



Babis Vovos International Construction S.A.

Mid-year Financial Report

for the six months ended 30 June 2010 in accordance with IFRS
applicable to interim financial reporting (IAS 34)

Index

A. Statement by the Members of the Board of Directors	3
B. 1st half 2010 Report of the Board of Directors of “Babis Vovos International Construction S.A.” on the interim condensed financial information for the period ended 30 June 2010	4
C. Report on Review of Interim Financial Information.....	10
D. Interim Condensed Financial Information.....	12
Balance sheet	12
Income statement	13
Statement of changes in equity	15
Cash flow statement.....	16
Notes on the interim condensed financial information.....	17
1 General information.....	17
2 Basis of preparation	17
3 New standards, amendments to standards and interpretations.....	18
4 Segment Reporting.....	23
5 Investment property.....	25
6 Borrowings.....	28
7 Trade and other payables.....	30
8 Derivatives	30
9 Provisions.....	31
10 Revenue	31
11 Operating profit	32
12 Earnings per share	32
13 Cash generated from operations	33
14 Contingencies.....	33
15 Related-party transactions	34
16 Number of employees.....	36
17 New subsidiary	37
18 Events after the balance sheet date.....	37
E. Figures and Information (Consolidated and Company).....	38

A. Statement by the Members of the Board of Directors

(in accordance with the provisions of Law 3556 / 2007 – article 5 – par. 2)

Hereby, it is confirmed that to the best of our knowledge, the interim condensed financial information of ‘Babis Vovos International Construction S.A.’, for the first half of 2010, has been prepared in accordance with the International Financial Reporting Standards applicable to the interim financial reporting (“IAS 34”) and provide a true and fair view of the Assets, the Liabilities, the own capital and the total comprehensive income of the company and the entities included in the consolidated financial statements, taken as a whole.

Furthermore, it is confirmed that to the best of our knowledge, the half year Board of Directors’ Report presents in a true way the information required by Law 3556 / 2007 (article 5 – par. 6).

Athens, 30 August 2010

CHAIRMAN OF THE BoD

VICE-CHAIRMAN OF THE
BoD & CHIEF EXECUTIVE
OFFICER

MEMBER OF THE BoD

CHARALAMBOS VOVOS

ARMODIOS VOVOS

TRIADA VOVOS

Id. C. No AB 287946

Id. C. No F 015559

Id. C. No N 331280

B. 1st half 2010 Report of the Board of Directors of “Babis Vovos International Construction S.A.” on the interim condensed financial information for the period ended 30 June 2010

This Mid-year Financial Report for the six months ended 30 June 2010 has been prepared in accordance with IFRS applicable for the Interim Financial Information. It provides a true and fair view of the Assets, the Liabilities, the own capital and the total comprehensive income of the company and the entities included in the consolidated financial statements, taken as a whole, at 30/06/2010.

1. 1ST HALF 2010 FINANCIAL RESULTS AND MAJOR EVENTS

FINANCIAL RESULTS

Revenue

Consolidated revenue for the period ended 30 June 2010 reached at € 25.6 million compared to € 26.5 million approximately of the respective period of 2009 decreased by 3.5%. The consolidated revenue is analysed as follows:

<i>amounts in € thousand</i>	1/1 - 30/06/2010	1/1 - 30/06/2009	% change
Rental income	24,863	25,535	(2.63%)
Property sales	-	503	-
Construction works	759	510	48.91%
Total	25,622	26,549	(3.49%)

The above table indicates that there has been a decrease in the rental revenue by 2.63% no property sale was recorded. Rental revenue decreased by 2.63% resulting mainly from the decision not to renew sublease contracts from which there was no significant benefit for the Group while the respective management and property operation responsibility had been increased. It is a management decision to concentrate on lease agreements referring to Group investment property which represent over 70% of Group lease revenue. Lease revenue from lease agreements on investment property were increased on a net basis by 1.02% due to rent adjustments that include an annual upward revision based on Greek CPI plus 100 basis points.

During the first half of 2010, no property sales was made while, during the respective period of 2009, property sales mainly included sales of residential properties amounting to € 0.5 million.

Gross margin

During the first half of 2010, consolidated gross margin reached at € 14.2 million compared to € 12.6 million during the first half of 2009. This increase is mainly due to the aforementioned decrease in subleases which generated low margin revenue. The increase is also due to the increased rental revenue from investment properties as well as the lowered expenses relating to leases.

Earnings / (loss) before interest, tax, depreciation, and amortization (EBITDA)

Group earnings / (loss) before interest, tax, depreciation, and amortization (EBITDA) for the period ended 30 June 2010 reached at € 4.3 million compared to approximately € 6.8 million of the respective period of 2009.

This decrease mainly resulted from the fact that during the current period there was no investment property construction completed and, therefore, there was no gain from fair value adjustment of investment property. On the contrary, loss from the disposal of investment property in value lower than the 31 December 2009 valuation was recorded. During the respective period of 2009, the net loss from the disposal of investment property reached € 0.1 million.

Loss before tax

At 30 June 2010, Group loss before tax reached at € 18.6 million. During the first half of the previous fiscal year, group loss before tax had reached at € 6.3 million. This variation mainly results from the loss from the disposal of investment property as mentioned before as well as increased provision for bad debt and property tax.

Financial expense - revenue

Net Group financial expenses reached at € 14.1 million compared to € 12.9 million of first half 2009, increased by 9.5%. Net financial expenses of the comparative period have been significantly burdened from the increased financial cost of the loan contracts compared to 2009 as well as the increasing spread over interest rate trend in the bank market during the first half of 2010.

Investment property and property plant and equipment

The fair market value of investment property as at 30 June 2010 reached at € 1,105 million, decreased by 2.1% compared to 31 December 2009 (€ 1.128 million). The decrease in fair market value of investment property is due to the sale of investment properties recorded during the first half of 2010 with the intention of covering bank liabilities and ensuring working capital. The Group did not proceed with a revaluation of investment property portfolio, since according to the opinion of the independent professionally qualified valuer of Colliers International, there were no significant variations in the properties value that would justify a complete revaluation of the data included in the Valuation Report of 31.12.2009.

Net Asset Value (NAV)

The Group NAV before deferred tax reached at € 378.5 or € 11.16 per share representing a decrease of 5.3% compared to 31 December 2009 (€ 399.8 million). The Group NAV per share after deferred tax reached € 8.95 representing a decrease of 8.6% compared to 31 December 2009. The decrease stemmed from the loss from the disposal of investment property as mentioned before, from increased provision for bad debt as well as property and income taxes.

Financial ratios 30.06.2010

Various basic financial ratios for the period ended 30 June 2010 and 2009 are as follows:

Ratios	Description	30/6/2010	30/6/2009
Interest coverage	EBIT / Finance expenses (net)	-0.3	0.5
Gearing Ratio	Net Borrowings / Equity + Net Borrowing	70.4%	64.7%

MAJOR EVENTS

VOTANIKOS SHOPPING MALL

The company, based on the provisions of Law 3481/2006, proceeded to the purchase of a land plot owned by the companies 'ETMA' and 'Ellatex' and to the development of a shopping mall, the construction of which has been suspended by the Council of State while nearly 2,400 parking spaces as well as over 9,000 sqm of above ground building area had been constructed. The suspension of construction works followed an appeal submitted by a small number of citizens against the building permit of the shopping mall. The decision of the Council of State, which was published with a significant delay during October 2009, provides the direction for a new legal act which will enable the completion of the Joint Redevelopment at its entirety including the construction of BVIC shopping mall. During the last months of 2009 as well as the first months of 2010, the management of BVIC has proceeded to meetings with the involved parties and has provided its propositions for the possible legal act so that the procedures to be completed at a short time and the Joint redevelopment at its entirety to be continued.

On March 2nd 2010, the announcements made by the Minister for the Environment, Energy and Climate Change, Tina Birbili, following the meeting she held with all the concerned parties, established a clear picture regarding the continuation of the Joint Regeneration project in its entirety. The Minister announced that she will submit a legislative amendment for the Joint Regeneration project of the areas Votanikos and Alexandras Avenue to be voted in Parliament, decreasing the buildings surface and the building coefficient of the area of Votanikos. As far as the shopping mall is concerned, taking for granted the completion of the legislative act as

announced by the Ministry for the Environment, Energy and Climate Change, it will be developed with a building coefficient of 1.2. This will improve the initial building plan, and help to create more free surfaces, atriums etc, thus rendering the shopping mall more friendly towards its visitors and the environment.

INVESTMENT PROPERTY LEASE AGREEMENTS

During June 2010, the Group has signed a new lease for the rest of the lettable area at the building located at 340 Syggrou Avenue with an annual lease amounting to € 1.14 million.

SALE AND LEASEBACK AGREEMENTS

During the first half of 2010, the Group with the intention of covering liabilities to financial institutions and ensuring working capital proceeded to the termination before maturity of two sale and leaseback agreements in order to sell investment property that was held under these agreements.

Specifically proceeded to the repurchase of the horizontal ownerships B1 and C1 as well as 40 parking spaces at the third basement of the Building located at 1-3 Kifissias Avenue, Alexandras Avenue and 4 Theofanous street in Athens from Ethniki Leasing. The repurchase price was defined at € 4.9 million (it includes the outstanding notional of the sale and leaseback agreement plus accrued interest at the repurchase date).

Additionally, during May 2010, the Group has repurchased before maturity the Building located at 174 Syggrou Avenue and Kalafati street in Athens from Ethniki Leasing. The repurchase price was defined at € 3.96 million (it includes the outstanding notional of the sale and leaseback agreement plus accrued interest at the repurchase date).

2. FUTURE PERSPECTIVES AND OUTLOOK - RISKS AND UNCERTAINTIES IN 2ND HALF OF 2010

FUTURE PERSPECTIVES AND OUTLOOK

The continuous increase of the Group NAV and the generation of growth in shareholder value remains the main strategy of the management. The Group's property portfolio pipeline and the intensive demand for new high quality properties are expected to safely lead to a further increase of NAV for the forthcoming fiscal years.

TOURIST DEVELOPMENTS AT SOUNIO AND POROS – GALATAS

The completion of the hotel complex at Poros – Galatas including the improvement of the existing hotel unit into a class A' hotel is currently at final stage. The company examines the alternative of converting the hotel complex into medical resort, a concept gaining increased investing interest in Europe. As far as the hotel development at Sounio is concerned, the development of three distinct hotel units, with a total above ground area of 12,000 sqm has not yet started, since the management is targeting to a secure mandate in place either from a corporate tenant and/or a property buyer or investor before the beginning of the construction so as to make possible the financing of the development with both equity and debt. The completion of the project is expected to be 15 months after the beginning of the construction works. The land plot in Sounio, located at a particularly attractive location, has already generated significant interest from Greek and foreign investors.

111 KIFISSIAS AVENUE AND SINA STREET

The construction works for the completion of building II located at 111 Kifissias Avenue and Sina Street are soon expected to be continued. The construction of the building had been suspended by the Council of State in 2004. The process of the adjacent stream demarkation is being completed and a new building permit is expected to be issued. The above ground area of the building will be approximately 3,000 sqm with a parking station of 57 parking spaces which is already completed. The completion of the project is planned to be 6 months after the beginning of the construction works which is expected to be during the first quarter of 2011.

