



ENTERSOFT S.A.

Interim Financial Report (TRANSLATED FROM THE GREEK ORIGINAL)

Semi-annual Financial Report

Period

From January 1, 2022 to June 30, 2022

according to article 5 of Law 3556/2007

STATEMENTS OF THE MEMBERS OF THE BOARD OF DIRECTORS

(In accordance with article 4 paragraph 2 of the Law 3556/2007)

The members of the Board of Directors of ENTERSOFT SA:

- Pantelis Nikolopoulos, Chairman of the Board of Directors and Non-Executive Member,
- Antonios Kotzamanidis, Chief Executive Officer and Executive Member of the Board of Directors,
- Charalampos Avratoglou, Executive Member of the Board of Directors,

in our above-mentioned capacity, specially appointed for this by the Board of Directors of ENTERSOFT S.A., we confirm that to the best of our knowledge:

1. The Interim Condensed Financial Statements of ENTERSOFT, Group and Company, for the period from January 1, 2022 to June 30, 2022, prepared in accordance with the applicable International Financial Reporting Standards (IFRS), give a true and fair view of the Assets and Liabilities items, the Equity and the Results of the Company for the period from 1/1/2022-30/6/2022 as well as the companies included in the consolidation taken as a whole, in accordance with paragraphs 3 to 5 of article 5 of L.3556/2007.
2. The Report of the Board of Directors for the first half of the year gives a true and fair view of the information required according to Article 5 (6) of Law 3556/2007, i.e. the significant events that took place during the first half of the financial year and their impact on the Interim Condensed Financial Statements, the development, performance and the financial position of the Company and its subsidiaries that are consolidated, the main risks and uncertainties for the second half of the financial year, as well as the significant transactions that took place between the Company and its subsidiaries that are consolidated and on the other hand the individuals that are related to them.

Pantelis N. Nikolopoulos

Antonios N. Kotzamanidis

Charalampos F. Avratoglou

Chairman of the Board of Directors

Chief Executive Officer

Executive Member of the Board of Directors

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1. HALF YEAR REPORT OF THE BOARD OF DIRECTORS FOR THE PERIOD 01.01.2022 TO 30.06.2022

Introduction

This report of the Board of Directors of the company under the name "ENTERSOFT SOCIETE ANONYME FOR THE PRODUCTION AND MARKETING OF SOFTWARE AND SERVICES" (hereinafter the "Company") concerns the period from January 1, 2022 to June 30, 2022 and has been prepared in accordance with the provisions of article 5 of Law 3556/2007 as well as the relevant decisions of the Board of Directors of the Hellenic Capital Market Commission and refers to the Interim Condensed Financial Statements (Consolidated and Separate) as of June 30, 2022 and to the six-month period then ended.

Entersoft Group (the "Group") apart from the company also includes the subsidiaries over which the Company has direct or indirect control (the "Group"). The Consolidated and Separate Interim Condensed Financial Statements have been prepared in accordance with the International Financial Reporting Standards (IFRS), as adopted by the European Union (EU).

This report includes the financial assessment of the results of the period from January 1, 2022 to June 30, 2022, the outlook for the second semester of 2022, the significant events that took place during the first semester of 2022, a presentation of the main risks and uncertainties for the second semester of the year, the significant transactions of the Group's and Company's related parties and the significant events that took place after the end of the first semester of 2022.

This report also refers to Alternative Performance Measures. For explanations and calculation of the indicators see "Alternative Group Performance Indicators" and "Alternative Company Performance Indicators".

The Condensed Interim Financial Statements (Consolidated and Separate), the Independent Auditor's Report on Review and the half year Report of the Board of Directors of the Company can be found on the website:

<https://www.entersoft.gr/investors/>

During the first semester of 2022, the Company's activities were in accordance with applicable law and its purposes, as defined in its Articles of Association.

The Board of Directors, in its attempt to make a review of the Company's operations and figures of the Company and of its subsidiaries (the "Group"), wishes to notify the following:

Overview of significant events that occurred in the first semester of 2022

General assemblies

Ordinary General Assembly Meeting on 29/04/2022 at which

1. Approval was given for the annual separate and consolidated Financial Statements, prepared in accordance with IFRS, for the relevant reports of the Board of Directors and of the Certified Auditors, the Explanatory Board of Directors Report and the Corporate Governance Statement in accordance with Article 152 of Law 4548/2018.
2. The distribution of dividends to shareholders of EUR 0,09 per share was approved, i.e. an amount of EUR 2.700.000 and approval was given to the remaining amount of EUR 1.436.213 being transferred to retained earnings.
3. Approval was given for the overall management of the Board of Directors for the fiscal year 2021 in accordance with Article 108 of Law 4548/2018 and it was decided to release the Certified Auditors from any relevant liability for compensation for activities of the fiscal year 2020 in accordance with Article 117 (1)(c) of Law 4548/2018.
4. Approval was given for the fees and compensations for the year 2021 and pre-approval was given for the payment of fees and compensation for the year 2022 to Directors and persons referred to in Article 99 of Law 4548/2018, within the framework of tasks assigned to them and/or within the framework of dependent employment contracts following the decisions of the Board of Directors.
5. Following the Audit Committee's recommendation, the auditing firm KPMG Certified Auditors S.A. was selected for the Statutory Audit of the simple and consolidated financial statements for the fiscal year 1/1/2022 – 31/12/2022, with its registered office in Athens on 3, Stratigou Tobra Street (Institute of Certified Public Accountants Reg. No. 114), and the Board of Directors was authorised to determine the fee for the audit for the fiscal year 2022 in accordance with the provisions of the Supervisory Board of the Institute of Certified Public Accountants of Greece.
6. Approval was given for the Remuneration Report for the members of the Board of Directors for the fiscal year 2021 in accordance with article 112 par. (3) of Law 4548/2018.
7. The Annual Report of the Activities of the Audit Committee for the fiscal year 01.01.2021-31.12.2021 was submitted and presented to the General Assembly in accordance with article 44 of law. 4449/2017, as in force.
8. The Report of the independent non-executive members of the Board of Directors was submitted and presented to the General Assembly in accordance with para. Article 9(5) of Law 4706/2020.
9. Approval was also given to the Board of Directors' activities for the fiscal year 2021.

Significant events that occurred in the first half of 2022

The first half of the current year 2021, was full of business and equity related events. The increase in demand created needs for an enhanced commercial presence while the recent acquisitions created the need for the immediate integration of the new subsidiaries in the structures and processes of the Group. The Management presented the results and plans of the Group in several one-to-one presentations but also in events as mentioned below.

The most important events for the Group in chronological order were the following:

January 4, 2022: Continuing its investment plan, the Parent Company, in implementation of the relevant approval given by the Board of Directors of the company dated 03-01-2022, signed a contract to acquire 100% of the shares in the company "LOG ON INFORMATION TECHNOLOGY APPLICATIONS SOCIETE ANONYME" with the distinctive title LOG ON SA, which has its registered office in Larissa. The total agreed price is EUR 1.3 million, which will be paid in the following manner: 800.000 euros paid when the agreement was signed, 250.000 euros will be paid six (6) months after the signing and 250.000 euros will be paid twelve (12) months after the signing. The company's cash and cash equivalents were used to fund this acquisition. The task of allocating the acquisition price to the individual identifiable assets acquired and the liabilities incurred resulted in a goodwill of €978.880.

On 4/1/2022 the company had 25 employees. For more than two decades, Logon has been a software project implementation provider for companies and specifically for ERP, CRM, WMS, and e-invoicing. Its client list includes hundreds of dynamic medium and small businesses, both local and national. With this acquisition, Entersoft acquires another center for product implementation as well as the ability to expand dynamically in the markets of Thessaly, Epirus, and Western Macedonia. At the same time it is enhancing its client list and its staff ahead of the anticipated high demand for both existing products and for the new eCommerce and HRM/Payroll that the company has announced for 2022.

February 21, 2022: The conversion by 100% of subsidiary of the company "WEDIA INTERNET AND COMMUNICATION SERVICES SINGLE-MEMBER LIMITED LIABILITY COMPANY" from a Limited Liability Company to a Société Anonyme was completed on 21 by virtue of the Notarial Deed no. 17.918/2021 of the Athens Notary Public Kyriakoulis Prastakos, in conjunction with the corrective deed no 18.018/2022 of the same said Notary Public, as well as the GEMI Announcement dated 2/21/2022 with protocol number 2579737, which approved the incorporation of the Société Anonyme and its Articles of Association. The Company is the sole shareholder of the société anonyme which comes from the conversion and which is named "WEDIA INTERNET AND COMMUNICATION SERVICES SINGLE-MEMBER SOCIETE ANONYME" and trades as "WEDIA SINGLE-MEMBER S.A.", with a share capital of €25,000, which was covered by a contribution of the company's equity and a cash deposit of €1.841.

May 26, 2022 : Entersoft acquired 75% of BIT Software, one of the most dynamic business software providers in Romania. Following this acquisition, The Entersoft Group has essentially doubled the market its business is aimed at. Along with its own subsidiary in the country, the Entersoft Group will now be one of the leading suppliers of business software in Romania with the most complete product portfolio. The

group covers solutions for the entire corporate ecosystem with cloud ERP, CRM, Retail, WMS, eInvoicing, Mobile Field Sales and Service, as well as BI and vertical solutions for almost all vertical markets. It will now have more than 350 facilities in demanding Romanian and multinational enterprises, most of which are medium and large, including JTI Romania, Imperial Tobacco, Unilever's Betty ICE, RCS&RDS - one of the largest telecommunications providers, Auchan Retail Group - one of the largest retail chains in Europe, the Oil Terminal Constanta, as well as in 10 of the largest wineries in Romania.

BIT Software's revenue for 2021 was approximately €3,2 million with €0,3 million EBITDA. The company has zero borrowing. At the time of the agreement, BIT Software employed 71 employees based in Brasov and with a branch in Bucharest. Based on the agreement, Entersoft initially acquired 75% of the company for 3 million euros. Following the acquisition, Entersoft will merge its existing subsidiary in Romania with the newly acquired BIT Software, in order to consolidate its presence in the market. The new company will operate in Romania under the name BITSsoftware. Finally, after a period of about 3 years, Entersoft will acquire the minority shareholder of the consolidated entity and become its sole owner. The acquisition was financed from the company's available cash. This agreement confirms the plans already announced by Entersoft to strengthen its position and to undertake dynamic expansion in the Romanian market. At the same time, it is becoming a key software supplier for the expected EU-funded recovery fund projects in Romania, which include significant funding for the digitisation of local businesses.

June 1, 2022: The merger was completed by absorption of its 100% subsidiaries (non-listed) under the name "RITAIL-LINK Single-Member Internet Services Societe Anonyme" (hereinafter referred to as "Retail Link"), "OPTIMUM SINGLE-MEMBER SOCIETE ANONYME INFORMATION TECHNOLOGY S.A." (hereinafter referred to as "Optimum") and "LOG ON SINGLE-MEMBER INFORMATION TECHNOLOGY APPLICATIONS SOCIETE ANONYME" (hereinafter referred to as "Log On") by the Company, with registration in the GEMI, in accordance with Article 18 para. (1) of Law 4601/2019, of decision no. 2637228AP/01-06-2022 of the Ministry of Development and Investments, General Directorate of Market & Consumer Protection (with Registration Code Number 2872372/01-06-2022 and Announcement reference no.: 2637228/01-06-2022), which approved the merger by absorption of the above 100% subsidiaries Retail-Link, Optimum and Log On by our Company in accordance with the decision of the Board of Directors of the Company dated 23-05-2022, the decisions of the Boards of Directors of the absorbed S.As. dated 23-05-2022, the provisions of articles 7-21 and 30-35 of Law. 4601/2019, the provisions of Law. 4172/2013 as in force and notarial deed no. 12203/23-05-2022 prepared by the Notary Public of Athens Alexandra Anton. Athanasiou

At the same time, throughout this period, the Group successfully faced the effects of the COVID-19 pandemic and managed to maintain its growth momentum by signing a large number of new contracts for all its products and services. Half of the revenue growth came from organic growth of new customers and not from the contribution made by acquisitions. This gives a strong sign of growth for the future.

New products, solutions and services

The year started very strongly for the Group. The companies, now aware of the need to invest in their digitization, gave a strong signal of demand for the Group's products and services. At the same time, the need for further strengthening and expansion of some of the Group's basic products as well as the investment in new products is evident. Regarding the first, the Group is dynamically expanding:

1. Investing in a new product for personnel management, hours' measurement and calculation and issuance of payroll by Entersoft (Entersoft HRM and Entersoft Payroll). The product will be addressed in different versions to small, medium and large companies regardless of whether they have an ERP product of Entersoft.
2. Following the extensions of the WMS product, and the Web Cloud ERP
3. Invest in a new product from Wedia for the management and automation of B2B transactions on the Internet. Wedia B2B eCommerce will reuse investments and experience that have already been made in the ERP and CRM systems by Entersoft. The new product will be addressed to all companies in industries such as Industry, Manufacturing, Wholesale and retail companies with B2B activity.
4. Investing in a new Wedia B2C product that aims to automate the implementation of demanding eShops with ready-made scenarios and functionalities. Its technology will be based on that of Wedia B2B eCommerce and will reuse investments made on it.

All the above investments will give a significant competitive advantage to the Group and opportunities for growth in the following years.

Significant commercial agreements

In a six-month period with many factors contributing to uncertainty, many well-know customers honored us with their trust: In the field of ERP, CRM and Mobile systems, GRID TELECOM (a subsidiary of IPTO), SOYIA HELLAS, one of the largest food industries in Greece, DIRTY LAUNDRY (of the Sarantis Group), ARGOS NET a subsidiary of ARGOS S.A., the largest Greek press agency, BODYTALK, GOLDAIR TOURISM, one of the largest travel agencies, LINDIAN VILLAGE, ON RESIDENCE and THERA ISLAND SUITES from the hotel industry, PHARMAZAC and GALENICA pharmaceutical companies, BOUTARI WINERY, NUMIL (of the brand "Danone"), the PHAETHON meat company and many others. In the field of WMS and automation for large warehouses, our solutions were chosen by the pharmaceutical company MEDICAIR BIOSCIENCE, the MEDISYN cooperative of laboratory doctors, FG EUROPE, one of the largest companies in the field of air conditioning, RAINBOW WATERS, with water coolers & filters, HUMOFERT, the 3rd largest in its field in Europe which specializes in the production of fertilizers, ECOCASA, EUROPACK and others, while our certified e-Invoicing solution was chosen by MARKS & SPENCER (with a huge volume of "intangible" retail receipts), KAFKAS in the nationwide network of its 72 stores, CALIN (Calzedonia, Tezenis, Intimissimi), TELEUNICOM, the FAIS Group, AXEL, VERNILAC, RAVENNA, KOTSOPOULOS SONS, PERFECT PET, etc.

Our subsidiary in Romania also showed impressive activity with 5 new major projects, with LEOCH INTERNATIONAL for the implementation of Entersoft Business Suite in 5 countries (Germany, France, Italy, Spain, Singapore), ALEXANDRION GROUP, a globally renowned group in the production of spirits and wines with distribution in over 50 countries, GOOD PEOPLE / FRUFRU of the UNILEVER Group, a pioneer in the field of health food products, SERSTILL, the national distributor of hygiene products, facilities, accessories and CM DELTA APARELL Romania with 15 clothing and footwear retail stores.

