F.G. EUROPE S.A.

SOCIETE ANONYME WHOLESALER OF ELECTRICAL AND ELECTRONIC APPLIANCES

128, Vouliagmenis Ave.
166 74 Glyfada - Greece
G.E.MI 121596799000 (P.C. Reg. No. 13413/06/B/86/111)

SIX - MONTHS
FINANCIAL REPORT

Six - month period ended June 30, 2016

In accordance with
article 5 of L. 3556/2007

F.G. EUROPE S.A.

Interim Financial Statements
As of June 30, 2016

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F.G. EUROPE S.A.

Interim Financial Statements
As of June 30, 2016

DECLARATIONS OF THE MEMBERS OF THE BOARD OF DIRECTORS
(In accordance with article 5 par. 2γ. of L. 3556/2007)

Members of the Board of Directors, Mr. Georgios Fidakis, Chairman of the Board, Mr. Ioannis Pantousis, Managing Director and Mr. Konstantinos Demenagas, executive member of the Board, under their aforementioned capacity as Members of the Board, declare that to their best knowledge:

- The Interim Financial Statements Company and Consolidated for the period ended on June 30, 2016, which were prepared in accordance with the international accounting standards, present in a truthful manner the figures pertaining to assets, liabilities, shareholders equity and financial results of the Company and the F.G. EUROPE S.A. Group and companies consolidated, in accordance with provisions set forth in paragraphs 3 to 5, article 5 of Law 3556/30-4-2007.

- The Interim Board of Directors Report on the Financial Statements Company and Consolidated for the six-month period ended in June 30, 2016 presents in a truthful manner all information deemed necessary in accordance with provisions set forth in paragraph 6, article 5 of Law 3556/30-4-2007.

Glyfada, September 26, 2016

Chairman of the Board of Directors	Managing Director	Executive member of the Board of Directors
Georgios Fidakis	**John Pantousis**	**Konstantinos Demenagas**

F.G. EUROPE S.A.

SOCIETE ANONYME WHOLESALER OF ELECTRICAL AND ELECTRONIC APPLIANCES

BOARD OF DIRECTORS' REPORT ON THE COMPANY AND CONSOLIDATED FINANCIAL STATEMENTS FOR THE SIX-MONTH PERIOD ENDED JUNE 30, 2016

This Report has been prepared in accordance with provisions set forth in par. 6, article 5, L.3556/2007 and the relevant Hellenic Capital Market Commission Rules 1/434/3-7-2007 and 7/448/11-10-2007, issued by the Board of Directors of the Hellenic Capital Market Commission.

The purpose of this report is to inform investors with regard to:

- The financial status, outcome, and course of the Company and the Group during the period in question, as well as any changes having occurred,
- Any important events which took place during the period in question, and their effect on the Financial Statements of the Company and Consolidated for the same period,
- Any significant risks that may arise for the Company and the Group during the following remaining period of the fiscal year,
- Any transactions which took place between the Company and any Group undertakings, affiliate companies or other related parties, in accordance with IAS 24.

A. First Half 2016 Account

Changes and Progress noted in the Financial Figures of the Company and the Group

The domestic sales of the Company during the first half of 2016 increased by 23,43%, amounting to €15,96 mil., against sales of €12,93 mil. in the first half of 2015. The sales abroad increased significantly by 12,98%, amounting to €31,78 mil. against €28,13 in the corresponding period of 2015, mainly due to the sales' increase of the Company's subsidiary in Italy (FG Europe Italia SpA).

The sales abroad/ domestic sales ratio in the first half of 2016 amounted to 63:37, against 70:30 in the corresponding period of 2015. The domestic sales increase, as mentioned above, resulted to this ratio.

The Company's earnings before taxes for the first half of 2016 increased dramatically by 353,96%, amounting to €1,49 mil. against € 0,33 mil. in the corresponding period of 2015, mainly attributed to the reduction of general expenses by 20,11% and the significant decrease of the finance expenses by 43,88%.

The Group's earnings before taxes increased by 264,79%, amounting to €2,53 mil., against €0,69 mil. in the corresponding period of 2015, due to the increase of the Company's sales and also due to the subsidiaries' increasing sales, mainly in Italy and secondly in Turkey. The abovementioned increased sales of the subsidiaries in Italy and Turkey counterbalanced the reduction of the subsidiaries' sales in the energy sector attributed to the low wind conditions of the first half of 2016.

At the Parent Company level:

Sales: Airconditioning sales during the first half of 2016 amounted to a total of €41,45 mil. against €41,37 mil. in the first half of 2015, slightly increased by 0,19%. Domestic sales of airconditioning increased by 26,89%, amounting to €14,11 mil. against €11,12 mil. in the first half of 2015. Starting from October 2015, the airconditioning sales in Italy are made from our 100% subsidiary FG Europe Italia SpA. As a consequence, sales in Italy are now counted in the abovementioned subsidiary and also in the Group's consolidated revenues, rather than the Company's sole revenues. For the first half of 2016, while exports appear relatively reduced, amounting €27,34 mil. against €30,25 mil. in the corresponding period of 2015, the sales abroad through F.G. Europe and its subsidiaries increased by 12,98%.
ESKIMO white appliances, with their continuously renewed and better quality products, have a growing appeal in the domestic market, resulting a sales increase for a third consecutive year, amounting to €1,85 mil. against €1,46 mil. in the first half of 2015, by 26,64%.

Gross Profit: The maintenance of total sales in the same level (€43,29 mil. in June 2016 against €43,18 mil. in June 2015) in connection with the reduction of the Gross Profit margin from 24,77% in the first half of 2015 to 21,36% in the first half of 2016, resulted to the reduction of Gross Profit by 13,52%, amounting to €9,25 mil. in the first half of 2016, against €10,69 mil. in the first half of 2015. The reduction of the Gross Profit margin and, consequently, the Gross Profits is mainly attributed to the invoicing of sales in Italy, directly to our 100% subsidiary (FG Europe Italia SpA), which has taken charge of sales for the region.

General Operating Expenses: Due to the abovementioned in the Goss Profit analysis regarding the invoicing policy in Italy, there is a significant reduction in the General Operating Expenses amounting to €6,75 mil. in the first half of 2016, against €8,44 mil. in the corresponding period, reduced by 20,11%.

EBITDA: The reduction of the General Operating Expenses, combined with the slight increase in Sales, resulted to an increase of EBIDA by 11,18%, amounting to €3,35 mil. in the first half of 2016, against €3,02 mil. in the corresponding period. Furthermore, the EBITDA margin for the first half of 2016 resulted to 7,74% against 6,98% in the first half of 2015.

Financial Results: The financial result for the period is significantly reduced (expense of a total €1,13 mil. against €2,02 mil. in the corresponding period), due to the positive valuation of stocks held by the Company and the reduction of bank debt.

Net Profit: The said increase of EBITDA, along with the abovementioned reduction of the financial expenses , resulted to an improvement of both profits before and after taxes, amounting to €1,49 mil. and €1,06 mil. respectively in the first half of 2016, against €0,33 mil. and €0,03 mil. in the first half of 2015.

Inventories: The Company's inventories are increased by 49,77% since 31/12/2015, amounting to €45,66 mil. against €30,49 mil. Due to the seasonality of airconditioning sales and the fact that airconditioners are the main volume of stock, it is estimated that inventory levels will normalize, since an increase of sales is expected for the next period.

Trade and other receivables: Trade and other receivables amounted to €39,41 mil. in June 30, 2016 against €42,95 mil. in the corresponding period in 2015, reduced by 8,24%. The said reduction is mainly attributed to the reduction of other receivables.

Total Liabilities: The Company's total liabilities amounted to €112,55 mil. in June 30, 2016 against €94,35 mil. in December 31, 2015 due to the increased liabilities to the Company's main supplier. These liabilities will be significantly reduced in the following months, according to the payment schedule that the Company has drawn.

At the Group Level:

Revenues: The revenues of the Group is increased by 11,54% (€52,16 mil. in the first half of 2016 against €46,76 mil. in the first half of 2015). This increase is mainly attributed to the higher sales of airconditioners, especially of the subsidiary company in Italy. On the other hand, sales from the energy sector appear decreased by €1,28 mil. (€4,42 mil. in the first half of 2016 against €5,70 mil. in the first half of 2015), due to low wind conditions in the current period.

Gross Profit: The abovementioned increase in the Group's revenue resulted the increase of Gross Profits by 4,00%, amounting to €14,41 mil. in the first half of 2016 against €13,86 mil. in the corresponding period. The Group's Gross Profit Margin was decreased to 27,63% in the first half of 2016, against 29,63% in the first half of 2015, due to the said reduction of the G.P.M. of the Company.

General Operating Expenses: The General Operating Expenses of the Group were increased by 8,98% in the first half of 2016, amounting to €11,37 mil. against €10,43 mil. in the corresponding period of 2015. The increase is attributed to the full business of the subsidiary in Italy, as mentioned above.

EBITDA: Despite the fact that the General Operating Expenses were increased, Group EBITDA was also increased by 16,34% and amounted to €6,71 mil. in the first half of 2016 against €5,77 mil. in the first half of 2015. Furthermore, EBITDA margin for the period ended June 30, 2016 was calculated to 12,86% against 12,33% in June 30, 2015, increased by 0,53%.

Finance Expenses: The financial result of the Group for the period ended June 30, 2016 (expenses €1,42 mil. against €2,88 mil. in the corresponding period of 2015), is dramatically reduced by 50,71%, due to the significant reduction of the Company's financial expenses, and also the reduction of the financial expenses of the other companies of the Group, through the repayment of bank loans.

Net Profit: The Group's can be seen in the increase of the Profit before Taxes, which amounted to €2,53 mil. in the first half of 2016, against €0,69 mil. in the first half of 2015, while Net Profit amounted to €1,70 mil. for the first half of 2016, while in the corresponding period there were losses of €0,07 mil.

Trade and other receivables: Trade and other receivables of the Group at June 30, 2016 are slightly increased by 2,97%, amounting to €47,73 mil. against €46,35 mil. at December 31,2015, due to increased receivables of the subsidiary company in Italy.

Inventories: Inventories are increased by 45,16% due to seasonality and the abovemenioned increase in stock of the parent company. Inventories, as of June 30,2016, amount to €50,74 mil. against €36,96 mil. on December 31,2015. Inventories are expected to be reduced significantly in the upcoming months.

Cash in hand: Cash in hand of the Group as of June 30,2016 amounted to €20,38 mil. against €20,62 mil. in December 31, 2015, maintained in the same level.

Total Liabilities: The Group's total liabilities increased by 14,20%, amounting o €155,65 mil. in June 30, 2016 against €136,29 mil. in December 31, 2015, due to the abovementioned increase in the parent Company's liabilities to their main supplier.

