



# J&P - AVAX S.A.

Company number in the General Electronic Commercial Registry: 913601000 (Former Number 14303/06/B/86/26 in the register of Societes Anonymes)

16 Amarousiou-Halandriou Street, Marousi 151 25, Greece

Figures and Information for the period of 1st of January until 30th of June 2016

The figures and information illustrated below aim to provide a summary view of the financial position and results of J&P-AVAX S.A. and its subsidiaries. Before making any investment decision or any other transaction concerning the company, we advise the reader to visit the company's web site (www.jp-avax.gr) which presents the detailed financial statements according to International Financial Reporting Standards, along with the auditor's report.

Web Site: [www.jp-avax.gr](http://www.jp-avax.gr)  
 Board of Directors approval date: September 27th, 2016  
 Public Certified Accountant: Dimitrios V. Spirakis (S.O.E.L. R.N. 34191)  
 Auditing Firm: BDO Certified Public Accountants S.A. (S.O.E.L. R.N. 173)  
 Type of Auditor's Review Report: Unqualified Opinion

## CONDENSED STATEMENT OF FINANCIAL POSITION

Amounts in € thousand

	GROUP		COMPANY	
	30/06/2016	31/12/2015	30/06/2016	31/12/2015
<b>ASSETS</b>				
Tangible assets	81.333	98.743	47.138	49.134
Investment properties	18.980	18.980	1.272	1.272
Intangible assets	5.626	5.757	59	56
Available for sale investments	141.770	134.344	459.059	456.787
Other non current assets	292.765	273.391	172.453	151.726
Inventories	34.008	36.797	20.640	20.444
Trade receivables	434.723	462.770	363.245	343.441
Other current assets	186.298	176.449	170.139	195.902
Cash and cash equivalents	55.977	103.795	47.535	76.803
<b>TOTAL ASSETS</b>	<b>1.251.480</b>	<b>1.311.026</b>	<b>1.281.539</b>	<b>1.295.565</b>
<b>SHAREHOLDERS EQUITY AND LIABILITIES</b>				
Share Capital (77.654.850 shares x 0.58 euro)	45.040	45.040	45.040	45.040
Share Premium Account	146.677	146.677	146.677	146.677
Other equity items	12.092	(13.248)	151.574	138.059
<b>Share capital and reserves (a)</b>	<b>203.809</b>	<b>178.469</b>	<b>343.290</b>	<b>329.776</b>
Non-controlling interests (b)	(823)	(1.056)	-	-
<b>Total Equity (c)=(a)+(b)</b>	<b>202.985</b>	<b>177.413</b>	<b>343.290</b>	<b>329.776</b>
Long-term loans	442.965	419.168	409.792	394.610
Provisions and other long-term liabilities	74.875	85.822	97.457	102.934
Short-term borrowings	135.893	172.446	107.451	119.474
Other short-term liabilities	394.761	456.176	323.549	348.773
<b>Total liabilities (d)</b>	<b>1.048.495</b>	<b>1.133.613</b>	<b>938.249</b>	<b>965.790</b>
<b>TOTAL SHAREHOLDERS EQUITY AND LIABILITIES (c)+(d)</b>	<b>1.251.480</b>	<b>1.311.026</b>	<b>1.281.539</b>	<b>1.295.565</b>

## CONDENSED STATEMENT OF CHANGES IN EQUITY

Amounts in € thousands

	GROUP		COMPANY	
	30/06/2016	31/12/2015	30/06/2016	31/12/2015
Equity balance at the beginning of fiscal year (1/1/16 and 1/1/15 respectively)	177.413	216.796	329.775	364.980
Total comprehensive income after tax	21.510	(4.859)	13.515	7.063
Other appropriations	4.062	260	-	-
<b>Total equity balance at the end of fiscal year (30/06/16 and 30/06/15 respectively)</b>	<b>202.985</b>	<b>212.197</b>	<b>343.290</b>	<b>372.043</b>

## TRANSACTIONS WITH RELATED PARTIES (amounts in € thousand)

	GROUP		COMPANY	
	1.1-30.06.2016	1.1-30.06.2016	1.1-30.06.2016	1.1-30.06.2016
a) Income	958	19.791	-	-
b) Expenses	59	689	-	-
c) Receivables	20.181	81.444	-	-
d) Payables	5.755	31.747	-	-
e) Key management compensations	957	376	-	-
f) Receivables from key management	21	-	-	-
g) Payables to key management	693	175	-	-

