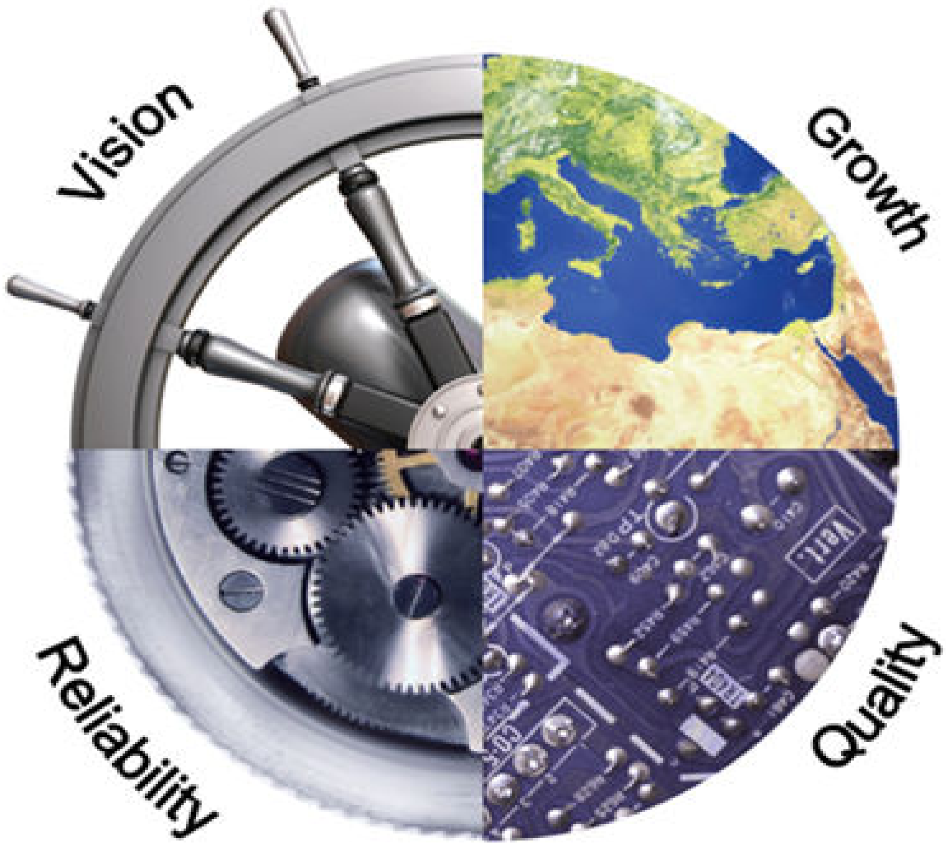

Financial Report for the Six Month Period from 1st January 2012 to 30th June 2012

«SPACE HELLAS S.A. »
Company's No: 13966/06/B/95
Mesogion Av. 312 Ag. Paraskevi

The Financial Report for the Six Month Period from 1st January to 30th June 2012 has been prepared in accordance with art. 5, Law 3556/2007, has been approved by the Board of Directors at 27th August 2012 and has been uploaded at the URL address *www.space.gr*

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1 STATEMENTS OF MEMBERS OF THE BOARD (In accordance with article 5 par.2 of Law 3556/2007)

The Members of the Board of Directors of SPACE HELLAS SA

- Dimitrios S. Manolopoulos, President of the Board, executive member ,
- Paraskevas D. Drosinos Chief Executive Officer, executive member,
- Georgios P. Lagogiannis General Manager and executive member.,

acting by virtue of the aforementioned membership and especially designated, we declare and certify that, as far as we know:

1. The financial report for the six month period ended at 30th June 2012, has been prepared according to International Financial Reporting Standards, and present truly and fairly the assets and liabilities, the equity and the financial results of the Company, as well as of the consolidated companies as a whole, according to par. 3 of article 5 of L. 3556/2007

2. The enclosed report of the Board of Directors presents in a true manner the progress and the financial position and performance both for the company and the group as well as the disclosure of the risks and uncertainties.

Agia Paraskevi, 27 August 2012

The President of the Board	Chief Executive Officer	Member and General Manager
D. Manolopouos ID AZ 549717	P.Drosinos ID AB 275447	G. Lagogiannis ID. AB 291787

2 SEMI-ANNUAL REPORT OF THE BOARD OF DIRECTORS FOR THE FINANCIAL PERIOD 1.1.2012 – 30.06.2012

To the Shareholders

This Report of the Board of Directors of SPACE HELLAS, submitted to the Shareholders, refers to the financial period from January 1, 2011 to June 31, 2012 and is compliant to the provisions of the Greek Companies' Act, Codified Law 2190/1920, art 136, as well as art. 5 § 6 L.3556/2007 and related HCMC circulars.

The sections of this Report comprise information given in a true and substantial manner and in accordance with the aforementioned legal framework, aiming to provide substantial and detailed information regarding the activities of the company and the Group for the related period.

The sections of the report aim to provide information regarding:

- The financial position of the Group and the Company, and additional related information for the period.
- The important issues that took place during the first half of year and their impact on the financial statements.
- The risk and uncertainties of the Group and the Company for the second half of the year
- The transactions with related parties during the period

The present report refers to the consolidated financial statements and whenever deemed necessary refers also to the company financial data.

The present report is included unchanged in the interim Financial Report of year 2012, along with the financial statements and the rest of the necessary information, the relevant declarations and the explanatory notes.

The Interim Financial Report is available in the URL address, http:/www.space.gr, together with the financial statements and the auditor's report

2.1 FINANCIAL POSITION – PERFORMANCE – OTHER INFORMATION

2.1.1 FINANCIAL FIGURES

Despite the deep economic recession and the extremely adverse effects, the Group has succeeded to achieve an increase in the turnover and to benefit from the defensive mechanisms that were gradually put in place from the beginning of the economic crisis, shielding the Group from the continuously worsening economic conditions

For the six month period, the Group's management, trying to cope with the escalating economic crisis, aimed to optimize the Group's capital structure, to control the production costs, to improve its credit control internal procedures maintaining the desired level of stocks for prompt customer service without affecting the productivity.

The management's main goal, despite the economic crisis, is to keep the performance at satisfactory levels, with expectations for improvements for the second half.

The company's activities were fully compliant with the legal framework as well as with the statutory goals.

The following table presents a comparison of the financial results for the periods a' 2012 and a' 2012 respectively.

2.1.1.1 Period's total income

TOTAL INCOME STATEMENT						
Amounts in € thousand	GROUP			COMPANY		
	01.01-30.06.2012	01.01-30.06.2011	VARIATION %	01.01-30.06.2012	01.01-30.06.2011	VARIATION %
Revenue	24.417	20.438	19,47%	23.905	20.041	19,28%
Gross profit/loss	7.057	6.138	14,97%	6.825	5.926	15,17%
Gross profit margin	29%	30%		29%	29%	
EBIT	2.052	2.103	-2,43%	1.954	1.900	2,84%
EBITDA	1.586	1.672	-5,14%	1.490	1.469	1,43%
Earnings before taxes	343	300	14,33%	263	116	126,72%
Earnings after taxes	242	189	28,04%	165	26	530,77%
Other comprehensive income after taxes	13	-7		0	0	
Total income after taxes	255	182	40,11%	165	26	530,77%

The Group's turnover amounted to € 24.417 thousand compared to € 20.438 thousand of the previews period showing an increase attributable to the widening of the customer base as well as the start of projects based on past bids.

The Group's Gross profit amounted to € 7.057 thousand compared to € 6.138 thousand of the previews period showing a very small increase attributable to the increased turnover

The Group's EBITDA amounted to € 2.052 thousand compared to € 2.103 thousand of the previews period showing small decrease.

The Group's EBIT amounted to € 1.586 thousand compared to € 1.672 thousand of the previews period, showing a decrease of 5, 14%.

The Group's earnings before taxes amounted to € 340 thousand compared to € 300 thousand of the previews period.

The Group's earnings after taxes amounted to € 242 thousand compared to € 189 thousand of the previews period.

The other comprehensive income after taxes amounted to € 13 thousand compared to € -7 thousand of the previews period concern the result from currency exchange differences from the consolidation of subsidiaries.

2.1.1.2 Assets

BALANCE SHEET (Assets)						
	GROUP			COMPANY		
Amounts in € thousand	01.01-30.06.2012	01.01-31.12.2011	VARIATION %	01.01-30.06.2012	01.01-31.12.2011	VARIATION %
Total Assets	52.384	49.407	6,03%	51.390	48.248	6,51%
Total noncurrent receivables	14.738	14.292	3,12%	13.713	13.186	4%
Inventories	3.976	3.591	10,72%	3.976	3.591	10,72%
Trade receivables	26.658	24.155	10,36%	26.451	23.950	10,44%
Other receivables	7.012	7.369	-4,84%	7.250	7.520	-3,59%

The Group's Total Assets amounts to € 52.384 thousand compare to € 49.407 thousand of the previews period.

The Group's noncurrent receivables' net value amounts to € 14.738 thousand compared to € 14.292 thousand of the previews period.

There are no real liens on non-current assets or property except the underwriting, amounting to € 1.200 thousand, on the property situated at 6 Loch. Dedousi St., Cholargos, Athens, € 4.000 thousand on the property situated at 302 Mesogeion Ave., as well as, the underwriting amounting to € 650 thousand on the property situated in Romania belonging to the sub-subsidiary Space Hellas System Integrator Srl.

The Groups' inventories of goods, raw and auxiliary materials and consumables amount to € 3.976 thousand compared to € 3.591 thousand of the previews period.

The Group's Trade receivables amount to € 26.658 thousand compared to € 24.155 thousand of the previews period.

The Group's other receivables amount to € 7.012 thousand compared to € 7.369 thousand of the previews period.

2.1.1.3 Liabilites

BALANCE SHEET (Liabilities)						
	GROUP			COMPANY		
Amount in € thousand	01.01-30.06.2012	01.01-31.12.2011	VARIATION %	01.01-30.06.2012	01.01-31.12.2011	VARIATION %
Total Liabilities	52.384	49.407	6,03%	51.390	48.301	6,40%
Shareholders' Equity	15.299	15.073	1,50%	14.101	13.936	1,18%
Long term loans	1.016	1.120	-9,29%	571	644	-11,34%
Other long term liabilities	702	712	-1,40%	1.476	1.470	0,41%
Short term loans	19.605	17.987	9%	19.540	17.922	9,03%
Other short term liabilities	15.762	14.515	8,59%	15.702	14.276	9,99%

The Shareholders' equity amounts to € 15.299 thousand compare to € 15.073 thousand of year 2011.

The long term loans amounts to € 1.016 thousand compare to € 1.120 thousand of year 2011 and concern a) the mortgage loan ending at 2015 amounting to € 517 thousand for the finance of the company's operating activities and b) the loan of € 650 thousand ending at 2020, contracted at 27th April 2010 and received from SPACE HELLAS SYSTEM INTEGRATOR S.R.L. for the purchase of investment building. The loan amounts to € 445 thousand after interest and principal payments.

The Group's other long term liabilities amount to € 702 thousand compared to € 712 thousand of year 2011.

The Group's short term loans amount to € 19.605 thousand compared to € 17.987 thousand of year 2011.

The Group's other short term liabilities amount to € 15.762 thousand compared to € 14.515 thousand of year 2011.

Both the Group and the company monitor its Liabilities to ensure consistency in payments and preserve its good reputation

2.1.1.4 Cash Flow

CASH FLOW STATEMENT						
	GROUP			COMPANY		
Amounts in € thousand	01.01-30.06.2012	01.01-30.06.2011	VARIATION %	01.01-30.06.2012	01.01-30.06.2011	VARIATION %
Total cash inflow/(outflow) from operating activities	-1.409	-2.169	-35,01%	-1.393	-1.905	-26,88%
Total cash inflow/(outflow) from investing activities	-882	-120	635%	-883	-120	635,83%
Total cash inflow/(outflow) from financing activities	1.513	761	98,82%	1.546	858	80,19%

The cash flow from operating activities is negative, amounting to € -1.409 thousand, attributable mainly to the increase of trade receivables due to the increased turnover decrease , while f trade liabilities increased at a lower rate.
The cash flow from investing activities, are negative, amounting to € -882 thousand.
The cash flow from financing activities, are positive, amounting to € 1.513 thousand.

2.1.1.5 Performance ratios

	RATIOS	GROUP 30/06 2012	GROUP 30/06 2011	COMPANY 30/06 2012	COMPANY 30/06 2011
A.	**LIQUIDITY RATIOS**				
A1.	CURRENT RATIO	106,44%	111,07%	106,91%	110,74%
A2.	QUICK RATIO	95,20%	102,25%	95,63%	101,97
A3.	ACID TEST RATIO	2,66%	1,17%	2,29%	1,02%
A4.	WORKING CAPITAL TO CURRENT ASSETS	0,06	0,10	0,06	0,10
B.	**CAPITAL STRUCTURE RATIOS**				
B1.	DEPT TO EQUITY	242,40%	260,42%	264,45%	281,20%
B2.	CUERRENT LIABILITIES TO NET WORTH	231,17%	244,54%	249,93%	263,43%
B3.	FIXED ASSETS TO NET WORTH	41,25%	38,40%	37,81%	35,56%
C.	**PROFITABILITY RATIOS**				
C1.	GROSS PROFIT MARGIN	28,90%	30,03%	28,55%	29,57%
C2.	NET PROFIT MARGIN	1,41%	1,47%	1,10%	0,58%
D.	**OPERATING EXPENSES RATIOS**				
D1.	OPERATING RATIO	94,19%	93,88%	94,47%	94,63%
D2.	LOANS TO TOTAL ASSETS	39,36%	46,29%	40,38%	47,06%

2.1.1.6 Share Capital

The company's shares are ordinary registerd shares and have been listed in ASE since 29.09.2000 in the sector "Telecommunications equipment" under the "Medium and Small Capitalization" category.

Number of shares and nominal value	30.06.2012
Number of ordinary shares	6.456.530
Nominal value each share	1,60 €

2.1.1.7 Own shares

At 30.06.2012, the company does not possess own shares.

2.1.1.8 Dividend policy

Unless the Shareholders' Ordinary General Meeting decides otherwise, according to the current legislation, the company is legally obliged to distribute to its shareholders, at least the 35% of the earnings that are distributable according to IFRS, after the calculation of taxes and legal reserve. For year 2011 there were no distributable earnings.

2.1.1.9 Participating interests and investments

Corporate name Amounts in € thousand	Acquisition cost 30.06.2012	Acquisition cost 31.12.2011	Ownership percentage Direct	Ownership percentage Indirect	Consolidation method	Country
Subsidiaries						
SPACE HELLAS (CYPRUS) LTD	34	34	100%		Full Consolidation	Cyprus
SPACE HELLAS SYSTEM INTEGRATOR S.R.L.	946	946		99%	Full Consolidation	Romania
METROLOGY HELLAS S.A.	191	191	84,38%		Full Consolidation	Greece
Total Subsidiaries	**1.171**	**1.171**				
Associates & Joint Ventures						
JOINT-VENTURE "EMY" MODERNIZATION	389	389	67,5%	-	Equity method	Greece
JOINT-VENTURE ALKYONA	49	49	99%	-	Equity method	Greece
JOINT VENTURE UNISYSTEMS INFORMATION SYSTEMS S.A. (formerly INFO QUEST)– SPACE HELLAS	3	3	35%	-	Equity method	Greece
JOINT-VENTURE SPACE HELLAS SA-KB IMPULS HELLAS SA ("DORY")	13	13	50%	-	Equity method	Greece
Total Associates & Joint Ventures	**454**	**454**				
Other investments						
MOBICS L.T.D.	150	150	19,32%	-	-	Greece
Total Other investments	**150**	**150**				
Total Shareholding	**1.775**	**1.775**				

2.1.1.10 Commitments -Guarantees

The contingent liabilities for letters of guarantee granted both for the Company and the Group are the Following:

Contingent Liabilities	Group		Company	
Amounts in € thousand	30.06.2012	31.12.2011	30.06.2012	31.12.2011
Guarantee letters to secure good performance of contract terms *	6.012	4.757	6.012	4.757
Total contingent liabilities	**6.012**	**4.757**	**6.012**	**4.757**

** The guarantee letters to secure good performance issued to joint ventures amounted to€ 326 thousand and € 571 at 30.06.2012 and31.12.2011 respectively.*

2.1.1.11 Excess clause provisions and Disputed claims

There are no cases are that might have significant impact on the financial position both of the Group and the Company.