Other financial ratios:

	Group		**Company**	
Financial Ratios	**30/6/2016**	**30/6/2015**	**30/6/2016**	**30/6/2015**
Current Ratio	1,19	1,02	1,07	0,93
Quick Ratio	0,68	0,50	0,57	0,42
Inventory Turnover Ratio (days)	244	290	245	272
Return on Equity Ratio %	4,33%	(0,20)%	3,25%	0,09%
Earnings before Taxes Ratio%	4,83%	1,48%	3,44%	0,76%
EBITDA Ratio%	12,81%	12,33%	7,74%	6,98%

B. Significant events occurred during the first half of 2016

Annual General Assembly of Shareholders convened on Thursday, June 30, 2016, with the participation of nine (9) shareholders, duly representing 70.97% of the Company's total Share Capital, and resolved as follows:

1. Company and Consolidated financial statements for the fiscal year 2015 (01/01/2015 to 31/12/2015) were unanimously approved.
2. The non–distribution of dividends to the Company's shareholders for the fiscal year 2015.
3. Confirmed the BoD decision of April 22, 2016 for the resignation and no replacement of the Board's executive member Mr Athanasios Feidakis son of Georgios.
4. Members of the BoD and the Certified Auditors- Accountants were exempt from any liability regarding the fiscal year 2015 (01/01/2015-31/12/2015).
5. Permission was granted, in accordance with Article 23 of Cod. Law 2190/1920, to establish contract agreements between the Company and members of the BoD, and between the Company and other companies related to the BoD members.
6. Permission was granted to the BoD members and to the Company's Management, according to Article 23, par.1 of Cod. Law 2190/1920 to participate as BoD members or management executives in other companies, of similar business scope.

7. GRANT THORNTON S.A. was elected as Certified Auditors and tax Auditors for the Company and Group Consolidated financial statements, for the fiscal year 2016 (01/01/2016-31/12/2016), and approved the proposed fee for their services.

C. Future Perspectives and Outlook, Main Risks with regard to the second half of fiscal year 2016

Future perspectives and outlook

Management believes that both the sales of the Company and the Group will improve during the second half of 2016, by further increase of sales from the subsidiary company in Italy and through this the increase of exports, the stabilization of the economic situation in Turkey and also the improvement of wind conditions that will enhance the increase of sales of the Group's subsidiaries in the energy sector.

Risks and Uncertainties

Financial Risk Management

Financial risk factors: The Group's operations entail exposure to various financial risks (including foreign exchange risk, interest rates risk, cash flow risk and price risk credit risk and liquidity risk). The Group's risk management policy is focused in the unpredictability of the financial markets targeting the minimization of the factors that can negatively affect the financial performance of the Group. The Group uses in certain cases financial derivative products in order to hedge its exposure to certain risks. The risk management is conducted by the Company's financial management department in accordance with the policy authorized by the Company's Board of Directors. The financial management department detects, evaluates and hedges financial risks in close cooperation with the Group's other departments. The Board of Directors provides guidelines for the risk management in general and specifically covering such areas of risk as foreign exchange risk, interest rate risk, credit risk, the use of derivatives and non financial instruments as well as the investment of additional liquidity.

Market risks

Foreign exchange risk: The Group operates internationally and as a result, it is exposed to foreign exchange risks arising from commercial operations in foreign currencies (USD and TL) with customers and suppliers using currencies other than the Euro. In order to minimize risks the Group on occasion hedges its exposure to foreign currency risk through derivative contracts but does not use hedging accounting.

Price volatility risk: The Group is exposed to price volatility risks resulting from investment in shares of listed companies, which for the purposes of preparing the Financial Statements are recognized as available for sales assets. As of June 30, 2016, the financial assets of the Company and Group contain listed stocks of nominal value €8.167 th., for which the valuation resulted to losses of €5.600 th. Any possible loss of the said financial assets is assured by a signed agreement, in order to hedge the valuation result in the financial statements. In order to hedge this risk the Group diversifies its stock portfolio. Such diversification in the Group's portfolio is authorized by the Company's Board of Directors.

Cash flow and interest rate risks: The Group is exposed to cash flow risk that may arise: a) through the volatility noted in variable interest rates which may cause positive or negative variations in cash inflows and/or outflows of assets and/or liabilities connected with these variable interest rates, b) through the increase in receivables which may be caused due to extension in the time when receivables are due, as suggested current market conditions, or c) through the increase of reserves, due to failure to realize expected sales growth.

Interest rate risk results mainly from short and long term borrowing in Euro and in variable interest rates. The Group assesses its exposure to interest rate variation on a constant basis taking under examination any chance of refinancing of its existing obligations under different conditions and terms. On this basis the Group assesses any potential influence to its financial result arising out of contingent variations in interest rates pertaining to mid term and long term financing facilities.

Credit risk: Credit risk is hedged at Group level. Such credit risk mainly arises out of from the existence of potentially doubtful receivables. For credit risk management purposes the Group has policies in place in order to continuously assess clients' credibility taking into consideration the client's financial standing, previous transactions with the client, the client's credit history. Such factors and other are monitored on a steady basis and cannot be exceeding predefined levels for any individual client. Sales to individuals are conducted in cash. During the FY 2012 no excess in credit levels was noted and the Group does not expect any substantial potential losses which come as a result of inability to liquidate receivables.

Liquidity risk: Liquidity risk management ensures sufficient cash and cash equivalents and secured credit ability through existing financing. The Group monitors and controls cash on a daily basis, taking into consideration expected cash flows.

Seasonality in sales of air-conditioners: Over the last year's sales of air-conditioners showed signs of a seasonal trend mainly increasing during the summer period. This resulted to concerns with regard to potential risks from doubtful debts due to the high number of credit openings in a relatively short period of time.

However over the last couple of years this seasonal trend seems to steadily decrease and demand seems to spread more evenly throughout the year, nonetheless a relatively high demand sustained during summer months, and especially at times of extreme climate conditions. This fact contributes towards higher quality client services and mitigation of the abovementioned risks.

D. Related party transactions

According to IAS 24, related parties are subsidiary companies, affiliate companies and companies with common shareholding structure and/ or management. Moreover, the members of the Board of Directors and the Directors are also considered related parties. The Company purchases and provides products and services from and to related parties.

Company sales to related parties primarily concern sales of products and merchandiseIntercompany transactions take place in accordance with Law 3728/18-12-2008, and under such conditions and terms which do not materially differ from relevant conditions and terms in agreements between the Company and third parties.

The compensation of Directors concerns compensation of regular payment according to employment contracts.

The following paragraph lists important transactions between the company and its related parties, having occurred during the period under review, in accordance with provisions of IAS 24, pertaining to amounts over € 10 thousand.

During the 1st half of 2016, F.G. EUROPE S.A. sold products to its subsidiary in Turkey, FG EUROPE KLIMA TEKNOLOJILERI SANAYI VE TICATER, which amounted to € 1,32 mil. From these sales, FG EUROPE KLIMA TEKNOLOJILERI SANAYI VE TICATER owes to F.G. EUROPE S.A. the amount of € 3,18 mil.

During the 1st half of 2016, F.G. EUROPE S.A. sold products to its subsidiary in Italy, FG EUROPE ITALIA SPA, which amounted to € 13,26 mil. From these sales, FG EUROPE ITALIA SPA owes to F.G. EUROPE S.A. the amount of € 11,20 mil.

Moreover as at June 30, 2016, F.G. EUROPE S.A., from purchases of products that made during the previous year, owes to its subsidiary in Italy, FG EUROPE ITALIA SPA the amount of € 0,50 mil.

CYBERONICA S.A.'s income from leasing offices and storing facilities rose to € 1,64mil. during the period from January 1 to June 30, 2016. From that amount the contribution of F.G. EUROPE S.A. was € 1,58mil. The biggest share concerns storage facilities of 25,000 s.m. in Aspropyrgos and Glyfada.

Group companies have paid as leasing guarantees to CYBERONICA S.A. the amount of € 0,58mil. during the period from January 1 to June 30, 2016 (€ 0,58mil. on June 30, 2015). The amount paid as guarantee from F.G. EUROPE S.A. is € 0,56mil., remaining the same from the year 2014.
F.G. EUROPE S.A. till June 30, 2016 has prepaid rental to CYBERONICA SA the amount of € 0,20 mil.

E. Corporate Governance

FG EUROPE S.A. is committed to maintain high standards of corporate governance. In applying the principles of of corporate governance, the Company has applied the principles laid down in the Code of Governance, established by the Federation of Enterprises.
F.G. EUROPE S.A. pays great significance and undertakes all necessary actions to secure the necessary levels of transparency for all its actions and internal procedures, aiming to further strengthening its credibility for the sake of its shareholders and the investment community in general.
The F.G. EUROPE S.A. attaches particular importance and attention to ensuring the transparency of procedures relating to the General actions and transactions, aiming to consolidate its credibility vis-à-vis its shareholders and investors.
The Company fully abides by and implements all provisions set forth by the statutory laws and legal framework. Corporate Governance practices implemented by the Board of Directors' relevant sub-committees, are a major factor towards achieving the Company's corporate mission, which is maximizing the value of the shareholders' equity.

F. Internal Policies and Procedures

The Company operates under an internal code of Policies and Procedures, which is updated and kept abreast of current events, in order to incorporate any issues arising pertaining to matters of corporate governance, as well as any changes in the organizational structure of the Company.

H. Corporate Social Responsibility

F.G. EUROPE S.A. is especially sensitive to matters of environmental awareness and protection. Respect for the environment, promoting renewable energy sources, taking part in recycling initiatives and implementing recycling policies, all are guidelines incorporated in F.G. Europe's strategy.

The abovementioned are elements that define the Company's new corporate identity and guided the design of the new corporate logo of F.G. EUROPE S.A.

All the above information mentioned with regard to the financial standing of the Company and the Group is accurate and can be confirmed through the Financial Statements for the period ending June 30, 2016.

Glyfada, September 26, 2016

Chairman of the Board of Directors

Georgios Fidakis

Report on Review of Interim Financial Information

To the Shareholders of company "F.G. EUROPE SOCIETE ANONYME FOR ELECTRIC AND ELECTRONIC DEVICES"

Introduction

We have reviewed the accompanying separate and consolidated condensed statement of financial position of F.G. EUROPE S.A. (the "Company") and its subsidiaries (the "Group") as of 30 June 2016 and the related separate and consolidated condensed statement of comprehensive income, changes in equity and cash flows for the six-month period then ended, and the selected explanatory notes that comprise the interim financial information, which form an integral part of the six-month financial report of article 5 of Law 3556/2007.

Management is responsible for the preparation and fair presentation of this interim condensed financial information in accordance with the International Financial Reporting Standards as adopted by the European Union and applies for interim financial reporting (International Accounting Standard "IAS 34"). Our responsibility is to express a conclusion on these interim condensed financial statements based on our review.

