

Annual Report 2005

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Board of Directors

Aymar de LASTOURS *Honorary Chairman*

BOARD OF DIRECTORS

Jason STRATOS	<i>Chairman</i>	<i>Non-executive member</i>
Evangelos MYTILINEOS	<i>Vice-Chairman</i>	<i>Non-executive member</i>
Ioannis MYTILINEOS	<i>Vice-Chairman</i>	<i>Non-executive member</i>
Spyridon KASDAS	<i>Managing Director</i>	<i>Executive member</i>
Iosif AVAYANOS	<i>Director</i>	<i>Non-executive, independent member</i>
Stamatis GIANNAKOPOULOS	<i>Director</i>	<i>Non-executive member</i>
Ioannis DESYPRIS	<i>Director</i>	<i>Non-executive member</i>
Apostolos MITSOVOLEAS	<i>Director</i>	<i>Executive member</i>
Nikolaos MOUSSAS	<i>Director</i>	<i>Non-executive member</i>
Dimitrios PAPADOPOULOS	<i>Director</i>	<i>Non-executive, independent member</i>
Anastasios TZAVELLAS	<i>Director</i>	<i>Non-executive, independent member</i>
Evangelos CHRISAFIS	<i>Director</i>	<i>Non-executive member</i>
PECHINEY S.A., represented by Jean-Philippe PUIG	<i>Director</i>	<i>Non-executive member</i>

SECRETARY OF THE BOARD OF DIRECTORS

Maro KAPSIOTIS FERGADIS *Head of Legal Department*

MANAGEMENT COMMITTEE

Spyridon KASDAS	<i>Chief Executive Officer</i>
Apostolos MITSOVOLEAS	<i>Chief Financial Officer</i>
Spyridon ECONOMACOS	<i>Commercial Director</i>
Dimitris STEFANIDIS	<i>Plant Manager</i>
Dimitris GEORGANTONIS	<i>Management Consultant</i>
Ploutarchos TATSIS	<i>Alumina Director</i>
Mattheos KONSTANTINIDIS	<i>Managing Director of DELPHES & DISTOMON S.A.M.</i>
Georgios GEORGALAS	<i>Aluminium Director</i>
Kostas PASSOS	<i>Human Resources & Continuous Improvement Director</i>
Dimitris BOUFOUNOS	<i>Health, Safety and Environment Director</i>

INTERNAL AUDIT COMMITTEE

Jason STRATOS	<i>Chairman</i>
Iosif AVAYANOS	<i>Member</i>
Dimitrios PAPADOPOULOS	<i>Member</i>
Maro KAPSIOTIS FERGADIS	<i>Secretary</i>

INTERNAL AUDITOR

Ioannis NIKOLAIDIS

1. Financial Information in brief

ALUMINIUM DE GRECE S.A.I.C.

I. Summary of Financial Statements

(in €)	2002	2003	2004
Sales	363,878,428.03	316,649,351.32	357,318,050.19
Gross profit	62,421,789.41	37,692,423.29	70,023,826.76
Operating Expenses	7,816,454.95	6,632,898.24	5,598,791.01
Financial Results	4,442,006.91	3,802,453.39	3,950,504.35
Operating Results	60,868,634.10	36,804,430.12	69,966,006.07
Net Profit	36,044,980.87	17,177,513.19	47,485,729.43
Attributable Net Profit	20,457,097.28	7,031,681.18	25,297,416.46
Dividends	19,420,236.00	6,473,412.00	21,578,040.00
Retained Earnings	-	-	-
Total Tangible Assets	928,717,559.62	938,629,391.90	1,043,248,689.60
Depreciation	800,078,756.64	813,762,900.97	827,751,678.74
Net Tangible Assets	128,638,802.98	124,866,490.93	215,497,010.86
Total Current Assets	216,334,460.85	220,451,791.15	269,530,961.99
Total Assets	361,053,532.64	360,388,898.85	498,709,584.31
Total Equity	270,097,711.12	271,438,945.74	367,221,602.53
Total Liabilities	47,445,808.60	41,086,564.62	77,107,012.72

II. Summary of Consolidated Financial Statements

(in €)	2002	2003	2004
Sales	362,878,428.03	316,649,351.32	357,347,602.73
Gross profit	67,925,177.37	42,776,649.36	73,894,040.94
Operating Expenses	8,283,705.29	7,100,255.91	6,085,323.37
Financial Results	3,275,432.19	1,806,693.02	2,155,099.75
Operating Results	64,687,024.81	39,315,876.38	71,424,287.25
Net Profit	38,531,536.25	18,399,562.95	47,954,801.62
Attributable Net Profit	21,128,268.43	7,130,732.38	25,013,279.76
Total Tangible Assets	990,906,732.10	1,004,018,074.24	1,114,099,257.36
Depreciation	852,117,082.49	869,535,571.77	887,861,976.42
Net Tangible Assets	138,789,649.61	134,482,502.47	226,237,280.94
Total Current Assets	221,462,410.51	224,953,973.43	275,852,976.13
Total Assets	364,676,444.27	362,844,654.91	503,736,914.13
Total Equity	272,174,471.94	273,337,931.26	370,447,339.86
Total Liabilities	47,546,898.84	40,295,540.04	77,510,458.41

Summary of Financial Statements under IFRS

Consolidated Balance Sheet

(in '000 €)	2003	2004	2005
Non-Current Assets			
Fixed Assets (Property, Machinery and Equipment)	274,220	279,293	329,608
Goodwill	-	-	-
Other non Current Assets	1,127	1,562	1,710
Current Assets			
Inventories	54,456	47,602	62,705
Receivables	98,324	110,106	130,084
Financial Assets	5,470	5,470	11,236
Cash	49,472	114,030	41,188
Total Assets	503,069	558,063	576,531
Equity Disposable to Shareholders	374,591	429,526	448,016
Minority Interests	3	3	3
Total Equity	374,594	429,529	448,019
Long-Term Liabilities			
Long-Term Debt	-	-	-
Other Long-Term Liabilities	85,535	64,008	54,249
Short-Term Liabilities			
Trade and Other Payables	42,940	64,526	74,263
Short-Term Debt	-	-	-
Total Liabilities	128,475	128,534	128,512
Total Equity and Liabilities	503,069	558,063	576,531

Consolidated Income Statement under IFRS

(in '000 €)	2004	2005
Sales	356,488	382,158
Cost of Sales	(296,461)	(316,702)
Gross Profit	60,027	65,456
Operating Profit	11,383	17,064
Operating Expenses	(252,120)	(16,443)
Financial Results	2,071	9,402
Profit Before Tax	48,269	75,479
Profit After Tax	33,032	52,058

2. Information on the Preparation of the Annual Report and on the Company's Auditors

The current Annual Report includes all the information and financial data necessary for the proper evaluation of the assets, financial position, operating results and prospects of ALUMINIUM DE GRECE S.A. (henceforth called "the Company") by investors and consultants.

This Annual Report was prepared and distributed according to the provisions of the current legislation.

The persons responsible for the preparation and the accuracy of the data provided in the present Annual Report are the following:

- Spyridon Kasdas, Managing Director (1, Sekeri Street, Athens 106 71, tel. 210 3693000)
- Apostolos Mitsovoles, Chief Financial Officer (1, Sekeri Street, Athens 106 71, tel. 210 3693000)
- Maro Kapsioti Fergadi, Secretary of the Board of Directors, Head of the Legal Department (1, Sekeri Street, Athens 106 71, tel. 210 3693000).
- Pantelidou Evi, Head of Shareholders' Services Department (Patroklou 5-7, Paradisos Amarousiou, tel. 210 6877389).

The Board of Directors, whose members have all been informed about the contents of this Annual Report and the persons responsible for its preparation, solemnly declare that:

- All information and data included in the Annual Report is complete and true.
- No other data is available and no other events have taken place that, if withheld or omitted, could render the whole or parts of the data and information, included in the Annual Report, misleading.
- There are no legal disputes or arbitrations pending against the Company that could have a serious effect on the Company's financial situation.

Responsible for the audit of fiscal years 2001, 2002 and 2003 were the Certified Auditors - Accountants Mr. Constantinos Michalatos (Association of Auditors Registration Number 17701) and Mr. Costas Cotsilinis (Association of Auditors Registration Number 12711), responsible for the audit of fiscal year 2004, were Mr. Kiriakos Riris (Association of Auditors Registration Number 12111) and Vasilios Goutis (Association of Auditors Registration Number 10411), all from the auditing company PRICEWATERHOUSECOOPERS. Responsible for the audit of fiscal year 2005 was Mr. Vasilis Kazas (Association of Auditors Registration Number 13281) from the auditing company GRANT THORNTON.

The Company's financial statements and related data have been considered as true and accurate. The auditors' reports can be found in section 8 of this Annual Report. Furthermore, the Certified Auditors-Accountants of the above fiscal years declare that there has been no disagreement between the Company's management and themselves and that the Company has a reliable internal audit system, as can be determined from the respective certifications in section 8 of this Annual Report.

It should be noted that the Certified Auditors' report for fiscal year 2005 contains no qualifications.

3. Board of Directors Management Report

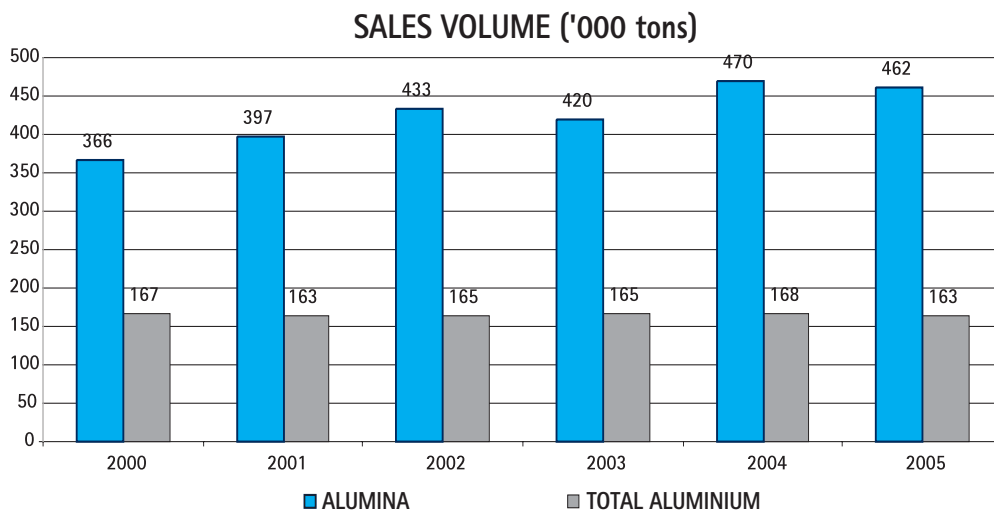
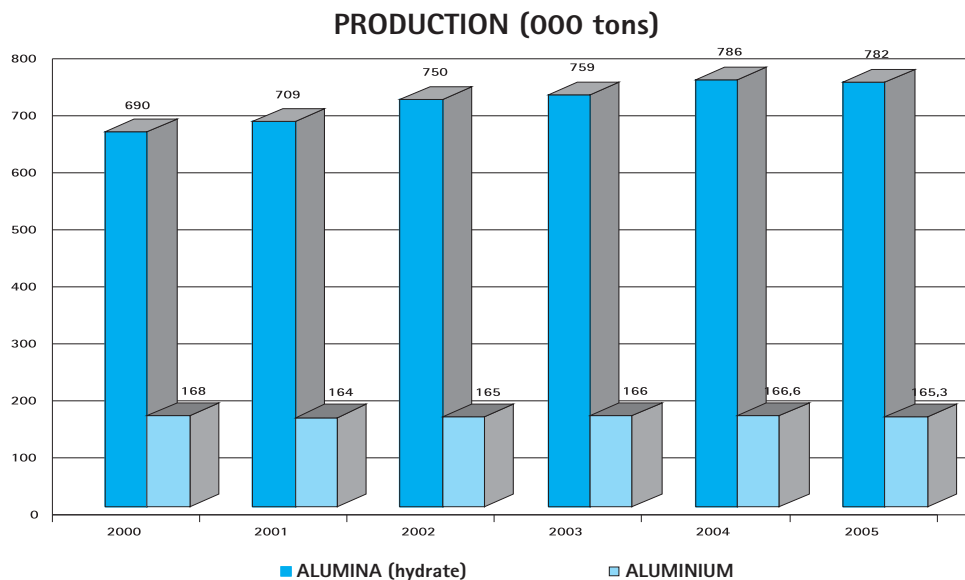
3.1. OVERVIEW

BUSINESS ENVIRONMENT

3.1.1. The Alumina Market

The world alumina market has remained tight and in deficit, with international spot prices at historical high levels (>500\$/ton). However, it is likely to be affected by the considerable increase in worldwide production capacity expected in the second half of 2006.

The year 2005 ended with very low stocks of alumina for sale.



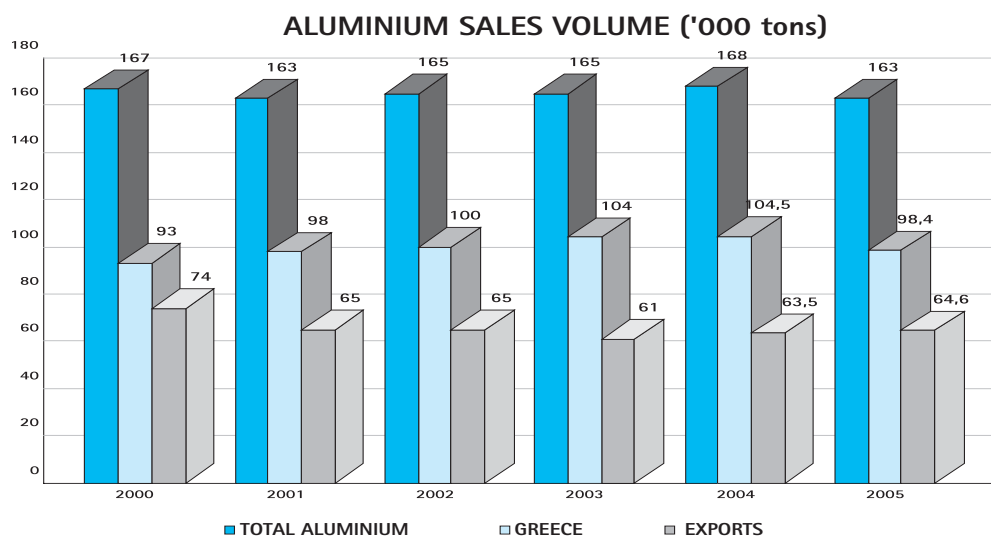
3.1.2. The Aluminium Market

The price of aluminium has moved positively at average levels (+10.6%), in line with the changes expected in main market indices.

Increased use in new applications and the ongoing growth, posted by the construction and transportation sectors, contribute to maintaining demand at very high levels (+5.7% worldwide, +2.5% western world), while China, being the principal player (+15%), stabilised demand from the industrial world, which was considerably reduced as against 2004 (+7.5%). Currently, the supply of final product has been strengthened further (+6.8% worldwide, +2.6% western world), though the final balance of production has remained in deficit for the second consecutive year (180-260 thousand tons) even though such deficit has been lower than in 2004 (460-600 thousand tons).

In general, the balance deficit remains a production problem, rather than a result of demand irrespective of the economic environment. The main reasons are the increase in input costs (alumina and energy), as well as the stricter environmental and regulatory framework of operation applying in industrial nations; intensification (constantly at near 90% in recent years) and growth of production capability (+4.89% as to primary production in 2005), do not seem to operate as deterrents at present. The level of recorded stocks (approx. 2.9 million tons) and their actual reduction in 2005 (0-38 thousand tons) do not reflect the situation as presented by the balance of production, since it is increasingly thought that a large part of non-recorded stocks entered the market, particularly during the last quarter of the year.

The average price for the year stands at \$1,897.65/ton, and the year's closing price at \$2,285.00/ton. The changes posted in each quarter's prices as against the preceding quarter were 3.9% in the first quarter, -5.8% in the second, 2.2% in the third, and 13.5% in the fourth; the price range was between \$2,289.00 and \$1,675.00.



3.1.3. Sector's Trends

BASIC METAL PRICES IN 2005

The course of the prices of base metals in the London Metal Exchange (LME) during 2005 has, as expected, confirmed the strong upward trend in the current economic cycle. The prices of all metals (excluding tin) have increased considerably (between +5.5% and +31.8%), while the market index (LMEX) posted a 17.06% increase.

Total demand for metals has grown by 2.0-2.5% (as against 7% in 2004) with average global growth at 4.6%, while production remained almost constant at 4.5% though displaying significant variations on a case-by-case basis. The reduced demand as against 2004 must be attributed not only to substitution by other industrial materials and the extensive use of scrap, but also to the fact that consumption (which remained more or less stable) is not translated fully into real demand, since the stocks accumulated in previous years are being systematically channelled into the market. This is due to the high price levels and production problems, which, in some cases, render the creation of the required counter-balancing conditions difficult.

In addition, the ongoing increase in investment in metal indices and stock market products, mainly on the part of long-term asset managers, but also by investors seeking higher returns than those provided by conventional products, leads to artificially inflated demand and creates conditions of self-sustainable growth, since such trading has generated very considerable profits in the last two years.

In terms of relative returns, the two index-linked metals, i.e. copper and aluminium, have had a positive course, though at a different rate (+28.4% and 10.6% respectively). Zinc posted the best performance (+31.8%).

3.2. ALUMINIUM DE GRECE S.A. in 2005

2005 has been particularly significant for the ALUMINIUM DE GRECE Group, since it was acquired from the ALCAN Group by the MYTILINEOS Group; it also embarked on a very important investment project, involving electricity and steam co-generation, which will cover the needs of the production plant.

The above acquisition marks the beginning of a new era for the ALUMINIUM DE GRECE Group – an era in which it will be called upon to play a leading role in the new business organisation of which it is part and liberate all of its inherent dynamism, being the only vertically organised producer of primary-cast aluminium in Greece and one of very few in Europe.

Our association with the MYTILINEOS Group marks a significant development, which strengthens the company in the current time and bodes well for the future; this has already been shown by the important investment project in self-produced electric energy via the co-generation plant.

The performance, up till now, and the favourable prospects ahead are reflected in the Company's share price, which was increased very considerably (by 287.55%) in 2005.

This positive development, brought about by the higher aluminium and alumina prices in the LME, but also by our ongoing and successful efforts at continuous improvement of cost factors and at attaining satisfactory technical and operational factory performance, was vividly reflected in the financial results for fiscal year 2005. The year was very successful for the Group, since sales grew by 7.2%, earnings before tax and financial activities grew considerably, by 30%, and earnings after tax and minority rights grew by 58% as against 2004.

Production of hydrate alumina in 2005 amounted to 782,000 tons (786,000 tons in 2006) while production of primary-cast aluminium to 165,300 tons (166,600 tons in 2004).

The sales of calcined alumina in 2005 amounted to 455,400 tons (464,500 tons in 2004) while sales of aluminium products were as follows:

- columns/billets, 107,000 tons (111,200 tons in 2004);
- slabs, 52,000 tons (52,300 tons in 2004);
- ingots, 3,500 tons (4,400 tons in 2004).

3.3. PROSPECTS FOR THE YEAR 2006

The year 2006 is expected to be very favourable for the Company, since indications are that alumina and aluminium prices will remain at high levels, while the Euro is not expected to rise significantly as against the US Dollar. To the above must be added the hedging strategy that the Group has begun to apply. On the basis of this strategy, a considerable part of the production of 2006 has been sold via futures contracts at current price levels.

Ladies and Gentlemen Shareholders,

The ALUMINIUM DE GRECE Group reinforced its position in 2005, by focusing on attaining its financial, operational and technical objectives and by turning to account the favourable market conditions. Now effective action and persistence are required, in order to also realise our targets in 2006.

3.4. VALUE ADDED AND PERFORMANCE

The ALUMINIUM DE GRECE Group monitors its performance by analysing specific financial, technical, and operational indicators.

It is the Group's policy to assess its results and productivity on a monthly basis, identifying in a timely and efficient manner any deviation from the objectives set and applying the corresponding corrective measures if required.

3.4.1. Key Performance Indicators (KPIs)

A. Financial Indices

- ROCE (Return on Capital Employed) – Earnings before tax and financial results divided by the Group's total capital employed; the latter is the sum of Net Equity, total loans and long-term provisions.
- ROE (Return on Equity) – Earnings after tax divided by the Company's Net Equity.
- EVA (Economic Value Added) – Total capital employed multiplied by the difference of ROCE – cost of capital; it constitutes the amount by which the company's financial value increases.

In 2005, the above financial indices as compared to 2004 were:

	31/12/2005	31/12/2004
ROCE	12.65%	9.12%
ROE	11.22%	7.54%
EVA	905,000 €	-15,103,000 €

B. Operational and Technical Indices

- Index of accident frequency accompanied by suspension of work: in 2005 the index stood at 3.88 (0.95 in 2004).
- Index of accident frequency, whether accompanied by suspension of work or not: in 2005 the index stood at 4.86 (1.9 in 2004).
- % of pots in operation: 99.4 in 2005 (99.2 in 2004).

3.5. CORPORATE GOVERNANCE

The Company applies the Principles of Corporate Governance as determined by applicable Greek legislation and international practice. The aim of Corporate Governance as a system of regulations, principles and control mechanisms on the basis of which the Company is administered and managed, is to ensure transparency as against the investing public and safeguard the interests of the Company's shareholders and those connected its operation.

The Company's Board of Directors is the trustee of the Corporate Governance Principles. Currently, it is comprised of 2 executive and 11 non-executive members. Three of the non-executive members qualify, according to the provisions of Law 3016/2002 on Corporate Governance, as "independent directors".

The Audit Committee is comprised of non-executive Board members and is responsible for conducting objective internal and external audits and ensuring effective communication between audit officers and the Board. Its duties include ensuring compliance with the principles of Corporate Governance, the correct operation of the Internal Audit System, and supervision of the Company's Internal Audit division.

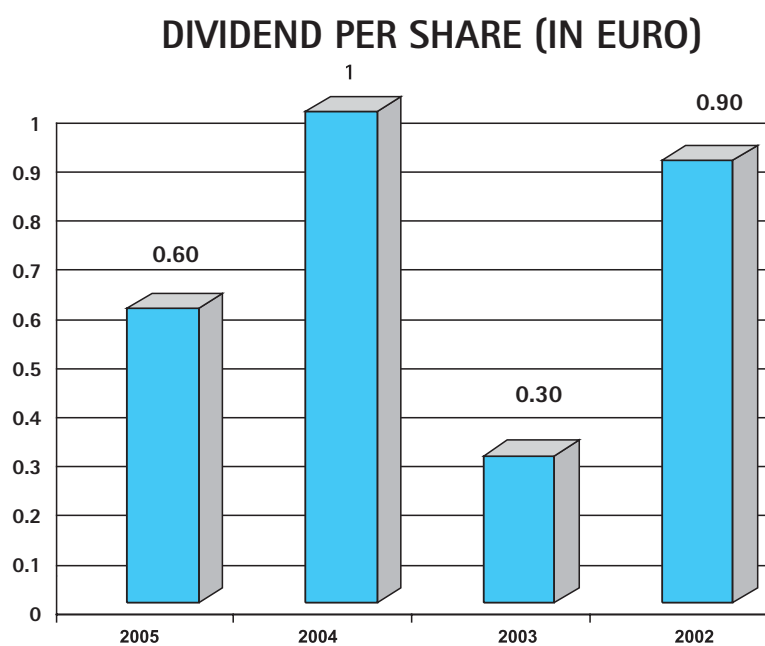
Internal audit is a fundamental and necessary condition for Corporate Governance. The Company's Internal Audit division is an independent administrative unit, reporting directly to the Board of Directors. Its duties include the evaluation and improvement of risk management and internal control systems, ensuring compliance with instituted policies and procedures as determined in the Company's Internal Operation Regulations, applicable legislation, and regulatory provisions.

As of 01/02/2002 the Company has instituted an Internal Audit service, supervised by Mr. Ioannis Nikolaidis who is a full-time employee exclusively engaged in internal auditing.

3.6. DIVIDEND POLICY

As regards dividend policy, the Company's management, taking into consideration, inter alia, the Company's productivity, prospects and investment plans, recommends the distribution of a dividend equal to € 0.60 per share.

Note that the dividend that the Company will decide to distribute for fiscal year 2005 is determined after taking into consideration the split decided by the Extraordinary General Meeting of February 2006 (see below, under paragraph 6.8.35), according to which the number of shares amounts now to 43,156,080.

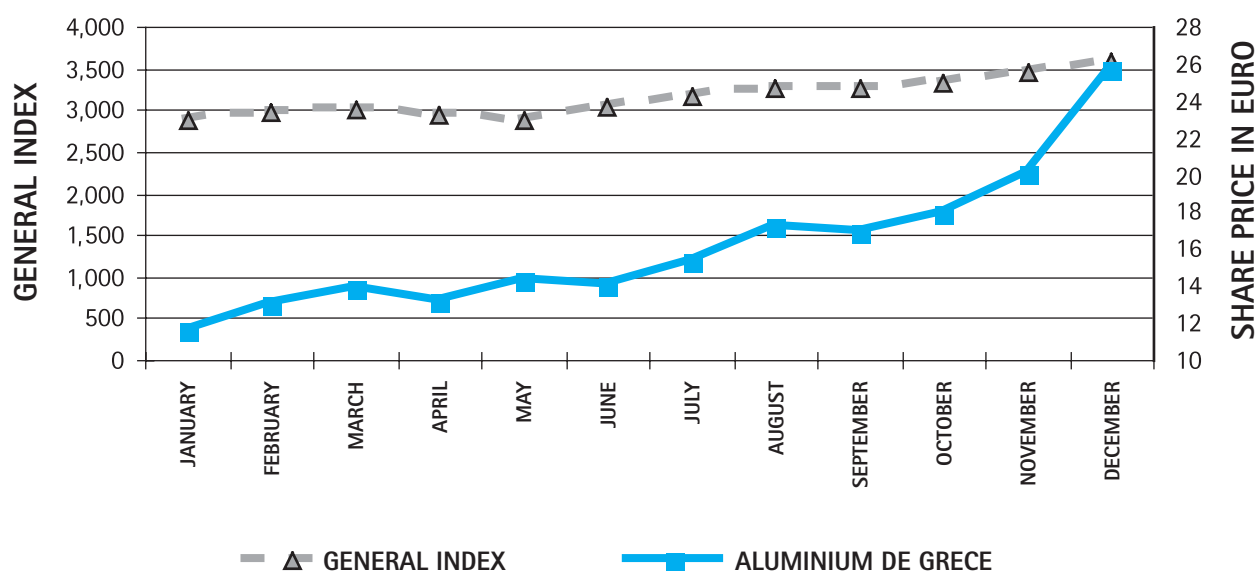


3.7 STOCK'S MARKET PRICE DEVELOPEMENT AND VOLUMES OF TRADING

The course of the share's stock market price and the volume of trading in 2005 are given in the following table:

MONTH	SHARE PRICE	TRADING	
	END OF MONTH	VOLUME OF SHARES	VALUE
	CLOSING PRICE (EURO)	TRADED	(in '000 EURO)
JANUARY	11.63	1,357,328	16,405
FEBRUARY	13.08	1,299,230	17,380
MARCH	13.92	13,926,542	103,191
APRIL	13.20	689,725	9,344
MAY	14.28	1,461,087	20,408
JUNE	14.04	1,312,121	18,480
JULY	15.30	1,175,304	18,536
AUGUST	17.25	1,557,182	26,975
SEPTEMBER	16.89	798,441	13,525
OCTOBER	17.95	983,982	17,650
NOVEMBER	20.14	1,329,169	26,713
DECEMBER	25.75	1,400,119	36,583

The course of the share's price in relation to the course of the General Index of the Athens Stock Exchange for the period January 2005 – December 2005 is given in the chart below:



4. Information on the Company

4.1. Share Capital

On December 31, 2005, the Company's share capital amounted to € 228,295,663.20, divided into 21,578,040 common registered shares with a nominal value of € 10.58 each.

