



**PAPAPANAGIOTOU .-DROMEAS SA**  
 Compans No 11045/06/B/86/10 in the societies Anonymes  
 Location: Industrial Area of Serres

**Figures and information for the period of 1 January 2007 until 31 December 2007**  
 (Based on law 2190/20, article 135 for enterprises that publish financial statements according IFRS)

The figures illustrated below provide summary information about the financial position of Dromeas and its subsidiaries. We advise the reader, before making any investment decision or other transaction concerning the company, to visit the company's web site where the financial statements are presented, according to International Financial Reporting Standards together with the audit report of the external auditor, when is required are presented

Web site: [www.dromeas.gr](http://www.dromeas.gr)

**Full Name:** PAPAPANAGIOTOU A.B.E.E.A. - DROMEAS  
**Location:** Industrial area of Serres, Serres 612 21  
**Companies number in the societies Anonymes** 11045 / 06 / B / 86 / 10 / Ministry of Development  
**Board of Directors:** President: Athanasios K. Papapanagiotou  
 CEO: Ioannis K. Papapanagiotou  
 Members: Tsaggalidis Phedon, Papapanagiotou Kon., Papapanagiotou Eleutherios, Pantousas Dionisios. Non executive member: Athanasios Kalafatis  
 Independent non executive members: Pelidis Ioannis, Zarotiadis Grigorios  
 15 Mars 2008  
**Board of Directors approval date:** Athanasios D. Tsaklis  
**Certified Auditor Accountant:** SOL SA  
**Auditing firm:** SOL SA  
**Type of auditors opinion:** Qualified, with emphasis in the fact that from 2003 to 2007, tax authorities haven't audited the parent as well the subsidiaries.

**Condensed Balanced Sheet**  
 (Amount in € thousand)

	GROUP		COMPANY	
	31/12/07	31/12/06	31/12/07	31/12/06
<b>Assets</b>				
Non current assets	38.961	37.053	36.356	34.568
Participations	0	0	1.720	1.698
Inventories	10.508	9.901	10.322	9.651
Trade receivables	6.052	6.459	6.078	6.523
Other assets	1.614	1.744	1.168	1.266
Cash & cas equivalents	1.920	903	1.706	545
<b>Total assets</b>	<b>59.055</b>	<b>56.060</b>	<b>57.350</b>	<b>54.251</b>
<b>Liabilities</b>				
Long term borrowings	10.454	7.656	10.454	7.656
Income Tax payable	1.670	1.459	1.641	1.448
Other-long term liabilities	2.821	2.564	1.983	1.705
Short-term bank liabilities	2.575	3.171	2.021	2.512
Trade payables	3.206	3.206	3.199	3.293
Other short-term liabilities	942	847	871	789
Total liabilities(a)	21.668	18.903	20.169	17.403
Share capital(34.720.000shares of € 0,31 each)	10.763	10.242	10.763	10.242
Other shareholders equity	26.496	26.780	26.418	26.606
Minority interests	128	135	0	0
Total equity(b)	37.387	37.157	37.181	36.848
<b>Total equity and liabilities(a+b)</b>	<b>59.055</b>	<b>56.060</b>	<b>57.350</b>	<b>54.251</b>

**CONDENSED INCOME STATEMENT**  
 (Amount in € thousand)

	GROUP		COMPANY	
	1/1-31/12/2007	1/1-31/12/2006	1/1-31/12/2007	1/1-31/12/2006
Revenue	19.462	18.854	19.237	18.494
Cost of sales	(9.683)	(9.929)	(9.744)	(9.924)
Gross profit	9.779	8.925	9.493	8.570
Other operating income	372	359	484	329
Administrative expenses	(2.235)	(2.013)	(2.246)	(1.926)
Selling and marketing expenses	(4.355)	(4.182)	(4.237)	(3.962)
Earnings before interest,taxes and depreciation	3.561	3.089	3.494	3.011
Depreciation	(1.418)	(1.190)	(1.335)	(1.103)
Earnings before interest and taxes	2.143	1.899	2.159	1.908
Finance costs	(795)	(581)	(760)	(551)
Profit before taxes	1.348	1.318	1.399	1.357
Less:income taxes	(340)	(147)	(317)	(230)
Profit after taxes	1.008	1.171	1.082	1.127
Attributable to:				
Equity holders of the parent company	1.012	1.169	1.082	1.127
Minority interests	(4)	2	0	0
Net profit per share-basic(€/share)	0,039	0,045	0,042	0,043
Proposed dividend			0,020	0,050

**CONDENSED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY**  
 (amount in € thousand)

	GROUP		COMPANY	
	1/1-31/12/07	1/1-31/12/06	1/1-31/12/07	1/1-31/12/06
Equity balance at the beginning of the periods (01/01/2007 και 01/01/2006 respectively)	37.157	35.797	36.848	35.519
Gain/losses after tax	1.008	1.171	1.082	1.127
Increase/Decrease Share Capital	521	0	521	0
Dividends paid	(868)	0	(868)	0
Net revenues added to equity	(431)	189	(402)	202
Purchase/sale equity	0	0	0	0
Equity balance at the end of the periods (30/09/2007 και 30/09/2006 respectively)	37.387	37.157	37.181	36.848