At the same time, BIT Software, now a member of the Group, signed 4 very important contracts with HILS-JACOB GARDENS, one of the most important construction and property management groups with 17 years' presence in Romania, REMSERVICE, one of the largest companies in the field of private and public infrastructure construction, GREENCELLS, a pioneer in the field of photovoltaics in Romania and MULTINODE in the field of residential construction, offices and vending machine management.

Significant events from 30/06/2022 until today:

Continuing its investment plan, the Parent Company (the parent company) decided in accordance with the minutes of the Board of Directors on 1-7-2022 to increase the Share capital of the 100% subsidiary company in Romania ENTERSOFT ROMANIA SOFTWARE SRL by € 350.000.

Apart from the events already mentioned, there are no subsequent events of the Financial Statements, which concern the Group and the Company, to which reference is required by the International Financial Reporting Standards.

COVID-19

The emergence of the coronavirus disease (COVID-19) at the beginning of 2020 led to unprecedented measures (eg lockdown) by governments almost all over the world. The management immediately took all the necessary measures to protect the employees who are a key pillar of its business development. Furthermore, the management of the company in recent years focuses on the liquidity of the Group which is strong and this gives it the opportunity to soberly plan its future actions.

Of course, it always remains possible for the COVID-19 pandemic to have further negative effects on the global economy for the second half of 2022 and to negatively affect the Group's activities or to reduce the demand for its products and services. Each of these developments could have an impact on the financial results of the second half of 2022. However, our experience so far in managing the pandemic during the fiscal years 2020 and 2021, as well as the first half of 2022 makes us optimistic about achieving the goals set for 2022 and more specifically of the second half of 2022 and that the final impact of the pandemic in the second half of 2022 will have no significant negative consequences on the financial position of the Group, as in 2021, as well as the first half of 2022.

The general culture of digital transformation of the economy that is spreading rapidly in combination with the recent investments of the Group, but also the apparent utilization of the available resources of the Recovery Fund amounting to EURO 32 billion, which are expected to reach the amount of EURO 72 billion, considering the rest of European resources that will flow in by 2027, are emerging as catalysts for the acceleration of the economy recovery. The Group, having recently invested in software and cloud services ERP/CRM, electronic invoicing, eCommerce and Logistics is in an advantageous position to take this opportunity.

Energy crisis

The global energy crisis that started in 2021 is marked by a continued energy shortage worldwide, as well as ever-increasing energy prices, affecting countries such as the United Kingdom, China, and also the European Union. Prices for all types of energy are increasing significantly in Greece. The Company and

the Group, as a high-intensity operations company, are not seriously affected by the energy crisis because energy costs are low. Nonetheless, the Management keeps a close eye on the situation on a daily basis and is prepared to take any required action.

Of course, it always remains possible that the energy crisis will have further negative effects on the global economy for the year 2022 and will negatively affect the Group's activities or reduce the demand for its products and services. Any of these developments could have an impact on the financial results of 2022. However, our experience so far in managing the crisis during the year 2021 makes us optimistic about achieving the goals set for 2022.

Consequences of the Russian invasion of Ukraine

The Group is not active in the affected markets and does not have significant exposure to commodities that have been affected by the Russian invasion of Ukraine (such as energy or agriculture) and therefore this has not significantly affected, nor is it expected to significantly affect, the Group's financial figures. In any case, since this is an ongoing event, the Management is monitoring the developments and is prepared to take the necessary measures, should the circumstances require so.

Review of the Financial Results

The realized turnover during the period 1/1/2022 – 30/6/2022 for the Group amounted to EUR 14.559.614 compared to EUR 12.575.003 in the previous year, an increase of 16%.

For the Company, the realized turnover amounted to EURO 9.166.101 compared to the amount of EURO 8.167.712 in the previous period, increase of 12%. This increase is considered significant given the general economic situation of the market and we aim at the even more dynamic promotion of our products and services in the market through the aforementioned investment programs.

For the Group, profitable result before tax amounted to EUR 3.268.072, compared to the amount of EURO 4.159.216 in the corresponding previous period. For the Company, profitable result before tax amounted to EUR 1.140.908, compared to the amount of EURO 2.987.771 in the corresponding previous period.

The Group's profit after tax was EUR 3.038.357, compared to EUR 3.328.543 in the corresponding previous period. For the Company the respective figure was EUR 1.251.956 compared to EUR 2.485.237 in the corresponding previous period.

The Group, being labor-intensive and in fact with individuals in whom it invests on the long-term, increased its jobs positions in order to implement its investment development plans. During the same period, the Group's Equity amounted to EURO 20.886.239 from EURO 20.681.457 in the corresponding previous period, while for the Company equity amounted to EURO 20.039.116 from EURO 18.635.145 in the corresponding previous period.

Alternative Performance Measures

The Group and the Company present certain Alternative Performance Measures Indicators (based on the ESMA Guidelines on Alternatives Measures of 05.10.2015) excluding IFRS arising from the Financial Statements and in particular the ratio "Earnings before taxes, interest, depreciation and amortization (EBITDA) / Debt Interest". The index defined and calculated in detail below, is used to calculate the degree of coverage of financial expenses from the operating profitability of the Group and the Company. Alternative Performance Measurement Indicators should not be construed as substituting for other quantities calculated in accordance with IFRS.

Tables of Financial Indicators

Financial Structure Ratios (Group)

Financial Structure Ratios

		GROUP		
	<u>30/6/2022</u>		<u>31/12/2021</u>	
Current Assets	26.197.280	60%	19.004.422	61%
Total Assets	43.493.249		31.372.787	
Tangible and Intangible Assets	10.293.751	24%	9.660.237	31%
Total Assets	43.493.249		31.372.787	
The above ratios show the ratio of funds allocated to current and non-current assets.				
Equity	20.886.239	48%	20.681.457	66%
Total Equity and Liabilities	43.493.249		31.372.787	
The above ratio shows the degree of the Group's financial independence (self-sufficiency).				
Liabilities	22.607.010	52%	10.691.330	34%
Total Equity and Liabilities	43.493.249		31.372.787	
The above ratios show borrowing dependence of the Group				
Equity	20.886.239	203%	20.681.457	214%
Tangible and Intangible Assets	10.293.751		9.660.237	
This ratio shows the degree of financing of Group's tangible and intangible assets by equity.				
Current Assets	26.197.280	225%	19.004.442	270%
Current Liabilities	11.619.040		7.026.750	
This ratio shows Groups ability to cover current liabilities with current assets				
Working Capital	14.578.240	56%	11.977.672	63%
Current Assets	26.197.280		19.004.422	
This ratio shows in percentage the part of Current Assets which is financed by surplus of long-term capital (Equity and Non-current Liabilities)				

Performance and Efficiency Ratios

Performance and Efficiency Ratios (Group)

Performance and Efficiency Ratios

	30/6/2022		GROUP		30/6/2021
Profit for the period net of tax	3.038.357	21%		3.328.543	26%
Revenues (net)	14.559.614			12.575.003	

This ratio shows the total Group profitability without other operating income.

Profit before income tax	3.268.072	22%		4.159.216	33%
Revenues & Other operating income	14.859.348			12.685.902	

This ratio shows Group's profitability in comparison to Revenues.

Profit before income tax	3.268.072	16%		4.159.216	23%
Equity	20.886.239			18.307.220	

This ratio shows Group's performance Equity

Gross Profit	8.428.364	58%		7.895.541	63%
Revenues (net)	14.559.614			12.575.003	

This ratio shows the percentage of gross profit on Revenues

	30/6/2022		GROUP		30/6/2021
Alternative Group ratios					
Earnings before interest, tax, depreciation and amortization (EBITDA)	4.559.799			5.273.560	
EBITDA	4.559.799	1.844%		5.273.560	4.074%
Interest expenses	247.238			129.453	

Financial Structure Ratios (Company)

Financial Structure Ratios

		Company		
	<u>30/6/2022</u>		<u>31/12/2021</u>	
Current Assets	24.050.468	60%	13.520.093	51%
Total Assets	40.282.092		26.432.847	
Tangible and Intangible Assets	9.102.907	23%	5.593.476	21%
Total Assets	40.282.092		26.432.847	
The above ratios show the ratio of funds allocated to current and non-current assets.				
Equity	20.039.116	50%	18.635.145	71%
Total Equity and Liabilities	40.282.092		26.432.847	
The above ratio shows the degree of the Group's financial independence (self-sufficiency).				
Liabilities	20.242.975	50%	7.797.703	30%
Total Equity and Liabilities	40.282.092		26.432.847	
The above ratios show borrowing dependence of the Group				
Equity	20.039.116	220%	18.635.145	333%
Tangible and Intangible Assets	9.102.907		5.593.476	
This ratio shows the degree of financing of Group's tangible and intangible assets by equity.				
Current Assets	24.050.468	220%	13.520.093	278%
Current Liabilities	10.950.548		4.868.945	
This ratio shows Groups ability to cover current liabilities with current assets				
Working Capital	13.099.921	54%	8.651.148	64%
Current Assets	24.050.468		13.520.093	
This ratio shows in percentage the part of Current Assets which is financed by surplus of long-term capital (Equity and Non-current Liabilities)				

Performance and Efficiency Ratios (Company)

Performance and Efficiency Ratios

	30/6/2022		Company	30/6/2021	
Profit for the period net of tax	1.251.956	14%		2.485.237	30%
Revenues (net)	9.166.101			8.167.712	

This ratio shows the total Group profitability without other operating income.

Profit before income tax	1.140.908	12%		2.987.771	36%
Revenues & Other operating income	9.339.002			8.206.307	

This ratio shows Group's profitability in comparison to Revenues.

Profit before income tax	1.140.908	6%		2.987.771	18%
Equity	20.039.116			16.997.189	

This ratio shows Group's performance Equity

Gross Profit	5.336.529	58%		5.300.713	65%
Revenues (net)	9.166.101			8.167.712	

This ratio shows the percentage of gross profit on Revenues

	30/6/2022		GROUP	30/6/2021	
Alternative Group ratios					
Earnings before interest, tax, depreciation and amortization (EBITDA)	1.908.207			3.237.076	
EBITDA	1.908.207	852%		3.237.076	3.001%
Interest expenses	224.090			107.869	

Prospects for the second half of 2022

Company's acquisitions in 2021/2022, investments in new products as well as the developments in the issues of electronic invoicing significantly affect our goal for the rest of the year which is summarised as follows:

- ▶ Enhancement of the organic growth rates in relation to the corresponding rates of previous years in terms of core products and services of the Group such as the ERP, CRM and Enterprise Mobility systems. Gaining more new customers with direct sales and through the network of resellers is our main goal.
- ▶ Exploitation of the synergies that arise in the clienteles acquired with the acquisitions of Plexis ERP activity of Computer Life, Optimum, Wedia, LogOn as well as Bit Software.
- ▶ Further strengthening of the growth rates in Logistics and Warehouse management systems (WMS) and exploitation of the leading position we have in the market, especially after the acquisition of Optimum, but also the general trend for the organization of Logistics, especially in eCommerce environments.
- ▶ Strengthening of the leadership position of the subsidiary Retail-Link A.E. with further development in the systems of myData AADE and Electronic invoicing Provider.
- ▶ Enhancing growth in Romania and Bulgaria
- ▶ Exploitation of the good liquidity of the Group in order to search for further acquisition opportunities.

Due to the COVID-19 pandemic, the energy crisis and general reclassifications in our industry, all of the foregoing is continuously under review.

Information about the Group

Parent Company

The Company "ENTERSOFT S.A." under the distinctive name "Entersoft S.A." was established in 2002 and is registered with the Companies Register with No. 52460/01NT/B/02/200 and G.E.MI. No.: 122264001000. The Company's Registered office is in the Municipality of Kallithea (362, Syngrou Ave. & Evripidou Str.) and according to its Articles of Association, its duration is fifty (50) years. The Company has a branch in Thessaloniki at 21, Ant. Tritsi Street.

The purpose of the company according to article 3 of its articles of association is:

1. Software development.
2. The provision of computerized and related services with or without the use of computers as well as the computerized processing of information on behalf of third parties (facon).
3. The promotion of research and development of technology in the fields of information technology (IT).
4. The import from abroad and the purchase from Greece of computer assemblies, machinery, devices, computer related products and software products for resale.
5. The representation of other similar firms in Greece.
6. The trade of the above, and
7. Generally, any activity related to the above.

8. In order to achieve its purpose, the company may participate in companies of any form and with the same or similar purpose.

The company's revenue derives mainly from the sale of software programs.

Group Structure

Group's structure as at June 30, 2022 is as follows:

Company	Country	Consolidation method	Equivalent % of 30-6-2022	
			Direct Parent Company	Indirect Parent Company
ENTERSOFT S.A.	Greece			
ENTERSOFT BULGARIA EOOD	Bulgaria	Full consolidation	100,00%	0%
ENTERSOFT ROMANIA SOFTWARE SRL	Romania	Full consolidation	100,00%	0%
ENTERSOFT MIDDLE EAST FZ LLC IMPZ	UAE	Full consolidation	100,00%	0%
WEDIA INTERNET AND COMMUNICATION SERVICES SINGLE MEMBER S.A.,	Greece	Full consolidation	100,00%	0%
BIT Software S.A.	Romania	Full consolidation	75,00%	0%
SINOPTIX S.A	Romania	Full consolidation	0%	75,00%
WISOFT PROFESSIONAL SERVICES S.R.L	Romania	Full consolidation	0%	52,50%
PAYDEMIC S.R.L	Romania	Full consolidation	0%	44,625%

Important Agreements

The Company, or any other company of its Group, during the two previous years, had no significant contracts (except for contracts entered in the ordinary course of business), except for those described below in the section "Loan Contracts". In addition, the Company or any other company of the Group has not entered into any contract (other than the contracts entered in the ordinary course of business) including provisions under which the Company or any other company of the Group has undertaken an obligation or commitment that is important for the Group, except for those described below in the section "Loan Agreements".

Loan Agreements

The table below shows the loan agreements concluded by the Group. It is noted that the balances of these contracts are listed with reference date 30.06.2022

COMPANY	Use of Loan	Maturity	Interest rate	Approved limit	Accounting balance 30/6/2022	Short term 30/6/2022	Long-term Amount 30/6/2022
				(amounts in EURO)	(amounts in EURO)	(amounts in EURO)	(amounts in EURO)
ENTERSOFT S.A.	Working Capital	22.06.2027	2,20%	3.000.000	3.000.273	600.273	2.400.000
ENTERSOFT S.A.	Working Capital	28.09.2024	2,30%	2.000.000	1.499.999	666.668	833.331
ENTERSOFT S.A.	Working Capital	17.09.2026	2,20%	5.000.000	5.000.000	1.176.000	3.824.000
ENTERSOFT S.A.	Working Capital	14.04.2023	2,50%	1.000.000	1.005.614	1.005.614	0
ENTERSOFT S.A.	Working Capital	16.05.2023	2,50%	4.000.000	1.508.422	1.508.422	0
WEDIA S.A.	Working Capital	16.7.2024	3,50%	400.000	301.000	132.000	169.000
				15.400.000	12.315.308	5.088.977	7.226.331

These loans are floating rate loans and are timely paid within the maturity period.

