equity holders of the parent		(23.453)	(48.599)	(23.491)	(20.021)
Non-controlling interest		(47)	(32)	-	-
		(23.501)	**(48.631)**	**(23.491)**	**(20.021)**
Losses per share from continuing operations attributable to the equity holders of the Parent during the year *(expressed in € per share)*					
Basic losses per share	31	(0,40)	(1,21)	(0,40)	(0,59)
Diluted losses per share	31	(0,40)	(1,20)	(0,40)	(0,59)
Profit per share from discontinued operations attributable to the equity holders of the Parent during the year *(expressed in € per share)*					
Basic profit per share	31	0,00	0,02	0,00	0,10
Diluted profit per share	31	0,00	0,02	0,00	0,10

(1) Adjusted amounts due to the revised IAS 19 "Employee benefits" (see note 32).

The notes on pages 41 to 107 are an integral part of these financial statements.

Statement of comprehensive income

Continuing operations *(all amounts in € thousands)*	Note	GROUP 1.1.2014 to 31.12.2014	GROUP 1.1.2013 to 31.12.2013 (1)	COMPANY 1.1.2014 to 31.12.2014	COMPANY 1.1.2013 to 31.12.2013
Loss for the year from continuing operations		**(23.501)**	**(49.329)**	**(23.491)**	**(24.106)**
Profit for the year from discontinued operations		**-**	**698**	**-**	**4.085**
Net loss for the year		**(23.501)**	**(48.631)**	**(23.491)**	**(20.021)**
Cash flow hedges, after tax	14	(270)	1.169	-	226
Currency translation differences		(58)	(14)	-	-
Items that may be subsequently reclassified to profit or loss		**(328)**	**1.155**	**-**	**226**
Actuarial gains/(losses), after tax	14	(134)	30	(74)	(6)
Items that will not be subsequently reclassified to profit or loss		**(134)**	**30**	**(74)**	**(6)**
Other comprehensive income for the year		**(462)**	**1.185**	**(74)**	**221**
Total comprehensive income for the year		**(23.962)**	**(47.446)**	**(23.565)**	**(19.800)**
Loss attributable to:					
Equity holders of the parent		(23.913)	(47.415)	(23.565)	(19.800)
Non-controlling interest		(50)	(31)	-	-
		(23.962)	**(47.446)**	**(23.565)**	**(19.800)**
Total comprehensive income/(loss) attributable to equity holders of the parent					
Continuing operations		(23.913)	(48.113)	(23.565)	(23.885)
Discontinued operations		-	698	-	4.085
		(23.913)	**(47.415)**	**(23.565)**	**(19.800)**

(1) Adjusted amounts due to the revised IAS 19 "Employee benefits" (see note 32).

The notes on pages 41 to 107 are an integral part of these financial statements.

Statement of changes in equity (Consolidated)

		Attributable to equity holders of the parent					
all amounts in € thousands	Note	Share capital	Other reserves	Retained earnings / (Accumulated losses)	Total	Non-controlling interests	Total equity
GROUP							
1 January 2013 (issued)		**219.591**	**11.718**	**64.999**	**296.308**	**4.699**	**301.007**
Adjustments [(1)]		-	(1.995)	1.995	-	-	-
1 January 2013 (restated)		**219.591**	**9.723**	**66.993**	**296.308**	**4.699**	**301.007**
Total Income:							
Loss for the year		-	-	(48.599)	(48.599)	(32)	(48.631)
Other comprehensive income for the year:							
Cash flow hedges, after tax	14	-	1.169	-	1.169	-	1.169
Actuarial gains, after tax	14	-	30	-	30	-	30
Currency translation differences	14	-	(15)	-	(15)	1	(14)
Total comprehensive income for the period		**-**	**1.184**	**(48.599)**	**(47.415)**	**(31)**	**(47.446)**
Transactions with the shareholders:							
Increase in share capital due to employees share option scheme	13,15	435	(584)	670	522	-	522
Other reserves	14	-	(462)	328	(134)	-	(134)
Disposal/portion change of participations		-	(283)	714	431	(4.455)	(4.024)
Decrease in the share capital of subsidiaries		-	-	-	-	(296)	(296)
Purchase of treasury shares	13	(73)	-	-	(73)	-	(73)
		362	(1.328)	1.712	746	(4.751)	(4.005)
31 December 2013		**219.953**	**9.579**	**20.106**	**249.638**	**(83)**	**249.555**
1 January 2014		**219.953**	**9.579**	**20.106**	**249.638**	**(83)**	**249.555**
Total Income:							
Loss for the year		-	-	(23.453)	(23.453)	(47)	(23.501)
Cash flow hedges, after tax	14	-	(270)	-	(270)	-	(270)
Actuarial losses, after tax	14	-	(134)	-	(134)	-	(134)
Currency translation differences	14	-	(55)	-	(55)	(3)	(58)
Total comprehensive income for the period		**-**	**(459)**	**(23.453)**	**(23.913)**	**(50)**	**(23.962)**
Transactions with the shareholders:							
Share capital increase	13	146.972	-	-	146.972	-	146.972
Increase in share capital due to employees share option scheme	13,15	29	(372)	503	160	-	160
Statutory reserves	14	-	155	(155)	-	-	-
Transfer of tax free reserves to retained earnings/(accumulated losses)	14	-	(3.486)	3.486	-	-	-
Increase in the share capital of subsidiaries	8	-	-	-	-	3	3
Purchase/(sale) of treasury shares	13	15.213	-	(417)	14.795	-	14.795
		162.214	(3.702)	3.416	161.927	3	161.929
31 December 2014		**382.167**	**5.417**	**68**	**387.652**	**(130)**	**387.522**

(1) Adjusted amounts due to the revised IAS 19 "Employee benefits" (see note 32).

The notes on pages 41 to 107 are an integral part of these financial statements.

Statement of changes in equity (Company)

all amounts in € thousands		Share capital	Other reserves	Retained earnings / (Accumulated losses)	Total equity
COMPANY					
1 January 2013		**219.591**	**7.508**	**(24.619)**	**202.479**
Total Income:					
Loss for the year		-	-	(20.021)	(20.021)
Other comprehensive income for the year:					
Cash flow hedges, after tax	14	-	226	-	226
Actuarial losses, after tax	14		(6)	-	(6)
Total comprehensive income for the year		**-**	**221**	**(20.021)**	**(19.800)**
Transactions with the shareholders:					
Increase in share capital due to employees share option scheme	14	435	(584)	670	522
Purchase of treasury shares	14	(73)	-	-	(73)
		362	(584)	670	449
31 December 2013		**219.953**	**7.145**	**(43.969)**	**183.129**
1 January 2014		**219.953**	**7.145**	**(43.969)**	**183.129**
Total Income:					
Loss for the year		-	-	(23.491)	(23.491)
Actuarial losses, after tax	14		(74)	-	(74)
Total comprehensive income for the year		**-**	**(74)**	**(23.491)**	**(23.565)**
Transactions with the shareholders:					
Share capital increase	13	146.972	-	-	146.972
Increase in share capital due to employees share option scheme	13,15	29	(372)	503	160
Transfer of tax free reserves to retained earnings/(accumulated losses)	14	-	(3.423)	3.423	-
Purchase/(sale) of treasury shares	13	15.213	-	(417)	14.795
		162.214	(3.795)	3.508	161.927
31 December 2014		**382.167**	**3.276**	**(63.952)**	**321.491**

(1) Adjusted amounts due to the revised IAS 19 "Employee benefits" (see note 32).

The notes on pages 41 to 107 are an integral part of these financial statements.

Cash Flow Statement

all amounts in € thousands	Note	GROUP 1.1.2014 to 31.12.2014	GROUP 01.01.2013 έως 31.12.2013 (1)	COMPANY 1.1.2014 to 31.12.2014	COMPANY 1.1.2013 to 31.12.2013
Cash flows from operating activities					
Cash generated from / (used in) operations	27	12.730	14.286	(9.558)	(7.187)
Interest paid		(13.399)	(14.908)	(7.186)	(7.693)
Income tax paid		(2.243)	(3.490)	188	(565)
Net cash used in operating activities		**(2.912)**	**(4.112)**	**(16.556)**	**(15.446)**
Cash flows from investing activities					
Purchases of PPE and investment property	6,7	(2.031)	(81.563)	(66)	(34)
Proceeds from disposal of property, plant and equipment	7	253	-	-	-
Dividends received	8	2.192	1.362	2.192	3.567
Interest received		2.332	1.678	1.508	1.238
Proceeds from sale of participation	8	1.246	1.208	1.246	1.208
Increase/decrease in the share capital of participations	8	139	(69)	(4.189)	(45.667)
Cash flows from investing activities from discontinued operations		-	(302)	-	-
Net cash (used in) / generated from investing activities		**4.131**	**(77.686)**	**691**	**(39.689)**
Cash flows from financing activities					
Proceeds from share capital increase	13	146.112	435	146.112	435
Purchase/(sale) of treasury shares	13	14.795	(73)	14.795	(73)
Dividends paid to the owners of the parent company		-	(2)	-	(2)
Increasein the share capital of subsidiaries		3	-	-	-
Borrowings transaction costs		-	(1.155)	-	(96)
Borrowings received	16	-	40.000	-	4.000
Repayments of borrowings	16	(11.089)	(23.879)	(450)	(12.975)
Capital repayments of finance leases	16	(989)	(973)	-	-
Cash flows from financing activities from discontinued operations		-	(59)	-	-
Net cash (used in) / generated from financing activities		**148.833**	**14.294**	**160.458**	**(8.710)**
Net increase / (decrease) in cash and cash equivalents		**150.051**	**(67.503)**	**144.593**	**(63.845)**
Cash and cash equivalents at beginning of the year	11	32.586	110.326	7.597	78.441
Restricted cash reclassified to receivables	10	5.000	(7.000)	5.000	(7.000)
Change in cash and cash equivalents at beginning of the year due to the disposal of interest held in subsidiary and the impact of IFRS11		-	(2.130)	-	-
Cash and cash equivalents included in discontinued operations at the disposal		-	(1.106)	-	-
Cash and cash equivalents at end of the year	11	**187.636**	**32.586**	**157.191**	**7.597**

(1) Adjusted amounts due to the revised IAS 19 “Employee benefits” (see note 32).

The notes on pages 41 to 107 are an integral part of these financial statements.

Notes to the consolidated and separate financial statements

1. General information

These financial statements include the annual financial statements of the company LAMDA Development S.A. (the "Company") and the consolidated annual financial statements of the Company and its subsidiaries (together "the Group") for the year ended December 31, 2014. The names of the subsidiaries are presented in note 8 of the financial statements.

The main activities of the Group are the investment, development, leasing and maintenance of innovative real estate projects.

The Group operates in Greece, as well as in other neighbouring Balkan countries mainly Romania, Bulgaria, Serbia, Montenegro and the Company's shares are listed on the Athens Stock Exchange.

The Company is incorporated and domiciled in Greece. The address of its registered office is 37^{A} Kifissias Ave., 15123, Maroussi with the Number in the General Electronic Commercial Registry: 3379701000 (former Register of Societes Anonymes Number: 3039/06/B/86/28) and its website address is www.lamdadev.com. The Company Consolidated Lamda Holdings S.A., which is domiciled in Luxembourg, at 31/12/2014, is the main shareholder of the Company with interest held at 50.87% of the share capital and therefore the Group's financial statements are included in its consolidated financial statements.

During the current year, the following events have occurred:

- **Participation in contest of HELLINIKON – Hellenic Republic Asset Development Fund (HRADF)**

Following the decision of the Hellenic Republic Asset Development Fund at 31/03/2014, the Company is qualified as the preferred investor for the acquisition of 100% of the share capital of HELLINIKO S.A.

After completion of the pre-contractual audit by the Court of Auditors, a special purpose entity (the "SPE"), in which the Company shall hold and maintain a shareholding of 33.34% will sign the share transfer contract with the HRADF and the Greek State (the "Agreement"). The Company is obligated to maintain its shareholding in the SPE for a period of at least three years from the actual date of transfer of the shares, referred to above. The Company will also be obligated to sign the Agreement as guarantor as regards timely and full payment of all obligations of the SPE for 27 years from the actual date of transfer of the shares, referred to above. The transfer of the shares will take place at a later stage and once the terms and conditions set out in the Agreement are completed. The deadline for fulfilling the terms and conditions is 2 years from the signing of the Agreement.

As consideration for the acquisition of shares, the SPE will pay € 915 million within ten years of the transfer of the shares. The timetable for implementing the investment plan will span a total of 25 years from the date of transfer of the shares and is divided into phases. The first three phases will each span 5 year. In terms of the Agreement, the SPE will undertake to invest a total of at least € 4.6 billion during these first three 5-year phases.

The Company is in discussions with potential investors regarding their participation in each part and stage of this long-term investment project which will evolve based on the progress that will be made in the implementation of the investment plan and the economic and general conditions that will prevail throughout the entire investment process.

- **Increase in the Company's share capital**

At the Extraordinary General Meeting of shareholders of the Company, which held a meeting on 29 April 2014 decided the increase of the share capital of the Company with a view to raising funds up to one hundred and fifty million Euro (€150,000,000.00) by payment in cash and through the issuance of up to 500.000.000 new common, registered, voting shares with a nominal value €0.30 each.

Pursuant to the provisions of articles 9, par. 5 and 21 of L. 3556/2007 and in relation to decision 1/434/03.07.2007 of the Board of Directors of the Hellenic Capital Market Commission, following:

(a) completion and subscription in full of the Share Capital increase in cash, decided by the Extraordinary General Meeting of the Company's shareholders dated 29/04/2014 and specified by the Board of Directors' resolution at its meeting on 18/06/2014, and,

(b) the commencement of trading on 22/07/2014 of the 35,294,117 new common registered with voting rights shares of the Company, issued as a result of the abovementioned Share Capital increase,

the paid-in Share Capital of the Company amounts to €23,911,939, and is divided into 79,706,464 new common registered with voting rights shares of nominal value of €0.30 each.

It is noted that the total capital raised through the aforementioned Share Capital Increase of the Company, amounting to €146.1 million, after the deduction of the costs and expenses of the issuance of €3.9 million, shall be used pursuant to the provisions in section 4.2 of the Prospectus dated 19.06.2014.

- **Sale of treasury shares**

The Company, in accordance with the provisions of Greek Laws 3556/2007 and 3340/2005 in conjunction with the relevant decisions of Hellenic Capital Market Commission, announces that on 19/06/2014, based on a resolution of its Board of Directors of the same date, sold all the 3,497,599 treasury shares that held (representing a holding of 7,88% of the total shares and voting rights of the Company) to TPG-Axon Management LP for a total consideration of €16,963,355 corresponding to €4.85 per share while the Company received €16,552,417 net of the respective expenses. Following the above transaction and until the end of 2014, the Company purchased gradually 466.512 treasury shares with total cost €1.757k.

Following the completion of the above mentioned share capital increase, the sale of treasury shares as well as the other transactions that took place until the date of approval of the financial statements, the company Consolidated Lamda Holdings S.A. holds a 50.87% of the Company's shares.

These financial statements have been approved for issue by the Board of Directors on March 26, 2015 and are subject to the final approval of LAMDA Development SA's Ordinary General Assembly.

2. Summary of significant accounting policies

2.1. Basis of preparation

These Company and consolidated financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS) and Interpretations by the International Financial Reporting Interpretations Committee (IFRIC), as they have been adopted by the European Union, and present the financial position, results of operations and cash flows on a going concern basis which assumes that the Company has plans in place to avoid material disruptions to its operations and available financial resources to meet its operating requirements. In this respect Management has concluded that (a) the going concern basis of preparation of these financial statements is appropriate, and (b) all assets and liabilities are appropriately presented in accordance with the Company's accounting policies.

Note 3, dealing with "Financial risk management" provides information on the Group's overall risk management approach as well as the general financial risks that the Group faces. In addition to the overall risk management approach and the general financial risks, the following specific matters should be noted that may impact the operations of the Group in the foreseeable future.

- **"The Mall Athens" - Lamda Olympia Village S.A.**

As described in detail in note 29"Contingent liabilities and assets", in January 2104, the Hellenic Council of State approved the petition for annulment of Codified Law 3207/2003, according to the provisions of which the Olympic Press Village (or "Olympiako Chorio Typou") and the Commercial and Leisure Centre "The Mall Athens" were constructed. This decision by the Hellenic Council of State has no impact on the operations of "The Mall Athens" and it is anticipated that the operations will continue unhindered for the foreseeable future. Management is currently in the process of assessing the required actions that have been indicated by the Group's legal advisors in order to cope with this situation and will undertake all necessary actions to this direction.

- **Bank loans**

On 31/12/2014, from the existing loan facilities of the Company and the Group, a total amount of 113.2m have been posted as short-term obligations. According to the loan contracts, on 31/12/2014, €100.2m bond loans of the parent Company mature as follows: €28.5m in February 2015, €35m in March 2015 and €33.5m in April 2015 whereas €3.2m represent repayment schedule of capital till 31/12/2015.

The Company at 29/07/2014 reached an agreement with its finance providers on the refinancing terms of a bond loan of €164.7m. The duration of the new loan will be 3 years. Therefore, the Management is in the process of coming to the finalization and signing of the agreement for the respective loan.

In addition to the above, the bond loan of €225m of Lamda Olympia Village S.A. (of which the Group's proportionate share amounts to €112.5m) which from 1 January 2014 are not presented in short term liabilities due to the change in accounting presentation (see note 32 Reclassifications of comparatives IFRS 11). In relation to this bond loan of the company Lamda Olympia Village S.A., following a repayment of €15m in January 2015, a new prolongation was agreed and the remaining loan of €210m (of which the Group's proportionate share amounts to €105m) is set to be repaid in April 2015. The Company is in the process of coming to an agreement with the new terms of this bond loan.

The factors above have been taken into account by Management when preparing the financial statements for the year ended 31 December 2014 and on the basis of its assessment of these matters and the fact that the Group's major shareholder continues to support the Group in all aspects of its operations, Management has concluded that the Group will meet all its financing and operating requirements in the foreseeable future.

The consolidated financial statements have prepared under the historical cost convention, except for the investment property and derivative instruments measured at fair value.

The preparation of financial statements in accordance with IFRS 11 requires the use of certain critical accounting estimates. It also requires management to exercise judgement in the process of applying the Group's accounting policies. In addition, the use of certain estimates and assumptions is required that affect the balances of the assets and liabilities, the disclosure of contingent assets and liabilities as at date of preparation of the financial statements and the amounts of income and expense during the reporting period. Although these estimates are based on the best knowledge of management in relation to the current conditions and actions, the actual results can eventually differ from these estimates. The areas involving a higher degree of judgment or complexity, or areas where assumptions and estimates are significant to the financial statements are disclosed in Note 4 of the financial statements for the year ended 31 December 2013.

2.2. New standards, amendments to standards and interpretations

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

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

Group of standards on consolidation and joint arrangements

The International Accounting Standards Board ("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 on the consolidated financial statements of the Group is shown below. The main terms of the standards 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 has 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. The standard also provides guidance for parties that participate in joint arrangements but do not have joint control. Following the implementation of IFRS 11 as of 1 January 2014, the Group evaluated its interests in joint arrangements and classified these as joint ventures because the joint arrangements are structured through separate entities that provide the Group with an interest in the net assets of each entity. For related disclosures see note 32.

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. An entity can provide any or all of the above disclosures without having to apply IFRS 12 in its entirety, or IFRS 10 or 11, or the amended IAS 27 or 28. See note 8 for these disclosures.

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.

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.

IAS 36 (Amendment) "Recoverable amount disclosures for non-financial assets"

This amendment requires: a) disclosure of the recoverable amount of an asset or cash generating unit (CGU) when an impairment loss has been recognised or reversed and b) detailed disclosure of how the fair value less costs of disposal has been measured when an impairment loss has been recognised or reversed. Also, it removes the requirement to disclose recoverable amount when a CGU contains goodwill or indefinite lived intangible assets but there has been no impairment.

The other standards, amendments to standards and interpretations that are mandatory for the current financial year are not significant for the Group.

b) Standards and Interpretations effective for subsequent periods

Certain new standards, amendments to standards and interpretations have been issued that are mandatory for periods beginning during the current financial year and have not been applied to the preparation of these financial statements. None of them is expected to have a significant impact on the consolidated financial statements except for those that are described below:

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 yet 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 new standards or amendments to standards, which are obligatory for financial years that begin during current year.

2.3. Consolidation

(a) Subsidiaries

Subsidiaries are all entities (including special purpose entities) over which the Group has the power to govern the financial and operating policies generally accompanying a shareholding of more than one half of the voting rights. The existence and effect of potential voting rights that are currently exerciable or convertible are considered when assessing whether the group controls another entity. Subsidiaries are fully consolidated from the date on which control is transferred to the Group, and they are de-consolidated from the date that control ceases.

The group applies the acquisition to account for business combinations. The consideration transferred for the acquisition of the subsidiary is the fair value of the assets transferred, the liabilities incurred to the former owners of the acquiree and the equity interests issued by the group. Any contingent consideration to be transferred by the group is recognised at fair value at the acquisition date. Identifiable assets acquired and liabilities and contingent liabilities assumed in a business combination are measured initially at their fair values at the acquisition date. The group recognises any non-controlling interest in the acquiree on an acquisition-by-acquisition basis, either at fair value or at the non-controlling interest's proportionate share of the recognised amounts of the acquiree's identifiable net assets. The excess of the cost of acquisition over the fair value of the group's share of the identifiable net assets acquired is recorded as goodwill. If the cost of acquisition is less than the fair value of the Group's share of the net assets of the subsidiary acquired, the difference is recognised directly in the income statement as negative goodwill. Acquisition-related costs are expensed as incurred.

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.

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

(b) Transactions with non-controlling interest

Transactions with non-controlling interests that do not result in loss of control are accounted for as equity transactions – that is, as transactions with the owners in their capacity as owners. The difference between fair value of 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.

(c) Disposal of subsidiary

When the group ceases to have control any retained interest in the entity is remeasured to its fair value at the date when control is lost, 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..

(d) Associates

Associates are all entities over which the group has significant influence but not control, generally accompanying a shareholding of between 20% and 50% of the voting rights. Under the equity method, the investment is initially recognised at cost. The group’s investment in associates includes goodwill identified on acquisition (net of any accumulated impairment loss).

The group’s share of post-acquisition profit or loss is recognised in the income statement, and its share of post-acquisition movements in reserves is recognised in reserves. The cumulative post-acquisition movements are adjusted against the carrying amount of the investment in associates. 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 it has incurred obligations or made payments on behalf of the associate.

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 also eliminated unless the transaction provides evidence of an impairment of the asset transferred.

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

Furthermore, the carrying value of associates is adjusted by any cumulative impairment losses. When the cumulative impairment losses attributable to the Group exceede the carrying value of the investment, the carrying value is adjusted to zero, except in the situation where the Group has created an obligation or has paid amounts on behalf of the associate.

Investments in associates are accounted for in the Company financial statements at the cost less impairment basis.