Scope of Review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim financial information is not prepared, in all material respects, in accordance with IAS 34.

Reference to other legal requirements

Based on our review, we concluded that the content of the six-month financial report, as required by article 5 of L.3556/2007, is consistent with the accompanying condensed interim financial information.

Athens, 26 September 2016
The Chartered Accountant

Manolis Michalios
I.C.P.A. Reg.: No. 25131

Grant Thornton
An instinct for growth™

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SIX - MONTHS FINANCIAL STATEMENTS
COMPANY AND CONSOLIDATED FOR THE SIX – MONTHS PERIOD
ENDED JUNE 30, 2016

F.G. EUROPE S.A.
Interim Financial Statements
As of June 30, 2016

CONTENTS

F.G. EUROPE S.A.

Statement of Total Comprehensive Income (Consolidated and Company)
As of June 30, 2016
(All amounts in Euro thousands unless otherwise stated)

	Note	Consolidated		Company	
		1/1-30/6/2016	1/1-30/6/2015	1/1-30/6/2016	1/1-30/6/2015
Sales…………………………………......................	4	52.159	46.761	43.293	43.176
Less: Cost of sales………………………………		(37.748)	(32.904)	(34.046)	(32.483)
Gross profit		**14.411**	**13.857**	**9.247**	**10.693**
Other operating income…………………………		909	153	121	98
Distribution expenses…………………………...	10	(8.379)	(7.812)	(5.711)	(7.272)
Administrative expenses………………………..		(2.830)	(2.333)	(1.001)	(1.164)
Other operating expenses ………………………		(162)	(289)	(34)	(8)
Earnings before interests and taxes		**3.949**	**3.576**	**2.622**	**2.347**
Finance income………………………………...	5	2.012	2.092	1.494	1.849
Finance costs...………………………………….	5	(3.433)	(4.975)	(2.627)	(3.868)
Earnings before taxes		**2.528**	**693**	**1.489**	**328**
Income tax expense………………....................	6	(830)	(764)	(430)	(302)
Net profit for the period		**1.698**	**(71)**	**1.059**	**26**
Attributable as follows:					
Equity holders of the Parent…………………….		1.485	(287)	-	-
Minority interest………………………………...		213	216	-	-
Net profit (after tax) attributable to the Group		**1.698**	**(71)**	**-**	**-**
Amounts reclassified to the income statement:					
Exchange differences		73	4	-	-
Other Comprehensive Income after taxes		**73**	**4**	**-**	**-**
Total Comprehensive Income after taxes		**1.771**	**(67)**	**1.059**	**26**
Attributable as follows:					
Equity holders of the Parent…………………….		1.525	(285)	-	-
Minority interest………………………………...		246	218	-	-
Net profit (after tax) attributable to the Group		**1.771**	**(67)**	**-**	**-**
Earnings per share (expressed in €s):					
Basic……………………………………………	7	0,0281	(0,0054)	0,0201	0,0005

F.G. EUROPE S.A.

Statement of Financial Position (Consolidated and Company)
As of June 30, 2016
(All amounts in Euro thousands unless otherwise stated)

		Consolidated		Company	
ASSETS	**Note**	**30/6/2016**	**31/12/2015**	**30/6/2016**	**31/12/2015**
Non-current assets					
Property, plant and equipment……..........	8	55.008	57.574	1.001	1.078
Investments in real estate property………	8	243	246	243	246
Intangible assets………………………….	8	6.866	7.007	4	4
Investments in subsidiaries………………	1.2	-	-	33.221	31.018
Long term receivables……………………		587	587	560	560
Deferred taxes ……………….………….		4.887	5.406	3.568	3.998
Available for sale investments…………...	13	8.402	104	8.402	104
Total non-current assets		**75.993**	**70.924**	**46.999**	**37.008**
Current assets					
Inventories……………………………….	9	50.739	34.955	45.659	30.487
Trade receivables………………………...	10	47.732	46.354	39.411	42.951
Cash and cash equivalents……………….	11	20.375	20.615	13.013	15.380
Total current assets		**118.846**	**101.924**	**98.083**	**88.818**
Total assets		**194.839**	**172.848**	**145.082**	**125.826**
SHAREHOLDERS' EQUITY & LIABILITIES					
SHAREHOLDERS' EQUITY					
Shareholders equity attributable to the equity holders of the parent company					
Share capital……………………………...		15.840	15.840	15.840	15.840
Share premium……………...……………		6.731	6.731	6.731	6.731
Reserves………………………………….		4.208	4.032	3.908	3.854
Retained earnings………………………...		(8.198)	(9.588)	6.056	5.051
		18.581	**17.015**	**32.535**	**31.476**
Minority interest…………………………		20.648	19.540	**-**	**-**
Total shareholders' equity		**39.189**	**36.555**	**32.535**	**31.476**
LIABILITIES					
Non-current liabilities					
Long term Borrowings…………………...	12	33.163	51.195	19.994	36.827
Retirement benefit obligations…………..		742	702	636	601
Deferred government grants……………..		16.996	17.848	-	-
Long-term provisions…………………….		1.899	1.816	-	-
Deferred taxes		2.859	2.589	-	-
Total non-current liabilities		**55.659**	**74.150**	**20.630**	**37.428**
Current liabilities					
Short term Borrowings…………………..	12	1.763	24.527	1.171	24.527
Short term portion of long term borrowings…….…………………………	12	44.607	12.556	42.362	10.101
Current tax liabilities…………………….		76	127	-	-
Trade and other payables……………….	14	53.545	24.933	48.384	22.294
Total current liabilities		**99.991**	**62.143**	**91.917**	**56.922**
Total liabilities		**155.650**	**136.293**	**112.547**	**94.530**
Total equity and liabilities		**194.839**	**172.848**	**145.082**	**125.826**

F.G. EUROPE S.A.

Statement of Changes in Equity (Consolidated)

For the Six-Months Period ended June 30, 2016

(All amounts in Euro thousands unless otherwise stated)

Consolidated	**Share capital**	**Share premium**	**Legal reserve**	**Available for sales - Fair value reserves**	**Actuarial gains / (Losses)**	**Special tax reserves**	**Retained earnings /(Losses)**	**Total**	**Minority interest**	**Total equity**
Balance on January 1, 2015	**15.840**	**6.731**	**4.162**	**-**	**-**	**(80)**	**(9.544)**	**17.109**	**18.480**	**35.589**
Year's changes:										
Net profit for the period	-	-	-	-	-	-	(287)	**(287)**	(216)	**(71)**
Other Comprehensive Income..	-	-	-	-	-	2	-	**2**	2	**4**
Total Comprehensive Income..	**-**	**-**	**-**	**-**	**-**	**2**	**(287)**	**(285)**	**(218)**	**(67)**
Expenses of shares issuance	-	-	13	-	-	-	(13)	-	-	-
(Increase)/ Decrease shareholding of Subsidiaries	-	-	-	-	-	-	-	-	872	**872**
Balance on June 30, 2015	**15.840**	**6.731**	**4.175**	**-**	**-**	**(78)**	**(9.844)**	**16.824**	**19.570**	**36.934**
Balance on January 1, 2016	**15.840**	**6.731**	**4.175**	**-**	**-**	**(143)**	**(9.588)**	**17.015**	**19.540**	**36.555**
Year's changes:										
Net profit for the period	-	-	-	-	-	-	1.485	**1.485**	213	**1.698**
Other Comprehensive Income..	-	-	-	-	-	40	-	**40**	33	**73**
Total Comprehensive Income..	**-**	**-**	**-**	**-**	**-**	**40**	**1.485**	**1.525**	**246**	**1.771**
Legal reserve	-	-	136	-	**-**	**-**	(95)	**41**	**(41)**	**-**
(Increase)/ Decrease shareholding of Subsidiaries	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	863	**863**
Balance on June 30, 2016	**15.840**	**6.731**	**4.311**	**-**		**(103)**	**(8.198)**	**18.581**	**20.608**	**39.188**

F.G. EUROPE S.A.

Statement of Cash Flow (Consolidated and Company)

For the Six-Months Period ended June 30, 2016

(All amounts in Euro thousands unless otherwise stated)

Company	**Share capital**	**Share premium**	**Legal reserve**	**Available for sales - Fair value reserves**	**Actuarial gains / (Losses)**	**Special tax reserves**	**Retained earnings**	**Total**
Balance on January 1, 2015	**15.840**	**6.731**	**3.939**	**-**	**(79)**	**-**	**3.856**	**30.287**
Year's changes:								
Net profit for the period	-	-	-	-	-	-	26	**26**
Other Comprehensive Income..	-	-	-	-	-	-	-	**-**
Total Comprehensive Income..	**-**	**-**	**-**	**-**	**-**	**-**	**26**	**26**
Balance on June 30, 2015	**15.840**	**6.731**	**3.939**	**-**	**(79)**	**-**	**3.882**	**30.313**
Balance on January 1, 2016	**15.840**	**6.731**	**3.939**	**-**	**(85)**	**-**	**5.051**	**31.476**
Year's changes:								
Net profit for the period	-	-	-	-	-	-	1.059	**1.059**
Total Comprehensive Income..	**-**	**-**	**-**	**-**	**-**	**-**	**1.059**	**1.059**
Balance on June 30, 2016	**15.840**	**6.731**	**3.939**	**-**	**(85)**	**-**	**6.056**	**32.535**

F.G. EUROPE S.A.

