



KLEEMANN™

**KLEEMANN HELLAS
MECHANICAL CONSTRUCTIONS SOCIETE ANONYME
INDUSTRIAL TRADING COMPANY S.A**

**ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR FROM 1 JANUARY TO 31 DECEMBER 2010
ACCORDING TO THE ARTICLE 4 OF L.3556/2007**

KLEEMANN HELLAS S.A.
Registration No 10920/06/B/86/40
Head Offices: Industrial area of Stavrochori, Kilkis

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**DECLARATIONS OF THE MEMBERS OF THE BOARD OF DIRECTORS
(ACCORDING TO THE ARTICLE 4, PAR.2 OF THE LAW 3556/2007)**

The following undersigned, with the present Report, we responsibly declare that as far as we know:

- the attached annual Financial Statements, for the period 1 January to 31 December 2010, which have been prepared according to the financial standards in effect, depict in a truthful way the figures of the assets, equity and liabilities as well as the Statement of Income of "KLEEMANN HELLAS S.A.", and also of the companies which are included in the consolidation taken as total,
- The Annual Report of the Board of Directors depicts in a truthful way the progress, the performance and the financial position of "KLEEMANN HELLAS S.A.", as well as of the companies which are included in the consolidation taken as total. Furthermore, it includes a description of the main risks and uncertainties that they confront.

Kilkis 28 March 2011

**THE CHAIRMAN OF THE
BOARD OF DIRECTORS**

**THE CHIEF EXECUTIVE
OFFICER**

**THE MEMBER OF THE BOARD OF
DIRECTORS**

NIKOLAOS K. KOUKOUNTZOS

MENELAOS K. KOUKOUNTZOS

KONSTANTINOS N. KOUKOUNTZOS

ANNUAL REPORT OF THE BOARD OF DIRECTORS FOR THE PERIOD FROM 1 JANUARY TO 31 DECEMBER 2010

TO THE ANNUAL ORDINARY GENERAL MEETING OF SHAREHOLDERS

The present annual Report of the Board of Directors (the "Report") of "KLEEMANN HELLAS MECHANICAL CONSTRUCTIONS SOCIETE ANONYME INDUSTRIAL TRADING COMPANY S.A." and also of the Group, concerns the fiscal year 2009 (1 January to 31 December 2010), has been edited and harmonized according to the relevant provisions of the L.3556/2007 (Government Paper 91A/30.4.2007) and with the corresponding executive rules issued by the Capital Market Commission, included all the necessary thematic units according to the above mentioned legislative framework.

The Report represents truly and includes all the information that is necessary according to the above mentioned legislation, in order for someone to have a substantial and thorough understanding of the activity of the Company «KLEEMANN HELLAS S.A.», and of the Group of KLEEMANN as well, during the specific fiscal year, together with the annual Financial Statements and the declarations of the B.o.D.'s members.

The readers, who are interested in more information, can visit the website of the Parent Company www.kleemann.gr or contact during the working days and hours the head offices of the Company.

General Information

"KLEEMANN HELLAS MECHANICAL CONSTRUCTIONS SOCIETE ANONYME INDUSTRIAL TRADING COMPANY S.A." with distinctive title "KLEEMANN HELLAS S.A." (the "Parent" or the "Company") was lawfully established in June 1983 (Government Paper 2308/27.7.1983) and its S.A. registration number is 10920/06/B/86/40. Its operating duration has been defined until 31.12.2050 and its head offices are located in the Industrial area of Stavrochori, Kilkis.

Group Structure

The subsidiaries, which are consolidated according to the method of the total consolidation, are the following:

COMPANY	HEAD OFFICES	Participation	
		31.12.10	31.12.09
KLEFER S.A.	Industr. area of Kilkis, Greece	50%	50%
KLEEMANN ASANSOR S.A.	Istanbul, Turkey	70%	70%
KLEEMANN LIFTOVI D.o.o.	Belgrade, Serbia	60%	60%
KLEEMANN LIFT RO S.R.L.	Bucharest, Romania	100%	100%
MODA LIFT S.A.	Industr. area of Kilkis, Greece	100%	100%
HONG KONG ELEVATOR SYSTEMS LIMITED	Hong-Kong	100%	-

Description of Activity

The main activity of both the Group is the manufacturing and trading of elevator systems, such as: hydraulic elevating mechanisms (piston, power unit, car frame), electromechanical elevating mechanisms (machine, car frame, counterweights), cabins (passenger, cargo, panoramic), electronic controllers, electronic systems and compact type elevators for elevating cargos. The urge for immediate adaptation to customer needs and market trends, has led the Group to create a new business activity, which is the "complete elevator package".

The new products cover all possible requirements of every construction such as: hydraulic elevator without machine room (ARION Hydro MRL), electromechanical elevator without machine room (APOLLO Traction MRL, ATLAS Traction MRL), hydraulic elevator Maison Lift, elevator for smaller cargos DUMBWAITER and antiseismic elevator.

The main trading components that the Group and the Company uses for elevators of houses and offices, panoramic elevators of malls and hotels and elevators of cargos of industrial places are the following: electromechanical motors guide rails, oils, wires, buffers, ropes and other mechanical components.

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The products and commodities are meant for elevators of houses, offices, malls, hotels, industrial areas, airports etc. The objective of KLEEMANN is to satisfy the particular needs of each client while simultaneously increasing its market share and its international brand awareness.

Tangible Fixed Assets of the Group

Land	Buildings
KLEEMANN HELLAS S.A.	
Sites in the Industrial area of Kilkis, of 53.632 m ² total surface.	Manufacturing and storage building, of 21.242 m ² total coverage.
	Testing tower building for high speed elevators with offices of 5.274 m ² total coverage.
	Manufacturing building (Electronics) and offices, opposite the main facilities of the Company, 2.301 m ² .
	Manufacturing and storage building (Cabins) close to the main Group of buildings, of 9.329 m ² total surface, together with an administration building, with a surface of 1.000 m ² .
Plots of 99.840,00 m ² total surface, abutted on the border of the industrial area of Kilkis and the Land owned by the Company.	Logistics building and offices, with a surface of 15.511 m ² .
	Manufacturing and storage building, of 3.952 m ² total coverage, leased to the Company MODA LIFT S.A.
	Manufacturing and storage building, of 3.431 m ² total coverage, extension of the Company MODA LIFT S.A.
Plots of 12.882 m ² total surface in Aspropyrgos, Attica, next to Attica Highway.	Logistics center, of 3.642 m ² total surface in the plot.
Site-Plot in Polichni of 2.483 m ² total surface	Buildings with offices, with a surface of 1.160 m ² . (basement 435 m ² , storage 435 m ² and 1 st floor 145 m ²)
Apartments	Ground floor store of 122 m ² , which is currently leased, in 23 Nestoros street and 52 Akropoleos street, in Nikaia, Piraeus.
	Semi – underground warehouse 174 m ² , in 13 Lesvou street, in Galatsi, Athens, which is currently leased.
	The (5/8) of a 81 m ² apartment, in Kilkis, which remains unoccupied.
KLEFER S.A.	
Plots in the Industrial area of Kilkis, of 19.561 m ² total surface.	Manufacturing and storage building (Doors), totally surfaced 11.547 m ² (1.736 m ² of which include administration buildings).
KLEEMANN LIFTOVI D.o.o.	
A plot in Simanovci of Pecinci Municipality, in Belgrade, Serbia, with a total surface of 10.000 m ² .	Office and storage buildings, totally surfaced 1.028 m ² , 288 m ² of which include administration buildings and the rest storage areas. In 2010 an expansion of building installations has been performed in the existing plot by 1.772 m ² (1.470 m ² manufacturing and storage building and 302 m ² offices.)
KLEEMANN ASANSOR S.A.	
Apartments	Apartment in Silivri, Turkey which is currently leased

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Machinery equipment

Companies of the Group are equipped with machinery of latest technology, with high grade of automation and production capacity.

Means of transportation

The privately owned transportation fleet of the Group, consists of forty four trucks for transportation of cargo, of various capability, and professional cars – vans used at service operation, five buses, seven privately owned cars, ten motorcycles for personnel transportation and forty two internal transportation forklift trucks (automatically or manually operated).

Furniture & other equipment

Furniture & other equipment include the equipment with all the necessary furniture, office devices and machines, computers and computer systems, telecommunication systems equipment and all manufactured showroom exhibits located both in Company and third parties-customers' premises.

Insurance Contracts – Guarantees

The Group Companies have contracted a range of insurance contracts, such as for fire protection, profit-loss, credits policy, civil responsibility on products and transferred freights. Also, the Parent Company has given guaranties amounting to 1.700.000 euros and 2.500.000 euros, for loans taken by its subsidiaries "MODA LIFT S.A." and "KLEEMANN ASANSOR", respectively, of which they have made use of the amounts 1.700.000 euros and 2.500.000 euros.

STATEMENT OF CORPORATE GOVERNANCE (ACCORDING TO ARTICLE 2, PAR. 2 OF L. 3873/2010)

The Statement covers all of the principles and practices adopted by the Company in order to ensure its efficiency, the interests of its shareholders and of all other interested parties. The Company according to article 2, par. 2 of l. 3873/2010 and par 43rd par. 29 of L. 21/90/1920 states the following:

I. CORPORATE GOVERNANCE CODE

The Company, complying with the requirements of the Law 3873/2010 implements the Corporate Governance Code, introduced by the Hellenic Federation of Enterprises and can be found in the following website: http://www.sev.org.gr/Uploads/pdf/KED_TELIKO_JAN2011.pdf

II. CORPORATE GOVERNANCE PRINCIPLES THAT THE COMPANY FOLLOWS IN ADDITION TO LAW

The Company does not follow any other corporate governance principle, in addition to law.

III. DESCRIPTION OF THE INTERNAL CONTROL AND RISK MANAGEMENT SYSTEM WITH REGARD TO THE PREPARATION OF THE COMPANY AND CONSOLIDATED FINANCIAL STATEMENTS

Internal Control

The Board of directors is responsible for reviewing the effectiveness of the Company's and the Group's system of internal control, including internal financial control, which is designed to provide reasonable, but not absolute, assurance regarding the safeguarding of assets against unauthorized use or disposition, the maintenance of proper accounting records and the reliability of financial information used internally or for publication.

Organizational Structure

The organizational structure of the Company and the Group is clearly illustrated by the organization chart, detailing lines of authority and control responsibilities. The high-quality level of professionalism and competence of staff is maintained both through the rigorous recruitment policies and performance appraisal system.

Roles and Responsibilities

There are documented approval limits by the Board of Directors for all forms of payments, through bank accounts – remittance and/or issuing checks and also other responsibilities relevant to the management of the Company's current assets.

Information Systems

The Company has developed Information systems to support its long-term objectives. All the important business activities of the company are covered from adequate policies and procedures.

Planning & Monitoring

There are sufficiently detailed budgets, which are subject to constant scrutiny. Comparisons are made between actual, historical and budgeted expenditures with adequately detailed explanations obtained for all significant variances.

Management Accounting System

An adequate accounting system is installed providing management with financial and operational performance. Detailed management accounts are prepared quarterly to cover each major area of the business

Internal Control Framework

A risk-based audit plan prepared based on prior risk assessments, in order to provide assurance over key business processes and financial risks facing the Company, is approved by the Audit Committee yearly.

Specific operating procedures have been established for areas with high risk of fraud, including areas related with transactions with suppliers and payments. These procedures describe all authorization steps that are required in order to ensure effective control of these transactions.

The Audit Committee considers significant control matters raised by management and both the internal and external auditors and submits its findings to the Board of Directors. Where weaknesses of internal control systems are detected, the Audit Committee ensures that management will take all necessary corrective measures.

Risk Management

The Company has established appropriate structures, processes and audit mechanisms in order to evaluate and manage risks related to the preparation of individual and consolidated Financial statements. Weekly management meetings take place attended by the higher executives, in order to review current issues including those that are related to financial statements and fraud.

The Board of Directors has reviewed the main risks of the company and as well as the system of internal control.

IV. ADDITIONAL INFORMATION PURSUANT TO SECTIONS (C), (D), (F), (G) AND (H) OF ARTICLE 10 PAR. 1 OF THE 2004/25/EK DIRECTIVE

The required information pursuant to section (c), (d), (f), (g) and (h) of article 10 par. 1 of the 2004/25/EC Directive can be found in the section of Explanatory Report of the B.o.D. in these Financial Statements that presents the additional information pursuant to article 4 par. 7 of Law 3556/2007.

V. INFORMATION ABOUT THE GENERAL SHAREHOLDERS MEETING.

Basic Authorities

The General Shareholder Meeting is the supreme body of the Company. It is convened by the B.o.D. and has the authority to decide for all Company matters. Pursuant to the relevant legislation all shareholders are entitled to attend the Shareholder Meeting either in person or by an authorized representative. The resolution of the General Meeting also bind those shareholders who are absent or disagree.

Mode of operation, description of the rights of the shareholders and how these can be exercised

The B.o.D. ensures that the preparation and the conduct of the General Shareholders Meeting facilitate the effective exercise of the rights of the shareholders. The shareholders are informed in advance of all the issues that relate to their participation to the General Shareholders Meeting including the agenda and the rights they have during the course of the General Shareholder Meeting. Specifically, as regards to the preparation of the General Shareholders Meeting and pursuant to the provisions of Law 3884/2010, the Company publishes on its website at least 20 days prior to the General Shareholder Meeting, information relating to :

- The date, time and place of the convocation of the General Shareholders Meeting
 - The basic rules and practices regarding the participation of the shareholders, including the right to introduce topics in the agenda, to make enquiries and the deadline for the exercise of these rights,
 - The voting procedure, the terms and conditions for proxy voting and the necessary forms and documents for proxy voting
 - The proposed agenda of the General Shareholders Meeting, including draft resolutions and any other accompanying documents
 - In case of election of B.o.D. members, the list of the proposed persons along with their curriculum vitae (in case of electing members)
 - The total number of shares and voting rights at the time of the convocation of the General Shareholder Meeting
- i. The Chairman of the B.o.D., the General Manager, the Chairmen of the B.o.D. Committees, the chief of the Shareholders' department and the chief of the Corporate Announcement's department attend the General Shareholder Meeting and provide shareholders with all necessary information with regard to of the items of the agenda and to the questions posed by the shareholders. The internal auditor of the Company should also be present at the General Shareholder Meeting.
 - ii. During the General Shareholder Meeting, the Chairman of the B.o.D. takes the chair temporarily. One or two of the shareholders or the authorised representatives of the shareholders which are present at the General Shareholder Meeting are appointed by the Chairman to act as temporary secretaries.
 - iii. Following the validation of the list of shareholders which have the right to vote at the General Shareholders Meeting, the General Shareholder Meeting elects the final Chairman and secretaries which have the duty to collect the votes of the shareholders. The decisions of the General Shareholders Meeting are made in accordance with the provisions of the Company's Articles of Association and of the relevant legislation.
 - iv. Notes/ summary of the minutes of the General Shareholders Meeting are made available on the Company website within 5 days as of the end of the General Shareholder Meeting in both Greek and English.
 - v. At the General Meeting of the Company entitled to participate and vote is any shareholder who appears as such in the records of the institution which complies with the securities of the Company. The exercise of these rights does not require the freezing of shares of the beneficiary or keeping a similar procedure. A shareholder may appoint a representative if desired. Moreover, the Company complies with the provisions of Law 2190/1920 (article 28a).

VI. INFORMATION ABOUT THE BoD AND ITS COMMITTEES

Composition and mode of operation of the BoD

The Board of Directors consists of three (3) up to seven (7) members, which may be or not be shareholders of the Company and the exact number is defined by the General Assembly. The members are distinguished between executive and non-executive members; at least two of the members of the Board must be independent. The members are elected by the General Assembly, which also appoints the independent members, serving for a five (5) year term which can be extended until the first regular General Assembly, after the end of its duty, without exceeding the 6 year period. The members can always be re-elected and can be revoked at any time by the General Assembly. In the event of resignation, death or any other reason of one or more than one members prior to the expiration of their term, the Board shall, with at least three (3) of the remaining members, present or represented, either elect substitute(s) for the remaining term of service of the member(s) being replaced and under the same capacity of executive, non-executive or independent members or continue the management of the business affairs and the representation of the Company without electing such substitute(s). Any such election(s) are announced at the next General Assembly (ordinary or extraordinary), which can replace the elected members, even if such announcement has not been included in the agenda of such General Assembly.

The composition of the BoD of the Company as at 31/12/2010 is presented below:

- 1) Nikolaos K. Koukountzos, Chairman, Executive Member.
- 2) Menelaos K. Koukountzos, Vice Chairman & Managing Director, Executive Member.
- 3) Konstantinos N. Koukountzos, Executive Member & General Manager.
- 4) Nikolaos N. Koukountzos, Executive Member, Commercial Manager & Deputy General Manager.
- 5) Stergios N. Georgalis, Independent non Executive Member.
- 6) Vasilios T. Ziogas, Independent non Executive Member.
- 7) Maria D. Karadedoglou, non Executive Member.

The duty of the above BoDs expires on 30.06.2014.

During 2010 the Board of Directors convened 80 times. The attendance of each member of the Board of Directors during 2010 were: Nikolaos K. Koukountzos (80), Menelaos K. Koukountzos (80), Konstantinos N. Koukountzos (80), Nikolaos N. Koukountzos (73), Stergios N. Georgalis (77), Vasilios T. Ziogas (5), Maria D. Karadedoglou (3). Mrs Maria D. Karadedoglou was elected by the annual General Meeting as member of the BoD on 22/06/2010.

Composition and mode of operation of the Audit Committee

The Company's Audit Committee role as a subcommittee of the B.o.D. is to provide assistance to the B.o.D. with respect to the fulfilment of its supervisory duties regarding the procedures for reviewing the financial statements, the compliance of the Company with the legal and regulatory regime, the assessment of the Company's internal control environment and the supervision of the internal & external auditors. The members of the Audit Committee are appointed by the General Shareholder Meeting following the proposal of the B.o.D.. The Audit Committee is made up of two (2) Independent non executive members and of a non executive member. The Chairman of the Audit Committee, is an Independent non executive member and has an in-depth knowledge of financial reporting and accounting issues.

The Audit Committee meets as often as it is necessary, but in any case at least four (4) times a year, following invitation made by its Chairman.

The present composition of the Audit Committee is as follows:

- Vasilios T. Ziogas - Chairman
- Stergios N. Georgalis - Member
- Maria D. Karadedoglou - Member

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During 2010 the Audit Committee convened 4 times. The attendances of each member of the Audit Committee during 2010 were: Vasilios T. Ziogas (4), Stergios N. Georgalis (4), Maria D. Karadedoglou (4).

Board Member's CV's

Nikolaos K. Koukountzos, Chairman, Executive Member. He was born in 1944 and is the founder and majority holder of the Company. Since the foundation of the Company he serves as Chairman of the Board of Directors. He is engaged with the strategic development of the Company and the supervision of the technological developments of the field, regarding matters of mechanical equipment and manufacturing process. His main target is the preservation and the expansion of the competitive position of the Company in a global level.

Menelaos K. Koukountzos, Vice Chairman & Managing Director, Executive Member. He was born in 1942 and is the vice-president of the Board. He has a long experience in the field of the lifts and of financial activities as well. Since 1988 he holds the position of Managing Director and is in charge of the financial administration of the Company and the supervision of the developments in the financial field.

Konstantinos N. Koukountzos, Executive Member & General Manager. He was born in 1973 in Thessaloniki. He holds a degree in Mechanical Engineering from the Polytechnic school of Aristotle University of Thessaloniki. He also holds a Master's Degree in Business Administration (MBA), from Boston University, USA.

Nikolaos N. Koukountzos, Executive Member, Commercial Manager & Deputy General Manager. He was born in 1977 in Thessaloniki. He holds a BSc degree in Electronic Engineering, an MSc in Mechanical Engineering from King's College, London and a Masters Degree in Business Administration (MBA), from Boston University, USA.

Vasilios T. Ziogas, Independent non Executive Member, (President of Audit Committee). He was born in 1956 in Fitia, Veria. He graduated from High Industrial School of Thessaloniki at 1979. He is a freelancer in Veria and works as an Economist at Companies. He has an extensive experience in accounting, tax and financial matters as well as in matters of Stock Market (IFRS, Legal Obligations S.A.,C.M.C etc).

Stergios N. Georgalis, Independent non Executive Member, (Member of Audit Committee). He was born in 1960 in Keramidi, Volos . He graduated from the Law School from the Aristotle University of Thessaloniki, and has attended courses to the MA department in Law of the Aristotle University of Thessaloniki. He is a lawyer in Thessaloniki since 1981, handling civil, trading and administrative cases.

Maria D. Karadedoglou, non Executive Member, (Member of Audit Committee). Born in 1974 at Thessaloniki. Graduate of the Faculty of Law of the Aristotle University of Thessaloniki, speaks english and french. She is an active lawyer at Kilkis since 1999, handling mainly cases of public, civil and commercial law. She is the Company's legal consultant since 2007.

VII. DEVIATIONS FROM THE CODE OF CORPORATE GOVERNANCE

The Board sets out below and explains the reasons where in certain areas the Company's practice deviates from the recommendations of the Code during the year 2010. (*Highlighted in italics*)

- There is no Committee established for the election of candidates for members of the Board of Directors after submission of nominates and there is no evaluation process of the members of the B.o.D. and its Committees. The Law does not provide for the formation of this Committee and the Company has not provided to establish such a Committee. Both law and constitution of the Company predict the possibility replacement of a member not meeting his/her duties. [*A. I (1.2) & B. V (5.1, 5.4, 5.5, 5.6, 5.7, 5.8)]*]
- At least 2 of the 7 members of the B.o.D. are independent non-executive, free of material conflict of interest with the Company, without having close ties with the management, controlling shareholders or the Company. The Company follows the provision of Law 3016/2002. [*A. II (2.3)]*]
- The Company considers that, issues concerning candidate members of the B.o.D.. are under the responsibility of General Meeting without necessarily the prior approval of the B.o.D.. [*A. II (2.4)]*]

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- The B.o.D. does not consider that a relation of dependence exists when a board member has served on the board for more than 12 years. [A. II (2.5)]
- The B.o.D. considers that the Vice-president & Managing Director, despite the fact that he is not an independent member of the B.o.D., he is the most appropriate for the position because of his long-term corporate experience and his deep knowledge of the Company's matters. [A. III (3.3)]
- The members of the B.o.D. are elected by the General Assembly, serving for a five (5) year term which can be extended until the first regular General Assembly after the end of its duty, without exceeding the 6 year period. The B.o.D. considers that the five-year term contributes to deeper understanding and addressing the issues of the Company from the members. [A. V (5.1)]
- At the beginning of every calendar year the Board does not adopt a calendar of meetings and a 12-month agenda, which might be reviewed depending on the Company's needs, to ensure that it properly, fully and timely fulfils its responsibilities and adequately considers all matters submitted to it for consideration. The B.o.D. meets in an ordinary basis or extraordinary whenever there is significant matter. [A. VI (6.1)]
- The Board of Directors evaluated annually by the Annual General Meeting. [A. VII (7.1, 7.2, 7.3)]
- The main role and responsibilities of the Audit Committee are set out by the provisions of Law 3693/2008 and the Corporate Governance Code, introduced by the Hellenic Federation of Enterprises, without the existing of any other rule book. [B. I (1.7)]
- There are not contracts, with the member of the B.o.D., which include the term of the specific practice. In case of a new contract, the information of this special practice will be revisited. [Γ. I (1.3)]
- There is not a committee of compensation. The creation of such a committee has not been deemed necessary until today. [C. I (1.4, 1.6, 1.7, 1.8, 1.9)]

For the issues referred in this Statement as deviations from the Code of Corporate Governance of S.E.V. there are no legal requirements or regulator provisions set by the Hellenic Capital Market Commission, while the above Code has been recently issued and there was no sufficient time to amend or supplement the Company's internal rules and practices, pursuant to the laws regulating its operations. However, the Company follows closely the developments in corporate governance as they are forming in Greek reality and will adopt these developments both in its structure and in its operation, having always under consideration the promotion of transparency and efficiency of its functions.

