

ATHENS MEDICAL CENTER S.A.

REG. No. 13782/06/B/86/06 General Commercial Registry: 356301000

5-7 Distomou Str, 15125 Maroussi

FINANCIAL STATEMENT AND INFORMATION FOR THE PERIOD 1 January 2014 until 30 June 2014

According to the 4/507/28.4.2009 decision of the Capital Market's Board of Directors Commission

The following results and information, that arise from the financial statements, provide a general picture of the financial position and financial results of the ATHENS MEDICAL CENTER S.A. Thus we suggest the reader, before entering into any sort of investment decision or other transaction with the issuer, to gain access to the company's web site, where the inancial statements can be downloaded, as well as the Auditor's Certificate when this is required.

Company's web site: www.iatriko.gr Date of Approval by the

Board of Directors of a' six month Financial Statements : 29 August 2014

Zervini Eleni SOEL R.N. 29261 Certified Auditor Accountant : BDO HELLAS S.A. SOEL R.N. 153

Type of Auditor's review report Unqualified conclusion (emphasis of matters)

STATEMENT OF FINANCIAL POSITI	ON (consolidated and non cons	solidated) amounts in the	ous. €		CASH FLOW STATEM	ENT (consolidated and	non consolidated)	amounts in thous. €		
	GRO	<u>UP</u>	PARENT		Indirect method		GRO	U <u>P</u>	PARE	NT
ASSETS	30/6/2014	31/12/2013	30/6/2014	31/12/2013			1/1-30/6/2014	1/1-30/6/2013	1/1-30/6/2014	1/1-30/6/2013
Property, plant and equipment	244.006	247.242	230.876	233.887	Operating Activities :					
Investment property	0	0	0	0	Profit / (Loss) before taxes (continued operations)		5.822	2.689	6.044	2.194
Intangible assets	236	243	230	232			0	0	0	0
Other non current assets	8.631	10,204	30.932		Plus / Less adjustments for :					
Inventories	4.289	4.758	4.071		Depreciation		4.416	4.829	4.176	4.504
Receivables (trade debtors)	91.239	89.461	90.715		9 Impairment of tangible and intangible fixed assets		0	0	0	0
Other current assets	49.348	57.388	51.226		Provisions		821	2.255	817	2.185
Non current assets held for sale	0	0	0	0.0.0	Exchange differences		0	-19	0	0
TOTAL ASSETS	397.749	409.296	408.050	418 988	Results (revenues, expenses, gains and losses) from		Ü	10	· ·	Ü
EQUITY AND LIABILITIES	901.1130	-100.E30	100.000	410.500	investing activities		-1.828	-3.348	-1.847	-3.033
Share capital	26.888	26.888	26.888	26 000	Interest expenses and related costs		5.911	8.082	5.821	7.975
	69.713				1		5.911	0.002	5.021	7.975
Other components of equity	96.601	<u>65.825</u> 92.713	<u>77.382</u> 104.270		Plus / Less adjustments for changes in					
Total equity attributable to owners of the parent (a)				100.030	working capital or related to operating					
Non controlling interests (b)	265	238	0	0	activities:		400		400	507
Total Equity (c) = (a)+(b)	<u>96.866</u>	<u>92.951</u>	<u>104.270</u>		Decrease / (Increase) in inventories		469	522	439	527
Long term borrowings	158	198	33		Decrease / (Increase) in receivables		-7.298	-18.678	-7.804	-18.281
Long term provisions / Other non current liabilities	33.180	32.624	33.076		(Decrease) / Increase in liabilities (except for borrowings)		-5.046	-30.464	-4.851	-30.318
Short term borrowings	158.729	167.423	156.403	165.081						
Other current liabilities	<u>108.816</u>	<u>116.100</u>	114.268	121.309	Interest charges and related expenses paid		-5.511	-6.600	-5.422	-6.493
Liabilities related to non					Paid taxes		-641	-518	-480	-480
