



ANNUAL BULLETIN
2005

**In accordance with the decisions no 5/204/14.11.2000 and 7/372/15.2.2006 of
the Capital Markets Commission**

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Company info

The company “VIOHALCO – Hellenic Copper and Aluminum Industry S.A.” was founded in 1937 (Gov. Gaz. 271/09.08.1937) and is enlisted in the Register of Societe Anonymes number 6053/06/B/86/105. It is based in the municipality of Athens (2-4 Messogion Av., tel: 68.61.111), and according to its charter, its duration has been determined until 9.8.2037, with a potential continuation, by decision of a general meeting.

Its headquarters lie in Athens, 2-4 Messogion Av., Pyrgos Athinon (building B), 11527 and its registered offices are in 16 Heimarras st., Maroussi, 15125 (tel. centre 210-6861111).

The company’s aim, according to article 2 of its charter is the production and processing of copper and aluminium, as well as any other metal, the manufacturing of any type of product, electric conductors and cables from the previously mentioned metals, as well as the participation in other enterprises, of any kind.

Today VIOHALCO S.A. is a holding company. It is the parent company of the largest Metal Group of Greece, mainly operating in the copper, aluminum, steel processing and cable production fields.

ANNUAL BULLETIN INFO

The present Annual Report was constituted in order to inform better and more efficiently the shareholders and investors and is bound to become a useful tool for investments’ consultants, so as to form a sound evaluation of the capital, the financial situation as well as the results and prospects of “VIOHALCO S.A.” company.

The compilation of the present Annual Report was conducted in accordance with the regulations number 5/204/14.11.2000 and 7/732/15.2.2006 decisions of the Hellenic Capital markets Commission. Mr Pantelis Mavrakis, Financial Director of the company, tel: 210 68.61.111, is responsible for the compilation of the Annual Report as well as the accuracy of the included elements.

The Board of directors and its auditor, certify that:

- All the included information and elements are complete and true.
- There are no other elements and events, the concealment or omission of which could constitute as misguiding the total or part of the elements and information included in the present Annual Report.
- There are not any judiciary differences or arbitrations against the company and share manipulated related companies, which could have significant consequences in the financial situation of the company.

The Report is available to all parties interested from the company’s registered offices at 16 Heimarras St., Maroussi, tel: 210 68.61.111.

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Balance Sheet

<i>Amounts in Euros</i>	Note	CONSOLIDATED FIGURES		COMPANY FIGURES	
		31/12/2005	31/12/2004	31/12/2005	31/12/2004
ASSETS					
Non-current assets					
Property, plant and equipment	7a b	1,741,327,602	1,761,246,517	162,311	239,984
Intangible assets	8a 8b	7,497,746	8,014,587	-	-
Investment in properties	9	34,159,151	30,893,542	108,236,436	108,545,004
Investments in companies consolidated based on the net worth method	10	16,553,444	14,521,206	-	-
Investments in companies consolidated based on the integrated consolidation method	10a	-	-	728,801,964	718,916,763
Investments in other associate companies		-	-	-	-
Available-for-sale financial assets	11	7,969,560	-	29,927,613	-
Other investments	11	-	15,598,555	-	36,182,233
Deferred tax assets	12	1,783,864	909,467	-	-
Derivative financial instruments	14a	540,236	-	-	-
Other receivables	14	11,345,520	13,175,649	6,489	-
		1,821,177,123	1,844,359,523	867,134,813	863,883,984
Current assets					
Inventories	13	669,778,732	625,223,972	-	-
Trade and other receivables	14	625,051,624	560,581,129	3,152,553	2,212,148
Other investments	11 11a	-	2,690,672	-	-
Available-for-sale financial assets	11	12,141,799	-	10,000,000	-
Derivative financial instruments	14a	21,622,488	-	-	-
Financial assets at fair value through profit & loss	11a	1,002,873	-	-	-
Current income tax receivables		8,087,381	18,893,984	-	-
Cash and cash equivalents	15	83,313,042	82,770,226	14,191,249	25,068,574
		1,420,997,939	1,290,159,983	27,343,802	27,280,722
Total assets		3,242,175,063	3,134,519,506	894,478,615	891,164,707
EQUITY					
Capital and reserves attributable to company's equity holders					
Share capital	16	59,842,227	59,842,227	59,842,227	59,842,227
Share premium account	16	411,618,152	411,618,152	411,618,152	411,618,152
Treasury stock	16	-7,911,289	-7,911,289	-	-
Translation reserve	17	100,347	-168,075	-	-
Other reserves	17	250,974,756	213,285,285	29,663,450	27,966,333
Profits/(losses) carried forward		258,938,793	292,783,016	368,644,328	371,147,843
Total		973,562,986	969,449,316	869,768,158	870,574,556
Minority interest		508,473,719	494,744,205		
Total equity		1,482,036,705	1,464,193,521	869,768,158	870,574,556
LIABILITIES					
Non-current liabilities					
Borrowings	18	720,592,279	817,737,624	-	-
Liabilities from leasing activities	18α	1,918,993	3,783,393	-	-

Derivative financial instruments	14α	2,683,180	-	-	-
Deferred tax liabilities	12	202,624,411	192,483,854	19,007,585	19,105,510
Retirement and termination benefit obligations	19	19,341,347	19,507,361	38,080	27,407
Government grants	20	31,001,614	30,984,470	-	-
Provisions	22	9,398,916	17,857,068	-	-
Other non-current liabilities	21	39,697	-	-	-
		987,600,437	1,082,353,770	19,045,665	19,132,917
Current liabilities					
Trade and other payables	21	254,360,956	260,304,672	3,957,522	1,016,556
Current tax liabilities	21	16,249,653	23,457,360	1,707,270	440,678
Borrowings	18	488,886,241	302,199,183	-	-
Liabilities from leasing activities	18α	1,867,522	2,011,000	-	-
Derivative financial instruments	14α	9,711,317	-	-	-
Provisions	22	1,462,231	-	-	-
		772,537,920	587,972,215	5,664,791	1,457,234
Total liabilities		1,760,138,358	1,670,325,985	24,710,456	20,590,151
Total equity and liabilities		3,242,175,063	3,134,519,506	894,478,614	891,164,707

The notes on pages 14 to 97 are an integral part of these financial statements

Income Statement

<i>Amounts in Euros</i>	Note	CONSOLIDATED FIGURES		COMPANY FIGURES	
		12 months until 31/12/2005	12 months until 31/12/2004	12 months until 31/12/2005	12 months until 31/12/2004
Sales	6 6α	2,331,470,903	2,154,262,426	52,844	58,349
Cost of sales	23	<u>-2,024,297,501</u>	<u>-1,810,915,659</u>	<u>-42,000</u>	<u>-42,000</u>
Gross profit		307,173,402	343,346,767	10,844	16,349
Selling expenses	23	-131,484,357	-128,996,473	-	-
Administrative expenses	23	-72,268,229	-87,107,388	-2,149,243	-2,218,361
Other operating income/(expenses) (net)	27	<u>-481,778</u>	<u>21,886,147</u>	<u>3,908,393</u>	<u>5,611,945</u>
Operating profit		102,939,037	149,129,053	1,769,994	3,409,933
Finance costs - net	25	-47,513,132	-48,347,178	-	-
Income from dividends	27	1,810,519	809,026	12,458,589	8,527,560
Share pf profit/loss of associates	27	<u>2,153,671</u>	<u>2,619,381</u>	<u>-</u>	<u>-</u>
Profits before taxation		59,390,095	104,210,282	14,228,582	11,937,493
Income tax expense	26	<u>-25,749,360</u>	<u>44,311,513</u>	<u>-1,176,068</u>	<u>8,928,077</u>
Net profits of the period from ongoing activities		33,640,735	148,521,795	13,052,514	20,865,570
Attributable to:					
Equity holders of the parent company		20,220,636	100,113,041	13,052,515	20,865,570
Minority interest		<u>13,420,099</u>	<u>48,408,743</u>	<u>-</u>	<u>-</u>
		33,640,735	148,521,784	13,052,515	20,865,570
Earnings per share that are attributable to the equity holders of the parent company for the period (expressed in Euros per share)					
Basic and diluted		<u>0.101</u>	<u>0.502</u>	<u>0.065</u>	<u>0.105</u>

The notes on pages 14 to 97 are an integral part of these financial statements

Statement of Changes in Equity
CONSOLIDATED

	Attributable to the equity holders of the parent company					Minority Interest	Total Equity	
	Share capital	Fair value reserves	Other reserves	Accumulated profits	Translation reserve			Total
CONSOLIDATED FIGURES								
Balance at 1 January 2004	463,549,092	-	189,355,340	205,845,509	-	858,749,941	498,212,086	1,356,962,027
Currency translation differences	-	-	-	-	-168,075	-168,075	46,891	-121,184
Net profit for the year	-	-	-	100,113,041	-	100,113,041	48,408,743	148,521,784
Total recognised net profit for the year	-	-	-	100,113,041	-168,075	99,944,966	48,455,634	148,400,600
Increase-decrease in subsidiary holdings	-	-	-	24,717,605	-	24,717,605	-47,695,354	-22,977,749
Transfer to reserves	-	-	23,929,965	-23,929,965	-	-	-	-
Dividend	-	-	-	-13,963,186	-	-13,963,186	-4,228,161	-18,191,347
	-	-	23,929,965	-13,175,546	-	10,754,419	-51,923,515	-41,169,096
Balance at 31 December 2004	463,549,092	-	213,285,305	292,783,016	-168,075	969,449,338	494,744,205	1,464,193,543
Application of IAS 32 & 39		8,953,940	-262,000	2,931,047		11,622,987	-1,718,461	9,904,526
Balance at 1 January 2005	463,549,092	8,953,940	213,023,305	295,714,063	-168,075	981,072,325	493,025,744	1,474,098,069
Currency translation differences			-0	-	268,422	268,422	80,758	349,180
Profit/(loss) recognised directly in equity	-	-2,713,897	-	-	-	-2,713,897	3,220,647	506,750
Net profit for the period				20,220,636		20,220,636	13,420,099	33,640,735
Total recognised net profit for the year	-	-2,713,897	-0	20,220,636	268,422	17,775,161	16,721,504	34,496,665
Increase-decrease in subsidiary holdings	-	-	-7,182,863	-3,141,081	-	-10,323,944	5,806,271	-4,517,673
Transfer to reserves	-	-	38,894,269	-38,894,269	-	-	-	-
Dividend	-	-	-	-14,960,556	-	-14,960,556	-7,079,800	-22,040,356
Offsetting entry for the deletion of inter-company profits/(losses) due to the sale of inventories or fixed assets	-	-	-	-	-	-	-	-
	-	-	31,711,406	-56,995,906	-	-25,284,500	-1,273,529	-26,558,029
Balance at 31 December 2005	463,549,092	6,240,043	244,734,711	258,938,793	100,347	973,562,986	508,473,719	1,482,036,705
COMPANY FIGURES								
Balance at 1 January 2004	471,460,380	-	26,804,448	365,407,345	-	863,672,173	-	863,672,173
Net profit for the period	-	-	-	20,865,570	-	20,865,570	-	20,865,570
Total recognised net profit for the year	-	-	-	20,865,570	-	20,865,570	-	20,865,570
Transfer to reserves (from distribution)	-	-	1,161,885	-1,161,885	-	-	-	-
Dividend	-	-	-	-13,963,187	-	-13,963,187	-	-13,963,187
	-	-	1,161,885	-15,125,072	-	-13,963,187	-	-13,963,187
Balance at 31 December 2004	471,460,380	-	27,966,333	371,147,843	-	870,574,556	-	870,574,556
Application of IAS 32 & 39	-	516,608	-	-	-	516,608	-	516,608

Balance at 1 January 2005	471,460,380	516,608	27,966,333	371,147,843	-	871,091,163	-	871,091,163
Profit/(loss) recognised directly in equity	-	585,036	-	-	-	585,036	-	585,036
Net profit for the year	-	-	-	13,052,515	-	13,052,515	-	13,052,515
Total recognised net profit for the year	-	585,036	-	13,052,515	-	13,637,551	-	13,637,551
								-
Transfer to reserves	-	-	595,472	-595,472	-	-	-	-
Dividend	-	-	-	-14,960,557	-	-14,960,557	-	-14,960,557
	-	-	595,472	-15,556,029	-	-14,960,557	-	-14,960,557
Balance at 31 December 2005	471,460,380	1,101,644	28,561,805	368,644,328	-	869,768,157	-	869,768,157

The notes on pages 14 to 97 are an integral part of these financial statements

Statement of Changes in Equity (cont'd)
COMPANY

Attributable to the equity holders of the parent company

	Share capital	Fair value reserves	Other reserves	Accumulated profits	Translation reserve	Total
COMPANY FIGURES						
Balance at 1 January 2004	471,460,380	-	26,804,448	365,407,345	-	863,672,173
Net profit for the period	-	-	-	20,865,570	-	20,865,570
Total recognised net profit for the period	-	-	-	20,865,570	-	20,865,570
Transfer to reserves (from distribution)	-	-	1,161,885	-1,161,885	-	-
Dividend	-	-	-	-13,963,187	-	-13,963,187
			1,161,885	-15,125,072	-	-13,963,187
Balance at 31 December 2004	471,460,380	-	27,966,333	371,147,843	-	870,574,556
Application of IAS 32 & 39	-	516,608	-	-	-	516,608
Balance at 1 January 2005	471,460,380	516,608	27,966,333	371,147,843	-	871,091,163
Profit/(loss) recognised directly in equity	-	585,036	-	-	-	585,036
Net profit for the period	-	-	-	13,052,515	-	13,052,515
Total recognised net profit for the period	-	585,036	-	13,052,515	-	13,637,551
Transfer to reserves	-	-	595,472	-595,472	-	-
Dividend	-	-	-	-14,960,557	-	-14,960,557
	-	-	595,472	-15,556,029	-	-14,960,557
Balance at 31 December 2005	471,460,380	1,101,644	28,561,805	368,644,328	-	869,768,157

The notes on pages 14 to 97 are an integral part of these financial statements

Cash flow statement

<i>Amounts in Euros</i>	Note	CONSOLIDATED FIGURES		COMPANY FIGURES	
		1/1 to 31/12/2005	1/1 to 31/12/2004	1/1 to 31/12/2005	1/1 to 31/12/2004
Cash flows from operating activities					
Cash flows from operating activities	28	103,907,478	-22,229,448	3,974,653	1,626,733
Interest paid	2	-52,114,557	-47,961,976	-	-
Income tax paid	26	-25,398,546	-28,283,000	-320,710	2,578,807
Net cash (used in)/from operating activities		26,394,375	-98,474,424	3,653,944	4,205,540
Cash flows from investing activities					
	7a – 7b	-	-	-	-
Purchase of intangible assets	8a – 8b	-	-	-	-
Additions to property, plant equipment, investment in property and intangible assets	9	-98,286,886	109,238,226	-697,276	-186,873
Proceeds from sale of property, plant equipment	28	5,429,287	11,839,226	863,077	3,000
Change in intangible assets	28	-	-	-	-
Proceeds from sale of investment in property	28	-	-	-	-
Proceeds from sale of holdings	28	-	-	-	-
Dividends received	28	1,810,519	1,128,056	12,458,589	9,332,266
Loans granted to associate companies	31	-	-	-	-
Purchase of available-for-sale financial assets	11	-2,520,053	-	-2,821,616	-
Sale of available-for-sale financial assets	11	511,715	-	511,715	11,399,767
Purchase of financial assets at fair value through profit and loss	11a	-900,000	-	-	-
Sale of financial assets at fair value through profit and loss	11a	442,677	-	-	-
Interest received	2	4,601,425	2,928,142	-	647,662
Collections from government grants	20	1,486,203	10,796,000	-	-
Change sin holdings in associate companies	10	1,328	-	-	-
Changes in holdings in subsidiary companies		-5,689,387	-7,954,000	-9,885,201	-11,990,642
Increase in holdings in other holdings		-	-	-	-
Other (see below)		-	-	-	-
Net cash flows (used in)/from investing activities		-93,113,172	-90,500,802	429,288	9,205,180
Cash flows from financing activities					
Issuance of common shares		-	-	-	-
(Purchase)/sale of treasury stock		-	-	-	-
Dividends paid to equity holders of the parent company		-13,197,881	-13,963,000	-14,960,557	-13,963,187
Loans received		89,541,712	198,209,000	-	-
Settlement of borrowings		-	-	-	-
Changes in leasing capital		-2,007,877	-	-	-
Dividends paid to minority interest		-7,074,340	-4,228,000	-	-
Collection of government grant		-	-	-	-
Collections from share capital increase (minority proportion)		-	-	-	-
Other (see below)		-	-	-	-
Net cash (used in)/from financing activities		67,261,614	180,018,000	-14,960,557	-13,963,187
Net (decrease)/increase in cash and cash equivalents		542,816	-8,957,226	-10,877,325	-552,467

Cash and cash equivalents at beginning of period		82,770,226	91,727,452	25,068,574	25,621,041
Currency translation in cash and cash equivalents					
Cash and cash equivalents at end of period	15	83,313,042	82,770,226	14,191,249	25,068,574

The notes on pages 14 to 97 are an integral part of these financial statements

Notes to the consolidated financial figures
from the transition to the International Financial Reporting Standards

1. General information

- 1.1** The annual financial statements include the annual corporate financial statements of VIOHALCO S.A. (the “Company”) and the annual consolidated financial statements of the Company and its subsidiaries (together the “Group”).
- 1.2** The present financial statements were approved by the Company’s Board of Directors, which is expected to convene on 30 March 2006, and are subject to the approval of the company’s Ordinary General Meeting, which is expected to convene on 16 June 2006.
- 1.3** VIOHALCO S.A. “Hellenic Copper and Aluminium Industry S.A. (“the Company”) and its subsidiary companies (together “the Group”) are active primarily in the process or production and sale of iron, steel, aluminium, copper and zinc products. The Group is active in Greece, Germany, England and Bulgaria, as well as in other countries and its shares are traded on the Athens Securities Exchange.
- 1.4** The Company is domiciled in Greece, in the Prefecture of Attiki, 2-4 Mesogheion Avenue. The Company’s electronic address is www.viohalco.gr. Ownership of significant accounting principles

The main accounting principles that the Group applied during the preparation of these financial statements have been consistently applied through the years with the exception of IAS 32 and 39.

1.5 New standards, interpretations and amendment of existing International Accounting Standards

New IFRS, amendments and interpretations have been issued that are mandatory for accounting years that begin from 1 January 2006 or thereafter. The estimation of the Group’s and Company’ Management regarding the effect of the application of these new standards and interpretations are presented below.

IAS 19 (amendment) Employee Benefits (in effect as of 1 January 2006)

This amendment provides companies with an alternative method of recognising actuarial profits and losses. It may impose new recognition conditions for cases in which multi-employer plans have been adopted for which companies do not have sufficient information to apply a defined benefit accounting policy. In addition, it adds new disclosure requirements. The specific amendment does not apply to the Group.

IAS 39 (amendment) Financial Instruments:

Recognition and Measurement (Hedging cash flows for anticipated inter-group transactions) (in effect as of 1 January 2006)

The specific amendment allows the foreign exchange risk that may arise from a highly likely anticipated inter-group transaction to be characterised as an *item to be hedged* in the consolidated financial statements, under the condition that (a) the transaction is expressed in a currency other than the functional currency of the company that participates in the transaction and (b) the foreign exchange risk will affect the consolidated income statement. This amendment is not relative to the Group's operations, since the Group has not concluded any inter-group transaction that could be characterised as an *item to be hedged*.

IAS 39 (amendment) Financial Instruments: Recognition and Measurement (Selection of fair value) (in effect as of 1 January 2006)

This amendment changes the definition of financial tools that have been classified at their fair values through results and restricts the capacity of classifying financial tools in this category. The Group deems that the specific amendment will not have a significant effect on the classification of financial tools, since both it and the Company will be in a position to harmonise with the amended criteria for determining financial tools at their current value through the income statement. Both the Group and the Company will apply this amendment from 1 January 2006.

IAS 39 and IFRS 4 (amendment) Financial Instruments: Recognition and Measurement and Insurance Contracts (Financial guarantee contracts) (in effect as of 1 January 2006)

This amendment requires that the financial guarantees that have been issued, with the exception of those that have been accepted by the Company as insurance contracts, be recognised initially at their fair value and subsequently valued at the greater value between (a) the unamortized balance of the relative fees that have been collected and postponed and (b) the expenditure that is required to regulate the commitment on the balance sheet date. The Management has reached the conclusion that this amendment does not apply to the Group and Company.

IFRS 1 (amendment) First-time adoption of the International Financial Reporting Standards and IFRS 6 Exploration for and Evaluation of Mineral Resources (in effect as of 1 January 2006)

These amendments are not relative to the Group's operations.

