



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)

THREE - MONTHS FINANCIAL REPORT

Ended March 31, 2015

**ACCORDING TO INTERNATIONAL FINANCIAL REPORTING
STANDARDS (IFRS)**

INTERNATIONAL ACCOUNTING STANDARD 34 (IAS 34)

**In accordance with
article 6 of L. 3556/2007**

CONTENTS

	Page
• Condensed interim Financial Statements	3
- Statement of Comprehensive Income (Company and Consolidated) for the three-months period ended March 31, 2015 and 2014.....	3
- Statement of Financial Position (Company and Consolidated) as of March 31, 2015 and December 31, 2014.....	4
- Statements of Changes in Equity (Company and Consolidated) for the three-months period ended March 31, 2015 and 2014.....	5
- Statements of Cash Flows (Company and Consolidated) for the three-months period ended March 31, 2015 and 2014.....	7
• Notes to the interim Financial Statements (Company and Consolidated)	8
- 1. Incorporation and Business of the Group	8
- 2. Significant Accounting Policies used by the Group.....	9
- 3. Operating Segments	11
- 4. Income.....	12
- 5. Finance income and expenses.....	12
- 6. Income Taxes	13
- 7. Earnings per share	14
- 8. Property, plant and equipment and intangible assets	14
- 9. Inventories	17
- 10. Receivables and prepayments	17
- 11. Cash and cash equivalents	18
- 12. Borrowings	18
- 13. Available for sale Financial Instruments.....	20
- 14. Trade and other payables	22
- 15. Related party transactions.....	22
- 16. Employee benefits: pension obligations	24
- 17. Contingencies	24
- 18. Commitments	26
- 19. Post Balance Sheet Events	26
• Figures and information for the period from January 1 to March, 2015 (<i>attached</i>).....	

F.G. EUROPE S.A.

Statement of Financial Position (Consolidated and Company)

As of March 31, 2015 and December 31, 2014

(All amounts in Euro thousands unless otherwise stated)

	Note	Consolidated		Company	
		1/1- 31/3/2015	1/1- 31/3/2014	1/1- 31/3/2015	1/1- 31/3/2014
Sales.....	3,4	21.962	14.648	20.538	13.297
Less: Cost of sales.....	9	(13.207)	(10.544)	(14.111)	(8.948)
Gross profit		8.755	4.104	6.427	4.349
Other operating income.....		43	34	27	29
Distribution expenses.....		(2.614)	(2.786)	(2.614)	(2.786)
Administrative expenses.....		(1.145)	(914)	(592)	(690)
Other operating expenses		(15)	(269)	(1)	(2)
Earnings / (losses) before interests and taxes		5.024	169	3.247	900
Finance income.....	5	1.679	451	1.559	442
Finance costs.....	5	(3.430)	(1.564)	(2.791)	(1.291)
Earnings / (losses) before taxes		3.273	(944)	2.015	51
Income tax expense.....	6	(1.239)	168	(781)	(30)
Net profit / (loss) for the period		2.034	(776)	1.234	21
Attributable as follows:					
Equity holders of the Parent.....		1.592	(367)	-	-
Minority interest.....		442	(409)	-	-
Net profit / (loss) (after tax) attributable to the Group		2.034	(776)	-	-
Amounts not reclassified in the income statement:					
Revaluation of obligations for employee benefits.....		-	8	-	-
Income tax expense.....		-	(2)	-	-
		-	6	-	-
Amounts reclassified to the income statement:					
Exchange differences		(160)	-	-	-
Available for sale investments.....		-	46	-	46
		(160)	46	-	46
Other Comprehensive Income after taxes		(160)	52	-	46
Total Comprehensive Income after taxes		1.874	(724)	1.234	67
Attributable as follows:					
Equity holders of the Parent.....		1.504	(315)	-	-
Minority interest.....		370	(409)	-	-
Net profit / loss (after tax) attributable to the Group		1.874	(724)	-	-
Earnings/(losses) per share (expressed in €s):					
Basic.....	7	0,0302	(0,0070)	0,0234	0,0004

F.G. EUROPE S.A.

Statement of Financial Position (Consolidated and Company)

As of March 31, 2015 and December 31, 2014

(All amounts in Euro thousands unless otherwise stated)

	Note	Consolidated		Company	
		31/3/2015	31/12/2014	31/3/2015	31/12/2014
<u>ASSETS</u>					
Non-current assets					
Property, plant and equipment.....	8	60.690	61.746	710	591
Investments in real estate property.....	8	256	256	256	256
Intangible assets.....	8	7.219	7.290	4	5
Investments in subsidiaries.....		-	-	30.052	29.952
Long term receivables.....		692	691	658	658
Deferred tax assets.....		4.260	4.935	3.560	4.341
Available for sale investments.....	13	596	1.019	596	1.019
Total non-current assets		73.713	75.937	35.836	36.822
Current assets					
Inventories.....	9	38.162	45.217	33.884	43.432
Trade receivables.....	10	39.869	35.089	30.350	25.132
Cash and cash equivalents.....	11	4.429	5.475	2.845	3.242
Total current assets		82.460	85.781	67.079	71.806
Total assets		156.173	161.718	102.915	108.628
 <u>SHAREHOLDERS' EQUITY & LIABILITIES</u>					
<u>SHAREHOLDERS' EQUITY</u>					
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.....		3.994	4.082	3.860	3.860
Retained earnings.....		(7.952)	(9.544)	5.090	3.856
		18.613	17.109	31.521	30.287
Minority interest.....		18.850	18.480	-	-
Total shareholders' equity		37.463	35.589	31.521	30.287
 <u>LIABILITIES</u>					
Non-current liabilities					
Long term Borrowings.....	12	58.296	16.939	41.708	-
Retirement benefit obligations.....		588	618	535	567
Deferred government grants.....		19.959	20.403	-	-
Long-term provisions.....		1.732	1.703	-	-
Deferred taxes		1.796	1.291	-	-
Total non-current liabilities		82.371	40.954	42.243	567
Current liabilities					
Short term Borrowings.....	12	4.179	4.379	1.311	2.967
Short term portion of long term borrowings.....	12	12.013	57.424	10.101	55.028
Current tax liabilities.....		70	165	-	-
Trade and other payables.....	14	20.077	23.207	17.739	19.779
Total current liabilities		36.339	85.175	29.151	77.774
Total liabilities		118.710	126.129	71.394	78.341
Total equity and liabilities		156.173	161.718	102.915	108.628