2.1.1.12 Other contigent liabilities

For the event of tax audit of previews fiscal years, as disclosed in note 4.7.25, a provision amounting to € 131 thousand has been charged regarding only the parent company's current and previews fiscal years which are tax un-audited. For the rest of the Group no provision has been formed as the tax audit is expected to have insignificant impact.

2.2 SIGNIFICANT FACTS DURING THE FIRST HALF OF YEAR 2012 AND THEIR IMPACT ON THE FINANCIAL STATEMENTS

Significant facts that took place during the period from 1st January to 30th June 2012 are the following:

- **Shareholders' Ordinary General Meeting at 26-06-2012.** The most important issues of the meeting were the following:
    - Permission to proceed in the purchase of the shares of "SPACE TECHNICAL CONSTRUCTION BUILDING S.A."
    - Appointment of two members of the Audit Committee according to the art. 37 of L. 3693/2008
    - Election of two new members in the Board of Directors.

2.3 RISK MANAGEMENT AND HEADGING POLICY

The Group and the Company in the day to day business, is exposed to a series of financial and business risks and uncertainties associated with both the general economic situation as well as the specific circumstances typical of the industry.

The Group's expertise, its highly trained and skilled staff and its state of the arte equipment, together with the development of new products will allow the Group to maintain its competitive advantage and to penetrate in new markets as well.

Furthermore, continuously adaptive to the new business environment, our structures together with the significant amount of ongoing projects allows to believe that the Group will meet the critical needs of the coming year and will help minimize uncertainties.

The Group is exposed to the following:

- **Financial Risk Factors**

The Group's activities give rise to a variety of financial risks, including foreign exchange, interest rate, credit and liquidity risks. The Group's overall risk management program focuses on the volatility of financial markets and seeks to minimize potential adverse effects on the financial performance of the Group as a whole.

Risk management is carried out by the Group's management which evaluates the risk associated to the Group's activities and functions, and designs the policy by using the appropriate financial tools in order to mitigate the risk. .

The Group's financial instruments consist mainly of deposits with banks, bank overdrafts, and trade accounts receivable and payable.

- **Foreign Exchange Risk**

The Group's foreign exchange exposure arises from actual or anticipated cash flows (exports/ imports) in currencies other than its base currency. Group's management continuously monitors the fluctuation and currency trends and assess the need to take appropriate measures, through hedging agreements.
Exposures related to future trade agreements and recognized elements of assets and liabilities are managed through the use of forward exchange contracts when needed. Exposure arises when trade agreements and recognized elements of assets and liabilities are presented in currencies different from the functional and presentation currency of the Entity, which is the Euro.

The main transaction currencies are Euro and USD
In table below there is sensitivity analysis of the earnings before taxes due to currency exchange rate changes

sensitivity analysis due to currency exchange rate changes	Currency	Exchange rate variation	Effect on profit before tax
Amounts of a' 2012 in € thousand	USD	2%	-180
		-2%	180
Amounts of a' 2011 in € thousand	USD	1,5%	-130
		-1,5%	130

- **Price Risk**

The Group is not exposed to securities price risk. The Group is exposed in risk due to the variations of the value of the goods used for trade and of the raw-materials used. In order to face the risk of impairment of inventories, a rationalized warehouse management aims to minimize the stock according to progress of the production needs. The level of the inventories in relation to the Group's turnover is significantly low. Our aim is to minimize the warehouse retention time in order to minimize the risk of impairment of inventories.

- **Interest Rate Risk**

The fluctuations in the interest rate markets have a moderate impact on the Group's income and the Group's operating cash flows
It is the policy of the Group to continuously review interest rate trends and the tenor of financing needs. In this respect, decisions are made on a case by case basis as to the tenor and the fixed versus floating cost of a new loan. Thus, the amount of short term borrowings is variable. All short term borrowings are based on floating rates. Consequently, the impact of the interest rate (EURIBOR) fluctuations is directly related to the amount of loans. For medium and long-term loans both the amounts of loans as well as the interest rates are decreasing. Thus the interest rate risk exposure is relatively low.

Nevertheless, in case the capital markets will continue to be instable with liquidity restrictions, the result will be an increased risk to incur higher interest rates and financing expenses or even to have limited funding sources, with negative consequences in the Groups' adaptation ability to the changing economic environment as well as the ability to finance its activities and to provide a sufficient growth rate and performance for its shareholders.
The careful monitoring and the interest risk management decrease the risk of significant impact on profits due to short term fluctuations.

Sensitivity analysis of Group's borrowings due to interest rate changes:

Sensitivity analysis of Group's borrowings due to interest rate changes	Currency	Interest rate variation	Effect on profit before tax
Amounts of a' 2012 in € thousand	EURO	1%	-190
		-1%	190
Amounts of a' 2011 in € thousand	EURO	1%	-180
		-1%	180

- **Credit Risk**

Trade accounts receivable consist mainly of a large, widespread customer base where the predominant position is held by Banking and Public sectors. The Group's Financial Management Department monitors the financial position of their debtors on an ongoing basis
Each client's credit exposure is monitored by an independent entity, taking into account the client's financial position, the amount of previews transactions and other factors and tests the credit limits granted to the client. The

credit limits granted are fixed taking into account internal and external evaluations and are always within the limits approved by the Board of directors.
Appropriate provision for impairment losses is made for specific credit risks. At the end of year 2011 there was no material credit risk exposure that was not already covered with appropriate doubtful debt provision.
Taking into account the Group's customer base and the relevant liquidity risk, the exposure at the credit risk will be moderate. The post-dated collection of receivables is an important issue but is not related to our customers
Credit ability.
To minimize this credit risk, the Group operates within an established counterparty policy approved by the Board of Directors, which limits the amount of credit exposure to any one financial institution. Also, as regards money market instruments, the Group only deals with well-established financial institutions of high credit standing.

➢ Liquidity Risk

The Group's liquidity is obtained through the use of available of funding and the raise up of the credit limits received whenever needed in order to finance particular projects (project basis funding). The Group maintains excellent relationships with the Banking institutions and thus ensures adequate funding for the execution of the Group's business plans.
The Group's strategic planning determines the form of funding (short term and long term) as well as the financial tools to be used. Borrowings include the floating and fixed rate outstanding principal at year end plus accrued interest up to maturity.
The table below summarizes the maturity profile of financial liabilities as at 30 June 2012 and 31 December 2011.

Group								
	Total		**Less than 1 year**		**1 to 5 years**		**>5years**	
Amounts in € thousand	**2012**	**2011**	**2012**	**2011**	**2012**	**2011**	**2012**	**2011**
Borrowings	**20.621**	**19.107**	19.605	17.987	571	644	445	476
Trade and other payables	**15.767**	**14.526**	15.762	14.515	-	-	5	11

Company								
	Total		**Less than 1 year**		**1 to 5 years**		**>5years**	
Amounts in € thousand	**2012**	**2011**	**2012**	**2011**	**2012**	**2011**	**2012**	**2011**
Borrowings	**20.111**	**18.566**	19.540	17.922	571	644	**-**	-
Trade and other payables	**16.345**	**14.923**	15.702	14.276	638	636	5	11

➢ Capital Management

The primary objective of the Group's capital management is to ensure that it maintains a strong credit rating and healthy capital ratios in order to support its operations.

The group's policy is to maintain leverage goals in line with a high solvency profile.

Gearing ratio	**Group**		**Company**	
Amounts in € thousand	**30.06.2012**	**31.12.2011**	**30.06.2012**	**31.12.2011**
Short term Borrowings	19.605	17.987	19.540	17.922
Long term Borrowings	1.016	1.120	571	644
Less: cash and cash equivalents	-942	-1.720	-807	-1.537
Net Debt	**19.679**	**17.387**	**19.304**	**17.029**
Equity	15.299	15.073	14.101	13.936
Total capital employed	**34.978**	**32.460**	**33.405**	**30.965**
Gearing ratio	**56,26%**	**53,60%**	**57,78%**	**55,00%**

The gearing ratio shows a temporary increase as the short term financing needs are increased in order to support the positive trend of the turnover.

2.4 OTHER INFORMATION

2.4.1 CORPORATE GOVERNANCE

Space Hellas attributes a great importance in the assurance of transparency of processes with regard to its actions and transactions, aiming at the reinforcement of credibility towards the investors. The application of Governance (CG) principles is among the company's policies. This policy in compliance to the current legislation and to the international practice as well, adopted by the Board of Directors, is of pillar importance in order to achieve the corporate goal, thus maximizing the value of company's shares. The Company's Corporate Governance Code is uploaded and available at http://www.space.gr

2.4.2 CERTIFICATIONS

Aiming to customer satisfaction, Space Hellas has a consistent policy towards quality targeting mainly to

- Assure the delivery of high quality products and services fulfilling the technical requirements and in alignment with the market needs.
- The continuous improvement of our products and services in all their aspects as well as the improvement of all the company's business processes

The Company's Quality Management System, established since 1996, and contributes significantly in the accomplishment of the above mentioned aims, through the use of design and monitoring methods for quality performance and standards in all the business processes.

The company has obtained certifications for the application of Quality Management Systems as following:

- Certification for its Quality Management System according to EN ISO 9002:1994 1996 - 1999
- Certification for its Quality Management System according to EN ISO 9001:1994 1999 – 2003
- Certification for its Quality Management System according to EN ISO 9001:2000 2004 - 2009
- Certification for its Quality Management System according to EN ISO 9001:2008 2010 - 2013

Furthermore, in February 2009, the company received the certification ISO/IEC 27001:2005 "Information Security Management Systems (ISMS)" at corporate level, for all of its commercial activities.

This accomplishment is a special distinction enhancing the company's competitive advantage. The Company's Department of Information Security, offers a wide variety of products and services, in accordance with the EU directives, in the field of Certification and Compliance, part of which are the ISO/IEC 27001:2005, ADAE, BS 25999 Business Continuity Management, PCI DSS Standard, Bank of Greece requirements, SOX,

2.4.3 CORPORATE SOCIAL RESPONSIBILITY

The Group is operating in a continuously changing globalised environment, facing the day to day challenges as part of the social and economic process. With regards to the Corporate Social Responsibility (CSR) principles, the Group has assumed free willing commitments beyond the accomplished, common legal and contractual demands. The active care for the people at business and social level is in close relation with the Group's culture. Pillar of the Group's development is its human resource, recognizing that its reputation and the all the successfully completed works are achievements of its staff.

The Management's primary concern is the good working relationships the excellent working environment and the efficient corporate structure. The state of the art equipment allows our employees exploited all of their talents and skills contributing to the Group's success.
The Group's priorities are the continuous improvement of the working conditions, the safety and the training of its employees, contributing in this manner to society. The Group responds to the society needs with donations to Public Benefit foundations.
Finally, the Group, environmentally aware, takes part on the recycling scheme of Collective System of Alternative Management of Waste Materials of Electrical and Electronic Equipment. Furthermore, our providers of electronic equipment certified RoHS (Registration of Hazardous Substances); therefore the packing material is free of Hazardous Substances and heavy metals.

2.5 BUSINESS PROSPECTICES FOR THE SECOND HALF OF YEAR 2012

The ongoing uncertainty at national and worldwide level as well, impose to keep our strategic planning in line with the manageable risk associated to new markets and projects, though preserving our competitive advantage to the existing customer base. Thus, will enable us to maintain a positive trend on EBITDA and respond to eventual increased capital cost as well, in order to achieve positive results after taxes.

A very important success factor for the achievement of the aforementioned goals is the thoroughly examined participation to projects with guaranteed financing, taking into account the existing market's lack of liquidity.
With regard to our expansion abroad, this will be gradual and thoroughly planned. Foreign sales will be limited to added value products which are offering competitive advantage compared to foreign competition (e.g. risk management and security products, teleconference systems e.t.c.) and will be implemented in collaboration with reliable local partners.

2.6 IMPORTANT TRANSACTIONS BETWEEN THE COMPANY AND RELATED PARTIES

The sales to and purchases from related parties are made at normal market prices. There are no transactions of unusual nature or content with significant impact on the Group or the subsidiaries or related parties. All of the transactions with related parties are free of any special condition or clause.

The tables below summarize the transactions and the account balances with related parties carried out during periods a' 2012 and a' 2011 respectively.

Amounts in € thousand	**Revenue**		**Expenses**		**Receivables**		**Liabilities**	
	30/6		**30/6**		**30/6**		**30/6**	
Company	**2012**	**2011**	**2012**	**2011**	**2012**	**2011**	**2012**	**2011**
SPACE HELLAS (CYPRUS	-	-	-	-	-	-	140	470
METROLOGY HELLAS S.A.	6	-	-	-	114	-	-	-
Subsidiaries	**6**	**-**	**-**	**-**	**114**	**-**	**140**	**470**
JOINT-VENTURE "EMY" MODERNIZATION	-	40	70	80	1.266	3.019	-	-
JOINT-VENTURE ALKYONA	-	-	1	2	774	771	619	-
JOINT VENTURE UNISYSTEMS INFORMATION SYSTEMS S.A. (formerly INFO QUEST)– SPACE HELLAS	-	1	-	2	32	17	17	-
JOINT-VENTURE SPACE HELLAS - KB IMPULS HELLAS SA	-	-	1	1	-1.471	-1.470	-	-
Joint Ventures	**-**	**41**	**72**	**85**	**601**	**2.337**	**636**	**-**
MOBICS L.T.D.	-	-	28	12	-	-	12	15
SPACE CONSULTING S.A.	-	161	60	-	839	836	32	-
SPACE TECHNICAL CONSTRUCTION BUILDING S.A.	-	-	247	245	309	142	-	-
Associates	**-**	**161**	**335**	**258**	**1.148**	**978**	**44**	**15**
Total Company	**6**	**202**	**407**	**343**	**1.863**	**3.586**	**820**	**1.100**

Amounts in € thousand	**Revenue**		**Expenses**		**Receivables**		**Liabilities**	
	30/6		**30/6**		**30/6**		**30/6**	
Group	**2012**	**2011**	**2012**	**2011**	**2012**	**2011**	**2012**	**2011**
JOINT-VENTURE "EMY" MODERNIZATION	-	40	70	80	1.266	3.019	-	-
JOINT-VENTURE ALKYONA	-	-	1	2	774	771	619	615
JOINT VENTURE UNISYSTEMS INFORMATION SYSTEMS S.A. (formerly INFO QUEST)– SPACE HELLAS	-	1	-	2	32	17	17	-
JOINT-VENTURE SPACE HELLAS - KB IMPULS HELLAS SA	-	-	1	1	-1.471	-1.470	-	-
Joint Ventures	**-**	**41**	**72**	**85**	**601**	**2.337**	**636**	**615**
MOBICS L.T.D.	-	-	28	12	-	-	12	15
SPACE CONSULTING S.A.	-	161	60	-	839	836	32	-
SPACE TECHNICAL CONSTRUCTION BUILDING S.A.	-	-	247	245	309	142	-	-
Associates	**-**	**161**	**335**	**258**	**1.148**	**978**	**44**	**15**
Total Group	**-**	**202**	**407**	**342**	**1.749**	**1.359**	**680**	**630**

From the above table the transactions between the Company and related parties have been eliminated from the consolidated financial statements.

The amounts of revenues shown, concern the implementation of wide scale projects conducted through the joint ventures. The great part of the receivables from joint ventures concerns the Joint venture "EMY" MODERNIZATION. Following, the final acceptance act that took place at 16 February 2011, the gradual collection of this receivable has started. The company has formed an impairment provision for the amount of € 100 thousand, concerning JOINT-VENTURE ALKYONA

Both the services from and towards the related parties as well as the sales and purchase of goods are concluded with the same trade terms and conditions as for the non related parties

Table of Key management compensation:

Amounts in € thousand	Group		Company	
	30.06.2012	30.06.2011	30.06.2012	30.06.2011
Salaries and other employee benefits	721	675	721	675
Receivables from executives and members of the Board	5	18	5	18
Payables to executives and member of the Board	36	82	36	82

The amounts "Payables to executives and member of the Board" concerns remunerations owed to the Board of directors.

Tables of Guarantees to third parties:

Amounts in € thousand	Group		Company	
	30.06.2012	30.06.2011	30.06.2012	30.06.2011
Guarantees to third parties on behalf of subsidiaries and joint ventures	1.797	2.042	1.797	2.042
Used guarantees to third parties on behalf of subsidiaries	0	0	0	0
Bank guarantee letters	1.797	2.042	1.797	2.042

2.7 SIGNIFICANT POST-BALANCE SHEET EVENTS

There are no post balance sheet events, concerning the company or the Group, that need to be mentioned.