**IFRS 7 Financial instruments: Disclosures
and supplementary adaptation to IAS 1 Presentation of Financial Statements (Capital
disclosures) (in effect as of 1 January 2006)**

IFRS 7 introduces additional disclosures with the purpose of improving the information that is provided with regard to financial tools. It requires the disclosure of qualitative and quantitative information regarding the exposure to the risk that arises from financial tools. Specifically, it predetermines minimum required disclosures that are relative to credit risk, liquid risk and market risk (it imposes a sensitivity analysis with regard to the market risk). IFRS 7 replaces IAS 30 (Disclosures in the Financial Statements of Bank and Similar Financial Institutions) and the disclosure requirements of IAS 32 (Financial Instruments: Disclosure and Presentation). It applies to all companies that prepare financial statements in accordance with the IFRS. Adjustment to IAS 1 introduces disclosures relative to a company's capital and to the manner by which this capital is managed. The Group and the Company estimated the effect of IFRS 7 and the adjustment to IAS 1 and concluded that the additional disclosures that are required from their application is a sensitivity analysis regarding market risk and capital disclosures. The Group will apply IFRS 7 and the amendment of IAS 1 from 1 January 2007.

**Interpretation 4, Determining Whether an Arrangement Contains a Lease (in effect as of 1
January 2006)**

Interpretation 4 requires companies to determine whether or not an arrangement is or contains a lease. Specifically, it requires companies to evaluate the following information: (a) if fulfilment of the arrangement depends on the use of a specific fixed asset(s) and (b) if the arrangement gives the lessee only the right to use the fixed asset. Management deems that Interpretation 4 is not expected to affect the accounting presentation of existing arrangements.

**Interpretation 5, Decommissioning, Restoration and Environmental Rehabilitation Funds (in
effect as of 1 December 2006)**

**Interpretation 6, Liabilities Arising from Participating in a Specific Market - Waste Electrical
and Electronic Equipment (in effect as of 1 December 2005)**

Interpretations 5 & 6 does not apply to the Group and Company.

1.6 Framework in which the financial statements have been prepared

The financial statements were prepared by the management in accordance with the International Financial Reporting Standards ("IFRS"), including the International Accounting Standards ("IAS")

and interpretations that have been issued by the International Financial Reporting Interpretations Committee, as these have been adopted by the European Union, and the IFRS that have been issued by the International Accounting Standards Board (IASB).

All IFRS that have been issued by the IASB and are in force during the preparation of these financial statements have been adopted by the European Commission through the procedure of their ratification by the European Union ("EU"), with the exception of International Accounting Standards (IAS) 39 "Financial Instruments: Recognition and Measurement". Further to the recommendation of the Committee for Accounting Standardisation, the Commission adopted Directives 2086/2004 and 1864/2005 that require all listed companies to use IAS 39, with the exception of the specific provisions that concern deposit portfolio hedging, from 1 January 2005.

Whereas the Group is not affected by the provisions concerning deposit portfolio hedging, which are not required by the issuance of IAS 39, as this has been ratified by the EU, the present financial statements have been prepared in accordance with the IFRS as these have been adopted by the EU and the IFRS that have been issued by the IASB.

The accounting principles that were applied during the preparation of the financial information of the Group's subsidiary and associate companies are consistent with those that have been adopted by the parent Company.

Until 2004, the Group's and the Company's financial statements were prepared in accordance with Greek Generally Accepted Accounting Principles ("Greek GAAP"). The IFRS were applied for the first time to the Company's and Group's financial statements for the fiscal year that ended on 31 December 2005.

The Group applies the IFRS as a primary accounting basis in preparing the financial statements from 1 January 2005. IFRS 1 "Presentation of Financial Statements" requires the presentation of comparative information for at least the year that precedes the reference year.

The Group applied IFRS 1 "First-time Adoption of International Financial Reporting Standards" during the preparation of these financial statements. According to the transitional provisions of IFRS 1 and of other relative standards, the Group applied the Standards that were in effect on 31 December 2005 to financial information from 1 January 2004, with the exception of IAS 32 and IAS 39 "Financial Instruments: Recognition and Measurement". These standards were applied from 1 January 2005 in accordance with IFRS 1 and as a result thereof they are not included in the financial information of 2004.

The financial statements have been prepared under the historical cost convention, as modified by the revaluation of investments in shares listed on the Athens Stock Exchange.

The Group has decided to reevaluate property and mechanical equipment at their fair values and used these values as their deemed cost on 1 January 2004, using the relative exemption stipulated by IFRS 1. With regard to property the comparative approach method was used while with regard to machinery the depreciated cost of replacement method was used, as these have been verified by an independent appraising company.

Preparation of financial statements in accordance with the International Financial Reporting Standards requires the use of certain estimates and judgments during the application of the Company's accounting policies. In addition, it requires the use of estimates and assumptions that affect asset and liability amounts, the disclosure of contingent receivables and liabilities on the date the financial statements are prepared and income and expense figures during the said year.

1.7 Increase in subsidiary holdings percentages

With regard to transactions that concern increases in the Group's holding percentages in subsidiaries, which lie outside the scope of IFRS 3, the Group recognises any effect that arises due to the difference between the fair value of the price that was paid and the book value of third-party rights that are purchased directly in equity.

1.8 Consolidation

(a) Subsidiary companies

Subsidiary companies are companies that are controlled by a parent company. The existence of possible voting rights that may be exercised on the date on which financial statements are prepared is taken into consideration in determining whether or not a parent company exercises control over its subsidiaries. Subsidiaries are fully consolidated (total consolidation) from the date control over them is acquired and cease to be consolidated from the date this control is no longer exercised.

The purchase method of accounting is used to account for the acquisition of subsidiaries by the Group. The acquisition cost of a subsidiary is the fair value of its assets that were transferred, of its shares that were issued and of its liabilities that were undertaken on the day the acquisition was effected, plus any cost that is directly associated with the acquisition. Identifiable assets, liabilities and contingent liabilities that are acquired through a business combination are estimated at the time of the acquisition at their fair values regardless of the percentage holding. The excess of the cost of acquisition over the fair value of the Group's share of identifiable net assets that were acquired is recorded as goodwill. If the acquisition cost is less than the fair value of the Group's

share of the identifiable net assets that were acquired, the difference is recognised in the income statement.

The affect of changes in holding on retained earnings and minority interest are considered as transactions between the Group's shareholders and, therefore, are recognised directly in shareholders' equity (see note 2.3 above).

Inter-company transactions, balances and non-realised profits from transactions between Group companies are eliminated. The same applies to non-realised losses, but are taken into consideration as an indication that the value of the asset transferred has been impaired. The accounting policies that are applied by the Group's subsidiary companies have been amended so that they may be consistent with those that have been adopted by the Group.

In its individual financial statements, the Company records its investments in subsidiaries at their acquisition cost less impairment.

(b) Associate companies

Associate companies are companies over which the Group exercises significant influence, but not control, generally accompanying a shareholding of between 20% and 50% of the voting rights. Investments in associate companies are accounted for by the equity method and are initially recognised at their acquisition cost. The amount in which investments in associate companies are recorded includes the goodwill that arises on acquisition (net of any impairment losses).

The Group's share in the post-acquisition profits or losses of its associate companies is recorded in the income statement, while its share of post-acquisition movements in reserves is recorded in reserves. Cumulative changes affect the book value of the Group's investments in associate companies. If the Group's share in the losses in an associate company is greater than the value of its investment therein, these additional losses are not recognised, unless payments have been made or obligations have been incurred on behalf of the associate company.

Unrealised profits that arise from transactions between the Group and its associate companies are eliminated to the extent of the Group's interest therein. The same applies to unrealised losses, but are taken into consideration as an indication that the value of the asset that was transferred has been impaired. The accounting principles that are applied by the Group's associate companies have been changed so that they may be consistent with those that have been adopted by the Group.

1.9 Segment reporting

A business segment is defined as a group of assets and operations that provide products and services that are subject to risks and returns different to those that other business segments are subject to. A geographical segment is defined as a geographic region in which products and services are provided and which is subject to risks and returns different to those that other regions are subject to.

1.10 Foreign currency translations

(a) Functional currency and presentation currency (the currency in which financial statements are expressed)

The figures recorded in the financial statements of the Group's companies are measured in the currency of the primary economic environment in which each company operates ("functional currency"). The consolidated financial statements are expressed in Euros, which constitutes both the parent company's functional currency and its presentation currency.

(b) Transactions and balances

Transactions that are carried out in a foreign currency are converted to the functional currency based on the exchange rate that is applicable on the date the transaction is carried out. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at year end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in the income statement

(c) The Group's Companies

Amounts recorded in the financial statements of the Group's companies (none of which operate in a hyperinflation economy) that are expressed in a different functional currency from the Group's presentation currency, are converted as follows:

- (1) Assets and liabilities are translated at the closing rate at the balance sheet date,
- (2) Income and expenses are translated at average exchange rates (unless the average exchange rate is not a reasonable estimation of the cumulative effect of the exchange rates prevailing on the days the transactions were carried out, in which case income and expenses are translated using the actual exchange rates that were applicable on the days the transactions were carried out), and
- (3) All resulting foreign exchange differences that may arise are recorded in a separate equity reserve account and transferred to the income statement when these companies are sold.

Foreign exchange differences that may arise from the translation of the Group's net investment in a foreign company and of borrowings that have been designated as hedges of such investment are recorded in owner's equity. Upon the sale of the foreign company, any accumulated foreign exchange difference is transferred to the income statement as part of the gain or loss on sale.

Goodwill and adjustments to fair values that arise from the acquisition of foreign companies are regarded as assets and liabilities of the foreign company and are translated at the closing exchange rate.

1.11 Property, plant and equipment

Property, plant and equipment are recorded at their acquisition cost less accumulated depreciation and Impairment. The acquisition cost includes all expenses that are directly associated with the asset's acquisition.

Expenses that are incurred after the purchase of an asset are recorded as an increase in the asset's carrying amount book value or as a separate asset only when it is probable that future economic benefits associated with the item will flow to the Group and the cost of the item can be measured reliably. Repair and maintenance costs are recorded in the income statement when these are incurred.

Land is not depreciated. Other assets are depreciated on the straight line method with equal burdens during their expected useful lives, so that their cost may be deleted at their residual value, as follows:

Buildings	10-33 years
Factories	20 years
Mechanical equipment	5-20 years
Motor vehicles	5-7 years
Other equipment	3-8 years

The residual values and useful lives of these assets are reviewed and adjusted if appropriate, at each balance sheet date.

When the carrying amount of the asset exceeds its recoverable amount, the difference (impairment) is immediately recorded in the income statement as an expense.

On the sale of an asset, any difference that may arise between the price that is received and the carrying amount thereof is recorded in the results as a profit or loss.

Borrowing costs incurred for the construction of an asset are capitalised during the period of the asset's construction. All other borrowing costs are recognised in the income statement.

1.12 Leases

Leases of fixed assets, in which the Group substantially maintains all the risks and rewards of ownership, are classified as financial leases. Financial leases are capitalised at the lease's inception at the lower of the asset's fair value and the present value of the minimum lease payments. The corresponding obligations that arise from the leases, net of finance charges, are recorded as liabilities. The interest element of the finance cost that concerns the finance lease is charged to the income statement over the period of the lease.

Leases, in which the lessor retains substantially all the risks and rewards of ownership, are classified as operating leases. Payments made under operating leases are charged to the income statement on a straight-line basis over the period of the lease.

1.13 Intangible assets

(a) Software programs

Software licenses are recorded at their acquisition cost, less amortisation. These assets are amortised on the straight line method over their estimated useful lives, which ranges between 3 to 5 years.

Expenses that are associated with the software's maintenance are recognised as expenses in the year in which they are incurred.

(b) Research and Development

Research expenses are recognised as expenses in the year in which they are incurred. Expenses that are incurred on development programs (relating to the design and testing of new or improved products) are recognised as intangible assets if these are expected to provide the company with future economic benefits. Other development expenditures are recognised as an expense when these are incurred. Development expenses that had been recorded in previous financial years as expenses are not recognised as intangible assets in a subsequent period. Development expenses that have been capitalised are amortised from the date the product's commercial production commence on the straight line basis over the period the product is expected to generate benefits. The amortisation period adopted by the Group does not exceed 5 years

1.14 Impairment of assets

Assets that have an indefinite useful life are not subject to amortisation and are tested annually for impairment and whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. Assets that are subject to amortisation are tested for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. The recoverable amount is the higher amount between an asset's fair value, less the costs to sell, and the value in use. In order to assess impairment losses assets, are grouped into smaller cash-generating units. Losses due to an asset's impairment are recorded in the income statement as an expense in the year in which they are incurred.

1.15 Financial assets

Accounting Principles: 1 January 2004 until 31 December 2004

Investments, with the exception of subsidiary companies, associate companies and joint ventures, over which the Group does not exercise significant influence, are recorded at cost, less a provision for impairment. Derivatives are not recorded in the balance sheet

Accounting Principles from 1 January 2005

Due to the application of IAS 32 and 39, the Group has classified Other Investments in Financial Assets at fair value through profit and loss.

The Group's financial assets are classified into the categories noted below based on the purpose for which they were acquired. The Group's management decides on the investment's classification at the time the investment was initially recognised and re-examines its designation at every publication date.

(a) Financial assets recorded at fair value through profit and loss

This category includes financial assets that were acquired in order to be resold in the short-term. It also includes derivative financial instruments unless they are defined as risk hedging tools. Financial assets in this category are recorded as current assets if they are held for commercial purposes or if they are expected to be sold within 12 months of the balance sheet date.

(b) Loans and Receivables

This category includes non-derivates with fixed or designated payments that are neither traded in active markets nor intended to be sold. These financial assets are recorded in current assets, with the exception of those financial assets that have a term greater than 12 months after the balance sheet date. These latter assets are recorded in a non-current asset account.

(c) Held-to-maturity investments

This category includes non-derivates with fixed or designated payments and with fixed maturities, and which the Group intends and has the capacity to hold onto until they mature

(d) Available-for-sale financial assets

This category includes non-derivatives that are either designated in this category or cannot be classified in any of the abovementioned categories. These assets are recorded as non-current assets provided management does not intend to dispose of them within 12 months of the balance sheet date.

The purchase and sale of an investment is recognised on the trade-date, which is also the date on which the Group commits to purchase or sell the asset. Available-for-sale investments are initially recorded at their fair value plus transaction costs. Financial assets at fair value through profit and loss are initially recognised at fair value and transaction expenses are recorded as an expense in the results of the year. Investments are derecognised when the right to collect the cash flows arising therefrom expires or have been transferred and the Group has substantially transferred all the risks and rewards of ownership.

Available-for-sale financial assets are subsequently carried at fair value and unrealised gains or losses are recognised in shareholders' equity until they are sold or impaired. When these assets are sold or impaired, the profit or loss is transferred to the income statement. Impairment losses that have been recognised in the income statement may not be reversed through the income statement.

Realised and unrealised gains or losses that arise from changes in the fair value of financial assets through profit or loss are recognised in the income statement in the period in which they arise.

The fair values of financial assets that are traded on stock markets are based on determined by current bid prices. The fair values of financial assets that are not traded on stock markets are determined by using valuation techniques, such as recent arms length transactions, comparable assets that are traded and discounted cash flow analysis.

At each balance sheet date, the Group assess whether there is any objective evidence that leads to the conclusion that the values of its financial assets have decreased. With regard to shares that have been classified as "available-for-sale financial assets", such an indication would be a significant or prolonged decrease in their fair value in relation to their acquisition cost. If the asset's value has indeed decreased, the loss that has accumulated in the owner's equity account, which constitutes the difference between the acquisition cost and the fair value, is transferred to the results. Devaluation losses regarding shares that are recorded in the results may not be reversed through the results.

1.16 Derivatives

Derivatives are initially and subsequently recognised at their fair value. The method by which profits and losses are recognised depends on whether derivatives are designated as a hedging instrument or are held for commercial purposes. Derivatives are designated by the Group, on the day the relative transaction is concluded, as a hedge to the fair value of a receivable, liability or commitment (fair value hedge) or as a hedge of highly probable forecasted transactions (cash flow hedge).

During the conclusion of a transaction the Group records the relation between hedging instruments and hedged items, as well as the strategic management of the relative risk. During a contract's conclusion and on a continuous basis thereafter the Group records the probability regarding the high effectiveness of the hedge for both fair value hedges and cash flow hedges.

(a) Fair value hedge

Changes in the fair value of derivatives that are designated as hedges to changes in hedged items are recorded in the income statement as are changes in the fair value of hedged items that are attributed to the risk that is being hedged

(b) Cash flow hedge

The effective proportion of the change in the fair value of derivatives that are designated as means for hedging changes in cash flows is recorded in an equity reserve account. The gain or loss of the non-effective proportion is recorded in the income statement. Amounts that are recorded as a reserve in equity are transferred to the results for the periods in which hedged items affect profits or loss. In the situations where forecasted future transactions that result to the recognition of a non-monetary asset (e.g. inventory) or liability, the gains or losses previously deferred in equity are transferred from equity and included in the initial measurement of the cost of the asset or liability.

When a hedging instrument expires or is sold, or when a hedging relation does not currently fulfil the criteria of hedge accounting, the profits or losses accumulated in equity remain as a reserve and are transferred to the results when the offset asset affects profits or losses. In the case in which a forecasted future transaction, which is no longer expected to be realised, the profits or losses accumulated in equity are transferred to the income statement

(c) Net investment hedge

A hedge of a net investment in a foreign company is managed in the same manner as cash flow hedges.

Profits or losses of hedging instruments that are associated with the effective part of the hedge are recognised in an equity reserve account. Profits or losses that are associated with the non-effective part of the hedge are recognised in the income statement.

Profits or losses that have accumulated in owner's equity are transferred to the income statement when the foreign company is sold.

(d) Derivatives that are not considered as hedging instruments

Changes in the fair value of these derivatives are recorded in the income statement.

1.17 Inventories

Inventories are stated at the lower cost and net realisable value. The acquisition cost is determined based on the average monthly weighted cost method. The cost of finished products and semi-finished stocks includes the cost of materials, the direct labour cost and a proportion of the general production overhead. Borrowing costs are not included in the acquisition cost. The net realisable value is estimated based on the inventory's current sales price, in the ordinary course of business activities, less any possible selling expenses, whenever such a case occurs.

Impairments are recognised in the results of the financial year in which they arise

1.18 Trade and other short-term receivables

Receivables from clients are initially recorded at their fair value and are subsequently estimated at using the effective interest method, less any impairment loss. Impairment losses are recognised when there is an objective indication that the Group is not in a position to collect all the amounts that are due pursuant to the relative contractual terms. The amount of the allowance is equal to the difference between the book value of the receivables and the present value of the estimated future cash flows, discounted at the effective interest rate. The amount of the allowance is recorded as an expense in the income statement.

1.19 Cash and cash equivalents

Cash and cash equivalents include cash on hand, sight deposits, short-term (up to 3 months) highly-liquid and low-risk investments and overdraft bank accounts.

1.20 Share capital

Ordinary shares are included in owner's equity.

Direct expenses that are associated with the issue of shares are recorded, after the relative income tax has been deducted, as a reduction to the proceeds. Direct expenses relating to shares that have been issued for the acquisition of a company are included in the acquisition cost thereof.

The acquisition cost of treasury shares is recorded as a reduction to equity attributable to the Company's equity until these shares are sold, cancelled or re-issued. Any profit or loss that arises from the sale of treasury, net of other direct expenses that are associated with the transaction and taxes, is recorded as a reserve in equity attributable to the Company's equity holders.

1.21 Borrowings

Loans are initially recorded at their fair value, net of any direct expenses that are required in order to complete the transaction. They are subsequently stated at their unamortised cost based on the effective interest rate method. Any difference between the amount that has been collected (net of relative expenses) and the settlement value is recorded in the income statement during the term of the loan based on the effective interest rate method.

Loans are classified as current liabilities unless the Group has the right to defer the settlement thereof for at least 12 months from the balance sheet date. In this case, loans are classified as non-current liabilities.

1.22 Deferred income tax

Deferred income tax is determined using the liability method on temporary differences that arise between the tax base and the book value of assets and liabilities. Deferred income tax is not accounted for if it arises from an asset's or liability's initial recognition in a transaction, with the exception of a business combination, which, when the transaction was effected, did not affect the accounting or tax profit or loss.

Deferred tax assets are recognised to the extent that it is probable that a future taxable profit will arise from the use of the temporary difference that created the deferred tax asset.

Deferred income tax is recognised for the temporary differences that arise from investments in subsidiary and affiliated companies, with the exception of the case in which reversals of temporary differences are controlled by the Group and it is possible that the temporary differences will not reverse in the foreseeable future.

