

The financial information listed below is aiming to provide a general awareness about the financial results of FG EUROPE S.A. and its Group. Consequently, it is recommended to the reader, before any investment decision or transaction performed with the Company, to visit the website of the Company where the interim financial statements prepared in accordance with International Financial Reporting Standards (IFRS) are available together with the auditors review report.

COMPANY DATA

Company address:	Municipality of Glyfada, 128, Vouliagmenis Ave., Zip Code 166 74
P.C.S.A. Register Number:	13413/06/B/86/111
Responsible Supervisory Body :	Ministry of Development
Composition of Board of Directors:	Georgios Fidakis, Konstantinos Koutsoumpelis, John Pantousis, Georgios Vlamis, Konstantinos Demenagas, Georgios Stroggiopoulos, Spyros Lioukas, Ioannis Katsoulakos, Nikolaos Piblis
Date of approval of the annual financial statements (from which the condensed data has been extracted):	5/3/2007
Auditors:	Panagiotis Papakonstantinou (SOEL Reg. No 16651) Panagiotis Vroustouris (SOEL Reg. No. 12921) SOL, S.A. - Certified Auditors
Audit Companies:	Unqualified audit report - Matters of emphasis
Type of Audit Report:	http://www.fgeurope.gr
Internet address of Company:	

STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY (amounts in Euro thousands)

	CONSOLIDATED		COMPANY	
	31/12/2006	31/12/2005	31/12/2006	31/12/2005
Shareholders equity at beginning of year (January 1, 2006 and 2005 respectively)	21.290	20.997	20.813	20.732
Net profit after taxes	<u>2.754</u>	<u>1.130</u>	<u>3.203</u>	<u>918</u>
	24.044	22.127	24.016	21.650
Share capital increase	7.446	4.880	1.446	4.880
Dividend distribution	(19)	(1.596)	---	(1.596)
Income recognized directly in shareholders' equity	(89)	79	5	79
Purchase of treasury shares	<u>(1.390)</u>	<u>(4.200)</u>	<u>(1.390)</u>	<u>(4.200)</u>
Shareholders equity at end of year (December 31, 2006 and 2005 respectively)	<u>29.992</u>	<u>21.290</u>	<u>24.077</u>	<u>20.813</u>

ADDITIONAL DATA AND INFORMATION

- The accounting policies applied for the preparation of the Financial Statements have not been changed from those applied for the year ended December 31, 2005.
- The Group companies contained in the consolidated financial statements are :

COMPANY	SHARE AT DECEMBER 31 2006	COUNTRY	UNAUDITED FISCAL YEARS	CONSOLIDATION METHOD
F.G. EUROPE A.E.	Parent	Greece	2003 to 2006	Full consolidation
F.G. LOGISTICS A.E.	100,00% (a)	Greece	2003 to 2006	Full consolidation
FIDAKIS SERVICE A.E.	100,00% (a)	Greece	2003 to 2006	Full consolidation
CITY ELECTRIC A.E.	100,00% (a)	Greece	2003 to 2006	Full consolidation
IDROILEKTRIKI ACHAIAS S.A.	55,25% (a)	Greece	Unaudited from inception (2002)	
R.F. ENERGY A.E.	40,00% (a)	Greece	Unaudited from inception (2006)	Full consolidation
AEOLIKI KYLINDRIAS S.A.	39,87% (β)	Greece	Unaudited from inception (2002)	Full consolidation

Notes :