Personnel

The Group executives are highly educated and qualified. More specifically, the Company insists on continuous training of its personnel, in order to successfully meet with the increasing market requirements. Moreover, the Management makes efforts and has managed to retain intact relations with its personnel, a fact that contributes to the harmonic operation of the Group. The evolution of the average personnel number is presented in the following table:

	2010	2009
Salaried	486	489
Day laborers	389	436
TOTAL	875	925

INFORMATION ABOUT THE ELEVATOR MARKET

General Information About The Market

The Group is activated in the industrial field that is referred to manufacturing and trading lift components. The demand of these products is related directly with the building activity, as well as the number and the type of buildings that are constructed. The market is also influenced by general trends as the saving of energy, new technologies, need for better services and more severe safety regulations.

Based on their business operation, companies of the field may be separated in four categories:

- Companies producing components. This category refers to a number of small companies, which produce lift components.
- Companies of lift installation and maintenance. These Companies supply the building contractor with the elevator and they undertake its installation as well as its maintenance.

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- Commercial companies of lift components. These companies are activated between companies that produce lift components and those that do the installation of the lift systems.
- Companies-Suppliers of complete lift systems. This is a advanced type of companies that trade components. They can supply the installation companies with a complete package of components.

The limits among the above mentioned categories are not well defined, as a consequence there are companies that combine some of the above activities. For example in elevator sector in Europe, are activated many multinational companies which apart from production of elevator parts they proceed to installation and maintenance. The specific companies have given during the last years great emphasis in the market of installation, where Kleemann Group is not activated. They are also companies that produce components. In this category belong companies of Kleemann Group (such as KLEFER S.A., MODA LIFT S.A.) and commercial companies of elevator parts among them there are companies of Kleemann Group such as (KLEEMANN ASANSOR S.A., KLEEMANN LIFT RO S.R.L. and KLEEMANN LIFTOVI D.o.o.). Finally there are companies that produce and trade all elevator parts, providing complete lift solutions and one of them is the Parent Company Kleemann. The competition against Kleemann Group is coming mainly from small-medium production companies of lift compartments, from similar companies and from other competitors who are able to produce the main lift compartments and additionally they involve in installation and maintenance of the elevators. These kind of companies a lot of times are functioning as customers to Kleemann Group when there is no potentiality to be provided through their Group for their own various reasons all the lift compartments.

Prospects of the global market

In the international elevator market an increase up to 30% is expected until March 2016, translated to 630.000 units . which is based on the recovery of developing countries such as India and China. It should be noted that China is expected to create approximately half of the global demand, due to its urbanism and economic development. Conversely, in Europe, U.S.A. and Japan a significant rise in demand for new products isn't expected but instead it is anticipated that there will be an higher demand for renovation products additionally due to the need of conferment with new security regulations. Generally, in the global market a higher demand is expected for products that are more energy efficient, environment-friendly and have improved characteristics of safety, comfort and efficiency. Currently, it is calculated that 50% of the global population resides in cities, while in China the respective figure amounts to 43%, in Africa at 33% and in India at 29%. In 2050, it is expected that the percentage of the global population that resides in cities will reach 70%.

In 2010, the global elevator market had a total value of euros 32 bln. from 34 bln In 2009, 40% of which (euros 12,8 bln.) was attributed to new installations and materials while the remaining 60% (euros 19,2 bln) was attributed to maintenance and renovation of existing systems. This market is translated to approximately 10 mln. elevators, of which 54% is in Europe-Middle East- Africa, 16% in America, 11% in Japan and Korea, 13% in China, and 6% in the rest of the world. In the market of new elevators (445 thous, units), 26% is 54% is in Europe-Middle East- Africa, 49% in China, 7% in America, 10% in Japan and Korea, and 8% in the rest of the world

Significant events of the fiscal year 2010

The most significant events which have took place during the fiscal year 2010, as well as their impact to the Financial Report are the following:

Distribution of dividend

The General Assembly of 22rd of June 2010 has approved the dividend for the fiscal year 2009, which amounts to Euro 0,12 per share and to Euros 2.837.844 in total Dividend, which is subject to 10% tax withholding in accordance with law 3697/2008 and therefore the net final amount payable shall be Euro 0.108. The beneficiaries of the dividend were those persons registered in the records of the DSS on Friday 16th July 2010, ex date was set as the Wednesday 14th July 2010. The commencement of the dividend payment started on Thursday 22nd July 2010.

Share capital increase of the subsidiary MODA LIFT S.A.

The General Assembly of 15th of June 2010 of the subsidiary MODA LIFT S.A. decided to increase the share capital by 1.100.000 euros, which was covered entirely by the Parent capital KLEEMANN HELLAS S.A. The aforementioned capital increase has taken place through cash contribution of the shareholder of the subsidiary (100% shareholder of the KLEEMANN HELLAS SA) and was completed in 15th October 2010

Establishment of subsidiary in HONG KONG

KLEEMANN HELLAS S.A. made the establishment of a subsidiary Company called "HONG KONG ELEVATOR SYSTEMS LIMITED", based in Hong Kong and with an aim to expand its activities in the region of Southeast Asia and Oceania. The initial share capital of the new subsidiary amounts to 1.050 € and the participation of KLEEMANN HELLAS SA in the share capital is 100%. On August 27, 2010 the Company based on the decision 504/27.08.2010 of the Board of Directors decided to increase the share capital of a subsidiary of 499.000 euros.

SHARE CAPITAL INCREASE OF SUBSIDIARY KLEEMANN ASANSOR S.A.

On October 22, 2010, the General Assembly of the subsidiary KLEEMANN ASANSOR S.A decided to increase its share capital by capitalizing reserves of euros 286.538, as well as dividend distribution of Euro 384.169,98 (760.925,48 T.L.). This increase has not been completed yet

Extraordinary Tax Contribution

According to the Article No 5 of Law 3845/6.5.2010, a special levy on business profits was made during the financial year 2010 (FY 2009). The prerequisite for the imposition of this extraordinary contribution is that the profit of the Company, as defined by the above law, exceeds the amount of Euro 100 thous.. Based on the above, the Group was obliged to pay the amount of Euro 920.998,81, while the Parent Company the amount of Euro 727.866,81.

Other Important Events

Under the provisions of Article 10 paragraph 1 of Law 3340/2005 and Decision 3/347/12.07.2005 Exchange Commission and the decision of the Board of the Parent at the meeting of February 28, 2011., KLEEMANN HELLAS S.A. announced on 01 March 2011 that it intends to establish a subsidiary Company called "KLEEMANN LIFTS UK LTD", based in Oxford, United Kingdom.

The subsidiary KLEEMAN LIFTOVI Doo on March 07 2011 held an Extraordinary General Meeting which approved the purchase of its own shares of 40% of its share capital. This action was taken by offsetting the balance of the client-minority shareholder Grossi Engineering Doo.

On March 17, 2011 the subsidiary Company "HONG KONG ELEVATOR SYSTEMS LIMITED" acquired by the authorities of the People's Republic of China the business license to proceed with the creation of a Wholly Foreign Owned Enterprise (WFOE).

EVENTS AFTER THE BALANCE SHEET DATE

There are no important events, that took place until the end of the of the fiscal year and until the date of composition of this Report, that require to be distinctively stated.

Progress and performance

In a period of crisis, the Group continues to be profitable and to adapt its strategy to the market conditions that are formulating, aiming the further enhancement of its innovation products, and of the "Specialized partner" institution. The adverse conditions that are dominating the Greek Economy in 2010 as well as the global market, have undoubtedly affected the Group's results, as the economic activity of the country is shrinking. The insecurity climate and the lack of liquidity have a significant effect in the real estate market and the construction activity with the number of licenses being reduced by approx 11% in the period of July 09 – June 10 in comparison with the previous year period, and the volume of building construction reduced by approximately 25%. Nevertheless, the Group maintains the strong market share it holds as the fall of the market in 2010 amounted to approximately 23% while the fall in the Group's sales in the domestic market is significantly lower.

Concerning the Group's exporting activity, in 2010 the foundation and beginning of activity of the subsidiary in Hong-Kong stands out, which aims in penetrating the wider area of Southeast Asia and Oceania and enhances the Group's extraversion. In certain countries of the European Union which were affected more from the economic crisis such as Ireland presented a reduction in sales, which was more than covered by the impressive increase from the activity in central and eastern Europe, Turkey and Asia. Furthermore, in 2010 the Company succeeded in the additional increase of its clientele, and specifically was active in 63 countries as opposed to 57 in 2009 (increase of 10,5%). Also, the Company increased the amount of its customers by

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37% in comparison with 2009. More than 18% of the value of exports in 2010 was attributed to new customers.

Despite the aforementioned, KLEEMANN HELLAS S.A. continues to actively improve its extraversion with the establishment of representative offices in Bochum, Germany and Moscow where the Company strengthened its international presence as it carried out a particularly demanding project in the Kremlin budgeted over Euro 300 thous. Specifically, the project concerned the construction and installation in a building of the Kremlin of a specific cargo compartment that exceeds usual dimensions in size, as its height is approximately 4,6 meters. This specific project grants prestige and opens doors for even greater penetration in major markets of eastern Europe and the wider area in general.

In 2010 the Group's advertising campaign was strengthened with the commencement of a television and electronic campaign, achieving the increase of awareness of the Company, the association of company image with values such as advanced technology-prestige-high aesthetic, the communication to the public of the complete set with the brand name Kleemann Design and the offer of grant for the renovation of elevators. Moreover, the Group continued the direct communication with the Greek and international market by participating in important fairs in 2010 in China, Switzerland, India and Greece, as well as other promotional activities, such as appearances in 7 market-themed magazines abroad, customer visits at the Group's premises, customer training seminars all over Greece, meetings and exhibitions of specialized partners etc.

Regarding the activities of research and development in 2010, the Company has proceeded in extensive research for the reduction energy consumption of its elevators, one of the most important issues both at an international level and in the field of elevators. Resulting from this research is the capability of the Company to provide elevators that are environment-friendly with the "green edition" for any hydraulic or mechanical elevator achieving among other things lower consumption of energy up to 50% (hydraulic) or 55% (mechanical). The prospects that these innovative products create are very good since as it was previously mentioned, the rise in demand for products with better energy efficiency in the global market is a characteristic finding of the most valid researches.

At this point, it could be mentioned that the Company has signed an agreement with the Spanish company Permagsa for the transfer of technological know-how. The 6 year lasting agreement concerns the construction of elevator machines and it is expected after its fulfillment in the first semester of 2011, to provide the Company with an additional competitive advantage in the mechanical elevator market. This particular strategic move is combined with the completion of the testing tower in the Company's premises that are expected jointly in the following years to assist in the further penetration in the international market as well as the strengthening of the Group in the market of mechanical elevator.

As the Group turnover amounts to Euro 90.9 mln, the market shares reach 0.27% of the total value of the global elevator market (Euro 34 billion), 0.68% of the total value of the global market for new installation and lift equipments (Euro 13.6 billion). Similarly, the largest subsidiary of the Group, KLEFER SA owns 3.4% of total European market of 700.000 doors and 0.8% of the global market 3.000.000 doors

Amidst an adverse economic climate, the Company and the Group achieved the increase of its cash by Euro 4,2 mln and Euro 5,1 mln respectively, allowing them to take further actions to improve its place in the market. Cash flow from operating activities of the Group amounted to inflow of Euro 10,3 mln and the Company's to inflow of Euro 6,8 mln. The positive operating cash flows enabled the Group to reduce the cost of bank loan interest by Euro 0,5 mln and thus to achieve a reduction of its total financing costs by Euro 0,31 mln respectively in comparison to 2009.

The preservation of the market share has been also achieved due to the contribution of the foreign subsidiaries, whose performance is deemed satisfactory given the burdensome economic climate in the markets in which they operate. In particular, the performance in Turkey is particularly good, with the sales of Kleemann Asansor being improved by 29% in comparison with 2009. However, the reduction in gross margin and the burden of provisions for doubtful debtors, resulted in the small increase of its profitability. In Serbia, signs of turnover recovery and improvement of results were presented at the end of 2010, while the sales of the Romanian subsidiary appear stagnant due to the political instability in the country since the appeal to the International Monetary Fund and its general macroeconomic course. Nevertheless, the growth potential of these markets remains vivid and the Parent Company continues to support the policies for its strengthening in these markets. The subsidiary in Serbia Kleemann Liftovi, presents a reduction in its sales by 12%, but has managed to increase its gross margin and increase its profits. Finally, the subsidiary in Romania, Kleemann Lift Ro presents a small reduction in its sales but improved of its gross margin and profit. It must also be

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noted that foreign subsidiaries are commercial enterprises that operate in countries that have been severely aggravated by the global crisis, but there is no evidence of any possible impairment.

As for the Greek subsidiaries are concerned, the largest in terms of turnover, KLEFER SA, presented an increase in turnover, but reduction of its gross margin. Its course is deemed particularly satisfactory as its strong profitability and sound management of receivables, inventories and suppliers results in the creation of increased operating cash flows and thus its cash funds. This fact, allows the subsidiary to fund new investments and, in general, to manage its obligations with ease. It should be noted that the profit, after tax, of the subsidiary were affected by the extraordinary tax contribution which was imposed on profitable businesses, amounting to Euro 193 thous. Approximately. Finally, in the subsidiary MODA LIFT S.A. the first signs of improvement can be seen with a reduction of its losses, taking into account that in 2010 specific restructuring activities took place for its core structure and its production line.

During the examining period, the Parent Company contributed 72.8% of consolidated sales (77,0% in the corresponding last year), 40.2% of consolidated profit before tax (62.5% in the corresponding period last year) and 91.7% of total equity without minorities (92.7% at the end of the previous year).

The Group, during the fiscal year of 2010, proceeded to the realization of investments of total amount Euro 3.74 mln. aiming to the expansion of its activity, the increase of the productive ability, the improvement of its efficiency, and the improvement of the quality of its products and services. The most important investments costs concerned the completion of the construction of a multi level testing tower at the Company premises in Kilkis, the construction of a modern electrostatic coating line in the subsidiary KLEFER S.A., the construction of buildings in Serbia, the acquisition of modern mechanical equipment as well as the acquisition of technological know-how for the construction of elevator machines through the Spanish company Permagsa.

Comment on figures

The positive progress of the Group, considering the new facts which arise from the financial crisis that affects the whole world, is imprinted on the financial results of the fiscal year.

Turnover: The turnover of the Group amounted to 90,9 mln. euros, presenting a decrease of 5,1% in relation with the previous fiscal year. The respective figures for the Parent Company, is turnover 75,3 mln. euros and 8,6% decrease in relation with the fiscal year 2009.

The continuous improvement of the products' quality and the enrichment of the sales mix with new products, the maintenance of competitive prices and the intensive efforts of penetration to new developing markets resulted to, in comparison with the market, a lower decrease of sales.

Gross profit: The increase of the gross profit margin for both the Group (33,8% compared to 34,2% in 2009) and the Company (30,2% instead of 30,6% in 2009) is the result of the rise in the prices of raw materials.

Earnings Before Interest Tax Depreciation and Amortization (EBITDA): The Earnings before Interest Tax Depreciation and Amortization of the Group amounted to 8,9 mln. euros (2009: 12,9 mln. euros) whereas the EBITDA margin is 9,8% (2009:13,5%). At the Company level, EBITDA amounted to 4,6 mln. euros (2009: 8,5 mln. euros), whereas the EBITDA margin is 6,2% (2009: 10,3%).

The worsening of the ratio is the result partly of the decrease of sales and partly of the comparatively lower decrease of administrating and selling expenses and the increased provisions for doubtful debtors amounting to € 3,3 mln. The Group proceed to cost reduction policies and for that reason the expenses are decreased in absolute values in comparison with 2009. However, part of those expenses are related to the development and expansion of the Group (promotion expenses, expenses related to expansion in new foreign markets, expenses related to the development of new products, etc) and therefore are necessary.

Net Earnings after tax: As a result of the above mentioned and considering the extraordinary tax contribution which was charged during the year and amounted to 921 th. Euros, the net earnings of the Group amounted to 3,6 mln. euros (2009: 6,6 mln. euros) presenting a decrease of 45,6%, whereas those of the Company amounted to 1,1 mln. euros (2009: 3,9 mln. euros) decreased by 72,9%.

Cash flow: The net cash flow from operating activities of the Group amounted to an inflow of 10,3 mln. euros (2009: inflow 18,7 mln. euros) and of the Company to an inflow of 6,8 mln. euros (2009: inflow 18,4 mln. euros). Positive cash flow allowed both the Group and the Company to repay a substantial part of debt obligations and reduce thereby their funding costs.

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Non-depreciated fixed assets: For the Group, on 31st of December 2010, amount to 36,9 mln. euros and consist the 23,6% of the total assets (2009: 35,4 mln. euros or 24,6% of total assets), whereas for the Company amount to 29,7 mln. euros and represent the 22,8% of its total assets (2009: 28,3 mln. euros or 23,8% of total assets).

Inventories: The Group's inventories amount to 21,4 mln. euros and represent the 13,7% of total assets (2009: 20,3 mln. euros or 14,1% of total assets), whereas for the Company amount to 17,1 mln. euros compared to 16,4 mln. euros (percentage of 13,2% and 13,7% on its total assets respectively).

Receivables: The total receivables from clients of the Group amounted to 74,9 mln. euros (2009: 70,2 mln. euros), which represent the 47,8% of total assets (2009: 48,9%), whereas for the Company amounted to 62,6 mln. euros (2009: 59,4 mln. euros) which represent the 48,2% of total assets (2009: 49,9%). Receivables include long term checks and notes amounting to Euros 10,8 mln compared to 2,2 mln euros in 2009, which were given after settlements with clients.

Equity Capital: Equity capital of the Group (including the non-controlling interest) amounted to 92,6 mln. euros (2009: 91,9 mln. euros) or percentage of 59,1% (2009: 64,0%) of total equity and liabilities, whereas for the Company amounted to 75,8 mln. euros (2009: 77,8 mln. euros) or percentage of 58,3% (2009: 65,3%) of total equity and liabilities.

Long-term bank liabilities: For the Group and the Company as well, amount to 21,1 mln. euros (2009: 23,0 mln. euros) and they were decreased because of a transfer of amount 1,9 mln. euros, which concerned a bond loan, to the long-term bank liabilities payable the next fiscal year (payment on December of 2011).

Suppliers: The suppliers of the Group amounted to 18,6 mln. euros (2009: 9,9 mln. euros) or percentage of 29,0% (2009: 19,1%) of the total liabilities, whereas of the Company amount to 15,4 mln. euros (2009: 8,2 mln. euros) or percentage 28,3% (2009: 19,9%) of the total liabilities. The increase is due to the different handling method for checks payable of the Company, since until the six-month period of 2010, client checks were used for payment of suppliers.

Short-term bank liabilities: For the Group, they amounted to 14,9 mln. euros (2009: 11,2 mln. euros), whereas for the Company to 10,9 mln. euros (2009: 4,5 mln. euros) and increased because of a transfer of amount 1,9 mln. euros, which concerned a bond loan, to the long-term bank liabilities payable the next fiscal year (payment on December of 2011).

The following table gives an information in percentages for the changes of the most important accounts of the Balance Sheets of the fiscal year 2010 and 2009.

Assets	Group		Company	
	31.12.2010	31.12.2009	31.12.2010	31.12.2009
Tangible assets for own use	4,3%	1,9%	4,8%	2,4%
Inventory	5,2%	(26,1%)	4,4%	(25,2%)
Receivables	(5,8%)	(8,5%)	(9,6%)	(14,9%)
Participations in Subsidiaries	-	-	37,8%	25,8%
Other long-term Receivables	370,4%	140,7%	381,5%	151,2%
Deferred tax Receivables	820,8%	(2,8%)	100%	-
Cash and cash equivalents	35,5%	87,5%	45,9%	78,7%
Capital and Liabilities				
Suppliers	87,7%	(11,2%)	87,4%	(7,4%)
Bank Liabilities	5,3%	(15,8%)	16,4%	(24,7%)
Deferred tax Liabilities	(56,2%)	(72,9%)	(100,0%)	(98,2%)
Equity Capital	0,7%	4,4%	(2,6%)	1,9%

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For the Income Statement, it is presented the following table (amounts in mln. euros).

<i>(Amounts in mln. euros)</i>	Group			Company		
	From 1 January to			From 1 January to		
	31.12.2010	31.12.2009	%	31.12.2010	31.12.2009	%
Sales	90,94	95,85	(5,1%)	75,34	82,44	(8,6%)
Cost of sales	(60,20)	(63,05)	(4,5%)	(52,58)	(57,25)	(8,2%)
Gross Profit	30,74	32,80	(6,3%)	22,76	25,19	(9,6%)
Other operating income	0,82	1,06	(22,0%)	1,06	1,07	(1,3%)
Administrative expenses	(5,53)	(4,95)	11,6%	(4,31)	(3,78)	13,9%
Research & development expenses	(1,18)	(1,16)	2,1%	(1,06)	(1,12)	(5,0%)
Selling expenses	(18,02)	(16,88)	6,8%	(15,34)	(14,35)	6,9%
Income from Dividends	0,07	0,06	12,0%	0,45	0,39	14,7%
Income from securities and participations	(0,10)	0,09	(214,8%)	(0,45)	(0,22)	104,5%
Interests and relevant expenses	(1,00)	(1,32)	(24,0%)	(0,77)	(1,18)	(34,7%)
Profit before tax	5,80	9,70	(40,2%)	2,33	6,00	(61,1%)
Income tax	(2,23)	(3,14)	(28,9%)	(1,28)	(2,11)	(39,4%)
Profit after tax	3,57	6,56	(45,6%)	1,05	3,89	(72,9%)

For the better comprehension of the Financial Statements, are presented the following financial ratios for the Group and the Company.