(e) Joint ventures

From 1/1/2014 applies IFRS 11 according to which the Group will account for joint ventures on an equity basis because it provides for a more realistic reflection of joint arrangements by focusing on the rights and obligations of the arrangement, rather than its legal form. By implementing the new standard, the Group will account for joint ventures on an equity basis.

Under the equity method of accounting, interests in joint ventures are initially recognized at cost and adjusted thereafter to recognize the Group’s share of the post-acquisition profits or losses and movements in other comprehensive income. When the Group’s share of losses in a joint venture equals or exceeds its interests in the joint ventures (which includes any long-term interests that, in substance, form part of the Group’s net investment in the joint ventures), the Group does not recognize further losses, unless it has incurred obligations or made payments on behalf of the joint ventures.

Unrealized gains on transactions between the Group and its joint ventures are eliminated to the extent of the Group’s interest in the joint ventures. Unrealized losses are also eliminated unless the transaction provides evidence of an impairment of the asset transferred. Accounting policies of joint ventures have been adjusted where necessary to ensure consistency with the policies adopted by the Group. The financial statements of the joint venture are prepared for the same reporting date with the parent company. The change in accounting principle has been applied from 1 January 2013.

The effect of IFRS 11 in the Group's consolidated financial statements is described in note 32. It did not affect the earnings per share.

Investments in joint ventures are accounted for in the financial statements of the Company at the cost less impairment basis.

2.4. Segment reporting

Operating segments are reported in a manner consistent with the internal reporting provided to the Group's management and are disclosed in the financial statements based on this internal allocation.

2.5. 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 Euro, which is the Group's 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.

(c) Group companies

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

i. Assets and liabilities for each balance sheet presented are translated at the closing rate at the date of that balance sheet

ii. 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 rate of the dates of the transactions) and

iii. All resulting exchange differences are recognised in a separate component of equity.

During consolidation procedure, exchange differences arising from the translation of the net investment in foreign entities' are recognised in equity. 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.

2.6. Investment property

Property that is held for long-term rental yields or for capital appreciation or both, and that is not occupied by the companies in the consolidated Group, is classified as investment property.

Investment property comprises freehold land, freehold buildings, property held under finance leases and property that is being constructed to be developed for future use as investment property.

Investment property is measured initially at its cost, including related transaction costs and where applicable borrowing costs (see note 2.18). Borrowing costs are capitalised while acquisition or construction is actively underway and cease once the asset is substantially complete, or suspended if the development of the asset is suspended.

After initial recognition, investment property is carried at fair value. Fair value is based on active market prices, adjusted, if necessary, for any difference in the nature, location or condition of the specific asset. If this information is not available, the Group uses alternative valuation methods such as recent prices on less active markets or discounted cash flow projections. Valuations are performed semi-annually by independent external valuers in accordance with the guidance issued by the International Valuation Standards Committee. In the other interim three-month periods, the revaluation is based on management estimations taking the existing market conditions at the reporting period into account.

Fair value measurement on property under construction is only applied if the fair value is considered to be reliably measured.

Investment property that is being redeveloped for continuing use as investment property or for which the market has become less active continues to be measured at fair value.

The fair value of investment property reflects, among other things, rental income from current leases, income from concession arrangements and assumptions about rental income from future leases in the light of current market conditions.

The fair value also reflects, on a similar basis, any cash outflows that could be expected in respect of the property. Some of those outflows are recognised as a liability, including finance lease liabilities in respect of leasehold land classified as investment property. Others, including contingent rent payments, are not recognised in the financial statements.

Subsequent expenditure is charged to the asset’s carrying amount only when it is probable that future economic benefits associated with the expenditure will flow to the Group and the cost of the item can be measured reliably. All other repairs and maintenance costs are expensed when incurred.

Changes in fair values are recognised in the income statement. Investment properties are derecognised when they have been disposed or its use has been terminated and no cash flow is expected from its disposal.

If an investment property becomes owner-occupied, it is reclassified as property, plant and equipment, and its fair value at the date of reclassification becomes its cost for subsequent accounting purposes.

If an item of owner-occupied property becomes an investment property because its use has changed, any difference resulting between the carrying amount and the fair value of this item at the date of transfer is recognised in equity as a revaluation of property, plant and equipment under IAS 16. Any resulting increase in the carrying amount of the property is recognised in profit or loss to the extent that it reverses a previous impairment loss, with any remaining increase recognised in other comprehensive income and increase directly to equity in revaluation surplus within equity.

In general, where an investment property undergoes a change in use it is transferred evidenced by:

(a) commencement of owner-occupation, for a transfer from investment property to owner-occupied property

(b) commencement of development with a view to sale, for a transfer from investment property to inventory;

(c) the expiration of owner-occupied property, for a transfer from owner-occupied property to investment property or

(d) commencement of an operating lease to a third party, for a transfer from inventories to investment property.

2.7. 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 as well as possible borrowing costs.

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 higher than the initially expected according to the initial return of the financial asset and under the assumption that the cost of the item can be measured reliably.

All other repairs and maintenance are charged to the income statement 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 their cost of each asset to its residual value over its estimated useful life, in order to write down the cost in its residual value. The expected useful life of property, plant and equipment is as follows:

- Buildings (and leasehold improvements)	10-12	years
- Transportation equipment, machinery, technical installations & other equipment	6-8	years
- Furniture and fittings	5 – 10	years
- Software	up to 5	years

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

An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount (impairment loss) (see note 2.8).

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognized in the income statement.

2.8. Impairment of non-financial assets

Assets that have an indefinite useful life are not subject to amortisation but are tested annually for impairment and whenever events or changes in circumstances indicate that the carrying amount may not be recoverable.

Assets that are subject to amortisation are tested for impairment whenever events or changes in circumstance indicate that the carrying amount may not be recoverable.

An impairment loss is recognised 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.

Impairment losses are recognised as an expense to the income statement, when they occur.

2.9. Financial assets

2.9.1 Classification

The Group classifies its financial assets at loans and receivables, available-for-sale and investment in subsidiaries. The classification depends on the purpose for which the financial assets were acquired. Management determines the classification of its financial assets at initial recognition and re-evaluates this designation at every reporting date.

(a) Loans and receivables

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market and with no intention of trading. They are included in current assets, except for maturities greater than 12 months after the balance sheet date. These are classified as non-current assets.

(b) Available-for-sale financial assets

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

2.9.2 Recognition and measurement

Regular purchases and sales of financial assets are recognised on trade-date – the date on which the Group commits to purchase or sell the asset. Investments are initially recognised at fair value plus transaction costs. Financial assets 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. Loans and receivables are subsequently carried at amortized cost using the effective interest method.

Unrealized gains or losses from changes in fair value of financial assets that classified as available-for-sale are recognized in revaluation reserves. In case of sale or impairment of available-for-sale financial assets, the accumulated fair value adjustments are transferred to profit or loss. In case of sale or impairment of the available-for-sale financial assets, the accumulated fair value adjustments are transferred to the income statement.

2.9.3 Impairment of financial assets

The Group assesses at the end of each reporting period whether there is objective evidence that a financial asset or a group of financial assets is impaired. A financial asset or a group of financial assets that is measured for impairment (since there is objective evidence) is assets at their carrying amount or according to the equity method (participations in subsidiaries and associates), assets at amortized cost (borrowings and receivables) and available-for-sale investments.

The criteria that the group uses to determine that there is objective evidence of an impairment loss include:

- Significant financial difficulty of the issuer or obligor;

- A breach of contract, such as a default or delinquency in interest or principal payments;
- The group, for economic or legal reasons relating to the borrower's financial difficulty, granting to the borrower a concession that the lender would not otherwise consider;
- It becomes probable that the borrower will enter bankruptcy or other financial reorganisation;
- The disappearance of an active market for that financial asset because of financial difficulties; or
- Observable data indicating that there is a measurable decrease in the estimated future cash flows from a portfolio of financial assets since the initial recognition of those assets, although the decrease cannot yet be identified with the individual financialassets in the portfolio, including:

(a) Adverse changes in the payment status of borrowers in the portfolio; and

(b) National or local economic conditions that correlate with defaults on the assets in the portfolio.

The Group first assesses whether objective evidence that a financial asset or a group of financial assets is impaired.

For loans and receivables category, the amount of the loss is measured as the difference between the asset's carrying amount and the present value of estimated future cash flows (excluding future credit losses that have not been incurred) discounted at the financial asset's original effective interest rate. The asset's carrying amount of the asset is reduced and the amount of the loss is recognised in the consolidated income statement. If a loan or held-to-maturity investment has a variable interest rate, the discount rate for measuring any impairment loss is the current effective interest rate determined under the contract.

The recoverable amount of the participations in subsidiaries and associates is defined in a similar to the non-financial assets way (see note 2.8).

2.10. 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.

2.11. Derivative financial instruments and hedging activities

The Group uses derivative financial instruments to hedge the risks related to future rate fluctuation. Derivatives are initially recognised at fair value on the date a derivative contract is entered into and are subsequently remeasured at their fair value. The method of recognising the resulting gain or loss depends on whether the derivative is designated as a hedging instrument, and if so, the nature of the item being hedged.

The Group documents at the inception of the transaction the relationship between hedging instruments and hedged items, as well as its risk management objectives and strategy for undertaking various hedging transactions. The Group also documents its assessment, both at hedge inception and on an ongoing basis, of whether the derivatives that are used in hedging transactions are highly effective in offsetting changes in fair values or cash flows of hedged items.

The Group designates certain derivative financial instruments as:

1) hedges of a particular risk associated with a recognized asset or liability or a highly probable forecast transaction (cash flow hedge), or

2) hedges of the fair value of recognized assets or liabilities or a firm commitment (fair value hedge).

At 31 December 2014 the Group does not own fair value hedge.

The Group has contractual agreements for certain derivative instruments that designates as cash flow hedges. The effective portion of changes in the fair value of derivatives that are designated and qualify as cash flow hedges is recognized in equity. The gain or loss relating to the ineffective portion is recognized immediately in Group's results (income statement) within "Other operating income / (expenses) – net". Amounts accumulated in equity are recycled in the income statement in the periods when the hedged item affects profit or loss (when the forecast sale that is hedged takes place).

Respectively, the Group has contractual agreements for interest rate swaps which are designated and qualify as fair value hedges in the income statement. The gain or loss relating to the effective portion of interest rate swaps hedging variable rate borrowings is recognized in the income statement within "finance income / (cost) net". The gain or loss relating to the ineffective portion is recognized in the income statement within "Other operating income / (expenses) - net".

When a hedging instrument expires or is sold, or when a hedge no longer meets the criteria for hedge accounting, any cumulative gain or loss existing in equity at that time remains in equity and is recognised when the forecast transaction is ultimately recognised in the income statement.

Certain derivative instruments that are not qualify as hedging instruments and no longer meet the criteria for hedge accounting, are classified as derivatives available for sale and accounted for at fair value through profit or loss. Changes in the fair value of any of these derivative instruments are recognized immediately in the income statement within "Other operating income / (expenses) – net".

2.12. Inventories

The Group's inventories and mainly land, evidenced by the commencement of development with a view to sale are reclassified as inventories at their deemed cost, which is the fair value at the date of reclassification. They are subsequently carried at the lower of cost and net realisable value. Net realisable value is the estimated selling price in the ordinary course of business less costs to complete redevelopment and selling expenses. Write offs and impairments are recognised as losses in the income statement when they arise.

Borrowing costs that refer directly to the construction or production of inventories are capitalized as part of the inventory cost (note 2.18).

2.13. Trade receivables

Trade receivables are amounts due from customers for merchandise sold or services performed in the ordinary course of business. If collection is expected in one year or less (or in the normal operating cycle of the business if longer), they are classified as current assets. If not, they are presented as non-current assets.

Trade receivables are recognised initially at fair value and subsequently measured at amortised cost using the effective interest method, less provision for impairment.

2.14. Cash and cash equivalents

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

In the consolidated balance sheet, bank overdrafts are shown within borrowings in current liabilities.

2.15. Share Capital

Ordinary shares are classified as equity. The share capital represents the value of the company's shares that have been issued and are in circulation.

Incremental costs directly attributable to the issue of new ordinary shares are shown in equity as a deduction, net of tax, from the proceeds.

Where any group company purchases the company's equity share capital, the consideration paid, including any directly attributable incremental costs, net of tax, is deducted from equity attributable to the company's equity holders until the shares are cancelled. Profit or loss from sale of treasury shares net of direct to the transaction expenses and taxes, is included in equity as reserves.

2.16. Trade and other payables

Trade payables are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payables are classified as current liabilities if payment is due within one year or less (or in the normal operating cycle of the business if longer).

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

2.17. Borrowings

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

Borrowings are classified as current liabilities unless the Group has an unconditional right to defer settlement of the liability for at least 12 months after the balance sheet date.

2.18. Borrowing costs

General and specific borrowing costs directly attributable to the acquisition, construction or production of qualifying assets, which are assets that necessarily take a substantial period of time to get ready for their intended use or sale, are added to the cost of those assets, until such time as the assets are substantially ready for their intended use or sale. Also, the respective borrowing cost is added to the investment property and to the inventory.

Investment income earned on the temporary investment of specific borrowings pending their expenditure on qualifying assets is deducted from the borrowing costs eligible for capitalisation.

2.19. 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.

The current income tax charge is calculated using the financial statements of every company included in the consolidated financial statements, along with the applicable tax law in the respective countries. Management periodically evaluates position in relation to the tax authorities and establishes provisions where appropriate on the basis of amounts expected to be paid to the tax authorities.

Deferred income tax is recognised, 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. 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 nor loss. Deferred income tax is determined using tax rates (and tax laws) that have been enacted or substantively enacted by the balance sheet date and are expected to apply when the related deferred income tax asset is realised or the deferred income tax liability is settled.

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 from investments in subsidiaries, associates and joint arrangements, 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 recognized for temporary differences arising on investments in subsidiaries and associates, except 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 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 tax assets and liabilities relate to income taxes levied by the same taxation authority or different taxable entities where there is an intention to settle the balances on a net basis.

2.20. Employee benefits

(a) Short-term benefits

Short-term employee benefits in cash and in items are recognized as an expense when they become accrued.

Right of leave provision

The right of annual leave and long-service leave for employees are recognized when these result. A provision is recognized for the estimated obligation of annual leave and long-service leave as result of services that were offered up until the balance sheet date.

(b) Retirement benefits

The Group participates in retirement schemes in accordance with the Greek legislation by paying into publicly administered social security funds on a mandatory basis. Benefits after retirement include both defined contribution plans and defined benefits plans.

A defined contribution plan is a pension plan under which the Group pays fixed contributions into a separate social security fund. The Group has no legal or constructive obligations to pay further contributions if the fund does not hold sufficient assets to pay all employees the benefits relating to employee service in the current and prior periods. The contributions are recognised as employee benefit expense when they are due.

A defined benefit plan comprise retirement benefit plans according to which the Group pays to the employee an amount upon retirement that is based on the employee’s period of service, age and salary.

The liability in respect of defined benefit plans is the present value of the defined benefit obligation at the balance sheet date together with adjustments for actuarial gains/ losses and past service cost. The defined benefit obligation is calculated by independent actuaries using the projected unit credit method.

Actuarial gains and losses arising from experience adjustments, changes in actuarial assumptions and amendments to pension plans, which exceed 10% of the compounded obligation, are charged or credited to income over the average remaining service lives of the related employees.

(c) Termination benefits

Termination benefits are payable when employment is terminated before the normal retirement date. 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.

In case of termination of employment where there is inability to determine the number of employees that will make use of these benefits, the latter are not accounted for but disclosed as a contingent liability.

(d) Share-based compensation

The Group operates a share option compensation plan. The fair value of the services of the employees, to whom shares are granted according to the share option plan, is accounted for as expense. The total amount to be expensed over the vesting period is determined by reference to the fair value of the options granted, at the date of granting. Non-market vesting conditions are included in assumptions about the number of options that are expected to become exercisable. 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 the income statement, with a corresponding adjustment to equity.

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.

2.21. Grants

Government grants are recognised at fair value when it is virtually certain that the grant will be received and the group will comply with anticipated conditions.

Government grants relating to expenses are deferred and recognized in the income statement 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 as deferred government grants and are credited to the income statement on a straight line basis over the expected lives of the related assets.

2.22. Provisions

Provisions are recognized when the Group has a present legal or constructive obligation as a result of past events, when it is probable that an outflow of resources will be required to settle the obligation and when the amount can be reliably estimated

Where there are a number of similar obligations, the likelihood that an outflow will be required in settlement is determined by considering the class of obligations as a whole. A provision is recognised even if the likelihood of an outflow with respect to any one item included in the same class of obligations may be small.

Provisions are measured at the present value of management's best estimate of the expenditure required to settle the present obligation at the balance sheet date (note 4.1). The discount rate used to determine the present value reflects current market assessments of the time value of money and the increases specific to the liability.

2.23. Revenue recognition

Revenue comprises the fair value of revenues from rents, services and management of real estate, as well as real estate purchases and sales, net of value added tax (VAT) and rebates. Revenue is recognised as follows:

(a) Sale of Real Estate

Revenue from the sale of real estate is only recognized in the financial statements when the final contract has been signed.

When the outcome of a contract cannot be reliably estimated, the revenue is recognized only to the extent that the contract costs incurred will probably be recoverable. Contract expenses are recognised when incurred.

When the outcome of a contract can be reliably estimated, the revenue and the costs of the contract are recognized over the duration of the contract as revenue and expenses respectively. The Group uses the percentage of completion method in order to determine the revenue and expenses to recognize in each accounting period. When the total cost is likely to exceed the total income then the excess loss is recognized immediately in the income statement as an expense.

(b) Income from investment property

Income from investment properties includes operating lease income, income from maintenance and management of real estate, concession rights and commercial cooperation agreements.

The income from operating leases is recognized in the Income Statement using the straight-line method over the duration of the lease. When the Group provides incentives to its customers, the cost of these incentives is recognized over the duration of the lease or commercial cooperation, using the straight line method, reducing income.

The income from maintenance and management of real estates, concessions and commercial cooperation agreements is recognized during the period for which the concession and commercial cooperation services are provided.

(c) Income from commissions

Revenue comprises commission from the sale of goods at the time that the inventory is sold to retail customers, exclusive of value added tax (VAT) and discounts.

(d) Interest income

Interest income is recognized 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 of the instrument, and continues accreting the discount as interest income. Afterwards, interests are calculated by using the same rate on the impaired value (new carrying amount).

(e) Dividend income

Dividend income is recognised when the right to receive payment is established.

2.24. Leases

(a) Group company as the lessee

Leases of property, plant and equipment and investment property where 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 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 acquired under finance leases is depreciated over the shorter of the asset's useful life and the lease term if classified as tangible assets, while if classified as investment properties they are not depreciated but presented in their fair value.

Leases where the lessor retains substantially all the risks and rewards of ownership 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.

(b) Group company as the lessor

Assets leased to third parties under operating leases are included in investment properties and measured at fair value (note 2.6). Note 2.23 describe the accounting principle of revenue recognition from leases.

2.25. Dividend distribution

Dividend distribution to the Company's shareholders is recognised as a liability in the Group's financial statements when the dividend distribution is approved by the Company's Ordinary General Assembly. The first dividend is recognised at its payment.

3. Financial risk management

3.1 Financial risk factors

The Group's activities expose it to a variety of financial risks: market risk (including foreign exchange risk, interest rate risk and price risk), credit risk and liquidity risk. The Group's overall risk management programme focuses on the unpredictability of financial markets and seeks to minimize potential adverse effects on the Group's financial performance.

Risk management is carried out by a central treasury department (Group Treasury) under policies approved by the Board of Directors. Group Treasury identifies, evaluates and hedges financial risks in close co-operation with the Group's operating units. The Board provides written principles and directions for overall risk management, as well as written policies covering specific areas, such as foreign exchange risk, interest-rate risk and credit risk.

In addition to the aforementioned, the developments that have taken place in 2015 and the national and international discussions with respect to the terms of Greece's financing program have resulted in an unstable macroeconomic and financial environment in the country. The return to economic stability depends to a large extent on the actions and decisions of local and international institutions. Taking into account the nature of the Group's operations, any negative developments may have a short-term impact on the operations of the Company and its Greek subsidiaries. Possible negative developments can not be forecast, nevertheless Management continually assesses the situation to ensure that all necessary actions and measures are taken in order to minimize any impact on the Group's operations.

(a) Market risk

i) Foreign exchange risk

The Group operates in Greece and Balkan countries and is exposed to foreign exchange risk arising from various currency exposures. The major part of the Group’s transactions is denominated in Euro. Foreign exchange risk arises from future commercial transactions, recognised assets and liabilities and net investments in foreign operations.

The Group’s stable policy is to avoid purchasing foreign currency in advance and contracting FX future contracts with external counter-parties.

The Group has certain investments in foreign operations whose net assets are exposed to foreign currency translation risk during their financial statements are converted for consolidation purposes. In relation to the operations abroad, the most important operations relate to Serbia where the currency translation rate does not show a large diversion.Also, the Group operations outside Greece does not include significant commercial transactions and therefore the Group does not have a foreign exchange risk.

ii) Price risk

At 31/12/2014 the Group is not exposed to equity securities price risk since after the sale, in 2012, of all the shares that was owned in the listed company Eurobank Properties, the Group does not held any other equity securities that are clarified as available for sale.

iii) Cash flow and fair value interest rate risk

The Group’s operating cash flows’ exposure to the risk of changes in market interest rates relates primarily to the Group’s borrowings which are contracted in floating rates based on Euribor. This risk is partially hedged through cash and cash equivalents held at floating rates.

The operating cash available for investment and the interest-bearing receivables mainly depend on Euro interest rates. The Group analyses its interest rate exposure and manages the interest rate risk through refinancing, renewal of the existing loans, alternative financing and hedging.

Specifically, in order for the Group to be covered by the changes in interest, it manages the interest rate risk by using interest rate swaps to turn the floating interest rates into fixed, and at the end of the year 12% approximately (2013: 12%) of total borrowings was hedged in fixed rate financial products in the amount of €338m (2013: €350m). Group policy is to maintain covering most part of the interest rate risk of the borrowings relating to the investment property financing.

The sensitivity analysis below is based on change in a variable holding all other variables constant. Actually, such a scenario is unlikely to happen, and changes in variables can be related for example to change in interest rate and change in market price.

At December 31, 2014 an increase / decrease by 0,5% on the Group's borrowings floating interest rate at functional currency, would lead to an increase / decrease of finance cost by €1,5m (2013: €1,7m) at Group level and by €0,8m (2013: €0,8m) at Company level and a respective effect (increase / decrease) on profit before tax for the year. The effect in profit after tax and equity would lead to an increase / decrease by €1,1m (2013: €1,3m) at Group level and increase / decrease by €,6m (2013: €0,6m) at Company level.

(b) Credit risk

Credit risk is managed on group basis. Credit risk arises from cash and cash equivalents, derivative financial instruments and, as well as credit exposures to customers, including outstanding receivables and committed transactions.

Sales are made mainly to customers with an assessed credit history and credit limits. Also, certain sale and collection terms are applied. Whenever possible, further securities are requested for outstanding receivables.

