Coca-Cola HBC Finance B.V.

Amsterdam, the Netherlands

CONDENSED INTERIM FINANCIAL INFORMATION AS AT 30 JUNE 2017

CONTENTS

DIRECTORS' REPORT

The Board of Directors herewith submits the condensed interim financial information for the six months ended 30 June 2017.

General

Coca-Cola HBC Finance B.V. (the "Company"), a private limited liability Company, was incorporated in the Netherlands on 13 April 2001, as a 100% owned subsidiary of CC Beverages Holdings II B.V. with its statutory seat in Amsterdam. The Company functions under the Laws of the Netherlands and is included in a fiscal unity with CC Beverages Holdings II B.V. for income tax purposes.

The Company acts as a finance vehicle for Coca-Cola HBC AG and its subsidiaries (the 'Group' or the 'Coca-Cola HBC Group'*)*. Funding of these activities is achieved mainly through the debt capital markets. Coca-Cola HBC AG, the ultimate parent company, (the "Parent") is based in Zug, Switzerland.

Financial review

The interest income for the first half of 2017 amounted to €43.7 million (first half 2016: €50.4 million). Profit after tax for the first half of 2017 amounted to €8.0 million (first half 2016: €4.2 million). Year-on-year profit before taxation increased by €5.0 million, mainly due to €6.6 million lower external interest expense and €6.0 million lower other finance costs; these positive effects were partially offset by a decrease in total interest income (€6.6 million) and an increase of interest expense from related parties (€1.6 million).

On 10 March 2016, the Company issued a fixed rate bond of €600.0 million due 11 November 2024, under the €3.0 billion Euro medium-term note programme. The coupon rate of the new bond is 1.875%, which, including the amortisation of the loss on the forward starting swap contracts over the term of the fixed rate bond, resulted in an effective interest rate of 2.99%. The new bond is guaranteed by Coca-Cola HBC AG. The proceeds from the bond issue were used for the repayment of the November 2016 bond. On the same date, the Company announced a tender offer for its bonds maturing in November 2016, resulting in a reduction in their nominal value by €214.6 million.

The above-mentioned loss on the settled forward starting swap contracts amounted to €55.4 million and was classified in the cash flow hedge reserve. The loss is amortised over the term of the new bond, that is until November 2024. The interest expense of the first half of 2017 includes an amount of €3.2 million cash flow hedge amortisation related to the settled forward starting swaps (2016: €2.0 million).

The Group's goal is to maintain a conservative financial profile. This is evidenced by the Investment Grade credit ratings maintained with both Standard & Poor's and Moody's. Standard & Poor's affirmed the Group's positive outlook in April 2017 and Moody's affirmed the Company's stable outlook in November 2016. Both institutions affirmed their credit ratings.

Outlook

The Company operates as an intragroup financing and currency and commodity risk hedging entity and only operates for this purpose.

The Company has a robust liquidity management framework in place, which ensures that there are sufficient funds available to cover its short and long-term commitments.

Principal risks and uncertainties

In the course of its business, the Company is exposed to several financial risks. Its overall risk management programme focuses on the unpredictability of financial markets and seeks to minimise potential adverse effects on its financial performance. These include amongst others, foreign currency risk, interest rate risk, credit risk and liquidity risk. These risks are managed in accordance with the Treasury Policy, which describes objectives, responsibilities and management of these financial risks. The policy is updated on a regular basis.

Foreign currency risk

The Company is exposed to the effect of foreign currency risk on cash balances and on funding provided to the Group. Forward or option contracts are used to hedge the Company's foreign currency risk. These contracts normally mature within one year. As a matter of policy, the Company does not enter into speculative derivative financial instruments. The policy is to negotiate the terms of the hedge derivatives to match the terms of the hedged item in order to maximize hedging effectiveness.

Interest rate risk

The long-term borrowings from the capital market have a fixed interest rate. Any short-term borrowings from external parties, excluding the commercial paper program, as well as most of the borrowings from Group companies are primarily floating rate instruments. Almost all the lending to Group companies have a floating interest rate based on the average borrowing cost of the Company, which is reset on a quarterly basis.

Interest rate option contracts may also be utilized by the Company to reduce the impact of adverse change in interest rates on current and future floating rate debt.

Credit risk

The Company has policies in place that limit the amount of counterparty exposure to any single financial institution. The investment policy objective is to minimize counterparty risks, with strict investment limits set per counterparty, where cash is invested. The Board of Directors of the Company approve counterparty limits to ensure that risks are controlled effectively and that transactions are undertaken with approved counterparties.