F.G. EUROPE S.A.
Statements of Changes in Equity (Consolidated)
For the Three-Months Period ended March 31, 2015 and 2014
(All amounts in Euro thousands unless otherwise stated)

Consolidated

	Share capital	Share premium	Legal reserve	Available for sales - Fair value reserves	Special tax reserves	Retained earnings /(Losses)	Total	Minority interest	Total equity
Balance on January 1, 2014	15.840	6.731	3.961	(1.273)	1.661	3.925	30.845	18.525	49.370
Year's changes:									
Net profit for the period	-	-	-	-	-	(367)	(367)	(409)	(776)
Other Comprehensive Income..	-	-	-	46	6	-	52	-	52
Total Comprehensive Income..	-	-	-	46	6	(367)	(315)	(409)	(724)
Balance on March 31, 2014	15.840	6.731	3.961	(1.227)	1.667	3.558	30.530	18.116	48.646
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	-	-	-	-	-	1.592	1.592	442	2.034
Other Comprehensive Income..	-	-	-	-	(88)	-	(88)	(72)	(160)
Total Comprehensive Income..	-	-	-	-	(88)	1.592	1.504	370	1.874
Balance on March 31, 2015	15.840	6.731	4.162	-	(168)	(7.952)	18.613	18.850	37.463

F.G. EUROPE S.A.
Statements of Changes in Equity (Consolidated)
For the Three-Months Period ended March 31, 2015 and 2014
(All amounts in Euro thousands unless otherwise stated)

Company

	Share capital	Share premium	Legal reserve	Available for sales - Fair value reserves	Actuarial gain/losses	Special tax reserves	Retained earnings	Total
Balance on January 1, 2014	15.840	6.731	3.792	(1.273)	(24)	1.851	14.854	41.771
Year's changes:								
Net profit for the period	-	-	-	-	-	-	21	21
Other Comprehensive Income..	-	-	-	46	-	-	-	46
Total Comprehensive Income..	-	-	-	46	-	-	21	67
Balance on March 31, 2014	15.840	6.731	3.792	(1.227)	(24)	1.851	14.875	41.838
Balance on January 1, 2015	15.840	6.731	3.939	-	(72)	(7)	3.856	30.287
Year's changes:								
Net profit for the period	-	-	-	-	-	-	1.234	1.234
Total Comprehensive Income..	-	-	-	-	-	-	1.234	1.234
Balance on March 31, 2015	15.840	6.731	3.939	-	(72)	(7)	5.090	31.521

F.G. EUROPE S.A.
Statements of Cash Flows (Consolidated and Company)
For the Three-Months Period ended March 31, 2015 and 2014
(All amounts in € thousands unless otherwise stated)

	Consolidated		Company	
	For the Three-Month Period Ended March 31,			
	2015	2014	2015	2014
<u>CASH FLOWS FROM OPERATING ACTIVITIES</u>				
Profit before tax (and minority interest).....	3.273	(944)	2.015	51
Add / (less) adjustments for:				
Depreciation and amortization.....	1.337	1.351	27	35
Provisions.....	185	46	184	69
Exchange rate differences.....	(415)	(156)	(415)	(156)
Result of investment activity.....	413	(54)	417	(45)
Interest and similar expenses.....	1.417	1.318	1.105	1.045
Government grants recognized in income.....	(444)	(444)	-	-
Employee benefits.....	12	21	10	10
Operating result before changes in working capital	5.778	1.138	3.343	1.009
Add / (less) adjustments for changes in working capital items:				
(Increase) / decrease in inventories.....	7.001	(16.262)	9.494	(16.262)
(Increase) / decrease in receivables and prepayments.....	(5.228)	(652)	(5.359)	(434)
Increase / (decrease) in trade and other payables.....	(1.790)	21.277	(523)	21.280
(Increase) in long term receivables.....	(1)	1	-	(1)
Total cash inflow / (outflow) from operating activities	5.760	5.502	6.955	5.592
Interest and similar expenses paid.....	(2.266)	(1.163)	(2.133)	(1.003)
Income taxes paid.....	-	(88)	-	(31)
Total net inflow / (outflow) from operating activities	3.494	4.251	4.822	4.558
<u>CASH FLOWS FROM INVESTING ACTIVITIES</u>				
(Purchase) of subsidiaries and other investments.....	(82)	-	(200)	-
(Purchase) of PPE and intangible assets.....	(210)	(96)	(145)	(94)
Interest income.....	27	103	22	95
Total net cash inflow / (outflow) from investing activities	(265)	7	(323)	1
<u>CASH FLOWS FROM FINANCING ACTIVITIES</u>				
Proceeds from borrowings.....	1.456	64.173	-	64.173
Payments of borrowings.....	(5.761)	(57.578)	(4.926)	(57.247)
Dividends paid	-	-	-	-
Total net cash inflow from financing activities	(4.305)	6.595	(4.926)	6.926
Net increase / (decrease) in cash and cash equivalents	(1.076)	10.853	(427)	11.485
Exchange rate differences	30	23	30	23
Cash and cash equivalents at beginning of period	5.475	12.144	3.242	10.711
Cash and cash equivalents at end of period	4.429	23.020	2.845	22.219

F.G. EUROPE S.A.

Notes to the interim Financial Statements (Consolidated and Company)

For the Three-Months Period ended March 31, 2015

(All amounts in € thousands unless otherwise stated)

1. Incorporation and Business of the Group

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 March 31, 2015 is 86 for the Company and 113 for the Group.

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

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 March 31, 2015	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.

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’.

F.G. EUROPE S.A.

Notes to the interim Financial Statements (Consolidated and Company)

For the Three-Months Period ended March 31, 2015

(All amounts in € thousands unless otherwise stated)

The investments in subsidiaries of the Company are as follows:

Investments in Subsidiaries as at 31/3/2015				
Subsidiary name	Balance as at 31/12/2014	Additions 1/1-31/3/15	Reductions 01/01 - 31/3/2015	Balance as at 31/3/2015
1 R.F. ENERGY S.A..... F.G. EUROPE KLIMA	29.287	-	-	29.287
2 TEKNOLOJILERI SANAYI VE TICARET A.S	413	-	-	413
3 F.G. EUROPE ITALIA S.P.A.	252	100	-	352
Total	29.952	100	-	30.052

Investments in Subsidiaries as at 31/12/2014				
Subsidiary name	Balance as at 31/12/2013	Additions 1/1 – 31/12/2014	Reductions 1/1 - 31/12/2014	Balance as at 31/12/2014
1 R.F. ENERGY S.A.....	29.287	-	-	29.287
2 ΦΕΙΔΑΚΗΣ SERVICE A.E.	-	413	-	413
3 ΦΕΙΔΑΚΗΣ LOGISTICS A.E	-	252	-	252
Total	29.287	665	-	29.952

"Other comprehensive income after tax" represents loss for the Group of € 160 which concerns difference in exchange at the consolidation of Group Companies in foreign currency.