At December 31, 2014 and December 31, 2013 no customer had exceeded their credit limits apart from those for whom provisions had been made, and Management does not expect significant losses from non-receivables.

The deposits and cash of the Group and the Company are rated in Moody's. The credit limit in relation to cash and cash equivalents is presented as follows:

all amounts in € thousands	**GROUP**		**COMPANY**	
Moody's Rating	**31.12.2014**	**31.12.2013 (1)**	**31.12.2014**	**31.12.2013**
Caa2	74.241	15.374	55.933	1.692
Caa1	111.233	15.789	100.746	5.844
N/A	1.777	1.030	508	54
	187.251	**32.194**	**157.188**	**7.590**

(1) Adjusted amounts due to the revised IAS 19 "Employee benefits" (see note 32).

The remaining amount in cash and cash equivalents is related to cash in hand.

(c) Liquidity risk

Liquidity needs are satisfied in full by the timely forecasting of cash needs in conjunction with the prompt receipt of receivables and by using sufficient and available cash resourses.

Surplus cash held by the operating entities over and above balance required for working capital management are transferred to the group treasury. Group treasury invests surplus cash in interest bearing current accounts, time deposits, money market deposits and marketable securities, choosing instruments with appropriate maturities or sufficient liquidity to provide sufficient head-room as determined by the above-mentioned forecasts.

The table below analyses the Group and Company financial liabilities into relevant maturity groupings based on the remaining period at the balance sheet to the contractual maturity date. The amounts disclosed in the table are the contractual undiscounted cash flows. Balances due within 12 months equal their carrying balances as the impact of discounting is not significant.

GROUP

all amounts in € thousands	Less than 1 year	Between 1 and 2 years	Between 2 and 5 years	Over 5 years
31 December 2014				
Borrowings	113.157	89.003	109.761	41.804
Interest rate swaps - cash flow hedges	-	284	1.331	-
Trade and other payables	31.465	16.340	-	-
	144.622	**105.627**	**111.091**	**41.804**

all amounts in € thousands	Less than 1 year	Between 1 and 2 years	Between 2 and 5 years	Over 5 years
31 December 2013				
Borrowings	110.179	23.296	191.321	50.274
Interest rate swaps - cash flow hedges	542	-	-	-
Trade and other payables	26.359	15.898	-	-
	137.079	**39.193**	**191.321**	**50.274**

COMPANY

all amounts in € thousands	Less than 1 year	Between 1 and 2 years	Between 2 and 5 years	Over 5 years
31 December 2014				
Borrowings	100.150	65.921	-	-
Trade and other payables	15.196	18.963	-	-
	115.346	**84.884**	**-**	**-**

all amounts in € thousands	Less than 1 year	Between 1 and 2 years	Between 2 and 5 years	Over 5 years
31 December 2013				
Borrowings	98.800	4.603	65.992	-
Trade and other payables	13.020	19.000	-	-
	111.820	**23.603**	**65.992**	**-**

3.2 Capital risk management

The Group and Company objectives when managing capital are to safeguard the ability to continue as a going concern in order to provide returns for shareholders and benefits for other stakeholders and to maintain an optimal capital structure to reduce the cost of capital.

In order to maintain or adjust the capital structure, the Group and Company may adjust the amount of dividends paid to shareholders, return capital to shareholders, issue new shares or sell assets to reduce debt.

Consistent with others in the industry, the Group and Company monitors capital on the basis of the gearing ratio. This ratio is calculated as net debt divided by total capital. 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 is calculated as ‘equity’ as shown in the consolidated balance sheet plus net debt.

During 2014, as well as in 2013, the Group and Company's strategy was to maintain the gearing ratio not to exceed 60% in relation to Loan to Value rate. The Loan to Value ratio is defined as the proportion of the total borrowings / total equity which has been adjusted based on the fair value gains/losses of the investment property and inventories (note 4.1a).

The gearing ratios at December 31, 2014 and December 31, 2013 respectively were as follows:

all amounts in € thousands

GROUP	31.12.2014	31.12.2013 (1)
Total borrowings (note 16)	338.476	350.256
Less: cash and cash equivalents (note 11)	-187.636	-32.586
Net debt	**150.840**	**317.670**
Total equity	387.522	249.555
Total assets	**538.362**	**567.225**
Gearing ratio	**28%**	**56%**

COMPANY	31.12.2014	31.12.2013 (1)
Total borrowings (note 16)	164.700	165.150
Less: cash and cash equivalents (note 11)	-157.191	-7.597
Net debt	**7.509**	**157.553**
Total equity	321.491	183.129
Total assets	**328.999**	**340.682**
Gearing ratio	**2%**	**46%**

(1) Adjusted amounts due to the revised IAS 19 "Employee benefits" (see note 32).

Excluding the cash and cash equivalents that were raised from the share capital increase and remains to be used as at 31/12/2014 the gearing ratio is 44% at Company level and 54% at Group level.

3.3 Fair value estimation

The fair value hierarchy has the following levels:

- Quoted prices (unadjusted) in active markets for identical assets or liabilities (Level 1).
- Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly or indirectly since the date of these transactions have occured (Level 2).
- Inputs for the asset or liability that are not based on observable market data using valuation methods and assumptions which does not basically reflect current market assessments (that is, unobservable inputs) (Level 3).

The financial instruments that are measured at fair value are the investment property (note 6) and the derivative financial instruments (note 19).

4. Critical accounting estimates and judgements

Estimates and judgements of the Management 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.

4.1 Critical accounting estimates and judgements

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 12 months concern the following:

(a) Estimate of fair value of investment property

The best evidence of fair value is current prices in an active market for similar lease and other contracts. When there is absence of such information, the Group determines the amount within a range of reasonable fair value estimates. In making its judgement, the Group considers information from a variety of sources including:

i) Current prices in an active market for properties of different nature, condition or location (or subject to different lease or other contracts), adjusted to reflect those differences;

ii) Recent prices of similar properties in less active markets, with adjustments to reflect any changes in economic conditions since the date of the transactions that occurred at those prices; and

iii) Discounted cash flow projections based on reliable estimates of future cash flows, derived from the terms of any existing lease and other contracts and (where possible) from external evidence such as current market rents for similar properties in the same location and condition, and using discount rates that reflect current market assessments of the uncertainty in the amount and timing of the cash flows.

The disclosures for the fair value estimations of the investment property are presented in note 6)

(b) Income taxes

The Group is subject to various legislations regarding income taxes. In order to determine such provision the Group should have a clear perception of the above.

During the normal course of business, there are some transactions and calculations for which the ultimate tax determination is uncertain. The Management forms provisions regarding additional taxes that might occur, following future tax audits. 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.

(c) Provisions related to contingent liabilities

The Group's companies are currently involved in various claims and legal proceedings. Periodically, the Management review the status of each significant matter and assess potential financial exposure, based in part on the advice oflegal counsel. If the potential loss from any claim or legal proceeding is considered probable and the amount can be reliably estimated, the Group and the Company recognize a provision for the estimated loss. Significant judgment is required in both the determination of probability and the determination as to whether an exposure is reasonably estimable. As additional information becomes available, the Group and the Company reassess the potential liability related to pending claims and litigation and may revise assessments of the probability of an unfavorable outcome and the related estimate of potential loss. Such revisions in the estimates of the potential liabilities could have a material impact on the Group's or the Company's financial position and results of operations.

4.2 Critical management estimates in applying the entity's accounting policies

There are no areas that require management estimates in applying the Group's accounting policies.

5. Segment information

The Group is operating into the business segment of real estate in Greece and in other neighbouring Balkan countries.

At 31 December 2014 and 31 December 2013 and following the change in the consolidation method of the Company's associates in Marine Services, this segment is no more regarded as significant and therefore from now on there will be no specific reference in the Group's segment information.

Management monitors the operating results of each segment separately for the purpose of making decisions about resource allocation and performance assessment. Segment performance is evaluated based on revenue and EBITDA (Earnings before interest, tax, depreciation and amortization). It is noted that the Group applies the same accounting policies as those in the financial statements in order to measure the performance of the operating segment. Group financing, including finance costs and finance income, as well as income taxes are monitored on a group basis and are included within the administration segment without being allocated to the profit generating segments.

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

	Real estate			
Continuing operations *(all amounts in € thousands)*	**Greece**		**Balkans**	**Total**
	Shopping centers	**Other investment property**		
Revenue from third parties	41.696	2.534	10	**44.240**
Net losses from fair value adjustment on investment property and inventories	(8.436)	(3.625)	(12.962)	**(25.023)**
EBITDA	17.077	(2.339)	(14.125)	**613**

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

	Real estate			
Continuing operations *(all amounts in € thousands)*	**Greece**		**Balkans**	**Total**
	Shopping centers	**Other investment property**		
Revenue from third parties (1)	41.824	2.838	19	**44.681**
Net losses from fair value adjustment on investment property and inventories (1)	(18.073)	(8.326)	(4.224)	**(30.623)**
EBITDA (1)	5.844	(8.942)	(5.691)	**(8.789)**

(1) *Adjusted amounts due to the revised IFRS 11 "Joint arrangements" (see note 32).*

Transfer prices between operating segments are on an arm's length basis in a manner similar to transactions with third parties.

	Real estate				
	Greece			Balkans	Total
31 December 2014	Shopping centers	Other investment property			
Assets per segment	**354.303**	**345.393**	**-**	**103.241**	**802.937**
Expenditure of non-current assets	3.526	96	-	1	**3.622**
Liabilities per segment	**202.320**	**212.499**	**-**	**596**	**415.415**

	Real estate				
	Greece			Balkans	Total
31 Δεκεμβρίου 2013 (1)	Shopping centers	Other investment property			
Assets per segment	**355.199**	**200.242**	**-**	**114.688**	**670.129**
Expenditure of non-current assets	81.886	155	-	5	**82.046**
Liabilities per segment	**205.749**	**214.341**	**-**	**484**	**420.574**

(1) Adjusted amounts due to the revised IFRS 11 "Joint arrangements" (see note 32).

A reconciliation of the Group's total adjusted EBITDA to total profit after income tax is provided as follows:

Continuing operations *(all amounts in € thousands)*

Adjusted EBITDA for reportable segments	**31.12.2014**	**31.12.2013 (1)**
EBITDA	613	(8.789)
Corporate overheads	(9.516)	(8.090)
Depreciation	(937)	(1.224)
Profits from disposal of participations to associates	(10)	175
Provision for impairment of investments in subsidiaries, joint ventures and associates	(451)	-
Share of profit / (loss) from joint ventures and associates	(1.506)	(14.775)
Finance income	2.425	1.675
Finance costs	(14.800)	(15.126)
Loss before income tax	**(24.181)**	**(46.153)**
Income tax expense	681	(3.175)
Loss for the year	**(23.501)**	**(49.329)**

(1) Adjusted amounts due to the revised IFRS 11 "Joint arrangements" (see note 32).

6. Investment property

	GROUP		COMPANY	
all amounts in € thousands	**31.12.2014**	**31.12.2013 (1)**	**31.12.2014**	**31.12.2013**
Balance at 1 January	388.177	331.584	1.840	1.840
Subsequent expenditure on investment property	3.236	1.483	-	-
Usufruct upon the right of exploitation of IBC	-	81.000	-	-
Net loss from fair value adjustment on investment property	(11.551)	(25.890)	-	-
Balance at 31 December	**379.862**	**388.177**	**1.840**	**1.840**

(1) Adjusted amounts due to the revised IFRS 11 "Joint arrangements" (see note 32).

The investment property of "The Mall Athens" of the company Lamda Olympia Village S.A. with fair value of €401m (Group's proportion €200m) (31/12/2013 €410m, Group's proportion €205m) has been reclassified according to IFRS 11, as presented in note 32 Reclassifications of comparatives IFRS 11.

Bank borrowings are secured on the property "The Mall Athens" owned by the joint venture "LAMDA Olympia Village SA" for the value of €336m. Securities on all investment property of the Group amount to €180m.

The investment property includes property under finance lease that amounts to €7.2m and property under operating lease that amounts to €320m.

The fair value for all investment property was determined on the basis of its highest and best use by the Group taking into account each property's use which is physically possible, legally permissible and financially feasible. This estimate is based on the physical characteristics, the permitted use and the opportunity cost for each investment of the Group.

Investment property is valued each semester by independent qualified valuers using the Discounted Cash Flows (DCF) method. The cash flows are based on reliable estimates of future cash flows, supported by the terms of any existing lease and other contracts and (where possible) external evidence such as current market rents for similar properties in the same location and condition, and using discount rates that reflect each tenant's sector (food and restaurants, electronic appliances, apparel etc.) as well as the current market assessments of the uncertainty in the amount and timing of the cash flows. In some cases, where necessary, the valuation is based on the Comparative Method. The aforementioned valuation methods come under hierarchy level 3 as described in note 3.3.

More precisely, 89% of total fair value of the Group's investment property relates to Shopping Centres and 4% to Office Buildings. For both type of property, the valuation was determined using the DCF approach with the following significant assumptions:

- With regards to the Shopping Centres, The Mall Athens has a freehold status, Mediterranean Cosmos is held under a lease that expires in Q4 2035 and Golden Hall has a 89 year exploitation period. As far as the office buildings are concerned, they are owned by the Group.

- In short, the yields according to the latest valuations at December 31, 2014 are as follows:

	Yield
Malls	
The Mall Athens	7,2%
Med.Cosmos	10,2%
Golden Hall	8,3%
Office buildings	
Cecil, Kefalari	9,0%
Kronos Building, Maroussi	8,9%

- In relation to the annual consideration that every tenant of the Malls pays (Base Consideration – fixed consideration that is set in the contract), it is adjusted annually according to the CPI plus a slight indexation which is differentiated between the tenants. The average CPI that has been used over the period is 2%.

The most significant valuation assumptions of the investment property are the assumption regarding the future EBITDA (including the estimations related to the future monthly lease) of each investment property as well as the estimated yields that are applied for the investment property's valuation. As a result, the table below presents two basic scenarios in relation to the impact on the valutions of the following investment properties of an increase in the yields by 25 basis points (+ 0,25%) or a decrease in EBITDA by €1m per Shopping Mall.

Interest held in the Group *all amounts in € millions*	**Yield +0,25%**	**EBITDA/NOI €-1 εκ.**
The Mall Athens	-6,8	-6,9
Med.Cosmos	-3,6	-9,8
Golden Hall	-5,9	-12,1
Malls	**-16,3**	**-28,8**
Cecil, Kefalari	-0,6	
Kronos Building, Maroussi	-0,2	
Office buildings	**-0,8**	
Total	**-17,1**	

7. Property, plant and equipment

all amounts in € thousands	Lease hold land and and buildings	Vehicles and machinery	Furniture, fittings and equipment	Software	Assets under construction	Total
GROUP - Cost						
1 January 2013 (1)	**37.748**	**14.476**	**4.935**	**2.529**	**1.947**	**61.634**
Additions	99	6	51	47	839	1.043
Disposals / Write-offs	-	(6)	(8)	-	-	(13)
Derecognition of ppe due to change in interest held in participations	(29.402)	(8.793)	(268)	-	-	(38.462)
Decrease due to disposal of participation	(7.536)	(343)	(1.212)	(91)	-	(9.182)
Transfer to investment property	-	-	-	-	(1.480)	(1.480)
Reclassifications	-	-	948	-	(948)	-
31 December 2013 (1)	**909**	**5.341**	**4.446**	**2.485**	**359**	**13.539**
1 January 2014 (1)	**909**	**5.341**	**4.446**	**2.485**	**359**	**13.539**
Additions	26	-	56	21	1.929	2.031
Disposals / Write-offs	(281)	(118)	(163)	(1)	-	(563)
Transfer to investment property	-	-	-	-	(1.645)	(1.645)
31 December 2014	**654**	**5.223**	**4.340**	**2.504**	**643**	**13.363**
Accumulated depreciation						
1 January 2013 (1)	**(12.427)**	**(4.490)**	**(3.630)**	**(2.507)**	**-**	**(23.054)**
Depreciation charge	(139)	(358)	(697)	(30)	-	(1.224)
Disposals / Write-offs	-	4	1	-	-	5
Derecognition of ppe due to change in interest held in participations	10.554	1.707	209	-	-	12.469
Decrease due to disposal of participation	1.687	145	1.014	71	-	2.916
31 December 2013 (1)	**(325)**	**(2.992)**	**(3.104)**	**(2.466)**	**-**	**(8.888)**

1 January 2014 [1]	**(325)**	**(2.992)**	**(3.104)**	**(2.466)**	**-**	**(8.888)**
Depreciation charge	(84)	(343)	(504)	(6)	-	(937)
Disposals / Write-offs	113	37	129	1	-	280
31 December 2014	**(296)**	**(3.298)**	**(3.479)**	**(2.472)**	**-**	**(9.545)**
Closing net book amount at 31 December 2013 [1]	**584**	**2.348**	**1.342**	**18**	**359**	**4.651**
Closing net book amount at 31 December 2014	**358**	**1.925**	**860**	**32**	**643**	**3.818**

(1) Adjusted amounts due to the revised IFRS 11 "Joint arrangements" (see note 32).

all amounts in € thousands	**Lease hold land and and buildings**	**Vehicles and machinery**	**Furniture, fittings and equipment**	**Software**	**Total**
COMPANY - Cost					
1 January 2013	**300**	**95**	**1.149**	**2.429**	**3.973**
Additions	-	-	15	20	34
Disposals / Write-offs	-	(5)	-	-	(5)
31 December 2013	**300**	**90**	**1.164**	**2.448**	**4.002**
1 January 2014	**300**	**90**	**1.164**	**2.448**	**4.002**
Additions	-	-	48	18	66
31 December 2014	**300**	**90**	**1.212**	**2.466**	**4.068**
Accumulated depreciation					
1 January 2013	**(194)**	**(46)**	**(981)**	**(2.404)**	**(3.625)**
Depreciation charge	(12)	(11)	(105)	(19)	(147)
Disposals / Write-offs	-	4	-	-	4
31 December 2013	**(205)**	**(53)**	**(1.086)**	**(2.423)**	**(3.768)**
1 January 2014	**(205)**	**(53)**	**(1.086)**	**(2.423)**	**(3.768)**
Depreciation charge	(12)	(11)	(69)	(31)	(122)
31 December 2014	**(217)**	**(64)**	**(1.155)**	**(2.454)**	**(3.889)**
Closing net book amount at 31 December 2013	**95**	**37**	**78**	**26**	**235**
Closing net book amount at 31 December 2014	**83**	**26**	**57**	**13**	**179**

At 31/12/2014 the Group does not lease any asset under finance lease agreements and borrowing costs have not been capitalized. Property, plant and equipment are not secured by mortgages.

8. Investments in subsidiaries, joint ventures and other associates

The Group's composition on December 31, 2014 is as follows:

Company			% interest held
LAMDA Development SA			Parent company
Subsidiaries			
LAMDA Estate Development SA	Greece		100,0%
KRONOS PARKING SA	Greece	Indirect	100,0%
LAMDA Prime Properties SA	Greece		100,0%
PYLAIA SA	Greece	Indirect	100,0%
LAMDA Erga Anaptyxis SA	Greece		100,0%
LAMDA Domi SA	Greece		100,0%
LD Trading SA	Greece		100,0%
LAMDA Waste Management SA	Greece		100,0%
GEAKAT SA	Greece		100,0%
MC Property Management SA	Greece		100,0%
LD Trading Ltd	Greece	Indirect	
LAMDA Development DOO Beograd	Serbia		100,0%
Property Development DOO	Serbia		100,0%
Property Investments DOO	Serbia		100,0%
LAMDA Development Montenegro DOO	Montenegro		100,0%
LAMDA Development Romania SRL	Romania		100,0%
Robies Proprietati Imobiliare SRL	Romania	Indirect	90,0%
SC LAMDA Properties Development SRL	Romania	Indirect	95,0%
LAMDA Development Sofia EOOD	Bulgaria		100,0%
TIHI EOOD	Bulgaria	Indirect	100,0%
Hellinikon Global I SA	Luxembourg		100,0%

Company			% interest held
LAMDA Development (Netherlands) BV	Netherlands		100,0%
Lamda Singidunum Netherlands BV	Netherlands	Indirect	100,0%
Robies Services Ltd	Cyprus		90,0%
Joint ventures			
LAMDA Olympia Village SA	Greece		50,0%
LAMDA Dogus Marina Investments SA	Greece		50,0%
LAMDA Flisvos Marina SA	Greece	Indirect	27,0%
LAMDA Flisvos Holding SA	Greece	Indirect	35,0%
LAMDA Akinhta SA	Greece		50,0%
LOV Luxembourg SARL	Luxembourg	Indirect	50,0%
Singidunum-Buildings DOO	Serbia	Indirect	50,0%
SC LAMDA Olympic SRL	Romania		50,0%
GLS OOD	Bulgaria	Indirect	50,0%
Associates			
ECE LAMDA HELLAS SA	Greece		34,0%
ATHENS METROPOLITAN EXPO SA	Greece		11,7%
METROPOLITAN EVENTS	Greece	Indirect	11,7%
Piraeus Metropolitan Center SA	Greece		19,5%
SC LAMDA MED SRL	Romania	Indirect	40,0%
EUROBANK PROPERTY SERVICES SA	Romania		20,0%
ERB PROPERTY SERVICES D.O.O. BEOGRAD	Serbia		20,0%

Notes on the above mentioned participations:

- The country of the establishment is the same with the country of operating
- The interest held corresponds to equal voting rights
- The investments in joint ventures correspond to the Group's strategic investments mainly due to the exploitation of investment property inside Greece and abroad
- The investments in associates do not have significant impact to the Group's operations and results however they are consolidated with the equity method since the Group has control over their operations
- The Group has contingencies in respect of bank guarantees as well as pledged shares deriving from its borrowings.
- During current year, the subsidiary Lamda Development (Netherlands) BV participated in the establishment of the joint venture Lamda Singidunum Netherlands BV.

