

# **Semi-Annual Financial Report 30.06.2021**

**S.A. REG. NO. 7365/06/B/86/32 – GEMI NO. 121572960000**

**“ELASTRON S.A. – STEEL SERVICE CENTERS” GROUP**

**According to IAS 34 «Interim Financial Reporting», the article 5 of  
Law 3556/2007 and the executive Decisions of the Board of the  
Hellenic Capital Market Commission**

**September 2021**

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## **STATEMENT BY THE BOARD OF DIRECTORS' REPRESENTATIVES**

**(Pursuant to article 5 of Law 3556/2007)**

We hereby certify and declare that, to the best of our knowledge, the semi-annual financial statements of the Société Anonyme "ELASTRON S.A. – STEEL SERVICE CENTERS" for the period 01.01.2021 – 30.06.2021, which were prepared in accordance with the applicable accounting standards, truly reflect the assets and liabilities, the equity and results of the issuer as well as of the companies included in the consolidation, which are considered aggregately as a whole, according to the provisions of paragraphs 3 to 5 of article 5, Law 3556/2007 and the authorized decisions issued by the Hellenic Capital Market Commission's Board of Directors.

In addition, it is hereby certified and declared that, to the best of our knowledge, the Semi-Annual Management Report of the Board of Directors truly reflects the information required according to paragraph 6, article 5 of Law 3556/2007 and the authorized decisions issued by the Hellenic Capital Market Commission's Board of Directors.

Aspropyrgos, 21 September 2021

The signatories

Simos Panagiotis

Kalpinis Athanasios

Manesis Vasileios

Chairman of the Board

Chief Executive Officer

Finance Director  
Executive Member of the BoD

## SEMI-ANNUAL MANAGEMENT REPORT OF THE BOARD OF DIRECTORS of ELASTRON S.A.

for the period from January 1st to June 30<sup>th</sup>, 2021

### A. Financial Development and Performance

The Group's turnover posted a significant improvement during the first half of the year and amounted to € 78.3 million from € 47.3 million in the same period of the previous year, recording an increase of 66%. Gross profit amounted to € 18.5 million or 23.6% on sales, compared to € 5.3 million or 11.3% on sales in the first half of 2020. Results before interest and taxes (EBIT) amounted to € 13.0 million compared to € 0.2 million in the previous year, whereas the results before interest, taxes, depreciation and amortization (EBITDA) amounted to € 14.3 million compared to € 1.4 million in the first half of 2020. Finally, the results before taxes amounted to earnings of € 12.4 million compared to losses of € 0.8 million in the same period of the previous year.

A similar increase was recorded in the parent company's turnover which amounted to € 77.6 million compared to € 46.6 million in the first half of 2020, while the gross profit amounted to € 18.1 million or 23.3% of the sales, compared to € 4.9 million or 10.4% of sales in the corresponding period of 2020. The results before interest and taxes (EBIT) amounted to € 12.9 million compared to losses of € 0.003 million in the previous year, whereas the results before interest, taxes, depreciation and amortization (EBITDA) amounted to € 13.9 million compared to € 0.9 million in the first half of 2020. Finally, the results before taxes amounted to € 12.1 million compared to losses of € 0.9 million in the corresponding period of the previous year.

Following and with the objective to provide additional and complete information, the table below depicts the financial figures of the Group and the Company as of 30/06/2021 & 31/12/2020:

	Group		Company	
(a) FINANCIAL STRUCTURE	30.06.2021	31.12.2020	30.06.2021	31.12.2020
Noncurrent assets / Total assets	0.47	0.54	0.47	0.54
Current assets / Total assets	0.53	0.46	0.53	0.46
Equity / Total Liabilities	1.05	1.05	1.07	1.09
Current assets / Short-term liabilities	2.71	2.34	2.71	2.35
(b) EFFICIENCY AND PERFORMANCE				
Net earnings before taxes / Sales	0.16	0.02	0.16	0.02
Net earnings before taxes / Equity	0.16	0.03	0.16	0.02
Sales / Equity	1.03	1.58	1.03	1.57
(c) CAPITAL STRUCTURE				
Net liabilities / Equity	0.83	0.81	0.80	0.77
Net bank liabilities / Equity	0.54	0.48	0.55	0.49
Net bank liabilities / EBITDA	2.89	5.29	2.99	6.03

\* N/A stands for Non Applicable.

### B. Alternative Performance Measures

The European Securities and Markets Authority (ESMA) issued guidance with regard to the application of the Alternative Performance Measures. The aim of the guidance is to promote the usefulness and transparency of the financial ratios included in the published financial statements as well as in other reports referring to the figures of the financial statements. Alternative Performance Measures (henceforth APM) are financial ratios and indicators which are used for the measurement of the performance and financial position of the Company, ratios which however are not required and analyzed in the provisions of the International Financial Reporting Standards.

The Management Teams of the Company and the Group use APM in the context of monitoring their financial performance, decision making and compliance with the terms of the financing agreements. Some of the APM used by the Management are the following:

**Results before interest, taxes, depreciation and amortization and investment results (EBITDA).** It depicts the operating results of the Company and the Group that derive from their business activity as well as the ability to repay their debt and tax obligations. It is calculated as follows: Turnover plus operating income minus operating expenses with the exception of the depreciation of fixed assets and the amortization of grants. EBITDA margin (%) derives from the division of EBITDA by the turnover.

**Net Debt.** It depicts the total bank debt obligation of the Company and the Group. It is calculated as follows: Total (short-term and long-term) debt minus total cash and cash equivalents. When the calculation extracts a negative result, it means that the Company and the Group are able to fulfill in excess their debt obligations.

## C. Significant Events of the First Half 2021

### Developments in the Group's Sectors

The results of the Group during the first half of the year posted a significant increase, reflecting the increase of the activity of the steel sector of the Group as well as the significant increase of the raw material prices. In particular, the level of activity of the Group recorded a double-digit growth rate mainly led by the various sub-sectors of steel product consumption and mainly those of RES, tourism and metal structures, which recorded a strong recovery compared to the same period of the previous year. At the same time, there was an increase in foreign markets, while the share of exports remained at levels above 30% of total business activity. Particularly important, however, was the increase in prices of raw materials, already taking place in the 4th quarter of 2020, which was integrated into the sales prices, substantially improving the profit margins of the Group. The main factors that contributed to the price increases were the gradual resumption of economic activity and consequently the increase in demand for steel products, combined with the shortage of raw materials observed in the market due to pandemic mitigation measures, as well as the rising transport costs which were consequence of disruptions in international freight transport market.

The positive course of the Group's activity and financial performance continues in the 3rd quarter of the year so far, and the profit margins generated during the first half of the current year are expected to be maintained.

The agricultural sector of the Group via its participation in the company Thrace Greenhouses operates hydroponic greenhouses with a total area of 185,000 square meters, using geothermal as a means of heating, ensuring stable cultivation conditions in the most environmentally friendly way. Within the current year, the company received the balance of the corresponding investment grant amounting to € 2.4 million, reducing by equal the amount of the Company's liabilities.

The energy sector of the Group through the operation of photovoltaic power plants of 3.55 MWp, posted a slight decline in its financial results mainly due to less sunshine conditions compared to the first half of 2020. On the contrary, a photovoltaic power plant of 1.5 MWp operating under the scheme of energy offsetting contributed to the reduction of the Group's energy and production costs. The total power of the Energy sector of the Group has a total capacity of 5.05 MWp.

## D. Risks and Uncertainties

In the context of its ordinary business activities, the Group is exposed to the following financial risks within the scope of its basic activity:

- Credit risk
- Liquidity risk
- Market risk

The risk management policy is focused on the volatility of financial markets with the objective of minimizing the factors that may negatively affect its financial performance.

The risk management policies are applied in order to recognize and analyze risks which the Group faces, to set limits on risks assumed and to apply controls to such limits. The systems and policies applied are periodically reviewed to incorporate changes observed in market conditions and the Group's activities.

Risk management is carried out by the Head of the Management System and the Head of Credit Control of the Company and always in collaboration with the other departments of the Group and in accordance with the guidelines and approvals of the Board of Directors of the Company.

Adherence to risk management policies and procedures is controlled by the Internal Audit Unit, which performs ordinary and extraordinary audits on the application of procedures, the findings of which are disclosed to the Board of Directors.

### **1) Credit risk**

Due to the great dispersion of its clientele (no client exceeds 5% of total sales), the Group does not have a significant concentration of credit risk. Based on the credit policy approved by the Group companies' Board of Directors, all new clients are examined on an individual basis in terms of their creditworthiness prior to the proposal of the standard payment terms. Credit limits are set for each client; these are reviewed depending on ongoing conditions and, if necessary, the sales and collection terms are adjusted. As a rule, customer credit limits are determined on the basis of the insurance limits set for them by the insurance companies. While monitoring credit risk of customers, such are grouped according to their credit profile, the maturity of their receivables and any prior collection problems that may have emerged. Customer receivables mainly include the Group's wholesale clients.

Clients characterized as "high risk" are recorded in a special client list and future sales are to be pre-collected and approved by the Board of Directors. At the same time, the Group makes impairment provisions which reflect its estimation on losses related to clients and other receivables. This provision mainly consists of impairment loss of specific receivables which are estimated on the basis of given conditions that such will be collected, but have not yet been finalized.

The amount of the impairment loss is estimated as the difference between the book value of receivables and the present value of estimated future cash flows, discounted by the initial effective interest rate. The impairment loss amount is accounted for as an expense in the results. Receivables which are assessed as bad debts are written off.

The credit risk is limited to 20% of the total trade receivables, on the basis of the Group's insurance policies. The margin of this risk is limited even further as tangible or other guarantees (such as letters of guarantee) are requested wherever deemed necessary.

### **2) Liquidity risk**

Liquidity risk is the risk that the Group might be unable to meet its financial liabilities when these become due. The approach adopted by the Group to manage liquidity is to secure the necessary cash and sufficient credit limits from the banks with which it cooperates, so that there is the appropriate liquidity for the fulfillment of the financial liabilities, under standard as well as unfavorable conditions without incurring unacceptable loss or risking its reputation. In order to minimize the liquidity risks, the finance division of the Group makes an annual provision for cash flows for the fiscal year when preparing its annual budget and a monthly rolling three-month provision so as to secure that it has sufficient cash to meet its operating needs, including its financial liabilities. This policy does not take into account the impact of extreme conditions, which cannot be foreseen. For this reason, the Management of the Group, by assessing the market conditions each time, maintains a certain amount of cash reserves for defensive purposes, in order to face any extreme or extraordinary situations.

It is noted that for the entire debt obligations of the Group no tangible asset has been placed as collateral in favor of the banks, an element which indicates the especially high creditworthiness of the Group.

On 30/06/2021, the company and the group held cash and cash reserves of € 9.6 million and € 9.9 million respectively.

### **3) Market risk**

Market risk is the risk of change in prices of raw materials procured by the Group, the risk of change in the foreign exchange rates that the Group conducts transactions in and the risk of change in interest rates that the Group borrows at and which can affect the Group's results. The purpose of risk management against market conditions is to determine and control the Group's exposure to those risks, within the context of acceptable parameters while at the same time optimizing its performance.

➤ **Metal (iron, steel, etc.) Raw Material Price Volatility Risk**

The Group conducts its purchases mainly in the global steel market under normal market terms. Each change in the market price of raw materials is discounted for in the sales price, resulting in changes in the Group's profit margin during periods of big price fluctuations for raw materials in the world market. More specifically, in periods during which prices follow an upward trend, the Group's profit margins improve, as the upward trend is transferred to the sales prices. Accordingly, when raw material prices follow a declining trend, the Group's profit margins decrease.

The Group does not apply hedging to cover its basic operating reserve, which means that any increase/decrease of metal prices may affect its results accordingly through depreciation or appreciation of inventories.

➤ **Foreign exchange risk**

The Group is exposed to foreign exchange risk from the purchase of inventories it makes in \$ (US Dollar), from the deposits denominated in \$ (US Dollar) as well as from the joint venture BALKAN IRON GROUP SRL, based in Romania, whose operating currency unit is the RON.

The Group's borrowings are euro denominated in their entirety while there are no receivables denominated in foreign currency.

Foreign currency is purchased in advance in order for the Company to limit its foreign exchange risk emerging from inventory purchase. The total liabilities of the Group as of 30.06.2021, as well as the liabilities that will arise from the agreements signed until 30.06.2021, are covered by equivalent purchases in advance of foreign currency and as a result there is no foreign exchange risk associated with the fluctuations of the US Dollar.

An increase by 10% of the Euro versus the US\$ and of the Euro versus the RON on 30 June would affect the equity and the results by negligible amounts for the Company.

➤ **Interest rate risk**

Interest rate risk arises mainly from long-term and short-term bank loans in Euro (€) at the floating rate of Euribor.

The Group finances its investments, as well as its need for working capital, through equity, short-term bank loans, long-term and bond loans and as a result is burdened by interest expenses. Increasing trends in interest rates shall negatively affect results, as the Group incurs the additional borrowing cost.

➤ **Risk of Capital**

The purpose of the management in relation to capital management is to ensure the smooth and uninterrupted operation of activities with the objective of providing satisfactory returns to shareholders, and to maintain as much as possible an ideal capital structure, thus reducing the cost of capital. For this reason, the management, according to the prevailing conditions, may adjust its dividend policy, increase its share capital or sell assets in order to reduce debt.



Amounts in €

Company Data	30.06.2021	30.06.2020
Total debt	51,303,250.00	33,829,000.01
Minus: Cash and cash equivalents	9,576,797.28	2,281,943.07
<b>Net debt</b>	<b>41,726,452.72</b>	<b>31,547,056.94</b>
Total equity	75,438,071.95	63,251,961.12
EBITDA	13,947,841.40	930,874.16
<b>Equity / Net debt</b>	<b>1.81</b>	<b>2.01</b>
<b>Net Debt / EBITDA</b>	<b>2.99</b>	<b>33.89</b>

Amounts in €

Group Data	30.06.2021	30.06.2020
Total debt	51,303,250.00	34,190,419.01
Minus: Cash and cash equivalents	9,902,162.14	2,432,721.76
<b>Net debt</b>	<b>41,401,087.86</b>	<b>31,757,697.25</b>
Total equity	76,199,281.67	63,383,179.64
EBITDA	14,321,187.12	1,377,072.79
<b>Equity / Net debt</b>	<b>1.84</b>	<b>2.00</b>
<b>Net Debt / EBITDA</b>	<b>2.89</b>	<b>23.06</b>

## F. Future Outlook

For the 4th quarter, as well as for the entire year, it is quite difficult to make any forecasts due to the extremely volatile market conditions as well as the ongoing pandemic conditions. Despite the correction that is already observed in the international prices of raw materials, the growth rate of demand for steel products shows stabilization or even a slight decline in anticipation of a further correction, while the profit margins of the Group are expected to normalize due to higher replacement costs of raw materials. In any case, the Management of the Group closely monitors the developments in the market, aiming at the protection of liquidity and the optimal management of working capital. At the same time, the Group continues to implement investments targeting the increase of the production output, the improvement of productivity and the reduction of operating costs.

For the coming years, the steel products sector and in particular the steel sector of the Group are expected to benefit significantly from the initiation of infrastructure projects, private investments, as well as from the resources of the Recovery Fund which are expected to provide a significant impetus to the market.