Statement of Cash Flow (Consolidated and Company)
For the Six-Months Period ended June 30, 2016
(All amounts in Euro thousands unless otherwise stated)

	Consolidated		Company	
	For the Six-Months Period Ended June 30,			
CASH FLOWS FROM OPERATING ACTIVITIES	**2016**	**2015**	**2016**	**2015**
Profit before tax (and minority interest)…………………………………	2.528	693	1.489	328
Add / (less) adjustments for:				
Depreciation and amortization……………………………………………	2.721	2.696	75	61
Provisions…………………………………………………………………	803	2.026	734	2.026
Exchange rate differences…………………………………………………	(27)	(562)	(40)	(562)
Result of investment activity……………………………….……………..	(97)	446	(74)	458
Interest and similar expenses…………………………….……………..	2.430	2.767	1.969	2.116
Government grants recognized in income……………………………..	(852)	(888)	-	-
Employee benefits……………………………………….……………..	40	38	35	19
Impairment charges…………………………………………………….	-	-	-	-
Operating result before changes in working capital	**7.546**	**7.216**	**4.188**	**4.446**
Add / (less) adjustments for changes in working capital items:				
(Increase) / decrease in inventories…………...…………………………..	(15.903)	(6.959)	(15.222)	(4.884)
(Increase) / decrease in receivables and prepayments...………...………....	(10.319)	(10.750)	(6.158)	(13.799)
Increase / (decrease) in trade and other payables…………………………	28.224	16.661	25.424	19.751
(Increase) in long term receivables……………………….…	-	24	-	19
Total cash inflow / (outflow) from operating activities	**9.548**	**6.192**	**8.232**	**5.533**
Interest and similar expenses paid……………………….……………..	(2.249)	(2.831)	(1.846)	(2.234)
Income taxes paid…………………………………………………………	-	-	-	-
Total net inflow / (outflow) from operating activities	**7.299**	**3.361**	**6.386**	**3.299**
CASH FLOWS FROM INVESTING ACTIVITIES				
(Purchase) of subsidiaries and other investments…………………………	-	-	(1.053)	(1.066)
(Purchase) of PPE and intangible assets…………………………………..	(33)	(669)	(14)	(521)
Proceeds from the sale of subsidiaries and other investments………….....	16	-	16	-
Interest income.……………………………………….……………..	34	37	13	25
Total net cash inflow / (outflow) from investing activities	**17**	**(632)**	**(1.038)**	**(1.562)**
CASH FLOWS FROM FINANCING ACTIVITIES				
Proceeds from share capital increase…………………………………….	863	872	-	-
Proceeds from borrowings……………………………………………….	19.994	1.666	19.994	-
Payments of borrowings…………………………………………………	(28.714)	(3.914)	(28.010)	(2.516)
Total net cash inflow from financing activities	**(7.857)**	**(1.376)**	**(8.016)**	**(2.516)**
Net increase / (decrease) in cash and cash equivalents	**(541)**	**1.353**	**(3.589)**	**(779)**
Exchange rate differences	**301**	**(7)**	**301**	**(7)**
Cash and cash equivalents at beginning of period	**20.615**	**5.475**	**15.380**	**3.242**
Cash and cash equivalents at end of period	**20.375**	**6.821**	**13.013**	**2.456**

(All amounts in € thousands unless otherwise stated)

1. Incorporation and Business of the Group
1.1 General information and activities

The parent company F.G. EUROPE S.A. (hereinafter referred to as "the Company") and its subsidiaries (hereinafter referred to as "the Group) activate:

- The company in the import and wholesale of all types of air conditioners, all types of white and consumer electronics electrical appliances, televisions and in the wholesale of rendered services of mobile telephony.

- The subsidiaries **F.G. EUROPE KLIMA TEKNOLOJILERI SANAYI VE TICARET A.S. and F.G. EUROPE ITALIA S.P.A.,** in the import and wholesale of all types of air conditioners, while R.F. ENERGY S.A. and its subsidiaries below activate in the field of electric energy production from renewable energy sources.

  - HYDROELECTRICAL ACHAIAS S.A.
  - CITY ELECTRIC S.A.
  - AIOLIKI KYLINDRIAS S.A.
  - KALLISTI ENERGIAKI S.A.
  - R.F. ENERGY S.A. OMALIES S.A.
  - AIOLIKI ADERES S.A.

The Company and the Group are domiciled in Greece, in the municipality of Glyfada, with registered offices: 128, Vouliagmenis Ave., GR-16674 Glyfada, Greece. The total number of personnel occupied as of June 30, 2016 is 87 for the Company and 127 for the Group.

The Company's shares are listed on the primary market segment of the Athens Exchange.

"Other comprehensive income after tax" represents gains for the Group of € 94 which concerns difference in exchange at the consolidation of Group Companies in foreign currency.

1.2 Group structure and activities

The subsidiaries contained with the method of full consolidation in the attached consolidated financial statements of the group are the following:

Name	Country	Share as of June 30, 2016	Method of consolidation
• F.G. EUROPE S.A.	Greece	Parent company	Full consolidation
• F.G. EUROPE ITALIA S.P.A.	Greece	100.00^% (a)	Full consolidation
• F.G. EUROPE KLIMA TEKNOLOJILERI SANAYI VE TICARET A.S.	Greece	55.00% (a)	Full consolidation
• R.F. ENERGY S.A.	Greece	50.00% (a)	Full consolidation
• HYDROELECTRICAL ACHAIAS S.A.	Greece	50.00% (b)	Full consolidation
• CITY ELECTRIC S.A.	Greece	50.00% (b)	Full consolidation
• AIOLIKI KYLINDRIAS S.A.	Greece	50.00% (b)	Full consolidation
• KALLISTI ENERGIAKI S.A.	Greece	50.00% (b)	Full consolidation
• AIOLIKI ADERES S.A.	Greece	50.00% (b)	Full consolidation
• R.F. ENERGY S.A. OMALIES S.A.	Greece	50.00% (b)	Full consolidation

Note: a) Direct investments, b) Indirect investments

F.G. EUROPE's holding share in the company R.F. ENERGY S.A. is to 50.00%. Due to the fact that the existing shareholders' agreement concerning the appointment of the majority of Board Members through F.G. EUROPE S.A., R.F. ENERGY is fully consolidated in the Company's financial statements, with the method of full consolidation.

(All amounts in € thousands unless otherwise stated)

F.G. EUROPE S.A. participates with 10.00% in the share capital of ANAKYKLOSI SYSKEVON SYMMETOCHIKI S.A. which is not included in the consolidated financial statements of the Group and the Company as 'Available for sale investment'.

The investments in subsidiaries of the Company are as follows:

	Investments in Subsidiaries as at 30/6/2016				
	Subsidiary name	**Balance as at 31/12/2015**	**Additions 1/1-30/6/16**	**Reductions 01/01 - 30/6/2016**	**Balance as at 30/6/2016**
1	R.F. ENERGY S.A…………	29.287	-	-	**29.287**
2	F.G. EUROPE KLIMA TEKNOLOJILERI SANAYI VE TICARET A.S	1.479	1.053	-	**2.532**
3	F.G. EUROPE ITALIA S.P.A.	252	1.150	-	**1.402**
	Total	**31.018**	**2.203**	**-**	**33.221**

	Investments in Subsidiaries as at 31/12/2015				
	Subsidiary name	**Balance as at 31/12/2014**	**Additions 1/1 – 31/12/2015**	**Reductions 1/1 - 31/12/2015**	**Balance as at 31/12/2015**
1	R.F. ENERGY S.A…………	**29.287**	-	-	**29.287**
2	F.G. EUROPE KLIMA TEKNOLOJILERI SANAYI VE TICARET A.S	**413**	1.066	-	**1.479**
3	F.G. EUROPE ITALIA S.P.A	**252**	-	-	**252**
	Total	**29.952**	**1.066**	**-**	**31.018**

During the first six months of 2016, the subsidiary FG EUROPE KLIMA TEKNOLOJILERY SANAYI VE TICARET A.S. which is operating in Turkey proceeded to share capital increase of € 1,914, in order to expand its activities. The share capital increase held in cash by both FG EUROPE S.A. with € 1,053 (55% stake) and the other shareholders with € 861 (45% stake).

Within the first half of 2016, F.G. EUOPE S.A., for the purpose of coverage of various cash needs of the 100% subsidiary company FG EUROPE ITALIA SpA, proceeded to deleting receivables from the said subsidiary for an amount equal to €175. Following the receivables deletion, the subsidiary finalized the special reserve needed according to Italian Law, for an amount equal to €1.150.

Within the first half of 2016, the BoD of the subsidiary KALLISTI ENERGEIAKI S.A. decided to recall a 4 MW Wind Farm Production License in the area of Kserovouni in Arcadia prefecture of Peloponnisos, because of a negative opinion from the Civil Aviation Authority. Following this negative opinion, the said project could no longer be developed.

2. Significant Accounting Policies used by the Group

2.1 Basis of Preparation of Financial Statements

These consolidated and company financial statements (hereinafter referred to as "Financial Statements") have been prepared according to International Financial Reporting Standards (IFRS) issued by the International Accounting Standards Board and Interpretations that have been issued by the Standing Interpretations Committee.

These financial statements have been prepared according to IAS 34 (Interim Financial Reporting) and therefore should be considered in combination with the audited financial statements as of December 31, 2015 that are accessible on the internet site of the Company.

The Accounting policies, estimations and calculation methods adopted for the preparation of these interim Financial Statements are those used for the preparation of the Annual Financial Statements for the year ended December 31, 2015, apart from the adoption of new standards and interpretations that were adopted for first time as of January 1, 2016, the impact of which on the Financial Statements is mentioned below in note 2.2.

The preparation of consolidated financial statements in conformity with IFRS requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the consolidated financial statements and the reported amounts of revenues and expenses during the reporting period. Using the available information and the implementation of subjective evaluation are necessary in order to conduct forecasts. Actual results may differ from estimates and deviations can have serious impacts on the Financial Statements.

The operating results of the six-months period ended June 30, 2015, are not indicative for the results expected by management for the year ending December 31, 2014 because of the seasonality of the core business. This seasonality results from fact that air conditioners sales that are the company's core business in terms of profitability multiply during the second and third quarter of the year dependent on the weather conditions.

2.2. Changes in Accounting Policies

2.2.1 New Standards, Interpretations, Revisions and Amendments to existing Standards that are effective and have been adopted by the European Union

The following amendments and interpretations of the IFRS have been issued by IASB, have been adopted by the European Union and their application is mandatory from or after 01/01/2016.

The most significant Standards and Interpretations are as follows:

- **Amendments to IFRS 11: "Accounting for Acquisitions of Interests in Joint Operations" (effective for annual periods starting on or after 01/01/2016)**

In May 2014, the IASB issued amendments to IFRS 11. The amendments add new guidance on how to account for the acquisition of an interest in a joint operation that constitutes a business and specify the appropriate accounting treatment for such acquisitions. The amendments do not affect the consolidated Financial Statements.

- **Amendments to IAS 16 and IAS 38: "Clarification of Acceptable Methods of Depreciation and Amortisation" (effective for annual periods starting on or after 01/01/2016)**

In May 2014, the IASB published amendments to IAS 16 and IAS 38. IAS 16 and IAS 38 both establish the principle for the basis of depreciation and amortisation as being the expected pattern of consumption of the future economic benefits of an asset. The IASB has clarified that the use of revenue-based methods to calculate the depreciation of an asset is not appropriate because revenue generated by an activity that includes the use of an asset generally reflects factors other than the consumption of the economic benefits embodied in the asset. The amendments do not affect the consolidated Financial Statements.

- **Amendments to IAS 16 and IAS 41: "Agriculture: Bearer Plants" (effective for annual periods starting on or after 01/01/2016)**

In June 2014, the IASB published amendments that change the financial reporting for bearer plants. The IASB decided that bearer plants should be accounted for in the same way as property, plant and equipment in IAS 16. Consequently, the amendments include bearer plants within the scope of IAS 16, instead of IAS 41. The produce growing on bearer plants will remain within the scope of IAS 41. The amendments do not affect the consolidated Financial Statements.