The changes brought to the share capital and the number of shares by decision of the Extraordinary General Meeting of Shareholders on February 9, 2006, are described in paragraph 6.8.35 below.

4.2. Shareholders

According to the Shareholder Register of December 31, 2005, the Company's shareholders are the following:

SHAREHOLDERS	NUMBER OF SHARES	PERCENTAGE
MYTILINEOS S.A.-MYTILINEOS HOLDINGS	9,476,121	43.92%
ALCAN BETA	1,549,794	7.18%
MORGAN STANLEY AND CO INTERNATIONAL LTD	1,412,043	6.54%
ALUMINIUM DE GRECE S.A.	1,000,000	4.63%
FELTEX HOLDINGS LTD	280,230	1.30%
OTHERS	7,859,852	36.43%
Total	21,578,040	100.00%

4.3. Management – Administration

1. The names and positions of the Company's managers and officers are given in page 5 of the present Annual Report. The post address of the members of the Board of Directors and of the Management Committee is: 1, Sekeri Street, Athens 106 71.
2. According to the Company's Articles of Association (article 14), Board members serve for a six-year term. The most recent constitution of the Board as a body occurred on November 3, 2005.
3. During the meetings of April 5, 2005 and May 18, 2005, the Board of Directors appointed an Internal Audit Committee consisting of Mr. Jason Stratos, Mr. Iosif Avagianos and Mr. Dimitrios Papadopoulos; during the meeting of February 16, 2006, it confirmed the appointment of Mr. Ioannis Nikolaidis as Internal Auditor.

4.4. Facilities

The Company's plant are located 170 kms north-west from Athens, at Agios Nikolaos, Paralia Distomou, Prefecture of Viotia, and cover an area of 7,035,700 m².

They include self-owned port facilities for large tonnage ships.

The Company's factory complex is the only example of vertically organised production in Europe and consists of:

- An alumina production unit, with an annual production capacity of 775,000 tons.
- A primary aluminium production-electrolysis unit, with an annual capacity of 165,000 tons.
- A casthouse with an annual capacity of 170,000 tons of the final product (columns, slabs, ingots).
- An anode production unit for the requirements of electrolysis.
- Exploitation of bauxite reserves by the subsidiary company DELPHES-DISTOMON S.A.M.

4.5 . Investment policy

The table below presents the Company's investments over the period 2002-2005:

Description (000€)	2002	2003	2004	2005
Other intangible assets	-	184	130	858
Land	-	-	-	-
Buildings & Technical Projects	295	447	760	305
Machinery, Technical Installations & Other Mechanical Equipment	8,179	9,449	7,530	11,096
Transport Equipment	357	376	220	491
Furniture & Other Equipment	146	192	340	231
Fixed Assets Under Construction & Advance Payments	1,544	-737	7,428	48,534
TOTAL	10,521	9,911	16,408	61,515

Note:

1. Investments in fixed assets in the above table relate only to purchases and to fixed assets constructed by the Company; they do not include sales and write-offs for the respective periods.
2. The fixed assets constructed by the Company and completed over 2002-2005, have been transferred from the Account "Fixed Assets under construction and advance payments" to the appropriate fixed asset categories. The rest of the data presented is an analysis of projects still under construction on December 31, 2005, classed by year of origin.

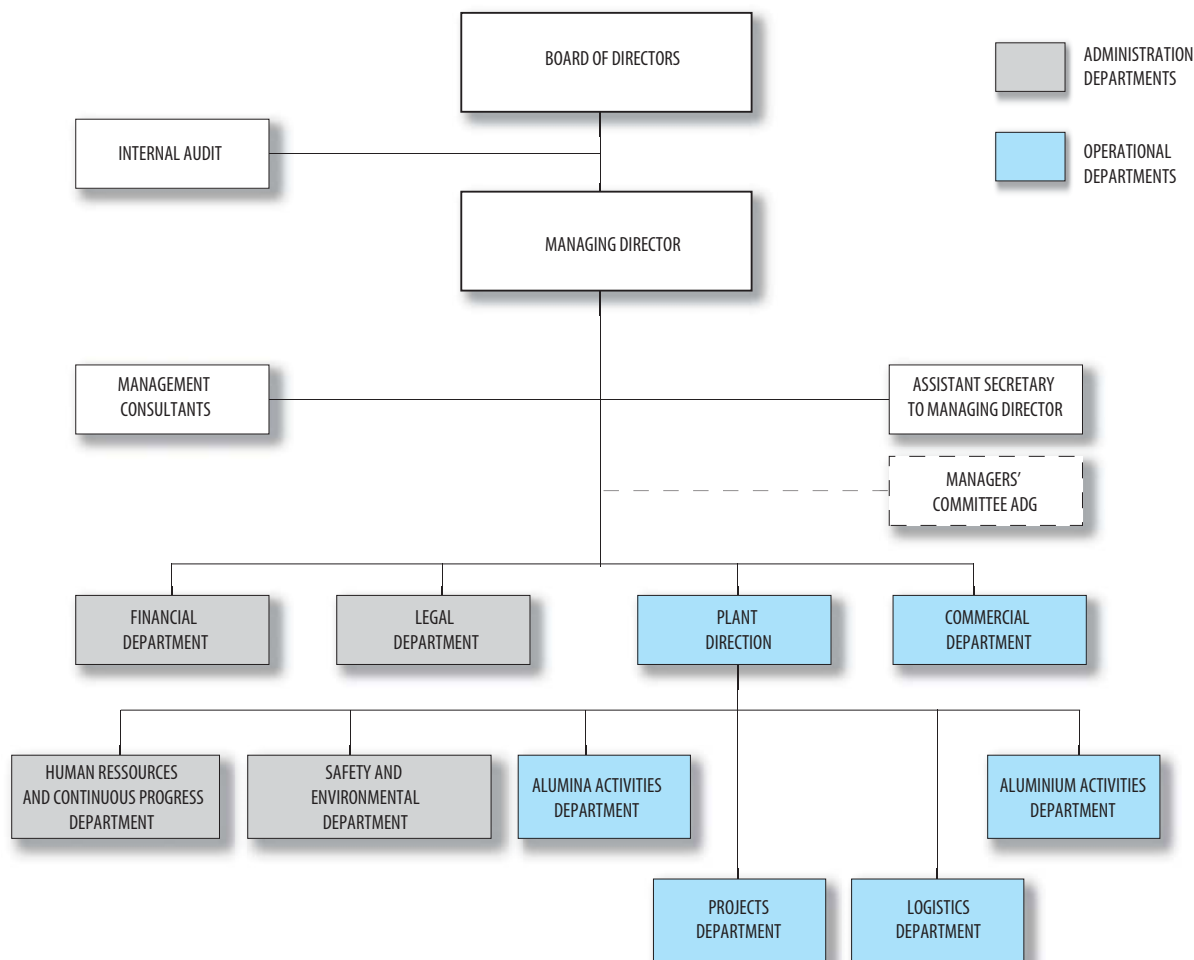
The Company's investments in fiscal year 2005 amounted to € 61.5 million and were entirely self-financed.

The relevant chapters of the Annual Report (6.8.6, 6.8.7) present a brief description of the investment projects completed during the course of 2005.

4.6. Remuneration of Directors and Executive Managers

1. In fiscal year 2005, total remunerations and expenses paid to members of the Board of Directors amounted to € 133,539.92, and total fees paid to the members of the Management Committee to € 1,668,900.46.
2. Note that beyond the above fees no other business association or transaction occurred in 2005 between members of the management and administration and the Company.

4.7. Organization Chart of Aluminium de Grece S.A.



4.8. Human Resources

The Company considers that the workplace is a very significant factor for its viability and longevity.

In this context, the Company maintains an excellent working environment, applying systems that promote mutual respect and meritocracy, individual initiative, and advancement for each employee.

The enhancement of employees' skills by ongoing training and education is one of the Company's main priorities as regards its policy for its workforce. It provides educational programs, lectures and seminars on subjects such as management, ongoing progress, quality, safety, technical orientation, IT and communications, and foreign languages. In 2005, 3.4% of the Company's total personnel expenses was directed to providing 59,090 training hours to 1,050 employees.

4.9. Safety – Environment

Safety-wise, the year 2005 was good for the Company. Ten accidents were recorded, of which eight occasioned suspension of work. The indices of accident & stoppage frequency, total accidents, and severity stood at 3.88, 4.86 and 122 respectively (on the basis of 1,000,000 work hours).

Four accidents occasioning suspension of work were recorded at subcontractors' sites; the respective index stood at 3.78.

These results are well below the levels reached in 2004, which has been the factory's best year as to safety. An enhanced safety action plan has been prepared for 2006, aimed at repeating those good results.

Regarding environmental issues, special mention must be made to the completion of the installation of the first filter-press for filtering approx. 40% of bauxite waste. Currently, we continued our collaboration with national university institutions in research programs for exploiting bauxite wastes. New and noteworthy results were attained in the field of construction and restoration of sanitary landfills so that the amount of waste discharged into the Gulf of Corinth will be reduced considerably.

The year 2005 marked the first application of the National Plan for reducing greenhouse gas emissions. At the end of the year, the results indicated that the factory had exceeded only slightly (by approx. 3,000 tons) the limits set (510,000 tons).

4.10. Health

The Assessment of Vocational Risk constitutes a reference point in illness prevention, and in ensuring a healthy work environment. The Company systematically monitors, by means of special measurements, eight harmful agents that can impact the health of workers; they include the following:

- Noise
- Dust
- Fluorine Compounds
- Sulphur Dioxide, Carbon Monoxide
- Aromatic Polycyclic Carbohydrates
- Heat Distress
- Beryllium

Constant monitoring of work conditions in conjunction with regular medical monitoring are the main tools for preventing vocational illness. The Company has instituted an additional benefit plan for employees regarding the prevention and treatment of health problems.

4.11 Brief description of Delphes – Distomon S.A.M.

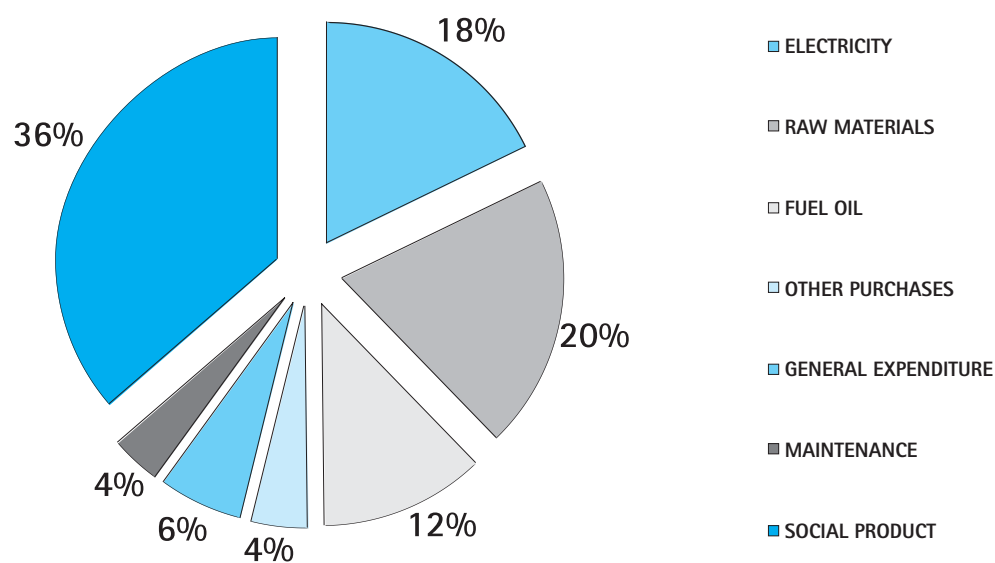
The company "Delphes Distomon S.A.M., Incorporated Mining Company" was founded in 1975 (Government Gazette, Bulletin of Incorporated and Limited Liability Companies, Vol. 525, 10/04/1975).

The registered headoffice of the company is in the Municipality of Athens (1 Sekeri Street, Athens 106 71), and it has a branch in Ano Kounouklia, Eleonas, Amfissa. Its mining facilities are located in the Prefectures of Viotia and Fokis.

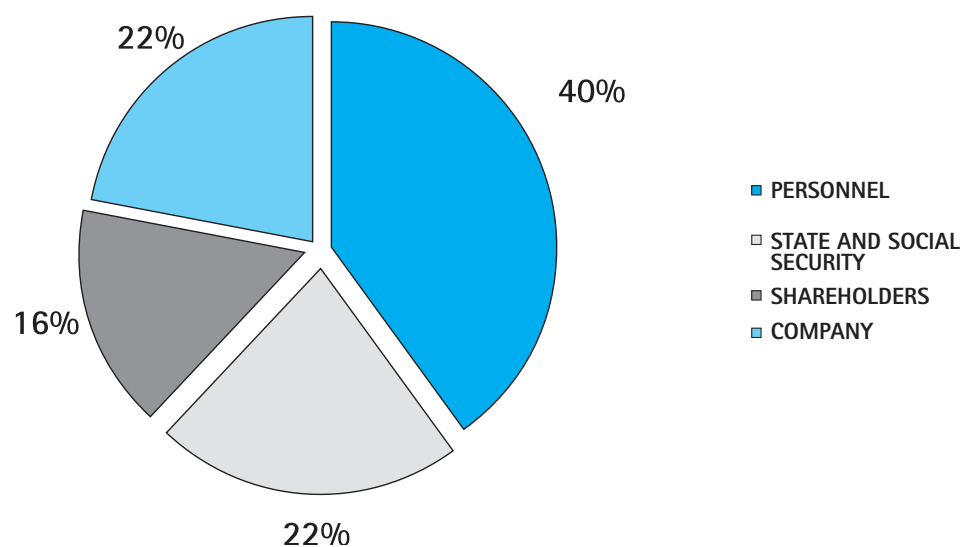
The company is registered with the Ministry of Development, General Secretariat of Trade, Dept. of Incorporated Companies, under Reg. No. 2439/01/B/86/2438.

5. Social Product

The Company's revenues in 2005 amounted to €420.8 million. Part of this revenue (€268.5 million) was utilised for the Company's operating expenditure.



The remaining amount (€152.3 million) was distributed to the Social Partners, i.e. the Shareholders, the Personnel and the State, and constitutes the Social Product.



6. Annual Financial Statements

6.1. Balance Sheet as of 31 December 2005

(in €)	THE GROUP		THE COMPANY	
	31/12/2005	31/12/2004	31/12/2005	31/12/2004
ASSETS				
Property, plant and equipment	324,507,217	274,910,762	320,759,655	270,730,061
Intangible assets	5,100,627	4,381,977	920,403	133,445
Investments in subsidiaries	-	-	19,213,937	19,213,937
Deferred tax asset	1,316,854	1,440,274	-	-
Available-for-sale financial assets	11,236,326	5,469,676	11,236,326	5,469,676
Other non current assets	392,769	122,551	323,562	107,641
Non-Current Assets	342,553,793	286,325,240	352,453,883	295,654,761
Inventories	62,705,339	47,601,770	60,763,704	45,380,806
Trade and other receivables	68,042,303	56,019,144	68,030,055	56,019,144
Other receivables	62,042,392	54,086,556	60,439,061	50,654,286
Cash and cash equivalents	41,187,551	114,030,364	38,931,752	113,272,315
Current Assets	233,977,585	271,737,835	228,164,572	265,326,551
Total Assets	576,531,378	558,063,075	580,618,455	560,981,312
EQUITY & LIABILITIES				
EQUITY				
Share capital	210,585,182	228,295,663	210,585,182	228,295,663
Share premium	230,489	230,489	230,489	230,489
Fair value reserves	5,720,962	-	5,720,962	-
Other reserves	46,221,001	42,501,624	53,287,725	49,568,349
Retained earnings	185,258,291	158,498,050	184,658,067	158,976,190
Equity attributable to shareholders	448,015,925	429,525,827	454,482,426	437,070,691
Minority interests	2,941	2,691	-	-
Total Equity	448,018,866	429,528,518	454,482,426	437,070,691
LIABILITIES				
Long-Term Liabilities				
Deferred tax liability	7,288,047	3,403,920	7,288,047	3,403,920
Pension plans	30,259,536	38,179,875	28,525,352	36,495,808
Other long-term liabilities	4,806,142	4,849,353	4,806,142	4,849,353
Provisions	11,895,325	17,574,815	9,474,814	15,081,629
Total Long-Term Liabilities	54,249,050	64,007,963	50,094,355	59,830,710
Short-Term Liabilities				
Trade and other payables	35,843,702	17,839,920	38,160,457	18,873,729
Tax payable	21,960,235	31,246,560	21,802,198	30,456,952
Derivatives	564,730	-	564,730	-
Other payables	15,894,795	15,440,106	15,514,289	14,749,230
Total Short-Term Liabilities	74,263,463	64,526,593	76,041,674	64,079,912
Total Liabilities	128,512,512	128,534,557	126,136,029	123,910,622
Total Equity and Liabilities	576,531,378	558,063,075	580,618,455	560,981,312

6.2. Income Statement of the period

(in €)	THE GROUP		THE COMPANY	
	1/1-31/12/2005	1/1-31/12/2004	1/1-31/12/2005	1/1-31/12/2004
Sales	382,158,471	356,487,833	382,139,177	356,487,833
Cost of sales	(316,702,517)	(296,460,867)	(320,884,788)	(299,644,100)
Gross profit	65,455,954	60,026,966	61,254,390	56,843,734
Other operating income	17,064,218	11,383,450	16,856,323	11,232,590
Distribution expenses	(1,226,558)	(1,523,303)	(1,123,032)	(1,414,841)
Administrative expenses	(6,133,597)	(5,021,285)	(4,830,186)	(4,183,950)
Other expenses	(9,083,045)	(18,667,716)	(8,796,760)	(18,633,146)
Profit before tax, borrowings and investments results	66,076,973	46,198,111	63,360,734	43,844,387
Financial Income	2,310,877	2,033,207	2,285,404	2,027,908
Financial Expenses	(164,120)	(147,249)	(161,637)	(61,969)
Other financial results	7,255,701	184,971	8,555,408	1,984,566
Profit before Tax	75,479,431	48,269,040	74,039,909	47,794,891
Income tax expense	(23,421,231)	(15,237,487)	(23,060,614)	(14,844,699)
Fiscal Year Net Operating Profit	52,058,200	33,031,553	50,979,294	32,950,193
Distributed at :				
Equity holders of the parent	52,057,657	33,031,094	50,979,294	32,950,193
Minority interest	543	459		
Basic earnings per share	2.45	1.53	2.40	1.53

6.3. Consolidated Statement of Changes in Equity

(in €)	Attributable to equity holders of the parent							Minority interest	
	Share capital	Share premium	Fair value reserves	Hedging Reserves	Other reserves	Consolidation differences	Retained earnings	Total	Total Equity
Balance at 1 January 2004 according to previous GAAP	228,295,663	230,489	-		42,912,793	1,896,167	-	273,335,112	2,819 273,337,931
Transition adjustments to IFRS	-	-	-		(411,169)	(1,896,167)	103,563,643	101,256,307	(181,19) 101,256,126
Balance at 1 January 2004 according to IFRS	228,295,663	230,489	-		42,501,624	-	103,563,643	374,591,419	2,638 374,594,057
Changes in equity for the period 1/1 - 31/12/2004									
Net Profit/Losses directly recognised in equity							28,376,726	28,376,726	28,376,726
Period Results 1.1 - 31.12.2004	-	-	-		-	-	33,031,094	33,031,094	459 33,031,553
Total recognized income and expense for the period	-	-	-		-	-	61,407,820	61,407,820	459 61,408,278
- Dividends	-	-	-		-	-	(6,473,412)	(6,473,412)	(405) (6,473,817)
Balance at 31st December 2004 carried forward	228,295,663	230,489	-		42,501,624	-	158,498,051	429,525,827	2,691 429,528,518

	Attributable to equity holders of the parent							Minority interest	
	Share capital	Share premium	Fair value reserves	Hedging Reserves	Other reserves	Consolidation differences	Retained earnings	Total	Total Equity
Balance at 1 January 2005 according to previous GAAP	228,295,663	230,489	-		138,695,450	3,222,505	-	370,444,108	3,232 370,447,340
Transition adjustments to IFRS	-	-	-		(96,193,826)	(3,222,505)	158,498,050	59,081,719	(541) 59,081,178
Balance at 1 January 2005 according to IFRS	228,295,663	230,489	-		42,501,624	-	158,498,050	429,525,827	2,691 429,528,518
Changes in equity for the period 1/1 - 31/12/2005									
Net Profit/Losses directly booked in Equity	-	-		-	-	-	-	-	-
Reserves from hedging instruments measurement	-	-		(400,959)	-	-	-	(400,959)	(400,959)
Reserves from Available-for-Sale Assets measurement at fair value	-	-	6,121,921	-	-	-	-	6,121,921	6,121,921
Period Results	-	-	-	-	-	-	52,057,657	52,057,657	543 52,058,200
Total Recognized Profit/Loss of the period	-	-	6,121,921	(400,959)	-	-	52,057,657	57,778,619	543 57,779,162
- Dividends	-	-	-		-	-	(21,578,040)	(21,578,040)	(293) (21,578,333)
- Profit distribution for the period 2005	-	-	-		3,719,376	-	(3,719,376)	-	-
- Own Shares	(17,710,481)	-	-		-	-	-	(17,710,481)	- (17,710,481)
Balance at 31st December 2005 carried forward	210,585,182	230,489	6,121,921	(400,959)	46,221,001	-	185,258,291	448,015,925	2,941 448,018,866

6.4. Statement of Changes in the Equity of the Parent Company

(in €)	Share capital	Share premium	Fair value reserves	Hedging Reserves	Other reserves	Retained earnings	Total Equity
Balance at 1 January 2004 according to previous GAAP	228,295,663	230,489	-	-	42,912,793	-	271,438,946
Transition adjustments to IFRS					6,655,556	104,271,734	110,927,290
Balance at 1 January 2004 according to IFRS	228,295,663	230,489	-		49,568,349	104,271,734	382,366,236
Changes in equity for the period 1/1 – 31/12/2004							
Net Profit/Losses directly recognised in equity						28,227,675	
Period Results 1.1 – 31.12.2004	-	-	-	-	-	32,950,193	32,950,193
Total recognized income and expense for the period	-	-	-	-	-	61,177,867	61,177,867
- Dividends						(6,473,412)	(6,473,412)
- Profit distribution for the period 2004							
Balance at 31st December 2004 carried forward	228,295,663	230,489	-		49,568,349	158,976,190	437,070,691
(in €)	Share capital	Share premium	Fair value reserves	Hedging Reserves	Other reserves	Retained earnings	Total Equity
Balance at 1 January 2005 according to previous GAAP	228,295,663	230,489	-		138,695,450	-	367,221,603
Transition adjustments to IFRS	-	-	-		(89,127,101)	158,976,190	69,849,088
Balance at 1 January 2005 according to IFRS	228,295,663	230,489	-		49,568,349	158,976,190	437,070,691
Changes in equity for the period 1/1 – 31/12/2005							-
Reserves from hedging instruments measurement	-	-	-	(400,959)	-	-	(400,959)
Reserves from Available-for-Sale Assets measurement at fair value	-	-	6,121,921	-	-	-	6,121,921
Period Results 1.1 – 31.12.2005	-	-	-	-	-	50,979,294	50,979,294
Total recognized income and expense for the period	-	-	6,121,921	(400,959)	-	50,979,294	56,700,256
- Dividends						(21,578,040)	(21,578,040)
- Profit distribution for the period 2005					3,719,376	(3,719,376)	-
- Own Shares	(17,710,481)						(17,710,481)
Balance at 31st December 2005 carried forward	210,585,182	230,489	6,121,921	(400,959)	53,287,725	184,658,067	454,482,426

6.5. Cash Flow Statement

(in €)	THE GROUP		THE COMPANY	
	1/1-31/12/2005	1/1-31/12/2004	1/1-31/12/2005	1/1-31/12/2004
Cash flow from operating activities	54,517,896	75,460,733	48,695,688	68,622,399
Interest Paid	(164,120)	(63,078)	(161,637)	(61,969)
Income Tax	(34,000,845)	(10,222,866)	(33,400,531)	(9,306,046)
Net Cash flow from Operating activities	20,352,931	65,174,790	15,133,520	59,254,383
<i>Cash flow from Investing activities</i>				
Purchases of tangible assets	(61,037,998)	(16,950,806)	(60,657,093)	(16,278,133)
Purchases of intangible assets	(2,933,017)	(3,015,097)	(857,684)	(25,573)
Sales of tangible assets	184,150	144,408	120,750	-
Dividends received	153,540	184,971	1,453,247	1,984,566
Sales of financial assets at fair value through profit and losses	7,457,432	-	7,457,432	-
Interest Received	2,302,862	1,768,538	2,277,389	1,763,239
Grants Received	185,282	3,851,798	185,282	3,851,798
Increase in the Long-Term Receivables	(270,218)	(74,940)	(215,921)	(73,440)
Net Cash flow from Investing activities	(53,957,967)	(14,091,129)	(50,236,599)	(8,777,542)
<i>Cash flow from Financing activities</i>				
Acquisition of own shares	(17,710,481)	-	(17,710,481)	-
Dividends paid to parent's shareholders	(21,527,296)	(6,525,473)	(21,527,003)	(6,525,473)
Net Cash flow from Financing activities	(39,237,777)	(6,525,473)	(39,237,484)	(6,525,473)
Net (decrease)/ increase in cash and cash equivalents	(72,842,813)	44,558,188	(74,340,563)	43,951,367
Cash and cash equivalents at beginning of year	114,030,364	69,472,176	113,272,315	69,320,947
Cash and cash equivalents at end of year	41,187,551	114,030,364	38,931,752	113,272,315

6.6. Analysis of Adjustments for First-Time Adoption of International Financial Reporting Standards

Basic Reconciliation Principles

The Group's Financial Statements for the fiscal year 2005 will be the first to adopt IFRS. The financial statements have been compiled as described in Note 6.8.2. The Group implements the IFRS1 in the consolidated financial statements.