## G. Transactions with Related Parties

The amounts of the Group's and Company's sales and purchases, from and towards related parties, as well as the balances of receivables and liabilities, are analyzed as follows:

- (a) Intra-company sales / purchases for the periods 01.01.2021 - 30.06.2021 and 01.01.2020 - 30.06.2020 respectively:

Amounts in €

	SALES 01.01.2021 - 30.06.2021			
<b>PURCHASES 01.01.2021 - 30.06.2021</b>	<b>ELASTRON S.A.</b>	<b>THRACE GREENHOUSES SA</b>	<b>NORTHERN GREECE METAL PRODUCTS S.A.</b>	<b>TOTAL</b>
ELASTRON S.A.	0.00	0.00	0.00	<b>0.00</b>
THRACE GREENHOUSES S.A.	4,515.74	0.00	0.00	<b>4,515.74</b>
PHOTOENERGY S.A.	23,800.00	0.00	0.00	<b>23,800.00</b>
PHOTODEVELOPMENT S.A.	53,000.00	0.00	0.00	<b>53,000.00</b>
PHOTODIODOS S.A.	46,560.00	0.00	0.00	<b>46,560.00</b>
PHOTOKYPSELI S.A.	16,400.00	0.00	0.00	<b>16,400.00</b>
ILIOSKOPIO S.A.	22,300.00	0.00	0.00	<b>22,300.00</b>
PHOTOISHIS LTD	4,500.00	0.00	0.00	<b>4,500.00</b>
<b>TOTAL</b>	<b>171,075.74</b>	<b>0.00</b>	<b>0.00</b>	<b>171,075.74</b>

Amounts in €

	SALES 01.01.2020 - 30.06.2020			
<b>PURCHASES 01.01.2020 - 30.06.2020</b>	<b>ELASTRON S.A.</b>	<b>THRACE GREENHOUSES SA</b>	<b>NORTHERN GREECE METAL PRODUCTS S.A.</b>	<b>TOTAL</b>
ELASTRON S.A.	0.00	0.00	0.00	<b>0.00</b>
THRACE GREENHOUSES S.A.	26,686.40	0.00	0.00	<b>26,686.40</b>
PHOTOENERGY S.A.	24,800.00	0.00	0.00	<b>24,800.00</b>
PHOTODEVELOPMENT S.A.	55,700.00	0.00	0.00	<b>55,700.00</b>
PHOTODIODOS S.A.	49,060.00	0.00	0.00	<b>49,060.00</b>
PHOTOKYPSELI S.A.	16,900.00	0.00	0.00	<b>16,900.00</b>
ILIOSKOPIO S.A.	23,350.00	0.00	0.00	<b>23,350.00</b>
PHOTOISHIS LTD	5,750.00	0.00	0.00	<b>5,750.00</b>
<b>TOTAL</b>	<b>202,246.40</b>	<b>0.00</b>	<b>0.00</b>	<b>202,246.40</b>

(b) Intra-company receivables / liabilities on 30.06.2021 and 31.12.2020 respectively:

Amounts in €		RECEIVABLES 30.06.2021		
LIABILITIES 30.06.2021	ELASTRON S.A.	NORTHERN GREECE METAL PRODUCTS S.A.	COMPANIES OF PHOTOVOLTAIC STATIONS	TOTAL
ELASTRON S.A.	0.00	0.00	16,140.00	16,140.00
THRACE GREENHOUSES S.A.	5,599.52	0.00	0.00	5,599.52
PHOTOENERGY S.A.	148,928.00	0.00	0.00	148,928.00
PHOTODEVELOPMENT S.A.	413,428.00	0.00	0.00	413,428.00
PHOTODIODOS S.A.	371,074.40	0.00	0.00	371,074.40
PHOTOKYPSELI S.A.	62,356.00	0.00	0.00	62,356.00
ILIOSKOPIO S.A.	118,344.00	0.00	0.00	118,344.00
PHOTOISHIS LTD	225,000.00	0.00	0.00	225,000.00
NORTHERN GREECE METAL PRODUCTS S.A.	430,629.71	0.00	0.00	430,629.71
BALKAN IRON GROUP SRL	155,700.00	0.00	0.00	155,700.00
KALPINIS SIMOS BULGARIA EOOD	815,771.50	0.00	0.00	815,771.50
<b>TOTAL</b>	<b>2,746,831.13</b>	<b>0.00</b>	<b>16,140.00</b>	<b>2,762,971.13</b>

Amounts in €		RECEIVABLES 31.12.2020		
LIABILITIES 31.12.2020	ELASTRON S.A.	NORTHERN GREECE METAL PRODUCTS S.A.	COMPANIES OF PHOTOVOLTAIC STATIONS	TOTAL
ELASTRON S.A.	0.00	50,460.61	0.00	50,460.61
THRACE GREENHOUSES S.A.	15,772.18	0.00	0.00	15,772.18
PHOTOENERGY S.A.	154,500.00	0.00	0.00	154,500.00
PHOTODEVELOPMENT S.A.	434,500.00	0.00	0.00	434,500.00
PHOTODIODOS S.A.	384,500.00	0.00	0.00	384,500.00
PHOTOKYPSELI S.A.	74,500.00	0.00	0.00	74,500.00
ILIOSKOPIO S.A.	144,500.00	0.00	0.00	144,500.00
PHOTOISHIS LTD	238,476.44	0.00	0.00	238,476.44
NORTHERN GREECE METAL PRODUCTS S.A.	421,090.32	0.00	0.00	421,090.32
BALKAN IRON GROUP SRL	155,700.00	0.00	0.00	155,700.00
KALPINIS SIMOS BULGARIA EOOD	810,000.00	0.00	0.00	810,000.00
<b>TOTAL</b>	<b>2,833,538.94</b>	<b>50,460.61</b>	<b>0.00</b>	<b>2,883,999.55</b>

GROUP	COMPANY
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Amounts in €	1.1-30.06		1.1-30.06	
	2021	2020	2021	2020
<b>c) Transactions and remuneration of Board Members &amp; senior executives</b>				
Transactions and remuneration of Board Members	158,810.05	239,560.83	158,810.05	239,560.83
Transactions and remuneration of senior executives	59,200.00	44,341.67	59,200.00	44,341.67
Transactions and remuneration of other related entities	12,675.00	38,570.18	16,900.00	34,332.18
Receivables from senior executives and Board members	0.00	0.00	0.00	0.00
Liabilities to senior executives and Board members	0.00	0.00	0.00	0.00

Senior executives according to IAS 24 are those individuals that have the authority and responsibility for the planning, management and control of the entity's activities, directly or indirectly, and include all members of the Board of Directors (executive and non-executive) of the entity, as well as all other senior executives according to the above definition.

#### H. Announcement of interim financial statements

The interim Financial Report of ELASTRON Group including the Management Report of the Board of Directors as integral part of the report for the period ended on 30/06/2021 have been uploaded in the webpage of the Company at <http://www.elastron.gr>.

#### I. Significant Events after the reporting date of the Statement of Financial Position

There are no events after the reporting date of 30/06/2021 that may significantly affect the financial position and the results of the Company and the Group respectively.

Aspropyrgos, 21 September 2021

The signatories

Simos Panagiotis

Kalpinis Athanasios

Manesis Vasileios

Chairman of the Board

Chief Executive Officer

Finance Director  
Executive Member of the BoD



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## **Independent Auditor's Report**

To the Board of Directors of «ELASTRON S.A. – STEEL SERVICE CENTERS»

### **Report on Review of Interim Financial Information**

#### **Introduction**

We have reviewed the accompanying interim condensed separate and consolidated statement of financial position of the Company «ELASTRON S.A. – STEEL SERVICE CENTERS» as of 30 June 2021 and the related condensed separate and consolidated income statements and statements of other comprehensive income, statements of changes in equity and cash flows for the six-month period then ended, and the selected explanatory notes that constitute the interim condensed financial information, which forms an integral part of the six-month financial report according to Law 3556/2007.

Management is responsible for the preparation and presentation of this interim condensed financial information, in accordance with International Financial Reporting Standards, as adopted by the European Union and which apply to Interim Financial Reporting (International Accounting Standard "IAS 34"). Our responsibility is to express a conclusion on this interim condensed financial information 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 to 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 Standards on Auditing as incorporated into the Greek Legislation 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.

**THE POWER OF BEING UNDERSTOOD**  
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RSM Greece SA is a member of the RSM network and trades as RSM. RSM is the trading name used by the members of the RSM network. Each member of the RSM network is an independent accounting firm which practices in its own right. The RSM network is not itself a separate legal entity in any jurisdiction.

## **Conclusion**

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

## **Other Matter**

The financial statements of «ELASTRON S.A. – STEEL SERVICE CENTERS» for the year ended 31 December 2020, were audited by another auditor who expressed an unmodified opinion on those financial statements on 19 April 2021.

## **Report on Other Legal and Regulatory Requirements**

Our review, has not revealed any material inconsistency or misstatement in the statements of the members of the Board of Directors and the information of the six-month Board of Directors Report, as defined under article 5 of Law 3556/2007, in relation to the accompanying interim condensed separate and consolidated financial information.

Athens, 22 September 2021

The Certified Public Accountant

Konstantinos Stamelos

Reg. Number SOEL. 26841

For RSM GREECE S.A. (Reg. Num. SOEL 104)

Independent Member of RSM

Patroklou 1 & Paradissou, 151 25 Marousi

## 1. Statement of Financial Position

(Amounts in €)

		GROUP		COMPANY	
	Note	30.06.2021	31.12.2020	30.06.2021	31.12.2020
<b>ASSETS</b>					
<b>Non-Current Assets</b>					
Self-used tangible assets	6	63,284,894.59	62,590,263.11	49,732,160.90	48,747,750.70
Investment property	6.7	2,933,852.91	2,965,683.76	2,933,852.91	2,965,683.76
Intangible assets	6	58,038.35	43,496.74	58,038.35	43,496.74
Investment in associates, subsidiaries and joint ventures	2.3. 21	4,327,446.69	4,279,133.12	13,017,183.70	12,828,183.70
Long term receivables	8	221,467.67	189,722.31	2,336,767.60	2,677,127.22
<b>Total Non-Current Assets</b>		<b>70,825,700.21</b>	<b>70,068,299.04</b>	<b>68,078,003.46</b>	<b>67,262,242.12</b>
<b>Current Assets</b>					
Inventories	9	42,611,731.08	29,560,134.95	42,611,731.08	29,560,134.95
Customers	8	23,656,450.41	17,295,322.53	23,283,609.13	16,988,092.38
Other receivables	8	1,313,978.90	885,863.55	1,318,187.49	843,011.69
Investments	10	867,670.00	1,159,158.38	867,670.00	1,159,158.38
Cash and cash equivalents	12	9,902,162.14	9,750,656.33	9,576,797.28	9,436,262.12
<b>Total Current Assets</b>		<b>78,351,992.53</b>	<b>58,651,135.74</b>	<b>77,657,994.98</b>	<b>57,986,659.52</b>
<b>Total Assets</b>		<b>149,177,692.74</b>	<b>128,719,434.78</b>	<b>145,735,998.44</b>	<b>125,248,901.64</b>
<b>EQUITY</b>					
<b>Shareholders' equity</b>					
Share capital	13	18,410,839.00	18,410,839.00	18,410,839.00	18,410,839.00
Share premium	13	11,171,177.70	11,171,177.70	11,171,177.70	11,171,177.70
Other reserves	13	21,293,932.93	21,293,932.93	21,279,023.92	21,279,023.92
Retained earnings	13	25,323,332.04	14,973,983.16	24,584,340.79	14,513,571.39
<b>Total shareholders' equity</b>		<b>76,199,281.67</b>	<b>65,849,932.79</b>	<b>75,445,381.41</b>	<b>65,374,612.01</b>
Minority interest	13	35,571.81	32,405.24	0.00	0.00
<b>Total Equity</b>		<b>76,234,853.48</b>	<b>65,882,338.03</b>	<b>75,445,381.41</b>	<b>65,374,612.01</b>
<b>LIABILITIES</b>					
<b>Long-Term liabilities</b>					
Loans	15	34,961,250.00	29,016,000.00	34,961,250.00	29,016,000.00
Provisions for employee benefits	17	871,546.93	834,831.93	868,604.00	831,889.00
Grants (deferred income)	27	3,585,657.71	3,679,082.95	2,638,383.23	2,716,182.66
Liabilities from leases	28	1,357,530.04	542,668.81	1,037,828.24	211,966.82
Deferred income tax	16	3,170,074.94	3,572,450.83	2,025,352.01	2,368,564.04
Provisions		114,000.00	114,000.00	72,000.00	72,000.00
<b>Total Long-term Liabilities</b>		<b>44,060,059.62</b>	<b>37,759,034.52</b>	<b>41,603,417.48</b>	<b>35,216,602.52</b>
<b>Short-Term Liabilities</b>					
Suppliers	14	6,973,250.08	9,826,162.36	6,942,976.30	9,777,138.90
Other liabilities	14	2,754,862.37	2,252,639.69	2,611,205.65	2,022,914.60
Liabilities from leases	28	393,867.43	532,970.18	372,217.84	512,011.05
Derivatives	11	22,094.56	22,094.56	22,094.56	22,094.56
Short-Term Loans	15	16,342,000.00	12,444,195.44	16,342,000.00	12,323,528.00
Income tax	18	2,396,705.20	0.00	2,396,705.20	0.00
<b>Total Short-Term Liabilities</b>		<b>28,882,779.64</b>	<b>25,078,062.23</b>	<b>28,687,199.55</b>	<b>24,657,687.11</b>
<b>Total Liabilities</b>		<b>72,942,839.26</b>	<b>62,837,096.75</b>	<b>70,290,617.03</b>	<b>59,874,289.63</b>
<b>Total Equity and Liabilities</b>		<b>149,177,692.74</b>	<b>128,719,434.78</b>	<b>145,735,998.44</b>	<b>125,248,901.64</b>

## 2. Statement of Income and Other Comprehensive Income

(Amounts in €)	GROUP			COMPANY	
	Note	1.1 – 30.06.21	1.1 – 30.06.20	1.1 – 30.06.21	1.1 – 30.06.20
Sales	19	78,318,988.69	47,318,380.08	77,649,108.11	46,615,346.19
Cost of sales	20	(59,810,343.78)	(41,983,618.30)	(59,544,269.31)	(41,751,598.42)
Gross profit / (loss)		18,508,644.91	5,334,761.78	18,104,838.80	4,863,747.77
Other income	20	976,813.95	1,031,546.22	1,094,714.91	1,135,713.23
Distribution expenses	20	(4,887,835.57)	(4,805,802.92)	(4,887,835.57)	(4,805,802.92)
Administration expenses	20	(1,325,777.03)	(1,221,219.19)	(1,239,158.60)	(1,123,380.65)
Other expenses	20	(269,489.74)	(172,455.22)	(169,523.05)	(74,410.65)
Earnings / (losses) before interest and taxes (EBIT)		13,002,356.52	166,830.67	12,903,036.49	(4,133.22)
Financial income	20	88,928.45	92,898.48	150,473.93	151,385.51
Financial cost	20	(1,093,772.98)	(1,069,890.84)	(1,080,266.99)	(1,041,852.46)
Investment results	10. 21	301,019.14	1,495.82	151,019.14	1,495.82
Income/(expenses) of companies consolidated with the equity method	20	53,856.77	18,063.97	0.00	0.00
Earnings / (losses) before taxes (EBT)		12,352,387.90	(790,601.90)	12,124,262.57	(893,104.35)
Income Tax	16. 20	(1,994,329.29)	(62,208.47)	(2,053,493.17)	(3,665.63)
Earnings / (losses) after taxes (EAT) (a)		10,358,058.61	(852,810.37)	10,070,769.40	(896,769.98)
Attributed to:					
Shareholders of the parent		10,354,892.04	(855,749.09)	10,070,769.40	(896,769.98)
Minority interest		3,166.57	2,938.72	0.00	0.00
Other comprehensive income / (expenses) after taxes (b)	20	(5,543.16)	20,402.02	0.00	26,949.26
Total comprehensive income/ expenses after taxes (a) + (b)		10,352,515.41	(832,408.35)	10,070,769.40	(869,820.72)
Attributed to:					
Shareholders of the parent		10,349,348.84	(835,347.07)	10,070,769.40	(869,820.72)
Minority interest		3,166.57	2,938.72	0.00	0.00
Earnings / (losses) after taxes per share – basic (in €)	22	0.5624	(0.0465)	0.5470	(0.0487)
Earnings / (losses) before interest, tax, depreciation and amortization (EBITDA)		14,321,187.12	1,377,072.79	13,947,841.40	930,874.16



### 3. Statement of Changes in Equity

#### (A) STATEMENT OF CHANGES IN GROUP'S EQUITY

Amounts in €	Note	Corresponding to shareholders of the parent			Minority interest	Total Equity
		Share Capital	Share Premium	Reserves & Retained earnings		
<b>Balance on 01.01.2020</b>	13	<b>18,410,839.00</b>	<b>11,171,177.70</b>	<b>34,636,510.01</b>	<b>28,645.67</b>	<b>64,247,172.38</b>
Net Profit / (Loss) for the period recorded in total	13	0.00	0.00	1,739,743.88	3,759.57	1,743,503.45
Hedging result	11, 13	0.00	0.00	9,739.79	0.00	9,739.79
Foreign exchange differences from consolidation	13	0.00	0.00	(7,603.99)	0.00	(7,603.99)
Actuarial Gains / (Losses)	13	0.00	0.00	(110,473.60)	0.00	(110,473.60)
<b>Balance on 31.12.2020</b>	13	<b>18,410,839.00</b>	<b>11,171,177.70</b>	<b>36,267,916.09</b>	<b>32,405.24</b>	<b>65,882,338.03</b>
Net Profit / (Loss) for the period recorded in total	13	0.00	0.00	10,354,892.04	3,166.57	10,358,058.61
Hedging result	11, 13	0.00	0.00	0.00	0.00	0.00
Foreign exchange differences from consolidation	13	0.00	0.00	(5,543.16)	0.00	(5,543.16)
Actuarial Gains / (Losses)	13	0.00	0.00	0.00	0.00	0.00
<b>Balance on 30.06.2021</b>	13	<b>18,410,839.00</b>	<b>11,171,177.70</b>	<b>46,617,264.97</b>	<b>35,571.81</b>	<b>76,234,853.48</b>