All the information above presented, related to the Company and the Group's financial position can be found in the interim financial statements of 30th June 2012

Agia Paraskevi, 27 August 2012

The Board of Directors

3 AUDITOR'S REVIEW REPORT ON INTERIM FINANCIAL STATEMENTS

PKF Euroauditing SA.

Accountants &
business advisers

REPORT ON REVIEW OF INTERIM CONDENSED FINANCIAL INFORMATION

To the Shareholders of SPACE HELLAS S.A.

Introduction

We have reviewed the accompanying condensed separate and consolidated statement of financial position of "SPACE HELLAS S.A." as at 30 June 2012 and the related condensed separate and consolidated statements of comprehensive income, changes in equity and cash flows for the six-month period then ended, as well as the selected explanatory notes comprising the interim financial information, which is an integral part of the six-month financial report of article 5 L. 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 applicable 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 the International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and, consequently, does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

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

Report on other legal and regulatory requirements

Our review did not identify any inconsistency or non-correspondence of the other information contained in the six-month financial report prepared in accordance with article 5 of Law 3556/2007, with the accompanying financial information.

PKF EUROAUDITING S.A.
Certified Public Accountants
PANNELL KERR FORSTER
124 Kifissias Avenue, 115 26 Athens
S.O.E.L. Reg. No. 132

Athens, 28 August 2012
Certified Public Accountant

ANDREAS G. POURNOS
S.O.E.L. Reg. No. 35081

Tel +30 210 7480600
Fax+30 210 7483600 | Email pkfathen@otenet.gr | www.pkf.com
PKF | 124 Kifissias Ave. | 115 26 Athens | Greece
PKF | 33 Al. Papanastasiou str. | 546 39 Thessaloniki | Greece | Tel Fax +302310 944991
PKF | 4-8 Korinthou str. | 262 23 Patra | Greece | T el +302610 453669 - 454981 | Fax +30 2610 453448
PKF | 7 D. Bofor | 712 02 Heraclio Crete | Greece | Tel/Fax +30 2810 229383
PKF | 7 I. Staikou str. | 301 00 Agrinio | Greece | Tel +30 26410 59599 | Fax +30 26410 39312

4 FINANCIAL STATEMENTS FOR THE PERIOD FROM 1st JANUARY 2012 TO 30th JUNE 2012

4.1 STATEMENT OF TOTAL INCOME

Amounts in € thousand	Note	GROUP				COMPANY			
		01.01-30.06.2012	01.01-30.06.2011	01.04-30.06.2012	01.04-30.06.2011	01.01-30.06.2012	01.01-30.06.2011	01.04-30.06.2012	01.04-30.06.2011
Revenue	4.7.1	24.417	20.438	13.101	11.182	23.905	20.041	12.850	10.980
Cost of sales		-17.360	-14.300	-9.016	-7.757	-17.080	-14.115	-8.877	-7.667
Gross profit/loss		**7.057**	**6.138**	**4.085**	**3.425**	**6.825**	**5.926**	**3.973**	**3.313**
Other income	4.7.2	166	423	81	271	167	392	81	241
Administrative expenses	4.7.3	-2.753	-2.439	-1.638	-1.335	-2.681	-2.423	-1.601	-1.324
Research and development cost	4.7.3	-238	-174	-137	-105	-238	-174	-137	-105
Selling and marketing expenses	4.7.3	-2.199	-2.126	-1.134	-1.127	-2.155	-2.126	-1.106	-1.127
Other expenses	4.7.4	-447	-150	-395	-120	-428	-126	-376	-97
Earnings before taxes, investing and financial results		**1.586**	**1.672**	**862**	**1.009**	**1.490**	**1.469**	**834**	**901**
Interest & other similar income		36	1	13	-23	36	1	13	0
Interest and other financial expenses		-1.207	-1.281	-745	-799	-1.191	-1.262	-744	-786
Profit/(loss) from revaluation of investments in subsidiaries - associated companies		-72	-92	-10	-50	-72	-92	-10	-50
Profit/(loss) before taxes		**343**	**300**	**120**	**137**	**263**	**116**	**93**	**65**
Taxes	4.7.5	-101	-111	-13	-57	-98	-90	-16	-50
Profit after taxes (A)		**242**	**189**	**107**	**80**	**165**	**26**	**77**	**15**
- Company Shareholders		251	187	113	78	165	26	77	15
- Minority Interests in subsidiaries		-9	2	-6	2	-	-	-	-
Other comprehensive income after taxes									
Currency exchange differences from the consolidation of sub-subsidiaries		13	-7	6	15	0	0	0	0
Cancellation of Stock Option Plan		0	0	0	0	0	0	0	0
Other comprehensive income after taxes (B)		13	-7	6	15	0	0	0	0
Total comprehensive income after taxes (A) + (B)		255	182	113	95	165	26	77	15
- Company Shareholders		264	180	119	93	165	26	77	15
- Minority Interests in subsidiaries		-9	2	-6	2	-	-	-	-
Earnings per share - basic (in €)		0,0388	0,0290	0,0175	0.0121	0,0256	0,0040	0,0119	0,0022
		SUMMARY OF INCOME STATEMENT							
Profit before interest, taxes, depreciation and amortization (EBITDA)		**2.052**	**2.103**	**1.097**	**1.222**	**1.954**	**1.900**	**1.068**	**1.114**
Less depreciation		**466**	**431**	**235**	**213**	**464**	**431**	**234**	**213**
Profit before interest and taxes, (EBIT)		**1.586**	**1.672**	**862**	**1.009**	**1.490**	**1.469**	**834**	**901**
Profit before taxes		**343**	**300**	**120**	**137**	**263**	**116**	**93**	**65**
Profit after taxes		**242**	**189**	**107**	**80**	**165**	**26**	**77**	**15**
Other comprehensive income after taxes		**13**	**-7**	**6**	**15**	**0**	**0**	**0**	**0**
Total comprehensive income after taxes		**255**	**182**	**113**	**95**	**165**	**26**	**77**	**15**

4.2 FINANCIAL POSITION STATEMENT

Amounts in € thousand	Note	GROUP		COMPANY	
		30.06.2012	31.12.2011	30.06.2012	31.12.2011
ASSETS					
Non-current assets					
Property, plant & equipment	4.7.6	10.886	10.836	10.865	10.813
Investment properties	4.7.8	1.500	1.500	0	0
Goodwill	4.7.9	460	460	428	428
Intangible assets	4.7.7	1.381	978	1.381	977
Investments in subsidiaries	4.7.11	0	0	225	225
Investments in associates	4.7.11	371	374	674	605
Other noncurrent receivables		140	144	140	138
Total Non-current assets		**14.738**	**14.292**	**13.713**	**13.186**
Current assets					
Inventories	4.7.12	3.976	3.591	3.976	3.591
Trade debtors	4.7.13	26.658	24.155	26.451	23.950
Other debtors	4.7.14	5.210	5.312	5.586	5.648
Financial assets		13	13	13	13
Advanced payments	4.7.15	847	324	844	323
Cash and cash equivalents	4.7.16	942	1.720	807	1.537
Total Current assets		**37.715**	**35.115**	**37.677**	**35.062**
TOTAL ASSETS		**52.384**	**49.407**	**51.390**	**48.248**
EQUITY AND LIABILITIES					
Equity attributable to equity holders of the parent					
Share Capital	4.7.17	10.330	10.330	10.330	10.330
Share premium		53	53	53	53
Fair value reserves		3.435	3.435	3.435	3.435
Other Reserves		644	630	671	671
Retained earnings		841	591	-388	-553
Equity attributable to equity holders of the parent		**15.303**	**15.039**	**14.101**	**13.936**
Minority interests		**-4**	**34**	**-**	**-**
Total equity		**15.299**	**15.073**	**14.101**	**13.936**
Non-current liabilities					
Other non-current liabilities	4.7.19	5	11	643	647
Long term loans	4.7.18	1.016	1.120	571	644
Provisions	4.7.23	122	122	122	122
Retirement benefit obligations	4.7.20	91	54	91	54
Deferred income tax liability	4.7.21	484	525	620	647
Total Non-current liabilities		**1.718**	**1.832**	**2.047**	**2.114**
Current liabilities					
Trade and other payables	4.7.22	14.246	12.808	14.247	12.614
Income tax payable		1.516	1.707	1.455	1.662
Short-term borrowings		19.605	17.987	19.540	17.922
Total Current liabilities		**35.367**	**32.501**	**35.242**	**32.198**
Total Equity and Liabilities		**52.384**	**49.407**	**51.390**	**48.248**

4.3 STATEMENT OF CHANGES IN EQUITY

Statement of Changes in Company's Equity

Amounts in € thousand	Share Capital	Share premium	Fair value reserves	Stock option plan reserves	Treasury shares	Other Reserves	Retained earnings	Amounts in € thousand
Changes in the Shareholders equity for the period 01/01-30/06/2011								
Balance at 1 January 2011 as previously reported	**10.330**	**53**	**3.435**	**0**	**0**	**671**	**-444**	**14.045**
Profit for the year	0	0	0	0	0	0	26	**26**
Share Capital increase/ (decrease)	0	0	0	0	0	0	0	**0**
Dividends distributed (profits)	0	0	0	0	0	0	0	**0**
Net income recognized directly in equity	0	0	0	0	0	0	0	**0**
Treasury shares purchased	0	0	0	0	0	0	0	**0**
Balance at 30 June 2011	**10.330**	**53**	**3.435**	**0**	**0**	**671**	**-418**	**14.071**
Changes in the Shareholders equity for the period 01/01-30/06/2012								
Balance at 1 January 2012 as previously reported	**10.330**	**53**	**3.435**	**0**	**0**	**671**	**-553**	**13.936**
Profit for the year	0	0	0	0	0	0	165	**165**
Share Capital increase/ (decrease)	0	0	0	0	0	0	0	**0**
Dividends distributed (profits)	0	0	0	0	0	0	0	**0**
Net income recognized directly in equity	0	0	0	0	0	0	0	**0**
Treasury shares purchased	0	0	0	0	0	0	0	**0**
Balance at 30 June 2012	**10.330**	**53**	**3.435**	**0**	**0**	**671**	**-388**	**14.101**

Statement of Changes in Group's Equity:

Amounts in € thousand	Share Capital	Share premium	Fair value reserves	Treasury shares	Other Reserves	Accumulated profit / (loss)	Total Parent company	Non controlling interests	Total equity
Changes in the Shareholders equity for the period 01/01-30/06/2011									
Balance at 1 January 2011 as previously reported	**10.530**	**53**	**3.435**	**0**	**674**	**388**	**14.880**	**4**	**14.884**
Profit for the year	0	0	0	0	0	187	**187**	2	**189**
Share Capital increase/ (decrease)	0	0	0	0	0	0	**0**	0	**0**
Dividends distributed (profits)	0	0	0	0	0	0	**0**	0	**0**
Net income recognized directly in equity	0	0	0	0	-7	0	**-7**	0	**-7**
Treasury shares purchased	0	0	0	0	0	0	**0**	0	**0**
Non controlling interests	0	0	0	0	0	0	**0**	0	**0**
Balance at 30 June 2011	**10.330**	**53**	**3.435**	**0**	**667**	**498**	**15.060**	**6**	**15.066**
Changes in the Shareholders equity for the period 01/01-30/06/2012									
Balance at 1 January 2011 as previously reported	**10.330**	**53**	**3.435**	**0**	**631**	**590**	**15.039**	**34**	**15.073**
Profit for the year	0	0	0	0	0	251	**251**	-9	**242**
Share Capital increase/ (decrease)	0	0	0	0	0	0	**0**	0	**0**
Dividends distributed (profits)	0	0	0	0	0	0	**0**	0	**0**
Net income recognized directly in equity	0	0	0	0	13	0	**13**	0	**13**
Treasury shares purchased	0	0	0	0	0	0	**0**	0	**0**
Non controlling interests	0	0	0	0	0	0	**0**	-29	**-29**
Balance at 30 June 2011	**10.330**	**53**	**3.435**	**0**	**644**	**841**	**15.303**	**-4**	**15.299**

Note

- *The amount of € 13 thousand in the current period and € -7 thousand in the previews period, charged directly to Equity concerns currency exchange differences from the consolidation of sub-subsidiary. SPACE SYSTEM INTEGRATOR S.R.L.*

4.4 CASH FLOW STATEMENT

Amounts in € thousand	GROUP		COMPANY	
	01.01-30.06.2012	01.01-30.06.2011	01.01-30.06.2012	01.01-30.06.2011
Cash flows from operating activities				
Profit/(Loss) Before Taxes	343	300	263	116
Adjustments for:				
Depreciation & amortization	466	431	464	431
Provisions	-550	-1.423	-550	-1.423
Foreign exchange differences	38	-130	22	-123
Net (profit)/Loss from investing activities	-37	66	-33	66
Interest and other financial expenses	1.207	1.282	1.191	1.262
Plus or minus for Working Capital changes:				
Decrease/(increase) in Inventories	-385	-25	-385	-25
Decrease/(increase) in Receivables	-2.685	2.484	-2.808	2.559
(Decrease)/increase in Payables (excluding banks)	1.734	-3.776	1.967	-3.415
Less:				
Interest and other financial expenses paid	-1.207	-1.294	-1.191	-1.274
Taxes paid	-333	-84	-333	-79
Total cash inflow/(outflow) from operating activities (a)	**-1.409**	**-2.169**	**-1.393**	**-1.905**
Cash flow from Investing Activities				
Acquisition of subsidiaries, associated companies, joint ventures and other investments	-920	-124	-920	-124
Proceeds from sale/liquidation of subsidiaries	2	3	1	3
Interest received	36	1	36	1
Total cash inflow/(outflow) from investing activities (b)	**-882**	**-120**	**-883**	**-120**
Cash flow from Financing Activities				
Proceeds from Share Capital increase of subsidiaries	0	0	0	0
Proceeds from Borrowings	2.026	1.138	2.026	1.137
Payments of Borrowings	-513	-377	-480	-279
Total cash inflow/(outflow) from financing activities (c)	**1.513**	**761**	**1.546**	**858**
Net increase/(decrease) in cash and cash equivalents (a)+(b)+(c)	**-778**	**-1.528**	**-730**	**-1.167**
Cash and cash equivalents at beginning of period	**1.720**	**1.959**	**1.537**	**1.545**
Cash and cash equivalents at end of period	**942**	**431**	**807**	**378**

4.5 GENERAL INFORMATION FOR SPACE HELLAS S.A.

4.5.1 GENERAL INFORMATION

The company operating under the corporate name "SPACE HELLAS S.A", by virtue of the revised Deed of Association (revision date 08.07.2007) and approved by the Ministry of Development (decision K2-10518), was founded in 1985, (Deed of Association, upon power of attorney n.86369/15.07.1985, approved by the Refecture of Attica, EM 4728/1.8.85, and published in the Official Gazzete of Greece, ΦΕΚ 2929/8.8.85 ΤΑΕ & ΕΠΕ).The company's duration has been set to 100 years, its legal address is Mesogion Ave 312, Agia Paraskevi, Attica, Greece. On 30.06.2008, the descision of the General Meeting, approved by the Ministerial Decision K2 9624/1-9-2008 (registerd in the Societers Anonymes Register at 01.09.2008) and published in the Official Gazette of Greece (ΦΕΚ 10148/3.9.2008 ΤΑΕ & ΕΠΕ), has extended the company's up to year 2049.
The company's S.A. Register Number (ΑΡ.Μ.Α.Ε.) is 13966/06/Β/86/95 and the Tax Register Number (ΑΦΜ) is 094149709

4.5.2 OPERATING ACTIVITIES

Space Hellas is active in the Telecommunications and Information Technology market, offering a broad spectrum of high technology applications. Covering the needs of each individual customer is our top priority; Space Hellas cooperates with the largest manufacturers on a worldwide scale, offering solutions that meet even the most sophisticated demands. Space Hellas products are addressed to enterprises, telecoms organizations and highly complex, state-of-the-art technology projects.