Apart from the above, ENTERSOFT or any other company of the Group is not dependent on industrial and commercial contracts, as well as patents, the existence of which would affect its business activities or profitability.

Intercompany balances and transactions

At the below tables are stated the intercompany balances and transactions according to IAS 24

Intercompany balances and transactions

Apart from the above, ENTERSOFT or any other company of the Group is not dependent on industrial and commercial contracts, as well as patents, the existence of which would affect its business activities or profitability.

INTERCOMPANY RECEIVABLES / PAYABLES 1/1- 30/6/2022						
PURCHASER						
	ENTERSOFT A.E.	ENTERSOFT BULGARIA	ENTERSOFT ROMANIA	ENTER SOFT MIDDLE EAST FZ LLC	WEDIA M AE	BIT SOTWARE SA
30/6/2022						
ENTERSOFT A.E.		14.453	107.520	297.941	29.180	
ENTERSOFT BULGARIA						
ENTERSOFT ROMANIA						
ENTER SOFT MIDDLE EAST FZ LLC						
WEDIA M AE	-14.544					
BIT SOTWARE SA						

INTERCOMPANY RECEIVABLES / PAYABLES 1/1- 30/6/2021							
PURCHASER							
	ENTERSOFT A.E.	ENTERSOFT BULGARIA	ENTERSOFT ROMANIA	RETAIL LINK AE	ENTER SOFT MIDDLE EAST FZ LLC	OPTIMUM AE	WEDIA M AE
31/12/2021							
ENTERSOFT A.E.		32.933	58.743	10.408	278.429	518	3.800
ENTERSOFT BULGARIA							
ENTERSOFT ROMANIA							
RETAIL LINK AE	298						
ENTER SOFT MIDDLE EAST FZ LLC							
OPTIMUM AE	110.225						
WEDIA M AE	496						

Intercompany purchases/sales 1/1 - 30/6/2022									
PURCHASER									
	ENTERSOFT A.E.	ENTERSOFT BULGARIA	ENTERSOFT ROMANIA	ENTER SOFT MIDDLE EAST FZ LLC	WEDIA M AE	OPTIMUM AE	RETAIL LINK AE	LOGON AE	BIT SOTWARE SA
30/6/2022									
ENTERSOFT A.E.		24.412	107.519	1.850	23.799	16.500	56.207	187.208	
ENTERSOFT BULGARIA									
ENTERSOFT ROMANIA									
ENTER SOFT MIDDLE EAST FZ LLC									
WEDIA M AE	4.000								
OPTIMUM AE	1.944								
RETAIL LINK AE	1.020								
LOGON AE	12.186								
BIT SOTWARE SA									

INTERCOMPANY SALES / PURCHASES 1/1 -30/6/2021							
	PURCHASER						
31/12/2021	ENTERSOFT A.E.	ENTERSOFT BULGARIA	ENTERSOFT ROMANIA	RETAIL LINK AE	ENTER SOFT MIDDLE EAST FZ LLC	OPTIMUM AE	WEDIA M AE
ENTERSOFT A.E.		24.345	65.132	43.895	20.660	1.267	
ENTERSOFT BULGARIA							
ENTERSOFT ROMANIA							
RETAIL LINK AE							
ENTER SOFT MIDDLE EAST FZ LLC							
OPTIMUM AE	38.325						
WEDIA M AE							

Sales to affiliated parties, as well as purchases from them, are made at regular market pricing at the time of the transaction, according to the terms of the transaction.

The parent company has provided a guarantee to a bank for the conclusion of a loan agreement by its subsidiary WEDIA M Ltd. amounting to EUR 400.000.

Benefits to the Management and Executives

Amounts in EURO	GROUP		COMPANY	
	1/1-30/6/2022	1/1-30/6/2021	1/1-30/6/2022	1/1-30/6/2021
Benefits to executives and members of the BOD				
- Salaries and social security expenses of members of the BOD	233.075	242.248	233.075	242.248
- Fees for Board of Directors meetings	72.451	69.444	72.451	69.444
- Salaries and social security expenses of first-degree relatives with members of BOD	87.150	100.872	52.648	56.924
- Salaries and social security expenses of executives	59.765	12.785	59.765	12.785
Total	452.441	425.349	417.939	381.401

Main Risks and Uncertainties for the second half of 2022

Financial risk factors

The Group is exposed to financial risks such as market risks (changes in exchange rates, interest rates, market prices), credit risk, liquidity risk, cash flow risk and fair value risk from interest rate changes.

Foreign exchange risk

The Group has investments abroad whose net assets are exposed to foreign exchange risk. This foreign exchange risk arises from the Bulgarian lev (BGN) / EUR, Romanian RON / EUR and the United Arab Emirates AED / EUR exchange rates. The Group does not use financial instruments to reduce this risk. Management monitors the Group's position on this risk on an ongoing basis and assesses the need to use specific financial instruments to limit it.

The Company does not carry out transactions in foreign currency.

Risk of technological developments

Technological developments in software production technology and operating systems, under certain conditions, can affect a software company. Continuous upgrading of products to the latest technological environments is an important factor of the company's competitiveness. The Group assesses that there is no such risk for the next few years, since its products are developed and constantly adapted to all the new versions of the technological platform Microsoft .net. This is a strong element of its competitiveness that differentiates the Company in the market.

In any case, the group closely keeps up to date with technological developments through its capacity as Microsoft Gold ISV Partner and adapts its products and services accordingly. In addition, the Technical Director of the Group participates in the institution of Microsoft Architect Council which aims to inform Microsoft partners about the latest technological developments. It should be noted that he was recently awarded as the Microsoft Regional Director of Excellence for South East Europe. Microsoft, with this honorary title, justifies its long experience and deep knowledge that form the basis for the Company's investment strategy. The Regional Directors program was created in 1993 and consists of the world's 175 leading technology visionaries. Regional Directors are selected by Microsoft based on a rigorous set of ratings.

Credit risk

The Group does not have significant credit risk concentration due to large clientele diversification. Sales are made through two channels, i) affiliates-resellers and ii) final customers. The partners are specially selected and there is an evaluated credit history. The same goes for end customers who are usually medium and large companies with a positive credit history.

Liquidity risk

The Group manages its liquidity needs by careful monitoring of the financial liabilities and the payments made on a daily basis. Liquidity needs are monitored on a monthly, six-months and on an annual basis. Group maintains cash in current accounts to meet its liquidity needs.

Cash flow risk and risk of fair value changes due to changes in interest rates

The Group's operating income and cash flows are substantially independent from the changes in interest rates. The Group does not have significant interest-bearing assets and the Group's policy is to keep almost all floating-rate products with secured return.

At the end of the management period, total borrowings consist of floating interest rate loans and concerned overdrafts to serve the Company's fixed needs. The Group does not have significant long-term loans, so the risk of interest rates for these changing is not significant.

In this event, the price risk is included in accordance with Article 150 (3)(bb)(e) of Law 4548/2018.

Board of directors

In accordance with the Company's Articles of Association, the Board of Directors cannot have more than fifteen (15) or less than three (3) members. The General Meeting of Shareholders, which is the competent body for electing the Directors, is also responsible for determining the number of Directors as well as for increasing or decreasing this number by amending the Company's Articles of Association as necessary. Alternate Directors may be elected at the General Meeting of Shareholders, although their number cannot exceed the number of regular Directors elected.

Whether or not Directors are executive members is decided by the Board of Directors. The independent non-executive members are appointed by the General Meeting or the Board of Directors in accordance with Article 9(4) of Law 4706/2020. If the Board of Directors elects an interim member until the first General Meeting to replace another independent member who has resigned, died, or been disqualified for any reason, the interim member must also be independent.

The Executive members are the senior executives of the Company who are responsible for its management. They are engaged in the Company's daily management issues, have the power to execute the Board of Directors' decisions and are responsible for the ongoing monitoring of the Company's activities.

Non-Executive members are responsible for supervising all business matters in general. They are individuals who come from a broader business environment and are well-respected by the business community. They complement the actions of the executive Directors with their knowledge and experience. They aim to add value to the Board of Directors' collective decisions by giving their objective judgment based on knowledge and experience collected from various business sectors, which is critical for the Company's direction-setting and decision-making.

The number of Independent Non-Executive Members cannot be less than 1/3 of the total number of members of the Board of Directors and in the event that this results in a fraction, the number of Non-Executive Members is rounded up to the next whole number (Article 5 (2) of Law 4706/2020).

When selecting, renewing the term of office or replacing a Director, individual and collective suitability is taken into account, pursuant to the provisions of the Suitability Policy for Company Directors. Furthermore, the suitability of the Directors is continuously monitored in order to identify any cases in which reassessment is required.

The Operating Regulations of the Remuneration and Nominations Committee includes the procedure for appointing candidates for membership of the Board of Directors, which also takes into account the members of the approved Suitability Policy for Company Directors.

In particular, the existing Board of Directors of the Company was elected by the Annual Ordinary General Meeting of the Company's shareholders on 03.06.2021 and was formed into a body at the 04.06.2021 meeting of the Board of Directors. Also, the above-mentioned General Meeting elected the independent Directors, who fulfil the conditions of independence in Article 9 (1) and (2) of Law 4706/2020, from their election and until today. The composition of this Board of Directors is as follows:

Name	Position on the Board and Capacity
Nikolopoulos Pantelis of Nikolaos	Chairman, Non-executive member
Kotzamanidis Antonios of Nikolaos	Managing Director, executive member
Dimitrakopoulos Konstantinos of Lampros	Vice Chairman, executive member
Avratoglou Charalampos of Philippos	Executive member
Menegos Stavros of Konstantinos	Executive member
Xirogiannis Georgios son of Panagiotis	Independent non-executive member
Papachristopoulou Aikaterini of Christos	Executive member
Lamprou Marika of Evangelos	Independent non-executive member
Pramatari Aikaterini of Chrisanthos	Independent non-executive member

The term of office of the above Board of Directors is five years and expires on 03.06.2026. Directors may be re-elected or freely recalled.

Audit Committee

By decision of the Annual Ordinary General Meeting of the Company's shareholders dated 03.06.2021, it was decided to appoint the Company's Audit Committee as independent joint committee, which consists of a total of three (3) members and in particular of two (2) independent non-executive Directors and of an independent third party - non-executive Director, with a three-year term, i.e. until 03.06.2024 and following the Decision dated 04.06.2021 of the Audit Committee; the composition of the Committee is as follows:

Name	Role
Marika Lamprou of Evaggelos	Chairman, Independent Non-Executive Director
Aikaterini Pramadari of Chrisanthos	Chairman, Independent Non-Executive Director
Panagiota Kosta of Anastasios	Member, independent third

Remuneration and Nominations Committee

By decision of the Board of Directors dated 16.07.2021, it was decided to appoint the Remuneration and Nominations Committee as a single committee in accordance with Article 10 (2) of Law 4706/2020, which committee comprises of three (3) non-executive Directors, two (2) of whom will be independent non-executive Directors, and it elected the following Remuneration and Nominations Committee, which was formed into a body by its Decision dated 16.07.2021:

Name	Capacity in the BoD	Position in the Remuneration and Nominations Committee
Aikaterini Pramataris of Chrisanthos	Independent Non-Executive Member	Chairman
Marika Lamprou of Evaggelos	Independent Non-Executive Member	Member
Pantelis Nikolopoulos son of Nikolaos	President, Non-Executive Member	Member

The Remuneration and Nominations Committee's term of office will be the same as that of the Board of Directors, i.e. until 3.6.2026.

It should be noted that all members of the Remuneration and Nominations Committee were re-elected since they had been elected by the Company's Board of Directors' Decision dated 14.10.2019.

The Chairman of the Board of Directors

Pantelis N. Nikolopoulos

Chief Executive Officer

Antonios N. Kotzamanidis



2. Independent Auditor's Report

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Independent Auditor's Report on Review of Condensed Interim Financial Information (Translated from the original in Greek)

To the Shareholders of
ENTERSOFT S.A.

Report on the Review of Condensed Interim Financial Information

Introduction

We have reviewed the accompanying interim condensed Standalone and Consolidated Statement of Financial Position of ENTERSOFT S.A. (the "Company") as at 30 June 2022 and the related condensed Standalone and Consolidated Statements of Comprehensive Income, Changes in Equity and Cash Flows for the six-month period then ended and the selected explanatory notes, which comprise the condensed interim financial information and which forms an integral part of the six-month financial report of articles 5 and 5a of Law 3556/2007. Management is responsible for the preparation and presentation of this condensed interim financial information in accordance with the International Financial Reporting Standards adopted by the European Union and specifically with International Accounting Standard (IAS) 34 "Interim Financial Reporting". Our responsibility is to express a conclusion on this condensed interim financial information based on our review.

Scope of Review

We conducted our review in accordance with the International Standard on Review Engagements (ISRE) 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International



Standards on Auditing, as incorporated in Greek Law, and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed interim financial information as at 30 June 2022 is not prepared, in all material respects, in accordance with IAS 34 "Interim Financial Reporting".

Report on other Legal and Regulatory Requirements

Our review did not identify any material inconsistency or error in the statements of the members of the Board of Directors and in the information of the six-month Financial Report of the Board of Directors as defined in articles 5 and 5a of L. 3556/2007 in relation to the accompanying interim condensed financial information.

Athens, 1 August 2022

KPMG Certified Auditors S.A.

Dimitrios Tanos, Certified Auditor Accountant
AM SOEL 42241

3. INTERIM CONDENSED FINANCIAL STATEMENTS FOR THE PERIOD 01 JANUARY TO 30 JUNE 2022 AND FOR THE SEMI-ANNUAL PERIOD ENDED ON THAT DATE

3.1 Interim condensed Statement of Financial Position of Group and Company (amounts in EURO)

	NOTE	Group		Company	
		30/6/2022	31/12/2021	30/6/2022	31/12/2021
ASSETS					
Non-current assets					
Tangible assets	10.1	1.381.888	1.069.033	1.090.438	894.225
Intangible assets	10.2	6.353.881	6.314.165	5.637.765	2.713.928
Right of use of assets	10.1	2.557.981	2.277.039	2.374.704	1.985.323
Goodwill	10.5	6.768.247	2.569.310	3.130.897	0
Investment	10.6	0	0	3.781.841	6.863.801
Deferred tax assets		68.620	0	68.351	349.224
Other non-current assets		165.352	138.818	147.629	106.252
Total Non-current assets		17.295.969	12.368.365	16.231.624	12.912.754
Current assets					
Inventory		67.423	54.477	67.423	0
Trade receivables	10.7	9.233.004	8.311.360	8.630.550	6.237.115
Other receivables		193.251	321.948	472.976	124.060
Other current assets		95.686	3.522	80.566	0
Financial assets at fair value	10.8	777.420	862.907	777.420	862.907
Cash and cash equivalents	10.9	15.830.497	9.450.207	14.021.534	6.296.011
Total Current assets		26.197.280	19.004.422	24.050.468	13.520.093
Total Assets		43.493.249	31.372.787	40.282.092	26.432.847
Equity & Liabilities					
Equity					
Share capital	10.10	1.500.000	1.500.000	1.500.000	1.500.000
Share premium		3.626.323	3.626.323	3.626.323	3.626.323
Reserves	10.10	470.302	1.532.691	1.622.641	1.464.226
Exchange differences arising from translation of foreign subsidiaries		33.059	-1.989	0	0
Retained earnings		14.234.934	14.024.432	13.290.152	12.044.597
Equity attributable to owners of the Company		19.864.617	20.681.457	20.039.116	18.635.145
Non-controlling interest		1.021.621	0	0	0
Total Equity		20.886.239	20.681.457	20.039.116	18.635.145
Non-current liabilities					
Deferred tax liabilities		0	274.065	0	0
Employee benefits		356.617	308.458	354.390	248.281
Long-Term Lease liabilities		1.796.850	1.690.391	1.690.636	1.513.810
Long-Term bank borrowing	10.12	7.226.331	1.166.665	7.057.331	1.166.665
Other non-current liabilities		1.440.172	82.000	22.070	0
Other provisions		168.000	143.000	168.000	0
Total non-current liabilities		10.987.970	3.664.579	9.292.428	2.928.756
Current liabilities					
Trade and other payables		372.077	663.399	271.101	73.816
Current income tax liabilities	10.11	801.752	645.771	773.527	230.997
Other current tax liabilities		772.475	967.742	602.329	763.641
Short-term Lease liabilities		979.717	759.205	827.711	617.977
Short-term bank borrowing	10.12	5.088.977	1.034.287	4.956.977	667.288
Other current liabilities		3.209.768	2.530.006	3.124.629	2.175.811
Contract Liabilities		394.274	426.340	394.274	339.415
Total current liabilities		11.619.040	7.026.750	10.950.548	4.868.945
Total liabilities		22.607.010	10.691.330	20.242.975	7.797.703
Total Equity and liabilities		43.493.249	31.372.787	40.282.092	26.432.846

The accompanying notes on pages 28 to 67 form an integral part of the Interim Condensed Financial Statements.