#### (B) STATEMENT OF CHANGES IN COMPANY'S EQUITY

Amounts in €	Note	Corresponding to shareholders of the parent			Total Equity
		Share Capital	Share Premium	Reserves & Retained earnings	
<b>Balance on 01.01.2020</b>	13	<b>18,410,839.00</b>	<b>11,171,177.70</b>	<b>34,539,765.14</b>	<b>64,121,781.84</b>
Net Profit / (Loss) for the period recorded in total	13	0.00	0.00	1,353,563.98	1,353,563.98
Hedging result	11, 13	0.00	0.00	9,739.79	9,739.79
Actuarial Gains / (Losses)	13	0.00	0.00	(110,473.60)	(110,473.60)
<b>Balance on 31.12.2020</b>	13	<b>18,410,839.00</b>	<b>11,171,177.70</b>	<b>35,792,595.31</b>	<b>65,374,612.01</b>
Net Profit / (Loss) for the period recorded in total	13	0.00	0.00	10,070,769.40	10,070,769.40
Hedging result	11, 13	0.00	0.00	0.00	0.00
Actuarial Gains / (Losses)	13	0.00	0.00	0.00	0.00
<b>Balance on 30.06.2021</b>	13	<b>18,410,839.00</b>	<b>11,171,177.70</b>	<b>45,863,364.71</b>	<b>75,445,381.41</b>

## 4. Statement of Cash Flows

(Amounts in €)	GROUP		COMPANY	
	1.1-30.06.2021	1.1-30.06.2020	1.1-30.06.2021	1.1-30.06.2020
<b>Operating Activities</b>				
Earnings before Tax (EBT)	12,352,387.90	(790,601.90)	12,124,262.57	(893,104.35)
Plus / minus adjustments for:				
Depreciation & amortization	1,413,719.95	1,316,400.91	1,122,604.34	1,025,349.52
Amortization of grants	(93,425.24)	(107,654.61)	(77,799.43)	(91,837.97)
Provisions	(35,285.00)	7,626.94	(35,285.00)	7,326.94
Impairment of assets	101,931.79	14,619.02	250,000.00	14,619.02
Results (income, expenses, profit and loss) from investment activity	(352,334.94)	(20,597.32)	(298,478.20)	(2,533.37)
Debit interest and related expenses	<u>1,093,772.98</u>	<u>1,069,890.84</u>	<u>1,080,266.99</u>	<u>1,041,852.46</u>
	<b>14,480,767.44</b>	<b>1,489,683.88</b>	<b>14,165,571.27</b>	<b>1,101,672.25</b>
Plus/minus adjustments for changes in working capital accounts or those related to operating activities				
Decrease / (increase) of inventories	(13,051,596.13)	1,541,148.24	(13,051,596.13)	1,541,148.24
Decrease / (increase) of receivables	(6,850,793.15)	(1,888,697.85)	(6,458,332.86)	(1,773,228.23)
(Decrease) / increase of liabilities (apart from banks)	(1,736,476.61)	(6,907,099.18)	(1,559,803.34)	(6,831,106.00)
Minus:				
Debit interest and related expenses paid	(893,949.91)	(1,019,042.52)	(941,794.99)	(1,048,492.62)
Taxes paid	0.00	(8,011.57)	0.00	(8,015.72)
<b>Total inflows/(outflows) from operating activities (a)</b>	<b>(8,052,048.36)</b>	<b>(6,792,019.00)</b>	<b>(7,845,956.05)</b>	<b>(7,018,022.08)</b>
<b>Investment Activities</b>				
Acquisition of subsidiaries, associates, joint ventures and other investments	0.00	0.00	(339,000.00)	(2,804.66)
Purchase – Sale of Securities	592,507.52	(239,445.29)	592,507.52	(239,445.29)
Purchase of tangible and intangible fixed assets	(2,554,494.22)	(1,036,941.98)	(2,553,030.21)	(1,036,659.72)
Proceeds from sales of tangible and intangible assets	460,709.68	4,100.00	460,709.68	4,100.00
Interest received	54.19	25.62	54.22	25.62
<b>Total cash inflows/(outflows) from investment activities (b)</b>	<b>(1,501,222.83)</b>	<b>(1,272,261.65)</b>	<b>(1,838,758.79)</b>	<b>(1,274,784.05)</b>
<b>Financial Activities</b>				
Proceeds from issued / undertaken loans	34,480,000.00	25,500,000.00	34,480,000.00	25,500,000.00
Loan repayments	(24,775,223.00)	(28,801,946.00)	(24,654,750.00)	(28,561,000.00)
Repayment of liabilities from financial leases	0.00	(364,456.41)	0.00	(354,793.79)
<b>Total cash inflows/(outflows) from financial activities (c)</b>	<b>9,704,777.00</b>	<b>(3,666,402.41)</b>	<b>9,825,250.00</b>	<b>(3,415,793.79)</b>
<b>Net increase / (decrease) in cash and cash equivalents for the period (a) + (b) + (c)</b>	<b>151,505.81</b>	<b>(11,730,683.06)</b>	<b>140,535.16</b>	<b>(11,708,599.92)</b>
Cash and cash equivalents at the beginning of the period	9,750,656.33	14,163,404.82	9,436,262.12	13,990,542.99
<b>Cash and cash equivalents at the end of the period</b>	<b>9,902,162.14</b>	<b>2,432,721.76</b>	<b>9,576,797.28</b>	<b>2,281,943.07</b>

## Notes on the Financial Statements

### 1. General Information

The Company "ELASTRON S.A.- STEEL SERVICE CENTERS" was founded in 1958 as a Limited Liability Company and in 1965 was converted to an S.A. Company. It has its headquarters in Aspropyrgos Municipality (Ag. Ioannou venue, Stefani) and it is registered with the Ministry of Development, General Secretariat of Commerce, Corporations and Credit Directorate, under S.A. Company Registration Number 7365/06/B/86/32.

The Company's main activity is the import, processing, and trade of steel, steel plates, iron and metal goods, and similar goods.

The Company's shares are listed and traded on the Athens Exchange since 1990.

The Company has no disputes in litigation or in arbitration, nor are there any decisions by judicial or arbitration bodies that may have a significant impact on its financial position situation or operation.

The Company's website is <http://www.elastron.gr>.

The Semi-Annual Financial Statements of 30.06.2021 was approved by the Company's Board of Directors on 21.09.2021.

### 2. Significant accounting principles used by the Group

#### 2.1 New standards, interpretations and amendments to existing standards

New standards, amendments of standards and interpretations have been issued and are mandatory for annual accounting periods beginning on or after 1<sup>st</sup> January 2021.

Unless it is otherwise started, all other amendments and interpretations that are in effect for the first time in year 2021 do not affect the Group's (consolidated) financial statements (or of the Company). The Group (the Company) did not proceed with early adoption of any standards, interpretations or amendments issued by the IASB and adopted by the European Union and which are not mandatory in the year 2021.

#### **Standards and Interpretations mandatory for the current fiscal year 2021**

##### **IFRS 4 Insurance Contracts – (Amendment) Deferral of effective date of IFRS 9 (issued on 25 June 2020)**

This amendment postponed the implementation date by two years, to annual reporting periods beginning on or after 1 January 2023 in order to allow time for the smooth adoption of the amended IFRS 17 by jurisdictions worldwide. This will allow more insurers to apply the new Standard at the same time. In addition, IFRS 4 has been amended so that insurance entities can apply IFRS 9 Financial Instruments in parallel with IFRS 17.

##### **IFRS 9, IAS 39, IFRS 7, IFRS 4 and IFRS 16 (Amendment) "Reform of benchmark rates" Phase 2**

In August 2020, the International Accounting Standards Board (IASB) issued amendments to IFRS 9, IAS 39, IFRS 7, IFRS 4 and IFRS 16, completing its work on the implications of the interbank interest rate reform on the financial information. The amendments provide for temporary facilities which deal with the effects on financial reporting when an interbank lending rate is replaced by an alternative almost-risk-free interest rate. In particular, the amendments provide for a practical facility for accounting for changes in the basis of determination of contractual cash flows of financial assets and liabilities, requiring the adjustment of the effective interest rate, as in the case of a change in the market rate. In addition, the amendments introduce facilities for non-termination of the hedging relationship, including a temporary relief from the requirement of distinct recognition of an almost-risk-free interest rate, defined as the hedging of a risk element. The amendments also introduce in IFRS 7 "Financial Instruments: Disclosures" additional disclosures that allow users of financial statements to understand the implications of interbank

lending rates reform on financial instruments and financial risk management strategy. The amendments do not require the entity to restate the previous reporting periods.

#### **IFRS 16 "Leases - Lease Discounts Related to Covid-19 (Amendments)"**

Earlier application is permitted, including financial statements not yet approved for release as of May 28, 2020. The IASB amended the standard by exempting tenants from applying the requirements of IFRS 16 in respect of lease amendment accounting for resulting lease discounts as a direct consequence of the Covid-19 pandemic. The amendment provides a practical facility for the lessee to account for any change or discount in leases as a consequence of Covid-19, in the same way as the requirements of IFRS 16, if the change or discount was not considered a change in the lease, provided that all of the following conditions are met:

- A change in lease payments results in a revised consideration that is substantially the same as, or less than, the lease consideration immediately prior to the change. Any reduction in lease payments affects payments due on or before June 30, 2021,
- There is no substantial change in other terms and conditions of the lease.

#### **IAS 19 "Employee Benefits" - Transitional provisions for the implementation of the final agenda decision entitled "Attributing Benefits to Periods of Service"**

The International Financial Reporting Standards Interpretations Committee issued in May 2021 the final decision on the agenda entitled "Attributing Benefits to Periods of Service (IAS 19)" on which there is explanatory material included regarding the manner of distribution of benefits in periods of service on a specific defined benefits plan analogous to that presented in article 8 of L. 3198/1955 regarding the provision of compensation due to retirement (the "Defined Benefits Plan of Labor Law").

In particular, the above final decision of the Committee's agenda provides explanatory information on the application of the basic principles and rules of IAS 19 as regards the distribution of benefits in periods of service similar to that of the "Defined Benefits Plan of Labor Law". This disclosure differentiates how the basic principles and rules of IAS 19 have been applied in the past in this regard, and therefore in accordance with the IASB Due Process Handbook (paragraph 8.6), the Group (the Company) is required to modify its accounting policy accordingly.

The above final decision of the Committee's agenda will be treated as a change in accounting policy in accordance with the provisions of IAS 8 "Accounting policies, changes in accounting estimates and errors" and specifically in paragraphs 14-22.

The Group is in the process of assessing the impact of the above decision on its financial statements. The changes resulting from the above decision are expected to be implemented as soon as possible and no later than the annual reporting periods ending on or after 31 December 2021.

#### **2.2 New Standards, Interpretations, Revisions and Amendments of Existing Standards that have not been applied earlier or have not been adopted by the European Union.**

The following amendments are not expected to have a material impact on the financial statements of the Company (or the Group) unless otherwise stated.

#### **Amendments to IFRS 3 "Business Combinations", IAS 16 "Property, Plant and Equipment", IAS 37 "Provisions, Contingent Liabilities and Contingent Assets" and "Annual Improvements 2018 -**

In May 2020, the IASB issued a series of amendments, including limited-purpose amendments to three Standards, as well as the Board's Annual Improvements. These amendments provide clarification regarding the wording of the Standards or correct minor consequences, omissions or conflicts between the requirements of the Standards. More specifically:

**Amendments to IFRS 3 "Business Combinations"** update a reference to IFRS 3 in the Conceptual Framework of Financial Reporting without amending the accounting requirements relating to business combinations.

**Amendments to IAS 16 "Property, Plant and Equipment"** prohibit a company from deducting from the cost of fixed assets amounts received from the sale of items produced during the preparation of such fixed assets to be ready for use. Instead, the company recognizes these sales revenues and related costs in the Income Statement.

**Amendments to IAS 37 "Provisions, Contingent Liabilities and Contingent Assets"** determine the costs that a company should include when assessing whether a contract is loss-making.

**The IFRS Annual Improvements - Cycle 2018-2020** make minor changes to IFRS 1 "First-time Adoption of International Financial Reporting Standards", IFRS 9 "Financial Instruments", IAS 41 "Agriculture" 16 "Leases". The above have been adopted by the European Union with effect from 01/01/2022.

**IFRS 17 "Insurance Contracts" (effective for annual periods beginning on or after 01/01/2023)**

In May 2017, the IASB issued a new Standard, IFRS 17, which replaces an intermediate Standard, IFRS 4. The purpose of the IASB project was to develop a single principle-based standard for accounting for all types of insurance contracts, including reinsurance contracts held by an insurance company. A single principle-based Standard will enhance the comparability of financial reporting between entities, jurisdictions and capital markets. IFRS 17 sets out the requirements that an entity should apply to financial information related to the insurance contracts that are being issued and the reinsurance contracts that are being held. In addition, in June 2020, the IASB issued amendments which, however, do not affect the fundamental principles introduced when IFRS 17 was first adopted. The amendments are designed to reduce costs by simplifying certain requirements of the Standard, to lead to a more justifiable economic return as well as to facilitate the transition by postponing the date of application of the Standard for 2023, while providing additional assistance to reduce the effort required during the first application of the Standard. The above have not been adopted by the European Union.

**Amendments to IAS 1 "Classification of Liabilities as Short-Term or Long-Term" (effective for annual periods beginning on or after 01/01/2023)**

In January 2020, the IASB issued amendments to IAS 1 that affect the presentation requirements of liabilities. In particular, the amendments clarify one of the criteria for classifying a liability as long-term, the requirement for an entity to have the right to defer the settlement of the liability for at least 12 months after the reporting period. The amendments include: (a) clarification that an entity's right to defer settlement should exist at the reporting date; (b) clarification that the liability classification is not affected by management's intentions or expectations regarding the exercise of the deferral of settlement; (c) explain how lending conditions affect the classification; and (d) clarify the requirements for the classification of liabilities of an entity that it is going to, or is likely to, make the respective settlement through the issuance of its own equity instruments. In addition, in July 2020, the IASB issued an amendment to postpone by one year the effective date of the amendment originally issued in IAS 1, as a result of the spread of the Covid-19 pandemic. The above have not been adopted by the European Union.

**Amendments to IAS 1 "Presentation of Financial Statements" (effective for annual periods beginning on or after 01/01/2023)**

In February 2021, the IASB issued limited-purpose amendments relating to disclosures in accounting policies. The purpose of the amendments is to improve the disclosures of accounting policies in order to provide more useful information to investors and other users of the Financial Statements. More specifically, the amendments require the disclosure of important information relating to accounting policies, rather than the disclosure of significant accounting policies. The above have not been adopted by the European Union.

**Amendments to IAS 8 "Accounting Policies, Changes in Accounting Estimates and Errors: Definition of Accounting Estimates" (effective for annual periods beginning on or after 01/01/2023)**

In February 2021, the IASB issued limited-purpose amendments that clarify the difference between a change in accounting estimate and a change in accounting policy. This distinction is important, as the change in accounting is applied without retroactive effect and only for future transactions and other future events, in contrast to the change in accounting policy that has retroactive effect and applies to transactions and other events of the past. The above have not been adopted by the European Union.

## Amendments to IAS 12 "Income Taxes: Deferred Tax Related to Receivables and Liabilities Arising from a Single Transaction" (effective for annual periods beginning on or after 01/01/2023)

In May 2021, the IASB issued targeted amendments to IAS 12 to determine how entities should handle deferred tax arising on transactions such as leases and de-commitments - transactions that entities recognize at the same time a receivable and a liability. In certain cases, entities are exempt from recognizing deferred tax when they recognize receivables or liabilities for the first time. The amendments clarify that this exemption does not apply and entities are required to recognize deferred tax on those transactions. The above have not been adopted by the European Union.

### 2.3 Consolidation

The consolidated financial statements consist of the financial statements of the parent Company ELASTRON S.A. and the other Group companies, which are the following:

Amounts in €

COMPANY	DOMICILE	BUSINESS ACTIVITY	PARTICIPATION STAKE	PARTICIPATION COST	CONSOLIDATION METHOD
NORTHERN GREECE METAL PRODUCTS S.A.	Thessaloniki	Commerce and processing of steel products	100.00%	10,718,000	Full
BALKAN IRON GROUP S.R.L.	Bucharest, Romania	Commerce and processing of steel products	33.33% (Joint Venture)	800,000	Equity
KALPINIS SIMOS BULGARIA EOOD	Sofia, Bulgaria	Commerce and processing of steel products	100.00%	10,000	Full
PHOTODEVELOPMENT SA	Aspropyrgos	Production of electric energy from Photovoltaic stations	98.6%	325,500	Full
PHOTODIODOS SA	Aspropyrgos	Production of electric energy from Photovoltaic stations	98.3%	265,533.70	Full
PHOTOENERGY SA	Aspropyrgos	Production of electric energy from Photovoltaic stations	97.5%	175,500	Full
ILIOSKOPIO SA	Aspropyrgos	Production of electric energy from Photovoltaic stations	97.5%	175,500	Full
PHOTOKYPSELI SA	Aspropyrgos	Production of electric energy from Photovoltaic stations	97.5%	175,500	Full
PHOTOISXYS LTD	Aspropyrgos	Production of electric energy from Photovoltaic stations	100.00%	80,000	Full
THRACE GREENHOUSES S.A.	Xanthi	Production of agricultural products from glasshouse cultivations	49.09%	3,485,000	Equity
GAURA Ltd	Cyprus	Inactive	100.00%	7,650.00	Full

\* The participation cost does not include any impairment. The impairments of participation interests are analytically presented in note 21.

Investments in associates, subsidiaries and joint ventures (including impairment) are analyzed as follows.