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, 2014 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, 2014, apart from the adoption of new standards and interpretations that were adopted for first time as of January 1, 2015, 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

F.G. EUROPE S.A.

Notes to the interim Financial Statements (Consolidated and Company)

For the Three-Months Period ended March 31, 2015

(All amounts in € thousands unless otherwise stated)

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 three-months period ended March 31, 2015, are not indicative for the results expected by management for the year ending December 31, 2015 because of the seasonality of the core business. This seasonality results from fact that air conditioners sales that are the company's core business 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 and their application is mandatory from or after 01/01/2015. The most significant Standards and Interpretations are as follows:

- ***Annual Improvements cycle 2010-2012 (effective for annual periods starting on or after 01/07/2014)***

In December 2013, the IASB issued Annual Improvements to IFRSs 2010-2012 Cycle, a collection of amendments to IFRSs, in response to eight issues addressed during the 2010-2012 cycle. The amendments are effective for annual periods beginning on or after 1 July 2014, although entities are permitted to apply them earlier. The issues included in this cycle are the following: IFRS 2: Definition of 'vesting condition', IFRS 3: Accounting for contingent consideration in a business combination, IFRS 8: Aggregation of operating segments, IFRS 8: Reconciliation of the total of the reportable segments' assets to the entity's assets, IFRS 13: Short-term receivables and payables, IAS 7: Interest paid that is capitalised, IAS 16/IAS 38: Revaluation method—proportionate restatement of accumulated depreciation and IAS 24: Key management personnel. The amendments do not affect materially the consolidated and separate Financial Statements.

- ***Annual Improvements cycle 2011-2013 (effective for annual periods starting on or after 01/07/2014)***

In December 2013, the IASB issued Annual Improvements to IFRSs 2011-2013 Cycle, a collection of amendments to IFRSs, in response to four issues addressed during the 2011-2013 cycle. The amendments are effective for annual periods beginning on or after 1 July 2014, although entities are permitted to apply them earlier. The issues included in this cycle are the following: IFRS 1: Meaning of effective IFRSs, IFRS 3: Scope exceptions for joint ventures; IFRS 13: Scope of paragraph 52 (portfolio exception); and IAS 40: Clarifying the interrelationship of IFRS 3 Business Combinations and IAS 40 Investment Property when classifying property as investment property or owner-occupied property. The amendments do not affect materially the consolidated and separate Financial Statements.

- ***Defined Benefit Plans: Employee Contributions (Amendments to IAS 19) (effective for annual periods starting on or after 01/07/2014)***

In November 2013, the IASB published narrow scope amendments to IAS 19 "Employee Benefits" entitled Defined Benefit Plans: Employee Contributions (Amendments to IAS 19). The narrow scope amendments apply to contributions from employees or third parties to defined benefit plans. The objective of the amendments is to simplify the accounting for contributions that are independent of the number of years of employee service, for example, employee contributions that are calculated according to a fixed percentage of salary. The amendment does not affect the consolidated and separate Financial Statements.

F.G. EUROPE S.A.

Notes to the interim Financial Statements (Consolidated and Company)

For the Three-Months Period ended March 31, 2015

(All amounts in € thousands unless otherwise stated)

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

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 analysed as follows:

	Long Living Consumer Goods	Energy	Total
01/01-31/03/2015			
Sales to third parties.....	22.021	3.475	25.496
Sales within the Group.....	(3.534)	-	(3.534)
Sales.....	18.487	3.475	21.962
Depreciation of Fixed/ Intangible assets	(28)	(1.309)	(1.337)
Gain / Loss before taxes, investing activities, total depreciations	2.733	2.741	5.474
Finance income.....	1.152	5	1.157
Finance costs.....	(2.668)	(240)	(2.908)
Profits before taxes.....	1.660	1.613	3.273
Income tax expense.....	(661)	(578)	(1.239)
Profit after taxes.....	999	1.035	2.034
Expenses for Fixed/ Intangible assets	205	5	210
Assets per sector	73.825	82.348	156.173
Liabilities per sector	33.986	44.061	78.047

	Long Living Consumer Goods	Energy	Total
01/01-31/03/2014			
Sales to third parties.....	13.297	1.351	14.648
Sales within the Group.....	-	-	-
Sales.....	13.297	1.351	14.648
Depreciation of Fixed/ Intangible assets	(35)	(1.316)	(1.351)
Gain / Loss before taxes, investing activities, total depreciations	1.187	141	1.328
Finance income.....	442	9	451
Finance costs.....	(1.291)	(273)	(1.564)
Profits before taxes.....	51	(995)	(944)
Income tax expense.....	(30)	198	168
Profit after taxes.....	21	(797)	(776)

F.G. EUROPE S.A.

Notes to the interim Financial Statements (Consolidated and Company)

For the Three-Months Period ended March 31, 2015

(All amounts in € thousands unless otherwise stated)

Expenses for Fixed/ Intangible assets	302	115	417
Assets per sector	104.958	88.921	193.879
Liabilities per sector	96.499	48.734	145.233

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

	Long Living Consumer Goods	Energy	Total
1/1 – 31/3/2015			
Greece.....	4.849	3.475	8.324
Exports.....	13.638	-	13.638
Total	18.487	3.475	21.962

	Long Living Consumer Goods	Energy	Total
1/1 – 31/3/2014			
Greece.....	4.920	1.351	6.271
Exports.....	8.377	-	8.377
Total	13.297	1.351	14.648

4. Income

Analysis of the Groups' income:

	Consolidated		Company	
	31/3/2015	31/3/2014	31/3/2015	31/3/2014
Sales of goods	18.430	13.278	20.481	13.278
Sales of goods (electric Energy)	3.475	1.351	-	-
Sales of services	57	19	57	19
Total Sales	21.962	14.648	20.538	13.297
Other income	43	34	27	29
Total	22.005	14.682	20.565	13.326

Total sales of F.G EUROPE S.A. for the three-month period of 2015 amounted to € 20.538 against sales of 13.297 in the respective period of 2014, posted an increase of 54%. The increase of total sales is due to a) the increase of 148% at the Turkey market, mainly because of the operation of the subsidiary in this market, b) the increase of 43% at the Balkan market and c) the increase of 43% at the market of the Northern Europe. In the internal market and in the market of Italy the sales remained at the same level of the respective period of 2014.