Deferred income tax is determined based on the tax rates that are applicable at the balance sheet date

1.23 Taxation

Income tax is estimated based on the tax legislation and tax rates that are in force in the countries where the Group is active and is recorded as an expense in the period in which income is earned.

1.24 Employee benefits

(a) Short-term benefits

Short-term benefits to employees in cash or in kind are recorded as an expense when these accrue.

(b) Benefits following withdrawal from the Service

Benefits following withdrawal from the service include both defined contribution programs and defined benefit programs.

The accrued cost of defined contribution programs is recorded as an expense in the period that it concerns.

The liability that is recorded in the balance sheet for defined benefit programs is the present value of the commitment for the fixed benefit less the fair value of the program's assets, the changes that arise from the unrecognised actuarial gains and losses and the cost of past service. The commitment of the defined benefit is calculated by an independent actuary using the projected unit credit method.

Actuarial gains and losses that arise from adjustments on the basis of experience adjustments and are above or below the margin of 10% of the accumulated liability are recorded in the results spread over the employees' expected average remaining working lives. The cost of past service is recorded directly in the income statement, with the exception of the case in which changes to the program depend on the remaining term of the employees remaining in service for a specific period of time (the vesting period). In this case, the cost of past service is recorded in the income statement based on the straight-line basis over the vesting period.

(c) Employment termination benefits

Employment termination benefits are paid when employees decide to retire prior to their normal date of retirement. The Group records these benefits when it is bound, or when it terminates the employment of existing employees based on a detailed schedule for which there is no possibility of withdrawal or when it offers these benefits as an incentive for voluntary retirement. Employment

termination benefits that are due in 12 months after the balance sheet date are discounted to present value.

In the case of employment termination in which the Group is not able to determine the number of employees who will take advantage of this incentive, these benefits are not accounted for but are recorded as a contingent liability.

1.25 Grants

Government grants are recognised at their fair value when it is certain that the subsidy will be received and that the Group will comply with all stipulated terms.

Government grants that relate to expenses are recorded in transit accounts and are recognised in the results so that these will match the expenses that they will cover.

Government grants that have been granted for the purchase of property, [plant and equipment are recorded as non-current liabilities as government grants of subsequent financial years and are transferred as income to the income statement on the straight-line method over the expected service life of these assets.

1.26 Provisions

Provisions are recognised when:

- There is a present legal or inferred commitment as a result of past events.
- Outflow of funds may be demanded for the commitment's settlement.
- The amount in question may be reasonably estimated.

Wherever there are various similar liabilities, the possibility that an outflow shall be required for the settlement thereof is determined by examining the liability category overall. A provision is recognised even when the possibility of an outflow regarding any asset included in the same liability category may be small.

1.27 Revenue recognition

(a) Sale of goods

Sales of goods are recognised when the Group delivers the goods to its customers, when the goods are received by the latter and when collection of the claim is reasonably guaranteed. In the case in which cash refunds regarding sales of goods is guaranteed, refunds are accounted for on each balance sheet date as a reduction to income, based on statistical data.

(b) Provision of services

Income from the provision of services is accounted for in the period in which the services are rendered, based on their stage of completion in relation to all the services that shall be rendered

(c) Income from interest

Income from interest is recognised on the time proportion basis using the effective interest rate method. When receivables are impaired, the book value thereof is reduced to their recoverable amount, which is the present value of the expected future cash flows discounted with the original effective interest rate. Subsequently, interest is accounted for based on the same interest rate that is applied on the impaired (new book) value.

(d) Dividends

Dividends are accounted for as income when a right to collect has been established.

1.28 Distribution of dividends

The distribution of dividends is recognised when the distribution thereof is approved by the General Meeting of the shareholders.

1.29 Rounding

Differences between the figures recorded in the financial statements and the corresponding figures recorded in the notes are due to rounding.

2. Management of financial risks

2.1 Financial risk factors

The Group is exposed to financial risks, such as market risks (changes to foreign exchange rates, interest rates, market prices), credit risks and liquidity risks. The Group's general risk management program focuses on the fact that financial-credit markets cannot be forecasted and seeks to minimise the potential negative affect thereof on the Group's financial performance.

Risk management is carried out by the Group's central finance department, which operates with specific rules that have been approved by the Board of Directors. The Board of Directors provides instructions and guidelines on the general management of risks, as well as special instructions on the management of specific risks, such as foreign exchange risks, interest rate risks and credit risks.

(a) Foreign exchange rate risk

The Group is active in Europe, and consequently the greater part of the Group's transactions are carried out in Euros. However, part of the Group's merchandise purchases is denominated in US Dollars. Immediate payment of these suppliers significantly reduces the foreign exchange risk.

(b) Credit risk

The Group has adopted and applies credit control procedures with the purpose of minimising doubtful claims and immediately covering claims with commercial paper. No client exceeds 10% of sales and, consequently, commercial risk is spread over a large number of clients. Goods and services are provided on a wholesale basis primarily to clients with a creditable credit history. The credit control department sets the credit limits of each client and applies specific sales and collections terms. According to the Group's policy, receivables from clients are secured

(c) Liquidity risk

Liquidity risk is kept at a low level by having sufficient cash on hand, liquid securities and sufficient open credit limits.

(d) Interest rate fluctuation risk

The Group's loan obligations are associated with floating interest rates that, depending on market conditions, may either remain floated or may become fixed. The Group uses derivatives in order to offset interest rate risks (SWAPS).

(e) Raw material price fluctuating risk

The Group's activities are affected by the stock market prices of metals. In order to cover part of this risk the Group uses derivative financial instruments to hedge the risk of changes in the prices of metals.

2.2 Determining fair values

The fair values of financial assets that are traded in active markets (stock markets) (e.g. derivatives, shares, bonds, mutual funds) are set according to the published prices that are valid on the balance sheet date. The fair value of financial assets is determined by their offer price, while the fair value of financial liabilities is determined by their demand price.

The fair values of financial assets that are not traded in active markets are set through the use of valuation techniques and standards that are based on market data on the balance sheet date.

The nominal value less allowances for doubtful commercial claims is deemed to approximate their actual value. The actual values of financial liabilities, for the purpose of being recorded in financial statements, are estimated based on the present value of the future cash flows that arise from specific contracts using the current interest rate that is available for the Group for the use of similar financial-credit means.

3. Accounting estimates and judgements of the management

The management's estimates and judgements are re-examined on a continuous basis and are based on historical figures and expectations of future events, which are deemed reasonable pursuant to that which is in force.

3.1 Critical accounting estimates and judgements of the management

The Group makes estimates and assumptions regarding the development of future events. Estimates and assumptions that most likely will cause substantial adjustments to the carrying amounts of assets and liabilities in the following 12 months are:

- a) The group's judgement is required in order to raise an income tax provision. The provision is an area that management believes involves a significant risk that there will be substantial differentiations in the future due to the tax legislation that is in force in Greece, where the company's tax liabilities are deemed final only after the competent tax authorities conduct a tax audit. In order to determine the income tax provision the Group's judgment is necessary whereas there are many transactions and calculations for which the ultimate tax determination is uncertain. If the final tax that shall be determined differs from the initially recognised tax, the difference shall affect the income tax and the provision for deferred taxation for the period.
- b) The Group raises a provision for disputed cases based on evidence provided by the Group's legal department.
- c) The Group raises provisions for contractual obligations to its clients, which are estimated based on historical and statistical data that arose from the resolution of corresponding past cases.
- d) The Group raises provisions for impairment of holdings by taking into consideration the future benefits that shall arise therefrom.

3.2 Reclassifications

Certain figures of fiscal year 2004 have been reclassified so that they may be comparable with the corresponding figures of fiscal year 2005.

4. Transition to International Financial Reporting Standards

The Group's present financial statements are the first annual financial statements that have been prepared in accordance with IFRS. IFRS 1 requires that the Group set its accounting policies in accordance with International Financial Reporting Standards and to apply these retrospectively in order to restate the opening balance sheet in accordance with IFRS on the date of transition (1 January 2004).

IFRS 1 provides certain optional exemptions as well as certain mandatory exemptions from the principle of retrospective application. The exemptions and exclusions that apply to the Group are provided below:

4.1 Exemptions from the complete retrospective application that the Group decided on

(a) Business Combinations (IFRS 3)

The Group decided not to apply IFRS 3 ("Business Combinations") retroactively to buy outs of companies that arose prior to the date of transition to IFRS (1 January 2004).

(b) Fair values as the deemed cost (IFRS 1)

The Group has decided to reevaluate property and mechanical equipment at their fair values and to use these values as their deemed cost on 1 January 2004. The Company used the method of comparative approximation in order to determine the fair value of its property and the method of depreciated cost of replacement for machinery, as these have been verified by an independent appraising company.

(c) Employee benefits

The Group has decided to recognise all accumulated actuarial profits and losses as at 1 January 2004.

(d) The Effects of Changes in Foreign Exchange Rates

The Group has decided to nullify all accumulated foreign exchange differences that arose from the conversion of the Balance Sheets of its foreign subsidiary companies on 1 January 2004. This exemption has been applied to all subsidiary companies in accordance with IFRS 1.

(e) Exemptions from restatement of comparative financial information (IAS 32 & 39)

The Group has decided not to apply the exemption for comparable figures that concern IAS 32 and IAS 39. The Group has reclassified Derivatives as Derivatives that are used for risk hedging. Adjustments related to IAS 32 and IAS 39 shall be presented as stipulated on the date on which the Balance Sheet shall be opened, 1 January 2005, which is also the date of transition for IAS 32 and IAS 39.

4.2 Exceptions from the complete retrospective application of IFRS that the Group followed

The Group has applied the following mandatory exceptions from the retroactive application:

(a) Deletion of financial assets and liabilities

Financial assets that were deleted prior to 1 January 2004 are not recognised again in accordance with International Financial Reporting Standards.

(b) Estimations

Estimations in accordance with IFRS on 1 January 2004 must agree with the estimations that were effected on the same date in accordance with the Greek GAAP, unless it has been proven that these estimations were incorrect.

(c) Hedge Accounting

Management applies hedge accounting from 1 January 2005, only if the hedging relation fulfils all hedge accounting criteria pursuant to IAS 39.

4.3 Reconciliations between IFRS and the GAAP

The following reconciliations provide a quantitative affect of the transition to IFRS on the Company's and Group's financial statements.

- Equity as at 1 January 2004 and 31 December 2004
- Balance Sheet as at 1 January 2004 and 31 December 2004
- Income Statement and net profit reconciliation for fiscal year 2004

4.3.1 Reconciliation of Group equity as at 1 January 2004 and 31 December 2004

<u>Consolidated figures (Amounts in Euros)</u>	<u>1.1.2004</u> €	<u>31.12.2004</u> €
Total net worth according to the Greek GAAP	864,763,465	904,120,581
Adjustment to the value of property, plant and equipment	825,825,498	855,081,344
Deferred taxation	-260,657,075	-188,677,170
Derecognition of intangible assets that do not fulfil the recognition criteria according to IFRS	-32,171,142	-28,382,838
Reclassification of governments grants to non-current liabilities	-25,820,335	-32,224,389
Provision for retirement and termination benefit obligations	-15,346,162	-15,559,776
Currency translation	1,965,228	2,744,880
Adjustment to other provisions	1,534,530	-20,979,916
Adjustment to the value of inventories	3,185,000	-3,957,310
Offsetting dividend of current fiscal year	13,963,186	14,960,557
Adjustment to the value of investments	-8,339,322	-5,933,708
Effect of changes in minority holdings	-8,661,186	-12,339,624
Other adjustments	-3,279,684	-4,659,111
Total adjustments	492,198,536	560,072,940
Total equity according to the IFRS	1,356,962,001	1,464,193,521

4.3.2 Consolidated balance sheet as at 1 January 2004

	Greek GAAP	Adjustments	IFRS
ASSETS			
Non-current assets			
Property, plant and equipment	814,096,924	986,197,713	1,800,294,637
Intangible assets	23,395,552	-15,988,262	7,407,290
Investments in associate companies	9,903,628	-225,144	9,678,484
Other investments	45,229,924	-42,369,348	2,860,576
Deferred tax assets	-	5,727,642	5,727,642
Trade and other receivables	7,126,990	-1,303,467	5,823,523
	899,753,018	932,039,134	1,831,792,152
Current assets			
Inventories	471,065,401	55,443,034	526,508,435
Trade and other receivables	393,168,678	57,788,120	450,956,799
Current income tax assets	-	4,233,673	4,233,673
Other investments	76,735,539	-43,937,855	32,797,685
Cash and cash equivalents	39,676,458	52,050,574	91,727,032
	980,646,077	125,577,546	1,106,223,623
Total assets	1,880,399,094	1,057,616,680	2,938,015,775
EQUITY			
Share capital	471,460,380	-7,911,288	463,549,092
Reserves	61,984,383	127,370,957	189,355,340
Accumulated profits	15,108,881	190,736,628	205,845,509
	548,553,644	310,196,297	858,749,941
Minority interest	316,209,822	182,002,264	498,212,086
Total equity	864,763,466	492,198,561	1,356,962,027
LIABILITIES			
Non-current liabilities			
Borrowings	289,680,568	60,628,781	350,309,349
Deferred tax liabilities	-	265,544,702	265,544,702
Retirement and termination benefit obligations	1,789,938	16,574,243	18,364,181
Government grants		24,704,672	24,704,672
Other non-current liabilities	1,375,281	1,549,136	2,924,418
Provisions	7,453,102	-2,490,439	4,962,662
	300,298,889	366,511,095	666,809,984
Current liabilities			
Trade and other payables	173,219,000	150,661,739	323,880,739
Current income tax liabilities	-	13,150,325	13,150,325
Borrowings	542,117,740	35,094,960	577,212,700
	715,336,740	198,907,024	914,243,764

Total liabilities

1,015,635,629	565,418,120	1,581,053,748
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Total equity and liabilities

1,880,399,094	1,057,616,680	2,938,015,775
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4.3.3 Consolidated balance sheet as at 31 December 2004

	Greek GAAP	Adjustments due to transition to IFRS	IFRS
ASSETS			
Non-current assets			
Property, plant and equipment	937,000,690	850,010,295	1,787,010,985
Intangible assets	30,517,118	(22,502,893)	8,014,224
Investments in associate companies and joint ventures	37,599,810	(23,078,603)	14,521,206
Other investments	-	15,597,845	15,597,845
Deferred tax assets	-	909,468	909,468
Trade and other receivables	9,062,909	4,112,740	13,175,649
	1,014,180,527	825,048,852	1,839,229,379
Current assets			
Inventories	637,844,814	(12,620,842)	625,223,972
Trade and other receivables	581,883,594	(16,173,185)	565,710,409
Current income tax assets	-	18,893,984	18,893,984
Other investments	47,956,143	(45,265,471)	2,690,673
Cash and cash equivalents	49,421,705	33,348,748	82,770,453
	1,317,106,256	(21,816,765)	1,295,289,491
Total assets	2,331,286,783	803,232,087	3,134,518,870
EQUITY			
Share capital	471,460,380	(7,911,288)	463,549,092
Reserves	125,129,780	87,987,450	213,117,230
Accumulated profits/(losses)	(10,187,028)	302,970,044	292,783,016
Total equity	586,403,132	383,046,207	969,449,338
Minority interest	317,717,448	177,026,735	494,744,183
Total equity	904,120,580	560,072,941	1,464,193,521
LIABILITIES			
Non-current liabilities			
Borrowings	817,523,710	3,997,307	821,521,017
Deferred tax liabilities	-	192,483,511	192,483,511
Retirement and termination benefit obligations	3,028,033	16,479,178	19,507,211
Government grants	-	30,984,212	30,984,212
Other non-current liabilities	194,855	(194,855)	-
Provisions	5,609,847	12,247,221	17,857,068
	826,356,445	255,996,573	1,082,353,019
Current liabilities			
Trade and other payables	298,283,391	(37,978,455)	260,304,936
Current income tax liabilities	-	23,457,361	23,457,361
Borrowings	302,526,368	1,683,665	304,210,033
	600,809,759	(12,837,429)	587,972,330

Total liabilities	1,427,166,204	243,159,144	1,670,325,349
Total equity and liabilities	2,331,286,784	803,232,086	3,134,518,870

4.3.4 Consolidated income statement and reconciliation of net profits for fiscal year 2004

<u>Consolidated Figures(Amounts in Euros)</u>	GAAP €	Adjustments due to transition to FIRS €	IFRS €
Sales	2,167,447,793	-13,185,367	2,154,262,426
Cost of sales	-1,869,385,773	58,470,114	-1,810,915,659
Gross profit	298,062,020	45,284,747	343,346,767
Other operating income/(expenses) – net	9,928,492	12,766,688	22,695,180
Selling expenses	-120,340,954	-8,655,519	-128,996,473
Administrative expenses	-65,631,872	-21,475,516	-87,107,387
Operating profits	122,017,686	27,920,401	149,938,086
Finance costs – net	-45,871,297	-2,475,899	-48,347,196
Share of profits of associates and joint ventures	-	2,619,381	2,619,381
Extraordinary profits and non-operating income	25,886,917	-25,886,917	-
Income from previous fiscal years	15,922,563	-15,922,563	-
Extraordinary losses and non-operating expenses	-16,541,257	16,541,257	-
Expenses of previous fiscal years	-2,538,675	2,538,675	-
Provisions for contingent risks	-2,132,264	2,132,264	-
Depreciation not incorporated in the operating cost	-330,713	330,713	-
Profits before taxes	96,412,960	7,797,312	104,210,270
Income tax	-28,872,998	73,184,512	44,311,514
Minority share of profits	-23,782,201	23,782,201	-
Net profits	43,757,761	104,764,025	148,521,784

CONSOLIDATED FIGURES (amounts in Euros)

1/1 - 31/12/2004

€

Profit before taxes according to the GAAP	96,412,960
Derecognition of intangible assets that do not fulfil the recognition criteria according to IFRS	3,084,623
Adjustment to other provisions	-20,737,953
Adjustment to the value of investments	-704,568
Benefit from the change in the economic useful lives of property, plant and equipment	46,766,481
Adjustment to amortisation of government grants	-6,540,498
Currency translation	932,777
Provision for retirement and termination benefit obligations	-981,418
Effect of changes in minority holdings	464,231
Remunerations of executives and directors	-6,148,574
Recognition of expenses of other taxes	-3,126,788
Adjustment to the value of inventories	-4,272,240
Other	-938,768
Profits before taxes according to IFRS	104,210,267
Recognition of income tax	(27,708,676)
Recognition of deferred taxation	72,020,190
Net profits according to IFRS	148,521,780

4.3.5 Reconciliation of Company equity as at 1 January 2004 and 31 December 2004

	<u>1.1.2004</u>	<u>31.12.2004</u>
	€	€
Total net worth according to the Greek GAAP	642,467,629	744,148,878
<i><u>Adjustments due to transition to IFRS:</u></i>		
Adjustment to the value of property, plant and equipment	78,256,475	74,135,724
Adjustment to the value of investments	157,348,714	56,593,333
Derecognition of intangible assets that do not fulfil the recognition criteria according to IFRS	-109,893	-25,646
Deferred taxation	-28,230,638	-19,105,510
Provision for retirement and termination benefit obligations	-23,300	-50,707
Offsetting the proposed dividend	13,963,186	14,960,557
Other	-	-82,074
Total adjustments	221,204,544	126,425,677
Total Net Worth according to the IFRS	863,672,173	870,574,555

4.3.6 Corporate Balance Sheet as at 1 January 2004

	Greek GAAP	Adjustments	IFRS
ASSETS			
Non-current assets			
Property, plant and equipment	30,819,657	(30,588,261)	231,395
Intangible assets	191,037	(191,037)	-
Investments in subsidiary companies	572,640,703	134,285,058	706,925,762
Investments in associate companies	-	-	-
Other investments	-	47,582,300	47,582,300
Investments in property	-	108,925,881	108,925,881
Deferred tax assets	-	-	-
Trade and other receivables	-	-	-
	603,651,397	260,013,940	863,665,337
Inventories	-	-	-
Trade and other receivables	3,745,997	(2,335,126)	1,410,871
Other investments	38,187,974	(38,187,974)	-
Current income tax assets	-	2,335,126	2,335,126
Cash and cash equivalents	11,951,712	13,669,328	25,621,041
	53,885,683	(24,518,645)	29,367,037
Total assets	657,537,080	235,495,295	893,032,375
EQUITY			
Share capital	471,460,380	-	471,460,380
Reserves	163,903,097	(137,098,649)	26,804,448
Accumulated losses – Balance carried forward	7,104,152	358,303,194	365,407,345
	642,467,629	221,204,545	863,672,173
LIABILITIES			
Non-current liabilities			
Borrowings	-	-	-
Deferred tax liabilities	-	28,230,638	28,230,638
Retirement and termination benefit obligations	-	23,300	23,300
Government grants	-	-	-
Provisions	-	-	-
	-	28,253,938	28,253,938
Current liabilities			
Trade and other payables	15,069,451	(13,963,186)	1,106,265
Borrowings	-	-	-
Dividends payable	-	-	-
Provisions	-	-	-
	15,069,451	(13,963,186)	1,106,265
Total liabilities	15,069,451	14,290,752	29,360,203
Total equity and liabilities	657,537,080	235,495,296	893,032,376