338 KIFISSIAS AVENUE

The expropriation of the land plot located at 338 Kifissias Avenue owned by 52.5% by the group companies has been revoked and the respective changes in the urban plan as well the use of land have already been published in

the Government gazette. The company has initially agreed with the rest of the land plot owners and is planning the development of a building with above ground area of 2,364 sqm at the land plot of 1,970 sqm. The construction works are expected to begin during the first quarter of 2011.

TRANSFER OF BUILDING COEFFICIENT

The Law 3044/2002 has already been judged as constitutional by the Council of State. The only remaining stage for its implementation and enactment is the definition of the “Zones of Acceptance” (ZoA) for the process of transferring building coefficient by municipalities. Certain municipalities (i.e. Municipality of Amaroussio) have initiated the procedure of defining ZoA for the process of transferring building coefficient into their administrative area. Consequently, the process of transferring building coefficient as defined by Law 3044/2002 is completely valid and respects the Article No. 24 of the Greek Constitution and therefore able to be immediately enacted. The management believes that Law 3044/2002 will enable the company to transfer more than 20,000 sqm of building space without the purchase of additional land, by using unused building rights that already possesses or has the right to acquire, to other properties located in areas where such a transfer is permitted. The Chairman of the BoD also noted that the interest concerning the transfer of Building Coefficient is focused on building complexes located at Kifissias Avenue where the prerequisites for this transfer have already been provided (such as parking spaces and distance from adjacent buildings).

RISKS AND UNCERTAINTIES

The Group’s activities expose it to a variety of financial risks: market risk (price risk and cash flow interest rate risk), credit risk and liquidity risk

Property value variation

The Group is exposed to property value variation and lease variation risk. Up to the fiscal year 2006, the Group had continuously increasing net gains from fair value adjustment of existing investment properties. During the fiscal year 2007 up to 2009, there was a correction in the values of investment properties and any positive variation was mainly stemming from additions in Investment property portfolio. A continuing decreasing trend of the investment property values, during the second half of 2010, will have negative effect both to the Group financial results and profitability as well as the Group Net Asset Value (NAV). The high quality buildings included in the Group’s investment property portfolio as well as the closed long term lease agreements with high credit quality tenants lower up to a certain point the risk of a significant further reduction of the investment properties value.

Credit risk

Credit risk arises from cash and cash equivalents, derivative financial instruments (bank and financial institutions credit risk) as well as credit exposure to customers (customer credit risk). The Group co-operates with some of the largest and financially credible banks and financial institutions in the Greek and international market with a minimum rating BBB (Fitch).

The Group has no significant concentrations of credit risk. It has policies in place to ensure that rental contracts are made with customers with an appropriate credit history. Cash transactions are limited to high-credit-quality financial institutions. The Group has policies that limit the amount of credit exposure to any financial institution.

Liquidity risk

Liquidity needs are satisfied through the maintenance of sufficient cash, the settlement of receivables on a timely basis and keeping committed credit lines available from financial institutions. The ability of the Group to enter into long term lease agreements with an annual upward revision based on Greek CPI plus 100 basis points ensures stability of the Group cash inflows from the investment property portfolio limiting the liquidity risk.

The increasing financing needs for the property portfolio pipeline of the Group are usually fully covered, through borrowing contracts signed with various financial institutions.

As at 30 June 2010, the Group and the company have negative working capital by € 177 million and € 142 million respectively. This mainly results from the increased company short - term bank loans amounting to € 200 million. Company management has already started negotiating with the intervening banks regarding the extension of the repayment schedule of the aforementioned bank loans as well as the restructuring of the respective loan contracts. More specifically, the banks, to which loans amounting to € 125 million or 62% of the total short term bank loans are referring to, have provided the company with the right to extend the repayment schedule up to 31/03/2011. The total fair value of the Votanikos project (land and construction in progress) is €

144 million as at 30 June 2010 and is included in investment properties. This value is in excess of the related lending and, therefore, management does not believe that any accelerate demand for the repayment of the related loan will create any liquidity issues. Not taking the loan amounting to € 125 million under consideration, which refers to the under construction project in Votanikos, the Group and the company would have negative working capital by € 52 million and € 17 million respectively. It has to be noted, that in December 2008, when the Council of State decided upon the temporary suspension of the construction work at Votanikos, the company had already in process the negotiations with the banks for an additional credit with the intention of the completion of the construction as well as for the amendment of the maturity date of the total loan (including the additional amount) at a mid – long term period.

Company management, assessing all the factors, has already proceeded to restructuring actions with the intention of better serving the company working capital needs.

Interest rate risk

The Group's interest rate risk mainly arises from long-term borrowings (bank loans and finance leases) derivative liabilities. Borrowings issued at variable rates expose the Group to cash flow interest rate risk. Group's borrowings are denominated in euro with variable interest rates. A possible increasing trend for the interest rates during the second half of 2010 will result into an increase of the Group financial expenses given the variability of the interest rates and the uncertainty conditions prevailing since the end of 2008 in the money markets.

3. RELATED PARTIES

All amounts in euro thousands

	Consolidated		Company	
	01/01/2009 - 30/06/2009	01/01/2008 - 30/06/2008	01/01/2009 - 30/06/2009	01/01/2008 - 30/06/2008
Sales of goods and services				
<i>Sales of goods</i>				
Babis Vovos International Construction S.A. & Co GP	-	-	1	-
Ergoliptiki - Ktimatiki - Touristiki SA	-	-	-	3
	<u>-</u>	<u>-</u>	<u>1</u>	<u>3</u>
<i>Sales of services</i>				
Innovative Buildings S.A	2	1	-	-
Promise Cafe Ltd.	48	39	-	-
The Greek Coffee Company S.A.	89	114	-	-
	<u>139</u>	<u>155</u>	<u>-</u>	<u>-</u>
Purchases of goods and services				
<i>Purchases of goods</i>				
Babis Vovos International Construction S.A. & Co GP	-	-	-	19
	<u>-</u>	<u>-</u>	<u>-</u>	<u>19</u>
<i>Purchases of services</i>				
Babis Vovos International Construction S.A. & Co GP	-	-	61	60
Services of key management personnel	57	931	57	931
	<u>57</u>	<u>931</u>	<u>118</u>	<u>991</u>
Key management compensation				
Salaries and other short term employee benefits	666	763	666	763
	<u>666</u>	<u>763</u>	<u>666</u>	<u>763</u>

Year-end balances arising from sales/purchases of goods/services	Consolidated		Company	
	30 June 2009	31 December 2008	30 June 2009	31 December 2008
<i>Receivables from related parties</i>				
Babis Vovos International Construction S.A. & Co GP	-	-	33,761	32,213
Ergoliptiki - Ktimatiki - Touristiki SA	-	-	807	749
Innovative Buildings S.A	5	3	-	-
Positive Ltd.	499	499	490	490
International Construction S.A - Boretos & Co. GP	48	48	48	48
Ergoliptiki - Ktimatiki - Touristiki SA & Co Ltd	10,942	10,874	4,954	4,886
Marvo S.A	5	5	5	5
Promise Cafe Ltd.	17	7	-	-
The Greek Coffee Company S.A.	617	571	554	553
Key management personnel ⁽¹⁾	27,501	27,486	27,486	27,486
	<u>39,635</u>	<u>39,493</u>	<u>68,106</u>	<u>66,429</u>
<i>Payables to related parties</i>				
Doma S.A	-	-	8,878	8,891
International Palace Hotel S.A	-	-	3,835	3,841
Alteco S.A	-	-	10,019	10,066
Elfinko S.A.	-	-	25,550	26,157
Key management personnel	45	86	45	86
	<u>45</u>	<u>86</u>	<u>48,328</u>	<u>49,040</u>

Note 1: An amount of € 26,930 thousand concerns advance for participation purchase

Excluding the subsidiaries, related parties consist of companies to which the major shareholder of the parent company or members of the top management have strong influence in the decision making process.

Sale and purchase of services and goods from and to related parties are based on the price lists in force and terms that would be available to third parties.

The receivables and payables from and to related parties have no specific due date and bear no interest.

[Translation from the original text in Greek]

C. Report on Review of Interim Financial Information

To the Shareholders of BABIS VOVOS S.A.

Introduction

We have reviewed the accompanying condensed company and consolidated statement of financial position of Babis Vovos SA (the “Company”) and its subsidiaries as of 30 June 2010 and the related condensed company and consolidated statements of comprehensive income, changes in equity and cash flows for the six-month period then ended and the selected explanatory notes, that comprise the interim condensed financial information and which form an integral part of the six-month financial report as required by article 5 of L.3556/2007. Management is responsible for the preparation and presentation of this condensed interim financial information in accordance with International Financial Reporting Standards as they have been adopted by the European Union and applied to interim financial reporting (International Accounting Standard “IAS 34”). Our responsibility is to express a conclusion on this interim condensed financial information based on our review.

Scope of Review

We conducted our review in accordance with International Standard on Review Engagements 2410, “Review of Interim Financial Information Performed by the Independent Auditor of the Entity”. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim financial information is not prepared, in all material respects, in accordance with IAS 34.

Emphasis of Matter

Without qualifying our opinion, we draw your attention to note 5 of the accompanying interim financial information, which describes certain uncertainties surrounding the Votanikos project, as well as their potential impact on the financial position on the Company and its subsidiaries which cannot be estimated at present time.

Reference to Other Legal and Regulatory Requirements

Our review has not revealed any inconsistency or discrepancy of the other information included in the six-month financial report, as required by article 5 of L.3556/2007, with the accompanying interim condensed financial information.

Athens, 31 August 2010

PricewaterhouseCoopers S.A.

268 Kifissias Avenue

152 32 Halandri, Greece

D. Interim Condensed Financial Information

Balance sheet

All amounts in euro thousands

	Note	Consolidated		Company	
		30 June 2010	31 December 2009	30 June 2010	31 December 2009
ASSETS					
Non-current assets					
Investment property	5	1,104,841	1,128,340	767,544	778,759
Property, plant and equipment		9,985	10,241	1,487	1,662
Intangible assets		18,896	18,907	16,467	16,479
Investments		18	18	49,511	49,451
Derivative assets		16	466	16	466
Other non-current receivables		566	574	373	382
		<u>1,134,321</u>	<u>1,158,546</u>	<u>835,398</u>	<u>847,198</u>
Current assets					
Inventories		41,447	38,443	42,518	39,515
Trade and other receivables		61,458	76,320	87,235	101,770
Derivative assets		16	233	16	233
Cash and cash equivalents		2,187	4,200	1,593	3,392
		<u>105,107</u>	<u>119,195</u>	<u>131,362</u>	<u>144,910</u>
Total assets		<u>1,239,428</u>	<u>1,277,742</u>	<u>966,760</u>	<u>992,108</u>
EQUITY					
Capital and reserves attributable the Company's equity holders					
Share capital		10,179	10,179	10,179	10,179
Share premium		36,653	36,653	36,653	36,653
Reserves		23,867	23,867	25,244	25,244
Retained earnings		233,040	261,590	125,659	140,274
		<u>303,739</u>	<u>332,289</u>	<u>197,735</u>	<u>212,350</u>
Minority interest		6,906	6,926	-	-
Total equity		<u>310,645</u>	<u>339,215</u>	<u>197,735</u>	<u>212,350</u>
LIABILITIES					
Non-current liabilities					
Borrowings	6	536,236	552,995	369,104	383,082
Deferred income tax liabilities		74,757	67,555	39,010	36,466
Retirement benefit obligations		2,814	2,687	2,652	2,533
Trade and other payables	7	-	-	53,608	53,452
Derivative liabilities	8	28,418	46,385	28,418	46,385
Lease guarantees		4,216	4,068	3,031	2,848
		<u>646,441</u>	<u>673,690</u>	<u>495,823</u>	<u>524,766</u>
Current liabilities					
Trade and other payables		45,082	36,154	54,254	46,864
Income tax		17,112	15,384	4,725	4,281
Borrowings	6	205,867	201,170	200,481	192,257
Dividend payable		456	456	456	456
Provisions for other liabilities & expenses	9	1,057	1,057	517	517
Derivative liabilities	8	12,769	10,617	12,769	10,617
		<u>282,343</u>	<u>264,837</u>	<u>273,202</u>	<u>254,991</u>
Total liabilities		<u>928,784</u>	<u>938,527</u>	<u>769,025</u>	<u>779,758</u>
Total equity and liabilities		<u>1,239,428</u>	<u>1,277,742</u>	<u>966,760</u>	<u>992,108</u>

The notes on pages 17 to 37 are an integral part of this consolidated financial information.