- Direct investment**
 - Indirect investment**
- Certain prior year amounts have been reclassified or corrected (Note 23 of the financial statements)
 - The investment in F.G. Italia S.p.A. has been sold out of the Group on December 31, 2005. Therefore the results of operations and assets and liabilities are contained in the interim Financial Statements for the period January 1, to December 31, 2005 but are not included in the related Financial Statements of the current period from January 1, to December 31, 2006.
 - On March 30, 2006 the share capital of the subsidiary City Electric S.A. has been increased by EURO 100,5 thousands that has been covered completely by the parent company.
 - With the decision number 8550/6-9-2006, the Athens Prefecture granted permission of incorporation and approved the article of incorporation of the S.A. with the company name Aeoliki Kyliandrias S.A. of Energy production and distribution and title Aeoliki Kyliandrias S.A. that resulted from the conversion into a S.A. of Hellenic Aeoliki Kyliandrias Ltd. Based on the above conversion the share capital of the company was increased by EURO 282 thousands of which EURO 281 thousands was covered through F.G. Europe S.A. and the remaining EURO 1 thousand by individuals. Therefore F.G. Europe's participation share in Aeoliki Kyliandrias was reduced to 99,67%.
 - On May 26, 2006, the General Assembly of shareholders of the company Fidakis Service Ltd. decided the merger through absorption by the company Fidakis Service S.A. and approved with the decision number 22218/6.10.2006 of the Athens Prefecture.
 - On June 22, 2006 the share capital of the subsidiary Fidakis Service S.A. has been increased by EURO 249,9 thousands that has been covered completely by the parent company.
 - With the decision number 10480/2-8-2006, the Athens Prefecture granted permission of incorporation and approved the article of incorporation of the S.A. with the company name R.F. Energy S.A. and title R.F. Energy S.A. The initial share capital of R.F. Energy amounts to EURO 10.000 thousands and F.G. Europe's holding share is to 40%. Due to the fact that the main shareholder and Chairman of the Board of Directors of F.G. Europe S.A., Mr. George Fidakis also participates with 10% in R.F. Energy S.A. and the existing shareholders' agreement concerning the appointment of the majority of Board Members through F.G. Europe S.A., R.F. Energy is fully consolidated in the company's financial statements.
 - On December 22, 2006 an agreement for the sale of the total shares of AEOLIKI KYLINDRIAS S.A. held by F.G. EUROPE S.A. was signed for the amount of EURO 995,67 thousands payable in cash. The completion of the transfer is expected to be finalized within the first semester of 2007. F.G. EUROPE's percentage after the transfer amounts to 39,87% as indirect investment.
 - On January 16, 2007 the subsidiary company of the Group, R.F. ENERGY S.A. purchased the 100% of the share capital of KALLISTI ENERGY PRODUCTION OF ELECTRICAL POWER JOINED STOCK COMPANY S.A. for the amount of EURO 1.350 thousands.
 - The basic earnings per share have been calculated based on the profit before taxes and minority interest and the weighted average number of shares.
 - The fixed assets of the Company are not pledged.
 - There are no legal or under arbitration differences or decisions of legal or arbitrary bodies that are able to have significant impact on the financial position of the Company and the Group.
 - The number of employed personnel as of December 31, 2006 was : Group 115 , Company 71 persons.
December 31, 2005 was : Group 112 , Company 64 persons..
 - The accumulated amounts in euro thousands of revenues and purchases for the period 1/1/2006 until 31/12/2006 and the balances of receivables and liabilities of the company as of 31.12.2006 that arise from transactions with related parties according to IAS 24 are as follows:
- | | CONSOLIDATED | COMPANY |
|--|--------------|---------|
| a) Sales of goods and services | --- | 215 |
| b) Purchases of goods and services | --- | 3.423 |
| c) Receivables from related parties | --- | 305 |
| d) Payables to related parties | --- | 364 |
| e) Key management personnel compensations | 1.387 | 1.387 |
| f) Receivables from key management personnel | --- | --- |
| g) Payables to key management personnel | --- | --- |
- There are no associated companies for the Group according to IAS 24..
 - There are no subsequent events to the financial statements of December 31, 2006 concerning the Group and the Company, that should be reported according to the IAS principles
 - The board of Directors will propose for the 2006 fiscal year a dividend of EURO 0,04 per share (2005 : EURO 0,00)

BALANCE SHEET (all amounts in Euro thousands)

	CONSOLIDATED		COMPANY	
	31/12/2006	31/12/2005	31/12/2006	31/12/2005
ASSETS				
Non-current assets	4.913	5.125	6.542	2.619
Inventories	36.647	26.455	36.632	26.343
Receivables	46.494	56.845	46.220	56.622
Other current assets	<u>15.197</u>	<u>3.824</u>	<u>6.249</u>	<u>3.760</u>
TOTAL ASSETS	<u>103.251</u>	<u>92.249</u>	<u>95.643</u>	<u>89.344</u>
LIABILITIES				
Long term liabilities	16.965	36.932	15.946	35.889
Short term liabilities to Banks	34.771	24.838	34.468	23.742
Other short term liabilities	<u>21.523</u>	<u>9.189</u>	<u>21.152</u>	<u>8.900</u>
Total liabilities (a)	<u>73.259</u>	<u>70.959</u>	<u>71.566</u>	<u>68.531</u>
Share Capital	16.374	16.374	16.374	16.279
Other elements of shareholders' equity attributable	<u>7.498</u>	<u>4.479</u>	<u>7.703</u>	<u>4.534</u>
Total Shareholders' equity attributable to shareholders (b)	<u>23.872</u>	<u>20.758</u>	<u>24.077</u>	<u>20.813</u>
Minority interest (c)	<u>6.120</u>	<u>532</u>	<u>---</u>	<u>---</u>
Total shareholders equity (d)=(b)+(c)	<u>29.992</u>	<u>21.290</u>	<u>24.077</u>	<u>20.813</u>
TOTAL LIABILITIES & SHAREHOLDERS EQUITY (e)=(a)+(d)	<u>103.251</u>	<u>92.249</u>	<u>95.643</u>	<u>89.344</u>