EQUITY CHANGES (in €)	THE GROUP		THE COMPANY	
	31-Dec-04	31-Dec-03	31-Dec-04	31-Dec-03
Equity according to Greek GAAP	370,447,340	273,337,931	367,221,603	271,438,946
Derecognition of revaluation of Property, Plant and Equipment according to tax requirements	(91,930,859)		(88,211,483)	
Derecognition of previously recognised negative goodwill	(3,222,505)	(1,896,167)		
Reclassification of grants from equity to non current liabilities	(4,262,967)	(411,169)	(4,262,967)	(411,169)
Measurement of investments in subsidiaries at cost	-	-	7,066,725	7,066,725
<i>Retained earnings</i>				
Impact from the revaluation of intangible assets according to IFRS	816,924	969,383	15,070	167,5290
Impact from the revaluation of property, plant and equipment according to IFRS	143,562,909	140,474,000	143,562,909	140,474,000
Impact from derecognition of tax revaluation of property, plant and equipment	(1,652,129)	(1,737,500)		
Recognition of dividends at the period are approved by the General Assembly	22,878,040	8,273,412	21,578,040	6,473,412
Valuation of Available for sale financial assets at fair value	(161,492)	(161,492)	(161,492)	(161,492)
Recognition of accrued employee benefits (Pension Plan)	(12,971,994)	(13,714,571)	(12,655,323)	(13,459,110)
Recognition of deferred tax	(1,963,647)	(37,895,356)	(3,403,920)	(38,975,209)
Impact from income recognition	-	(427,000)	-	(427,000)
Business Combination Adjustment entry	441,178	96,167	-	-
Recognition of Reserves at the period are approved by the General Assembly	3,719,376		-	-
Impact from grants amortization	(586,387)	(728,312)	(586,387)	(728,312)
Reversal of provisions	13,235,895	13,235,895	13,235,895	13,235,895
Recognition of accrued employee benefits	(2,327,978)	(2,327,978)	(2,327,978)	(2,327,978)
Provision for environment restoration	(6,493,186)	(2,493,186)	(4,000,000)	-
Total adjustments	59,081,178	101,256,126	69,849,088	110,927,290
Equity according to International Financial Reporting Standards	429,528,518	374,594,057	437,070,691	382,366,236

PROFIT & LOSS CHANGES

(in €)	31-Dec-04	31-Dec-04
Profit and Loss Account according to Greek GAAP	25,013,280	25,297,416
Impact from change in useful life of Intangible Assets,	(152,459)	(152,459)
Impact from change in useful life of Property, Plant and Equipment	3,088,908	3,088,908
Impact from derecognition of revaluation of Property, Plant and Equipment	66,287	-
Recognition of accrued employee benefits (Pension Plan)	742,577	803,787
Recognition of deferred tax	7,704,035	7,343,614
Impact from income recognition	427,000	427,000
Impact from grants amortization	141,925	141,925
Recognition of Provisions	(4,000,000)	(4,000,000)
Total	8,018,273	7,652,776
Profit and Loss Account according to International Financial Reporting Standards	33,031,553	32,950,193

(i) – Impact from the revaluation of property, plant and equipment

Property, plant and most of machinery were revalued on transition date to IFRS (1/1/2004) at deemed cost according to IFRS 1. The deemed cost is the fair value of the asset on transition date which was defined by an independent real estate's appraisal.

The rest of tangible assets (such as equipment and vehicles) were valued at historic cost less accumulated depreciation. The depreciation of these assets was redefined based on their true useful life.

(in €)	THE GROUP	THE COMPANY
<i>Tangible assets valued at deemed cost</i>		
Fair value at deemed cost according to IFRS	163,861,645	163,861,645
Value on transition date according to Greek GAAP	78,461,997	78,461,997
Adjustment	85,399,647	85,399,647
<i>Tangible assets valued at historic cost less accumulated depreciation</i>		
Value on transition date according to IFRS, (adjusted useful life)	105,760,117	101,335,932
Value on transition date according to Greek GAAP	52,423,264	46,261,580
Adjustment	53,336,853	55,074,353
Total adjustment	138,736,500	140,474,000

(ii) – Dividend Distribution

Dividend distribution to the Company's shareholders is recognized as a liability in the Group's financial statements in the period in which the dividends are approved by the General Assembly.

(iii) – Recognition of Accrued Employee Benefits

According to International Accounting Standards the Group recognizes as liability the present value of its obligation for a payment to the employees because of the Defined Benefit Plan. The liability mentioned above on transition date for the Group, amounted to € 13.459.000, which was estimated by actuarial study. The liability booked in the balance sheet for Defined Benefit Plans is the present value of the commitment for the Defined Benefit Plan minus the program's fixed assets fair value and the changes that derive from the non-recognized actuarial profits and losses and the cost of the previous employment. The Defined Benefit Plan commitment is annually estimated from independent actuary with the projected unit credit method.

6.7. Financial Information by Sector of Activity*Primary Information Sector – Business Segments*

On December 2005, the Group is active in two business segments:

- (1) Alumina production and trading.
- (2) Aluminium production and trading.

The Group's results for each Business segment for the twelve months ending on December 31st 2005 were the following:

(in €)	Alumina	Aluminium	Others	Non allocated	Total
Total gross sales per sector	99,397,569	282,626,000	134,902	-	382,158,471
Operating profit	7,467,973	58,609,000	-	-	66,076,973
Financing income	-	-	-	2,310,877	2,310,877
Financing expenses	-	-	-	(164,120)	(164,120)
Other Financing Results	-	-	-	7,255,701	7,255,701
Profit before taxes	7,467,973	58,609,000	-	9,402,458	75,479,431
Tax income	-	-	-	(23,421,231)	(23,421,231)
Net profit	7,467,973	58,609,000	-	(14,018,773)	52,058,200

The allocation of consolidated assets and liabilities per Business segment is analyzed as follows:

(in €)	Alumina	Aluminium	Others	Non allocated	Total
Segments Assets	218,326,924	285,998,000			504,324,924
Non allocated elements of Asset				72,206,455	72,206,455
Consolidated Asset	218,326,924	285,998,000	-	72,206,455	576,531,378
Segments liabilities	47,423,484	64,982,000	-	-	112,405,484
Non allocated elements of Liabilities	-	-	-	16,107,029	16,107,029
Consolidated Liabilities	47,423,484	64,982,000	-	16,107,029	128,512,512

Secondary Information Sector – Geographic Segments

The Group's residence is Greece. The geographic areas in which the company is active are Greece, the Eurozone countries and other third countries.

The Group's sales by Geographic segment are analyzed as follows:

(in €)	1/1 – 31/12/2005	1/1 – 31/12/2004
Greece	170,799,239	163,081,293
European zone	182,002,533	159,656,694
Other countries	29,356,699	33,749,847
Total	382,158,471	356,487,833

Analysis of sales per category:

(in €)	1/1 – 31/12/2005	1/1 – 31/12/2004
Commodity sales	25,130	47,825
Sales of goods produced	377,733,514	353,903,417
Other Sales	825,777	1,005,121
Sales of services	3,574,050	1,531,471
Total	382,158,471	356,487,833

6.8. Additional Information and Explanations

6.8.1 General Information

ALUMINIUM DE GRECE S.A. was established in 1960 by Legislative Decree 4110/8-9 Oct. 1960.

The Company's Head offices are located in the municipality of Athens (1, Sekeri Street, Athens 106 71).

The Company is registered with the Ministry of Development, General Secretariat of Trade, Department of Societies Anonymes and Credit, S.A. Registration Number 6045/06/B/86/102.

The Company's aims, according to Article 2 of the Articles of Association, are the following: "To produce and manufacture alumina and aluminium in Greece and to market these products in other countries.

The Company may also perform research, extraction and processing of any other mineral materials and metals in Greece and trade them in other countries."

The Company's shares have been listed in the Athens Stock Exchange since January 2, 1974.

ALUMINIUM DE GRECE S.A. holds equity of 99.98% of Delphes & Distomon S.A.M., which operates in bauxite mining. The Group operates in Greece and other countries.

The company's web site is www.alhellas.gr

The financial statements for the period ending on December 31st 2005 (including the comparative data for the period ending December 31st 2004) were approved by the Board of Directors of the company ALUMINIUM DE GRECE S.A. on February 23rd, 2006.

6.8.2. Basis for the Preparation of the Financial Statements

The consolidated financial statements of ALUMINIUM DE GRECE S.A. as of December 31st, 2005, (the date of transition is January 1st, 2004) covering the period up to December 31st, 2005, have been compiled based on the historic cost principle as this is amended by the readjustment of specific asset and liability items into market values, the going concern principle, and are in accordance with the International Financial Reporting Standards (IFRS) that have been issued by the International Accounting Standards Board (IASB) and their interpretations that have been issued by the International Financial Reporting Interpretations Committee (IFRIC) of the IASB.

The IASB has issued a series of standards that are referred to as the "IFRS Stable Platform 2005". The Group uses the IFRS Stable Platform 2005 from January 1st, 2005, onwards. The aforementioned standards are as follows:

- IAS. 1 Presentation of financial statements
- IAS 2 Inventories
- IAS 7 Cash Flow Statements
- IAS 8 Accounting Policies, Changes in Accounting Estimates and Errors
- IAS 10 Events after the Balance Sheet Date
- IAS 11 Construction Contracts
- IAS 12 Income Taxes

IAS 14	Segment Reporting
IAS 16	Property, Plant and Equipment
IAS 17	Leases
IAS 18	Revenue
IAS 19	Employee Benefits
IAS 20	Accounting for Government Grants and Disclosure of Government Assistance
IAS 21	The Effects of Changes in Foreign Exchange Rates
IAS 23	Borrowing Costs
IAS 24	Related Party Disclosures
IAS 26	Accounting and Reporting by Retirement Benefit Plans
IAS 27	Consolidated and Separate Financial Statements
IAS 28	Investments in Associates
IAS 29	Financial Reporting in Hyperinflationary Economies
IAS 30	Disclosures in the Financial Statements of Banks and Similar Financial Institutions
IAS 31	Interests in Joint Ventures
IAS 32	Financial Instruments: Disclosure and Presentation
IAS 33	Earnings per Share
IAS 34	Interim Financial Reporting
IAS 36	Impairment of Assets
IAS 37	Provisions, Contingent Liabilities and Contingent Assets
IAS 38	Intangible Assets
IAS 39	Financial Instruments: Recognition and Measurement
IAS 40	Investment Property
IAS 41	Agriculture
IFRS 1	First-time Adoption of International Financial Reporting Standards
IFRS. 2	Share-based Payment
IFRS. 3	Business Combinations
IFRS. 4	Insurance Contracts
IFRS. 5	Non-current Assets Held for Sale and Discontinued Operations

The financial statements fall under IFRS 1 "First-Time adoption of IFRS" since they constitute the first financial statements, which are prepared and published on such a basis.

The policies mentioned below have been consistently applied throughout all the periods presented.

The compilation of financial statements according to the IFRS requires the use of estimates and judgments during the application of the Company's accounting principles. Important assumptions made by the management for the application of the company's accounting methods have been appropriately highlighted whenever this has been deemed necessary.

Consolidation

Subsidiaries

Subsidiaries are the companies that are managed or controlled, directly or indirectly, by another company (parent) either through the holding of majority voting rights in the undertaking or through its dependence on the know-how provided from the Group. That is to say, that subsidiaries are companies in which control is exercised by the parent, ALUMINIUM DE GRECE S.A., who has acquired and exercises control through voting rights. The existence of

potential voting rights that are exercisable at the time the financial statements are compiled is taken into account in order to determine whether the parent exercises control over the subsidiaries. Subsidiaries are consolidated fully (full consolidation) with the purchase method from the date that control over them has been acquired and cease to be consolidated from the date that this control no longer exists.

The acquisition of a subsidiary by the Group is accounted for using the purchase method. The acquisition cost of a subsidiary is the fair value of the assets given as consideration, the shares issued and the liabilities undertaken on the date of the acquisition plus any costs directly associated with the transaction. The individual assets, liabilities and contingent liabilities that are acquired during a business combination are valued during the acquisition at their fair values regardless of the participation percentage. The acquisition cost over and above the fair value of the individual assets acquired is booked as goodwill. If the total cost of the acquisition is lower than the fair value of the individual assets acquired, the difference is immediately booked to the results.

Inter-company transactions, balances and unrealized profits from transactions between Group companies are eliminated. Unrealized losses are also eliminated except if the transaction provides indication of impairment of the transferred asset. The accounting principles of the subsidiaries have been amended so as to conform to the ones adopted by the Group.

Segment Reporting

A business segment is defined as a group of assets and activities that provide goods and services, that are subject to different risks and returns than other business segments. A geographical segment is defined as a geographical region in which goods and services are provided and which is subject to different risks and returns than other regions.

Foreign Currency Conversion

(a) Operating Currency and Reporting Currency.

The measurement of the items in the financial statements of the Group's companies is based on the currency of the primary economic environment in which the Group operates (operating currency). The consolidated financial statements are reported in euros, which is the operating currency and the reporting currency of the parent Company and all its subsidiaries.

(b) Transactions

Transactions in foreign currencies are converted to the operating currency using the rates in effect at the date of the transactions. Profits and losses from foreign exchange differences that result from the settlement of such transactions during the period and from the conversion of monetary items denominated in foreign currency using the rate in effect at the balance sheet date are posted to the results. Foreign exchange differences from non-monetary items that are valued at their fair value are considered as part of their fair value and are thus treated similarly to fair value differences.

Tangible Assets

Fixed assets are reported in the financial statements at acquisition cost or implied cost, as such were determined based on fair values as at the transition dates, less accumulated depreciations and any impairment suffered by the assets. The acquisition cost includes all the directly attributable expenses for the acquisition of the assets.

Subsequent expenditure is added to the carrying value of the tangible fixed assets or is booked as a separate fixed asset only if it is probable that future economic benefits will flow to the Group and their cost can be accurately measured. The repair and maintenance cost is booked in the results when such is realized.

Depreciation of tangible fixed assets (other than plots of land which are not depreciated) is calculated using the straight line method over their useful lives, as follows:

- Buildings	30-40 years
- Machinery	8-20 years
- Vehicles	4-5 years
- Other Equipment	4-10 years

The residual values and useful economic lives of tangible fixed assets are subject to reassessment at each balance sheet date.

When the book value of tangible fixed assets exceeds their recoverable amount, the difference (impairment) is immediately booked as an expense in the results.

Upon sale of the tangible fixed assets, any difference between the proceeds and the book value are booked as profit or loss to the results.

Self-constructed tangible fixed assets constitute an addition to the acquisition cost of tangible assets at a value that includes the direct cost of employee's salaries (including the relevant employer's contributions), the cost of materials used and other general costs.

Intangible Assets

(a) Signals and Licences

Signals and Licences are valued at their acquisition cost less depreciation. Depreciations are conducted with the straight line method over their useful lives

(b) Software Programs

The Software licences are valued at their acquisition cost less depreciation. Depreciations are conducted with the straight line method over their useful lives, which range from 3 to 5 years.

(c) Research and Development Expenses

Research and Development expenditures are recognised as expenses when they are realised. The expenses which arise from the developing programs (related to the design and the test of new or improved products) are capitalized if it is possible to produced future economic benefit. The other development expenditures are booked as an expense in the results when they are realised. Previous years' development expenditures recognised as expenses, cannot be capitalized in the future fiscal years. The capitalized development expenses are depreciated from the beginning of the product's economic life using the straight line

Impairment of Assets

Assets with an indefinite useful life are not depreciated and are subject to an impairment review annually and

when some events suggest that the book value may not be recoverable any resulting difference is charged to the period's results. Assets that are depreciated are subject to an impairment review when there is evidence that their value will not be recoverable. The recoverable value is the greater of the net sales value and the value in use. An impairment loss is recognized by the company when the book value of these assets (or cash flow generating unit) is greater than its recoverable amount.

Net sales value is the amount received from the sale of an asset at an arm's length transaction in which participating parties have full knowledge and participate voluntarily, after deducting any additional direct cost for the sale of the asset, while value in use is the present value of estimated future Cash flow that are expected to flow into the company from the use of the asset and from its disposal at the end of its estimated useful life.

Investments

From 1st of January to 31st of December 2004

Financial assets include investments in companies that are not subsidiaries or associated, financial liabilities or equity instruments in another. The financial assets are recognized at the acquisition cost, including direct costs.

From 1st of January 2005

The Group's investments are classified in the following categories according to the substance of the contract and the purpose for which they were purchased. The management defines the classification at the initial recognition and re-examines the classification every time the Group publishes the financial statements.

(a) Financial Instruments Valued at Fair Value Through the Income Statement

These comprise assets that satisfy any of the following conditions:

- Financial assets that are held for trading purposes (including derivatives, except those that are designated and effective hedging instruments, those that are acquired or incurred for the purpose of sale or repurchase and, finally, those that are part of a portfolio of designated financial instruments).
- Upon initial recognition it is designated by the company as an instrument valued at fair value, with any changes recognized through the Income Statement.

(b) Loans and Receivables

They include non-derivative financial assets with fixed or predefined payments that are not traded in active markets. The following are not included in this category (loans and receivables):

- a) Receivables from down payments for the purchase of goods or services.
- b) Receivables relating to tax transactions, which have been legislatively imposed by the state.
- c) Any receivable not covered by a contract that gives the company the right to receive cash or other financial fixed assets.

Loans and receivables are included in current assets, except those with a maturity date that is farther than 12 months from the balance sheet date. The latter are included in the non-current assets.

(c) Investments Held to Maturity

These include non-derivative financial assets with fixed or defined payments and specific maturity and which

the Group intends to hold until their maturity.

(d) Financial Assets Available for Sale

These include non-derivative financial assets that are either designated as such or cannot be included in any of the previous categories.

Following, the financial assets available for sale are valued at fair value and the relevant profit or loss is booked in equity reserves until such assets are sold or considered as impaired.

During the sale, or when they are considered as impaired, the profit or loss is transferred to the results. Impairment losses that have been booked to the results are not reversed through the results.

The purchases and sales of investments are recognized during the transaction date, which is also the date the Group commits to purchase or sell the item. Investments are initially recognized at fair value plus the directly related to the transaction costs. The costs directly related to the transaction are not added for items that are valued at fair value with changes in the results. Investments are written-off when the right on Cash flow from investments mature or is transferred and the Group has essentially transferred all the risks and rewards implied by the ownership.

The loans and receivables are recognized in the net book value based on the real interest rate method.

The realized and non-realized profit or losses that arise from changes in the fair value of financial assets valued at fair value with changes in the results, are recognized in the results of the period they result in.

The fair values of financial assets that are traded in active markets, are defined by the current ask prices. For non-traded assets, fair values are defined with the use of valuation techniques such as analysis of recent transactions, comparative items that are traded and discounted Cash flow. The securities that are not traded in an active market have been classified in the category. Financial assets available for sale, and whose fair value cannot be determined with credibility, are valued at their acquisition cost.

On each balance sheet date the Group assesses whether there are objective indications that lead to the conclusion that financial assets have been impaired. For company shares that have been classified as financial assets available for sale, such an indication consists of a significant or extended decline in the fair value compared to the acquisition cost. If impairment is established, the accumulated loss in equity, which is the difference between acquisition cost and fair value, is transferred to the results.

Inventories

On the balance sheet date, inventories are valued at the lower of acquisition cost and net realizable value. The cost is estimated with the weighted average method. The products cost or semi finished products cost includes the material cost, the direct labour cost and the proportional general production cost. The cost of inventories does not include financial expenses. Net realizable value is the estimated sales price during the normal course of the company's business less any relevant sales expenses.

Cash and Cash Equivalents

Cash and cash equivalents include cash in the bank and in hand as well as, up to 3 months, short term highly liquid and low risk investments.

Share capital

The share capital consists of common shares. Expenses incurred for the issuance of shares reduce, after deducting the relevant income tax, the proceeds from the issue. Expenses related to the issuance of shares for the purchase of companies are included in the acquisition cost of the company acquired.

During the acquisition of own-shares, the cost incurred, including the relevant expenses, is booked by charging the equity (reserve above par).

Income Tax & Deferred Tax

The period charge for income tax comprises current tax and deferred tax, i.e. the tax charges or tax credits that are associated with economic benefits accruing in the period but have been assessed by the tax authorities in different periods. Income tax is recognized in the income statement of the period, except for the tax relating to transactions that have been booked directly to equity, in which case it is, accordingly, booked directly to equity.

Current income taxes include the short-term liabilities or receivables from the fiscal authorities that relate to taxes payable on the taxable income of the period and any additional income taxes from previous periods (tax audit differences).

Current taxes are measured according to the tax rates and tax laws in effect during the financial years to which they relate, based on the taxable profit for the year. All changes to the short-term tax assets or liabilities are recognized as part of the tax expense in the income statement.

Deferred income tax is determined according to the liability method that results from the temporary differences between the book value and the tax base of assets or liabilities. Deferred tax is not booked if it results from the initial recognition of an asset or liability in a transaction, except for a business combination, which when it occurred did not affect neither the accounting nor the tax profit or loss. Deferred income tax is determined to the tax rates that are essentially in effect up until the balance sheet date.

Deferred tax assets are recognized to the extent that there will be a future tax profit to be set against the temporary difference that creates the deferred tax asset.

Deferred income tax is recognized for the temporary differences that result from investments in subsidiaries and associates, except for the case where the reversal of the temporary differences is controlled by the Group and it is possible that the temporary differences will not be reversed in the foreseeable future.

Employee Benefits

Short-Term Benefits: Short-term employee benefits (except post-employment benefits) monetary and in kind are recognized as an expense when they accrue. Any unpaid amount is booked as a liability, while in the case where the amount paid exceeds the amount of services rendered, the company recognizes the excess amount as an asset (prepaid expense) only to the extent that the prepayment will lead to a reduction of future payments or to reimbursement.

Post-Employment Benefits: Post-employment benefits comprise pensions or other benefits (life insurance and medical insurance) the company provides after retirement as an exchange for the employees' service with the

company. Thus, such benefits include defined contribution schemes as well as defined benefits schemes. The accrued cost of defined contribution schemes is booked as an expense in the period it refers to.

● *Defined Contribution Scheme*

According to the defined contributions scheme, the (legal or implied) obligation of the company is limited to the amount that it has been agreed that it will contribute to the entity (i.e. pension fund) that manages the contributions and provides the benefits. Thus the amount of benefits the employee will receive depends on the amount the company will pay (or even the employee) and from the paid investments of such contributions. The payable contribution from the company to a defined contribution scheme, is either recognized as a liability after the deduction of the paid contribution, or as an expense.

● *Defined Benefits Scheme*

The liability that is reported in the balance sheet with respect to this scheme is the present value of the liability for the defined benefit less the fair value of the scheme's assets (if there are such) and the changes that arise from any actuarial profit or loss and the service cost. The commitment of the defined benefit is calculated annually by an independent actuary with the use of the projected unit credit method. The yield of long-term Greek Government Bonds is used as a discount rate.

The actuarial profit and losses are liability items for the company's benefits and for the expense that will be recognized in the results. Such that emerge from adjustments based on historical data and are over or under the 10% margin of the accumulated liability, are booked in the results in the expected average insurance time of the scheme's participants. The cost for the service time with the company is directly recognized in the results except for the case where the scheme's changes depend on the employees' remaining service with the company. In such a case the service cost is registered in the results with the straight line method with in the maturity period.

Benefits for Employment Termination: The benefits due to termination of the employment relationship are paid when employees depart before their retirement date. The Group books these benefits when it is committed, either when it terminates the employment of existing employees according to a detailed program for which there is no departure possibility, or when it provides such benefits as an incentive for voluntary departure. When such benefits are deemed payable in periods that exceed twelve months from the Balance Sheet date, then they must be discounted based on the yields of investment grade corporate or government bonds.

In the case of an offer that is made to encourage voluntary departure, the valuation of benefits for employment termination must be based on the number of employees that are expected to accept the offer.

In the case of employment termination where there is an inability to assess the number of employees that will use such benefits, they are not accounting for but are disclosed as a contingent liability.

Grants

The Group recognizes the government grants that cumulatively satisfy the following criteria:

- a) There is reasonable certainty that the company has complied or will comply to the conditions of the grant and
- b) It is probable that the amount of the grant will be received. They are booked at fair value and are systematically recognized as revenue according to the principle of matching the grants with the corresponding costs that they are subsidizing.

Grants that relate to assets are included in long-term liabilities as deferred income and are recognized systematically and rationally as revenue over the useful life of the fixed asset.

Provisions

Provisions for environmental retrieval, restructure expenses and compensations are recognized when:

- 1) The Group has present obligations as a result of past events.
- 2) Their settlement through an outflow of resources is probable.
- 3) The exact amount of the obligation can be reliably estimated.

For similar liabilities, the possibility that the outflow will be claimed is estimated for the sum of each group of liabilities. Provisions are recognised even if the outflow probability, of a certain element that is included in the same group of liabilities, is small.

(a) Vacancy Right

The annual vacancy right and the employees' long-term service right are recognized at the time they result. The provision is recognized for the estimated liabilities of the annual vacancy right and the long-term service right, as a result of the services provided up to the financial statements date.

Income Recognition

Income includes the fair value of goods and services sold, net of Value Added Tax, discounts and returns. Inter-company revenue within the Group is eliminated completely. The recognition of revenue is done as follows:

(a) Sale of Goods

Sales of goods are recognized when the Group transfers goods to customers, the goods are accepted by them and the collection of the resulting receivable is reasonably assured.

(b) Income Interest

Interest income is recognized on a time proportion basis using the effective interest rate. When there is impairment of assets, their book value is reduced to their recoverable amount which is the present value of the expected future Cash flow discounted using the initial real interest rate. Interest is then booked using the same interest rate calculated on the impaired (new book) value.

(c) Dividends

Dividends are accounted for as revenue with the payment.

Expenses Recognition

Expenses are recognized in the results on an accrued basis. The payments made for operating leases are transferred to the results as an expense, during the time the lease is used. Interest expenses are recognized on an accrued basis.

Leases

- (a) Lease agreements where the lessor transfers the right of use of an asset for an agreed period of time, without transferring, however, the risks and rewards of ownership of the fixed asset are classified as operating leases. Payments made with respect to operating leases (net of any incentives offered by the lessor) are recognised in the income statement proportionately throughout the term of the lease.
- (b) Leases of fixed assets with which all the risks and benefits related with ownership of an asset are transferred to the Group, regardless of whether the title of ownership of the asset is eventually transferred or not, are finance leases. These leases are capitalized at the inception of the lease at the lower of the fair value of the asset and the present value of the minimum lease payments. Each lease payment is apportioned between the reduction of the liability and the finance charge so that a fixed interest rate on the remaining financial liability is achieved. The relevant liabilities from leases, net of finance charges, are reported as liabilities. The part of the finance charge that relates to finance leases is recognized in the income statement during the term of the lease. Fixed assets acquired through finance leases are depreciated over the shorter of their useful lives and the lease term.

Dividend Distribution

The distribution of dividends to the shareholders of the parent company is recognized as a liability in the financial statements at the date on which the distribution is approved by the Shareholders' General Meeting.

New Accounting Principles and Interpretations of IFRIC

The International Accounting Standards Board and the Interpretations Committee have already issued a series of new accounting standards and interpretation that are not included in the "IFRS Stable Platform 2005". The IFRS and IFRIC are mandatory for the accounting periods beginning from January 1st 2006.

- (a) IFRS 6. Exploration and evaluation of mineral resources
- (b) IFRIC 3. Emission Rights

As of the 1st of January 2005 ALUMINIUM DE GRECE S.A. is aware of its allocation according to the "Greek National Allocation Plan for CO2 Emissions". IFRIC 3 is implemented on an annual basis that begins on the 1st of January 2006.

- (c) IFRIC 4. Determination of whether a receivable includes a lease.
- (d) IFRIC 5. Rights to interests arising from decommissioning, restoration and environmental rehabilitation funds.

6.8.3. Financial Risk Management

Financial Risk Factors

The Group is exposed to several financial risks such as market risks (exchanges in foreign exchange rates, market prices), credit risks, liquidity risks, Cash flow risks and fair value risks from interest rates fluctuations. The Group's risk management program focuses on the financial markets unpredictability and intends to minimize any possible negative effect on the Group's financial performance. The Group makes use of derivatives such as futures, forwards and commodities with the intention to offset its exposure to certain risks.