RATIOS

DEVELOPMENT (%)

	Group		Company	
	2010	2009	2010	2009
Changes in Sales	(5,1%)	(18,4%)	(8,6%)	(19,7%)
Changes in Net Profit after Tax	(45,6%)	(50,1%)	(72,9%)	(55,1%)
Changes in Fixed Assets	4,2%	2,6%	4,7%	3,3%
Changes in total Equity	0,7%	4,4%	(2,6%)	1,9%

PROFITABILITY (in thous. Euros)

Earnings after Tax (EAT)	3.568	6.565	1.054	3.890
Earnings before Tax (EBT)	5.798	9.703	2.335	6.005
Earnings before Interest, Tax, Depreciation and Amortization (EBITDA)	8.945	12.894	4.653	8.514

ACTIVITY (days)

Receivables turnover Ratio (Clients+Notes+Checks)	237,8	244,5	237,7	249,0
Liabilities turnover Ratio (Suppliers+ Notes + Checks.)	78,2	56,6	74,5	50,6
Inventory turnover Ratio (in days)	126,5	138,6	116,1	121,9
Operating turnover average duration	364,4	383,1	353,9	370,9
Commercial turnover average duration	286,2	326,5	279,4	320,3

CAPITAL STRUCTURE

Ratio of Equity Capital to Total Capital	0,6	0,6	0,6	0,7
Equity to Debt Ratio	1,4	1,8	1,4	1,9
Banking Loans to Equity capital	0,4	0,4	0,4	0,4

LIQUIDITY

Total Liquidity	2,7	4,1	2,7	5,2
Short-term Liabilities to Net Profits	17,2	5,0	28,8	4,2
Short-term Liabilities to Equity Capital	0,4	0,3	0,4	0,2

INVESTING

Working Capital per Share	2,9	3,3	2,2	2,9
Book Value per Share (BVPS)	3,9	3,9	3,2	3,3
Share Price per Share (P/E)	7,7	8,3	26,0	14,0

During the year, both the Company and the subsidiaries which are included in the consolidation did not hold shares of the listed Parent Company.

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After the date of the Statement of Financial Position and until the date of the submission of this Report, there are no events that took place, to affect the financial statement of the Company and the Group Kleemann or to require their disclosure at the Financial Statements of the period. During this fiscal year, the activity of the Company was according the current legislation and its targets, as they are defined at its memorandum.

Regarding the distribution of dividend, the Management of the Company refers that its dividend policy is directly connected with its capital structure, its efficiency, its earnings and self-financing of its investments, with main target the long-term benefit of the Company and of its shareholders. Hence, for the fiscal year of 2010, the Board of Directors will propose to Regular General Meeting of the Shareholders, the distribution of gross dividend 0,05 euros per share, from 0,12 in 2009, which will be derived from profit of the previous fiscal years, while according to the share price on 31.12.10, it generates a dividend yield equal to 4,3%.

Expected progress and development

The international financial crisis, which since 2008 has affected many countries, including Greece, is inevitably one of the major factors that determine the condition of the markets. Some economies abroad managed to be influenced in a small degree and present slight signs of recovery, while others which presented domestic financial problems are proportionately in a deeper recession. It is obvious that the economic condition of each country has a significant impact on the real estate market, construction activity and hence the elevator market.

The extraversion of KLEEMANN Group and the geographic dispersion of its clientele allows it to be affected to a lesser extent than its competitors as it is strengthened particularly in countries belonging to the first category and are in a stage of recovery, but also in countries where the signs of recession are visible. However, the situation of the domestic market is estimated that it will continue to be downward in 2011, which will be difficult year.

The main objective of the Group in 2011 will be the penetration of even more new markets abroad as well as the increase of its market share in existing ones, to cover the loss from the domestic market because of the crisis of the Greek economy. In this framework, further promotional activities, such as the establishment of new representative offices in countries are realized as well as development of new products and services. Simultaneously, particular weight is already given in implementing actions to further reduce costs to adapt to new the economic conditions and to improve the efficiency of procedures, mainly in production and administrative departments.

Additionally, the improvement of liquidity, both at Group and Company level is expected to continue unhindered in 2011. The Group is able to cover its operating needs and to fund further geographic and product growth. The areas that will be given particular emphasis, are funding of the promotional activities abroad and the seamless integration of the investment plan of the Group.

It must be emphasized that the estimations about the progress of the activities are based on parameters whose positive or negative change cannot be forecasted with accuracy by the management. The most important of these parameters are the development in the raw materials market, the energy costs, the trend in the construction activity, the interest rate levels, the credit expansion of banks, the current state of the Greek economy, the inflation and the purchasing power of the consumers.

Major Risks and uncertainties – Management of Financial Risk

The Company and the Group proceed to the required actions in order to limit the negative influence to their financial results, which is derived by the fluctuations of cost and sales variables as well as by the inherent disability to predict the financial markets. Specifically, the Company and the Group face the following risks:

Credit Risk

There are no significant credit risk concentrations for the Group. Sales mainly are realized to low-credit risk clients, there is credit insurance for the overseas sales and there is a great dispersion of balances, as there is no client of the Group with a percentage higher than 5% of total sales.

The provision for bad debt presents the estimation of the Company for losses in relation to its customers and is composed of impairment losses of specific receivables of significant risk as well as of collective losses for groups of similar receivables that they are estimated to have been incurred but not yet identified. There is a continuous control of the creditworthiness of large customers and in this way the exposure to risk is limited, with sufficient secure limits concerning the large customers.

At the end of the fiscal year it is estimated that there is no essential credit risk, which is not covered by an insurance as a credit guarantee or by a provision for uncertain receivables.

Liquidity Risk

The approach of the Group about the liquidity management is to secure that in any case it will retain enough liquidity in order to meet its liabilities when they end, under ordinary or difficult conditions, without incurring non-acceptable losses or putting in danger its reputation. Prudent liquidity management is achieved by the appropriate combination of liquid assets and approved bank credits, while the unused approved bank credits, are adequate to encounter any potential shortage in cash.

The Group ensures that it has sufficient cash on demand to meet expected operational expenses for a period of 30 days at least, including the servicing of financial obligations. This policy excludes the potential impact of extreme circumstances that cannot reasonably be predicted, such as natural disasters. For the minimization of risk in cash and cash equivalents, the Group transacts only with established financial institutes, of high credit level.

In addition, the Group maintains approved bank credits totally valued up to Euros 80,5 mln, of which it has used Euros 21.1 mln for the issue of four bonded loans and, approximately Euros 14.9 mln in the form of short term loans the balance of which was reduced in 2011 to Euros 10,9 mln with an equal reduction of its cash funds. The Company's target is to have approved credits at least 50% greater than the size of its borrowing, a target that is achieved. Concerning its investment policy, the Group limits its exposure to risks, by investing, at the time, only in directly cashable securities.

On 31 December 2010 it is estimated that there is no essential liquidity risk which is not covered either by the Group's cash or by approved bank credits.

Market risk

Market risk is defined as the risk associated with changes in the rate of growth of construction activities as well as with changes in market prices of materials, in foreign exchange rates, interest rates and equity prices, to affect the Group's financial results or the value of its financial assets. It also includes the price of steel which is the main raw material (commodity). Its price is affected by the supply, the demand and the level of reserves in a global perspective. The objective of market risk management is to manage and control market risk exposures within acceptable limits, while optimizing the return. The exposure of economic results of the Group to the above risks is low. The biggest part of exchange differences of the Group, comes from Turkey, due to the strong activity of the Group and the intense volatility of the exchange difference of Euro – Turkish Lira.

Foreign exchange risk

The exposure of the Group in foreign exchange risks mainly derives from existing or expected cash flows in foreign currency (imports/exports), as well as investments abroad. This risk is confronted in the framework of approved policies. The Group operates mainly in Europe and, therefore, the majority of its transactions is based on Euros, while the operation that takes place apart from Europe is based on Euro clause, and therefore the exchange rate risk is minimized.

Interest rate risk

The loan liabilities of the Group are based on pre-agreed and pre-set margins of interest, which according to the market conditions, may be changed into fixed. Group's policy is to observe the trends of the interests and the duration of the financial needs and according to the existing conditions, the Group determines the relation between long-term and short-term bank loans.

The Group does not maintain commodity contracts, except from those required to cover anticipated needs of use and sale.

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The Company is activated in a corporate environment which is characterized by variability at interest rates, prices of raw materials and energy. The sensitivity analysis of the above, indicates the following:

Amounts in thous euros	Earnings before tax	% change
Published Earnings for 2010	2.335	100,0%
+0,5% interest rates	2.192	93,9%
-0,5% interest rates	2.478	106,1%
Increase 5% in prices of raw materials	313	13,4%
Decrease 5% in prices of raw materials	4.358	186,6%
Increase 10% in prices of energy	2.096	89,8%
Decrease10% in prices of energy	2.574	110,2%

Vision and long-term targets

The vision of the Management is for Kleemann to be the Company of first choice for the international elevator market, due to the fact that it constitutes a modern industry, with strong capital structure, close co-operation with its clients, great reputation and strong market position. To achieve the Group vision, specific strategic objectives have been set which are:

- **High quality:** The Group's objective is for quality to be the key feature of its products and services. Product quality must exceed customer expectations, while at the same time the existing processes must ensure its continuous improvement.
- **Consistency - helpfulness:** The consistency and helpfulness towards the customer is of key strategic objectives of the Group. Delivery time of products and customer service constitute critical success factors of the objectives of the Group.
- **Economy - Efficiency:** Maximum results must be achieved by using the least possible resources. The benefits may be significant and disseminate both within the Group (shareholders, management, employees, etc.) and outside (customers, suppliers, community, etc.)
- **Development:** The continuous growth in business activity primarily ensures the viability of the Company and then ensures its leading market position.

For the realization of this vision and strategic objectives, the comparative advantages of the Group are the following:

- **Reliability** – The Group has succeeded to connect its name with the reliability, as its main target is to react directly at the expectations and the requirements of the clients, concerning the product, the quality, the speediness and the price. The presence of the Group at important international exhibitions and the records at international branch papers, contribute the brand "KLEEMANN" to be very known and recognizable to the global elevator market. The negotiating power, concerning the suppliers, and the vertical structure of the Group, result the complete control of the quality and cost of production of the final product.

- **Technology** – Based on the investments of the last five-year period, which are amounted to 21,8 mln. euros, the Group constitutes an industry of capital tension and the one of the most technologically modern in Europe. With a peak the investment in mechanical equipment, the strategy has based on the quality, innovation, speediness and flexibility.

- **Complete elevator system** – Holding the position of «leader», the Group is the only one in Greece which has the capability to offer complete solutions of elevators which assure compatibility of all the materials, absolute secure to the final user and maintainer, cover of specialized solutions (e.g. innovation), complete and continuous technical customer support.

- **Know-how** – the Group has the requisite know-how for the development of innovating and diversified products which is based on the 20-year presence in the international market, on the long-term co-operations with clients-installers, on the 873 employees (245 of University education, 178 mechanical engineers) and on the anthropocentric culture. The Research and Development department support the development of new products of high technology, which they meet the trends of the global market as well as the new legal requirements, while in addition they are designed and imported in the market innovative products, such as the antiseismic elevator, the hydraulic elevator without engine-room, innovative solutions for the refurbishment of elevators, elevation systems, regulations of reduction of energy consumption etc, for which the Group has recorded 14 applications, both in Greece and internationally, for the safeguard of the industrial literary property and it has received the corresponding patents.

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The strategic targets of the management are the enforcement of the leading position of the Group, both in the Greek and European market, as well as its further expansion and the improvement of products and services offered. The strategy to accomplish these targets is defined by the cooperation agreements both in the home country and abroad, the update of the information systems of the Company and the restructuring of its organization, the expansion of its international presence aiming at taking advantage of opportunities that arise abroad, the improvement of the training systems of both the personnel and the Company's co-operators, the evolution of new executives, the fulfillment of its significant investment plan and the extensive investment program in Research and Development and the corresponding continuous development of the know-how.

The direct targets of Group's management include:

- **Evolution in home market.** The Group always aims at the expansion of the market share of the domestic market., which is based on the strategy of penetration in the Greek elevator market and the promotion of the complete elevator package, the strengthening of the network of collaborators, the promotion of new proposals such as "Kleemann Design", the communication with the public, engineers and architects and finally in the development of new markets such as parking system, stair lifts and escalators.

- **Increase in exports.** Having the above mentioned comparative advantages, the Group develops its strategy with the enlarge of its client base and the expansion to new demanding markets, as for instance the technologically developing countries of Europe with the strictest specifications in the quality, materials and services. At the same time, it achieves the decrease of dependence from existing markets. In addition, the Group tries to promote its new products and apply a more competitive pricing policy in order to strengthen its presence in the international market.

- **Penetration in the market of upgrading of old elevator systems.** In Greece today there are approximately 300.000 elevators, more than 30 years old, a significant part of which requires partial or total replacement. Although the official Ministry decision, which refers to security of elevators and published at the end of 2008, transferring replacement at the next years, this specific postponement neither improves the operation of the Group, nor it affects significantly the financial figures. The daily reality indicates that there is a sufficient mobility regarding the repair and maintenance services because of the fact that existing elevators become older and need to be modernized.

Important transactions with Affiliated Entities

The most important transactions of the Company with affiliated entities, according the IFRS 24, concern transactions with its subsidiaries, with affiliated entities and with members of the Board of Directors and highest officials.

The transactions with the affiliated entities are summarily presented at the following table.

2010	Group		Company	
	Revenues / Sales	Expenses / Purchases	Revenues / Sales	Expenses / Purchases
Consolidated subsidiary companies	-	-	8.135.677	9.122.198
Affiliated Companies	4.813.734	3.182.305	2.223.273	985.928
B.o.D. Members and highest officials	27.219	2.256.733	27.219	1.801.469
	4.840.953	5.439.038	10.386.169	11.909.595
	Receivables	Liabilities	Receivables	Liabilities
Consolidated subsidiary companies	-	-	2.293.534	808.983
Affiliated Companies	2.433.071	812.354	1.194.461	223.192
B.o.D. Members and highest officials	4.220	8.906	4.220	-
	2.437.291	821.260	3.492.215	1.032.175

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2009	Group		Company	
	Revenues / Sales	Expenses / Purchases	Revenues / Sales	Expenses / Purchases
Consolidated subsidiary companies	-	-	7.501.915	8.681.380
Affiliated Companies	5.728.749	3.017.000	2.733.533	975.374
B.o.D. Members and highest officials	7.814	2.068.921	7.814	1.505.420
	5.736.563	5.085.921	10.243.262	11.162.174
	Receivables	Liabilities	Receivables	Liabilities
Consolidated subsidiary companies	-	-	2.294.000	1.025.728
Affiliated Companies	1.935.587	645.784	910.111	210.935
B.o.D. Members and highest officials	2.464	27.659	2.464	18.791
	1.938.051	673.443	3.206.575	1.255.454

Analytically, the sales of the Company to the subsidiary companies, for the fiscal years 2010 and 2009 respectively, are analyzed as follows:

Sales 1 January to 31 December

2010	Commodities	Products	Other inventory and useless material	Services	Other	Total
KLEFER S.A.	320	3.197	27.206	68.121	21.811	120.655
KLEEMANN ASANSOR S.A.	290.364	3.843.172	59.497	1.493	-	4.194.526
KLEEMANN LIFTOVI D.o.o.	465.959	1.245.718	57.918	658	-	1.770.253
KLEEMANN LIFT RO SRL	581.052	952.045	32.572	-	69.841	1.635.510
MODA LIFT S.A.	70.963	279.995	13.372	-	50.400	414.730
HONG KONG ELEVATOR SYSTEMS	-	-	-	-	-	-
Total	1.408.658	6.324.127	190.565	70.272	142.052	8.135.674

Sales 1 January to 31 December

2009	Commodities	Products	Other inventory and useless material	Services	Other	Total
KLEFER S.A.	5.867	697	17.312	80.140	17.740	121.756
KLEEMANN ASANSOR S.A.	214.641	2.970.353	44.999	787	0	3.230.779
KLEEMANN LIFTOVI D.o.o.	700.780	1.293.877	74.856	2.178	0	2.071.691
KLEEMANN LIFT RO SRL	720.153	983.972	57.223	11.967	68.685	1.842.000
MODA LIFT S.A.	10.526	125.942	31.833	3.387	64.000	235.688
Total	1.651.967	5.374.841	226.222	98.459	150.425	7.501.914

Purchases 1 January to 31 December

2010	Commodities	Products	Other inventory and useless material	Services	Other	Total
KLEFER S.A.	-	8.384.315	316.643	22.265	600	8.723.823
KLEEMANN ASANSOR S.A.	11.564	-	-	-	-	11.564
KLEEMANN LIFTOVI D.o.o.	18.430	-	-	-	-	18.430
KLEEMANN LIFT RO SRL	14.938	-	-	-	-	14.938
MODA LIFT S.A.	-	276.519	2.200	74.725	-	353.444
HONG KONG ELEVATOR SYSTEMS	-	-	-	-	-	-
Total	44.932	8.660.834	318.843	96.990	600	9.122.199

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Purchases 1 January to 31 December

2009	Commodities	Products	Other inventory and useless material	Services	Other	Total
KLEFER S.A.	0	7.691.067	301.920	20.528	0	8.013.515
KLEEMANN ASANSOR S.A.	18.910	0	0	0	0	18.910
KLEEMANN LIFTOVI D.o.o.	9.725	0	0	0	0	9.725
KLEEMANN LIFT RO SRL	31.886	0	0	0	0	31.886
MODA LIFT S.A.	0	327.114	255.500	24.731	0	607.345
Total	60.521	8.018.181	557.420	45.259	0	8.681.381

Excluding the above, there are no other transactions between the Company and its subsidiaries. Concerning the Receivables and Liabilities of the Company against its subsidiaries, the information is as follows:

	Liabilities		Receivables	
	31.12.2010	31.12.2009	31.12.2010	31.12.2009
KLEFER S.A.	236.164	563.632	-	2.018
KLEEMANN ASANSOR S.A.	92.343	89.913	702.026	710.945
KLEEMANN LIFTOVI D.o.o.	-	1.905	811.896	910.221
KLEEMANN LIFT RO SRL	10.660	4.940	749.455	610.952
MODA LIFT S.A.	5.859	365.338	30.157	59.865
HONG KONG ELEVATOR SYSTEMS	463.957	-	-	-
Total	808.983	1.025.728	2.293.534	2.294.001

The other affiliated companies, which are not consolidated in order to accrue the financial results, are the following: AMETAL (Turkey), TECHNOLAMA (Spain), SKYLIFT (Greece), CITYLIFT (Greece), YAPILIFT (Turkey), GROSSI (Serbia). The receivables and liabilities of the Company and the Group against the above companies are analyzed as follows:

Company	Liabilities		Receivables	
	31.12.2010	31.12.2009	31.12.2010	31.12.2009
AMETAL	-	-	-	5.059
YAPILIFT	205.552	210.437	-	-
GROSSI	-	-	-	-
TECHNOLAMA	17.640	498	-	-
CITYLIFT	-	-	13.841	14.000
SKYLIFT	-	-	1.180.620	891.051
Total	223.192	210.935	1.194.461	910.110
Group	Liabilities		Receivables	
	31.12.2010	31.12.2009	31.12.2010	31.12.2009
AMETAL	-	-	90.132	86.479
YAPILIFT	205.552	210.437	100.633	24.730
GROSSI	-	30.178	1.031.361	912.458
TECHNOLAMA	606.802	404.867	4.054	67
CITYLIFT	-	-	13.841	14.000
SKYLIFT	-	302	1.193.050	897.853
Total	812.354	645.784	2.433.071	1.935.587

**EXPLANATORY REPORT
TO THE ORDINARY GENERAL SHAREHOLDERS' MEETING
ACCORDING TO THE ARTICLE 4, par 7 & 8
L. 3556/2007**

The present explanatory report of the General Meeting to the Ordinary General Shareholders' Meeting, contains analytical information related with the issues of the paragraph 7, Article 4 of Law N. 3556/2007.

a) Structure of Share Capital of KLEEMANN HELLAS S.A.

Share Capital of "KLEEMANN HELLAS S.A." comes up to 7.804.071,00 euros, divided by 23.648.700 ordinary registered shares, with one voting right and nominal value of 0,33€ each, which are listed for negotiation in the Value Market of the Athens Stock Exchange.

Each Share of the Company includes all benefits and obligations defined by the Law and Articles of Association of the Company, which does not include provisions, more restrictive than what the Law defines. The ownership of a share title implies by right its owners' acceptance of the Articles of Association of the Company and all the legal decisions of the General Shareholders' Meetings, even if they have not participated to them. Articles of Association of the Company does not include any special rights in favor of specific shareholders.

Shareholders' responsibility is restricted to the amount of the nominal value of the shares that they hold and they participate proportionally in the management and the profits of the Company, according to the provisions of the Law and the Articles of Association. The benefits and obligations that arise from each share are followed on any, total or particular, shareholders' successor.

Shareholders can exercise their rights regarding the Management of the Company only through General Meetings and they hold the right of preference on any future increase of Share Capital of the Company, depending on their participation in the existing share capital, as this is defined in Article 13, paragraph 5 of the Encoded Law 2190/1920.

Shareholders' borrowers and their total or particular successors, can neither cause, under any condition, any seizure or inactivation of any property or the Company's accounts, nor ask for its settlement and distribution and be involved in any way in its management or its administration.

Each shareholder, wherever he or she may lives, concerning his relationship with the Company, is considered to be a permanent resident in its Head Offices and he or she is liable to Greek Legislation. Any disagreement between the Company and the shareholders or any other third party is subject to the exclusive responsibility of Greek Courts, while the Company is subject only to the Courts of its Head Offices.

Common shares provide only one voting right. All co-owners of a share, should present a common representative for that share, literally, to the Company, in order to retain the voting right. This representative will stand for them in the General Meeting. Until the representative is appointed, the execution of their rights is postponed.

Ten (10) days before the Ordinary General Meeting, each shareholder can ask for the annual Financial Statements and the relevant reports of the Board of Directors and the Auditors of the Company.