Income statement

All amounts in euro thousands

	Note	Consolidated		Company	
		01/01/2010 - 30/06/2010	01/01/2009 - 30/06/2009	01/01/2010 - 30/06/2010	01/01/2009 - 30/06/2009
Revenue	10	25,622	26,549	18,107	18,530
Cost of sales		(11,381)	(13,955)	(9,622)	(11,646)
Gross profit / (loss)		14,241	12,593	8,485	6,884
Loss from disposal of investment property		(9,727)	(107)	(4,177)	-
Selling and marketing costs		(63)	(106)	(57)	(105)
Administrative expenses		(8,820)	(5,755)	(6,474)	(4,451)
Other gains		148	105	78	80
Other expenses		(238)	(131)	(204)	(104)
Operating profit		(4,459)	6,600	(2,350)	2,304
Finance revenue		3,924	6,404	3,891	6,399
Finance expenses		(18,021)	(19,279)	(13,918)	(15,090)
Finance expenses (net)		(14,097)	(12,874)	(10,027)	(8,691)
Gain / (Loss) from investment in GPs		-	-	1,064	105
Profit / (loss) before income tax		(18,556)	(6,274)	(11,313)	(6,282)
Income tax expense		(10,015)	26	(3,302)	621
Profit / (loss) for the year		(28,571)	(6,249)	(14,615)	(5,661)
Attributable to:					
Equity holders of the Company		(28,551)	(6,274)	(14,615)	(5,661)
Minority interest		(20)	26	-	-
		(28,571)	(6,249)	(14,615)	(5,661)
Basic and diluted earnings per share for profit attributable to the equity holders of the Company during the year (expressed in € per share)					
	12	(0.84)	(0.18)	(0.43)	(0.17)

The notes on pages 17 to 37 are an integral part of this consolidated financial information.

All amounts in euro thousands

	Note	Consolidated		Company	
		01/04/2010 - 30/06/2010	01/04/2009 - 30/06/2009	01/04/2010 - 30/06/2010	01/04/2009 - 30/06/2009
Revenue	10	11,936	12,889	8,333	8,944
Cost of sales		(5,499)	(6,661)	(4,672)	(5,561)
Gross profit / (loss)		6,437	6,229	3,661	3,383
Loss from disposal of investment property		(4,813)	-	-	-
Selling and marketing costs		(22)	(43)	(22)	(43)
Administrative expenses		(7,721)	(4,364)	(5,458)	(3,172)
Other gains		69	13	37	12
Other expenses		(161)	(28)	(132)	(10)
Operating profit		(6,211)	1,806	(1,914)	170
Finance revenue		309	1,818	276	1,815
Finance expenses		(9,551)	(9,426)	(7,255)	(6,989)
Finance expenses (net)		(9,242)	(7,609)	(6,980)	(5,174)
Gain / (Loss) from investment in GPs		-	-	253	(294)
Profit / (loss) before income tax		(15,453)	(5,802)	(8,641)	(5,298)
Income tax expense		(10,013)	(441)	(3,364)	(177)
Profit / (loss) for the year		(25,466)	(6,244)	(12,005)	(5,475)
Attributable to:					
Equity holders of the Company		(25,436)	(6,251)	(12,005)	(5,475)
Minority interest		(31)	7	-	-
		(25,466)	(6,244)	(12,005)	(5,475)
Basic and diluted earnings per share for profit attributable to the equity holders of the Company during the year (expressed in € per share)					
	12	(0.75)	(0.18)	(0.35)	(0.16)

The notes on pages 17 to 37 are an integral part of this consolidated financial information.

Statement of changes in equity

All amounts in euro thousands

Consolidated statement of changes in equity

	Attributable to equity holders of the Group				Minority interest	Total equity
	Share capital	Share premium	Other reserves	Retained earnings		
Balance at 1 January 2009	10,179	36,653	23,838	338,455	6,894	416,019
Profit / (loss) for the period	-	-	-	(6,274)	26	(6,249)
Balance at 30 June 2009	10,179	36,653	23,838	332,181	6,919	409,771
Profit / (loss) for the period	-	-	-	(70,562)	7	(70,556)
Transfer to statutory reserve	-	-	56	(56)	-	-
Balance at 31 December 2009	10,179	36,653	23,894	261,563	6,926	339,215
Profit / (loss) for the period	-	-	-	(28,551)	(20)	(28,571)
Transfer from statutory reserve	-	-	(28)	28	-	-
Balance at 30 June 2010	10,179	36,653	23,867	233,040	6,906	310,645

Company Statement of changes in equity

	Attributable to equity holders of the Company				Total equity
	Share capital	Share premium	Other reserves	Retained earnings	
Balance at 1 January 2008	10,179	36,653	25,244	175,868	247,944
Profit / (loss) for the period	-	-	-	(5,661)	(5,661)
Balance at 30 June 2009	10,179	36,653	25,244	170,207	242,283
Profit / (loss) for the period	-	-	-	(29,933)	(29,933)
Balance at 31 December 2009	10,179	36,653	25,244	140,274	212,350
Profit / (loss) for the period	-	-	-	(14,615)	(14,615)
Balance at 30 June 2010	10,179	36,653	25,244	125,659	197,735

The notes on pages 17 to 37 are an integral part of this consolidated financial information.

Cash flow statement

All amounts in euro thousands

	Note	Consolidated		Company	
		01/01/2010 - 30/06/2010	01/01/2009 - 30/06/2009	01/01/2010 - 30/06/2010	01/01/2009 - 30/06/2009
Cash flows from operating activities					
Cash generated from operations	13	16,777	7,340	12,414	906
Interest paid		(11,251)	(18,227)	(7,266)	(15,180)
Income tax paid		(1,982)	(2,447)	(938)	(1,155)
Net cash generated from operating activities		3,545	(13,335)	4,210	(15,429)
Cash flows from investing activities					
Establishment of new subsidiary		-	-	(60)	-
Additions in investment property (acquisitions & development)	5	(521)	(2,682)	(521)	(2,682)
Proceeds from sale of investment property		14,293	707	7,559	-
Additions in property, plant and equipment & intangible assets		-	(2)	-	(2)
Interest inflow		5	57	4	51
Net cash used in investing activities		13,777	(1,920)	6,982	(2,633)
Cash flows from financing activities					
Inflows / (outflows) - derivatives		(1,252)	9,527	(1,252)	9,527
Borrowings inflows		700	34,251	-	34,251
Borrowings payback		(18,782)	(35,931)	(11,739)	(32,480)
Net cash used in financing activities		(19,335)	7,847	(12,991)	11,297
Net increase / (decrease) in cash and cash equivalents		(2,013)	(7,408)	(1,799)	(6,765)
Cash and cash equivalents at beginning of the period		4,200	12,858	3,392	11,174
Cash and cash equivalents at end of the period		2,187	5,449	1,593	4,409

The notes on pages 17 to 37 are an integral part of this consolidated financial information.

Notes on the interim condensed financial information

1 General information

The interim condensed financial information include the condensed company and consolidated statement of financial position of Babis Vovos International Construction S.A (“Company”) and its subsidiaries (together “BVIC” or “Group”) as of 30 June 2010, the related condensed company and consolidated statements of comprehensive income, changes in equity and cash flows for the six-month period then ended as well as the selected explanatory notes.

The Group is a real estate development and management group with activities in Greece. It is principally involved in developing, managing and leasing out investment property under operating leases.

The Company is incorporated and domiciled in Greece and the address of its registered office as well as its headquarters are located at Kifissias Avenue 340, N. Psychiko 154 51, Greece. The Group operates in Greece.

The company website is www.babisvovos.com.

The shares of the Company are listed on the Athens Stock Exchange.

The interim condensed financial information has been approved for issue by the Board of Directors on August 30th, 2010.

This interim condensed financial information has been reviewed but not audited.

2 Basis of preparation

This interim condensed financial information for the Company and the Group refers to the six months ended 30 June 2010. It has been prepared by management in accordance with the International Accounting Standard (“IAS”) 34.

The interim condensed financial information for the six months ended 30 June 2010 was prepared according to the same accounting standards and policies followed for the preparation and presentation of the financial statements for the Company and the Group for the year 2009.

Certain amounts of the previous period data were reclassified so that they are comparable with the respective ones of the current period.

Any differences between these interim financial statements and the respective amounts in the selected explanatory notes as well as the totals are due to roundings.

The interim condensed financial information should be taken into consideration together with the audited consolidated financial statements for the year ended 31 December 2009 which are published to the Company’s website.

Taxes on income in the interim condensed financial information are accrued using the tax rate that would be applicable to expected total annual earnings. During the first half of 2010, changes were announced and enacted referring to the corporate income tax rates for General Partnerships. Consequently, the income tax rate for the subsidiary “Babis Vovos International Construction S.A. & Co GP” is set at 25% in comparison with the previous rate of 20%.

As indicated in the Balance Sheet of 30 June 2010, the Group and the company have negative working capital by € 177,236 thousand and € 141,840 thousand respectively. This mainly results from the increased company short - term bank loans amounting to € 200,481 thousand.

Company management has started negotiating with the intervening banks regarding the extension of the repayment schedule of the aforementioned bank loans as well as the restructuring of the respective loan contracts (notes 5 and 6). More specifically, the banks, to which loans amounting to € 125,000 thousand or 62% of the total short term bank loans are referring to, have provided the company with the right to extend the repayment schedule up to 31.3.2011. Not taking the loan amounting to € 125 million under consideration, which refers to the under construction project in Votanikos, the Group and the company would have negative working capital by € 52,236 thousand and € 16,840 thousand respectively. It has to be noted, that, in December 2008, when the Council of State decided upon the temporary suspension of the construction work at Votanikos, the company had already in process the negotiations with the banks for an additional credit with the intention of the completion of the construction as well as for the amendment of the maturity date of the total loan (including the additional amount) at a mid – long term period.

The company has secured a grace period up to 31.12.2011 for the repayment of its liabilities to the subsidiary companies “Ergoliptiki – Ktimatiki - Touristiki S.A.”, “Doma S.A.”, “Alteco S.A”, “Elfinko S.A” and “International Palace Hotel S.A.” amounting to € 53,608 thousand. Therefore, these liabilities are indicated as Trade and other payables under non-current liabilities of the Balance Sheet. At 31.12.2009, these liabilities were also indicated as non-current liabilities.

Company management, assessing all the factors referring to the company’s future profitability as well as the working capital needs, has proceeded to restructuring actions, which have a positive effect on the company efficiency.