3.2 Interim Condensed Statement of Comprehensive Income (amounts in EURO)

	Note	Group		Company	
		1/1 – 30/6/2022	1/1 – 30/6/2021	1/1 – 30/6/2022	1/1 – 30/6/2021
Sales		14.559.614	12.575.003	9.166.101	8.167.712
Cost of sales		6.131.249	4.679.461	3.829.572	2.866.999
Gross profit		8.428.364	7.895.541	5.336.529	5.300.713
Other income		299.734	110.899	172.901	38.595
Distribution expenses		1.683.263	1.125.920	1.204.962	797.118
Administrative expenses		1.831.665	1.398.413	1.268.081	964.252
Research expenses		1.668.053	1.186.590	1.354.643	1.043.993
Other expenses		66.196	6.849	587.979	2.976
Earnings before taxes, financing and investing results (EBIT)		3.478.920	4.288.669	1.093.764	2.530.969
Finance income		36.389		271.233	564.671
finance expenses		247.238	129.453	224.090	107.869
Profit before income tax		3.268.072	4.159.216	1.140.908	2.987.771
Income tax expense	10.14	-229.715	-830.673	111.048	-502.534
Profit net of tax (A)		3.038.357	3.328.543	1.251.956	2.485.237
Other comprehensive income					
Items that will not be reclassified to profit or loss					
Items that will not be reclassified to profit or loss		85			
Profit net of tax (B)		85	0	0	0
Items that are or may be reclassified subsequently to profit or loss					
Exchange differences arising from translation of foreign operations		35.048	7.832		
Total items that are or may be reclassified subsequently to profit or loss (C)		35.048	7.832	0	0
Total comprehensive income net of tax (A+B+C)		3.073.320	3.336.375	1.251.956	2.485.237
Profit net of tax attributable to:					
Owners of the parent		3.016.736	3.318.466	1.251.956	2.485.237
Non controlling interests		21.621	10.077		0
Total comprehensive income attributable to:		3.038.357	3.328.543	1.251.956	2.485.237
Owners of the parent		3.051.698	3.326.298	1.961.756	2.485.237
Non controlling interests		21.621	10.077		0
Total Basic and diluted earnings per share (net of tax)	10.15	0,1006	0,1106	0,0417	0,0828
Profit before interest, taxes, depreciation & amortization (EBITDA)	10.13	4.559.799	5.273.560	1.908.207	3.237.076
Profit before interest and tax (EBIT)		3.478.920	4.288.669	1.093.764	2.530.969

The accompanying notes on pages 28 to 67 form an integral part of the Interim Condensed Financial Statements.

3.3 Interim Condensed Statement of Changes in Shareholders Equity (amounts in EURO)

<u>Group</u>								
<u>Equity</u>	<u>Share capital</u>	<u>Share premium</u>	<u>Other reserves</u>	<u>Retained earnings</u>	<u>Exchange differences arising from translation of foreign operations</u>	<u>Total</u>	<u>Non-controlling interest</u>	<u>Total Equity</u>
Balance at January 01, 2021	1.500.000	3.626.323	1.503.730	10.253.073	-10.099	16.873.027	21.568	16.894.613
Total comprehensive income for the year								
Profit of the year				3.318.466		3.318.466	10.077	3.328.543
Other comprehensive income for the year					7.832	7.832		7.832
Total comprehensive income for the year				3.318.466	7.832	3.326.298	10.077	3.336.375
Transactions with owners of the Company								
Dividend distribution				-1.800.000		-1.800.000		-1.800.000
Acquisition of NCI				-92.105		-92.105	-31.645	-123.750
Total transactions with the Owners of the Company				-1.892.105		-1.892.105	-31.645	-1.923.750
Balance as at June 30, 2021	1.500.000	3.626.323	1.503.730	11.679.434	-2.267	18.307.220	-	18.307.220
Balance at January 01, 2022	1.500.000	3.626.323	1.532.691	14.024.432	-1.989	20.681.457	0	20.681.457
Profit of the year	0	0	0	3.016.736	0	3.016.736	21.621	3.038.357
Other comprehensive income for the period	0	0	0	-85	35.048	34.963	0	34.963
Total comprehensive income for the period	0	0	0	3.016.651	35.048	3.051.699	21.621	3.073.320
Other Adjustments	0	0	106.150	-106.150	0	0	0	0
Acquisition of Subsidiary	0	0	-1.168.538	0	0	-1.168.538	1.000.000	-168.538
Transactions with owners of the Company								
Dividend distribution	0	0	0	-2.700.000	0	-2.700.000	0	-2.700.000
Total transactions with the Owners of the Company	0	0	-1.062.388	-2.806.150	0	-3.868.538	1.000.000	-2.868.538
Balance as at June 30, 2022	1.500.000	3.626.323	470.302	14.234.934	33.059	19.864.617	1.021.621	20.886.239

Company					
(amounts in EURO)	Share capital	Share Premium	Other reserves	Retained earnings	Total Equity
Balance at January 01, 2021	1.500.000	3.626.323	1.464.226	9.721.403	16.311.952
Total comprehensive income for the period					
Profit of the period				2.485.237	2.485.237
Total comprehensive income for the period				2.485.237	2.485.237
Transactions with owners of the Company					
Dividend distribution				-1.800.000	-1.800.000
Total transactions with the Owners of the Company				-1.800.000	-1.800.000
Balance as at June 30, 2021	1.500.000	3.626.323	1.464.226	10.406.640	16.997.189
Balance at January 01, 2022	1.500.000	3.626.323	1.464.226	12.044.597	18.635.145
Profit of the period	0	0	0	1.251.956	1.251.956
Profits from merge of subsidiaries			158.415	2.693.600	2.852.015
Other comprehensive income for the	0	0	0	0	0
Total comprehensive income for period the period	0	0	158.415	3.945.556	4.103.971
Transactions with owners of the Company					
Dividend distribution	0	0	0	-2.700.000	-2.700.000
Acquisition of NCI	0	0	0	0	0
Total transactions with the Owners of the Company	0	0	0	-2.700.000	-2.700.000
Balance as at June 30, 2022	1.500.000	3.626.323	1.622.641	13.290.152	20.039.116

*The comparative figures of the Statement of Changes in Equity for the Group and the Company for the period January 1, 2021 to June 30, 2021 have been restated for the change in accounting policy of IAS 19 (see note 7.1.1 of the annual financial statements of December 31, 2021)

The accompanying notes on pages 28 to 67 form an integral part of the Interim Condensed Financial Statements.

3.4 Interim Condensed Cash Flow Statement (amounts in EURO)

	GROUP		COMPANY	
	30.06.2022	30.06.2021	30.06.2022	30.06.2021
<u>Cash Flows from Operating Activities</u>				
Profit before taxes	3.268.072	4.159.216	1.140.908	2.987.771
Adjustments for:				
Depreciation and Amortization	1.080.879	984.891	814.443	706.107
Provisions	21.229	75.566	-49.979	35.779
Loss/(Gain) on valuation of financial assets at fair value through profit or loss	85.487	7.169	85.487	7.169
Subsidiary impairment	0	0	573.983	0
Dividend income	0	0	-270.985	-571.840
Interest income and similar revenues	-36.389	-236	-249	
Interest expense and similar charges	247.238	122.252	224.090	107.869
Decrease / (increase) of Inventories	-12.946	-34.330	0	0
Decrease / (increase) of Receivables	-911.644	-585.186	-417.054	-315.451
Decrease / (increase) of payable accounts (except borrowings and taxes)	313.091	-881.674	662.604	-158.733
Decrease / (increase) of tax liabilities	-195.267	-158.871	-320.097	-138.145
Less:				
Interest expense and similar charges paid	-247.238	-71.775	-224.090	-58.031
Income Tax paid	-384.162	-204.112	-163.386	-144.288
Net cash from operating activities (a)	3.228.350	3.412.910	2.055.674	2.458.207
<u>Cash Flows from Investing Activities</u>				
Purchases of property, plant and equipment (PPE)	-209.196	-176.025	-132.222	-133.983
Development expenses	-437.697	-192.089	-272.377	-150.965
Net cash outflows for the acquisition of a subsidiary	-3.177.934	-319.340	-4.310.000	-500.000
Interest received	36.389	236	240	0
Dividends received	0	0	270.985	571.840
Purchase of Financial assets at fair value through profit or loss	0	-400.000	0	-400.000
Net cash used in investing activities (b)	-3.788.438	-1.087.218	-4.443.365	-613.108
<u>Cash Flows from Financing Activities</u>				
Dividend distribution	-2.700.000	-1.800.000	-2.700.000	-1.800.000
Payment of lease liabilities	-459.293	-337.806	-398.145	-265.234
Proceeds from borrowings	10.500.000	0	10.500.000	0
Repayment of bank borrowings	-400.329	-204.625	-333.334	-204.625
Cash outflow from the acquisition of NCI	0	-123.750	0	-123.750
Net cash from/(used in) financing activities (c)	6.940.378	-2.466.181	7.068.521	-2.393.609
Net (decrease)/ increase in cash and cash equivalents for the period (a) + (b) + (c)	6.380.290	-140.490	4.680.830	-548.510
Cash and cash equivalents at beginning of the period	9.450.207	7.184.337	6.296.011	5.189.723
Cash and cash equivalents of merged subsidiaries	0	0	3.044.692	0
Cash and cash equivalents at the end of the period	15.830.497	7.043.848	14.021.533	4.641.213

The accompanying notes on pages 28 to 67 form an integral part of the Interim Condensed Financial Statements.

4. Information about the Group

4.1 The Parent Company

The Company "ENTERSOFT S.A." under the distinctive name "Entersoft S.A." (the Company or the Group), was established in 2002 and is registered with the Companies Register with No. 52460/01NT/B/02/200 and G.E.MI. No.: 122264001000. The Company's registered office is set at the Municipality of Kallithea (362, Syngrou Ave. & Evripidou Str.) and according to its Articles of Association, its duration is fifty (50) years

The purpose of the company according to article 3 of its articles of association is:

1. Software development.
2. The provision of computerized and related services with or without the use of computers as well as the computerized processing of information on behalf of third parties (fagon).
3. The promotion of research and development of technology in the fields of information technology (IT).
4. The import from abroad and the purchase from Greece of computer assemblies, machinery, devices, computer related products and software products for resale.
5. The representation of other similar firms in Greece.
6. The trade of the above, and
7. Generally, any activity related to the above.

In order to achieve its purpose, the company may participate in companies of any form and with the same or similar purpose.

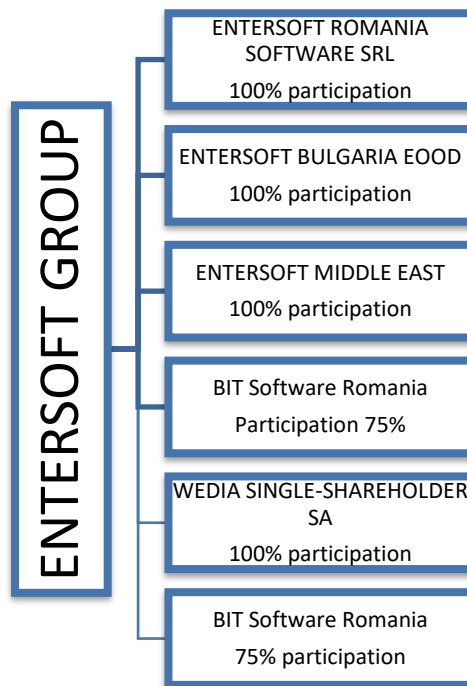
The company's revenue derives mainly from the sale of software programs.

The Board of Directors of the company at 30/06/2022 is as follows:

Name	Position on the Board and Capacity
Nikolopoulos Pantelis of Nikolaos	Chairman, Non-executive member
Kotzamanidis Antonios of Nikolaos	Managing Director, executive member
Dimitrakopoulos Konstantinos of Lampros	Vice Chairman, executive member
Avratoglou Charalampos of Philippos	Executive member
Menegos Stavros of Konstantinos	Executive member
Georgios Xirogiannis of Panagiotis	Independent non-executive member
Papachristopoulou Aikaterini of Christos	Executive member
Lamprou Marika of Evangelos	Independent non-executive member
Pramatari Aikaterini of Chrisanthos	Independent non-executive member

The term of office of the above Board of Directors is five years and expires on 03.06.2026. Directors may be re-elected or freely recalled. The address of the members of the Board of Directors is the headquarters of the Company at 362, Syggrou Avenue, 17674 74 Kallithea, tel: 211 1015000.

4.2 The Subsidiaries



ENTERSOFT ROMANIA SOFTWARE SRL

The company was founded on 28/7/2008 and has its registered office in Bucharest, Romania. The company's share capital on June 30, 2022 is EURO 100.000.

ENTERSOFT BULGARIA EOOD

The company was founded on 5/9/2008 and has its registered office in Sofia, Bulgaria. The company's share capital on June 30, 2022 is EURO 180.000.

ENTERSOFT MIDDLE EAST

The company was founded on 11/9/2014 and has its registered office in Dubai. The company's share capital on June 30, 2022 is EURO 393.705.

The above companies aim to promote the basic Entersoft S.A. products in the Romanian, Bulgarian and UAE markets respectively as well as to provide support for local resellers.

WEDIA SINGLE-SHAREHOLDER S.A.

WEDIA was acquired by the Company on 1/3/2021. The company's share capital on June 30, 2022 is EURO 30.000.

This company's objective is to design and develop demanding Web and eCommerce applications and digital marketing services, offering complete digital transformation solutions.