- Network infrastructure and data networking.
- Telecomunication services at national and international level
- IT Applications and Services
- Enterprise telephony.
- Information and network security systems
- Electromechanical and network infrastructure -computer rooms
- Structured cabling
- Security and surveillance systems
- Telecom network infrastructures
- System Integration
- Mobile telephony selling network
- Research and Development projects at national and international level

4.5.3 BOARD OF DIRECTORS

By virtue of the company's decision, dated 02.07.2017, registered in the S.A. register (Ministry of Development decision K2-4785/18-07-2012), the Board of Directors has been constituted of the following members:

- Dimitrios S. Manolopoulos, President of the Board, executive member
- Paraskevas D. Drosinos Chief Executive Officer, executive member
- Spyridon D Manolopoulos, A' Vice-president of the Board, non executive member
- Christos P. Mpellos, B' Vicepreseident, indipendent non executive member
- Georgios P. Lagogiannis, executive member.
- Ioannis A. Mertzanis, executive member
- Ioannis A. Doulaveris, executive member
- Dimitrios E. Chouchoulis indipendent non-executive member.
- Lysandros K. Kapopoulos indipendent non-executive member.

The incumbency of the Board od Directors will end at 30.06.2015.

4.5.4 Group Structure

The consolidated financial statements comprise the financial statements of the parent company, its subsidiaries and its associates and Joint ventures. The following table shows the group's companies, which are included in the consolidated financial statements, the ownership percentage and the consolidation method:

Corporate name	**Ownership percentage**		**Consolidation method**	**Country**
Amounts in € thousand	**Direct**	**Indirect**		
Subsidiaries				
METROLOGY HELLAS S.A.	84,38%		Full consolidation	Greece
SPACE HELLAS (CYPRUS) LTD	100%		Full consolidation	Cyprus
SPACE HELLAS SYSTEM INTEGRATOR S.R.L.		99%	Full consolidation	Romania
Associates & Joint Ventures				
JOINT-VENTURE "EMY" MODERNIZATION	67,5%		Equity method	Greece
JOINT-VENTURE ALKYONA	99%		Equity method	Greece
JOINT VENTURE UNISYSTEMS INFORMATION SYSTEMS S.A. (formerly INFO QUEST)– SPACE HELLAS	35%		Equity method	Greece
JOINT-VENTURE SPACE HELLAS SA-KB IMPULS HELLAS SA ("DORY")	50%		Equity method	Greece
Other investments				
MOBICS L.T.D.	19,32%		-	Greece

4.6 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

4.6.1 General Infromation

The accompanying financial statements of the period from 1st January to 30th June 2011 comprise the individual as well as the consolidated financial statements. SPACE HELLAS S.A is the parent company of the Group. The company's shares are ordinary registered shares and have been listed in ASE since 29.09.2000. The company operates in the IT and Telecommunications market since 1985, offering integrated solutions and services to Private and Public entitles at a national and international level. The company's legal address is Mesogion Ave 312, Agia Paraskevi, Attica, Greece. The URL address is www.space.gr. The interim financial statements of the company and the Group for the six month period ended at 30.06.2012 have been approved by the Board of Directors with the decision No 2155/ 27th August 2012. It should be noted that the published, in the press, brief financial data aim to provide the user with general information but do not present a full picture of the Company's and Group's financial results and position, according to International Accounting Standards. It should be also noted that, for simplification purposes, the published, in the press, brief financial data contain summarizations or reclassifications of certain figures.

4.6.2 Basis of Preparation

The financial statements of the Group and the Company, approved by the Board of directors on 27.08.2012, have been prepared in accordance with the Going Concern principle and the historical cost convention except for modifications of certain assets (receivables, property) at fair value. These statements fully comply with the International Financial Reporting Standards (I.F.R.S.) including the International Accounting Standards (IAS) and IAS 34 in particular and the issued Interpretations by International Financial Reporting Interpretations Committee (IFRIC), as they have been adopted by the European Union up to 31.12.2011.

These interim financial statements offer limited information compared to annual financial statements, and, therefore should be studied together with the last published annual financial statements as at 31.12.2011.
The preparation of financial statements, in conformity with IFRS, requires the use of critical accounting estimates. It also requires management to exercise its judgment in the process of applying the accounting policies. The areas involving a higher degree of judgment or complexity, or areas where assumptions and estimates are significant to the financial statements are disclosed in the relative section. The Management must make judgments and estimates regarding the value of assets and liabilities which are uncertain. Estimates and associated assumptions are based mainly on past experience. Actual results may differ from these estimates.

4.6.3 New standards and interpratations

The accounting policies adopted in the preparation of the consolidated financial statements are consistent with those followed in the preparation of the Group's annual financial statements for the year ended 31 December 2011 except for those standards and interpretations that have mandatory are application for the period starting from 1st January 2012 and onwards. The Group and the company have already adopted these new standards and interpretations from 1st January 2012:

IFRS 7 Financial Instruments: Disclosures (amendment) - enhanced derecognition disclosure requirements
The impact of the above standard in the accompanying interim financial statements as well as on the Group's and the Company's activities is described below:

IFRS 7 Financial Instruments: Disclosures - Transfers of Financial Assets
IASB has issued an amendment for the enrichment of the derecognition disclosure requirements. The amendments are aimed to assist users of financial statements better evaluate the risks associated with the transfer of financial assets and the result from said risks for the financial position of an entity. They aim to promoting transparency in the reporting of transactions relating to transfers, especially those entailing the securitization of financial assets. Provided the assets transferred have not been completely removed from the financial statements, the company must disclose information which renders the users of the financial statements capable to comprehend the relation between these assets which have not been derecognized and the relating to those liabilities. Provided such assets are completely derecognized but the company maintains a continuing involvement, disclosures are required which would enable the users of the financial statements able to evaluate the nature of the continuing involvement of the company in the derecognized assets as well as the risk associated with it. This amendment affects only issues of presentation. Both the Group and the company will not be affected by this amendment expect for possible additional disclosure.

4.6.3.1 Standards and interpretations mandatory for the current period Standards that are not required yet to be applied and not early adopted by the Company.

IAS 1 Financial Statement Presentation: The amendment is effective for annual periods beginning on or after 1 July 2012. The amendments to IAS 1 change the grouping of items presented in OCI. Items that could be reclassified (or 'recycled') to profit or loss at a future point in time (for example, upon derecognition or settlement) would be presented separately from items that will never be reclassified. The amendment affects presentation only and has no impact on the Group's financial position or performance. The company and the Group are currently assessing the impact of this amendment in the financial statements.

IAS 12 Income Taxes (Amended) – Deferred Tax: Recovery of Underlying Assets. This amendment to IAS 12 includes a rebuttable presumption that the carrying amount of investment property measured using the fair value model in IAS 40 will be recovered through sale and, accordingly, that any related deferred tax should be measured on a sale basis. The presumption is rebutted if the investment property is depreciable and it is held within a business model whose objective is to consume substantially all of the economic benefits in the investment property over time, rather than through sale. Specifically, IAS 12 will require that deferred tax arising from a non-depreciable asset measured using the revaluation model in IAS 16 should always reflect the tax consequences of recovering the carrying amount of the underlying asset through sale. This amendment has not yet been endorsed by the EU. The company and the Group are currently assessing the impact of this amendment in the financial statements.

IAS 19 Employee Benefits (Amended) The amendment is effective for annual periods beginning on or after 1 January 2013. The IASB has issued numerous amendments to IAS 19. These range from fundamental changes such as removing the corridor mechanism and the concept of expected returns on plan assets to simple clarifications and re - wording. Early application is permitted. This amendment has not yet been endorsed by the EU. The Company and the Group does not expect that the adoption of this amendment will affect the financial statements as the accounting policy followed has not any significant differences related to the above amended IAS 19. The company and the Group are currently assessing the impact of this amendment in the financial statements.

IAS 27 Separate Financial Statements (Revised) The Standard is effective for annual periods beginning on or after 1 January 2013. As a consequence of the new IFRS 10 and IFRS 12, what remains of IAS 27 is limited to accounting for subsidiaries, jointly controlled entities, and associates in separate financial statements. Earlier application is permitted.

IAS 28 Investments in Associates and Joint Ventures (Revised) The Standard is effective for annual periods beginning on or after 1 January 2013. As a consequence of the new IFRS 10 and IFRS 12, IAS 28 has been renamed IAS 28 Investments in Associates and Joint Ventures, and describes the application of the equity method to investments in joint ventures in addition to associates. Earlier application is permitted. This amendment has not yet been endorsed by the EU. The company and the Group are currently assessing the impact of this amendment in the financial statements.

IAS 32 Financial Instruments: Presentation (Amended) - Offsetting Financial Assets and Financial Liabilities. The amendment is effective for annual periods beginning on or after 1 January 2014.This amendment clarifies the meaning of —currently has a legally enforceable right to set - off☐ and also clarifies the application of the IAS 32 offsetting criteria to settlement systems (such as central clearing house systems) which apply gross settlement mechanisms that are not simultaneous. The amendments to IAS 32 are to be retrospectively applied. Earlier application is permitted. However, if an entity chooses to early adopt, it must disclose that fact and also make the disclosures required by the IFRS 7 Offsetting Financial Assets and Financial Liabilities amendments. This amendment has not yet been endorsed by the EU. The company and the Group are currently assessing the impact of this amendment in the financial statements.

IFRS 7 Financial Instruments: Disclosures (Amended) - Offsetting Financial Assets and Financial Liabilities.The amendment is effective for annual periods beginning on or after 1 January 2013. The amendment introduces common disclosure requirements. These disclosures would provide users with information that is useful in evaluating the effect or potential effect of netting arrangements on an entity's financial position. The amendments to IFRS 7 are to be retrospectively applied. This amendment has not yet been endorsed by the EU. Both the Group and the company will not be affected by this amendment expect for possible additional disclosure.

IFRS 9 Financial Instruments - Classification and Measurement The new standard is effective for annual periods beginning on or after 1 January 2015. IFRS 9 as issued reflects the first phase of the IASBs work on the replacement of IAS 39 and applies to classification and measurement of financial assets and financial liabilities as defined in IAS 39. Phase 1 of IFRS 9 will have a significant impact on (i) the classification and measurement of financial assets and (ii) a change in reporting for those entities that have designated financial liabilities using the FVO. In subsequent phases, the IASB will address hedge accounting and impairment of financial assets. Early application is permitted. This standard has not yet been endorsed by the EU. The company and the Group are currently assessing the impact of this amendment in the financial statements.

IFRS 10 Consolidated Financial Statements. The new standard is effective for annual periods beginning on or after 1 January 2013. IFRS 10 replaces the portion of IAS 27 Consolidated and Separate Financial Statements that addresses the accounting for consolidated financial statements. It also includes the issues raised in SIC-12 Consolidation — Special Purpose Entities. IFRS 10 establishes a single control model that applies to all entities including special purpose entities. The changes introduced by IFRS 10 will require management to exercise significant judgment to determine which entities are controlled, and therefore, are required to be consolidated by a parent, compared with the requirements that were in IAS 27.This standard has not yet been endorsed by the EU. The company and the Group are currently assessing the impact of this amendment in the financial statements.

IFRS 11 Joint Arrangements The new standard is effective for annual periods beginning on or after 1 January 2013. IFRS 11 replaces IAS 31 Interests in Joint Ventures and SIC-13 Jointly - controlled Entities — Nonmonetary Contributions by Venturers. IFRS 11 removes the option to account for jointly controlled entities (JCEs) using proportionate consolidation. Instead, JCEs that meet the definition of a joint venture must be accounted for using the equity method. This standard has not yet been endorsed by the EU. The company and the Group are currently assessing the impact of this amendment in the financial statements.

IFRS 12 Disclosures of Involvement with Other Entities. The new standard is effective for annual periods beginning on or after 1 January 2013. IFRS 12 includes all of the disclosures that were previously in IAS 27 related to consolidated financial statements, as well as all of the disclosures that were previously included in IAS 31 and IAS 28. These disclosures relate to an entity's interests in subsidiaries, joint arrangements, associates and structured entities. A number of new disclosures are also required. This standard has not yet been endorsed by the EU. The company and the Group are currently assessing the impact of this amendment in the financial statements.

IFRS 13 Fair Value Measurement. The new standard is effective for annual periods beginning on or after 1 January 2013. IFRS 13 establishes a single source of guidance under IFRS for all fair value measurements. IFRS 13 does not change when an entity is required to use fair value, but rather provides guidance on how to measure fair value under IFRS when fair value is required or permitted. This standard should be applied prospectively and early adoption is permitted. This standard has not yet been endorsed by the EU. The company and the Group are currently assessing the impact of this amendment in the financial statements.

IFRIC Interpretation 20 Stripping Costs in the Production Phase of a Surface Mine. The interpretation is effective for annual periods beginning on or after 1 January 2013. This interpretation only applies to stripping costs incurred in surface mining activity during the production phase of the mine ('production stripping costs'). Costs incurred in undertaking stripping activities are considered to create two possible benefits a) the production of inventory in the current period and/or b) improved access to ore to be mined in a future period (striping activity asset). Where cost cannot be specifically allocated between the inventory produced during the period and the stripping activity asset, IFRIC 20 requires an entity to use an allocationbasis that is based on a relevant production measure. Early application is permitted. IFRIC 20 has not yet been endorsed by the EU. This interpretation does not affect the Group.

The IASB has issued the Annual Improvements to IFRSs – 2009 – 2011 Cycle, which contains amendments to its standards and the related Basis for Conclusions. The annual improvements project provides a mechanism for making necessary, but non - urgent, amendments to IFRS. The effective date for the amendments is for annual periods beginning on or after 1 January 2013. Earlier application is permitted in all cases, provided that fact is disclosed. This project has not yet been endorsed by the EU. The Group is in the process of assessing the impact of the project on the financial position or performance of the Group.

IAS 1 Financial Statement Presentation: Clarifies the difference between voluntary additional comparative information and the minimum required comparative information. Generally, the minimum required comparative period is the previous period. An entity must include comparative information in the related notes to the financial statements when it voluntarily provides comparative information beyond the minimum required comparative period. The additional comparative period does not need to contain a complete set of financial statements. In addition, the opening statement of financial position (known as the third balance sheet) must be presented in the following circumstances: when an entity changes its accounting policies; makes retrospective restatements or makes reclassifications, and that change has a material effect on the statement of financial position. The opening statement would be at the beginning of the preceding period. However, unlike the voluntary comparative information, the related notes are not required to accompany the third balance sheet.

IAS 16 Property, Plant and Equipment: Clarifies that major spare parts and servicing equipment that meet the definition of property, plant and equipment are not inventory.

IAS 32 Financial Instruments: Presentation: Clarifies that income taxes arising from distributions to equity holders are accounted for in accordance with IAS 12 Income Taxes. The amendment removes existing income tax requirements from IAS 32 and requires entities to apply the requirements in IAS 12 to any income tax arising from distributions to equity holders.

IAS 34 Interim Financial Reporting: Clarifies the requirements in IAS 34 relating to segment information for total assets and liabilities for each reportable segment to enhance consistency with the requirements in IFRS 8 Operating Segments. Total assets and liabilities for a particular reportable segment need to be disclosed only when the amounts are regularly provided to the chief operating decision maker and there has been a material change in the total amount disclosed in the entity's previous annual financial statements for that reportable segment.

Transition Guidance (Amendments to IFRS 10, IFRS 11 and IFRS 12). The guidance is effective for annual periods beginning on or after 1 January 2013. The IASB issued amendments to IFRS 10 Consolidated Financial Statements, IFRS 11 Joint Arrangements and IFRS 12 Disclosure of Interests in Other Entities. The amendments change the transition guidance to provide further relief from full retrospective application. The date of initial application' in IFRS 10 is defined as _the beginning of the annual reporting period in which IFRS 10 is applied for the first time'. The assessment of whether control exists is made at _the date of initial application'rather than at the beginning of the comparative period. If the control assessment is different between IFRS 10 and IAS 27/SIC-12, retrospective adjustments should be determined. However, if the control assessment is the same, no retrospective application is required. If more than one comparative period is presented, additional relief is given to require only one period to be restated. For the same reasons IASB has also amended IFRS 11 Joint Arrangements and IFRS 12 Disclosure of Interests in Other Entities to provide transition relief. This guidance has not yet been endorsed by the EU. The Group is in the process of assessing the impact of the guidance on the financial position or performance of the Group.

4.6.4 Accounting Methods

The accounting policies adopted in the preparation of the consolidated financial statements are consistent with those followed in the preparation of the Group's annual financial statements for the year ended 31 December 2011.

4.6.5 Property, Plant And Equipment

Fixed assets are reported in the financial statements at the fair value or at the acquisition cost or deemed cost as determined based on fair values as at the transition dates, less accumulated depreciations and any impairment suffered by the assets. The acquisition cost includes all the directly attributable expenses for the acquisition of the assets.