Amounts in €	GROUP		COMPANY	
	30.06.2021	31.12.2020	30.06.2021	31.12.2020
KALPINIS SIMOS BULGARIA EOOD	0.00	0.00	10,000.00	10,000.00
NORTHERN GREECE METAL PRODUCTS S.A.	0.00	0.00	7,717,000.00	7,478,000.00
GAURA LIMITED (Cyprus)	0.00	0.00	7,650.00	7,650.00
COMPANIES OF PHOTOVOLTAIC STATIONS	0.00	0.00	1,197,533.70	1,197,533.70
BALKANIRONGROUPSRL	323,009.69	343,969.01	600,000.00	650,000.00
THRACE GREENHOUSES SA	4,004,437.00	3,935,164.11	3,485,000.00	3,485,000.00
<b>Total</b>	<b>4,327,446.69</b>	<b>4,279,133.12</b>	<b>13,017,183.70</b>	<b>12,828,183.70</b>

Impairments of participations in subsidiaries and joint ventures are analyzed in the following table:

Amounts in €	COMPANY			
	Impairment up to 31.12.2019	31.12.2020	30.06.2021	Total Impairment 30.06.2021
BALKAN IRON GROUP SRL	2,900,000.00	340,000.00	100,000.00	3,340,000.00
THRACE GREENHOUSES SA	100,000.00	50,000.00	50,000.00	200,000.00
<b>Total</b>	<b>3,000,000.00</b>	<b>390,000.00</b>	<b>150,000.00</b>	<b>3,540,000.00</b>

The accumulated impairment loss of participations in subsidiaries and joint ventures until 30.06.2021 for the Company amounted to € 3,540,000.00.

Cross-company transactions, balances and unrealized profit from transactions between the companies of the Group are written-off. The unrealized losses are also written-off, unless the transaction provides indications of impairment of the transferred asset. During the acquisition of a company, the assets, liabilities as well as contingent obligations acquired are estimated at fair value on the acquisition date.

The acquisition cost, by the amount that exceeds the fair value of the acquired net assets (assets – liabilities – contingent obligations), is recorded as goodwill in the financial year when the acquisition took place.

In the event that the acquisition cost is less than the above fair value, the difference is recorded in the results of the financial year when the acquisition took place. Minority interest is recorded according to its proportion on fair value. In subsequent financial years, any losses are proportionally distributed to the minority, in addition to minority interest.

The results of the acquired or sold subsidiaries within the financial year are included in the consolidated statement of results from or until the date of acquisition or sale, respectively. The accounting principles of the Group's companies have been amended so as to conform to those adopted by the Group. The participation of the above companies in the ELASTRON S.A. Company financial statements is measured at acquisition cost, minus any provision for impairment of their value.

### 3. Financial risk management

#### Risks & Uncertainties

In the context of its ordinary business activities, the Group is exposed to the following financial risks within the scope of its basic activity:

- 1) Credit risk
- 2) Liquidity risk
- 3) Market risk

The risk management policy of the Group is focused on the volatility of financial markets with the objective of minimizing the factors that may negatively affect its financial performance.

The risk management policy is applied in order to recognize and analyze risks which the Group faces, to set limits on risks assumed and to apply controls to such limits. The systems and policies applied are periodically reviewed to incorporate changes observed in market conditions and the Group's activities.

The risk management is performed by the Company's Finance Department, in cooperation with the Group's other departments and according to the guidelines and approvals of the Company's Board of Directors.

Adherence to risk management policies and procedures is controlled by the Internal Audit Department, which performs ordinary and extraordinary audits on the application of procedures, the findings of which are disclosed to the Board of Directors.

### **Credit risk**

Due to the great dispersion of its clientele (no client exceeds 10% of total sales), the Group does not have a significant concentration of credit risk. Based on the credit policy approved by the Group companies' Board of Directors, all new clients are examined on an individual basis in terms of their creditworthiness prior to the proposal of the standard payment terms. Credit limits are set for each client; these are reviewed depending on ongoing conditions and, if necessary, the sales and collection terms are adjusted. As a rule, customer credit limits are determined on the basis of the insurance limits set for them by the insurance companies. While monitoring credit risk of customers, such are grouped according to their credit profile, the maturity of their receivables and any prior collection problems that may have emerged. Customer receivables mainly include the Group's wholesale clients.

Clients characterized as "high risk" are placed in a special client list and future sales are to be pre-collected and approved by the Board of Directors. At the same time, the Group makes impairment provisions which reflect its estimation on losses related to clients and other receivables. This provision mainly consists of impairment loss of specific receivables which are estimated on the basis of given conditions that such will be collected, but have not yet been finalized.

The amount of the impairment loss is estimated as the difference between the book value of receivables and the present value of estimated future cash flows, discounted by the initial effective interest rate. The impairment loss amount is accounted for as an expense in the results. Receivables which are assessed as bad debts are written off.

The credit risk is limited to 10% of the total trade receivables, on the basis of the Group's insurance policies. The margin of this risk is limited even further as tangible or other guarantees (such as letters of guarantee) are requested wherever deemed necessary.

### **Liquidity risk**

Liquidity risk is the risk that the Group might be unable to meet its financial liabilities when these become due. The approach adopted by the Group to manage liquidity is to secure the necessary cash and sufficient credit limits from the banks with which it cooperates, so that there is the appropriate liquidity for the fulfillment of the financial liabilities, under standard as well as unfavorable conditions without incurring unacceptable loss or risking its reputation. In order to minimize the liquidity risks, the finance division of the Group makes an annual provision for cash flows for the fiscal year when preparing its annual budget and a monthly rolling three-month provision so as to secure that it has sufficient cash to meet its operating needs, including its financial liabilities. This policy does not take into account the impact of extreme conditions, which cannot be foreseen. For this reason, the Management of the Group, by assessing the market conditions each time, maintains a certain amount of cash reserves for defensive purposes, in order to face any extreme or extraordinary situations.



It is noted that for the entire debt obligations of the Group no tangible asset has been placed as collateral in favor of the banks, an element which indicates the especially high creditworthiness of the Group.

### **Market risk**

Market risk is the risk of change in prices of raw materials procured by the Group, the risk of change in the foreign exchange rates that the Group conducts transactions in and the risk of change in interest rates that the Group borrows at and which can affect the Group's results. The purpose of risk management against market conditions is to determine and control the Group's exposure to those risks, within the context of acceptable parameters while at the same time optimizing its performance.

#### **➤ Metal (iron, steel, etc.) Raw Material Price Volatility Risk**

The Group conducts its purchases mainly in the global steel market under normal market terms. Each change in the market price of raw materials is discounted for in the sales price, resulting in changes in the Group's profit margin during periods of big price fluctuations for raw materials in the world market. More specifically, in periods during which prices follow an upward trend, the Group's profit margins improve, as the upward trend is transferred to the sales prices. Accordingly, when raw material prices follow a declining trend, the Group's profit margins decrease.

The Group does not apply hedging to cover its basic operating reserve, which means that any increase/decrease of metal prices may affect its results accordingly through depreciation or appreciation of inventories.

#### **➤ Foreign exchange risk**

The Group is exposed to foreign exchange risk from the purchase of inventories it makes in \$ (US Dollar), from the deposits denominated in \$ (US Dollar) as well as from the joint venture BALKAN IRON GROUP SRL, based in Romania, whose operating currency unit is the RON.

The Group's borrowings are euro denominated in their entirety while there are no receivables denominated in foreign currency.

Foreign currency is purchased in advance in order for the Company to limit its foreign exchange risk emerging from inventory purchase. The total liabilities of the Group as of 30.06.2021, as well as the liabilities that will arise from the agreements signed until 30.06.2021, are covered by equivalent purchases in advance of foreign currency and as a result there is no foreign exchange risk associated with the fluctuations of the US Dollar.

An increase by 10% of the Euro versus the US\$ and of the Euro versus the RON on 30 June would affect the equity and the results by negligible amounts for the Company.

#### **➤ Interest rate risk**

Interest rate risk arises mainly from long-term and short-term bank loans in € at the floating rate of Euribor.

The Group finances its investments, as well as its need for working capital, through equity, short-term bank loans, long-term loans and bond loans and as a result is burdened by interest expenses. Increasing trends in interest rates shall negatively affect results, which will be burdened by the additional borrowing cost.

#### **➤ Risk of capital**

The purpose of the Management in relation to capital management is to ensure the smooth and uninterrupted operation of activities with the objective of providing satisfactory returns to shareholders, and to maintain as much as possible an ideal capital structure, thus reducing the cost of capital. For this reason, the Management, according to the prevailing conditions, may adjust its dividend policy, increase its share capital or sell assets in order to reduce debt.

Amounts in €

Company Data	30.06.2021	30.06.2020
Total debt	51,303,250.00	33,829,000.01
Minus: Cash and cash equivalents	9,576,797.28	2,281,943.07
<b>Net debt</b>	<b>41,726,452.72</b>	<b>31,547,056.94</b>
Total equity	75,438,071.95	63,251,961.12
EBITDA	13,947,841.40	930,874.16
<b>Equity / Net debt</b>	<b>1.81</b>	<b>2.01</b>
<b>Net Debt / EBITDA</b>	<b>2.99</b>	<b>33.89</b>

Amounts in €

Group Data	30.06.2021	30.06.2020
Total debt	51,303,250.00	34,190,419.01
Minus: Cash and cash equivalents	9,902,162.14	2,432,721.76
<b>Net debt</b>	<b>41,401,087.86</b>	<b>31,757,697.25</b>
Total equity	76,199,281.67	63,383,179.64
EBITDA	14,321,187.12	1,377,072.79
<b>Equity / Net debt</b>	<b>1.84</b>	<b>2.00</b>
<b>Net Debt / EBITDA</b>	<b>2.89</b>	<b>23.06</b>

#### 4. Fair value of financial assets

There is no difference between the fair values and the respective book values of the financial items of assets and liabilities, namely the trade and other receivables, the cash equivalents, the suppliers and other liabilities, the derivatives financial products and the loans.

Fair value of a financial item is the amount which is received from the sale of a financial item or paid for the settlement of an obligation in a transaction under normal conditions between two trading parties at the date of its valuation. The fair value of the financial items on 30.06.2021 was based on the best possible estimate on behalf of the Company's Management.

The ranking levels of fair value are the following:

a) official stock exchange prices (without adjustment) in markets with significant trading volumes for similar assets or liabilities (Level 1)

b) inflows, other than stock exchange prices which are included in Level 1, which can be observed for the financial asset or the liability, either directly (for example prices) or indirectly (as derivative of prices) (Level 2), and

c) inflows for the financial asset or the liability which are not based on observable market data (non observable inflows) (Level 3).

The levels in the ranking scale of fair value, within which the measurement of fair value is fully classified, is defined by the inflow of the lowest level which is deemed as significant for the measurement of the entire fair value.

The methods and assumptions which were utilized for the estimation of the fair value are the following:

Cash and cash equivalents, trade and other receivables, suppliers and other liabilities: The accounting value is especially close to the fair value as the maturity of these financial items is in short-term and because there is no foreign exchange risk affecting the fair value.

Loans: The book value is the same with the fair value as these loans are in local currency and with the Euribor as floating interest rate.

## *5. Significant accounting estimations and judgments by management*

The preparation of the Financial Statements based on IFRS requires the Management to make assessments, assumptions and judgments. The Management of the Group makes assessments and assumptions about the evolution of future events which are based on past experience and other factors such as expectations for future events that are considered reasonable in the current circumstances, while constantly being re-evaluated based on available information. Assessments and assumptions that involve a risk of adjusting to the book values of assets and liabilities over the next twelve (12) months are mainly:

- Litigation cases and tax unaudited fiscal years, as presented in note 24.
- Employee benefits after leaving the service, as presented in notes 2.20 and 17. The liability for staff compensation is calculated on the basis of actuarial methods whose application requires the Management to estimate specific parameters such as discount rates, future salary increase rates, the future rate of employee departure and other factors such as the inflation rate
- Deferred tax receivables on tax losses, as presented in Note 16. Deferred tax receivable is recognized for all unused tax losses to the extent that it is likely that there will be sufficient taxable profits to be offset against those tax losses. Determining the amount of deferred tax receivables that can be recognized requires significant judgments and estimates by the Group and Company Management, which are based on future taxable profits in conjunction with future tax strategies to be followed.
- Recovery of receivables, as presented in note 8. The Group and the Company for the purpose of measuring the expected credit losses of trade receivables throughout their lifetime applies a statistical method which evaluates the maturity of other customers, the frequency of delays (Probability of Default PD) but also the occurrence of final damages (delay beyond twelve (12) months - Loss Given Default - LGD). At each balance sheet date, the Group performs an impairment test on receivables by using a table based on which the expected credit losses (ECL) are calculated. It then recognizes a percentage of losses based on ECL throughout the life of assets in each reporting period. This percentage is calculated on the basis of historical data, current market conditions as well as future estimates at the end of each reporting period, taking into account the terms of credit insurance of trade receivables and any other collateral (encumbrances on debtor's property, personal guarantees and bank letters of guarantee).
- The estimated impairment of participations, as presented in note 21. The parent Company on each balance sheet date examines the existence or non-existence of indications of impairment of investments in subsidiaries. Determining the existence of impairment indications requires the Management to make judgments regarding external and internal factors as well as the extent to which they affect the recoverability of such assets. If it is assessed that there are signs of impairment, the Company calculates the recoverable amount.
- The useful (economic) life of the tangible fixed assets as presented in note 2.6. The Management makes estimates regarding the useful (economic) life of the depreciable fixed assets which represent the expected use of the assets and are subject to periodic review.

## *6. Analysis of tangible fixed assets*

The **Group's** fixed assets are analyzed as follows:

Amounts in €

MOVEMENT OF FIXED ASSETS	Land-plots & buildings	Vehicles & Mechanical Equipment	Furniture & other equipment	Assets under construction	Intangible assets	Investment property & fixed assets for sale	Rights-of-use of Tangible Assets	Total
Book value	43,850,896.33	51,045,151.79	1,533,598.09	3,693,330.06	615,989.72	4,842,627.67	1,293,307.61	<b>106,874,901.17</b>
Accumulated depreciation and impairment	(12,044,473.90)	(24,683,838.83)	(1,382,287.99)	0.00	(572,492.98)	(1,876,943.91)	(715,419.95)	<b>(41,275,457.56)</b>
<b>Net book value 31.12.20</b>	<b>31,806,422.43</b>	<b>26,361,312.96</b>	<b>151,310.10</b>	<b>3,693,330.06</b>	<b>43,496.74</b>	<b>2,965,683.76</b>	<b>577,887.66</b>	<b>65,599,443.61</b>
Book value	43,934,770.11	52,029,615.41	1,507,022.21	3,217,674.70	639,815.52	4,842,627.67	1,067,199.87	<b>107,238,725.49</b>
Accumulated depreciation and impairment	(12,285,298.03)	(24,367,171.90)	(1,377,900.66)	0.00	(581,777.17)	(1,908,774.76)	(441,017.12)	<b>(40,961,939.64)</b>
<b>Net book value 30.06.2021</b>	<b>31,649,472.08</b>	<b>27,662,443.51</b>	<b>129,121.55</b>	<b>3,217,674.70</b>	<b>58,038.35</b>	<b>2,933,852.91</b>	<b>626,182.75</b>	<b>66,276,785.85</b>

Amounts in €

MOVEMENT OF FIXED ASSETS	Land-plots & buildings	Vehicles & Mechanical Equipment	Furniture & other equipment	Assets under construction	Intangible assets	Investment property & fixed assets for sale	Rights-of-use of Tangible Assets	Total
<b>Net book value 01.01.2020</b>	<b>31,441,964.15</b>	<b>27,214,145.68</b>	<b>178,067.77</b>	<b>804,517.80</b>	<b>60,829.79</b>	<b>3,029,345.46</b>	<b>589,472.41</b>	<b>63,318,343.06</b>
Additions	835,645.45	1,290,569.36	23,077.26	2,888,812.26	0.00	0.00	120,504.48	<b>5,158,608.81</b>
Depreciations	(471,187.17)	(2,063,251.14)	(49,834.93)	0.00	(17,333.05)	(63,661.70)	(132,089.22)	<b>(2,797,357.21)</b>
Sales - write-offs	0.00	(238,694.75)	0.00	0.00	0.00	0.00	(101,228.09)	<b>(339,922.84)</b>
Depreciation of assets sold/written-off	0.00	158,543.71	0.00	0.00	0.00	0.00	101,228.08	<b>259,771.79</b>
<b>Net book value 31.12.2020</b>	<b>31,806,422.43</b>	<b>26,361,312.86</b>	<b>151,310.10</b>	<b>3,693,330.06</b>	<b>43,496.74</b>	<b>2,965,683.76</b>	<b>577,887.66</b>	<b>65,599,443.61</b>
Additions	84,000.00	2,796,880.58	4,253.57	(475,654.36)	23,825.80	0.00	121,188.63	<b>2,554,494.22</b>
Depreciations	(240,824.13)	(1,034,684.02)	(24,203.22)	0.00	(9,284.19)	(31,830.85)	(72,893.54)	<b>(1,413,719.95)</b>
Sales - write-offs	0.00	(1,812,416.96)	(30,829.45)	0.00	0.00	0.00	(347,296.37)	<b>(2,190,542.78)</b>
Depreciation of assets sold/written-off	0.00	1,351,350.95	28,590.55	0.00	0.00	0.00	347,296.37	<b>1,727,237.87</b>
Foreign exchange translation differences in €	(126.22)	0.00	0.00	0.00	0.00	0.00	0.00	<b>(126.220)</b>
<b>Net book value 30.06.2021</b>	<b>31,649,472.08</b>	<b>27,662,443.41</b>	<b>129,121.55</b>	<b>3,217,674.70</b>	<b>58,038.35</b>	<b>2,933,852.91</b>	<b>626,182.75</b>	<b>66,276,785.85</b>