The risk management is implemented by the Treasury Department that operates with certain rules which have already being approved by the Board of Directors. The Treasury department estimates and hedges the financial risks in cooperation with the departments that face these risks. The Board of Directors provides written instructions and guidelines for the risk management as well as special instruction for the risk management of certain risks such as foreign exchange risks and credit risks.

(a) Market Risk

(1) Foreign Exchange Risk

The Group operates in the market of Alumina and Aluminium and therefore its exposure to foreign exchange rates fluctuations derives from the US Dollar. This risk rises mainly due to the future commercial transactions, receivables and liabilities in foreign currencies.

ALUMINIUM DE GRECE S.A. uses futures contracts in order to manage the foreign exchange risk.

(2) Price Risk

ALUMINIUM DE GRECE S.A. is exposed to the share prices fluctuations which are held either for trading or reserves. It is also exposed to the aluminium and other commodities prices which operate in commodities exchange. The Group uses futures to management these risks.

(b) Credit Risk

The Group has low credit risk. The sales are made mainly to customers with high credibility and simultaneously the Group insurances these credits.

(c) Liquidity Risk

The liquidity risk remains in low levels, maintaining adequate reserves and marketable shares

(d) Cash Flow Risk and Fair Value Change Risk due to Interest Rates Fluctuation

The Group's revenues and cash flow are materially independent to the interest rates fluctuations. The Group has several important interest-bearing assets, placed in low risk investments. The Group has neither long-term nor short-term loans and therefore it is not subject to interest rates risks.

Accounting for Derivate Financial Instruments and Hedging Activities

The derivatives, initially and afterwards are recognized at their fair value. The method for the profit and losses recognition depends on whether the derivatives are considered as hedging instruments or held for trade. The derivatives are considered the day of the transaction either as hedging or fair value receivables, liabilities or commitments (fair value hedging), or very possible transaction provisions (Cash flow hedging), or an investment in a foreign company hedging. At the time of the transactions, the Group records the relationship between hedging instruments and the hedged instruments as well as the management strategy for this risk. At the beginning of the contract and on a permanent basis, the estimation related to the high effectiveness of hedging is recorded for both the fair value hedging and the cash flow hedging.

(a) Fair Value Hedging

The derivatives fair value changes are considered as fair value changes of hedged elements are recorded in profits

and losses as well as the changes in the fair value of the hedged elements, which are attributed to the hedged risk.

(b) Cash Flow Hedging

The effective proportion of derivatives fair value change, which is considered as cash flow hedging instruments, is booked in the equity reserves. The profits or losses of a non effective proportion are booked in the results. The amount which is booked in equity reserves is transferred to the period's results where the hedged element affects the profits or losses. In the cases of the future transactions forecast hedging, which results in the recognition of a non monetary element (e.g. inventory) or liability, the profits or losses which were booked in equity, are transferred to the acquisition cost of the non financial assets. When a hedging instrument expires or it is sold or the offset relationship doesn't accomplish the accounting hedging criteria, then the equity accumulated profits or losses remain in the reserves and they are transferred in the results when the hedging element affects the profits or losses. In the case of a future transaction forecast hedging, which is expected to be realized, the accumulated equity profits or losses are transferred in the results.

(c) Investment Hedging

The investment hedging in a company abroad is handled in the same way with the cash flow hedging.

The profits or losses of the mean hedging, which are related with hedging results, are recognized in the equity reserves. The profit or losses, which are related with the non result hedging part, are recognized in the results.

The accumulated profits and losses in equity are transferred to the results at time of the business sell.

(d) Derivatives Which are not Recognized as Hedging Instruments

The changes in the derivatives fair value are booked in the results.

Fair Value Determination

The financial instruments fair value trade in active market (e.g. derivatives, shares, bonds, mutual funds) and it is determined by the published prices at the balance sheet date. The bid price is used for the financial assets and the ask price is used of the financial liabilities.

The fair value of the financial instruments that don't trade in active markets is determined with the use of valuation methods and assertions which are based on market conditions at the balance sheet date. The nominal price less the bad debt liabilities provisions is estimated to approaches their fair value. The financial liabilities fair value, in order to be published, are estimated with the present value of the future cash flow based on certain contracts and using the Group's current interest rate for similar financial instruments.

6.8.4. Group Structure and Consolidation Method

The companies which are included in the consolidated financial statements are the following:

COMPANY	PERCENTAGE
ALUMINIUM DE GRECE S.A. - Athens	Parent Company
DELPHES-DISTOMON S.A.M. - Athens	99.98% ⁽¹⁾

⁽¹⁾ 'Direct participation, full consolidation

On March 15th, 2005, Mytilineos S.A. completed the takeover of 46% of the company ALUMINIUM DE GRECE S.A. through the Athens Stock Exchange.

The financial statements of ALUMINIUM DE GRECE S.A. - Group of Companies are included in the consolidated financial statements of MYTILINEOS HOLDINGS S.A., a Group of Companies, with registered offices in Greece and a 43,92% holding in the ALUMINIUM DE GRECE SA - Group of Companies.

6.8.5. Tangible Assets

The Group's tangible assets are analyzed as follows:

(in €)	Plots & Buildings	Vehicles & Mechanical Equipment	Furniture & Other Equipment	Tangible Assets under construction	Total
Gross Book Value	177,352,955	467,799,698	12,686,517	11,823,220	669,662,389
Accumulated depreciation and value impairment	(12,287,132)	(371,284,246)	(11,180,249)	-	(394,751,627)
Book Value as at 31 December 2004	165,065,823	96,515,452	1,506,268	11,823,220	274,910,762
Gross Book Value	177,681,827	478,581,618	12,950,411	60,208,949	729,422,804
Accumulated depreciation and value impairment	(14,038,423)	(379,361,786)	(11,515,378)	-	(404,915,587)
Book Value as at 31 December 2005	163,643,404	99,219,832	1,435,033	60,208,949	324,507,217
Book Value as at 31 December 2004	165,065,823	96,515,452	1,506,268	11,823,220	274,910,762
Additions	336,588	12,051,787	263,894	48,385,729	61,037,998
Depreciations	(1,756,924)	(9,347,407)	(335,129)	-	(11,439,460)
Sales / Reductions	(7,716)	(1,269,867)	-	-	(1,277,583)
Sales / Depreciation Reductions	5,633	1,269,867	-	-	1,275,500
Book Value as at 31 December 2005	163,643,404	99,219,832	1,435,033	60,208,949	324,507,217

The Company's tangible assets are analyzed as follows:

(in €)	Plots & Buildings	Vehicles & Mechanical Equipment	Furniture & Other Equipment	Tangible Assets under construction	Total
Gross Book Value	172,501,649	457,125,518	11,980,694	11,664,266	653,272,128
Accumulated depreciation and value impairment	(9,480,920)	(362,471,648)	(10,589,499)	-	(382,542,066)
Book Value as at 31 December 2004	163,020,729	94,653,871	1,391,195	11,664,266	270,730,061
Gross Book Value	172,806,270	467,442,814	12,212,422	60,197,848	712,659,354
Accumulated depreciation and value impairment	(11,071,779)	(369,950,254)	(10,877,666)	-	(391,899,699)
Book Value as at 31 December 2005	161,734,492	97,492,559	1,334,756	60,197,848	320,759,655
Book Value as at 31 December 2004	163,020,729	94,653,871	1,391,195	11,664,266	270,730,061
Additions	304,622	11,587,162	231,728	48,533,581	60,657,093
Depreciations	(1,590,859)	(8,748,474)	(288,167)	-	(10,627,499)
Sales / Reductions	-	(1,269,867)	-	-	(1,269,867)
Sales / Depreciation Reductions	-	1,269,867	-	-	1,269,867
Book Value as at 31 December 2005	161,734,492	97,492,559	1,334,756	60,197,848	320,759,655

6.8.6. Collateral on the Fixed Assets

The plots and the buildings were valued as at the transition date to IFRS (01/01/2004) at their implied cost according to the provisions of IFRS 1. The "implied" cost is considered as the fair value of the fixed assets as at the transition date to IFRS, which was defined after a study by an independent evaluator. The other tangible assets (machinery, other equipment) are recognized at the transition date at their acquisition cost minus accumulated depreciations.

There are no mortgages or collateral on the fixed assets for borrowing.

6.8.7. Intangible Assets

The Group's intangible assets are analyzed as follows

(in €)	Software	Formation expenses	Other intangible assets	Total
Gross Book Value	5,288,175	247,696	51,573,088	57,108,960
Accumulated depreciation and value impairment	(5,134,165)	(247,696)	(47,345,122)	(52,726,984)
Book Value as at 31 December 2004	154,010	-	4,227,967	4,381,977
Gross Book Value	6,160,585	247,696	53,633,696	60,041,978
Accumulated depreciation and value impairment	(5,218,408)	(247,696)	(49,475,246)	(54,941,351)
Book Value as at 31 December 2005	942,177	-	4,158,450	5,100,627

(in €)	Software	Formation expenses	Other intangible assets	Total
Book Value as at 31 December 2004	154,010		4,227,967	4,381,977
Additions	872,409	-	2,060,608	2,933,017
Depreciations	(84,243)	-	(1,857,448)	(1,941,691)
Sales / Reductions	-		(272,676)	(272,676)
Sales / Depreciation Reductions	-		-	-
Book Value as at 31 December 2005	942,177	-	4,158,450	5,100,627

The Company's intangible assets are analyzed as follows:

(in €)	Software	Total
Gross Book Value	5,033,120	5,033,120
Accumulated depreciation and value impairment	(4,899,675)	(4,899,675)
Book Value as at 31 December 2004	133,445	133,445
Gross Book Value	5,890,805	5,890,805
Accumulated depreciation and value impairment	(4,970,402)	(4,970,402)
Book Value as at 31 December 2005	920,403	920,403

(in €)	Software	Total
Book Value as at 31 December 2004	133,445	133,445
Additions	857,684	857,684
Depreciations	(70,727)	(70,727)
Sales / Reductions	-	-
Sales / Depreciation Reductions	-	-
Book Value as at 31 December 2005	920,403	920,403

6.8.8. Investments on Subsidiaries

Investments on subsidiaries are valued at their acquisition cost.

(in €)	31/12/2005	31/12/2004
Beginning of period	19,213,937	19,213,937
Additions	-	-
Sales / Cancellations	-	-
Other equity Changes	-	-
Ending of period	19,213,937	19,213,937

General Information for subsidiaries

Name	Country	Total Shares	% Participation 31/12/2005	% Participation 31/12/2004
Delphes - Distomon S.A.	Greece	3,099,000	99.9%	99.9%

6.8.9. Financial Assets available for sale

(in €)	THE GROUP		THE COMPANY	
	31/12/2005	31/12/2004	31/12/2005	31/12/2004
Balance at the beginning of the period	5,469,676	5,469,676	5,469,676	5,469,676
Sales / Cancellations	-	-	(7,819,104)	-
- Sale of participation	(7,819,104)	-	-	-
Revaluation at fair value	13,585,753	-	13,585,753	-
Balance at the end of the period	11,236,326	5,469,676	11,236,326	5,469,676
Non-current Assets	11,236,326	5,469,676	11,236,326	5,469,676
Current Assets	-	-	-	-
	11,236,326	5,469,676	11,236,326	5,469,676

The financial assets portfolio of shares available for sale includes shares with long-term strategic character.

The financial assets for sales include the following:

	THE GROUP		THE COMPANY	
	31/12/2005	31/12/2004	31/12/2005	31/12/2004
Quoted Shares				
Shares - Greece	11,236,326	5,469,676	11,236,326	5,469,676
	11,236,326	5,469,676	11,236,326	5,469,676

6.8.10. Deferred Tax

The deferred tax receivables and liabilities estimation takes place for each company of the Group and in cases where receivables or liabilities appear, they offset each other.

The offset of deferred tax receivables and liabilities takes place when there is an applicable legal right to offset the current tax receivables with the current tax liabilities and when the deferred income taxes refer to the same tax authority.

The Group's offset amount is analyzed as follows:

(in €)	31/12/2005		31/12/2004	
	D.T. Receivable	D.T. Liability	D.T. Receivable	D.T. Liability
Non-Current Assets				
Intangible Assets		8,472		4,822
Property, plant and equipment	890,736	17,005,915	1,002,706	17,712,456
Available-for-sale financial assets	33,545		51,678	
Current Assets				
Inventories				
Receivables				
Available-for-sale financial assets				
Long-Term Liabilities				
Employee Benefits	6,072,018		7,410,538	
Investment Grants	145,135		187,644	
Other Non-Current Liabilities	2,747,696		4,826,121	
Short-Term Liabilities				
Provisions				
Contingent Liabilities				
Employee Benefits	990,292		2,274,945	
Other Current Liabilities				
Derivatives	163,772			
Offset	(9,726,340)	(9,726,340)	(14,313,358)	(14,313,358)
Total D.T. Receivable	1,316,854	7,288,047	1,440,274	3,403,920

The Company's offset amount is analyzed as follows:

(in €)	31/12/2005		31/12/2004	
	D.T. Receivable	D.T. Liability	D.T. Receivable	D.T. Liability
Non-Current Assets				
Intangible Assets		8,472		4,822
Property, plant and equipment		17,005,915		17,712,456
Available-for-sale financial assets	33,545		51,678	
Current Assets				
Inventories				
Receivables				
Available-for-sale financial assets				
Long-Term Liabilities				
Employee Benefits	5,645,900		7,410,538	
Investment Grants	145,135		187,644	
Other Non-Current Liabilities	2,747,696		4,826,121	

Short-Term Liabilities

Provisions				
Contingent Liabilities				
Employee Benefits	990,292		1,837,378	
Other Current Liabilities				
Derivatives	163,772			
Offset	(9,726,340)	(9,726,340)	(14,313,358)	(14,313,358)
Total D.T. Assets	-	7,288,047	-	3,403,920

6.8.11. Inventories fair value

The Group's and the Company's inventories are analyzed as follows:

(in €)	THE GROUP		THE COMPANY	
	31/12/2005	31/12/2004	31/12/2005	31/12/2004
Raw Material	8,573,574	7,589,863	8,760,681	7,746,046
Semi-finished Products	25,642,593	17,659,461	25,642,593	17,659,461
Finished Products	9,972,182	10,973,803	9,068,503	9,691,691
Other	19,687,879	12,549,532	18,462,815	11,454,497
Total	63,876,227	48,772,659	61,934,592	46,551,695

Minus: Provisions for useless, belated and destroyed inventories.

Raw Material	-	-	-	-
Semi-finished Products	-	-	-	-
Finished Products	-	-	-	-
Other	(1,170,888)	(1,170,888)	(1,170,888)	(1,170,888)
	(1,170,888)	(1,170,888)	(1,170,888)	(1,170,888)
Total net liquidation value	62,705,339	47,601,770	60,763,704	45,380,806

6.8.12. Customers and other trade receivables

The Group's and the Company's customers and other trade receivables are analyzed as follows:

(in €)	THE GROUP		THE COMPANY	
	31/12/2005	31/12/2004	31/12/2005	31/12/2004
Customers	66,372,237	55,270,541	66,359,989	55,270,541
Notes Receivable	-	-	-	-
Checks Receivable	1,670,066	748,603	1,670,066	748,603
Minus: Impairment Provisions	-	-	-	-
Net Trade Receivables	68,042,303	56,019,144	68,030,055	56,019,144
Prepaid Inventory Purchases	-	-	-	-
Total	68,042,303	56,019,144	68,030,055	56,019,144
Non-Current Assets	-	-	-	-
Current Assets	68,042,303	56,019,144	68,030,055	56,019,144
Total	68,042,303	56,019,144	68,030,055	56,019,144

The Fair Value Receivables are the following

	31/12/2005	31/12/2004	31/12/2005	31/12/2004
Customers	66,372,237	55,270,541	66,359,989	55,270,541
Notes Receivable	-	-	-	-
Checks Receivable	1,670,066	748,603	1,670,066	748,603
Prepaid Inventory Purchases	-	-	-	-
	68,042,303	56,019,144	68,030,055	56,019,144

6.8.13. Other Receivables

The Group's and the Company's other receivables are analyzed as follows:

(in €)	THE GROUP		THE COMPANY	
	31/12/2005	31/12/2004	31/12/2005	31/12/2004
Sundry Debtors	1,216,394	952,729	1,159,101	853,583
Receivables from the Greek State	53,782,765	30,689,019	52,275,803	27,437,844
Other receivables	7,457,496	2,471,419	7,332,660	2,364,585
Disputed Debtors	-	20,117,434	-	20,117,434
Receivables from associated parties	-	-	16,553	9,975
Loans to associated parties	-	-	-	-
Minus: Bad debtors Provision	(21,494)	(21,494)	(21,494)	(21,494)
Net Debtors Receivables	62,435,161	54,209,107	60,762,624	50,761,927
Non- current Assets	392,769	122,551	323,562	107,641
Current Assets	62,042,392	54,086,556	60,439,061	50,654,286
	62,435,161	54,209,107	60,762,624	50,761,927

The Fair Value Receivables are the following

	31/12/2005	31/12/2004	31/12/2005	31/12/2004
Sundry Debtors	1,194,900	931,235	1,137,607	832,089
Receivables from the Greek State	53,782,765	30,689,019	52,275,803	27,437,844
Other receivables	7,457,496	2,471,419	7,332,660	2,364,585
Bad Debtors	-	20,117,434	-	20,117,434
Receivables from associated parties	-	-	16,553	9,975
Loans to associated parties	-	-	-	-
	62,435,161	54,209,107	60,762,624	50,761,927

6.8.14. Cash and Cash Equivalents

The Group's and the Company's cash and cash equivalents include the following:

(in €)	THE GROUP		THE COMPANY	
	31/12/2005	31/12/2004	31/12/2005	31/12/2004
Cash in hand	13,187,551	8,988,234	10,931,752	8,230,185
Short-term bank deposits	28,000,000	105,042,130	28,000,000	105,042,130
Total	41,187,551	114,030,364	38,931,752	113,272,315

The cash in hand and the bank over-withdrawals for the purposes of the cash flow statement, include the following:

(in €)	31/12/2005	31/12/2004	31/12/2005	31/12/2004
Cash and Cash Equivalents	41,187,551	114,030,364	38,931,752	113,272,315
Bank over-withdrawals	-	-	-	-
Total	41,187,551	114,030,364	38,931,752	113,272,315

6.8.15. Fair Value Reserves

The Group's and the Company's fair value reserves are analyzed as follows:

(in €)	Assets Revaluation	Hedging Reserves	Financial Instruments available for sale	Foreign exchange differences reserves	Total
Balance at 31 December 2004	-	-	-	-	-
Revaluation:					
Carrying amount		(564,730)	13,585,753		13,184,795
Minus: Tax		163,772			-
Sales Profits transferred to the results			(7,463,833)		(7,463,833)
Balance at 31 December 2005	-	(400,959)	6,121,921	-	5,720,962

6.8.16. Other Long-Term Liabilities and Grants

(in €)	THE GROUP		THE COMPANY	
	31/12/2005	31/12/2004	31/12/2005	31/12/2004
Balance at the beginning of the period	4,849,353	1,139,481	4,849,353	1,139,481
Additions	185,282	3,851,798	185,282	3,851,798
Transfer to results	228,493	141,925	228,493	141,925
Balance at the end of the period	4,806,142	4,849,353	4,806,142	4,849,353

6.8.17. Suppliers

The analysis of the Group's and the Company's Suppliers and other liabilities balance is as follows:

(in €)	THE GROUP		THE COMPANY	
	31/12/2005	31/12/2004	31/12/2005	31/12/2004
Suppliers	35,843,702	17,839,927	38,160,457	18,873,729
Notes Payable	-	-	-	-
Checks Payable	-	-	-	-
Total	35,843,702	17,839,927	38,160,457	18,873,729

6.8.18. Current Tax Liabilities

The balances of the current tax liabilities of the Group and the Company are analyzed as follows:

(in €)	THE GROUP		THE COMPANY	
	31/12/2005	31/12/2004	31/12/2005	31/12/2004
Tax for the current period	12,907,572	29,408,680	12,907,572	28,809,260
Tax control differences Liabilities	5,876,470	-	5,876,470	-
Other Tax Liabilities	3,176,193	1,837,881	3,018,156	1,647,692
Total	21,960,235	31,246,560	21,802,198	30,456,952

6.8.19. Derivatives

Derivatives purchases are associated with IAS 39 «Financial Instruments: Recognition and Measurement» and they are related with Future Indexes which are contracts for sale or purchase of certain items on a specific index in a future date, in London Metal Exchange (LME). These contracts are standardized, with predefined duration, daily negotiation and settlement. Income is considered to be the received difference at the date of the contract expiration and it is estimated from the difference between the current level and the agreed level, multiplied by each item's price. The final result is determined at the expiration dated.

According to IAS 39 definitions the derivatives purchases mentioned above can be considered either:

- a) Financial Instruments which are estimated at their fair value through results or
- b) Hedging Instruments

The company recognized the specific derivatives purchases as hedging instruments and specifically as Cash flow hedging. That is the coverage of specific dangers related to the Cash flow change that derives from an asset element or a liability or a future transaction and this change will affect the fiscal year's results. Therefore, according to the accounting treatment of accounting hedging to a certain part of profits or losses that come from the hedging instrument that is effective (derivatives), is directly transferred to the company's equity, while part that concerns the non effective hedging is transferred to the results.

At the beginning of hedging there was an official explanation of the hedging relationship of the company's purposes related to the risk management and the hedging strategy. The hedging is expected to be totally effective regarding the fair value changes hedging or the cash flow hedging that derive from the hedged danger, according

to the explained risk management strategy for the certain hedged relationship.

The Company valued the open sale positions on 31.12.2005 and transferred the effective proportion of profits and losses to equity as a hedging reserve. The following table shows the valuation of the open sale positions.

Start date	End date	Pay date	USD / MT fixed	USD / MT Floating	Change	Quantity	MTM	MTMPV
03/01/06	31/01/06	02/02/06	2,257.50	2,283.58	-26.08	5,000.00	-130,400.00	129,860.02
01/02/06	28/02/06	02/03/06	2,257.50	2,284.31	-26.81	5,000.00	-134,050.00	133,023.49
01/03/06	31/03/06	04/04/06	2,252.50	2,279.88	-27.38	5,000.00	-136,900.00	135,278.78
03/04/06	28/04/06	03/05/06	2,237.50	2,271.34	-33.84	5,000.00	-169,200.00	155,568.13
							-570,550.00	564,730.42

6.8.20. Other Short-Term Liabilities

The analysis of the Group's and the Company's other short-term liabilities balance is as follows:

(in €)	THE GROUP		THE COMPANY	
	31/12/2005	31/12/2004	31/12/2005	31/12/2004
Accrued Expenses	5,008,033	7,345,392	5,008,033	7,345,392
Insurance organizations and other taxes	2,808,072	2,497,717	2,533,574	2,241,103
Other Liabilities	8,078,690	5,596,997	7,972,682	5,162,735
Total	15,894,795	15,440,106	15,514,289	14,749,230

6.8.21. Provisions

The Group's provisions are analyzed as follows:

(in €)	THE GROUP			
	Environmental retrieval	Tax Liabilities	Other	Total
31 December 2004	6,493,186	7,836,815	3,244,814	17,574,815
Fiscal Year Additional Provisions	1,260,000	200,000	1,550,000	3,010,000
Reversed non-used provisions	-	-	(1,580,000)	(1,580,000)
Foreign exchange differences	-	-	-	-
Period's provisions	(272,675)	(6,836,815)	-	(7,109,490)
31 December 2005	7,480,511	1,200,000	3,214,814	11,895,325

The Company's provisions are analyzed as follows:

(in €)	THE COMPANY			
	Environmental retrieval	Tax Liabilities	Other	Total
31 December 2004	4,000,000	7,836,815	3,244,814	15,081,629
Fiscal Year Additional Provisions	1,260,000		1,550,000	2,810,000
Reversed non-used provisions			(1,580,000)	(1,580,000)
Foreign exchange differences				-
Period's provisions		(6,836,815)		(6,836,815)
31 December 2005	5,260,000	1,000,000	3,214,814	9,474,814

6.8.22. Expenses per Category

The Group's expenses per category are as analyzed as follows:

(in €)	THE GROUP				THE GROUP			
	1/1-31/12/2005				1/1-31/12/2004			
	Cost of Sales	Distribution Expenses	Administrative Expenses	Total	Cost of Sales	Distribution Expenses	Administrative Expenses	Total
Pension Benefits	4,736,991	528	2,021	4,739,540	8,247,324			8,247,324
Other employee benefits	71,206,258	602,689	1,060,007	72,868,954	65,743,130	626,194	1,031,000	67,400,323
Cost of inventories recognised as an expense	118,988,570			118,988,570	109,439,841			109,439,841
Tangible Assets Depreciation								
-Owned Assets	11,314,375		125,085	11,439,460	11,500,146			11,500,146
Intangible assets depreciations	1,899,470	42,221		1,941,691	3,230,909			3,230,909
Third party remuneration and expenses	4,230,778	275,248	2,879,227	7,385,253	6,828,958	647,678	1,590,424	9,067,060
Third party benefits	94,691,816	110,903	834,327	95,637,046	78,116,499	55,087	598,778	78,770,364
Other	9,634,259	194,968	1,232,930	11,062,158	13,354,061	194,344	1,801,084	15,349,489
Total	316,702,517	1,226,558	6,133,597	324,062,672	296,460,867	1,523,303	5,021,285	303,005,455

The Company's expenses per category are as analyzed as follows:

(in €)	THE COMPANY				THE COMPANY			
	1/1-31/12/2005				1/1-31/12/2004			
	Cost of Sales	Distribution Expenses	Administrative Expenses	Total	Cost of Sales	Distribution Expenses	Administrative Expenses	Total
Pension Benefits	4,481,409			4,481,409	7,811,513			7,811,513
Other employee benefits	66,197,469	587,266	931,373	67,716,107	60,662,572	591,461	956,671	62,210,703
Cost of inventories recognised as an expense	136,868,985			136,868,985	127,120,021			127,120,021
Tangible Assets Depreciation								
-Owned Assets	10,509,271		118,229	10,627,499	10,603,724			10,603,724
Intangible assets depreciations	28,505	42,221		70,727	202,570			202,570
Third party remuneration and expenses	2,317,083	246,500	2,064,732	4,628,315	4,311,841	627,206	1,497,354	6,436,401
Third party benefits	94,088,894	66,901	783,569	94,939,364	78,116,499	55,087	598,778	78,770,364
Other	6,393,172	180,145	932,285	7,505,601	10,815,361	141,087	1,131,147	12,087,595
Total	320,884,788	1,123,032	4,830,186	326,838,007	299,644,100	1,414,841	4,183,950	305,242,891

6.8.23. Employee Benefits

(in €)	THE GROUP		THE COMPANY	
	1/1-31/12/2005	1/1-31/12/2004	1/1-31/12/2005	1/1-31/12/2004
Wages and Salaries including benefit plans	48,962,152	54,344,934	45,050,460	50,472,947
Social Security Expenses	11,394,286	11,107,361	10,237,835	9,941,014
Other employee benefits	12,231,684	1,797,816	12,146,980	1,646,532
Defined benefit plan payments	280,832	150,211	280,832	150,211
Defined benefit plan	4,739,540	8,247,324	4,481,409	7,811,513
Total	77,608,494	75,647,647	72,197,516	70,022,216

6.8.24. Financial Expense – Net

(in €)	THE GROUP		THE COMPANY	
	1/1-31/12/2005	1/1-31/12/2004	1/1-31/12/2005	1/1-31/12/2004
Interest Revenue				
-Banks	2,310,877	2,033,207	2,285,404	2,027,908
-Available-for-Sale Investments	-	-	-	-
-Investments kept until expire	-	-	-	-
	2,310,877	2,033,207	2,285,404	2,027,908
Interest Expenses	1/1-31/12/2005	1/1-31/12/2004	1/1-31/12/2005	1/1-31/12/2004
- Discounted Benefit Liabilities due to retirement	-	(84,171)	-	-
-Bank Loans	-	-	-	-
- Over-withdrawals	-	-	-	-
- Letters of Guarantees commissions	(47,384)	(33,448)	(44,900)	(32,339)
- Financial Leasing	-	-	-	-
- Other Bank Expenses	(116,736)	(29,630)	(116,736)	(29,630)
	(164,120)	(147,249)	(161,637)	(61,969)

6.8.25. Other Operating Income – Expenses

(in €)	THE GROUP		THE COMPANY	
	31/12/2005	31/12/2004	31/12/2005	31/12/2004
Fair Value Profits for Fixed Assets investments	-	-	-	-
Received Grants depreciation	-	-	-	-
Grants Income	18,312	210,470	18,312	210,470
Insurance compensation	3,405	-	3,405	-
Profit from foreign exchange differences	2,933,663	968,700	2,933,663	968,700
Income from concessions	1,566,880	1,406,182	1,566,880	1,379,995
Income from non-used provisions	8,741,107	5,238,038	8,638,745	5,238,038
Other	3,680,101	3,435,386	3,574,567	3,435,386
Profit from sale of fixed assets	120,750	124,673	120,750	-
Total	17,064,218	11,383,450	16,856,323	11,232,590
	1/1-31/12/2005	1/1-31/12/2004	1/1-31/12/2005	1/1-31/12/2004
Fair Value Losses for Fixed Assets investments				
Losses from foreign exchange differences	1,208,593	1,426,393	1,208,593	1,426,393
Employees compensation provisions	4,496,854	9,250,182	4,266,881	9,250,182
Other provisions	2,810,000	7,044,814	2,810,000	7,044,814
Losses from sale of fixed assets	-	-	-	-
Other	567,597	946,327	511,286	911,757
Compensations	-	-	-	-
Total	9,083,045	18,667,716	8,796,760	18,633,146

6.8.26. Contingent Receivables – Liabilities

There are no disputed or liable to litigation differences of judicial or arbitration bodies that may have a significant effect on the Group's financial status or operation.