Liquidity risk

The Company actively manages liquidity risk to ensure there are sufficient funds available for any short term and long-term commitments. The Euro-commercial paper program and the unutilised revolving credit facility are used to manage the liquidity risk. Cash and cash equivalents for the period ended 30 June 2017 amounted to €513.6 million (31 December 2016: €393.0 million). The increased cash balance is mainly due to a decreased level of intra Group financing and a net inflow of €11.5 million as a result of the issuance of commercial paper.

The Euro-commercial paper programme and the Euro medium-term note programme are fully, unconditionally and irrevocably guaranteed by Coca-Cola HBC AG. The syndicated loan facility is fully, unconditionally and irrevocably guaranteed by Coca-Cola HBC AG and Coca-Cola HBC Holdings B.V. and is not subject to any financial covenants

Management is comfortable with how risks are being addressed within the Company.

The Group Financial Controlling Department monitors the internal financial control system across all Coca-Cola HBC AG Group companies, including the Company, and reports the findings to management and the Audit Committee of the Parent. In addition, the Corporate Audit Department independently audits the internal financial control system across all Coca-Cola HBC AG Group companies and reports its findings to the management and the Audit Committee of the Parent. The audit plan and audit scope for the Company is focused on the areas of greatest risks, using a risk based approach audit plan.

Coca-Cola HBC AG Group has adopted a strategic Enterprise Wide Risk Management (EWRM) approach to risk management, providing a fully integrated common risk management framework across the Coca-Cola HBC AG Group, including Coca-Cola HBC Finance B.V. The primary aim of this framework is to minimize the organisation's exposure to unforeseen events and to provide certainty to the management of identified risks in order to create stable environment within which the Company can deliver its operational and strategic objectives for the Group. These objectives are achieved by:

- Monthly management reporting; and
- Regular reviews by the Board of Directors of the Company.

Managing Directors

During the period under review, the Company had four Managing Directors, who received no remuneration during the current or previous financial year. On 13 January 2017, Wilhelmus Joseph Langeveld resigned as Managing Director and Sjors van der Meer was appointed as Managing Director.

The size and composition of the Board of Directors and the combined experience and expertise should reflect the best fit for the profile and strategy of the Company. Since 2012 the Board has, with the exception of a few months in 2013, one female Director. The Company is aware that the gender diversity is still below the goals as set out in article 2:276 section 2 of the Dutch Civil Code and the Company will pay close attention to gender diversity in the process of recruiting and appointing new Managing Directors.

Directors' statement

The half-yearly financial statements for 2017 of the Company have been prepared in accordance with the International Financial Reporting Standards as adopted by the European Union ('EU') applicable to Interim Financial Reporting ('IAS 34') and in our opinion give a true and fair view of the Company's assets and liabilities, of the financial position at 30 June 2017 and of the results of the Company's operations and cash flows for the half year 2017, the situation on the balance sheet date, of developments during the financial year and of developments expected in the near future.

Amsterdam, 21 August 2017

Directors:

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Garyfallia Spyriouni	**Michail Imellos**	**Sjors van der Meer**	**Huig Johan Braamskamp**

Condensed interim income statement (unaudited)

	Notes	**Six months to 30 June 2017 €'000**	Six months to 1 July 2016 €'000
Interest income from financing to related parties	10	**37,344**	47,945
External interest income	7	**6,383**	2,430
Total interest income		**43,727**	50,375
External interest expense	7	**(21,792)**	(28,395)
Interest expense from financing from related parties	10	**(8,825)**	(7,203)
Total interest expense		**(30,617)**	(35,598)
Net interest income		**13,110**	14,777
Other finance costs	7	**(1,075)**	(7,071)
Net finance income		**12,035**	7,706
Net foreign exchange losses	8	**(627)**	(1,047)
Other expenses		**(777)**	(994)
Profit before taxation		**10,631**	5,665
Income tax expense	3	**(2,652)**	(1,427)
Profit after tax		**7,979**	4,238

Condensed interim statement of comprehensive income (unaudited)

	Six months to 30 June 2017 €'000	Six months to 1 July 2016 €'000
Profit after tax	**7,979**	4,238
Other comprehensive income:		
Items that may be subsequently reclassified to income statement:		
Cash flow hedges:		
Losses during the period	**-**	(30,905)
Losses reclassified to the income statement for the period	**3,168**	1,995
Total other comprehensive income/(loss)	**3,168**	(28,910)
Total comprehensive income/(loss) for the period	**11,147**	(24,672)

The accompanying notes form an integral part of these condensed interim financial statements.