4.3.7 Corporate Balance Sheet as at 31 December 2004

	Greek GAAP	Adjustments due to transition to IFRS	IFRS
ASSETS			
Non-current assets			
Property, plant and equipment	34,762,991	(34,523,007)	239,984
Intangible assets	106,790	(106,790)	-
Investments in subsidiary companies	685,363,875	33,552,649	718,916,525
Investments in associate companies	-	-	-
Other investments	-	36,182,224	36,182,224
Investments in property	-	108,545,004	108,545,004
Deferred tax assets	-	-	-
Trade and other receivables	-	-	-
	720,233,656	143,650,080	863,883,736
Current assets			
Inventories	-	-	-
Trade and other receivables	2,212,148	-	2,212,148
Other investments	30,015,210	(30,015,210)	-
Cash and cash equivalents	8,105,406	16,963,167	25,068,574
	40,332,764	13,052,042	27,280,722
Total assets	760,566,420	130,598,038	891,164,458
EQUITY			
Share capital	471,460,380	-	471,460,380
Other reserves	269,614,136	(241,647,803)	27,966,333
Accumulated profits/(losses)	3,074,362	368,073,481	371,147,844
Total equity	744,148,878	126,425,678	870,574,556
LIABILITIES			
Non-current liabilities			
Borrowings	-	-	-
Deferred tax liabilities	-	19,105,510	19,105,510
Retirement and termination benefit obligations	-	27,407	27,407
Government grants	-	-	-
Provisions	-	-	-
	-	19,132,917	19,132,917
Current liabilities			
Trade and other payables	16,417,542	(15,400,986)	1,016,556
Current tax liabilities	-	440,429	440,429
Borrowings	-	-	-
Provisions	-	-	-
	16,417,542	(14,960,557)	1,456,985
Total liabilities	16,417,542	4,172,360	20,589,902

Total equity and liabilities

760,566,420	130,598,039	891,164,459
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4.3.8 Corporate income statement and reconciliation of net profits for fiscal year 2004

<u>Consolidated Figures(Amounts in Euros)</u>	Note	Greek GAAP	Adjustments due to transition to IFRS	IFRS
Sales		58,350	-	58,350
Cost of sales	1	(42,000)	-	(42,000)
Gross profit		16,350	-	16,350
Other operating income/(expenses) – net		-	14,139,504	14,139,504
Selling expenses	2	2,478,266	(2,478,266)	-
Administrative expenses	3	(1,496,750)	(721,611)	(2,218,360)
Operating profits		997,866	10,939,627	11,937,493
Finance costs – net	5	11,148,286	(11,148,286)	-
Income from holdings		-	-	-
Share of profits/losses of associates and joint ventures		-	-	-
Extraordinary and non-operating income and profits	6	164,487	(164,487)	-
Depreciation not incorporated in the operating cost		(84,247)	84,247	-
Profits before taxes		12,226,392	(288,899)	11,937,493
Income tax	7	-	8,928,077	8,928,077
Net profits		12,226,392	8,639,178	20,865,570
Total profits according to the Greek GAAP (before taxes)				12.226.392
Adjustments due to transition to IFRS:				
Derecognition of intangible assets that do not fulfil the recognition criteria according to IFRS				84,247
Adjustment to the value of property, plant and equipment				(16,206)
Provision for retirement and termination benefit obligations				(27,407)
Recognition of expenses of other taxes				(162,687)
Remunerations of executives and directors				(267,205)
Offsetting provisions for holdings				182,432
Other				(82,074)
Profits before taxes according to IFRS				11,937,492
Recognition of income tax				(197,051)
Recognition of deferred taxation				9,125,128
Net profits according to IFRS				20,865,569

5. Information per segment
Primary type of information – business segments

The Group is divided into five main business segments:

- Steel products that are used in construction activities
- Pipework products
- Copper products
- Cables
- Aluminium products

Sales and operating profits per segment for the fiscal year that ended on 31 December 2004 were as follows:

(Amounts in Euros)

	Steel	Pipeworks	Copper products	Cable products	Aluminum	Other	Services	Non-allocated	Total
Total gross sales per segment	1,038,332,179	230,902,796	458,065,468	176,111,440	736,752,948	17,331,461	77,814,722	86,760,437	2,822,071,451
Inter-company sales	-371,143,295	-18,431,823	-128,322,451	-9,492,936	-92,037,630	-6,883,437	-5,549,652	-35,947,801	-667,809,025
Net sales	667,188,884	212,470,973	329,743,017	166,618,504	644,715,318	10,448,024	72,265,070	50,812,636	2,154,262,426
Operating profits	98,436,046	-16,732,693	15,983,597	6,374,154	35,567,583	3,708,307	4,427,647	1,364,412	149,129,053
Finance income – costs	-	-	-	-	-	-	-	-	-48,347,178
Income from dividends	-	-	-	-	-	-	-	-	809,026
Share in results of associate companies	-	2,504,239	742,162	-	-286,000	-341,020	-	-	2,619,381
Profits before taxes									104,210,282
Income tax	-	-	-	-	-	-	-	-	44,311,513
Net profit									148,521,796

31/12/2004

	Steel	Pipeworks	Copper products	Cable products	Aluminum	Other	Services	Non-allocated	Total
Assets	919,511,390	338,115,097	440,689,467	200,429,732	922,999,750	12,042,765	43,321,515	257,409,791	3,134,519,507
Total liabilities	329,968,782	336,355,090	299,251,160	116,748,242	384,227,164	3,255,140	28,812,802	171,707,606	1,670,325,986
Investments in tangible and intangible assets and investments in property	32,807,520	8,224,794	21,577,358	6,662,177	37,769,968	-	1,940,621	255,788	109,238,226

Other items per segment included in the results for the 12 months until 31 December 2004

(Amounts in Euros)

12 months until 31 December 2004	Steel	Pipeworks	Copper products	Cable products	Aluminum	Other	Services	Non-allocated	Total
Total Depreciation	35,984,451	11,951,283	12,322,191	5,366,145	41,641,930	143,370	647,260	2,019,312	110,075,942
Impairment of receivables	155,652	170,744	385,861	1,041,211	6,752	-	-	86	1,760,306
Impairment of inventories	1,796	2,133,519	153,828	2,552	37,579	478	-	-	2,329,752

Sales and operating profits per segment for the fiscal year until 31 December 2005 were as follows:

	Steel	Pipeworks	Copper products	Cable products	Aluminum	Other	Services	Non-allocated	Total
Total gross sales per segment	873,307,993	270,703,809	625,158,245	200,968,563	775,956,641	14,350,345	88,176,370	89,549,670	2,938,171,636
Inter-company sales	-203,863,204	-6,882,368	-189,757,417	-11,726,247	-98,192,896	-10,635,986	-12,650,718	-72,991,897	-606,700,733
Net sales	669,444,789	263,821,441	435,400,828	189,242,316	677,763,745	3,714,359	75,525,652	16,557,773	2,331,470,903
Operating profits	43,210,663	8,875,187	14,862,233	6,196,270	21,571,894	207,829	6,337,161	1,677,800	102,939,037
Finance income – costs	-	-	-	-	-	-	-	-	-47,513,132
Income from dividends	-	-	-	-	-	-	-	-	1,810,519
Share in results of associate companies	-	-	150,079	368,933	409,615	-	-533,508	1,758,552	2,153,671

Profits before taxes	59,390,095
Income tax	-25,749,360
Net profit	33,640,735

31/12/2005	Steel	Pipeworks	Copper products	Cable products	Aluminum	Other	Services	Non-allocated	Total
Assets	937,119,439	372,894,368	439,823,458	222,407,660	962,600,552	10,398,666	69,368,267	227,562,653	3,242,175,063
Total liabilities	428,524,565	277,463,250	285,945,716	121,025,432	337,667,240	2,219,468	33,652,269	273,640,419	1,760,138,359
Investments in tangible and intangible assets and investments in property	39,241,732	4,990,143	13,879,209	5,000,277	34,608,788	-	-	566,737	98,286,886

Other items per segment included in the results for the 12 months until 31 December 2005

(Amounts in Euros)

12 months until 31 December 2005	Steel	Pipeworks	Copper products	Cable products	Aluminum	Other	Services	Non-allocated	Total
Total depreciation	35,587,663	12,260,757	14,812,102	6,816,486	42,794,465	-	693,067	3,244,439	116,208,980
Impairment & deletion of intangible assets and property, plant equipment	533,902	-	-	-	-	-	-	-	533,902
Impairment of receivables	1,000,149	1,261,074	382,355	808,873	744,783	70,000	1,500	174,443	4,443,177
Impairment of inventories	4,552	1,344,660	233,988	919	147,600	-	-	12	1,731,731

Secondary Type of Information – Geographic Segments

Sales	CONSOLIDATED FIGURES		COMPANY FIGURES	
	31/12/2005	31/12/2004	31/12/2005	31/12/2004
Greece	809,768,435	785,396,550	52,844	58,349
European Union	858,312,949	781,621,454	-	-
Other European countries	251,459,600	275,170,349	-	-
Asia	129,477,226	93,873,051	-	-
America	167,652,164	143,000,987	-	-
Africa	100,490,647	68,045,807	-	-
Oceania	14,309,882	7,154,228	-	-
Total	2,331,470,903	2,154,262,426	52,844	58,349

Analysis of sales per category

	31/12/2005	31/12/2004	31/12/2005	31/12/2004
Sale of merchandise & products	2,144,830,066	1,842,881,016	-	-
Income from services	124,110,456	280,780,136	-	-
Other	62,530,381	30,601,274	52,844	58,349
Total	2,331,470,903	2,154,262,426	52,844	58,349

Total assets	31/12/2005	31/12/2004	31/12/2005	31/12/2004
Greece	2,656,440,290	2,722,349,175	894,478,615	891,164,706
International	585,734,773	412,170,331		-
Total	<u>3,242,175,063</u>	<u>3,134,519,506</u>	<u>894,478,615</u>	<u>891,164,706</u>
Investments in tangible, intangible and immovable assets	31/12/2005	31/12/2004	31/12/2005	31/12/2004
Greece	62,960,294	73,495,663	697,276	186,873
International	35,326,592	35,742,563	-	-
Total	<u>98,286,886</u>	<u>109,238,226</u>	<u>697,276</u>	<u>186,873</u>

6. Property, plant and equipment
Consolidated

<i>Amounts in Euros</i>	Land / Buildings	Machinery / motor vehicles	Furniture & fixtures	Assets under construction	Total
Cost or fair value					
Balance as at 1 January 2004	704,739,876	1,017,770,955	32,512,501	117,297,267	1,872,320,599
Currency translation	725,000	1,100,476	-547,570	1,000	1,278,906
Additions	21,221,283	68,646,763	4,275,775	14,061,458	108,205,279
Sales	-1,425,275	-10,693,563	-901,096	-1,013,988	-14,033,922
Destructions	-	-	-	-	-
Revaluation	-	-	-	-	-
Impairment	-	-	-	-	-
Buy outs of subsidiary companies	-	-	-	-	-
Reclassifications	-28,272,687	67,230,072	593,160	-72,873,636	-33,323,091
Sale of subsidiary companies	-	-	-	-	-
Balance as at 31 December 2004	696,988,197	1,144,054,703	35,932,770	57,472,101	1,934,447,771
Accumulated depreciation					
Balance as at 1 January 2004	-12,223,234	-35,798,248	-21,519,150	-	-69,540,632
Currency translation	-411,000	-1,070,000	8,000	-	-1,473,000
Depreciation for the period	-18,588,589	-83,069,284	-4,634,764	-	-106,292,637
Sales	924,581	2,682,103	498,330	-	4,105,014
Destructions	-	-	-	-	-
Revaluation	-	-	-	-	-
Impairment	-	-	-	-	-
Buy outs of subsidiary companies	-	-	-	-	-
Reclassifications	-	-	-	-	-
Sale of subsidiary companies	-	-	-	-	-
Balance as at 31 December 2004	-30,298,242	-117,255,429	-25,647,584	-	-173,201,255
Undepreciated value as at 31 December 2004	666,689,955	1,026,799,274	10,285,186	57,472,101	1,761,246,517

<i>Amounts in Euros</i>	Land / Buildings	Machinery / motor vehicles	Furniture & fixtures	Assets under construction	Total
Cost or fair value					-
Balance as at 1 January 2005	696,988,197	1,144,054,703	35,932,770	57,472,101	1,934,447,771
Currency translation	1,630,660	3,451,297	210,499	38,434	5,330,890
Additions	14,483,356	29,517,565	2,729,074	49,922,128	96,652,122
Sales	-1,425,704	-1,841,979	-581,027	-269,898	-4,118,608
Destructions	-1,486,387	-141,944	-94,081	-	-1,722,412
Readjustment	-	-	-	-	-
Impairment	-	-531,802	-	-	-531,802
Buy outs of subsidiary companies	-	15,068	739	-	15,807
Reclassifications	1,905,080	34,371,436	775,299	-38,850,648	-1,798,833
Sale of subsidiary companies	-	-320,240	-	-	-320,240

Balance as at 31 December 2005	712,095,203	1,208,574,104	38,973,273	68,312,116	2,027,954,696
Accumulated depreciation					
Balance as at 1 January 2004	-30,298,242	-117,255,429	-25,647,584	-	-173,201,255
Currency translation	-859,364	-1,088,588	-186,305	-	-2,134,257
Depreciation for the period	-18,730,081	-89,521,819	-4,011,736	-	-112,263,636
Sales	40,753	559,046	357,812	-	957,612
Destructions	412,932	97,063	16,029	-	526,024
Revaluation	-	-	-	-	-
Impairment	-	-	-	-	-
Buy outs of subsidiary companies	-	-6,499	11,622	-	5,123
Reclassifications	-62,461	-130,984	-323,260	-	-516,705
Sale of subsidiary companies	-	-	-	-	-
Balance as at 31 December 2004	-49,496,462	-207,347,210	-29,783,422	-	-286,627,095
Undepreciated value as at 31 December 2004	662,598,741	1,001,226,894	9,189,851	68,312,116	1,741,327,602

The leased machinery noted above based on leasing concerns machinery and motor vehicles:

Machinery

<i>Amounts in Euros</i>	CONSOLIDATED FIGURES	CONSOLIDATED FIGURES
	31/12/2005	31/12/2004
Cost – capitalised leasing	9,069,380	9,069,381
Accumulated depreciation	-2,393,424	-1,788,903
Net undepreciated value	6,675,956	7,280,478

Motor vehicles

<i>Amounts in Euros</i>	CONSOLIDATED FIGURES	CONSOLIDATED FIGURES
	31/12/2005	31/12/2004
Cost – capitalised leasing	391,382	-
Accumulated depreciation	-109,843	-
Net undepreciated value	281,539	-

Depreciation is analysed as follows:

	2005	2004
Cost of sales	106,358,730	99,809,236
Selling expenses	2,681,361	2,895,373
Administrative expenses	6,489,656	7,371,333
Other operating income/(expenses) (net)	679,233	-
Total	116,208,980	110,075,942

Company

<i>Amounts in Euros</i>	Machinery	Motor vehicles	Furniture & fixtures	Assets under construction	Total
Cost or fair value					
Balance as at 1 January 2004	6,212	557,817	63,541	-	627,570
Currency translation	-	-	-	-	-
Additions	-	72,655	23,760	-	96,415
Sales	-	-15,956	-	-	-15,956
Balance as at 31 December 2004	6,212	614,516	87,301	-	708,029
Accumulated depreciation					
Balance as at 1 January 2004	-1,786	-330,848	-63,541	-	-396,175
Currency translation	-	-	-	-	-
Depreciation for the period	-932	-82,794	-	-	-83,726
Sales	-	11,856	-	-	11,856
Balance as at 31 December 2004	-2,718	-401,786	-63,541	-	-468,045
Undepreciated value as at 31 December 2004	3,494	212,730	23,760	-	239,984
Cost or fair value					
Balance as at 1 January 2005					-
Currency translation	6,212	614,516	87,301	-	708,029
Additions	-	-	-	-	-
Sales	-	-	-	-	-
Balance as at 31 December 2005	-	-9,453	-	-	-9,453
Cost or fair value	6,212	605,063	87,301	-	698,576
Accumulated depreciation					
Balance as at 1 January 2004	-2,718	-401,786	-63,541	-	-468,045
Currency translation	-	-	-	-	-
Depreciation for the period	-932	-75,339	-1,188	-	-77,459
Sales	-	9,239	-	-	9,239
Balance as at 31 December 2004	-3,650	-467,887	-64,729	-	-536,266
Undepreciated value as at 31 December 2004	2,562	137,176	22,572	-	162,311

7. Intangible assets
Consolidated

	Goodwill	Trade marks and licenses	Software	Other	Total
Cost or fair value					
Balance as at 1 January 2004	1,500,000	1,184,510	7,981,964	925,038	11,591,512
Additions	-	2,593	1,849,192	74,092	1,925,877
Sales	-	-18,642	-	-171,225	-189,867
Impairment	-	-	-	-396,000	-396,000
Reclassifications	-	-	1,714,891	-	1,714,891
Balance as at 31 December 2004	1,500,000	1,168,461	11,546,047	431,905	14,646,414
Accumulated amortisation					
Balance as at 1 January 2004	-116,667	-335,469	-3,098,410	-633,638	-4,184,184
Amortisation for the period	-100,000	-143,957	-2,700,034	-149,561	-3,093,552
Sales	-	4,194	-	641,715	645,909
Balance as at 31 December 2004	-216,667	-475,232	-5,798,444	-141,484	-6,631,827
Undepreciated value as at 31 December 2004	1,283,333	693,229	5,747,603	290,421	8,014,587

	Goodwill	Trade marks and licenses	Software	Other	Total
Cost or fair value					
Balance as at 1 January 2005	1,500,000	1,168,461	11,546,047	431,905	14,646,413
Currency translation	-	-	29,852	3,947	33,799
Additions	-	27,005	883,248	249,660	1,159,913
Deletions	-	-	-	-3,499	-3,499
Buy outs of subsidiary companies	-	-	293	-	293
Reclassifications	-	29,835	1,359,774	-	1,389,609
Balance as at 31 December 2005	1,500,000	1,225,301	13,819,214	682,013	17,226,529
Accumulated amortisation					
Balance as at 1 January 2005	-216,667	-475,232	-5,798,444	-141,484	-6,631,827
Currency translation	-	-	-11,462	-970	-12,432
Amortisation for the period	-100,000	-145,962	-2,666,678	-223,830	-3,136,470
Deletions	-	-	-	1,399	1,399

Buy outs of subsidiary companies	-	-	-293	-	-293
Reclassifications	-	-	50,840	-	50,840
Impairment	-	-	-	-	-
Balance as at 31 December 2005	-316,667	-621,194	-8,426,037	-364,885	-9,728,783
Undepreciated value as at 31 December 2005	1,183,333	604,107	5,393,177	317,128	7,497,746

8. Investments in properties

Amounts in Euros

Cost or fair value

	CONSOLIDATED FIGURES		COMPANY FIGURES	
	31/12/2005	31/12/2004	31/12/2005	31/12/2004
Balance at beginning of period net	30,893,542	29,272,807	108,545,004	108,925,881
Currency translation	-	-	-	-
Additions	291,113	2,310,488	697,276	90,458
Sales	-	-	-545,460	-
Deletions	-	-	-	-
Revaluation	-	-	-	-
Impairment	-	-	-	-
Buy outs of subsidiary companies	-	-	-	-
Transfers to and from reserves and owner-occupancy of properties	3,783,370	-	-	-
Sale of subsidiary companies	-	-	-	-
Depreciation for the year	-808,874	-689,753	-460,384	-471,335
Balance in the balance sheet	34,159,151	30,893,542	108,236,436	108,545,004

The Group's investments in property were valued at their fair value on the date of transition to the IFRS, 1 January 2004. It is estimated that presently the fair value of the Group's investments in properties reflects the value that was recorded as at 1 January 2004 less accumulated depreciation.