The Company's fixed assets are analyzed as follows:

Amounts in €

MOVEMENT OF FIXED ASSETS	Land-plots & buildings	Vehicles & Mechanical Equipment	Furniture & other equipment	Assets under construction	Intangible assets	Investment property & fixed assets for sale	Rights-of-use of Tangible Assets	Total
Book value	30,976,307.60	43,576,793.24	1,302,494.29	3,692,969.05	484,749.56	4,842,627.67	808,253.32	85,684,194.73
Accumulated depreciation and impairment	(8,543,945.43)	(21,409,980.24)	(1,144,994.81)	0.00	(441,252.82)	(1,876,943.91)	(510,146.32)	-33,927,263.53
<b>Net book value 31.12.20</b>	<b>22,432,362.17</b>	<b>22,166,813.00</b>	<b>157,499.48</b>	<b>3,692,969.05</b>	<b>43,496.74</b>	<b>2,965,683.76</b>	<b>298,107.00</b>	<b>51,756,931.20</b>
Book value	31,060,307.60	44,561,256.86	1,274,454.40	3,217,314.69	508,575.36	4,842,627.67	582,145.58	86,046,682.16
Accumulated depreciation and impairment	(8,691,435.76)	(20,910,020.36)	(1,138,121.65)	0.00	(450,537.01)	(1,908,774.76)	(223,740.46)	(33,322,630.00)
<b>Net book value 30.06.2021</b>	<b>22,368,871.84</b>	<b>23,651,236.50</b>	<b>136,332.75</b>	<b>3,217,314.69</b>	<b>58,038.35</b>	<b>2,933,852.91</b>	<b>358,405.12</b>	<b>52,724,052.16</b>

Amounts in €

MOVEMENT OF FIXED ASSETS	Land-plots & buildings	Vehicles & Mechanical Equipment	Furniture & other equipment	Assets under construction	Intangible assets	Investment property & fixed assets for sale	Rights-of-use of Tangible Assets	Total
<b>Net book value 01.01.2020</b>	<b>21,881,236.32</b>	<b>22,652,814.80</b>	<b>181,397.20</b>	<b>804,517.80</b>	<b>60,829.79</b>	<b>3,029,345.46</b>	<b>285,685.70</b>	<b>48,895,827.07</b>
Additions	835,645.45	1,290,569.37	22,795.00	2,888,451.25	0.00	0.00	120,504.48	<b>5,157,965.55</b>
Depreciations	(284,519.60)	(1,696,420.13)	(46,692.72)	0.00	-17,333.05	-63,661.70	-108,083.17	<b>-2,216,710.37</b>
Sales - write-offs	0.00	(238,694.75)	0.00	0.00	0.00	0.00	-101,228.09	<b>-339,922.84</b>
Depreciation of assets sold/written-off	0.00	158,543.71	0.00	0.00	0.00	0.00	101,228.08	<b>259,771.79</b>
<b>Net book value 31.12.2020</b>	<b>22,432,362.17</b>	<b>22,166,813.00</b>	<b>157,499.48</b>	<b>3,692,969.05</b>	<b>43,496.74</b>	<b>2,965,683.76</b>	<b>298,107.00</b>	<b>51,756,931.20</b>
Additions	84,000.00	2,796,880.58	2,789.56	(475,654.36)	23,825.80	0.00	121,188.63	<b>2,553,030.21</b>
Depreciations	(147,490.33)	(851,391.07)	(21,717.39)	0.00	(9,284.19)	(31,830.85)	-(60,890.51)	<b>(1,122,604.34)</b>
Sales - write-offs	0.00	(1,812,416.96)	(30,829.45)	0.00	0.00	0.00	(347,296.37)	<b>(2,190,542.78)</b>
Depreciation of assets sold/written-off	0.00	1,351,350.95	28,590.55	0.00	0.00	0.00	347,296.37	<b>1,727,237.87</b>
<b>Net book value 30.06.2021</b>	<b>22,368,871.84</b>	<b>23,651,236.50</b>	<b>136,332.75</b>	<b>3,217,314.69</b>	<b>58,038.35</b>	<b>2,933,852.91</b>	<b>358,405.12</b>	<b>52,724,052.16</b>

There are no liens, collateral or other commitments on fixed assets of the Company and the Group's companies. Intangible assets mainly include acquired software and licenses for use of software.

## 7. Investment Property

The Group's and Company's investment property is analyzed as follows:

Amounts in €	COMPANY & GROUP	
	30.06.2021	31.12.2020
Property at 1 Palaska St., Skaramagkas	4,813,153.99	4,813,153.99
Apartment at Filippiados Str.	29,473.68	29,473.68
<b>Total Value</b>	<b>4,842,627.67</b>	<b>4,842,627.67</b>
Amortized	(1,908,774.76)	(1,876,943.91)
<b>Net book value</b>	<b>2,933,852.91</b>	<b>2,965,683.76</b>

Property investments are valued according to the acquisition cost method and are shown in the balance sheet at the cost of acquisition reduced by cumulative depreciation and cumulative impairment losses.

## 8. Analysis of receivables

The Group's and Company's trade receivables are analyzed as follows:

Amounts in €	GROUP		COMPANY	
	30.06.2021	31.12.2020	30.06.2021	31.12.2020
Customers	24,998,996.68	17,754,559.48	24,457,295.39	17,280,433.77
Notes	2,933.11	2,933.11	0.00	0.00
Post-dated cheques	2,147,558.46	2,928,903.33	2,138,562.96	2,919,907.83
Provisions for bad debt	(3,493,037.84)	(3,391,073.39)	(3,312,249.22)	(3,212,249.22)
<b>Total trade receivables</b>	<b>23,656,450.41</b>	<b>17,295,322.53</b>	<b>23,283,609.13</b>	<b>16,988,092.38</b>

The Group and the Company for the purposes of measuring the expected credit losses of trade receivables throughout their lifetime applies a statistical method that evaluates the maturity of other customers, the frequency of delays (probability of default PD) and the occurrence of permanent damage (delay beyond 12 months - Loss Given Default - LGD). At each balance sheet date, the Group performs an impairment test of receivables by using a table for the calculation of expected losses (ECL). As result, the Group recognizes a percentage loss based on the ECL during the entire life, at each reporting period. This percentage is calculated on the basis of historic data, current market conditions as well as future estimates at the end of each reporting period taking into account the terms of the credit insurance of trade receivables as well as other insurances (pledges written on the ownership of debtors, personal guarantees and bank letters of guarantee).

In order to measure the expected credit losses, customers have been evaluated individually and at the level of their transaction with the Company, assessing at a depth of four years the cases in which payments are made with a delay of more than ninety (90) days beyond the agreed payment terms. From this assessment, the possibility of delays (PD) is obtained, which is converted into a default provision for the next 12 months, and then the percentage of the overdue balance is accurately measured, which is finally collected within twelve (12) months from the time of the delay. On the one hand, these two measurements give the possibility of delay (PD), on the other hand they also assess the severity of damage during failure (LGD), allowing the calculation of ECL in a reliable statistical way. At the same time, a third econometric model for estimating the default balance (EAD - Exposure at Default) is applied, which on the one hand takes into account at the balance sheet date the part of the receivables that is already in state of default, and the serviced part of the balance which has a specific chance of becoming overdue in the future.

Before a new customer is accepted, the Group uses external credit information to assess the creditworthiness and solvency of the new customer and thus set its credit limit. Credit limits are reviewed and, if necessary, revised on a periodic basis.

The following tables depict the credit risk profile of the customers based on the relevant provisions table of the Group and the Company. Given the fact that the Group's experience in credit losses indicates that the credibility of its customers does not differentiate due to each customer's business activity, the

provision for the expected credit losses is based on the statistical measurement presented above, which takes into account the maturity of receivables and is not classified by any additional level.

**GROUP**

Amounts in €

Balance of trade receivables – Balances' time delay					
30.06.2021	No time delay	1 – 90 days	91 – 180 days	>181 days	Total
Trade receivables	22,550,315.58	908,303.50	46,706.09	3,644,163.08	27,149,488.25
Expected % of credit loss	0.09%	0.61%	11.24%	95.00%	12.87%
Expected credit loss	20,295.28	5,540.65	5,249.76	3,461,952.14	3,493,037.84
<b>Net balance</b>	<b>22,530,020.30</b>	<b>902,762.85</b>	<b>41,456.33</b>	<b>182,210.94</b>	<b>23,656,450.41</b>

Amounts in €

Balance of trade receivables – Balances' time delay					
31.12.2020	No time delay	1 – 90 days	91 – 180 days	>181 days	Total
Trade receivables	16,146,467.37	638,951.00	37,596.00	3,863,381.55	20,686,395.92
Expected % of credit loss	0.09%	0.54%	8.39%	87.23%	16.39%
Expected credit loss	14,561.16	3,476.93	3,153.95	3,369,881.35	3,391,073.39
<b>Net balance</b>	<b>16,131,906.21</b>	<b>635,474.07</b>	<b>34,442.05</b>	<b>493,500.20</b>	<b>17,295,322.53</b>

**COMPANY**

Amounts in €

Balance of trade receivables – Balances' time delay					
30.06.2021	No time delay	1 – 90 days	91 – 180 days	>181 days	Total
Trade receivables	22,001,173.14	908,303.50	46,706.09	3,639,675.62	26,595,858.35
Expected % of credit loss	0.04%	0.61%	11.25%	90.45%	12.45%
Expected credit loss	9,287.77	5,569.95	5,253.47	3,292,138.03	3,312,249.22
<b>Net balance</b>	<b>21,991,885.37</b>	<b>902,733.55</b>	<b>41,452.62</b>	<b>347,537.59</b>	<b>23,283,609.13</b>

Amounts in €

Balance of trade receivables – Balances' time delay					
31.12.2020	No time delay	1 – 90 days	91 – 180 days	>181 days	Total
Trade receivables	15,832,691.60	638,951.00	37,596.00	3,691,103.00	20,200,341.60
Expected % of credit loss	0.05%	0.54%	8.39%	86.63%	15.90%
Expected credit loss	8,015.54	3,476.93	3,153.95	3,197,602.80	3,212,249.22
<b>Net balance</b>	<b>15,824,676.06</b>	<b>635,474.07</b>	<b>34,442.05</b>	<b>493,500.20</b>	<b>16,988,092.38</b>

The movement of the provision - impairments for doubtful trade receivables is analyzed in the following table:

	GROUP		COMPANY	
	30.06.2021	31.12.2020	30.06.2021	31.12.2020
Opening balance	3,391,073.39	3,302,419.32	3,212,249.22	3,123,709.84
Additional provision (results)	101,965.03	88,692.18	100,000.00	88,539.38
Transfer from/to other categories of provisions	(0.58)	0.00	0.00	0.00
Utilization of provision	0.00	(38.11)	0.00	0.00
<b>Total</b>	<b>3,493,037.84</b>	<b>3,391,073.39</b>	<b>3,312,249.22</b>	<b>3,212,249.22</b>

The amortized receivables are monitored in transitory accounts and the probability for collection is reviewed.



The Group's and Company's other receivables are analyzed as follows:

Amounts in €	GROUP		COMPANY	
	30.06.2021	31.12.2020	30.06.2021	31.12.2020
Receivables from employees	25,830.00	34,060.00	25,830.00	34,060.00
Receivables from other partners - third parties	773,191.39	463,335.17	758,110.96	435,355.00
Greek State— income tax receivable	21,797.13	51,368.64	21,778.58	14,385.09
Greek State – receivable of other taxes	262,140.59	108,884.24	262,140.59	108,884.24
Grants receivable	366,312.21	366,312.21	366,312.21	366,312.21
Provision - impairment for doubtful receivables	(135,292.42)	(138,096.71)	(115,984.85)	(115,984.85)
<b>Total</b>	<b>1,313,978.90</b>	<b>885,863.55</b>	<b>1,318,187.49</b>	<b>843,011.69</b>

The movement of the provision - impairments for doubtful other receivables is analyzed in the following table:

Amounts in €	GROUP		COMPANY	
	30.06.2021	31.12.2020	30.06.2021	31.12.2020
Initial balance	138,096.71	112,122.04	115,984.85	103,602.76
Additional provision - impairment (results)	(33.23)	25,974.67	0.00	12,382.09
Transfer of provision - impairment (results)	0.00	0.00	0.00	0.00
Transfer from/to other categories of provisions	(2,771.06)	0.00	0.00	0.00
<b>Total</b>	<b>135,292.42</b>	<b>138,096.71</b>	<b>115,984.85</b>	<b>115,984.85</b>

The long-term receivables of the Group and Company are analyzed as follows:

Amounts in €	GROUP		COMPANY	
	30.06.2021	31.12.2020	30.06.2021	31.12.2020
Given guarantees	56,314.21	56,777.01	42,394.21	42,841.33
Receivables from associates	179,748.12	144,768.32	2,331,840.70	2,671,753.20
Provisions for impairment	(14,594.66)	(11,823.02)	(37,467.31)	(37,467.31)
<b>Total</b>	<b>221,467.67</b>	<b>189,722.31</b>	<b>2,336,767.60</b>	<b>2,677,127.22</b>

The given guarantees presented in long-term receivables concern guarantees and receivables that will be received in a period over twelve (12) months from the end of the reporting period. The fair value of such receivables does not differ substantially from that presented in the financial statements and is subject to a review annually. The given guarantees that will be received in the next year, are presented in other short-term receivables.

Receivables from affiliated companies concern loans granted from the parent Company to the affiliated companies of the Group. The balances that appear on the Group level concern the companies of the Group that are being consolidated via the equity method.

The movement of forecasting - impairment of long-term receivables is analyzed as follows:



Amounts in €	GROUP		COMPANY	
	30.06.2021	31.12.2020	30.06.2021	31.12.2020
Initial balance	11,823.02	1,187.50	37,467.31	12,467.31
Additional provision - impairment (results)	0.00	11,296.94	0.00	25,000.00
Transfer from/to other categories of provisions	2,771.64	0.00	0.00	0.00
Income from unutilized provisions	0.00	-661.42	0.00	0.00
<b>Total</b>	<b>14,594.66</b>	<b>11,823.02</b>	<b>37,467.31</b>	<b>37,467.31</b>

## 9. Analysis of inventories

The Group's and Company's inventories are analyzed as follows:

Amounts in €	GROUP		COMPANY	
	30.06.2021	31.12.2020	30.06.2021	31.12.2020
Merchandise	23,605,166.10	17,224,866.72	23,605,166.10	17,224,866.72
Products	6,104,403.49	4,756,454.08	6,104,403.49	4,756,454.08
Orders	4,693.75	3,549,623.66	4,693.75	3,549,623.66
Prepayment for purchases	11,286,803.85	2,894,699.40	11,286,803.85	2,894,699.40
Raw materials – consumables	1,610,663.89	1,134,491.09	1,610,663.89	1,134,491.09
<b>Total</b>	<b>42,611,731.08</b>	<b>29,560,134.95</b>	<b>42,611,731.08</b>	<b>29,560,134.95</b>

The risk due to loss of inventory from natural disasters, theft etc., is extremely low due to the nature of inventories. There is however risk of impairment due to the volatility of prices globally. The Management of the Group continuously reviews the net liquidation value of inventories and makes the appropriate provisions in order to ensure that the value of inventory in the financial statements coincides with the real value.

## 10. Securities

The securities consist of portfolio of shares of companies listed and traded on the Athens Exchange and have been purchased with the objective to realize capital gains from the short-term price fluctuations of their prices. According to the principles of IFRS 9, the particular securities are recorded in the financial statements at fair value via the results (Level 1).

Amounts in €	GROUP		COMPANY	
	30.06.2021	31.12.2020	30.06.2021	31.12.2020
Value of securities	1,159,158.38	24,290.00	1,159,158.38	24,290.00
Additions for the period	418,945.17	693,693.51	418,945.17	693,693.51
Sales for the period	(808,108.38)	0.00	(808,108.38)	0.00
Revaluation difference in the results	97,674.83	441,174.87	97,674.83	441,174.87
<b>Balance</b>	<b>867,670.00</b>	<b>1,159,158.38</b>	<b>867,670.00</b>	<b>1,159,158.38</b>

## 11. Derivatives

Derivatives concern forward foreign exchange contracts.