Condensed interim balance sheet (unaudited)

	Notes	As at 30 June 2017 €'000	As at 31 December 2016 €'000
Assets			
Property, plant and equipment		305	331
Receivables from related parties	10	2,167,931	2,262,310
Other non-current assets		2,113	1,974
Total non-current assets		2,170,349	2,264,615
Receivables from related parties	10	60,396	70,654
Other current assets		3,928	4,404
Cash and cash equivalents	4	513,612	393,034
Total current assets		577,936	468,092
Total assets		2,748,285	2,732,707
Liabilities			
Payables to related parties	10	553,740	614,803
Short-term borrowings	4	127,828	108,500
Current tax liabilities	5	6,302	9,400
Other current liabilities		4,913	19,198
Total current liabilities		692,783	751,901
Payables to related parties	10	333,416	271,077
Long-term borrowings	4	1,392,677	1,391,844
Other non-current liabilities		1,414	1,037
Total non-current liabilities		1,727,507	1,663,958
Total liabilities		2,420,290	2,415,859
Equity			
Share capital	6	1,018	1,018
Share premium	6	263,064	263,064
Hedging reserve		(47,079)	(50,247)
Retained earnings		110,992	103,013
Total equity		327,995	316,848
Total equity and liabilities		2,748,285	2,732,707

The accompanying notes form an integral part of these condensed interim financial statements.

Condensed interim statement of changes in equity (unaudited)

	Share capital €'000	Share premium €'000	Hedging Reserve €'000	Retained Earnings €'000	Total shareholder's equity €'000
As at 1 January 2016	1,018	263,064	(24,539)	92,025	**331,568**
Total comprehensive income for the period	-	-	(28,910)	4,238	**(24,672)**
As at 1 July 2016	**1,018**	**263,064**	**(53,449)**	**96,263**	**306,896**
Total comprehensive income for the period	-	-	3,202	6,750	**9,952**
As at 31 December 2016	**1,018**	**263,064**	**(50,247)**	**103,013**	**316,848**
Total comprehensive income for the period	-	-	3,168	7,979	11,147
As at 30 June 2017	**1,018**	**263,064**	**(47,079)**	**110,992**	**327,995**

The accompanying notes form an integral part of these condensed interim financial statements.

Condensed interim cash flow statement (unaudited)

	Notes	**Six months to 30 June 2017 €'000**	Six months to 1 July 2016 €'000
Operating activities			
Profit after tax		**7,979**	4,238
Adjustments for:			
Income tax expense		**2,652**	1,427
Interest expense		**30,617**	35,598
Buy back premium		**-**	6,230
Interest income		**(43,727)**	(50,375)
Amortisation of other prepaid financing fees		**648**	252
Depreciation of property, plant and equipment		**39**	13
		(1,792)	(2,617)
Increase in financing to the Group		**(289,769)**	(664,415)
Decrease in financing to the Group		**393,488**	620,974
Increase in financing from the Group		**2,311,730**	2,221,126
Decrease in financing from the Group		**(2,308,981)**	(2,141,520)
Decrease/(increase) in other assets		**(153)**	496
Decrease in other liabilities		**(9,490)**	(1,324)
Payment for purchases of property, plant and equipment		**(13)**	(219)
Interest received		**45,892**	65,399
Interest and fees paid		**(31,834)**	(45,372)
Taxes paid		**-**	(10)
Net cash from operating activities		**109,078**	52,518
Financing activities			
Proceeds from external borrowings		**313,000**	962,000
Repayment of external borrowings		**(301,500)**	(631,619)
Payments for settlement of forward starting swap contracts		**-**	(55,445)
Net cash from financing activities		**11,500**	274,936
Increase in cash and cash equivalents		**120,578**	327,454
Cash and cash equivalents at 1 January		**393,034**	387,248
Increase in cash and cash equivalents		**120,578**	327,454
Cash and cash equivalents	4	**513,612**	714,702

The accompanying notes form an integral part of these condensed interim financial statements.

1. General information

Coca-Cola HBC Finance B.V. (or the "Company"), was incorporated in the Netherlands on 13 April 2001, as a 100% subsidiary of CC Beverages Holdings II B.V. with its statutory seat in Amsterdam. The Company functions under the Laws of the Netherlands.