(a) Investments of the Company in subsidiaries

The Company's investment in subsidiaries is as follows:

all amounts in € thousands			31.12.2014	31.12.2013
Name	**Country of incorporation**	**% interest held**	**Carrying amount**	**Carrying amount**
LAMDA ESTATE DEVELOPMENT SA	Greece	100%	27.783	28.183
LAMDA PRIME PROPERTIES SA	Greece	100%	9.272	9.272
LAMDA ERGA ANAPTYXIS SA	Greece	100%	4.370	2.170
LAMDA DOMI SA	Greece	100%	74.000	74.000
LD TRADING SA	Greece	100%	910	910
PYLAIA SA	Greece	60%	4.035	4.035
LAMDA WASTE MANAGEMENT SA	Greece	100%	250	150
GEAKAT SA	Greece	100%	4.533	7.663
MC PROPERTY MANAGEMENT SA	Greece	100%	745	745
LAMDA DEVELOPMENT SOFIA E.O.O.D.	Bulgaria	100%	-	283
LAMDA DEVELOPMENT D.O.O. (BEOGRAD)	Serbia	100%	-	942
PROPERTY DEVELOPMENT D.O.O.	Serbia	100%	-	9.101
PROPERTY INVESTMENTS LTD	Serbia	100%	1	1
LAMDA DEVELOPMENT ROMANIA SRL	Romania	100%	-	541
ROBIES SERVICES LTD	Cyprus	90%	79	56
LAMDA DEVELOPMENT (NETHERLANDS) BV	Netherlands	100%	73.828	73.828
LAMDA DEVELOPMENT MONTENEGRO D.O.O.	Montenegro	100%	-	600
HELLINIKON GLOBAL I SA	Luxembourg	100%	36	-
Investment in subsidiaries			**199.840**	**212.478**

The movement in investment in subsidiaries is as follows:

	COMPANY	
all amounts in € thousands	**31.12.2014**	**31.12.2013**
Balance at 1 January	**212.478**	**183.407**
Additions	36	-
Increase in share capital	4.583	46.858
Decrease in share capital	-	(1.192)
Provision for impairment	(17.258)	(13.500)
Sale / contribution of participation	-	(3.095)
Balance at 31 December	**199.840**	**212.478**

The above movements were the result of the following significant events occurred during the year ended 31 December 2014:

The Company during the current period acquired the 100% of the company Hellinikon Global I SA, registered in Luxembourg, from the associated company SETE Holdings SARL for a total consideration of €36k.

Share capital increase

During the current period, the subsidiaries LAMDA Erga Anaptyxis SA, LAMDA Estate Development SA, LAMDA Development Sofia EOOD, LAMDA Development Romania SRL, Robies Services Ltd, LAMDA Waste Management SA, LAMDA Development Montenegro DOO and Property Development DOO increased their share capital by €2.200k, €900k, €40k, €200k, €23k, €100k, €70k and €1.050k respectively.

Provision for impairment

The Company recognized provision of impairment for the subsidiaries below for the amount of €17,3m (2013: €13,5) due to the valuations of the investement properties and the land for sale that these subsidiaries own.

all amounts in € thousands	
LAMDA ESTATE DEVELOPMENT SA	1.300
LAMDA DEVELOPMENT D.O.O. (BEOGRAD)	942
LAMDA DEVELOPMENT ROMANIA SRL	741
LAMDA DEVELOPMENT SOFIA E.O.O.D.	323
LAMDA DEVELOPMENT MONTENEGRO D.O.O.	670
PROPERTY DEVELOPMENT D.O.O.	10.151
GEAKAT SA	3.130
Total	**17.258**

The valuation method of the investment property is described in note 6. The accumulated impairment that has been recognized is examined at every reporting period for possible reversal.

(b) Investments of the Company and the Group in joint ventures

The Company's investment in joint ventures is as follows:

COMPANY			**31.12.2014**	**31.12.2013**
Name	**Country of incorporation**	**% interest held**	**Carrying amount**	**Carrying amount**
LAMDA Olympia Village SA	Greece	50,00%	28.681	28.681
LAMDA Akinhta SA	Greece	50,00%	3.851	4.904
LAMDA DOGUS MARINA INVESTMENTS SA	Greece	50,00%	3.077	3.077
S.C. LAMDA OLYMPIC SRL	Romania	50,00%	1	1
Investment in joint ventures			**35.609**	**36.662**

The Group's investment in joint ventures is as follows:

GROUP			**31.12.2014**			**31.12.2013 (1)**		
Name	**Country of incorporation**	**% interest held**	**Cost**	**Share in profit / (loss)**	**Carrying amount**	**Cost**	**Share in profit / (loss)**	**Carrying amount**
LAMDA Olympia Village SA	Greece	50,00%	28.681	61.798	**90.479**	28.681	62.629	**91.310**
LAMDA Akinhta SA	Greece	50,00%	4.454	(603)	**3.851**	4.904	(498)	**4.406**
LAMDA DOGUS MARINA INVESTMENTS SA	Greece	50,00%	3.077	(2.005)	**1.072**	3.077	(1.493)	**1.584**
SINGIDUNUM-BUILDINGS DOO	Serbia	50,00%	21.883	(11.898)	**9.985**	21.883	(10.199)	**11.684**
GLS OOD	Bulgaria	50,00%	3.591	(2.181)	**1.410**	3.591	(1.753)	**1.839**
S.C. LAMDA OLYMPIC SRL	Romania	50,00%	708	(702)	**6**	708	(702)	**6**
Total			**62.394**	**44.409**	**106.803**	**62.843**	**47.985**	**110.828**

(1) Adjusted amounts due to the revised IFRS 11 "Joint arrangements" (see note 32).

The movement of the Company and the Group in investment in joint ventures is as follows:

all amounts in € thousands	GROUP 31.12.2014	GROUP 31.12.2013 (1)	COMPANY 31.12.2014	COMPANY 31.12.2013
Balance at 1 January	**110.828**	**124.261**	**36.662**	**33.630**
Increase in share capital	-		-	
Decrease in share capital	(450)	(45)	(450)	(45)
Additions/Liquidations	-	2.384	-	3.077
Share of loss	(1.954)	(14.672)	-	-
Provision for impairment	-	-	(603)	-
Dividends effect	(1.621)	(1.101)	-	-
Balance at 31 December	**106.803**	**110.828**	**35.609**	**36.662**

(1) Adjusted amounts due to the revised IFRS 11 "Joint arrangements" (see note 32).

Notes on the above mentioned participations:

- The Company starting from 1/1/2014 applies IFRS 11 according to which the Group will account for joint ventures on an equity basis because it provides for a more realistic reflection of joint arrangements by focusing on the rights and obligations of the arrangement, rather than its legal form (note 32)
- During 2014, the joint venture LAMDA Akinhta SA proceeded to share capital increase by €450k.
- The Company impaired its investment in LAMDA Akinhta SA by €603k following the valuation's completion of the investment property owned by this joint venture.
- The Group has contingent liabilities and commitments in relation to the investments in joint ventures that are further described in note 29.
- The Group's most significant joint venture is LAMDA Olympia Village SA as follows:

Statement of financial position	**31.12.2014**	**31.12.2013**
all amounts in € thousands		
Non-current asset	439.031	455.621
Current assets	37.107	23.132
	476.138	**478.753**
Non-current liabilities	60.038	60.482
Short-term borrowings	225.000	224.783
Short-term liabilities	10.142	10.871
	295.179	**296.136**
Equity	**180.958**	**182.617**
Equity (Group 50%)	**90.479**	**91.310**

Income statement

all amounts in € thousands	1.1.2014 to 31.12.2014	1.1.2013 to 31.12.2013
Revenue	32.833	34.296
Net loss from fair value adjustment on investment property	(9.450)	(25.479)
Other operating income / (expenses) - net	(8.887)	(11.323)
Finance costs - net	(11.168)	(10.476)
Profit/(loss) before income tax	**3.328**	**(12.982)**
Income tax expense	(1.733)	(11.660)
Profit/(loss) before income tax	**1.595**	**(24.642)**

Cash flow

all amounts in € thousands	1.1.2014 to 31.12.2014	1.1.2013 to 31.12.2013
Cash flows from operating activities	16.286	8.536
Cash flows from investing activities	(854)	(513)
Cash flows from financing activities	(3.241)	(2.201)
Net increase in cash and cash equivalents	**12.191**	**5.821**

In relation to Lamda Olympia Village S.A.'s bond loan of €225m of has been presented in short term liabilities.Following a repayment of €15m in January 2015, a new prolongation was agreed and the remaining loan of €210m is set to be repaid in April 2015. The Company is in the process of coming to an agreement with the new terms of this bond loan.

(c) Other investments of the Company and the Group

The Group participates in the following other companies' equity:

GROUP			31.12.2014			31.12.2013 (1)		
Name	**Country of incorporation**	**% interest held**	**Cost**	**Share in profit / (loss)**	**Carrying amount**	**Cost**	**Share in profit / (loss)**	**Carrying amount**
ECE LAMDA HELLAS SA	Greece	34,00%	204	557	**761**	204	650	**854**
LD TRADING Ltd (Indirect) (2)	Greece	45,00%	-	-	-	225	(225)	-
ATHENS METROPOLITAN EXPO SA	Greece	11,67%	1.559	-	**1.559**	1.559	-	**1.559**
Piraeus Metropolitan Center SA	Greece	19,50%	160	(160)	-	140	-	**140**
EUROBANK PROPERTY SERVICES SA	Romania	20,00%	30	69	**99**	30	56	**86**
ERB PROPERTY SERVICES SOFIA A.D.	Bulgaria	20,00%	-	-	-	15	371	**387**
ERB PROPERTY SERVICES D.O.O. BEOGRAD	Serbia	20,00%	20	72	**92**	20	90	**110**
LOV LUXEMBOURG SARL	Luxembourg	25,00%	75	-	**75**	75	-	**75**
S.C. LAMDA MED SRL (Indirect)	Romania	40,00%	1.673	957	**2.630**	1	984	**986**
TOTAL			**3.721**	**1.495**	**5.216**	**2.270**	**1.927**	**4.197**

(1) Adjusted amounts due to the revised IFRS 11 "Joint arrangements" (see note 32).

The movement of other investments is as follows:

	GROUP		COMPANY	
all amounts in € thousands	31.12.2014	31.12.2013 (1)	31.12.2014	31.12.2013
Balance at 1 January	**4.197**	**4.854**	**2.043**	**2.028**
Increase in share capital	1.982	158	20	16
Disposals	(387)	-	(15)	-
Share of profit	445	123	-	-
Impairment/Liquidation of participation	(451)	(225)	(160)	-
Dividends effect	(571)	(714)	-	-
Balance at 31 December	**5.216**	**4.197**	**1.888**	**2.043**

Notes on the above mentioned participations:

- Other investments mainly correspond to associates. Although the associates do not have a significant impact in the Group's operations and results, they are consolidated with equity method because the Group exercises control over their operations.
- During 2014, the Group participated in the share capital increase of LD Trading Ltd contributing €291k and as a result it owns 100% of the company's share capital. Then, due to the cease of the certain operations, the Group fully impaired the indirect participation.
- The Group fully impaired its participation in Piraeus Metropolitan Centre SA by €160k due to the liquidation of this company early in 2015.

9. Inventories

	GROUP		COMPANY	
all amounts in € thousands	31.12.2014	31.12.2013 (1)	31.12.2014	31.12.2013
Merchandise	-	1	-	-
Raw materials - Maintenance stores	-	9	-	-
Land for sale	98.395	97.929	-	-
Property under construction for sale	1.538	1.538	-	-
Total	**99.933**	**99.477**	-	-
Minus: provision for impairment				
Land for sale	(29.105)	(15.522)	-	-
Property under construction for sale	(764)	(764)	-	-
	(29.869)	**(16.286)**	-	-
Net realisable value	**70.064**	**83.190**	-	-

(1) Adjusted amounts due to the revised IFRS 11 "Joint arrangements" (see note 32).

During 2014, additional loss from inventory impairment of €13,5m (2013: €4,7m) was made that is related to the land and property for sale of the Group's companies. The above mentioned difference is presented in the income statement as "Loss from inventory impairment".

10. Trade and other receivables

	GROUP		COMPANY	
all amounts in € thousands	**31.12.2014**	**31.12.2013 (1)**	**31.12.2014**	**31.12.2013**
Trade receivables	14.527	14.370	204	126
Less: provision for impairment of trade receivables (a)	(8.303)	(7.836)	-	-
Trade receivables - net	**6.224**	**6.534**	**204**	**126**
Prepayments and other receivables	4.802	1.698	298	685
VAT receivable and other receivables from Public Sector	4.432	2.502	3.050	1.335
Restricted cash	12.580	17.508	12.580	17.508
Receivables from disposal of participation	2.055	2.925	2.055	2.925
Dividends receivables from related parties (note 30)	-	-	2.703	-
Receivables from related parties (note 30)	2.283	1.137	542	153
Loans to related parties (note 30)	54	1.778	93.355	92.160
Deferred expenses	648	537	154	27
Interest receivable	676	583	564	32
Total	**33.754**	**35.203**	**115.505**	**114.953**
Receivables analysis:				
Non-current assets	4.161	4.781	87.510	88.594
Current assets	29.593	30.422	27.995	26.358
Total	**33.754**	**35.203**	**115.505**	**114.953**

(1) Adjusted amounts due to the revised IFRS 11 "Joint arrangements" (see note 32).

Trade receivables

At December 31, 2014 the Group has recognised net losses from doubtful receivables for €0,6m (2013: €0,3m). The net movement of the Group's doubtful receivables is included in "Other direct property operating expenses" (note 22).

The movement in Group's doubtful receivables is as follows:

	GROUP		COMPANY	
	31.12.2014	**31.12.2013 (1)**	**31.12.2014**	**31.12.2013**
Balance at 1 January	7.836	9.014	-	-
Provisions for doubtful receivables	600	328	-	-
Change in participation/disposal	-	(1.400)	-	-
Write-offs	(132)	(106)	-	-
Balance at 31 December	**8.303**	**7.836**	**-**	**-**

(1) Adjusted amounts due to the revised IFRS 11 "Joint arrangements" (see note 32).

The other receivables for which no impairment or bad debt provision has been applied are equal to the carrying amounts.

There are no other significant receivables at Group and Company level for a period further to three-months which are regarded as doubtful or due.

Restricted cash

The restricted cash is mainly related to:

- €10.5m in escrow account kept in the Bank of Piraeus (together with the Municipality of Maroussi) and refers to payable remuneration for the acquisition of the company LAMDA Olympia Village SA and will be released in case that the tax courts decisions are in favor of the above-mentioned company for the cases that are placed before its acquisition from the parent Company.
- €2.0m as cash collateral for the issuance of one letter of guarantee (31/12/2013: €7.0m for two letters of guarantee). The amount of €5.0m has been released in February 2014. The other €2.0m will be released during the third semester of 2015.

Exposure to credit risk

The maximum exposure to credit risk at the reporting date is the carrying value of the trade and other receivables in the balance sheet.

11. Cash and cash equivalents

	GROUP		COMPANY	
all amounts in € thousands	**31.12.2014**	**31.12.2013 (1)**	**31.12.2014**	**31.12.2013**
Cash at bank	23.681	11.707	1.888	760
Cash in hand	385	392	3	8
Short-term bank deposits	163.570	20.487	155.300	6.830
Total	**187.636**	**32.586**	**157.191**	**7.597**

(1) Adjusted amounts due to the revised IFRS 11 "Joint arrangements" (see note 32).

The above comprise the cash and cash equivalents used for the purposes of the cash flow statement.

During 2014 €5m cash collateral that in 31/12/2014 was used for the issuance of a letter of guarantee, was released.

The significant increase in cash and cash equivalents in Company as well as in Group level, are mainly related to the Company's share capital increase, in the amount of €146.2m after the deduction of the costs and expenses of the issuance of €3.8m (note 13), which was completed on 22/07/2014.

No significant credit losses are anticipated in view of the credit status of the banks that the Group keeps current accounts and time deposits. In relation to the credit risk of banks see note 3.1.b.

12. Financial instruments by category

GROUP - 31.12.2014 Financial assets all amounts in € thousands	Loans and receivables	Financial assets measured at fair value through income statement	Available-for-sale financial assets	Derivatives used for hedging
Trade and other receivables	6.224	-	-	-
Restricted cash	12.580	-	-	-
Receivables from related parties	2.283	-	-	-
Loans to related parties	54	-	-	-
Interest reveivable	676	-	-	-
Cash and cash equivalents	187.636	-	-	-
Other financial receivables	2.055	-	-	-
Total	**211.508**	**-**	**-**	**-**

GROUP - 31.12.2014 Financial liabilities all amounts in € thousands	Financial liabilities measured at fair value through income statement	Liabilities at amortized cost	Derivatives used for hedging
Borrowings	-	333.122	-
Finance lease liabilities	-	5.354	-
Derivative financial instruments	-	-	907
Trade and other payables	-	5.494	-
Liabilities to related parties	-	1.021	-
Loans from related parties	-	16.512	-
Interest payable	-	944	-
Other financial payables	-	14.283	-
Total	**-**	**376.729**	**907**

COMPANY - 31.12.2014 Financial assets all amounts in € thousands	Loans and receivables	Financial assets measured at fair value through income statement	Available-for-sale financial assets	Derivatives used for hedging
Trade and other receivables	204	-	-	-
Restricted cash	12.580	-	-	-
Receivables from related parties	542	-	-	-
Loans to related parties	93.355	-	-	-
Interest reveivable	564	-	-	-
Cash and cash equivalents	157.191	-	-	-
Other financial receivables	2.055	-	-	-
Total	**266.491**	**-**	**-**	**-**

COMPANY - 31.12.2014 Financial liabilities all amounts in € thousands	Financial liabilities measured at fair value through income statement	Liabilities at amortized cost	Derivatives used for hedging
Borrowings	-	164.700	-
Finance lease liabilities	-	-	-
Derivative financial instruments	-	-	-
Trade and other payables	-	410	-
Liabilities to related parties	-	12	-
Loans from related parties	-	20.491	-
Interest payable	-	761	-
Other financial payables	-	10.126	-
Total	**-**	**196.501**	**-**

GROUP - 31.12.2013 (1) Financial assets all amounts in € thousands	Loans and receivables	Financial assets measured at fair value through income statement	Available-for-sale financial assets	Derivatives used for hedging
Trade and other receivables	6.534	-	-	-
Restricted cash	17.508	-	-	-
Receivables from related parties	1.137	-	-	-
Loans to related parties	1.778	-	-	-
Interest reveivable	583	-	-	-
Cash and cash equivalents	32.586	-	-	-
Other financial receivables	2.925	-	-	-
Total	**63.052**	**-**	**-**	**-**

(1) Adjusted amounts due to the revised IFRS 11 "Joint arrangements" (see note 32).

GROUP - 31.12.2013 (1) Financial liabilities all amounts in € thousands	Financial liabilities measured at fair value through income statement	Liabilities at amortized cost	Derivatives used for hedging
Borrowings	-	343.914	-
Finance lease liabilities	-	6.343	-
Derivative financial instruments	-	-	542
Trade and other payables	-	5.117	-
Liabilities to related parties	-	948	-
Loans from related parties	-	15.795	-
Interest payable	-	556	-
Other financial payables	-	13.181	-
Total	**-**	**385.853**	**542**

(1) Adjusted amounts due to the revised IFRS 11 "Joint arrangements" (see note 32).

COMPANY - 31.12.2013 Financial assets all amounts in € thousands	Loans and receivables	Financial assets measured at fair value through income statement	Available-for-sale financial assets	Derivatives used for hedging
Trade and other receivables	126	-	-	-
Restricted cash	17.508	-	-	-
Receivables from related parties	153	-	-	-
Loans to related parties	92.160	-	-	-
Interest reveivable	32	-	-	-
Cash and cash equivalents	7.597	-	-	-
Other financial receivables	2.925	-	-	-
Total	**120.502**	**-**	**-**	**-**

COMPANY - 31.12.2013 Financial liabilities all amounts in € thousands	Financial liabilities measured at fair value through income statement	Liabilities at amortized cost	Derivatives used for hedging
Borrowings	-	165.150	-
Finance lease liabilities	-	-	-
Derivative financial instruments	-	-	-
Trade and other payables	-	150	-
Liabilities to related parties	-	9	-
Loans from related parties	-	19.752	-
Interest payable	-	454	-
Other financial payables	-	10.125	-
Total	**-**	**195.641**	**-**

13. Share capital

all amounts in € thousands	**Number of shares** *(thousands)*	**Ordinary shares**	**Share premium**	**Treasury shares**	**Total**
1 January 2013	**40.786**	**13.280**	**223.208**	**(16.897)**	**219.591**
Employee share option scheme	145	43	392	-	435
Purchase/(sale) of treasury shares	(15)	-	-	(73)	(73)
31 December 2013	**40.915**	**13.324**	**223.600**	**(16.970)**	**219.953**
1 January 2014	**40.915**	**13.324**	**223.600**	**(16.970)**	**219.953**
Shares issued	35.294	10.588	136.383	-	146.972
Employee share option scheme	15	5	25	-	29
Purchase/(sale) of treasury shares	3.031	-	-	15.213	15.213
31 December 2014	**79.256**	**23.917**	**360.007**	**(1.757)**	**382.167**

The Company in accordance with the provisions of Greek Laws 3556/2007 and 3340/2005 in conjunction with the relevant decisions of Hellenic Capital Market Commission, announces that on 19.06.2014, based on a resolution of its Board of Directors of the same date, sold all the 3.497.599 treasury shares that held (representing a holding of 7,88% of the total shares and voting rights of the Company) to TPG-Axon Management LP for a total consideration of €16,963,355 corresponding to €4.85 per share whereas after the deduction of the relevant costs and expenses received €16,552,417.

On the completion of the Company's share capital increase on 22/07/2014, of the 35,294,117 new common registered with voting rights shares of the Company (note 1), the paid-in Share Capital of the Company amounts to €23,911,939, and is divided into 79,706,464 new common registered with voting rights shares of nominal value of €0.30 each. It is noted that the total capital raised through the aforementioned Share Capital Increase of the Company, amounts to €146.1m, after the deduction of the costs and expenses of the issuance of €3.9m. The share premium of amounting to €136.4m arose following the transfer from the respective reserve (after the deduction of the costs related to the share capital increase, after deferred tax).

Following the decision of the Board of the Company on 16/12/2014, it was decided that under the share option scheme, that the Company would increase its share capital, by €5k by issuing 15.311 shares of nominal value €0.30 each and an issue price of €2.30 per share. The share premium, amounting to €25k will arise following the transferred from the respective reserve (after the deduction of the costs related to the share capital increase). Following the above, the share capital of the Company amount to €23.916.532,50 divided by 79.721.775 shares of nominal value €0.30 each. All the Company's shares are listed on the Athens Stock Exchange.

Also, during the third quarter of 2014 the Company purchased gradually 466.512 treasury shares with total cost €1.757k, and average price (before expenses and other commissions) €3,75 per share, in accordance to the decision of the Annual Shareholders Meeting on 19/05/2011 which approved the purchase of treasury shares up to 10% on the total amount of shares in issue, in accordance with article 16 of Codified Law 2190/1920. At 31/12/2014 the Company's treasury shares amount to 466.512 shares and represents 0,59% of the Company's issued share capital.