6.8.27. Tax Authorities Auditing

ALUMINIUM DE GRECE S.A. was not audited by the tax authorities for fiscal years 2004 and 2005. DELPHES DISTOMON S.A.M. was not audited from fiscal year 2002 to fiscal year 2005.

The current fiscal year, the tax authorities finalised the previous years' related tax obligations. The total amount of this obligation is 10,616 (in 000€) and it is fully booked in the 1/1/-31/12/05 results. Part of the above difference, 6,837 (in 000 €), is covered from the reverse of the provisions for the unaudited future years.

There is the possibility of additional tax implications for the non-audited fiscal year when the authorities complete their audit. The Group has made provisions for the non-audited fiscal years to the amount of 1,200 (in 000 €).

6.8.28. Changes in Accounting Estimations

There was not change in the Group's accounting policies or accounting estimations.

6.8.29. Own Stock Buy-Back

The Company purchased 1,000,000 items of its own shares. The total value of this transaction was 17,710,481 €.

(in €)	Nr of shares	Common shares	Above par	Own shares	Total
31 December 2004	21,578,040	228,295,663	230,489	-	228,526,152
Purchase of parent's shares (Own shares)	(1,000,000)			(17,710,481)	(17,710,481)
31 December 2005	20,578,040	228,295,663	230,489	(17,710,481)	210,815,671

This year, the weighted average number of the company's shares is 21,273,873 items.

6.8.30. Number of Employed Personnel

The number of personnel employed by the Group and the Company for the fiscal years 2004 – 2005 is as follows:

THE GROUP		THE COMPANY	
31/12/2005	31/12/2004	31/12/2005	31/12/2004
1,190	1,274	1,061	1,139

6.8.31. Inter-Company Transactions**1/1 – 31/12/2005**

The Company' transactions with related parties (according to IAS 24) as of the 31/12/05 for Purchases are: € 20,880 (in € 000).

The balance of the company's receivables with its related parties (according to IAS 24) is respectively € 3,245 (in € 000). Group's transactions with related parties (according to IAS 24) as of 31/12/05 are as follows: Sales 79,345 (in € 000) – Purchases 10,637 (in € 000) – Receivable 10,416 (in € 000) – Payable 6,842 (in € 000).

The amount of € 33,468 (in € 000) has been given to a related company as a deposit for the acquisition of a fixed asset according to IAS 24.

INTER-COMPANY RECEIVABLES – LIABILITIES 31/12/2005

(in €)		LIABILITY						
	ALUMINIUM DE GRECE	DELPHES DISTOMON	ELECTRICITY PRODUCTION GROUP	METKA S.A.	3KP	EKME	MYTILINEOS FINANCE	TOTAL
RECEIVABLE								
ALUMINIUM DE GRECE			7,213	33,468,000			10,408,402	43,883,615
DELPHES DISTOMON	3,245,046							3,245,046
ELECTRICITY PRODUCTION GROUP								0
METKA S.A.	4,332,535							4,332,535
3KP	389,104							389,104
EKME	46,335							46,335
MYTILINEOS FINANCE	2,073,653							2,073,653
TOTAL	10,086,674	0	7,213	33,468,000	0	0	10,408,402	53,970,290

COMPANY SALES – PURCHASES 1/1 – 31/12/2005

(in €)		PURCHASER						
	ALUMINIUM DE GRECE	DELPHES DISTOMON	ELECTRICITY PRODUCTION GROUP	METKA S.A.	3KP	EKME	MYTILINEOS FINANCE	TOTAL
SELLER								
ALUMINIUM DE GRECE			7,213				79,338,156	79,345,369
DELPHES DISTOMON	20,879,880							20,879,880
MYTILINEOS FINANCE	10,637,304							10,637,304
TOTAL	31,517,184	0	7,213	0	0	0	79,338,156	110,862,553

1/1 – 31/12/2004

The company's aggregate purchases, from Delphes Distomon S.A.M., for the fiscal year 2004 are € 19,997 (in € 000).

The company's liabilities balance, to Delphes Distomon S.A.M at the end of the previous is €2,050 (in €000).

The above amounts are not included in the consolidated financial statements.

INTER-COMPANY RECEIVABLES – LIABILITIES 31/12/2004

(in €)	LIABILITY					
	ALUMINIUM DE GRECE	DELPHES DISTOMON	ELECTRICITY PRODUCTION GROUP	METKA S.A.	MYTILINEOS FINANCE	TOTAL
ALUMINIUM DE GRECE						-
DELPHES DISTOMON	2,049,849					2,049,849
TOTAL	2,049,849	-	-	-	-	2,049,849

INTER-COMPANY SALES – PURCHASES 1/1 – 31/12/2004

(in €)	PURCHASER					
	ALUMINIUM DE GRECE	DELPHES DISTOMON	ELECTRICITY PRODUCTION GROUP	METKA S.A.	MYTILINEOS FINANCE	TOTAL
ALUMINIUM DE GRECE						-
DELPHES DISTOMON	19,996,982					19,996,982
TOTAL	19,996,982	-	-	-	-	19,996,982

6.8.32. Income Tax

The income tax for the fiscal year 2005 includes previous years related tax obligations counting 10,616 (in '000 €). Part of the above difference, 6,837 (in '000 €), is covered from the reverse of the provisions for the unaudited future years.

(in €)	THE GROUP		THE COMPANY	
	1/1-31/12/2005	1/1-31/12/2004	1/1-31/12/2005	1/1-31/12/2004
Fiscal Year Tax	15,270,833	22,941,522	15,233,635	22,188,313
Previous years tax differences	3,979,080	-	3,779,080	-
Deferred Tax	4,171,318	(7,704,035)	4,047,899	(7,343,614)
Total	23,421,231	15,237,487	23,060,614	14,844,699

Tax imposed on profit before taxes differentiates from the theoretical amount that would derive from the use of each country's weighted average tax factor, as follows:

(in €)	THE GROUP		THE COMPANY	
	1/1-31/12/2005	1/1-31/12/2004	1/1-31/12/2005	1/1-31/12/2004
Accounting profit	75,479,430.57	48,269,039.89	74,039,908.56	47,794,891.20
Tax rate	32%	35%	32%	35%
Prospective tax expense	24,153,418	16,894,164	23,692,771	16,728,212
Adjustments at tax rate				
<i>Tax effect of income that are not added in determining taxable profit</i>				
- Tax free income	(8,720,107)	(2,154,815)	(8,720,107)	(1,293,055)
- Tax free reserves	(5,042,146)	(876,348)	(4,248,885)	(761,632)
- Other	(7,282,201)	(13,659,311)	(7,596,559)	(14,343,833)
<i>Tax effect of expenses that are not deductible in determining taxable profit</i>				
- Goodwill Impairment				
- Expenses that are not deductible in determining taxable profit	16,333,187	15,033,798	16,154,314	14,515,006
Prior Year Audit Tax Differences	3,979,080			3,779,080
Tax expense	23,421,231	15,237,487	23,060,614	14,844,699

6.8.33. Earnings per Share

The earnings per share were estimated using the earning distribution based on weighted average number of shares

(in €)	THE GROUP		THE COMPANY	
	1/1-31/12/2005	1/1-31/12/2004	1/1-31/12/2005	1/1-31/12/2004
Earnings that correspond to the parent's shareholders	52,057,656.90	33,031,094.08	50,979,294.28	32,950,192.56
Weighted average number of shares	21,273,873.00	21,578,040.00	21,273,873.00	21,578,040.00
Basic earnings per share (Euro per share)	2.45	1.53	2.40	1.53

6.8.34. Cash flow from Operating Activities

(in €)	THE GROUP		THE COMPANY	
	1/1-31/12/2005	1/1-31/12/2004	1/1-31/12/2005	1/1-31/12/2004
Earnings for the period	52,058,200	33,031,553	50,979,294	32,950,193
<i>Adjustments for</i>				
Tax	23,421,231	15,237,487	23,060,614	14,844,699
Depreciations of tangible fixed assets	11,439,460	11,642,071	10,627,499	10,745,649
Depreciations of intangible assets	1,941,691	3,230,909	70,727	202,570
Profit/loss from sale of tangible assets	(182,067)	(124,673)	(120,750)	-
Interest income	(2,310,877)	(2,033,207)	(2,285,404)	(2,027,908)
Interest expenses	164,120	147,249	161,637	61,969
Dividend income - Financial items sales	(7,255,701)	(184,971)	(8,555,408)	(1,984,566)
Depreciation of grants	(228,493)	(141,925)	(228,493)	(141,925)
Foreign exchange profit/(loss) from evaluation	(205,682)	215,853	(205,682)	215,853
Other	-	64,475	-	-
	78,841,881	61,084,820	73,504,034	54,866,533
Changes in Working capital				
Increase/(decrease) of inventories	(15,103,569)	6,854,318	(15,382,897)	7,150,303
Increase/(decrease) of receivables	(19,765,298)	(11,732,432)	(21,581,989)	(11,193,845)
Increase/(decrease) of liabilities	17,235,220	8,920,046	18,896,996	7,546,238
Fiscal year provisions	(6,690,339)	7,044,814	(6,740,456)	7,044,814
Outflow of liability for employee benefits for retirement	-	3,289,168	-	3,208,356
	(24,323,985)	14,375,913	(24,808,346)	13,755,866
Net Cash flow from operating activities	54,517,896	75,460,733	48,695,688	68,622,399

6.8.35. Developments subsequent to the date of the Financial Statements

1. The fiscal audit for DELPHES & DISTOMON S.A.M.' fiscal years 2002 – 2004 was completed.
2. The Extraordinary General Shareholders' Meeting of 9 February 2006 decided on
 - a) the increase of ALUMINIUM DE GRECE S.A.' share capital by capitalization of reserves, and
 - b) the decrease of the company's shares' nominal value with simultaneous issuing of 21,578,040 new ordinary, registered, nominal shares, i.e. one new share for each old one. Consequently, the dividend to be distributed per share will result after taking into consideration the above, under (b), decision of the Extraordinary General Shareholders' Meeting.
3. The Extraordinary General Shareholders' Meeting of 31 January 2006 decided the completion of the company's scope and the amendment of article 2 of its Articles of Association, with the addition of the phrase "the production and trade of any form of energy" in its 1st paragraph. The amended article 2 of the company's Articles of Association is now as follows:

" Article 2

The scope of the Company is:

The production and manufacture of alumina and aluminium in Greece and their marketing in any country, under the Contract signed with the Greek State on 27 August 1960 and ratified by virtue of the Legislative Decree 4110/1960, as well as the production and trade of any form of energy.

The scope of the Company is also the prospecting for, and the extraction and treatment of, any and all mining materials and metals in Greece as well as their marketing in any country.

In order to attain the aforesaid objectives but also in a general manner, the Company has especially the right to obtain prospecting and exploitation authorisation; obtain any concessions; acquire, rent, install, build and exploit mines and quarries; set up, acquire, rent, install, build and exploit factories, industrial establishments and all kinds of movables or real property; acquire, take out, file, implement and grant patents, patent licences, industrial methods and trademarks; acquire, rent, develop and exploit farmland and forests as well as land and sea transport services and enterprises; and generally take any and all actions contributing to the fulfilment of the Company's objectives.

For the same purpose, the Company can also participate, in any form, in any related enterprises and collaborate, in any form, with natural persons or legal entities in pursuit of objectives the same as or related to the ones pursued by the Company.

7. Interim Financial Statements and Information

7.1. Financial Statements for the 3-month period from 1st January to 31st March 2005

Amounts in '000 Euros	THE GROUP		THE COMPANY	
ASSETS	31/03/2005	31/12/2004	31/03/2005	31/12/2004
Non-Current Assets				
Property, plant and equipment	274,985	274,911	270,907	270,730
Intangible assets	4,363	4,382	123	133
Investments in subsidiaries	0	0	19,214	19,214
Deferred tax asset	1,424	1,440		
Available-for-sale financial assets	18,146	5,470	18,146	5,470
Other non current assets	121	122	105	108
	299,039	286,325	308,495	295,655

Current Assets

Inventories	53,023	47,602	50,440	45,381
Trade and other receivables	45,992	56,019	45,992	56,019
Other receivables	54,520	54,087	50,645	50,654
Cash and cash equivalents	127,532	114,030	127,074	113,272
	281,067	271,738	274,151	265,326
Total Assets	580,106	558,063	582,646	560,981

(in €)	THE GROUP		THE COMPANY	
LIABILITIES	31/03/2005	31/12/2004	31/03/2005	31/12/2004
EQUITY & LIABILITIES				
EQUITY				
Share capital	228,296	228,296	228,296	228,296
Share premium	230	230	230	230
Fair value reserves	9,434	0	9,434	0
Other reserves	49,568	49,568	49,568	49,568
Retained earnings	159,759	151,432	166,739	158,977
Equity attributable to shareholders	447,287	429,526	454,267	437,071
Minority interests	3	3		
Total Equity	447,290	429,529	454,267	437,071
Long-Term Liabilities				
Deferred tax liability	6,840	3,404	6,840	3,404
Pension plans	38,180	38,180	36,496	36,496
Other long-term liabilities	4,828	4,849	4,828	4,849
Provisions	17,575	17,575	15,081	15,081
Total Long-Term Liabilities	67,423	64,008	63,245	59,830

Short-Term Liabilities

Trade and other payables	16,609	17,840	18,117	18,874
Tax payable	39,017	31,246	38,151	30,457
Other payables	9,767	15,440	8,866	14,749
Total Short-Term Liabilities	65,393	64,526	65,134	64,080
Total Liabilities	132,816	128,534	128,379	123,910
Total Equity and Liabilities	580,106	558,063	582,646	560,981

Income Statement for the period 1/1 – 31/3/2005 (amounts in '000 Euros)

	THE GROUP		THE COMPANY	
	1/1-31/3/2005	1/1-31/3/2004	1/1-31/3/2005	1/1-31/3/2004
Sales	85,631	85,683	85,631	85,683
Cost of sales	(68,0480)	(71,975)	(68,853)	(72,437)
Gross profit	17,583	13,708	16,778	13,246
Other operating income	1,909	1,545	1,904	1,545
Distribution expenses	(225)	(296)	(203)	(276)
Administrative expenses	(1,192)	(977)	(1,052)	(788)
Other expenses	(1,360)	(394)	(1,328)	(382)
Profit before tax, borrowings and investments results	16,715	13,586	16,099	13,345
Financial Income	565	228	564	229
Financial Expenses	(14)	(34)	(14)	(15)
Profit before Tax	17,266	13,780	16,649	13,559
Income tax expense	(9,094)	(6,084)	(8,887)	(6,028)
Fiscal Year Net Operating Profit	8,172	7,696	7,762	7,531
Distributed at :				
Equity holders of the parent	8,172	7,696	7,762	7,531
Minority interest	0.1	0.1		
Basic earnings per share (in Euros)	0.38	0.36	0.36	0.35

Cash Flow Statement for the period 1/1 -31/3/2005 (amounts in '000 Euros)

	THE GROUP		THE COMPANY	
	1/1-31/3/2005	1/1-31/3/2004	1/1-31/3/2005	1/1-31/3/2004
Cash flow from operating activities				
Earnings for the period	8,172	7,696	7,762	7,531
Adjustments on Profits	11,589	9,243	10,743	8,516
	19,761	16,939	18,505	16,047
Changes in Working capital				
Increase/(decrease) of inventories	(5,421)	3,467	(5,059)	3,652
Increase/(decrease) of receivables	9,593	(3,556)	10,035	(3,599)
Increase/(decrease) of liabilities	(7,083)	(4,419)	(6,862)	(4,810)
Fiscal year provisions		483		471
Cash flow from operating activities	16,850	12,914	16,619	11,761
Interest Paid	(14)	(34)	(14)	(15)
Income Tax	(777)		(777)	
Net Cash flow from Operating activities	16,059	12,880	15,828	11,746
Cash flow from Investing activities				
Purchases of tangible assets	(3,244)	(3,044)	(2,712)	(2,017)
Sales of tangible assets	120		120	
Interest Received	565	229	564	229
Other	2	(74)	2	(74)
Net Cash flow from Investing activities	(2,557)	(2,889)	(2,026)	(1,862)
Cash flow from Financing activities				
Net Cash flow from Financing activities	0	0	0	0
Net (decrease)/ increase in cash and cash equivalents	13,502	9,991	13,802	9,884
Cash and cash equivalents at beginning of year	114,030	69,472	113,272	69,321
Cash and cash equivalents at end of year	127,532	79,463	127,074	79,205

7.2. Financial Statements for the 6-month Period from 1st January to 30th June 2005

(in €)	THE GROUP		THE COMPANY	
	30/06/2005	31/12/2004	30/06/2005	31/12/2004
ASSETS				
Property, plant and equipment	277,921,703	274,910,762	274,153,373	270,730,061
Intangible assets	4,339,269	4,381,977	112,566	133,445
Investments in subsidiaries	-	-	19,213,937	19,213,937
Deferred tax asset	1,474,076	1,440,274	-	-
Available-for-sale financial assets	11,617,041	5,469,676	11,617,041	5,469,676
Other non current assets	120,703	122,551	105,793	107,641
Non-Current Assets	295,472,791	286,325,240	305,202,709	295,654,761
Inventories	64,048,861	47,601,770	61,592,104	45,380,806
Trade and other receivables	55,583,063	56,019,144	55,583,063	56,019,144
Other receivables	57,768,946	54,086,556	53,892,385	50,654,286
Cash and cash equivalents	82,772,620	114,030,364	82,260,977	113,272,315
Current Assets	260,173,490	271,737,835	253,328,528	265,326,551
Total Assets	555,646,281	558,063,075	558,531,237	560,981,312
EQUITY & LIABILITIES				
EQUITY				
Share capital	227,357,019	228,295,663	227,357,019	228,295,663
Share premium	230,489	230,489	230,489	230,489
Fair value reserves	4,172,625	-	4,172,625	-
Other reserves	46,221,001	42,501,624	53,287,725	49,568,349
Retained earnings	156,365,686	158,498,050	156,858,304	158,976,190
Equity attributable to shareholders	434,346,819	429,525,827	441,906,162	437,070,691
Minority interests	2,716	2,691	-	-
Total Equity	434,349,535	429,528,518	441,906,162	437,070,691
LIABILITIES				
Long-Term Liabilities				
Deferred tax liability	6,076,106	3,403,920	6,076,106	3,403,920
Pension plans	38,272,022	38,179,875	36,495,808	36,495,808
Other long-term liabilities	4,726,866	4,849,353	4,726,866	4,849,353
Provisions	17,381,673	17,574,815	15,081,629	15,081,629
Total Long-Term Liabilities	66,456,667	64,007,963	62,380,408	59,830,710
Short-Term Liabilities				
Trade and other payables	25,767,086	17,839,927	27,259,031	18,873,729
Tax payable	16,028,188	31,246,560	14,860,751	30,456,952
Other payables	13,044,805	15,440,106	12,124,885	14,749,230
Total Short-Term Liabilities	54,840,079	64,526,593	54,244,667	64,079,912
Total Liabilities	121,296,747	128,534,557	116,625,075	123,910,622
Total Equity and Liabilities	555,646,281	558,063,075	558,531,237	560,981,312

Income Statement for the period 1/1 – 30/6/2005

(in €)	THE GROUP				THE COMPANY			
	1/1-30/6/2005	1/4-30/6/2005	1/1-30/6/2004	1/4-30/6/2004	1/1-30/6/2005	1/4-30/6/2005	1/1-30/6/2004	1/4-30/6/2004
Sales	180,325,036	94,694,261	179,183,563	93,500,295	180,325,036	85,630,776	179,183,563	93,500,295
Cost of sales	(145,692,298)	(77,644,516)	(146,439,326)	(74,464,697)	(147,918,907)	(68,852,873)	(147,808,042)	(75,370,621)
Gross profit	34,632,738	17,049,745	32,744,237	19,035,598	32,406,129	16,777,903	31,375,521	18,129,675
Other operating income	4,036,082	2,126,986	2,620,047	1,075,536	3,913,302	1,904,188	2,608,455	1,063,944
Distribution expenses	(527,508)	(302,127)	(595,709)	(299,393)	(474,292)	(202,828)	(549,951)	(273,980)
Administrative expenses	(2,691,331)	(1,499,119)	(1,963,503)	(986,229)	(2,133,021)	(1,052,081)	(1,723,630)	(935,667)
Other expenses	(1,313,169)	46,714	(5,760,629)	(5,366,735)	(1,278,937)	(1,327,587)	(5,740,119)	(5,358,608)
Profit before tax, borrowings and investments results	34,136,813	17,422,199	27,044,442	13,458,777	32,433,181	16,099,595	25,970,275	12,625,364
Financial Income	1,200,581	635,694	623,098	394,293	1,197,545	563,588	621,208	392,403
Financial Expenses	(48,928)	(34,736)	(29,340)	5,236	(48,103)	(13,706)	(28,847)	(14,266)
Other financial results	4,399,139	4,399,139	-	-	5,698,846	-	1,799,595	1,799,595
Profit before Tax	39,687,604	22,422,297	27,638,201	13,858,306	39,281,469	16,649,478	28,362,230	14,803,095
Income tax expense	(16,677,384)	(7,583,702)	(13,358,347)	(7,274,574)	(16,101,938)	(8,887,255)	(12,971,292)	(6,943,675)
Fiscal Year Net Operating Profit	23,010,220	14,838,594	14,279,854	6,583,732	23,179,531	7,762,223	15,390,938	7,859,419
<i>Distributed at:</i>								
Equity holders of the parent	23,009,903	14,838,423	14,279,676	6,583,619				
Minority interest	317	171	178	113				
Basic earnings per share	1.07	0.69	0.66	0.31	1.07	0.36	0.71	0.36

Cash Flow Statement for the period 1/1 – 30/6/2005

(in €)	THE GROUP		THE COMPANY	
	1/1–30/06/2005	1/1–30/6/2004	1/1–30/06/2005	1/1–30/6/2004
Cash flow from Operating Activities				
Earnings for the period	23,010,220	14,279,854	23,179,531	15,390,938
<i>Adjustments for</i>				
Tax	16,677,384	13,358,347	16,101,938	12,971,292
Depreciations of tangible fixed assets	5,526,324	5,825,197	5,090,859	5,372,824
Depreciations of intangible assets	787,830	1,225,873	20,880	101,285
Profit/loss from sale of tangible assets	(171,867)	-	(120,000)	-
Interest income	(1,200,581)	(623,098)	(1,197,545)	(621,208)
Interest expenses	48,928	29,340	48,103	28,847
Dividend income – Financial items sales	(4,399,139)	-	(5,698,846)	(1,799,595)
Depreciation of grants	(122,488)	(70,963)	(122,488)	(70,963)
	40,156,611	34,024,550	37,302,432	31,373,421
Changes in Working capital				
Increase/(decrease) of inventories	(16,447,091)	5,483,285	(16,211,297)	5,841,309
Increase/(decrease) of receivables	(3,246,308)	(6,003,013)	(2,802,018)	(7,204,943)
Increase/(decrease) of liabilities	4,315,259	(2,487,564)	4,650,491	(2,806,427)
Fiscal year provisions	285,288	5,345,391	-	5,272,000
	(15,092,852)	2,338,099	(14,362,824)	1,101,938
Cash flow from operating activities	25,063,759	36,362,648	22,939,607	32,475,359
Interest Paid	(48,928)	(29,340)	(48,103)	(28,847)
Income Tax	(30,263,655)	(9,517,184)	(30,113,699)	(9,287,979)
Net Cash flow from Operating activities	(5,248,824)	26,816,125	(7,222,195)	23,158,533
Cash flow from Investing activities				
Purchases of tangible assets	(8,548,797)	(8,467,262)	(8,514,170)	(7,926,901)
Purchases of intangible assets	(951,879)	(1,325,008)	-	-
Sales of tangible assets	183,400	-	120,000	-
Dividends received	-	-	1,299,707	1,799,595
Financial items sales	4,622,611	-	4,622,611	-
Interest Received	1,200,581	623,098	1,197,545	621,208
Increase in the Long-Term Receivables	1,848	(74,809)	1,848	(73,309)
Net Cash flow from Investing activities	(3,492,235)	(9,243,981)	(1,272,459)	(5,579,408)
Cash flow from Financing activities				
Acquisition of own shares	(938,645)	-	(938,645)	-
Dividends paid to parent's shareholders	(21,578,040)	-	(21,578,040)	-
Net Cash flow from Financing activities	(22,516,685)	-	(22,516,685)	-
Net (decrease)/ increase in cash and cash equivalents	(31,257,744)	17,572,144	(31,011,338)	17,579,126
Cash and cash equivalents at beginning of year	114,030,364	69,472,176	113,272,315	69,320,947
Cash and cash equivalents at end of year	82,772,620	87,044,320	82,260,977	86,900,073

