



**I. KLOUKINAS - I. LAPPAS S.A.
CONSTRUCTION & COMMERCE S.A.
(K.L.M. S.A.)**



**INTERIM FINANCIAL STATEMENTS
FOR THE PERIOD
FROM JANUARY 1st TO SEPTEMBER 30st 2010**

I. KLOUKINAS – I. LAPPAS S.A.

We hereby confirm that the attached Interim Financial Statements for the period 01/01-30/09/2010 are those approved by the Board of Directors of "I. KLOUKINAS - I. LAPPAS Construction and Commerce S.A." on 26/11/2010 and are disclosed to the company's website www.klimate.gr . It is noted that the summary financial data published in the press are intended to provide to the reader with certain general information but do not provide a comprehensive picture of the financial position and results of the company and the Group in accordance with the International Accounting Standards. It is also noted that certain items in the summary financial data have been condensed for the sake of simplicity.

Ioannis Kloukinas
Chairman of Board of Directors
I. KLOUKINAS – I. LAPPAS S.A.

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1. Statement of Financial Position

Amounts reported in €

	Notes	GROUP		COMPANY	
		30/9/2010	31/12/2009	30/9/2010	31/12/2009
ASSETS					
Non current assets					
Tangible Assets		37.855.560	25.814.545	15.467.155	16.033.351
Intangible Assets		262.681	255.001	261.239	252.942
Goodwill		8.597.468	8.603.002	2.710.160	2.710.160
Investment Property		29.700.000	29.700.000	29.700.000	29.700.000
Investment in Subsidiaries		0	0	23.295.435	18.420.515
Investment in Associates		59.058	4.058	0	0
Other long term receivables		858.159	917.913	709.520	797.129
Deferred Tax		955.558	573.741	25.931	0
		78.288.483	65.868.260	72.169.441	67.914.097
Current assets					
Inventories		11.761.009	12.053.182	8.847.471	9.037.027
Trade debtors and other trading receivables		21.510.127	23.396.729	12.796.685	13.163.059
Prepayments		1.274.140	591.947	221.650	80.171
Other receivables		336.663	354.701	35.342	9.404
Financial Assets		378.024	378.024	378.024	378.024
Cash and cash equivalents		21.011.206	12.234.589	15.219.710	6.171.904
		56.271.168	49.009.172	37.498.882	28.839.588
Total Assets		134.559.652	114.877.432	109.668.322	96.753.685
EQUITY AND LIABILITIES					
Share Capital	8.12	12.065.765	7.425.086	12.065.765	7.425.086
Share Premium		16.165.386	10.988.065	16.165.386	10.988.065
Reserves of fair value		-32.877	-32.877	-32.877	-32.877
Exchange differences		-597.475	-546.842	0	0
Other Reserves		3.572.300	3.295.484	3.449.093	3.220.972
Accumulated profits/(losses)		43.687.968	42.850.595	40.327.582	38.986.761
		74.861.068	63.979.512	71.974.949	60.588.008
Minority Interest		960.870	766.189	0	0
Total Shareholders' Equity		75.821.938	64.745.701	71.974.949	60.588.008
Liabilities					
Non-current liabilities					
Interest bearing borrowings		15.991.665	17.927.971	15.859.469	17.746.405
Deferred Tax		4.049.552	3.082.158	2.248.520	1.914.764
Retirement benefit obligation		613.402	711.016	449.251	484.498
Other long term liabilities		541.157	442.470	331.678	270.123
Total Non-current liabilities		21.195.777	22.163.614	18.888.918	20.415.790
Current Liabilities					
Trade and other payables		10.560.485	14.308.601	5.652.694	7.668.549
Short term borrowings		23.213.287	9.899.693	10.900.815	5.900.773
Current portion of interest bearing borrowings		2.139.018	2.111.145	2.080.264	2.051.087
Other current liabilities		1.629.147	1.648.678	170.682	129.479
		37.541.937	27.968.117	18.804.455	15.749.888
Total Liabilities		58.737.713	50.131.732	37.693.374	36.165.678
Total Equity and Liabilities		134.559.652	114.877.432	109.668.322	96.753.685

The attached notes are an integral part of these financial statements.

2. Statement of Comprehensive Income

Amounts reported in €

		GROUP			
		01.01 - 30.09.2010	01.01 - 30.09.2009	01.07 - 30.09.2010	01.07 - 30.09.2009
Notes	Sales	40.374.031	53.302.848	13.206.269	17.109.641
	Cost of Sales	-17.524.403	-26.822.254	-5.554.645	-8.234.395
	Gross Profit	22.849.628	26.480.594	7.651.625	8.875.246
	Other operating income	1.051.001	947.615	439.191	241.357
	Distribution costs	-14.643.823	-14.063.995	-4.805.941	-4.697.555
	Administrative expenses	-4.072.318	-4.431.066	-1.174.861	-1.431.624
	Other operating expenses	-1.134.583	-44.395	-282.504	-5.239
	Operating profit	4.049.904	8.888.752	1.827.510	2.982.185
	Finance cost	-998.123	-1.051.560	-446.369	-228.012
	Income from associates	124.176	-3.670	-36.344	-1.244
	Profit before tax	3.175.958	7.833.523	1.344.797	2.752.928
	Tax	-1.242.056	-2.166.272	-245.205	-658.531
	Profit after tax	1.933.902	5.667.251	1.099.592	2.094.397
	Extraordinary tax in accordance with Law 3845/2010	-617.716	0	0	0
	Profit after tax and extraordinary tax	1.316.186	5.667.251	1.099.592	2.094.397
	Net profit after tax attributable to:				
	Owners of the parent company	1.121.504	5.596.916	1.074.033	2.081.481
	Minority interests	194.682	70.336	25.559	12.916
		1.316.186	5.667.251	1.099.592	2.094.397