Land and Buildings are measured at fair value as at 31.12.2008, less accumulated depreciation and less any accumulated impairment loss. Land held for the production or management is presented at its fair value. As the useful period of life cannot be determined, the relevant carrying amounts are not subject to depreciation.
The fair value is assessed based on valuations by external independent values every three or four years, unless factors of the market indicate impairment risk of the value, so as to assure that the carrying value does not differ significantly from the fair value.

Other assets are measured at cost less accumulated depreciation and any accumulated impairment losses
Intangible assets include goodwill, concessions and industrial property rights, as well as the computer software. Concessions and industrial property rights are no subject to depreciation because of the difficulty to estimate with accuracy their commercial value.
Depreciation on other assets (except land which is not depreciated) is calculated using the straight-line method over its estimated useful lives, as follows:

Description	Useful live (in years)
Buildings and buildings installations	50
Buildings and buildings installations in third parties	12
Plant and machinery	16
Plant and machinery Leased	10
Furniture	16
Fittings	10
Office equipment	10
Telecommunication equipment	10
Other equipment	10
Electronics equipment	5
Cars	5
Trucks	10
Other means of transportation	5
Intangible assets	5

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at each balance sheet date.

4.6.6 INVESTMENT PROPERTY

Investment properties are held to earn rental income and profit from increased capital value at disposal. Owner-occupied properties are held for production and administrative purposes. This distinguishes owner-occupied properties from investment properties.
Investment properties are treated as long-term assets and carried at fair value which represents the open market value, and is tested at the end of the year. Changes in fair values are recorded in net income and are included in other operating income.

4.6.7 IMPAIRMENT OF ASSETS

Assets with an indefinite useful life are not depreciated and are subject to an impairment review annually and when some events suggest that the book value may not be recoverable any resulting difference is charged to the period's results. Assets that are depreciated are subject to an impairment review when there is evidence that their value will not be recoverable. The recoverable value is the greater between the net sales value and the value in use. An impairment loss is recognized by the company when the book value of these assets (or cash generating unit- CGU) is greater than its recoverable amount.
Net sales value is the amount received from the sale of an asset at an arm's length transaction in which participating parties have full knowledge and participate voluntarily, after deducting any additional direct cost for the sale of the asset, while value in use is the present value of estimated future cash flows that are expected to flow into the company from the use of the asset and from its disposal at the end of its estimated useful life.

4.6.8 GOODWILL

Goodwill represents the excess of the cost of an acquisition over the fair value of the Group's share of the net assets of the acquired subsidiary, joint venture and associate at the date of acquisition.
Goodwill on acquisitions of subsidiaries and joint ventures are included in intangible assets and disclosed at the acquisition cost. This cost equals the consolidation cost that exceeds the company's share to the assets and liabilities of the acquired entity.

Goodwill is tested annually for impairment and carried at cost less accumulated impairment losses.
The Group performs its annual impairment test of goodwill as at 31 December. When needed, impairment is determined for goodwill by assessing the recoverable amount of the cash-generating units, to which the goodwill relates. Where the recoverable amount (typically the value in use) of the cash-generating units is less than their carrying amount an impairment loss is recognized.

4.6.9 CONSOLIDATION

- Subsidiaries

Subsidiaries are entities (including special purpose entities) in which the Group has an interest of more than one half of the voting rights or otherwise has power to govern the financial and operating policies.
Subsidiaries are fully consolidated from the date on which control is transferred to the Group and are no longer consolidated from the date that control ceases. The purchase method of accounting is used to account for the acquisition of subsidiaries. Note 1.6(a) outlines the accounting policy on goodwill. The cost of an acquisition is measured as the sum of the fair values, at the date of exchange, of the assets given, liabilities incurred or assumed, and equity instruments issued by the Group, in exchange for control of the acquired plus any costs directly attributable to the acquisition. The acquired identifiable assets, liabilities and contingent liabilities are measured initially at their fair values at the acquisition date, irrespective of the extent of any minority interests.
The excess of the cost of acquisition over the fair value of the net assets of the subsidiary acquired is recorded as goodwill. Where the cost of the acquisition is less than the fair value of the Group's share of the net assets of the subsidiary acquired, the difference is recognized directly in the income statement.
Inter-company transactions, balances and unrealized gains on transactions between Group companies are eliminated. Unrealized losses are also eliminated unless cost cannot be recovered. Accounting policies of subsidiaries have been adjusted where necessary to ensure consistency with the policies adopted by the Group.

- Associates

Associates are entities over which the Group generally has between 20% and 50% of the voting rights, or over which the Group has significant influence, but which it does not control. Investments in associates are accounted for by the equity method of accounting and are initially recognized at cost. The Group's investment in associates includes goodwill (net of any cumulative impairments losses) identified in acquisition.
Under this method the Group's share of the post-acquisition profits or losses of associates is recognized in the income statement and its share of post acquisition movements in other reserves is recognized in other reserves. The cumulative post-acquisition movements in balance sheet assets and liabilities are adjusted against the carrying amount of the investment.

- Joint Ventures

Joint ventures are consolidated using the full consolidated method. Under this method the investment is initially recognized at cost and is subsequently valued for the cumulative post-acquisition movements in balance sheet assets and liabilities and adjusted against the carrying amount of the investment. The share of the post-acquisition profits or losses of the joint ventures is recognized in the income statement.

- Other investments

Other investments concern non listed companies with ownership percentage less than 20% and with absence of control on the voting rights. In accordance with IAS 32 and 39 these investments are disclosed in acquisition cost less provisions for impairments.

4.6.10 INVENTORIES

Inventories are stated at the lower between cost and net realizable value. Net realizable value is the estimated selling price in the ordinary course of business, less the costs of completion and selling expenses. Cost is determined using the weighted average method and includes the cost of acquisition plus other expenses (transport and freights etc). Appropriate allowance is made for damaged, obsolete and slow moving items. Write-downs to net realizable value and inventory losses are expensed in cost of sales in the period in which the write-downs or losses occur.

4.6.11 TRADE RECEIVABLES

Trade receivables are recognized initially at fair value and subsequently measured at amortized cost using the effective interest method, less provision for impairment. A provision for impairment of trade receivables is established when there is objective evidence that the Group will not be able to collect all of the amounts due according to the original terms of receivables. The amount of the provision is the difference between the asset's

carrying amount and the present value of estimated future cash flows, discounted at the effective interest rate. The amount of the provision is recognized in other expenses in the income statement.
All trade receivables are considered **collectable**.

4.6.12 Cash and Cash equivalents

Cash and cash equivalents comprise cash on hand, deposits held at call with banks, other short-term highly liquid investments with original maturities o three months or less.

4.6.13 Reserves

The company is obliged according to the applicable commercial law 2190/1920 art. 44 and 45 to form as legal reserve of 5% of their annual net profits up to 1/3 of the paid up share capital.. This reserve cannot be distributed during the operational life of the company, but can be used to cover loses.
Based on existing Greek tax law, tax exempt reserves under special laws are exempt from income tax, provided that they are not distributed to shareholders. The Group does not intend to distribute these reserves and has thus not provided for the tax liability that would arise in the event that these reserves were to be distributed. Any distribution from these reserves can only occur following the approval of shareholders in a general meeting and after the applicable taxation is paid by the Company.

4.6.14 Share Capital

All the shares are registered and listed for trading in the Securities Market of the Athens Exchange since 29-9-2000. The Share capital is fully paid up, amounts to 10.330.448,00 € and is divided to 6.456.530 ordinary nominal voting shares of nominal value 1,60 € each.

4.6.15 Revenue and Expense Recognition

Revenue: Revenue comprises the fair value for the sale of goods and services net of value-added tax, rebates and discounts, and after eliminating sales within the Group. Revenue from the sale of goods is recognized when significant risks and rewards of ownership of the goods are transferred to the buyer (usually upon delivery and customer acceptance) and the realization of the related receivable is reasonably assured. Revenue arising from services is recognized on an accrual basis in accordance with the substance of the relevant agreements
Interest income is recognized on a time proportion basis, taking account of the principal outstanding and the effective rate over the period to maturity, when it is determined that such income will accrue to the Group.
Expenses are recognized in the income statement on an accrual basis. Payments realized for Operating leases are transferred in the income statement as expenses, during the time of use of the leased element. The expenses from interest are recognized on an accrued basis.

4.6.16 Provisions

Provisions, according to IAS 37, are recognized when the Group has a present legal or constructive obligation as a result of past events, it is probable that an outflow of resources will be required to settle the obligation, and a reliable estimate of the amount can be made. Where the Group expects a provision to be reimbursed, for example under an insurance contract, the reimbursement is recognized as a separate asset but only when the reimbursement is virtually certain.
The Group recognizes a provision for onerous contracts when the expected benefits to be derived from a contract are less than the unavoidable costs of meeting the obligations under the contract.
Restructuring provisions comprise lease termination penalties and employee termination payments, and are recognized in the period in which the Group becomes legally or constructively committed to payment. Costs related to the ongoing activities of the Group are not provided in advance.
Long-term provisions are determined by discounting the expected future cash flows and taking the risks specific to the liability into account.

4.6.17 Borrowings

The incurred cost of bank loans is charged to the period according to IAS 23 Borrowing costs. Borrowings are recognized initially at fair value, net of transaction costs incurred. In subsequent periods, borrowings are stated at amortized cost using the effective yield method.

4.6.18 Employee Benefits

Short-term benefits: Short-term benefits to the employees (apart from the benefits for the termination of the labour relationship) in cash and in goods are recorded for as an expense when they become payable. Any outstanding amount is recorded as a liability, while in the case where the amount already paid exceeds the amount of the benefits; the company records the excess amount as its asset (prepaid expense) only to the extent that the prepayment will lead to the reduction of future payments or to a return.

Benefits after exiting from the service: The benefits comprise defined benefit plans as well as defined contribution plans.

Defined contribution plan: A defined contribution plan is a pension plan under which the Group pays fixed contributions into a separate entity (a fund) and will have no legal or constructive obligations to pay further contributions if the fund does not hold sufficient assets to pay all employees benefits relating to employee service in the current and prior periods.

Defined benefit plan: The liability in respect of defined benefit pension or retirement plans, including certain unfunded termination indemnity benefit plans, is the present value of the defined benefit obligation at the balance sheet date minus the fair value of plan assets (where funded) together with adjustments for actuarial gains/ losses and past service cost. The defined benefit obligation is calculated at periodic intervals by independent actuaries using the projected unit credit method. The present value of the defined benefit obligation is determined by the estimated future cash outflows using interest rates applicable to high quality corporate bonds or government securities which have terms to maturity approximating the terms of the related liability.
Actuarial gains and losses arising from experience adjustments, changes in actuarial assumptions and amendments to pension plans, which exceed 10% of the estimated benefit liability at the beginning of every period, are recognized in other income/expenses in the income statement over the average remaining service lives of the related employees (corridor approach).

4.6.19 LEASES

Leases where all the risks and rewards of ownership are retained by the lessor are classified as operating leases. Payments made under operating leases (net of any incentives received from the lessor) are charged to the income statement on a straight-line basis over the period of the lease.
Leases of property (plant and equipment) where the Group has substantially all the risks and rewards of ownership are classified as finance leases. Finance leases are capitalized at the inception of the lease at the lower of the fair value of the leased property or the present value of the minimum lease payments. Each lease payment is allocated between the liability and finance charges so as to achieve a constant rate on the finance balance outstanding. The corresponding rental obligations, net of finance charges, are included in liabilities. The interest element of the finance cost is charged to the income statement over the lease period so as to produce a constant periodic rate of interest on the remaining balance of the liability for each period. Property, plant and equipment acquired under finance leases are depreciated over the useful life of the asset or the lease term.

4.6.20 INCOME TAX AND DEFERRED TAX

The tax for the period comprises current income tax and deferred tax, i.e. the tax charges or tax credits that are associated with economic benefits accruing in the period but have been assessed by the tax authorities in different periods. Income tax is recognized in the income statement of the period, except for the tax relating to transactions that have been booked directly to Equity. In such case the related tax is, accordingly, booked directly to Equity. Current income tax is calculated using the financial statements of every company included in the consolidated financial statements, along with the applicable tax law in the respective countries. The charge from income tax consists in the current income tax calculated upon the results of the Group companies, as they have been reformed in their taxation return applying the applicable tax rate. Deferred income tax is provided in full using the balance sheet liability method, on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements. However, if the deferred income tax arises from initial recognition of an asset or liability in a transaction other than a business combination that at the time of the transaction affects neither accounting nor taxable profit and loss, it is not accounted for. Deferred income tax assets are recognized only to the extent that is it probable that taxable profits and reversals of deferred tax liabilities will be available against which deductible temporary differences can be utilized. Deferred tax liabilities are recognized for taxable temporary differences arising on investments in subsidiaries, joint ventures and associates, except where the Group is able to control the reversal of the temporary difference and it is probable that the temporary difference will not reverse in the foreseeable future. Deferred income taxation is determined using tax rates that have been enacted by the balance sheet date and are expected to apply when the related deferred income tax asset is realized or the related deferred income tax liability is settled. Deferred tax is charged or credited in the income statement, except when it relates to items credited or charged directly to equity, in which case the deferred tax is also dealt with in equity.

4.6.21 FOREIGN CURRENCY TRANSACTIONS

Items included in the financial statements of each entity in the Group are measured in the functional currency, which is the currency of the primary economic environment in which each Group entity operates. The consolidated

financial statements are presented in Euros, which is the functional, and presentation currency of the Company and the presentation currency of the Group.
Gains or losses resulting from foreign currency re-measurements are reflected in the accompanying statements of income. Gains or losses resulting from transactions are also reflected in the accompanying statements of income.
The operating results and financial position of all group entities (none of which operate in a hyperinflationary economy) that have a functional currency different from the presentation currency are translated into the presentation currency at the closing rate at the date of the balance sheet.

4.6.22 FINCANCIAL INSTRUMENTS

Financial instruments at fair value

The financial assets and liabilities reflected on the statement of financial position include cash and cash equivalents, trade and other accounts receivable, investments, trade accounts payable and short and long term liabilities
These accounts are presented as assets, liabilities or equity components based on the substance and the contents of the related contractual agreements from which they are derived. Interest, dividends, profit or losses which result from financial assets or liabilities are recognized as income or expenses, respectively.

The value at which the Group's financial assets and liabilities are disclosed in the financial statements does not differ from their fair value.

4.6.23 FINCANCIAL RISK MANAGEMENT

➢ **Financial Risk Factors**

The Group's activities give rise to a variety of financial risks, including foreign exchange, interest rate, credit and liquidity risks. The Group's overall risk management program focuses on the volatility of financial markets and seeks to minimize potential adverse effects on the financial performance of the Group as a whole.
Risk management is carried out by the Group's management which evaluates the risk associated to the Group's activities and functions, and designs the policy by using the appropriate financial tools in order to mitigate the risk.
The Group's financial instruments consist mainly of deposits with banks, bank overdrafts, and trade accounts receivable and payable.

➢ **Foreign Exchange Risk**

The Group's foreign exchange exposure arises from actual or anticipated cash flows (exports/ imports) in currencies other than its base currency.
Exposures related to future trade agreements and recognized elements of assets and liabilities are managed through the use of forward exchange contracts when needed. Exposure arises when trade agreements and recognized elements of assets and liabilities are presented in currencies different from the functional and presentation currency of the Entity, which is the Euro.
The Group has no significant elements for assets and liabilities that are expressed in currency different than the Euro. Thus there is no substantial currency exchange risk.
The main foreign transaction currencies are USD and GBP.

➢ **Price Risk**

The Group is not exposed to securities price risk. The Group is exposed in risk due to the variations of the value of the goods used for trade and of the raw-materials used. In order to face the risk of impairment of inventories, a rationalized warehouse management aims to minimize the stock according to progress of the production needs. The level of the inventories in relation to the Group's turnover is significantly low.

➢ **Interest Rate Risk**

The fluctuations in the interest rate markets have a moderate impact on the Group's income and the Group's operating cash flows.
It is the policy of the Group to continuously review interest rate trends and the tenor of financing needs. In this respect, decisions are made on a case by case basis as to the tenor and the fixed versus floating cost of a new loan. Thus, the amount of short term borrowings is variable. All short term borrowings are based on floating rates.
For medium and long-term loans both the amounts of loans as well as the interest rates are decreasing. Thus the interest rate risk exposure is relatively low.