Nevertheless, due to the significant uncertainty considering the completion of the Votanikos project (see Note 5), company management is not able to know with certainty the positive outcome of all the efforts referred above.

The company and consolidated financial statements have been prepared using generally accepted accounting principles applicable to a going concern. They do not include any adjustments to reflect the possible future effects on Assets and Liabilities and Equity as far as their recoverability and classification is concerned, that may result from the outcome of the Company’s inability to continue its business activities as a going concern.

The management has no intention or need of short term liquidation of company assets.

3 New standards, amendments to standards and interpretations

Certain new standards, amendments to standards and interpretations have been issued that are mandatory for periods beginning during the current reporting period and subsequent reporting periods. The Group’s evaluation of the effect of these new standards, amendments to standards and interpretations is as follows:

Standards and Interpretations effective for the current financial period / year

IFRS 3 (Revised) “Business Combinations” and IAS 27 (Amended) “Consolidated and Separate Financial Statements”

The revised IFRS 3 introduces a number of changes in the accounting for business combinations which will impact the amount of goodwill recognized, the reported results in the period that an acquisition occurs, and future reported results. Such changes include the expensing of acquisition-related costs and recognizing subsequent changes in fair value of contingent consideration in the profit or loss. The amended IAS 27 requires that a change in ownership interest of a subsidiary to be accounted for as an equity transaction. The amended standard changes the accounting for losses incurred by the subsidiary as well as the loss of control of a subsidiary. Furthermore the acquirer in a business combination has the option of measuring the non-controlling interest, at the acquisition date, either at fair value or at the amount of the percentage of the non-controlling interest over the net assets acquired. The Group has applied the revised and amended standards from 1 January 2010.

IFRS 1 (Amendment) “First-time adoption of International Financial Reporting Standards” – additional exemptions

This amendment provides additional clarifications for first-time adopters of IFRSs in respect of the use of deemed cost for oil and gas assets, the determination of whether an arrangement contains a lease and the decommissioning liabilities included in the cost of property, plant and equipment. This amendment does not have an impact on the Group’s financial statements since it has already adopted IFRSs.

IFRS 2 (Amendment) “Share-based Payment”

The purpose of the amendment is to clarify the scope of IFRS 2 and the accounting for group cash-settled share-based payment transactions in the separate or individual financial statements of the entity receiving the goods or services, when that entity has no obligation to settle the share-based payment transaction. This amendment does not have an impact on the Group’s financial statements.

IAS 39 (Amendment) “Financial Instruments: Recognition and Measurement”

This amendment clarifies how the principles that determine whether a hedged risk or portion of cash flows is eligible for designation should be applied in particular situations. This amendment is not applicable to the Group as it does not apply hedge accounting in terms of IAS 39.

IFRIC 12 – Service Concession Arrangements (EU endorsed for periods beginning on or after 30 March 2009)

This interpretation applies to companies that participate in service concession arrangements. This interpretation is not relevant to the Group’s operations.

IFRIC 15 - Agreements for the construction of real estate (EU endorsed for use from 1 January 2010)

This interpretation addresses the diversity in accounting for real estate sales. Some entities recognise revenue in accordance with IAS 18 (i.e. when the risks and rewards in the real estate are transferred) and others recognise revenue as the real estate is developed in accordance with IAS 11. The interpretation clarifies which standard should be applied to particular. This interpretation does not have an impact on the Group’s financial statements.

IFRIC 16 - Hedges of a net investment in a foreign operation (EU endorsed for use from 1 July 2009)

This interpretation applies to an entity that hedges the foreign currency risk arising from its net investments in foreign operations and qualifies for hedge accounting in accordance with IAS 39. The interpretation provides guidance on how an entity should determine the amounts to be reclassified from equity to profit or loss for both the hedging instrument and the hedged item. This interpretation is not relevant to the Group, as the Group does not apply hedge accounting for any investment in a foreign operation.

IFRIC 17 “Distributions of non-cash assets to owners”

This interpretation provides guidance on accounting for the following types of non-reciprocal distributions of assets by an entity to its owners acting in their capacity as owners: (a) distributions of non-cash assets and (b) distributions that give owners a choice of receiving either non-cash assets or a cash alternative. This interpretation does not have an impact on the Group’s financial statements.

IFRIC 18 “Transfers of assets from customers” (EU-endorsed for use annual periods beginning on or after 31 October 2009)

This interpretation clarifies the requirements of IFRSs for agreements in which an entity receives from a customer an item of property, plant and equipment that the entity must then use to provide the customer with an ongoing supply of goods or services. In some cases, the entity receives cash from a customer which must be used

only to acquire or construct the item of property, plant and equipment. This interpretation is not relevant to the Group.

Amendments to standards that form part of the IASB's 2009 annual improvements project

The amendments set out below describe the key changes to IFRSs following the publication in July 2009 of the results of the IASB's annual improvements project. The following amendments are effective for the current financial period / year. In addition, unless otherwise stated, the following amendments do not have a material impact on the Group's financial statements.

IFRS 2 "Share-Based payment"

The amendment confirms that contributions of a business on formation of a joint venture and common control transactions are excluded from the scope of IFRS 2.

IFRS 5 "Non-current Assets Held for Sale and Discontinued Operations"

The amendment clarifies disclosures required in respect of non-current assets classified as held for sale or discontinued operations.

IFRS 8 "Operating Segments"

The amendment provides clarifications on the disclosure of information about segment assets.

IAS 1 "Presentation of Financial Statements"

The amendment provides clarification that the potential settlement of a liability by the issue of equity is not relevant to its classification as current or non-current.

IAS 7 "Statement of Cash Flows"

The amendment requires that only expenditures that result in a recognized asset in the statement of financial position can be classified as investing activities.

IAS 17 "Leases"

The amendment provides clarification as to the classification of leases of land and buildings as either finance or operating.

IAS 18 "Revenue"

The amendment provides additional guidance regarding the determination as to whether an entity is acting as a principal or an agent.

IAS 36 "Impairment of Assets"

The amendment clarifies that the largest cash-generating unit to which goodwill should be allocated for the purposes of impairment testing is an operating segment as defined by paragraph 5 of IFRS 8 (that is before the aggregation of segments).

IAS 38 "Intangible Assets"

The amendments clarify (a) the requirements under IFRS 3 (revised) regarding accounting for intangible assets acquired in a business combination and (b) the description of valuation techniques commonly used by entities when measuring the fair value of intangible assets acquired in a business combination that are not traded in active markets.

IAS 39 “Financial Instruments: Recognition and Measurement”

The amendments relate to (a) clarification on treating loan pre-payment penalties as closely related derivatives, (b) the scope exemption for business combination contracts and (c) clarification that gains or losses on cash flow hedge of a forecast transaction should be reclassified from equity to profit or loss in the period in which the hedged forecast cash flow affects profit or loss.

IFRIC 9 “Reassessment of Embedded Derivatives”

The amendment clarifies that IFRIC 9 does not apply to possible reassessment, at the date of acquisition, to embedded derivatives in contracts acquired in a business combination between entities under common control.

IFRIC 16 “Hedges of a Net Investment in a Foreign Operation”

The amendment states that, in a hedge of a net investment in a foreign operation, qualifying hedging instruments may be held by any entity within the group, including the foreign operation itself, as long as certain requirements are satisfied.

Standards and Interpretations effective from 1 January 2011

IFRS 9 “Financial Instruments” (effective for annual periods beginning on or after 1 January 2013)

IFRS 9 is the first part of Phase 1 of the Board’s project to replace IAS 39. The IASB intends to expand IFRS 9 during 2010 to add new requirements for classifying and measuring financial liabilities, derecognition of financial instruments, impairment, and hedge accounting. IFRS 9 states that financial assets are initially measured at fair value plus, in the case of a financial asset not at fair value through profit or loss, particular transaction costs. Subsequently financial assets are measured at amortised cost or fair value and depend on the basis of the entity’s business model for managing the financial assets and the contractual cash flow characteristics of the financial asset. IFRS 9 prohibits reclassifications except in rare circumstances when the entity’s business model changes; in this case, the entity is required to reclassify affected financial assets prospectively. IFRS 9 classification principles indicate that all equity investments should be measured at fair value. However, management has an option to present in other comprehensive income unrealised and realised fair value gains and losses on equity investments that are not held for trading. Such designation is available on initial recognition on an instrument-by-instrument basis and is irrevocable. There is no subsequent recycling of fair value gains and losses to profit or loss; however, dividends from such investments will continue to be recognised in profit or loss. IFRS 9 removes the cost exemption for unquoted equities and derivatives on unquoted equities but provides guidance on when cost may be an appropriate estimate of fair value. The Group is currently investigating the impact of IFRS 9 on its financial statements. The Group cannot currently early adopt IFRS 9 as it has not been endorsed by the EU. Only once approved will the Group decide if IFRS 9 will be adopted prior to 1 January 2013.

IAS 24 (Amendment) “Related Party Disclosures” (effective for annual periods beginning on or after 1 January 2011)

This amendment attempts to relax disclosures of transactions between government-related entities and clarify related-party definition. More specifically, it removes the requirement for government-related entities to disclose details of all transactions with the government and other government-related entities, clarifies and simplifies the definition of a related party and requires the disclosure not only of the relationships, transactions and outstanding balances between related parties, but of commitments as well in both the consolidated and the individual financial statements. The Group will apply these changes from their effective date. This amendment has not yet been endorsed by the EU.

IAS 32 (Amendment) “Financial Instruments: Presentation” (effective for annual periods beginning on or after 1 February 2010)

This amendment clarifies how certain rights issues should be classified. In particular, based on this amendment, rights, options or warrants to acquire a fixed number of the entity’s own equity instruments for a fixed amount of any currency are equity instruments if the entity offers the rights, options or warrants pro rata to all of its existing owners of the same class of its own non-derivative equity instruments. This amendment is not expected to impact the Group’s financial statements.

IFRS 1 (Amendment) “First-time adoption of International Financial Reporting Standards” – financial instrument disclosures (effective for annual periods beginning on or after 1 July 2010)

This amendment provides first-time adopters with the same transition provisions as included in the amendment to IFRS 7 regarding comparative information for the new three-level fair value classification disclosures. This amendment will not impact the Group’s financial statements since it has already adopted IFRSs.

IFRIC 19 “Extinguishing Financial Liabilities with Equity Instruments” (effective for annual periods beginning on or after 1 July 2010)

This interpretation addresses the accounting by the entity that issues equity instruments to a creditor in order to settle, in full or in part, a financial liability. This interpretation is not relevant to the Group. This amendment has not yet been endorsed by the EU.

IFRIC 14 (Amendment) “The Limit on a Defined Benefit Asset, Minimum Funding Requirements and their Interaction” (effective for annual periods beginning on or after 1 January 2011)

The amendments apply in limited circumstances: when an entity is subject to minimum funding requirements and makes an early payment of contributions to cover those requirements. The amendments permit such an entity to treat the benefit of such an early payment as an asset. This interpretation is not relevant to the Group. This amendment has not yet been endorsed by the EU.

Amendments to standards that form part of the IASB’s 2010 annual improvements project

The amendments set out below describe the key changes to IFRSs following the publication in May 2010 of the results of the IASB’s annual improvements project. Unless otherwise stated the following amendments are effective for annual periods beginning on or after 1 January 2011. In addition, unless otherwise stated, the following amendments will not have a material impact on the Group’s financial statements.