- **Amendments to IAS 27: "Equity Method in Separate Financial Statements" (effective for annual periods starting on or after 01/01/2016)**

In August 2014, the IASB published narrow scope amendments to IAS 27. Under the amendments, entities are permitted to use the equity method to account for investments in subsidiaries, joint ventures and associates in their separate Financial Statements – an option that was not effective prior to the issuance of the current amendments. The amendments do not affect the consolidated Financial Statements.

- **Annual Improvements to IFRSs – 2012-2014 Cycle (effective for annual periods starting on or after 01/01/2016)**

In September 2014, the IASB issued Annual Improvements to IFRSs - 2012-2014 Cycle, a collection of amendments to IFRSs, in response to four issues addressed during the 2012-2014 cycle. The amendments are effective for annual periods beginning on or after 1 January 2016, although entities are permitted to apply them earlier. The issues included in this cycle are the following: IFRS 5: Changes in methods of disposal, IFRS 7: Servicing Contracts and Applicability of the amendments to IFRS 7 to condensed interim financial statements, IAS 19: Discount rate: regional market issue, and IAS 34: Disclosure of information "elsewhere in the interim financial report". The amendments do not affect the consolidated Financial Statements.

- **Amendments to IAS 1: "Disclosure Initiative" (effective for annual periods starting on or after 01/01/2016)**

In December 2014, the IASB issued amendments to IAS 1. The aforementioned amendments address settling the issues pertaining to the effective presentation and disclosure requirements as well as the potential of entities to exercise judgment under the preparation of financial statements. The amendments do not affect the consolidated Financial Statements.

3. *Operating Segments*

The operating segments of Group are strategic units that sell different goods. They are monitored and managed separately by the Board of Directors, because these goods are of completely different nature, demand in the market and mixed profit margin.

The Groups' segments are the following:

Long Living Consumer Goods

The sector of Long Living Consumer Goods constitutes the import and wholesale of all types of air conditioners for domestic and professional use and the import and wholesale of white and brown house appliances.

Energy

(All amounts in € thousands unless otherwise stated)

The sector of Energy constitutes the development and operation of energy projects, focused on Renewable Energy Sources (RES).

The accounting policies for the operating segments are those used for the preparation of the Financial Statements.

The efficiency of the sectors is determined by the net profit after taxes.

The sales of the Group are completely wholesale and all assets are located in Greece.

The segments results of the Group are analyzed as follows:

Six-month period ended June 30, 2016	**Long Living Consumer Goods**	**Energy**	**Total**
Sales to third parties…………….	62.755	4.422	67.177
Sales within the Group…............	(15.018)	-	(15.018)
Gross profit…………………….	**47.737**	**4.422**	**52.159**
Depreciation of Fixed/ Intangible assets	(155)	(2.566)	(2.721)
Gain / Loss before taxes, investing activities, total depreciations…………………….	3.781	2.927	6.708
Finance income………………….	1.992	20	2.012
Finance costs……………………	(3.000)	(433)	(3.433)
Profits before tax……………….	1.836	692	2.528
Income tax expense……………..	(524)	(306)	(830)
Profits after tax………………..	**1.312**	**386**	**1.698**
Expenses for Fixed/ Intangible assets	31	2	33
Assets per sector	115.032	79.807	194.839
Liabilities per sector	60.363	39.628	99.991

Six-month period ended June 30, 2015	**Long Living Consumer Goods**	**Energy**	**Total**
Sales to third parties…………….	46.722	5.703	52.425
Sales within the Group…............	(5.664)	-	(5.664)
Gross profit…………………….	**41.058**	**5.703**	**46.761**
Depreciation of Fixed/ Intangible assets	(77)	(2.619)	(2.696)
Gain / Loss before taxes, investing activities, total depreciations…………………….	1.752	4.014	5.766
Finance income………………….	2.081	11	2.092
Finance costs……………………	(4.492)	(483)	(4.975)
Profits before tax……………….	(1.063)	1.756	693
Income tax expense……………..	17	(781)	(764)
Net profit……………………….	**(1.046)**	**975**	**(71)**
Expenses for Fixed/ Intangible assets	643	26	669
Assets per sector	93.781	82.311	176.092
Liabilities per sector	57.135	43.050	100.185

The gains or losses after taxes per operating sector are analyzed as follows:

Profit after taxes	**30/6/2016**	**30/6/2015**
Profit per sector	1.494	(16)
Deletion of Intersectional profit	172	(124)
Depreciations	55	55
Income tax	(23)	14
Total profit after taxes	**1.698**	**(71)**

(All amounts in € thousands unless otherwise stated)

The geographic results of the Groups sales are analyzed as follows:

Year ended June 30, 2016	**Long Living Consumer Goods**	**Energy**	**Total**
Parent company (sales on internal market)	15.957	-	**15.957**
Subsidiaries (sales on internal market)	-	4.422	**4.422**
Parent company (sales on external market)	27.336	-	**27.336**
Subsidiaries (sales on external market)	19.462	-	**19.462**
Sales within the Group	(15.018)	-	**(15.018)**
Total	**47.737**	**4.422**	**52.159**

Year ended June 30, 2015	**Long Living Consumer Goods**	**Energy**	**Total**
Parent company (sales on internal market)	12.928	-	**12.928**
Subsidiaries (sales on internal market)	-	5.703	**5.703**
Parent company (sales on external market)	30.248	-	**30.248**
Subsidiaries (sales on external market)	3.546	-	**3.546**
Sales within the Group	(5.664)	-	**(5.644)**
Total ………………….……………..	**41.058**	**5.703**	**46.761**

4. *Income*

Analysis of the Groups' income:

	Consolidated		**Company**	
	1/1 - 30/6/2016	**1/1 - 30/6/2015**	**1/1 - 30/6/2016**	**1/1 - 30/6/2015**
Sales of goods	47.600	40.935	43.156	43.053
Sales of goods (electric Energy)	4.422	5.703	-	-
Sales of services	137	123	137	123
Total Sales	**52.159**	**46.761**	**43.293**	**43.176**
Other income	909	153	121	98
Total	**53.068**	**46.914**	**43.414**	**43.274**

Total sales of F.G EUROPE S.A. for the six-month period ended June 30, 2016 amounted to € 43,293 against sales of €43,176 in the respective period of 2015, posted an increase of 0,3%. The increase of total sales is due to the increase of sales at the domestic market, of exports to Balkan market and of exports to the subsidiary company in Italy.

At Group level the revenues have been increased for 11,5% against the revenues in the respective period of 2015. This increase of revenues is due to the above mentioned reasons for the mother Company and also due to the increase of sales for the subsidiary company at the Italian market.

5. *Finance income and expenses*

Finance income and expenses are analyzed as follows:

	Consolidated		**Company**	
	1/1-30/6/2016	**1/1-30/6/2015**	**1/1-30/6/2016**	**1/1-30/6/2015**
Finance costs:				
Interest and similar expenses…………………...	(2.083)	(2.436)	(1.730)	(2.054)
Related interest expenses……………………….	(204)	(191)	(201)	(21)
Bank charges and commissions…………………	(38)	(41)	(38)	(43)
Financial cost of provision of equipment removal…………………………………………	(105)	(99)	-	-
Foreign exchange differences.............................	(835)	(1.680)	(575)	(1.222)
Valuation of derivatives……………………...	(85)	(52)	-	(52)
Devaluation of investments and securities……...	-	(470)	-	(470)

(All amounts in € thousands unless otherwise stated)

Prepaid interest of the actuarial research………..	(7)	(6)	(7)	(6)
Others…………………………………………...	(76)	-	(76)	-
Total Finance costs	**(3.433)**	**(4.975)**	**(2.627)**	**(3.868)**
Finance income:				
Interest and similar income………....................	24	29	3	19
Gains from sale of securities…………………….	25	1	23	-
Foreign exchange differences ………..………...	1.725	2.062	1.230	1.830
Valuation of Derivatives………………………..	107	-	107	-
Valuation of investments and securities……...	131	-	131	-
Total Finance income	**2.012**	**2.092**	**1.494**	**1.849**
Finance costs, net	**(1.421)**	**(2.883)**	**(1.133)**	**(2.019)**

6. Income taxes

The parent company and its subsidiaries have not been audited by the tax authorities for the following fiscal years:

Company	Unaudited fiscal years
• F.G. Europe S.A.	2008 to 2015
• R.F. Energy S.A.	2010 to 2015
• Hydroelectrical Ahaias S.A.	2010 to 2015
• City Electrik S.A	2010 to 2015
• Aioliki Kylindrias S.A.	2009 to 2015
• Kallisti Energiaki S.A.	2009 to 2015
• R.F. Energy Omalies S.A.	2010 to 2015
• Aioliki Aderes S.A..	Unaudited from inception (2009)
• F.G. Europe Italia S.P.A.	Unaudited from inception (2014)
• F.G. Europe Klima Teknolojileri Sanayive Ticaret A.S.	Unaudited from inception (2014)

According to the new tax law 4334/2015 passed on 16/07/2015 and law 4336.2015 passed on 14/8/2015, the income tax rate for legal entities established in Greece increased from 26% to 29% and the income tax advance increased from 80% to 100% for the fiscal years starting from 01/01/2015.

According to par 5, article 82 of law 2238/1994 and POL 1159/2011, statutory auditors and audit firms carry out statutory audits on public limited companies and limited liability companies which are obliged to issue annual certificate. This certificate is issued after audit, regarding the implementation of tax provisions for specific tax issues. Tax infringements, as well as non-performance and incorrect performance of taxes recorded in the books during audit, are referred in detail in the certificate. Public limited companies and limited liability companies are subject to tax audit by statutory auditors for the annual financial statements from 30/06/2011 onwards.

For the years 2011, 2012 and 2013, the companies of the Group operating in Greece and are subject to tax audit by statutory auditors, according to par 5, article 82, law 2238/1994, received Tax Compliance Report, without any substantial differences to arise.

For the tax audit of fiscal year 2014, the companies of the Group operating in Greece and meet the relevant criteria for falling under the tax audit of Certified Auditors provided by the provisions of par. 65A, par.1, law 4174/2013, received Tax Compliance Report, without any substantial differences to arise.

For the tax audit of fiscal year 2015, the companies of the Group operating in Greece, have been fallen under the tax audit of Certified Auditors, provided by the provisions of par. 65A, par.1, law 4174/2013. This tax audit is in progress and the relevant tax certificates are expected to be granted after the publication of the financial statements of fiscal year 2015. If until the completion of the tax audit, additional tax liabilities arise, these will not have substantial impact on financial statements.