The dividend of each share is paid to the Shareholders of the Company, within two (2) months from the date of the Ordinary General Meeting, which approved the annual Financial Statements. The payment is held with the presentation of the Guarantee of Dividend Beneficiary of Anonymous Values in the Offices of the Company or wherever else defined. The method of deposit is announced in the Press. Dividends that are not demanded for more than five years, are statute-barred in favor of State.

As far as the procedure of depositing the shares is concerned, the shareholders' participation to the General Shareholders' Meetings of the Company and the process of dividend payment, requires the

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application of everything that the Regulation for the Operation and Liquidation of Immaterial Titles System of the Central Value Warrant defines, as these are in force on any time.

b) Restrictions to the transfer of the Company shares.

The transfer of the Company shares is held as the Law defines, there are no restrictions, impelled by the Articles of Association.

c) Significant direct or indirect participations as these are defined by Law 3556/2007

The following shareholders hold significant direct or indirect participations, as these are defined by Articles 9-11 of Law 3556/2007, owning directly or indirectly more than 5% of the total number of Company shares:

SHAREHOLDERS WITH PERCENTAGE >=5% ON 31/12/2010

WITH TOTAL SHARE CAPITAL 23.648.700

	NAME	NUMBER	PERCENTAGE%
1	KOUKOUNTZO KONSTANTINOS KOUKOUNTZOS MENELAOS KOUKOUNTZOU EKATERINI (J.I.A.)	3.958.866	16,740*
2	KOUKOUNTZOS K. NIKOLAOS	3.864.558	16,342
3	KOUKOUNTZOS N. KONSTANTINOS	2.934.490	12,409
4	KOUKOUNTZOS N. NIKOLAOS	2.722.400	11,512
5	KOUKOUNTZOU N. EKATERINI	2.373.940	10,038
	SUB TOTAL	15.854.254	67,041
	REMAINING INVESTORS	7.794.446	32,959
	TOTAL NUMBER OF SHARES	23.648.700	100,00

*Ownership undivided

d) Shares that provide special auditing rights.

There are not any Company shares that offer special auditing rights to their owners.

e) Restriction on voting right.

The Articles of Association does not inflict any restrictions on the voting right that arises from shares of the Company.

f) Agreements between Shareholders

The Company is not aware of the existence of any possible agreements between its shareholders, which imply restrictions in the transfer of its shares or the execution of the voting rights that arise from its shares.

g) Rules about the appointment and replacement of Board of Directors members and about the Modification of the Articles of Association .

The rules that the Articles of Association of the Company define with respect to the appointment and replacement of Board of Directors members and about the modification of its provisions, are not different from the definitions of K.N.2190/1920.

h) Authority of the Board of Directors for the issue of new shares or the purchase of owned shares

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a) According to the provisions of Article 13 Par. 1 Elem. B of K.N. 2190/1920 and Article 6 of the Articles of Association of the Company, after a relevant decision by General Meeting, which is subject to the publicity formalities of the 7b Article of K.N. 2190/1920, Board of Directors are entitled to increase the share capital of the Company, by issuing new shares, with a decision that requires the priority of at least two thirds (2/3) of total members.

b) The Board of Directors of the Company have the right to proceed to the purchase of owned shares strictly under a decision of General Shareholders' Meeting, which has been taken according to Article 16 of Law 2190/1920, under the terms and prerequisites mentioned in Law 2190/1920 as is applies modified.

i) Important agreements that come into force, are modified, or expire in the occasion of change of auditing, after public proposal.

There are no important agreements that come into force, are modified, or expire in the occasion of change of auditing, after public proposal.

j) Agreements with the members of Board of Directors or the personnel of the Company.

There are not any special agreements between the Company and the members of its' Board of Directors or its personnel, which define the deposit of any compensation, especially on the occasion of resignation or dismissal, without reasonable cause for termination either of duty or of employment, because of public proposal.

Kilkis, 28 March 2011

President
Of Board of Directors.

Nikolaos K. Koukountzos

INDEPENDENT AUDITOR'S REPORT (Translated from the original in Greek)

To the Shareholders of
KLEEMANN HELLAS A.B.E.E.

Report on the Financial Statements

We have audited the accompanying standalone and consolidated financial statements of KLEEMANN HELLAS – A.B.E.E. (the "Company") which comprise the standalone and consolidated statement of financial position as of 31 December 2010, the standalone and consolidated statements of income and comprehensive income, changes in equity and cash flows for the year then ended, and a summary of significant accounting policies and other explanatory notes.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these standalone and consolidated financial statements in accordance with International Financial Reporting Standards as adopted by the European Union, and for such internal control as management determines is necessary to enable the preparation of standalone and consolidated financial statements that are free from material misstatements, whether due to fraud or error.

Auditor's responsibility

Our responsibility is to express an opinion on these standalone and consolidated financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatements.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the standalone and consolidated financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the standalone and consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the standalone and consolidated financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the company's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the standalone and consolidated financial statements.

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We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the standalone and consolidated financial statements give a true and fair view of the financial position of KLEEMANN HELLAS – A.B.E.E. as of 31 December 2010 and of its financial performance and its cash flows for the year then ended, in accordance with International Financial Reporting Standards as adopted by the European Union.

Report on Other Legal and Regulatory Requirements

- (a) The Board of Directors' Report includes a corporate governance statement, which provides the information set by paragraph 3d of article 43a and paragraph 3f of article 107 of C.L. 2190/1920.
- (b) We verified that the contents of the Board of Directors' Report are consistent and correspond with the accompanying standalone and consolidated financial statements within the scope set by articles 37, 43a and 108 of C.L. 2190/1920.

Athens, 29 March 2011

KPMG Certified Auditors A.E.

KPMG Certified Auditors A.E
3, Stratigou Tombra Str
153 42 Aghia Paraskevi
Greece
AM SOEL 114

Apostolos Th. Spoutis, Certified Auditor Accountant
AM SOEL 16921

ANNUAL FINANCIAL STATEMENTS

STATEMENT OF FINANCIAL POSITION 31 DECEMBER

(amounts in euros, unless it is mentioned differently)

	NOTE	GROUP		COMPANY	
		2010	2009	2010	2009
ASSETS					
Non-current Assets					
Tangible Assets for own use	5	36.911.992	35.381.235	29.658.980	28.294.993
Investment Property	6	346.488	350.813	274.409	280.970
Intangible Assets	7	910.545	895.317	871.744	841.265
Participations in Subsidiaries	8	-	-	4.536.320	3.292.393
Other long-term receivables	9	10.964.607	2.331.099	10.897.416	2.263.327
Deferred tax receivables	10	803.616	87.274	664.838	-
		49.937.248	39.045.738	46.903.707	34.972.948
Current Assets					
Inventory	11	21.400.471	20.342.490	17.092.680	16.365.941
Trade Receivables	12	63.960.597	67.906.317	51.714.257	57.185.867
Other receivables	13	1.668.761	1.838.161	980.544	1.362.335
Short-term investments and securities	14	54.841	147.558	54.841	147.558
Cash and cash equivalents	15	19.630.544	14.484.397	13.237.267	9.071.802
		106.715.214	104.718.923	83.079.589	84.133.503
Total Assets		156.652.462	143.764.661	129.983.296	119.106.451
EQUITY AND LIABILITIES					
Equity					
Share Capital	16	7.804.071	7.804.071	7.804.071	7.804.071
Share Premium	16	22.271.083	22.271.083	22.271.083	22.271.083
Other Reserves	16	41.014.033	38.830.916	38.759.981	37.053.216
Profit carried forward		12.680.312	15.334.622	6.918.701	10.649.316
Exchange Rate differences from consolidation of foreign Subsidiaries		(509.438)	(561.467)	-	-
Equity attributable to Company Shareholders		83.260.061	83.679.225	75.753.836	77.777.686
Non-controlling interest		9.353.976	8.260.914	-	-
Total Equity		92.614.037	91.940.139	75.753.836	77.777.686
Long-term Liabilities					
Long-term bank liabilities	17	21.100.000	23.000.000	21.100.000	23.000.000
Liabilities from employees' termination benefits	18	2.633.144	2.233.836	2.365.385	2.021.984
Other long-term liabilities	19	1.237.315	885.285	425.497	2.861
Deferred tax liabilities	10	74.226	169.311	-	8.832
		25.044.685	26.288.432	23.890.882	25.033.677
Short-term Liabilities					
Suppliers	20	18.585.117	9.903.340	15.378.074	8.205.947
Current tax liabilities	27	1.030.123	1.112.521	509.540	735.232
Other liabilities	21	3.811.000	2.830.229	3.023.464	2.473.909
Short term Bank Liabilities	17	14.900.000	11.200.000	10.900.000	4.500.000
Provisions	27	667.500	490.000	527.500	380.000
		38.993.740	25.536.090	30.338.578	16.295.088
Total Liabilities		64.038.425	51.824.522	54.229.460	41.328.765
Total Equity And Liabilities		156.652.462	143.764.661	129.983.296	119.106.451

The attached notes, included in pages 35 to 70 consist an inextricable part of these Financial Statements.

STATEMENT OF INCOME FOR THE PERIOD 1 JANUARY TO 31 DECEMBER

	NOTE	GROUP		COMPANY	
		From 1 January to 31.12.2010	31.12.2009	From 1 January to 31.12.2010	31.12.2009
Sales	22	90.942.575	95.848.299	75.342.996	82.444.236
Cost of Sales	23	(60.201.397)	(63.051.277)	(52.580.984)	(57.254.514)
Gross Profit		30.741.178	32.797.022	22.762.012	25.189.722
Other income / (expenses)	25	824.526	1.057.083	1.060.486	1.074.738
Selling Expenses	23	(18.019.741)	(16.878.480)	(15.341.540)	(14.348.977)
Administrative Expenses	23	(5.527.404)	(4.950.910)	(4.309.431)	(3.782.785)
Research and Development Expenses	23	(1.180.224)	(1.156.490)	(1.061.763)	(1.118.059)
Operating Income		6.838.335	10.868.225	3.109.764	7.014.639
Financial income	26	460.077	450.473	252.375	206.319
Financial expenses	26	(1.463.834)	(1.770.431)	(1.020.871)	(1.383.818)
Income from Dividends		67.230	56.536	447.260	394.167
Increase (decrease) of investments value in participations and securities		(103.333)	98.379	(453.333)	(226.621)
Profit before tax		5.798.475	9.703.182	2.335.195	6.004.686
Income Tax	27	(2.230.206)	(3.138.526)	(1.281.202)	(2.114.460)
Profit after tax		3.568.269	6.564.656	1.053.993	3.890.226
Attributable to:					
-Equity holders of the Parent	29	2.271.628	5.146.785	1.053.993	3.890.226
-Non-controlling interest		1.296.641	1.417.871	-	-
		3.568.269	6.564.656	1.053.993	3.890.226
Earnings per share attributed to the shareholders of the Parent Company for the period, basic (in absolute amounts)	30	0,0961	0,2176	0,0446	0,1645
Earnings before Interest, Taxes, Depreciation and Amortization		8.945.071	12.894.411	4.652.692	8.514.336

(amounts in euros, unless it is mentioned differently)

The attached notes, included in pages 35 to 70 consist an inextricable part of these Financial Statements.

STATEMENT OF OTHER COMPREHENSIVE INCOME

FOR THE PERIOD 1 JANUARY TO 31 DECEMBER

(Amounts in Euros, unless it is mentioned differently)

	GROUP		COMPANY	
	From 1 January to 31.12.2010	From 1 January to 31.12.2009	From 1 January to 31.12.2010	From 1 January to 31.12.2009
Profit after tax	3.568.269	6.564.656	1.053.993	3.890.226
Foreign exchange differences	57.951	(88.563)	-	-
Rewards of B.o.D.	(240.000)	(240.000)	(240.000)	(240.000)
Government grants	326.397	619.500	-	619.500
Revaluation of assets	14.377	14.594	-	-
Other comprehensive income after tax	158.725	305.531	(240.000)	379.500
Total comprehensive income after tax	3.726.994	6.870.187	813.993	4.269.726
Attributable to:				
-Equity holders of the Parent	2.418.681	5.481.356	813.993	4.269.726
-Non-controlling interest	1.308.313	1.388.831	-	-
	3.726.994	6.870.187	813.993	4.269.726

The attached notes, included in pages 35 to 70 consist an inextricable part of these Financial Statements.

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STATEMENT OF CHANGES IN EQUITY

(amounts in euros, unless it is mentioned differently)

	GROUP							
	Share capital	Share premium	Regular Reserve	Other Reserves	Profit carried forward	Equity attributable to Company Shareholders	Non-controlling interest	Total Equity
Balance 1 January 2009	7.804.071	22.271.083	1.582.806	30.887.172	18.508.815	81.053.947	7.050.930	88.104.877
Total comprehensive income after tax	-	-	-	574.571	4.906.785	5.481.356	1.388.831	6.870.187
Dividends	-	-	-	-	(2.837.844)	(2.837.844)	(197.080)	(3.034.924)
Regular Reserve	-	-	481.602	-	(481.602)	-	-	-
Tax-free Reserves	-	-	-	1.943.297	(1.943.297)	-	-	-
Other Reserves	-	-	-	2.800.000	(2.800.000)	-	-	-
Purchase of block of shares	-	-	-	-	(18.235)	(18.235)	18.233	(2)
Balance 31 December 2009	7.804.071	22.271.083	2.064.408	36.205.041	15.334.622	83.679.225	8.260.914	91.940.139
Balance 1 January 2010	7.804.071	22.271.083	2.064.408	36.205.041	15.334.622	83.679.225	8.260.914	91.940.139
Total comprehensive income after tax	-	-	-	387.053	2.031.628	2.418.681	1.308.313	3.726.994
Dividends	-	-	-	-	(2.837.845)	(2.837.845)	(215.251)	(3.053.096)
Regular Reserve	-	-	329.320	-	(329.320)	-	-	-
Tax-free Reserves	-	-	-	1.256.026	(1.256.026)	-	-	-
Other Reserves	-	-	-	262.747	(262.747)	-	-	-
Purchase of block of shares	-	-	-	-	-	-	-	-
Balance 31 December 2010	7.804.071	22.271.083	2.393.728	38.110.867	12.680.312	83.260.061	9.353.976	92.614.037

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STATEMENT OF CHANGES IN EQUITY

(amounts in euros, unless it is mentioned differently)

	COMPANY					
	Share capital	Share premium	Regular Reserve	Other Reserves	Profit carried forward	Total Equity
Balance 1 January 2009	7.804.071	22.271.083	1.329.999	30.032.542	14.908.109	76.345.804
Total comprehensive income after tax	-	-	-	619.500	3.650.226	4.269.726
Dividends	-	-	-	-	(2.837.844)	(2.837.844)
Tax-free Reserves	-	-	391.180	-	(391.180)	-
Other Reserves	-	-	-	1.879.996	(1.879.996)	-
Issue of share capital	-	-	-	2.800.000	(2.800.000)	-
Balance 31 December 2009	7.804.071	22.271.083	1.721.179	35.332.038	10.649.315	77.777.686
Balance 1 January 2010	7.804.071	22.271.083	1.721.179	35.332.038	10.649.315	77.777.686
Total comprehensive income after tax	-	-	-	-	813.993	813.993
Dividends	-	-	-	-	(2.837.843)	(2.837.843)
Regular Reserve	-	-	199.164	-	(199.164)	-
Tax-free Reserves	-	-	-	1.244.852	(1.244.852)	-
Other Reserves	-	-	-	262.748	(262.748)	-
Balance 31 December 2010	7.804.071	22.271.083	1.920.343	36.839.638	6.918.701	75.753.836

The attached notes, included in pages 35 to 70 consist an inextricable part of these Financial Statements.

STATEMENT OF CASH FLOWS 31 DECEMBER

(amounts in euros, unless it is mentioned differently)

	NOTE	GROUP		COMPANY	
		31.12.2010	31.12.2009	31.12.2010	31.12.2009
Cash Flows from operating activities					
Cash generated from operations	28	13.249.277	23.985.885	8.614.416	22.392.721
Interests paid		(853.883)	(1.480.145)	(545.569)	(1.286.889)
Income tax paid		(2.096.161)	(3.839.430)	(1.307.794)	(2.667.856)
		10.299.233	18.666.310	6.761.053	18.437.976
Cash Flows from investing activities					
Acquisition of subsidiaries, related companies, joint ventures and other investments		-	(2)	(1.130.000)	(1.000.002)
Purchases of Tangible and Intangible Assets		(3.736.694)	(3.029.844)	(2.930.885)	(2.459.814)
Sales of Tangible and Intangible Assets		1.296	3.148	-	-
Interests received		307.901	259.202	222.002	206.319
Dividends received		-	-	328.581	292.479
		(3.427.497)	(2.767.496)	(3.510.302)	(2.961.018)
Cash Flows from financing activities					
Increase of Bank Loans		6.135.000	3.500.000	6.000.000	-
Repayment of Bank Loans		(4.335.000)	(9.900.000)	(1.500.000)	(9.000.000)
Government grants		326.397	619.500	-	619.500
Dividends paid and rewards of B.o.D.		(3.851.986)	(3.360.024)	(3.585.286)	(3.099.946)
		(1.725.589)	(9.140.524)	914.714	(11.480.446)
Net increase / (decrease) in cash and cash equivalents					
		5.146.147	6.758.290	4.165.465	3.996.512
Cash and cash equivalents in the beginning of the fiscal year		14.484.397	7.726.107	9.071.802	5.075.290
Cash and cash equivalents in the end of the of the fiscal year		19.630.544	14.484.397	13.237.267	9.071.802

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NOTES ON FINANCIAL STATEMENTS**

1. COMPANY ESTABLISHMENT AND ACTIVITIES

KLEEMANN HELLAS S.A., a Mechanical Constructions Societe Anonyme Industrial Trading Company, with descriptive title KLEEMANN HELLAS S.A. («The Company») was incorporated in 1983 and is registered in the Register of Societes Anonymes under No. 10920/06/B/86/40. Its duration is set up to 31 December 2050, even though it is possible to be extended, under a General Meeting decision.

Main activity of the Company is the manufacturing and trading of complete elevating systems, maintaining a leading position in its sector. Its Head Offices and its contact address are located in the Industrial Area of Stavrochori, Kilkis, while its web site address is www.kleemann.gr.

The Company's share has been listed on the Athens Stock Exchange since April 1999. The total number of traded shares, on 31 December 2010, comes up to 23.648.700 and they are all common registered shares.

2. FINANCIAL STATEMENTS' BASIS OF PREPARATION

2.1. NOTE OF COMPLIANCE

The attached individual and consolidated Financial Statements have been prepared in accordance with the International Financial Reporting Standards (I.F.R.S.) as they have been adopted by the European Union, under the rule of the European parliament and Council of the European union in 19th July of 2002.

2.2. BASIS OF VALUATION

The Financial Statements were prepared on the basis of the historical cost principle with the exception of Land and Securities that are recorded at their fair value.

2.3. OPERATING EXCHANGE RATE AND PRESENTATION

The financial statements and all the financial information are expressed in Euros (unless it is mentioned differently), which constitutes the Company's operating currency.

2.4. APPLICATION OF EVALUATIONS AND JUDGMENTS

For the preparation of financial statements it is required from the management to take decisions and make and judgments that affect the application of accounting policies, as well as the recorded figures regarding assets, liabilities, income and expenses. Actual results may differ from those calculations.

The revisions of evaluations and the relative assumptions are revised on a continuous basis and recognized in the period in which they were made and in future periods if there are any. Special information, in the areas where there is uncertainty regarding the evaluations and the crucial judgments concerning the application of accounting policies, with significant impact on the figures recorded in the financial statements, is given in the following notes:

- Tangible Assets (Note 5)
- Intangible Assets (Note 7)
- Inventories (Note 11)
- Trade receivables (Note 12)
- Provisions (Note 27.3)
- Contigent Liabilities (Note 31)

The accounting policies that are presented below have been consistently applied in all the periods that are presented in these Financial Statements and have been consistently adopted by all of the Group's companies.

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3. BASIC ACCOUNTING POLICIES

3.1 CONSOLIDATION BASIS

3.1.1 SUBSIDIARIES

Subsidiaries are the companies controlled by the Parent Company. Control is exercised when the Parent Company has the power to reach decisions, directly or indirectly, that concern the subsidiaries' principles of financial management with the beneficiary purposes. The existence of any potential voting rights which may be exercised at the time of preparation of the financial statements is taken into account in order to ascertain whether the Parent Company controls the subsidiaries.

The subsidiaries are consolidated in full (integrated consolidation) from the date that control over them is acquired and cease to be consolidated from the date that such control ceases to exist. The accounting policies of subsidiaries have been changed where needed to align with the ones of the Group.

The Company records the investments in subsidiaries in the Individual Financial Statements at their acquisition cost less any possible impairment of their value.

3.1.2 TRANSACTIONS ELIMINATED DURING CONSOLIDATION

Inter-Group balances and transactions, as well as profits and losses which occurred from inter-Group transactions are written off during the preparation of the consolidated financial statements. Non-realized profits and non-realized losses from transactions between the companies of the Group, in case there is no indications of impairment of the value are written off by the percentage of the Group's holding in them.

3.2 INFORMATION BY SECTOR

As a business sector is defined a Group of assets and operations providing goods and services which are under various risks and yields from those of other business sectors. A geographic sector is defined as a geographical area where goods and services are under various risks and yields from other areas.

IFRS 8 "Operating Segments" set standards for the determination of distinguished activity sectors of entities, which defined according to the structure of the entity. The segments of the entity that have to be disclosed separately are defined according to the quantitative criteria which sets out Standard 8.

3.3 FOREIGN CURRENCY

3.3.1 TRANSACTIONS IN FOREIGN CURRENCY

The Company keeps the accounting books in euro. Transactions in foreign currency are converted into euro under the official spot exchange rate. Profits and losses from exchange rate differences accrued from the settlement of such transactions during the fiscal year and from the conversion of currency items expressed in foreign currency with the prevailing rate on the date of the balance sheet are recorded in the Profit and Loss Statement.

3.3.2 TRANSACTIONS WITH FOREIGN COMPANIES

The conversion of the financial statements of the companies of the Group that are in a different operational currency than the Group's presentation currency (none of which is operating under a status of a hyperinflationary economy), are converted as follows:

Assets and liabilities of activities that are carried out abroad, including the goodwill and readjustment of fair value, during consolidation, are converted to Euro under the base of the foreign currency's official prevailing rate on the date of the Statement of Financial Position.

Income and expenses are converted to Euro under the base of the average exchange rate during the fiscal year, which approaches the spot exchange rate.

Foreign exchange differences arising from the conversion of the net investment in a foreign business unit and of the relative offsets are recognized in statement of other Comprehensive income and in a separate line in the Equity account.

