

PRESS RELEASE OF SIDMA S.A.

Athens, 18th September 2017

Announcement of the publication of the financial results for the first semester of 2017

After a prolonged period of negotiation for the completion of the 2nd Assessment, in the second half of 2017 we hope that the Greek economy will enter a developmental path to recovery even though market financing conditions are still unfavourable. Despite the market's expectation for the outcome of the negotiation with Greece's lenders in the first half of the year, SIDMA Group recorded an increase in its turnover while improving its operating and pre-tax results.

Namely, during the first semester of the year the consolidated turnover of SIDMA amounted to € 57.9 million compared to € 51.7 million in the corresponding period of 2016 or 12% higher, while together with dealership sales it amounted to € 73.4 million, increased by 12.2% compared to the same period last year. In addition, the Group's earnings before interest, taxes, depreciation and amortization (EBITDA) amounted to € 3,231 thousand from € 2,826 thousand last year, while earnings before taxes improved by 30% or € 0.4 million, reducing losses to € 0.9 million from € 1.3 million in the same period last year.

At Company level, in the first semester of the year SIDMA's turnover was set to € 38.5 million from € 35.6 million, presenting an increase of 8% while together with dealership sales it was set to € 53.9 million from € 49.3 million in the corresponding period of 2016. Earnings before interest, taxes, depreciation and amortization (EBITDA) amounted to € 2.4 million from € 2.2 million in the corresponding period last year, while earnings before taxes amounted to losses of € 0.9 million, improved by 12% or € 0.1 million compared to those of the corresponding period last year.

Regarding the subsidiaries, SIDMA Bulgaria recorded an increase in its turnover by 39%, while SIDMA Romania recorded an increase by 6% compared to the first semester of 2016. Namely, the turnover of SIDMA Bulgaria amounted to € 10.5 million compared to € 7.5 million, while the turnover of SIDMA Romania amounted to € 9.4 million compared to € 8.8 million in the first semester of 2016.

With respect to the other figures of the subsidiaries, SIDMA Bulgaria recorded a significant improvement, both in terms of operating profitability and earnings, presenting EBITDA of € 532 thousand from € 291 thousand improved by 83% and results of € 254 thousand from marginally negative € - 8 thousand respectively last year. The company's Management has achieved a reduction in its financial expenses since the fourth quarter, by pooling together its obligations under a syndicated loan with a reduced interest rate, which was signed with its creditor banks in the summer.

In terms of operating profitability, SIDMA Romania recorded EBITDA of € 307 thousand, that marginally increased by 1% compared to the first half of 2016, while in terms of pre-tax results it recorded losses of € 251 thousand, improved by 16% compared to last year, excluding exchange differences. Taking exchange differences into consideration, earnings before taxes showed losses reduced by 4% compared to last year. Its goal is to increase sales volume while maintaining the already improved gross profit percentage compared to last year.

The Group's liquidity amounted to € 8.0 million, with the company's Management having undertaken a series of actions to strengthen its operations in recent years, which mainly concern the drastic reduction of the Group's operating costs and the reduction of credit periods, while also proceeding to the disposal of assets.

Decisions of the Ordinary General Meeting

At the Ordinary General Meeting of the company's shareholders, held in Athens on May 29, 2017, 19 shareholders attended representing 77.32% of the Share Capital and voting rights and the following were approved unanimously:

- The report on the activities of the Board of Directors and the Auditors and the annual Financial Statements of the fiscal year 2016.
- The discharge of the members of the Board of Directors and the Chartered Auditor for the fiscal year 2016.
- The election of Chartered Auditors and the approval of their remuneration for 2017.
- The remuneration paid to members of the Board of Directors associated with dependent employment relationship for 2016 and the pre-approval of their remuneration for 2017.
- The election of a new Board of Directors.

- The election of the audit committee members in accordance with article 37 of L.3693/2008.
- The modification of the conditions in the contract dated 25/01/2012 regarding the Bond Loan with EUROBANK ERGASIAS SA bank whereby the loan maturity was extended from 01.02.2017 to 01.08.2017.

Decisions of the Extraordinary General Meeting

At the Extraordinary General Meeting of the company's shareholders, held in Athens on July 26, 2017, 17 shareholders attended representing 77.28% of the Share Capital and voting rights and the following were approved unanimously:

- The members of the audit committee pursuant to article 44 of L. 4449/2017.
- The measures and specific actions for the improvement of the company's Equity, in accordance with article 48 of CL 2190/1920, due to its reduction to less than one tenth of the company's share capital. In cooperation with financial institutions, the management of the company examines various scenarios of its debt restructuring so that its own equity is also improved.