current assets held for sale	0	0	0	0	Operating cash flows from discontinued operations		0	0	0	0
Total Liabilities (d)	<u>300.883</u>	<u>316.345</u>	303.780							
TOTAL EQUITY AND LIABILITIES ©+(d)	<u>397.749</u>	<u>409.296</u>	<u>408.050</u>	<u>418.988</u>	Operating Activities (a)		-2.885	<u>-41.250</u>	<u>-3.107</u>	-41.220
STATEMENT OF CHANGES IN EQUITY FOR	THE PERIOD (consolidated and	non consolidated) amou	ınts in thous. €		Investing Activities					
	GRO	<u>UP</u>	PARENT		Acquisition of subsidiaries, associates, joint ventures					
	30/6/2014	30/6/2013	30/6/2014	30/6/2013	and other investments		-1	-2.000	0	-2.000
Total equity in the beginning of the period					Purchase of tangible and intangible fixed assets		-1.173	-1.510	-1.163	-1.476
(1/1/2014 and 1/1/2013 accordingly)	92.951	132.477	100.030	149,433	Cash collection from the sale of tangible and intangible					
Total comprehensive income after taxes for the period	3.925	-2.490	4.240		fixed assets		0	0	0	0
(continued and discontinued operations)	0.020	2.100	112.10	2.000	Income from interest		345	899	344	582
Increase / (Decrease) of Share Capital	0	0	0	0	Income from dividend		0	0	0	002
Dividend distributed	-10	-47	0	0	Investing cash flows from discontinued operations		· ·	· ·	· ·	ŭ
Buying / (Selling) of treasury shares	0	0	0	0	Total Inflows / (Outflows) from					
Total equity at the end of the period	Ü	· ·	0	0	Investing Activities (b)		<u>-829</u>	<u>-2.611</u>	<u>-819</u>	<u>-2.894</u>
(30/6/2014 and 30/6/2013 accordingly)	<u>96.866</u>	129.940	104.270	146 702	Financing Activities		-023	<u>-2.011</u>	-019	-2.034
(30/0/2014 and 30/0/2013 accordingly)	90.000	123.340	104.270	140.763	Proceeds from share capital increase		0	0	0	0
					•		-		-	0
					Payments from share capital decrease		0	0	0	0
					Proceeds from debt		87	187	87	187
					Debt repayment		-8.198	-10.531	-8.198	-10.531
					Payments of financial leasing					
					(Capital installments)		-623	-879	-573	-811
					Dividend paid		-11	-55	-1	0
					Financing cash flows from discontinued operations		0	0	0	0
					Total Inflows / (Outflows) from					
					Financing Activities ©		<u>-8.745</u>	<u>-11.278</u>	<u>-8.685</u>	<u>-11.155</u>
					Net Increase/ (Decrease) in Cash and Cash Equivalents					
					for the Period (a)+(b)+©		<u>-12.459</u>	<u>-55.139</u>	<u>-12.611</u>	<u>-55.269</u>
					Cash and Cash Equivalents (beginning)		<u>16.489</u>	69.524	<u>15.988</u>	68.944
					Cash and Cash Equivalents (period end)		4.030	<u>14.385</u>	3.377	<u>13.675</u>
		STATEMENT OF COMP	REHENSIVE INCOME FOR	R THE PERIOD (co	nsolidated and non consolidated) amounts in thous. €					
			GROUP			PAREN'	<u>T</u>			
		1/1-30/6/2014	1/1-30/6/2013	1/4-30/6/2014	1/4-30/6/2013 1/1-30/6/2014	1/1-30/6/2013	1/4-30/6/2014	1/4-30/6/2013		
Turnover		82.229	93.360	40.377	47.914 79.858	90.939	39.203	46.719		
Gross profit/ (loss)		15.048	21.590	7.030		20.138	6.452	10.656		
Profit before taxes, financing and					10,000					
investing activity		9.905	7.423	7.800	3.120 10.018	7.136	8.057	3.064		
Profit / (Loss) before taxes		5.822	2.689	5.488		2.194	5.827	54		
Profit / (Loss) after taxes (A)		3.925	-2.336	3.003		-2.475	3.389	-750		
Owners of the parent		3.888	-2.344	2.991			3.389	-750 -750		
		3.000	-2.344 8	2.991		-2.4/0	3.369	-750		
Non controlling interests		3/	8	12	-15					
Other comprehensive income after toyon (P)		^	154	0	1 0	175	0	0		