3.4 TANGIBLE ASSETS FOR OWN USE

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Tangible fixed assets are shown at acquisition cost, plus all the relative expenditures that are directly associated with them, less accumulated depreciation and any potential impairment of their value, except for Land which is evaluated in fair value.

Later expenditures are recorded as an increase in the accounting value of the tangible fixed assets or as a separate fixed asset only where there is a possibility that the future financial benefits shall flow into the Group and the Company and their cost could be reliably measured. Repairs and maintenance costs are recorded in the Profits and Loss Statement when they are realized.

The acquisition cost and the accumulated depreciation on tangible fixed assets which are sold or withdrew, are transferred from the specific accounts at the moment of sale or withdrawal and the difference between the selling price and the accounting value are recorded as profit or loss in the Profit & Loss account.

According to the clauses of I.F.R.S. 16, the cost that related with the obligations for withdrawal tangible fixed assets are recognized in the period when it appeared and in degree that it could be a logical estimation of it's fair value. The aforementioned cost are capitalized as a part of the value of the acquired tangible fixed assets and depreciated respectively.

Land is not depreciated. Depreciation on the rest tangible fixed asset items is calculated by the straight line method during the estimated useful life of these assets and of their sections thereof. Useful life range is estimated as follows:

Buildings	20-50 years
Mechanical equipment	6-20 years
Transportation	10-25 years
Other equipment	1-20 years

The residual values and the useful life of tangible fixed assets are subject to review on every Statement of Financial Position date, if it is necessary, whereas the accounting values are investigated for impairment when there are such indications (see paragraph 3.6).

In such cases the recoverable value is calculated and if the accounting value exceed them, the difference is recognized as impairment loss in the Profit & Loss account and the value of tangible fixed assets are decreased in their recoverable value that is higher among the fair value minus the required cost for sale and the value in use of them that estimated through the estimated future cash flows discounted in their present value with a discounted rate that reflects the current estimation of the market for the perpetual value of money and the related risks with these assets.

3.5 INTANGIBLE ASSETS

Intangible Fixed Assets concern software licenses. They are evaluated at acquisition cost less accumulated depreciation, less any accumulated impairment. They are depreciated by the straight line method over their useful life, which is from 3 to 10 years.

Expenditure necessary for the development and maintenance of software is recognized as an expense in the Profit and Loss Statement for the year in which it occurs.

Costs and expenses concerning the internal creation and development of software are capitalized, in the extent that requirements of the related Standard are fulfilled.

3.6 IMPAIRMENT IN VALUE OF ASSETS

The book value of the Group's assets is checked for impairment when there are indications that their book value will not be recovered. In this case, the asset's recoverable amount is determined and if the book value thereof exceeds the estimated recoverable value, an impairment loss is recognized, which is recorded directly in the Profit and Loss Statement. The recoverable value is the greater amount between an asset's fair value, less the cost that is required for the sale thereof, and the value of the use thereof. In order to estimate the use value, the estimated future cash flows are discounted to the asset's present value with the use of a discount rate that reflects the market's current estimations for the cash's temporal value and for the risks that are associated with these assets. If an asset does not bring significant independent cash flows, the recoverable amount is determined for the cash flow production unit to which the asset belongs.

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If an impairment loss is recognized, on each Statement of Financial Position of the Group examines if the conditions that led to the recognition thereof continue to exist. In this case, the asset's recoverable value is re-determined and the impairment loss is offset restoring the asset's book value to its recoverable amount to the extent that this does not exceed its book value (net of depreciation) that would have been determined if an impairment loss had not been recorded.

3.7 INVESTMENTS

Investments are classified according to the purpose for which they were acquired. Management decides on the appropriate classification of the investment when the investment is acquired and reviews the classification at every presentation date.

3.7.1 FINANCIAL ASSETS AT A REASONABLE VALUE THROUGH THE PROFIT AND LOSS STATEMENT

This category includes financial assets acquired for the purpose of being resold soon. Assets in this category are classified as Current Assets if they are held to be traded or if it is expected that they shall be sold within 12 months from the Statement of Financial Position.

3.7.2 INVESTMENTS HELD TILL EXPIRY

This category includes investments with fixed or pre-determined payments and a specific expiry date which the Group and the Company are intending as far as possible to hold onto until their expiry.

3.7.3 FINANCIAL ASSETS AVAILABLE FOR SALE

This category includes assets which are either designated for this category or cannot be classified in one of the above categories. They are included in non-Current Assets provided Management does not intend to liquidate them within 12 months from the Statement of Financial Position.

Purchases and sales of investments are recognized on the date of the transaction which is the date the Group commits itself to buy or sell the item. Investments are initially recognized at their fair value plus transaction costs. Investments are eliminated when the rights to collect cash flows from the investments expire or are transferred and the Group has materially transferred all risks and benefits inherent in their ownership.

3.8 INVENTORIES

Inventories are evaluated at the lower, per item, price between the acquisition cost or production cost and net liquidation value. Acquisition cost is designated by the FIFO method. Net liquidation value is evaluated on the basis of current stock sale prices in the context of usual business after subtracting any cost of completion and sale where there is such a case. Cost production includes direct materials, direct labor and the corresponding General Industrial Expenses which are incurred in order to transform inventory in their present situation. Eliminations are recognized in the Profit and Loss Statement of the year in which they occur.

3.9 CUSTOMERS AND OTHER CURRENT RECEIVABLES

Customer account receivables are recorded at cost and are controlled on an annual basis for impairment. Impairment losses are recorded when there is an objective indication that the Group is not in a position to collect all the sums owed on the basis of contractual terms. The provision figure is recorded as an expense in the Profit and Loss Statement. Possible deletions of receivables from accounts receivables are effected through the provision that has been formed. Receivables that are deemed as doubtful are deleted.

3.10 CASH AND CASH EQUIVALENTS

Cash and cash equivalents include cash balance and short term bank deposits.

3.11 LOANS

Loans are initially recorded at their fair value. Following their initial recording they are monitored at their outstanding balance. Loans are classified as Current Liabilities unless the Group has the right to postpone final settlement of the liability for at least 12 months from the date of the Statement of Financial Position. In this case they are classified as Long-term Liabilities.

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3.12 INCOME TAX

Income tax of the fiscal year is comprised of both current and deferred tax. Income tax is recorded in the Profit and Loss Statement unless it concerns amounts that are directly recorded in Equity, in which case it is recorded in Equity.

Current income tax is the expected payable tax against taxable income of the fiscal year, based on the instituted tax rates on the Statement of Financial Position date, as well as any readjustment to the payable tax of previous fiscal years.

Deferred income tax is calculated by the balance sheet method, based on the balance sheet, which derives from the provisional differences between the accounting value and the tax base of assets and liabilities. Deferred income tax is not accounted for if it derives from the initial recognition of an asset or liability item in a transaction, apart from a business merger, which when the transaction took place, affected neither the accounting nor the taxation profit or loss. Deferred tax is calculated using the tax rates which are expected to be in force in the period when the asset shall be liquidated or the liability settled. The usage of future tax rates is based on laws which have been passed at the date of drawing up the financial statements.

Deferred tax claims are recognized in the extent to which there shall be a future tax profit for the use of the provisional difference establishing the deferred tax claim. Deferred tax claims are reduced when the respective tax benefit is materialized.

As concerns additional tax, which are possible to arise from the tax audits, the Company and its domestic subsidiaries use historical statistic figures from tax audits of previous tax audited fiscal years and through them, they make a provision of future tax differences which will arise from tax audits of the tax unaudited fiscal years.

Additional income taxes which emerge from the distribution of dividends are set in the same time with the obligatory payment of the relevant dividend.

3.13 PERSONNEL FRINGE BENEFITS

3.13.1 DEFINED CONTRIBUTION PLAN

The duties towards benefits in Defined Contribution Plan are registered as an expense in the profits and loss statement during their year of realization.

3.13.2 LIABILITIES ARISING FROM THE PROVISIONS OF THE LAW 2112/1920, ACCORDING TO IAS 19.

The liability recorded in financial statements with regard to established benefit plans is the present value of the accrued benefits, taking any adjustments for potential actuarial results (profits/losses) and the cost of previous maintenance into consideration.

The sum of the liability is calculated annually by an actuarial project, which is executed by independent actuarial company, applying the projected unit credit method.

The present value is defined by discounting the estimated future cash flows with the rate for bond credit rating AA, which is issued in the same currency as the one of the benefit and its remaining duration approaches the duration of the relevant liability.

Accumulated actuarial profits / losses that arise from the deviation between estimations and experience and from the alteration in the actuarial assumptions applied, are depreciated in a period equal to the employees' average remaining working life, to the extent that they exceed 10% of the higher between accrued liabilities and the fair value of the fixed assets of the plan.

The cost of previous maintenance is recorded directly in the Profit and Loss Statement with the exception of the case where variations in the plan depend on the remaining time of maintenance of employees. In this case the cost of previous maintenance is recorded in the Profit and Loss Statement by the straight line method over the maturity period.

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3.14 STATE SUBSIDIES

State subsidies are recognized at their fair value when it is expected with certainty that they shall be collected and the Group shall comply with all terms provided.

State subsidies regarding expenses, are deferred and recognized in the Profit and Loss Statement so as to correspond to the expenses they are designated to indemnify. State subsidies related to the purchase of tangible fixed assets are included in Long-term Liabilities as deferred state subsidies and are transferred as gains to the Profit and Loss Statement by the straight line method over the expected useful life of the relative assets.

3.15 PROVISIONS

Provisions are recognized when the Group has a present commitment (legal or justified) for which a cash outflow may arise for its settlement. Moreover, the amount of this commitment must be able to be determined with a significant degree of reliability. Provisions are re-examined on each Statement of Financial Position date and if it is deemed that no cash outflow shall arise for the commitment's settlement, a reverse entry must be made for these provisions. Provisions are used solely for the purposes for which they were initially formed.

Provisions for future losses are not recognized. Contingent claims and liabilities are not recognized in the Financial Statements.

Provisions for restructuring are recognized when the Group has approved a detailed and official restructuring plan, which has commenced or been announced publicly. Future operating costs are not included in the provision.

3.16 INCOME

Income includes the fair value of sales of goods and maintenances, net of Value Added Tax, discounts and returns. The Group's inter-Company income is fully eliminated. Income is recognized as follows:

3.16.1 SALE OF GOODS

The sale of goods is recognized when the significant risks and property benefits have been transferred to the buyer, the collection of the amount to be received is deemed reasonably ensured, the relevant expenses and possible returns of goods can be reliably evaluated and there is no continuing involvement in the management of goods.

3.16.2 SERVICES

Income from services is recognized in the period in which these maintenances are rendered, on the basis of the completion stage of the service provided with relation to services provided overall.

3.16.3 INCOME FROM DIVIDENDS

Dividends are accounted as income upon the approval of their distribution by the General Shareholders' Meeting.

3.17 FINANCIAL INCOME-EXPENSES (NET)

Net financial expenditures are comprised of debit interest on loans as well as foreign exchange profits/losses that arise from the companies' lending. In addition, they also include income from accrued credit interest from invested cash and interest on current accounts of customers.

3.18 LEASES

Criterion to designate if a lease is finance or operational is the substance of the transaction and not the type of the contract.

Specific cases where the contract consider as finance and recorded as acquisition of fixed asset and generated a liability is described as follows:

- Transfer of the property of the leased asset to the lessee at the end of the leased period
- Purchase option of the leased asset from the part of lessee at the end of the leased period in a favorable terms.

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- Duration of the lease greater or equal than 75% of the accounting life of the leased asset.
- Present value of the minimum payments of the lease, greater or equal than 90% of the real value of the leased asset

In all the above cases the paid rents separate into finance expenses (interests) which are recorded directly in Profit & Loss account and into decrease of the obligation.

All the rest contracts are designated as operational. In this case the rents are recorded directly in the in Profit & Loss account at the time they realized.

3.19 DIVIDENDS

Dividends that are distributed to the Group's shareholders are recognized as a Liability in the Financial Statements when the distribution is approved by the General Shareholders' Meeting.

3.20 EARNINGS PER SHARE

The basic earnings per share are estimated by dividing the earnings or losses, which correspond to the common shares holders, with the weighted average number of common shares that stand over during the period.

3.21 NEW STANDARDS AND INTERPRETATIONS WHICH HAVE BEEN ADOPTED FROM 01 JANUARY 2010

These financial statements concern the fiscal year 01.01-31.12.2010, and have been prepared:

a) According to the International Financial Reporting Standards (I.F.R.S.), as they are adopted by the European Union, based on Regulation numb. 1606/2002 of the European Congress and the European Union Council of 19th July 2002 and

b) Based on the principle of historic cost

The figures included in the present financial statements are presented in Euro, unless stated otherwise in the individual notes.

The estimations and criteria which are applied by the Group for decision making and which affect the preparation of the financial statements, are based in historic facts and assumptions that, under the present circumstances, are deemed logical.

The estimations and decision making criteria are reevaluated to take into account current developments and effects from potential changes which are acknowledged in the financial statements during the year they are realized.

The accounting policies that have been adopted, for the preparation of the attached Parent and consolidated Financial Statements, have been consistently applied in the fiscal years 2009 and 2010, and after taking into consideration the following amendments to the International Financial Reporting Standard and new Interpretations, that were issued by the International Accounting Standards Board (IASB), were adopted by the European Union and their application is mandatory from 1 January 2010 or later.

Standards and Interpretations effective for the current financial 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 revised IAS 27 requires that a change in ownership interest of a subsidiary while it maintains control to be accounted for as an equity transaction. The amended standard changes the accounting for the loss of control of a subsidiary. Furthermore the acquirer in a business combination has the option of measuring the minority rights, at the acquisition date, either at fair value or at the proportional amount of the

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percentage of the non-controlling interest, on the basis of proportional rights over the net assets acquired. The Group has applied the revised standards from 1 January 2010.

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.

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 April 2009 of the results of the IASB's annual improvements project. The following amendments are effective for the current financial 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 contribution of a business on formation of a joint venture and the joining of businesses between entities under joint control 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 the recognition of asset 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 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.

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 classification loan pre-payment penalties as closely related derivatives, (b) the scope exemption of FC for business combination contracts where they occur and (c) clarification that gains or losses on cash flow hedge of a forecast transaction should be reclassified from

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total comprehensive income to profit or loss in the period in which the hedged forecast cash flow affects profit or loss.

Standards and Interpretations effective from periods beginning on or after 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. IFRS 9 states that financial assets are initially measured at fair value. 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. 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 12 (Amendment) "Income Taxes" (effective for annual periods beginning on or after 1 January 2012)

The amendment to IAS 12 provides a practical approach for measuring deferred tax liabilities and deferred tax assets when investment property is measured using the fair value model in IAS 40 "Investment Property". Under IAS 12, the measurement of deferred tax depends on whether an entity expects to recover an asset through use or through sale. However, it is often difficult and subjective to determine the expected manner of recovery with respect to investment property measured at fair value in terms of IAS 40. To provide a practical approach in such cases, the amendments introduce a presumption that an investment property is recovered entirely through sale. This presumption is rebutted if the investment property is depreciable and is held within a business model whose objective is to consume substantially all of the economic benefits embodied in the investment property over time, rather than through sale. The presumption cannot be rebutted for freehold land that is an investment property, because land can only be recovered through sale. This amendment has not yet been endorsed by the EU.

IAS 24 (Revised) "Related Party Disclosures" (effective for annual periods beginning on or after 1 January 2011)

This amendment attempts to reduce 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.

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 7 (Amendment) "Financial Instruments: Disclosures" - transfers of financial assets

(effective for annual periods beginning on or after 1 July 2011)

This amendment sets out disclosure requirements for transferred financial assets not derecognised in their entirety as well as on transferred financial assets derecognised in their entirety but in which the reporting entity has continuing involvement. It also provides guidance on applying the disclosure requirements. This amendment has not yet been endorsed by the EU.

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.

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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.

3.22 CONSOLIDATION PRINCIPLE

The Financial Report includes the Parent Company and its subsidiaries that controls. Control is considered to exist, when the Parent Company has the possibility to define the decisions that deal with the financial and operational administration of the subsidiaries, aiming to gain profits through them.

The financial statements of the subsidiaries are prepared at the same date and using the same accounting policies, as the Parent Company does wherever is required, the necessary readjustments are recorded for the security of the consistence in the adopted of accounting policies. The subsidiaries are consolidated from the date that control is gained and cease to consolidate from the date that control is transferred outside of the Group. The subsidiaries that consolidated with the full method are the follow:

Name of Subsidiary	Activity	Head Offices	Participation Percentages 31.12.2010
KLEFER S.A.	Company that manufactures and trades automatic elevator doors	Industrial area of Kilkis, Greece	50%
KLEEMANN ASANSOR S.A.	Company that trades complete elevator systems	Istanbul, Turkey	70%
KLEEMANN LIFTOVI D.O.O	Company that trades complete elevator systems	Belgrade, Serbia	60%
KLEEMANN LIFT RO S.R.L.	Company that trades complete elevator systems	Bucharest, Romania	100%
MODA LIFT S.A.	Company that manufactures and trades elevator components	Industrial area of Kilkis, Greece	100%
HONG KONG ELEVATOR SYSTEMS LIMITED	Holding Company	Hong-Kong	100%

Inter-Group balances and transactions, as well as profits and losses which occurred from inter-Group transactions are written off during the preparation of the consolidated financial statements while non-realized profits from transactions between the Group and its affiliated companies, are written off by the percentage of the Group's holding in the affiliated companies.

4 SEGMENT REPORTING

The following information refers to the activity sectors of the Group Companies, which have to be presented separately at the financial statements.

Management appraises the segmental influence, based on operating and net profits. Applying the quantitative criteria that the relevant accounting standard establishes, the activities in Greece, European Union, Turkey, and other countries were defined as geographical sectors.

Geographic sectors of the Group are defined by the location of the assets and the activity of its operation, as well as by the commercial, technician and political-economic environment. The turnover of the geographic sector is presented in the geographic area that the client is located and includes the sale of both products and commodities.

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OPERATING ACTIVITY SECTORS OF GROUP	1 January to 31 December 2010						1 January to 31 December 2009					
	Greece	E.U.	Other countries	Turkey	Other	Total	Greece	E.U.	Other countries	Turkey	Other	Total
Revenues from Group clients	49.405.825	21.471.711	18.725.055	20.975.730	-	110.578.320	56.338.013	24.255.211	17.070.339	16.375.940	-	114.039.504
Intra-Group sales	(8.773.150)	(3.812.800)	(3.325.068)	(3.724.727)	-	(19.635.746)	(8.986.854)	(3.869.111)	(2.723.004)	(2.612.236)	-	(18.191.205)
Total sales	40.632.675	17.658.911	15.399.987	17.251.002	-	90.942.575	47.351.160	20.386.100	14.347.335	13.763.704	-	95.848.299
Cost of sales	(35.033.789)	(15.324.009)	(13.508.841)	(16.038.063)	-	(79.904.701)	(39.744.505)	(17.182.076)	(12.344.533)	(12.154.453)	-	(81.425.567)
Intra-Group cost of sales	8.803.335	3.825.919	3.336.508	3.737.543	-	19.703.304	9.077.302	3.908.052	2.750.410	2.638.527	-	18.374.290
Gross Profit	14.402.220	6.160.821	5.227.654	4.950.483	-	30.741.178	16.683.957	7.112.076	4.753.212	4.247.778	-	32.797.022
Other income / (expenses)	18.430	-	17.358	(173.952)	1.105.342	967.178	9.898	-	89.395	-	1.108.215	1.207.508
Other intra-Group income / (expenses)	-	-	-	-	(142.652)	(142.652)	-	-	-	-	(150.425)	(150.425)
Selling Expenses	(8.987.390)	(3.784.948)	(3.254.401)	(1.993.001)	-	(18.019.741)	(8.882.116)	(3.713.554)	(2.591.768)	(1.691.042)	-	(16.878.480)
Administrative Expenses	-	-	-	-	(5.619.656)	(5.619.656)	-	-	-	-	(5.053.335)	(5.053.335)
Intra-Group Administrative Expenses	-	-	-	-	92.252	92.252	-	-	-	-	102.425	102.425
Research and Development Expenses	(632.792)	(260.911)	(210.387)	(76.133)	-	(1.180.224)	(661.210)	(279.111)	(167.160)	(49.008)	-	(1.156.490)
Operating Income	4.800.469	2.114.962	1.780.224	2.707.396	(4.564.714)	6.838.335	7.150.529	3.119.411	2.083.679	2.507.728	(3.993.120)	10.868.225
Financial income	-	-	-	-	460.077	460.077	-	-	-	-	450.473	450.473
Financial expense	-	-	-	-	(1.463.834)	(1.463.834)	-	-	-	-	(1.770.431)	(1.770.431)
Income from Dividends	-	-	-	-	67.230	67.230	-	-	-	-	56.536	56.536
Increase (decrease) in value of securities	-	-	-	-	(103.333)	(103.333)	-	-	-	-	98.379	98.379
Profit before tax	4.800.469	2.114.962	1.780.224	2.707.396	(5.604.574)	5.798.475	7.150.529	3.119.411	2.083.679	2.507.728	(5.158.163)	9.703.182
Income Tax	-	-	-	-	(2.230.206)	(2.230.206)	-	-	-	-	(3.138.526)	(3.138.526)
Profit after tax	4.800.469	2.114.962	1.780.224	2.707.396	(7.834.780)	3.568.269	7.150.528	3.119.411	2.083.679	2.507.728	(8.296.689)	6.564.656
Non-controlling interest	-	-	-	-	(1.296.641)	(1.296.641)	-	-	-	-	(1.417.871)	(1.417.871)
Parent Company Shareholders' Profit	4.800.469	2.114.962	1.780.224	2.707.396	(9.131.421)	2.271.628	7.150.528	3.119.411	2.083.679	2.507.728	(9.714.560)	5.146.785

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OPERATING ACTIVITY SECTORS OF GROUP	1 January to 31 December 2010						1 January to 31 December 2009					
	Greece	E.U.	Other countries	Turkey	Other	Total	Greece	E.U.	Other countries	Turkey	Other	Total
ASSETS												
Tangible Assets for own use	35.697.395	11.459	1.153.403	49.735	-	36.911.992	34.115.692	17.494	1.191.105	56.944	-	35.381.235
Intangible Assets	900.007	1.332	-	9.206	-	910.545	878.575	2.597	-	14.145	-	895.317
Investment Property	274.409	-	-	72.079	-	346.488	280.971	-	-	69.842	-	350.813
Inventory	-	-	-	-	21.999.556	21.999.556	-	-	-	-	20.958.731	20.958.731
Intra-Group Inventory	-	-	-	-	(599.084)	(599.084)	-	-	-	-	(616.241)	(616.241)
Receivables	49.292.301	4.739.235	4.518.962	9.104.943	-	67.655.442	56.028.729	4.230.574	3.735.650	8.146.370	-	72.141.323
Intra-Group Receivables	-	-	-	-	(3.694.845)	(3.694.845)	-	-	-	-	(4.235.006)	(4.235.006)
Investments	54.841	-	-	-	-	54.841	147.558	-	-	-	-	147.558
Other elements of Assets	-	-	-	-	33.067.528	33.067.528	-	-	-	-	18.740.931	18.740.931
Total Assets	86.218.954	4.752.025	5.672.365	9.235.963	50.773.156	156.652.462	91.451.525	4.250.665	4.926.754	8.287.301	34.848.415	143.764.661
EQUITY AND LIABILITIES												
Suppliers	16.491.757	2.595.561	1.542.916	1.649.728	-	22.279.961	8.223.691	2.547.419	1.505.677	1.861.559	-	14.138.346
Intra-Group Suppliers	(2.734.945)	(430.440)	(255.873)	(273.586)	-	(3.694.844)	(2.463.328)	(763.055)	(451.011)	(557.612)	-	(4.235.006)
Profit carried forward	-	-	-	-	3.581.141	3.581.141	-	-	-	-	6.435.171	6.435.171
Intra-Group Profit carried forward	-	-	-	-	(1.309.513)	(1.309.513)	-	-	-	-	(1.295.416)	(1.295.416)
Profit of previous periods	-	-	-	-	14.930.325	14.930.325	-	-	-	-	14.395.193	14.395.193
Intra-Group Profit of previous periods	-	-	-	-	(4.521.642)	(4.521.642)	-	-	-	-	(4.200.326)	(4.200.326)
Other elements of Equity and Liabilities	-	-	-	-	125.155.239	125.155.239	-	-	-	-	116.939.590	116.939.590
Other intra-Group elements of Equity and Liabilities	-	-	-	-	231.795	231.795	-	-	-	-	1.587.110	1.587.110
Total Equity and Liabilities	13.756.812	2.165.120	1.287.043	1.376.142	138.067.345	156.652.462	5.760.363	1.784.364	1.054.666	1.303.947	133.861.321	143.764.661

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5. TANGIBLE ASSETS FOR OWN USE

Use of fair value as revaluation method: In 31 December 2007, the Group performed an appraisal of the value of Land. For the evaluation of the value of Land, the method of market value was applied. Every 3-5 years, the Group and the Company performs a revaluation of its Fixed Assets.