7.3. Financial Statements for the 9-month period from 1st January to 30th September 2005

(in €)	THE GROUP		THE COMPANY	
	30/09/2005	31/12/2004	30/09/2005	31/12/2004
ASSETS				
Property, plant and equipment	303,357,517	274,910,762	299,431,918	270,730,061
Intangible assets	4,279,000	4,381,977	102,126	133,445
Investments in subsidiaries	-	-	19,213,937	19,213,937
Deferred tax asset	1,476,854	1,440,274	-	-
Available-for-sale financial assets	9,641,803	5,469,676	9,641,803	5,469,676
Other non current assets	360,317	122,551	341,807	107,641
Non-Current Assets	319,115,491	286,325,240	328,731,592	295,654,761
Inventories	65,189,356	47,601,770	63,206,470	45,380,806
Trade and other receivables	55,598,459	56,019,144	55,598,459	56,019,144
Other receivables	52,568,798	54,086,556	51,017,082	50,654,286
Cash and cash equivalents	55,117,974	114,030,364	52,363,047	113,272,315
Current Assets	228,474,586	271,737,835	222,185,058	265,326,551
Total Assets	547,590,077	558,063,075	550,916,649	560,981,312
EQUITY & LIABILITIES				
<i>EQUITY</i>				
Share capital	219,755,986	228,295,663	219,755,986	228,295,663
Share premium	230,489	230,489	230,489	230,489
Fair value reserves	3,026,426	-	3,026,426	-
Other reserves	46,221,001	42,501,624	53,287,725	49,568,349
Retained earnings	163,875,553	158,498,050	163,768,126	158,976,190
Equity attributable to shareholders	433,109,455	429,525,827	440,068,752	437,070,691
Minority interests	2,835	2,691	-	-
Total Equity	433,112,290	429,528,518	440,068,752	437,070,691
<i>LIABILITIES</i>				
Long-Term Liabilities				
Deferred tax liability	7,317,556	3,403,920	7,317,556	3,403,920
Pension plans	37,208,270	38,179,875	35,495,808	36,495,808
Other long-term liabilities	4,890,667	4,849,353	4,890,667	4,849,353
Provisions	11,994,763	17,574,815	9,794,814	15,081,629
Total Long-Term Liabilities	61,411,256	64,007,963	57,498,845	59,830,710
<i>Short-Term Liabilities</i>				
Trade and other payables	17,316,441	17,839,927	19,589,359	18,873,729
Tax payable	23,660,323	31,246,560	22,459,429	30,456,952
Other payables	12,089,766	15,440,106	11,300,264	14,749,230
Total Short-Term Liabilities	53,066,531	64,526,593	53,349,052	64,079,912
Total Liabilities	114,477,787	128,534,557	110,847,897	123,910,622
Total Equity and Liabilities	547,590,077	558,063,075	550,916,649	560,981,312

Income Statement for the period 1/1 – 30/9/2005

(in €)	THE GROUP				THE COMPANY			
	1/1-30/9/2005	1/7-30/9/2005	1/1-30/9/2004	1/7-30/9/2004	1/1-30/9/2005	1/7-30/9/2005	1/1-30/9/2004	1/7-30/6/2004
Sales	271,119,473	90,794,437	260,948,165	81,764,602	271,119,473	90,794,437	260,948,165	81,764,602
Cost of sales	(222,533,483)	(76,841,185)	(213,949,735)	(67,510,409)	(226,224,584)	(78,305,677)	(216,871,379)	(69,063,337)
Gross profit	48,585,990	13,953,252	46,998,430	14,254,193	44,894,889	12,488,760	44,076,786	12,701,265
Other operating income	5,143,830	1,107,748	3,661,848	1,041,801	5,016,489	1,103,187	3,644,764	1,036,309
Distribution expenses	(863,232)	(335,724)	(793,074)	(197,365)	(783,750)	(309,458)	(734,773)	(184,822)
Administrative expenses	(4,315,641)	(1,624,310)	(3,415,335)	(1,451,833)	(3,387,985)	(1,254,964)	(2,789,071)	(1,065,441)
Other expenses	(4,674,322)	(3,361,153)	(7,677,263)	(1,916,634)	(4,625,791)	(3,346,854)	(7,652,933)	(1,912,814)
Profit before tax, borrowings and investments results	43,876,626	9,739,813	38,774,605	11,730,162	41,113,852	8,680,671	36,544,772	10,574,497
Financial Income	1,575,792	375,211	1,194,732	571,634	1,571,531	373,986	1,192,023	570,816
Financial Expenses	(122,289)	(73,361)	(44,033)	(14,693)	(120,876)	(72,774)	(43,233)	(14,386)
Other financial results	7,255,701	2,856,562	154,008	154,008	8,555,408	2,856,562	1,953,602	154,008
Profit before Tax	52,585,829	12,898,224	40,079,311	12,441,111	51,119,915	11,838,446	39,647,165	11,284,935
Income tax expense	(21,909,438)	(5,232,055)	(17,553,595)	(4,195,248)	(21,030,562)	(4,928,624)	(16,923,877)	(3,952,585)
Fiscal Year Net Operating Profit	30,676,390	7,666,170	22,525,716	8,245,863	30,089,353	6,909,822	22,723,288	7,332,350
<i>Distributed at:</i>								
Equity holders of the parent	30,675,953	7,666,050	22,525,355	8,245,679				
Minority interest	437	119	362	184				
Basic earnings per share	1.43	0.36	1.04	0.38	1.40	0.33	1.05	0.34

Cash Flow Statement for the period 1/1 – 30/9/2005

(in €)	THE GROUP		THE COMPANY	
	1/1-30/09/2005	1/1-30/9/2004	1/1-30/09/2005	1/1-30/9/2004
Earnings for the period	30,676,390	22,525,716	30,089,353	22,723,288
<i>Adjustments for</i>				
Tax	21,909,438	17,553,595	21,030,562	16,923,877
Depreciations of tangible fixed assets	8,268,747	8,726,705	7,619,308	8,059,237
Depreciations of intangible assets	1,266,956	2,428,009	31,319	151,927
Profit/loss from sale of tangible assets	(172,617)	-	(120,750)	-
Interest income	(1,575,792)	(1,194,732)	(1,571,531)	(1,192,023)
Interest expenses	122,289	44,033	120,876	43,233
Dividend income – Financial items sales	(7,255,701)	(154,008)	(8,555,408)	(1,953,602)
Depreciation of grants	(143,968)	(106,444)	(143,968)	(106,444)
	53,095,743	49,822,874	48,499,762	44,649,492
<i>Changes in Working capital</i>				
Increase/(decrease) of inventories	(17,587,585)	(2,209,741)	(17,825,663)	(1,814,120)
Increase/(decrease) of receivables	1,938,444	7,606,508	57,889	7,083,809
Increase/(decrease) of liabilities	(3,726,326)	(6,645,423)	(2,456,849)	(6,635,718)
Fiscal year provisions	573,468	9,293,651	550,000	9,342,223
	(18,801,999)	8,044,995	(19,674,623)	7,976,194
Cash flow from Operating Activities	34,293,744	57,867,869	28,825,139	52,625,686
Interest Paid	(122,289)	(44,033)	(120,876)	(43,233)
Income Tax	(33,893,496)	(9,879,058)	(33,518,607)	(9,306,046)
Net Cash flow from Operating activities	277,958	47,944,777	(4,814,344)	43,276,406
Cash flow from Investing activities				
Purchases of tangible assets	(36,727,034)	(12,051,372)	(36,321,165)	(11,465,047)
Purchases of intangible assets	(1,457,216)	(2,239,972)	-	-
Sales of tangible assets	184,150	-	120,750	-
Dividends received	153,540	154,008	1,453,247	1,953,602
Financial items sales	7,457,432	-	7,457,432	-
Interest Received	1,575,792	1,194,732	1,571,531	1,192,023
Grants Received	185,282	-	185,282	-
Increase in the Long-Term Receivables	(234,166)	(74,809)	(234,166)	(73,309)
Net Cash flow from Investing activities	(28,862,221)	(13,017,413)	(25,767,090)	(8,392,731)
Cash flow from Financing activities				
Acquisition of own shares	(8,539,677)	-	(8,539,677)	-
Dividends paid to parent's shareholders	(21,788,450)	(6,508,947)	(21,788,157)	(6,508,542)
Net Cash flow from Financing activities	(30,328,127)	(6,508,947)	(30,327,834)	(6,508,542)
Net (decrease)/ increase in cash and cash equivalents	(58,912,389)	28,418,417	(60,909,268)	28,375,134
Cash and cash equivalents at beginning of year	114,030,364	69,472,176	113,272,315	69,320,947
Cash and cash equivalents at end of year	55,117,974	97,890,593	52,363,047	97,696,081

8. Auditors' Report

AUDITORS' REPORT

To the Shareholders of **ALUMINIUM DE GRECE**

We have audited the accompanying financial statements as well as the consolidated financial statements of **ALUMINIUM DE GRECE**, as of and for the year ended **31 December 2005**. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with the Greek Auditing Standards, which are based on the International Standards on Auditing. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, evaluating the overall financial statement presentation as well as assessing the consistency of the Board of Directors' report with the aforementioned financial statements. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the aforementioned financial statements give a true and fair view of the financial position of the Company and that of the Group (of which this Company is the holding company), as of 31 December 2005, and of the results of its operations and those of the Group and their Cash flow and changes in shareholders' equity, for the year then ended in accordance with the International Financial Reporting Standards that have been adopted by the European Union and the Board of Directors' Report is consistent with the aforementioned financial statements.

Athens, 23 February 2006

Auditor

Vasilis Kazas

A.M. S.O.E.L. 13281

Grant Thornton 

Vasileos Konstantinou 44

116 35 Athens

A.M. S.O.E.L. 127



ALUMINIUM DE GRECE S.A.

FIGURES AND INFORMATION FOR THE FISCAL YEAR OF 1ST JANUARY UNTIL 31ST DECEMBER 2005

(Published according to law 2190/1920, art.135 for Companies preparing annual financial statements, consolidated or not, according to the IFRS

The figures presented below aim to give summary information about the financial position and results of ALUMINIUM DE GRECE SA and its subsidiaries.

The reader who aims to form a full opinion on the company's financial position and results, must access the annual financial statements prepared according to the International Financial Reporting Standards and the Auditor's Report. Indicatively, the reader can visit the company's web site, where the above financial statements are posted.

COMPANY'S PROFILE		BALANCE SHEET Amounts in 000' s EURO				INCOME STATEMENT Amounts in 000' s EURO			
		The Group		The Company		The Group		The Company	
		31/12/2005	31/12/2004	31/12/2005	31/12/2004	1/1-31/12/2005	1/1-31/12/2004	1/1-31/12/2005	1/1-31/12/2004
Head Office:	Sekeri 1, ATHENS 106 71								
Companies Registration Number:	6045/06/B/86/102								
Competent Authority:	Ministry of Development- Direction of Commerce								
Board of Directors Composition:	Jason Stratos, Evangelos Mytilineos, Ioannis Mytilineos, Spiridon Casdas, Josef Avayanos, Stamatis Giannakopoulos, Ioannis Desypris, Apostolos Mitsivoleas, Nikolaos Moussas, Dimitrios Papadopoulos, Anastasios Izavellas, Evangelos Chrysafis, PECHINEY SA represented by Jean-Philippe Puig								
Date of Approval of financial Statements:	23/02/2006								
The certified Auditor:	KAZAS VASSILIUS								
Auditing Company:	Grant Thornton								
Type of Auditor's opinion:	Unqualified								
Company's Web Site:	www.alhellas.gr								
ASSETS									
Fixed Assets		342.554	286.325	352.454	295.655				
Inventories		62.705	47.602	60.764	45.381				
Trade and other receivables		68.042	56.019	68.030	56.019				
Other		103.230	168.117	99.370	163.926				
TOTAL ASSETS		576.531	558.063	580.618	560.981				
LIABILITIES									
Long Term Liabilities		54.249	64.008	50.094	59.830				
Short Term Borrowings		-	-	-	-				
Other short term Liabilities		74.263	64.526	76.042	64.080				
Total Liabilities (a)		128.512	128.534	126.136	123.910				
Share Capital		210.585	228.296	210.585	228.296				
Other reserves & retained earnings		237.431	201.230	243.897	208.775				
Total Shareholders Equity (b)		448.016	429.526	454.482	437.071				
Minority Interests (c)		3	3	-	-				
Total Equity (d)		448.019	429.529	454.482	437.071				
TOTAL LIABILITIES (a) + (d)		576.531	558.063	580.618	560.981				
Sales Turnover									
Gross profit		382.156	356.488	382.159	356.488				
		65.456	60.027	61.254	56.844				
Profit before tax, borrowings and investments results		66.077	46.198	63.361	43.844				
Profit before tax, borrowings investments and depreciation results		79.230	63.000	73.830	54.651				
Profit before tax		75.479	48.269	74.040	47.795				
Less taxes		(23.421)	(15.237)	(23.061)	(14.845)				
Profit after tax		52.058	33.031	50.979	32.950				
Distributed at:									
Shareholders of the Parent		52.058	33.031	50.979	32.950				
Minority interests		0.54	0.46	-	-				
Profit after Tax per Share (in Eurocent/share)		2.45	1.53	2.40	1.53				
Proposed Dividend per Share (in Eurocent/share)		-	-	1.20	1.00				
Operating Activities									
Profit before Tax		75.479	48.269	74.040	47.795				
Plus (Less) Adjustments for:									
Depreciations		13.153	14.796	10.470	10.806				
Provisions		(6.690)	10.334	(6.740)	10.253				
Exchange differences		(206)	216	(206)	216				
Results (revenues, expenses, profit, loss) from Investment Activities		(9.749)	(2.343)	(10.962)	(4.012)				
Debit Interest and similar expenses		164	147	162	62				
Plus (Less) Adjustments for Working Capital accounts or generated from operations:									
Decrease/(Increase) in Inventories		(15.104)	6.854	(15.383)	7.150				
Decrease/(Increase) in Trade and Other Receivables		(19.765)	(11.732)	(21.582)	(11.194)				
(Decrease) / Increase in Liabilities (except Banks)		17.235	8.920	18.897	7.546				
Increase/(Decrease) in other current assets		-	-	-	-				
Less:									
Debit Interest and similar expenses Paid		(164)	(63)	(162)	(62)				
Taxes Paid		(34.000)	(10.223)	(33.400)	(9.306)				
Net Cash Flow from Operating Activities (A)		20.353	65.175	15.134	59.254				
Investing Activities									
Acquisition of subsidiary, associates and other investments		-	-	-	-				
Purchase of intangible assets, property and equipment		(64.056)	(16.189)	(61.545)	(12.525)				
Disposals from sale of tangible assets		184	144	121	-				
Sales of financial assets available for sale		7.457	-	7.457	-				
Interest received		2.303	1.769	2.277	1.763				
Proceeds from borrowing of affiliated parties		-	-	-	-				
Proceeds from dividends		154	185	1.453	1.985				
Net cash from investing activities (B)		(53.958)	(14.091)	(50.237)	(8.778)				
Financing Activities									
Proceeds from Share Capital Increase		-	-	-	-				
Share buy back		(17.710)	-	(17.710)	-				
Proceeds from Borrowings		-	-	-	-				
Payments of Borrowings		-	-	-	-				
Payments of finance lease Liabilities (capital)		-	-	-	-				
Payments of finance lease Liabilities (interest)		-	-	-	-				
Dividends paid		(21.527)	(6.526)	(21.527)	(6.525)				
Net cash from financing activities (C)		(39.237)	(6.526)	(39.237)	(6.525)				
Net Increase / (Decrease) in cash and cash equivalent (A) + (B) + (C)		(72.842)	44.558	(74.340)	43.951				
Cash and cash equivalent at the beginning of the period		114.030	69.472	113.272	69.321				
Cash and cash equivalent at the end of the period		41.188	114.030	38.932	113.272				

THE PRESIDENT OF THE BOARD
Jason STRATOS
I.D. No B161117

THE MANAGING DIRECTOR
Spiridon CASDAS
I.D. No M877045

CHIEF FINANCIAL OFFICER
Apostolos N. MITSIVOLEAS
I.D. No K346673



ALUMINIUM DE GRECE S.A.

Company's number 6045/06/B/46/102 in the register of Societes Anonymes
1 Sekeri Str., 106 71 Athens

Figures and information for the period of 1 January 2005 until 30 September 2005 (In compliance with the stipulations of decision 17/336/21.04.2005 & P.D. 360/1985)
The figures illustrated below aim to give summary information about the financial position of ALUMINIUM DE GRECE S.A. and its subsidiaries. We advise the reader before making any investment decision or other transaction concerning the company, to visit the company's web site (www.alhellas.gr) in which the financial statements according to International Financial Reporting Standards together with the Audit Report of the External Auditors (when necessary) are presented.

BALANCE SHEET					INCOME STATEMENT									
Amounts in 000' s EURO					Amounts in 000' s EURO									
	The Group		The Company			The Group		The Company			The Company			
	30/09/2005	31/12/2004	30/09/2005	31/12/2004		1/1-30/9/2005	1/1-30/9/2004	1/7-30/9/2005	1/7-30/9/2004		1/1-30/9/2005	1/1-30/9/2004	1/7-30/9/2005	1/7-30/9/2004
ASSETS					Sales Turnover	271.119	260.948	90.794	81.764	271.119	260.948	90.794	81.764	
Fixed Assets	319.115	286.325	328.732	295.655	Gross profit	48.586	46.998	13.953	14.254	44.895	44.077	12.489	12.701	
Inventories	65.189	47.602	63.206	45.381	Profit before tax, borrowings and investments results	43.877	38.775	9.740	11.731	41.114	36.545	8.681	10.575	
Trade and other receivables	55.598	56.019	55.598	56.019	Profit before tax, borrowings, investments and depreciation results	53.268	49.823	12.817	15.727	48.621	44.649	11.076	13.205	
Other	107.688	168.117	103.381	163.926	Profit before tax	52.586	40.079	12.899	12.441	51.120	39.647	11.838	11.285	
TOTAL ASSETS	547.590	558.063	550.917	560.981	Less Taxes	21.910	17.553	5.233	4.195	21.031	16.924	4.979	3.953	
LIABILITIES					Profit after Tax	30.676	22.526	7.666	8.246	30.089	22.723	6.909	7.332	
Long Term Borrowings	61.411	64.008	57.499	59.830	Distributed at:									
Short Term Borrowings	-	-	-	-	Shareholders of the Parent	30.676	22.526	7.666	8.246	30.089	22.723	6.909	7.332	
Other short term Liabilities	53.067	64.526	53.349	64.080	Minority interests	0.4	0.4	0.1	0.2	-	-	-	-	
Total Liabilities (a)	114.478	128.534	110.848	123.910	Profit after Tax per Share (in euro/share)	1.43	1.04	0.36	0.38	1.40	1.05	0.33	0.34	
Share Capital Attributable To Shareholders	433.109	429.526	440.069	437.071										
Minority Interests	3	3	-	-										
Total Shareholders Equity (b)	433.112	429.529	440.069	437.071										
TOTAL LIABILITIES (a+b)	547.590	558.063	550.917	560.981										

STATEMENTS OF CHANGES IN EQUITY					CASH FLOW STATEMENT				
Amounts in 000' s EURO					Amounts in 000' s EURO				
	The Group		The Company			The Group		The Company	
	1/1-30/9/2005	1/1-30/9/2004	1/1-30/9/2005	1/1-30/9/2004		1/1-30/9/2005	1/1-30/9/2004	1/1-30/9/2005	1/1-30/9/2004
Equity at the beginning of the period (1/1/05 and 1/1/04)	429.529	374.594	437.071	382.366	Operating Activities				
Increase / (Decrease) in Share Capital	-	-	-	-	Profit Before Tax	52.586	40.079	51.120	39.647
Distributed dividend	(21.578)	(6.474)	(21.578)	(6.473)	Plus (Less) Adjustments for:				
Income charged directly to equity	3.025	-	3.027	-	Depreciations	9.392	11.048	7.507	8.105
Profit / (Loss) after Taxes	30.676	22.526	30.089	22.723	Provisions	573	9.294	550	9.342
Purchase (Sale) of Share Equities	(8.540)	-	(8.540)	-	Exchange differences	-	-	-	-
Total Equity at the end of the period (30/9/2005 and 30/9/2004)	433.112	390.646	440.069	398.616	Results (revenues, expenses, profit, loss) from Investment Activities	(9.004)	(1.349)	(10.248)	(3.146)
					Debit Interest and similar expenses	122	44	121	43
					Plus (Less) Adjustments for working capital accounts or generated from operations:				
					Decrease / (Increase) in Inventories	(17.588)	(2.210)	(17.825)	(1.814)
					Decrease / (Increase) in Trade and Other Receivables	1.938	7.607	58	7.084
					Increase / (Decrease) in Trade and Other Payables (except Banks)	(3.726)	(6.645)	(2.457)	(6.636)
					Increase / (Decrease) in other current assets	-	-	-	-
					Less:				
					Debit Interest and similar expenses Paid	(122)	(44)	(121)	(43)
					Taxes Paid	(33.893)	(9.879)	(33.519)	(9.306)
					Net cash flow from Operating activities (A)	278	47.945	(4.814)	43.276
					Investing Activities				
					Acquisition of subsidiary, associates and other investments	-	-	-	-
					Purchase of intangible assets, property and equipment	(38.233)	(14.366)	(36.370)	(11.538)
					Disposals from sale of tangible assets	184	-	121	-
					Sales of financial assets available for sale	7.457	-	7.457	-
					Interest received	1.576	1.195	1.572	1.192
					Proceeds from borrowing of affiliated parties	-	-	-	-
					Proceeds from dividends	154	154	1.453	1.954
					Net cash from investing activities (B)	(28.862)	(13.017)	(25.767)	(8.392)
					Financing Activities				
					Proceeds from Share Capital Increase	-	-	-	-
					Purchase of treasury shares	(8.540)	-	(8.540)	-
					Proceeds from Borrowings	-	-	-	-
					Payments of Borrowings	-	-	-	-
					Payments of finance lease Liabilities (capital)	-	-	-	-
					Payments of finance lease Liabilities (interest)	-	-	-	-
					Dividends paid	(21.788)	(6.509)	(21.788)	(6.509)
					Net cash from financing activities (C)	(30.328)	(6.509)	(30.328)	(6.509)
					Net increase / decrease in cash and cash equivalent (A) + (B) + (C)	(58.912)	28.419	(60.909)	28.375
					Cash and cash equivalent at the beginning of the period	114.030	69.472	113.272	68.321
					Cash and cash equivalent at the end of the period	55.118	97.891	52.363	97.696

GENERAL INFORMATION				
1. Group Structure - Group Companies that are included in the consolidated financial statements with their respective locations and percentage of ownership are as follows:				
COMPANY	Percentage			
ALUMINIUM DE GRECE S.A., Athens	Parent			
DELPHES - DISTOMON S.A.M. Athens	99.98% ⁽¹⁾			
Notes:				
⁽¹⁾ Companies held directly - Full Consolidation Method				
2. The basic accounting principles have been applied in the balance sheet of 31.12.2004. As of 01/01/05 the Group applies the IFRS STABLE PLATFORM 2005.				
3. The company ALUMINIUM DE GRECE SA has not been tax audited for the year 2004. The company DELPHES - DISTOMON S.A.M. has not been tax audited for the years 2002 up to 2004.				
4. As of 1st of January 2005 the company ALUMINIUM DE GRECE S.A. has been aware of its allocation according to the 'Greek National Allocation Plan for CO2 emissions'. This is under the EU Commission approval and, the accounting treatment is under review of the IASB and EFRAG. Therefore, this element has not been included in the first nine months of 2005 financial statements.				
5. There are no encumbrances to the company's assets, for the Parent and the Group of Companies.				
6. The financial statements of ALUMINIUM DE GRECE S.A. - Group of Companies are included in the consolidated financial statements of MYTILINEOS HOLDINGS S.A., a Group of Companies, with registered offices in Greece and a 44,7% holding in the ALUMINIUM DE GRECE SA - Group of Companies.				
7. The number of employees at the end of the reporting period is as follows:				
	The Group	The Company		
	30/09/2005	30/09/2004	30/09/2005	30/09/2004
	1.264	1.304	1.132	1.165
8. Company's transactions with related parties (according to IAS 24) as of 30/9/05 for Purchases are: € 16.250 thousand. The balance of the company's receivables with its related parties (according to IAS 24) is respectively € 3.420. Group's transactions with relates parties (according to IAS 24) as of 30/9/05 are as follows: Purchases: € 46.521 thousand - Sales: € 7.171 thousand - Receivables: € 8.158 thousand - Payables: € 44 thousand. The amount of € 26.710 thousand has been given to a related company as a deposit for the acquisition of a fixed asset according to IAS 24.				
9. Investments in the first nine months of 2005 (in thousand Euros): The Group: € 38.184 The Company: € 36.321				
10. On March 15th, 2005, the transfer procedures of the major shareholding shares from Alcan group to Mytilineos Group were finalized.				
11. Profits per share have been determined on profits deferral based on the weighted average number of shares average.				
12. For the first nine months of 2005 Groups' and Companies' Financial statements approved by entities' Board of Directors on 21st of November 2005.				
The members of Board are as follows: Jason Stratos, Spiros Kostas, Stamatis Giannakopoulos, Evangelos Mytilineos, Ioannis Mytilineos, Iosif Avagianos, Ioannis Despyris, Apostolos Mitsouvelas, Nikolaos Mousas, Dimitrios Papadopoulos, Anastasios Tzavelias, Evangelos Chrysafis, PECHINEY S.A.				



ALUMINIUM DE GRECE S.A.

Company's number 6045/06/B/46/102 in the register of Societes Anonymes
1 Sekeri Str., 106 71 Athens

Figures and information for the period of 1 January 2005 until 30 June 2005 (In compliance with the stipulations of decision 17/336/21.04.2005 & P.D. 360/1985)

The figures illustrated below aim to give summary information about the financial position of ALUMINIUM DE GRECE S.A and its subsidiaries. We advise the reader before making any investment decision or other transaction concerning the company, to visit the company's web site (www.alhellas.gr) in which the financial statements according to International Financial Reporting Standards together with the Audit Report of the External Auditors (when necessary) are presented. The Chartered accountant: Kazas Vassiliis, Audit firm: Grant Thornton, Review Report: Unqualified Opinion.