		GROUP			
		01.01 - 30.09.2010	01.01 - 30.09.2009	01.07 - 30.09.2010	01.07 - 30.09.2009
	Net profit for the period	1.316.186	5.667.251	1.099.592	2.094.397
	Other comprehensive income				
	Expenses due to share capital increase	-89.430	0	-89.430	0
	Exchange differences from translation of subsidiaries	-50.633	-119.639	45.552	-4.019
	Other comprehensive income for the period after taxes	-140.064	-119.639	-43.878	-4.019
	Total comprehensive income for the period after taxes	1.176.122	5.547.613	1.055.714	2.090.378
	Attributable to:				
	Owners of the parent company	981.441	5.477.277	1.030.155	2.077.462
	Minority interests	194.682	70.336	25.559	12.916
	Basic earnings per share	0,0452	0,2261	0,0433	0,0841

I. KLOUKINAS – I. LAPPAS S.A.

Amounts reported in €

	COMPANY			
	01.01 - 30.09.2010	01.01 - 30.09.2009	01.07 - 30.09.2010	01.07 - 30.09.2009
Sales	27.566.910	30.682.775	9.676.985	11.569.987
Cost of Sales	-11.183.623	-11.123.911	-3.885.414	-4.049.117
Gross Profit	16.383.287	19.558.864	5.791.570	7.520.870
Other operating income	893.497	796.834	379.715	196.106
Distribution costs	-10.641.537	-10.597.084	-3.657.399	-3.648.769
Administrative expenses	-2.716.295	-2.411.230	-712.354	-735.566
Other operating expenses	-177.353	0	0	0
Operating profit	3.741.598	7.347.383	1.801.533	3.332.641
Finance cost	-765.546	-619.534	-321.129	-148.454
Income from associates	0	0	0	0
Profit before tax	2.976.052	6.727.849	1.480.404	3.184.187
Tax	-875.066	-1.767.629	-369.967	-775.133
Profit after tax	2.100.986	4.960.221	1.110.437	2.409.055
Extraordinary tax in accordance with Law 3845/2010	-532.044	0	0	0
Profit after tax and extraordinary tax	1.568.942	4.960.221	1.110.437	2.409.055
Net profit after tax attributable to:				
Owners of the parent company	1.568.942	4.960.221	1.110.437	2.409.055
Minority interests	0	0	0	0
	1.568.942	4.960.221	1.110.437	2.409.055

	COMPANY			
	01.01 - 30.09.2010	01.01 - 30.09.2009	01.07 - 30.09.2010	01.07 - 30.09.2009
Net profit for the period	1.568.942	4.960.221	1.110.437	2.409.055
Other comprehensive income				
Expenses due to share capital increase	-82.116	0	-82.116	0
Exchange differences from translation of subsidiaries	0	0	0	0
Other comprehensive income for the period after taxes	-82.116	0	-82.116	0
Total comprehensive income for the period after taxes	1.486.826	4.960.221	1.028.321	2.409.055
Attributable to:				
Owners of the parent company	1.486.826	4.960.221	1.028.321	2.409.055
Minority interests	0	0	0	0
Basic earnings per share	0,0632	0,2004	0,0448	0,0973

3. Consolidated Statement of Changes in Equity

Amounts reported in €

Balance as of January 1 2009, according to IFRS
Changes in equity during the period 01.01 - 30.09.2009

Dividends
Exchange differences
Transfer from accumulated profits
Net operating profit for the period 01.01 - 30.09.2009
Total recognised profit/loss for the period

Balance as of September 30, 2009

	Attributable to the parent company shareholders						Minority Interests	Total
	Share capital	Share premium	Reserves of fair value	Exchange differences	Other Reserves	Accumulated profit/(losses)		
	7.425.086	10.988.065	-32.877	-405.814	3.070.157	44.725.759	600.946	66.371.322
						-1.608.769		-1.608.769
				-119.639	225.327	-225.327		-119.639
			0	-119.639	225.327	5.596.916	70.336	5.667.251
	0	0	0	-119.639	225.327	3.762.820	70.336	3.938.844
	7.425.086	10.988.065	-32.877	-525.453	3.295.484	48.488.579	671.282	70.310.166

Balance as of January 1 2010, according to IFRS
Changes in equity during the period 01.01 - 30.09.2010

Share capital increase
Expenses due to share capital increase
Exchange differences
Transfer from accumulated profits
Net operating profit for the period 01.01 - 30.09.2010
Total recognised profit/loss for the period

Balance as of September 30, 2010

	7.425.086	10.988.065	-32.877	-546.842	3.295.484	42.850.595	766.189	64.745.701
	4.640.679	5.259.436				-7.314		9.900.115
		-82.116						-89.430
				-50.633	276.816	-276.816		-50.633
			0	-50.633	276.816	1.121.504	194.682	1.316.186
	4.640.679	5.177.320	0	-50.633	276.816	837.374	194.682	11.076.237
	12.065.765	16.165.386	-32.877	-597.475	3.572.300	43.687.968	960.870	75.821.938

4. Parent Company Statement of Changes in Equity

Amounts reported in €

Balance as of January 1 2009, according to IFRS
Changes in equity during the period 01.01 - 30.09.2009

Dividends
Transfer from accumulated profits
Net operating profit for the period 01.01 - 30.09.2009
Total recognised profit/loss for the period

Balance as of September 30, 2009

	Attributable to the parent company shareholders					Total
	Share capital	Share premium	Reserves of fair value	Other Reserves	Accumulated profit/(losses)	
	7.425.086	10.988.065	-32.877	2.995.645	41.893.595	63.269.515
	0	0	0	225.327	-1.608.769	-1.608.769
				225.327	-225.327	0
				225.327	4.960.221	4.960.221
				225.327	3.126.125	3.351.452
	7.425.086	10.988.065	-32.877	3.220.972	45.019.720	66.620.967

Balance as of January 1 2010, according to IFRS
Changes in equity during the period 01.01 - 30.09.2010

Share capital increase
Expenses due to share capital increase
Transfer from accumulated profits
Net operating profit for the period 01.01 - 30.09.2010
Total recognised profit/loss for the period

Balance as of September 30, 2010

	Attributable to the parent company shareholders					Total
	Share capital	Share premium	Reserves of fair value	Other Reserves	Accumulated profit/(losses)	
	7.425.086	10.988.065	-32.877	3.220.972	38.986.761	60.588.008
	4.640.679	5.259.436				9.900.115
		-82.116				-82.116
				228.120	-228.120	0
				228.120	1.568.942	1.568.942
				228.120	1.340.822	1.386.941
	12.065.765	16.165.386	-32.877	3.449.093	40.327.582	71.974.949