IFRS 1 “First-time adoption of International Financial Reporting Standards”

The amendments relate to: (i) additional disclosure requirements if an entity changes its accounting policies or its use of IFRS 1 exemptions after it has published a set of IAS 34 interim financial information; (ii) exemptions when the revaluation basis is used for the purposes of ‘deemed cost’; and (iii) exemptions for entities that are subject to rate regulation to use previous GAAP carrying amounts for property, plant and equipment or intangible assets as ‘deemed cost’.

IFRS 3 “Business Combinations”

The amendments provide additional guidance with respect to: (i) contingent consideration arrangements arising from business combinations with acquisition dates preceding the application of IFRS 3 (2008); (ii) measuring non-controlling interests; and (iii) accounting for share-based payment transactions that are part of a business combination, including un-replaced and voluntarily replaced share-based payment awards.

IFRS 7 “Financial Instruments: Disclosures”

The amendments include multiple clarifications related to the disclosure of financial instruments.

IAS 1 “Presentation of Financial Statements”

The amendment clarifies that entities may present an analysis of the components of other comprehensive income either in the statement of changes in equity or within the notes.

IAS 27 “Consolidated and Separate Financial Statements”

The amendment clarifies that the consequential amendments to IAS 21, IAS 28 and IAS 31 resulting from the 2008 revisions to IAS 27 are to be applied prospectively.

IAS 34 “Interim Financial Reporting”

The amendment places greater emphasis on the disclosure principles that should be applied with respect to significant events and transactions, including changes to fair value measurements, and the need to update relevant information from the most recent annual report.

IFRIC 13 “Customer Loyalty Programmes”

The amendment clarifies the meaning of the term ‘fair value’ in the context of measuring award credits under customer loyalty programmes.

4 Segment Reporting

Primary reporting format – business segments

Under the context of the substitution of IAS 14 by IFRS 8 effective from the fiscal year 2009, the Group has reviewed the business segments under the management approach. This review has resulted in the decision that no change in the reporting format of the business segments is required.

The chief operating decision maker of the Group - the Chairman of the BoD – reviews the Group’s internal reporting in order to assess performance and allocate resources.

At June 30th, 2010, the Group was organised into three main business segments according to its activities: development and sale of property, property leases and construction works.

The management assesses the performance of the business segments based on a measure of revenue and adjusted operating profit / loss before the effect of any administrative personnel costs, other administrative costs, impairments, depreciation, other taxes and provisions for litigation and claims. The measure of operating profit / loss is based on the same standards as used for the financial statements. Finance revenue / expenses as well as the income tax expense is reviewed in consolidated basis without assigning it to specific business segments.

The segment results for the period ended 30 June 2010 are as follows:

All amounts in euro thousands

	Development & Sale of property	Construction Work	Property Leases	Total
Revenue	-	759	24,863	25,622
Adjusted Operating profit / (loss)	-	227	4,370	4,597

The segment results for the period ended 30 June 2009 are as follows:

All amounts in euro thousands

	Development & Sale of property	Construction Work	Property Leases	Total
Revenue	503	510	25,535	26,549
Adjusted Operating profit / (loss)	(369)	138	12,730	12,499

The segment results for the period from 1 April to 30 June 2010 are as follows:

All amounts in euro thousands

	Development & Sale of property	Construction Work	Property Leases	Total
Revenue	-	110	11,826	11,936
Adjusted Operating profit / (loss)	-		1,693	1,693

The segment results for the period from 1 April to 30 June 2009 are as follows:

All amounts in euro thousands

	Development & Sale of property	Construction Work	Property Leases	Total
Revenue	288	138	12,463	12,889
Adjusted Operating profit / (loss)	(225)	(13)	6,466	6,228

The segment assets at 30 June 2010 are as follows:

All amounts in euro thousands

	30 June 2010			Total
	Development & Sale of property	Construction Work	Property Leases	
Total Assets	259,833	1,471	921,361	1,182,665

The segment assets at 31 December 2009 are as follows:

All amounts in euro thousands

	31 December 2009			Total
	Development & Sale of property	Construction Work	Property Leases	
Total Assets	261,379	1,332	944,110	1,206,820

The segment assets provided to the Chairman of the BoD are measured according to the same accounting standards and policies followed for the preparation and presentation of the financial statements. These assets are allocated based on the operations of the segments.

A reconciliation of total adjusted operating profit / loss to profit / loss before tax is provided as follows:

All amounts in euro thousands

	01/01/2010 - 30/06/2010	01/01/2009 - 30/06/2009
Adjusted Operating profit / (loss)	4,597	12,499
Administrative personnel costs	(1,716)	(1,968)
Impairments	(4,672)	(2,332)
Depreciation	(86)	(105)
Other taxes	(1,857)	(757)
Other administrative expenses	(725)	(737)
Operating profit	(4,459)	6,600
Finance revenue	3,924	6,404
Finance expenses	(18,021)	(19,279)
Profit / (loss) before income tax	(18,556)	(6,274)

5 Investment property

All amounts in euro thousands

	Consolidated	Company
At beginning of period (01.01.2009)	1,212,018	824,096
Additions in investment property / additions in construction costs	5,053	4,989
Disposal	(707)	-
Net gain from fair value adjustments on investment property	(88,024)	(50,325)
At end of period (31.12.2009)	1,128,340	778,759
Additions in investment property / additions in construction costs	521	521
Disposal	(14,293)	(7,559)
Loss from disposal of investment property	(9,727)	(4,177)
At end of period (30.06.2010)	1,104,841	767,544

The fair market value of Investment property was re-measured and adjusted at 31 December 2009 based on the Valuation Report by an independent professionally qualified valuer of Colliers International. For all properties, valuations were based on current prices in an active market and discounted cash flow projections.

The following amounts relating to investment property have been recognised in the income statement:

All amounts in euro thousands

	Consolidated		Company	
	01/01/2010 - 30/06/2010	01/01/2009 - 30/06/2009	01/01/2010 - 30/06/2010	01/01/2009 - 30/06/2009
Rental income from investment property	18,167	17,925	12,081	11,957
Operating expenses arising from investment property	1,250	1,439	1,024	1,135

	Consolidated		Company	
	01/04/2010 - 30/06/2010	01/04/2009 - 30/06/2009	01/04/2010 - 30/06/2010	01/04/2009 - 30/06/2009
Rental income from investment property	8,762	8,713	5,759	5,761
Operating expenses arising from investment property	728	623	618	501

Repurchase and disposal of Investment property

At the end of March 2010, the group has repurchased before maturity the horizontal ownerships B1 and C1 as well as 40 parking spaces at the third basement of the Building located at 1-3 Kifissias Avenue, Alexandras Avenue and 4 Theofanous street in Athens from Ethniki Leasing. The repurchase price was defined at € 4.9 million (it includes the outstanding notional of the sale and leaseback agreement plus accrued interest at the repurchase date). The repurchase price refers to the parent company by 85% and to the subsidiary 'Babis Vovos International Construction S.A. and Co GP' by 15%.

At the same date, the parent company and the above mentioned subsidiary signed a sale contract with the company named "VIRMA S.A." concerning the aforementioned horizontal ownerships. The sale price was determined at € 8.9 million referring to the parent company by 85% and to the subsidiary by 15%. The fair value of the property (€ 13,808 thousand) based on the valuation performed by the independent valuer as per December 31, 2009 was revalued so as to equal the transaction price and the difference amounting to € 4,914 thousand burdened the Group's result for the year as loss from disposal of investment property.

The net inflow from the repurchase and the sale after the deduction of the relating expenses of the contracts was mainly used for the partial repayment of liabilities to Ethniki Leasing and Ethniki Bank.

During May 2010, the Group has repurchased before maturity the Building located at 174 Syggrou Avenue and Kalafati street in Athens from Ethniki Leasing. The repurchase price was defined at € 3.96 million (it includes the outstanding notional of the sale and leaseback agreement plus accrued interest at the repurchase date). The repurchase price refers to the subsidiary 'Babis Vovos International Construction S.A. and Co GP' by 100%.

At the same date, the above mentioned subsidiary signed a sale contract with the company named "Ethniki PANGAIA S.A." concerning the aforementioned building. The sale price was determined at € 5.4 million. The fair value of the property (€ 10,213 thousand) based on the valuation performed by the independent valuer as per December 31, 2009 was revalued so as to equal the transaction price and the difference amounting to € 4,813 thousand burdened the Group's result for the year as loss from disposal of investment property.

The net inflow from the repurchase and the sale after the deduction of the relating expenses of the contracts was mainly used for the partial repayment of liabilities to Ethniki Leasing.

Investment property under construction

Sounio

During January 2008, the last one of the three building permits necessary for the development of three distinct hotel units, with a total above ground area of 12,000 sqm was issued. The development of the land plot in Sounio, which will be starting during the next six months, in a particularly attractive location, will generate significant demand from Greek and foreign hotel operators. The Group intends to secure a long-term lease agreement with a hotel operator to manage the units that will be developed.

Poros - Galatas

The Group has already received all the necessary permits for the improvement of the existing hotel unit into a class A' hotel and the completion of the semi-completed semi-detached residential units intended for tourist use. The completion of the aforementioned residential units has progressed significantly. The completion of the hotel complex including the improvement of the existing hotel unit into a class A' hotel is expected during the

forthcoming months of 2010. The fair market value of the land plots and the hotel unit as well as the construction costs as per 30 June 2010 are included in Investment property under construction.

Votanikos

During 2006, Babis Vovos International Construction S.A. signed the final purchase agreement for the assets owned by ETMA S.A. and HELLATEX S.A., in the area of combined urban regeneration and development of Votanikos. This agreement refers to a total land surface of approximately 100,000 sqm, located in the district of Elaionas in the municipality of Athens. The aforementioned land plots are located within the borders of the Metropolitan intervention and combined urban regeneration and development of the areas of Alexandras Avenue and Votanikos, according to L.3481/2006. According to the provisions of the aforementioned law, the company granted 57% of the total surface to the municipality of Athens ensuring the respective to the total surface building coefficient. Company management has not yet decided for the way of exploitation of the property which is classified under investment property.

During the first quarter of 2007, the demolition permit concerning the existing buildings was issued. The demolition has started during April 2007 and is already completed. At the beginning of July 2007, the excavation and retaining wall structure works permit has also been issued and the respective works are currently completed. During March 2008, the construction permit concerning part of the underground parking area has been issued and the relative works are at the completion stage. Following the approval of the Environmental Impact Report dated August 29th, 2008, the building permit for the total development of the shopping mall including 80,000 sqm under the ground area as well as 70,000 sqm of above the ground area has been issued. At the beginning of December, while the project was at the stage of reinforced concrete works were being carried out (already reached at the second floor), as well as various works for the completion of the basement area, the Council of State decided upon the temporary suspension of the construction work at Votanikos. This temporary suspension of works followed an appeal against the building permit of the mall submitted by a small number of citizens. The hearing of appeal at the Plenary of the Council of State had taken place on March 6th, 2009. With the issuance of the decision No 3059/2009, the Plenary of the Council of State judged that the provisions of the article 12 of the L.3481/2006 are opposed to the Greek Constitution for the reason of the deficit in the ratio of open green and common use areas and it cancelled, for the above reason, the building permit of the BVIC shopping mall in Votanikos which had been issued based on the provisions of the above mentioned article of L.3481/2006.

The decision No 3059/2009 of the Plenary of the Council of State provides the direction for a new legal act which will enable the completion of the Joint Redevelopment at its entirety including the construction of BVIC shopping mall. The management of BVIC has already proceeded to meetings with the involved parties and has provided its propositions for the possible legal act so that the procedures to be completed at a short time and the Joint redevelopment at its entirety to be continued.