INCOME STATEMENT (all amounts in Euro thousands)

	CONSOLIDATED		COMPANY	
	1/1-31/12/2006	1/1-31/12/2005	1/1-31/12/2006	1/1-31/12/2005
Revenues	<u>156.083</u>	<u>161.117</u>	<u>155.289</u>	<u>160.163</u>
Gross profit	<u>19.582</u>	<u>13.858</u>	<u>19.651</u>	<u>14.664</u>
Earnings before interest, depreciation, amortization and taxes	<u>6.269</u>	<u>5.133</u>	<u>6.075</u>	<u>4.853</u>
Earnings before interest and taxes	<u>6.011</u>	<u>4.912</u>	<u>5.955</u>	<u>4.757</u>
Earnings before taxes	<u>4.226</u>	<u>1.631</u>	<u>4.553</u>	<u>1.395</u>
Less: taxes	<u>(1.472)</u>	<u>(501)</u>	<u>(1.350)</u>	<u>(477)</u>
Earnings after taxes	<u>2.754</u>	<u>1.130</u>	<u>3.203</u>	<u>918</u>
Attributable to:				
Shareholders of parent company	2.673	1.035	---	---
Minority interest	81	95	---	---
Earnings per share - basic (in Euro)	0,0507	0,0195	0,0607	0,0173

CASH FLOW STATEMENT (all amounts in Euro thousands)

	CONSOLIDATED		COMPANY	
	1/1-31/12/2006	1/1-31/12/2005	1/1-31/12/2006	1/1-31/12/2005
Operating Activities				
Operating Activities	4.226	1.631	4.553	1.395
Add / (less) adjustments for:				
Depreciation and amortization	258	221	120	96
Provisions	808	191	1.038	194
Government grants recognized in income	(32)	(54)	(2)	---
Exchange rate differences	(1.319)	1.000	(1.319)	1.000
Result of investment activity	(339)	(1.027)	(1.278)	(1.027)
Interest and similar expenses	3.497	3.484	3.461	3.401
Add/ (less) adjustments for changes working capital items:				
Decrease / (increase) in inventory	(10.192)	3.615	(10.290)	3.305
Increase / (decrease) in receivables	9.802	(7.344)	9.903	(7.333)
(Decrease) / increase in liabilities (other than banks)	12.387	(10.166)	12.457	(9.407)
Less:				
Interest and similar expenses paid	(2.961)	(2.750)	(2.926)	(2.669)
Taxes paid	(98)	(2.700)	---	(2.700)
Total inflow / (outflow) from operating activities (a)	<u>16.037</u>	<u>(13.899)</u>	<u>15.717</u>	<u>(13.745)</u>
Investing Activities				
Acquisition of subsidiaries and other investments	---	---	(4.446)	---
Proceeds from sale of available for sale financial assets	125	---	1.120	---
Purchase of PPE and intangible assets	(282)	(252)	(177)	(106)
Proceeds from the sale of property and equipment	3	---	3	---
Interest income	109	506	16	506
Proceeds from dividends	10	---	34	---
Proceeds from Government grants	---	457	---	---
Total inflow / (outflow) from investing activities (b)	<u>(35)</u>	<u>711</u>	<u>(3.450)</u>	<u>400</u>
Financing Activities				
Proceeds from capital increase	6.000	---	---	---
Purchase of treasury shares	(1.390)	(4.200)	(1.390)	(4.200)
Borrowings from banks	---	7.447	---	7.814
Payments of borrowings	(9.219)	---	(8.388)	---
Dividends paid	(20)	(1.596)	---	(1.596)
Total inflow / (outflow) from financing activities (c)	<u>(4.629)</u>	<u>1.651</u>	<u>(9.778)</u>	<u>2.018</u>
Net increase / (decrease) in cash and cash equivalents for the year (a) + (b) + (c)	<u>11.373</u>	<u>(11.537)</u>	<u>2.489</u>	<u>(11.327)</u>
Cash equivalents at beginning of year	<u>3.824</u>	<u>15.361</u>	<u>3.760</u>	<u>15.087</u>
Cash and cash equivalents at end of year	<u>15.197</u>	<u>3.824</u>	<u>6.249</u>	<u>3.760</u>

GLYFADA, March 5, 2007

CHAIRMAN OF THE BOARD OF DIRECTORS

MANAGING DIRECTOR

FINANCE DIRECTOR

ACCOUNTING CHIEF