5. Cash flow Statement

Amounts reported in €

	Notes	GROUP		COMPANY	
		01.01 - 30.09.2010	01.01 - 30.09.2009	01.01 - 30.09.2010	01.01 - 30.09.2009
Cash flows from operating activities	8.1	3.665.030	4.256.854	3.356.523	5.204.499
Less: Interest paid		(858.915)	(914.431)	(622.363)	(673.700)
Less: Income taxes paid		(1.992.178)	(1.172.806)	(1.620.165)	(923.396)
Net Cash flows from operating activities(a)		813.937	2.169.617	1.113.995	3.607.402
Cash flows from investing activities					
Purchase of tangible and intangible assets		(726.207)	(841.890)	(360.735)	(501.220)
Proceeds of sale of tangible asset		10.043	36.490	0	36.490
Acquisition of subsidiaries, affiliates, joint venture and other investment		(4.055.000)	(93.982)	(4.874.920)	(84.032)
Cash and cash equivalents of acquired company		329.025	0	0	0
Interest received		41.648	58.101	12.692	3.128
Dividends received		14.806	7.206	14.806	7.206
Net Cash flows from investing activities(b)		(4.385.685)	(834.075)	(5.208.156)	(538.428)
Cash flows from financing activities					
Proceeds from share capital increase		9.900.115	0	9.900.115	0
Expenses due to share capital increase		(117.672)	0	(108.047)	0
Proceeds from issued/undertaken loans		5.300.000	3.050.000	5.300.000	1.600.000
Repayment of loans		(1.859.920)	(4.010.220)	(1.100.000)	(2.800.000)
Payment of finance lease liabilities		(851.405)	(931.890)	(850.101)	(851.172)
Dividends paid		0	(1.491.481)	0	(1.446.481)
Net Cash flows from financing activities(c)		12.371.118	(3.383.591)	13.141.967	(3.497.653)
Net increase in cash and cash equivalents(a)+(b)+ (c)		8.799.371	(2.048.049)	9.047.806	(428.679)
Cash and cash equivalents at beginning of period		12.234.589	13.419.291	6.171.904	5.974.414
Exchange differences from translation of subsidiaries		(22.753)	(94.732)	0	0
Net increase in cash and cash equivalents at end of period		21.011.206	11.276.510	15.219.710	5.545.735

The attached notes are an integral part of these financial statements.

6. ADDITIONAL INFORMATION

6.1 General Information

The financial statements include the company financial statements of "I. KLOUKINAS – I. LAPPAS CONSTRUCTION & COMMERCE SOCIETE ANONYME" operating as K.L.M. S.A. (the Company), and the consolidated financial statements of the company and its subsidiaries (the Group) for the period ended on 30st September 2010, according to the International Financial Reporting Standards (IFRS).

The Group engages in the execution of construction projects of any nature, whether as contractors or not, and the import, production and sale of clothing and footwear products, baby and child products, toys, furniture, cosmetics and houseware.

The Company was established in Greece, with headquarters located since 1993 at 3 Pasteur Street, Athens. Its telephone number is: 210-6451591-6.

The company's website is: www.klmate.gr.

The company's shares are traded on the Athens Stock Exchange.

6.2 Basis of Preparation

The financial statements include the company financial statements of "I. KLOUKINAS – I. LAPPAS CONSTRUCTION & COMMERCE SOCIETE ANONYME" operating as K.L.M. S.A. (the Company), and the consolidated financial statements of the company and its subsidiaries (the Group) for the nine month period of 2010 covering the period from 1st of January to 30st of September 2010, have been prepared on the principles of the historic cost, adjusted for certain assets and liabilities to fair value and going concern.

They are in accordance with the International Financial Reporting Standards (I.F.R.S.) and more specifically with International Financial Reporting Standard (I.A.S.) 34 "Interim Financial Statements".

The principal accounting policies adopted in the preparation of the Financial Statements as of December 31, 2009 were consistently applied herein.

6.3 New standards, amendments and interpretations to existing standards

IAS 1: Presentation of financial statements

The basic changes of this Standard are summarized in the separate presentation of changes in equity that arise from transactions with shareholders under their capacity as such (i.e. dividends, capital increases) from the other changes in equity (i.e. conversion reserves). Moreover, the improved version of the Standard introduces changes in terminology as well as in the presentation of the financial statements. The new definitions of the Standard however do not change the recognition, measurement or disclosure rules of specific transactions and other events that are required by other Standards. The amendment of IAS 1 is mandatory for periods beginning on or after January 1st 2009 while the requirements also apply to IAS 8 "Accounting policies, changes in accounting estimations and errors". The changes that are induced by the amendment to IAS 1 are applied retrospectively. The group applied the above amendments and made the necessary changes in the presentation of its financial statements for 2009.

IAS 23 Borrowing cost (amendment)

In the amendment of IAS 23 "Borrowing cost", the previously considered basic method for recognition of borrowing cost in the results has been eliminated. Borrowing cost that is directly attributed to the acquisition, construction or production of a selective asset, as defined by IAS 23, must be part of the item's cost. The amended version of IAS 23 is mandatory for annual periods beginning from January 1st 2009 and onwards. The group will not be affected by this amendment.

IAS 32 and IAS 1 Puttable Instruments

The amendment to IAS 32 requires that specific puttable instruments and liabilities that arise during the liquidation of an entity, be classified as Equity if specific criteria are met. The amendment to IAS 1 requires the disclosure of information regarding the puttable instruments classified as Equity. The amended version of IAS 32 is in effect for periods beginning on or after January 1st 2009.

IFRS 8 - Operating Sectors (in effect for annual periods beginning from January 1st 2009 and onwards)

IFRS 8 replaces IAS 14 and requires the disclosure of specific descriptive and financial information as regards to operating sectors, while it also increases requirements for existing disclosures. The Group applies IFRS 8 from January 1st 2009.

