

KARELIA TOBACCO COMPANY INC.

Company's Number in the General Electronic Commercial Registry: 15082945000
(former Company's Number in the Register of Societes Anonymes: 10174/06/B/86/126)

Athinon str 24/100 Kalamata

Figures and information for the period of 1 January 2021 until 30 June 2021

According to 4/507/28.4.2009 resolution of Greek Capital Committee

The figures illustrated below provide summary information about the financial position of KARELIA TOBACCO COMPANY INC. and its subsidiaries. We advise the reader, before making any investment decision or other transaction concerning the company, to visit the company's web site where the financial statements together with the review report of the external auditor, when required, are presented.

Company's web address: www.karelia.gr
Board of Directors approval date: 27/9/2021
Name of the auditor: Filippos Kassos
Auditing firm: KPMG Certified Auditors SA
Category of report: Auditors on Review

www.karelia.gr
27/9/2021
Filippos Kassos
KPMG Certified Auditors SA
Unmodified

Board of Directors
Victoria-Margarita G. Karelia
Efstathios G. Karelias
Andreas G. Karelias
Robin Derlwyn Joy
Vassilios G. Antonopoulos
Chairman
Vice Chairman - Executive Member
Managing Director - Executive Member
Member
Member

Interim Condensed Statement of Financial Position (Separated and Consolidated)				
(Amounts in thousand Euros)				
	GROUP		COMPANY	
	30/6/2021	31/12/2020	30/6/2021	31/12/2020
ASSETS				
Tangible assets	79,698	83,137	79,607	83,027
Intangible assets	519	576	509	566
Other non current assets	75,143	34,222	76,700	35,869
Inventories	59,939	60,106	48,954	55,297
Trade receivables	19,239	15,073	17,154	15,034
Other current assets	63,052	43,878	63,052	43,878
Cash and cash equivalents	375,379	388,883	363,607	370,779
TOTAL ASSETS	672,969	625,875	649,583	604,450
SHAREHOLDERS EQUITY AND LIABILITIES				
Share Capital	32,651	32,651	32,651	32,651
Retained earnings and other reserves	524,215	508,761	509,179	495,100
Total share capital and reserves (a)	556,866	541,412	541,830	527,751
Minority interests (b)	-14	0	0	0
Total Equity (c) = (a) + (b)	556,852	541,412	541,830	527,751
Provisions and other long-term liabilities	9,539	7,474	9,389	7,351
Other short-term liabilities	106,578	76,989	98,364	69,348
Total liabilities (d)	116,117	84,463	107,753	76,699
TOTAL SHAREHOLDERS EQUITY AND LIABILITIES (c)+(d)	672,969	625,875	649,583	604,450

Interim Condensed Statement of Changes in Equity (Separated and Consolidated)				
(Amounts in thousand Euros)				
	GROUP		COMPANY	
	30/6/2021	30/6/2020	30/6/2021	30/6/2020
Equity balance at beginning of the period				
(1/1/2021 and 1/1/2020 respectively)	541,412	513,016	527,751	499,479
Total comprehensive income net of tax	41,384	31,919	40,023	31,020
Dividends	-25,944	-25,944	-25,944	-25,944
Equity balance at the end of the period				
(30/6/2021 and 30/6/2020 respectively)	556,852	518,991	541,830	504,555

- NOTES (Amounts in thousand Euros)**
- Prenotation for mortgages amounting to EUR 88,889 thousand on the Company's property, plant and equipment have been pledged as guarantee to the Greek State for Excise Taxes deferment and VAT.
 - Number of employees at the end of the reporting period: Group 557 (30.06.2020: 555), Company 526 (30.06.2020: 523).
 - The unaudited by the tax authorities fiscal years for the Company and the Group's subsidiaries are presented in detail in the Note 24 of the Interim Condensed Financial Statements.
 - The outcome of pending litigation and claims are presented in detail in the Note 14 of the Interim Condensed Financial Statements.
 - The companies of the Karelia Group, their respective addresses, the percentage of the parent Company participation in their share capital and their consolidation method are comprehensively presented in note 1 of the Interim Condensed Financial Statements for the period of 1 January 2021 until 30 June 2021.
 - The accounting principles applied in preparing these Interim Condensed Financial statements are the same as those applied for preparing the financial statements on 31.12.2020 except for the adoption of the new or amended standards and interpretations.
 - The Company's transactions with its related parties, as defined in IAS 24, are analyzed as follows: Sales of goods for the first semester 2021, amounted to EUR 21,830 thousand and the outstanding balance of receivables amounted to EUR 3,945 thousand. Remuneration for the members of the Board of Directors, and salaries and other short-term benefits for heads of Departments for the first semester 2021, amounted for the Company, to EUR 255 thousand and EUR 1,177 thousand respectively, and for the Group level, for the first semester 2021, amounted to EUR 255 thousand and EUR 1,291 thousand respectively.