## NOTES TO THE ACCOUNTS

- The accounting policies applied in preparing these Financial Statements are consistent with those applied for the Financial Statements at 31.12.2015.
- Tax auditing for the Company and the companies of the Group are analysed in note C1 of the Interim Condensed Financial Report.
- There are ongoing litigation cases with judicial or administrative bodies which are not expected to have a significant impact on the financial stance of the Group and the Company. The estimated amount for the fiscal years not tax audited as of 30.06.2016 is € 596 thousand for the Group and € 353 thousand for the Company. Other provisions as of 30.6.2016 amount to € 105.820 thousand for the Group and € 183.698 thousand for the Company.
- The companies of the Group, the percentages the Group participates in their share capital, as well as the consolidation method used in the financial statements of the fiscal period 1/1-30/06/2016, are mentioned analytically in note C1 of the Interim Condensed Financial Report.
- The number of employees at the end of the reporting period at Group level is 1.376 persons (vs 1.478 on 30/06/2015) and at Company level is 933 (vs 962 on 30/06/2015).
- Earnings per share are calculated using the weighted average number of shares for the period.
- The Board of Directors approved the above financial statements on September 27th, 2016.
- Minor differences in sums are due to rounding.
- Capital expenditure excluding acquisitions for the fiscal year of 1/1-30/06/2016 amounted to : Group € 1.7 m and Company € 0.02 m.
- None of the Company's shares are held by the Company itself or any of its group member-companies at the end of the period.
- As of 30.06.2016, there are pledges amounting to €3.973 thousand on Company property and further pledges amounting to € 38.127 thousand on Group property to secure bond holder banks. For the same purpose, there are pledges on retentions on outstanding performance bonds, future receivables from ongoing projects as well as claims in legal dispute.
- The other comprehensive income after tax for the Group and the Company is analyzed as follows:
 

	GROUP		COMPANY	
	1.1-30.06.2016	1.1-31.12.2015	1.1-30.06.2016	1.1-31.12.2015
<b>Amounts reclassified to the income statement in subsequent periods</b>				
Cash flow hedging	-	(251)	-	-
Translation differences of subsidiaries abroad	(622)	581	(626)	(1.876)
Reserves for available for sale investments	7.089	-	1.007	-
Revaluation reserves of other assets	90	(654)	-	(563)
Tax on other comprehensive income	(2.082)	235	(292)	146
<b>Amounts not reclassified to the income statement in subsequent periods</b>				
Reserves	(248)	(965)	-	-
Re-measurement gains/ (losses) on defined benefit plans	-	(41)	-	-
Tax on other comprehensive income	72	261	-	-
<b>Total other comprehensive income from continuing operations net of tax</b>	<b>4.299</b>	<b>(833)</b>	<b>89</b>	<b>(2.292)</b>
<b>Total other comprehensive income from discontinued operations net of tax</b>	<b>(3.765)</b>	<b>(1.227)</b>	<b>-</b>	<b>-</b>
<b>Total other comprehensive income from continuing and discontinued operations net of tax</b>	<b>534</b>	<b>(2.060)</b>	<b>89</b>	<b>(2.292)</b>
- The Annual General Meeting of shareholders of subsidiary ATHENA SA on 28.03.2016 approved the increase of its share capital by €30 million, capitalising an equal amount of payable liabilities to its parent company J&P-AVAX SA. The capital increase is reserved exclusively for J&P-AVAX SA, waiving the rights of other shareholders, and will raise J&P-AVAX's stake in ATHENA SA from 92.90% to 99.16%. The relevant Information Memorandum towards the listing of the new shares on the Athens Stock Exchange has not yet been submitted to the Greek Capital Markets Commission for approval.
- On June 30th 2016 the subsidiary company ATHENA SA has transferred its branch operations in United Arab Emirates, to the international group Joannou & Paraskevaldes (Overseas) Limited for the price of one (1) USD. The transaction cleaned up the balance sheet and improved the consolidated results of J&P-AVAX, as the discontinued operations in the United Arab Emirates were the prime source of losses in recent years. That is why previous period amounts have been reclassified in order to include the continuing operations measurement requirements. The effect of the discontinued operations in the financial statements is recognised and presented separately in note 15 according to IFRS 5 "Non-current Assets Held for Sale and Discontinued Operations".
- On April 2016 «BONATTI S.p.A.» and J&P-AVAX SA established a new company «BONATTI J&P AVAX S.r.l.» registered in Italy. The purpose of the company is to carry out the design and oversee the construction of the Trans Adriatic Pipeline (TAP AG) of 360 kilometers located in Northern Greece. J&P-AVAX SA participates with 45% in the new company. Until June 30th 2016 the company had resume no operations.
- In addition on April of 2016 the subsidiary company J&P AVAX INTERNATIONAL LTD was established in Cyprus. The company had no business activity as of June 30th 2016.
- The Hellenic Competition Commission has disclosed its proposal for alleged possible infringements in the public works tenders of Article 1 of Law 3959/2011 regarding the protection of free competition conditions, for the parent company and two of the group's subsidiaries. Up until the approval of the financial statements by the group's management no relative decision has been issued by the Commission therefore no possible outcome can be estimated. For that reason no provision has been accounted for.