Amounts in €	GROUP		COMPANY	
	30.06.2021	31.12.2020	30.06.2021	31.12.2020
Forward foreign exchange contracts (Current assets / short-term liabilities)	(22,094.56)	(22,094.56)	(22,094.56)	(22,094.56)
Amounts registered in the results (Losses)-Profits	0.00	21,991.32	0.00	21,991.32
Amounts registered in the equity through the statement of comprehensive income (Losses) - Profit	0.00	9,739.79	0.00	9,739.79

## 12. Analysis of cash reserves

The Group's and Company's cash & cash equivalents are analyzed as follows:

Amounts in €	GROUP		COMPANY	
	30.06.2021	31.12.2020	30.06.2021	31.12.2020
Cash in hand	12,627.73	12,380.05	4,273.65	3,998.07
Sight & term deposits	9,889,534.41	9,738,276.28	9,572,523.63	9,432,264.05
<b>Total</b>	<b>9,902,162.14</b>	<b>9,750,656.33</b>	<b>9,576,797.28</b>	<b>9,436,262.12</b>

Term (or time) deposits refer to short-term placements, usually 3-month and monthly, at the banks which the Company and the Group co-operate with.

## 13. Analysis of all equity accounts

The Group's and Company's equity are analyzed as follows:

Amounts in €	GROUP		COMPANY	
	30.06.2021	31.12.2020	30.06.2021	31.12.2020
<b>Share Capital</b>	<b>18,410,839.00</b>	<b>18,410,839.00</b>	<b>18,410,839.00</b>	<b>18,410,839.00</b>
<b>Share premium</b>	<b>11,171,177.70</b>	<b>11,171,177.70</b>	<b>11,171,177.70</b>	<b>11,171,177.70</b>
Statutory reserve	3,549,983.05	3,549,983.05	3,535,074.04	3,535,074.04
Extraordinary reserves	866,308.15	866,308.15	866,308.15	866,308.15
Tax-exempt reserves subject to special legal provisions	12,086,025.87	12,086,025.87	12,086,025.87	12,086,025.87
Hedging reserves	(16,791.86)	(16,791.86)	(16,791.86)	(16,791.86)
Reserves of tax-exempt income	404,315.87	404,315.87	404,315.87	404,315.87
Special reserves	4,404,091.85	4,404,091.85	4,404,091.85	4,404,091.85
<b>Total Reserves</b>	<b>21,293,932.93</b>	<b>21,293,932.93</b>	<b>21,279,023.92</b>	<b>21,279,023.92</b>
<b>Treasury shares</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>
Retained earnings	14,973,983.16	13,352,316.87	14,513,571.39	13,270,481.01

Results for the year	10,354,892.04	1,739,743.88	10,070,769.40	1,353,563.98
Effect due to IFRS 16	0.00	0.00	0.00	0.00
Actuarial gains / (losses)	0.00	(110,473.60)	0.00	(110,473.60)
Foreign exchange differences from consolidation	(5,543.16)	(7,603.99)	0.00	0.00
<b>Accumulated Earnings</b>	<b>25,323,332.04</b>	<b>14,973,983.16</b>	<b>24,584,340.79</b>	<b>14,513,571.39</b>
<b>Total equity without minority interest</b>	<b>76,199,281.67</b>	<b>65,849,932.79</b>	<b>75,445,381.41</b>	<b>65,374,612.01</b>
Minority interest	35,571.81	32,405.24	0.00	0.00
<b>Total Equity</b>	<b>76,234,853.48</b>	<b>65,882,338.03</b>	<b>75,445,381.41</b>	<b>65,374,612.01</b>

### Purchase of Treasury Shares

As of June 30, 2021 the Company did not hold any treasury shares. According to the decision of the Ordinary General Meeting of the Company as of June 25, 2020, the stock repurchase plan of the Company was approved in accordance with article 49 of Law 4548/2018 and concerned the purchase of shares up to 10% of the paid-up share capital, i.e. up to 1,841,084 shares, with a purchase price range from twenty cents (0.20) up to two (2.00) Euros and within a period of 24 months from the day following the approval of the General Meeting.

Analysis of accumulated (retained) earnings of the Group and the Company:

Amounts in €	GROUP		COMPANY	
	30.06.2021	31.12.2020	30.06.2021	31.12.2020
Tax-free income from grants of L. 3299/04 & 3908/11	4,388,539.86	4,295,114.62	2,450,310.30	2,372,510.87
Foreign exchange difference due to consolidation	(248,751.78)	(243,208.58)	0.00	0.00
Actuarial gains (losses) from provision for personnel indemnities	(217,991.29)	(217,991.29)	(217,991.29)	(217,991.29)
Other accumulated (retained) earnings	21,401,535.25	11,140,068.41	22,352,021.78	12,359,051.81
<b>Total accumulated (retained) earnings</b>	<b>25,323,332.04</b>	<b>14,973,983.16</b>	<b>24,584,340.79</b>	<b>14,513,571.39</b>

The grants of L. 3299/2004 & L. 3908/2011 according to the provisions of the above laws are tax free and are not distributed. The Company monitors grant income on a separate account of accumulated results, as tax free income. Government grants concerning expenditures are being deferred and recorded in the income statement when the subsidized expenditure is also recorded so that there is a correspondence between the income and the expenditure.

Pursuant to IAS 21, at the appropriation of the operations abroad, the accumulated amount of foreign exchange differences transferred to the separate equity account relating to that operation is recognized in the results when the profit or loss is also recognized.

The Company according to the Greek tax law, proceeded into the creation of tax exempt reserves in the past, with the objective to achieve tax reliefs.

The Company has not recognized any provision for potential income tax obligation in case of future distribution of such reserves to the shareholders, since such obligation is recognized at the same time with the dividend obligation corresponding to such distributions.

The purpose of the Company's and Group's Management in relation to capital management is to ensure the smooth operation of activities with the objective of providing satisfactory returns to shareholders, and to maintain as much as possible an ideal capital structure, thus reducing the cost of capital. For this reason, the Management, according to the prevailing conditions, may adjust its dividend policy, increase its capital by cash or sell assets in order to reduce debt.

The monitoring of the above is performed on the basis of the ratio "Net bank debt to operating earnings (EBITDA).

Amounts in €

Company Data	30.06.2021	30.06.2020
Total debt	51,303,250.00	33,829,000.01
Minus: Cash and cash equivalents	9,576,797.28	2,281,943.07
<b>Net debt</b>	<b>41,726,452.72</b>	<b>31,547,056.94</b>
Total equity	75,438,071.95	63,251,961.12
EBITDA	13,947,841.40	930,874.16
<b>Equity / Net debt</b>	<b>1.81</b>	<b>2.01</b>
<b>Net Debt / EBITDA</b>	<b>2.99</b>	<b>33.89</b>

Amounts in €

Group Data	30.06.2021	30.06.2020
Total debt	51,303,250.00	34,190,419.01
Minus: Cash and cash equivalents	9,902,162.14	2,432,721.76
<b>Net debt</b>	<b>41,401,087.86</b>	<b>31,757,697.25</b>
Total equity	76,199,281.67	63,383,179.64
EBITDA	14,321,187.12	1,377,072.79
<b>Equity / Net debt</b>	<b>1.84</b>	<b>2.00</b>
<b>Net Debt / EBITDA</b>	<b>2.89</b>	<b>23.06</b>

#### 14. Analysis of suppliers and other liabilities

The Group's and Company's other liabilities are analyzed as follows:

	GROUP		COMPANY	
	30.06.2021	31.12.2020	30.06.2021	31.12.2020
Insurance accounts & other taxes	991,762.72	1,451,236.96	1,155,869.67	1,371,278.84
Customer prepayments	1,479,254.83	652,291.96	1,465,192.37	638,229.50
Other liabilities / provisions	283,844.82	149,110.77	(9,856.39)	13,406.26
<b>Total other liabilities</b>	<b>2,754,862.37</b>	<b>2,252,639.69</b>	<b>2,611,205.65</b>	<b>2,022,914.60</b>
<b>Suppliers</b>	<b>6,973,250.08</b>	<b>9,826,162.36</b>	<b>6,942,976.30</b>	<b>9,777,138.90</b>

All the above liabilities are of short-term nature and there is no need to discount such to present value during the balance sheet date.

#### 15. Analysis of loans

The Group's and Company's loan liabilities are analyzed as follows:

## Long-term loans

Amounts in €	GROUP		COMPANY	
	30.06.2021	31.12.2020	30.06.2021	31.12.2020
Bank loans	34,961,250.00	29,016,000.00	34,961,250.00	29,016,000.00

## Short-term loans

Amounts in €	GROUP		COMPANY	
	30.06.2021	31.12.2020	30.06.2021	31.12.2020
Bank loans	11,010,309.46	972,195.44	10,970,000.00	851,528.00
Short-term part of long-term loans	5,331,690.54	11,472,000.00	5,372,000.00	11,472,000.00
<b>Total</b>	<b>16,342,000.00</b>	<b>12,444,195.44</b>	<b>16,342,000.00</b>	<b>12,323,528.00</b>

<b>TOTAL LOANS</b>	<b>51,303,250.00</b>	<b>41,460,195.44</b>	<b>51,303,250.00</b>	<b>41,460,195.44</b>
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Amounts in €	GROUP		
	< 1 year	From 1 to 5 years	> 5 years
Bank loans 30.06.2021	16,342,000.00	34,961,250.00	0.00

Amounts in €	GROUP		
	< 1 year	From 1 to 5 years	> 5 years
Bank loans 31.12.2020	12,444,195.44	29,016,000.00	0.00

Amounts in €	COMPANY		
	< 1 year	From 1 to 5 years	> 5 years
Bank loans 30.06.2021	16,342,000.00	34,961,250.00	0.00

Amounts in €	COMPANY		
	< 1 year	From 1 to 5 years	> 5 years
Bank loans 31.12.2020	8,308,640.17	28,588,000.00	0.00

The changes in the Company's and Group's loans are analyzed in the following table:

Amounts in €	GROUP		COMPANY	
	30.06.2021	31.12.2020	30.06.2021	31.12.2020
<b>Loans outstanding at beginning of the period</b>	<b>41,460,195.44</b>	<b>37,500,003.71</b>	<b>41,339,528.00</b>	<b>36,896,640.17</b>
Loans received	34,480,000.00	44,500,000.00	34,480,000.00	44,500,000.00
Change in consolidation method	0.00	0.00	0.00	0.00
Interest for the period	711,692.67	1,465,767.73	710,236.97	1,443,050.18
<b>Total</b>	<b>76,651,888.11</b>	<b>83,465,771.44</b>	<b>76,529,764.97</b>	<b>82,839,690.35</b>
Loans repaid	(24,775,223.00)	(40,403,892.00)	(24,654,750.00)	(39,922,000.00)
Interest paid	(573,415.11)	(1,601,684.00)	(571,764.97)	(1,578,162.35)
<b>Balance of Loans</b>	<b>51,303,250.00</b>	<b>41,460,195.44</b>	<b>51,303,250.00</b>	<b>41,339,528.00</b>

## 16. Analysis of deferred taxes

Deferred tax assets and liabilities are calculated at the level of each individual Company of the Group. If both assets and liabilities arise, such are offset against one another at the individual Company level.

Deferred taxes are as follows:

### a) For the Group

Amounts in €					
	01.01.2020	1.1 – 31.12.20	31.12.2020	1.1 – 30.06.21	30.06.2021
Intangible assets	5,812.00	(8,941.29)	(3,129.29)	(886.78)	(4,016.07)
Tangible assets	(4,885,316.73)	(358,787.96)	(5,244,104.69)	667,378.78	(4,576,725.91)
Inventories	1,636.84	(4,664.85)	(3,028.01)	3,812.44	784.43
Impairment of interest	720,000.00	93,600.00	813,600.00	(34,800.00)	778,800.00
Trade and other receivables	334,601.78	2,490.99	337,092.77	(7,116.87)	329,975.90
Employee benefits	167,645.18	31,301.86	198,947.04	(7,206.74)	191,740.32
Tax loss offset by taxable earnings of subsequent years	192,000.00	72,000.00	264,000.00	(264,000.00)	0.00
Suppliers and other liabilities	160,294.61	(2,062.39)	158,232.22	(1,917.13)	156,315.06
Other (Derivatives and Securities)	20,174.73	(114,235.60)	(94,060.87)	47,112.20	(46,948.67)
<b>Total</b>	<b>(3,283,151.59)</b>	<b>(289,299.24)</b>	<b>(3,572,450.83)</b>	<b>402,375.90</b>	<b>(3,170,074.94)</b>
Directly to equity		(31,810.70)	0.00	0.00	
<b>In the results</b>		<b>(321,109.94)</b>	<b>(3,572,450.83)</b>	<b>402,375.90</b>	<b>(3,170,074.94)</b>

### b) For the Company

Amounts in €					
	01.01.2020	1.1 – 31.12.20	31.12.2020	1.1 – 30.06.21	30.06.2021
Intangible assets	(4,257.61)	734.57	(3,523.04)	(796.98)	(4,320.02)
Tangible assets	(3,658,852.28)	(264,130.18)	(3,922,982.46)	600,669.24	(3,322,313.22)
Inventories	722.05	(3,750.06)	(3,028.01)	3,812.44	784.43
Impairment of interest	720,000.00	93,600.00	813,600.00	(34,800.00)	778,800.00
Trade and other receivables	326,001.87	(22,058.40)	303,943.47	(7,608.64)	296,334.83
Employee benefits	166,938.88	32,714.48	199,653.36	(8,560.48)	191,092.88
Tax loss offset by taxable earnings of subsequent years	192,000.00	72,000.00	264,000.00	(264,000.00)	0.00
Suppliers and other liabilities	71,181.48	2,652.03	73,833.51	7,384.24	81,217.75

Other (Derivatives and Securities)	20,174.73	(114,235.60)	(94,060.87)	47,112.21	(46,948.66)
<b>Total</b>	<b>(2,166,090.88)</b>	<b>(202,473.16)</b>	<b>(2,368,564.04)</b>	<b>343,212.03</b>	<b>(2,025,352.01)</b>
Directly to equity		(31,810.68)		0.00	
<b>In the results</b>		<b>(234,283.84)</b>	<b>(2,368,564.04)</b>	<b>343,212.03</b>	<b>(2,025,352.01)</b>

The tax loss creates a tax receivable equal to the income tax that will, from which the Company will benefit in the next years when it will be offset against the respective taxable earnings. The recording of the receivable for deferred tax took place as the Management of the Company and the Group considers that there is reasonable certainty for the realization of earnings in future years, whereas such earnings will be capable to offset the present receivable with the future tax liability.

Deferred tax assets and liabilities are offset when there is an applicable legal right to offset current tax assets against current tax liabilities and when deferred income tax refers to the same tax authority.

Regarding the rates which will be the basis for the calculation of the deferred taxation, we note that in the paragraph of IAS 12 "Income Taxes" it is stipulated that: "Deferred tax assets and liabilities will be measured with the tax rates expected to be applied during the period in which the asset or liability will be settled, taking into account the tax rates (and tax laws) established or materially established until the balance sheet date".

### 17. Analysis of post-employment benefits

The Group has assigned an actuary to conduct a study in order to investigate and calculate the actuarial figures, based on the specifications set by International Accounting Standards (IAS 19), which must be recorded on the balance sheet and the statement of comprehensive income. When performing the actuarial estimate, all economic and population parameters related to the employees of the Group were taken into account.