In Group level the sales increased for 157% comparing with the respective period of 2014, firstly due to the better climatological conditions and secondly due to the existence of a credit note for € 1,138 in the first quarter of 2014, according to the provisions of the Law 4254/7.4.2014.

5. Finance income and expenses

Finance income and expenses are analyzed as follows:

Consolidated		Company	
1/1- 31/3/2015	1/1- 31/3/2014	1/1- 31/3/2015	1/1- 31/3/2014

F.G. EUROPE S.A.

Notes to the interim Financial Statements (Consolidated and Company)

For the Three-Months Period ended March 31, 2015

(All amounts in € thousands unless otherwise stated)

<u>Finance costs:</u>				
Interest and similar expenses.....	(1.113)	(1.052)	(1.082)	(827)
Related interest expenses	(191)	(198)	(9)	(196)
Bank charges and commissions.....	(14)	(22)	(14)	(22)
Financial cost of provision of equipment removal.....	(99)	(46)	-	-
Foreign exchange differences.....	(1.586)	(145)	(1.259)	(145)
Valuation of derivatives.....	-	(101)	-	(101)
Devaluation of investments and securities.....	(423)	-	(423)	-
Prepaid interest of the actuarial research.....	(4)	-	(4)	-
Total Finance costs	(3.430)	(1.564)	(2.791)	(1.291)
<u>Finance income:</u>				
Interest and similar income.....	14	49	10	41
Foreign exchange differences	1.143	397	1.027	397
Valuation of Derivatives.....	522	-	522	-
Valuation of investments and securities.....	-	5	-	4
Total Finance income	1.679	451	1.559	442
Finance costs, net	(1.751)	(1.113)	(1.232)	(849)

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 2013
• R.F. Energy S.A.	2010 to 2013
• Hydroelectrical Ahaïas S.A.	2010 to 2013
• City Elektrik S.A	2010 to 2013
• Aioliki Kylindrias S.A.	2009 to 2013
• Kallisti Energiaki S.A.	2009 to 2013
• R.F. Energy Omalies S.A.	2010 to 2013
• 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)

It is noted that the companies of the Group operating in Greece have been audited by tax authorities for the fiscal years 2011, 2012, 2013 in accordance with the compulsory audit of par. 5, article 82 of L.2238/1994, as amended by par. 3, article 17 of L3842/2010, for the purpose of Annual Tax Certificate, which they finally received without incurring substantial differences.

The above Annual Tax Certificate provided for societe anonymes and limited companies, which annual financial statements are scrutinized by legal auditors and issued after tax audit conducted by auditors who are registered in the public register of L.3693/2008.

Upon completion of the tax audit, the statutory auditor or audit firm must issue to the entity a “tax Compliance Report” which will subsequently be submitted electronically to the Ministry of Finance, by the statutory auditor or audit firm. This “Tax Compliance Report” must be submitted to the Ministry of Finance, within ten days of the date of approval of the financial

F.G. EUROPE S.A.

Notes to the interim Financial Statements (Consolidated and Company)

For the Three-Months Period ended March 31, 2015

(All amounts in € thousands unless otherwise stated)

statements by the General Meeting of the Shareholders. The Ministry of Finance will subsequently select a sample of at least 9% of all companies for which a “Tax Compliance Report” has been submitted for the performance of a tax audit by the relevant auditors from the Ministry of Finance. The audit by the Ministry of Finance must be completed within the period of eighteen months from the date when the “Tax Compliance Report” was submitted to the Ministry of Finance.

The work of auditors for the issue of the Annual Tax Certificate for fiscal year 2014, is still in progress by Grant Thornton and has not been finished yet. Therefore, it is not expected that there will be any significant differences that will significantly affect the Company’s results.

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

	Consolidated		Company	
	1/1- 31/3/2015	1/1- 31/3/2014	1/1- 31/3/2015	1/1- 31/3/2014
Income tax (current period).....	(814)	326	(733)	408
Deferred tax.....	(425)	(158)	(48)	(438)
Income taxes	(1.239)	168	(781)	(30)

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 31/3/2015 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- 31/3/2015	1/1- 31/3/2014	1/1- 31/3/2015	1/1- 31/3/2014
Net profit attributable to shareholders	1.592	(367)	1.234	21
Weighted average number of shares outstanding.....	52.800.154	52.800.154	52.800.154	52.800.154
Basic earnings per share (in €)	0,0302	(0,0070)	0,0234	0,0004

8. Property, plant and equipment and intangible assets

Property, plant and equipment are analyzed as follows:

Consolidated	Fixed Assets						Total
	Land	Buildings	Plant & machinery	Vehicles	Furniture & fixture	Work in progress	
January 1, 2014							
Value at cost.....	1.077	10.367	70.397	393	1.607	3.014	86.855
Accumulated depreciations.....	-	(2.327)	(16.148)	(326)	(1.333)	-	(20.134)
Net book value.....	1.077	8.040	54.249	67	274	3.014	66.721
January 1 to December 31, 2014							
Additions.....	10	38	8	84	113	162	415
Impairments.....	-	-	-	-	-	(324)	(324)
Transfers.....	-	-	-	(15)	(4)	-	(19)
Disposals.....	-	-	-	(2)	-	-	(2)

F.G. EUROPE S.A.

Notes to the interim Financial Statements (Consolidated and Company)

For the Three-Months Period ended March 31, 2015

(All amounts in € thousands unless otherwise stated)