BALANCE SHEET Amounts in 000' s EURO					INCOME STATEMENT Amounts in 000' s EURO								
	The Group		The Company			The Group		The Company			The Company		
	30/06/2005	31/12/2004	30/06/2005	31/12/2004		1/1-30/6/2005	1/1-30/6/2004	1/4-30/6/2005	1/4-30/6/2004		1/1-30/6/2005	1/1-30/6/2004	1/4-30/6/2005
ASSETS					Sales Turnover	180.325	179.184	94.694	93.501	180.325	179.184	94.694	93.501
Fixed Assets	295.473	286.325	305.203	295.655	Gross profit	34.633	32.744	17.050	19.035	32.406	31.376	15.628	18.130
Inventories	64.049	47.602	61.592	45.381	Profit before tax, borrowings and investments results	34.137	27.044	17.422	13.459	32.433	25.970	16.334	12.625
Trade and other receivables	55.583	56.019	55.583	56.019	Profit before tax, borrowings, investments and depreciation results	40.451	34.096	20.549	17.122	37.545	31.444	19.577	15.362
Other	140.541	168.117	136.153	163.926	Profit before tax	39.687	27.638	22.422	13.858	39.282	28.362	22.632	14.803
TOTAL ASSETS	555.646	558.063	558.531	560.981	Less Taxes	16.677	13.358	7.584	7.274	16.102	12.971	7.215	6.944
LIABILITIES					Profit after Tax	23.010	14.280	14.838	6.584	23.180	15.391	15.417	7.859
Long Term Borrowings	66.457	64.008	62.380	59.830	Distributed at:								
Short Term Borrowings	-	-	-	-	Shareholders of the Parent	23.010	14.280	14.839	6.584	23.180	15.391	15.417	7.859
Other short term Liabilities	54.840	64.526	54.245	64.080	Minority interests	0.3	0.2	0.2	0.1	-	-	-	-
Total Liabilities (a)	121.297	128.534	116.625	123.910	Profit after Tax per Share (in euro/share)	1.07	0.66	0.69	0.31	1.07	0.71	0.71	0.36
Share Capital Attributable To Shareholders	434.346	429.526	441.906	437.071									
Minority Interests	3	3	-	-									
Total Shareholders Equity (b)	434.349	429.529	441.906	437.071									
TOTAL LIABILITIES (a+b)	555.646	558.063	558.531	560.981									

STATEMENTS OF CHANGES IN EQUITY Amounts in 000' s EURO					CASH FLOW STATEMENT Amounts in 000' s EURO				
	The Group		The Company			The Group		The Company	
	1/1-30/6/2005	1/1-30/6/2004	1/1-30/6/2005	1/1-30/6/2004		1/1-30/6/2005	1/1-30/6/2004	1/1-30/6/2005	1/1-30/6/2004
Equity at the beginning of the period (1/1/05 and 1/1/04)	429.529	374.594	437.071	382.356	Operating Activities				
Increase (Decrease) in Share Capital	-	-	-	-	Profit Before Tax	39.687	27.638	39.282	28.362
Distributed dividend	(21.578)	(6.474)	(21.578)	(6.473)	Plus (Less) Adjustments for:	6.980	6.980	4.989	5.403
Income changed directly to equity	4.327	-	4.172	-	Depreciations	6.192	5.345	-	5.272
Profit (Loss) after Taxes	23.010	14.280	23.180	15.391	Provisions	285	5.345	-	-
Purchase (Sale) of Share Equities	(939)	-	(939)	-	Exchange differences	-	-	-	-
Total Equity at the end of the period (30/6/2005 and 30/6/2004)	434.349	382.400	441.906	391.284	Results (revenues, expenses, profit, loss) from Investment Activities	(5.772)	(623)	(7.017)	(2.421)
					Debit Interest and similar expenses	49	29	48	29
					Plus (Less) Adjustments for working capital accounts or generated from operations:				
					Decrease (Increase) in Inventories	(16.447)	5.484	(16.211)	5.841
					Decrease (Increase) in Trade and Other Receivables	(3.246)	(6.003)	(2.801)	(7.205)
					Increase (Decrease) in Trade and Other Payables (except Banks)	4.315	(2.488)	4.651	(2.806)
					Increase (Decrease) in other current assets	-	-	-	-
					Less:				
					Debit Interest and similar expenses Paid	(49)	(29)	(48)	(29)
					Taxes Paid	(30.263)	(9.517)	(30.114)	(9.288)
					Net cash flow from Operating activities (A)	(5.248)	26.816	(7.221)	23.158
					Investing Activities				
					Acquisition of subsidiary, associates and other investments	-	-	-	-
					Purchase of intangible assets, property and equipment	(9.499)	(9.867)	(8.513)	(8.000)
					Disposals from sale of tangible assets	183	-	120	-
					Sales of financial assets available for sale	4.623	-	4.623	-
					Interest received	1.201	623	1.198	621
					Proceeds from borrowing of affiliated parties	-	-	-	-
					Proceeds from dividends	-	-	1.300	1.800
					Net cash from investing activities (B)	(3.492)	(9.244)	(1.272)	(5.579)
					Financing Activities				
					Proceeds from Share Capital Increase	-	-	-	-
					Purchase of treasury shares	(939)	-	(939)	-
					Proceeds from Borrowings	-	-	-	-
					Payments of Borrowings	-	-	-	-
					Payments of finance lease Liabilities (capital)	-	-	-	-
					Payments of finance lease Liabilities (interest)	-	-	-	-
					Dividends paid	(21.578)	-	(21.578)	-
					Net cash from financing activities (C)	(22.517)	-	(22.517)	-
					Net increase / decrease in cash and cash equivalent (A) + (B) + (C)	(31.258)	17.572	(31.010)	17.579
					Cash and cash equivalent at the beginning of the period	114.030	69.472	113.272	69.321
					Cash and cash equivalent at the end of the period	82.772	87.044	82.262	86.900

GENERAL INFORMATION				
1. Group Structure - Group Companies that are included in the consolidated financial statements with their respective locations and percentage of ownership are as follows:				
COMPANY	Percentage			
ALUMINIUM DE GRECE S.A., Athens	Parent			
DELPHES - DISTOMON S.A.M. Athens	99,98% ⁽¹⁾			
Notes:				
⁽¹⁾ Companies held directly - Full Consolidation Method				
2. The basic accounting principles have been applied in the balance sheet of 31.12.2004. As of 01/01/05 the Group applies the IFRS STABLE PLATFORM 2005.				
3. The company ALUMINIUM DE GRECE SA has not been tax audited for the years 1999 up to 2004. The company DELPHES - DISTOMON S.A.M. has not been tax audited for the years 2002 up to 2004.				
4. As of 1st of January 2005 the company ALUMINIUM DE GRECE S.A. has been aware of its allocation according to the "Greek National Allocation Plan for CO2 emissions". This is under the EU Commission approval and, the accounting treatment is under review of the IASB and EFRAG. Therefore, this element has been not included in the 1st semester financial statements.				
5. There are no encumbrances to the company's assets.				
6. The financial statements of ALUMINIUM DE GRECE S.A. - Group of Companies are included in the consolidated financial statements of MYTILINEOS HOLDINGS S.A., a Group of Companies, with registered offices in Greece and a 46% holding in the ALUMINIUM DE GRECE SA - Group of Companies.				
7. The number of employees at the end of the reporting period is as follows:				
	The Group		The Company	
	30 Iouliou 2005	30 Iouliou 2004	30 Iouliou 2005	30 Iouliou 2004
	1.284	1.309	1.150	1.173
8. Company's transactions with related parties (according to IAS 24) as of 30/6/05 for Purchases are: € 10.605 thousand. The balance of the company's receivables with its related parties (according to IAS 24) is respectively € 2.924. Group's transactions with relates parties (according to IAS 24) as of 30/6/05 are as follows: Purchases: € 26.292.9 thousand - Sales: € 5.292.2 thousand - Receivables: € 8.634.4 thousand - Payables: € 1.190.5 thousand.				
9. Investments in the 1st semester of 2005 (in thousand Euros): The Group: € 9.501 The Company: € 8.514				
10. On March 15th, 2005, the trasler procedures of the major shareholding shares from Alcan group to Mytilineos Group were finalized.				
11. Profits per share have been determined on profits deferral based on the weighted average number of shares average.				
12. First quarter Groups' and Companies' Financial statements approved by entities' Board of Directors on 3rd of August 2005. The members of Board are as follows: Jason Stratos, Jacques Gani, Stamatis Giannakopoulos, Evangelos Mytilineos, Ioannis Mytilineos, Iosif Avagianos, Antonios Doumanoglou, Apostolios Mitsouvelas, Nikolaos Mousas, Dimitrios Papadopoulos, Anastasios Tzavellas, Evangelos Chrysafis, PECHINEY S.A.				

ALUMINIUM DE GRECE S.A

Company's number 6045/06/B/46/102 in the register of Societes Anonymes
1 Sekeri Str. 106 71 Athens

Figures and information for the period of 1 January 2005 until 31 March 2005

The figures illustrated below aim to give summary information about the financial position of ALUMINIUM DE GRECE S.A and its subsidiaries. We advise the reader before making any investment decision or other transaction concerning the company, to visit the company's web site (www.alhellas.gr) in which the financial statements according to International Financial Reporting Standards together with the Audit Report of the External Auditors (when necessary) are presented.

#	The Group		The Company	
(Amounts in 000's EURO)	31/03/2005	31/12/2004	31/03/2005	31/12/2004
ASSETS				
Fixed Assets	299.039	286.325	308.495	295.655
Inventories	53.023	47.602	50.440	45.381
Trade and other receivables	45.992	56.019	45.992	56.019
Other	182.052	168.117	177.719	163.926
TOTAL ASSETS	580.106	558.063	582.646	560.981
LIABILITIES				
Long Term Borrowings	67.423	64.008	63.245	59.830
Short Term Borrowings	0	0	0	0
Other short term Liabilities	65.393	64.526	65.134	64.080
Total Liabilities (a)	132.816	128.534	128.379	123.910
Share Capital Attributable To Share Holders	447.287	429.526	454.267	437.071
Minority Interests	3	3	-	-
Total Shareholders Equity (b)	447.290	429.529	454.267	437.071
TOTAL LIABILITIES (a+b)	580.106	558.063	582.646	560.981

STATEMENTS OF CHANGES IN EQUITY

(Amounts in 000's EURO)

	The Group		The Company	
	1/1-31/3/2005	1/1-31/3/2004	1/1-31/3/2005	1/1-31/3/2004
Equity at the beginning of the period (1/1/05 and 1/1/04)	429.529	374.594	437.071	382.366
Increase (Decrease) in Share Capital	0	0	0	0
Distributed dividend	0	0	0	0
Income charged directly to equity	9.589	0	9.434	0
Profit (Loss) after Taxes	8.172	7.696	7.762	7.531
Purchase (Sale) of Share Equities	0	0	0	0
Total Equity at the end of the period (31/3/2005 and 31/3/2004)	447.290	382.290	454.267	389.897

GENERAL INFORMATION

Group Structure - Group Companies that are included in the consolidated financial statements with their respective locations and percentage of ownership are as follows :

COMPANY	Percentage Parent
ALUMINIUM DE GRECE SA - Athens	99.98% (1)
DELPHES - DISTOMON S.A.M. - Athens	

NOTES :

(1) Companies held directly - Full Consolidation Method

The basic accounting principles have been applied in the balance sheet of 31.12.2004. The Group applies the I.F.R.S. Stable Platform 2005 from 1st January 2005.

The company ALUMINIUM DE GRECE SA has not been tax audited for the years 1999 up to 2004.
The company DELPHES - DISTOMON S.A.M. has not been tax audited for the years 2002 up to 2004.

As of 1st January 2005 the Company ALUMINIUM DE GRECE SA has been aware of its allocation according to the "Greek National Allocation Plan for CO2 emissions". This is under the EU Commission approval and, the accounting treatment is under review of the IASB and IFRAG. Therefore, this element has been included in the 1st trimester financial statements.

There are no encumbrances on the company's assets.

The financial statements of ALUMINIUM DE GRECE S.A. - Group of Companies are included in the consolidated financial statements of MYTILINIOS HOLDINGS S.A., a Group of Companies, with registered offices in Greece and a 46% holding in the ALUMINIUM DE GRECE SA - Group of Companies.

The number of employees in the Group and the Company is as follows :

THE GROUP		THE COMPANY	
31/03/2005	31/03/2004	31/03/2005	31/03/2004
1.283	1.328	1.118	1.189

The company's aggregate purchases, from Delphes Distomon, for the 1st quarter are _ 4.679 (in _ 000).
The company's liabilities balance, to Delphes Distomon S.A.M at the end of the period is _ 2.622 (in _ 000).

The investments of the 1st quarter of 2005 were (in thousand Euros) : The Group : _ 3.244 The Company : _ 2.712

On March 15th, 2005 the transfer procedures of the major shareholding shares from Alcan group to Mytilineos group were finalized.

The earnings per share were estimated using the earning distribution based on weighted average number of shares.

The 1st quarter Financial Statements are not audited by Certified Auditors.

	The Group		The Company	
(Amounts in 000's EURO)	1/1-31/3/2005	1/1-31/3/2004	1/1-31/3/2005	1/1-31/3/2004
INCOME STATEMENT				
Sales Turnover	85.631	85.683	85.631	85.683
Gross profit	17.583	13.708	16.778	13.246
Profit before tax, borrowings and investments results	16.715	13.586	16.099	13.345
Profit before tax, borrowings, investments and depreciation results	19.902	16.974	17.968	16.082
Profit before tax	17.266	13.780	16.649	13.559
Less Taxes	-9.094	-6.084	-8.887	-6.028
Profit after Tax	8.172	7.696	7.762	7.531
Distributed at:				
Shareholders of the Parent	8.172	7.696	7.762	7.531
Minority interests	0,1	0,1		
Profit after Tax per Share (in Euro/share)	0,38	0,36	0,36	0,35

CASH FLOW STATEMENT

(Amounts in 000's EURO)

	The Group		The Company	
	1/1-31/3/2005	1/1-31/3/2004	1/1-31/3/2005	1/1-31/3/2004
Operating Activities				
Profit Before Tax	17.266	13.780	16.649	13.559
Plus (Less) Adjustments for :				
Depreciations	3.188	3.388	2.546	2.737
Provisions	0	483	-	471
Exchange differences	0	0	0	0
Results (revenues, expenses, profit, loss) from Investment Activities	-707	-263	-704	-264
Debit Interest and similar expenses	14	34	14	15
Plus (Less) Adjustments for working capital accounts or generated from operations :				
Decrease (Increase) in Inventories	-5.421	3.467	-5.059	3.652
Decrease (Increase) in Trade and Other Receivables	9.593	-3.556	10.035	-3.599
Increase (Decrease) in Trade and Other Payables (except Banks)	-7.083	-4.419	-6.862	-4.810
Increase (Decrease) other current assets				
Less :				
Debit Interest and similar expenses Paid	-14	-34	-14	-15
Taxes Paid	-777	0	-777	-
Net cash flow from Operating activities (A)	16.059	12.880	15.828	11.746

Investing Activities

Acquisition of subsidiary, associates and other investments	0	0	0	0
Purchase of intangible assets, property and equipment	-3.242	-3.118	-2.710	-2.091
Disposals from sale of tangible assets	120	0	120	-
Sales of financial assets available for sale	-	0	-	0
Interest received	565	229	564	229
Proceeds from borrowing of affiliated parties	0	-	-	-
Proceeds from dividends	-	-	-	-
Net cash from investing activities (B)	-2.557	-2.889	-2.026	-1.862

Financing Activities

Proceeds from Share Capital Increase	0	-	0	-
Proceeds from Borrowings	0	0	0	0
Payments of Borrowings	0	0	0	0
Payments of finance lease Liabilities (capital)	0	0	0	0
Payments of finance lease Liabilities (interest)	0	0	0	0
Dividends paid	0	0	-	0
Net cash from financing activities (C)	0	0	0	0
Net increase / decrease in cash and cash equivalent (A)+(B)+(C)	13.502	9.991	13.802	9.884
Cash and cash equivalent at the beginning of the period	114.030	69.472	113.272	69.321
Cash and cash equivalent at the end of the period	127.532	79.463	127.074	79.205

STATEMENT OF CHANGES IN EQUITY AT THE BEGINNING OF THE PERIOD (01/01/2005 AND 01/01/2004 RESPECTIVELY) BETWEEN GREEK GAAP AND INTERNATIONAL FINANCIAL REPORTING STANDARDS (I.F.R.S.)

(Amounts in 000's EURO)	The Group		The Company	
	01/01/2005	01/01/2004	01/01/2005	01/01/2004
Total Equity according to Greek GAAP	369.121	273.338	367.222	271.439
Adjustments of IFRS				
Impact from the revaluation of intangible assets	15	168	15	168
Impact from the revaluation of property, plant and equipment	55.351	140.474	55.351	140.474
Reclassification of grants from equity to non current liabilities	-4.263	-411	-4.263	-411
Recognition of dividends at the period are approved by the General Assembly	21.578	6.473	21.578	6.473
Valuation of Available for sale financial assets at fair value	-161	-161	-161	-161
Recognition of accrued employee benefits (Pension Plan)	-12.655	-13.459	-12.655	-13.459
Recognition of deferred tax	-1.964	-37.895	-3.404	-38.975
Impact from income recognition	0	-427	0	-427
Recognition of Goodwill	-3.815	-3.686	0	0
Measurement of investments in subsidiaries at cost	-	0	7.067	7.067
Impact from grants amortization	-586	-728	-586	-728
Reversal of provisions	13.236	13.236	13.236	13.234
Recognition of accrued employee benefits	-2.328	-2.328	-2.329	-2.328
Provision for environment restoration	-4.000	0	-4.000	0
Total Adjustments	60.408	101.256	69.849	110.927
Total Equity according to IFRS	429.529	374.594	437.071	382.366

DELPHES DISTOMON S.A.M.

Annual Financial Statements

for the period from 1st January to 31st December 2005

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1. Auditor's Report

To the Shareholders of Delphes Distomon S.A.M.

We have audited the accompanying financial statements as well as the consolidated financial statements of Delphes Distomon S.A.M., as of and for the year ended 31 December 2005. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with the Greek Auditing Standards, which are based on the International Standards on Auditing. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, evaluating the overall financial statement presentation as well as assessing the consistency of the Board of Directors' report with the aforementioned financial statements. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the aforementioned financial statements give a true and fair view of the financial position of the Company as of 31 December 2005, and of the results of its operations and their Cash flow and changes in shareholders' equity, for the year then ended in accordance with the International Accounting Standards that have been adopted by the European Union and the Board of Directors' Report is consistent with the aforementioned financial statements.

Athens, 23 February 2006

Auditor

Vasilis Kazas

A.M. S.O.E.L. 13281

Grant Thornton 

Vassileos Konstantinou 44

116 35 Athens

A.M. S.O.E.L. 127

2. Board of Directors Management Report

A. OVERVIEW

The fiscal year 2005 has been an important year for Delphes Distomon S.A.M., while Mytilineos Group has taken over the company from Alcan Group.

Our connection with Mytilineos Group is an important step that boosts the present and indicates an even better future. This can be directly seen by the progress of the important investment in the sector of energy self-production through the electricity and steam co-generation plant in the mother company Aluminium de Grece S.A..

B. FINANCIAL INFORMATION

In 2005, bauxites sales amounted to 851,111 tons compared to 834,767 tons in 2004, i.e. an increase of 1,96%. The main reason for this increase were the higher needs of the Aluminium factory of ALUMINIUM DE GRECE S.A.

The company's net profit is € 2,409,537.75, which is increased by 18.3% compared to 2004 net profit, € 2,037,137.27. The main reason of this increase was the improved quality of sold bauxite in combination with the higher quantity and price sales. These results were decreased by the high research and development costs.

Sales amount to € 20,899,173.92, compared to € 19,996,981.66 during 2004. The 4.5% increase comes from the higher quantity and better quality of bauxite deliveries.

Bauxite production derived exclusively from the underground worksites and amounted to 812,076 tons compared to 823,919 tons in 2004, which is a decrease of 1.4%.

The technical cost of bauxite production including the transportation cost was 18.95 €/ton, compared to 19.17 €/ton in 2004, which is a decrease of 1.15%.

The investments amounted to € 764,567, while the cost of the company's self-productions has raised to € 2,060,608.

The drilling research cost is recognized cost during the fiscal year it takes place. In previous fiscal years the research costs were recognized as intangible assets and they were fully depreciated (100%) in the same year. The total amount of 2005 research cost is € 1,000,255.01.

C. PROSPECTS FOR THE NEW YEAR

The bauxite sales forecast for fiscal year 2006 are 833,585 ton, decreased by 2.06% compared to 2005 and the sales price is expected to increase by € 0.4 per ton.

The cost of the underground work is expected to remain stable compared to 2005. Surface workstations are not expected to operate.

3. Balance Sheet for the period ending 31 December 2005

(in €)	31/12/2005	31/12/2004
ASSETS		
Property, plant and equipment	3,747,562.56	4,180,701.27
Intangible assets	4,299,959.77	4,368,267.13
Deferred tax asset	1,316,854.19	1,440,273.59
Other non current assets	69,206.34	14,909.64
Non-Current Assets	9,433,582.86	10,004,151.63
Inventories	2,128,743.11	2,377,146.37
Trade and other receivables	3,240,740.65	2,039,874.22
Other receivables	1,619,884.45	3,442,245.31
Cash and cash equivalents	2,255,799.11	758,048.85
Current Assets	9,245,167.32	8,617,314.75
Total Assets	18,678,750.19	18,621,466.38
EQUITY		
Share capital	9,451,950.00	9,451,950.00
Share premium	255,319.15	255,319.15
Other reserves	3,160,271.24	2,788,630.82
Retained earnings	189,679.91	(548,217.42)
Equity attributable to shareholders	13,057,220.30	11,947,682.55
<i>Minority interests</i>		
Total Equity	13,057,220.30	11,947,682.55
LIABILITIES		
<i>Long-Term Liabilities</i>		
Pension plans	1,734,184.03	1,684,067.39
Provisions	2,420,510.71	2,493,185.84
Total Long-Term Liabilities	4,154,694.74	4,177,253.23
<i>Short-Term Liabilities</i>		
Trade and other payables	928,291.19	1,016,046.38
Tax payable	158,037.51	789,608.45
Other payables	380,506.44	690,875.77
Total Short-Term Liabilities	1,466,835.14	2,496,530.60
Total Liabilities	5,621,529.88	6,673,783.83
Total Equity and Liabilities	18,678,750.19	18,621,466.38

4. Income Statement as per 31/12/2005

	12 Months ending December 31st	
(in €)	2005	2004
Operating Activities		
Sales	20,899,173.92	19,996,981.66
Cost of sales	-16,666,683.96	-16,657,566.59
Gross profit	4,232,489.96	3,339,415.07
Other operating income	207,895.70	151,590.18
Distribution expenses	-103,525.77	-108,461.22
Administrative expenses	-303,155.59	-378,071.14
R&D expenses	-1,000,255.01	-459,264.74
Other expenses	-286,284.80	-35,301.38
Industrial Margin	2,747,164.49	2,509,906.77
Financial Income	25,473.21	5,298.60
Financial Expenses	-2,483.27	-85,279.56
Profit before Tax	2,770,154.43	2,429,925.81
Income tax expense	-360,616.68	-392,788.34
Fiscal Year Net Profit	2,409,537.75	2,037,137.27

5. Statement of changes in Equity

	Share capital	Share premium	Statutory Reserves	Evaluation Surplus	Other reserves	Retained earnings	Total Equity
Balance at 1 January 2004 according to previous GAAP	9,451,950.00	255,319.15	922,085.28	19,084.75	1,866,545.54	0.00	12,514,984.72
Transition adjustments to IFRS			-106,591.07	-19,084.75	-341,060.73	-337,702.89	-804,439.44
Balance at 1 January 2004 according to IFRS	9,451,950.00	255,319.15	815,494.21	0.00	1,525,484.81	-337,702.89	11,710,545.28
Changes in equity for the period 1/1 - 31/12/2004							
Period Results 1.1 - 31.12.2004						2,037,137.27	2,037,137.27
Total recognized income and expense for the period	0.00	0.00	0.00	0.00	0.00	2,037,137.27	2,037,137.27
- Dividends						-1,800,000.00	-1,800,000.00
- Profit distribution for the period 2004			106,591.07		341,060.73	-447,651.80	0.00
Balance at 31st December 2004	9,451,950.00	255,319.15	922,085.28	0.00	1,866,545.54	-548,217.42	11,947,682.55

	Share capital	Share premium	Statutory Reserves	Evaluation Surplus	Other reserves	Retained earnings	Total Equity
Balance at 1 January 2005 according to previous GAAP	9,451,950.00	255,319.15	1,000,892.88	1,481,327.61	2,159,378.36	0.00	14,348,868.00
Transition adjustments to IFRS			-78,807.60	-1,481,327.61	-292,832.82	-548,217.42	-2,401,185.45
Balance at 1 January 2005 according to IFRS	9,451,950.00	255,319.15	922,085.28	0.00	1,866,545.54	-548,217.42	11,947,682.55
Changes in equity for the period 1/1 - 31/12/2005							0.00
Net Profit/Losses Directly Recognised in equity							0.00
Period Results 1.1 - 31.12.2005						2,409,537.75	2,409,537.75
Total recognized income and expense for the period	0.00	0.00	0.00	0.00	0.00	2,409,537.75	2,409,537.75
- Dividends						-1,300,000.00	-1,300,000.00
- Profit distribution for the period 2005			78,807.60		292,832.82	-371,640.42	0.00
- Own Shares							0.00
Balance at 31st December 2005	9,451,950.00	255,319.15	1,000,892.88	0.00	2,159,378.36	189,679.91	13,057,220.30

6. Cash Flow Statement 1/1 – 31/12/2005

in €	12 Months ending December 31st	
	2005	2004
Cash flow from Operating activities		
Cash flow from operating activities	5,822,208.16	6,739,216.93
Interest Paid	-2,483.27	-85,279.56
Income Tax	-600,313.39	-753,208.89
Net Cash flow from Operating activities	5,219,411.50	5,900,728.48
Cash flow from Investing activities		
Purchases of tangible assets	-380,904.75	-672,673.57
Purchases of intangible assets	-2,075,333.00	-2,989,528.56
Sales of tangible assets	63,400.00	144,468.00
Interest Received	25,473.21	5,298.60
Other		
-Increase / decrease of the Long-Term Receivables	-54,296.70	18,527.23
Net Cash flow from Investing activities	-2,421,661.24	-3,493,908.30
Cash flow from Financing activities		
Dividends paid to parent's shareholders	-1,300,000.00	-1,800,000.00
Net Cash flow from Financing activities	-1,300,000.00	-1,800,000.00
Net (decrease)/ increase in cash and cash equivalents	1,497,750.26	606,820.18
Cash and cash equivalents at beginning of year	758,048.85	151,228.67
Cash and cash equivalents at end of year	2,255,799.11	758,048.85

7. Reconciliation between Greek GAAP and IFRS

Basic reconciliation principles

The Company' Financial Statements for the fiscal year ending December 31st, 2005, will be the first to adopt IFRS, as the Company belongs to the ALUMINIUM DE GRECE S.A. Group. The Group has adopted IFRS1 for the interim consolidated financial statements

The major impacts on the financial statements due to the application of IFRS are the following:

- (i) Impact from the revaluation of property, plant and equipment
- (ii) Dividend distribution to the Company's shareholders is recognized as a liability in the Group's financial statements in the period in which the dividends are approved by the General Assembly.
- (iii) Recognition of accrued employee benefits
- (iv) Impact due to the provision for environmental rehabilitation.

Analyzed as follows:

Changes of Equity

	31/12/04	31/12/03
Equity according to Greek GAAP	14,348,868.00	12,514,984.72
<i>Reconsiliation of International Accounting Standards</i>		
Impact of tax differences	-1,481,327.61	-19,084.75
Reserves transfer to the retained earnings before their approval	-371,640.42	-447,651.80
<i>Retained Earnings</i>		
Long-Term Liability Recognition for employee's pension plans	-316,670.91	-255,460.89
Deffered Tax effect	1,440,273.59	1,079,853.24
Effect from Reserves Transfer before their approval	371,640.42	447,651.80
Reversal of provision	-1,652,128.58	-1,718,415.10
Dividends Postpone to the payment approval	1,300,000.00	1,800,000.00
Provision for environment restoration	-1,691,331.94	-1,691,331.94
Total	-2,401,185.45	-804,439.44
Equity according to International Financial Reporting Standards	11,947,682.55	11,710,545.28

Changes of Income After Taxes

	31/12/04
Profit and Loss Account according to Greek GAAP	1,671,640.42
Impact from non-recognition fixed assets valuation	66,286.52
Recognition of accrued employee benefits (Pension Plan)	-61,210.02
Provision for environment restoration	
Differed Tax	360,420.35
Total	365,496.85
Profit and Loss Account according to International Financial Reporting Standards	2,037,137.27

8. Financial Information by Sector

Business segment is defined as the property elements and operations that provide products and services, which meet different dangers and returns from other business segment. Geographic segment is defined a geographic region, in which products and services are being offered and they meet different dangers and returns from other geographic regions.