Registered Company number: 34154633

The registered address of the Company is Radarweg 29, 1043 NX Amsterdam, the Netherlands

The Company acts as a finance vehicle for Coca-Cola HBC AG and its subsidiaries (the "Group" or the "Coca-Cola HBC AG Group"). Funding of these activities is done mainly through the debt capital markets.

The Company is ultimately controlled by Coca-Cola HBC AG (the "Parent"), which owns 100% of the ordinary shares of the Company through its subsidiary CC Beverages Holdings II B.V. Coca-Cola HBC AG was incorporated in Zug, Switzerland.

The Group's annual integrated report of 2016 is available on the Coca-Cola HBC AG's website, www.coca-colahellenic.com.

2. Accounting policies and basis of preparation

The accounting policies used in the preparation of the condensed interim financial statements of the Company are consistent with those used in the annual financial statements for the year ended 31 December 2016.

Costs that are incurred unevenly during the financial year are anticipated or deferred in the interim report only if it would also be appropriate to anticipate or defer such costs at the end of the financial year.

These condensed interim financial statements have been prepared in accordance with International Financial Reporting Standards ('IFRS') as issued by the International Accounting Standards Board ('IASB') adopted by the European Union ("EU") and applicable to Interim Financial Reporting ('IAS 34'). IFRS as adopted by the EU differs in certain respects from IFRS as issued by the IASB. However, the differences have no impact on the Company's condensed interim financial statements for the periods presented. These condensed interim financial statements should be read in conjunction with the 2016 annual financial statements, which include a full description of the accounting policies of the Company.

The condensed interim financial information has been reviewed by the auditor and is unaudited.

Amendments to IFRSs effective for the financial year ending 31 December 2017 are not expected to have a material impact on the financial statements but may affect disclosures.

3. Taxation

The Company primarily performs financing activities for the Group, with the required funds for its activity being borrowed from Group companies as well as external funding sources. For these activities, the Company charges the Group companies an arm's length remuneration and as a result, thereof a profit (interest) margin is earned in the Netherlands. This interest margin, after deduction of administrative expenses, is subject to taxation in the Netherlands.

	Six months to 30 June 2017 €'000	Six months to 1 July 2016 €'000
Profit before tax	**10,631**	5,665
Tax charge for the period	**(2,646)**	(1,404)
Tax charge previous periods	-	(13)
Withholding tax	**(6)**	(10)
Current Taxation	**(2,652)**	(1,427)

4. Net debt

	As at 30 June 2017 €'000	As at 31 December 2016 €'000
Long-term borrowings	**1,726,093**	1,662,921
Short-term borrowings	**681,568**	723,303
Cash and cash equivalents	**(513,612)**	(393,034)
Net debt	**1,894,049**	1,993,190

In March 2016 the Group completed the issue of a €600 million, Euro-denominated, fixed rate bond, maturing in November 2024. The net proceeds of the new issue were used to repay the €600 million, 4.25%, 7-year, fixed rate bond which matured in November 2016.

5. Current tax liabilities

The current tax liabilities which amounted to €6.3 million as at 30 June 2017 (31 December 2016: €9.4 million), reflect the current account balance with CC Beverages Holdings II B.V. connected with income tax liabilities. The Company and CC Beverages Holdings II B.V. form a fiscal unity for Dutch corporate income tax purposes. CC Beverages Holdings II B.V. has the formal relationship with the Dutch tax authorities as the head of the fiscal unity. Both companies included in the fiscal unity are jointly and severally liable for the income tax liability.

6. Share capital

The authorised capital of the Company is €5,000,000, which is divided into 50,000 shares of €100 each. The issued share capital as at 30 June 2017 and 31 December 2016 comprised 10,180 shares of €100 each fully paid, with total nominal value €1,018,000.

In August 2004, 10,000 shares with a nominal value of €100 each were issued at an issue price of €4.5 million. The difference between the issue price and the total nominal value of the new shares was recorded as share premium.

In October 2009, the Company received a capital contribution recorded in share premium for an amount of €384.6million.

On 2 February 2011, the Company repaid to CC Beverages Holdings II B.V. the amount of €125.0 million in share premium. After the repayment of the share premium the Company's share premium amounted to €263.1 million.

There is only one class of shares, of which the par value is €100. Each share provides the right to one vote at general meetings of the Company and entitles the holder to dividends declared by the Company.