Companies	Residence	<u>(%)</u>	<u>Method</u>	Years	6. Disclosures of transactions with related parties of group and company as defined in IAS 24 (amounts in thous.€):						
Group Structure		Participation	Consolidation	Tax unaudited				•			
				ADD	ITIONAL INFORMATIO	N:	_				
investing activity and depreciation			14.321	12.252	9.999	5.524	14.194	11.640	10.141	5.303	
Profit before taxes, financing and											
Earnings / (Losses) after taxes per share - basic (in €)			0,0448	-0,0270	0,0345	-0,0093	0,0489	-0,0285	0,0391	-0,0086	
Non controlling interests			37	8	12	-15					
Owners of the parent			3.888	-2.498	2.991	-810	4.240	-2.650	3.389	-750	
Total comprehensive income after taxes (A)+(B)			3.925	-2.490	3.003	-825	4.240	-2.650	3.389	-750	
Other comprehensive income after taxes (B)			0	-154	0	1	0	-175	0	0	
Non controlling interests			37	8	12	-15					
Owners of the parent			3.888	-2.344	2.991	-811	4.240	-2.475	3.389	-750	
Profit / (Loss) after taxes (A)			3.925	-2.336	3.003	-826	4.240	-2.475	3.389	-750	
Profit / (Loss) before taxes			5.822	2.689	5.488	194	6.044	2.194	5.827	54	
investing activity			9.905	7.423	7.800	3.120	10.018	7.136	8.057	3.064	
Profit before taxes, financing and											
Gross profit/ (loss)			15.048	21.590	7.030	11.345	13.935	20.138	6.452	10.656	
Turnover			02.229	93.300	40.377	47.314	19.000	90.939	39.203	40.719	

	ADDITIONAL INFORMATION:											
Group Structure		Participation	Consolidation	Tax unaudited								
Companies	Residence	<u>(%)</u>	Method	<u>Years</u>	6. Disclosures of transactions with related parties of group and	d company as defined	d in IAS 24 (amounts in t					
ATHENS MEDICAL CENTER SA	Maroussi Attica	Parent Co		2009-2010		GROUP	PARENT					
IATRIKI TECHNIKI SA	Kiffisia Attica	100,00	TOTAL	2009-2010	a) Revenue	31	174					
AKSONIKI EREVNA SA	Maroussi Attica	50,50	TOTAL	2007-2013	b) Expenses	228	4.342					
EREVNA SA	Maroussi Attica	51,00	TOTAL	2007-2013	c) Receivables	1.788	6.741					
PHYSIOTHERAPY					d) Liabilities	614	30.956					
CENTER SA	Maroussi Attica	33,00	TOTAL	2010	e) Transactions and compensations of executives							
HOSPITAL AFFILIATES INTERNATIONAL SA	Kiffisia Attica	68,89	TOTAL	2007- 2010 & 2012 - 2013	and members of the Board	2.399	2.170					
MEDSANA BMC	Bucharest Romania	100,00	TOTAL	1997-2013	f) Receivables from executives							
BIOAXIS SRL (former MEDSANA SRL)	Bucharest Romania	78,90	TOTAL	1997-2013	and members of the Board	0	0					
					g) Liabilities to executives							
EUROSITE SA	Maroussi Attica	100,00	TOTAL	2010	and members of the Board	878	738					
GAIA SA	Athens	100,00	TOTAL	2009-2010	7. The amounts of formed provisions are the following (amounts in thous. €):							
MEDICAFE SA	Thessaloniki	55,00	EQUITY METHOD	2007-2010		GROUP	PARENT					
INTEROPTICS SA	Athens	27,33	EQUITY METHOD	2010	a) Legal disputes	208	0					
					b) Tax unaudited years	1.010	950					