➢ **Credit Risk**

Trade accounts receivable consist mainly of a large, widespread customer base where the predominant position is held by Banking and Public sectors. The Group's Financial Management Department monitors the financial position of their debtors on an ongoing basis.
Each client's credit exposure is monitored by an independent entity, taking into account the client's financial position, the amount of previews transactions and other factors and tests the credit limits granted to the client. The

credit limits granted are fixed taking into account internal and external evaluations and are always within the limits approved by the Board of directors.
Appropriate provision for impairment losses is made for specific credit risks. At the end of year 2011 there was no material credit risk exposure that was not already covered with appropriate doubtful debt provision.
Taking into account the Group's customer base and the relevant liquidity risk, the exposure at the credit risk will be moderate. The post-dated collection of receivables is an important issue but is not related to our customer's credit ability. To minimize this credit risk, the Group operates within an established counterparty policy approved by the Board of Directors, which limits the amount of credit exposure to any one financial institution. Also, as regards money market instruments, the Group only deals with well-established financial institutions of high credit standing.

- **Liquidity Risk**

The Group's aim is to enforce liquidity primarily through the time matching to receivables and payables and secondly through the availability of funding. The monitoring of the budget execution and the prompt response to the budget deviations enables to timely balance cash inflows and outflows. The Group's liabilities due within 6 month period and are all covered with sufficient borrowing and as well collection of receivables.

- **Capital Management**

The primary objective of the Group's capital management is to ensure that it maintains a strong investment grade credit rating and healthy capital ratios in order to support its operations and maximize shareholder value. The group's policy is to maintain leverage targets in line with an investment grade profile.

- **Other operational risk**

A reliable internal Control System has been established by the company's management in order to timely identify potential distortions in the company's commercial activities. The insurance coverage against all risks is deemed to be sufficient. There are no other risks expected that might rise up in the short term for both the Group and the Company.
Moreover, the ability to adjust our activities to new market conditions as well as the level of the ongoing projects allow us to believe that will efficiently face the present critical market and economic conditions maintaining our high quality standards.

4.7 NOTES TO THE ANNUAL FINANCIAL STATEMENTS

4.7.1 OPERATING SEGMENTS

Business segment is a distinct part of the Company and the Group which provides products and services subject to different grades of risk and performance that is different from those of other business segments.
Geographical segments provide products or services within a particular economic environment that is subject to risks and performances that are different from those of components operating in other economic environments.
The Group and the company's segments are based on the products and services provided.

- **Primary segment – Business segments**

The Group organizes its activities in three segments:

- Technology providers of solutions and services to the business environment. (Value Added Solutions)
- IT projects (integraton)
- Resellers' network for mobile telecommunications.

The segment consolidated results for the current and previews period are as follows:

GROUP												
	Technology Solutions and Services			Integration projects			Mobile telecommunications			Total		
	30/6			30/6			30/6			30/6		
Amounts in € thousand	2012	2011	VARIATION %	2012	2011	VARIATION %	2012	2011	VARIATION %	2012	2011	VARIATION %
Revenue	20.857	15.597	33,72	2.500	3.518	-28,94	1.060	1.323	-19,88	**24.417**	**20.438**	19,47
Gross profit	6.250	4.539	37,70	409	1.014	-59,66	398	585	-31,97	**7.057**	**6.138**	14,97
EBIT	1.700	1.309	29,8	260	693	-62,48	92	101	-8,91	**2.052**	**2.103**	-2,43
Earnings before taxes	-	-	-	-	-	-	-	-	-	**343**	**300**	7,32
Earnings after taxes	-	-	-	-	-	-	-	-	-	**242**	**189**	290,9

- **Secondary segment – Geographical segment**

Excpet SPACE HELLAS CYPRUS LTD (Cyprus) and SPACE HELLAS SYSTEM INTEGRATOR S.R.L. (Romanis) with developping, yet small impact at Group's level, the Group is operating mainly in Greece

4.7.2 Other Operating Income

Amounts in € thousand	GROUP		COMPANY	
	01.01-30.06.2012	01.01-30.06.2011	01.01-30.06.2012	01.01-30.06.2011
Income from property leases	43	65	49	65
Income from technical equipment leases	0	0	0	0
Government Grants	42	159	40	159
Other operating income	51	5	50	5
Currency exchange gains	29	194	27	163
Extraordinary gains	1	0	1	0
Total other operating income	**166**	**423**	**167**	**392**

4.7.3 Operating Expenses

The administrative expenses, the R&D cost as well as the Distribution cost result to be increased compared to previews period for 9,52%.

Amounts in € thousand	GROUP		VARIATION %	COMPANY		VARIATION %
	01.01-30.06.2012	01.01-30.06.2011		01.01-30.06.2012	01.01-30.06.2011	
Payroll expenses	3.093	2.867	27,00%	3.032	2.867	29,12%
Third parties' fees and expenses	605	455	32,97%	568	439	29,38%
Third parties' utilities and services	683	687	-0,58%	679	687	-1,16%
Taxes and dues	142	90	57,78%	142	90	57,78%
Sundry expenses	306	311	-1,61%	294	311	-5,47%
Depreciations	287	256	12,11%	285	256	11,33%
Provisions	74	73	1,37%	74	73	1,37%
Total operating expenses	**5.190**	**4.739**	**9,52%**	**5.074**	**4.723**	**7,43%**

4.7.4 Other Operating Expenses

Amounts in € thousand	GROUP		COMPANY	
	01.01-30.06.2012	01.01-30.06.2011	01.01-30.06.2012	01.01-30.06.2011
Extraordinary expenses	53	71	53	71
Loss from currency exchange	67	71	48	47
Provisions for receivables of doubtful collection	327	3	327	3
Extraordinary losses	0	5	0	5
Total other operating expenses	**447**	**150**	**428**	**126**

4.7.5 Income Tax

The income tax expense imputed the results as following:

Income Tax	NOTE	GROUP		COMPANY	
Amounts in € thousand		30.06.2012	30.06.2011	30.06.2012	30.06.2011
Current Income Tax		-142	-21	-126	-
Provision charged for the tax unaudited fiscal years		0	-8	0	-8
Deferred tax imputed to results	4.7.21	41	-82	27	-82
Total		**-101**	**-111**	**-99**	**-90**

According to the provisions of the previews tax law, the taxation income rate for year 2010 amounted to 24%. With the new taxation law (L. 3943/2011), the taxation rate for year 2011 and after, has been reduced to 20%. The deferred tax has been calculated using the tax rate that will be in force at the time of the settlement.
The Greek tax authorities issue Greek circulars and interpretations in several cases regarding the application of the Greek Tax Law. The income tax statements are submitted to the tax authorities but the results stated up to 2010 for tax purposes are considered provisory until the final tax audit. The tax losses to the extent of their recognition from the tax authorities can be deductable for the next five years starting from the year where the loss appeared.
From year 2011 and onwards, the tax returns are subject to the issuance of the Tax Compliance Report. The provisions of article 16, para 1 of the ministerial decision (POL) 1159/2011, set the prerequisites under which the fiscal year is deemed to be finalized.

4.7.6 Property, Plant And Equipment

Property, Plant and Equipment: Group

Amounts in € thousand	Land	Buildings and buildings installations	Plant and machinery	Motor Vehicles	Furniture's & Fittings	Total
Opening Balance 01.01.2011	**1.955**	**6.864**	**5.036**	**219**	**2.354**	**16.428**
Plus: Additions	0	1	107	0	15	**123**
Minus: Disposals	0	0	12	0	13	**25**
Ending balance 30.06.2011	**1.955**	**6.865**	**5.131**	**219**	**2.356**	**16.526**
Depreciation at 01.01.2011	**0**	**1.096**	**2.352**	**34**	**1.653**	**5.135**
Plus: Depreciation expense	0	126	166	6	83	**381**
Minus: Depreciation of disposed elements	0	0	8	0	10	**18**
Ending balance 30.06.2011	**0**	**1.222**	**2.510**	**40**	**1.726**	**5.498**
Net Book Value at 30.06.2011	**1.955**	**5.643**	**2.621**	**179**	**629**	**11.028**
Opening Balance 01.01.2012	**1.955**	**6.910**	**5.290**	**328**	**2.476**	**16.959**
Plus: Additions	0	1	400	9	21	**431**
Minus: Disposals	0	0	1	39	16	**56**
Ending balance 30.06.2012	**1.955**	**6.911**	**5.689**	**298**	**2.481**	**17.334**
Depreciation at 01.01.2012	**0**	**1.348**	**2.728**	**154**	**1.893**	**6.123**
Plus: Depreciation expense	0	126	179	7	68	**380**
Minus: Depreciation of disposed elements	0	0	0	39	16	**55**
Ending balance 30.06.2012	**0**	**1.474**	**2.907**	**122**	**1.945**	**6.448**
Net Book Value at 30.06.2012	**1.955**	**5.437**	**2.782**	**176**	**536**	**10.886**

Property, Plant and Equipment: Company

Amounts in € thousand	Land	Buildings and buildings installations	Plant and machinery	Motor Vehicles	Furniture's & Fittings	Total
Opening Balance 01.01.2011	**1.955**	**6.864**	**5.036**	**219**	**2.354**	**16.428**
Plus: Additions	0	1	107	0	15	**123**
Minus: Disposals	0	0	12	0	13	**25**
Ending balance 30.06.2011	**1.955**	**6.865**	**5.131**	**219**	**2.356**	**16.526**
Depreciation at 01.01.2011	**0**	**1.096**	**2.352**	**34**	**1.653**	**5.135**
Plus: Depreciation expense	0	126	166	6	83	**381**
Minus: Depreciation of disposed elements	0	0	8	0	10	**18**
Ending balance 30.06.2011	**0**	**1.222**	**2.510**	**40**	**1.726**	**5.498**
Net Book Value at 30.06.2011	**1.955**	**5.643**	**2.621**	**179**	**629**	**11.028**
Opening Balance 01.01.2012	**1.955**	**6.910**	**5.219**	**215**	**2.376**	**16.675**
Plus: Additions	0	1	400	9	21	**431**
Minus: Disposals	0	0	1	0	16	**17**
Ending balance 30.06.2012	**1.955**	**6.911**	**5.618**	**224**	**2.381**	**17.089**
Depreciation at 01.01.2012	**0**	**1.348**	**2.678**	**41**	**1.795**	**5.862**
Plus: Depreciation expense	0	126	177	7	68	**378**
Minus: Depreciation of disposed elements	0	0	0	0	16	**16**
Ending balance 30.06.2012	**0**	**1.474**	**2.855**	**48**	**1.847**	**6.224**
Net Book Value at 30.06.2012	**1.955**	**5.437**	**2.763**	**176**	**534**	**10.865**

4.7.7 INTANGIBLE ASSETS

The account refers to the acquisition cost for of trademarks, software and other intangible assets. With regard to trademarks, due to the difficulty of a reliable measurement of their commercial value, no amortization has been charged.
The intangible assets of the Group and the company are the following:

Intangible assets of the Group:

Amounts in € thousand	Software	Other intangibles	Software internally developed	Total intangible assets IFRS
Opening Balance 01.01.2011	**937**	**284**	**0**	**1.221**
Plus: Additions	1	0	0	1
Minus: Disposals	0	0	0	0
Ending balance 30.06.2011	**938**	**284**	**0**	**1.222**
Depreciation at 01.01.2011	**818**	**0**	**0**	**818**
Plus: Depreciation expense	49	0	0	**49**
Minus: Depreciation of disposed elements	0	0	0	**0**
Ending balance 30.06.2011	**867**	**0**	**0**	**867**
Net Book Value at 30.06.2011	**71**	**284**	**0**	**355**
Opening Balance 01.01.2012	**1.648**	**284**	**0**	**1.932**
Plus: Additions	186	0	303	489
Minus: Disposals	0	0	0	0
Ending balance 30.06.2012	**1.834**	**284**	**303**	**2.421**
Depreciation at 01.01.2012	**954**	**0**	**0**	**954**
Plus: Depreciation expense	86	0	**0**	**86**
Minus: Depreciation of disposed elements	0	0	**0**	**0**
Ending balance 30.06.2012	**1.040**	**0**	**0**	**1.040**
Net Book Value at 30.06.2012	**794**	**284**	**303**	**1.381**

Intangible assets of the Company:

Amounts in € thousand	Software	Other intangibles	Software internally developed	Total intangible assets IFRS
Opening Balance 01.01.2011	**937**	**284**	**0**	**1.221**
Plus: Additions	1	0	0	1
Minus: Disposals	0	0	0	0
Ending balance 30.06.2011	**938**	**284**	**0**	**1.222**
Depreciation at 01.01.2011	**818**	**0**	**0**	**818**
Plus: Depreciation expense	49	0	0	**49**
Minus: Depreciation of disposed elements	0	0	0	**0**
Ending balance 30.06.2011	**867**	**0**	**0**	**867**
Net Book Value at 30.06.2011	**71**	**284**	**0**	**355**
Opening Balance 01.01.2012	**1.590**	**284**	**0**	**1.874**
Plus: Additions	186	0	303	489
Minus: Disposals	0	0	0	0
Ending balance 30.06.2012	**1.776**	**284**	**303**	**2.363**
Depreciation at 01.01.2012	**896**	**0**	**0**	**896**
Plus: Depreciation expense	86	0	**0**	**86**
Minus: Depreciation of disposed elements	0	0	**0**	**0**
Ending balance 30.06.2012	**982**	**0**	**0**	**982**
Net Book Value at 30.06.2012	**794**	**284**	**303**	**1.381**

4.7.8 INVESTMENT PROPERTIES

The amount of € 1.500 thousand concerns building owned by the subsidiary SPACE HELLAS SYSTEM INTEGRATOR S.R.L. (indirect participation) acquired for rental purposes during the first half of year 2010 and it is disclosed at the acquisition cost. This fair value of this property will be tested on annual basis. The fair value for investments in urban areas is determined taking into account the market value of similar investments. The building is leased for three years. The rent for the current period amounts to €49 thousand.

4.7.9 GOODWILL

The Goodwill, amounting to € 460 thousand, disclosed among the noncurrent assets, comprises the amount of € 428 thousand from the buyout of the remaining 50% of SPACE PHONE S.A. that took place during year 2007, currently merged by absorption by the parent company and the amount of € 32 thousand from the buyout of the 82,87% of METROLOGY HELLAS S.A. that took place AT 25/11/2011. The goodwill after being tested for impairment and it is disclosed among the company's assets.

4.7.10 LIENS AND PLEDGES

There are no real liens on non-current assets or property except the underwriting, amounting to € 1.200 thousand, on the property situated at 6 Loch. Dedousi St., Cholargos, Athens, € 4.000 thousand on the property situated at 302 Mesogeion Ave., as well as, the underwriting amounting to € 650 thousand on the property situated in Romania belonging to the sub-subsidiary Space Hellas System Integrator Srl.

4.7.11 SUBSIDIARIES, ASSOCIATES AND JOINT VENTURES

The company's shareholding in subsidiaries, associates and Joint venture as at 30.06.2012, is disclosed at their acquisition cost less provisions for impairment.

Corporate name	Acquisition cost		Ownership percentage		Consolidation method	Country
Amounts in € thousand	30.06.2012	31.12.2011				
Subsidiaries			**Direct**	**Indirect**		
SPACE HELLAS (CYPRUS) LTD	34	34	100%		Full Consolidation	Cyprus
SPACE HELLAS SYSTEM INTEGRATOR S.R.L.	946	946		99%	Full Consolidation	Romania
METROLOGY HELLAS S.A.	191	191	84,38%		Full Consolidation	Greece
Total Subsidiaries	**1.171**	**1.171**				

Associates & Joint Ventures						
JOINT-VENTURE "EMY" MODERNIZATION	389	389	67,5%	-	Equity method	Greece
JOINT-VENTURE ALKYONA	49	49	99%	-	Equity method	Greece
JOINT VENTURE UNISYSTEMS INFORMATION SYSTEMS S.A. (formerly INFO QUEST)– SPACE HELLAS	3	3	35%	-	Equity method	Greece
JOINT-VENTURE SPACE HELLAS SA-KB IMPULS HELLAS SA ("DORY")	13	13	50%	-	Equity method	Greece
Total Associates & Joint Ventures	**454**	**454**				
Other investments						
MOBICS L.T.D.	150	150	19,32%	-	-	Greece
Total Other investments	**150**	**150**				
Total Shareholding	**1.775**	**1.775**				

The company has adjusted the acquisition percentage from 82,87% to 84,38% in the share capital of the subsidiary METROLOGY HELLAS S.A., following the increase of the share capital of the subsidiary, covered only the parent company

The Company comprises the subsidiary Metrology Hellas SA, for the first time with the full consolidation method. The impact on the Group's position was less than 25%. Consequently the financial statements for the period 01.01.2012 to 30.06.2012 are not fully comparable with those of the previews period.