During March 2010, the announcements made by the Minister for the Environment, Energy and Climate Change, Tina Birbili, following the meeting she held with all the concerned parties, established a clear picture regarding the continuation of the Joint Regeneration project in its entirety. The Minister announced that she will submit a legislative amendment for the Joint Regeneration project of the areas Votanikos and Alexandras Avenue to be voted in Parliament, decreasing the buildings surface and the building coefficient of the area of Votanikos.

As far as the shopping mall is concerned, taking for granted the completion of the legislative act as announced by the Ministry for the Environment, Energy and Climate Change, it will be developed with a building coefficient of 1.2. This will improve the initial building plan, and help to create more free surfaces, atriums etc, thus rendering the shopping mall more friendly towards its visitors and the environment.

The management of BVIC will further restructure its bank debt, and this new development also creates confidence that additional financing lines will be established for new projects, some of which are already being developed.

As far as the loan contracts that are related to the Votanikos project are concerned, at 31.3.2010, amendments of the loan contracts referring to the loan of € 125 million and its maturity were signed with Alpha Bank and Piraeus Bank. As already announced, both the above mentioned banks have already provided the company with the right to extend the repayment schedule up to 31.3.2011. Nevertheless, in the event that the company has not received the building permit for the project until 30.9.2010 the involved banks have the right at any time until 31.3.2011 to request the repayment of the outstanding amount of the loan.

The total fair value of the Votanikos project (land and construction in progress) is € 144.0 million and is in excess of the related lending and, therefore, management does not believe that any accelerate demand for the repayment of the related loan will create any liquidity issues.

Additionally, with the intention of protecting and ensuring its shareholders and employees interests, BVIC management has submitted to the Council of State an appeal for the cancellation of the building permit and the environmental impact report of the stadium of Panathinaikos in Votanikos the construction of which is to take place upon the land granted by BVIC to the municipality of Athens. Additionally, for the operation of the above mentioned stadium, there is a prerequisite for a certain number of parking spaces. This prerequisite would be covered partly by the constructed parking spaces of BVIC shopping mall.

The development is planned for completion six months after the beginning of the construction works so that the shopping mall will be delivered as 'cold shell' to the tenants. Following the delivery, interior works of the retail shops will be carried out with the target of being operative during 2011.

At 30 June 2010, the fair value of the land plot in Votanikos amounted to € 98,718 thousand. The fair value of the land plot in Votanikos according to the Valuation Report of Colliers International dated 31.12.2009 amounts to € 127,069 thousand. Despite that fact, management, under conservatism principle, did not proceed to a revaluation of the investment property under construction in Votanikos. In case the company had proceeded to the revaluation of the fair value of the investment property under construction in Votanikos, the investment properties as well as the Net Asset Value before deferred tax would have been increased by € 28,352 thousand. The construction cost of the project, at 30 June 2010, amounted to € 45,295 thousand and is included in the Investment properties. The decrease of the building coefficient from 1.6 to 1.2 from the forthcoming legislative amendment does not affect the existing construction and its respective cost. Consequently, the company has not formed any provision for impairment of the construction cost as at 30 June 2010.

At 30 June 2010, the Group had no un-provided contractual obligations for future repairs and maintenance of investment property.

Group investment property includes buildings valued at € 778,494 thousand (including the Build Operate Transfer of building complex Ethnikis Antistaseos), held under sale and leaseback agreements, of which the remaining obligations are € 465,232 thousand. (For 31.12.2009: buildings valued at € 802,515 thousand (including the Build Operate Transfer of building complex Ethnikis Antistaseos) held under sale and leaseback agreements of which the remaining obligations were € 482,004 thousand).

6 Borrowings

All amounts in euro thousands

	Consolidated		Company	
	30 June 2010	31 December 2009	30 June 2010	31 December 2009
Non - current				
Bank Borrowings	45,377	54,657	42,391	51,312
Finance lease liabilities	490,859	498,338	326,714	331,770
	<u>536,236</u>	<u>552,995</u>	<u>369,104</u>	<u>383,082</u>
Current				
Bank Borrowings	188,691	174,990	186,446	172,841
Finance lease liabilities	17,176	26,180	14,035	19,416
	<u>205,867</u>	<u>201,170</u>	<u>200,481</u>	<u>192,257</u>
Total borrowings	<u>742,103</u>	<u>754,164</u>	<u>569,585</u>	<u>575,339</u>

Movements in borrowings are analysed as follows:

All amounts in euro thousands

	Consolidated	Company
At beginning of period (01.01.2009)	760,849	575,626
Borrowings inflows (bank loans)	12,366	8,066
Borrowings inflows (finance leases)	55,906	38,487
Borrowings payback (bank loans)	(43,960)	(20,870)
Borrowings payback (finance leases)	(29,216)	(24,428)
Accrued interest	(1,781)	(1,542)
At end of period (31.12.2009)	754,164	575,339
Borrowings inflows (bank loans)	700	-
Borrowings payback (bank loans)	(2,473)	(1,302)
Borrowings payback (finance leases)	(16,309)	(10,437)
Accrued interest	6,021	5,985
At end of period (30.06.2010)	742,103	569,585

All the Group's borrowings are at floating rates of interest. The fair value of both the long-term and short-term borrowings at 30 June 2010 approximated their carrying values. All the Group's borrowings are in euro.

For securing borrowings, guarantees have been provided over:

- the investment property amounting to € 322,240 thousand (31 December 2009: € 336,540 thousand) for the Group and € 252,554 thousand (31 December 2009: € 252,554 thousand) for the company.
- the intangible assets (Transfer of Building Coefficient rights – cost of land that will accept the transferable building coefficients) amounting to € 23,745 thousand (31 December 2009: 12,745 thousand) for the Group and € 18,587 thousand (31 December 2009: € 12,745 thousand) for the company.
- the inventories amounting to € 32,000 thousand (31 December 2009: 32,000 thousand) for the Group and the company have been provided.

The Group has proceeded in negotiations with the banks relating to the extension of the repayment schedule and the restructuring of most of the loan contracts and sale and leaseback agreements in effect.

As far as the loan contracts are concerned, at 31.3.2010, amendments of the loan contracts referring to the loan of € 125 million for the under construction project in Votanikos and its maturity were signed with Alpha Bank and Piraeus Bank. As already announced, both the above mentioned banks have already provided the company with the right to extend the repayment schedule up to 31.3.2011. Nevertheless, in the event that the company has not received the building permit for the project until 30.9.2010 the involved banks have the right at any time until 31.3.2011 to request the repayment of the outstanding amount of the loan.

The total fair value of the Votanikos project (land and construction in progress) as further described in Note 5 is € 144.0 million as at 30 June 2010 and is included in investment properties in the consolidated statement of financial position. This value is in excess of the related lending and, therefore, management does not believe that any accelerate demand for the repayment of the related loan will create any liquidity issues.

7 Trade and other payables

The company has secured a grace period up to 31.12.2011 for the repayment of its liabilities to the subsidiary companies “Ergoliptiki – Ktimatiki - Touristiki S.A.”, “Doma S.A.”, “Alteco S.A”, Elfinko S.A” and “International Palace Hotel S.A.” amounting to € 53,608 thousand. Therefore, the respective liabilities are indicated as Trade and other payables under non-current liabilities of the Balance Sheet. At 31.12.2009, these liabilities were also indicated as non current liabilities.

8 Derivatives

All amounts in euro thousands

	Consolidated		Company	
	30 June 2010	31 December 2009	30 June 2010	31 December 2009
Interest rate swaps held for trading				
Non-current assets	16	466	16	466
Current assets	16	233	16	233
Non-current liabilities	28,418	46,385	28,418	46,385
Current liabilities	12,769	10,617	12,769	10,617

During the period ended at 30 June 2010, there was a significant amendment of the Group’s interest rate swap agreement with Credit Suisse.

During April 2010, the company has proceeded into partial unwind and amendment of the agreement netting off the market value of the liability with:

- An advance amounting to € 2,500 thousand paid to Credit Suisse according to the provisions of the signed interest rate swap agreement. This amount was to be returned to the company on April 2010 according to the provisions of the aforementioned swap agreement bearing interest. The total amount including the interest was €2,540 thousand.
- Cash collateral amounting to € 9,250 paid to Credit Suisse based on the signed interest rate swap due to the increase in fair value of the transaction amounting to over € 25,000 thousand. The total amount of the cash collateral including the accrued interest was € 9,268 thousand.

The total amount of € 11,808 thousand was used for the partial unwind of the transaction by € 11,085 thousand while the rest of it was used for the payment of the current liability stemming from the existing swap agreement for March 2010.

At 30 June 2010, the fair value of the above mentioned swap agreement was € 25,162 thousand (31 December 2008: € 38,826 thousand).

At 30 June 2010, the fair value of the liabilities from interest rate swap agreements was € 41,187 thousand (31 December 2008: € 57,001 thousand). Finance expense of € 904 thousand as well as finance revenue of € 3,837 thousand was recognised in the income statement.

At 30 June 2010, the fair value of the interest rate swap agreement classified at Assets was € 31 thousand (31 December 2008: € 698 thousand). Finance expense of € 434 thousand was recognised in the income statement.

9 Provisions

All amounts in euro thousands

	Consolidated	Company
At beginning of period (01.01.2009)	<u>1,057</u>	<u>517</u>
At end of period (31.12.2009)	<u>1,057</u>	<u>517</u>
At end of period (30.06.2010)	<u>1,057</u>	<u>517</u>

Provisions for other liabilities and expenses include provisions for possible liabilities relating to litigation and claims which were pending against the Group companies (see Note 14).

During the period ended 30 June 2010, no provision for litigation and claim against the companies of the Group was formed.

10 Revenue

All amounts in euro thousands

	Consolidated		Company	
	01/01/2010 - 30/06/2010	01/01/2009 - 30/06/2009	01/01/2010 - 30/06/2010	01/01/2009 - 30/06/2009
Rental income	24,863	25,535	17,348	17,516
Sale of property	-	503	-	503
Construction work	759	510	759	510
Other	-	-	-	1
	<u>25,622</u>	<u>26,549</u>	<u>18,107</u>	<u>18,530</u>

	Consolidated		Company	
	01/04/2010 - 30/06/2010	01/04/2009 - 30/06/2009	01/04/2010 - 30/06/2010	01/04/2009 - 30/06/2009
Rental income	11,826	12,463	8,223	8,518
Sale of property	-	288	-	288
Construction work	110	138	110	138
Other	-	-	-	-
	<u>11,936</u>	<u>12,889</u>	<u>8,333</u>	<u>8,944</u>

The period of leases whereby the Group leases out its investment property under operating leases is 8 years or more.

The period of leases whereby the Group sub-leases horizontal ownerships (building floors, retail shops, parking spaces) for which is also a lessee through operating leases have a duration of 8 years or more.

The contractual lease agreements include only contingent rents. They do not include variable rents in respect of the turnover of the lessees.