Marousi September 27th, 2016

CHAIRMAN

DEPUTY CHAIRMAN & EXECUTIVE DIRECTOR

VICE CHAIRMAN & MANAGING DIRECTOR

EXECUTIVE DIRECTOR & CFO

CHIEF ACCOUNTANT

CHRISTOS JOANNOU  
I.D. No. 889746

KONSTANTINOS KOUVARAS  
I.D. No. AI 597426

KONSTANTINOS MITZALIS  
I.D. No. E547337

ATHENA ELIADES  
I.D. No. 550801

GEORGE GIANNOPOULOS  
I.D. No. AI 109515

## CONDENSED STATEMENT OF TOTAL COMPREHENSIVE INCOME

Amounts in € thousand

	GROUP		COMPANY	
	1/1-30/06/2016	1/1-30/06/2015	1/1-30/06/2016	1/1-30/06/2015
Turnover	270.633	231.995	231.832	199.650
Cost of sales	(234.191)	(173.595)	(190.397)	(144.408)
<b>Gross profit/ (Loss)</b>	<b>36.442</b>	<b>58.400</b>	<b>41.435</b>	<b>55.242</b>
Other net operating income/(expense)	(678)	610	(74)	344
Write off of assets	(7.793)	382	(27.793)	(42.547)
Administrative expenses	(11.962)	(12.660)	(8.204)	(9.683)
Selling & Marketing expenses	(2.015)	(1.907)	(1.472)	(1.167)
Income/(Losses) from Associates/Participations	6.498	5.694	18.136	28.007
<b>Profit/ (Loss) before tax, financial &amp; investment results</b>	<b>20.292</b>	<b>50.517</b>	<b>22.028</b>	<b>30.196</b>
Net finance costs	(15.440)	(16.707)	(13.841)	(15.449)
<b>Profit/ (Loss) before tax</b>	<b>4.852</b>	<b>33.811</b>	<b>8.187</b>	<b>14.747</b>
Tax	7.646	(5.974)	5.239	(5.391)
<b>Profit/ (Loss) after tax from continuing operations</b>	<b>12.498</b>	<b>27.837</b>	<b>13.427</b>	<b>9.355</b>
<b>Profit/ (Loss) after tax from discontinued operations</b>	<b>8.478</b>	<b>(30.636)</b>	<b>-</b>	<b>-</b>
<b>Profit/ (Loss) after tax from continuing and discontinued operations(a)</b>	<b>20.976</b>	<b>(2.799)</b>	<b>13.427</b>	<b>9.355</b>
Attributable to:				
Equity holders of the parent	21.124	977	13.427	9.355
Non-controlling interests	(148)	(3.776)	-	-
<b>20.976</b>	<b>(2.799)</b>	<b>13.427</b>	<b>9.355</b>	
Other comprehensive income net of tax (b)	534	(2.060)	89	(2.292)
<b>Total comprehensive income net of tax (a)+(b)</b>	<b>21.510</b>	<b>(4.859)</b>	<b>13.515</b>	<b>7.063</b>
Attributable to:				
Equity holders of the parent	21.640	(1.084)	13.515	7.063
Non-controlling interests	(129)	(3.776)	-	-
Basic earnings/ (losses) per share from continuing and discontinued operations (in €)	0.2720	0.0126	0.1729	0.1205
Basic earnings/ (losses) per share from continuing operations(in €)	0.1628	0.4071	0.1729	0.1205
Profit/ (Loss) before tax, financial and investment results and depreciation	40.064	26.429	51.959	75.405