14. Other reserves

all amounts in € thousands	Statutory - Special - Tax-free reserves (2)	Hedging reserves (2)	Reserves from options scheme	Cumulative actuarial gains/(losses) (2)	Currency translation differences	Total
GROUP						
1 January 2013 (1)	**9.134**	**(1.098)**	**1.167**	**186**	**334**	**9.723**
Currency translation differences	-	-	-	-	(14)	(14)
Disposal / change in participation	(283)	-	-	-	-	(283)
Changes during the year	10	1.169	(584)	30	-	626
Settlement of reserves	-	(472)	-	-	-	(472)
31 December 2013 (1)	**8.860**	**(401)**	**584**	**216**	**320**	**9.579**
1 January 2014	**8.860**	**(401)**	**584**	**216**	**320**	**9.579**
Transfer of statutory, special tax free reserves to retained earnings/(accumulated losses)	(3.486)	-	-	-	-	(3.486)
Changes during the year	155	(270)	(372)	(134)	(55)	(676)
31 December 2014	**5.530**	**(671)**	**212**	**82**	**264**	**5.417**

all amounts in € thousands	Statutory - Special - Tax-free reserves (2)	Hedging reserves (2)	Reserves from options scheme	Cumulative actuarial gains/(losses) (2)	Total
COMPANY					
1 January 2013	**6.393**	**(226)**	**1.167**	**174**	**7.508**
Changes during the year	-	226	(584)	(6)	(363)
31 December 2013	**6.393**	**-**	**584**	**169**	**7.145**
1 January 2014	**6.393**	**-**	**584**	**169**	**7.145**
Transfer of statutory, special tax free reserves to retained earnings/(accumulated losses)	(3.423)	-	-	-	(3.423)
Changes during the year	-	-	(372)	(74)	(446)
31 December 2014	**2.970**	**-**	**212**	**95**	**3.276**

(1) Adjusted amounts due to the revised IFRS 11 "Joint arrangements" (see note 32).
(2) The reserves form the cumulative actuarial losses and the hedging reserves are disclosed net of deferred tax.

Statutory reserve - Special and extraordinary reserves - Tax free reserve

(a) A legal reserve (Group €4.941k and Company €2.380k) 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 legal reserve can only be used, after approval of the Annual General meeting of the shareholders, to offset retained losses and therefore can not be used for any other purpose.

(b) At 31/12/2014 the Group and the Company no longer have special reserves (31/12/2013: €75k Group and Company level).

(c) Tax-free and special taxed reserves (Group €590k and Company level) are created under the provisions of tax law from tax free profits or from income or profits taxed under special provisions.

The above-mentioned reserves can be capitalised or distributed, after the approval of the Annual General meeting, after taking into consideration the restrictions which will apply at each time. The Group does not intent to distribute or capitalise these reserves and therefore did not account for the tax liability which would arise in such case.

In implementation of the new tax law L.4172/2013, the Company will offset tax-free reserves against cumulative tax losses during 2014. The impact of such an input will be presented in the deferred tax changes.

Hedging reserve

The above-mentioned reserve include the balance of the interest rate swap's valuation at fair value, debit amount of €907k which net of deferred tax is debit amount of €671k.

Reserves from option scheme

The above-mentioned reserves refer to option scheme (note 15).

Reserves from cumulative actuarial differences

The above-mentioned reserves refer to actuarial losses deriving from the retirement benefit obligations in the amount of €82k (after deferred tax €28k) at Group level and €95k (after deferred tax €33k) at Company level.

Reserves from currency translation differences

The above-mentioned reserves refer to currency translation differences from the conversion of financial statements from foreign companies which functional currency is other than Euro.

15. Share option scheme

According to the provisions of article 13, paragraph 13 of the C.L. 2190/1920, by virtue of a decision of the General Meeting, which is made by increased quorum and majority, according to the provisions of articles 29 paragraph 3 & 4 and 31 paragraph 2 of the C.L. 2190/1920, a stock option plan may be introduced in favour of members of the Board of Directors and personnel of the Company, and of affiliated companies, in the form of the option to purchase shares, according to the specific terms of this decision, a summary of which is subject to the requirements of publication set out in article 7b of C.L. 2190/1920. The decision of the General Meeting especially specifies the maximum number of shares that can be issued, which cannot exceed 10% of the existing shares, the price and the terms of distribution of the shares to the beneficiaries. The Board of Directors decides on any other relevant details not otherwise determined by the General Meeting, issues the stock option certificates and the shares to the beneficiaries who have exercised their option, increasing respectively the capital and certifying the relative increase of it, according to article 11 of the C.L. 2190/1920.

Pursuant to the above provisions, the Annual General Meeting of the Shareholders dated 23.6.2006, as it was modified according to the decision of the Annual General Meeting of the Shareholders dated 20.5.2010 and specialized further with the specific terms of the decision of the Board of Directors dated 1.11.2010, decided the distribution of stock option certificates for the purchase of up to 1,500,000 shares of the Company that is 3.41% of the total share capital within the next five years, to members of the Board of Directors, Company employees and its subsidiaries, in the sense of article 42^{e} of L.2190/1920.

In execution to the abovementioned decisions:

a. The Board of Directors at its meeting of 07.06.2007 approved the distribution of share option certificates for the purchase of 138.490 shares to 13 beneficiaries. The exercise price per share amounted to 7.5 euros. The total of rights matured in 2012.
b. The Board of Directors at its meeting of 17.12.2008 approved the distribution of share option certificates for the purchase of 507.750 shares to 27 beneficiaries. The exercise price per share amounted to 2.5 euros. 326.700 out of total rights were exercised and the rest matured in 2013.
c. The Board of Directors at its meeting of 28.12.2009 approved the distribution of share option certificates for the purchase of 170.196 shares to 28 beneficiaries. The exercise price per share amounted to 4.5 euros. 43.001 out of total rights were exercised, 1.812 were cancelled due to leave of a manager and the rest matured in 2014.
d The Board of Directors at its meeting of 27.12.2010 approved the distribution of share option certificates for the purchase of 173.250 shares to 28 beneficiaries. The exercise price per share amounts to 2.3 euros. 28.007 out of total rights were exercised, 2.392 were cancelled due to leave of a manager and the will mature in 2015.

16. Borrowings

	GROUP		COMPANY	
all amounts in € thousands	**31.12.2014**	**31.12.2013 (1)**	**31.12.2014**	**31.12.2013**
Non-current				
Bond borrowings	220.969	234.772	64.550	66.350
Finance lease liabilities	4.349	5.305	-	-
Total non-current	**225.319**	**240.078**	**64.550**	**66.350**
Current				
Bond borrowings	112.153	109.142	100.150	98.800
Finance lease liabilities	1.005	1.037	-	-
Total current	**113.157**	**110.179**	**100.150**	**98.800**
Total borrowings	**338.476**	**350.256**	**164.700**	**165.150**

The movements in borrowings are analysed as follows:

12 months ended 31 December 2013 *(amounts in € thousanc*	GROUP	COMPANY
Balance at 1 January 2013 (1)	360.660	178.125
Bond borrowings	40.000	-
Disposal of participations/Change in consolidation method	(24.673)	-
Borrowings transaction costs - new	(1.155)	-
Borrowings transaction costs - amortization	276	(12.975)
Borrowings repayments	(23.879)	-
Finance lease repayments	(973)	-
Balance at 31 December 2013 (1)	**350.256**	**165.150**

12 months ended 31 December 2014 *(amounts in € thousanc*	GROUP	COMPANY
Υπόλοιπο 1 Ιανουαρίου 2014	350.256	165.150
Borrowings transaction costs - amortization	298	-
Borrowings repayments	(11.089)	(450)
Finance lease repayments	(989)	-
Balance at 31 December 2014	**338.476**	**164.700**

(1) Adjusted amounts due to the revised IFRS 11 "Joint arrangements" (see note 32).

Borrowings are secured by mortgages on the Group's land and buildings (note 6), and in some cases by additional pledges of parent company's shares as well as and/or by assignment of subsidiaries' receivables and insurance compensations.

Amortization of borrowings transaction costs of €1.1m are included in the total borrowings as at December 31, 2014, out of which €0.3m is applied to current borrowings whereas the rest €0.8m is applied to non-current borrowings.

Finance lease liabilities

	GROUP		COMPANY	
all amounts in € thousands	**31.12.2014**	**31.12.2013**	**31.12.2014**	**31.12.2013**
Finance lease liabilities- minimum lease payments				
Not later than 1 year	1.082	1.088	-	-
Later than 1 year but not later than 5 years	4.351	5.343	-	-
Total	**5.433**	**6.432**	**-**	**-**
Less: Future finance charges on finance leases	(79)	(89)	-	-
Present value of finance lease liabilities	**5.354**	**6.343**	**-**	**-**

The present value of finance lease liabilities is analyzed as follows:

all amounts in € thousands	**31.12.2014**	**31.12.2013**	**31.12.2014**	**31.12.2013**
Not later than 1 year	1.005	1.037	-	-
Between 1 and 5 years	4.349	5.305	-	-
Total	**5.354**	**6.343**	**-**	**-**

The maturity of non-current borrowings is as follows:

	GROUP		COMPANY	
all amounts in € thousands	**31.12.2014**	**31.12.2013 (1)**	**31.12.2014**	**31.12.2013**
Between 1 and 2 years	82.304	14.854	64.550	1.800
Between 2 and 5 years	101.375	175.745	-	64.550
Over 5 years	41.639	49.478	-	-
	225.319	**240.078**	**64.550**	**66.350**

(1) Adjusted amounts due to the revised IFRS 11 "Joint arrangements" (see note 32).

The exposure of the Group and Company's borrowings to interest rate changes and the contractual repricing dates at December 31, 2014 are as follows:

	GROUP	COMPANY
all amounts in € thousands	**31/12/2014**	**31/12/2014**
3months or less	297.636	164.700
	297.636	**164.700**
Fixed rate	41.900	-
	339.536	**164.700**

The fair value of the fixed rate Group's borrowing at the end of the year is €41,9m whereas the fair vale is €40,9m (December 31, 2013: carrying amount €42,4m, fair value €41,8m). The average base discount interest rate that the Group uses for measuring the borrowings with fixed rate is Euribor of 3 months and fixed rate – IRS rate, 0,078% and 0,745% respectively at 31/12/2014.

The carrying amount of loans with floating rate proximates the fair value at the balance sheet date.

The fair value estimation of the total borrowings is based on inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs) (Level 3).

The effective weighted average interest rates at December 31, 2014 are as follows:

	GROUP	COMPANY
Current bond borrowings	4,50%	4,74%
Non-current bond borrowings	3,29%	4,00%

At 31/12/2014, the average base effective interest rate of the Group is 0.17% and the average bank spread is 3.52%. Therefore, the Group total effective borrowing rate stands at 3.69%.

In 2014 the Company proceeded to total payments of €0.45m.

The Company's bond loans have the following financial covenants: at Company level (Issuer) the total borrowings (current and non-current) to total equity should not exceed 1.5 and at Group level the total borrowings to total equity should not exceed 3.0 (with the exception of a certain bond loan where the respective ratio should not exceed 2.25). Also, for a specific bond loan of the Holding Company there is an additional ICR covenant: The interest Cover Ratio at Group level should not exceed 1,25. This ratio is also satisfied.

Regarding the subsidiaries, they proceeded to total payments of €12.1m within 2014, as described in their bond loan contracts.

At Group level, the Company's subsidiary LAMDA DOMI SA's syndicated loan of current balance €81.9m, granted by the following banking institutions: Eurobank Ergasias, Alpha Bank, National Bank of Greece and HSBC has the following covenants: Loan to Value < 60% and Debt Service Coverage Ratio > 120. Also, the bond loan the Company's subsidiary PYLAIA SA granted by Hypothekenbank Frankfurt, of current balance €78.2m has the following covenants: Loan to Value < 80% and Debt Service Coverage Ratio > 120.

The bond borrowings are as follows:

all amounts in € thousands	GROUP		COMPANY	
LAMDA Development SA	**31.12.2014**	**31.12.2013**	**31.12.2014**	**31.12.2013**
Non-current	64.550	66.350	64.550	66.350
Current	100.150	98.800	100.150	98.800
Total	**164.700**	**165.150**	**164.700**	**165.150**
PYLAIA SA	**31.12.2014**	**31.12.2013**		
Non-current	71.818	78.087		
Current	6.268	6.268		
Total	**78.087**	**84.355**		
LAMDA Prime Properties SA	**31.12.2014**	**31.12.2013**		
Non-current	8.565	9.352		
Current	787	647		
Total	**9.352**	**10.000**		
LAMDA Domi SA	**31.12.2014**	**31.12.2013**		
Non-current	76.036	80.983		
Current	4.947	3.426		
Total	**80.983**	**84.409**		
Balance at 31 December	**333.122**	**343.914**	**164.700**	**165.150**

17. Retirement benefit obligations

The amounts that have been recognized in the statement of financial position are as follows:

	GROUP		COMPANY	
all amounts in € thousands	**31.12.2014**	**31.12.2013 (1)**	**31.12.2014**	**31.12.2013 (1)**
Amounts recognized in balance sheet				
Present value of obligations	565	407	517	379
Fair value of plan assets	-	-	-	-
Net liability in balance sheet	**565**	**407**	**517**	**379**

(1) Adjusted amounts due to the revised IFRS 11 "Joint arrangements" (see note 32).

The amounts recognised in the income statements are as follows:

	GROUP		COMPANY	
Amounts recognized in the income statement	**31.12.2014**	**31.12.2013 (1)**	**31.12.2014**	**31.12.2013 (1)**
Service cost	38	38	33	32
Interest cost	15	14	14	13
P/l charge	54	52	47	45
Recognition of past service cost	1	-	-	-
Settlement/Curtailment/Termination loss/(gain)	17	24	-	24
Other expense	-	14	-	14
Total charge in the income statement	**72**	**89**	**47**	**82**

(1) Adjusted amounts due to the revised IFRS 11 "Joint arrangements" (see note 32).

The amounts recognised in the other comprehensive income statement are as follows:

	GROUP		COMPANY	
all amounts in € thousands	**31.12.2014**	**31.12.2013 (1)**	**31.12.2014**	**31.12.2013 (1)**
Remeasurements				
Liability gain/(loss) due to changes in assumptions	(107)	(11)	(94)	(10)
Liability experience gain/(loss) arising during the year	(6)	20	(6)	21
Total actuarial gain/(loss) recognised in OCI	**(112)**	**9**	**(100)**	**10**

(1) Adjusted amounts due to the revised IFRS 11 "Joint arrangements" (see note 32).

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

	GROUP		COMPANY	
all amounts in € thousands	**31.12.2014**	**31.12.2013 (1)**	**31.12.2014**	**31.12.2013 (1)**
Reconciliation of benefit obligation				
Defined Benefit Obligation at start of year	**407**	**355**	**379**	**335**
Service cost	38	38	33	32
Interest cost	15	14	14	13
Benefits paid directly by the Company	(26)	(28)	(8)	(28)
Settlement/Curtailment/Termination loss	17	24	-	24
Other	-	14	-	14
Past service cost arising over last period	1	-	-	-
Actuarial (gain)/loss	112	(9)	100	(10)
Disposal / change in interest held in participations	-	-	-	-
Defined Benefit Obligation at start of year	**565**	**407**	**517**	**379**

(1) Adjusted amounts due to the revised IFRS 11 "Joint arrangements" (see note 32).

all amounts in € thousands	GROUP 31.12.2014	GROUP 31.12.2013 (1)	COMPANY 31.12.2014	COMPANY 31.12.2013 (1)
Movements in Net Liability in BS				
Net Liability in BS at the beginning of the period	407	355	379	335
Benefits paid directly	(26)	(28)	(8)	(28)
Total expense recognized in the income statement	72	89	47	82
Total amount recognized in the OCI	112	(9)	100	(10)
Disposal / change in interest held in participations	-	-	-	-
Net Liability in BS	**565**	**407**	**517**	**379**
Cumulative amount recognized in the OCI income/(expense)	111	224	128	228

(1) *Adjusted amounts due to the revised IFRS 11 "Joint arrangements" (see note 32).*

The principal annual actuarial assumptions that were used for accounting purposes are as follows:

	GROUP 31.12.2014	GROUP 31.12.2013 (1)	COMPANY 31.12.2014	COMPANY 31.12.2013 (1)
Discount rate	2,52%	3,74%	2,52%	3,74%
Price inflation	1,50%	1,50%	1,50%	1,50%
Plan duration (years)	23-29	18-29	23	18

In case that the discount rate changes by - 0,5%, the impact to the defined benefit pension plans would change by -€52k. In case that the salaries change by +1%, the change to the defined benefit pension plans of the Group would change by +€52k.

The estimated future contributions that occur from the defined benefit pension plans after the retirement of the last person in the Group are as follows:

all amounts in € thousands	2014 GROUP	2014 COMPANY
No later than 1 year	5	5
Between 1 and 2 years	-	-
Between 2 and 5 years	94	94
Over 5 years	816	712
	915	**810**

18. Trade and other payables

	GROUP		COMPANY	
all amounts in € thousands	**31.12.2014**	**31.12.2013 (1)**	**31.12.2014**	**31.12.2013 (1)**
Trade payables	5.494	5.117	410	150
Liabilities to related parties (note 30)	1.021	948	12	9
Social security cost and other taxes/charges	2.284	1.788	946	818
Unearned income	2.200	2.336	-	-
Liability to the Municipality of Amarousiou (a)	9.826	9.826	9.826	9.826
Accrued expenses (b)	7.268	4.872	1.413	711
Accrued interest	944	556	761	454
Loans from related parties (note 30)	16.512	15.795	20.491	19.752
Other liabilities	4.457	3.356	300	299
Total	**50.005**	**44.593**	**34.159**	**32.020**

Analysis of obligations:

	GROUP		COMPANY	
all amounts in € thousands	**31.12.2014**	**31.12.2013 (1)**	**31.12.2014**	**31.12.2013 (1)**
Non-current assets	16.340	15.898	18.963	19.000
Current assets	33.665	28.695	15.196	13.020
Total	**50.005**	**44.593**	**34.159**	**32.020**

(1) Adjusted amounts due to the revised IFRS 11 "Joint arrangements" (see note 32).

a) The liability to the Municipality of Amarousion represents Company's obligation related to LAMDA Olympia Village purchase (former DIMEPA). The two parts agreed mutually to deposit the relevant amount to a common pledged bank account until the issue is resolved.
b) The increase in "Accrued expenses" are mainly due to the lease payables of the subsidiary LAMDA Domi SA in the amount of €3m (2013: €1.4m).

Trade and other payables' fair value are equal to the carrying amounts.

19. Derivative financial instruments

	GROUP				COMPANY			
	31.12.2014		31.12.2013		31.12.2014		31.12.2013	
all amounts in € thousands	**Assets**	**Liabilities**	**Assets**	**Liabilities**	**Assets**	**Liabilities**	**Assets**	**Liabilities**
Interest rate swaps - cash flow hedges	-	907	-	542	-	-	-	-
Total	**-**	**907**	**-**	**542**	**-**	**-**	**-**	**-**
Non-current	-	907	-	-	-	-	-	-
Current	-	-	-	542	-	-	-	-
Total	**-**	**907**	**-**	**542**	**-**	**-**	**-**	**-**

The above mentioned derivative financial instruments refer to interest rate swaps.

The nominal value of interest rate swaps that are hedged at 31/12/2014 was €41.9m. The interest rate swaps have been measured at fair value stated by the counterpart bank. The swaps have been valuated at fair value which was estimated by the counterparty. On 31/12/2014 the long-term borrowings floating rates are secured with interest risk derivatives (swaps) ranged according to 3 month Euribor plus 4,0%.

The total fair value of the derivative financial instrument, which is described under hierarchy 3 in note 3.3, is presented in the statement of financial position as long-term liability since the remaining duration of the loan agreement which is hedged, exceeds the 12 months.

The movement in fair value is related to the effective portion of the cash flow hedge and is recognised in special reserves in equity (note 14). The effectiveness test of the cash flow hedges is based on discounted cash flows according to the forward rates (3-month Euribor) and the their volatility rating.

20. 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 amounts which have not been offset are as follows:

	GROUP		COMPANY	
all amounts in € thousands	**31.12.2014**	**31.12.2013 (1)**	**31.12.2014**	**31.12.2013**
Deferred tax liabilities:	**(25.250)**	**(23.862)**	**-**	**-**
Deferred tax assets:	**11.551**	**6.705**	**5.375**	**1.076**
	(13.699)	**(17.157)**	**5.375**	**1.076**

(1) Adjusted amounts due to the revised IFRS 11 “Joint arrangements” (see note 32).

The amounts which have been offset are as follows:

	GROUP		COMPANY	
all amounts in € thousands	**31.12.2014**	**31.12.2013 (1)**	**31.12.2014**	**31.12.2013**
Deferred tax liabilities:	**(24.004)**	**(24.847)**	**(867)**	**(996)**
Deferred tax assets:	**10.305**	**7.691**	**6.242**	**2.072**
	(13.699)	**(17.157)**	**5.375**	**1.076**

(1) Adjusted amounts due to the revised IFRS 11 “Joint arrangements” (see note 32).

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

	GROUP		COMPANY	
all amounts in € thousands	31.12.2014	31.12.2013 (1)	31.12.2014	31.12.2013
Balance at 1 January	**(17.157)**	**(16.090)**	**1.076**	**1.372**
(Charged) / credited to the income statement-continuing operations	2.374	3.861	3.291	(1.037)
Charged/(credited) in equity	1.084	(84)	1.008	40
Change in interest held / Disposal of participations	-	(517)	-	-
Change in tax rate through the income statement	-	(4.325)	-	700
Balance at 31 December	**(13.699)**	**(17.157)**	**5.375**	**1.076**

(1) Adjusted amounts due to the revised IFRS 11 "Joint arrangements" (see note 32).

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

Deferred Tax Liabilities

GROUP *(all amounts in € thousands)*	Depreciation differences	Revenue recognition	Net profit / (losses) from fair value adjustment on investment property and inventories	Tax audit differences	Other	Total
1 January 2013 (1)	**8.628**	**182**	**13.320**	**1.174**	**654**	**23.959**
Charged / (credited) to the income statement	3.225	(16)	(8.232)	-	(135)	(5.158)
Charged directly to equity	-	-	-	-	(143)	(143)
Change in interest held / Disposal of participations	(73)	-	-	(50)	(5)	(128)
Change in tax rate through the income statement	2.566	50	3.490	-	212	6.318
31 Δεκεμβρίου 2013 (1)	**14.347**	**216**	**8.578**	**1.124**	**582**	**24.847**
1 January 2014	**14.347**	**216**	**8.578**	**1.124**	**582**	**24.847**
Charged / (credited) to the income statement	1.946	(21)	(2.722)	-	83	(713)
Charged directly to equity	-	-	-	-	(130)	(130)
31 December 2014	**16.293**	**196**	**5.856**	**1.124**	**535**	**24.004**

(1) Adjusted amounts due to the revised IFRS 11 "Joint arrangements" (see note 32).

COMPANY *(all amounts in € thousands)*	Depreciation differences	Tax audit differences	Other	Total
1 January 2013	**45**	**728**	**411**	**1.184**
Credited to the income statement	(11)	-	(135)	(146)
Credited directly to equity	-	-	(56)	(56)
Change in tax rate through the income statement	**14**	**-**	**-**	**14**
31 December 2013	**47**	**728**	**221**	**996**
1 January 2014	**47**	**728**	**221**	**996**
Charged / (credited) to the income statement	5	-	(4)	1
Charged directly to equity	-	-	(130)	(130)
31 December 2014	**52**	**728**	**87**	**867**

(1) Adjusted amounts due to the revised IFRS 11 "Joint arrangements" (see note 32).