11 Operating profit

The amounts below have been recorded in the operating profit during the period ended 30 June 2010:

All amounts in euro thousands

	Consolidated		Company	
	01/01/2010 - 30/06/2010	01/01/2009 - 30/06/2009	01/01/2010 - 30/06/2010	01/01/2009 - 30/06/2009
Provision for doubtful debt	4,672	2,332	3,278	1,556
Provision for inventory impairment	-	400	-	400
	<u>4,672</u>	<u>2,732</u>	<u>3,278</u>	<u>1,956</u>

All amounts in euro thousands

	Consolidated		Company	
	01/04/2010 - 30/06/2010	01/04/2009 - 30/06/2009	01/04/2010 - 30/06/2010	01/04/2009 - 30/06/2009
Provision for doubtful debt	4,672	2,332	3,278	1,556
Provision for inventory impairment	-	400	-	400
	<u>4,672</u>	<u>2,732</u>	<u>3,278</u>	<u>1,956</u>

12 Earnings per share

All amounts in euro thousands

	Consolidated		Company	
	01/01/2010 - 30/06/2010	01/01/2009 - 30/06/2009	01/01/2010 - 30/06/2010	01/01/2009 - 30/06/2009
Net profit attributable to shareholders	(28,551)	(6,274)	(14,615)	(5,661)
Weighted average number of ordinary shares in issue (thousands)	<u>33,930</u>	<u>33,930</u>	<u>33,930</u>	<u>33,930</u>
Basic earnings per share (€ per share)	<u>(0.84)</u>	<u>(0.18)</u>	<u>(0.43)</u>	<u>(0.17)</u>

	Consolidated		Company	
	01/04/2010 - 30/06/2010	01/04/2009 - 30/06/2009	01/04/2010 - 30/06/2010	01/04/2009 - 30/06/2009
Net profit attributable to shareholders	(25,436)	(6,251)	(12,005)	(5,475)
Weighted average number of ordinary shares in issue (thousands)	<u>33,930</u>	<u>33,930</u>	<u>33,930</u>	<u>33,930</u>
Basic earnings per share (€ per share)	<u>(0.75)</u>	<u>(0.18)</u>	<u>(0.35)</u>	<u>(0.16)</u>

Basic earnings per share are calculated by dividing the net profit attributable to shareholders by the weighted average number of ordinary shares outstanding during the period.

The Company has no dilutive potential ordinary shares, therefore the diluted earnings per share is the same as the basic earnings per share.

13 Cash generated from operations

All amounts in euro thousands

	Consolidated		Company	
	01/01/2010 - 30/06/2010	01/01/2009 - 30/06/2009	01/01/2010 - 30/06/2010	01/01/2009 - 30/06/2009
Profit before income tax	(18,556)	(6,274)	(11,313)	(6,282)
Adjustments for:				
– depreciation and amortisation	197	219	115	136
– net (gain) / loss from disposal of investment property	9,727	107	4,177	-
– Provision for inventory impairment	-	(266)	-	(291)
– Increase in retirement provision	127	(1)	119	(13)
– Increase in provision for doubtful debt	4,672	2,332	3,278	1,556
– interest expense	16,271	18,539	12,167	14,351
– interest revenue	(37)	(56)	(4)	(51)
– (income) / loss from derivatives	(2,137)	(5,609)	(2,137)	(5,609)
– dividend (income) / loss	-	-	(1,064)	(105)
Changes in working capital:				
– trade and other receivables	(1,142)	2,319	(154)	1,909
– inventories	(2,932)	(2,590)	(2,932)	(2,563)
– payables	10,588	(1,380)	10,162	(2,131)
Cash generated from operations	16,777	7,340	12,414	906

In the statement of cash flows, proceeds from sale of investment property comprise:

All amounts in euro thousands

	Consolidated		Company	
	01/01/2010 - 30/06/2010	01/01/2009 - 30/06/2009	01/01/2010 - 30/06/2010	01/01/2009 - 30/06/2009
Accounting Value	24,021	814	11,736	-
Profit / (loss) from disposal of investment property	(9,727)	(107)	(4,177)	-
Proceeds from sale of investment property	14,293	707	7,559	-

14 Contingencies

The Group has contingent liabilities in respect of bank and other guarantees and other matters arising in the ordinary course of business. It is not anticipated that any material liabilities will arise from the contingent liabilities. The Group and the company have given guarantees in the ordinary course of business amounting to €

6,391 thousand (2009: € 6,305 thousand) and € 2,617 thousand (2009: € 2,531 thousand) respectively to third parties concerning securing liabilities and fair execution.

At 30 June 2010, there were pending court decisions over injunctions filled against the Group from third parties amounting to € 4,266 thousand (2009: € 4,266 thousand) for which a total provision of € 1,057 thousand (2009: € 1,057 thousand) for the Group and € 517 thousand (2009: € 517 thousand) for the Company was formed. Based on the estimations of the company management and the legal counsels, the provision is considered adequate. There is no expectation that any significant additional liability will incur. At 30 June 2010, there was one pending court decision for the cancellation of a building permit as far as 49 Kifissias Avenue building is concerned. However, no liability is expected to incur. At 30 June 2010, there also were pending court decisions over injunctions filled by the Group against third parties amounting to € 16,102 thousand (2009: € 16,102 thousand).

The companies included in the consolidation have been tax audited as follows : the parent company 'Babis Vovos International Construction S.A.' up to the fiscal year 2006, 'Babis Vovos International Construction S.A. & Co G.P.' up to the fiscal year 2006, 'Ergoliptiki - Ktimatiki - Touristiki S.A.' up to the fiscal year 2006, 'Doma S.A.' up to the fiscal year 2000, 'International Palace Hotel S.A.' up to the fiscal year 2006, 'Alteco S.A.' up to the fiscal year 2004 and 'Elfinko S.A.' up to the fiscal year 2004. A provision which burdened the fiscal years' results as well as previous fiscal years' results has been formed and there is no expectation that any significant additional liability will incur.

On June 2008, the tax audit for the subsidiary company Babis Vovos International Construction S.A. and Co GP concerning the fiscal years 2003 up to 2006 was completed. The tax audit resulted in tax audit differences amounting to € 7,086 thousand excluding the tax surcharges. Out of these, until today, € 3,298 thousand have not been finalised. For the non-finalised tax audit differences amounting to € 3,298 thousand, the company has appealed against to administrative courts. The company has additionally burdened its results with the respective surcharges which, until today, are calculated to the amount of € 4,653 thousand.

15 Related-party transactions

At 30 June 2010, Mr. Charalambos Vovos owns 36.03% of the parent company's shares and voting rights. The remaining 63.97% of the shares are widely held to international institutional investors, domestic institutional investors and private investors.

All amounts in euro thousands

	Consolidated		Company	
	01/01/2010 - 30/06/2010	01/01/2009 - 30/06/2009	01/01/2010 - 30/06/2010	01/01/2009 - 30/06/2009
Sales of goods and services				
<i>Sales of goods</i>				
Babis Vovos International	-	-	-	1
Construction S.A. & Co GP	-	-	-	1
	<u>-</u>	<u>-</u>	<u>-</u>	<u>1</u>
<i>Sales of services</i>				
Innovative Buildings S.A	2	2	-	-
Promise Cafe Ltd.	55	48	-	-
The Greek Coffee Company S.A.	46	89	-	-
	<u>103</u>	<u>139</u>	<u>-</u>	<u>-</u>
Purchases of goods and services				
<i>Purchases of services</i>				
Babis Vovos International				
Construction S.A. & Co GP	-	-	62	61
Services of key management personnel	53	57	53	57
	<u>53</u>	<u>57</u>	<u>115</u>	<u>118</u>
Key management compensation				
Salaries and other short term employee benefits	578	666	578	666
	<u>578</u>	<u>666</u>	<u>578</u>	<u>666</u>

Year-end balances arising from sales/purchases of goods/services	Consolidated		Company	
	30 June 2010	31 December 2009	30 June 2010	31 December 2009
<i>Receivables from related parties</i>				
Babis Vovos International Construction S.A. & Co GP	-	-	39,024	39,976
Innovative Buildings S.A	8	6	-	-
Positive Ltd.	499	499	490	490
International Construction S.A - Boretos & Co. GP	48	48	48	48
Ergoliptiki - Ktimatiki - Touristiki SA & Co Ltd	11,324	11,317	5,329	5,329
Marvo S.A	5	5	5	5
Promise Cafe Ltd.	9	12	-	-
The Greek Coffee Company S.A.	81	44	-	-
Key management personnel ⁽¹⁾	<u>27,501</u>	<u>27,501</u>	<u>27,486</u>	<u>27,486</u>
	<u>39,476</u>	<u>39,433</u>	<u>72,383</u>	<u>73,334</u>
<i>Payables to related parties</i>				
Ergoliptiki - Ktimatiki - Touristiki SA	-	-	1,648	1,468
Doma S.A	-	-	8,915	8,905
International Palace Hotel S.A	-	-	3,851	3,852
Atrina Special Purpose 1 S.A.	-	-	55	-
Alteco S.A	-	-	13,727	13,739
Elfinko S.A.	-	-	25,467	25,488
Key management personnel	<u>618</u>	<u>95</u>	<u>618</u>	<u>95</u>
	<u>618</u>	<u>96</u>	<u>54,280</u>	<u>53,548</u>

Note 1: An amount of € 26,930 thousand concerns advance for participation purchase

Excluding the subsidiaries, related parties consist of companies to which the major shareholder of the parent company or members of the top management have strong influence in the decision making process.

Sale and purchase of services and goods from and to related parties are based on the price lists in force and terms that would be available to third parties.

The receivables and payables from and to related parties have no specific due date and bear no interest.

16 Number of employees

The number of employees for the Group and the Company as at 30 June 2010 is as follows:

	Consolidated		Company	
	30 June 2010	30 June 2009	30 June 2010	30 June 2009
Number of employees	385	462	377	456

17 New subsidiary

During the six months ended at 30 June 2010, the parent company has proceeded with the establishment of a new subsidiary named “ATRINA SPECIAL PURPOSE ONE S.A.”. The parent company owns 100% of the newly established company shares. The share capital of the aforementioned company amounts to € 60,000 (6,000 shares with nominal value of € 10 each) and it was entirely paid in cash. The company’s purpose includes properties purchases, exploitation and management.

18 Events after the balance sheet date

There are no significant events after the balance sheet date.

E. Figures and Information (Consolidated and Company)

BABIS VOVOS INTERNATIONAL CONSTRUCTION S.A.

Company's No. in the register of Societes Anonymes : 2283/06/B/86/12

Registered Address : 340 Kifissias Avenue, 154 51 N. Psychico

Figures and information for the period of 1 January 2010 until 30 June 2010

Published according to the decision 4/507/28.04.2009 of the Board of Directors of the Capital Market Commission

The financial data and information illustrated below, deriving from the interim condensed financial statements, is aiming to provide a general awareness about the financial position and the financial results of Babis Vovos International Construction S.A. and its subsidiaries. We advise the reader, before making any investment decision or other transaction concerning the company, to visit the company's web site where the financial statements together with the audit report of the Certified Auditor Accountant are presented.