IFRS 2, Share based payments “vesting conditions and cancelations” – Amended

The amendment of the standard clarifies two issues” The definition of “vesting conditions”, with the introduction of the term “non-vesting conditions” for terms that do not constitute service or performance conditions. Also it is clarified that all cancelations, either arising from the entity or from counterparties, must have the same accounting treatment. IFRS 2 is in effect for periods beginning on or after January 1st 2009 and its application will not affect the group’s financial statements.

IFRS 7 “Financial Instruments: Disclosures”

The amendments to IFRS 7 published by IASB on March 2009 expand the disclosures required in respect of fair value measurements and liquidity risk. IFRS 7 is in effect for periods beginning on or after January 1st 2009.

IFRIC 13 Customer loyalty programs

IFRIC issued an interpretation related to the implementation of those defined by IAS 18 for the recognition of income. IFRIC 13 “Customer loyalty programs” specifies that when companies grant their customers award credits (i.e. points) as part of a sale transaction and customers can cash such credits in the future for free or discounted goods or services, then paragraph 13 of IAS 18 should be applied. This requires that award credits be accounted for as a separate item of the sale transaction and a part of the price received or the receivable recognized to be allocated to award credits. The recognition time of this income item is postponed until the company satisfies its liabilities that are linked to the award credits, either providing such awards directly or transferring

the liability to a third party. The application of IFRIC 13 is mandatory for periods beginning on or after July 1st 2008. The interpretation will not affect the financial statements of the group.

IFRIC 15 Agreements for the construction of Real Estate

The Interpretations Committee issued IFRIC 15 "Agreements for the Construction of Real Estate". IFRIC 15 is in effect for annual periods beginning on or after January 1st 2009. The interpretation does not apply to the Group.

IFRIC 16 Hedges of a Net Investment in a Foreign Operation

The Interpretation Committee issued IFRIC 16 "Hedges of a Net Investment in a Foreign Operation". The Interpretation clarifies several issues for the accounting treatment of hedges of a net investment in a foreign operation (such as subsidiaries and associate companies whose activities are realized in a currency other than the operating currency of the reference company).

IFRIC 16 is in effect for annual periods beginning on or after October 1st 2008, without retrospective application. The interpretation does not apply to the Group.

Accounting standards in effect for periods beginning after December 31st 2009

IFRS 3 Business Combinations and IAS 27 Consolidated and Separate Financial Statements

IFRS 3 will be applied to business combinations that arise in such periods and the application of such has been amended to include business combinations under joint control and without consideration (parallel listing of shares). IFRS 3 and IAS 27, amongst others, require a greater use of the fair value through the income statement and a reinforcement of the financial statement of the referred entity. Furthermore, such standards introduce the following requirements:

- (1) a recalculation of the participation percentage when control is acquired or lost

(2) direct recognition in equity of the effect of all transactions between controlled and non-controlled parties, when control is not lost, and

(3) focus on what has been provided to the seller as exchange rather than to the amount of the expense for the acquisition.

The amendments to IFRS 3 and IAS 27 are in effect for periods beginning on or after July 1st 2009.

IAS 39 "Financial Instruments: Recognition and Measurement". (effective for annual periods beginning on or after 1 January 2010).

The amendments relate to (a) clarification on treating loan pre-payment penalties as closely related derivatives, (b) the scope exemption for business combination contracts and (c) clarification that gains or losses on cash flow hedge of a forecast transaction should be reclassified from equity to profit or loss in the period in which the hedged forecast cash flow affects profit or loss.

IFRS 9, "Financial Instruments" (effective for annual periods beginning on or after 1 January 2013).

IFRS 9 is the first part to replace IAS 39. and states that financial assets are measured at amortised cost or fair value depending on the basis of the entity's business model for managing the financial assets

IFRS 1 (Amendment) "First-time adoption of International Financial Reporting Standards" (effective for annual periods beginning on or after 1 January 2010).

This amendment provides additional clarifications for first-time adopters of IFRS in respect of the use of deemed cost for oil and gas assets,. This amendment will not impact the Group's financial statements since it has already adopted IFRS.

IAS 24 (Amendment) "Related Party Disclosures" (effective for annual periods beginning on or after 1 January 2011).

This amendment attempts to relax disclosures of transactions between government-related entities and clarify related-party definition. More specifically, it removes the requirement for government-related entities to disclose details of all transactions with the government and other government-related entities, clarifies and simplifies the definition of a related party and requires the disclosure not only of the relationships, transactions and outstanding balances between related parties, but of commitments as well in both the consolidated and the individual financial statements. The Group will apply these changes from their effective date. The amendment has not yet been endorsed by the EU.

IAS 32 (Amendment) "Financial Instruments: Presentation" (effective for annual periods beginning on or after 1 February 2010).

This amendment clarifies how certain rights issues should be classified. In particular, based on this amendment, rights, options or warrants to acquire a fixed number of the entity's own equity instruments for a fixed amount of any currency are equity instruments if the entity offers the rights, options or warrants pro rata to all of its existing owners of the same class of its own non-derivative equity instruments. This amendment is not expected to impact the Group's financial statements.

IFRIC 17 Distribution of non-cash assets to owners (effective for annual periods beginning on or after 1 July 2009).

According to the Interpretation, when a company proceeds with announcing a distribution and has the obligation to distribute assets that relate to its owners, it should recognize a liability for such dividends payable.

IFRIC 17 provides guidance regarding when a company should recognize dividends payable, how such should be measured as well as how the differences between the book value of assets distributed and the book value of dividends payable should be booked when the company pays out the dividends payable.

IFRIC 17 is effective for annual periods beginning on or after 1 July 2009, while retrospective application is not required. The interpretation will not affect the group's financial statements. The group does not intend to apply the interpretation in advance.

IFRIC 18 Transfers of assets from customers

IFRIC 18 mainly concerns utility companies. The Interpretation clarifies the requirements of IFRS regarding agreements in which a company receives from a customer an item of property, plant and equipment that it must then use either to connect the customer to a network or to provide the customer with ongoing access to a supply of goods or services (such as a supply of electricity, gas or water) or to do both.

