

PRESS RELEASE

August 4th, 2011

F.G. EUROPE A.E. Six Month Period 2011 Financial Results

- **Significant increase of Exports**
- **Increase of Total Revenues**
- **Net Profit Increase**

FG EUROPE S.A. exports presented an important increase of 39.25% during the 1st semester of the fiscal year 2011, compared to the corresponding period in 2010, as a result of the outward policy that consistently the Administration of FG EUROPE S.A. applies, aiming to support the Company to overcome the impact of the crisis realized in the domestic market.

Total Revenue of FG EUROPE S.A. increased, in the 1st semester of 2011, by 12.51%, compared to the corresponding revenue in 2010.

Increased by 16.67% were the sales of air conditioners during the 1st semester in 2011, compared to the corresponding period in 2010.

FG EUROPE S.A. Net Profit raised to 3,245 m Euros from 2,331 m Euros in 2010, presenting an upward movement of 39.21% for the same period of time.

As of 30/06/2011, the cash equivalent assets raised to 39,083 m Euros from 27,586 in 31/12/2010, presenting a liquidity increase of 41.68%.

As of 30/06/2011, Company's bank debt dropped to the outstanding balance of the Common Bond Loan (43.800 m Euros) of which, an amount of 5.200 m Euros, has already been paid on 28/7/2011. As of today, the outstanding debt is 38.600 m Euros, while the level of short term bank liabilities remains still zero.

(Amount in ths. €)	Ο Όμιλος			Η Εταιρία		
	<u>1/1- 30/6/2011</u>	<u>1/1- 30/6/2010</u>	<u>Δ%</u>	<u>1/1- 30/6/2011</u>	<u>1/1- 30/6/2010</u>	<u>Δ%</u>
Total Revenues	56,546	50,576	+11.80%	53,579	47,621	+12.51%
Less: Cost of Goods Sold	(41,092)	(34,830)	+17.98%	(39,643)	(33,225)	+19.32%
Gross Profit	15,454	15,746	-1.85%	13,936	14,396	-3.20%
Gross Profit Margin	27.33%	31.13%	-3.80 μ	26.01%	30.23%	-4.22 μ
Less: General Expenses	(9,422)	(9,676)	-2.63%	(8,875)	(8,779)	+1.09%
EBIT	6,183	6,575	-5.96%	5,209	5,983	-12.94%
EBITDA	6,569	7,103	-7.52%	4,700	5,579	-15.76%
EBITDA Margin	11.62%	14.04%	-2.42 μ	8.77%	11.72%	-2.95 μ
Financial Income	(1,546)	(1,370)	+12.85%	(1,090)	(1,057)	+3.12%
EBT	4,637	5,205	-10.91%	4,119	4,926	-16.38%
Income Tax	(884)	(2,679)	-67.00%	(874)	(2,595)	-66.32%
Net Profit for the Period	3,753	2,526	+48.57%	3,245	2,331	+39.21%
Attributable to:						
Shareholders of the Parent Company	3,467	2,365	+46.60%			
Minority interest	286	161	+77.64%			
Earnings per Share	0.0657	0.0448	+46.65%	0.0615	0.0441	+39.46%

More specifically, at the Parent Company level:

In the 1st semester 2011, Total Revenues increased by 12.51%, compared to the corresponding Revenues in 2010, reaching the level of 53.579 m Euros from 47.621 m Euros in 2010.

Air Conditioners sales increased to 50.116 m Euros from 42.959 m Euros in the previous year.

Additionally, Air Conditioners increased to 37.280 m Euros from 26.772 m Euros in 2010, presenting an upward movement of 39.25%. Due to the aforementioned increase, the exports account for 74.38% of sales of air conditioners and 69.58% of total sales of the Company, compared to the respective rates of 62.32% and 56.22% of the 1st semester 2010.

The sales of Air Conditioners as long as the sales of SHARP and ESKIMO products decreased in the domestic market which is particularly affected by the financial crisis.

Despite the upward movement of FG EUROPE total sales, the Gross profit of the company, in the 1st semester 2011, was boundary decreased (3,20%) due to the higher share of exports in the mix of total revenue and consequently the Gross Profit Margin decreased to 26.01% from 30.23% in the 1st semester 2010.

Consolidates Group Figures:

Group's Total Revenue amounted to 56.546 m Euros, compared to 50.576 m Euros in the 1st semester 2010, presenting an increase of 11.80%, explained by the mentioned increase of sales of the Parent Company.

Group's Revenues from the energy sold were slightly reduced to 2.869 m Euros (2.893 m Euros in 2010), due to the 25% decline of revenues in the 1st quarter 2011, affected by the not favorable wind conditions at that period of time.

Group's Gross Profit, slightly reduced by 1.85%, form 15.746 m Euros as of 30/06/2010 to 15.454 m Euros as of 30/06/2011. Gross Profit Margin was also reduced to 27.33% from 31.13% in 2010, affected by the said decline of the respective Gross Profit Margin of the Parent Company.

EBITDA reduced to 6.569 m Euros from 7.103 m Euros in the 1st semester 2010 with the respective EBITDA Margin also declined at the level of 11,62% compared to the level of 14.04% in 2010.

Administrative, Distributions and other Expenses decreased by 2.63% in the first semester 2011 (9.422 m Euros in 1st semester 2011 from 9.676 m Euros in 2010), improving the performance of the index "General Expenses / Sales" to 16.66% from 19,13% at the corresponding period in 2010.

As at 30/06/2011 Group's final financial result raised to 1.546 m Euros from 1.370 m Euros in 2010, presenting an upward movement of 12,85%.

As at 30/06/2011, Group's total debt amounted to 150.167 m Euros (100.563 m Euros as at 31/12/2010) presenting a significant increase, mainly due to the growing trade and other obligations of the Parent Company (prolongation of the repayment period to the principal supplier FUJITSU from 90 to 180 days), and to the increase in long and short term bank liabilities of the Energy Company of the Group.

Group's EBT reduced at 4.637 m Euros from 5.205 m Euros in the 1st semester 2010, reducing also the performance of the index "EBT / Sales" to the level of 8.20% from 10.29%, in the 1st semester 2010

Group's Net Profit along with Minority Interest presented an increase of 46.60%, amounted to 3.467 m Euros from 2.365 m Euros as at 30/06/2010, due to the fact that the profit in the 1st semester 2010 was significantly burdened from extraordinary levy.



Financial Statements for the six month period ended June 30, 2011 are available to the public on the Company's website "www.fgeurope.gr" under section "Investors Relations" on Friday 5/08/2011. At the same day, the "Data and the Financial Information for the period 1/1 – 30/06/2011" will be also published to the press.

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