Tangible assets for own use are as follow:

GROUP	Land	Buildings	Mechanical equipment	Means of transportation	Furniture and Fixtures	Fixed Assets in course of construction	TOTAL
Acquisition cost 1 January 2009	5.341.478	17.164.410	14.346.035	2.238.991	4.051.275	3.181.273	46.323.461
Additions	-	1.078	191.757	236.960	260.766	1.991.395	2.681.956
Revaluation	14.594	-	-	-	-	-	14.594
Transfers	-	1.007.558	4.962	4.896	3.733	(1.021.149)	-
Sales	-	-	(164)	(44.876)	(5.210)	-	(50.250)
Exchange Rate differences	(6.942)	(49.029)	(1.171)	(2.066)	(7.503)	(8.490)	(75.201)
Acquisition cost 31 December 2009	5.349.130	18.124.017	14.541.420	2.433.904	4.303.060	4.143.029	48.894.560
Accumulated Depreciation 1 January 2009	-	2.123.413	6.374.828	838.795	2.272.004	-	11.609.040
Depreciation of the year	-	375.272	962.744	154.915	439.749	-	1.932.680
Sales	-	-	(25)	(16.790)	(4.272)	-	(21.086)
Exchange Rate differences	-	(2.813)	(315)	(1.000)	(3.181)	-	(7.309)
Accumulated Depreciation 31 December 2009	-	2.495.872	7.337.233	975.920	2.704.300	-	13.513.325
Net Book Value as of 31 December 2009	5.349.130	15.628.145	7.204.187	1.457.984	1.598.760	4.143.029	35.381.235
Acquisition cost 1 January 2010	5.349.130	18.124.017	14.541.420	2.433.905	4.303.060	4.143.029	48.894.561
Additions	314.010	538.641	927.155	55.561	314.635	1.466.216	3.616.217
Revaluation	14.377	-	-	-	-	-	14.377
Transfers	-	4.776.787	708	-	9.179	(4.786.674)	-
Sales	-	(2.485)	-	-	(7.242)	-	(9.727)
Destructions	-	-	-	-	(132.090)	-	(132.090)
Exchange Rate differences	(9.183)	(54.185)	3.158	(2.328)	(3.423)	(43.718)	(109.677)
Acquisition cost 31 December 2010	5.668.334	23.382.775	15.472.441	2.487.137	4.484.120	778.853	52.273.660
Accumulated Depreciation 1 January 2010	-	2.495.872	7.337.233	975.920	2.704.300	-	13.513.325
Depreciation of the period	-	398.469	984.307	158.640	451.200	-	1.992.617
Sales	-	(439)	-	-	(7.193)	-	(7.632)
Destructions	-	-	-	-	(131.909)	-	(131.909)
Exchange Rate differences	-	(4.048)	1.238	(1.269)	(652)	-	(4.732)
Accumulated Depreciation 31 December 2010	-	2.889.854	8.322.778	1.133.291	3.015.746	-	15.361.669
Net Book Value as of 31 December 2010	5.668.334	20.492.922	7.149.663	1.353.846	1.468.374	778.853	36.911.992

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COMPANY	Land	Buildings	Mechanical equipment	Means of transportation	Furniture and Fixtures	Fixed Assets in course of construction	TOTAL
Acquisition cost 1 January 2009	4.709.331	14.043.754	10.086.911	1.868.034	3.166.822	3.016.602	36.891.456
Additions		278	172.968	220.600	234.862	1.494.834	2.123.542
Transfers	-	852.642				(852.642)	-
Sales	-			(38.831)	(5.210)		(44.041)
Acquisition cost 31 December 2009	4.709.331	14.896.674	10.259.879	2.049.803	3.396.475	3.658.795	38.970.957
Accumulated Depreciation 1 January 2009	-	1.782.481	4.923.430	717.383	1.846.620	-	9.269.914
Depreciation of the year	-	307.683	656.946	117.829	341.479	-	1.423.937
Sales	-	-	-	(13.614)	(4.272)	-	(17.886)
Accumulated Depreciation 31 December 2009	-	2.090.164	5.580.376	821.598	2.183.827	-	10.675.964
Net Book Value as of 31 December 2009	4.709.331	12.806.510	4.679.503	1.228.205	1.212.648	3.658.795	28.294.993
Acquisition cost 1 January 2010	4.709.331	14.896.674	10.259.879	2.049.803	3.396.475	3.658.795	38.970.957
Additions	314.010	538.641	268.127	40.161	266.285	1.384.224	2.811.448
Transfers	-	4.773.388	-	-	6.855	(4.780.243)	-
Sales	-	-	-	-	(5.087)	-	(5.087)
Destructions	-	-	-	-	(131.767)	-	(131.767)
Acquisition cost 31 December 2010	5.023.340	20.208.704	10.528.006	2.089.964	3.532.761	262.776	41.645.551
Accumulated Depreciation 1 January 2010	-	2.090.164	5.580.376	821.598	2.183.827	-	10.675.964
Depreciation of the year	-	327.680	645.877	120.245	353.607	-	1.447.410
Sales	-	-	-	-	(5.037)	-	(5.037)
Destructions	-	-	-	-	(131.766)	-	(131.766)
Accumulated Depreciation 31 December 2010	-	2.417.844	6.226.253	941.843	2.400.631	-	11.986.571
Net Book Value as of 31 December 2010	5.023.340	17.790.860	4.301.753	1.148.120	1.132.131	262.776	29.658.980

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6. INVESTMENT PROPERTY

	GROUP	COMPANY
Acquisition cost 1 January 2009	378.774	304.456
Exchange Rate differences	(671)	-
Acquisition cost 31 December 2009	378.103	304.456
Accumulated Depreciation 1 January 2009	19.277	16.924
Depreciation of the year	8.034	6.562
Exchange Rate differences	(21)	-
Accumulated Depreciation 31 December 2009	27.291	23.486
Net Book Value as of 31 December 2009	350.813	280.970
Acquisition cost 1 January 2010	378.103	304.456
Exchange Rate differences	3.997	-
Acquisition cost 31 December 2010	382.100	304.456
Accumulated Depreciation 1 January 2010	27.291	23.486
Depreciation of the period	8.114	6.561
Exchange Rate differences	207	-
Accumulated Depreciation 31 December 2010	35.612	30.047
Net Book Value as of 31 December 2010	346.488	274.409

The Group applies the cost model for the measurement of the investment property. It concerns property that it owns and doesn't use them in their traditional line of business, but leases them to third parties.

Depreciation on investment property is calculated using the straight line method during the estimated useful lives of these assets, which is estimated to last between 20 to 50 years.

The fair value of investment property at 31 December 2010 is estimated at 513.578 euros for the Company and 622.726 euros for the Group.

7. INTANGIBLE ASSETS

They concern licenses of software programs and costs and expenses concerning the in-house creation and development of software.

	GROUP	COMPANY
Acquisition cost 1 January 2009	973.563	874.788
Additions	347.891	336.271
Exchange Rate differences	(329)	-
Acquisition cost 31 December 2009	1.321.125	1.211.059
Accumulated Depreciation 1 January 2009	340.506	300.595
Depreciation of the year	85.471	69.199
Exchange Rate differences	(170)	-
Accumulated Depreciation 31 December 2009	425.807	369.794
Net Book Value as of 31 December 2009	895.317	841.265
Acquisition cost 1 January 2010	1.321.125	1.211.059
Additions	120.472	119.437
Exchange Rate differences	1.560	-
Acquisition cost 31 December 2010	1.443.157	1.330.496
Accumulated Depreciation 1 January 2010	425.807	369.794
Depreciation of the year	106.005	88.958
Exchange Rate differences	800	-
Accumulated Depreciation 31 December 2010	532.612	458.752
Net Book Value as of 31 December 2010	910.545	871.744

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8. PARTICIPATIONS

The Company registers the participations in subsidiaries at its individual Financial Statements at their acquisition cost reduced by potential impairment of their value. Participations are analyzed as following:

Corporate Name	Country	Value at 01.01.09	Additions	Impairment	Value at 31.12.09	Direct Holding Percentage
KLEFER S.A.	GREECE	1.173.882	-	-	1.173.882	50%
KLEEMANN ASANSOR S.A.	TURKEY	232.206	-	-	232.206	70%
KLEEMANN LIFTOVI D.o.o.	SERBIA	486.162	-	-	486.162	60%
KLEEMANN LIFT RO S.R.L.	ROMANIA	300.141	-	-	300.141	100%
MODA Lift S.A.	GREECE	425.000	1.000.002	(325.000)	1.100.002	100%
		2.617.391	1.000.002	(325.000)	3.292.393	

Corporate Name	Country	Value at 01.01.10	Additions	Impairment	Value at 31.12.10	Direct Holding Percentage
KLEFER S.A.	GREECE	1.173.882	-	-	1.173.881	50%
KLEEMANN ASANSOR S.A.	TURKEY	232.206	-	-	232.206	70%
KLEEMANN LIFTOVI D.o.o.	SERBIA	486.162	-	-	486.162	60%
KLEEMANN LIFT RO S.R.L.	ROMANIA	300.141	-	-	300.141	100%
MODA CABINA S.A.	GREECE	1.100.002	1.100.000	(350.000)	1.850.002	100%
HONG KONG ELEVATOR SYSTEMS LIMITED	HONG- KONG	-	493.928	-	493.928	100%
		3.292.393	1.593.928	(350.000)	4.536.320	

On June 2, 2010 the Company established a new subsidiary Company called "HONG KONG ELEVATOR SYSTEMS LIMITED", based in Hong Kong in order to expand its activities in Southeast Asia and Oceania. The initial share capital of the new subsidiary is the amount of € 1.050 and KLEEMANN HELLAS SA owns 100% of the share capital. On August 27, 2010 the Company based on the decision 504/27.08.2010 of the Board of Directors decided to increase the share capital of a subsidiary of 499.000 euros. The subsidiary Company has no business activity yet.

On June 15, 2010, the General Assembly of the subsidiary MODA LIFT SA decided to increase its share capital by 1.100.000 euros. Moreover, based on the decision of the Board of Directors of the Company 533A of January 10, 2011, the Company proceeded on an impairment review of its participation in MODA LIFT SA, which recorded an impairment loss of 350.000 euros.

On December 31, 2010, the equity of the subsidiary MODA LIFT SA was less than 50% of its share capital by 0,9 mln euros. So, as mandated by Law 2190/1920, Article 47, the Company as sole shareholder intends to proceed with a share capital increase of 0,9 mln euros. The Company-shareholder will proceed with a proposal to the next Annual General Meeting.

On October 22, 2010, the General Assembly of the subsidiary KLEEMANN ASANSOR S.A decided to increase its share capital by capitalizing reserves of euros 286.538. This increase has not been completed yet.

The subsidiary KLEEMANN LIFTOVI Doo on March 07 2011 held an Extraordinary General Meeting which approved the purchase of 40% of its share capital as own shares. This action was taken by offsetting the balance of the client-minority shareholder Grossi Engineering Doo.

On March 17, 2011 the subsidiary Company "HONG KONG ELEVATOR SYSTEMS LIMITED" acquired by the authorities of the People's Republic of China the business license to proceed with the creation of a Wholly Foreign Owned Enterprise (WFOE).

Based on a performed impairment control, the management considers that there are no reasons indicating impairment.

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9. OTHER LONG-TERM RECEIVABLES

Other long-term receivables of the Group and the Company are analyzed below:

	GROUP		COMPANY	
	31.12.2010	31.12.2009	31.12.2010	31.12.2009
Notes Receivables of long-term expiry	7.706.594	2.190.198	7.706.594	2.190.198
Checks receivables of long-term expiry	3.129.457	-	3.129.457	-
Other long-term receivables	128.556	140.901	61.365	73.129
	10.964.607	2.331.099	10.897.416	2.263.327

For the notes receivables and checks of long-term expiry, they were brought to present value terms and as a result, the profit and loss statement was encumbered with 386.981 euros (2009: 196.589 euros). The Company has reached an agreement with certain clients for the long-term settlement of their debts.

10. DEFERRED TAX RECEIVABLES AND LIABILITIES

The deferred taxes are calculated on the temporary differences, according the method of liability, with the use of the tax rates which are in force in the countries that the companies of the Group are activated in.

The deferred taxation Receivables and Liabilities are set off when there exists an applicable legal right to set off the current taxation demands with the current taxation liabilities when the deferred income taxes concern the same tax authority.

The calculation of deferred tax of the Group is re-examined in every fiscal year, in order for the balance which is presented in the Statement of Financial Position to represent the current tax rates.

The rate at which the deferred tax is calculated, is equal to the one that is estimated to be in force at the time of reversal of temporary tax differences. For the Company and its subsidiaries in Greece, in 2010 this rate is 24%, while the draft law submitted to parliament for a vote in for 2011 is expected to set the new tax rate to 20% on profits. The Company's deferred tax is calculated by taking into account the tax rate that will be in force on the date of retrieval of the relative values.

The deferred tax receivables and liabilities for the Group, of the year 2010 and 2009 are mentioned below:

GROUP	Receivables		Liabilities		Net Amount	
	31.12.2010	31.12.2009	31.12.2010	31.12.2009	31.12.2010	31.12.2009
Tangible Fixed Assets	-	-	1.600.619	1.499.027	(1.600.619)	(1.499.027)
Intangible Fixed Assets	2.321	1.423	39.869	16.637	(37.548)	(15.213)
Provisions for devaluated inventories	98.431	72.801	-	-	98.431	72.801
Receivables clients	1.086.800	631.041	-	-	1.086.800	631.041
Provisions for employees' termination benefits	526.243	446.315	-	-	526.243	446.315
Subsidies for Fixed Assets	157	146	-	-	157	146
Other Provisions	634.736	342.345	(12.131)	62.474	646.868	279.871
Other	9.059	2.030	-	-	9.059	2.030
Total deferred tax	2.357.747	1.496.101	1.628.357	1.578.138	729.390	(82.037)

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Correspondingly, the amounts for the Company are analyzed as follows:

COMPANY	Receivables		Liabilities		Net Amount	
	31.12.2010	31.12.2009	31.12.2010	31.12.2009	31.12.2010	31.12.2009
Tangible Fixed Assets	-	-	1.437.087	1.346.216	(1.437.087)	(1.346.216)
Intangible Fixed Assets	-	-	36.607	12.300	(36.607)	(12.301)
Provisions for devaluated inventories	86.789	61.253	-	-	86.789	61.253
Receivables clients	1.064.621	631.041	-	-	1.064.621	631.041
Provisions for employees' termination benefits	473.077	404.397	-	-	473.077	404.397
Subsidies for Fixed Assets	157	146	-	-	157	146
Other Provisions	513.888	252.848	-	-	513.888	252.848
Other	-	-	-	-	-	-
Total deferred tax	2.138.532	1.349.685	1.473.694	1.358.516	664.838	(8.832)

The movements of the year for the Group are analyzed as follows:

GROUP	Balance 1 Jan. 09	Charge in Results	Modification of tax rate	Charge in Equity	Balance 31 Dec. 09
Tangible Fixed Assets	(1.128.806)	(370.424)	-	203	(1.499.027)
Intangible Fixed Assets	4.443	(19.669)	-	13	(15.214)
Provisions for devaluated inventories	59.534	13.267	-	-	72.801
Receivables clients	239.327	391.713	-	-	631.040
Provisions for employees' termination benefits	345.144	101.218	-	(47)	446.315
Readjustment of Fixed Assets	(255.890)	255.890	-	-	-
Subsidies for Fixed Assets	2.410	(2.264)	-	-	146
Other provisions	139.464	140.676	-	(269)	279.871
Other	59.810	(57.456)	-	(324)	2.030
Total deferred tax	(534.564)	452.951	-	(424)	(82.037)

GROUP	Balance 1 Jan. 10	Charge in Results	Modification of tax rate	Charge in Equity	Balance 31 Dec. 10
Tangible Fixed Assets	(1.499.027)	(211.758)	110.167	(2)	(1.600.619)
Intangible Fixed Assets	(15.213)	(25.706)	3.469	(98)	(37.548)
Provisions for devaluated inventories	72.801	34.757	(9.127)	-	98.431
Receivables clients	631.040	455.832	-	(73)	1.086.800
Provisions for employees' termination benefits	446.315	80.933	(1.401)	396	526.243
Readjustment of Fixed Assets	-	-	-	-	-
Subsidies for Fixed Assets	146	27	(16)	-	157
Other provisions	279.871	405.286	(42.829)	4.538	646.868
Other	2.030	8.985	(1.820)	(136)	9.059
Total deferred tax	(82.037)	748.357	58.444	4.626	729.390

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The respective amounts for the Company are presented at the following table.

COMPANY	Balance 1 Jan. 09	Charge in Results	Modification of tax rate	Charge in Equity	Balance 31 Dec. 09
Tangible Fixed Assets	(1.026.645)	(319.571)	-	-	(1.346.216)
Intangible Fixed Assets	9.720	(22.021)	-	-	(12.301)
Provisions for devaluated inventories	55.861	5.392	-	-	61.253
Receivable clients	239.327	391.713	-	-	631.040
Provisions for employees' termination benefits	313.430	90.967	-	-	404.397
Readjustment of Fixed Assets	(255.890)	255.890	-	-	-
Subsidies for Fixed Assets	2.410	(2.264)	-	-	146
Other Provisions	158.981	93.867	-	-	252.848
Others	-	-	-	-	-
Total deferred tax	(502.806)	493.974	-	-	(8.832)

COMPANY	Balance 1 Jan. 10	Charge in Results	Modification of tax rate	Charge in Equity	Balance 31 Dec. 10
Tangible Fixed Assets	(1.346.216)	(199.337)	108.466	-	(1.437.087)
Intangible Fixed Assets	(12.301)	(27.967)	3.661	-	(36.607)
Provisions for devaluated inventories	61.253	34.215	(8.679)	-	86.789
Receivable clients	631.040	433.581	-	-	1.064.621
Provisions for employees' termination benefits	404.397	68.680	-	-	473.077
Readjustment of Fixed Assets	-	-	-	-	-
Subsidies for Fixed Assets	146	27	(16)	-	157
Other Provisions	252.848	288.261	(27.222)	-	513.888
Others	-	1.820	(1.820)	-	-
Total deferred tax	(8.832)	599.280	74.391	-	664.838

11. INVENTORY

The inventories are analyzed below:

	GROUP		COMPANY	
	31.12.2010	31.12.2009	31.12.2010	31.12.2009
Finished and semi-finished products	5.150.695	4.630.526	4.468.469	3.902.750
Raw material and other production materials	10.334.328	9.942.861	7.748.431	7.653.669
Commodities	7.009.687	6.711.365	5.309.727	5.081.758
Minus: Intercompany Inventories	(599.083)	(616.241)	-	-
Minus: Provision for devaluation of Inventories	(495.156)	(326.022)	(433.947)	(272.236)
Total	21.400.471	20.342.490	17.092.680	16.365.941

There are not real or other encumbrances on the Group's total Inventories.

12. RECEIVABLES CLIENTS

Receivables Clients include the following :

	GROUP		COMPANY	
	31.12.2010	31.12.2009	31.12.2010	31.12.2009
Clients	37.311.356	43.396.077	30.220.459	36.999.938
Minus: provision for doubtful clients	(1.789.369)	(1.161.140)	(1.448.225)	(1.038.930)
Post-dated Checks Receivables	25.525.525	23.498.479	21.513.393	19.863.644
Minus: provision for doubtful	(1.287.940)	(1.375.495)	(1.287.940)	(1.375.495)
Notes Receivables	11.917.278	9.024.161	5.447.758	3.127.357
Minus: provision for doubtful	(4.021.409)	(1.240.760)	(2.731.188)	(390.648)
Inter-Company Receivables	(3.694.844)	(4.235.005)	-	-
TOTAL	63.960.597	67.906.317	51.714.257	57.185.867

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13. OTHER RECEIVABLES

Other Receivables are analyzed below:

	GROUP		COMPANY	
	31.12.2010	31.12.2009	31.12.2010	31.12.2009
Various Debtors	262.582	504.555	118.056	412.002
Prepayments of suppliers	465.307	451.223	445.209	339.204
Accounts for management of prepayments & credits	51.040	85.196	22.423	29.707
Expenses of next years	342.096	167.539	63.048	58.710
Purchases under delivery	331.808	522.712	331.808	522.712
Short-term receivables	198.423	106.936	-	-
Other	17.505	-	-	-
Total	1.668.761	1.838.161	980.544	1.362.335

14. INVESTMENTS

Other investments were attributed as below:

	GROUP		COMPANY	
	31.12.2010	31.12.2009	31.12.2010	31.12.2009
Financial Assets in fair values through profit and losses	54.841	147.558	54.841	147.558

These investments refer to 70.776 shares of PROTON BANK, with a total acquisition cost of 614.687 euros.