The figures noted in the table below are related to investments in properties that have been recognised in the fiscal year's income statement:

	CONSOLIDATED FIGURES		COMPANY FIGURES	
	31/12/2005	31/12/2004	31/12/2005	31/12/2004
Income from recognised rents	2,949,455	1,116,385	2,233,982	2,298,293
Direct operating expenses relating to investments in properties from which rents re collected	-808,719	-794,870	-	-
Direct operating expenses that do not generate income from rents	-317,413	-259,074	-	-
Total	1,823,324	62,442	2,233,982	2,298,293

Profits/(loss) from the sale of investments in properties include:

Amounts in Euros

Net book value	-	-	545,460	-
Profits/(losses) from the sale of investments in properties	-	-	309,617	-

Income from the sale of investments in properties

	855,077

9. Investments in associate companies

	CONSOLIDATED FIGURES		COMPANY FIGURES	
	31/12/2005	31/12/2004	31/12/2005	31/12/2004
Beginning of period	14,521,206	9,678,483	-	-
Share of profit/(loss) after taxes	2,153,671	2,619,381	-	-
Dividends received (-)	-	-	-	-
Currency translations	-	215,488	-	-
Additions	-	2,329,364	-	-
Sales	-1,328	-321,510	-	-
Impairment	-120,105	-	-	-
.....	-	-	-	-
Other changes	-	-	-	-
Balance at end of period	16,553,443	14,521,206	-	-

Brief financial information on associate companies:

Name of Company	Country of incorporation	Assets	Liabilities	Income (turnover)	Profits/(losses) after taxes	Holding percentage
2004						
SIDMA S.A.	GREECE	133,367,700	93,402,873	133,597,327	10,540,603	29.62%
V.EPE.M. A.B.E.E	GREECE	43,882	-	-	-3,019	50.00%
ENERGY SOLUTIONS S.A.	BULGARIA	1,243,969	526,629	-	-59,821	43.60%
THISVIS POWER PLANT S.A.	GREECE	94,926	-	-	-85,074	20.00%
HELLENIC STEELWORKS S.A.	GREECE	1,418,554	1,111,072	6,262	-13,505	20.63%
V.EPE.M. S.A.	GREECE	43,882	-	-	-3,019	50.00%
INNOVAL S.A.	GREECE	2,401,478	2,282,933	712,712	-354,182	49.00%
ENERGY SOLUTIONS	BULGARIA	1,244,000	527,000	-	-59,821	43.60%
BONIFACI LIMITED	CYPRUS	49,586	46,581	45,409	39,345	100.00%
VIOHALCO EXPORTS LTD (COPPERPROM LTD)	GREECE	76,562	58,673	80,418	-1,309	20.00%
		139,984,538	97,955,761	134,442,128	10,000,197	

Name of Company	Country of incorporation	Assets	Liabilities	Income (turnover)	Profits/(losses) after taxes	Holding percentage
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2005

SIDMA S.A.	GREECE	149,382,746	94,083,912	124,213,520	2,753,417	23.98%
V.EPE.M. A.B.E.E	GREECE	40,824	-	-	-3,058	50.00%
ENERGY SOLUTIONS S.A.	BULGARIA	1,708,731	645,248	1,939,323	238,772	38.60%
THISVIS POWER PLANT S.A.	GREECE	89,898	-	-	-5,028	20.00%
HELLENIC STEELWORKS S.A.	GREECE	1,413,129	1,110,772	47,627	-6,175	20.63%
V.EPE.M. S.A.	GREECE	40,824	-	-	-3,058	50.00%
INNOVAL S.A.	GREECE	2,401,478	2,282,933	712,712	-354,182	49.00%
ENERGY SOLUTIONS	BULGARIA	1,709,000	645,000	1,939,330	238,773	38.60%
BONIFACI LIMITED	CYPRUS	29,819	30,137	-	3,323	100.00%
VIOHALCO EXPORTS LTD (COPPERPROM LTD)	GREECE					20.00%
		156,816,449	98,798,002	128,852,512	2,862,784	

10a. Investments in subsidiary companies

COMPANY FIGURES

	31/12/2005	31/12/2004
Beginning of period	718,916,763	706,926,121
Additions	9,854,241	11,990,642
Balance at end of period	728,771,004	718,916,763

Name of Company	Country of incorporation	Indirect holding percentage
HALCOR S.A.	Greece	69.43%
SIDENOR S.A.	Greece	76.33%
ELVAL S.A.	Greece	64.07%
TEKA SYSTEMS S.A.	Greece	50.01%
ALCOMET S.A.	Greece	88.73%
VITRUVIT S.A.	Greece	100.00%
SANITAS AGENCIES S.A.	Greece	100.00%
NOVAL S.A.	Greece	100.00%
DIATOUR S.A.	Greece	97.19%
TEPRO METAL AG	Germany	66.02%
ANAMET S.A.	Greece	86.47%
ATTIKI S.A.	Greece	50.00%
TEPRO METAL SA (BUL)	Bulgaria	100.00%
ANTIMET S.A.	Greece	100.00%
DIAPEM S.A.	Greece	69.94%
ELKEME S.A.	Greece	65.22%
ATTIKA METALWORKS S.A.	Greece	38.16%

10. Available for sale financial assets

	CONSOLIDATED FIGURES	COMPANY FIGURES
Balance as at 1 January 2004	7,004,856	47,582,000
Currency translation	-	-
Additions	25,567,237	-
Sales	-15,471,481	-11,399,767
Acquisition of a subsidiary company	-	-
Sale of a subsidiary company	-	-
Valuation that directly affected Equity	1,561,332	-
Valuation that affected results	-122,480	-
Reclassification	-250,237	-
Balance as at 31 December 2004 ²	18,289,227	36,182,233
Non-current assets	15,598,555	36,182,233
Current assets	2,690,672	-
	18,289,227	36,182,233

Available-for-sale financial assets include the following:

	CONSOLIDATED FIGURES 31/12/2005	COMPANY FIGURES 31/12/2004
<u>Listed titles</u>		
- Domestic participating titles	3,953,766	2,422,807
- International participating titles	15,826	-
<u>Unlisted titles</u>		
- Domestic participating titles	5,660,138	26,583,292
- International participating titles	1,412,598	-
Debentures	7,176,134	7,176,134
Other	70,765	-
	18,289,227	36,182,233
Balance as at 31 December 2004	18,289,227	-
Effect from the application of IAS 32 & 39 ¹	3,462,572	36,698,841
Balance as at 1 January 2005	21,751,799	36,698,841
Currency translation	-	-
Additions	2,860,186	2,821,616
Sales	-177,880	-177,880
Acquisition of a subsidiary company	-	-
Sale of a subsidiary company	-	-
Valuation that directly affected Equity	-3,283,497	585,036
Reclassification	-1,039,249	-

Balance as at 31 December 2005

	20,111,359	39,927,613
Non-current assets	7,969,560	29,927,613
Current assets	12,141,799	10,000,000
	20,111,359	39,927,613

Available-for-sale financial assets include the following:

	CONSOLIDATED FIGURES 31/12/2005	COMPANY FIGURES 31/12/2004
<u>Listed titles</u>		
- Domestic participating titles	3,657,451	3,652,301
- International participating titles	15,826	-
<u>Unlisted titles</u>	-	-
- Domestic participating titles	2,557,029	25,490,657
- International participating titles	305,608	-
Debentures	10,000,000	10,000,000
Other	3,575,445	784,655
	20,111,359	39,927,613

Profits/(loss) from the sale of financial assets

Net book value	177,880	177,880
Profit or (loss) from the sale	333,834	333,834
Income from the sale	511,715	511,715

1. The effect from the application of IAS 32 & 39 was used only for the opening balances of 1/1/2005, which is also the date these standards were applied or the first time.
2. Available-for-sale financial assets of fiscal year 2004 are depicted in the financial statements in "other investments" account.

11a. Financial assets at fair value through profit and loss

	CONSOLIDATED FIGURES
Balance as at 31 December 2004	-
Effect from the application of IAS 32 & 39 ¹	548,968
Balance as at 1 January 2005	-
Currency translation	-
Additions	900,000
Sales	-447,896
Acquisition of a subsidiary company	-
Sale of a subsidiary company	-
Changes in fair value	1,801
Reclassification	-
Balance as at 31 December 2005	<u>1,002,873</u>
Non-current assets	-
Current assets	<u>1,002,873</u>
	<u>1,002,873</u>

Financial assets at fair value through profit and loss include the following:

	CONSOLIDATED FIGURES 31/12/2005
<u>Listed titles</u>	
- Domestic participating titles	68,000
- International participating titles	-
<u>Unlisted titles</u>	
- Domestic participating titles	7,337
- International participating titles	-
- Debentures	900,000
- Mutual funds	27,536
Other	-
	<u>1,002,873</u>
Profits/(losses) of fair value of other financial assets at fair value through profit and loss	<u>-5,219</u>

The parent company does not have any financial assets through results.

11. Deferred taxation

Deferred tax assets and liabilities are offset when there is an applicable legal right to offset current tax assets with current tax liabilities and when deferred income taxes concern the same tax principle. The amounts that are offset are the following.

<i>Amounts in Euros</i>	CONSOLIDATED FIGURES		COMPANY FIGURES	
	31/12/2005	31/12/2004	31/12/2005	31/12/2004
Deferred tax assets	1,783,864	909,467	-	-
Deferred tax liabilities	-202,624,411	-192,483,854	-19,007,585	-19,105,510
Deferred tax assets:				
Recoverable after 12 months	1,783,864	909,467	-	-
Recoverable within 12 months	-	-	-	-
	1,783,864	909,467	-	-
Deferred tax liabilities				
Recoverable after 12 months	-202,624,411	-192,483,854	-	-
Recoverable within 12 months	-	-	-	-
	-202,624,411	-192,483,854	-19,007,585	-19,105,510

Most of the deferred tax liabilities are recoverable after 12 months.

The total change in deferred income tax is as follows:

<i>Amounts in Euros</i>	CONSOLIDATED FIGURES		COMPANY FIGURES	
	31/12/2005	31/12/2004	31/12/2005	31/12/2004
Balance at beginning of period	-191,574,386	-259,817,061	-19,105,510	-28,230,638
Effect from the application of IAS 32 & 39	-2,521,181	-	-	-
Currency translation	88,380	-3,776,979	-	-
Buy out of a subsidiary company	-	-	-	-
Sale of a subsidiary company	-	-	-	-
(Debit)/credit recorded in the income statement	-7,558,523	72,019,654	97,925	9,125,128
Tax that was debited/credited in equity	-	-	-	-
Reclassification	725,163	-	-	-
Balance at end of period	-200,840,547	-191,574,386	-19,007,585	-19,105,510

The rate with which deferred tax is calculated is equal to the rate that is believed to apply when the temporary tax differences will be reversed. The tax rate that applies to companies that are active in Greece is set at 25%.

Changes in deferred tax assets and liabilities during the fiscal year prior to offsetting entries relative thereto are as follows:

Deferred tax liabilities:

CONSOLIDATED FIGURES	Difference in amortisation	Difference in provisions	Non-recognised intangible assets	Other	Total
<i>Amounts in Euros</i>					
Balance as at 1/1/2004	-274,350,255	-645,464	-798,116	-5,172,462	-280,966,297
Currency translation	4,889	-	-	-3,844,170	-3,839,281
(Debit)/credit recorded in the income statement	1,151,638	-454,881	-858,851	1,221,887	1,059,793
Balance as at 31/12/2004	-273,193,728	-1,100,345	-1,656,967	-7,794,745	-283,745,785
Effect from the application of IAS 32 & 39				-3,433,296	-3,433,296
Balance as at 1/1/2005	-273,193,728	-1,100,345	-1,656,967	-11,228,041	-287,179,081
Currency translation	478			56,018	56,496
(Debit)/credit recorded in the income statement	-12,523,739	-474,250	-333,759	710,238	-12,621,510
(Debit)/credit recorded in Equity					-
Reclassification				725,163	725,163
Sale of a subsidiary company					-
Balance as at 31/12/2005	-285,716,989	-1,574,595	-1,990,726	-9,736,622	-299,018,932

Deferred tax assets:

CONSOLIDATED FIGURES	Difference in amortisation	Difference in provisions	Non-recognised intangible assets	Tax losses	Other	Total
<i>Amounts in Euros</i>						
Balance as at 1/1/2004	2,825,617	3,426,082	9,896,293	17,838	4,983,406	21,149,236
Currency translation	-2,692	-	-	-	64,994	62,302
(Debit)/credit recorded in the income statement	55,790,906	2,173,658	11,466,723	-17,837	1,546,411	70,959,861
(Debit)/credit recorded in Equity	-	-	-	-	-	-
Buy out of a subsidiary company	-	-	-	-	-	-
Sale of a subsidiary company	-	-	-	-	-	-
Balance as at 31/12/2004	58,613,831	5,599,740	21,363,016	1	6,594,811	92,171,399
Effect from the application of IAS 32 & 39				-100,000	1,012,115	912,115
Balance as at 1/1/2005	58,613,831	5,599,740	21,363,016	-99,999	7,606,926	93,083,514
Currency translation	2,965	-	-	-	28,919	31,884
(Debit)/credit recorded in the income statement	3,465,123	-316,074	-823,460	581,234	2,156,164	5,062,987
(Debit)/credit recorded in Equity	-	-	-	-	-	-

Buy out of a subsidiary company	-	-	-	-	-	-
Sale of a subsidiary company	-	-	-	-	-	-
Balance as at 31/12/2005	62,081,919	5,283,666	20,539,556	481,235	9,792,009	98,178,385

Deferred tax liabilities:

COMPANY FIGURES	Goodwill of fixed assets/Difference in amortisation	Difference in provisions	Total
Amounts in Euros			
Balance as at 1/1/2004	-28,388,479	-8,155	-28,396,634
Currency translation	-	-	-
(Debit)/credit recorded in the income statement	9,145,830	-1,303	9,144,527
(Debit)/credit recorded in Equity	-	-	-
Buy out of a subsidiary company	-	-	-
Sale of a subsidiary company	-	-	-
Balance as at 31/12/2004	-19,242,649	-9,458	-19,252,107
Effect from the application of IAS 32 & 39			
Balance as at 1/1/2005	-19,242,649	-9,458	-19,252,107
Currency translation	-	-	-
(Debit)/credit recorded in the income statement	108,844	114	108,958
(Debit)/credit recorded in Equity	-	-	-
Buy out of a subsidiary company	-	-	-
Sale of a subsidiary company	-	-	-
Balance as at 31/12/2005	-19,133,805	-9,344	-19,143,149

Deferred tax assets:

COMPANY FIGURES	Non-recognised intangible assets	Other	Total
Amounts in Euros			
Balance as at 1/1/2004	38,463	127,533	165,996
Currency translation	-	-	-
(Debit)/credit recorded in the income statement	-19,399	-	-19,399
(Debit)/credit recorded in Equity	-	-	-
Buy out of a subsidiary company	-	-	-
Sale of a subsidiary company	-	-	-
Balance as at 31/12/2004	19,064	127,533	146,597
Effect from the application of IAS 32 & 39			
Balance as at 1/1/2005	19,064	127,533	146,597
Currency translation	-	-	-
(Debit)/credit recorded in the income statement	-5,332	-5,701	-11,033
(Debit)/credit recorded in Equity	-	-	-
Buy out of a subsidiary company	-	-	-
Sale of a subsidiary company	-	-	-
Balance as at 31/12/2005	13,732	121,832	135,564

12. Inventories

CONSOLIDATED FIGURES

<i>Amounts in Euros</i>	31/12/2005	31/12/2004
Merchandise	55,631,123	43,417,272
Finished products	229,965,243	155,821,712
Semi-finished products	115,587,484	191,592,067
By-products and scrap	16,524,651	15,637,168
Work in progress	31,584,891	-
Raw and auxiliary materials – consumables – spare parts and packaging materials	222,217,072	221,085,505
Total	671,510,464	627,553,724
Less: Provisions for scrap, delayed and destroyed inventories	-	-
Merchandise	-316,488	-
Finished products	-1,380,570	-2,329,752
Semi-finished products	-	-
By-products and scrap	-	-
Work in progress	-11,228	-
Raw and auxiliary materials – consumables – spare parts and packaging materials	-23,446	-
	-1,731,731	-2,329,752
Total net liquid value	669,778,732	625,223,972

13. Trade and other receivables

Current Assets	CONSOLIDATED FIGURES		COMPANY FIGURES	
	31/12/2005	31/12/2004	31/12/2005	31/12/2004
Customers	502,977,907	479,548,116	131,461	171,000
Less: Provisions for impairment	-8,592,426	-5,596,808	-	-
Net receivables from customers	494,385,481	473,951,308	131,461	171,000
Advance payments for the purchase of stocks	12,534,459	11,429,639	-	-
Advance payments for the purchase of fixed assets	2,074,028	-	-	-
Other advance payments	2,647,887	11,382,922	-	47,000
Notes-cheques receivable & sealed	-	-	20,308	10,462
Receivables from associate entities	14,604,966	4,890,078	1,536,047	1,620,772
Loans granted to associate entities	-	-	-	-
Receivables against other holding companies	5,115,797	-	-	-
Current tax assets	-	-	630,912	-
Other debtors	95,136,565	58,927,182	833,824	362,914
Less: Provisions for impairment	-1,447,559	-	-	-
Receivables from dividends of associate companies	-	-	-	-
Income tax advance payment	8,087,381	18,893,984	-	-
			-	-
Total	633,139,005	579,475,113	3,152,553	2,212,148
Non-Current Assets				
Non-current receivables against associate companies	20,907	-	-	-
Non-current receivables against other holding companies	4,834	-	-	-
Deferred tax asset	-	-	-	-
Other long-non-current receivables	11,319,779	13,175,649	6,489	-
Total	11,345,520	13,175,649	6,489	-
Total receivables	644,484,526	592,650,762	3,159,042	2,212,148

14a. Derivative financial assets

**CONSOLIDATED
FIGURES
31/12/2005**

Non-current assets

Interest rate swaps	-
Foreign exchange swaps	-
Forwards for hedging cash flows	-
Fx future contracts	25,657
	-
Future contracts	514,579
Total	540,236

Current assets

Interest rate swaps	-
Foreign exchange swaps	41,961
Forwards for hedging cash flows	160,812
Fx future contracts	876,718
	-
Future contracts	20,542,997
Total	21,622,488

Non-current liabilities

Interest rate swaps	1,668,103
Foreign exchange swaps	361,797
	-
	-
Future contracts	653,279
Total	2,683,180

Current liabilities

Interest rate swaps	751,787
Foreign exchange swaps	-
Fx future contracts	818,781
Forwards for hedging cash flows	2,555,509
	-
Future contracts	5,585,240
Total	9,711,317

Amounts that were recorded in the results as income or (expense)	-9,797,460
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Details regarding interest rate swaps

Nominal value	388,201,621
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The above valuation of open positions of derivative financial instruments was effected according to the requirements of IAS 39 “Financial Instruments: Recognition and Measurement”.

The Group’s policy regarding risk hedging is described in note 2.14.

The abovementioned derivative financial instruments cover risks from:

- Market currency translations (US Dollar)
- Changes in loan interest rates
- Changes in the prices of metals
- Changes in the prices of other currencies

The term of the above derivative financial instruments and the nominal value thereof corresponds to those of underlined assets/liabilities. They consist, among other things, of futures and interest rate swaps that the Group uses to secure payments of interest against loans that it has concluded with a floating interest rate.

On 31 December 2005, fixed interest rates that apply to non-current loans, which are covered with interest rate swaps, fluctuate between 2.3% and 5.3%. The basic floating interest rates are based on the EURIBOR.

Profits and losses recognised in Equity (fair value reserve) from forwards, as at 31 December 2005, shall be transferred to the Income Statement on various dates between one to four months from the balance sheet date.