IFRIC 18 is effective for annual periods beginning on or after 1 July 2009, while retrospective application is not required. The interpretation does not apply to the group.

IFRIC 9 “Reassessment of Embedded Derivatives”(effective for annual periods beginning on or after 1 July 2009).

The amendment clarifies that IFRIC 9 does not apply to possible reassessment, at the date of acquisition, to embedded derivatives in contracts acquired in a business combination between entities under common control.

IFRIC 19, “Extinguishing Financial Liabilities with Equity Instruments” (effective for annual periods beginning on or after 1 July 2010).

This interpretation addresses the accounting by the entity that issues equity instruments to a creditor in order to settle, in full or in part, a financial liability. This amendment is effective for annual periods beginning on or after 1 July 2010. This interpretation is not relevant to the Group’s operations.

6.4 Group 's structure and consolidation method

Group companies that are included in the consolidated financial statements are:

GROUP STRUCTURE				
Name	Headquarters	Participation %	Relation that dictated consolidation	Consolidation method
I.KLOUKINAS-I.LAPPAS CONSTRUCTION & COMMERSE S.A	Greece	Parent Company	-	-
KLM ATE	Greece	100,00%	Direct	Full Consolidation
I.KLOUKINAS-I.LAPPAS ENERGY S.A.	Greece	93,14%	Direct	Full Consolidation
MYIE KERASOVOU S.A.	Greece	82,89%	Indirect(I.Kloukinas-I.Lappas Energy S.A with	Full Consolidation
KLM SA-TEDRA SA joint venture	Greece	70,00%	Indirect(IKLM ATE with100%)	Full Consolidation
KLM SA-ISTOS LTD joint venture	Greece	75,00%	Indirect(IKLM ATE with100%)	Full Consolidation
KLM SA-ISTOS LTD joint venture(Larisa project)	Greece	75,00%	Indirect(IKLM ATE with100%)	Full Consolidation
NESOLANO LTD	CYPROUS	100,00%	Direct	Full Consolidation
COMPTON HOUSE PROPERTIES LIMITED COMPANY	CYPROUS	100,00%	Direct	Full Consolidation
COMPTON HOUSE HELLAS(ELC)	Greece	100,00%	Indirect	Full Consolidation
ENTELEIA SA	Greece	100,00%	Direct	Full Consolidation
SYSMEROM COM SRL	Romania	100,00%	Direct	Full Consolidation
KLM BULGARIA EOOD	Bulgaria	100,00%	Direct	Full Consolidation
KLMS COM DOOEL	FYROM	100,00%	Direct	Full Consolidation
KLSAL LTD	Albania	100,00%	Direct	Full Consolidation
KLSER COMMERCE LTD	Serbia	100,00%	Direct	Full Consolidation
KLSLV D.O.O	Slovenia	100,00%	Direct 12,79% Indirect 87,21%	Full Consolidation
KLMOL	Moldavia	100,00%	Direct	Full Consolidation
KLOUKINAS-LAPPAS ATE- P.KONTOPANOS joint venture CARREFOUR KALAMATAS PROJECT	Greece	50,00%	Indirect(IKLM ATE with100%)	Equity
KLOUKINAS-LAPPAS ATE- P.KONTOPANOS joint ventureCARREFOUR KYPARISSIAS PROJECT	Greece	50,00%	Indirect(IKLM ATE with100%)	Equity
KLOUKINAS-LAPPAS ATE- P.KONTOPANOS joint venture KYPARISSIA MALL PROJECT	Greece	50,00%	Indirect(IKLM ATE with100%)	Equity
KLOUKINAS-LAPPAS SA-ERGO SA joint venture	Greece	50,00%	Indirect(IKLM ATE with100%)	Equity
K.L.M.SA &SIA ERGO PALLINIS EE	Greece	70,00%	Indirect(IKLM ATE with100%)	Equity
K.L.M.SA &SIA EE	Greece	70,00%	Indirect(IKLM ATE with100%)	Equity
ATHONIKI TECHNIKI-KLM SA joint venture	Greece	50,00%	Indirect(IKLM ATE with100%)	Equity
ATTIKAT	Greece	10,00%	Indirect(IKLM ATE with100%)	Equity

As at 30/09/2010 the Cyprian company under the name NESOLANO LTD is consolidated for the first time with the full consolidation method, where as is not included in the comparable period, due to its acquisition on 21/07/2010 by the parent company with the price of €4.000.000.The acquired company has in its possession a storage building in the Municipality of Tavros which was leased to the company with the price of € 80.000 per month. The result consolidated for the period from 21/07/2010 to 30/09/2010 is amounting to losses € 136.635.

In the current period the following companies are consolidated for the first time with the equity method:(a) the company under the name I. KLOUKINAS -I. LAPPAS-P. KONTOPANOS JOINT VENTURE (CARREFOUR project) due to its foundation on 05/01/2010, (b) the company under the name I. KLOUKINAS -I. LAPPAS-P. KONTOPANOS JOINT VENTURE (CARREFOUR KYPARISSIAS project) due to its foundation on 27/07/2010 and (c) the company under the name I. KLOUKINAS -I. LAPPAS-P. KONTOPANOS JOINT VENTURE (KYPARISSIA'S MALL project) due to its foundation on 05/08/2010.

The method of full consolidation is not applicable in the case of companies consolidated using the equity method, insofar the company does not exercise control on the basis of an agreement with the remaining shareholders.