BIT Software

On May 26, 2022, Entersoft acquired 75% of BIT Software. Along with its own subsidiary in the country, the Entersoft Group will now be one of the leading suppliers of business software in Romania with the most complete product portfolio. The group covers solutions for the entire corporate ecosystem with cloud ERP, CRM, Retail, WMS, eInvoicing, Mobile Field Sales and Service, as well as BI and vertical solutions for almost all vertical markets.

BIT Software's revenue for 2021 was approximately €3,2 million with €0,3 million EBITDA. The company has zero borrowing. At the time of the agreement, BIT Software employed 71 employees based in Brasov and with a branch in Bucharest. Based on the agreement, Entersoft acquired 75% of the company for 3 million euros. Following the acquisition, Entersoft will merge its existing subsidiary in Romania with the newly acquired BIT Software to consolidate its presence in the market. The new company will operate in Romania under the name BITSoftware. Finally, after about 3 years, Entersoft will acquire the minority shareholder of the consolidated entity and become its sole owner. The acquisition was financed from the company's available cash.

5. Framework for preparing Financial Statements

The attached Interim Condensed Financial Statements of Group and Company are related to six-month period ended from 1 January 2022 to 30 June 2022 and have been prepared in accordance with International Accounting Standard (IAS) 34 "Interim Financial Reporting".

The accompanying Separate and Consolidated Interim Condensed Financial Statements do not include all the information required in the annual Financial Statements and, therefore, should be read in conjunction with the published annual Financial Statements for year ended as at December 31, 2021, which are available in the Company's website www.entersoft.gr.

The interim financial statements have been prepared on a historical cost basis, except for financial assets which have been measured at fair value through profit or loss.

Seasonality does not have a significant effect on the Group and Company activities.

Where necessary, comparative figures have been reclassified to agree with any changes in the presentation of the current period.

The Interim Condensed Separate and Consolidated Financial Statements were approved by the Board of Directors on 29/7/2022.

6. Significant accounting policies

The accounting principles that were used for the preparation and presentation of the accompanying Interim Condensed Financial Statements are consistent with those used in the preparation of the Financial Statements for the comparative year 2021 and have been applied consistently throughout the periods presented. The Group has adopted all the new standards and their interpretations, the application of which is mandatory for the periods beginning on January 01, 2022. Reference to the new standards is made below:

6.1 Amendments to Published Standards

New Standards, Interpretations, Revisions and Amendments to existing Standards that have entered into force and have been adopted by the European Union

The following new Standards, Interpretations and amendments to Standards have been issued by the International Accounting Standards Board (IASB), have been adopted by the European Union and their application is mandatory from 01/01/2022 or later.

Amendments to IFRS 3 "Business Combinations", IAS 16 "Property, Plant and Equipment", IAS 37 "Provisions, Contingent Liabilities and Contingent Assets" and "Annual Improvements 2018 - 2020" (effective for annual periods beginning on or after 01/01/2022)

In May 2020, the IASB issued a series of amendments, including limited-purpose amendments to three standards, as well as the Board's Annual Improvements. Those amendments clarify the wording of the Standards or correct minor consequences, omissions or conflicts between the requirements of the Standards. More specifically:

- The amendments to IFRS 3 "Business Combinations" update a reference in IFRS 3 to the Conceptual Framework of Financial Reporting without modifying the accounting requirements relating to business combinations.
- The amendments to IAS 16 "Property, Plant and Equipment" prohibit a company from deducting from the cost of fixed assets amounts received from the sale of items produced while the company is preparing the asset for its intended use. Instead, the company recognises these sales proceeds and related costs in the Income Statement.
- The amendments to IAS 37 "Provisions, Contingent Liabilities and Contingent Assets" specify the costs that an entity should include when assessing whether a contract is loss-making.
- The Annual Improvements to IFRSs - 2018-2020 Cycle make minor amendments to IFRS 1 "First-time Adoption of International Financial Reporting Standards", IFRS 9 "Financial Instruments", IAS 41 "Agriculture" and the Explanatory Examples accompanying IFRS 16 "Leases".
- The above had no impact on the Group's or the Company's Financial Statements

New Standards, Interpretations and Amendments to existing Standards that have not yet entered into force or been adopted by the European Union

The following new Standards, Interpretations and amendments to Standards have been issued by the International Accounting Standards Board (IASB) but are either not yet effective or have not yet been adopted by the European Union.

- IFRS 17 "Insurance Contracts" (effective for annual periods beginning on or after 01/01/2023)

In May 2017, the IASB issued a new standard, IFRS 17, which replaces an interim standard, IFRS 4. The purpose of the IASB project was to develop a single principle-based standard for the accounting treatment of all types of insurance contracts, including reinsurance contracts, held by an entity. A single principles-based standard will enhance the comparability of financial reporting between entities, jurisdictions and capital markets. IFRS 17 sets out the requirements that an entity should apply to the financial information related to insurance contracts that it issues and reinsurance contracts that it holds.

In addition, in June 2020, the IASB issued amendments, but these do not affect the fundamental principles introduced when IFRS 17 was originally issued. The amendments are designed to reduce costs by simplifying certain requirements of the Standard, to result in more easily explained financial performance, and to ease the transition, while providing additional assistance to reduce the effort required during the first implementation of the Standard. This amendment has not yet been adopted by the European Union.

The adoption of the above is not expected to have a significant impact on the Financial Statements of the Company and the Group.

- Amendments to IAS 1 "Classification of Liabilities as Current or Long-Term" (effective for annual periods beginning on or after 01/01/2023)

In January 2020, the IASB issued amendments to IAS 1 that affect the presentation requirements for liabilities. Specifically, the amendments clarify one of the criteria for classifying a liability as non-current, the requirement for an entity to have the right to defer settlement of the liability for at least 12 months after the reporting period. The amendments include: (a) clarification that an entity's right to defer settlement should exist at the reporting date; (b) clarification that the classification of the liability is not affected by management's intentions or expectations regarding the exercise of the right to defer settlement; (c) explanation on how lending conditions affect classification; and (d) clarification of the requirements regarding the classification of liabilities of an entity that are to be or may be settled through the issuance of own equity securities. In addition, in July 2020, the IASB issued an amendment to clarify the classification of debt liabilities with financial covenants, which provides for a one-year deferral of the effective date of the originally issued amendment to IAS 1. The Group will consider the impact of all of the above on its Financial Statements, although they are not expected to have any effect. These have not been adopted by the European Union.

- Amendments to IAS 1 "Presentation of Financial Statements" and IFRS Practice Statement 2 (effective for annual periods beginning on or after 01/01/2023)

In February 2021, the IASB issued limited purpose amendments relating to disclosures of accounting policies. The purpose of the amendments is to improve disclosures of accounting policies to provide more useful information to investors and other users of the financial statements. In particular, the amendments require disclosure of significant information about accounting policies, rather than disclosure of significant accounting policies. The Group will consider the impact of all of the above on its Financial Statements, although they are not expected to have any effect.

- Amendments to IAS 8 Accounting Policies, Changes in Accounting Estimates and Errors: Definition of Accounting

Estimates" (effective for annual periods beginning on or after 01/01/2023)

In February 2021, the IASB issued limited purpose amendments that clarify the difference between a change in accounting estimate and a change in accounting policy. This distinction is important because a change in accounting estimate is applied without retrospective effect and only to future transactions and other future events, unlike a change in accounting policy that is retrospective and applies to past transactions and other past events. The Group will consider the impact of all of the above on its Financial Statements, although they are not expected to have any effect.

- Amendments to IAS 12 "Income Taxes: Deferred Tax Related to Assets and Liabilities Arising from a Single Transaction" (effective for annual periods beginning on or after 01/01/2023)

In May 2021, the IASB issued targeted amendments to IAS 12 to specify how entities should treat deferred tax arising from transactions such as leases and decommissioning obligations - transactions for which entities recognise both an asset and a liability. In certain circumstances, entities are exempt from recognising deferred tax when they recognise assets or liabilities for the first time. The amendments clarify that this exemption does not apply and entities are required to recognise deferred tax on these transactions. The Group will consider the impact of all of the above on its Financial Statements, although they are not expected to have any effect. These have not been adopted by the European Union.

The adoption of the above amendments is not expected to have a significant impact on the Financial Statements of the Company and the Group.

In addition, there are other standards or interpretations which are not yet effective and which are not included in the above and which are not expected to have a significant impact on the Company or the Group.

6.2 Significant accounting judgments and estimates

The preparation of financial statements according to IFRS requires management to make estimates, assumptions and judgments which affect the reported amounts of assets and liabilities as also the disclosure of contingent assets and liabilities at the date of preparation of the financial statements and the reported amounts of revenue and expenses during the reporting period. Actual results may differ from those, which have been estimated. Estimates and judgments are continually evaluated and are based on historical experience and other factors, including the expectations of future events that are believed to be reasonable under the circumstances. Estimates and management judgments are continually evaluated and are based on historical data and expectations of future events that are believed to be reasonable under present circumstances.

7. Risk Management

7.1 Financial Risk Factors

The Group is exposed to financial risks such as market risks (changes in exchange rates, interest rates, market prices), credit risk and liquidity risk.

The Board of Directors of the Company has the overall responsibility for risk management. Risk management is managed by the central cash management service. The Central Cash Management Service identifies, assesses and hedges financial risks in cooperation with the services that deal with these risks. Prior to the relevant transactions, approval is obtained from the executives who have the right to commit the company to its counterparties.

7.2 Foreign exchange risk

Foreign exchange risk is the probability that the fair value of a financial instrument's cash flows will fluctuate due to changes in foreign exchange rates.

The Group has investments abroad whose net assets are exposed to foreign exchange risk. Foreign exchange risk arises in Romanian RON / EUR and UAE AED / EUR. BGN has a locked exchange rate with the EURO which is the official currency of Group and Company with an exchange rate of 1,9558 and therefore there is no foreign exchange risk.

The Group does not use financial instruments to reduce this risk. Management monitors the Group's position on this risk on an ongoing basis and assesses the need to use specific financial instruments to limit it.

7.3 Risk of technological developments

Technological developments in software production technology and operating systems, under certain conditions, can affect a software company. The continuous upgrade of products in the latest technological environments is an important factor of competitiveness of the Company. The Group assesses that there is no such risk for the next few years, since its products are developed and constantly adapted to all the new versions of the technological platform Microsoft .net. This is a strong element of its competitiveness that differentiates the Company in the market.

In any case, the group closely keeps up to date with technological developments through our capacity as Microsoft Gold ISV Partner and adapts its products and services accordingly. In addition, the Technical Director of the Group participates in the institution of Microsoft Architect Council which aims to inform Microsoft partners about the latest technological developments.

7.4 Credit risk

Credit risk is the possibility that a counterparty will cause financial loss to the Group and the Company due to the breach of its contractual obligations.

The maximum credit risk to which the Group and the Company are exposed, at the date of preparation of the Financial Statements, is the book value of their financial assets, which at the Balance Sheet date are analyzed as follows:

Amounts in EURO	GROUP		COMPANY	
	30/6/2022	31/12/2021	30/6/2022	31/12/2021
Other non-current assets	165.352	138.818	147.629	106.252
Trade receivables	9.233.004	8.311.360	8.630.550	6.237.115
Other receivables	193.251	321.948	472.976	124.060
Other current assets	95.686	3.522	80.566	0
Financial assets at fair value through profit or loss	777.420	862.907	777.420	862.907
Cash and cash equivalents	15.830.497	9.450.207	14.021.534	6.296.011
Total	26.295.210	19.088.762	24.130.675	13.626.345

Default payments from customers may adversely affect the smooth liquidity of the Group and the Company. However, due to the large number of customers and the dispersion of the Group's customer base, there is no concentration of credit risk in relation to these receivables. The sales are made to two channels, partners-resellers and end customers. The partners are specially selected and their credit history is evaluated. The same goes for end customers who are usually medium and large companies with a positive credit history.

The Group and the Company apply a specific credit policy that focuses on the one hand on the control of the creditworthiness of the customers and on the other hand on the effort of effective management of the receivables before they become overdue but also when they become overdue or doubtful. To monitor credit risk, customers are grouped according to their credit characteristics, the maturity of their receivables and any past collection problems they have shown, considering future factors in relation to customers as well as the financial environment.

Considering the impact of the COVID-19 pandemic, the Group and the Company have incorporated in the estimate for expected credit losses, the increase of the credit risk to their customers.

Cash and cash equivalents of the Group are mainly invested in counterparties with a high credit rating and for a short period of time.

Impairment of financial assets

The Group and the Company have the following categories of financial assets that are subject to the expected credit loss model:

- Trade receivables
- Other receivables

— Other current assets

— Financial assets at fair value through profit or loss

While cash and cash equivalents are also subject to the impairment requirements of IFRS 9, the recognized impairment loss was negligible.

The Group applies the simplified approach of IFRS 9 for the calculation of expected credit losses, according to which, the loss forecast is always measured at an amount equal to the expected lifetime credit losses for trade receivables.

The following tables present the exposure of the Group and the Company to the credit risk of trade receivables:

	GROUP		COMPANY	
	30/6/2022	31/12/2021	30/6/2022	31/12/2021
Total Trade Receivables	10.894.530	9.704.509	10.110.896	7.479.039
Less: Allowance for impairment of Trade receivables	-1.661.526	-1.393.149	-1.480.346	-1.241.924
Net Trade Receivables	9.233.004	8.311.360	8.630.550	6.237.115

7.5 Liquidity risk

Liquidity risk is the risk that the Group or Company will not be able to meet their financial obligations when required. Liquidity risk is kept low through the availability of sufficient cash and/or credit limits, which ensure that financial obligations maturing over the next 12 months are met. Cash and cash equivalents and other financial assets at fair value of Group and Company as of June 30, 2022 amounted to EURO 16.607.917 and EURO 14.798.954 respectively and the short-term borrowing obligations are EURO 12.315.308 and EURO 12.014.308 respectively.

The Group manages its liquidity needs by carefully monitoring of the financial liabilities and payments performed on a daily basis. Liquidity needs are monitored on a monthly, six-months and annual basis. Group maintains cash in current accounts to meet its liquidity needs.

The Group maintains the following credit lines, as stated at the below table, which includes the accounting balance and their limit:

COMPANY	Use of Loan	Maturity	Interest rate	Approved limit	Accounting balance 30/6/2022	Short term 30/6/2022	Long-term Amount 30/6/2022
				(amounts in EURO)	(amounts in EURO)	(amounts in EURO)	(amounts in EURO)
ENTERSOFT S.A.	Working Capital	22.06.2027	2,20%	3.000.000	3.000.273	600.273	2.400.000
ENTERSOFT S.A.	Working Capital	28.09.2024	2,30%	2.000.000	1.499.999	666.668	833.331
ENTERSOFT S.A.	Working Capital	17.09.2026	2,20%	5.000.000	5.000.000	1.176.000	3.824.000
ENTERSOFT S.A.	Working Capital	14.04.2023	2,50%	1.000.000	1.005.614	1.005.614	0
ENTERSOFT S.A.	Working Capital	16.05.2023	2,50%	4.000.000	1.508.422	1.508.422	0
WEDIA S.A.	Working Capital	16.7.2024	3,50%	400.000	301.000	132.000	169.000
				15.400.000	12.315.308	5.088.977	7.226.331

7.6 Cash flow risk and risk of fair value changes due to changes in interest rates

The Group's operating income and cash flows are substantially independent from the changes in interest rates. The Group does not have significant interest-bearing assets and the Group's policy is to keep almost all floating-rate products with secured return.