14. Cash and cash equivalents

Cash is analysed as follows:

	CONSOLIDATED FIGURES		COMPANY FIGURES	
	31/12/2005	31/12/2004	31/12/2005	31/12/2004
Cash on hand and in banks	3,781,223	29,577,231	18,903	412,000
Current bank deposits	79,531,819	53,192,995	14,172,346	24,656,574
Total	83,313,042	82,770,226	14,191,249	25,068,574

	CONSOLIDATED FIGURES		COMPANY FIGURES	
	31/12/2005	31/12/2004	31/12/2005	31/12/2004
Cash and cash equivalents	83,313,042	82,770,226	14,191,249	25,068,574
Total	83,313,042	82,770,226	14,191,249	25,068,574

15. Share capital
Consolidated

<i>Amounts in Euros</i>	Number of shares	Common shares	Above par	Treasury stock	Total
1 January 2004	199,474,091	59,842,227	411,618,152	-7,911,289	463,549,090
Share option schemes to employees	-	-	-	-	-
- Value of service rendered	-	-	-	-	-
Issue of new shares/(decrease)	-	-	-	-	-
Treasury stock (bought)/sold	-	-	-	-	-
31 December 2004	199,474,091	59,842,227	411,618,152	-7,911,289	463,549,090
Share option schemes to employees	-	-	-	-	-
- Value of service rendered	-	-	-	-	-
Issue of new shares/(decrease)	-	-	-	-	-
Treasury stock (bought)/sold	-	-	-	-	-
31 December 2005	199,474,091	59,842,227	411,618,152	-7,911,289	463,549,090

Company

<i>Amounts in Euros</i>	Number of shares	Common shares	Above par	Treasury stock	Total
1 January 2004	199,474,091	59,842,227	411,618,152	-	471,460,380
Share option schemes to employees	-	-	-	-	-
- Value of service rendered	-	-	-	-	-
Issue of new shares/(decrease)	-	-	-	-	-
Treasury stock (bought)/sold	-	-	-	-	-
31 December 2004	199,474,091	59,842,227	411,618,152	-	471,460,380
Share option schemes to employees	-	-	-	-	-
- Value of service rendered	-	-	-	-	-
Issue of new shares/(decrease)	-	-	-	-	-
Treasury stock (bought)/sold	-	-	-	-	-
31 December 2005	199,474,091	59,842,227	411,618,152	-	471,460,380

16. Other reserves
Consolidated

<i>Amounts in Euros</i>	Statutory reserve	Fair value reserves	Special reserves	Tax exempt reserves	Other reserves	Total	Translation reserve	Total
Balance as at 1 January 2004	31,725,390	-	2,183,977	148,980,504	6,465,450	189,355,321	-	189,355,321
Currency translation	-	-	-	-	-	-	-168,075	-168,075
Distribution	3,326,192	-	144,158	17,692,973	583,661	21,746,984	-	21,746,984
Capitalisation	-	-	-	-	-	-	-	-
Profits/(loss) from the sale of treasury stock	-	-	-	-	-	-	-	-
Other	218,168	-	-	1,511,950	452,862	2,182,980	-	2,182,980
Balance as at 31 December 2004	35,269,750	-	2,328,135	168,185,427	7,501,973	213,285,285	-168,075	213,117,210
Application of IAS 32 & 39		8,953,940			-262,000	8,691,940		8,691,940
Balance as at 1 January 2005	35,269,750	8,953,940	2,328,135	168,185,427	7,239,973	221,977,225	-168,075	221,809,150
Currency translation	-	-	-	-	-	-	268,422	268,422
Distribution	4,129,771	-	-22,429	25,644,788	138,570	29,890,700	-	29,890,700
Capitalisation	-	-	-	-	-5,488	-5,488	-	-5,488
Transfer to results	-	383,362	-	-	-	383,362	-	383,362
Profits/(loss) from the sale of treasury stock	-	-3,347,768	-	-	-	-3,347,768	-	-3,347,768
Other	168,589	250,509	1,222,096	1,079,031	-643,500	2,076,725	-	2,076,725
Balance as at 31 December 2005	39,568,110	6,240,043	3,527,802	194,909,246	6,729,555	250,974,756	100,347	251,075,103

Company

<i>Amounts in Euros</i>	Statutory reserve	Fair value reserves	Special reserves	Tax exempt reserves	Other reserves	Total
Balance as at 1 January 2004	15,733,708	-	-	9,293,220	1,777,520	26,804,448
Currency translation	-	-	-	-	-	-
Distribution	1,134,000	-	-	27,885	-	1,161,885
Capitalisation	-	-	-	-	-	-
Reclassifications	-	-	-	-	-	-
Profits/(loss) from the sale of treasury stock	-	-	-	-	-	-
Other	-	-	-	-	-	-
Balance as at 31 December 2004	16,867,708	-	-	9,321,105	1,777,520	27,966,333
Application of IAS 32 & 39		516,608				516,608
Balance as at 1 January 2005	16,867,708	516,608	-	9,321,105	1,777,520	28,482,941
Currency translation	-	-	-	-	-	-
Distribution	594,000	-	-	1,472	-	595,472
Capitalisation	-	-	-	-	-	-
Reclassifications	-	-	-	-	-	-
Transfer to results	-	-	-	-	-	-
Profits/(loss) from the sale of treasury stock	-	-	-	-	-	-
Other	-	585,036	-	-	-	585,036

Balance as at 31 December 2005	17,461,708	1,101,644	-	9,322,577	1,777,520	29,663,449
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Pursuant to Greek legislation tax exempt reserves are exempt from income taxation under the condition that these reserves will not be distributed to shareholders. The Group does not intend to distribute these reserves and, therefore, has not proceeded in calculating an income tax that would have arisen in the event of distribution.

The group's tax exempt reserves include reserves that have been formed by the company pursuant to article 2 of Law 3220/2004 (5,475 thousand Euros). The European Commission issued directive 2006/C20/05, according to which, it deems that tax exempt reserves constitute a form of government subsidy and has requested the Greek Government to take a position on this matter. With regard to the present case, the outcome of the discussions between the European Commission and the Greek Government is uncertain and, consequently, the Company has not raised a provision for a contingent liability.

(a) Statutory reserve

The provisions of articles 44 and 45 of Codified Law 2190/1920 stipulate that a statutory reserve must be formed and used as follows: At least 5% of the true (accounting) net profits that are earned during each fiscal year is withheld, mandatorily, in order to form a statutory reserve until the accumulated amount thereof equals 1/3 of a company's nominal share capital. The statutory reserve may be used to cover losses following a decision of the Ordinary General Meeting of the shareholders and as a result thereof it cannot be used for any the reason whatsoever.

(b) Extraordinary reserves

These reserves have been formed following the decisions of the Ordinary General Meeting of previous fiscal years. They are not formed for a specific purpose and therefore they can be used for any purpose whatsoever following a decision Ordinary General Meeting

(c) Tax exempt reserves

Special law tax exempt reserves

Reserves that are formed from net profits are monitored. These reserves, pursuant to special provisions of incentive laws that are in force each time, are not taxed whereas they were used for the acquisition of new production equipment. In other words, these reserves are formed from net profits for which no tax is calculated and paid.

Reserves from income exempt from taxation and income taxed pursuant to special laws

These reserves are formed from the undistributed part of net profits that arises from income exempt from taxation and income taxed pursuant to special laws with the exhaustion of the tax liability.

The above reserves may be capitalised and distributed (after taking into consideration the restrictions that are in force each time) following a decision of the Ordinary General Meeting of the shareholders.

17. Borrowings

	CONSOLIDATED FIGURES	
	31/12/2005	31/12/2004
Non-current borrowings		
Bank loans	228,592,279	299,737,624
Loans from the parent company	-	-
Liabilities from leasing activities	1,918,993	3,783,393
Debenture loans	492,000,000	518,000,000
Other	-	-
Total non-current borrowings	722,511,272	821,521,017
Current borrowings		
Open bank accounts	12,713,583	-
Bank loans	476,172,658	302,199,183
Debentures	-	-
Liabilities from leasing activities	1,867,523	2,011,000
Loans with guarantees	-	-
Other	-	-
Total current loans	490,753,764	304,210,183
Total loans	1,213,265,035	1,125,731,200

The maturity dates of non-current loans are as follows:

	CONSOLIDATED FIGURES	
	31/12/2005	31/12/2004
Between 1 and 2 years	172,852,126	139,711,000
Between 2 and 5 years	512,031,369	618,076,607
Over 5 years	35,708,784	59,950,017
	720,592,279	817,737,624

The true weighted average interest rates as at the balance sheet date are as follows:

	CONSOLIDATED FIGURES	
	31/12/2005	31/12/2004
Bank loans (non-current)	5.30%	5.30%
Bank loans (current)	3.70%	3.70%
Debenture loans	3.40%	3.40%
Liabilities from leasing activities	3.30%	3.30%

18a. Leasing

	CONSOLIDATED FIGURES	
<i>Amounts in Euros</i>	31/12/2005	31/12/2004
Liabilities from leasing activities – minimum rents		
Up to 1 year	2,097,739	2,020,852
From 1 to 5 years	3,932,082	4,428,152
Over 5 years	-	
Total	6,029,821	6,449,004
Less: Future leasing financial charges	-2,243,305	-654,611
Current value of liabilities from leasing activities	3,786,515	5,794,393
The current value of liabilities from leasing activities is analysed as follows:		
Up to 1 year	1,867,522	2,011,000
From 1 to 5 years	1,918,993	3,783,393
Over 5 years		
Current value of liabilities from leasing activities	3,786,515	5,794,393

18. Retirement and termination benefit obligations

	CONSOLIDATED FIGURES		COMPANY FIGURES	
	31.12.2005	31.12.2004	31.12.2005	31.12.2004
<i>Amounts in Euros</i>				
Liabilities recorded in the balance sheet for:				
Retirement benefits	19,341,347	19,507,361	38,080	27,407
<i>Amounts in Euros</i>				
Charges to results				
Retirement benefits	5,262,487	3,499,177	10,673	4,107
Retirement benefits				
The amounts that have been recorded in the balance sheet are the following:				
<i>Amounts in Euros</i>				
Present value of funded liabilities	-	-	-	-
Fair value of assets and plan	-	-	-	-
Total	-	-	-	-
Present value of non-funded liabilities	22,198,966	20,413,798	38,080	27,407
Non-recorded actuarial (profits)/losses	-2,539,860	-577,437	-	-
Non-recorded cost of past service	-317,759	-329,000	-	-
	19,341,347	19,507,361	38,080	27,407
Liability recorded in the Balance Sheet	19,341,347	19,507,361	38,080	27,407
Changes in net liability recognised in the Balance Sheet				
Net liability at beginning of period	19,507,361	18,363,971	27,407	23,300
Employer contributions	-2,262,246	-	-	-
Benefits paid	-3,166,255	-2,355,783	-	-
Total expenditure recognized in the income statement	5,262,487	3,499,177	10,673	4,107
Net liability at end of period	19,341,347	19,507,365	38,080	27,407
Additional expenses or (income)	-	-	-	-
Actuarial loss or (profit)	-	-	-	-
Present value of liability at end of period	19,341,347	19,507,365	38,080	27,407
Analysis of expenditures recognised in the income statement				
Cost of current employment	1,578,781	1,049,776	-	-
Interest against the liability	728,519	484,413	-	-
Cost of additional benefits	1,496,152	994,834	-	-
Cost of arrangement from employee transfers	-80,624	-53,609	-	-
Profit from cutbacks from employee transfers	1,279,100	850,510	-	-
Expenses	237,401	157,855	10,673	4,107
Cost of past service during the period	23,159	15,399	-	-
Total expenditure recognised in the income statement	5,262,487	3,499,177	10,673	4,107
The main actuarial acknowledgments that were used for accounting purposes are the following:				
Discount rate	8.0%	9.1%		
Future salary increases	8.0%	8.1%		

19. Government grants

CONSOLIDATED FIGURES

<i>Amounts in Euros</i>	31/12/2005	31/12/2004
Balance at beginning of year	30,984,470	24,704,671
Collection of government grants	1,486,203	11,807,071
Collection of subsidies of the fiscal year		
Transfer of subsidies to results		
Transfer of government grants to receivables		
Amortisation of government grants	-3,223,673	-4,517,052
Purchase – (sale) of a subsidiary company		
Transfer of government grants to results		
Transfer from Liabilities / to Receivables	1,754,614	-1,010,220
Balance at year-end	31,001,614	30,984,470

Government grants have been received due to an investment in tangible fixed assets.

20. Trade and other payables

<i>Amounts in Euros</i>	CONSOLIDATED FIGURES		COMPANY FIGURES	
	31/12/2005	31/12/2004	31/12/2005	31/12/2004
Suppliers	141,220,697	144,962,020	6,215	6,720
Notes payable	33,668,856	34,919,019	-	-
Cheques payable	349,021	2,159,590	-	-
Advance payments from customers	10,606,470	9,412,516	2,148	2,430
Social security funds & other taxes-duties	11,897,734	16,434,089	3,944	3,765
Amounts due to associate entities	3,147,943	601,627	781,539	627,569
Liabilities to other holding companies	-	-	-	-
Dividends payable	1,762,675	135,449	-	-
Share of third parties on dividends payable	5,660	-	-	-
Sundry creditors	17,200,288	16,017,715	3,149,940	354,591
Deferred income	14,990,864	12,132,175	7,280	15,230
Accrued expenses	17,294,198	17,211,364	6,078	6,250
Other credit transitory accounts	2,216,552	6,319,110	130	-
Total	<u>254,360,958</u>	<u>260,304,673</u>	<u>3,957,274</u>	<u>1,016,556</u>
Non-current liabilities				
Current liabilities	254,360,958	260,304,673	3,957,274	1,016,556
Total liabilities	<u>254,360,958</u>	<u>260,304,673</u>	<u>3,957,274</u>	<u>1,016,556</u>

21. Provisions

Consolidated

	Pending court cases	Indemnifications to customers	Other provisions	Total
<i>1 January 2004</i>	1,530,000	2,221,275	1,211,387	4,962,662
Currency translation	-	-	-	-
Additional provisions for the fiscal year	7,223,124	6,285,441	154,000	13,662,565
Restructuring	-	-	-202,158	-202,158
Provisions used during the fiscal year	-	-	-566,000	-566,000
31 December 2004	8,753,124	8,506,716	597,228	17,857,068
Currency translation	-	-	-7,960	-7,960
Additional provisions for the fiscal year	974,731	686,395	1,154,236	2,815,362
Restructuring	-92,000	-	690,611	598,611
Provisions used during the fiscal year	-3,714,000	-5,800,000	-887,934	-10,401,934
31 December 2005	5,921,855	3,393,111	1,546,181	10,861,147
			2005	2004
Non-current liabilities			9,398,916	17,857,068
Current liabilities			1,462,231	-
			10,861,147	17,857,068

Pending court cases

From the total amount of the provision that has been raised, an amount equal to 3,7 million Euros concerns lawsuits that have been filed by the employees of "Corinth Pipeworks" concerning an accident that occurred at the Corinth plant in April 2003. This amount has been based on estimations of the company's Legal Department.

From the total amount of the provision that has been raised, an amount equal to 5 million Euros concerns a provision that has been raised by HALCOR regarding fines that have been imposed thereon by the European Commission regarding the company's violation of the rules of competition in the irrigation copper pipes market (see note 30).

Indemnification to clients

The provision that has been raised refers to losses that may arise as a result of the contractual liabilities of Corinth Pipeworks, due to its liabilities to its clients. The provision was estimated based on historical data and statistics from the resolution of similar past cases.

22. Expenses per category
Consolidated
31/12/2004

<i>Amounts in Euros</i>	Note	Cost of sales	Selling expenses	Administrative expenses	Total
Employee benefits	23	-131,337,922	-27,071,179	-43,162,621	-201,571,722
Cost of inventory recognised as an expense		-1,246,383,752	-	-	-1,246,383,752
Depreciation		-99,809,236	-2,895,373	-7,371,333	-110,075,942
Other expenses		-333,384,749	-99,029,921	-36,177,434	-468,592,104
Impairment of fixed assets		-	-	-396,000	-396,000
Total		-1,810,915,659	-128,996,473	-87,107,388	-2,027,019,520

31/12/2005

<i>Amounts in thousands of Euros</i>	Note	Cost of sales	Selling expenses	Administrative expenses	Total
Employee benefits	23	-150,802,429	-27,797,761	-34,218,892	-212,819,082
Cost of inventory recognised as an expense		-1,509,961,423	-3,022,603	-1,679,609	-1,514,663,635
Depreciation		-106,358,730	-2,681,361	-6,489,656	-115,529,747
Other expenses		-256,643,117	-97,982,632	-29,880,072	-384,505,821
Impairment of fixed assets		-531,802	-	-	-531,802
Total		-2,024,297,501	-131,484,357	-72,268,229	-2,228,050,087

Company
31/12/2004

<i>Amounts in thousands of Euros</i>	Note	Cost of sales	Selling expenses	Administrative expenses	Total
<i>Amounts in thousands of Euros</i>	23	-	-	-378,731	-378,731
Employee benefits		-	-	-	-
Cost of inventory recognised as an expense		-	-	-555,061	-555,061
Depreciation		-42,000	-	-1,284,569	-1,326,569
Other expenses		-	-	-	-
Impairment of fixed assets		-42,000	-	-2,218,361	-2,260,361

31/12/2005

<i>Amounts in thousands of Euros</i>	Note	Cost of sales	Selling expenses	Administrative expenses	Total
Employee benefits	23	-	-	-533,189	-533,189
Cost of inventory recognised as an expense		-	-	-	-
Depreciation		-	-	-548,152	-548,152
Other expenses		-42,000	-	-1,067,902	-1,109,902
Impairment of fixed assets		-	-	-	-
Total		-42,000	-	-2,149,243	-2,191,243

Depreciation is analysed as follows:

	2005	2004
Cost of sales	106,358,730	99,809,236
Selling expenses	2,681,361	2,895,373
Administrative expenses	6,489,656	7,371,333
Other operating income/(expenses) (net)	679,233	-
Total	116,208,980	110,075,942

23. Employee benefits

<i>Amounts in Euros</i>	CONSOLIDATED FIGURES		COMPANY FIGURES	
	31/12/2005	31/12/2004	31/12/2005	31/12/2004
Personnel fees and expenses	159,780,808	151,602,447	105,604	90,073
Social security expenses	39,727,504	38,679,897	17,417	16,570
Options granted to employees	-	18,383	-	-
Retirement cost of defined contribution programs	411,551	1,026	865	776
Retirement cost of defined benefit programs	5,262,487	3,499,177	10,673	4,107
Other employee benefits	7,973,601	7,770,792	398,630	267,205
Total	213,155,951	201,571,722	533,189	378,731

Employee benefits are allocated as follows::

	2005	2004
Cost of sales	150,802,429	131,337,922
Selling expenses	27,797,761	27,071,179
Administrative expenses	34,218,892	43,162,621
Other operating income/(expenses) (net)	336,868	-
Total	213,155,950	201,571,722

24. Finance cost

Consolidated

Amounts in Euros

Income

	31/12/2005	31/12/2004
Interest income	3,972,743	4,329,977
Currency translations	90,112	255,316
Interest rate swaps: cash flow hedging, transfer from net worth	-	
Interest rate swaps, fair value hedging	312,507	
Other (see below)	226,063	473,782
Total income	4,601,425	5,059,075

Expenses

Interest charges and related expenses	-49,370,194	-53,131,214
Promissory notes	-1,533,603	
Leasing	-311,027	
Currency translations		
Interest rate swaps: cash flow hedging, transfer from net worth		
Interest rate swaps, fair value hedging	-195,372	
Other (see below)	-704,361	-275,058
Total expenses	-52,114,557	-53,406,272

Finance cost (net)

	-47,513,132	-48,347,197
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25. Income tax

<i>Amounts in Euros</i>	CONSOLIDATED FIGURES		COMPANY FIGURES	
	31/12/2005	31/12/2004	31/12/2005	31/12/2004
Tax of the fiscal year	-18,190,838	-27,708,141	-1,273,993	-197,051
Deferred tax	-7,558,522	72,019,654	97,925	9,125,128
Total	-25,749,360	44,311,513	-1,176,068	8,928,077

Contingent liabilities that arise with regard to the tax are noted in detailed in not 30(b).