7. SEGMENT INFORMATION

7.1 Operating segments

The chief operating decision-maker has been identified as the Board of Directors. Management has determined the operating segments based on these reports as follows:

- Commerce
- Construction
- Energy

GROUP 01.01 - 30.09.2010

	Commerce	Construct	Energy	Total
Amounts in €				
Revenues from external customers	33.620.029	5.872.217	881.785	40.374.031
Revenues from intersegment sales	0	0	0	0
Depreciations	1.355.536	96.577	88.921	1.541.034
Interest expenses	-948.734	-104.783	-4.449	-1.057.966
Interest received	22.168	1.310	21.559	45.037
Income from associated companies	0	124.176	0	124.176
Profit/(losses) before tax	3.460.525	-940.427	655.859	3.175.957
Tax	-1.648.674	-13.440	-197.658	-1.859.772
Profit/(losses) after tax	1.811.851	-953.867	458.201	1.316.185

GROUP 01.01 - 30.09.2009

	Commerce	Construct	Energy	Total
Amounts in €				
Revenues from external customers	37.012.905	15.621.575	668.368	53.302.848
Revenues from intersegment sales	0	0	0	0
Depreciations	1.169.410	131.397	89.454	1.390.261
Interest expenses	-940.688	-110.113	-20.398	-1.071.199
Interest received	3.813	2.871	5.749	12.433
Income from associated companies	0	-3.670	0	-3.670
Profit/(losses) before tax	7.264.229	110.869	458.425	7.833.523
Tax	-1.966.597	-72.247	-127.427	-2.166.272
Profit/(losses) after tax	5.297.632	38.622	330.998	5.667.251

30/9/2010

Segment assets	111.740.553	16.139.091	6.680.008	134.559.652
Segment liabilities	48.860.540	7.888.001	1.989.173	58.737.713

31/12/2009

Segment assets	90.231.591	18.493.549	6.152.292	114.877.432
Segment liabilities	39.020.487	9.251.586	1.859.658	50.131.732

7.2 Review of construction segment

The revenue recognized from construction contracts as at 30.09.2010 and 30.09.2009 is € 50.564.508,43 and € 41.955.352,35 respectively.

The group uses the percentage of completion method of accounting in order to determine the suitable revenue and costs to be recognized in a specific period. The stage of completion of a contract is measured on the basis of the proportion that contract costs incurred for work performed to date bear to the estimated total contract costs.

The total realized cost and the recognized profits (less losses) for the work in progress as at 30.09.2010 and 30.09.2009 are € 20.232.781,38 and € 30.079.869,46.

The gross amount receivable (payable) from (to) customers is analyzed as follows:

Amounts in €	Group	
	30.09.2010	30.09.2009
Realized cost	42.173.459,17	36.283.641,41
Plus: recognized profit	8.391.049,26	5.671.710,94
Less: total recognized losses	0,00	0,00
Less: invoiced amounts	48.715.396,31	39.913.720,96
Amounts receivables/ payables	1.849.112,12	2.041.631,39

8. Additional Information and Notes on the Interim Financial Statements.

8.1 Cash flow from operating activities

Amounts reported in €	GROUP		COMPANY	
	01.01 - 30.09.2010	01.01 - 30.09.2009	01.01 - 30.09.2010	01.01 - 30.09.2009
Cash flows from operating activities				
Net profit before taxation (continued operations)	3.175.958	7.833.523	2.976.052	6.727.849
Net profit before taxation (discontinued operations)				
Adjustments for				
Depreciation	1.541.034	1.390.261	918.633	956.341
Provisions	681.237	59.395	142.106	26.288
Goodwill write off	167.003	0	0	0
Exchange differences	139.627	(135.728)	105.153	(112.309)
Depreciation of government grant	(28.224)	(28.880)	0	0
Dividends received	(14.806)	(7.206)	(14.806)	(173.206)
Proceeds of sale of tangible assets	(10.043)	(1.565)	0	(1.565)
Income/Loss from associates	(124.176)	3.670	0	0
Interest received	(45.037)	(58.101)	(12.692)	(3.128)
Interest expense	1.057.966	1.071.199	793.045	795.868
Operating profit before working capital changes				
(Increase) /Decrease in inventories	272.111	(1.395.085)	189.556	(734.904)
(Increase)/Decrease in trade receivables	560.270	4.125.459	109.213	128.673
Increase/(Decrease) in trade payables	(3.707.890)	(8.600.086)	(1.849.737)	(2.405.408)
Cash flows from operating activities	3.665.030	4.256.854	3.356.523	5.204.499

8.2 Tax Un-audited fiscal year

The Company has undergone tax audits up to the 2007 fiscal year included.

The non audited fiscal years for the Group, are presented as follows :

Name	Headquarters	Tax Un-audited fiscal year
I.KLOUKINAS-I.LAPPAS CONSTRUCTION & COMMERSE S.A	Greece	2008-2009
KLM ATE	Greece	2008-2009
I.KLOUKINAS-I.LAPPAS ENERGY S.A.	Greece	2001-2009
MYIE KERASOVOU S.A.	Greece	2002-2009
KLM SA-TEDRA SA joint venture	Greece	-
KLM SA-ISTOS LTD joint venture	Greece	-
KLM SA-ISTOS LTD joint venture(Larisa project)	Greece	-
NESOLANO LTD	CYPROUS	2007-2009
COMPTON HOUSE PROPERTIES LIMITED COMPANY	CYPROUS	2007-2009
COMPTON HOUSE HELLAS(ELC)	Greece	2009
ENTELEIA SA	Greece	2007-2009
SYSMEROM COM SRL	Romania	2007-2009
KLM BULGARIA EOOD	Bulgaria	2005-2009
KLMS COM DOOEL	FYROM	2007-2009
KLSAL LTD	Albania	2007-2009
KLSEK COMMERCE LTD	Serbia	2006-2009
KLSLV D.O.O	Slovenia	2006-2009
KLMOL	Moldavia	2008-2009

8.3 Existing encumbrances

Encumbrances over company assets are reported in the following Table:

Serial no	Description	Location	Encumbrance	Bank	Amount in €
				"Commercial Bank"	453.104
				"National Bank"	336.625
1.	Plot of land fit for building 177,10sqm with all buildings	Athens-"Ambelokipi Attica" at 3 Loudovikou Pasteur St.	Mortgage prenotations dated 31.12.2002	"Alpha-Pisteos"	265.444
				"Eurobank-EFG"	265.444
				"Commercial Bank"	654.483
2.	Plot of land fit for building 558,00sqm	Spata, location "Mazareko" O.T(135) on Irakliou St.	Mortgage prenotations dated 28.02.2002	"National Bank"	486.236
				"Alpha-Pisteos"	383.419
				"Eurobank-EFG"	265.444
			Total :		3.228.174

Procedures for lifting the above mortgages have been initiated as all related loans have been settled in full.