**CASH FLOW STATEMENT**  
 (Amount in € thousand)

	GROUP		COMPANY	
	1/1-31/12/2007	1/1-31/12/2006	1/1-31/12/2007	1/1-31/12/2006
<b>Cas flows from operating activities</b>				
Profits before taxes	1.348	1.318	1.399	1.357
Adjustments for:				
Depreciation	1.418	1.190	1.335	1.103
Provisions	299	18	383	18
Interest expense	795	581	760	551
Income from participations & investments	(326)	(254)	(249)	(257)
Operating profit before changes in working capital	3.534	2.853	3.628	2.772
Decrease/Increase in inventories	(607)	(1.175)	(671)	(1.253)
Decrease/Increase in other receivables	244	68	294	(157)
Increase/Decrease in trade payables(excluding banks)	157	(1.138)	25	(385)
Cash generated from operations	3.328	608	3.276	977
Interest expense paid	(66)	(63)	(65)	(62)
Taxation paid	(327)	(125)	(327)	(125)
Net cash flows from operating activities(a)	2.935	420	2.884	790
<b>Cash flows from investing activities</b>				
Purchase of tangible and intangible assets	(3.220)	(1.533)	(3.123)	(1.161)
Proceeds from the sale of property, plant & equipment	0	0	66	0
Sale/Purchase of subsidiaries	612	0	612	(523)
Interest received	21	57	21	57
Proceeds from dividends	15	46	15	46
Increase/Decrease in other long-term receivables	18	3	(89)	3
Net cash flows from investing activities(b)	(2.554)	(1.427)	(2.498)	(1.578)
<b>Cash flows from financing activities</b>				
Interest paid	(632)	(481)	(597)	(467)
Dividends paid	(868)	(28)	(868)	(28)
Proceeds from borrowings	11.103	8.272	10.353	7.772
Payments of borrowings	(8.967)	(7.787)	(8.113)	(7.587)
Net cash flows from financing activities(c)	636	(24)	775	(310)
Net increase/decrease in cash & cash equivalent(a+b+c)	1.012	(1.031)	1.161	(1.098)
Cash & cash equivalents at beginning of the period	903	1.934	545	1.643
Cash & cash equivalents at the end of the period	1.920	903	1.706	545

**Additional information:**

1. Group companies that are included in the consolidated financial statements with their locations and percentage of ownership are as follows:

**Full consolidation method:**

PAPAPANAGIOTOU SA.-DROMEAS, SERRES Parent  
 K.E.M. Serres 92,54%  
 DROMEAS BG EAD BULGARIA, Sofia, Bulgaria 100,00%

2. The accounting policies applied in preparing these Financial statements are the same as those applied at 31/12/2006

3. The number of employees in the group and the company are:

	GROUP		COMPANY	
	31/12/2007	31/12/2006	31/12/2007	31/12/2006
Employees(reporting period)	113	121	104	104
Workers(reporting period)	180	177	151	157
Total	293	298	255	261

4. The assets of the Group and the Company have not been pledged

5. DROMEAS and KEM are audited by the tax authorities until 2002

6. There are not exist sub judice or under arbitration differences in juridical or administrative bodies, that have important repercussion in the economic situation of the company

7. Intercompany transactions for 2007 and intercompany balances as of 31 December 2007, according to IAS 24, are as follows:

(Amounts in € thousand)

	GROUP		COMPANY	
	31/12/2007	31/12/2007	31/12/2007	31/12/2007
a) Sales of goods and services	0	835		
b) Purchase of goods and services	0	863		
c) Receivables from related parties	0	114		
d) Payables to related parties	0	65		
e) Key management compensations	375	282		
f) Receivables from key management	153	0		
g) Payables to key management	0	0		

8. The Board of Directors decided on the 13/07/2007 meeting, the increase of Share Capital about €520.800,00 and the increase and decrease of the nominal value of each share from €0,59 to €0,31, and the increase of the total number of shares in 17.360.000 stocks

9. Earnings per share are calculated divided the profits to the total number of shares in the respective dates.

10. There are no other significant information after the 31/12/2007, that affect significantly the financial statements.

**Chairman of the board of directors**

At. K. Papapanagiotou  
 ID No: AE376260

**Chief Executive Officer**

I. K. Papapanagiotou  
 ID No: R971506

**Chief Financial Officer**

PHEDON A. TSAGGALIDIS  
 I.D. No: M 640800

**Chief Accountant**

IRINI ELEUTHERIADOU  
 I.D.No: AE 863589  
 FIRST CLASS ACCOUNTANT No OF AUTHORIZATION: 0007800