Depreciations.....	-	(586)	(4.383)	(27)	(77)	-	(5.073)
Transfers.....	-	-	-	15	12	-	27
Depreciations of disposals..	-	-	-	1	-	-	1
December 31, 2014							
Value at cost.....	1.087	10.405	70.405	460	1.716	2.852	86.295
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 March 31, 2015							
Additions.....	-	1	-	-	62	147	210
Depreciations.....	-	(144)	(1.095)	(9)	(18)	-	(1.266)
March 31, 2015							
Value at cost.....	1.087	10.406	70.405	460	1.778	2.999	87.135
Accumulated depreciations..	-	(3.057)	(21.626)	(346)	(1.416)	-	(26.445)
Net book value.....	1.087	7.349	48.779	114	362	2.999	60.690
Consolidated							
Investments in real estate			Intangible assets				
	Land	Buildings	Total	License for wind energy	Licenses	Total	
January 1, 2014							
Value at cost.....	42	247	289	7.113	1.324	8.437	
Accumulated depreciations..	-	(29)	(29)	(575)	(291)	(866)	
Net book value.....	42	218	260	6.538	1.033	7.571	
January 1 to December 31, 2014							
Additions.....	-	-	-	-	2	2	
Impairments.....	-	-	-	-	-	-	
Transfers.....	-	-	-	-	-	-	
Disposals	-	-	-	-	-	-	
Depreciations.....	-	(4)	(4)	(199)	(84)	(283)	
Depreciations of disposals..	-	-	-	-	-	-	
December 31, 2014							
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 March 31, 2015							
Additions.....	-	-	-	-	-	-	
Depreciations.....	-	-	-	(51)	(20)	(71)	
March 31, 2015							
Value at cost.....	42	247	289	7.113	1.326	8.439	
Accumulated depreciations..	-	(33)	(33)	(825)	(395)	(1.220)	
Net book value.....	42	214	256	6.288	931	7.219	
Company							
	Land	Buildings	Plant & machinery	Vehicles	Furniture & fixture	Work in progress	Total
January 1, 2014							
Value at cost.....	5	359	23	353	1.446	-	2.186
Accumulated depreciations..	-	(197)	(22)	(291)	(1.192)	-	(1.702)
Net book value.....	5	162	1	62	254	-	484

F.G. EUROPE S.A.

Notes to the interim Financial Statements (Consolidated and Company)

For the Three-Months Period ended March 31, 2015

(All amounts in € thousands unless otherwise stated)

January 1 to December 31, 2014

Additions.....	-	-	-	84	52	77	213
Impairments.....	-	-	-	10	(4)	-	6
Disposals / transfers.....	-	-	-	(2)	-	-	(2)
Depreciations.....	-	(12)	(1)	(27)	(65)	-	(105)
Transfers	-	-	-	(10)	4	-	(6)
Depreciations of disposals.	-	-	-	1	-	-	1

December 31, 2014

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	-	118	241	77	591

January 1 to March 31, 2015

Additions.....	-	-	-	-	2	143	145
Depreciations.....	-	(3)	-	(8)	(15)	-	(26)

March 31, 2015

Value at cost.....	5	359	23	445	1.496	220	2.548
Accumulated depreciations.	-	(212)	(23)	(335)	(1.268)	-	(1.838)
Net book value.....	5	147	-	110	228	220	710

	Company			Investments in real estate		Intangible assets	
	Land	Buildings	Total	Licenses	Total		
January 1, 2014							
Value at cost.....	42	247	289	32		32	
Accumulated depreciations.	-	(29)	(29)	(29)		(29)	
Net book value.....	42	218	260	3		3	
January 1 to December 31, 2014							
Additions.....	-	-	-	2		2	
Disposals / transfers.....	-	-	-	-		-	
Depreciations.....	-	(4)	(4)	-		-	
Depreciations of disposals..	-	-	-	-		-	
December 31, 2014							
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 March 31, 2015							
Additions.....	-	-	-	-		-	
Depreciations.....	-	-	-	(1)		(1)	
March 31, 2015							
Value at cost.....	42	247	289	34		34	
Accumulated depreciations.	-	(33)	(33)	(30)		(30)	
Net book value.....	42	214	256	4		4	

It is noted that fixed assets are not pledged.

It is also noted that Work in progress concerns the cost of wind park construction and hydroelectrical plant construction of the subsidiaries of the Group.

F.G. EUROPE S.A.

Notes to the interim Financial Statements (Consolidated and Company)

For the Three-Months Period ended March 31, 2015

(All amounts in € thousands unless otherwise stated)

9. Inventories

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

	Consolidated		Company	
	31/3/2015	31/12/2014	31/3/2015	31/12/2014
merchandise	38.574	45.575	34.296	43.790
Provision	(412)	(358)	(412)	(358)
Total	38.162	45.217	33.884	43.432

The decrease in inventories, which are carried out at least six months before their release, is mainly due to the aforementioned increase of sales, given that planning for the current year was based on date and sales of 2014.

The provision of the depreciated stocks is as follows

	Consolidated	Company
Remaining stocks depreciated preview 01.01.2013	(287)	(287)
Using predictive 01.01.-31.12.13	(71)	(71)
Remaining stocks depreciated preview 31.12.2013	(358)	(358)
Expense chargeable period 01.01.-30.09.2014	(54)	(54)
Remaining stocks depreciated preview 30.09.2014	(412)	(412)

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 remained in the same level with the respective period of 2014 (31,3% at 1st quarter of 2015 and 32,7% at 1st quarter of 2014).

10. Receivables and prepayments

The account of receivables and prepayments is as follows:

	Consolidated		Company	
	31/3/2015	31/12/2014	31/3/2015	31/12/2014
Customers	27.473	20.554	25.252	17.083
Postdated customers' cheques	4.872	6.096	4.873	6.096
Customers' bills	3.891	3.216	90	108
Predictions of doubtful Customers	(3.252)	(3.122)	(3.252)	(3.122)
	32.984	26.744	26.963	20.165
Other debtors	6.885	8.345	3.387	4.967
Total	39.869	35.089	30.350	25.132

F.G. EUROPE S.A.

Notes to the interim Financial Statements (Consolidated and Company)

For the Three-Months Period ended March 31, 2015

(All amounts in € thousands unless otherwise stated)

The balance of the account "Trade and other receivables" of the Company on 31/3/2015 is increased by 21% compared to the balance on 31/12/2014 and is due to the above mentioned increase of sales, which are going to be collected in the next months according to the credit policy of the company.

The account "Other receivables" is, as follows:

	Consolidated		Company	
	31/3/2015	31/12/2014	31/3/2015	31/12/2014
Greek state - requirement of taxes	3.802	4.195	2.119	2.519
Reserved bank deposits	1.224	1.142	-	-
Requirement for grants	-	12	-	-
Prepayments	617	504	54	72
Receivables from assigned securities	1.195	2.356	1.195	2.356
Other	47	136	19	20
Σύνολο	6.885	8.345	3.387	4.967

The provision of bad debts is as follows:

	Consolidated	Company
Prediction's balance for insecure clients 01.01.2014	(2.726)	(2.726)
Delete of doubtful accounts 01.01.-31.12.2014	(396)	(396)
Prediction's balance for insecure clients 31.12.2014	(3.122)	(3.122)
Expense chargeable period 01.01.-31.03.2015	(130)	(130)
Prediction's balance for insecure clients 30.09.2014	(3.252)	(3.252)

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

11. Cash and cash equivalents

	Consolidated		Company	
	31/3/2015	31/12/2014	31/3/2015	31/12/2014
Cash on hand.....	225	451	209	447
Sight and time deposits.....	4.204	5.024	2.636	2.795
Total	4.429	5.475	2.845	3.242

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 30/09/2014 analyzed as follows:

	Consolidated		Company	
	31/3/2015	31/12/2014	31/3/2015	31/12/2014
Long term borrowings:				
Bonded loan.....	70.309	74.363	51.809	55.028
Long term debt payable within the next 12 months.....	(53.721)	(57.424)	(51.809)	(55.028)
	16.588	16.939	-	-

F.G. EUROPE S.A.