Deferred Tax Assets

GROUP *(all amounts in € thousands)*	Bad Debt	Tax losses	Revenue recognition	Finance leases	Expenses for issuance of share capital	Provision for redundancy	Derivatives	Other	Total
1 January 2013 (1)	**1.583**	**3.908**	**158**	**1.459**	**-**	**87**	**336**	**337**	**7.868**
Charged / (credited) to the income statement	60	(1.530)	(71)	(251)	-	14	-	481	(1.297)
Charged directly to equity	-	-	-	-	-	(16)	(195)	(17)	(228)
Change in interest held / Disposal of participations	6	-	-	-	-	-	-	(651)	(645)
Change in tax rate through the income statement	450	1.172	47	438	-	33	-	(148)	1.993
31 Δεκεμβρίου 2013 (1)	**2.099**	**3.550**	**134**	**1.645**	**-**	**119**	**141**	**2**	**7.691**
1 January 2014	**2.099**	**3.550**	**134**	**1.645**	**-**	**119**	**141**	**2**	**7.691**
Charged / (credited) to the income statement	(239)	2.144	(37)	(256)	(37)	87	-	(2)	1.661
Charged / (credited) directly to equity	-	-	-	-	888	(29)	95	-	954
31 December 2014	**1.861**	**5.695**	**97**	**1.390**	**851**	**176**	**236**		**10.305**

(1) Adjusted amounts due to the revised IFRS 11 "Joint arrangements" (see note 32).

COMPANY *(all amounts in € thousands)*	Tax losses	Expenses for issuance of share capital	Provision for redundancy	Other	Tax audit differences
1 January 2013 (1)	**2.313**	**-**	**67**	**176**	**2.557**
Charged / (credited) to the income statement	(1.034)	-	27	(176)	(1.183)
Charged directly to equity	-	-	(16)	-	(16)
Change in tax rate through the income statement	694	-	20	-	**714**
31 December 2013	**1.973**	**-**	**99**	**-**	**2.072**
1 January 2014	**1.973**	**-**	**99**	**-**	**2.072**
Charged / (credited) to the income statement	3.283	(37)	46	-	3.292
Charged / (credited) directly to equity	-	888	(10)	-	878
31 December 2014	**5.256**	**851**	**135**	**-**	**6.242**

(1) Adjusted amounts due to the revised IFRS 11 "Joint arrangements" (see note 32).

- Deferred tax assets are recognised per entity based on the amounts of future taxable profit for which management believes that there is a high probability of occurrence against which temporary difference that have resulted in a deferred tax asset can be set-off.
- In order to be prudent, the Company has not recognised deferred tax assets with respect to accumulated tax losses of € 31m (31/12/2013: € 2m.)
- In order to be prudent, the Group has not recognised deferred tax assets with respect to accumulated tax losses of € 73m (31/12/2013: € 41m).
- The largest proportion of deferred tax liabilities and assets are recoverable after 12 months from the balance sheet date as these relate primarily to temporary differences associated with depreciation differences, fair value changes for investment properties and inventory, finance leases and tax losses.

21. Revenue

	GROUP		COMPANY	
all amounts in € thousands	**31.12.2014**	**31.12.2013 (1)**	**31.12.2014**	**31.12.2013**
Leasing of real estate property	38.967	39.439	92	102
Other auxiliary land transportation	3.340	3.079	-	-
Consulting	297	396	872	958
Real estate management	163	207	370	348
Other	1.473	1.561	-	-
Total	**44.240**	**44.681**	**1.333**	**1.408**

(1) Adjusted amounts due to the revised IFRS 11 "Joint arrangements" (see note 32).

The aggregate floating (contingent) remuneration was €1.3m for year 2014 and €1,0m for year 2013.

22. Other direct property operating expenses

	GROUP		COMPANY	
all amounts in € thousands	**1.1.2014 to 31.12.2014**	**1.1.2013 έως 31.12.2013 (1)**	**1.1.2014 to 31.12.2014**	**1.1.2013 to 31.12.2013**
Shopping center common charges	3.196	3.971	-	-
Proportion in the common charges of vacant units	595	956		
Promotion and marketing expenses	1.290	1.527	-	-
Parking expenses	1.852	1.832	-	-
Property management fees	1.031	1.033	-	-
Management and financial services	14	14	-	-
Operating lease	222	231	-	-
Technical advisors' fees	3.528	3.564	-	-
Maintenance and repairs	557	586	-	-
Insurance costs	90	97	-	-
Taxes - charges	108	187	-	-
Lawyer fees	485	570	-	-
Commercialization	320	416	-	-
Doudtful receivables (note 12)	648	338	-	-
Other	332	508	-	-
Total	**14.267**	**15.830**	**-**	**-**

(1) Adjusted amounts due to the revised IFRS 11 "Joint arrangements" (see note 32).

23. Other operating income / (expenses) net

	GROUP		COMPANY	
all amounts in € thousands	**1.1.2014 to 31.12.2014**	**1.1.2013 to 31.12.2013**	**1.1.2014 to 31.12.2014**	**1.1.2013 to 31.12.2013**
Professional fees	1.703	3.560	772	563
Promotion and marketing expenses	228	258	163	156
Maintenance and repairs	349	267	326	249
Common charges	799	579	445	367
Taxes - charges	390	699	4	4
Travel/transportation expenses	213	308	170	194
Cost of inventory sales	107	227	-	-
Insurance costs	62	67	45	51
Other	288	202	166	206
Total (A)	**4.138**	**6.166**	**2.090**	**1.790**

(1) Adjusted amounts due to the revised IFRS 11 "Joint arrangements" (see note 32).

The significant decrease in other operating income/expenses net at Group level is mainly due to the expenses that occurred in 2013, basically for professional fees and research, in relation to Group's participations in Hellenic Republic Asset Development Fund's contests and most of all for the contest of the exploitation of the former airport in Hellinikon, amount of €2m.

	GROUP		COMPANY	
all amounts in € thousands	**1.1.2014 to 31.12.2014**	**1.1.2013 to 31.12.2013**	**1.1.2014 to 31.12.2014**	**1.1.2013 to 31.12.2013**
Impairment of doubtful receivables (note 14)	453	70	453	-
Expenses of administrative compliance (2)	466	-	466	-
Loss from sale of ppe	30	3	-	-
Other	92	(14)	22	4
Total (B)	**1.041**	**58**	**941**	**4**
Total other operating income/(expense) net (A+B)	**5.179**	**6.225**	**3.031**	**1.794**

(1) Adjusted amounts due to the revised IFRS 11 "Joint arrangements" (see note 32).
(2) The expenses of administrative compliance relate to expenses for completion of administrative compliance following the Council of State's decision as described in note 1 and 29).

24. Employee benefits

all amounts in € thousands	GROUP 1.1.2014 to 31.12.2014	GROUP 1.1.2013 έως 31.12.2013 (1)	COMPANY 1.1.2014 to 31.12.2014	COMPANY 1.1.2013 to 31.12.2013
Wages and salaries, including termination benefits	6.184	5.762	4.711	4.081
Social security costs	1.033	1.086	833	796
Costs - defined contribution funds (note 17)	72	89	47	82
Other benefits	744	1.188	709	1.132
Total	**8.032**	**8.125**	**6.300**	**6.091**
Number of employees	**137**	**148**	**66**	**65**

(1) *Adjusted amounts due to the revised IFRS 11 "Joint arrangements" (see note 32).*

25. Finance costs – net

all amounts in € thousands	GROUP 1.1.2014 to 31.12.2014	GROUP 1.1.2013 to 31.12.2013 (1)	COMPANY 1.1.2014 to 31.12.2014	COMPANY 1.1.2013 to 31.12.2013
Interest expense:				
- Borrowings interest	(13.010)	(13.661)	(6.959)	(7.432)
- Other costs and commissions	(670)	(338)	(358)	(89)
- Expense from loans granted from related parties (note 30)	(717)	(717)	(895)	(867)
- Borrowings transaction costs - amortization (note 16)	(298)	(293)	(18)	(18)
- Finance lease liabilities	(102)	(117)	-	-
	(14.797)	(15.125)	(8.230)	(8.407)
Net foreign exchange (losses)	(3)	-	-	-
	(14.800)	**(15.125)**	**(8.230)**	**(8.407)**
Interest income:				
- Income from loans granted to related parties (note 30)	-	72	1.195	1.195
- Interest income	2.425	1.604	2.040	1.171
	2.425	**1.675**	**3.235**	**2.366**
Total	**(12.375)**	**(13.450)**	**(4.995)**	**(6.041)**

(1) *Adjusted amounts due to the revised IFRS 11 "Joint arrangements" (see note 32).*

26. Income tax

According to tax law 4110/2013 which was set into force on January 23, 2013, the corporate income tax rate of legal entities in Greece is set at 26% and intragroup dividends distributed from January 1, 2014 onwards are exempt from both income tax, as well as withholding tax provided that the parent entity holds a minimum participation of 10% for two consecutive years.

In addition, the tax rate for the subsidiaries registered in foreign countries differs from country to country as follows: Greece 26%, Romania 16%, Serbia 10%, Bulgaria 10%, Montenegro 9% and Netherlands 25.5%.

Under Greek tax regulations, an income tax advance calculation on each year's current income tax liability is paid to the tax authorities. Such advance is then netted off with the following year's income tax liability. Any excess advance amounts are refunded to the companies following a tax examination.

Greek tax regulations and related clauses are subject to interpretation by the tax authorities and administrative courts of law. 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 2011 financial year and 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. This "Annual Tax Certificate" must be issued 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.

This "Tax Compliance Report" must be submitted to the Ministry of Finance, within ten days of the date of approval of the financial statements by the General Meeting of Shareholders. The Ministry of Finance will subsequently select a sample of at least 9% of all companies for which a "Tax Compliance Report" has been submitted 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. In relation to the financial year that ended at 31/12/2014 for the Company and the Greek Group companies (except those that are not subject to audit) as they are described above, the tax audit is completed by PricewaterhouseCoopers S.A. and the respective tax certificate has been issued unqualified. Respectively, the tax audit for Athens Metropolitan Expo SA is completed by Audit Services SA whereas for Piraeus Metropolitan Center SA by ICRA International Audit SACAA.

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.

	GROUP		**COMPANY**	
Continuing operations *(all amounts in € thousands)*	**1.1.2014 to 31.12.2014**	**1.1.2013 to 31.12.2013 (1)**	**1.1.2014 to 31.12.2014**	**1.1.2013 to 31.12.2013**
Income tax	(1.693)	(2.711)	-	(1.316)
Deferred tax (note 20)	2.374	3.861	3.291	(1.037)
Change in tax rate	-	(4.325)	-	700
Total	**681**	**(3.175)**	**3.291**	**(1.652)**

(1) Adjusted amounts due to the revised IFRS 11 "Joint arrangements" (see note 32).

The tax on the Company's profit before tax differs from the theoretical amount that would arise using the weighted average tax rate applicable to profits of the company as follows:

Continuing operations *(all amounts in € thousands)*	GROUP 1.1.2014 to 31.12.2014	GROUP 01.01.2013 έως 31.12.2013 (1)	COMPANY 1.1.2014 to 31.12.2014	COMPANY 1.1.2013 to 31.12.2013
Loss for the year from continuing operations	**(24.181)**	**(46.153)**	**(26.782)**	**(22.454)**
Tax calculated at domestic tax rate applicable to profits in the respective countries	3.957	11.021	6.963	5.838
Income not subject to tax	116	29	1.273	1.237
Expenses not deductible for tax purposes	(625)	(752)	(194)	(299)
Loss non deductible	(1.476)	(3.026)	(4.075)	(3.510)
Tax effect on deducible interest income	(676)	(690)	(676)	(690)
Tax effect from proportion of the debit interest in non-taxable income	-	(814)	-	(814)
Additional tax	-	(95)	-	(62)
Other taxes not being compensated	-	(1.429)	-	(1.316)
Tax losses of current period carried forward, no deferred tax provision	(615)	(3.094)	-	(2.736)
Change in tax rate	-	(4.325)	-	700
Taxes	**681**	**(3.175)**	**3.292**	**(1.652)**

(1) Adjusted amounts due to the revised IFRS 11 "Joint arrangements" (see note 32).

Unaudited tax years

Company	Fiscal years unaudited by the tax authorities	Company	Fiscal years unaudited by the tax authorities
LAMDA Development SA	2009-2010		
LAMDA Olympia Village SA	2008-2010	LD Trading Ltd	2012-2014
PYLAIA SA	2010	LAMDA Development DOO Beograd	2003-2014
LAMDA Domi SA	2010	Property Development DOO	2010-2014
LAMDA Flisvos Marina SA	2010	Property Investments DOO	2008-2014
LAMDA Prime Properties SA	2010	LAMDA Development Romania SRL	2010-2014
LAMDA Estate Development SA	2010	LAMDA Development Sofia EOOD	2006-2014
LD Trading SA	2010	SC LAMDA MED SRL	2005-2014
KRONOS PARKING SA	2010,2014	EUROBANK PROPERTY SERVICES SA	2005-2014
LAMDA Erga Anaptyxis SA	2010,2014	ERB PROPERTY SERVICES D.O.O. BEOGRAD	2005-2014
LAMDA Flisvos Holding SA	2010,2014	LAMDA Development Montenegro DOO	2007-2014
LAMDA Waste Management SA	2010,2014	LAMDA Development (Netherlands) BV	2008-2014
GEAKAT SA	2010,2014	Robies Services Ltd	2007-2014
ECE LAMDA HELLAS SA	2010	Robies Proprietati Imobiliare SRL	2007-2014
MC Property Management SA	2010,2014	SC LAMDA Properties Development SRL	2007-2014
LAMDA Akinhta SA	2010,2014	SC LAMDA Olympic SRL	2002-2014
ATHENS METROPOLITAN EXPO SA	2010	Singidunum-Buildings DOO	2007-2014
METROPOLITAN EVENTS	2014	GLS OOD	2006-2014
Piraeus Metropolitan Center SA	2010,2014	LOV Luxembourg SARL	2013-2014
LAMDA Dogus Marina Investments SA	2014	TIHI EOOD	2008-2014

The Group provides, when considered appropriate, and on a company by company basis for possible additional taxes that may be imposed by the tax authorities.

The total amount of the cumulative provision made for the Group's and Company's unaudited, by the tax authorities, years amount to €1,1m and €0,7m respectively.

27. Cash generated from operations

		GROUP		COMPANY	
all amounts in € thousands	Note	1.1.2014 to 31.12.2014	1.1.2013 έως 31.12.2013 (1)	1.1.2014 to 31.12.2014	1.1.2013 to 31.12.2013
Loss for the year from continuing operations		(23.501)	(49.329)	(23.491)	(24.106)
Profit for the year from discontinued operations		-	698	-	4.085
Adjustments for:					
Tax		(681)	3.175	(3.291)	1.652
Depreciation of property, plant and equipment	7	937	1.224	122	147
Loss from sale of property, plant and equipment		30	3	-	-
Profit from sale of participation		10	(175)	(361)	-
Provision for impairment of investments in subsidiaries, joint ventures and associates	8	451	-	18.020	13.500
Provision for retirement benefit obligations		46	107	39	82
Provision for impairment of trade receivables	10	600	328	-	-
Profit for the year from discontinued operations		-	(698)	-	(4.085)
Share of profit from associates	8	1.506	14.775	-	-
Dividends income		-	-	(4.896)	(4.756)
Interest income	25	(2.425)	(1.675)	(3.235)	(2.366)
Interest expense	25	14.800	15.126	8.230	8.407
Provision for inventory impairment	9	13.472	4.733	-	-
Net losses from fair value adjustment on investment property	6	11.551	25.890	-	-
Other non cash income / (expense)		166	130	166	(28)
		16.963	**14.312**	**(8.697)**	**(7.467)**
Changes in working capital:					
Increase in inventories	9	(346)	(970)	-	-
Increase in receivables	10	(6.599)	(2.330)	(1.992)	(567)
Increase/(decrease) in payables	18	2.712	2.872	1.131	847
Cash flows from operating activities from discontinued operations		-	401	-	-
		(4.233)	**(26)**	**(861)**	**280**
Cash generated from / (used in) operations		**12.730**	**14.286**	**(9.558)**	**(7.187)**

(1) Adjusted amounts due to the revised IAS 19 "Employee benefits" (see note 32).

28. Commitments

Capital commitments

There is no capital expenditure that has been contracted for but not yet incurred at the balance sheet date.

Operating lease commitments

The group leases intangible assets mainly buildings and mechanical equipment under operating leases. Total future lease payments under operating leases are as follows:

all amounts in € thousands	GROUP 31.12.2014	GROUP 31.12.2013 (1)	COMPANY 31.12.2014	COMPANY 31.12.2013 (1)
No later than 1 year	3.237	3.331	841	843
Later than 1 year and not later than 5 years	13.486	14.170	3.428	3.451
Later than 5 years	68.488	86.311	893	1.884
Total	**85.211**	**103.813**	**5.162**	**6.178**

(1) *Adjusted amounts due to the revised IFRS 11 "Joint arrangements" (see note 32).*

The Group has no contractual liability for investment property repair and maintenance services.

29. Contingent liabilities and assets

The Group and the Company have contingencies in respect of bank guarantees, other guarantees and other matters arising in the ordinary course of business, for which no significant additional burdens are expected to arise as follows:

all amounts in € thousands	GROUP 31.12.2014	GROUP 31.12.2013	COMPANY 31.12.2014	COMPANY 31.12.2013
Liabilities				
Letters of guarantee to creditors	33.525	5.109	30.004	1.603
Letters of guarantee to customers securing contract performance	-	15	-	-
Total	**33.525**	**5.124**	**30.004**	**1.603**

(1) *Adjusted amounts due to the revised IFRS 11 "Joint arrangements" (see note 32).*

In addition to the issues mentioned above there are also the following particular issues:

- The Company has been audited by tax authorities until the year 2009 and 2010. For further information regarding the Group's unaudited fiscal years refer to note 26. As a result, the Group's tax obligations have not been defined permanently.
- A property transfer tax of €10,1m approximately has been imposed on the joint venture LAMDA Olympia Village (ex DIMEPA). The Company has taken recourse to the administrative courts, paying the amount of €836k during 2005, €146k approximately during 2006 and €27k during 2007. Out of the forty (40) recourses which have been filed, eight (8), amounting to €5,1m, have been accepted, however the Hellenic Republic has filed appeals on points of law against the respective decisions; the hearing of these appeals took place before the Council of State on 04.02.2015 and the decision is pending. As for the remaining thirty-two (32) recourses, thirty-one (31) have been rejected by first degree courts and one (1), amounting to €100k, has been partially accepted. Against the rejecting decisions as well as against the recourse which has been only partially accepted, the company has filed thirty (30) appeals, the filling of an appeal for the most recently issued decision being pending. In one (1) case an appeal could not be filed, due to the amount of the litigation. From the thirty (30) appeals that have been filed so far, eighteen (18) have been rejected by the second degree courts as well and the company has filed appeals on points of law before the Council of State, sixteen (16) of which were accepted, whereas the rest two (2) were rejected due to the amount of the litigation. These sixteen (16) recourses were brought before the Administrative Court of Appeals again and their hearing is scheduled, after a postponement, for 07.03.2016. The remaining twelve (12) appeals were heard on 13.01.2014 and the decision is pending. Following the rejection of the said recourses, the Company had to pay approximately another €2.9m in 2012, €2.2m in 2013, €983k in 2014 (which are indicated in Prepayments and other debtors) and €235k in 2015. If the outcome of the case is negative, according to the share sale agreement between the Municipality of Amaroussion and the company,

the total obligation will be on the Municipality, as it relates to transfers of properties before the acquisition of the shares of the joint venture.

Additionally, the same joint venture had to pay for the transfer of specific real property in the past (on 2006), property transfer tax of approximately €13,7m, reserving its rights with regard to this tax and finally taking recourse to the administrative courts against the silent rejection of its reservations by the competent Tax Authority. On 2013 the said recourse was accepted and the re-calculation of the owed property tax was ordered, which led to the returning to the company of an amount of approximately €9,5m. Appeals on points of law against this decision have been filed by both the Hellenic Republic and the company, the hearing of which took place on 04.02.2015 and the decision on which is still pending.

- Five (5) petitions for annulment have been filed and were pending before the Council of State for the joint venture "LAMDA Olympia Village SA", in relation to the plot of land where the Olympic Press Village (or "Olympiako Chorio Typou") and the Commercial and Leisure Centre "The Mall Athens" were built. More specifically: the first of these petitions was heard on 3.5.2006 and the decision no 391/2008 of the Fifth Chamber of the Council of State was issued committing for the Plenary Session of the Council of State. Further to successive postponements the case was heard on 05.04.2013. By virtue of its decision No 376/2014, the Plenary Session accepted the said petition and the Court annulled the silent confirmation by the competent planning authority of the Ministry of Environment, Planning & Public Works (namely, DOKK) that the studies of the project submitted to such authority were compliant with article 6 paragraphs 1 and 2 of Law 3207/2003. The Council of State annulled the aforementioned act, because it identified irregularities of a procedural nature in the issuance of the licenses required for the project. In light of such nature of the identified irregularities, it is estimated that they may be rectified, and "LAMDA Olympia Village" has already initiated the procedure required further to the issuance of the said decision. The second petition was heard on 02.04.2014, further to successive postponements, and the Fifth Section issued its Decision No. 4932/2014, whereby the Court cancelled the proceedings. The hearing for the remaining three petitions had been set for 16.06.2015 (again, further to successive postponements). In light of the aforementioned decision of the Court's Plenary Session, the Company's legal advisors believe that the third and fourth petitions for annulment will be accepted. The fifth petition for annulment will probably be rejected on the grounds that the matter falls outside of the Court's jurisdiction (the decision under annulment not being an enforceable administrative act).

- Contractor "MICHANIKI SA" undertook a significant part of the construction works for the "Mediterranean Cosmos" shopping centre in Pylaia, Thessaloniki. Both "PYLAIA SA", a subsidiary of the Company, and "MICHANIKI SA" have filed actions and counter-actions against each other, which were jointly heard on 1.4.2009. The Athens Multimember Court of 1st Instance issued decision 8172/2009 according to which the actions of "PYLAIA SA" were rejected whereas an expert was appointed in relation to the actions of "MICHANIKI SA". "PYLAIA SA" appealed against that decision and the hearing of the appeal took place, following postponements, on 28.02.2013 before the Athens Court of Appeal. The Athens Court of Appeal issued decision No. 3977/ 2013 which rejected the appeal of "PYLAIA S.A.". The Company submitted an appeal on points of law before the Supreme Court, which is set to be heard on 11.05.2015. Moreover, on 28.12.2010 the Company filed lawsuits No 13132, 13134 and 13129/2010 before the Athens Multi-Member 1st Instance Court against "MICHANIKI SA", the hearing of which took place on 13.02.2013, following a postponement on 14.11.2012. Such lawsuits are identical to the previously presented lawsuits, save that they have been filed jointly with the company "EUROHYPO S.A.",to address the event where the Court rules that "PYLAIA SA" is not entitled to file these lawsuits in its name. For this reason, the hearing of such lawsuits was cancelled on 13.02.2013 and has now been reenacted so that those lawsuits were scheduled to be heard on 18.03.2015, when hearing was postponed for 25.01.2017.