At the end of the fiscal period, total borrowings consisted of two floating rate loans that are related to overdrafts with an expiration date of 30/6/2022, as presented above in Note 7.5).

7.7 Other market risks

The Company and the Group maintain investments in financial assets at fair value through profit or loss, as they monitor their return on an ongoing basis and measure them at fair value.

7.8 Capital management policies and procedures

The Group's objectives in terms of capital management are as follows:

- ensure its ability to continue its activity (going-concern) and
- strengthen the Group's liquidity so that it remains strong in the current situation but also be ready to take advantage of any investment opportunities.

The Group monitors the capital on the basis of, the amount of equity plus unsecured loans less cash and cash equivalents as shown in the Statement of Financial Position. The capital as of 30.06.2022 and 31.12.2021 is analyzed as follows:

Amounts in EURO	GROUP		COMPANY	
	30/6/2022	31/12/2021	30/6/2022	31/12/2021
Equity	20.886.239	20.681.457	20.039.116	18.635.145
Plus: Unsecured loans	12.315.308	-	12.014.308	-
Less: Cash and cash equivalents	-15.830.497	-9.450.207	-	-6.296.011
Adjusted Equity	17.371.050	11.231.250	18.031.890	12.339.134
Equity	20.886.239	20.681.457	20.039.116	18.635.145
Plus: Unsecured loans	12.315.308	-	12.014.308	-
Total Equity	33.201.547	20.681.457	32.053.424	18.635.145
Adjusted Equity to Total Equity	52,32%	54,31%	56,25%	66,21%

8. Group structure

The Group structure as at 30 June 2022 is as follows:

Company	Country	Consolidation method	Equivalent % of 30-6-2022	
			Direct Parent Company	Indirect Parent Company
ENTERSOFT S.A.	Greece			
ENTERSOFT BULGARIA EOOD	Bulgaria	Full consolidation	100,00%	0%
ENTERSOFT ROMANIA SOFTWARE SRL	Romania	Full consolidation	100,00%	0%
ENTERSOFT MIDDLE EAST FZ LLC IMPZ	UAE	Full consolidation	100,00%	0%
WEDIA INTERNET AND COMMUNICATION SERVICES SINGLE MEMBER S.A.,	Greece	Full consolidation	100,00%	0%
BIT Software S.A.	Romania	Full consolidation	75,00%	0%
SINOPTIX S.A	Romania	Full consolidation	0%	75,00%
WISOFT PROFESSIONAL SERVICES S.R.L	Romania	Full consolidation	0%	52,50%
PAYDEMIC S.R.L	Romania	Full consolidation	0%	44,625%

9. Information on Operational Segments and Sales Revenue

The following information relates to the segments that must be reported separately in the Financial Statements and are regularly reviewed by the Group's decision makers. The results of all sectors are reviewed by the chief business officer, i.e. the Board of Directors, which is responsible for measuring the business performance of the operating segments. The segments are defined based on Group business activities.

Revenue distribution by Operating and Geographical Segment.

The Group is organized in 2 main business segments, which are:

- 1) Software sales and software support services, and
- 2) Provision of services through internet

The following tables present the analysis of consolidated sales per business segment and geographical segment as at 30-06-2022 and 30-06-2021:

Revenue Stream	01/01 - 30/06/2022	01/01 - 30/6/2021
Revenue from the sale of software and the provision of support services in software programs	13.020.794	11.328.770
Revenue from Internet services	1.538.820	1.246.233
Total	14.559.614	12.575.003

Group's Sales by Geographical Market

Group sales per geographical segment are presented as follows:

Country	01/01-30/6/2022	01/01-30/6/2021
Greece	12.639.949	11.209.068
Romania	1.324.741	568.079
Bulgaria	267.470	338.595
United Arab Emirates	72.755	221.534
Sales to other European Union countries	158.976	203.043
Sales to Third Countries	95.723	34.684
	14.559.614	12.575.003

ANALYTIC TABLE OF FINANCIAL STATEMENT POSTS BY BUSINESS SECTOR 30/06/2022				
	Software Sector	Eliminations	Revenue from Internet Services	Total
	30/6/2022		30/6/2022	30/6/2021
ASSETS				
Non-current assets	16.899.805		396.163	17.295.969
Current assets	24.079.175	-192.853	2.310.958	26.197.280
Total assets	40.978.980		2.707.121	43.493.249
LIABILITIES				
Equity attributable to equity holders of the Parent	17.869.372	-95.464	2.090.709	19.864.618
Non-controlling interests	1.021.621		0	1.021.621
Total Equity	18.890.994		2.090.709	20.886.239
Non-current Liabilities	10.936.531		51.439	10.987.970
Current Liabilities	11.151.456	-97.389	564.974	11.619.040
Total Liabilities	22.087.987		616.412	22.607.010
Total Equity and Liabilities	40.978.980		2.707.121	43.493.249

ANALYSIS PER BUSINESS SEGMENT 2021				
	Software	Eliminations	Revenue from Internet Services	Total
	31/12/2021		31/12/2021	
ASSETS				
Non-current Assets	11.971.966		396.398	12.368.365
Current Assets	17.864.949	-374.043	1.513.516	19.004.422
Total Assets	29.836.916		1.909.914	31.372.787
LIABILITIES				
Equity attributable to shareholders of the Parent Company	19.263.917		1.417.540	20.681.457
Non-controlling interests	0		0	0
Total Equity	19.263.917		1.417.540	20.681.457
Non-current Liabilities	3.627.596		36.983	3.664.579
Current Liabilities	6.945.401	-374.043	455.392	7.026.750
Total Liabilities	10.572.999		492.375	10.691.330
Total Equity and Liabilities	29.836.916		1.909.914	31.372.787

ANALYTIC TABLE OF TOTAL REVENUE STATEMENTS BY BUSINESS SECTOR 30/06/2022				
	Software Sector	Eliminations	Revenue from Internet Services	Total
	30/6/2022		30/6/2022	30/6/2022
Sales	12.827.941	192.853	1.538.820	14.559.614
Cost of Sales	5.843.202	-57.996	346.044	6.131.249
Gross profit	6.984.739		1.192.776	8.428.364
Other income	299.734		0	299.734
Distribution expenses	1.601.772	-19.332	100.824	1.683.263
Administrative expenses	1.689.585	-19.332	161.812	1.831.665
Research expenses	1.542.581		125.472	1.668.053
Other expenses	65.290		906	66.196
Earnings/(loss) before taxes, financing and investing results (EBIT)	2.385.245		803.762	3.478.920
Finance income	36.385		4	36.389
Finance expenses	245.228	-329	2.339	247.238
Profit before income tax	2.176.402		801.428	3.268.072
Income tax expense	101.542		128.173	229.715
Profit net of tax (A)	2.074.860		673.255	3.038.357

ANALYTIC TABLE OF POSTS BY BUSINESS SECTOR 30/06/2021				
	Software Sector	Eliminations	Revenue from Internet Services	Total
	30/6/2021		30/6/2021	30/6/2021
Sales	11.495.041	-166.271	1.246.233	12.575.003
Cost of Sales	4.569.407	-182.682	292.736	4.679.461
Gross profit	6.925.634	16.411	953.497	7.895.541
Other income	134.000	-27.353	4.252	110.899
Distribution expenses	1.015.222	-5.471	116.169	1.125.920
Administrative expenses	1.309.417	-5.471	94.467	1.398.413
Research expenses	1.043.993		142.597	1.186.590
Other expenses	6.776,00		73	6.849
Earnings/(loss) before taxes, financing and investing results (EBIT)	3.684.226		604.443	4.288.699
Finance income	0		0	0
Finance expenses	126.303		3.150	129.453
Profit before income tax	3.557.923		601.293	4.159.216
Income tax expense	-717.441		-113.232	-830.673
Profit net of tax (A)	2.840.482		488.061	3.328.543

ANALYTIC TABLE OF FINANCIAL STATEMENT POSTS BY GEOGRAPHICAL SECTOR 30/06/2022					
ASSETS	GREECE	BULGARIA	ROMANIA	UNITED ARAB EMIRATES	TOTAL 30/6/2022
Non-current assets	16.774.368	2.563	509.420	9.617	17.295.969
Current assets	23.858.047	366.740	1.816.027	156.466	26.197.280
Total assets	40.632.416	369.302	2.325.447	166.084	43.493.249

ANALYTIC TABLE OF FINANCIAL STATEMENTS BY GEOGRAPHICAL SECTOR 31/12/2021					
ASSETS	GREECE	BULGARIA	ROMANIA	UNITED ARAB EMIRATES	TOTAL 31/12/2021
Non-current assets	12.338.651	3.322	18.406	7.986	12.368.365
Current assets	17.722.044	503.470	623.87	155.039	19.004.422
Total assets	30.060.695	506.792	642.276	163.025	31.372.787

Group's non-current assets, located out of Greece, amounted to approximately 3% of the Group's total non-current assets. The Group does not maintain single external customer at the rate more that 12% of the total revenue.

The above tables show that approximately 89% of the total income of the Group for 30/06/2022 (90% for 1/1-30/6/2021) comes from the sale of software and the provision of support services in software programs, while the remaining 11% from the provision of services through the internet. (10% for 1/1-30/6/2021)

Also, during the same period, an average of 88% of total revenue was generated in Greece (89% for 1/1-30/6/2021), 11% in European Union countries (excluding Greece)(11% for 1/1-30/6/2021) and 1% on average in Third Countries (0,3% for 1/1-30/6/2021). In addition to the Greek market, the Group operates in the markets of Romania, Bulgaria and the United Arab Emirates through its subsidiaries there. With a focus on these subsidiaries, it also implements projects in other countries such as Cyprus, Serbia, Albania, Spain, Poland, Qatar, Slovakia, Czech Republic, Portugal, Moldova, United Kingdom, Saudi Arabia, Hungary and Israel, resulting in the Group having customers in 37 countries in 2022.

10. Other Notes to the Financial Statements

10.1 Tangible fixed assets

The Property, plant and equipment of the Group and the Company are stated at acquisition cost less accumulated depreciation and any impairment loss. There are no mortgages, pre-notices or other liens on non-current assets against borrowing. The changes in the property, plant and equipment of the Group and the Company are as follows:

GROUP							
	Buildings	Mechanical Equipment	Vehicles	Furniture and other equipment	Right of use of assets (Buildings)	Right of use of assets (Cars)	Total
Cost							
Balance as at January 01, 2021	366.786	2.377	0	1.649.019	1.622.478	1.329.961	4.970.621
Additions	369.269	109	0	393.404	916.006	314.781	1.993.569
Disposals	0	0	0		-162.828	-306.668	-469.496
Balance as at December 31, 2021	736.055	2.486	0	2.042.423	2.375.656	1.338.074	6.494.694
Additions	21.816	1.730	0	145.990	49.734	328.221	547.491
Log on Acquisition costs	149.578	6.743	93.179	277.924	77.682	0	605.106
BIT Software Acquisition costs	11.157	133.804	378.123	135.897	155.467	22.104	836.552
Disposals	0	0	0	-3350,08			-3.350
Balance as at June 30, 2022	918.606	144.762	471.302	2.598.884	2.658.539	1.688.399	8.480.493
Accumulated depreciation							
Balance as at January 01, 2021	250.489	2.377	0	1.204.272	468.621	526.953	2.452.712
Depreciation	46.716	0	0	208.344	390.493	357.014	1.002.567
Disposals	0	0	0	-267	-20.494	-285.894	-306.655
Balance as at December 31, 2021	297.205	2.377	0	1.412.349	838.620	598.073	3.148.624
Depreciation	62.787	20.130	25.233	90.495	171.253	172.565	542.733
Log on Accumulated Depreciation	134.102	6.743	67.170	269.959	0	0	477.974
BIT Software Accumulated Depreciation	7.348	93.811	183.649	79.168	7.057	1.120	372.152
Exchange differences	-500	-123	0	-236	0	0	-859
Disposals	0	0	0	0	0	0	0
Balance as at June 30, 2022	500.942	122.937	276.052	1.851.735	1.017.199	771.758	4.540.623
Net book value							
Net book value as at January 01, 2021	116.297	0	0	444.747	1.153.857	803.008	2.517.909
Net book value as at December 31, 2021	438.850	0	0	630.183	1.537.036	740.001	3.346.072
Net book value as at June 30, 2022	417.664	21.825	195.250	747.149	1.641.340	916.641	3.939.869

COMPANY	Buildings	Mechanical Equipment	Vehicles	Furniture and other equipment	Right of use of assets (Buildings)	Right of use of assets (Cars)	Total
Cost							
Balance as at January 01, 2021	365.591	2.377	0	1.384.473	1.622.478	1.051.515	4.426.434
Additions	367.650	0	0	210.981	595.444	227.024	1.401.099
Disposals	0	0	0	0	0	-305.426	-305.426
Balance as at December 31, 2021	733.241	2.377	0	1.595.454	2.217.922	973.113	5.522.107
Additions	21.816	0	0	110.406	129.734	306.148	568.104
Acquisition cost fom subsidiary merge	149.578	215.342	100.444	995.831	232.369	257.528	1.951.092
Disposals				-3.350			-3.350
Balance as at June 30, 2022	904.635	217.719	100.444	2.698.341	2.580.025	1.536.789	8.037.953
Accumulated depreciation							
Balance as at January 01, 2021	249.291	2.377	0	1.043.246	468.621	440.715	2.204.250
Depreciation	45.805	0	0	96.128	324.691	257.579	724.202
Disposals	0	0	0		0	-285.894	-285.894
Balance as at December 31, 2021	295.096	2.377	0	1.139.374	793.312	412.400	2.642.559
Depreciation	59.036	0	558	59.708	228.081	126.707	474.090
Accumulated Depreciation fom subsidiary merge	136.473	215.342	76.739	845.998	52.262	129.347	1.456.161
Disposals							0
Balance as at June 30, 2022	490.605	217.719	77.297	2.045.080	1.073.655	704.069	4.572.810
Net book value							
Net book value as at January 01, 2021	116.300	0	0	341.227	1.153.857	610.800	2.222.184
Net book value as at December 31, 2021	438.145	0	0	456.080	1.424.610	560.713	2.879.548
Net book value as at June 30, 2022	414.030	0	23.147	653.261	1.506.370	868.335	3.465.142

The additions and the depreciation of the Company's property, plant and equipment on 30/6/2021 were EURO 133.982 and EURO 63.235 respectively.

The additions and the depreciation of the Company's Right-of-Use Assets on 30/6/2021 were EURO 341.535 and EURO 260.271 respectively.

10.2 Intangible assets

The intangible assets of Group and Company are mainly internally generated software which are sold to third parties and other intangible assets that have been acquired from the acquisition of a subsidiary by the Group.