26. Other Income / (Expenses)

<i>Amounts in Euros</i>	CONSOLIDATED FIGURES		COMPANY FIGURES	
	31/12/2005	31/12/2004	31/12/2005	31/12/2004
Other income				
Grants of the fiscal year	352,907	840,662	-	-
Income from incidental activities	132,511	4,393,910	2,308,062	2,478,266
Interest income (from operating activities)	596,137	671,577	570,608	647,662
Amortisation of government grants received	3,223,673	4,517,052	-	-
Currency translations	6,231,940	2,822,781	-	150,557
Other income (see analysis below)	<u>8,434,520</u>	<u>8,531,313</u>	<u>378,485</u>	<u>2,336,560</u>
Total other income	<u>18,971,688</u>	<u>21,777,295</u>	<u>3,257,156</u>	<u>5,613,045</u>
Other expenses				
Production related expenses not incorporated in the operating cost	-3,083,575	-270,132	-	-
Development related expenses	-155,610	-192,886	-	-
Impairment of holdings and other financial assets	-62,830	-490,153	-	-
Impairment of fixed assets	-109,399	-26,653	-	-
Currency translations	-	-	-	-
Other expenses (see analysis below)	<u>-9,914,258</u>	<u>-5,644,725</u>	<u>-</u>	<u>-</u>
Total	<u>-13,325,672</u>	<u>-6,624,549</u>	<u>-</u>	<u>-</u>
Profits/(Losses) from the sale of fixed assets	<u>2,228,336</u>	<u>501,683</u>	<u>317,403</u>	<u>-1,100</u>
Profits/(Losses) from the sale of holdings	<u>39,955</u>	<u>-</u>	<u>-</u>	<u>-</u>
Profits/(Losses) from the sale of other financial assets	<u>328,615</u>	<u>6,231,717</u>	<u>333,834</u>	<u>-</u>
Derivative financial instruments (transfer from Equity)	<u>-8,724,701</u>	<u>-</u>	<u>-</u>	<u>-</u>
Other operating income-expenses (net)	<u>-481,778</u>	<u>21,886,146</u>	<u>3,908,393</u>	<u>5,611,945</u>
Income from dividends	<u>1,810,519</u>	<u>809,026</u>	<u>12,458,589</u>	<u>8,527,560</u>
Profits/Losses from associate companies				
Profits from associate companies	3,064,404	2,619,381	-	-
Losses from associate companies	<u>-910,734</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total	<u>2,153,671</u>	<u>2,619,381</u>	<u>-</u>	<u>-</u>

27. Cash generated from operations

<i>Amounts in Euros</i>	Note	CONSOLIDATED FIGURES		COMPANY FIGURES	
		1/1 to 31/12/2005	1/1 to 31/12/2004	1/1 to 31/12/2005	1/1 to 31/12/2004
Profits for the period		33,640,735	148,521,778	13,052,514	20,865,570
Adjustments for:		-	-	-	-
Tax	26	25,749,360	-44,311,513	1,176,068	-8,928,077
Depreciation & impairment of property, plant equipment & intangible assets	1	116,742,882	110,075,942	537,843	555,061
Impairment (Profits)/losses from the sale of property, plant equipment	10-13-14	6,295,013	-	-	-
(Profits)/losses from the sale of intangible assets (see below)		-2,268,291	-	-317,403	-
Goodwill of subsidiary companies		-	-	-	-
Goodwill of subsidiary companies		1,011,136	-	-	-
Other provisions	22	2,815,362	-	-	-
(Profit)/loss from valuation-sale of available-for-sale financial assets	11	-	-	-	-
Share in the results of associate companies	Bal. Sh.	-	-	-	-
Profits/(losses) from the fair value of investments		-328,615	-	-333,834	-
Interest income	2	-4,601,425	-2,928,142	-	-647,662
Interest expenses	25	52,114,557	47,961,976	-	-
(Income) from dividends	27	-1,810,519	-1,128,056	-12,458,589	-9,332,266
(Amortisation) of government grants	20	-3,223,673	-4,517,052	-	-
(Profits)/losses from associate companies	27	-2,153,671	-2,619,381	-	-
Currency translations		-775,054	-	-	-
Loss from the destruction of fixed assets	7a – 7b	-	-	-	-
Employee benefits due to retirement	19	5,262,487	-	-	-
		228,470,285	251,055,552	1,656,599	2,512,626
Changes in working capital					
(Increase)/decrease in inventories	13	-42,503,122	-98,716,000	-	-
(Increase)/decrease in trade and other receivables		-73,310,381	-122,105,000	-1,196,894	-801,000
Increase/(decrease) in trade and other payables		6,490,479	-63,577,000	3,504,275	-89,000
Increase/(decrease) in provisions		-9,811,282	9,970,000	-	-
Increase/(decrease) in retirement and termination benefit obligations		-5,428,501	1,143,000	10,673	4,107
		-124,562,807	-273,285,000	2,318,054	-885,893
Net cash generated from operations		103,907,478	-22,229,448	3,974,653	1,626,733

28. Commitments

1. Contractual commitments

<i>Amounts in Euros</i>	CONSOLIDATED FIGURES	
	31/12/2005	31/12/2004
Tangible fixed assets	20,962,221	6,150,720
Investment property	-	1,148,266
Intangible assets	-	-
Other	1,360,764	1,558,756
	<u>22,322,984</u>	<u>8,857,741</u>

2. Liabilities from operating leases

<i>Amounts in Euros</i>	CONSOLIDATED FIGURES	
	31/12/2005	31/12/2004
Up to 1 year	2,162,470	1,884,599
Between 1 to 1-5 years	5,619,272	5,373,728
More than 5 years	982,552	1,271,805
	<u>8,764,295</u>	<u>8,530,132</u>
Burden on results	<u>1,884,983</u>	<u>1,787,806</u>

29. Contingent Liabilities – Receivables

(a) The Group has contingent liabilities in relation to banks, other guarantees and other matters that arise within the framework of its ordinary business activities. No significant burdens are expected to arise from these contingent liabilities. Within the framework of their business activities, the Group's companies have issued (i) letters of guarantees to suppliers amounting to 35,438 thousand Euros, (ii) letters of guarantees for the satisfactory performance of works amounting to 20,718 thousand Euros and (iii) other guarantees amounting to 102 thousand Euros. In addition, third parties have issued guarantees amounting to 47,641 thousand Euros on behalf of the Group's companies.

(b) Pursuant to Greek legislation, the company's tax liabilities and those of its subsidiaries, for certain years, have not been finalised, as noted in detail in note 4.1(a).

The additional burden that may arise if a tax audit is conducted on the Group's companies may not be estimated at the present stage.

The Group's subsidiary company, ELVAL S.A., formed an tax exempt reserve, pursuant to the decision of the Committee for Accounting Standardisation and Audits of 17 February 2006, in the amount of 5,000,000 Euros and, consequently, estimated the tax of 2005 based on the profits that were determined from the application of the IFRS and not based on taxable profits. Due to the fact that the department of income tax has not taken an official position on the above matters until the date of publication of the financial statements included herein and due to the fact that they are subject to an audit, the tax authorities are not certain if they should question the company's estimations.

(c) In the event that the pending lawsuits are not decided in the favour of Corinth Pipeworks S.A., the company raised a provision until and including fiscal year 2004 amounting to 3,7513,124 Euros. During the current fiscal year, an amount of 3,714,000 Euros was paid to plaintiffs and an additional provision amounting to 882,731 Euros was raised.

The total amount of all provisions that have been raised is deemed sufficient and no additional burdens are expected to arise.

(d) In a research study that the Competition Director General of the European Commission conducted regarding the European copper pipe manufacturers, it established that certain companies violated the rules of competition in the copper water pipes market and imposed fines on seven companies, one of which was HALCOR S.A. HALCOR's fine amounted to 9,16 million Euros. The company deems that the abovementioned fine is unjustified and unfair and that the amount of the fine imposed was exorbitantly high. It has filed an appeal before the Tribunal of the European Communities against the Commission's decision. The Company's management, based on the opinion of its legal department as to the validity of its

- (e) appeal, deems that the final amount of the abovementioned fine (if the validity of the fine is judicially justified and confirmed) will not exceed 5 million Euros, a provision has been raised which has burdened the 2004 operating results.
- (f) The European Commission, as a countersigning party of the Kyoto Protocol, has committed itself to limiting the emission of gasses that contribute to the greenhouse effect. Within this framework, the European Commission issued a Community Directive that stipulates the commercialisation of carbon dioxide (CO₂) emission permits. This directive was adopted, pursuant to a law, by Greece affecting, among other industries, the steel industry. The Company has been informed from 1 January 2005 of the allocation that corresponds thereto according to the National Allocation Plan, as this has been approved by the European Commission. The Company did not include this in its financial statements since ownership titles have not yet been issued. If the corresponding CO₂ emission limit is less than the true emission, Greece shall be burdened with an additional cost either due to the purchase of gas emission allowances or to additional investments that shall be required in order to reduce the levels of CO₂ that are emitted, in order to avoid the imposition of a fine. The Company, based on the allocation that corresponds thereto, believes that it will not be burdened with additional costs when the gas emission permits shall be available.

30. Related party transactions

	CONSOLIDATED FIGURES		COMPANY FIGURES	
	31/12/2005	31/12/2004	31/12/2005	31/12/2004
Sale of goods/services				
Subsidiary companies	-	-	2,395,973	2,278,395
Other associate entities	9,889,662	5,403,805	-	-
	<u>9,889,662</u>	<u>5,403,805</u>	<u>2,395,973</u>	<u>2,278,395</u>
 Sale of fixed assets				
Other associate entities	6,245,663	-	-	-
	<u>6,245,663</u>	-	-	-
 Purchase of goods/services				
Subsidiary companies	-	-	40,752	40,752
Other associate entities	8,607,917	4,633,253	-	-
	<u>8,607,917</u>	<u>4,633,253</u>	<u>40,752</u>	<u>40,752</u>

Benefits to Management

	CONSOLIDATED FIGURES		COMPANY FIGURES	
	31/12/2005	31/12/2004	31/12/2005	31/12/2004
Fees-remuneration to Directors and Executives	6,071,020	5,770,017	398,630	267,205
	<u>6,071,020</u>	<u>5,770,017</u>	<u>398,630</u>	<u>267,205</u>

Year-end balances that arise from the sale-purchase of goods, services, fixed assets, etc.

	CONSOLIDATED FIGURES		COMPANY FIGURES	
	31/12/2005	31/12/2004	31/12/2005	31/12/2004
Receivables from associate entities:				
Subsidiary companies	-	-	1,327,251	1,620,772
Other associate entities	14,604,966	4,890,078	208,796	-
	<u>14,604,966</u>	<u>4,890,078</u>	<u>1,536,047</u>	<u>1,620,772</u>
Liabilities to associate companies:				
Subsidiary companies	-	-	781,532	627,569
Other associate entities	3,147,943	601,627	7	-
	<u>3,147,943</u>	<u>601,627</u>	<u>781,539</u>	<u>627,569</u>

31. Earnings per share

Ongoing activities

	CONSOLIDATED FIGURES		COMPANY FIGURES	
	31/12/2005	31/12/2004	31/12/2005	31/12/2004
<i>Amounts in Euros</i>				
Profits that correspond to the shareholders of the parent company	20,220,636	100,113,041	13,052,514	20,865,570
Weighted average number of shares	199,474,091	199,474,091	199,474,091	199,474,091
Basic earnings per share (Euros per share)	<u>0.101</u>	<u>0.502</u>	<u>0.065</u>	<u>0.105</u>

32. Dividends per share

The dividends for 2004 that amounted to 14,961 thousand Euros (0.075 Euros per share) were approved by the Annual General Meeting of shareholders that convened in June 2005.

33. Events that took place after the balance sheet date

On 30 March 2006 the Company's Board of Directors decided to propose to the Ordinary General Meeting that shall convene on 16 June 2006 the distribution of the following dividends to the shareholders:

Proposed dividend of fiscal year 2005	0.075 € per share
Number of shares	199,474,091
Total proposed dividend	14,960,556.83

The Board of Directors of HALCOR and FITCO S.A., during their meetings of 30 January 2006, decided to proceed in the merger of their respective companies through the latter's absorption by the former. The share exchange relation was determined based on studies that were conducted by two auditing companies on the value of each company.

The date of transformation was set for 31 January 2006. The merger shall be concluded pursuant to the provisions of Law 2166/1993 and Codified Law 2190/1920.

On 1 February 2006, TECHNOTHERM ABEE (a customer of HALCOR S.A.) stated that it would not be able to settle its debts. The total amount due amounts to 654,907 Euros, which is comprised of cheques in the amount of 500,000 Euros and an open balance in the amount of 154,907 Euros. During 2005, HALCOR S.A. raised a provision for doubtful debts, which burdened the Company's and Group's Results of the fiscal year, amounting to 20% of the abovementioned debt for which there is a good possibility that it will not be collected due to the fact that it is not covered by an insurance company.

In February 2006, the Board of Directors of TELECABLES S.A., a subsidiary of the HELLENIC CABLES S.A. Group of Companies, invited shareholders to attend an Extraordinary General Meeting during which they would discuss the matter concerning a decrease in the company's share capital (due to a capital surplus) with the payment of cash to shareholders.

34. Existing collateralised liens

Mortgages have been filed against the property of Hellenic Cables S.A., ICME ECAB S.A., Romania, in the amount of 20 million Euros, and Corinth Pipeworks S.A., in the amount of 73 million Euros, against its loan obligations.

36. Assumed liabilities

Capital liabilities

There are no significant capital commitments to investments as at the Balance Sheet date.

37. Personnel

The number of persons employed by the Group and Company at the end of the current period amounted to 8.363 and 2 persons respectively.

Auditor's Report

To the Shareholders of VIOHALCO Hellenic Copper and Aluminium Industry S.A.

We have audited the Balance Sheet included herein of VIOHALCO Hellenic Copper and Aluminium Industry S.A. (the "Company"), as well as the consolidated balance sheet of the Company and its subsidiaries (the "Group") of 31 December 2005 and the Company's and Group's relative income statements, cash flow statements and statements of changes in equity for the fiscal year that ended on 31 December 2005. The Company's management is responsible for preparing the financial statements included in pages 1 to 97. Our responsibility is restricted to forming and stating our opinion on the financial statements based on the audit that we conducted.

Our audit was conducted in accordance with the Hellenic Auditing Standards, which are consistent with the International Auditing Standards. These Standards oblige us to plan and carry out our audit in a manner that guarantees a reasonable certainty that the financial statements do not contain any significant inaccuracies and omissions. Our audit includes the examination, on a sample basis, of evidentiary information that support the figures and information contained in the financial statements. Our audit also includes an evaluation of the accounting principles that were applied, of the estimations that were effected by the Company's management and, in general, of the presentation of the financial statements' information, as well as an evaluation regarding the consistency of the content of the Report of the Board of Directors that is included in pages 66 to 69 with the financial statements. We believe that the audit that we conducted provides a reasonable basis on which we may form our opinion.

In our opinion, the aforementioned corporate and consolidated financial statements accurately depict both the Company's and Group's financial position as at 31 December 2005, as well as the results from activities, and their cash flows for the fiscal year that ended on that date, pursuant to the International Financial Reporting Standards that have been adopted by the European Union, and the content of the Report of the Board of Directors is consistent with the aforementioned Financial Statements.

Without expressing any reservation in terms of the conclusions of our audit, please refer to Note 30(b) of the Notes to the Financial Statements that notes in detail the uncertainties that exist with regard to the tax liabilities of the group's subsidiary companies.

Athens, 31 March 2006

PRICEWATERHOUSECOOPERS

THE CERTIFIED AUDITOR

AUDITING SOCIETE ANONYME

Kiriakos Riris

268 Kifisias Ave

Ass. of Cert. Aud. –Acc. Reg. No. 12111

152 32, Chalandri

Ass. of Cert. Aud. –Acc. Reg. No. 113

Report of the Board of Directors of the Societe Anonyme

“VIOHALCO HELLENIC COPPER AND ALUMINIUM INDUSTRY S.A.”

on the Financial Statements –Consolidated and Corporate– of fiscal year 2005.

**To the Ordinary General Meeting
of the Shareholders of 15 June 2006**

Athens, 30 March 2006

Dear Shareholders,

We hereby submit before you the financial statements that have been prepared according to the International Financial Reporting Standards, as these have been adopted on 1 January 2005, as well as the present report for the fiscal year from 1 January to 31 December 2005.

General remarks – consolidation

The consolidated Financial Statements arose from the integrated consolidation of the corresponding financial statements of the fiscal year of “VIOHALCO S.A.” and its subsidiaries:

SIDENOR S.A., ELVAL S.A., HALCOR S.A., NOVAL S.A., ANAMET S.A., SANITAS AGENCIES S.A., TEKA SYSTEMS S.A., ALCOMET S.A., VITRUVIT S.A., DIATOUR S.A., ATTIKA METALWORKS S.A., ANTIMET S.A., DIAPEM S.A., ELKEME S.A., ATITKI S.A. seated in Athens, TEPROMETAL AG seated in Düsseldorf, Germany, and TEPROMETAL S.A., seated in Pernik, Bulgaria. KERAMEIA AXIOU S.A., a newly established company, was not incorporated based on the integrated consolidation method whereas it had not yet begun operating.

Holdings in E.VI.KE S.A., ALMET LTD, SANITAS TRADING, SYMETAL S.A., SIDMA S.A., ETEM S.A., ERLIKON WIRE PROCESSING S.A. and DEPAL S.A. were valued based on the acquisition cost method since most of the financial assets are unlisted titles that cannot be valued at fair value, while SOVEL and FITCO S.A. were incorporated based on the integrated consolidation method by SIDENOR S.A. and HALCO S.A.

Notes to the Balance Sheet

Group

As a result of the entries that were recorded regarding the parent company's integrated consolidation, an offsetting credit consolidation difference in the amount of 100,347 thousand Euros arose. This difference has been recorded as an increase to the Net Worth of the consolidated balance sheet. Third-party rights on equity and profits amount to 508,474 thousand Euros. These rights have been recorded as a liability in the Balance Sheet. The Group's total Net Worth amounts to 1,482,037 thousand Euros in relation to 1,464,194 thousand Euros that it recorded in the previous fiscal year.

Company

In 2005, the Company's fixed assets amounted to 867,135 thousand Euros in relation to 863,884 Euros of 2004, while its current assets amounted to 27,344 thousand Euros, recording an insignificant change in relation to the previous year.

Turnover

In 2005, the Group's turnover increased by 8%, amounting to 2,331,470 thousand Euros in relation to 2,154,262 thousand Euros of 2004. The Group's turnover is analysed as follows:

The Group's consolidated turnover

Company name	Turnover
SIDENOR S.A.	957,045,619
ELVAL S.A.	706,067,800
HALCOR S.A.	711,732,053
ANAMET S.A.	68966,862
TEKA SYSTEMS S.A.	14,350,345
TEPRO METAL A.G.	71,545,830
VITRUVIT S.A.	8,282,816
TEPRO METAL S.A.	1,039,716
NOVAL S.A.	2,562,117
DIATOUR S.A.	0
ATTIKI S.A.	295,000
ANTIMET S.A.	1,464,755
SANITAS AGENCIES S.A.	0
ALCOMET S.A.	0
ATTIKA METALWORKS S.A.	2,190,434
DIAPEM S.A.	0
ELKEME S.A.	1,524,910
VIOHALCO S.A.	52,844
Total amount before deletions	2,547,121,101
Less: Deletions	-215,650,198

Total consolidated sales (after deletions)	2,331,470,903
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Results

Group:

The Group's consolidated profits before taxes and third-party rights for fiscal year 2005 amounted to 59,390 thousand Euros, and after income tax to 18,191 thousand Euros and deferred tax to 7,559 thousand Euros. The Group's total net profits amounted to 33,641 thousand Euros, recording a decrease of 77% in relation to 2004.

It should be noted that income from holdings does not include dividends received from the previous year's profits due to the integrated consolidation of the Group's subsidiary companies.

The Group's gross profit for the present fiscal year amounted to 307,173 thousand Euros in relation to 343,346 thousand Euros that it recorded during the previous fiscal year (a decrease of 10.5%), and corresponds to 13.1% of its turnover in relation to 15.9% of the previous year.

The Group's results were affected by the restriction of gross margins, due to severe international competition and to the unfavourable, for exports of European products, EURO-USD exchange rate, particularly during the A' semester of 2005.

Apart from the above, it should be noted that the decrease in net profits after taxes of fiscal year 2005 in relation to those of 2004 is also due to the fact that the corresponding profits of 2004 appear increased by 72 million Euros due to the fact that the reduction in the tax rate from 35% to 25% had a direct affect on deferred taxation.

Company:

The company's profits before taxes for fiscal year 2005 amounted to 14,228 thousand Euros in relation to 11,937 thousand Euros of 2004, recording an increase of 19% in relation to the previous year due to an increase in income from dividends of subsidiary companies that amounted to 12,458 thousand Euros in relation to 8,527 thousand Euros.

Financial position

The ratios that express the Group's and Company's financial position for fiscal years 2005 and 2004 are presented below:

<u>Group Ratios:</u>	2005	2004
Liquidity:	$\frac{\text{Current Assets}}{\text{Current Liabilities}}$	
	1.84	2.19

Owned Capital to Borrowed Capital:	Equity Loan Capital	1.22	1.30
Net Worth:	Profits before taxes Equity	0.04	0.07
Asset turnover:	Equity Fixed assets	0.83	0.81

Company Ratios:

		2005	2004
Liquidity:	Current Assets Current Liabilities	4.83	18.72
Net Worth:	Profits before taxes Equity	0.02	0.01
Asset turnover:	Equity Fixed assets	8.02	8.00

Conclusions – prospects

In 2005, the VIOHALCO Group of Companies continued to invest in technology and equipment in order to, primarily, increase the productivity of its existing plants, to decrease production costs and to improve the quality of its products so that it may improve its competitive position, in terms of its products, in the international market. In 2005, the Group's total investments in tangible and intangible assets and property amounted to 98,2 million Euros.

If these efforts are accompanied with more favourable international concurrences, more favourable results should be expected, which will positively affect the turnover and results of the Group's production companies.

Proposed dividends, pending the approval of the General Meeting of the shareholders, amounts to 0.075 Euros per share.

