

**THE AUDITOR'S REPORT HAS BEEN TRANSLATED FROM THE GREEK
ORIGINAL VERSION**

INDEPENDENT AUDITOR'S REPORT

To the Shareholders of IONIA S.A.

Report on the Financial Statements

We have audited the accompanying financial statements of IONIA S.A. (the “Company”), which comprise the statement of financial position as at December 31, 2009, the statement of comprehensive income, statement of changes in equity and cash flow statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Financial Reporting Standards as adopted by the European Union and for such internal controls as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with International Standards of Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the aforementioned financial statements present fairly, in all material respects, the financial position of IONIA S.A. as at December 31, 2009, and of its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards as adopted by the European Union.

Report on Other Legal and Regulatory Requirements

We confirm that the information given in the Directors' Report is consistent with the accompanying financial statements and complete in the context of the requirements of articles 43a and 37 of Codified Law 2190/1920. It should be also noted that Company's total equity as at December 31, 2009 is less than 10% of the outstanding share capital and therefore the conditions for the application of Articles 47 and 48 of Codified Law 2190/1920 are met. As mentioned in Note 18 of the financial statements, the Company's management has developed an appropriate plan to remove the provisions of this article.

Athens, 6 April 2010

THE CERTIFIED AUDITOR ACCOUNTANT

SOFIA KALOMENIDES

S.O.E.L. R.N. 13301

ERNST & YOUNG (HELLAS) CERTIFIED AUDITORS ACCOUNTANTS S.A.

IONIA S.A.
STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 DECEMBER 2009
(Amounts in Euro)

	2009	2008
Revenue	7,561,075	6,572,941
Cost of sales	-6,137,683	-2,644,323
Gross profit before depreciation	<u>1,423,392</u>	<u>3,928,618</u>
Other operating income	48,297	57,778
Administrative expenses	-1,027,311	-886,708
Selling expenses	-3,643,932	-3,672,086
Net losses before taxes, financial results and depreciation	<u>-3,199,554</u>	<u>-572,398</u>
Depreciation	<u>-76,053</u>	<u>-73,037</u>
Net losses before taxes and financial results	-3,275,607	-645,435
Finance income /(expense) net	-139,702	417
Losses before taxes	<u>-3,415,309</u>	<u>-645,018</u>
Less:Corporate income tax expense	-	-12,830
Net losses after taxes	<u><u>-3,415,309</u></u>	<u><u>-657,848</u></u>

IONIA SA
STATEMENT OF FINANCIAL POSITION
AS OF 31 DECEMBER 2009

(Amounts in Euro)

	2009	2008
<u>ASSETS</u>		
Tangible fixed assets	1,142,793	522,955
Intangible fixed assets	60,000	
Long -term receivables	534,324	273,921
Total non-current assets	<u>1,737,117</u>	<u>796,876</u>
Inventories	2,576,213	932,915
Receivables and prepayments	3,109,323	373,705
Cash and cash equivalents	99,965	104,097
Total current assets	<u>5,785,501</u>	<u>1,410,717</u>
TOTAL ASSETS	<u><u>7,522,618</u></u>	<u><u>2,207,593</u></u>
<u>EQUITY AND LIABILITIES</u>		
Share capital (2009: 2,127,136 shares at €3.00) (2008: 260,000 Shares at €3.00)	6,381,408	780,000
Accumulated Losses and other Reserves	-6,306,804	-2,891,495
TOTAL EQUITY (a)	<u>74,604</u>	<u>-2,111,495</u>
Retirement benefit obligations	769,465	799,445
Total non-current liabilities	<u>769,465</u>	<u>799,445</u>
Trade and other payables	1,120,318	519,643
Short-term borrowings	5,558,231	3,000,000
Total current liabilities	<u>6,678,549</u>	<u>3,519,643</u>
TOTAL LIABILITIES (b)	<u>7,448,014</u>	<u>4,319,088</u>
TOTAL EQUITY AND LIABILITIES (a+b)	<u><u>7,522,618</u></u>	<u><u>2,207,593</u></u>

IONIA S.A.
STATEMENT OF CHANGES IN EQUITY
AS OF 31 DECEMBER 2009
(Amounts in euro)

	Common shares	Reserves	Accumulated losses	Total
Year ended December 2008				
Balance as of 1 January 2008	780,000	121,561	-2,355,208	-1,453,647
Net loss of the year	-	-	-657,848	-657,848
Balance as of 31 December 2008	780,000	121,561	-3,013,056	-2,111,495
Year ended December 2009				
Balance as of 1 January 2009	780,000	121,561	-3,013,056	-2,111,495
Share Increase Capital	5,601,408		0	5,601,408
Net loss of the year	-	-	-3,415,309	-3,415,309
Balance as of 31 December 2009	6,381,408	121,561	-6,428,365	74,604

IONIA SA
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 DECEMBER 2009
(Amounts in Euro)

	2009	2008
Cash flows from operating activities		
Losses before taxes	-3,415,309	-645,018
<i>Adjustments in relation to the following transactions:</i>		
Depreciation of tangible assets	76,053	73,037
Depreciation of Leasing rights	36,977	31,797
Fixed asset impairment		877
Provision for personnel compensation due to retirement	-29,980	83,295
Inventory impairment	-4,300	-50,020
Interest (Income) / expenses and gains from exchange differences	139,702	-417
Changes in working capital:	-3,196,857	-506,449
Decrease in inventories	2,147,409	117,282
Decrease/ (increase) in trade and other receivables	-2,735,618	628,513
Increase/ (Decrease) in short-term liabilities	2,415,675	-3,220,659
Cash flows from operations	-1,369,391	-2,981,313
Taxes paid	-	-12,830
Indemnities paid	-	-
Increase in other long-term liabilities	-297,379	-179
Total cash flows from operating activities	<u>-1,666,770</u>	<u>-2,994,322</u>
Cash flow from investing activities		
Proceeds from financial income	1,214	1,338
Purchase of intangible assets	-60,000	
Purchase of tangible assets	-695,891	-18,570
Total cash flows from investing activities	<u>-754,677</u>	<u>-17,232</u>
Cash flows from financing activities		
Proceeds from borrowings	2,558,231	3,000,000
Interest and related expenses paid	-140,916	-921
Total cash flows from financing activities	<u>2,417,315</u>	<u>2,999,079</u>
Net decrease in cash and cash equivalents	-4,132	-12,475
Cash and cash equivalents at the beginning of the year	104,097	116,572
Cash and cash equivalents at the end of the year	<u>99,965</u>	<u>104,097</u>