In particular, the carrying and the net book value of the Group's investments that relate to the internally generated new products and significant additions on the existing software products, as well as other intangible assets is analyzed as follows:

GROUP	Software development	Other software	Customer relationships	Total
Cost				
Balance as at January 01, 2021	8.189.744	2.785.668	3.294.158	14.269.570
Additions	1.201.038	90.300	63.770	1.355.108
Disposals	0	0	0	0
Balance as at December 31, 2021	9.390.782	2.875.968	3.357.928	15.624.678
Additions	437.697	39.660	0	477.357
Additions from Log on acquisition	0	90.467	0	90.467
Additions from BIT Software acquisition	26.068	117.225	0	143.293
Disposals	0	0	0	0
Balance as at June 30, 2022	9.854.547	3.123.320	3.357.928	16.335.795
Accumulated amortization				
Balance as at January 01, 2021	6.487.283	1.234.935	444.067	8.166.285
Depreciation and Amortization	601.408	244.265	298.253	1.143.926
Balance as at December 31, 2021	7.088.691	1.479.200	742.620	9.310.511
Depreciation and Amortization	332.395	61.475	144.276	538.146
Additions from Log on acquisition	0	90.467	0	90.467
Additions from BIT Software acquisition	4.342	38.447	0	42.789
Disposals	0	0	0	0
Balance as at June 30, 2022	7.425.428	1.669.589	886.896	9.981.913
Net book value as at January 01, 2021	1.702.461	1.550.733	2.850.091	6.103.285
Net book value as at December 31, 2021	2.302.091	1.396.768	2.615.308	6.314.167
Net book value as at June 30, 2022	2.429.119	1.453.731	2.471.032	6.353.882

COMPANY	Software development	Other software	Customer relationships	Total
Cost				
Balance as at January 01, 2021	7.508.311	2.263.721	151.400	9.923.432
Additions	780.921	0	0	780.921
Disposals	0	0	0	0
Balance as at December 31, 2021	8.289.232	2.263.721	151.400	10.704.353
Additions	272.376			272.376
Additions due to absorption of subsidiaries	801.452	630.526	2.821.758	4.253.736
Disposals	0	0	0	0
Balance as at June 30, 2022	9.363.060	2.894.247	2.973.158	15.230.465
Accumulated amortization				
Balance as at January 01, 2021	5.946.585	1.152.499	123.067	7.222.151
Depreciation and Amortization	582.204	176.068	10.000	768.272
Balance as at December 31, 2021	6.528.789	1.328.567	133.067	7.990.423
Depreciation and Amortization	311.603	5.234	23.515	340.352
Depreciation due to Absorption of Subsidiaries	580.763	281.413	399.749	1.261.925
Disposals	0	0	0	0
Balance as at June 30, 2022	7.421.155	1.615.214	556.331	9.592.700
Net book value as at January 01, 2021	1.561.726	1.111.222	28.333	2.701.281
Net book value as at December 31, 2021	1.760.443	935.154	18.333	2.713.928
Net book value as at June 30, 2022	1.941.905	1.279.033	2.416.827	5.637.765

The additions and the amortization of the Company's intangible assets on 30/6/2021 were EURO 150.965 and EURO 382.601 respectively.

10.3 Acquisition of subsidiary

A) LOG ON SA

On 4/1/2022 the Parent Company acquired 100% of the shares of the company "LOG ON INFORMATION TECHNOLOGY APPLICATIONS SA" with the distinctive title LOG ON SA, based in Larissa. The total agreed price was EUR 1.300.000. The amount of the price discounted to present value is EUR 1.291.550.

Under the contract, it was agreed that the total agreed price would be paid as follows:

- on 04/01/2022, payment of EUR 800.000
- on 04/07/2022, payment of EUR 250.000
- on 04/01/2023, payment of EUR 250.000

Assets and liabilities acquired

In the table below the assets and liabilities acquired from LOG ON SA are presented:

	Fair value adjustments	4/1/2022 Adaptations of fair value	Fair value recognised in the acquisition
ASSETS			
Non-current assets			
Tangible fixed assets			
Other equipment	49.449		49.449
Intangible fixed assets			
Other intangibles	1		1
Financial assets			
Other	2.285		2.285
Total non-current assets	51.735	0	51.735
Current Assets			
Inventories			
Merchandise	47.090	0	47.090
Financial assets and advances			
Trade receivables	537.809		537.809
Other receivables	68.924		68.924
Cash and cash equivalents	288.534		288.534
Total	895.267	0	895.267
Total current assets	942.357	0	942.357
Total assets	994.092	0	994.092
LIABILITIES			
Non-current liabilities			
Provisions for employee benefits	13.037		13.037
Other provisions	25.000		25.000
Other non-current liabilities	22.362		22.362
Total	60.399		60.399
Liabilities			
Current Liabilities			
Commercial liabilities	393.301		393.301

Income tax expense	23.111	23.111
Other taxes and charges	51.703	51.703
Social security institutions	26.468	26.468
Other current liabilities	124.779	124.779
Deferred revenue	1.660	1.660
Total	621.022	621.022
Total liabilities	681.421	681.421
Net assets acquired		312.670
Percentage acquired by the Group		
Value of items acquired by the Group		100%
Total acquisition cost		1.291.550
LOG ON SA acquisition goodwill (provisional)		978.880

Fair value measurement

After assessing the criteria for the definition and recognition of intangible assets as defined by International Accounting Standard 38 and the scope of the transaction, it was determined that the criteria for the recognition of intangible assets were not met. Therefore:

-no customer contracts were recognised (software clientele)

-no software programs were recognised

-no trademark was recognised as LOG ON SA provides specific and specialised services in a limited sector and as a result there are no economic benefits to be created from the existence of a trademark.

Goodwill LOG ON SA

The resulting temporary goodwill from the acquisition of LOG ON SA has been recognised as follows:

Amounts in EURO	30/6/2022
Consideration paid	1.291.550
Fair Value of net assets acquired	312.670
Goodwill (provisional)	978.880

B) BIT SOFTWARE

On 26/5/2022 the Parent Company completed the acquisition of 75% of BIT Software, one of the most dynamic business software providers in Romania. Following this acquisition, The Entersoft Group has essentially doubled the market its business is aimed at.

Based on the agreement, Entersoft will initially acquire 75% of the company for 3 million euros. Following the acquisition, Entersoft will merge its existing subsidiary in Romania with the newly acquired BIT Software to consolidate its presence in the market. The new company will operate in Romania under the name BITSoftware. Finally, after about 3 years, Entersoft will acquire the minority shareholder of the consolidated entity and become its sole owner. The acquisition will be financed from the company's available cash. This agreement confirms the plans already announced by Entersoft to strengthen its position and to undertake dynamic expansion in the Romanian market. At the same time, it is becoming a key software supplier for the expected EU-funded recovery fund projects in Romania, which include significant funding for the digitisation of local businesses.

Other non-current liabilities include EUR 1.168 thousand arising from the acquisition agreement for Bit Software.

As part of the agreement to acquire a 75% stake in Bit Software the Company has agreed to acquire the minority interest in the subsidiary in the medium term, in 2025. Under the acquisition agreement, the seller counterparty retains the right to transfer the minority interest to the Company at a specified acquisition price which is dependent on future earnings before interest, taxes, depreciation and amortization on the subsidiary's sales. This future liability of the Company has been recorded as a financial liability in other non-current liabilities as a charge to other reserves (Equity).

Assets and liabilities acquired

In the table below the assets and liabilities acquired from BIT SOFTWARE are presented:

	Fair value adjustments	26/5/2022 Adaptations of fair value	Fair value recognised in the acquisition
ASSETS			
Non-current assets			
Tangible fixed assets			
Other equipment	489.369		489.369
Financial assets			
Other	23.371		23.371
Total non-current assets	512.740	0	512.740
Current Assets			
Financial assets and advances			
Trade receivables	119.203		119.203
Other receivables	69.597		69.597
Cash and cash equivalents	843.532		843.532
Total current assets	1.032.331	0	1.032.331
Total assets	1.545.071	0	1.545.071
LIABILITIES			
Non-current liabilities			
Other provisions	40.000		40.000
Other non-current liabilities	339.889		339.889
Total	379.889	0	379.889
Liabilities			
Current Liabilities			
Commercial liabilities	74.585		74.585
Income tax expense	1.715		1.715
Other taxes and charges	87.717		87.717
Social security institutions			0
Other current liabilities	221.223		221.223
Total	385.240	0	385.240
Total liabilities	765.128	0	765.128
Net assets acquired			779.943
Percentage acquired by the Group			75%
Value of items acquired by the Group			3.000.000
Total acquisition cost			3.000.000
BIT SOFTWARE acquisition goodwill (provisional)			3.220.057

Goodwill BIT SOFTWARE

The resulting temporary goodwill from the acquisition of BIT SOFTWARE has been recognised as follows:

Amounts in EURO	30.06.2022
Consideration paid	3.000.000
Fair Value of net assets acquired	777.943
Non- controlling interest	1.000.000
Goodwill (provisional)	3.220.057

The finalization of the resulting goodwill is expected to be completed within 12 months from the date of the acquisition of BIT SOFTWARE.

10.4 Absorption of 100% Subsidiaries

The merger was completed on 1/6/2022 with the absorption by the Company of the 100% subsidiaries (non-listed) with the names "RITAIL-LINK Single-Member Internet Services Societe Anonyme", "OPTIMUM SINGLE-MEMBER SOCIETE ANONYME INFORMATION TECHNOLOGY S.A." (hereinafter referred to as "Optimum") and "LOG ON SINGLE-MEMBER INFORMATION TECHNOLOGY APPLICATIONS SOCIETE ANONYME", with registration in the GEMI, in accordance with Article 18 para. (1) of Law 4601/2019, of decision no. 2637228AP/01-06-2022 of the Ministry of Development and Investments, General Directorate of Market & Consumer Protection (with Registration Code Number 2872372/01-06-2022 and Announcement reference no.: 2637228/01-06-2022), which approved the merger by absorption of the above 100% subsidiaries Retail-Link, Optimum and Log On by our Company in accordance with the decision of the Board of Directors of the Company dated 23-05-2022, the decisions of the Boards of Directors of the absorbed S.As. dated 23-05-2022, the provisions of articles 7-21 and 30-35 of Law. 4601/2019, the provisions of Law. 4172/2013 as in force and notarial deed no. 12203/23-05-2022 prepared by the Notary Public of Athens Alexandra Anton. Athanasiou

10.5 Goodwill

In the Financial Statements of the Group at 30.06.2022, goodwill of EUR 6.768.247, and is analysed as follows:

Subsidiary	GROUP	
	30.06.2022	31.12.2021
Retail Link	138.095	138.095
Optimum	2.013.922	2.013.922
WEDIA	417.293	417.293
LOG ON SA	978.880	0
BIT SOFTWARE	3.220.057	0
Goodwill	6.768.247	2.569.310

10.6 Investments in subsidiaries

The investment in subsidiaries is analyzed as follows

	30/6/2022	31/12/2021
ENTERSOFT BULGARIA EOOD	180.000	180.000
ENTERSOFT ROMANIA SOFTWARE SRL	100.000	100.000
RETAIL- LINK S.A.	0	730.372
ENTER SOFT MIDDLE EAST FZ LLC	0	393.705
OPTIMUM S.A.	0	4.957.883
WEDIA LTD	501.841	501.841
BIT SOFTWARE	3.000.000	0
Balance	3.781.841	6.863.801

The Company annually examines if there are any impairment indicators of its investment in subsidiaries and for the investments that there are indicators, it performs an impairment test.

The Company has by resolution of the Board of Directors on 7/6/2022 decided to dissolve and liquidate ENTER SOFT MIDDLE EAST FZ LLC, as it is in the best interest of the Company to continue its activities in the UAE directly from Greece and not through a local entity

in anticipation the company's participation coming to an end. The amount of the impairment of this investment of EUR 573.983 has been transferred to the Company's expenses in the income statement.

10.7 Trade receivables

Trade receivables of Group and Company are analyzed as follows:

	GROUP		COMPANY	
	30/6/2022	31/12/2021	30/6/2022	31/12/2021
Customers	8.359.648	7.127.008	7.576.640	5.248.920
Suppliers' advances	170.875	172.889	170.247	102.317
Cheques receivable (in portfolio)	2.328.731	2.355.987	2.328.731	2.123.001
Cheques receivable transferred to Banks	0	43.824		0
Notes receivable	35.278	4.800	35.278	4.800
Less: Allowance for impairment of Trade receivables	-1.661.526	-1.393.149	-1.480.346	-1.241.924
Net Trade Receivables	9.233.004	8.311.360	8.630.550	6.237.115

10.8 Financial assets at fair value through profit or loss

Financial Assets amounting to EURO 777.420 refer to Company's foreign bank bond (Switzerland) of UBS, that has high credit rating (Credit Rating: Aa2) according to Moody's rating. The bond has been acquired for the purpose of better performance of the Company's cash. It is measured at fair value through profit and loss. The fair value hierarchy of Financial Assets at fair value through profit and loss is Level 1, which is actual Level 1, because it is based on observable active market items.

	GROUP		COMPANY	
	30/6/2022	31/12/2021	30/6/2022	31/12/2021
Banking product (bond)				
Fiscal year opening balance	862.907	480.726	862.907	480.726
Purchase	0	400.000	0	400.000
Fair value measurement	-85.487	-17.819	-85.487	-17.819
Closing balance	777.420	862.907	777.420	862.907

10.9 Cash and cash equivalents

Cash and cash equivalents of the Group and the Company are analyzed as follows:

	GROUP		COMPANY	
	30/6/2022	31/12/2021	30/6/2022	31/12/2021
Cash on hand	9.334	4.017	3.827	1.267
Cash at banks	15.821.163	9.446.190	14.017.707	6.294.745
Total:	15.830.497	9.450.207	14.021.534	6.296.011

The Group's cash and cash equivalents are mainly invested in counterparties with high credit ratings and for a short period of less than three months.

10.10 Equity

Share capital and share premium

The paid up and authorized share capital of the Company at June 30, 2022 amounted to EURO 1.500.000 divided into 30.000.000 ordinary registered voting shares, with a nominal value of EURO 0,05 each. From 2016 up to 12/5/2020, the share capital of the Company had the following change:

With the decision of the General Assembly Meeting of shareholders, held on 23.06.2016, the share capital of the Company decreased by EURO 534.720,00 with a cash return to shareholders, by reducing the nominal value of the shares by EUR 0.12 each.

On 11.10.2019, the increase of the Company's share capital was approved with the payment of cash up to the amount of EUR 163.200 and the issue of up to 544.000 new common nominal shares with voting rights of nominal value EUR 0,30 each, which were allocated in a Public Offer.

Following the decision of the Extraordinary General Assembly Meeting held on 11/10/2019 the Athens Stock Exchange (ATHEX) at its session of 18/2/2020, approved the admission to trading on the Main Market of the Stock Exchange (ATHEX) of 5.000.000 ordinary registered shares of the Company. On February 26, 2020, the disposal to a limited circle of persons was completed and 27.200 shares were disposed. On March 05, 2020 the Public offer and the offer of 516.800 new common registered shares of the Company were completed.

Following the decision of the Extraordinary General Assembly Meeting held at 12/5/2020, the nominal value of each common voting share reduced from EURO 0,30 to EURO 0,05 and the replacement of each one (1) old common share with six (6) new common shares by increasing the total number of common shares of Company from 5.000.000 to 30.000.000 new common voting shares of nominal value EURO 0,05 (Stock split 1:6). Following the aforementioned reduction, the total share capital remained the same.

The Company's share capital is fully paid-up and the Company's shares have been entirely repaid. There are no Company Shares that do not represent capital.

The Company, does not hold own Shares. Subsidiary companies do not own any Company Shares.