Tables of Guarantees to third parties:

Amounts in € thousand	Group		Company	
	30.06.2012	31.12.2011	30.06.2012	31.12.2011
Guarantees to third parties on behalf of subsidiaries and joint ventures	**1.797**	**2.042**	**1.797**	**2.042**
Used guarantees to third parties on behalf of subsidiaries	**0**	**0**	**0**	**0**
Bank guarantee letters	**1.797**	**2.042**	**1.797**	**2.042**

Joint Ventures' activities

- Joint Venture "Unisystems – SPACE HELLAS", the aim of the Joint Venture is the development of the IS survey for the Hellenic National Cadastre.
- Joint Venture "ALKYONA" The aim is the development of meteorological radar network.
- Joint Venture "EMY". The aim is the modernization of the Hellenic National Meteorological Service.
- Joint Venture "SPACE HELLAS S.A – KBI IMPULS HELLAS S.A". The scope of this joint venture is the implementation of the assigned, through public bid, project DORY (Development of Infrastructures for the initial service of the needs of agencies in the Public Sector located in remote areas, as regards advanced communication technologies by use of the Hellas Sat – DORY Public Satellite System).

4.7.12 INVENTORIES

Table of inventories of the Group and the company:

Inventories	Group		Company	
Amounts in Euro thousands	30.06.2012	31.12.2011	30.06.2012	31.12.2011
Goods	3.502	3.191	3.502	3.191
Materials	436	366	436	366
Consumables	38	34	38	34
Total inventories	**3.976**	**3.591**	**3.976**	**3.591**

The Group is implementing a set of measures in order to minimize the risk of impairment of inventories due to calamity, fraud etc. Inventories are tested for impairment at the end of the year. When needed, appropriate allowance is made for damaged, obsolete and slow moving items. The write-downs to net realizable value and inventory losses, charged in previews year's results amount to € 21. The level of inventories is determined according to the Group's customer-oriented, strategic warehouse management.

4.7.13 Trade Receivables

Trade receivables are recognized initially at fair value and subsequently measured at amortized cost using the effective interest method, less provision for impairment. A provision for impairment of trade receivables is established when there is objective evidence that the Group will not be able to collect all of the amounts due according to the original terms of receivables. The provisions formed are then used for the cancellation of the receivables of doubtful liquidation.

Trade receivables	Group		Company	
Amounts in Euro thousands	30.06.2012	31.12.2011	30.06.2012	31.12.2011
Trade receivables	30.758	27.932	30.551	27.727
Less: Provisions for doubtful liquidation	4.100	3.777	4.100	3.777
Total trade receivables	**26.658**	**24.155**	**26.451**	**23.950**

Provisions for impairment:

	Group	Company
Amounts in Euro thousands	30.06.2012	31.12.2011
Provisions at the beginning of the period	**3.777**	**3.764**
Additions	323	13
Uses (court settlements)	0	0
Offsetting of unused provisions	0	0
Total charged to income	**323**	**13**
Cancellation of receivables upon court decision	0	0
cancellation of receivables	0	0
Provisions at the end of the period	**4.100**	**3.777**

Aging analysis for receivables:

Trade receivables	Group		Company	
Amounts in Euro thousands	30.06.2012	31.12.2011	30.06.2012	31.12.2011
1 – 90 days	10.347	13.721	10.095	13.539
91 – 180 days	5.690	7.500	5.690	7.500
181 – 360 days	6.890	6.800	6.890	6.800
> 360 days	6.387	3.960	6.387	3.960
Total trade receivables	**29.314**	**31.981**	**29.062**	**31.799**

Aging analysis of related parties' trade receivables:

Receivables from Related parties	Group		Company	
Amounts in Euro thousands	30.06.2012	31.12.2011	30.06.2012	31.12.2011
1 – 90 days	228	30	228	30
91 – 180 days	19	171	19	171
181 – 360 days	306	40	306	40
> 360 days*	1.959	2.026	1.959	2.026
Total Receivables from Related parties	**2.512**	**2.267**	**2.512**	**2.267**

* The amount concerns mostly public sector's projects at the final acceptance stage which is expected to be collected in a reasonable time period.

The trade receivables' fair value is approximately equal to the book value. The trade receivables after impairment, for both the Group and the company, are fully collectable. The trade receivables accounts are not bearing any interest. The collection of receivables related to projects depends on the completion stage.

4.7.14 Other Receivables

Other receivables of the group and company:

Other receivables	Group		Company	
Amounts in Euro thousands	30.06.2012	31.12.2011	30.06.2012	31.12.2011
Cheques receivable	1	0	1	0
Cheques receivable at banks as pledge	1.707	1.708	1.701	1.694
Cheques overdue	1.704	1.700	1.704	1.700
Deducted Taxes & other receivables	245	227	242	224
Salary prepayments	14	16	14	16
Advances to account for	409	432	394	406
Amounts owed from selling of participating interests	141	121	552	526
Deferred charges	2.213	2.272	2.202	2.270
Income earned	444	439	444	439
Other receivables	240	301	240	277
Total other receivables	**7.118**	**7.216**	**7.494**	**7.552**
Less: provisions for doubtful liquidation	1.908	1.904	1.908	1.904
Total other receivables	**5.210**	**5.312**	**5.586**	**5.648**

The trade receivables' fair value is approximately equal to the book value. The trade receivables after impairment, for both the Group and the company, **are fully collectable.**

4.7.15 Prepayments

Prepayments	Group		Company	
Amounts in Euro thousands	30.06.2012	31.12.2011	30.06.2012	31.12.2011
Orders placed abroad	325	243	325	243
Prepayments to other creditors	522	81	519	80
Total prepayments	**847**	**324**	**844**	**323**

4.7.16 Cash And Cash Equivalents

Cash and cash equivalents comprise cash on hand, deposits held at call with banks, other short-term highly liquid investments with original maturities of three months or less

Cash and Cash equivalents	Group		Company	
Amounts in Euro thousands	30.06.2012	31.12.2011	30.06.2012	31.12.2011
Cash on hand	317	94	316	93
Short term Bank deposits	625	1.626	491	1.444
Total Cash and Cash equivalents	**942**	**1.720**	**807**	**1.537**

4.7.17 Share Capital

The company's shares are ordinary registerd shares and have been listed in ASE since 29.09.2000.

Number of shares and nominal value	30.06.2012
Number of ordinary shares	6.456.530
Nominal value each share	1,60 €

The earnings per share have been calculated taking into account the weighted average number of ordinary shares in issue which, for the period was 6.456.530.

4.7.18 LONG TERM LOANS

The long term loans concern:

i. Long term loan of € 800 thousand, ending at 2015, for the finance of the company's operating activities The loan amounts to € 571 thousand after the interest and principal payments

ii. Mortgage loan of € 650 thousand, ending at 2020 contacted by the subsidiary SPACE HELLAS SYSTEM INTEGRATOR S.R.L. on 27th April 2010 for the acquisition of a building as investment property. The loan amounts to € 345 thousand after the interest and principal payments

4.7.19 Other Long Term Liabilites

Liabilities are characterized as long term when they due over 12 months otherwise there are consider as short term liabilities.

Other long term liabilities	**Group**		**Company**	
Amounts in Euro thousands	**30.06.2012**	**31.12.2011**	**30.06.2012**	**31.12.2011**
losses from joint ventures	0	0	638	636
Guarantees received	5	11	5	11
Total Other long term liabilities	**5**	**11**	**643**	**647**

4.7.20 Personell employeed - Employee Benefits

The personnel employed at 30-06-2012 for the Company amounted to 206 and for the Group amounted to 214 persons while as at 30.06.2011 amounted to 206 both for the Company and the Group.

4.7.20.1 Provisions for employees benefits

The Management of the Group, in compliance with IFRS (IAS 19), has appointed an independent actuary firm to assess the Group' s liabilities arising from the obligation to pay termination indemnities. The details and principal assumptions of the actuarial study have as follows:

.

Accounting disclosures according to IAS 19	**Company**	
Amounts in Euro thousands	**30.06.2012**	**31.12.2011**
Present value of unfunded obligations	540	533
Uncharged actuarial gains/losses	-449	-479
Net liability disclosed	**91**	**54**
Cost charged to income	**466**	**131**
Liability recognized in the Statement of financial position		
Net liability – opening balance	54	126
Benefits paid	-429	-203
Cost recognized in the income statement	466	131
Net liability	**91**	**54**

The assumptions used are the following:

	Assumptions	
1.	Discount interest rate	5% as at 31/12/2011
2.	Average annual long term inflation rate	2% ((according to EU, Lisbon convention)
3.	Average annual long term salary growth	3%
4.	Valuation date	30.06.2012
5.	Regular retirement age :	According to the social security fund of each employee
6.	General assumption fro actuarial purpose:	The going concern principle according to IAS (IAS1 para 23)
7.	Valuation method :	Projected Unit Credit Method (IAS19)

4.7.21 Deffered Income Tax

Deferred income taxes are calculated in full on temporary differences under the liability method using the principal tax rates that apply to the countries where the companies of the group operate. The calculation of the deferred taxes both for the Group and the Company are reviewed each year, as the balance on the balance sheet to reflect the effective tax rates.

The charges for the deferred income tax after set-offs are as follows:

Deferred income taxes	Group			
	30.06.2012			
Amounts in Euro thousands	Amounts as at 31.12.2011	Amounts charged to net profit	Amounts charged to equity	Total
Deferred tax liabilities				
Depreciation rate difference effect	-266	-5	0	-271
Fair value adjustments Property, plant and equipment	-859	0	0	-859
Depreciation differences from subsidiary	122	14	0	136
Total Deferred tax liabilities	**-1.003**	**9**		**-994**
Deferred tax assets				
Provisions for Trade and other payables	435	25	0	460
Post-employment and termination benefits	11	7	0	18
Impairment of Inventories	4	0	0	4
Tax deductible previews years' losses	0	0	0	0
Share premium capitalization expenses	28	0	0	28
Total Deferred tax assets	**478**	**32**	**0**	**510**
Total Deferred tax	**-525**	**41**	**0**	**-484**

Deferred income taxes	Company			
	30.06.2012			
Amounts in Euro thousands	Amounts as at 31.12.2011	Amounts charged to net profit	Amounts charged to equity	Total
Deferred tax liabilities				
Depreciation rate difference effect	-266	-5	0	-271
Fair value adjustments Property, plant and equipment	-859	0	0	-859
Total Deferred tax liabilities	**-1.125**	**-5**	**0**	**-1.130**
Deferred tax assets				
Provisions for Trade and other payables	435	25	0	460
Post-employment and termination benefits	11	7	0	18
Impairment of Inventories	4	0	0	4
Tax deductible previews years' losses	0	0	0	0
Share premium capitalization expenses	28	0	0	28
Total Deferred tax assets	**478**	**32**	**0**	**510**
Total Deferred tax	**-647**	**27**	**0**	**-620**

The Deferred tax liabilities and deferred tax assets compensate where this is legally possible.

4.7.22 TRADE AND OTHER PAYABLES

Liabilities are characterized as long term when their due is less than 12 months otherwise are considered as long term liabilities.

Trade and other payables	Group		Company	
Amounts in Euro thousands	30.06.2012	31.12.2011	30.06.2012	31.12.2011
Trade payables	6.936	7.632	6.890	7.546
Checks payables	3.480	2.581	3.460	2.553
Customer down payments/advances	1.579	1.591	1.578	1.590
Social security	485	440	444	381
Wages and salaries payable	350	93	337	93
Other payables	1.242	242	1.236	233
Amounts due to related parties	148	0	278	0
Next year's Income	22	23	22	23
Accrued expenses	2	202	0	191
Purchases under arrangement	2	4	2	4
Total Trade and other payables	**14.246**	**12.808**	**14.247**	**12.614**

4.7.23 PROVISIONS

	Provision changes for the Group and the Company				
Amounts in € thousand	**31.12.2011**	**New Provisions**	**Used Provisions**	**Lower Provisions**	**30.06.2012**
Provisions for extraordinary liabilities and claims*	0	0	0	0	0
Provisions for tax unaudited years	122	0	0	0	122
Provisions for employers benefits	54	74	-37	0	91
Other provisions	0	0	0	0	0
Total	**176**	**74**	**-37**	**0**	**213**

4.7.24 DISPUTED CLAIMS

There are no disputed claims (note 4.7.24) that might have significant impact on the financial position both of the Group and the Company.

4.7.25 UNDAUDITED FISCAL YEARS BY THE TAX AUTHORITIES

The unaudited fiscal years by the tax authorities for the companies of the Group are as followed:

Company	**Unaudited year**
SPACE HELLAS S.A.	2009-2010
SPACE HELLAS (CYPRUS) LTD	2005–2011
METROLOGY HELLAS S.E.	2010– 011
JOINT-VENTURE "EMY" MODERNIZATION	2010-2011
JOINT-VENTURE ALKYONA	2010-2011
OINT VENTURE UNISYSTEMS INFORMATION SYSTEMS S.A. (formerly INFO QUEST)– SPACE HELLAS	2010–2011
JOINT-VENTURE SPACE HELLAS SA-KB IMPULS HELLAS SA ("DORY")*	2009-2011

Although the result of the tax audit cannot be estimated with reliability, the company, using statistical information from previews year's tax audits, has formed a provision for tax unaudited years amounting to € 122. The domestic Group companies are in the process of settlement of tax pending affairs, year 2009 included, according to Law 3888/2010 and a tax audit would have insignificant impact.
For the parent company, according to the provisions of the ministerial decision (FEK 1657/26.7.2011), a tax compliance certificate has been issued by the statutory auditors after the completion of tax audit and the tax finalisation of the fiscal year is expected to take place according to provisions of the law.

4.7.26 CONTIGENT EVENTS

4.7.26.1 Commitments -Guarantees

The Group has contingent liabilities in relation to banks as well as other commitments related to ordinary activities. No substantial burden will arise. No additional payments are expected.

The contingent liabilities for letters of guarantee granted both for the Company and the Group are the Following:

Contingent Liabilities	**Group**		**Company**	
Amounts in € thousand	**30.06.2012**	**31.12.2011**	**30.06.2012**	**31.12.2011**
Guarantee letters to secure good performance of contract terms	6.012	4.757	6.012	4.757
Total contingent liabilities	**6.012**	**4.757**	**6.012**	**4.757**

** Including letters of guarantee issued in favour of joint ventures amounting to € 326 thousand as at 30.06.2011 and to € 571 thousand as at 31.12.2011*

4.7.26.2 Excess clause provisions and Disputed claims

There are no cases (note. 4.7.24) that might have significant impact on the financial position both of the Group and the Company.

4.7.26.3 Other contigent liabilities

For the unaudited years, as mentioned in note 4.7.25, there is the risk that the tax authorities' review might result in higher or additional tax obligations. For the event of tax audit of previews fiscal years a provision amounting to € 122 thousand has been charged regarding only the parent company, as for the rest of the Group such an event would have insignificant impact.

4.7.26.4 Operating lease commitments

At 30.06.2012, the company's leases concerned motor vehicles as well as buildings. The minimum future payments based on valid contracts at 30th June 2012 are the following:

Minimum future payments			
Amounts in € thousand	**COMPANY**		
	Up to year	**Up to 5 years**	**Over 5 years**
Motor vehicle	294	325	-
Buildings	467	2.129	1.810
Total	**761**	**2.454**	**1.810**

Except the above mentioned, there are no other contingent liabilities.

4.7.26.5 Capital comittements

At 30.06.2012 there were no capital commitments for the Group and the Company.

4.7.27 Cash Flow

The cash flow from operating activities is negative, amounting to € -1.409 thousand, attributable mainly to the increase of trade receivables due to the increased turnover decrease , while f trade liabilities increased at a lower rate.

The cash flow from investing activities, are negative, amounting to € -882 thousand.

The cash flow from financing activities, are positive, amounting to € 1.513 thousand.

4.7.28 Contingent Events Transactions Between The Company And Related Parties (IAS 24) from 01-01-2012 to 30-06-2012

The sales to and purchases from related parties are made at normal market prices. There are no transactions of unusual nature or content with significant impact on the Group or the subsidiaries or related parties. All of the transactions with related parties are free of any special condition or clause.