Company Web site : www.babisvovos.com

Date of approval of the interim Financial

August 30th, 2010

Statements

Marios Psaltis (SOEL Reg. No. 38081)

Certified Auditor Accountant

PriceWaterhouseCoopers S.A. (SOEL Reg. No. 113)

Auditing Firm

Unqualified opinion - emphasis of matter

Type of auditor's opinion

CONSOLIDATED STATEMENT OF FINANCIAL POSITION (consolidated and company data)				
Amounts in € thousand				
	CONSOLIDATED		COMPANY	
	30/06/2010	31/12/2009	30/06/2010	31/12/2009
ASSETS				
Property, plant and equipment	9,985	10,241	1,487	1,662
Investment property	1,104,841	1,128,340	767,544	778,759
Intangible assets	18,896	18,907	16,467	16,479
Other non-current assets	599	1,058	49,899	50,298
Inventories	41,447	38,443	42,518	39,515
Trade receivables	5,813	3,360	3,906	1,993
Cash and cash equivalents	2,187	4,200	1,593	3,392
Other Assets	55,661	73,193	83,345	100,009
TOTAL ASSETS	1,239,428	1,277,742	966,760	992,108
EQUITY AND LIABILITIES				
Share capital	10,179	10,179	10,179	10,179
Retained earnings and reserves attributable to the Company's equity holders	293,560	322,110	187,556	202,471
Capital and reserves attributable to the Company's equity holders (a)	303,739	332,289	197,735	212,350
Minority interest (b)	6,906	6,926	-	-
Total equity (c)=(a)+(b)	310,645	339,215	197,735	212,350
Long-term borrowings	536,236	552,995	369,104	383,082
Deferred income tax long term liabilities	74,757	67,555	39,010	36,466
Provisions / Other long term liabilities	35,447	53,140	87,709	105,218
Short-term borrowings	205,867	201,170	200,481	192,257
Other short term liabilities	76,476	63,667	72,721	62,735
Total Liabilities (d)	928,784	938,527	769,025	779,758
TOTAL EQUITY & LIABILITIES (e)=(c)+(d)	1,239,428	1,277,742	966,760	992,108
CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (consolidated and company data)				
Amounts in € thousand				
	CONSOLIDATED		COMPANY	
	30/06/2010	30/06/2009	30/06/2010	30/06/2009
Total Equity (at 1/1/2010 and 1/1/2009 respectively)	339,215	416,019	212,350	247,944
Profit / (loss) for the period (continued operations)	(28,571)	(6,249)	(14,615)	(5,661)
Equity balance (30/6/2010 and 30/6/2009 respectively)	310,645	409,771	197,735	242,283
CONSOLIDATED STATEMENT OF CASH FLOWS (consolidated and company data)				
Amounts in € thousand				
	CONSOLIDATED		COMPANY	
	1/1-30/6/2010	1/1-30/6/2009	1/1-30/6/2010	1/1-30/6/2009
Operating activities				
Net profit before tax (continued operations)	(18,556)	(6,274)	(11,313)	(6,282)
Adjustments for:				
Depreciation and amortisation	197	219	115	136
Provisions	4,799	2,066	3,397	1,252
Results (revenues, expenses, profit, loss)	7,553	(5,558)	973	(5,765)
Interest expenses	16,271	18,539	12,167	14,351
Plus / minus adjustments for changes in working capital or relating to operating activities				
Decrease / (increase) of inventory	(2,932)	(2,590)	(2,932)	(2,563)
Decrease / (increase) in trade & other receivables	(1,142)	2,319	(154)	1,809
Increase / (decrease) in short term liabilities (bank liabilities not included)	10,588	(1,380)	10,162	(2,131)
Minus:				
Interest paid	(11,251)	(18,227)	(7,266)	(15,180)
Income tax paid	(1,982)	(2,447)	(938)	(1,155)
Net cash generated from operating activities (a)	3,545	(13,335)	4,210	(15,429)
Cash flows from investing activities				
Establishment of new subsidiary	-	-	(60)	-
Additions in investment property, Property, plant and equipment & intangible assets	(521)	(2,684)	(521)	(2,684)
Proceeds from sale of investment property and Property, plant and equipment	14,283	707	7,559	-
Interest received	5	57	4	51
Net cash used in investing activities (b)	13,777	(1,920)	6,982	(2,633)
Cash flows from financing activities				
Inflows from derivatives	(1,252)	9,527	(1,252)	9,527
Borrowings payback (bank loans)	(2,473)	(18,274)	(1,302)	(16,109)
Borrowings payback (finance leases)	(16,309)	(17,656)	(10,437)	(16,371)
Borrowings inflows	700	34,251	-	34,251
Net cash used in financing activities (c)	(19,335)	7,847	(12,991)	11,287
Net increase / (decrease) in cash and cash equivalents (a) + (b) + (c)	(2,013)	(7,408)	(1,799)	(6,765)
Cash and cash equivalents at beginning of the period	4,200	12,858	3,392	11,174
Cash and cash equivalents at end of the period	2,187	5,449	1,593	4,409

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME (consolidated and company data)

	Amounts in € thousand			
	CONSOLIDATED		COMPANY	
	Continued operations	Continued operations	Continued operations	Continued operations
	1/1-30/6/2010	1/1-30/6/2009	1/1-30/6/2010	1/1-30/6/2009
Rental Revenue from Investment Property	18,167	17,925	12,081	11,957
Loss from disposal of investment property	(9,727)	(107)	(4,177)	(4,177)
Minus: operating expenses	(11,250)	(1,437)	(1,024)	(1,135)
Gross profit / (loss) from investing activity	7,190	16,379	6,880	10,823
Earnings / (loss) before interest and tax	(4,459)	8,699	(2,250)	2,304
Profit / (loss) before taxation	(18,556)	(6,274)	(11,313)	(6,282)
Net Profit / (loss) for the year	(28,571)	(6,249)	(14,615)	(5,661)
Equity holders of the Company	(28,551)	(6,274)	(14,619)	(5,661)
Minority interest	(20)	26	-	-
Total comprehensive income	(28,571)	(6,249)	(14,615)	(5,661)
Equity holders of the Company	(28,551)	(6,274)	(14,619)	(5,661)
Minority interest	(20)	26	-	-
Basic and diluted earnings per share for profit attributable to the equity holders of the Company during the year (expressed in € per share)	(0.8415)	(0.1849)	(0.4307)	(0.1669)
Earnings / (loss) before interest, tax, depreciation and amortisation	(4,263)	6,819	(2,235)	2,439

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME (consolidated and company data)

	Amounts in € thousand			
	CONSOLIDATED		COMPANY	
	Continued operations	Continued operations	Continued operations	Continued operations
	1/1-30/6/2010	1/1-30/6/2009	1/1-30/6/2010	1/1-30/6/2009
Rental Revenue from Investment Property	8,762	8,713	5,759	5,761
Loss from disposal of investment property	(4,813)	-	-	-
Minus: operating expenses	(728)	(623)	(618)	(501)
Gross profit / (loss) from investing activity	3,221	8,090	5,141	5,260
Earnings / (loss) before interest and tax	(6,211)	1,806	(1,914)	170
Profit / (loss) before taxation	(15,453)	(5,802)	(8,641)	(5,298)
Net Profit / (loss) for the year	(25,466)	(6,244)	(12,005)	(5,475)
Equity holders of the Company	(25,436)	(6,251)	(12,009)	(5,475)
Minority interest	(31)	7	-	-
Total comprehensive income	(25,466)	(6,244)	(12,005)	(5,475)
Equity holders of the Company	(25,436)	(6,251)	(12,009)	(5,475)
Minority interest	(31)	7	-	-
Basic and diluted earnings per share for profit attributable to the equity holders of the Company during the year (expressed in € per share)	(0.7497)	(0.1842)	(0.3538)	(0.1614)
Earnings / (loss) before interest, tax, depreciation and amortisation	(6,113)	1,916	(1,857)	238

Additional data & information:

1. Group companies that are included in the consolidated financial statements with their respective registered office and percentage of ownership are as follows:

Full Consolidation method	Percentage %
a. BABIS VOVOS INTERNATIONAL CONSTRUCTION S.A. Registered office : 340 Kifissias Avenue, N. Psychico	Parent
b. BABIS VOVOS INTERNATIONAL CONSTRUCTION S.A. & Co G.P. Registered office : 340 Kifissias Avenue, N. Psychico	99.90%
c. DOMA S.A. Registered office : 64 Kifissias Avenue, Maroussi	98.98%
d. ALTECO S.A. Registered office : 340 Kifissias Avenue, N. Psychico	99.01%
e. ERGOLPTIKI - KTIMATIKI - TOURISTIKI S.A. Registered office : 340 Kifissias Avenue, N. Psychico	51.00%
f. INTERNATIONAL PALACE HOTEL S.A. Included in the consolidation with 51% percentage of ownership through " ERGOLPTIKI - KTIMATIKI - TOURISTIKI S.A." which owns 100% of its share capital. Registered office : 340 Kifissias Avenue, N. Psychico	51.00%
g. ELFINIKO S.A. Registered office : 340 Kifissias Avenue, N. Psychico	99.00%
h. ATRINA SPECIAL PURPOSE ONE S.A. Included for the first time in the consolidation with 100% percentage of ownership. Registered office : 340 Kifissias Avenue, Athens.	100.00%

2. The companies included in the consolidation have been tax audited as follows: the parent company Babis Vovos International Construction S.A. up to the fiscal year 2006, 'Babis Vovos International Construction S.A. & Co G.P.' up to the fiscal year 2006, 'Ergolptiki - Ktimatiki - Touristiki S.A.' up to the fiscal year 2006, 'DOMA S.A.' up to the fiscal year 2000, 'INTERNATIONAL PALACE HOTEL S.A.' up to the fiscal year 2006, 'ALTECO S.A.' up to the fiscal year 2004 and 'ELFINIKO S.A.' up to the fiscal year 2004.

3. The Group and Company's Investment properties, as well as inventories and intangible assets, include mortgage amounts to the value of € 377,985 thousand for the Group and € 303,141 thousand for the company to secure borrowings (including sale and leaseback agreements), as at 30.06.2010.

4. At 30.06.2010, there were pending court decisions over injunctions filed against the Group and the Company from third parties, for which a total provision of € 1,057 thousand and € 517 thousand for the Group and the Company respectively was formed. Based on the estimations of the company management and the legal counsels, the provision is considered adequate. There is no expectation that any significant additional liability will incur.

5. At 30.06.2010, the Group and the Company have formed a total provision amounting to € 8,761 thousand (31.12.2009: € 7,905 thousand) and € 2,457 thousand (31.12.2009: € 2,321 thousand) respectively for probable additional tax liabilities due to tax unaudited fiscal years.

6. Number of employees at 30.06.2010: Group 385 individuals, Parent company 377 individuals (30.06.2009: Group 462, Parent Company 456)

7. The emphasis of matter in the Independent auditor's opinion refers to certain uncertainties surrounding the Votanikos project (refer to Note 5 of the Interim Financial Information), as well as their potential impact on the financial position of the Company and Group which cannot be estimated at present time.

	CONSOLIDATED		COMPANY	
	1/1-30/6/2010	1/1-30/6/2009	1/1-30/6/2010	1/1-30/6/2009
8. Related party transactions at 30.06.2010:				
a) Revenue	103	-	-	-
b) Expenses	53	-	115	-
c) Receivables	11,975	-	44,897	-
d) Payables	-	-	53,663	-
e) Remuneration of BoD members and key management personnel	578	-	578	-
f) Receivables from BoD members and key management personnel	27,501	-	27,486	-
g) Payables to BoD members and key management personnel	618	-	618	-
9. Turnover Analysis:				
	CONSOLIDATED	CONSOLIDATED	COMPANY	COMPANY
	1/1-30/6/2010	1/1-30/6/2009	1/1-30/6/2010	1/1-30/6/2009
Rental Revenue from Investment Property	18,167	17,925	12,081	11,957
Other Rental Revenue	6,696	7,611	5,267	5,558
Sale of property	-	503	-	503
Construction work	759	510	759	510
Other	-	-	-	1
	25,622	26,549	18,107	18,530

10. Any differences to the totals are due to rounding.