8.4 Commitments

The Group's and the Company's commitments arising from construction contracts are as follows:

Amounts in €	GROUP		COMPANY	
	30/9/2010	31/12/2009	30/9/2010	31/12/2009
Construction contract commitments				
Work in progress	3.835.805	5.551.952	0	0
Letters of Guarantee				
Letter of Guarantee for safeguarding liabilities	2.378.481	2.424.510	245.722	485.722
Letter of Guarantee for fullfilment of contract secure	8.675.625	9.579.099	0	0
Letter of Guarantee for participation to auction	651.381	880.000	0	0
Total	11.705.487	12.883.609	245.722	485.722

8.5 Income Tax

The tax audit of the subsidiary company "Compton House Hellas SA" was completed for the fiscal years 2007 and 2008. The total amount of tax incurred was € 114.022. The company made provisions for the previous years amounted to € 60.000,00, therefore only the remaining amount of € 54.022 affected the financial results.

The income tax includes also the extraordinary tax imposed on the total net income of the fiscal year 2009, in accordance with art.5 of Law 3845/2010. The group's and the company's results were burdened by € 617.716 and € 532.044 respectively.

	GROUP		COMPANY	
	01.01 - 30.09.2010	01.01 - 30.09.2009	01.01 - 30.09.2010	01.01 - 30.09.2009
Amounts in €				
Income tax	969.570,53	1.996.992,26	481.309,86	1.562.036,18
Deffered Income tax	70.349,91	79.608,06	333.756,63	146.534,29
Extraordinary income tax	617.715,98	0,00	532.043,64	0,00
Tax provisions	161.250,00	67.500,00	60.000,00	52.500,00
Taxes from tax audit differences	40.885,83	22.171,25	0,00	6.558,03
Total	1.859.772	2.166.272	1.407.110	1.767.629

8.6 Other operating expenses

The account "Other operating expenses" as at 30.09.2010 in the group's and company's comprehensive income statement amounting to € 852.079 and € 177.353 respectively, is relating to bad debt provisions amounting to €710.238 and the write off of the goodwill amounting to € 161.469, due to the acquisition of the company under the name NESOLANO LTD, for the group and bad debt provisions amounting to € 177.353 for the company

8.7 Contingent Claims and Liabilities

The company (as a lessor) has lodged a lawsuit against a private company (as a lessee), claiming the amount of € 1.340 thousands. Estimation of the company's legal counsel, is that the decision of the Court will be in favour of the company.

I. KLOUKINAS – I. LAPPAS S.A.

According to the letter of the company's legal counsel, there are claims by private parties (against the company) amounting to € 2.254 thousands approximately and claims by the company (against third parties) amounting to € 3.710 thousands approximately.

According to the estimates of the company's legal counsel, there are strong legal arguments for the rejection of the overwhelming majority of the above claims (against the company). It is also the opinion of management that the outcome of the above cases will not influence the company's financial results.

8.8 Employees and employee benefits

The company's and the Group's employees were as follows:

	GROUP		COMPANY	
	30/9/2010	30/9/2009	30/9/2010	30/9/2009
Salaried	511	527	312	323
Wage-earners	30	33	22	22
Total	541	560	334	345

I. KLOUKINAS – I. LAPPAS S.A.

Intercompany transactions- Income Statement 01.01 - 30.09.2009															
	I.Kloukinas- I.Lappas Construction & Commerce S.A.	KLM ATE	KLM SA- TEDRA SA joint venture	I.Kloukinas- I.Lappas Energy S.A.	MYIE Kerasovu S.A.	KLM SA- ISTOS LTD joint venture	KLM SA-ISTOS LTD joint venture(Larisa project)	ENTELEIA SA	COMPTON HOUSE HELLAS(ELC)	SYSMEROM COM SRL	KIMS COM DOOEL	KLM BULGARIA EOOD	KLSAL LTD COMMERC E LTD	KLSIV D.O.O	TOTAL
Purchases															
I.Kloukinas-I.Lappas Construction & Commerce S.A.								135.000	947.254	91.975	318.309	132.980	195.402	1.820.920	
KLM ATE														0	
KLM SA-TEDRA SA joint venture														0	
I.Kloukinas-I.Lappas Energy S.A.														0	
MYIE Kerasovu S.A.														0	
KLM SA-ISTOS LTD joint venture														0	
KLM SA-ISTOS LTD joint venture(Larisa project)		1.736.627												1.736.627	
ENTELEIA SA														0	
COMPTON HOUSE HELLAS(ELC)									24.923					951.448	
SYSMEROM COM SRL		926.525												0	
KIMS COM DOOEL														0	
KLM BULGARIA EOOD														0	
KLSAL LTD														0	
KLSER COMMERCE LTD														0	
KLSIV D.O.O														0	
TOTAL		926.525	1.736.627	0	0	0	0	135.000	972.177	91.975	318.309	132.980	195.402	4.508.995	

Intercompany transactions-Statement of Financial position 31/12/2009															
	I.Kloukinas- I.Lappas Construction & Commerce S.A.	KLTH Carpentry works Ltd	KLM SA- TEDRA SA joint venture	I.Kloukinas- I.Lappas Energy S.A.	MYIE Kerasovu S.A.	KLM SA- ISTOS LTD joint venture	KLM SA-ISTOS LTD joint venture(Larisa project)	ENTELEIA SA	COMPTON HOUSE HELLAS(ELC)	SYSMEROM COM SRL	KIMS COM DOOEL	KLM BULGARIA EOOD	KLSAL LTD COMMERC E LTD	KLSIV D.O.O	TOTAL
Liabilities															
I.Kloukinas-I.Lappas Construction & Commerce S.A.															
KLTH Carpentry works Ltd															0
KLM SA-TEDRA SA joint venture															0
I.Kloukinas-I.Lappas Energy S.A.															0
MYIE Kerasovu S.A.															0
KLM SA-ISTOS LTD joint venture															0
KLM SA-ISTOS LTD joint venture(Larisa project)															0
ENTELEIA SA															0
COMPTON HOUSE HELLAS(ELC)															0
SYSMEROM COM SRL															0
KIMS COM DOOEL															0
KLM BULGARIA EOOD															0
KLSAL LTD															0
KLSER COMMERCE LTD															0
KLSIV D.O.O															0
TOTAL		1.536.149	1.740.698	329.497	170.021	60.000	649.231	40.000	19.683	30.000	304.344	154.260	515.702	82.169	6.608.602