Each company must gather and present information considering both its geographic operation (geographic segment) and its business operation (business segment). It company must evaluate and choose between business and geographic segment in order to determine the primary sector. This choice is important and therefore the source and nature of a company's dangers and returns determine the whether the primary information will be the business or the geographic segment.

The company's residence is Athens, produces exclusively bauxite, which offers in the national market.

9. Additional Information and Explanations

9.1 General Information

Delphes Distomon S.A.M. was established in 1975.

The Company's head offices are in the municipality of Athens (1, Sekeri Street, Athens 106 71).

The Company is registered with the Ministry of Development, General Secretariat of Trade, Department of Societies Anonymes and Credit, S.A. Registration Number: 2439/01/B/86/2438.

The Company's aims, according to Article 4 of the Articles of Association, are the following:

- a) The realization of mineral researches in bauxite mines, private owned or rented and mining, utilization and trade of bauxite. The company also aims to research, extract and process every mineral material and metal in Greece as well as their trading to each and every country.
- b) Provide Services to every bauxite mining company which operates in the above sectors.
- c) Use through purchase or rent mines belonging to the Greek Government or third parties or other legal way of direct denote, direct assignment from the Greek Government e.g. every type of mining researches, mine ownerships e.g. as well as sale, rent and assign as well as acquisition of appropriate for this purpose land.
- d) Direct or indirect participation to any company with similar operations, being able to become related for the realization of the above aims, through the creation of new companies, contribution, titles record, titles purchase or corporate consolidation rights, partnership, participation or with any other method.

ALUMINIUM DE GRECE S.A. holds equity of 99.98% of Delphes & Distomon S.A.M.

The company's web page is the same as ALUMINIUM DE GRECE S.A., i.e. www.alhellas.gr

The financial statements for the period ending on December 31st 2005 (including the comparative data for the period ending December 31st 2004) were approved by the Board of Directors of the company ALUMINIUM DE GRECE S.A. on 23/02/2006.

9.2 Basis for Preparation of the Financial Statements

The consolidated financial statements of Delphes Distomon S.A.M. as of December 31st, 2005 covering the period up to December 31st, 2005 have been in accordance with the International Financial Reporting Standards (I.F.R.S.), exactly as the parent company ALUMINIUM DE GRECE S.A..

The IASB has issued a series of standards that are referred to as the "IFRS Stable Platform 2005". The Group uses the IFRS Stable Platform 2005 from January 1st, 2005 onwards. The aforementioned standards are as follows:

IAS 1	Presentation of financial statements
IAS 2	Inventories
IAS 7	Cash Flow Statements
IAS 8	Accounting Policies, Changes in Accounting Estimates and Errors
IAS 10	Events after the Balance Sheet Date

IAS 11	Construction contracts
IAS 12	Income Taxes
IAS 14	Segment Reporting
IAS 16	Property, Plant and Equipment
IAS 17	Leases
IAS 18	Revenue
IAS 19	Employee Benefits
IAS 20	Accounting for Government Grants and Disclosure of Government Assistance
IAS 21	The Effects of Changes in Foreign Exchange Rates
IAS 23	Borrowing Costs
IAS 24	Related Party Disclosures
IAS 26	Accounting and Reporting by Retirement Benefit Plans
IAS 27	Consolidated and Separate Financial Statements
IAS 28	Investments in Associates
IAS 29	Financial Reporting in Hyperinflationary Economies
IAS 30	Disclosures in the Financial Statements of Banks and Similar Financial Institutions
IAS 31	Interests in Joint Ventures
IAS 32	Financial Instruments: Disclosure and Presentation
IAS 33	Earnings per Share
IAS 34	Interim Financial Reporting
IAS 36	Impairment of Assets
IAS 37	Provisions, Contingent Liabilities and Contingent Assets
IAS 38	Intangible Assets
IAS 39	Financial Instruments: Recognition and Measurement
IAS 40	Investment Property
IAS 41	Agriculture
IFRS 1	First-time Adoption of International Financial Reporting Standards
IFRS 2	Share-based Payment
IFRS 3	Business Combinations
IFRS 4	Insurance Contracts
IFRS 5	Non-current Assets Held for Sale and Discontinued Operations

New Accounting Principles and Interpretations of IFRIC

The International Accounting Standards Board and the Interpretations Committee have already issued a series of new accounting standards and interpretation that are not included in the "IFRS Stable Platform 2005". The IFRS and IFRIC are mandatory for the accounting periods beginning from January 1st 2006.

- (a) IFRS 6 Exploration and evaluation of mineral resources
- (b) IFRIC 3 Emission Rights
- (c) IFRIC 4 Determination of whether a receivable includes a lease
- (d) IFRIC 5 Rights to interests arising from decommissioning, restoration and environmental rehabilitation funds

The compilation of financial statements according to the IFRS requires the use of estimates and judgments during the application of the Company's accounting principles. Important assumptions made by the management for the application of the company's accounting methods have been appropriately highlighted whenever this has been deemed necessary.

IFRS1

The financial statements fall under IFRS 1 "First-Time adoption of IFRS" since they constitute the first financial statements, which are prepared and published on such a basis. During the transition process to IAS, the company (in contrast to the Group) chose not to use any of the releases which are allowed by IFRS1 "First adoption of IFRS" and they concern a) fair value of the estimated cost of assets b) companies consolidation c) employees benefits d) accumulated foreign exchange differences e) complex financial instruments

Consolidation

Delphes Distomon S.A.M. is subsidiary of ALUMINIUM DE GRECE S.A. which holds equity of 99.98% of Delphes Et Distomon S.A.M. Delphes Distomon S.A.M. participates in the consolidated financial statements with the full consolidation method.

Subsidiaries are the companies that are managed or controlled, directly or indirectly, by another company (parent). The existence of potential voting rights that are exercisable at the time the financial statements are compiled is taken into account in order to determine whether the parent exercises control over the subsidiaries. Subsidiaries are consolidated completely (full consolidation) with the purchase method from the date that control over them is acquired and cease to be consolidated from the date that this control no longer exists.

Tangible Assets

Fixed assets are reported in the financial statements at acquisition cost less accumulated depreciations and any impairment suffered by the assets. The acquisition cost includes all the directly attributable expenses for the acquisition of the assets.

Subsequent expenditure is added to the carrying value of the tangible fixed assets or is booked as a separate fixed asset only if it is probable that future economic benefits will flow to the Group and their cost can be accurately measured. The repair and maintenance cost is booked in the results when such is realized.

Land is not depreciated. Depreciation of tangible fixed assets (other than plots which are not depreciated) is calculated using the straight line method over their useful lives. The residual values and useful economic lives of tangible fixed assets are subject to reassessment at each balance sheet date. When the book value of tangible fixed assets exceeds their recoverable amount, the difference (impairment) is immediately booked as an expense in the results.

Upon sale of the tangible fixed assets, any difference between the proceeds and the book value are booked as profit or loss to the results.

Intangible Assets

(d) Signals and Licences

Signals and Licences are valued at their acquisition cost less depreciation. Depreciations are conducted with the straight line method over their useful lives

(e) Software Programs

The Software licences are valued at their acquisition cost less depreciation. Depreciations are conducted with the straight line method over their useful lives, which range from 3 to 5 years.

Expenses required for the software development and sustenance are recognized as cost when they take place. Expenses for the development of certain software are recognized as intangible assets.

(f) Research and Development Expenses

Research and Development expenditures are recognised as expenses when they are realised. The expenses from developing programs (related to the design and the test of new or improved products) are capitalized if it is possible to produced future economic benefit. The other development expenditures are booked as an expense in the results when they are realised. Previous years' development expenditures recognised as expenses, can not be capitalized in the future fiscal years. The capitalized development expenses are depreciated from the beginning of the product's economic life using the straight line method during the period of the product's future economic benefits. The Group's depreciation period doesn't exceed the 5 years.

(g) Access Expenses

Access expenses are recognised as intangible assets if they offer future economic benefits to the company. The management can choose to depreciate this amount fully in the year they occur and they affect the cost of bauxite production.

Impairment of Assets

Assets with an indefinite useful life are not depreciated and are subject to an impairment review annually and when some events suggest that the book value may not be recoverable any resulting difference is charged to the period's results. Assets that are depreciated are subject to an impairment review when there is evidence that their value will not be recoverable. The recoverable value is the greater of the net sales value and the value in use. An impairment loss is recognized by the company when the book value of these assets (or cash flow generating unit) is greater than its recoverable amount.

Inventories

At the balance sheet date, inventories are valued at the lower of acquisition cost and net realizable value. The cost is estimated with the weighted average method. The products cost or semi finished products cost includes the material cost, the direct labour cost and the proportional general production cost. The cost of inventories does not include financial expenses. Net realizable value is the estimated sales price during the normal course of the company's business less any relevant sales expenses.

Trade Receivables

Receivables from customers are initially booked at their fair value and are subsequently valued at their net book cost using the method of the effective interest rate, less the provision for impairment. In the event that the net book value or the cost of a financial asset exceeds the present value, then this asset is valued at its recoverable amount, i.e. at the present value of the future Cash flow of the asset, which is calculated using the real initial interest rate. The relevant loss is immediately transferred to the period's results. The impairment losses, i.e. when there is objective evidence that the Group is unable to collect all the amounts owed based on the contractual terms, are recognized in the income statement.

Cash and Cash Equivalents

Cash and cash equivalents include cash in the bank and in hand as well as, up to 3 months, short term highly liquid and low risk investments.

Share Capital

The share capital consists of common shares.

Income Tax & Deferred tax

The period charge for income tax comprises current tax and deferred tax, i.e. the tax charges or tax credits that are associated with economic benefits accruing in the period but have been assessed by the tax authorities in different periods. Income tax is recognized in the income statement of the period, except for the tax relating to transactions that have been booked directly to equity, in which case it is, accordingly, booked directly to equity.

Current income taxes include the short-term liabilities or receivables from the fiscal authorities that relate to taxes payable on the taxable income of the period and any additional income taxes from previous periods (tax audit differences).

Current taxes are measured according to the tax rates and tax laws in effect during the financial years to which they relate, based on the taxable profit for the year. All changes to the short-term tax assets or liabilities are recognized as part of the tax expense in the income statement.

Deferred income tax is determined according to the liability method that results from the temporary differences between the book value and the tax base of assets or liabilities. Deferred tax is not booked if it results from the initial recognition of an asset or liability in a transaction, except for a business combination, which when it occurred did not affect neither the accounting nor the tax profit or loss. Deferred income tax is determined to the tax rates that are essentially in effect up until the balance sheet date.

Deferred tax assets and liabilities are estimated based on tax rates which are estimated to be implemented the next fiscal year during which the asset or liability will be determined, taking into consideration the tax rates until the date of financial statements. In case of incapability to determine the actual time of the deferred tax reversion, the tax rate used is that of the next fiscal year. The deferred tax is estimated with the tax rate 29%, which is the tax rate of 2006.

Deferred tax assets are recognized to the extent that there will be a future tax profit to be set against the temporary difference that creates the deferred tax asset.

Deferred income tax is recognized for the temporary differences that result from investments in subsidiaries and associates, except for the case where the reversal of the temporary differences is controlled by the Group and it is possible that the temporary differences will not be reversed in the foreseeable future.

Employee Benefits

(a) Short-term benefits

Short-term employee benefits (except post-employment benefits) monetary and in kind are recognized as an expense when they accrue. Any unpaid amount is booked as a liability.

(b) Post-employment benefits

Post-employment benefits comprise pensions or other benefits (life insurance and medical insurance) the company provides after retirement as an exchange for the employees' service with the company. The accrued cost of defined contribution schemes is booked as an expense in the period it refers to.

Provisions

Provisions for environmental retrieval, restructure expenses and compensations are recognized when:

- 1) The Group has present obligations as a result of past events.
- 2) Their settlement through an outflow of resources is probable.
- 3) The exact amount of the obligation can be reliably estimated.

In cases where the current liability existence is not clear, then a past event will be considered to create a current liability, when taking into account all the available information, becomes clear that this liability exists the reporting day. In different conditions the fact must be considered contingent liability and must published in the notes that accomplish the financial statements.

Provisions are recognized those liabilities, that resulted from past events and they are independent from the company's future actions. A liability always involves another part. It is not necessary know the identity of the other part taking into consideration that the liability may address to the general public.

Provisions for environmental retrieval, restructure expenses and compensations are recognized when:

- (1) There is current legal or documented obligation as a result of previous events.
- (2) Settlement through an outflow of resources is probable.
- (3) The exact amount of the obligation can be reliably estimated.

The annual vacancy right and the employees' long-term service right are recognized at the time they result. The provision is recognized for the estimated liabilities of the annual vacancy right and the long-term service right, as a result of the services provided up to the financial statements date.

The company has the obligation to proceed to environmental retrieval of the area next to the surface worksites after their productive use. According to IAS 37 "Provisions, Contingent Liabilities and Contingent Assets", the cost that is recognised as a provision and increases the intangible assets includes the initial estimation of the environmental retrieval cost. The present value of the provision for the environmental retrieval amounted _ 2.493.185 at 31.12.2004.

When various similar liabilities appear, the likelihood that the outflow will be demanded is being determined with the examination of the group in total. Provision is recognized even when the likelihood of an outflow regarding a certain element included in the same liability group is small.

Leases

(e) Lease agreements where the lessor transfers the right of use of an asset for an agreed period of time, without transferring, however, the risks and rewards of ownership of the fixed asset are classified as operating leases. Payments made with respect to operating leases (net of any incentives offered by the lessor) are recognised in the income statement proportionately throughout the term of the lease.

(f) Leases of fixed assets with which all the risks and benefits related with ownership of an asset are transferred to the Group, regardless of whether the title of ownership of the asset is eventually transferred or not, are finance leases. These leases are capitalized at the inception of the lease at the lower of the fair value of the asset and the present value of the minimum lease payments. Each lease payment is apportioned between the reduction of the liability and the finance charge so that a fixed interest rate on the remaining financial liability is achieved. The relevant liabilities from leases, net of finance charges, are reported as liabilities. The part of the finance charge that relates to finance leases is recognized in the income statement during the term of the lease. Fixed assets acquired through finance leases are depreciated over the shorter of their useful lives and the lease term.

Dividend Distribution

The distribution of dividends to the shareholders of the parent company is recognized as a liability in the financial statements at the date on which the distribution is approved by the General Shareholders' Meeting.

9.3 The Group Structure and the Consolidation Method

DELPHES DISTOMON S.A.M. is a subsidiary of ALUMINIUM DE GRECE S.A. and it participates by 99.98% to the consolidated financial statements of ALUMINIUM DE GRECE S.A. with the full consolidation method.

9.4 Tangible Assets

The Company's tangible assets are analyzed as follows:

(in €)	Plots & Buildings	Vehicles & Mechanical Equipment	Furniture & Other Equipment	Tangible Assets under construction	Total
Gross Book Value	4,851,306.21	10,674,176.82	705,822.69	158,953.15	16,390,258.87
Accumulated depreciation and value impairment	-2,806,269.27	-8,812,537.88	-590,750.45	0.00	-12,209,557.60
Book Value as at 31 December 2004	2,045,036.94	1,861,638.94	115,072.24	158,953.15	4,180,701.27
Gross Book Value	4,883,272.30	11,138,801.13	737,989.12	11,101.07	16,771,163.62
Accumulated depreciation and value impairment	-2,974,417.40	-9,411,471.16	-637,712.50	0.00	-13,023,601.06
Book Value as at 31 December 2005	1,908,854.90	1,727,329.97	100,276.62	11,101.07	3,747,562.56

(in €)	Plots & Buildings	Vehicles & Mechanical Equipment	Furniture & Other Equipment	Tangible Assets under construction	Total
Book Value as at 31 December 2004	2,045,036.94	1,861,638.94	115,072.24	158,953.15	4,180,701.27
Additions	31,966.09	464,624.31	32,166.43	-147,852.08	380,904.75
Depreciations	-166,065.06	-598,933.28	-46,962.05	0.00	-811,960.39
Sales / Reductions	-7,715.95	0.00	0.00	0.00	-7,715.95
Sales / Depreciation Reductions	5,632.88	0.00	0.00	0.00	5,632.88
Book Value as at 31 December 2005	1,908,854.90	1,727,329.97	100,276.62	11,101.07	3,747,562.56

9.5 Collateral on the fixed assets

There are no mortgages or collateral on the company's and the consolidated companies' fixed assets.

9.6 Intangible Assets

The Company's intangible assets are analyzed as follows:

(in €)	Software	Internally Created	Total
Gross Book Value	502,751.60	52,554,286.16	53,057,037.76
Accumulated depreciation and value impairment	-482,186.87	-48,206,583.76	-48,688,770.63
Book Value as at 31 December 2004	20,564.73	4,347,702.40	4,368,267.13
Gross Book Value	517,476.60	54,614,894.16	55,132,370.76
Accumulated depreciation and value impairment	-495,702.95	-50,336,708.04	-50,832,410.99
Book Value as at 31 December 2005	21,773.65	4,278,186.12	4,299,959.77

(in €)	Software	Internally Created	Total
Book Value as at 31 December 2004	20,564.73	4,347,702.40	4,368,267.13
Additions	14,725.00	2,060,608.00	2,075,333.00
Depreciations	-13,516.08	-1,857,448.15	-1,870,964.23
Sales / Reductions	0.00	-272,676.13	-272,676.13
Foreign exchange	0.00	0.00	0.00
Book Value as at 31 December 2005	21,773.65	4,278,186.12	4,299,959.77

9.7 Deferred Tax

The offset of deferred tax receivables and liabilities takes place when there is an applicable legal right to offset the current tax receivables with the current tax liabilities and when the deferred income taxes refer to the same tax authority. The Company's offset amount is analyzed as follows:

(in €)	31/12/2005		31/12/2004	
	D.T. Receivable	D.T. Liability	D.T. Receivable	D.T. Liability
Non-Current Assets				
Intangible Assets		0.00		0.00
Property, plant equipment	890,735.93	0.00	1,002,705.98	0.00
Long-Term Liabilities				
Employee Benefits	426,118.27		437,567.61	
Total	1,316,854.19	0.00	1,440,273.59	0.00

9.8 Inventories

The Company's inventories are analyzed as follows:

(in €)	31/12/2005	31/12/2004
Raw Material	0.00	0.00
Semi-Finished Products	0.00	0.00
Finished Products	903,679.33	1,282,111.61
Other	1,225,063.78	1,095,034.76
Total	2,128,743.11	2,377,146.37

9.9 Customers and Other Trade Receivables

The Company's customers and other trade receivables are analyzed as follows:

(in €)	31/12/2005	31/12/2004
Customers	3,240,740.65	2,039,874.22
Minus: Doubtful Account	0.00	0.00
Net Trade Receivables	3,240,740.65	2,039,874.22
Prepaid Inventory Purchases	0.00	0.00
Total	3,240,740.65	2,039,874.22

9.10 Other Receivables

The Company's other receivables are analyzed as follows:

Other Receivables

(in €)	31/12/2005	31/12/2004
Sundry Debtors	57,292.43	99,145.94
Receivables from the Greek State	1,506,962.16	3,251,175.30
Other receivables	55,629.86	91,924.07
Disputed Debtors		
Receivables from associated parties	0.00	0.00
Loans to associated parties	0.00	0.00
Minus: Provisions for doubtful accounts	0.00	0.00
Net Debtors Receivables	1,619,884.45	3,442,245.31

Other Long - Term Receivables

Warranties to Third parties	69,206.34	14,909.64
	69,206.34	14,909.64

9.11 Cash and Cash Equivalents

The Company's cash and cash equivalents include the following:

(in €)	31/12/2005	31/12/2004
Cash in hand and banks	255,799.11	758,048.85
Short-term bank deposits	2,000,000.00	0.00
Total	2,255,799.11	758,048.85

9.12 Suppliers

The analysis of the Company's Suppliers and other liabilities balances are as follows:

(in €)	31/12/2005	31/12/2004
Suppliers	928,291.19	1,016,046.38
Notes Payable	0.00	0.00
Checks Payable	0.00	0.00
Total	928,291.19	1,016,046.38

9.13 Current Tax Liabilities

The balances of the Company current tax liabilities are analyzed as follows:

	12 Months ending December 31st	
(in €)	2005	2004
Tax for the current period	-600,313.39	-753,208.89
Tax control differences Liabilities	200,000.00	
Other Tax Liabilities	558,350.90	1,542,817.34
Total	158,037.51	789,608.45

9.14 Other Short-Term Liabilities

The analysis of the Company's other short-term liabilities balance is as follows:

(in €)	31/12/2005	31/12/2004
Insurance organizations and other taxes	274,498.42	256,614.45
Other Liabilities	106,008.02	434,261.32
Total	380,506.44	690,875.77

9.15 Employee Benefit Liabilities

(in €)	31/12/2005	31/12/2004
Balance at the beginning of the period	1,684,067.39	1,622,857.37
Total debit in the results	308,248.16	416,210.02
Paid contributions	-258,131.52	-355,000.00
Balance at the end of the period	1,734,184.03	1,684,067.39

9.16 Provisions

The Company's provisions are analyzed as follows:

(in €)	Environmental retrieval	Tax Liabilities	Other	Total
31 December 2004	2,493,185.84	0.00	0.00	2,493,185.84
Fiscal Year Additional Provisions		200,000.00	0.00	200,000.00
Reversed non-used provisions				0.00
Foreign exchange differences				0.00
Period's provisions	-272,675.13	0.00		-272,675.13
31 December 2005	2,220,510.71	200,000.00	0.00	2,420,510.71

9.17 Revenue per Category

	12 Months ending December 31st	
(in €)	2005	2004
Commodity Sales	0.00	0.00
Sales of goods	20,053,782.10	19,181,403.62
Other inventories Sales	19,293.82	29,552.54
Service Sales	826,098.00	786,025.50
Total	20,899,173.92	19,996,981.66

9.18 Employee Benefits

in €	12 Months ending December 31st	
	2005	2004
Wages and Salaries including pension benefit plans	3,911,691.32	3,871,987.38
Social Security Expenses	1,156,451.58	1,166,347.58
Other employee benefits	84,703.69	151,284.41
Defined pension benefit plan payments	0.00	0.00
Defined pension benefit plan	0.00	0.00
Other employee benefits after retirement day	0.00	0.00
Total	5,152,846.59	5,189,619.37

9.19 Expenses per Category

The Company's expenses per category are as analyzed as follows:

(in €)	12 Months ending December 31st							
	2005				2004			
	Cost of sales	Distribution expenses	Administrative and Research Expenses	Total	Cost of sales	Distribution expenses	Administrative and Research Expenses	Total
Pension Benefits	149,928.86	528.49	2,020.85	152,478.20	143,697.14	1,647.72	1,793.30	147,138.16
Other employee benefits	5,008,788.65	15,423.35	128,634.59	5,152,846.59	5,080,557.23	34,733.04	74,329.10	5,189,619.37
Cost of inventories recognised as an expense	3,074,193.53		1,088.39	3,075,281.92	2,506,521.53			2,506,521.53
Tangible Assets Depreciation					0.00			
-Owned Assets	805,103.89		6,856.50	811,960.39	584,445.29		39,049.29	623,494.58
Intangible assets depreciations	1,870,964.23	0.00		1,870,964.23	2,515,702.04			2,515,702.04
Third party remuneration and expenses	1,913,695.16	28,747.88	814,494.92	2,756,937.96	2,517,112.85	20,475.80	93,070.32	2,630,658.97
Third party benefits	602,922.14	44,002.45	50,758.14	697,682.73	570,983.65	30,767.00	59,514.18	661,264.83
Other	3,241,087.50	14,823.60	299,557.21	3,555,468.31	2,738,546.86	20,837.66	569,579.69	3,328,964.21
Total	16,666,683.96	103,525.77	1,303,410.60	18,073,620.33	16,657,566.59	108,461.22	837,335.88	17,603,363.69

9.20 Other Operating Income – Expenses

The Company's other Operating Income – Expenses are as analyzed as follows:

(in €)	12 Months ending December 31st	
	2005	2004
Income from used provisions	102,361.56	
Other	105,534.14	151,590.18
Profit from sale of fixed assets		
Total	207,895.70	151,590.18
	2005	2004
Pension Benefit provisions		
Other provisions	229,973.50	1,687.42
Losses from sale of fixed assets		
Other	56,311.30	33,613.96
Compensations		
Total	286,284.80	35,301.38

9.21 Financial Cost – Net

	12 Months ending December 31st	
(in €)	2005	2004
Interest Revenue		
-Bank depos	25,473.21	5,298.60
-Loans		
	25,473.21	5,298.60
Interest Expense		
- Discounted Benefit Liabilities due to retirement.		-84,170.94
-Bank Loans		
- Other Bank Expenses	-2,483.27	-1,108.62
	-2,483.27	-85,279.56

9.22 Income Tax

	12 Months ending December 31st	
(in €)	2005	2004
Fiscal Year Tax	37,197.28	753,208.89
Tax Inspection differences	200,000.00	0.00
Deferred Tax	123,419.40	-360,420.55
Total	360,616.68	392,788.34

9.23 Cash Flow from Operating Activities

(in €)	12 Months ending December 31st	
	2005	2004
Earnings for the period	2,409,537.75	2,037,137.27
<i>Adjustments for</i>		
Tax	360,616.68	392,788.34
Depreciations of tangible fixed assets	811,960.39	962,705.74
Depreciations of intangible assets	1,870,964.23	3,003,181.25
Income from previous years provisions	272,676.13	0.00
Profit/(loss) from sale of tangible assets	-61,316.93	-124,673.06
Interest income	-25,473.21	-5,298.60
Interest expenses	2,483.27	85,279.56
Other		
	5,641,448.31	6,351,120.50
<i>Changes in Working capital</i>		
Increase/(decrease) of inventories	248,403.26	-303,116.23
Increase/(decrease) of receivables	621,494.43	1,253,346.82
Increase/(decrease) of liabilities	-466,579.35	-581,735.52
Fiscal year provisions	50,116.64	19,601.36
Provisions outflows	-272,675.13	
Deferred Taxes		
	180,759.85	388,096.43
Net Cash flow from operating activities	5,822,208.16	6,739,216.93

9.24 Contingent Receivables – Liabilities

There are no disputed or liable to litigation differences of judicial or arbitration bodies that may have a significant effect on the Group's financial status or operation.

9.25 Tax Authorities Audit

Delphes-Distomon S.A.M. has not been audited by the tax authorities for fiscal year 2004 and 2005.

There is a possibility of additional tax implementation for the non-audited fiscal year when the authorities complete their audit. The Company has made provisions for the non-audited fiscal years to the amount of 200 (in 000 €).

9.26 Accounting Estimations Changes

There was no change in the Company's accounting policies or accounting estimations.

9.27 Number of Working Employees

The workforce of DD. in 2005 and 2004 has been 129 and 135 employees respectively.

9.28 Inter-Company Transactions

The Company' sales to ALUMINIUM DE GRECE as of 31/12/05 are: € 20.880 (in € 000).

The balance of the company's receivables from ALUMINIUM DE GRECE as of 31/12/05 are: € 3.241(in € 000).

The above amounts have been eliminated in the Group's consolidated financial statements.

9.29 Events after the Balance Sheet Date

There are no events after the balance sheet date.