- Additionally, the hearing of the actions of “MICHANIKI SA” will take place on 27.05.2015, following a postponement, which was decided at the hearing of the case on 13.03.2013, following the submission to the Court of the expert’s report which is favorable to “PYLAIA SA”. Moreover, "PYLAIA SA" filed an action against "MICHANIKI SA" on 24.12.2010 for additional compensation from the above causes, the hearing of which had been set, following postponements, on 25.02.2015, but it was cancelled. Finally, “MICHANIKI S.A.” filed a new lawsuit seeking compensation for amounts that “PYLAIA S.A.” had collected from Alpha Bank by forfeiture of “MICHANIKI S.A.”’s bank bonds. The lawsuit is set to be heard on 28.05.2015. The amount of total claims of "PYLAIA SA" against "MICHANIKI SA" is €20m (which includes the amount of €2,5m for moral damages), while "MICHANIKI SA" with said actions claims the amount of €37m (including the amount of €10.5m in compensation for moral damages). In any case, the Company's legal advisors believe that the legitimate claims of “PYLAIA SA” against “MICHANIKI SA” significantly exceed the legitimate claims of the latter against “PYLAIA SA”.

- Regarding the expropriation procedure of SINGIDUNUM-BUILDINGS (hereinafter “SB”), part of the land acquired by SINGIDUNUM-BUILDINGS was expropriated on behalf of JP PUTEVI SRBIJE, which is a public company. As in the procedure before the competent municipality, an agreement between SINGIDUNUM-BUILDINGS and JP PUTEVI SRBIJE could not be reached, the procedure was transferred to the Municipal court. Basically, there were two separate court procedures, both of which were ruled in favour of SINGIDUNUM-BUILDINGS. First instance decisions obliged JP PUTEVI SRBIJE to compensate SINGIDUNUM-BUILDINGS with the amounts of 95m rsd (€838 th) and 279m rsd (€2.5m). The court procedure for 95m rsd (€838 th) has been finally ruled and executed, meaning that the second instance court confirmed the first instance decision, and JP PUTEVI SRBIJE has executed it in total. As for the amount of 279m rsd (€2.5m), the High court of Belgrade has ruled in favor of SB in November 2014.

- “Public Properties Company S.A.” (hereinafter “PPC”), which had leased at the past the International Broadcasting Center (IBC) to the subsidiary company “LAMDA DOMI S.A.” (hereinafter “LAMDA DOMI”), has filed before the Athens One-member Court of First Instance an action for payment of an amount of Euro 2,5 million for due rents. The hearing of the said action was set for 12.12.2014, but it was cancelled. The Group has already included in its consolidated financial statements a provision for Euro 3 million.

Additionally, there are various legal cases of the Group’s companies, which are not expected to create material additional liabilities.

30. Related party transactions

In Group’s related parties, apart from the ones related to it, Group EFG Eurobank Ergasias is included.

The following transactions were carried out with related parties.

	GROUP		COMPANY	
all amounts in € thousands	**1.1.2014 έως 31.12.2014**	**1.1.2013 έως 31.12.2013 (1)**	**1.1.2014 έως 31.12.2014**	**1.1.2013 έως 31.12.2013 (1)**
i) Sales of goods and services				
- subsidiaries	-	-	856	893
- joint ventures	279	274	212	206
- associates and other	138	189	80	76
	417	**463**	**1.148**	**1.174**

ii) Purchases of goods and services				
- subsidiaries	-	-	897	1.011
- joint ventures	342	330	-	-
- associates and other	2.121	2.265	-	3
	2.462	**2.595**	**897**	**1.015**
iii) Dividend income				
- subsidiaries	-	-	2.703	2.941
- joint ventures	1.621	1.101	1.621	1.101
- associates and other	571	714	571	714
	2.192	**1.815**	**4.896**	**4.756**
iv) Benefits to management				
- salaries and other short-term employment benefits	899	848	899	848
	899	**848**	**899**	**848**
v) Acquisition of company (note 8)	**36**	**-**	**36**	**-**

vi) Year-end balances from sales-purchases of goods/servises

	GROUP		COMPANY	
all amounts in € thousands	**31.12.2014**	**31.12.2013 (1)**	**31.12.2014**	**31.12.2013 (1)**
Receivables from related parties:				
- subsidiaries	-	-	311	63
- joint ventures	2.283	1.137	69	-
- associates and other	-	-	162	90
	2.283	**1.137**	**542**	**153**
Dividend receivables from related parties:				
- subsidiaries	-	-	2.703	-
	-	**-**	**2.703**	**-**
Payables to related parties:				
- subsidiaries	-	-	12	9
- joint ventures	-	36	-	-
- associates and other	1.021	912	-	-
	1.021	**948**	**12**	**9**
vii) Loans to associates:				
Balance at the beginning of the year	**1.778**	**1.707**	**92.160**	**90.965**
Transfer to share capital	(1.178)	-	-	-
Transfer to share capital	(546)	-	-	-
Interest charged	-	72	1.195	1.195
Balance at the end of the year	**54**	**1.778**	**93.355**	**92.160**

At Compnay level, the loans to associates refer to loans of initial capital €84.5m that the parent company has granted to its subsidiaries LAMDA Development Romania SRL, LAMDA Development Beograd DOO, LAMDA Development Sofia EOOD, Robies Services Ltd, LAMDA Development Montenegro DOO and Property Development DOO.

viii) Loans from associates:				
Balance at the beginning of the year	**15.795**	**88.787**	**19.752**	**49.665**
Balances from Eurobank Group	-	(73.708)	-	(34.586)
Loans granted during the year	-	-	-	4.000
Borrowings transaction costs - new	-	-	-	(96)
Borrowings transaction costs - amortization	-	-	18	18
Interest paid	-	-	(174)	(115)
Interest charged	717	717	895	867
Balance at the end of the year	**16.512**	**15.795**	**20.491**	**19.752**

(1) *Adjusted amounts due to the revised IFRS 11 "Joint arrangements" (see note 32).*

At Company level, the loans from associates refer to loans of initial capital €19m that the parent company has granted to its subsidiary LAMDA Prime Properties SA and the joint venture LOV Luxembourg SARL. At Group level, the loans from associates refer to loans of initial capital €15m that the parent company has granted to the joint venture LOV Luxembourg SARL.

Services from and to related parties, as well as sales and purchases of goods, take place based on the price lists in force with non-related parties.

(1) In LAMDA Development SA Group related parties at 31/12/2013, the Group of "EFG Eurobank Ergasias SA" is not included (after 28/2/2013) following the acquisition of the majority of the shares as well as the control from the Hellenic Financial Stability Fund.

31. Earnings per share

Basic

Basic earnings per share are calculated by dividing profit attributable to ordinary equity holders of the parent entity, by the weighted average number of ordinary shares outstanding during the year.

Continuing operations	**GROUP**		**COMPANY**	
all amounts in € thousands	**01.01.2014 έως 31.12.2014**	**01.01.2013 έως 31.12.2013**	**01.01.2014 έως 31.12.2014**	**01.01.2013 έως 31.12.2013**
Loss attributable to equity holders of the Company	**(23.453)**	**(49.297)**	**(23.491)**	**(24.106)**
Weighted average number of ordinary shares in issue	58.347	40.864	58.347	40.864
Basic losses per share *(in € per share)*	**(0,40)**	**(1,21)**	**(0,40)**	**(0,59)**

Discontinued operations	**GROUP**		**COMPANY**	
all amounts in € thousands	**01.01.2014 έως 31.12.2014**	**01.01.2013 έως 31.12.2013**	**01.01.2014 έως 31.12.2014**	**01.01.2013 έως 31.12.2013**
Profit attributable to equity holders of the Company	**-**	**698**	**-**	**4.085**
Weighted average number of ordinary shares in issue	-	40.864	-	40.864
Basic profit per share *(in € per share)*	**0,00**	**0,02**	**0,00**	**0,10**

We note that the increase of share capital that emanates from the employee share option scheme takes place on 31 December of each year and consequently does not influence the weighted average number of shares.

Diluted

Continuing operations	GROUP		COMPANY	
all amounts in € thousands	01.01.2014 έως 31.12.2014	01.01.2013 έως 31.12.2013	01.01.2014 έως 31.12.2014	01.01.2013 έως 31.12.2013
Loss used to determine dilluted earnings per share	(23.453)	(49.297)	(23.491)	(24.106)
Basic losses per share (in € per share)	58.347	40.864	58.347	40.864
Adjustment for share options:				
Employees share option scheme	73	122	73	122
Weighted average number of ordinary shares for dilluted earnings per share	58.420	40.986	58.420	40.986
Diluted losses per share *(in € per share)*	(0,40)	(1,20)	(0,40)	(0,59)

Discontinued operations	GROUP		COMPANY	
all amounts in € thousands	01.01.2014 έως 31.12.2014	01.01.2013 έως 31.12.2013	01.01.2014 έως 31.12.2014	01.01.2013 έως 31.12.2013
Profit used to determine dilluted earnings per share	-	698	-	4.085
Basic profit per share (in € per share)	-	40.864	-	40.864
Adjustment for share options:				
Employees share option scheme	-	122	-	122
Weighted average number of ordinary shares for dilluted earnings per share	-	40.986	-	40.986
Diluted profit per share *(in € per share)*	0,00	0,02	0,00	0,10

Diluted earnings / (losses) per share is calculated by adjusting the weighted average number of ordinary shares outstanding to assume conversion of all dilutive potential ordinary shares. The Company has only one category of dilutive potential ordinary shares i.e. share options. For these 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. The difference that arises is added to the denominator as issuance of common shares with no exchange value. Finally, no adjustment is made in the earnings (nominator).

32. Reclassifications of comparatives IFRS 11

The Company starting from 1/1/2014 applies IFRS 11 according to which the Group will account for joint ventures on an equity basis because it provides for a more realistic reflection of joint arrangements by focusing on the rights and obligations of the arrangement, rather than its legal form. Specifically, the impact of IFRS 11 on the previous financial year's financial position (which will be the comparative financial year in the financial statements as at 31 December 2013), is estimated to as follows: a decrease in investment property by €207m, a decrease in inventories by €42m, a decrease in borrowings by €144m and an increase in investments in joint ventures by €111m. There will be no significant impact on the Group's net equity, its net loss or other comprehensive income for the year.

The effect of the application of the new standard is analysed as follows:

Statement of financial position	**GROUP**			**COMPANY**		
all amounts in € thousands	**31.12.2013 (issued)**	**Impact of IFRS 11**	**31.12.2013 (restated)**	**31.12.2013 (issued)**	**Impact of IFRS 11**	**31.12.2013 (restated)**
ASSETS						
Non-current assets						
Investment property	594.959	(206.782)	388.177	550.863	(219.279)	331.584
Property, plant and equipment	11.732	(7.081)	4.651	38.875	(297)	38.579
Investments in joint ventures and associates	4.121	110.903	115.024	4.854	124.337	129.192
Deferred income tax assets	7.032	(327)	6.705	5.434	(231)	5.203
Trade and other receivables	19.892	(15.111)	4.780	14.851	(13.996)	855
	637.737	**(118.399)**	**519.338**	**614.878**	**(109.465)**	**505.413**
Current assets						
Inventories	125.678	(42.488)	83.190	130.194	(43.138)	87.056
Trade and other receivables	33.547	(3.124)	30.423	29.202	(3.284)	25.918
Current income tax assets	4.604	(12)	4.593	3.637	(142)	3.495
Cash and cash equivalents	42.864	(10.278)	32.586	116.387	(6.062)	110.326
	206.693	**(55.902)**	**150.791**	**279.420**	**(52.627)**	**226.794**
Total assets	**844.430**	**(174.300)**	**670.129**	**894.298**	**(162.091)**	**732.207**
EQUITY AND LIABILITIES						
Equity						
Ordinary shares	219.953	-	219.953	219.591	-	219.591
Other reserves	11.439	(1.860)	9.579	11.718	(1.995)	9.723
Retained earnings/(Accumulated losses)	18.246	1.860	20.106	64.999	1.995	66.994
	249.638	-	249.638	296.308	-	296.308
Non-controlling interest	(83)	-	(83)	4.699	-	4.699
Total equity	**249.555**	**-**	**249.555**	**301.007**	**-**	**301.007**
EQUITY AND LIABILITIES						
Non-current liabilities						
Borrowings	240.078	-	240.078	427.091	(112.142)	314.949
Deferred income tax liabilities	53.803	(29.941)	23.862	46.218	(24.925)	21.294
Derivative financial instruments	-	-	-	1.680	-	1.680
Retirement benefit obligations	421	(14)	407	435	-	435
Other non-current liabilities	9.025	6.872	15.898	10.775	6.800	17.576
	303.326	**(23.083)**	**280.243**	**486.199**	**(130.266)**	**355.933**
Current liabilities						
Trade and other payables	35.389	(6.695)	28.695	34.159	(5.565)	28.595
Current income tax liabilities	1.191	(276)	916	681	-	681
Derivative financial instruments	542	-	542	283	-	283
Borrowings	254.426	(144.247)	110.179	71.970	(26.260)	45.710
	291.549	**(151.218)**	**140.331**	**107.094**	**(31.825)**	**75.268**
Total liabilities	**594.875**	**(174.300)**	**420.574**	**593.293**	**(162.091)**	**431.201**
Total equity and liabilities	**844.430**	**(174.300)**	**670.129**	**894.298**	**(162.091)**	**732.207**

Income statement

Continuing operations (all amounts in € thousands)	GROUP 01.12.2013 to 31.12.2013 (issued)	Impact of IFRS 11	01.12.2013 to 31.12.2013 (restated)
Revenue	64.489	(19.808)	44.681
Net loss from fair value adjustment on investment property	(38.581)	12.692	(25.890)
Loss from inventory impairment	(4.833)	100	(4.733)
Other direct property operating expenses	(21.183)	5.353	(15.830)
Employee benefits expense	(8.505)	379	(8.125)
Depreciation of property, plant and equipment	(1.552)	328	(1.224)
Operating lease payments	(2.585)	1.828	(757)
Profits/(losses) from sale of participations in associates	175	-	175
Other operating income / (expenses) - net	(7.402)	1.176	(6.225)
Operating loss	**(19.977)**	**2.049**	**(17.928)**
Finance income	2.439	(764)	1.675
Finance costs	(22.639)	7.514	(15.126)
Share of profit of investments accounted for using the equity method	(102)	(14.672)	(14.775)
Loss before income tax	**(40.280)**	**(5.874)**	**(46.153)**
Income tax expense	(9.049)	5.874	(3.175)
Loss for the year from continuing operations	**(49.329)**	**-**	**(49.329)**
Discontinued operations			
Profit for the year from discontinued operations	698	-	698
Loss for the year	**(48.631)**	**-**	**(48.631)**
Loss attributable to:			
Equity holders of the parent	(48.599)	-	(48.599)
Non-controlling interest	(32)	-	(32)
	(48.631)	**-**	**(48.631)**

Cash flow

all amounts in € thousands	GROUP 01.12.2013 to 31.12.2013 (issued)	Impact of IFRS 11	01.12.2013 to 31.12.2013 (restated)
Cash flows from operating activities	**(78)**	**4.034**	**(4.112)**
Cash flows from investing activities	**(77.647)**	**39**	**(77.686)**
Cash flows from financing activities	**13.862**	**(432)**	**14.294**
Net increase in cash and cash equivalents	**(63.863)**	**3.640**	**(67.503)**

33. Dividends per share

For the forthcoming General Meeting of the Company's Shareholders no dividend is expected to be proposed for the fiscal year 2014.

34. Adjustments and reclassifications

In the Group's income statement for 2013, an amount of €227k was reclassified from Cost of inventory sale to Other operating income/(expense)-net so that it is comparable with the comparative statement of 2013.

The afore-mentioned reclassification occurred for presentation purposes and did not have any impact in equity, revenue, Profit / (loss) before interest, taxes, depreciation and amortization and the results after tax of the previous year.

35. Events after the balance sheet date

In February 2015, the Company proceeded to place an amount of € 115m of its cash reserves with different financial counterparties all which have a high credit rating. The amount placed remains readily available should the Company require access to these reserves. In addition, the Company made a partial repayment of borrowings amounting to € 31m and simultaneously entered in to a current account financing facility that will provide it immediate access to these funds when required.

No further event has arisen after the balance sheet date that would have significant influence on these consolidated financial statements.

Notes and information for the year ended on December 31, 2014

LAMDA DEVELOPMENT S.A.

HOLDING AND REAL ESTATE DEVELOPMENT COMPANY S.A.

Company's number in the General Electronic Commercial Registry: 3379701000 (former S.A.REG.No: 3039/06/B/86/28)

Registered offices: 37A Kifissias Ave., 151 23 Maroussi

FINANCIAL DATA AND INFORMATION for the year ended 31 December 2014

(in terms of article 135 of Law 2190, for companies publishing annual financial statements in accordance with IAS / IFRS)

The financial information listed below is aiming to provide a general awareness about the financial position and the financial results of LAMDA DEVELOPMENT S.A. Consequently, it is recommended to the reader, before any investment decision or transaction performed with the Company, to visit the website of the Company where the financial statements are available with the certified auditor's report.

COMPANY'S DATA	
Supervising Authority:	Ministry of Development (department of limited companies)
Company's web address:	www.lamdadev.com
Date of approval of the financial statements by the Board of Directors:	26 March 2015
Name of the auditor:	Konstantinos Michalatos (SOEL Reg. No 17701)
Auditing firm:	PricewaterhouseCoopers S.A.
Type of auditors report:	Unqualified opinion

Board of Directors

Chairman of the Board: Dr.Peter P.Kalantzis

Vice Chairman: Evaggelos I.Chronis

Chief Executive Officer: Odysseus E.Athanasiou

Members:

Fotios S.Antonatos, Dimitrios Ch.Politis, Georgios K.Gerardos, Theodora C.Zervou, Ulysses P.Kyriacopoulos, Achilleas V.Konstantakopoulos

STATEMENT OF FINANCIAL POSITION (Amounts in € thousands)

	GROUP 31/12/2014	GROUP 31/12/2013 (restated)	COMPANY 31/12/2014	COMPANY 31/12/2013
ASSETS				
Investment property	379.862	388.177	1.840	1.840
Owner occupied property, plant and equipment	3.818	4.651	179	235
Investments in subsidiaries and associates	112.018	115.024	237.337	251.184
Other non-current assets	15.712	11.486	92.885	89.670
Inventories	70.064	83.190	-	-
Trade and other receivables	33.826	35.015	31.435	30.152
Cash and cash equivalents	187.636	32.586	157.191	7.597
TOTAL ASSETS	**802.937**	**670.129**	**520.868**	**380.679**
EQUITY AND LIABILITIES				
Share capital	23.917	13.324	23.917	13.324
Share premium	360.007	223.600	360.007	223.600
Treasury shares	(1.757)	(16.970)	(1.757)	(16.970)
Other equity components	5.486	29.685	(60.676)	(36.824)
Total share capital and reserves (a)	**387.653**	**249.638**	**321.491**	**183.129**
Non-controlling interests (b)	(130)	(83)	-	-
Total equity (c) = (a) + (b)	**387.523**	**249.555**	**321.491**	**183.129**
Long-term borrowings	225.319	240.078	64.550	66.350
Deferred tax liabilities	25.250	23.862	-	-
Provisions / Other non-current liabilities	17.811	16.304	19.481	19.379
Short-term borrowings	113.157	110.179	100.150	98.800
Other short-term liabilities	33.877	30.152	15.196	13.020
Total liabilities (d)	**415.415**	**420.574**	**199.377**	**197.550**
TOTAL EQUITY AND LIABILITIES (c) + (d)	**802.937**	**670.129**	**520.868**	**380.679**

STATEMENT OF CHANGES IN EQUITY (Amounts in € thousands)

	GROUP 31/12/2014	GROUP 31/12/2013	COMPANY 31/12/2014	COMPANY 31/12/2013
Equity at the beginning of the year (1/1/2014 and 1/1/2013 respectively)	**249.555**	**301.007**	**183.129**	**202.479**
Total comprehensive income after tax (continuing operations)	(23.962)	(47.446)	(23.565)	(19.800)
Αύξηση μετοχικού κεφαλαίου	146.972	-	146.972	-
Disposal/portion change of participations	-	(4.024)	-	-
Increase / (decrease) in the share capital of subsidiaries	3	(296)	-	-
Increase in share capital due to employees share option scheme	160	522	160	522
Net purchase/(sale) of treasury shares	14.795	(73)	14.795	(73)
Other reserves	-	(134)	-	-
Equity at the end of the year (1/1/2014 and 1/1/2013 respectively)	**387.523**	**249.555**	**321.491**	**183.129**

CASH FLOW STATEMENT (Amounts in € thousands) - Indirect Method

	GROUP 1/1-31/12/2014	GROUP 1/1-31/12/2013	COMPANY 1/1-31/12/2014	COMPANY 1/1-31/12/2013
Cash flows from operating activities				
Losses before taxes from continuing operations	(24.181)	(46.153)	(26.782)	(22.454)
Profit before taxes from discontinued operations	-	810	-	4.085
Adjustments for:				
Net losses from fair value adjustment on investment property and other assets	25.023	30.623	18.020	13.500
Depreciation	937	1.224	122	147
Provisions	646	435	39	82
Results (income, expenses, gains and losses) of investment operations	1.997	13.794	(361)	(4.085)
Finance costs - net	12.375	13.450	100	1.285
Other non-cash flow items	166	130	166	(28)
Changes in working capital :				
Increase in inventories	(346)	(970)	-	-
Increase in receivables	(6.599)	(2.330)	(1.992)	(567)
Decrease in payables	2.712	2.872	1.131	847
Minus:				
Interest paid	(13.399)	(14.908)	(7.186)	(7.693)
Income tax paid	(2.243)	(3.490)	188	(565)
Cash flows from operating activities from discontinued operations	-	401	-	-
Cash flows from operating activities - net	**(2.912)**	**(4.112)**	**(16.556)**	**(15.446)**
Cash flows from investing activities				
Purchases of property, plant and equipment and investment properties	(2.031)	(81.563)	(66)	(34)
Proceeds from sale of property, plant, equipment	253	-	-	-
Proceeds from dividends	2.192	1.362	2.192	3.567
Interest received	2.332	1.678	1.508	1.238
Proceeds from disposal of participations	1.246	1.208	1.246	1.208
Increase / decrease in share capital of participations	139	(69)	(4.189)	(45.667)
Cash flows from investing activities from discontinued operations	-	(302)	-	-
Cash flows from / (to) investing activities - net	**4.131**	**(77.686)**	**691**	**(39.689)**
Cash flows from financing activities				
Net proceeds from issuance of ordinary shares	146.112	435	146.112	435
Purchase/sale of treasury shares	14.795	(73)	14.795	(73)
Dividends paid to the shareholders	-	(2)	-	(2)
Increase in the share capital of subsidiaries	3	-	-	-
Capital repayments of finance leases	(989)	(973)	-	-
Borrowings received	-	40.000	-	4.000
Repayments of borrowings	(11.089)	(23.879)	(450)	(12.975)
Borrowings transaction costs - new	-	(1.155)	-	(96)
Cash flows from financing activities from discontinued operations	-	(59)	-	-
Cash flows from / (to) financing activities - net	**148.833**	**14.294**	**160.458**	**(8.710)**
Net increase / (decrease) in cash and cash equivalents	**150.051**	**(67.503)**	**144.593**	**(63.845)**
Cash and cash equivalents at the beginning of the year	32.586	110.326	7.597	78.441
Change in cash and cash equivalents as at start of period due to the disposal of participation	-	(2.130)	-	-
Cash and cash equivalents in discontinued operations during the disposal	-	(1.106)	-	-
Restricted cash restated to receivables	5.000	(7.000)	5.000	(7.000)
Cash and cash equivalents at the end of the year	**187.636**	**32.586**	**157.191**	**7.597**