Notes to the interim Financial Statements (Consolidated and Company)

For the Three-Months Period ended March 31, 2015

(All amounts in € thousands unless otherwise stated)

Short term borrowings:

Short term portion of long term borrowings	53.721	57.424	51.809	55.028
Short term borrowings	4.179	4.379	1.311	2.967
	57.900	61.803	53.120	57.995

Within the 1st quarter of 2015, the Group and the Company entered into credit agreement with overdrafts with an average interest rate of 6% and received short-term financing from banks, pledging postdated checks from customers of €1,493.

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 signed 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 2 installments of the loan paid in time on 10/07/2014 and 10/01/2015 respectively. 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". After the Company's request the initial bondholder banks on 27/3/2015 accepted its claim to have no effect for the company the not compliance with some covenants of the loan contract. Therefore the loan appeared on the Balance sheet as "Long terms borrowings".

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 disbursement 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 12 installments have already been paid till 31/3/2015) 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

F.G. EUROPE S.A.

Notes to the interim Financial Statements (Consolidated and Company)

For the Three-Months Period ended March 31, 2015

(All amounts in € thousands unless otherwise stated)

were given, including company's bank deposits, its productive equipment and its future receivables coming from the Power Purchase Agreement with 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 31/3/2015 10 ten (10) 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 31/3/2015 five 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, 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 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. To receive this loan, HYDROELECTRIKI ACHAIAS S.A. has assigned its claims arising from power purchase agreements with L.A.G.I.E 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.

Interest payable of all the above loans amounted for the period ended at March 31st, 2015 and 2014 to €204 and €231, respectively. During 2015, total quittances of sum €444 against the above existing long-term loans raised by the Group, were realized.

The fair value of these loans approximates their nominal value and the effective interest rate for the remaining short-term loans was around 6.20%.

13. Available for sale Financial Instruments elated party transactions

F.G. EUROPE S.A.

Notes to the interim Financial Statements (Consolidated and Company)

For the Three-Months Period ended March 31, 2015

(All amounts in € thousands unless otherwise stated)

The available for sale securities contain shares of Athens Exchange and NASDAQ listed companies that were valued with closing prices of March 31, 2015 (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 quarter of 2014, 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 30/9/2014 for the Group and the Company:

Financial assets	Group	Level 1	Level 2	Total
Available for Sale Financial Instruments –				
ASE Listed Companies		561	-	561
Derivatives		-	521	521
Total		561	521	1.082

Financial assets	Company	Level 1	Level 2	Total
Available for Sale Financial Instruments –				
ASE Listed Companies		561	-	561
Derivatives		-	521	521
Total		561	521	1.082

	Group		Company	
	31/03/2015	31/12/2014	31/03/2015	31/12/2014
ASE Listed companies	21	35	21	35
Companies listed on foreign stock exchanges	540	949	540	949
ASE non-listed internal companies	32	32	32	32
ASE non-listed foreign companies	3	3	3	3
Total	596	1.019	596	1.019

	Group		Company	
	31/03/2015	31/12/2014	31/03/2015	31/12/2014
Balance at 01/01	1.019	1.467	1.019	1.467
Additions	-	1.760	-	1.760
Sales	-	(1.760)	-	(1.760)
Change of fair value through the	-	1.274	-	1.274

F.G. EUROPE S.A.

Notes to the interim Financial Statements (Consolidated and Company)

For the Three-Months Period ended March 31, 2015

(All amounts in € thousands unless otherwise stated)

reserve				
Change of fair value through the results	(423)	(448)	(423)	(448)
Reclassification to the results	-	(1.274)	-	(1.274)
Balance at 31/12/	596	1.019	596	1.019

14. Trade and other payables

Trade and other payables are analyzed as follows:

	Group		Company	
	31/03/2015	31/12/2014	31/03/2015	31/12/2014
Suppliers.....	10.076	10.317	9.647	10.149
Cheques payables postdated.....	333	391	333	227
Accrued expenses.....	491	786	322	721
Accrued Interest.....	1.255	1.909	1.105	1.821
Prepayments.....	2.908	3.642	597	863
Tax provision about unaudited periods.....	345	340	292	292
Amount for the acquisition of shareholdings...	-	-	-	100
Payable dividends	49	49	49	49
Obligation to related parties	4.220	5.238	5.220	5.238
Other short term obligations.....	400	535	174	319
Total	20.077	23.207	17.739	19.779

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.

The amount for the acquisition of shareholdings concerns cash facilitation from related companies and from the basic shareholder Mr G. Fidakis.

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:

F.G. EUROPE S.A.

Notes to the interim Financial Statements (Consolidated and Company)

For the Three-Months Period ended March 31, 2015

(All amounts in € thousands unless otherwise stated)

<u>Subsidiaries</u>	Company	
	31/03/2015	31/12/2014
<u>Receivables from:</u>		
FG EUROPE KLIMA TEKNOLOJILERI SANAYI VE TICATER	3.557	1.126
R.F. ENERGY S.A.....	-	12
	3.557	1.138

<u>Obligation to:</u>	Company	
	31/03/2015	31/12/2014
FG EUROPE KLIMA TEKNOLOJILERI SANAYI VE TICATER.....	5	152
R.F. ENERGY S.A.....	-	-
	5	152

<u>Income</u>	Company	
	01/01-31/03/2015	01/01-31/12/2014
Inventories.....	3.332	1
Others.....	-	-
	3.332	1

<u>Expenses and purchases of goods</u>	Company	
	01/01-31/03/2015	01/01-31/12/2014
Inventories.....	197	-
Others.....	5	-
	202	-

<u>Companies with common shareholding structure</u>	Consolidated		Company	
	31/03/2015	31/12/2014	31/03/2015	31/12/2014
<u>Receivables from:</u>				
Cyberonica S.A.....	576	576	555	555

<u>Obligation to:</u>	Consolidated		Company	
	31/03/2015	31/12/2014	31/03/2015	31/12/2014
Cyberonica S.A	11	2	-	-
Aiolikh Aderes S.A. (N. 14)...	-	-	1.000	-
Firment Trading LTD (N.14)..	4.000	-	4.000	-
	4.011	2	5.000	-

<u>Purchases of goods and services:</u>	Consolidated		Company	
	1/1-31/3/2015	1/1-31/12/2014	1/1-31/3/2015	1/1-31/12/2014
Cyberonica S.A.....	(818)	(815)	(791)	(788)

<u>Available for sale investments</u>	Consolidated		Company	
	31/3/2015	31/12/2014	31/3/2015	31/12/2014
GLOBUS MARITIME LTD	540	949	540	949

F.G. EUROPE S.A.