The tables below summarize the transactions and the account balances with related parties carried out during periods a' 2012 and a' 2011 respectively.

Amounts in € thousand	**Revenue**		**Expenses**		**Receivables**		**Liabilities**	
	30/6		**30/6**		**30/6**		**30/6**	
Company	**2012**	**2011**	**2012**	**2011**	**2012**	**2011**	**2012**	**2011**
SPACE HELLAS (CYPRUS	-	-	-	-	-	-	140	470
METROLOGY HELLAS S.A.	6	-	-	-	114	-	-	-
Subsidiaries	**6**	**-**	**-**	**-**	**114**	**-**	**140**	**470**
JOINT-VENTURE "EMY" MODERNIZATION	-	40	70	80	1.266	3.019	-	-
JOINT-VENTURE ALKYONA	-	-	1	2	774	771	619	-
JOINT VENTURE UNISYSTEMS INFORMATION SYSTEMS S.A. (formerly INFO QUEST)– SPACE HELLAS	-	1	-	2	32	17	17	-
JOINT-VENTURE SPACE HELLAS - KB IMPULS HELLAS SA	-	-	1	1	-1.471	-1.470	-	-
Joint Ventures	**-**	**41**	**72**	**85**	**601**	**2.337**	**636**	**-**
MOBICS L.T.D.	-	-	28	12	-	-	12	15
SPACE CONSULTING S.A.	-	161	60	-	839	836	32	-
SPACE TECHNICAL CONSTRUCTION BUILDING S.A.	-	-	247	245	309	142	-	-
Associates	**-**	**161**	**335**	**258**	**1.148**	**978**	**44**	**15**
Total Company	**6**	**202**	**407**	**343**	**1.863**	**3.586**	**820**	**1.100**

Amounts in € thousand	Revenue		Expenses		Receivables		Liabilities	
	30/6		30/6		30/6		30/6	
Group	2012	2011	2012	2011	2012	2011	2012	2011
JOINT-VENTURE "EMY" MODERNIZATION	-	40	70	80	1.266	3.019	-	-
JOINT-VENTURE ALKYONA	-	-	1	2	774	771	619	615
JOINT VENTURE UNISYSTEMS INFORMATION SYSTEMS S.A. (formerly INFO QUEST)– SPACE HELLAS	-	1	-	2	32	17	17	-
JOINT-VENTURE SPACE HELLAS - KB IMPULS HELLAS SA	-	-	1	1	-1.471	-1.470	-	-
Joint Ventures	**-**	**41**	**72**	**85**	**601**	**2.337**	**636**	**615**
MOBICS L.T.D.	-	-	28	12	-	-	12	15
SPACE CONSULTING S.A.	-	161	60	-	839	836	32	-
SPACE TECHNICAL CONSTRUCTION BUILDING S.A.	-	-	247	245	309	142	-	-
Associates	**-**	**161**	**335**	**258**	**1.148**	**978**	**44**	**15**
Total Group	**-**	**202**	**407**	**342**	**1.749**	**1.359**	**680**	**630**

From the above table the transactions between the Company and related parties have been eliminated from the consolidated financial statements.

The amounts of revenues shown, concern the implementation of wide scale projects conducted through the joint ventures. The great part of the receivables from joint ventures concerns the Joint venture "EMY" MODERNIZATION. Following, the final acceptance act that took place at 16 February 2011, the gradual collection of this receivable has started. The company has formed an impairment provision for the amount of € 100 thousand, concerning JOINT-VENTURE ALKYONA

Both the services from and towards the related parties as well as the sales and purchase of goods are concluded with the same trade terms and conditions as for the non related parties

Table of Key management compensation:

Amounts in € thousand	Group		Company	
	30.06.2012	30.06.2011	30.06.2012	30.06.2011
Salaries and other employee benefits	**721**	**675**	**721**	**675**
Receivables from executives and members of the Board	**5**	**18**	**5**	**18**
Payables to executives and member of the Board	**36**	**82**	**36**	**82**

The amounts "Payables to executives and member of the Board" concerns remunerations owed to the Board of directors.

Tables of Guarantees to third parties:

Amounts in € thousand	Group		Company	
	30.06.2012	30.06.2011	30.06.2012	30.06.2011
Guarantees to third parties on behalf of subsidiaries and joint ventures	**1.797**	**2.042**	**1.797**	**2.042**
Used guarantees to third parties on behalf of subsidiaries	**0**	**0**	**0**	**0**
Bank guarantee letters	**1.797**	**2.042**	**1.797**	**2.042**

4.8 SIGNIFICANT EVENTS

Significant facts that took place during the period from 1st January to 30th June 2012 are the following:

- **Shareholders' Ordinary General Meeting at 26-06-2012.** The most important issues of the meeting were the following:

- Permission to proceed in the purchase of the shares of "SPACE TECHNICAL CONSTRUCTION BUILDING S.A."
- Appointment of two members of the Audit Committee according to the art. 37 of L. 3693/2008
- Election of two new members in the Board of Directors

4.9 SIGNIFICANT POST-BALANCE SHEET EVENTS

There are no post balance sheet events, concerning the company or the Group, that need to be mentioned.

5 FINANCIAL STATEMENTS AND INFORMATION FROM 1ST JANUARY TO 30TH JUNE 2012

SPACE HELLAS S.A.

Reg. No: 13966/06/B/95
Mesogion Av. 312 Ag. Paraskevi
Financial statement and information for the year 1 January 2012 to 30 June 2012
(In accordance with the Decision 4/507/28.04.2009 of the BoD of the Capital Market Commitee

The following results and information, that arise from the financial statements, provide a general picture of the financial position and financial results of the SPACE HELLAS S.A. Thus we suggest the reader, before entering into any sort of investment decision or other transaction with the company, to gain access to the company's web site, where the financial statements can be downloaded, as well as the Auditor's Review Report.

Prefecture	Ministry of Development, Department of Commerce
Company's web site	http://www.space.gr
Date of approval by the Board of Directors	27 August 2012
	Board of Direcotrs Decisions No 2155
Auditing Company	PKF Euroauditing SA
Certified Auditor Accountant	Andreas G. Pournos (S.O.E.L. Reg. No 35081)
Type of Auditor's report	Unqualified

Board of Directors	
Manolopoulos Dimitrios	President, executive member
Drosinos Paraskevas	CEO, executive member
Manolopoulos Spyridon	A΄Vice President, non ececutive member
Mpellos Christos	B' Vice President, non executive member
Lagogiannis Georgios	Executive member
Mertzanis Ioannis	Executive member
Doulaveris Ioannis	Executive member
Chouchoulis Dimitrios	Indipendent - non executive member
Kapopoulos Lysandros	Indipendent - non executive member

1.1 STATEMENT OF FINANCIAL POSITION

(consolidated and non consolidated) Amounts in € thousand	GROUP 30.06.2012	GROUP 31.12.2011	COMPANY 30.06.2012	COMPANY 31.12.2011
ASSETS				
Property, plant and equipment	10.886	10.836	10.865	10.813
Investment properties	1.500	1.500	0	0
Intangible assets	1.381	978	1.381	977
Other non current assets	971	978	1.467	1.396
Inventory	3.976	3.591	3.976	3.591
Receivables (trade debtors)	26.658	24.155	26.451	23.950
Other current assets	7.012	7.369	7.250	7.521
TOTAL ASSETS	52.384	49.407	51.390	48.248
EQUITY AND LIABILITIES				
Share capital	10.330	10.330	10.330	10.330
Other components of equity	4.973	4.709	3.771	3.606
Total equity attributable to owners of the parent (a)	15.303	15.039	14.101	13.936
Non controlling interests (b)	-4	34	-	-
Total Equity (c) = (a)+(b)	15.299	15.073	14.101	13.936
Long term borrowings	1.016	1.120	571	644
Long term provisions / Non current liabilities	702	712	1.476	1.470
Short term borrowings	19.605	17.987	19.540	17.922
Other current liabilities	15.762	14.515	15.702	14.276
Total Liabilities (d)	37.085	34.334	37.289	34.312
TOTAL EQUITY AND LIABILITIES (c)+(d)	52.384	49.407	51.390	48.248

1.4 CASH FLOW STATEMENT FOR THE YEAR

(consolidated and non consolidated) Amounts in € thousand	GROUP 01.01-30.06.2012	GROUP 01.01-30.06.2011	COMPANY 01.01-30.06.2012	COMPANY 01.01-30.06.2011
Operating Activities :				
Profit before taxes (continued operations)	343	300	263	116
Plus/Less adjustments for :				
Depreciation	466	431	464	431
Provisions	-550	-1.423	-550	-1.423
Foreign exchange differences	38	-130	22	-123
Net (profit)/Loss from investing activities	-37	66	-33	66
Interest and other financial expenses	1.207	1.282	1.191	1.262
Plus or minus for Working Capital changes:				
Decrease/(increase) in Inventories	-385	-25	-385	-25
Decrease/(increase) in Receivables	-2.685	2.484	-2.808	2.559
(Decrease)/increase in Payables (excluding banks)	1.734	-3.776	1.967	-3.415
Less:				
Interest and other financial expenses paid	-1.207	-1.294	-1.191	-1.274
Taxes paid	-333	-84	-333	-79
Total cash inflow/(outflow) from operating activities (a)	-1.409	-2.169	-1.393	-1.905
Cash flow from Investing Activities				
Acquisition of subsidiaries, associated companies, joint ventures and other investments	0	0	0	0
Purchase of tangible and intangible assets	-920	-124	-920	-124
Interest received	2	3	1	3
Dividends received	36	1	36	1
Total cash inflow/(outflow) from investing activities (b)	-882	-120	-883	-120
Cash flow from Financing Activities				
Proceeds from share capital increase of subsidiaries	0	0	0	0
Proceeds from Borrowings	2.026	1.138	2.026	1.137
Payments of Borrowings	-513	-377	-480	-279
Total cash inflow/(outflow) from financing activities (c)	1.513	761	1.546	858
Net increase/(decrease) in cash and cash equivalents (a)+(b)+(c)	-778	-1.528	-730	-1.167
Cash and cash equivalents at beginning of period	1.720	1.959	1.537	1.545
Cash and cash equivalents at end of period	942	431	807	378

1.3 STATEMENT OF CHANGES IN EQUITY

(consolidated and non consolidated) Amounts in € thousand	GROUP 30.06.2012	GROUP 30.06.2011	COMPANY 30.06.2012	COMPANY 30.06.2011
Total equity in the beginning of the year (1/1/2012 and 1/1/2011 accordingly)	15.073	14.884	13.936	14.045
Total comprehensive income after taxes (continued and discontinued operations)	255	182	165	26
Increase / (Decrease) of Share Capital	0	0	0	0
Cancellation of own shares	0	0	0	0
Stock Option Plan Reserve	0	0	0	0
Non controlling interests	-29	0	0	0
Total equity at the end of the year Total equity at the end of the year (30/06/2012 and 30/06/2011 accordingly)	15.299	15.066	14.101	14.071

1.2 STATEMENT OF COMPREHENSIVE INCOME

(consolidated and non consolidated) Amounts in € thousand	GROUP 01.01-30.06.2012	GROUP 01.01-30.06.2011	GROUP 01.04.-30.06.2012	GROUP 01.04.-30.06.2011	COMPANY 01.01-30.06.2012	COMPANY 01.01-30.06.2011	COMPANY 01.04.-30.06.2012	COMPANY 01.04.-30.06.2011
Turnover	24.417	20.438	13.101	11.182	23.905	20.041	12.850	10.980
Gross Profit	7.057	6.138	4.085	3.425	6.825	5.926	3.973	3.313
Profit before taxes, financing and investing activity	1.586	1.672	862	1.009	1.490	1.469	834	901
Profit before taxes	343	300	120	137	263	116	93	65
Profit after taxes (A)	242	189	107	80	165	26	77	15
- *Owners of the parent*	251	187	113	78	165	26	77	15
- *Non controlling interests*	-9	2	-6	2	-	-	-	-
	242	189	107	80	165	26	77	15
Other comprehensive income after taxes (B)	13	-7	6	15	0	0	0	0
Total comprehensive income after taxes (A)+(B)	255	182	113	95	165	26	77	15
- *Owners of the parent*	264	180	119	93	165	26	77	15
- *Non controlling interests*	-9	2	-6	2	-	-	-	-
Earnings (after taxes) per share - basic in €	0,0388	0,0290	0,0175	0,0121	0,0256	0,0040	0,0119	0,0022
Profit before taxes, financing and investing activity and depreciation	2.052	2.103	1.097	1.222	1.954	1.900	1.068	1.114

Additional information

1. The shares of the company were listed on the Athens Stock Exchange on 29-9-2000. The earnings per share were calculated based on the weighted average number of ordinary shares in issue amounting to 6.456.530
2. The companies of the Group, the percentage ownership and the consolidation method for the ending period are disclosed in note 4.7.11. Following the wind up of the Joint Venture SPACE HELLAS - KONSTANTINOS SYMPONIS LTD, at 16.05.2011, the aforementioned Joint venture is not included in the consolidated financial statement. The impact of this operation on the Group's financial figures was less than 25% The Company, at 25.11.2011, proceeded to the purchase of the 82,87% of the shares of "Metrology Hellas SA" and included the subsidiary in the consolidated financial statemets with the full consolidation method. The impact on the Groups's position was less than 25%. The company has adjusted the acquistion percentage from 82,87% to 84,38% following the increase of the share capital of the subsidiary, covered only the parent company
3. The tax un-audited years of the Company and the Group are disclosed in note 4.7.25 of the 6-month interim financial report of 2012
4. The company has formed a provison for the tax unaudited years amounting to 122 thousand euro for years 2009, 2010. For the rest of the Group's companies no provision has been formed as the impact of the additionl tax is deemed to be insignificant (note 4.7.25). There are no other provisions formed (note 4.7.23).
5. There are no other disputed or under arbitration cases of national or administrative courts that may have a material effect on the financial position of the Company.
6. There are no other real liens on non-current assets or property except the underwriting of € 1.200 thousand on the property situated at 6 Loch. Dedousi St., (Cholargos, Athens) and the underwritting of € 4.000 thousamd on the property situated at 302 Ave. Mesogeion, (Cholargos, Athens) at Company level and the underwriting of € 650 thousand on the property in Romania, at Group level.
7. Personnel employed at 30-06-2012: Group 214 (30.06.2011:206), Company 206 (30.06.2011: 206)
8. The same Accounting Policies have been followed as for the financial statements as at 31.12.2011.
9. Note 4.1 of the 6-month interim financial report refers to the comprehensive income after taxes for the company and the Group.
10. Intercompany transactions for the period from 1 January 2012 to 30 June 2012, according to I.A.S. 24 are as follows

	GROUP	COMPANY
a) Sales of goods and services	0	6
b) Purchases of goods and services	407	407
c) Receivables from related parties	1.749	1.863
d) Payables to related parties	680	820
e) Key management compensations	721	721
f) Receivables from key management	5	5
g) Payables to key management included in above	36	36

The company has guaranteed to financial institutions for bank credit limits for the JOINT-VENTURE SPACE HELLAS SA-KB IMPULS HELLAS SA ("DORY") up to the amount of € 1.797 thousand for the issuance of letters of guaranty.

Agia Paraskevi, 27 August 2012

PRESIDENT OF THE BOARD OF DIRECTORS	CHIEF EXECUTIVE OFFICER	GENERAL MANAGER	CHIEF FINANCIAL	CHIEF ACCOUNTANT
DIMITRIOS MANOLOPOULOS	PARASKEVAS DROSINOS	GEORGIOS LAGOGIANNIS	IOANNIS DOULAVERIS	ANASTASIA PAPARIZOU
ID AZ 549717	ID A B 275447	ID. A B 291787	ID. A H 073261	ID. AZ 547617
				Lic.No. 0004438 A΄Class

We certify that the attached semi-annual financial report includes the Financial Report for the Six month period, from 1st January to 30th June 2012, which has been approved by the Board of Directors of SPACE HELLAS SA on August 27, 2012 and have been published by placement on the internet, at the address http://www.space.gr., and has been signed by the following:

PRESIDENT OF THE BOARD OF DIRECTORS	CHIEF EXECUTIVE OFFICER	GENERAL MANAGER	CHIEF FINANCIAL OFFICER	CHIEF ACCOUNTANT
DIMITRIOS MANOLOPOULOS	**PARASKEVAS DROSINOS**	**GEORGIOS LAGOGIANNIS**	**IOANNIS DOULAVERIS**	**ANASTASIA PAPARIZOU**