## CASH FLOW STATEMENT

Amounts in € thousands

	GROUP		COMPANY	
	1/1-30/06/2016	1/1-30/06/2015	1/1-30/06/2016	1/1-30/06/2015
<b>Operating Activities</b>				
Profit/ (Loss) before tax from continuing operations	4.852	33.811	8.187	14.747
Adjustments for:				
Depreciation	3.501	4.253	2.137	2.662
Exchange differences	(54)	384	(56)	(78)
Provisions	(4.126)	(188)	(1)	(128)
Interest income	(2.774)	(1.651)	(1.459)	(1.479)
Interest expense	18.040	17.311	15.300	16.928
(Gain)/ Loss from impairment of assets	7.793	(382)	27.793	42.547
Gain/ (Losses) from financial instruments	174	(297)	-	-
Investment (Income)/ Loss	(5.941)	(5.847)	(18.136)	(28.007)
<b>Change in working capital</b>				
(Increase)/decrease in inventories	2.789	2.216	(196)	1.124
(Increase)/decrease in trade and other receivables	(69.717)	(61.995)	(8.721)	(14.562)
Increase/(decrease) in payables	20.098	53.740	(21.724)	(6.015)
Interest paid	(21.651)	(11.841)	(18.911)	(11.457)
Income taxes paid	(3.945)	(1.539)	(3.246)	(1.101)
<b>Cash flow from continuing operating Activities</b>	<b>(60.961)</b>	<b>27.977</b>	<b>(19.033)</b>	<b>15.184</b>
<b>Cash flow from discontinued operating activities</b>	<b>(17.253)</b>	<b>(7.395)</b>	<b>-</b>	<b>-</b>
<b>Cash Flow from continuing and discontinued operating activities (a)</b>	<b>(68.215)</b>	<b>20.582</b>	<b>(19.033)</b>	<b>15.184</b>
<b>Investing Activities:</b>				
Purchase of tangible and intangible assets	(1.668)	(3.499)	(19)	(3.404)
Proceeds from disposal of tangible and intangible assets	662	3.595	(1.355)	4.719
(Acquisition)/ Sale of associates, JVs and other investments	(428)	(8.012)	(30.265)	(3.502)
Interest received	1.424	1.020	109	848
Dividends received	16.298	15.386	18.136	28.007
<b>Cash Flow from continuing investing activities</b>	<b>16.288</b>	<b>8.491</b>	<b>(13.393)</b>	<b>26.667</b>
<b>Cash flow from discontinued investing activities</b>	<b>390</b>	<b>6.299</b>	<b>-</b>	<b>-</b>
<b>Cash Flow from continuing and discontinued investing activities (b)</b>	<b>16.678</b>	<b>14.790</b>	<b>(13.393)</b>	<b>26.667</b>
<b>Financing Activities</b>				
Proceeds (Payments) from loans	(12.756)	(37.978)	3.160	(42.973)
Dividends paid	(1)	(1)	(1)	(1)
<b>Cash Flow from continuing financing activities</b>	<b>(12.756)</b>	<b>(37.979)</b>	<b>3.159</b>	<b>(42.974)</b>
<b>Cash flow from discontinued financing activities</b>	<b>16.475</b>	<b>3.750</b>	<b>-</b>	<b>-</b>
<b>Cash Flow from continuing and discontinued financing activities (b)</b>	<b>3.718</b>	<b>(34.228)</b>	<b>3.159</b>	<b>(42.974)</b>
<b>Net increase in cash and cash equivalents (a)+(b)+(c)</b>	<b>(47.818)</b>	<b>1.144</b>	<b>(29.268)</b>	<b>(1.123)</b>
Cash and cash equivalents at the beginning of the period	103.795	80.114	76.803	62.238
<b>Cash and cash equivalents at the end of period</b>	<b>55.977</b>	<b>81.258</b>	<b>47.535</b>	<b>61.115</b>