Notes to the interim Financial Statements (Consolidated and Company)

For the Three-Months Period ended March 31, 2015

(All amounts in € thousands unless otherwise stated)

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

Transactions:	Consolidated		Company	
	31/3/2015	31/12/2014	31/3/2015	31/12/2014
Receivables.....	17	12	17	12
Obligation.....	220	5.238	220	5.238

Compensation:	Consolidated		Company	
	1/1- 31/03/2015	1/1- 31/12/2014	1/1- 31/03/2015	1/1- 31/12/2014
Personnel expenses.....	(588)	(411)	(336)	(333)
Provision for staff leaving indemnity.....	(3)	(3)	(3)	(3)
Total	(591)	(414)	(339)	(336)

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, 2013, using the Projected Unit Credit method.

The obligation for employee termination benefits amounts to € 491 for the Group and € 451 for the Company as of September 30, 2014 (31/12/2013 : € 539 and € 502 for the Group and the Company respectively). The amount charged to the income statement for the nine-month period ended September 30, 2014 is € 36 for the Group and € 33 for the Company. The amount charged to the income statement for the nine-month period ended September 30, 2013 is €55 for the Group and € 32 for the Company.

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

F.G. EUROPE S.A.

Notes to the interim Financial Statements (Consolidated and Company)

For the Three-Months Period ended March 31, 2015

(All amounts in € thousands unless otherwise stated)

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 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.

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 279MW were granted to 14 wind farms of the group, while 7 of these farms have been granted with Temporary Connection Terms by HTSO. Finally, in December 2011, Study of Environmental Impact of the wind farms was submitted, so that Approval of Environmental Terms could be granted.

18. *Commitments*

18.1 *Capital Commitments*

The group has no uncompleted purchasing commitments with its suppliers as of March 31, 2015. The future aggregate minimum lease payments arising from building lease agreements until year 2023 are estimated to amount to €19,508 for the Group and €19,343 for the Company. Furthermore, the future aggregate minimum lease payments arising from car lease agreements until the year 2017 are estimated to amount to €126 approximately for the Group and the Company.

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..

F.G. EUROPE S.A.

Notes to the interim Financial Statements (Consolidated and Company)

For the Three-Months Period ended March 31, 2015

(All amounts in € thousands unless otherwise stated)

Moreover, shares of the subsidiaries of the Group, KALLISTI ENERGI AKI 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 ENERGI AKI S.A. of € 17,091 has been pledged.

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 31/3/2015 is € 34,870 (€10,850 on 31/12/2014).

19. *Post Balance Sheet Events*

There are no other significant post balance sheet events having occurred after March 31, 2015 concerning the Company that should have been disclosed.

F.G. EUROPE S.A.

Notes to the interim Financial Statements (Consolidated and Company)

For the Three-Months Period ended March 31, 2015

(All amounts in € thousands unless otherwise stated)

These Financial Statements have been approved for issue by the Board of Directors of F.G. EUROPE S.A. on May 25, 2015 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

John Pantousis
ΑΔΤ Ξ 168490

Michael Poulis
ΑΜ ΟΕΕ 016921

Athanasios Harbis
ΑΜ ΟΕΕ 0002386



F.G. EUROPE
SOCIETE ANONYME FOR ELECTRIC AND ELECTRONIC DEVICES
G.E.MI 125776001000 (P.C.S.A. Register Number 13413/06/B/86/111)

Municipality of Glyfada, 128, Vouliagmenis Ave., Post Code 166 74

FIGURES AND INFORMATION FOR THE YEAR OF 1 JANUARY UNTIL 31 MARCH 2015

(In compliance with the stipulations of decision 4/507/28.04.2009 of the Capital Market Commission)

The financial information provided below aims to provide general information about the financial position and results of FG EUROPE S.A. (the Company) and the Group. Before any investment decision is made or other transactions are entered into we recommend that the reader visit the website of the Company and refer to the Financial Statements which are prepared in accordance with International Financial Reporting Standards and the accompanying review opinion of our auditors, when required are presented.

Company's website address: <http://www.fgeurope.gr>

Date of approval of the interim financial statements by the Board of Directors: **May 25, 2015**

CONDENSED STATEMENT OF TOTAL COMPREHENSIVE INCOME
(consolidated and not consolidated) amounts in € thousands

	GROUP		COMPANY	
	1/1-31/3/2015	1/1-31/3/2014	1/1-31/3/2015	1/1-31/3/2014
Turnover	21.962	14.648	20.538	13.297
Gross profit	8.755	4.104	6.427	4.349
Earnings before taxes, financing and investing activities	4.581	421	3.015	1.152
Earnings before taxes	3.273	(944)	2.015	51
Earnings after taxes (A)	2.034	(776)	1.234	21
Attributable to:				
- Equity holders of the parent company	1.592	(367)	---	---
- Minority interest	442	(409)	---	---
Other comprehensive income after tax (B)	(160)	52	---	46
Total comprehensive income after tax (A)+(B)	1.874	(724)	1.234	67
Attributable to:				
- Equity holders of the parent company	1.504	(315)	---	---
- Minority interest	370	(409)	---	---
Earnings per share – basic (in Euro)	0,0302	(0,0070)	0,0234	0,0004
Earnings before interest, depreciation, amortization and taxes	5.474	1.328	3.042	1.187

CONDENSED STATEMENT OF CHANGES IN NET EQUITY
(consolidated and not consolidated) amounts in € thousands

	GROUP		COMPANY	
	31/3/2015	31/3/2014	31/3/2015	31/3/2014
Equity balance at the beginning of the period (1/1/2015 and 1/1/2014 respectively)	35.589	49.370	30.287	41.771
Total comprehensive income after taxes	1.874	(724)	1.234	67
Equity at the end of the period (31/3/2015 and 31/3/2014 respectively)	37.463	48.646	31.521	41.838