15. CASH AND CASH EQUIVALENTS

Cash and cash equivalents are mentioned below:

	GROUP		COMPANY	
	31.12.2010	31.12.2009	31.12.2010	31.12.2009
Cash Balance	251.913	385.595	80.184	124.254
Bank Deposits	19.378.631	14.098.802	13.157.083	8.947.548
Total	19.630.544	14.484.397	13.237.267	9.071.802

The bank deposits consist of short term bank deposits and term deposits.

16. SHARE CAPITAL AND RESERVES

The share Capital of the Company amounts to € 7.804.071 and consists of 23.648.700 common registered shares with a nominal value of € 0,33 each.

Reserves were formed as below:

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	GROUP		COMPANY	
	31.12.2010	31.12.2009	31.12.2010	31.12.2009
Share premium	22.271.083	22.271.083	22.271.083	22.271.083
Other Reserves				
Regular Reserve	2.393.728	2.064.407	1.920.343	1.721.179
Specially taxed Reserves	11.352.748	11.090.000	10.962.748	10.700.000
Specially tax-free Reserves	-	730.429	-	730.429
Contingency Reserve	65.856	65.856	65.856	65.856
Differences from readjustment in the value of other assets	2.007.187	1.998.562	1.866.804	1.866.803
Tax-free Reserves of developmental Laws	24.288.513	21.975.661	23.040.838	21.065.557
Reserves free of income taxation	837.751	837.751	835.142	835.142
Reserves from specially taxed Revenues	68.250	68.250	68.250	68.250
Total	41.014.033	38.830.916	38.759.981	37.053.216

Share premium

The share premium accrued from the issue of shares to cash, of value bigger than their nominal value, at the fiscal years 1999 and 2000.

Regular Reserve

According to the regulations of Greek Business Legislation, at least 5% of net profits is withheld, annually, for the creation of legal reserve, which is exclusively used for equalization of possible debit balance of profit and loss account, before dividend distribution and it is only distributed at the dissolution of the Company. This withholding ceases to be compulsory, when the Legal Reserve balance reaches 1/3 of share capital.

Specially taxed Reserves

Specially taxed Reserves concern undistributed earnings of which an amount of 1.460.000 euros concerns cover of owned participation in a subsidized investment plan of the Law 3299/04, an amount of 440.000 euros concerns cover of owned participation in a subsidized investing plan of Measure 6.5, an amount of 62.748 euros concerns the proportion of undistributed earnings coming from dividend's withholding taxes of the subsidiary KLEFER SA and an amount of 9.000.000 euros which is formed in the fiscal years 2007 (3.500.000 euros), 2008 (3.000.000 euros), 2009 (2.500.000 euros) concern a voluntary special Reserve for investment purposes.

Specially tax-free Reserves

Specially tax-free Reserves concern undistributed earnings of the Law 3220/03 for investment purposes of at least equal value, within the next three years from the time that it was formed. In the case of distribution, this amount will be taxed at the rate prevailing at the time of distribution.

Contingency Reserve

Contingency Reserve concerns undistributed, untaxed earnings and it was formed according to the provisions of the Law 1892/90, for the purpose of covering owned participation in subsidized investing plans, which are included in the provisions of this Law. In the case of distribution, this amount will be taxed at the rate prevailing at the time of distribution.

Differences from readjustment in the value of other assets

It concerns a Reserve which aroused from the re-estimation in the value of Real Estate (Land) at fair value, according to IAS 16.

Tax-free Reserves of developmental Laws

Tax-free Reserves concern undistributed earnings, which, according to developmental laws, are free of taxation, for investments which have taken place, based on the provisions of the Laws 1828/89, 1892/90, 2601/98 and 3299/04 (on the condition that there are adequate earnings, for the creation of

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these Reserves, remaining from the earnings balance, after the dividend distribution and their proportionate taxes). In the case of distribution, this amount will be taxed at the rate prevailing at the time of distribution.

Reserves free of income taxation

Reserves that are free of income taxation concern revenues from bank interests. In the case of distribution, this amount will be taxed at the rate prevailing at the time of distribution.

Reserves from specially taxed Revenues

Reserves from specially taxed Revenues concern revenues from interests and tax withholding has been applied in source. Beyond the prepaid taxes, these Reserves are liable to taxation, according to current tax rate, in case of their distribution.

For the above untaxed Reserves, there are not any deferred taxes to be recorded, in case they are distributed.

17. LOANS

The loan liabilities of the Group are based on pre-agreed and pre-set margins of interest rates, which according to the market conditions can be converted to fixed rates. As a result, the consequences of the fluctuations of the interest rates at the Income Statement and the Cash flows from operating activities of the Group are immaterial. The flexible exchange rates are calculated based on Euribor plus spread.

	GROUP		COMPANY	
	31.12.2010	31.12.2009	31.12.2010	31.12.2009
Long-term				
4 bond loans	21.100.000	23.000.000	21.100.000	23.000.000
Short-term				
Short-term bank loans	14.900.000	11.200.000	10.900.000	4.500.000
Total	36.000.000	34.200.000	32.000.000	27.500.000

The total loans, short-term and long-term, are in euro terms and the duration of bond loans is presented in the Note 33.3.

The real interest rates are as follows:

	GROUP		COMPANY	
	31.12.2010	31.12.2009	31.12.2010	31.12.2009
Long-term loans	1,66%	3,20%	1,66%	3,20%
Short-term loans	3,45%	3,44%	3,58%	3,30%

The Group maintains approved bank credit totally valued up to 80,5 mln euros, of which has been used 21,1 mln euros for the issue of four bond loans and, approximately, 10,9 mln euros in the form of short term bank loans. The objective of the Company is to obtain approved bank limits of at least 50% higher than the levels of borrowing, the objective has been achieved.

The exposure of debt liabilities of Group to interest rate fluctuations and the conventional date of re-measurement restricts to a maximum period of 180 days for the bond loans and to 30-90 days for the short-term bank loans.

The fair value of these loans approaches their accounting value at the date of Statement of Financial Position, as the impact of discount is not material. The fair value has been estimated using cash flows, which have been discounted using an interest rate relevant to current flexible interest rates.

The interest of loans that credited to Income Statement is as follows:

	GROUP		COMPANY	
	31.12.2010	31.12.2009	31.12.2010	31.12.2009
Long-term loans	(414.555)	(780.873)	(414.555)	780.873
Short-term loans	(462.156)	(591.723)	(173.726)	338.309
	(876.711)	(1.372.596)	(588.281)	1.119.182

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18. LIABILITIES FROM EMPLOYEES' TERMINATION BENEFITS

Liabilities that arise from employees' termination benefits are the following:

	GROUP		COMPANY	
	31.12.2010	31.12.2009	31.12.2010	31.12.2009
Present value of non-financed liabilities	1.441.465	2.023.712	1.260.819	1.811.128
Non-registered actuarial losses	1.191.679	210.124	1.104.566	210.856
Liability in Statement of Financial Position	2.633.144	2.233.836	2.365.385	2.021.984
Alterations in net liability recognized in Statement of Financial Position				
Net liability in the beginning of the year	2.233.836	1.746.113	2.021.984	1.567.150
Benefits paid	(169.314)	(189.460)	(151.051)	(141.525)
Total expense recognized in Results	568.812	677.360	494.452	596.359
Exchange rate differences	(191)	(177)	-	-
Present value of liability in the end of the period	2.633.144	2.233.836	2.365.385	2.021.984
Cost of current employment	282.035	217.127	227.862	170.590
Interest in liability	100.550	74.763	92.987	68.326
Expenses & depreciation of actuarial loss	109.504	270.377	103.154	269.012
Loss of settlement/curtailment/cease	76.724	114.916	70.449	88.431
Total expense recognized in Results	568.812	677.183	494.452	596.359

The assumptions based on which the actuarial plan was based, for the calculation of provision, are mentioned below:

	GROUP		COMPANY	
	31.12.2010	31.12.2009	31.12.2010	31.12.2009
Discounting Rate	5,3%	5,2%	5,3%	5,2%
Future increases of salaries	2,5%	5,0%	2,5%	5,0%
Average future duration of working life	21,40	20,12	21,40	20,12

19. OTHER LONG-TERM LIABILITIES

Other long-term liabilities are formed as below:

	GROUP		COMPANY	
	31.12.2010	31.12.2009	31.12.2010	31.12.2009
Notes payables	8.313	29.978	-	-
Subsidies for investments in Fixed Assets	806.100	855.307	2.596	2.861
Others	422.902	-	422.902	-
Total	1.237.315	885.285	425.497	2.861

20. SUPPLIERS

Dues to Suppliers are the following:

	GROUP		COMPANY	
	31.12.2010	31.12.2009	31.12.2010	31.12.2009
Suppliers	9.830.228	11.335.754	4.870.293	6.652.467
Checks payables	12.371.377	2.771.444	10.507.781	1.553.480
Notes payables	78.356	31.148	-	-
Inter-Company liabilities	(3.694.844)	(4.235.005)	-	-
Total	18.585.117	9.903.341	15.378.074	8.205.947

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21. OTHER SHORT-TERM LIABILITIES

Other short-term liabilities are analyzed below:

	GROUP		COMPANY	
	31.12.2010	31.12.2009	31.12.2010	31.12.2009
Various Creditors	853.999	210.542	644.739	104.041
Prepayments of customers	1.118.908	1.241.630	1.101.104	1.206.937
Dividends	45.459	60.962	45.459	60.962
Insurance Organizations	1.161.893	1.144.516	963.854	975.181
Others	790.388	14.585	-	944
Other short-term intra company liabilities	(463.957)	-	-	-
Accrued expenses	304.310	157.993	268.308	125.844
Total	3.811.000	2.830.229	3.023.464	2.473.909

22. SALES

Sales, excluding intercompany amounts, consist of the following figures:

	GROUP		COMPANY	
	31.12.2010	31.12.2009	31.12.2010	31.12.2009
Finished and semi-finished products	43.718.677	48.085.117	47.402.595	51.052.557
Commodities	43.883.344	44.487.456	25.064.141	28.224.818
Raw materials	2.765.855	2.851.682	2.474.373	2.754.953
Services	574.698	424.044	401.887	411.908
Total	90.942.575	95.848.299	75.342.996	82.444.236

23. EXPENSES

The expenses that are included in the Financial Statements are as follows:

					Total
	Cost of Sales	Selling Expenses	Administration Expenses	Research & Development Expenses	
GROUP 2009					
Employees' Benefits	12.927.768	8.161.773	2.400.859	838.046	24.328.445
Cost of consumption of inventories	65.552.152	-	-	-	65.552.152
Depreciation	1.190.643	542.276	217.026	76.240	2.026.185
Other Expenses	1.755.004	8.174.431	2.435.450	242.204	12.607.089
De-profitization of inventories	(135.085)	-	-	-	(135.085)
Other consolidation registrations	(18.239.205)	-	(102.425)	-	(18.341.630)
Total	63.051.277	16.878.480	4.950.910	1.156.490	86.037.157
GROUP 2010					
Employees' Benefits	12.655.627	8.153.679	2.675.414	915.326	24.400.046
Cost of consumption of inventories	64.037.735	-	-	-	64.037.735
Depreciation	1.205.490	576.893	246.248	78.091	2.106.722
Other Expenses	2.005.849	9.289.168	2.697.994	186.807	14.179.818
De-profitization of inventories	(17.159)	-	-	-	(17.159)
Other consolidation registrations	(19.686.146)	-	(92.252)	-	(19.778.398)
Total	60.201.397	18.019.741	5.527.404	1.180.224	84.928.765
COMPANY 2009					
Employees' Benefits	10.122.983	7.024.470	1.809.264	816.951	19.773.668
Cost of consumption of inventories	45.037.391	-	-	-	45.037.391
Depreciation	782.260	461.257	181.004	75.176	1.499.697
Other Expenses	1.311.880	6.863.250	1.792.517	225.932	10.193.579
Total	57.254.514	14.348.977	3.782.785	1.118.059	76.504.335

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COMPANY 2010

Employees' Benefits	9.826.200	6.939.540	2.024.444	819.292	19.609.475
Cost of consumption of inventories	40.463.913	-	-	-	40.463.913
Depreciation	767.571	488.555	209.859	76.930	1.542.915
Other Expenses	1.523.301	7.913.445	2.075.128	165.542	11.677.416
Total	52.580.984	15.341.540	4.309.431	1.061.763	73.293.719

24. PERSONNEL EXPENSES

Payroll Costs included in Financial Statements is analyzed below:

	GROUP		COMPANY	
	31.12.2010	31.12.2009	31.12.2010	31.12.2009
Wages and salaries	18.718.101	18.680.204	14.917.678	15.094.923
Employers' contributions	5.029.536	5.011.529	4.146.985	4.178.196
Other benefits granted to employees	482.848	441.831	393.762	357.566
Compensations due to dismissal	169.561	194.882	151.051	142.983
Total payment cost	24.400.046	24.328.445	19.609.475	19.773.668
Provision for employees' termination benefits	421.978	492.369	343.401	454.834
Total Payment Expenses	24.822.025	24.820.814	19.952.876	20.228.502

25. OTHER INCOME / (EXPENSES)

Other income / (expenses) are analyzed below :

	GROUP		COMPANY	
	31.12.2010	31.12.2009	31.12.2010	31.12.2009
Subsidies & Revenues from various sales	411.271	442.309	344.212	334.366
Revenues from subsequent activities	846.796	842.805	758.972	717.005
Revenues from provisions of previous years	7.601	42.971	-	30.800
Exchange Rate differences	1.236.428	1.152.816	-	-
Insurance compensations	8.452	-	-	-
Other Revenues	29.431	39.515	19.233	39.515
Revenues & Expenses of previous years	(18.552)	(9.386)	(17.286)	(6.004)
Total Income	2.521.427	2.511.030	1.105.131	1.115.682
Other Expenses	(118.199)	(116.365)	(44.645)	(40.944)
Exchange Rate differences	(1.436.050)	(1.187.157)	-	-
Intra-Group eliminations	(142.652)	(150.425)	-	-
Total Expenses	(1.696.901)	(1.453.947)	(44.645)	(40.944)
Total Other income	824.526	1.057.083	1.060.486	1.074.738

26. FINANCIAL INCOME / (EXPENSES) (NET)

Financial income / (expenses) were formed as below:

	GROUP		COMPANY	
	31.12.2010	31.12.2009	31.12.2010	31.12.2009
Income from interests	435.675	428.396	252.375	206.319
Other financial income	24.401	22.077	-	-
Other financial expenses	(587.122)	(397.834)	(432.590)	(264.636)
Interest expenses	(876.711)	(1.372.596)	(588.281)	(1.119.182)
Total	(1.003.756)	(1.319.957)	(768.496)	(1.177.499)

27. INCOME TAX

27.1 GREEK COMPANIES

According to the provisions of the law 3697/2008 and the new law 3842/2010 article 13 paragraph 7, the tax rate for 2010 is 24% on profits, while the new draft law awaiting for parliament approval determines that the rate will become 20% from 2011 and onwards.

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Greek Tax Legislation and the relevant regulations are subject to interpretations by tax authorities. Income tax statements are registered, on an annual basis, but profits or losses presented for tax purposes, remain temporarily at the proper financial Conservancy, until tax authorities examine all tax statements and books of tax payer and relative tax liabilities are finalized, based on these audits. Tax losses, at the level they are recognized by tax authorities, can be used for compensation of profits for the five subsequent fiscal years, following the referred fiscal year.

Pursuant to the provisions of the Greek Tax Legislation, companies pay an income tax down payment each year, which is estimated at 80% on the income tax of the current fiscal year. When the tax is settled in the next fiscal year, any excess amount that is paid in advance is returned to the Company after the tax audit.

Parent Company and its subsidiary in Greece, KLEFER SA, have not been audited by tax authorities, for the fiscal years 2005 to 2010 and 2006 to 2010, respectively. Therefore, tax liabilities of the above companies, are not finalized. In addition, the newly-established subsidiary Company MODA LIFT S.A. has not been audited by tax authorities, since its establishment.

27.2 FOREIGN COMPANIES

The corporate taxes at profits and the taxes at distributed of the subsidiary companies abroad are analyzed as follows:

	Corporate Tax	Tax at distributed
KLEEMANN ASANSOR S.A.	20%	15%
KLEEMANN LIFTOVI D.o.o.	10%	20%
KLEEMANN LIFT RO S.R.L.	16%	10%

It must be noted, that Turkey and Romania respectively do not carry out regular audits by tax authorities, which have the right to audit the Company's books for a specified period, only where appropriate or at random. On this basis, KLEEMANN ASANSOR SA based in Turkey, has been audited for year 2005 randomly and for tax purposes without no particular violations. Regarding the Romanian company KLEEMANN LIFT RO S.R.L., as noted above there is no regular audit. Therefore, the term "unaudited by tax authorities fiscal year" does not exist. For the Serbian subsidiary KLEEMANN LIFTOVI Doo, the unaudited by tax authorities fiscal years are from 2007 to 2010 with a 10% corporate tax and tax on distributed profits of 20%. Also, the subsidiary HONG KONG ELEVATOR SYSTEMS LIMITED established on June 2, 2010 and has not yet commenced activity.

27.3 INCOME TAX

Income tax for the period is calculated on the tax rate 24% (the same period of 2009 amounted to 25%). The income tax burdened the financial results is as follows:

	GROUP		COMPANY	
	1 January to 31.12.2010	31.12.2009	1 January to 31.12.2010	31.12.2009
Current income Tax	1.936.969	2.742.910	1.079.505	1.789.868
Tax on previous years	1.539	-	-	-
Tax Provisions for unaudited years	177.500	190.000	147.500	160.000
Extraordinary contribution	920.999	658.566	727.867	658.566
Deferred Tax	(806.801)	(452.950)	(673.670)	(493.974)
Total	2.230.206	3.138.526	1.281.202	2.114.460

The tax basis has been increased by the non-deducted expenses and the presumable accounting differences of tax audit. The tax of profits of the Group and the Company, differs from the notional amount that would have accrued using the weighted average tax rate, on profits. Additionally, the real tax rate for the Group, is formed based on the different tax factors applied at the countries that the Group is activated.

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The Company and its subsidiary KLEFER S.A. have been audited by the tax authorities until the fiscal year 2004 and 2005, respectively. Despite the fact that the outcome of the tax audit cannot be forecasted reliably, the specific companies, using statistical figures from tax audits of previous tax audited fiscal years, have formed for the first time at the current period, tax provision of tax audit for the potential tax liabilities that will be occurred by the tax audit of the unaudited fiscal years, which amounts to 147.500 Euros for the Company and to 177.500 Euros for the Group and it encumbered their results. In total, at 31.12.2010 the provision for unaudited years has been amounted to 527.500 Euros for the Company and to 667.500 Euros for the Group.

	GROUP		COMPANY	
	31.12.2010	31.12.2009	31.12.2010	31.12.2009
Agreement of Real Tax Rate				
Earnings before taxes	5.798.475	9.703.182	2.335.195	6.004.686
Tax rate	24,00%	25,00%	24,00%	25,00%
Theoretical Tax based on tax rate in force	1.391.634	2.425.796	560.447	1.501.172
Impact of foreign tax Rates	(84.383)	(126.998)	-	-
Tax on tax permanent differences	242.378	202.167	231.865	129.326
Tax on Loss	170.944	183.552	-	-
Tax on Tax-free Revenues	(627.541)	(385.254)	(460.868)	(338.991)
Impact of change of future tax rate and tax readjustment of fixed assets	58.444	-	74.391	-
Extraordinary tax contribution on profits	920.999	658.566	727.867	658.566
Differences of tax audit	1.539	-	-	-
Provisions of unaudited fiscal years	177.500	190.000	147.500	160.000
Tax on properties	(21.307)	(9.302)	-	4.388
Impact of deferred tax in equity	-	-	-	-
Real tax encumbrance	2.230.206	3.138.526	1.281.202	2.114.460
Real tax encumbrance Rate	38%	32%	54,9%	35,2%

27.4 CURRENT TAX LIABILITIES

Current tax liabilities are analysed as following:

	GROUP		COMPANY	
	1 January to 31.12.2010	1 January to 31.12.2009	1 January to 31.12.2010	1 January to 31.12.2009
Income tax	1.785.579	3.393.554	956.956	2.448.434
Prepayment of Income tax	(2.100.034)	(2.782.209)	(1.432.721)	(1.905.185)
V.A.T.	974.798	168.192	874.121	12.844
Tax on personnel wages	183.469	156.308	122.549	122.310
Other taxes	186.311	176.676	(11.365)	56.829
Total	1.030.123	1.112.521	509.540	735.232

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28. CASH FLOWS FROM OPERATING ACTIVITIES

Cash generated from operations, which is included in cash flows statement, is analyzed in the table below:

	GROUP		COMPANY	
	From 1 January to		From 1 January to	
	31.12.2010	31.12.2009	31.12.2010	31.12.2009
Profit of the year	5.798.475	9.703.182	2.335.195	6.004.686
Adjustments for:				
Depreciation	2.106.736	2.026.186	1.542.928	1.499.697
Increase in provisions	3.830.399	1.380.557	3.560.974	907.721
Increase / (decrease) in the liability for employees' termination benefits	397.773	488.137	343.401	454.834
Exchange rate differences	141.167	39.546	-	-
Losses from sale of Fixed Assets	1.007	26.002	51	26.155
(Profits) / losses from sale of Participation & Securities	92.717	(98.379)	92.717	226.621
Interest Expenses	1.331.753	1.465.639	1.020.871	1.281.300
(Income) from Dividends	(332.010)	(362.161)	(642.370)	(600.487)
Subsidies for Fixed Assets of the period	(49.206)	(60.890)	(265)	(10.498)
	13.318.811	14.607.819	8.253.502	9.790.029
Changes in operating items				
(Increase) / Decrease of Inventories	(1.228.902)	7.098.315	(888.448)	5.486.354
(Increase) / Decrease of Receivables	(8.114.157)	4.173.638	(5.738.163)	8.225.351
Increase / (decrease) of Liabilities	9.273.525	(1.893.887)	6.987.525	(1.109.013)
	(69.534)	9.378.066	360.914	12.602.692
Cash flows from operating activities	13.249.277	23.985.885	8.614.416	22.392.721

29. DIVIDENDS

Pursuant to Greek Legislation, companies are obligated to distribute to their shareholders a dividend equal to at least 6% of their paid-up capital or 35% of the profits that arise from their accounting logs (published financial statements) after the relative income tax and statutory reserve is deducted, provided this is greater than 6% of the paid-up capital. In spite of the above, companies may not distribute dividends following the unanimous agreement of their shareholders.