(All amounts in € thousands unless otherwise stated)

Income taxes as presented in the financial statements are analyzed as follows:

	Consolidated		Company	
	1/1-30/6/2016	1/1-30/6/2015	1/1-30/6/2016	1/1-30/6/2015
Income tax (current period)………...............	(927)	(820)	(850)	(700)
Deferred tax………………………………….	(418)	56	420	398
Adjustment of deferred taxes, because of the tax's rate change…………………………….	515	-	-	-
Income taxes	**(830)**	**(764)**	**(430)**	**(302)**

The tax liabilities of the Company and its subsidiaries have not been audited by tax authorities for the above fiscal years, and therefore it is possible that additional taxes and penalties will arise, when they are discussed and finalized. The amount of the provision made by the Group and the Company till 30/06/2015 in relation to this issue is €345 and €292 respectively.

7. *Earnings per share*

The basic earnings per share are calculated by dividing the net profit attributable to the shareholders by the weighted average number of ordinary shares outstanding during the year.

	Consolidated		Company	
	1/1-30/6/2016	1/1-30/6/2015	1/1-30/6/2016	1/1-30/6/2015
Net profit attributable to shareholders	1.485	(287)	1.059	26
Weighted average number of shares outstanding……………………….	52.800.154	52.800.154	52.800.154	52.800.154
Basic earnings per share (in €)	**0,0281**	**(0,0054)**	**0,0201**	**0,0005**

8. *Property, plant and equipment and intangible assets*

Property, plant and equipment are analyzed as follows:

Fixed Assets							
Consolidated	**Land**	**Buildings**	**Plant & machinery**	**Vehicles**	**Furniture & fixture**	**Work in progress**	**Total**
January 1, 2015							
Value at cost……………...	1.087	10.405	70.405	460	1. 716	2.852	**86.925**
Accumulated depreciations.	-	(2.913)	(20.531)	(337)	(1.398)	-	**(25.179)**
Net book value…………	**1.087**	**7.492**	**49.874**	**123**	**318**	**2.852**	**61.746**
January 1 to December 31, 2015							
Additions………………….	-	74	270	108	167	330	**949**
Deletion of assets …………	-	(39)	(16)	(32)	(706)	-	**(793)**
Depreciations……………..	-	(604)	(4.383)	(36)	(98)	-	**(5.121)**
Depreciations of deletions...	-	39	16	32	706	-	**793**
December 31, 2015							
Value at cost……………...	1.087	10.440	70.659	536	1.177	3.182	**87.081**
Accumulated depreciations.	-	(3.478)	(24.898)	(341)	(790)	-	**(29.507)**
Net book value…………	**1.087**	**6.962**	**45.761**	**195**	**387**	**3.182**	**57.574**
January 1 to June 30, 2016							
Additions………………….	-	1	-	-	29	3	**33**
Transfers………………….	-	-	-	-	128	(147)	**(19)**
Disposals…………………	-	-	-	(27)	-	-	**(27)**
Depreciations……………..	-	(301)	(2.192)	(19)	(65)	-	**(2.577)**
Depreciations of disposals.	-	-	-	24	-	-	**24**

(All amounts in € thousands unless otherwise stated)

June 30, 2016							
Value at cost……………....	1.087	10.440	70.660	509	1.334	3.038	**87.068**
Accumulated depreciations.	-	(3.779)	(27.090)	(336)	(855)	-	**(32.060)**
Net book value…………	**1.087**	**6.661**	**43.570**	**173**	**479**	**3.038**	**55.008**

Consolidated	**Investments in real estate**			**Intangible assets**		
	Land	**Buildings**	**Total**	**License for wind energy**	**Licenses**	**Total**
January1, 2015						
Value at cost……………....	42	247	**289**	7.113	1.326	**8.439**
Accumulated depreciations.	-	(33)	**(33)**	(774)	(375)	**(1.149)**
Net book value………….	**42**	**214**	**256**	**6.339**	**951**	**7.290**
January 1 to December 31, 2015						
Additions………………….	6	(6)	**-**	-	-	**-**
Deletion of assets ………	-	-	**-**	-	(29)	**(29)**
Transfers………………….	-	-	**-**	-	-	**-**
Disposals …………………	-	-	**-**	-	-	**-**
Depreciations……………..	-	(10)	**(10)**	(208)	(75)	**(283)**
Depreciations of disposals..	-	-	**-**	-	29	**29**
December 31, 2015						
Value at cost……………....	48	241	**289**	7.113	1.297	**8.410**
Accumulated depreciations.	-	(43)	**(43)**	(982)	(421)	**(1.403)**
Net book value…………	**48**	**198**	**246**	**6.131**	**876**	**7.007**
January 1 to June 30, 2016						
Additions………………….	-	-	**-**	-	-	**-**
Depreciations……………..	-	(3)	**(3)**	(79)	(62)	**(141)**
June 30, 2016						
Value at cost……………....	48	241	**289**	7.113	1.297	**8.410**
Accumulated depreciations.	-	(46)	**(46)**	(1.061)	(483)	**(1.544)**
Net book value…………	**48**	**195**	**243**	**6.052**	**814**	**6.866**

Company	**Land**	**Buildings**	**Plant & machinery**	**Vehicles**	**Furniture & fixture**	**Work in progress**	**Total**
January 1, 2015							
Value at cost……………....	5	359	23	445	1.494	77	**2.403**
Accumulated depreciations.	-	(209)	(23)	(327)	(1.253)	**-**	**(1.812)**
Net book value…………	**5**	**150**	**0**	**118**	**241**	**77**	**591**
January 1 to December 31, 2015							
Additions………………….	-	-	254	110	10	225	**599**
Transfers…..………………	-	(39)	(16)	(32)	(706)	**-**	**(793)**
Depreciations……………..	-	(13)	-	(36)	(63)	-	**(112)**
Transfers…………………..	-	39	16	32	706	-	**793**
December 31, 2015							
Value at cost……………....	5	320	261	523	798	302	**2.209**
Accumulated depreciations.	-	(183)	(7)	(331)	(610)	**-**	**(1.131)**
Net book value…………	**5**	**137**	**254**	**192**	**188**	**302**	**1.078**
January 1 to June 30, 2016							
Additions………………….	-	-	-	-	11	3	**14**
Transfers………………….	-	-	-	-	128	(147)	**(19)**
Disposals…………………	-	-	-	(16)	-	**-**	**(16)**
Depreciations………………	-	(6)	(1)	(19)	(46)	**-**	**(72)**
Depreciations of disposals.	-	-	-	16	-		**16**
June 30, 2016							

(All amounts in € thousands unless otherwise stated)

Value at cost……………..	5	320	261	507	937	158	**2.188**
Accumulated depreciations.	-	(189)	(8)	(334)	(656)	-	**(1.187)**
Net book value………..	**5**	**131**	**253**	**173**	**281**	**158**	**1.001**

Company	**Investments in real estate**			**Intangible assets**	
	Land	**Buildings**	**Total**	**Licenses**	**Total**
January 1, 2015					
Value at cost……………..	42	247	**289**	34	**34**
Accumulated depreciations.	-	(33)	**(33)**	(29)	**(29)**
Net book value…………	**42**	**214**	**256**	**5**	**5**
January 1 to December 31, 2015					
Additions………………….	6	(6)	**-**	-	**-**
Transfers………………….	-	-	**-**	(29)	**(29)**
Depreciations……………..	-	(10)	**(10)**	(1)	**(1)**
Depreciations of disposals..	-	-	**-**	29	**29**
December 31, 2015					
Value at cost……………..	48	241	**289**	5	**5**
Accumulated depreciations.	-	(43)	**(43)**	(1)	**(1)**
Net book value………..	**48**	**198**	**246**	**4**	**4**
January 1 to June 30, 2016					
Additions………………….	-	-	**-**	-	**-**
Depreciations……………..	-	(3)	**(3)**	-	**-**
June 30, 2016					
Value at cost……………..	48	241	**289**	5	**5**
Accumulated depreciations.	-	(46)	**(46)**	(1)	**(1)**
Net book value………..	**48**	**195**	**243**	**4**	**4**

It is noted that fixed assets are not pledged.
It is also noted that Work in progress concerns the cost of the installation of accounting software to the Group companies.

9. Inventories

The Company's and group's inventory is analyzed as follow:

	Consolidated		**Company**	
	30/6/2016	**31/12/2015**	**30/6/2016**	**31/12/2015**
Merchandise	51.324	35.421	46.162	30.940
Provision	(585)	(466)	(503)	(453)
Total	**50.739**	**34.955**	**45.659**	**30.487**

The noted increase in inventories in 30/6/2016 compared to those on 31/12/2015 is mainly due to the aforementioned increase of sales, given that schedule for orders for the current year was based on data and sales of 2015.

The provision of the depreciated stocks is as follows

	Consolidated	**Company**
Remaining stocks depreciated preview 01.01.2015	**(358)**	**(358)**
Using predictive 01.01.-31.12.15	(108)	(95)
Remaining stocks depreciated preview 31.12.2015	**(466)**	**(453)**
Expense chargeable period 01.01.-30/06/2016	(119)	(50)
Remaining stocks depreciated preview 30.06.2016	**(585)**	**(503)**

(All amounts in € thousands unless otherwise stated)

The value reduction of the company's stocks affects the "cost of sales" to the net realisable value.

The increase in the cost of sales, is mainly due to the aforementioned increase of sales, given that the rate of the gross sales decreased compared with the respective period of 2015 (Group : 27.6 % in the first half of 2016 versus 29.6 % in the first half of 2015 and Company : 21.4 % in the first half of 2016 versus 24.8 % in the first half of 2015) .

10.Receivables and prepayments

The account of receivables and prepayments is as follows:

	Consolidated		Company	
	30/6/2016	**31/12/2015**	**30/6/2016**	**31/12/2015**
Customers	37.147	26.594	36.094	26.402
Postdated customers' cheques	4.867	4.925	4.867	4.925
Customers' bills	3.209	752	84	69
Predictions of doubtful Customers	(5.835)	(5.080)	(5.747)	(5.062)
	39.388	**27.191**	**35.298**	**26.334**
Other debtors	8.344	19.163	4.113	16.617
Total	**47.732**	**46.354**	**39.411**	**42.951**

The balance of the account "Trade and other receivables - Customers" of the Group and the Company on 30/6/2016 is increased by 44.9% and 34.0% respectively, compared to the balance on 31/12/2015 and is main reason is the delayed collections of the Company's customer receivables due to the increase of the credit period, policy which applied to increase sales both in domestic market and abroad. Further, the nature of the Company's activities, governed by seasonal sales, contributes to larger open balances during the interim reporting period. The liquidation of the major part of trade requirements is expected to be completed soon in coming months and the remaining customers balance would be significantly reduced, recurring to normal.