Amounts in €	GROUP		COMPANY	
	30.06.2021	31.12.2020	30.06.2021	31.12.2020
<b>Balance Sheet liabilities</b>	<b>871,546.93</b>	<b>834,831.93</b>	<b>868,604.00</b>	<b>831,889.00</b>
<b>Charges to the Results</b>	<b>40,565.00</b>	<b>100,328.08</b>	<b>40,565.00</b>	<b>100,328.08</b>
<b>Actuarial gains / (losses)</b>	<b>0.00</b>	<b>145,360.00</b>	<b>0.00</b>	<b>145,360.00</b>
Present value of financed liabilities	0.00	0.00	0.00	0.00
Present value of non-financed liabilities	871,546.93	689,471.93	868,604.00	686,529.00
<b>Balance Sheet Liability</b>	<b>871,546.93</b>	<b>834,831.93</b>	<b>868,604.00</b>	<b>831,889.00</b>
<b>Changes in the net liability recognized in the Balance Sheet</b>				
Net liability at beginning of year	834,831.93	698,521.58	831,889.00	695,578.65
Benefits paid	-3,850.00	-109,377.73	-3,850.00	-109,377.73
Total expense recognized in the results	40,565.00	100,328.08	40,565.00	100,328.08
Actuarial gains / (losses)	0.00	145,360.00	0.00	145,360.00
<b>Net liability at end of year</b>	<b>871,546.93</b>	<b>834,831.93</b>	<b>868,604.00</b>	<b>831,889.00</b>
<b>Analysis of expenses recognized in the results</b>				
Cost of current employment	35,844.50	71,689.00	35,844.50	71,689.00
Financial cost	3,565.50	7,131.00	3,565.50	7,131.00
Prior service cost	1,155.00	21,508.08	1,155.00	21,508.08

<b>Total expense recognized in the results</b>	<b>40,565.00</b>	<b>100,328.08</b>	<b>40,565.00</b>	<b>100,328.08</b>
<b>Allocation of Expense</b>				
Cost of sales	16,226.00	60,028.08	16,226.00	60,028.08
Distribution expenses	14,197.75	31,000.00	14,197.75	31,000.00
Administrative expenses	10,141.25	9,300.00	10,141.25	9,300.00
<b>Total</b>	<b>40,565.00</b>	<b>100,328.08</b>	<b>40,565.00</b>	<b>100,328.08</b>

Amounts in €	30.06.2021				
	< 1 year	From 1 to 2 years	From 2 to 5 years	> 5 years	Total
Expected average expiration of the liability for employee benefits of company	0.00	0.00	0.00	868,604.00	<b>868,604.00</b>
Expected average expiration of the liability for employee benefits of group	0.00	0.00	0.00	871,546.93	<b>871,546.93</b>

Amounts in €	31.12.2020				
	< 1 year	From 1 to 2 years	From 2 to 5 years	> 5 years	Total
Expected average expiration of the liability for employee benefits of company	0.00	0.00	0.00	831,889.00	<b>831,889.00</b>
Expected average expiration of the liability for employee benefits of group	0.00	0.00	0.00	834,831.93	<b>834,831.93</b>

### 18. Analysis of tax liabilities

Amounts in €	GROUP		COMPANY	
	30.06.2021	31.12.2020	30.06.2021	31.12.2020
Income tax liability	2,396,705.20	0.00	2,396,705.20	0.00
Credit balance of tax statements to be refunded	(21,797.13)	(51,368.64)	(21,778.58)	(14,385.09)
Tax duties from previous years	0.00	0.00	0.00	0.00
<b>Total</b>	<b>2,374,908.07</b>	<b>(51,368.64)</b>	<b>2,374,926.62</b>	<b>(14,385.09)</b>

### 19. Segment reporting

The Group is organized in three business segments, according to the manner in which such are presented internally to those that make decisions for the allocation of resources and the audit of the effectiveness of the group's operations.

The three business segments are as follows:

- Segment of steel products
- Segment of production & trade of electric energy from Photovoltaic stations



	01.01 – 30.06.2021				
	STEEL PRODUCTS	ENERGY SEGMENT	CONSOLIDATION IN THE EQUITY	CONSOLIDATION & ARRANGEMENT ENTRIES	CONSOLIDATED STATEMENT OF INCOME
<i>Amounts in €</i>					
Sales	77,649,108.11	669,880.58	0.00	0.00	78,318,988.69
Gross profit / (loss)	18,104,838.80	339,529.55	0.00	64,276.56	18,508,644.91
Earnings / (losses) before interest, taxes, depreciation and amortization (EBITDA)	13,892,546.72	562,191.89	0.00	(133,551.49)	14,321,187.12
Earnings / (losses) before interest and taxes (EBIT)	12,914,146.94	304,719.13	0.00	(216,509.55)	13,002,356.52
Earnings / (losses) before taxes (EBT)	11,962,529.03	166,352.17	53,856.77	169,649.93	12,352,387.90
Earnings / (losses) after taxes	9,945,958.23	182,244.34	53,856.77	175,999.27	10,358,058.61

	01.01 – 30.06.2020				
	STEEL PRODUCTS	ENERGY SEGMENT	CONSOLIDATION IN THE EQUITY	CONSOLIDATION & ARRANGEMENT ENTRIES	CONSOLIDATED STATEMENT OF INCOME
<i>Amounts in €</i>					
Sales	46,615,346.19	703,033.89	0.00	0.00	47,318,380.08
Gross profit / (loss)	4,863,747.77	406,737.46	0.00	64,276.55	5,334,761.78
Earnings / (losses) before interest, taxes, depreciation and amortization (EBITDA)	884,497.28	626,135.51	0.00	(133,560.00)	1,377,072.79
Earnings / (losses) before interest and taxes (EBIT)	(134,555.09)	368,371.99	18,063.97	(65,490.41)	186,390.46
Earnings / (losses) before taxes (EBT)	(1,041,171.96)	209,816.95	0.00	40,753.11	(790,601.90)
Earnings / (losses) after taxes	(1,060,070.11)	171,582.24	0.00	35,677.50	(852,810.37)

The geographic segment may be considered as the secondary reporting segment, and includes the following reporting sectors:

- Domestic Sales (approximately 70%)
- Foreign Sales (approximately 30%)

The Group's and Company's sales are analyzed as follows:

	GROUP		COMPANY	
	01.01-30.06		01.01-30.06	
	2021	2020	2021	2020
<i>Amounts in €</i>				
Sales of Merchandise	23,145,268.87	15,978,002.10	23,145,268.87	15,978,002.10
Sales of Products	55,154,628.66	31,329,117.34	54,484,748.08	30,626,083.45
Other Sales	19,091.16	11,260.64	19,091.16	11,260.64
<b>Total Sales</b>	<b>78,318,988.69</b>	<b>47,318,380.08</b>	<b>77,649,108.11</b>	<b>46,615,346.19</b>

Amounts in €	GROUP		COMPANY	
	01.01-30.06		01.01-30.06	
	2021	2020	2021	2020
Domestic Sales	55,197,127.81	31,548,942.78	54,527,247.23	30,845,908.89
Foreign Sales	23,121,860.88	15,769,437.30	23,121,860.88	15,769,437.30
<b>Total Sales</b>	<b>78,318,988.69</b>	<b>47,318,380.08</b>	<b>77,649,108.11</b>	<b>46,615,346.19</b>

## 20. Analysis of other results

### (a) Other income

The Group's and Company's other income are analyzed as follows:

Amounts in €	GROUP		COMPANY	
	01.01-30.06		01.01-30.06	
	2021	2020	2021	2020
Income from transport & delivery expenses	809,396.51	799,967.53	809,396.51	799,967.53
Rental Income	200.00	300.01	133,760.00	133,860.00
Income from provision of services	6,475.24	3,916.85	6,475.24	3,916.85
Income from Grants	93,425.24	107,654.61	79,193.43	91,837.97
Income from previous years	3,725.07	4,286.38	3,691.84	4,286.38
Other income	63,591.89	116,916.66	62,197.89	103,340.32
<b>Total</b>	<b>976,813.95</b>	<b>1,033,042.04</b>	<b>1,094,714.91</b>	<b>1,137,209.05</b>

### (b) Other expenses

The Group's and Company's other expenses are analyzed as follows:

Amounts in €	GROUP		COMPANY	
	01.01-30.06		01.01-30.06	
	2021	2020	2021	2020
Doubtful trade and other receivables	101,965.03	14,619.02	100,000.00	14,619.02
Losses from sale of fixed assets	2,595.63	17,943.49	2,595.62	17,943.49
Previous years' expenses	14,621.93	76.70	14,427.43	74.40
Other expenses	52,500.00	41,789.59	52,500.00	41,773.74
Amortization (non-operating)	97,807.15	98,026.42	0.00	0.00
<b>Total</b>	<b>269,489.74</b>	<b>172,455.22</b>	<b>169,523.05</b>	<b>74,410.65</b>

### (c) Expenses

The Group's and Company's expenses are analyzed as follows:

Amounts in €	GROUP		
	01.01-30.06.2021		
	COST OF SALES	DISTRIBUTION EXPENSES	ADMINISTRATIVE EXPENSES
Employee fees & expenses	1,351,328.74	1,209,616.87	412,535.74
Third party fees & expenses	585,804.30	500,432.29	461,057.29
Third party benefits	463,285.29	197,529.08	245,450.16
Taxes - duties	60,038.22	53,048.68	35,196.27
Sundry expenses	581,352.83	2,641,269.12	95,585.79
Depreciation	954,021.48	285,939.53	75,951.78
Cost of inventories	55,814,512.92	0.00	0.00
<b>Total</b>	<b>59,810,343.78</b>	<b>4,887,835.57</b>	<b>1,325,777.03</b>

Amounts in €	GROUP		
	01.01-30.06.2020		
	COST OF SALES	DISTRIBUTION EXPENSES	ADMINISTRATIVE EXPENSES
Employee fees & expenses	1,175,978.95	1,177,537.93	376,059.06
Third party fees & expenses	323,339.91	470,072.94	509,323.64
Third party benefits	389,797.07	328,334.54	194,147.20
Taxes - duties	34,311.56	43,187.87	20,629.15
Sundry expenses	389,451.17	2,490,861.48	64,925.85
Depreciation	866,432.04	295,808.16	56,134.29
Cost of inventories	38,804,307.60	0.00	0.00
<b>Total</b>	<b>41,983,618.30</b>	<b>4,805,802.92</b>	<b>1,221,219.19</b>

Amounts in €	COMPANY		
	01.01-30.06.2021		
	COST OF SALES	DISTRIBUTION EXPENSES	ADMINISTRATIVE EXPENSES
Employee fees & expenses	1,351,328.74	1,209,616.87	397,054.64
Third party fees & expenses	555,034.30	500,432.29	428,095.73
Third party benefits	442,788.25	197,529.09	235,071.83
Taxes - duties	35,302.15	53,048.68	15,651.61
Sundry expenses	581,352.83	2,641,269.12	90,570.09
Depreciation	763,950.12	285,939.53	72,714.69
Cost of inventories	55,814,512.92	0.00	0.00
<b>Total</b>	<b>59,544,269.31</b>	<b>4,887,835.57</b>	<b>1,239,158.60</b>

Amounts in €	COMPANY		
	01.01-30.06.2020		
	COST OF SALES	DISTRIBUTION EXPENSES	ADMINISTRATIVE EXPENSES
Employee fees & expenses	1,175,978.95	1,177,537.93	360,005.09
Third party fees & expenses	305,799.91	470,072.94	465,551.07
Third party benefits	368,924.03	328,334.54	183,872.61
Taxes - duties	31,111.49	43,187.87	4,700.14
Sundry expenses	389,451.17	2,490,861.48	55,735.65
Depreciation	676,025.27	295,808.16	53,516.09
Cost of inventories	38,804,307.60	0.00	0.00
<b>Total</b>	<b>41,751,598.42</b>	<b>4,805,802.92</b>	<b>1,123,380.65</b>

(d) Financial expenses – income

The Group's and Company's financial expenses are analyzed as follows:

Amounts in €	GROUP		COMPANY	
	01.01-30.06		01.01-30.06	
	2021	2020	2021	2020
Debit interest	698,424.66	851,657.73	719,660.71	793,170.70
Other bank expenses and fees	387,990.36	218,233.11	353,248.32	248,681.76
Foreign exchange differences	7,357.96	0.00	7,357.96	0.00
<b>Total</b>	<b>1,093,772.98</b>	<b>1,069,890.84</b>	<b>1,080,266.99</b>	<b>1,041,852.46</b>

The Group's and Company's financial income is analyzed as follows:

Amounts in €	GROUP		COMPANY	
	01.01-30.06		01.01-30.06	
	2021	2020	2021	2020
Receivable interest from customers and other credit interest	47,108.37	55,898.31	101,344.39	114,385.34
Income from securities	0.00	0.00	0.00	0.00
Foreign exchange differences	41,820.08	18,044.75	41,820.08	18,044.75
Cash flow hedging results (Earnings from derivatives)	0.00	18,955.42	0.00	18,955.42
<b>Total</b>	<b>88,928.45</b>	<b>92,898.48</b>	<b>143,164.47</b>	<b>151,385.51</b>

(e) Income / expenses of companies consolidated via the equity method

Amounts in €	01.01-30.06.2021		
	Results for the period	Other	Total
THRACE GREENHOUSES SA	69,272.89	0.00	69,272.89
BALKAN IRON GROUP SRL	(15,416.12)	0.00	(15,416.12)
<b>Total</b>	<b>53,856.77</b>	<b>0.00</b>	<b>53,856.77</b>

Amounts in €	01.01-30.06.2020		
	Results for the period	Other	Total
THRACE GREENHOUSES SA	32,601.84	0.00	32,601.84
BALKAN IRON GROUP SRL	(14,537.87)	0.00	(14,537.87)
<b>Total</b>	<b>18,063.97</b>	<b>0.00</b>	<b>18,063.97</b>

(f) Income / expense of income tax

Amounts in €	GROUP		COMPANY	
	01.01-30.06		01.01-30.06	
	2021	2020	2021	2020
Income tax of current year / provision	(2,396,705.20)	0.00	(2,396,705.20)	0.00
Deferred taxation	402,375.91	(62,208.47)	343,212.03	(3,665.63)
Tax audit differences	0.00	0.00	0.00	0.00
<b>Total</b>	<b>(1,994,329.29)</b>	<b>(62,208.47)</b>	<b>(2,053,493.17)</b>	<b>(3,665.63)</b>

(g) Other comprehensive income / expenses after taxes

Amounts in €	GROUP		COMPANY	
	01.01-30.06		01.01-30.06	
	2021	2020	2021	2020
Result from hedging and foreign exchange differences (as table of changes in equity)	(5,543.16)	20,402.02	0.00	26,949.26
<b>Total</b>	<b>(5,543.16)</b>	<b>20,402.02</b>	<b>0.00</b>	<b>26,949.26</b>

## 21. Investment Results

The Investment Results of the Company are analyzed in the following table:

	GROUP		COMPANY	
	01.01 - 30.06		01.01 - 30.06	
<i>Amounts in €</i>	2021	2020	2021	2020
<b>Description</b>				
<b>SALE &amp; VALUATION OF SECURITIES</b>				
Gain / (Loss) from sale and valuation of securities	203,344.32	0.00	203,344.32	0.00
Gain / (Loss) from valuation of securities	97,674.82	1,495.82	97,674.82	1,495.82
<b>Total</b>	<b>301,019.14</b>	<b>1,495.82</b>	<b>301,019.14</b>	<b>1,495.82</b>
<b>IMPAIRMENT OF PARTICIPATIONS</b>				
METAL-PRO SA - IMPAIRMENT	0.00	0.00	-100,000.00	0.00
BALKAN IRON GROUP S.R.L.	0.00	0.00	-50,000.00	0.00
<b>Total</b>	<b>0.00</b>	<b>0.00</b>	<b>-150,000.00</b>	<b>0.00</b>
<b>Total</b>	<b>301,019.14</b>	<b>1,495.82</b>	<b>151,019.14</b>	<b>1,495.82</b>

## 22. Analysis of earnings per share

	GROUP		COMPANY	
	01.01-30.06		01.01-30.06	
<i>Amounts in €</i>	2021	2020	2021	2020
Net earnings corresponding to shareholders	10,354,892.04	(855,749.09)	10,070,769.40	(896,769.98)
Number of shares (W. Avg)	18,410,839	18,410,839	18,410,839	18,410,839
<b>Earnings / (losses) per share (€)</b>	<b>0.5624</b>	<b>(0.0465)</b>	<b>0.5470</b>	<b>(0.0487)</b>

## 23. Transactions with related parties

The amounts of the Group's and Company's sales and purchases, from and towards related parties, as well as the balances of receivables and liabilities, are analyzed as follows:

- (a) Intra-company sales / purchases for the periods 01.01.2021 - 30.06.2021 and 01.01.2020 - 30.06.2020 respectively:

Amounts in €

	SALES 01.01.2021 - 30.06.2021			
<b>PURCHASES 01.01.2021 - 30.06.2020</b>	<b>ELASTRON S.A.</b>	<b>THRACE GREENHOUSES SA</b>	<b>NORTHERN GREECE METAL PRODUCTS S.A.</b>	<b>TOTAL</b>
ELASTRON S.A.	0.00	0.00	0.00	<b>0.00</b>
THRACE GREENHOUSES S.A.	4,515.74	0.00	0.00	<b>4,515.74</b>
PHOTOENERGY S.A.	23,800.00	0.00	0.00	<b>23,800.00</b>
PHOTODEVELOPMENT S.A.	53,000.00	0.00	0.00	<b>53,000.00</b>
PHOTODIODOS S.A.	46,560.00	0.00	0.00	<b>46,560.00</b>
PHOTOKYPSELI S.A.	16,400.00	0.00	0.00	<b>16,400.00</b>
ILIOSKOPIO S.A.	22,300.00	0.00	0.00	<b>22,300.00</b>
PHOTOISHIS LTD	4,500.00	0.00	0.00	<b>4,500.00</b>
<b>TOTAL</b>	<b>171,075.74</b>	<b>0.00</b>	<b>0.00</b>	<b>171,075.74</b>

Amounts in €

	SALES 01.01.2020 - 30.06.2020			
<b>PURCHASES 01.01.2020 - 30.06.2020</b>	<b>ELASTRON S.A.</b>	<b>THRACE GREENHOUSES SA</b>	<b>NORTHERN GREECE METAL PRODUCTS S.A.</b>	<b>TOTAL</b>
ELASTRON S.A.	0.00	0.00	0.00	<b>0.00</b>
THRACE GREENHOUSES S.A.	26,686.40	0.00	0.00	<b>26,686.40</b>
PHOTOENERGY S.A.	24,800.00	0.00	0.00	<b>24,800.00</b>
PHOTODEVELOPMENT S.A.	55,700.00	0.00	0.00	<b>55,700.00</b>
PHOTODIODOS S.A.	49,060.00	0.00	0.00	<b>49,060.00</b>
PHOTOKYPSELI S.A.	16,900.00	0.00	0.00	<b>16,900.00</b>
ILIOSKOPIO S.A.	23,350.00	0.00	0.00	<b>23,350.00</b>
PHOTOISHIS LTD	5,750.00	0.00	0.00	<b>5,750.00</b>
<b>TOTAL</b>	<b>202,246.40</b>	<b>0.00</b>	<b>0.00</b>	<b>202,246.40</b>