There are no convertible securities, exchangeable securities or securities with warrants.

There are no agreements for the right and/or obligation to acquire a participation in Company's capital. There is no pending commitment to increase Company's share capital.

There are no agreements to provide that the capital of any Group member will be subject of an option.

All Shares have the same rights and obligations and every share incorporates all rights and obligations provided by Law and the Company's Corporate Charter.

Reserves

Group and Company's reserves are analyzed as follows:

	GROUP				COMPANY			
	Statutory reserve	Other reserves	Own contribution in ICT4GROWTH program	Total	Statutory reserve	Other reserves	Own contribution in ICT4GROWTH program	Total
Balance as at December 31, 2021	621.110	0	911.584	1.532.691	552.642	0	911.584	1.464.226
Change Due to Acquisition of Subsidiary	0	-1.168.538	0	1.168.538	110.496	47.919	0	158.415
Other changes	106.149	0	0	106.149	0	0	0	0
Balance as at June 30, 2022	727.259	-1.168.538	911.584	470.302	663.138	47.919	911.584	1.622.641

The statutory reserve is formed in accordance with the Greek Legislation (article 158, Law 4548/2018), according to which an amount at least equal to 5% of the annual net (after taxes) profit, is mandatory to be transferred to statutory reserve until such reserve equals one-third of the paid in share capital.

According to the decision of the Board of Directors at 01/04/2013 and following the decision of the General Assembly Meeting of the Company dated 19/6/2012, decision was taken on the daily agenda item "Participation of Company's plan in the framework of the Action "Business Support for the implementation of investment "Plans for the development-provision of innovative products and services of added value ICT4Growth", Financing of the project, as well as coverage of the required Own participation". According to the guide of the Action, the percentage of Own Participation cannot be less than 25% of the total budget of the proposal amounting to EURO 1.560.324. Following the 19/6/2012 General Assembly Meeting decision, the Company decided not to use a loan for the rest of the private participation (Budget - Public Grant - Minimum Equity Participation 25%), but cover it with Equity Participation instead. Therefore, the Company decided that the required Equity Participation (Minimum Equity participation and Other Private Participation) amounted to EURO 911.584 and would be covered by taxable reserves, based on existing Company's results.

10.11 Income tax payable

Current income tax liabilities of the Group and Company amount to EURO 801.752 and EURO 773.527 respectively.

10.12 Short-term and Long-term loan liabilities

The Group's and the Company's bank loan liabilities, based on the existing agreements with the cooperating banks, amount to EUR 12.315.308, of which EUR 5.088.977 are short-term and EUR 7.226.331 are long-term loan liabilities. The analysis of these loans is as follows:

COMPANY	Loan	Date of Loan Termination	Discount rate	Nominal Contract Amount	Accounting Balance	Short-term Amount 30/6/2022	Long-Term Amount 30/6/2022
				(amounts in EURO)	(amounts in EURO)	(amounts in EURO)	(amounts in EURO)
ENTERSOFT S.A.	Working Capital	22.06.2027	2.20%	3,000,000	3,000,273	600,273	2,400,000
ENTERSOFT S.A.	Working Capital	28.09.2024	2.30%	2,000,000	1,499,999	666,668	833,331
ENTERSOFT S.A.	Working Capital	17.09.2026	2.20%	5,000,000	5,000,000	1,176,000	3,824,000
ENTERSOFT S.A.	Working Capital	14.04.2023	2.50%	1,000,000	1,005,614	1,005,614	0
ENTERSOFT S.A.	Working Capital	16.05.2023	2.50%	4,000,000	1,508,422	1,508,422	0
WEDIA LTD	Working Capital	16.7.2024	3.50%	400,000	301,000	132,000	169,000
Total				15,400,000	12,315,308	5,088,977	7,226,331

10.13 EBITDA

EBITDA: It is the entity's profitability index before taxes, financial results and depreciation. It is calculated by adjusting the depreciation to the result before taxes, financial and investment results as stated in the statement of comprehensive income.

	GROUP		COMPANY	
	30/6/2022	30/6/2021	30/6/2022	30/6/2021
Earnings before taxes, financing and investing results (EBIT)	3.478.920	4.288.669	1.093.764	2.530.969
Adjustments for:				
Tangible and Intangible assets depreciation and amortization	1.080.879	984.891	814.443	706.107
EBITDA	4.559.799	5.273.560	1.908.207	3.237.076

10.14 Income tax

Income tax expense of the Group and Company is analyzed as follows:

	GROUP		COMPANY	
	1/1-30/6/2022	1/1-30/6/2021	1/1-30/6/2022	1/1-30/6/2021
Current income tax	540.143	836.670	185.587	483.909
Deferred tax	-310.429	-5.996	-296.636	18.625
Total income tax:	229.715	830.673	-111.048	502.534

10.15 Earnings per share

Earnings per share are as follows:

	GROUP		COMPANY	
	1/1-30/6/2022	1/1-30/6/2021	1/1-30/6/2022	1/1-30/6/2021
Profit attributable to the owners of Company	3.016.736	3.318.466	1.251.956	2.485.237
Weighted average	30.000.000	30.000.000	30.000.000	30.000.000
Earnings per share (EURO per share)	0,1006	0,1106	0,0417	0,0828

10.16 Payroll cost

Payroll cost of Group and Company is analyzed as follows:

	GROUP		COMPANY	
	30/6/2022	30/6/2021	30/6/2022	30/6/2021
Wages, salaries and allowances	4.906.562	4.193.393	3.332.547	2.886.754
Social security contributions	1.088.684	871.674	752.523	632.429
Severance pay	9.769	13.302	0	13.302
Expenses related to the employee Benefits	161.622	228.745	89.451	126.247
Total	6.166.637	5.307.114	4.174.521	3.658.732

10.17 Number of personnel

The number of personnel of the Group and the Company is analyzed as follows:

	GROUP		COMPANY	
	30/6/2022	30/6/2021	30/6/2022	30/6/2021
Employees	473	342	352	222

10.18 Intercompany balances and transactions

The following tables analyse the transactions with related parties in accordance with IAS 24 with the Group's subsidiaries:

Intercompany transactions according to IAS
24

INTERCOMPANY RECEIVABLES / PAYABLES 1/1 - 30/6/2022						
PURCHASER						
	ENTERSOFT S.A.	ENTERSOFT BULGARIA	ENTERSOFT ROMANIA	ENTER SOFT MIDDLE EAST FZ LLC	WEDIA M AE	BIT SOTWARE SA
30/6/2022						
ENTERSOFT S.A.		14.453	107.520	297.941	29.180	
ENTERSOFT BULGARIA						
ENTERSOFT ROMANIA						
ENTER SOFT MIDDLE EAST FZ LLC						
WEDIA M AE	-14.544					
BIT SOTWARE SA						

INTERCOMPANY RECEIVABLES / PAYABLES 1/1 - 31/12/2021							
PURCHASER							
	ENTERSOFT S.A.	ENTERSOFT BULGARIA	ENTERSOFT ROMANIA	RETAIL LINK AE	ENTER SOFT MIDDLE EAST FZ LLC	OPTIMUM S.A.	WEDIA M AE
31/12/2021							
ENTERSOFT S.A.		32.933	58.743	10.408	278.429	518	3.800
ENTERSOFT BULGARIA							
ENTERSOFT ROMANIA							
RETAIL LINK AE	298						
ENTER SOFT MIDDLE EAST FZ LLC							
OPTIMUM S.A.	110.225						
WEDIA M AE	496						

INTERCOMPANY SALES / PURCHASES 1/1 - 30/6/2022									
PURCHASER									
	ENTERSOFT S.A.	ENTERSOFT BULGARIA	ENTERSOFT ROMANIA	ENTER SOFT MIDDLE EAST FZ LLC	WEDIA M AE	OPTIMUM S.A.	RETAIL LINK AE	LOGON SA	BIT SOTWARE SA
30/6/2022									
ENTERSOFT S.A.		24.412	107.519	1.850	23.799	16.500	56.207	187.208	
ENTERSOFT BULGARIA									
ENTERSOFT ROMANIA									
ENTER SOFT MIDDLE EAST FZ LLC									
WEDIA M AE	4.000								
OPTIMUM S.A.	1.944								
RETAIL LINK AE	1.020								
LOGON SA	12.186								
BIT SOTWARE SA									

INTERCOMPANY SALES / PURCHASES 1/1 -30/06/2021							
PURCHASER							
	ENTERSOFT S.A.	ENTERSOFT BULGARIA	ENTERSOFT ROMANIA	RETAIL LINK AE	ENTER SOFT MIDDLE EAST FZ LLC	OPTIMUM S.A.	WEDIA M AE
31/12/2021							
ENTERSOFT S.A.		24.345	65.132	43.895	20.660	1.267	
ENTERSOFT BULGARIA							
ENTERSOFT ROMANIA							
RETAIL LINK AE							
ENTER SOFT MIDDLE EAST FZ LLC							
OPTIMUM S.A.	38.325						
WEDIA M AE							

Sales to affiliated parties, as well as purchases from them, are made at regular market pricing at the time of the transaction, according to the terms of the transaction.

The parent company has provided a guarantee to a bank for the conclusion of a loan agreement by its subsidiary WEDIA M SA amounting to EUR 400.000.

10.19 Benefits to Management and Executives

At the line item "Salaries and social security expenses of first-degree members of the management" for the period 2022 and 2021, the total amount refers to remuneration of salaried staff whose contracts have been approved by the annual General Assembly Meeting upon their recruitment. On an annual basis the General Assembly Meeting approves their remuneration.

Amounts in EURO	GROUP		COMPANY	
	1/1-30/6/2022	1/1-30/6/2021	1/1-30/6/2022	1/1-30/6/2021
Benefits to executives and members of the BOD				
- Salaries and social security expenses of members of the Management Board	233.075	242.248	233.075	242.248
- Fees for Board of Directors meetings	72.451	69.444	72.451	69.444
- Salaries and social security expenses of first-degree relatives with members of BOD	87.150	100.872	52.648	56.924
- Salaries and social security expenses for executives	59.765	12.785	59.765	12.785
Total	452.441	425.349	417.939	381.401

10.20 Contingent assets – liabilities

Information on contingent liabilities

A) Legal issues

Sufficient provisions have been made for the disputed claims of the Company and the Group against third parties, considering also the opinion of the legal advisor. There are no disputed or under arbitration cases that have a significant impact on the financial position or operations of the Company and the Group.

B) Tax Issues

The unaudited tax years of the Group companies are as follows:

Company	
ENTERSOFT S.A.	2021
ENTERSOFT BULGARIA EOOD	2008-2021
ENTERSOFT ROMANIA SOFTWARE SRL	2015-2021
ENTERSOFT MIDDLE EAST FZ LLC IMPZ	Free Zone United Arab Emirates
WEDIA INTERNET AND COMMUNICATION SERVICES SINGLE MEMBER S.A.	2017-2021
BIT Software S.A.	2016-2021
SINOPTIX S.A.	2016-2021
WISOFT PROFESSIONAL SERVICES S.R.L	2016-2021
PAYDEMIC S.R.L	2016-2021

The Group management estimates that there will be no future charges from a possible tax audit.

For the years 2011 to 2015, the Greek Societes Anonymes and the Limited Liability Companies whose annual Financial Statements are compulsorily audited, are obliged to receive an "Annual Tax Certificate" provided in par. 5 of article 82 of Law 2238/1994 and the article 65A of L.4174 / 2013, which is issued after a tax audit carried out by the same Statutory Auditor or audit firm that audits the annual Financial Statements. Upon completion of the tax audit, the Statutory Auditor or audit firm issues to the Company a "Tax Compliance Certificate" and then submits it electronically to the Ministry of Finance.

From the year 2016 onwards, the issuance of the "Annual Tax Certificate" is optional. The tax authority has the right to proceed with a tax audit within the established framework as defined in article 36 of L.4174 / 2013.

C) Other issues

The Company has provided guarantees to banks for the conclusion of loan agreements of its subsidiary WEDIA M Ltd amounting to EUR 400.000.

10.21 Impact of COVID-19 on activities

The emergence of the coronavirus disease (COVID-19) at the beginning of 2020 led to unprecedented measures (eg lockdown) by governments almost all over the world. The management immediately took all necessary measures to protect personnel who are a key pillar of its business development and the Group quickly overcame the initial negative forecasts and achieved an increase in both revenues and profits. In addition, the Management of the Company in recent years focuses on the liquidity of the Group which is strong and this gives it the opportunity to soberly plan its future actions.

Of course, it always remains possible for the COVID - 19 pandemic to have further negative effects on the global economy in 2022 and to negatively affect the Group's activities or to reduce the demand for its products and services. Each of these developments could have an impact on the financial results for the second half of 2022. However, our experience so far in managing the pandemic during 2020, 2021, the first 6 months of 2022 makes us optimistic about achieving the goals set for 2022 and that the pandemic in the second half of 2022 will not have a particularly negative impact on the Group's financial situation, as was the case in 2020 and 2021, and also in the first half of 2022.

We also note that the general culture of digital transformation of the economy, which continues to spread rapidly, combined with the Group's recent investments, but also the apparent utilization of the available resources of the EUR 32 billion Recovery Fund, which, when added to the other European resources that will flow in until 2027, is expected to reach a total of EUR 72 billion, are emerging as catalytic factors for the acceleration of the economy's recovery. The Group, having recently invested in software and cloud services ERP/CRM, electronic invoicing, eCommerce and Logistics is in an advantageous position to take this opportunity.

10.22 Impact of the energy crisis on activities

The global energy crisis that started in 2021 is marked by a continued energy shortage worldwide, as well as ever-increasing energy prices, affecting countries such as the United Kingdom, China, and also the European Union. Prices for all types of energy are increasing significantly in Greece. The Company and the Group, as a high-intensity operations company, are not seriously affected by the energy crisis because energy costs are low. Nonetheless, the Management keeps a close eye on the situation on a daily basis and is prepared to take any required action.

Of course, it always remains possible that the energy crisis will have further negative effects on the global economy for the year 2022 and will negatively affect the Group's activities or reduce the demand for its products and services. Any of these developments could have an impact on the financial results of 2022. However, our experience so far in managing the crisis during the year 2021 makes us optimistic about achieving the goals set for 2022.

10.23 Consequences of the Russian invasion of Ukraine

The Group is not active in the affected markets and does not have significant exposure to commodities that have been affected by the Russian invasion of Ukraine (such as energy or agriculture) and therefore this has not significantly affected, nor is it expected to significantly affect, the Group's financial figures. In any case, since this is an ongoing event, the Management is monitoring the developments and is prepared to take the necessary measures, should the circumstances require so.

10.24 Subsequent events

Continuing its investment plan, the Parent Company (the parent company) decided in accordance with the minutes of the Board of Directors on 1-7-2022 to increase the Share capital of the 100% subsidiary company in Romania ENTERSOFT ROMANIA SOFTWARE SRL by € 350.000.

Apart from the events already mentioned, there are no subsequent events of the Financial Statements, which concern the Group and the Company, to which reference is required by the International Financial Reporting Standards.

Kallithea , 29/7/2022

Pantelis N. Nikolopoulos
Chairman of the Board of Directors

Antonios N. Kotzamanidis
Chief Executive Officer

Gregory C. Churtos
Financial and Administrative
Director

Nektaria A. Livaniou
Accounting Manager