	Consolidated		Company	
	30/6/2016	**31/12/2015**	**30/6/2016**	**31/12/2015**
Greek state - requirement of taxes	2.447	2.890	976	1.409
Reserved bank deposits	-	8.000	-	8.000
Requirement for grants	1.922	1.631	-	-
Short-term requirements	-	-	-	975
Prepayments	865	463	230	90
Receivables from assigned securities	2.843	6.076	2.868	6.076
Other	267	103	39	67
Σύνολο	**8.344**	**19.163**	**4.113**	**16.617**

The provision of bad debts is as follows:

	Consolidated	Company
Prediction's balance for insecure clients 01.01.2015	**(3.122)**	**(3.122)**
Expense chargeable period 01.01.-31.12.2015	(1.958)	(1.940)
Prediction's balance for insecure clients 31.12.2015	**(5.080)**	**(5.062)**
Expense chargeable period 01.01.-30.06.2016	(755)	(685)
Prediction's balance for insecure clients 30.06.2016	**(5.835)**	**(5.747)**

(All amounts in € thousands unless otherwise stated)

The predictions for the insecure clients of the company and of the group influenced the "distribution expenses"

11. Cash and cash equivalents

	Consolidated		Company	
	30/6/2016	**31/12/2015**	**30/6/2016**	**31/12/2015**
Cash on hand....………………………………..	707	522	201	119
Sight and time deposits………......…………...	19.668	20.093	12.812	15.261
Total	**20.375**	**20.615**	**13.013**	**15.380**

Cash and cash equivalents comprise petty cash of the group and the company and short term bank deposits callable at first sight.

12. Borrowings

The company’s borrowings at 30/06/2016 analyzed as follows:

	Consolidated		Company	
Long term borrowings:	**30/6/2016**	**31/12/2015**	**30/6/2016**	**31/12/2015**
Bonded loan……………………………….…….	77.770	63.751	62.356	46.928
Long term debt payable within the next 12 months..………..	(44.607)	(12.556)	(42.362)	(10.101)
Total long term borrowings	**33.163**	**51.195**	**19.994**	**36.827**
Short term of long term borrowings	44.607	12.556	42.362	10.101
Short term borrowings	1.763	24.527	1.171	24.527
	46.370	**37.083**	**43.533**	**34.628**

Within the 1st Semester of 2016, the Group and the Company entered into credit agreement with overdrafts with an average interest rate of 5.20% and received short-term financing from banks, pledging postdated checks from customers of €3,260.

According to the Decision of the BoD on 18/12/2013, the Company issued a Common Bond Loan of €65,000. On 19/12/2013, the Bond Purchase Agreement and Program were singed with the initial bondholder EFG EUROBANK ERGASIAS S.A., PIRAEUS BANK, ALPHA BANK and NBG, with participation stake 33.31%, 29.80%, 23.82% and 13.08% respectively (PIRAEUS absorption the participation stake 3.08% of GENIKI BANK) . The purpose of the loan is refinancing of the existing bank loan, long-term and short-term and meeting the needs of the Company in Working Capital. The duration of the loan is 5 years, renewable for two additional years. The repayment of the loan will be in 10 semi-annual installments, from which nine of €5,050.5 each and the tenth of € 19,545.5. The first 4 installments of the loan have already been paid till 30/6/2016. The interest rate of the Loan was agreed at Euribor plus a margin of 5.5%. The margin based on existing indices is ranging from 4% to 6%. Based on the contract covering the Common Bond Loan, the Company and the Group are required to keep the indices calculated in the annual and semi-annual financial statements. The loan was disbursed in January 2014. The loan is covered by the personal guarantee of Mr George Feidakis, by pledging receivables by 10% of the current balance of the Loan and securities of the Company’s portfolio. According to the Decision of the General Assembly, the purpose of the loan is financing of the investment program of the Company. Due to not compliance with some covenants on 31/12/2014 and according to the par. 74 and 75 of IAS1 and the respective circular no. 4774/21.10.2011 of Hellenic Capital Market Commission, this loan was reclassified from “Long-term Loans” to “Short-term Loans”.

The Company is in talks with Bondholders to restructure the financial terms of the Bond Loan, which are expected to be finalized within the next months.

The 100% subsidiary company KALLISTI ENERGIAKI S.A. proceeded to refinancing of its existing short-term loan by issuing a Common Bond Loan in the amount of €12,800, according to the decision of the Shareholders' Extraordinary General Assembly on 3/4/2009. The disbursal of the Bond Loan amounted to €12,800 and was used for both the long-term financing of the investing plan of the company of €6,065 (duration of 12 years and to be paid in 24 semi-annual installments with a fixed rate of 5.80% - the first 14 installments have already been paid till 30/6/2016) and the short-term financing against income from approved subsidy of €6,735. The purpose of the loan is financing of the investing plan of the company and has been partially been paid through income from approved public subsidy, cash and cash equivalents and refinancing. Within September 2010, KALLISTI refinanced its existing short-term borrowing by issuing Long Term Bonds for the amount of €2,935, with duration of 11 years, to be paid in 22 semi-annual installments. In November, 2013, the Company proceeded to voluntary repayment of Tranche B Bonds amounting to €1,000, using own funds. The amount of prepayment paid Bonds in inverse order of maturity. In May, 2014, the Company proceeded to voluntary repayment of Tranche B Bonds amounting to €1,192, using own funds.For the conclusion of the above loan, securities were given, including company's bank deposits, its productive equipment and its future receivables coming from the Power Purchase Agreement with LAGIE S.A. (ex HTSO). Furthermore, the loan agreement also includes a financial covenant, which should be followed by the company on a 6 month-basis, and if not fulfilled, it will lead to an event of default.

The 100% subsidiary company AIOLIKI KYLINDRIAS S.A., maintains a Common Bond Loan of initial amount of €5,934 with a duration of 14 years and floating rate Euribor plus fixed margin 2.30%. For the purpose of this loan, collateral have been used including company's future receivables coming from the Power Purchase Agreement with LAGIE S.A. (ex HTSO), bank deposits and the pledge on the shares of the issuer, as well. The loan will be paid in 28 semi-annual installments, of which up to 30/6/2016 (13) have already been paid.

The 100% subsidiary company Aioliki Aderes S.A., signed bond agreement up to an amount of € 35,246, for 11.5 years with a grace period of 12 and 24 months by case and floating rate Euribor plus a fixed margin of 3.80% and 4.00% by case, depending on the case and its subject of financing is: a) long-term financing of investment cost for the construction of three wind farms, b) short-term financing against subsidies and c) the medium-term financing to cover the VAT of investment cost of the three wind farms. The Bond series relating to the long-term financing of the investment cost for the construction of the 3 wind farms of the Company will be paid in 21 equal installments, of which up to 30/6/2016 (8) have been paid. In the previous fiscal year, the Company received approved subsidies for the aforementioned wind farms and proceeded to immediate repayment of corresponding financing received against these subsidies, amounting to €15,866. Moreover, the Company requested and received a VAT refund of investment expenditure for the years 2010 and 2011, amounting to €1,545, totally and proceeded directly to the complete repayment of the loan taken against the VAT on capital expenditure, amounting to €840. For the purpose of this loan, collateral have been used and the sole shareholder of Aioliki Aderes, RF Energy, has provided full and unconditional guarantee. Additionally, according to the term of the loan, the company has pledged its future receivables coming from the Power Purchase Agreement with LAGIE S.A. (ex HTSO), bank deposits and on insurance policies and contracts that has to maintain and on approved subsidies relating to investing plans, as well.

On 04/07/2013 and 05/15/2013, the 100% subsidiary company HYDROELECTRIKI ACHAIAS S.A. concluded two medium-term loans amounted to € 400 for each one, with National Bank of Greece with duration of 2.5 and 3 years respectively, starting from the date of disbursement. The purpose of the loan was the financing of its working capital, due to continued delays in paying the invoices for energy sales. Within the nine months period of 2015 the loan which have been received on 04/07/2013 have fully repaid. Within 2016, the remaining two tranches of the medium-term loan that was taken on 05/12/2013 have been repaid.To receive this loan, HYDROELECTRIKI ACHAIAS S.A. has assigned its claims arising from power purchase agreements with L.A.G.I.E S.A. (ex HTSO) for two small hydroelectrical stations with total power of 3,615MW, operating the region of Aigio, Achaias. Moreover, the parent company RF ENERGY S.A. provided corporate guarantee for that loan.

(All amounts in € thousands unless otherwise stated)

The fair value of these loans approximates their nominal value and the effective interest rate for the remaining short-term loans was around 5.20%.

13.Available for sale Financial Instruments elated party transactions

The available for sale securities contain shares of Athens Exchange and NASDAQ listed companies that were valued with closing prices of June 30, 2016 (1st level) as well as companies, not listed, that were valued at cost and examined for impairment through the statement of income due to the fact that fair value cannot be specified in a reliable manner. During the first Semester 2016, there has not been any change in the classification of available for sale financial assets.

Fair value of financial assets

The Group uses the following hierarchy for determining and disclosing the fair value of financial assets through valuation techniques.

Level 1: Investments are valued at fair value based on quoted (unadjusted) prices in active markets for identical assets or liabilities.
Level 2: Investments are valued at fair value by using valuation techniques in which all inputs that affect significantly the fair value are based (either directly or indirectly) on observable market data.
Level 3: Investments are valued at fair value by using valuation techniques in which all inputs that affect significantly the fair value are based on observable market data.

The following table reflects the financial assets valued at fair value on 30/6/2015 for the Group and the Company:

Group

Financial assets	**Level 1**	**Level 2**	**Total**
Available for Sale Financial Instruments – ASE Listed Companies	8.367	-	**8.367**
Total	**8.367**	-	**8.367**

Shareholders' equity	**Level 1**	**Level 2**	**Total**
Derivatives	-	599	**599**
Total	**-**	**599**	**599**

Company

Financial assets	**Level 1**	**Level 2**	**Total**
Available for Sale Financial Instruments – ASE Listed Companies	8.367	-	8.367
Total	**8.367**	**-**	**8.367**

Shareholders' equity	**Level 1**	**Level 2**	**Total**
Derivatives		599	**599**
Total	-	**599**	**599**

(All amounts in € thousands unless otherwise stated)

	Group		Company	
	30/6/2016	**31/12/2015**	**30/6/2016**	**31/12/2015**
ASE Listed companies	8.171	5	8.171	5
Companies listed on foreign stock exchanges	196	64	196	64
ASE non-listed internal companies	32	32	32	32
ASE non-listed foreign companies	3	3	3	3
Total	**8.402**	**104**	**8.402**	**104**

	Group		Company	
	30/6/2016	**31/12/2015**	**30/6/2016**	**31/12/2015**
Balance at 01/01/2015	**104**	**1.019**	**104**	**1.019**
Additions	9.284	-	9.284	-
Sales	(1.118)	-	(1.118)	-
Change of fair value through the reserve	-	-	-	-
Change of fair value through the results	132	(915)	132	(915)
Reclassification to the results	-	-	-	-
Balance at 30/6/2015	**8.402**	**104**	**8.402**	**104**

14. *Trade and other payables*

Trade and other payables are analyzed as follows:

	Group		Company	
	30/6/2016	**31/12/2015**	**30/6/2016**	**31/12/2015**
Suppliers………………………………………	46.262	18.859	44.341	18.198
Cheques payables postdated…………………..	536	401	372	401
Accrued expenses……………………………..	793	642	623	598
Accrued Interest………………………………	833	804	762	727
Derivatives……………………………………	599	706	599	706
Prepayments…………………………………..	1.306	1.343	945	1.041
Tax provision about unaudited periods………	345	345	292	292
Amount for the acquisition of shareholdings…	-	-	-	-
Payable dividends	27	35	27	35
Obligations to related parties………………...	1.042	1.042	-	-
Other short term obligations………………….	1.802	756	423	296
Total	**53.545**	**24.933**	**48.384**	**22.294**

The noted increase of liabilities on 30/6/2016 compared to liabilities on 31/12/2015, is mainly due to the increase of liabilities towards the main suppliers of the Company (FUJITSU GENERAL LTD) by € 26,376 and MIDEA ELECTRIC TRADING (SINGAPORE) CO PTE LTD by € 4,644, as a result of increased deliveries of goods at the first semester of 2016.