Finally, we would like to turn your attention to the financial statements of the present report that have been prepared according to the IFRS, which are an integral part thereof.

In conclusion, we request you approve the Consolidated and Corporate Financial Statements of fiscal year 2005.

Athens, 30 March 2006

THE BOARD OF DIRECTORS

The Chairman of the Board of Directors

Nikolaos M. Stasinopoulos

CERTIFICATION

We hereby verify that the present Report of the Board of Directors, which is comprised of four (4) pages, is that which is noted in the auditor's report that I issued on 31 March 2006.

Athens, 31 March 2006

The Certified Auditor Accountant

Kiriakos Riris

Ass. of Cert. Aud. –Acc. Reg. No. 12111

PRICEWATERHOUSECOOPERS

Auditing Societe Anonyme

Report of article 2, par. 4 of law 3016/2002

as to the company's transactions with affiliated companies, in accordance with article 42E par.5 of the law 2190/1920, during the financial year 2005.

Euro '000

Company	Receivables	Liabilities	Expenses	Income
ELVAL S.A.	28.31	212.47	42.98	141.78
HALCOR S.A.	50.00	0.00		1,134.00
TEKA SYSTEMS S.A.	0.31	0.00		
FITCO S.A.	0.04			
SIDENOR S.A.	12.20			166.05
NOVAL S.A.	550.00			
SYMETAL S.A.	294.78	269.06		1.58
SOVEL S.A.				168.00
ELVAL COLOR S.A.	6.37			4.70
HELLENIC CABLES S.A.	0.33			105.66
ETEM S.A.	37.94			65.75
ETEM COMMERCIAL S.A.	2.92			0.84
VECTOR S.A.		300.00		395.35
SIDMA S.A.	6.65			
ERLIKON WIRE PROCESSING S.A.	3.67			
METALLOURGIA ATTIKIS S.A.		0.01		78.42
XENKA S.A.	127.58			
ANOXAL S.A.	413.99			4.22
TELECABLES S.A.	0.95			
EL.KE.ME. S.A.				79.20
STEELMET S.A.			3.77	
TOTAL	1,536.05	781.54	46.75	2,395.97

ARTICLE 10 OF LAW 3401/2005 INFO

A) Announcements – Notifications, regarding the time period 1.1-31.12.2005 have been sent to the Daily Statistical Bulletin and are attached in the website of Athens Exchange (www.ase.gr).

13/01/2005 . Ex-dividend day / dividend payment notification

In accordance with the regulation of Athens stock Market and in order to inform investors, the company VIOHALCO S.A. announces that within 2005, the Board of Directors of the company will propose to the Annual Ordinary General Meeting of the company the Ex- dividend date to take place between 20.6.2005 and 14.7.2005, also expiry dates of derivatives on the FTSE/ASE 20 Index, in which the share of the company is included.

28/02/2005. Other significant events announcement – Change of company's headquarters

We would like to inform you that after the Boards of Directors' decision the company's headquarters will operate from 1st March 2005 in the following address in Pyrgos Athinon: Building B, 2-4 Messogion Av., Athens..

28/02/2005. Publication of Financial Statements of fiscal year 2004

28/02/2005. Announcement of the company's corporate developments

PRESS RELEASE – RESULTS' IMPROVEMENT

The consolidated turnover of VIOHALCO S.A. increased by some 40% in 2004 compared to fiscal year 2003, as it amounted to euros 2,167 million. The consolidated profits before tax and minority interests reached euros 95 million, increased by some 135%, while the EBITDA reached euros 310 million, showing an increase of 72% in relation with the fiscal year 2003. Depreciations for the period, which burdened the results, increased by some 46% as they amounted to euros 161 million. Finally, the profits of VIOHALCO S.A. equalled euros 12.2 million and the management of the company will propose in the upcoming Shareholders General Assembly of the company the distribution of a dividend of euros 0.075 per share. Also, the Group's total investments in 2004 amounted to euros 89 million.

The turnover increase is due to the volume increase of products on sale and to the price of metals, while the significant increase of results is due to margins' improvement, production cost restriction and improved new production line improvement that was gradually achieved. The results were negatively affected by the exchange rate of euro against the American dollar, which reduces our products' competitiveness in the dollar-zone markets.

VIOHALKO continued in 2004 investing in technology and equipment with main aim to increase subordinate units' productivity, the production cost reduction as well as the improvement of products manufactured. The Group's total investments during 2004 amounted €89 million.

The constant improvement of productive units' efficiency, the development both in productive but also in organizational level, along with the emphasis on commercial facilities and networks, is expected to further consolidate the Group shareholders' presence in international markets and increase turnover and profits.

28/02/2005 & 02/03/2005.

Notification on ex-dividend day /dividend payment. Company's intended corporate actions' program.

“VIOHALCO HELLENIC COPPER AND ALUMINIUM INDUSTRY S.A.” in accordance with article 277, par. 2c of Athens Exchange regulation, regarding the company's intended corporate actions' program, announces that:

The Annual Ordinary Shareholder Meeting of the company, as to the approval of the financial statements on 31/12/2004, will take place within the month of June 2005. The dividend payment will occur within a two-month period starting from its approval date from the Ordinary General Meeting.

30/3/2005. Announcement regarding Financial/Accounting Statements commendation

Following the decision of our company's Board of Directors, on 11.3.2005, modified financial statements were compiled, in accordance with clarifications provided by the Ministry of Economics decision 1020748/10361/B0012, issued on 28.2.2005, according to which a specific article 2 of law N.3220/2004 investment fund was created by the subsidiary companies, resulting to the reassessment of the provision to leaving employees compensation amounts, income tax amounts, minority income and shareholders capitals interests and the remaining profits to new, as shown in the fiscal year financial statements and the balance sheet. The previously mentioned were published on 24.3.2005 in the newspapers “KATHIMERINI” and “NAFTEMPORIKI”.

31/03/2005. Reply to Athens Exchange query

In reply to your letter on 29/03/2005 with protocol number 14227, regarding the imminent Athens Exchange. website publication of the total units of “Additional Financial Interests Information” on 31.12.2004, which we submitted to Athens Exchange via HERMES system, we would like to inform you that there are not any additional specifications or remarks.

26/05/2005. Upcoming General Meeting

In accordance with the law and the company's chart, the anonyne company's Board of Directors “VIOHALCO HELLENIC COPPER AND ALUMINIUM INDUSTRY S.A.” is kindly requesting the shareholders' presence at the Ordinary General on Friday the 17th June 2005, at 12:30 pm, at ATHENS IMPERIAL hotel, Karaiskaki sq, Athens, in order to discuss and reach to a decision regarding the following issues:

DAILY AGENDA ISSUES

- 1.-Approval of the annual financial statements of fiscal year 2004, along with their Board of Directors' and auditor's reports.
- 2.-Release from any compensation responsibility of members of the Board of Directors and auditors for fiscal year 2004
- 3.-Resolution on the manner and time of profit distribution of fiscal year 2004.
- 4.-Auditors' election for fiscal year 2005 and fee arrangement.
- 5.-Members of new Board of Directors' election in accordance with regulations of law N. 3016/2002 on corporate management as modified by law N.3091/2002.
- 6.-Other announcements

Shareholders who wish to attend the General Meeting, are required to submit to the headquarters at 16 Heimaras St. Maroussi (tel: 210- 6861349, fax: 210-6861398), at least five days before the

Meeting, the stock binding certifications as well as their delegates' proxies and to abide by the regulations of the law and the company's chart.

17/06/2005 . Announcement on the company's corporate developments

PRESS RELEASE – RESULTS' IMPROVEMENT.

At the shareholders' Ordinary General Meeting of VIOHALCO, convened today, on Friday 17th 2005, at ATHENS IMPERIAL hotel, Karaiskaki sq., Athens, the company's results and prospects were presented. The Meeting approved the dividend distribution amounting €0,075 per share, beneficiaries of which will be the share owner at the close of the ATHEX trading session on 30th June 2005. The dividend is bound to be paid to the shareholders from Wednesday 13th June 2005. During 2004 the unified turnover of VIOHALCO was increased by 40% opposed to 2003, and reached €2.167 million. Unified profits and third party interests before tax reached €96 million, increased by 140%, whilst interest and depreciations profits ("EBITDA") amounted €311 million, increased by 74% opposed to those in 2003. Depreciations of the period, which burdened the results, reached €161, increased by 46%, while investments amounted €89 million, thus increasing the last five-year total investments to approximately €1 billion.

The turnover increase is due to the volume increase of products on sale and to the price of metals, while the significant increase of results is due to margins' improvement, production cost restriction and improved new production line improvement, gradually achieved. The results were negatively affected by the exchange rate of euro against the American dollar, which reduces our products' competitiveness in the dollar-zone markets.

The constant efficiency improvement of production lines, the progress indicated, in both productive and organizational level, along with the emphasis given on commercial infrastructure and network development, are bound to further consolidate the presence of the Group in the international markets.

Finally, the Meeting, due to lack of the quorum required by the chart, did not proceed with the new Board of Directors' election. This issue will be addressed at the recurring shareholders General Meeting, which is appointed on 30th July 2005, Thursday, 12:30 at Athens Imperial Hotel, Karaiskaki Sq., Athens.

17/06/2005. Upcoming General Meeting

Of the Anonyme Company "VIOHALCO HELLENIC COPPER AND ALUMINIUM INDUSTRY S.A.", Soc. Anonym. Reg. No. 6053/06/B/86/105.

In accordance with the law and the company's chart, the anonyme company's Board of Directors "VIOHALCO HELLENIC COPPER AND ALUMINIUM INDUSTRY S.A." is kindly requesting the shareholders' presence at the recurring Ordinary General on Thursday the 30th June 2005, at 12:30 pm, at ATHENS IMPERIAL hotel, Karaiskaki sq, Athens, in order to discuss and reach to a decision regarding the following issue:

DAILY AGENDA ISSUE

Members of new Board of Directors' election in accordance with regulations of law N. 3016/2002 on corporate management as modified by law N.3091/2002.

Shareholders who wish to attend the General Meeting, are required to submit to the headquarters at 16 Heimaras St. Maroussi (tel: 210- 6861349, fax: 210-6861398), at least five days before the Meeting, the stock binding certifications as well as their delegates' proxies and to abide by the regulations of the law and the company's chart.

21/06/2005. Ordinary General Meeting resolutions on 17-6-2005

On 17th June 2005, at 12:30pm, the shareholders of “VIOHALCO HELLENIC COPPER AND ALUMINIUM INDUSTRY S.A.” at ATHENS IMPERIAL hotel, Karaiskaki sq, Athens, convened at the scheduled Annual General Meeting. Shareholders who attended represent 61,20% of the total 199.474.091 stocks into which is divided the registered capital sock of the company. The General Meeting addressed the following issues:

- 1.-Approved the annual financial statements of fiscal year 01/01/2004 – 31/12/2004 along with their Board of Directors’ and Auditors’ reports with a percentage of 79,26% over the total of votes.
- 2.- Releasing members of the Board of Directors and auditors for fiscal year 01/01/2004– 31/12/2004 from any compensation responsibility, with a percentage of 79,33% over the total of votes.
- 3.-Approved net profit distribution of fiscal year 01/01/04 – 31/12/2004 and dividend distribution euro 0,075 per share, with a percentage of 79,33% over the total of votes. It was decided that the company’s dividend beneficiaries will be the shareholders at the close of the ATHEX trading session on 30th June 2004. Starting from 1st July 2005, the stock will be will be traded ex-dividend. Dividend payment is bound to commence from 13th July 2005 via ALPHA BANK network.
- 4.-The auditors elected for the next fiscal year 2005, are the certified audit company “PRICEWATERHOUSECOOPERS”, paid in accordance with its relevant offered fee (with a percentage of 79,33% over the total of votes.
- 5.-Over the issue of the new members of the Board of Directors’ election, the Meeting did not conclude, due to lack of quorum. The election will be discussed at the reoccurring General Meeting.
- 6.-There were no announcements addressed to the shareholders.

23/06/.2005 . Notification on ex-dividend day /dividend payment for fiscal year 2004.

According to the decision of the shareholders’ Ordinary General Meeting, convened on 17th June 2005, the net dividend or fiscal year 2004 amounts to euro 0,075per stock. Dividend beneficiaries are company’s share owners at close of the ATHEX trading session on 30th June 2005. The dividend is bound to be paid to the shareholders from Wednesday 13th June 2005. Starting from 1st July 2005, the stock will be will be traded ex-dividend at Athens Exchange. Dividend payment is bound to commence from 13th July tom 31st December 2005, via ALPHA BANK headquarters and branches’ network. After the date expiration, dividend payment will be issued by the company’s headquarters at 16 Heimaras St., 151 25, Maroussi.

In order to collect dividend payment, beneficiaries are obliged to bring:

- Beneficiary certification from Central Securities Depository S.A.
- Identity card .
- Tax Register Number and relevant tax authority

In case of dividend payment collection by a third party, a written proxy, with counter-signature authentication by a Bank or a Police Authority, in which all beneficiary credentials will be included. For any further information shareholders can appeal to the company’s Stock Department (Mrs Eustathia Marou) tel: 210-68.61.111, during working days and hours.

30/06/2005. Publication of Interim Financial Statements (IFRS) 1st trimester 2005.

30/06/2005. Resolution of reoccurring Ordinary General Meeting – Board of Directors’ election.

Today, on 30th June at 12:30pm, the shareholders of “VIOHALCO HELLENIC COPPER AND ALUMINIUM INDUSTRY S.A.”, convened at a reoccurring Ordinary General Meeting, at ATHENS IMPERIAL hotel, Karaiskaki sq, Athens over daily agenda issues.

A new Board of Directors was elected, in accordance with regulations concerning corporate management, for a 1-year term – until the Ordinary General Meeting of 2006 – with the following members: 1. Nikolaos Stasinopoulos, 2. Ioannis Fikioris, 3. Georgios Gontikas, independent member, 4. Charalambos Metaksopoulos, 5. Evangelos Moustakas, 6. Zacharias Hatzipanagiotou, 7. Athanassios Paspasyrou, 8. Jacques Moulaert, 9. Jean-Pierre de Launoit.

The resolution over the previously mentioned issue was taken with a 61,40% participation and with a 78,89% majority. .

14/7/2005. Announcement – Correct republication of unified cash flows of 31.03.2005

We would like to acknowledge the following “Miscalculations Correction” (Report elements - unified–cash flows) of the financial info and elements publication on 31.3.2005, published on 30.6.2005 in the newspaper “ESTIA”, as republished in the newspaper “ESTIA” on 14.7.2005:

“VIOHALCO HELLENIC COPPER AND STEEL INDUSTRY S.A.”

MISCALCULATION CORRECTION

In the financial statements’ publication of the period from 1.1.2005 to 31.3.2005, in the newspaper “ESTIA” on 30.6.2005, certain unified cash flow elements were erroneously registered. The correct republication is the following:

CASH FLOW REPORT ELEMENTS		
Euro ‘000	CONSOLIDATED	
	1.1.2005- 31.3.2005	1.1.2004 – 31.3.2004
Cash flows from operating activities	45,040,844	91,491,018
Changes in working capital and other operating changes	-62,847,842	-166,747,665
Total cash (used in) from operating activities	-17,806,998	-75,256,647
Total cash (used in) from investing activities	-19,764,681	-37,550,866
Total cash (used in) from financing activities	47,727,935	109,965,848
Net (decrease) / increase in cash and cash equivalents	10,156,256	-2,841,665
Cash and cash equivalents at the beginning of the period	55,306,890	53,417,576
Cash and cash equivalents at the end of the period	65,463,146	50,575,911

22/07/2005 . Notification in accordance with article 4 paragraph 1 case d) of the resolution of HCMC BoD 5/204/14.11.2000, α. 10 of the law N.

3340/2005 and article 2 paragraph 2 case (d) of resolution of HCMC BoD 3/347/12.7.2005.

We would like to announce that VIOHALCO S.A. acquired 9.969 nominal capitals that represent 50% of the share capital of the non-listed company “ANTIMET ANONYME TRADE AND INDUSTRIAL METAL, HYDRAULICWARE, SANITARYWARE, CABLES COMPANY”, at the cost of euro 1.500.000,00. this company operates in the metal products’ representation . Following this acquisition VIOHALCO’S S.A. participation in the company reaches 89,31%.

30.09.2005. Publication of Interim Financial Statements (IFRS) 1st semester 2005

17/11/2005 . Notification of composition change of the Board of Directors or sovereign managerial executives.

According to article 4, par. 1, element ε of the Hellenic Capital Market Commission resolution 5/204/14.11.2000, the company VIOHALCO S.A., announces that today on 17.11.2005, Mr. Jacques Moulaert resigned from the Board of Directors.

24/11/2005. Notification of composition change of the Board of Directors.

In accordance with the decision 3/347/12.7.2005 of the Hellenic Capital Markets Commission Board of Directors, Article 2, paragraph 2(e), the company VIOHALCO S.A. announces herewith that on 23.11.2005, Mr.George Rosenfeld was elected as a Member of the Board of Directors in replacement of the resigning member Mr.Jacques Moulaert. Consequently, the new composition of the company's Board of Directors is the following: 1. Nikolaos Stasinopoulos, Chairman, Executive Member. 2. Ioannis Fikioris, Vice-Chairman, Non-Executive Member. 3. Evangelos Moustakas, Executive Member. 4. Zaharias Hatzipanagiotou, Independent, Non-Executive Member. 5. Georgios Gontikas, Independent, Non-Executive Member. 6. Charalambos Metaxopoulos, Non-Executive Member. 7. Athanassios Papaspyrou, Non-Executive Member. 8. Jean-Pierre de Launoit, Non-Executive Member. 9. George Rosenfeld, Non-Executive Member.

30.11.2005 . Publication of Interim Financial Statements (IFRS) 3^d trimester 2005

30/11/2005 . Announcement on other significant events – Commencement of a Market Making Agreement – NATIONAL SECURITIES S.A. as market maker

VIOHALCO, HELLENIC COPPER AND ALUMINIUM INDUSTRY, S.A., a company listed on the Athens Exchange, (the Issuer) would like to announce to the investors that, after a relevant application of the company National Securities, S.A., the Board of Directors of the Athens Exchange, following its resolution dated 29/11/2005, approved as market maker for the Issuer's shares the company National Securities, S.A. The starting date of the above market making was set to be the 1/12/2005. A Market making Agreement has been signed between the Issuer and National Securities, S.A., under the following basic Terms: 1. The National Securities, S.A. will transfer to the ATHEX Trading System (OASIS) market making orders (quotes) on its account, concerning the issuer's shares, in accordance with the specific provisions of the pertinent legislation in force. For this service the Issuer will pay a fee to the National Securities, S.A. 2. The duration of the Market Making Agreement is one (1) year.

09/12/2005. Announcement on other significant events – Commencement of a Market Making Agreement – MERIT SECURITIES S.A. as market maker

The company VIOHALCO, HELLENIC COPPER AND ALUMINIUM INDUSTRY, S.A., listed in the Athens Exchange, (the Issuer) would like to announce to the investors that, after a relevant application of the company Merit Securities, the Board of Directors of Athens Exchange, following its resolution dated 8/12/2005, approved as market maker for the Issuer's shares the company Merit Securities As starting date of the above market making was fixed on 12/12/2005. A Market making Agreement has been signed between the Issuer and Merit Securities, under the following basic Terms: 1. Merit Securities will transfer to the ATHEX Trading System (OASIS) market making orders (quotes) on its account, concerning the issuer's shares, in accordance with the specific

provisions of the pertinent legislation in force. For this service the 'Issuer' will pay a fee to Merit Securities. 2. The duration of the Market Making Agreement is of one (1) year duration.

16/12/2005 . Notification of change in the company's stock percentage according to PD 51/92.

As notified by our shareholder COFIDIN S.A., its participation in the capital share of our company, following transactions on 15/12/2005, was modified from 4,96% (9.893.269 stocks out of 199.474.091 in total) to 7,90% (15.763.269 stocks out of 199.474.091 in total).

29/12/2005. Notification of change in the company's stock percentage according to PD 51/92.

We would like to inform you that we were notified by our shareholder Nikolaos Stasinopoulos that on 28/12/2005, he acquired 7.600.000 common anonym stocks of our company out of 199.474.091 in total. Following this acquisition, Nikolaos Stasinopoulos' participation in VIOHALCO S.A. capital has reached from 1,15% (2.300.375 stocks) to 4,96% (9.900.375 stocks) and his electoral rights from 3,36% (6.706.495 electoral rights) to 7,17% (14.306.495 electoral rights).

Website Address of the company

In our company's, www.viohalco.gr the annual financial statements are attached, as well as the certificates of the certified auditors and the BoD reports of the companies under the regulations of article 134, par. 1 of law N 2190/1920 and are consolidated by the company.