ADDITIONAL DATA AND INFORMATION

- The Group companies which are included in the consolidated financial statements are presented in note (1) of the interim financial statements including their location, percentage of Group participation and consolidation method.
- Apart from the 2 subsidiaries, F.G. EUROPE KLIMA TEKNOLOGIJI SANAYI VE TICARET A.S. and F.G. EUROPE ITALIA S.P.A., there are no companies which are included in the consolidated financial statements of the period 1/1-31/3/2015 and which are being consolidated for the first time. Further there are no companies which are not included in the consolidated financial statements of the period 1/1-31/3/2015 and which had been consolidated in the corresponding period of 2014. Also there are no companies which have not been included in the consolidated financial statements. The consolidation method is the same as that applied in the previous periods.
- "Other comprehensive income after tax" represents losses of € 160 thousands for the Group due to difference in exchange of foreign currency at the consolidation of Group Companies.
- There are no own shares which are held by the Company or by its subsidiaries for the period ending March 31, 2015.
- There are no litigations or arbitrations which have been finalized or which are in progress and would have a significant effect on the financial statements of the Group or the Company.
- The income tax returns of the companies of the Group have not been examined by the tax authorities and the possibility exists that additional taxes and penalties will be imposed upon examination. The Group and the Company have made provisions for additional taxes and penalties amounting to € 345 thousands and € 292 thousands respectively. The fiscal years which have not been audited by the tax authorities for the Company and the Group's subsidiaries are presented in detail in note (6) in the interim financials statements.
- The Group and the Company have not made "General provisions" on March 31, 2015.
- The number of employees as of March 31, 2015 was : Group 113, Company 86 persons.
March 31, 2014 was : Group 101, Company 88 persons.
- The transactions and balances in € thousands for the period ending March 31, 2015 with related parties as defined by IAS 24 are as follows:

	GROUP	COMPANY
a) Sales of goods and services	---	3.332
b) Purchases of goods and services	818	589
c) Receivables from related parties	576	4.112
d) Payables to related parties	5.011	5.005
e) Key management personnel compensations	591	339
f) Receivables from key management personnel	17	17
g) Payables to key management personnel	220	220
- There are no significant events subsequent to March 31, 2015 concerning the Group or the Company, that would require adjustment to or additional disclosure in the published financial statements in accordance with IAS 10 principles.

CONDENSED STATEMENT OF FINANCIAL POSITION
(consolidated and not consolidated) amounts in € thousands

	GROUP		COMPANY	
	31/3/2015	31/12/2014	31/3/2015	31/12/2014
ASSETS				
Tangible assets	60.690	61.746	710	591
Investments in Property	256	256	256	256
Intangible assets	7.219	7.290	4	5
Other non current assets	5.548	6.645	34.866	35.970
Inventories	38.162	45.217	33.884	43.432
Trade receivables	39.869	35.089	30.350	25.132
Other current assets	4.429	5.475	2.845	3.242
TOTAL ASSETS	156.173	161.718	102.915	108.628
NET EQUITY AND LIABILITIES				
Share Capital	15.840	15.840	15.840	15.840
Other elements of net equity	2.773	1.269	15.681	14.447
Total equity attributable to the owners of parent company (a)	18.613	17.109	31.521	30.287
Minority interests (b)	18.850	18.480	---	---
Total equity (c) = (a) + (b)	37.463	35.589	31.521	30.287
Long term borrowings	58.296	16.939	41.708	---
Provisions / Other long-term liabilities	24.075	24.015	535	567
Short term borrowings	16.192	61.803	11.412	57.995
Other short term liabilities	20.147	23.372	17.739	19.779
Total liabilities (d)	118.710	126.129	71.394	78.341
TOTAL NET EQUITY AND LIABILITIES (e) = (c) + (d)	156.173	161.718	102.915	108.628

CONDENSED CASH FLOW STATEMENT
(consolidated and not consolidated) amounts in € thousands

	GROUP		COMPANY	
	1/1-31/3/2015	1/1-31/3/2014	1/1-31/3/2015	1/1-31/3/2014
Operating Activities:				
Earnings before taxes	3.273	(944)	2.015	51
Add / (less) adjustments for:				
Depreciation and amortization	893	907	27	35
Provisions	197	67	194	79
Exchange rate differences	(415)	(156)	(415)	(156)
Result of investment activity	413	(54)	417	(45)
Interest and similar expenses	1.417	1.318	1.105	1.045
Add/ (less) adjustments for changes working capital items:				
Decrease / (increase) in inventory	7.001	(16.262)	9.494	(16.262)
Increase / (decrease) in receivables	(5.229)	(651)	(5.359)	(435)
(Decrease) / increase in liabilities (other than banks)	(1.790)	21.277	(523)	21.280
Less:				
Interest and similar expenses paid	(2.266)	(1.163)	(2.133)	(1.003)
Taxes paid	---	(88)	---	(31)
Total inflow / (outflow) from operating activities (a)	3.494	4.251	4.822	4.558
Investing Activities				
Acquisition of subsidiaries and other investments	(82)	---	(200)	---
Purchase of tangible and intangible assets	(210)	(96)	(145)	(94)
Interest income	27	103	22	95
Total inflow / (outflow) from investing activities (b)	(265)	7	(323)	1
Financing Activities				
Borrowings from banks	1.456	64.173	---	64.173
Payments of borrowings	(5.761)	(57.578)	(4.926)	(57.247)
Total inflow / (outflow) from financing activities (c)	(4.305)	6.595	(4.926)	6.926
Net increase / (decrease) in cash and cash equivalents for the year (a) + (b) + (c)	(1.076)	10.853	(427)	11.485
Exchange rate differences	30	23	30	23
Cash and cash equivalents at beginning of the year	5.475	12.144	3.242	10.711
Cash and cash equivalents at the end of the period	4.429	23.020	2.845	22.219

GLYFADA, ATTIKIS MAY 25, 2015

CHAIRMAN OF THE BOARD OF DIRECTORS

MANAGING DIRECTOR

FINANCE DIRECTOR

CHIEF ACCOUNTING OFFICER

GEORGIOS FIDAKIS
Id. No AK 723945

JOHN PANTOUSIS
Id. No Ε 168490

MIHALIS POULIS
R.G. 016921

ATHANASIOS HARBIS
R.G. 0002386

KRONOS A.E.