The Group sometimes uses derivative financial products (buy foreign exchange - level 2) to hedge exposure to changes in foreign exchange rates which arises from its commercial transactions. Changes in exchange rates for these derivative products, which are not designated as hedging instruments, have a direct impact at the recognition of “Other Liabilities” in the Statement of Financial Position.

(All amounts in € thousands unless otherwise stated)

The amount for the acquisition of shareholdings concerns cash facilitation from related companies.

15.Related party transactions

According to IAS 24, related parties are subsidiaries companies, companies with common shareholding structure and/ or management. Moreover, the members of the Board of Directors and the Directors are also considered related parties. The Company purchases and provides products and services from and to related parties.

Sales of company's products to related parties concern primarily sales of merchandise. The sale prices are at cost plus a low profit margin.

The compensation of the members of the Board of Directors concern paid Board's of Directors compensation to Non-executive and independent members.

The compensation of Directors concern compensation regular payment according to employment contracts

The table below presents the receivables and obligations that arose from transactions with related parties as defined by IAS 24:

Subsidiaries	**Company**	
Receivables from:	**30/6/2016**	**31/12/2015**
FG EUROPE KLIMA TEKNOLOJILERI SANAYI VE TICATER	3.229	3.639
F.G. ITALIA SPA	10.571	7.272
R.F. ENERGY S.A.	-	12
	13.800	**10.923**

	Company	
Obligation to:	**30/6/2016**	**31/12/2015**
FG EUROPE ITALIA SPA	**55**	**16**

	Company	
	1/1 - 30/6/2016	**1/1 - 30/6/2015**
Inventories……………………………………………..….	**14.806**	**5.459**
Expenses and purchases of goods…………………….	-	(197)
Others…………………………………………………	-	(8)
Total……………………………………………….	**-**	**(205)**

Companies with common shareholding structure	**Consolidated**		**Company**	
Receivables from:	**30/6/2016**	**31/12/2015**	**30/6/2016**	**31/12/2015**
Cyberonica S.A…………….	**780**	**576**	**759**	**600**

	Consolidated		**Company**	
Purchases of goods and services:	**1/1 -**	**1/1 -**	**1/1 -**	**1/1 -**

(All amounts in € thousands unless otherwise stated)

	30/6/2016	31/12/2015	30/6/2016	31/12/2015
Cyberonica S.A……………….	(1.637)	(1.637)	(1.581)	(1.581)

The compensation and the transactions of the members of the Board of Directors and the Directors analyzed as follows:

Available for sale investments	**Consolidated**		**Company**	
	30/6/2016	**31/12/2015**	**30/6/2016**	**31/12/2015**
GLOBUS MARITIME LTD	**196**	**64**	**196**	**64**

	Consolidated		**Company**	
Receivables from:	**30/6/2016**	**31/12/2015**	**30/6/2016**	**31/12/2015**
Members of the Board and Directors………………	13	13	13	13

	Consolidated		**Company**	
Compensation:	**1/1 - 30/6/2016**	**1/1 - 31/12/2015**	**1/1 - 30/6/2016**	**1/1 - 31/12/2015**
Personnel expenses..………….	(940)	(947)	(635)	(661)
Provision for staff leaving indemnity...…………….…...…	(20)	(6)	(13)	(6)
Total	**(960)**	**(953)**	**(648)**	**(667)**

16.Employee benefits: pension obligations

According to the Greek labour legislation employees are entitled to termination benefits in case of dismissal or retirement dependent on their current remuneration, the length of service and the reason for leaving (dismissal or retirement). Employees who leave or are dismissed with cause are not entitled to termination benefits.

1) Contract termination due to retirement

Employees covered by any pension sector of any insurance organizations, as long as they meet the requirements for full retirement, if they are craftsmen, they are able to retire and if they are employees, they can retire or be dismissed by the employer. In these cases, they are entitled to 50% of the statutory compensation if they do not have supplementary insurance or 40 if they do. Employees, with-fixed term contract, who are made redundant or leave before its end to retire, are also entitled to this reduced compensation. It is noted that the employer cannot fire technicians who meets the requirements of full retirement age, with a reduced payment of compensation. He has this option only in case of employees.

With 15 years of service:

Employees associated with permanent work contracts and have completed 15 years of service with the same employer or the age limit laid down by the concerned Insurance Organization and if the limit of 65 years of their age does not exist, then they can leave their work with their employer’s consent and as a result they are entitled to receive 50% of legal compensation.

The provision for employee termination benefits is based on an independent actuarial study calculated as of December 31, 2015, using the Projected Unit Credit method.

The obligation for employee termination benefits amounts to € 742 for the Group and € 636 for the Company as of June 30, 2016 (31/12/2015 : €702 and €601 for the Group and the Company respectively). The amount charged to the income statement for the six-month period ended June 30, 2016 is €40 for the Group and €35 for the Company. The amount charged to the income statement for the six-month period ended June 30, 2015 was € 35 for the Group and € 18 for the Company and influenced the "Administrative expenses".

17. Contingencies

In 2008 Company's subsidiaries filed applications to RAE and the Ministry of Development for the issuance of Production Licenses for Wind Power Energy Production Plants, located at various sites in Evia Prefecture, and with 387MW capacity in total. Subsequently meteorological masts were erected in said site locations in order to measure wind potential while parent Company R.F. ENERGY S.A. provides to its subsidiaries administrative, development and management services on this project. Moreover Company's subsidiaries have taken actions to receive approval from competent authorities to develop this project.

During 2010, subsidiaries of the Group submitted to RAE and the Ministry of Energy and Climate Change (YP.E.K.A.) completed files with applications for relevant production licenses from wind stations in the southern Evia, with total capacity of 144MW. Therefore, the group of wind farms being developed by subsidiaries of the Group in the southern Evia has total capacity of 531MW. Said Production Licenses have not been granted as of the date of issuance of the document at hand.

Within 2011, subsidiaries of the Group submitted to RAE and the Ministry of Energy and Climate Change (YP.E.K.A.) completed files with applications for relevant production licenses from wind stations in the southern Evia, with total capacity of 57MW, while an application for production license from wind farm of 9MW was withdrawn. Therefore, the group of wind farms being developed by subsidiaries of the Group in the southern Evia has total capacity of 579MW

Within fiscal year 2011 Production Licenses of total 294MW were granted to 14 wind farms of the group, while all of these 14 farms have been granted with Temporary Connection Terms by HTSO. Finally, in December 2011, Study of Environmental Impact of the wind farms with total capacity of 282 MW was submitted, so that Approval of Environmental Terms could be granted.

Within fiscal year 2009 several Production Licenses were granted to unrelated companies for Wind Power Energy Production Plants located at sites which are at close proximity to Company owned projects, for which Company's subsidiaries have applied for Production Licenses. Due to this fact, in December 2009 the Company proceeded to legal action against Decisions by the Ministry of Energy and Environment, RAE, and the Special Committee for the Environment. Action was filed to the Council of State, requesting annulment of said Production Licenses which were issued in favor of unrelated companies, on the basis of impingement of the Company's subsidiaries' lawful rights (as Company's subsidiaries have also filed applications for Production Licenses for Wind Power Energy Production Plants located in the area, and no decision has been reached yet), and material breach of substantial legal and statutory provisions. As of the date of issuance of the document at hand the Council of State has not convened on the case matter.

18. Commitments

18.1 Capital Commitments

The group has no uncompleted purchasing commitments with its suppliers as of June 30, 2016. The future aggregate minimum lease payments arising from building lease agreements until year 2023 are estimated to amount to €23,432 for the Group and €20,503 for the Company. Furthermore, the future aggregate minimum lease payments arising from car lease agreements until the year 2017 are estimated to amount to € 42 approximately for the Group and the Company.

(All amounts in € thousands unless otherwise stated)

18.2 Guarantees

To cover the bond loan of € 65,000 received on 10/1/2014, the Company pledged receivables and securities of Company's portfolio by 10% of the current balance of the loan and its 50% participation stake in the subsidiary company RF ENERGY S.A..

Moreover, on June 30, 2016, the subsidiary company R.F. ENERGY S.A. has guaranteed loans of its subsidiaries of total balance of €12,720 (31/12/2015: €13,758), which will be paid off gradually by 2023.

Moreover, shares of the subsidiaries of the Group, KALLISTI ENERGIAKI S.A., AIOLIKI ADERES S.A. and AIOLIKI KYLINDRIAS S.A. have been pledged to secure loans.

Under the loan agreement from 6/4/2009, productive equipment of the subsidiary KALLISTI ENERGIAKI S.A. has been pledged.(balance €6,455 on 30/6/2016)

Moreover the group has contingent liabilities in relation to banks, other guarantees and other issues that arise from the ordinary course of the business. No material impact is expected to arise from contingent liabilities. The amount of issued letters of guarantees on 30/6/2016 is €41,601 (€26,376 on 31/12/2015).

19. Post Balance Sheet Events

There are no significant post balance sheet events having occurred after June 30, 2016 concerning the Company that should have been disclosed

*These Financial Statements have been approved for issue by the Board of Directors of F.G. EUROPE S.A. on September 26, 2016 and are accessible to the public in electronic form on the company website **http:\\www.fgeurope.gr**.*

Chairman of the Board of Directors	Managing Director	Finance Manager	Accounting Supervisor
Georgios Fidakis ΑΔΤ ΑΚ 723945	Joannis Pantousis ΑΔΤ Ξ 168490	Michalis Poulis AM OEE 016921	Athanasios Harbis AM OEE 0002386