7. External finance costs, net

	Six months to 30 June 2017	Six months to 1 July 2016
	€'000	€'000
External interest expense	(21,792)	(28,395)
Other finance costs	(1,075)	(7,071)
External interest income	6,383	2,430
External finance costs, net	**(16,484)**	**(33,036)**

The decrease in other finance costs is due to the buy back premium of €6.2 million related to the early redemption of the 4.25% bond in March 2016 recorded in other finance costs. These costs are not applicable in the first half of 2017. The decrease in external interest expense is mainly due to lower effective interest rate applied on the bond issued in March 2016, whereas the increase in external interest income is mainly caused by the increase in the forward points included as interest income from the derivative contracts.

8. Net foreign exchange translation gains

In the first half of 2017, the Company incurred net foreign exchange loss of €0.6 million (first half of 2016 net foreign exchange loss of €1.0 million). Since June 2015, all non-Euro borrowings to Group companies are hedged.

9. Fair value

The Company's financial instruments recorded at fair value are included in Level 2 within the fair value hierarchy and comprise derivatives. There have been no changes in valuation techniques and inputs used to determine their fair value since December 2016. As at 30 June 2017, the total financial assets included in Level 2 amounted to €4.8 million (31 December 2016: €5.0 million) and the total financial liabilities in Level 2 amounted to €5.2 million (31 December 2016: €7.7 million). There were no transfers between Level 1, 2 or 3 during the first half of 2017.

The fair value of bonds and notes payable applying the clean market price as at 30 June 2017 is €1,482.1 million (31 December 2016: €1,490.7 million), compared to their book value, including the current portion, of €1,392.7 million (31 December 2016: €1,391.8 million).

10. Related party transactions

Since the principal activity of the Company is the provision of financial services to the Group, related party transactions relate to the borrowing and lending activities of the Company with the Group.

The income tax liability, which is a short-term payable to CC Beverages Holdings II B.V., is not included in the analysis in the paragraphs (a) and (b) below.

(a) Interest income and receivables

The table below shows the most important related parties in both interest income and related party receivables:

	Related parties receivable		**Interest income**	
	As at 30 June 2017	**As at 31 December 2016**	**Six months to 30 June 2017**	**Six months to 1 July 2016**
	€'000	**€'000**	**€'000**	**€'000**
CC Beverages Holdings II B.V.	1,235,167	1,279,798	20,360	23,491
Coca-Cola HBC Italia S.r.l.	389,379	390,369	6,285	11,165
Coca-Cola HBC Northern Ireland Limited	202,009	217,177	4,376	6,185
CCB Management Services GmbH	100,963	89,364	1,389	1,840
Coca-Cola HBC Česko a Slovensko, s.r.o.	61,820	73,632	584	678
Coca-Cola HBC Greece S.A.I.C.	54,103	54,117	873	-
Coca-Cola HBC AG	48,444	66,604	908	1,570
Coca-Cola HBC Austria GmbH	56,008	64,170	941	1,361
Other related parties	80,434	97,733	1,628	1,655
Total	**2,228,327**	**2,332,964**	**37,344**	**47,945**

(b) Interest expense and payables

The table below shows the most important related parties in both interest expense and related party payables:

	Related parties payable		Interest expense	
	As at 30 June 2017	As at 31 December 2016	Six months to 30 June 2017	Six months to 1 July 2016
	€'000	€'000	€'000	€'000
Coca-Cola HBC Procurement GmbH	185,146	170,995	718	399
Coca-Cola HBC Holdings B.V.	176,300	59,500	-	2
Star Bottling Limited	28,278	97,261	297	762
Coca-Cola HBC Italy S.r.l.	56,483	-	-	-
Coca-Cola HBC Switzerland Ltd	44,037	71,644	137	14
LLC Coca-Cola HBC Eurasia	76,420	99,623	4,292	1,180
Coca-Cola HBC Romania Ltd	67,005	105,663	787	705
Coca-Cola HBC Bulgaria AD	40,905	28,444	88	62
Coca-Cola HBC AG	597	656	1,191	2,229
Other related parties	211,985	252,094	1,315	1,850
Total	**887,156**	**885,880**	**8,825**	**7,203**

11. Events after the Balance Sheet date

No significant events occurred after 30 June 2017.

The condensed interim financial statements on page 6 to 9 and the attached notes on pages 10 to 14 have been approved by the directors on 21 August 2017.

Directors:

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Garyfallia Spyriouni	**Michail Imellos**	**Sjors van der Meer**	**Huig Johan Braamskamp**