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8.10 Benefits of Board of Directors

Management compensation for the Group and the Company were as follows:

Amounts in €	GROUP		COMPANY	
	30/9/2010	30/9/2009	30/9/2010	30/9/2009
Salaries and other short-term benefits				
Salaries of BOD members (salaried)	121.378	105.497	56.743	61.597
Senior management executives	169.561	143.166	169.561	143.166
BOD fees	360.000	360.000	360.000	180.000
Total	650.939	608.663	586.304	384.763

Receivables by the members of the BoD amounted to € 106.040 as at 30.9.2010 for the company and the group.

8.11 Earnings per share

Earnings per share were calculated on the basis of the average weighted number of shares outstanding.

Amounts in €	GROUP		COMPANY	
	01.01 - 30.09.2010	01.01 - 30.09.2009	01.01 - 30.09.2010	01.01 - 30.09.2009
Profits after income tax	1.316.186	5.667.251	1.568.942	4.960.221
Profits after income tax (1)	1.316.186	5.667.251	1.568.942	4.960.221
Distributed as follows:				
Parent company shareholders (2)	1.121.504	5.596.916	1.568.942	4.960.221
Minority rights	194.682	70.336		
	1.316.186	5.667.251	1.568.942	4.960.221
Weighted number of shares outstanding (3)	24.806.951	24.750.288	24.806.951	24.750.288
Basic earnings/losses per share (euro/share) (2/3)	0,0452	0,2261	0,0632	0,2004

8.12 Share Capital

In the current period the Company's share capital increase was completed by issuing at a price above par of 15.468.930 new common registered shares of nominal value of € 0,30 each through payment in cash and pre-emption rights in favour of existing ordinary shareholders, at a subscription ratio of 5 new shares for 8 existing shares. The

I. KLOUKINAS – I. LAPPAS S.A.

aforementioned Share capital increase was authorized by the Annual General Meeting of Shareholders of 29 June 2010 and was exercised between 14.09.2010 and 28.09.2010. The share capital increase was fully covered and the total amount raised is € 9.900.115,20

The company's share capital is shown analytically below:

Amounts in €	Share capital	Share premium	Total
Balance at January 1st, 2009	7.425.086	10.988.065	18.413.152
Balance at December 31st, 2009	7.425.086	10.988.065	18.413.152
Balance at January 1st, 2010	7.425.086	10.988.065	18.413.152
Share capital increase through payment in cash at a subscription ratio of 5 new shares for 8 existing ones	4.640.679	5.177.320	9.817.999
Balance at September 30st, 2010	12.065.765	16.165.386	28.231.151
	Issued shares		
Balance at January 1st, 2009	24.750.288		
Balance at December 31st, 2009	24.750.288		
	Issued shares		
Balance at January 1st, 2010	24.750.288		
New shares issued at a subscription ratio of 5 new shares for 8 existing ones	15.468.930		
Balance at September 30st, 2010	40.219.218		

8.13 Seasonality

The sales generated by the company "COMPTON HOUSE HELLAS (ELC)" and the parent company relating to Early Learning Centre (Children's products & Learning toys) indicate intense seasonality. Approximately, 30% of its annual turnover is realized in December due to Christmas period.

8.14 Other Contingent Liabilities

None incurred.

8.15 Acquisition of the company under the name NESOLANO LTD

The company on 21/07/2010 bought out 100% of the share capital of the Cyprian company under the name NESOLANO LTD which holds a branch office in Greece with sole activity the possession of a storage building in the Municipality of Tavros of total surface 9.600 sq.m. approximately. The building was leased to the parent company with the price of € 80.000 per month. The acquisition price is amounting to €4.000.000.

Goodwill analysis	Amounts in €
Acquisition cost	
Acquisition price	4.000.000
Less:	
Fair value of Net Assets acquired	3.838.531
Goodwill	161.469
<hr/>	
Net cash outflow (amount in €)	
Group	
Cash and cash equivalents of the acquired company	329.025
Acquisition price	(4.000.000)
Acquisition cost	(3.670.975)
<hr/>	
Amounts in €	Fair value
Tangible Assets	12.877.178
Cash and cash equivalents	329.025
Deferred Tax liabilities	(543.314)
Trade and other payables	(214.177)
Short term borrowings	(8.610.181)
Net assets of the subsidiary	3.838.531

The amount of € 161.469 relating to the difference between the net assets of the acquired company and the price paid is not recognized as an asset but was recorded in the statement of comprehensive income in "Other operating expenses" as the acquired company has no other activity than the lease of the building to the parent company.

8.16 Subsequent events

(a) The Annual General Meeting of the shareholders of the subsidiary company under the name "ENTELEIA SA" has decided the dissolution and the liquidation of the company.

(b) Regarding the commencement of the reorganization proceedings of the Cypriot Company under the name "COMPTON HOUSE PROPERTIES LIMITED", in accordance with the decision of the company's BoD dated 29/01/2008, the proceedings are not yet completed and the decision by the Cypriot authorities is still pending. With the fulfillment of the procedure above, the company "I. KLOUKINAS- I. LAPPAS CONSTRUCTION AND COMMERCIAL SA" will absorb the company under the name "COMPTON HOUSE (HELLAS) TRADE OF CHILDREN'S PRODUCTS & LEARNING TOYS SOCIETE ANONYME" and under the distinctive title "COMPTON HOUSE (HELLAS) S.A.".

THE CHAIRMAN OF
THE BOARD OF DIRECTORS

THE VICE CHAIRMAN OF
THE BOARD OF DIRECTORS

THE FINANCIAL
MANAGER

IOANNIS KLOUKINAS

IOANNIS LAPPAS

ANTHODESMI-MARIA
BENETATOU

THE CHIEF ACCOUNTANT

EIRINI TYRASKI