(b) Intra-company receivables / liabilities on 30.06.2021 and 31.12.2020 respectively:

Amounts in €		RECEIVABLES 30.06.2021		
LIABILITIES 30.06.2021	ELASTRON S.A.	NORTHERN GREECE METAL PRODUCTS S.A.	COMPANIES OF PHOTOVOLTAIC STATIONS	TOTAL
ELASTRON S.A.	0.00	0.00	16,140.00	16,140.00
THRACE GREENHOUSES S.A.	5,599.52	0.00	0.00	5,599.52
PHOTOENERGY S.A.	148,928.00	0.00	0.00	148,928.00
PHOTODEVELOPMENT S.A.	413,428.00	0.00	0.00	413,428.00
PHOTODIODOS S.A.	371,074.40	0.00	0.00	371,074.40
PHOTOKYPSELI S.A.	62,356.00	0.00	0.00	62,356.00
ILIOSKOPIO S.A.	118,344.00	0.00	0.00	118,344.00
PHOTOISHIS LTD	225,000.00	0.00	0.00	225,000.00
NORTHERN GREECE METAL PRODUCTS S.A.	430,629.71	0.00	0.00	430,629.71
BALKAN IRON GROUP SRL	155,700.00	0.00	0.00	155,700.00
KALPINIS SIMOS BULGARIA EOOD	815,771.50	0.00	0.00	815,771.50
<b>TOTAL</b>	<b>2,746,831.13</b>	<b>0.00</b>	<b>16,140.00</b>	<b>2,762,971.13</b>

Amounts in €		RECEIVABLES 31.12.2020		
LIABILITIES 31.12.2020	ELASTRON S.A.	NORTHERN GREECE METAL PRODUCTS S.A.	COMPANIES OF PHOTOVOLTAIC STATIONS	TOTAL
ELASTRON S.A.	0.00	50,460.61	0.00	50,460.61
THRACE GREENHOUSES S.A.	15,772.18	0.00	0.00	15,772.18
PHOTOENERGY S.A.	154,500.00	0.00	0.00	154,500.00
PHOTODEVELOPMENT S.A.	434,500.00	0.00	0.00	434,500.00
PHOTODIODOS S.A.	384,500.00	0.00	0.00	384,500.00
PHOTOKYPSELI S.A.	74,500.00	0.00	0.00	74,500.00
ILIOSKOPIO S.A.	144,500.00	0.00	0.00	144,500.00
PHOTOISHIS LTD	238,476.44	0.00	0.00	238,476.44
NORTHERN GREECE METAL PRODUCTS S.A.	421,090.32	0.00	0.00	421,090.32
BALKAN IRON GROUP SRL	155,700.00	0.00	0.00	155,700.00
KALPINIS SIMOS BULGARIA EOOD	810,000.00	0.00	0.00	810,000.00
<b>TOTAL</b>	<b>2,833,538.94</b>	<b>50,460.61</b>	<b>0.00</b>	<b>2,883,999.55</b>



Amounts in €	GROUP		COMPANY	
	1.1-30.06		1.1-30.06	
	2021	2020	2021	2020
<b>c) Transactions and remuneration of Board Members &amp; senior executives</b>				
Transactions and remuneration of Board Members	158,810.05	239,560.83	158,810.05	239,560.83
Transactions and remuneration of senior executives	59,200.00	44,341.67	59,200.00	44,341.67
Transactions and remuneration of other related entities	12,675.00	38,570.18	16,900.00	34,332.18
Receivables from senior executives and Board members	0.00	0.00	0.00	0.00
Liabilities to senior executives and Board members	0.00	0.00	0.00	0.00

Senior executives according to IAS 24 are those individuals that have the authority and responsibility for the planning, management and control of the entity's activities, directly or indirectly, and include all members of the Board of Directors (executive and non-executive) of the entity, as well as all other senior executives according to the above definition.

## 24. Contingent Liabilities - Receivables

### Guarantees

The Group and the Company have contingent liabilities and receivables in relation to banks, suppliers, other guarantees and other issues which emerge from their ordinary activity as follows:

Amounts in €	30.06.2021	
	GROUP	COMPANY
Guarantees to secure trade receivables	2,779,468.01	2,779,468.01
Guarantees to secure obligations to suppliers	12,169,432.36	12,169,432.36
Other Guarantees	282,978.56	232,660.56
<b>Total</b>	<b>15,231,878.93</b>	<b>15,181,560.93</b>

### Tax unaudited financial years

The Company and its subsidiaries have not been audited for the following years and therefore their tax liabilities for those years have not been finalized:

COMPANY	DOMICILE	BUSINESS ACTIVITY	TAX UNAUDITED YEARS
ELASTRON SA	Aspropyrgos, Greece	Commerce and processing of steel products	2020
NORTHERN GREECE METAL PRODUCTS S.A.	Thessaloniki, Greece	Commerce and processing of steel products	2020
BALKAN IRON GROUP S.R.L.	Bucharest, Romania	Commerce and processing of steel products	2011-2020
PHOTODEVELOPMENT SA	Aspropyrgos, Greece	Production of solar energy from PV stations	2013&2020
PHOTODIODOS SA	Aspropyrgos, Greece	Production of solar energy from PV stations	2013&2020
PHOTOENERGY SA	Aspropyrgos, Greece	Production of solar energy from PV stations	2013&2020
ILIOSKOPIO SA	Aspropyrgos, Greece	Production of solar energy from PV stations	2013&2020
PHOTOKYPSELI SA	Aspropyrgos, Greece	Production of solar energy from PV stations	2013&2020

PHOTOISXYS LTD	Aspropyrgos, Greece	Production of solar energy from PV stations	2013&2020
THRACE GREENHOUSES SA	Xanthi, Greece	Production of agricultural products from glasshouse cultivations	2020
KALPINIS SIMOS BULGARIA EOOD	Sofia, Bulgaria	Commerce and processing of steel products	2008-2020

In application of the relevant tax provisions : a) paragraph 1 of article 84 of Law 2238/1994 (unaudited cases concerning income tax), b) paragraph 1 of article 57 of Law 2859/2000 (unaudited cases related to VAT) and c) paragraph 5 of article 9 of Law 2523/1997 (penalties imposed for income tax cases), the right of the Greek State to impose any tax with regard to the fiscal years up to 2014 including, has been waived until 31/12/2020, with the exception of special or extraordinary provisions which may provide for a longer waiving period and under the respective conditions which these provisions stipulate.

For years 2011 up until 2019, ELASTRON SA, METAL-PRO SA and THRACE GREENHOUSES SA have been subject to the tax audit of the Certified Auditors according to the provisions of paragraph 5, article 82 of Law 2238/1994 (fiscal years 2011 up to 2013) and the provisions of article 65A of Law 4174/2013 (fiscal years 2014 until 2019) as they are in effect, whereas the relevant Compliance Reports were issued. Since 2014, the photovoltaic companies of the Group have been subject to the tax audit of the Certified Auditors as provided by the provisions of article 65A of Law 4174/2013 as it was amended by the article 56 of Law 4410/2016. For the companies and the fiscal years which were not subject to the tax audit of the Certified Auditors and remain tax-unaudited up until today, by the pertinent tax authorities, we estimate that any additional taxes that may emerge will not have any material impact on the financial statements. Therefore we view that there is no reason to proceed with any additional provision.

For the fiscal year 2020, ELASTRON SA, METAL-PRO SA, THRACE GREENHOUSES SA and the Photovoltaic companies of the Group have been subject to the tax audit by the Certified Auditors as stipulated by the provisions of article 65a, L. 4174/2013. This audit is in progress and the relevant tax certificates are expected to be granted after the release of the financial statements for the first half of 2021. If new additional tax liabilities emerge up until the completion of the tax audit, then we estimate that these will not have any material effect on the financial statements of the Company and the Group.

## Legal cases

There are no disputes in court or in arbitration, nor are there any decisions by judicial or arbitration bodies that may have a significant impact on the Company's and Group's financial position or operation.

## 25. Dividends

According to Greek commercial law, companies are obligated to distribute at least 35% of earnings after the deduction of taxes and the statutory reserve, to shareholders. The Ordinary General Meeting of Company's Shareholders on 24/06/2021 approved the distribution of a dividend of € 497,092.65, i.e. € 0.027 per share for the year 2020. The amount of the dividend paid after deducting the corresponding 5% tax amounted to € 0.02565 per share and was paid on Thursday 22 July 2021.

## 26. Personnel information

### (a) Number of personnel

The number of employees working for the Group and the Company is presented in the following table:

	GROUP		COMPANY	
	1.1-30.06		1.1-30.06	
	2021	2020	2021	2020
Regular staff	81	81	80	79
Staff on day-wage basis	126	113	126	113
<b>Total staff</b>	<b>207</b>	<b>194</b>	<b>206</b>	<b>192</b>

### (b) Personnel's remuneration

The remuneration of the Group's and Company's employees is presented in the following table:

<i>Amounts in €</i>	<b>GROUP</b>		<b>COMPANY</b>	
	<b>1.1-30.06</b>		<b>1.1-30.06</b>	
	<b>2021</b>	<b>2020</b>	<b>2021</b>	<b>2020</b>
Employee remuneration	2,041,897.30	2,152,943.60	2,029,474.21	2,140,520.51
Employer contributions	478,859.18	474,439.80	475,801.17	471,108.92
Other benefits	170,520.53	102,192.54	170,520.53	101,892.54
<b>Total</b>	<b>2,691,277.01</b>	<b>2,729,575.94</b>	<b>2,675,795.91</b>	<b>2,713,521.97</b>

## 27. Government Grants

<i>Amounts in €</i>	<b>30.06.2021</b>		<b>31.12.2020</b>	
	<b>GROUP</b>	<b>COMPANY</b>	<b>GROUP</b>	<b>COMPANY</b>
Grants on completed investments	7,974,197.57	5,088,693.53	7,974,197.57	5,088,693.53
Grants on the income of the year 2020 / 2019	-93,425.24	-77,799.43	-211,729.64	-180,293.60
Grants on revenue from previous financial years	-4,295,114.62	-2,372,510.87	-4,083,384.98	-2,192,217.27
<b>Balance on deferred income</b>	<b>3,585,657.71</b>	<b>2,638,383.23</b>	<b>3,679,082.95</b>	<b>2,716,182.66</b>
Received Prepayment	7,607,885.36	4,722,381.32	7,607,885.36	4,722,381.32
Receivable from Grant	366,312.21	366,312.21	366,312.21	366,312.21

The decision no. 70161/28-06-2018 of the Deputy Minister of Finance and Development approved the completion of the business plan of ELASTRON SA which was submitted and accepted according to the inclusion decision no. 16985/ΔBE 2029/22-12-2006/v.3299/2004 (Gov. Gaz. 421/B'/27-03-2007) as it is currently in effect in the framework of Law 3299/2007 (Article 3, paragraph 1, case e, sub-case xi). The amount of the investment accounted for 12.8 million Euros and the corresponding grant settled at 4.5 million Euros, with the full amount being received.

In June 2013, a new subsidized investment plan of Law 3908/2011 was submitted to the Ministry of Development and Competitiveness, for the modernization of mechanical and building equipment totaling € 3.4 million. The investment grant percentage is 15%. In May 2014, the inclusion of this investment plan of the company in the category of General Entrepreneurship of the General Business Plans of article 6 of Law 3908/2011 was approved. In November 2017, the Company submitted a request for the audit of the completion of the plan and for the certification of commencement of the production operation of the investment, while in February 2018 it received an amount of 146.5 thousand euros, which corresponds to 2/7 of the corresponding grant. Within the fiscal year of 2019, the certification audit concerning the completion of the financial and physical objective of the investment was completed and the relevant announcements are expected.

The affiliated company THRACE GREENHOUSES S.A. (as it emerged from the merger of the companies ELASTRON AGRICULTURAL SA and THRACE GREENHOUSES S.A.) completed an investment program for the expansion of the existing hydroponic cultivation unit concerning horticultural plants, totaling 12.2 million Euros. The respective business plans (one per company) have been subject to the provisions of Law 3908/2011, according to which there is a subsidy provided at a rate of 40% of the total cost of the investment. Within the financial year 2020, the certification audit concerning the completion of the investment's financial and physical objective was completed, while in the first quarter of 2021, the balance of the corresponding grant of € 2.4 million was collected. Therefore the Company has received the total of the corresponding grant amounting to € 4.8 million.

The investment cost grant is subject to limitations and conditions that are reasonably expected to be implemented in whole. For this reason the Company and Group account for grant receivables against completed investments. The government grants that refer to expenses are deferred and registered in the results when the granted expense is registered, in order to match the income with the expense.

## 28. Financial Leases

According to IFRS 16 which in turn replaced IAS 17 and the Interpretations 4, 15 and 27, all leasing contracts with duration longer than 12 months, unless the underlying asset is of insignificant value, are being recognized as an asset along with a respective liability at the date when the leased asset is available for use by the Group.

The time allocation of the leasing liabilities on 30.06.2021 and 31.12.2020 for the Company and the Group are as following:

GROUP			
30.06.2021			
<i>Amounts in €</i>	Liabilities of Financial and Operating Leases	Minus: Future financial debits of financial and operating leases	Total
Within the following year	458,140.39	(64,272.96)	393,867.43
From the 2 <sup>nd</sup> until the 5 <sup>th</sup> year	1,273,571.02	(138,218.43)	1,135,352.59
After the 5 <sup>th</sup> year	283,306.74	(50,822.55)	232,484.19
<b>Total</b>	<b>2,015,018.15</b>	<b>(253,313.94)</b>	<b>1,761,704.21</b>

31.12.2020			
<i>Amounts in €</i>	Liabilities of Financial and Operating Leases	Minus: Future financial debits of financial and operating leases	Total
Within the following year	574,840.32	(41,870.14)	532,970.18
From the 2 <sup>nd</sup> until the 5 <sup>th</sup> year	630,007.52	(87,338.71)	542,668.81
After the 5 <sup>th</sup> year	0.00	0.00	0.00
<b>Total</b>	<b>1,204,847.84</b>	<b>(129,208.85)</b>	<b>1,075,638.99</b>

### COMPANY

30.06.2021			
<i>Amounts in €</i>	Liabilities of Financial and Operating Leases	Minus: Future financial debits of financial and operating leases	Total
Within the following year	414,940.39	(2,722.55)	372,217.84
From the 2 <sup>nd</sup> until the 5 <sup>th</sup> year	1,104,871.02	(67,042.78)	1,037,828.24
After the 5 <sup>th</sup> year	0.00	0.00	0.00
<b>Total</b>	<b>1,519,811.41</b>	<b>(109,765.33)</b>	<b>1,410,046.08</b>

31.12.2020			
<i>Amounts in €</i>	Liabilities of Financial and Operating Leases	Minus: Future financial debits of financial and operating leases	Total
Within the following year	531,640.32	(19,629.27)	512,011.05
From the 2 <sup>nd</sup> until the 5 <sup>th</sup> year	225,008.36	(13,041.54)	211,966.82
After the 5 <sup>th</sup> year	0.00	0.00	0.00
<b>Total</b>	<b>756,648.68</b>	<b>(32,670.81)</b>	<b>723,977.87</b>

### *29. Exchange rates*

The exchange rates used to translate the financial statements of the company "BALKAN IRON GROUP SRL", from foreign currency to € are the following:

#### **30.06.2021**

1 € = 4.9280 RON (Exchange rate used in the Statement of Financial Position)

1 € = 4.9016 RON (Exchange rate used in the Statement of Comprehensive Income)

#### **31.12.2020**

1 € = 4.8683 RON (Exchange rate used in the Statement of Financial Position)

1 € = 4.8383 RON (Exchange rate used in the Statement of Comprehensive Income)

#### **30.06.2020**

1 € = 4.8397 RON (Exchange rate used in the Statement of Financial Position)

1 € = 4.8172 RON (Exchange rate used in the Statement of Comprehensive Income)

### *30. Online Availability of Financial Reports*

The Interim Financial Report of ELASTRON Group, including the Management Report of the Board of Directors as an integral part of it, for the period ended 30.06.2021, are posted on the company's website at <http://www.elastron.gr>.

### *31. Events after the end of the reporting period*

There are no other events after 30/06/2021 which may materially and significantly affect the financial position and the results of the Company and the Group.

Aspropyrgos, 20 September 2021

The Chairman of the Board of  
Directors

The Chief Executive Officer

The Chief Financial Officer

Simos Panagiotis  
ID No. AE 063856

Kalpinis Athanasios  
ID No. AH 062852

Manesis Vasileios  
ID No. AE 008927  
Prof. License No. 0072242