I. All companies in the group are those described in the above table titled "Group Structure". There is no deviation in the companies and the me that used in the financial statements of the respective period of previous year 2013 or of previous year 2013, besides the case of company ORTELIA HOLDING, which was not thous. and deferred tax expense amounted to 174 thous. related to recognized actuarial gains. The amount of other comprehensive in ncluded in the consolidated financial statements for period 1/1-30/6/2014, as it was erased from companies' register of Cyprus. The non consolidation of this company did not cause change greater than 25% of turn over, results after taxes and non controlling interests and total equity attributable to owners of the parent (See note 9,14).

- ent amounted to €196.8 .mil. 2. There are pledges against the parent company's land and buildings, which refer to mortgage attach
- i. I here are no legal disputes that could have a significant effect on the company's and the group's financial structure.

 The total number of employees for the first semester of 2014 was : Group 2.837 (2.810 first semester of 2013) and Parent Co 2.679.
- (2.644 first semester of 2013) respectively.
- Profit / (loss) per share was calculated using the average weighted number of total shares issued.

company for period 1/1-30/6/2013 amounted to €-175 thous. is deferred tax expense related to recognized actuarial gains.

8. The amount of other comprehensive income after taxes of group for period 1/1-30/6/2013 €-154 thous, includes exchange diff

- 9. A detailed report to group's structure is found in paragraphs 2 "Corporate information", 3d "Principal accounting policies" as well as in paragraphs 14 and 15 of
- 11. Up to the approval date of the interim Financial Statements for period 1/1-30/6/2014 by the Board of Directors, Bonds of common bond loan issuance program of total amount 20.532 thous were due. During period 1/1-30/6/2014 bonds amounted to 8.161 thous were paid up while Group's Management is in discussio process with the Banks about the regulation and payment of the installments due.
- 12. The accounting policies applied for these financial statements are consistent with those applied for the financial statements at 31/12/2013. For reasons of comparability there has been a reclassification of certain figures, in the comparative figures of period 1/1-30/6/2013 (interest cost of provision for retirement of 220 th.) without any change in turn over, results after taxes and non controlling interests, comprehensive income after taxes as well as equity attributable to owner of the parent (see note 25 of the financial statements).
- 13. Five ministerial decisions were issued within 2014 regulating various issues regarding the Clawback and Rebate of Law 4172/2013. Additionally, a stand-alone administrative act was issued determining the final amounts of clawback and rebate for the year 2013. The company has exercised legal remedies for annulmen against these decisions to the Council of the State, except for the decision issued in August 2014 which is still into force. Additionally, the company has exercised an appeal and an application for suspension against the stand-alone act of EOPYY to the Administrative Court of Appeals. Regarding this matter the Presiding Judge has ruled for the temporary suspension of the stand-alone act. (see note 17 of financial statements).

14. Matter of emphasis refers to note 3b of the interim Financial Report, where it is mentioned that: a) Long term bank loans, totaling to € 147.069 th. ar The limited of emphasis letter to linke 30 of the limited in limited in limited that a plong term barrowings, due to non compliance with the established credit terms (covenants) of the existing bank loans. As a result the Group and the Company total current liabilities exceed their total current assets, by € 122.669 th. and € 124.659 th. respectively b) Up to the approval date of the interim financial information, Bonds payable of total amount € 20.532 th. were due.

anagement of the Group has initiated a series of actions, as described in detail, in Note 3b of the accompanying interim financia information, so as to ensure the Group's and the Company's ability to continue its course of business, as a going concern. The successful conclusion of this negotiation and the actions mentioned is substantial for the Group's and the Company's going concern.

Maroussi, 29 August 2014

c) Other provisions

The President of the BOD The CEO and Member of the BOD The General Group CFO The Parent CFO The Parent Chief Accountant

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