Interim Condensed Statement of Profit or Loss and Other Comprehensive Income (Separated and Consolidated)				
(Amounts in thousand Euros)				
	GROUP			
	1/1-30/6/2021	1/1-30/6/2020	1/4-30/6/2021	1/4-30/6/2020
Revenue	561,821	515,440	298,359	268,986
Gross profit	57,636	55,154	29,449	24,733
Profit before interest, taxes	45,441	42,042	22,260	18,039
Profit before taxes	51,554	42,094	20,899	14,753
Profit after taxes (a)	41,183	32,246	17,124	11,491
- Shareholders of the Company	41,197	32,249	17,138	11,493
- Minority interests	-14	-3	-14	-2
Other comprehensive income/(expenses) after tax (b)	201	-327	-18	-120
Total comprehensive income after tax (a) + (b)	41,384	31,919	17,106	11,371
- Shareholders of the Company	41,398	31,922	17,120	11,373
- Minority interests	-14	-3	-14	-2
Basic earnings per share (in Euros)	14,9214	11,6833	6,2044	4,1634
Profit before interest, taxes, depreciation and amortization	49,148	45,691	24,130	19,746

	COMPANY			
	1/1-30/6/2021	1/1-30/6/2020	1/4-30/6/2021	1/4-30/6/2020
Revenue	379,091	354,869	200,401	182,617
Gross profit	54,899	52,640	27,698	23,579
Profit before interest, taxes	43,916	40,522	21,137	17,391
Profit before taxes	50,134	40,604	19,827	14,110
Profit after taxes (a)	40,023	31,020	16,235	10,972
- Shareholders of the Company	40,023	31,020	16,235	10,972
- Minority interests	0	0	0	0
Other comprehensive income/(expenses) after tax (b)	0	0	0	0
Total comprehensive income after tax (a) + (b)	40,023	31,020	16,235	10,972
- Shareholders of the Company	40,023	31,020	16,235	10,972
- Minority interests	0	0	0	0
Basic earnings per share (in Euros)	14,5011	11,2391	5,8823	3,9754
Profit before interest, taxes, depreciation and amortization (EBITDA)	47,565	44,096	22,979	19,060

Interim Condensed Statement of Cash Flows (Separated and Consolidated)				
(Amounts in thousand Euros)				
	GROUP		COMPANY	
	1/1-30/6/2021	1/1-30/6/2020	1/1-30/6/2021	1/1-30/6/2020
Operating activities				
Profit before taxes	51,554	42,094	50,134	40,604
Adjustments for:				
Depreciations	3,707	3,649	3,649	3,574
Provisions	181	-839	179	-840
Results (income, expenses, gains and losses) of investing activities	-2,269	-1,304	-2,179	-1,254
Interest expense	859	637	754	608
Adjustments related to working capital accounts or to operating activities:				
Decrease in inventories	32	5,255	6,209	5,740
Decrease/(Increase) in trade and other receivables	-4,169	9,092	-2,124	3,886
(Decrease)/Increase in liabilities	3,086	-21,968	2,157	-14,975
Less:				
Interest expense	-859	-637	-754	-608
Income tax (paid)	-6,728	-220	-6,404	0
Net cash flows (used in)/from operating activities (a)	45,394	35,759	51,621	36,735
Cash flows from investing activities				
(Acquisition) of tangible assets	-897	-190	-810	-190
(Acquisition) / Disposal of intangible assets	-25	1	-25	1
(Acquisition) / Disposal of financial assets through P&L	-22,287	1,449	-22,287	1,449
(Acquisition) / Disposal of financial assets at amortized cost	-36,588	86,004	-36,588	86,004
Subsidiary Share Capital increase	0	0	0	-41
Interest received	1,053	2,066	1,053	2,066
Net cash flows (used in)/from investing activities (b)	-58,744	89,330	-58,657	89,289
Cash flows from financing activities				
Pledged account	0	-45,500	0	-45,500
Lease payments	-143	-200	-125	-127
Dividends paid to shareholders of the Company	-11	-14	-11	-14
Net cash flows from financing activities (c)	-154	-45,714	-136	-45,641
Net (decrease)/increase in cash and cash equivalents (a)+(b)+(c)	-13,504	79,375	-7,172	80,383
Cash and cash equivalents at beginning of the period	343,383	279,622	325,279	261,407
Cash and cash equivalents at end of the period	329,879	358,997	318,107	341,790
Collateral deposits	45,500	45,500	45,500	45,500
Cash and cash equivalents (including Collateral deposits) at the end of the period	375,379	404,497	363,607	387,290

KALAMATA September 27 2021

VICE CHAIRMAN
Efstathios G. Karelias

MANAGING DIRECTOR
Andreas G. Karelias

FINANCE DIRECTOR
George D. Alevizopoulos

ACCOUNTING MANAGER
John A. Argiris