STATEMENT OF COMPREHENSIVE INCOME (Amounts in € thousands)

	GROUP 1/1 - 31/12/2014 Continuing operations	GROUP 1/1 - 31/12/2014 Discontinued operations	GROUP 1/1 - 31/12/2014 Total	GROUP 1/1 - 31/12/2013 Continuing operations	GROUP 1/1 - 31/12/2013 Discontinued operations	GROUP 1/1 - 31/12/2013 Total	COMPANY 1/1 - 31/12/2014 Continuing operations	COMPANY 1/1 - 31/12/2014 Discontinued operations	COMPANY 1/1 - 31/12/2014 Total	COMPANY 1/1 - 31/12/2013 Continuing operations	COMPANY 1/1 - 31/12/2013 Discontinued operations	COMPANY 1/1 - 31/12/2013 Total
Revenues from investment property	40.632	-	**40.632**	41.110	-	**41.110**	-	-	**-**	-	-	**-**
Revenues from services and other revenues	3.608	-	**3.608**	3.571	1.894	**5.465**	1.334	-	**1.334**	1.408	-	**1.408**
Fair value gains / (losses) of investment property and other assets	(25.023)	-	**(25.023)**	(30.623)	-	**(30.623)**	(18.020)	-	**(18.020)**	(13.500)	-	**(13.500)**
Gain/(Loss) from sale of investment property	-	-	**-**	-	-	**-**	-	-	**-**	-	-	**-**
Minus: Operating expenses	(14.267)	-	**(14.267)**	(15.830)	(1.393)	**(17.223)**	-	-	**-**	-	-	**-**
Gross revenue	**4.951**	-	**4.951**	**(1.771)**	500	**(1.271)**	**(16.686)**	-	**(16.686)**	**(12.092)**	-	**(12.092)**
Profit / (loss) before interest and taxes	**(9.839)**	-	**(9.839)**	**(18.103)**	381	**(17.722)**	**(27.044)**	-	**(27.044)**	**(21.168)**	-	**(21.168)**
Profit / (loss) before income tax	**(24.181)**	-	**(24.181)**	**(46.153)**	810	**(45.343)**	**(26.782)**	-	**(26.782)**	**(22.454)**	4.085	**(18.369)**
Profit / (loss) after taxes (A)	**(23.501)**	-	**(23.501)**	**(49.329)**	698	**(48.631)**	**(23.491)**	-	**(23.491)**	**(24.106)**	4.085	**(20.021)**
Profit / (loss) attributable to:	-	-		-	-		-	-		-	-	-
- Owners of the parent	(23.453)	-	**(23.453)**	(49.297)	698	**(48.599)**	(23.491)	-	**(23.491)**	(24.106)	4.085	**(20.021)**
- Non-controlling interests	(47)	-	**(47)**	(32)	-	**(32)**	-	-	**-**	-	-	**-**
Other comprehensive income / (loss) after tax (B)	**(462)**	-	**(462)**	**1.185**	-	**1.185**	**(74)**	-	**(74)**	**221**	-	**221**
Total other comprehensive income / (loss) after tax (A)+(B)	**(23.962)**	-	**(23.962)**	**(48.143)**	698	**(47.446)**	**(23.565)**	-	**(23.565)**	**(23.885)**	4.085	**(19.800)**
Profit / (loss) attributable to:	-	-		-	-		-	-		-	-	-
- Owners of the parent	(23.913)	-	**(23.913)**	(48.113)	698	**(47.415)**	(23.565)	-	**(23.565)**	(23.885)	4.085	**(19.800)**
- Non-controlling interests	(50)	-	**(50)**	(31)	-	**(31)**	-	-	**-**	-	-	**-**
Earnings per share after taxes (expressed in € per share)	-	-		-	-		-	-		-	-	-
- Basic	(0,4020)	0,0000	(0,4020)	(1,2064)	0,0171	(1,1893)	(0,4026)	0,0000	(0,4026)	(0,5899)	0,1000	(0,4899)
- Diluted	(0,4015)	0,0000	(0,4015)	(1,2028)	0,0170	(1,1858)	(0,4021)	0,0000	(0,4021)	(0,5881)	0,0997	(0,4885)
Profit / (loss) before interest, taxes, depreciation and amortisation	**(8.902)**	-	**(8.902)**	**(16.879)**	**506**	**(16.373)**	**(26.922)**	-	**(26.922)**	**(21.021)**	**-**	**(21.021)**

DATA AND INFORMATION

1. The Company has been audited by tax authorities until the fiscal year of 2008. For further information regarding the Company's and Group's unaudited fiscal years refer to note 26 of the annual financial report for 2014.
2. The accounting principles adopted in the preparation and presentation of the annual financial report for 2014 are consistent with the same accounting principles adopted for the annual financial report of the Company and the Group for the year 2013 with the only exception of the application of IFRS 11 effective from 1 January 2014 (see note 22 of the annual financial report for 2014).
3. The company Consolidated Lamda Holdings SA, registered in Luxembourg, participates in Company's share capital by 50,87% as at December 31, 2014 and therefore the Group's financial statements are included in Consolidated Lamda Holdings SA's consolidated financial statements by the full consolidation method.
4. Companies included in the consolidated financial statements together with names, country of establishment, participation interest, directly and indirectly, and method of consolidation are presented in note 8 of the annual financial report for 2014.
5. The Company proceeded to share capital increase in its subsidiaries LAMDA Erga Anaptyxis SA, LAMDA Estate Development SA, LAMDA Development Sofia EOOD, LAMDA Development Romania SRL, Robies Services Ltd, LAMDA Waste Management SA, LAMDA Development Montenegro DOO and Property Development DOO increased their share capital by €2.200k, €900k, €40k, €200k, €23k, €100k, €70k and €1.050k respectively. On the other hand, the joint venture of LAMDA Akinhta SA decreased its share capital by €450k. Also, the Company acquired the 100% of the company Hellinikon Global I SA, registered in Luxembourg, from the associated company SETE Holdings SARL for a total consideration of €36k whereas the Company's subsidiary LAMDA Development(Netherlands) BV participated in the establishment of the joint venture Lamda Singidunum Netherlands BV.
6. Real estate liens and pre-notices over assets, amount to €180m concerning guarantees for bank loans.
7. The number of employees at the end of the period was: Group 137, Company 66 (restated 31/12/2013: Group 148, Company 65). There are no seasonal employees at the end of the year (31/12/2013: Group 0, Company 0).
8. The Company on 19/06/2014, based on a resolution of its Board of Directors of the same date, sold all the 3.497.599 treasury shares that held (representing a holding of 7,88% of the total shares and voting rights of the Company) to TPG-Axon Management LP for a total consideration of €16,963,355 corresponding to €4.85 per share whereas after the deduction of the relevant costs and expenses received €16,552,417. Following the resolution of the Board of Directors, the Company at 16/12/2014 increased its share capital by €5k by issuing 15.311 shares. Finally, the Company during the third quarter of 2014 purchased gradually 466.512 treasury shares with total cost €1.757k and average price (before expenses and other commissions) €3,75 per share and therefore the Company's treasury shares as at 31/12/2014 amount to 466.512 shares and represents 0,59% of the Company's issued share capital.
9. By implementing IFRS 11 on the comparative financial year's, that ended at December 31, 2013, financial position the impact is ,mainly, as follows: a decrease in investment property by €207m, a decrease in inventories by €42m, a decrease in borrowings by €144m and an increase in investments in joint ventures by €111m. There will be no significant impact on the Group's net equity, its net loss or other comprehensive income for the year (see note 32 of the annual financial report for 2014).
10. Other comprehensive income / (loss) after tax includes: a) Cash flow hedges loss, after tax €270k (31/12/2013 profit €1.169k) at Group level and €0 (31/12/2013 profit €226k) at Company level and b) Foreign exchange difference €-58k (31/12/2013 €-14k) at Group level.
11. i) There are neither cases under dispute, litigation, or arbitrations nor any court decisions that are likely to have a significant impact on the Company's financial statements ii) During period ended December 31, 2014 a) No provision has been made regarding cases under dispute, litigation, arbitrations or court decisions b) The total amount of the accumulative provision made for the Group's and Company's unaudited by the tax authorities years amount to €1,1m and €0,7m respectively c) The other provisions that have been made accumulatively for the Group and the Company amount to €8,3m and include provisions for customers' impairment.
12. At the Extraordinary General Meeting of shareholders of the Company, which held a meeting on 29/4/2014 decided the increase of the share capital of the Company with a view to raising funds up to €150m. As a result, following the completion of the share capital increase procedure in July 2014, the Company's paid up share capital amounts to €23,911,939 and is divided in 79,706,464 common shares, of nominal value €0.30 each (see note 1 of the annual financial report for 2014. The total capital raised through the aforementioned share capital increase of the Company, amounting to €146.1m, after the deduction of the costs and expenses of the issuance of €3.9m.
13. The Hellenic Republic Asset Development Fund announced that the Company is the preferred investor regarding the acquisition of 100% of the share capital of the company "Helliniko SA" aiming to the exploitation of the former Hellinikon airport area and the coastal zone, of 6.200.000 sqm total area.
14. At 14/11/2014, LAMDA Development SA announces the signing of the contract of the sale of shares of "HELLINIKON SA" by the 100% subsidiary of SPV «HELLINIKON GLOBAL I SA» as the Buyer and the Hellenic Republic Asset Development Fund as the Seller, with the Company also signing the contract as a guarantor of the Purchaser.
15. Some accounts for the previous year were reclassified for presentation purposes and had no impact on prior year equity, non controlling interests, turnover, earnings before interest , taxes, depreciation and amortisation (EBITDA) and earnings after taxes, of the Group and the Company (note 32 of the annual financial report for 2014)
16. Intercompany transactions for the year ended December 31, 2014 and intercompany balances as at December 31, 2014 according to IAS 24 are as follows:

(Amounts in € thousands)	GROUP	COMPANY
a) Revenues	417	1.148
b) Expenses	2.498	933
c) Dividend income	2.192	4.896
d) Receivables	2.337	96.600
e) Payables	17.533	20.504
f) Transactions and gross salaries of BoD members and management	899	899
g) Receivables from BoD members and management	-	-
h) Payables to BoD members and management	-	-
i) Cash at bank - related parties	-	-

Maroussi, March 26, 2015

CHAIRMAN OF THE BOARD OF DIRECTORS	CHIEF EXECUTIVE OFFICER	FINANCIAL DIRECTOR
Dr.PETER P. KALANTZIS	**ODYSSEUS E. ATHANASIOU**	**VASSILIOS A. BALOUMIS**
I.D.No I 276284	I.D.No AB510661	I.D.No AK130062

The above mentioned figures and information are not a part of the pages of the financial statements which are covered by the report of the certified auditor – accountant.

USE OF PROCEEDS

LAMDA DEVELOPMENT S.A. HOLDING AND REAL ESTATE DEVELOPMENT COMPANY S.A.
G.E.M.I. 3379701000
REGISTERED OFFICE:37A Kifissias Ave., 151 23 Maroussi

It is hereby notified, in accordance with the decision of 18.7.2014 of the Stock Markets Steering Committee, that from the Company's Share Capital Increase through payment in cash and by pre-emption right in favor of the existing shareholders, at a ratio of 0.794691552779231 new shares for every existing share based on the Resolution of the Company's Extraordinary General Meeting on 29.4.2014, raised €146.1 million (total amount of €150 million less issuance costs of €3,9 million). From the Share Capital increase, 35,294,117 new common shares with voting rights were issued at an issuance price of €4.25 each and of nominal value of €0.30 each, which were listed for trading on the Athens Exchange on 22.7.2014. The Company's Share Capital Increase was certified by the Company's Board of Directors Meeting on 17.7.2014. Until 31.12.2014 the proceeds from the Share Capital Increase were distributed in accordance with the Prospectus, as follows:

TIME SCHEDULE FOR THE USE OF PROCEEDS FROM THE SHARE CAPITAL INCREASE

(Amounts in thousand €)	SHARE CAPITAL INCREASE PROCEEDS (after the deduction of issuance costs)	Total Invested 31.12.2014	Remaining Balance to be invested
Development of the western part of IBC building	25.000	0	25.000
Payment of operating expenses, interest expense, loan amortization and subsidiaries overheads ,	25.000	6.700	18.300
Investments in properties	96.083	1.000	95.083
Total	**146.083**	**7.700**	**138.383**

Σημειώσεις:

1. Within this period, the Company proceeded to a Share Capital Increase in the subsidiary Company "LAMDA ERGA ANAPTYXIS S.A. of €1 million for studies relating to the former Hellinikon Airport project.
2. The remaining amount of € 138,383 k on 31.12.2014 was placed in short term investments (time deposits).

Maroussı, March 26, 2015

The Chairman of the Board of Directors	The Chief Executive Officer	The Financial Director
Dr PETROS P. KALANTZIS	**ODYSSEFS E. ATHANASIOU**	**VASSILIOS A. BALOUMIS**
ID Number I276284	ID Number AB510661	ID Number AK130062

INFORMATION PURSUANT TO ARTICLE 10 OF LAW 3401/2005

During 2014, the following announcements / notifications have been sent to the Daily Official List Announcements and are posted on the Athens Exchange website as well as to the Company's website (www.lamdadev.com).

2/1/2014	Document Providing Information under Law 3401/17-10-2005
7/1/2014	Trading of new shares resulted from the Share Capital Increase due to the exercise of stock Option Rights
13/1/2014	Announcement of regulated information according to Law 3556/2007: Transaction Notification
13/1/2014	Transaction Notification
13/1/2014	Announcement of regulated information according to Law 3556/2007: Transaction Notification
13/1/2014	Transaction Notification
13/1/2014	Announcement of regulated information according to Law 3556/2007: Transaction Notification
13/1/2014	Transaction Notification
13/1/2014	Transaction Notification
14/1/2014	Announcement of regulated information according to Law 3556/2007: Transaction Notification
16/1/2014	Announcement in accordance to article 9, par. 5, of L. 3556/2007
29/1/2014	Comments on publications
11/2/2014	Announcement of regulated information according to Law 3556/2007: Transaction Notification
11/2/2014	Transaction Notification
17/2/2014	Announcement of regulated information according to Law 3556/2007: Transaction Notification
17/2/2014	Transaction Notification
17/2/2014	Transaction Notification
19/2/2014	Announcement of regulated information according to Law 3556/2007: Transaction Notification
19/2/2014	Transaction Notification
21/2/2014	Announcement of regulated information according to Law 3556/2007: Transaction Notification

21/2/2014	Transaction Notification
21/2/2014	Transaction Notification
26/2/2014	Financial Calendar
27/2/2014	Announcement in relation to business development - Lamda Development submits binding offer for Helliniko
4/3/2014	Announcement of regulated information according to Law 3556/2007: Transaction Notification
4/3/2014	Transaction Notification
6/3/2014	Announcement of regulated information according to Law 3556/2007: Transaction Notification
6/3/2014	Transaction Notification
12/3/2014	Announcement of regulated information according to Law 3556/2007: Transaction Notification
12/3/2014	Transaction Notification
13/3/2014	Announcement in relation to business development- HRADF approves the Technical Offer for the Hellinikon
19/3/2014	Announcement of regulated information according to Law 3556/2007: Transaction Notification
19/3/2014	Transaction Notification
31/3/2014	Press release for the announcement of the Company's financial statements
31/3/2014	Announcement in relation to business development - LAMDA Development announced as preferred investor for Hellinikon
31/3/2014	Announcement in relation to business development - Share Capital Increase
31/3/2014	Invitation to the Extraordinary General Meeting of the Shareholders
31/3/2014	BOD Report
2/4/2014	Draft for the amendment of the Articles of Association
2/4/2014	Announcement of regulated information according to Law 3556/2007: Transaction Notification

2/4/2014	Transaction Notification
3/4/2014	Response to Hellenic Capital Market Commission
4/4/2014	Invitation to the General Meeting of the Shareholders
9/4/2014	Response to Hellenic Capital Market Commission
10/4/2014	Ανακοίνωση Ρυθμιζόμενης Πληροφορίας (Ν.3556/2007): Γνωστοποίηση Συναλλαγών
10/4/2014	Transaction Notification
16/4/2014	Ανακοίνωση Ρυθμιζόμενης Πληροφορίας (Ν.3556/2007): Γνωστοποίηση Συναλλαγών
16/4/2014	Transaction Notification
29/4/2014	Extraordinary General Meeting of the Shareholders Resolutions
30/4/2014	Annual presentation for the financial performance of fiscal year 2013 to the analysts and institutional investors
6/5/2014	Announcement for Financial Calendar
9/5/2014	Press release for the announcement of the Company's financial statements
15/5/2014	Invitation to the Annual General Meeting of the Shareholders
5/6/2014	Announcement for the Resolutions of the Annual General Meeting dated 5/6/2014
5/6/2014	New Board of Directors
19/6/2014	Announcement for the disposal of own shares
19/6/2014	Announcement for the subscription price and the new shares ratio
20/6/2014	Announcement on the Share Capital Increase through payment in cash with pre-emption right in favor of existing shareholders: cut-off date & trading period of the pre-emption right
20/6/2014	Announcement of regulated information according to Law 3556/2007: Notification concerning changes in voting rights (L.3556/2007)
20/6/2014	Announcement on the publication of Prospectus
24/6/2014	Announcement related to business developments - Press Conference
30/6/2014	Announcement of regulated information according to Law 3556/2007: Notification concerning changes in voting rights (L.3556/2007)

2/7/2014	Announcement for significant Developments - Blackstone / GSO acquires 10% in Lamda Development - 02/07/2014 (Announcements)
4/7/2014	Announcement of regulated information according to Law 3556/2007: Notification concerning changes in voting rights (L.3556/2007)
4/7/2014	Announcement of regulated information according to Law 3556/2007: Transaction Notification
4/7/2014	Transaction Notification
8/7/2014	Announcement of regulated information according to Law 3556/2007: Transaction Notification
8/7/2014	Transaction Notification
8/7/2014	Transaction Notification
8/7/2014	Announcement of regulated information according to Law 3556/2007: Transaction Notification
8/7/2014	Transaction Notification
8/7/2014	Transaction Notification
8/7/2014	Transaction Notification
8/7/2014	Transaction Notification
8/7/2014	Transaction Notification
8/7/2014	Announcement of regulated information according to Law 3556/2007: Transaction Notification
8/7/2014	Transaction Notification
10/7/2014	Announcement of regulated information according to Law 3556/2007: Notification concerning changes in voting rights (L.3556/2007)
11/7/2014	Announcement of regulated information according to Law 3556/2007: Notification concerning changes in voting rights (L.3556/2007)
14/7/2014	Subscription in full of the Share Capital Increase through payment in cash with pre-emption right in favour of existing shareholders
15/7/2014	Announcement on publication of prospectus sypplement
17/7/2014	Announcement of regulated information according to Law 3556/2007: Notification concerning changes in voting rights (L.3556/2007)

18/7/2014	Announcement of the results of the Share Capital Increase with Pre-emption rights in favour of existing shareholders after the end of the withdrawal period.
18/7/2014	Listing of new shares from the Share Capital Increase through the payment in cash.
22/7/2014	Announcement of regulated information according to Law 3556/2007: Transaction Notification
22/7/2014	Transaction Notification
22/7/2014	Transaction Notification
22/7/2014	Transaction Notification
22/7/2014	Transaction Notification
22/7/2014	Transaction Notification
23/7/2014	Announcement of regulated information according to Law 3556/2007: Transaction Notification
23/7/2014	Transaction Notification
24/7/2014	Announcement in accordance to article 9, par. 5, and article 21 of L. 3556/2007
24/7/2014	Announcement of regulated information according to Law 3556/2007: Transaction Notification
24/7/2014	Transaction Notification
31/7/2014	New Organizational Structure
28/8/2014	Press release for the announcement of the Company's financial statements
29/8/2014	Invitation to the General Meeting of the Shareholders
1/9/2014	Draft for the amendment of the Articles of Association
10/9/2014	Response to the Hellenic Capital Market Committee
23/9/2014	Extraordinary General Meeting of the Shareholders Resolutions
23/10/2014	Acquisition of own shares
24/10/2014	Acquisition of own shares
27/10/2014	Acquisition of own shares
29/10/2014	Acquisition of own shares
31/10/2014	Acquisition of own shares
3/11/2014	Acquisition of own shares
4/11/2014	Acquisition of own shares

5/11/2014	Acquisition of own shares
6/11/2014	Acquisition of own shares
7/11/2014	Acquisition of own shares
10/11/2014	Announcement in relation to business development - Court of Audit approval for the signing of the Hellinikon Agreement
10/11/2014	Acquisition of own shares
11/11/2014	Acquisition of own shares
12/11/2014	Acquisition of own shares
13/11/2014	Acquisition of own shares
14/11/2014	Announcement in relation to business development - Signing of Agreement for the Hellinikon
14/11/2014	Acquisition of own shares
17/11/2014	Acquisition of own shares
18/11/2014	Acquisition of own shares
19/11/2014	Acquisition of own shares
20/11/2014	Acquisition of own shares
20/11/2014	Press release for the announcement of the Company's financial statements
21/11/2014	Acquisition of own shares
25/11/2014	Acquisition of own shares
26/11/2014	Acquisition of own shares
27/11/2014	Acquisition of own shares
28/11/2014	Acquisition of own shares
28/11/2014	Announcement for the exercise of stock option rights
1/12/2014	Acquisition of own shares
2/12/2014	Acquisition of own shares
3/12/2014	Acquisition of own shares
4/12/2014	Acquisition of own shares
5/12/2014	Acquisition of own shares
5/12/2014	Announcement for significant Developments - Notification of appointment of a Market Maker
8/12/2014	Acquisition of own shares

9/12/2014	Acquisition of own shares
10/12/2014	Acquisition of own shares
11/12/2014	Acquisition of own shares
12/12/2014	Acquisition of own shares
15/12/2014	Acquisition of own shares
16/12/2014	Acquisition of own shares
16/12/2014	Announcement of regulated information according to Law 3556/2007: Transaction Notification
16/12/2014	Transaction Notification
17/12/2014	Acquisition of own shares
18/12/2014	Acquisition of own shares
19/12/2014	Acquisition of own shares
22/12/2014	Acquisition of own shares
24/12/2014	Acquisition of own shares
29/12/2014	Acquisition of own shares
30/12/2014	Acquisition of own shares
31/12/2014	Acquisition of own shares