A dividend, which is lower than 35% of profit after taxes, but higher than 6% of paid up share capital can be announced and be paid, with the approval of 70% of shareholders. Following the unanimous agreement of its shareholders, it is not necessary for the Company to announce a dividend.

The dividend for 2009 approved by the Annual General Meeting on June 22, 2010, amounted to Euro 0.12 per share or 2.837.844 euros,. Out of this. withholding tax is 10% (Law 3697/2008), ie the net dividend payable amounts to 0,108 euros per share. The proposed dividend for the profits of the fiscal year 2010 amounts to 0,05 euros per share or 1.182.435 euros, which will be derived from profit of previous fiscal years.

30. EARNINGS PER SHARE

Basic Earnings per share are calculated by dividing net profit, attributable to shareholders of the Parent Company, with the weighted average number of common shares, in circulation, during the year, excluding the owned common shares that were purchased by the Company.

	GROUP		COMPANY	
	31.12.2010	31.12.2009	31.12.2010	31.12.2009
Earnings attributed to shareholders of Parent Company	2.271.628	5.146.785	1.053.993	3.890.226
Weighted average number of shares (in thousands)	23.648.700	23.648.700	23.648.700	23.648.700
Basic Earnings per share	0,0961	0,2176	0,0446	0,1645

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31. COMMITMENTS, CONTINGENT LIABILITIES AND RECEIVABLES

31.1 COMMITMENTS

Operating leases concern building and automobile leases. According to the specific contracts, the Group is obliged to fulfill the duration of the lease, as this is determined by every contract. On a different occasion, it will be encumbered with the relevant clauses for premature cease.

Liabilities of the Company that arise at 31 December 2010 are 409 thous euros while at 31 December 2009 were 524 thous euros and for the Group at 31 December 2010 are 490 thous euros while at 31 December 2009 were 529 thous euros.

31.2 CONTINGENT LIABILITIES / RECEIVABLES

The Group has potential liabilities in relation with banks, other guarantees and other issues that arise in the framework of its ordinary activity. The Group does not expect to be encumbered significantly by the potential liabilities, nor additional payments, after the date of drawing the specific Financial Statements.

Against the credit limits that have been granted by the banks to the Company, it has not been granted any tangible security. The Company grants financial guarantees to its subsidiaries for the granting of bank credits and fixed assets purchasing, that up to 31 December 2010, concerns guarantee of 1,7 mln euros to the subsidiary MODA LIFT S.A. and guarantee of 2,3 mln euros to the subsidiary KLEEMANN ASANSOR S.A. for loan receiving.

The granted letters of guarantee of the Group to suppliers and the Greek State as of 31 December 2010 amount to 190,3 thous euros and 32,2 thous euros respectively, whereas at 31 December 2009 the figures were 582,2 thous euros and 61,7 thous euros respectively.

Unaudited tax years (Note 27.3)

Tax-free reserves (Note 16)

There are no unsettled judicial and arbitral cases or contingent liabilities, which may cause significant consequences on the financial status of both the Group and Company.

32. TRANSACTIONS WITH AFFILIATED ENTITIES

The Company, its subsidiaries, its associate companies, Management with the highest Officials and their direct relatives are considered to be the affiliated parties of the Group. Affiliated parties concern companies with common ownership status and/or Management, with the Company and Companies that are related with it.

The Company purchases goods (mainly elevator doors) and services from affiliated parties, while it offers and sells services and goods (mainly traded commodities and products) to them. All the above transactions are being done on cost basis, plus profit.

The transactions with affiliated entities are presented in the following table:

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COMPANY	Purchases - Expenses		Sales - Revenues	
	31.12.2010	31.12.2009	31.12.2010	31.12.2009
Group Companies	9.122.198	8.681.380	8.135.677	7.501.915
B.o.D Members.	610.570	261.309	16.817	6.101
Highest Officials	1.190.899	1.244.111	10.402	1.713
Affiliated Companies	985.928	975.374	2.223.273	2.733.533
Total	11.909.594	11.162.174	10.386.169	10.243.263
GROUP				
B.o.D Members.	610.570	360.051	16.817	6.101
Highest Officials	1.646.163	1.708.870	10.402	1.713
Affiliated Companies	3.182.305	3.017.000	4.813.734	5.728.749
Total	5.439.038	5.085.920	4.840.953	5.736.564
COMPANY	Liabilities to:		Receivables from:	
	31.12.2010	31.12.2009	31.12.2010	31.12.2009
KLEFER S.A.	236.164	563.632	-	2.018
KLEEMANN ASANSOR S.A.	92.343	89.913	702.026	710.945
KLEEMANN LIFTOVI D.o.o.	-	1.905	811.896	910.221
KLEEMANN LIFT RO SRL	10.660	4.940	749.455	610.952
MODA LIFT S.A.	5.859	365.338	30.157	59.865
HONG KONG ELEVATOR SYSTEMS	463.957	-	-	-
B.o.D Members	-	18.791	222	806
Highest Officials	-	-	3.998	1.658
Affiliated Companies AMETAL	-	-	-	5.059
YAPILIFT	205.552	210.437	-	-
GROSSI	-	-	-	-
TECHNOLAMA	17.640	498	-	-
CITY LIFT	-	-	13.841	14.000
SKY LIFT	-	-	1.180.620	891.051
TOTAL	1.032.175	1.255.455	3.492.215	3.206.574
GROUP				
B.o.D Members	-	18.791	222	806
Highest Officials	8.906	8.868	3.998	1.658
Affiliated Companies: AMETAL	-	-	90.132	86.479
YAPILIFT	205.552	210.437	100.633	24.730
GROSSI	-	30.178	1.031.361	912.458
TECHNOLAMA	606.802	404.867	4.054	67
CITY LIFT	-	-	13.841	14.000
SKY LIFT	-	302	1.193.050	897.853
TOTAL	821.260	673.443	2.437.291	1.938.050

The General Assembly of 23rd of June 2010, decided the election of a new member of the Board of Directors in replacement of the resigned member, as well as its appointment as the newest member of the Audit Committee. More specifically, the resigned non-executive member of the B.o.D. and member of the Audit Committee Mr. Dimitrios Daios of Asterios was replaced by Mrs. Maria Karadedoglou of Dimitrios. The composition of the Audit Committee was formed as follows: 1) Stergios N. Georgalis, 2) Vasilios T. Ziogas, 3) Maria D. Karadedoglou.

The Board of Directors of the Company is consisted of the following:

1. Nikolaos K. Koukountzos, Chairman
2. Menelaos K. Koukountzos, Vice President and Managing Director
3. Konstantinos N. Koukountzos, member and General Manager
4. Nikolaos N. Koukountzos, member, Commercial Manager and Deputy General Manager
5. Stergios N. Georgalis, independent, non executive member
6. Maria D. Karadedolgou, non executive member
7. Ziogas T. Vasilios, independent, non executive member

The term of the aforementioned members expires at 30.06.2014

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The total rewards that have been given to executive and non executive members of the Board of Directors, during 2010 come up to 432.000 euros and 39.207 euros, respectively.

33. FINANCIAL RISK MANAGEMENT

33.1 GENERAL

The Group's activities expose it to a variety of financial risks:

- Credit risk
- Liquidity risk
- Market risk

This note presents information about the Group's exposure to each of the above risks, the Group's objectives, policies and processes for measuring and managing risk, and the Group's management of capital. Further quantitative disclosures are included throughout these consolidated financial statements.

The Board of Directors has overall responsibility for the establishment and oversight of the Group's risk management framework.

The Group's risk management policies are established to identify and analyze the risks faced by the Group, to set appropriate risk limits and controls, and to monitor risks and adherence to limits. Risk management policies and systems are reviewed regularly to reflect changes in market conditions and the Group's activities. The Group, through its training and management standards and procedures, aims to develop a disciplined and constructive control environment in which all employees understand their roles and obligations.

The Group Internal Audit Committee oversees how management monitors compliance with the Group's risk management policies and procedures and reviews the adequacy of the risk management framework in relation to the risks faced by the Group. The Group Audit Committee is assisted in its oversight role by Internal Audit, Internal Audit undertakes both regular and ad hoc reviews of risk management controls and procedures, the results of which are reported to the Audit Committee.

33.2 CREDIT RISK

Credit risk is the risk of financial loss to the Group if a customer or counterparty to a financial instrument fails to meet its contractual obligations, and arises principally from the Group's receivables from customers and investment securities.

Trade and other receivables

The Group's exposure to credit risk is influenced mainly by the individual characteristics of each customer. The demographics of the Group's customer base, including the default risk of the industry and country in which customers operate, have less of an influence on credit risk. The Group has no significant credit risk concentrations, while the sales mainly occur by clients with low receiving risk, it has been contracted a security of credits for sales abroad and there is a huge dispersion of balances, since there is no customer with a percentage higher than 5% of the total revenues of the Group. In addition, geographically there is no concentration of credit risk, except from Greece with a percentage of 45,0%.

The Group has an established Finance and Sales Department in order to exercise a credit policy under which each customer, both current customers and new, is analysed individually for creditworthiness before the Group's standard payment and delivery terms and conditions are offered. The Group's review includes the level of receivables and sales, as well as the investigation of bank references, when available.

In monitoring customer credit risk, customers are grouped according to their credit characteristics, geographic location, aging profile, maturity and existence of previous financial difficulties.

The majority of traded goods (90%) are sold subject to retention of title clauses so that in the event of non-payment, the Group may have a secured claim. The Group does not require collateral in respect of trade and other receivables.

The Group establishes an allowance for impairment that represents its estimate of incurred losses in respect of trade and other receivables and investments. The main components of this allowance a specific loss

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component that relates to individually significant exposures, and a collective loss component established for groups of similar assets in respect of losses that have been incurred but not yet identified. In any case, there is a continuous control of the creditworthiness of the big customers and by this way, the exposure to risk is limited, taking care of existing enough insurance limits at the big customers.

At 31.12.2010 it is estimated that there is not an essential credit risk, which is not already covered using insurance terms as a credit guarantee or by a provision of doubtful receivable.

For risk minimization in cash and cash equivalents, the Group transacts only with established financial institutes, of high credit level, of high credit graduation.

Investments

The Group limits its exposure to credit risk by only investing in fast liquidated securities (note 14).

Exposure to credit risk

The book value of the financial assets represents the maximum credit exposure. The maximum exposure to credit risk at the reporting date was:

	GROUP		COMPANY	
	31.12.2010	31.12.2009	31.12.2010	31.12.2009
Financial assets at fair value through profit or loss	54.841	147.558	54.841	147.558
Receivables	63.960.597	67.906.317	51.714.257	57.185.867
Other receivables	1.668.761	1.838.161	980.544	1.362.335
Cash and cash equivalents	19.630.544	14.484.397	13.237.267	9.071.802
	85.314.743	84.376.433	65.986.910	67.767.562

The maximum exposure to credit risk for trade receivables at the reporting date by geographic region was:

	GROUP		COMPANY	
	31.12.2010	31.12.2009	31.12.2010	31.12.2009
Domestic	48.911.788	54.936.759	44.942.756	51.084.787
European Union	3.968.968	3.576.249	3.381.305	3.120.888
Other countries	11.079.841	9.393.310	3.390.196	2.980.192
	63.960.597	67.906.317	51.714.257	57.185.867

Aging of trade receivables

The aging of trade receivables at the reporting date was:

	GROUP		COMPANY	
	31.12.2010	31.12.2009	31.12.2010	31.12.2009
Not past due	10.848	-	-	-
Past due 1-45 days	21.232.931	14.030.413	13.623.381	12.104.735
Past due 45-90 days	15.916.480	17.094.016	12.820.964	14.657.671
Past due 91-150 days	10.949.563	13.057.189	9.371.482	11.136.800
More than 150 days	15.850.775	23.724.699	15.898.429	19.286.661
	63.960.597	67.906.317	51.714.257	57.185.867

The movement in the allowance for impairment in respect of trade receivables during the year was as follows.

	GROUP		COMPANY	
	31.12.2010	31.12.2009	31.12.2010	31.12.2009
Balance at 1 January	3.777.395	2.659.819	2.805.072	2.117.905
Minus: Delete of receivables	(207.695)	(1.459.091)	(203.832)	(1.430.148)
Add: Provision of the period	3.529.018	2.576.666	2.866.113	2.117.315
Balance at 31 December	7.098.718	3.777.395	5.467.353	2.805.072

33.3 LIQUIDITY RISK

Liquidity risk is the risk that the Group will not be able to meet its obligations as they fall due. The Group's approach to managing liquidity is to ensure, in any case, that it will always have sufficient liquidity to meet

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its liabilities when due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Group's reputation.

Prudent liquidity management is achieved by the appropriate combination of liquid assets and approved bank credit limits. The unused but approved bank credit limits of the Group, are adequate to confront any potential shortage in cash equivalents.

Typically, the Group ensures that it has sufficient cash on demand to meet expected operational expenses for a period of 30 days at least, including the servicing of financial obligations; this excludes the potential impact of extreme circumstances that cannot reasonably be predicted, such as natural disasters.

In addition, the Group maintains approved bank credit totally valued up to 80,5 mln euros, of which has been used 21,1 mln euros for the issue of four bonded loans and, approximately 10,9 mln euros in the form of short term bank loans.

On 31.12.2010, it is estimated that there is not any essential liquidity risk, which is not covered by the Group's cash or approved bank credit limits. The long-term loan of the Group and the Company is presented at its fair value, because the interest rates do not differ significantly. The following are the contractual maturities of financial liabilities, including estimated interest payments and excluding the impact of netting agreements:

GROUP

31 December 2010

	Carrying amount	Contractual cash flows	6 months or less	6-12 months	1-2 years	2-5 years	More than 5 years
Unsecured bank loans	23.000.000	24.216.684	225.492	2.125.492	12.300.900	8.639.150	925.650
Finance lease liabilities	493.444	569.676	49.318	40.366	153.299	224.469	102.224
Trade and other payables	18.291.353	18.291.353	18.291.353	-	-	-	-
Bank overdraft	13.000.000	13.000.000	13.000.000	-	-	-	-
Total	54.784.797	56.077.713	31.566.163	2.165.858	12.454.199	8.863.619	1.027.874

GROUP

31 December 2009

	Carrying amount	Contractual cash flows	6 months or less	6-12 months	1-2 years	2-5 years	More than 5 years
Unsecured bank loans	24.500.000	26.672.200	303.500	1.803.500	2.470.000	20.680.400	1.414.800
Finance lease liabilities	33.849	83.716	10.984	10.984	39.781	-	-
Trade and other payables	9.903.340	9.903.340	9.903.340	-	-	-	-
Bank overdraft	9.200.000	9.200.000	9.200.000	-	-	-	-
Total	43.637.189	45.859.256	19.417.824	1.814.484	2.509.781	20.680.400	1.414.800

COMPANY

31 December 2010

	Carrying amount	Contractual cash flows	6 months or less	6-12 months	1-2 years	2-5 years	More than 5 years
Unsecured bank loans	23.000.000	24.216.684	225.492	2.125.492	12.300.900	8.639.150	925.650
Finance lease liabilities	476.859	551.862	38.334	33.536	153.299	224.469	102.224
Trade and other payables	15.378.074	15.378.074	15.378.074	-	-	-	-
Bank overdraft	9.000.000	9.000.000	9.000.000	-	-	-	-
Total	47.854.933	49.146.620	24.641.900	2.159.028	12.454.199	8.863.619	1.027.874

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COMPANY	31 December 2009						
	Carrying amount	Contractual cash flows	6 months or less	6-12 months	1-2 years	2-5 years	More than 5 years
Unsecured bank loans	24.500.000	26.672.200	303.500	1.803.500	2.470.000	20.680.400	1.414.800
Trade and other payables	8.205.947	8.205.947	8.205.947	-	-	-	-
Bank overdraft	3.000.000	3.000.000	3.000.000	-	-	-	-
Total	35.705.947	37.878.147	11.509.447	1.803.500	2.470.000	20.680.400	1.414.800

33.4 MARKET RISK

Market risk is defined as the risk associated with changes in the rate of growth of construction activities as well as with changes in market prices of materials, in foreign exchange rates, interest rates and equity prices, to affect the Group's financial results or the value of its financial assets. It also includes the price of steel which is the main raw material (commodity). Its price is affected by the supply, the demand and the level of reserves in a global perspective. The objective of market risk management is to manage and control market risk exposures within acceptable limits, while optimizing the return. The exposure of economic results of the Group to the above risks is low.

Currency risk

The exposure of the Group in foreign exchange risks mainly derives from existing or expected cash flows in foreign currency (imports/exports), as well as investments abroad. This risk is confronted in the framework of approved policies. The Group operates mainly in Europe and, therefore, the majority of its transactions is based on Euros, while the operation that takes place apart from Europe is based on Euro clause, and therefore the exchange rate risk is minimized.

The Group operates mainly in Europe and, therefore, the majority of its transactions is based on Euros. In addition, the operation that takes place apart from Europe is based on Euro clause, and therefore the exchange rate risk is minimized.

The whole of the loans of the Group have been taken in Euros and, hence, they are not exposed to currency risk.

The following table shows the exchange rates between the euro and the currencies of countries operating subsidiaries.

Exchange rate Euro/	Country	Average exchange rate 2010	Exchange rate 31.12.2010
Serbian Dinar	Serbia	102,6083	105,4982
Turkish Lira	Turkey	1,9884	2,0491
Romanian Lei	Romania	4,2169	4,2620

All the Group's loans have been made in euros and therefore are not exposed to currency risk.

Interest rate risk

The loan liabilities of the Group are based on pre-agreed and pre-set margins of interest, which according to the market conditions, may be changed into fixed. Group's policy is to observe the trends of the interests and the duration of the financial needs and according to the existing conditions, the Group determines the relation between long-term and short-term bank loans.

The Group's policy is to continuously observe the tendency of the interest rates, as well as the duration of the financial needs. According to the current conditions, the Group determines the relation between long-term and short-term bank loans. The loan liabilities of Group are on a flexible rate basis, which can be maintain flexible or convert to fixed rate, according to market conditions. The flexible exchange rates are calculated based on Euribor plus spread.

The Group does not maintain commodity contracts, except from those required for the cover of needs using and selling. These contracts are not settled out by netting.

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Fair values

Fair values versus carrying amounts

The fair values of financial assets and liabilities, together with the carrying amount shown in the Statement of Financial Position, are as follows:

GROUP	31.12.2010		31.12.2009	
	Carrying amount	Fair value	Carrying amount	Fair value
<i>Financial assets</i>				
Receivables	63.960.597	63.960.597	67.906.317	67.906.317
Other long term receivables	10.964.607	10.964.607	2.331.099	2.331.099
Cash and cash equivalents	19.630.544	19.630.544	14.484.397	14.484.397
<i>Financial liabilities</i>				
Long term loans	21.100.000	21.100.000	23.000.000	23.000.000
Short term loans	14.900.000	14.900.000	11.200.000	11.200.000
Other long term liabilities	1.237.315	1.237.315	885.285	885.285
Suppliers and other liabilities	18.585.117	18.585.117	9.903.340	9.903.340

COMPANY

Financial assets

Investments	4.536.320	4.536.320	3.292.393	3.292.393
Receivables	51.714.257	51.714.257	57.185.867	57.185.867
Other long term receivables	10.897.416	10.897.416	2.263.327	2.263.327
Cash and cash equivalents	13.237.267	13.237.267	9.071.802	9.071.802

Financial liabilities

Long term loans	21.100.000	21.100.000	23.000.000	23.000.000
Short term loans	10.900.000	10.900.000	4.500.000	4.500.000
Other long term liabilities	425.497	425.497	2.861	2.861
Suppliers and other liabilities	15.378.074	15.378.074	8.205.947	8.205.947

34. BORROWING COST

The Group and the Company have adopted and applied the Amendment of IAS 23 according to which, it is mandatory to capitalize the borrowing cost that concerns directly the acquisition, construction or manufacture of a fixed asset.

35. EXISTENT REAL ENCUMBRANCES

There are not real or other encumbrances on the Group's Fixed Assets.

36. AUDITOR'S FEES

The total fees that have been charged by the officially authorized auditors are analyzed as follows:

	2010		2009	
	GROUP	COMPANY	GROUP	COMPANY
Fees for the mandatory audit of Financial Statements	99.300	58.000	101.100	58.000

37. EVENTS AFTER THE BALANCE SHEET DATE

There are no important events, which affect the financial status and results of the Group and the Company, occurring after 31st December 2010.

Under the provisions of Article 10 paragraph 1 of Law 3340/2005 and Decision 3/347/12.07.2005 Exchange Commission and the decision of the Board of the Parent at the meeting of February 28, 2011.,

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the Company KLEEMANN HELLAS S.A. announced on 01 March 2011 that it intends to establish a subsidiary Company called KLEEMANN LIFTS UK LTD, based in Oxford, United Kingdom.

The subsidiary KLEEMAN LIFTOVI Doo on March 07 2011 held an Extraordinary General Meeting which approved the purchase of its own shares of 40% of its share capital. This action was taken by offsetting the balance of the client-minority shareholder Grossi Engineering Doo.

On March 17, 2011 the subsidiary Company HONG KONG ELEVATOR SYSTEMS LIMITED acquired by the authorities of the People's Republic of China the business license to proceed with the creation of a Wholly Foreign Owned Enterprise (WFOE).

Kilkis 28 March 2011

President of the
Board of
Directors

Managing
Director

General
Manager

Financial
Manager

Nikolaos K.
Koukountzos

Menelaos K.
Koukountzos

Konstantinos N.
Koukountzos

Christos N.
Petrides



FINANCIAL FIGURES AND INFORMATION FROM 1st JANUARY TO 31st DECEMBER 2010

KLEEMANN HELLAS S.A.

Registration Number: 10920/06/B/86/40

Head Offices: Industrial Area Stavrochori, Kilkis

(published according to L. 2190/20, article 135 for companies that prepare annual financial statements, consolidated and non-consolidated, according to IFRS)

The financial data and information contained below is only for general information purposes regarding the financial position and results of KLEEMANN HELLAS S.A. Therefore, we recommend the users, before making any investment decision or proceeding to any transaction with the Company, to obtain the necessary information from the Company's website, where the financial statements are available in accordance with International Financial Reporting Standards, together with the auditors' report, are presented.

Observing Authority	Ministry of Finance, G.G.E.,S.A. and Conviction Department
Web Site address of the Company:	www.kleemann.gr
Board of Directors Composition	President: Nikolaos K. Koukountzos, Vice-President and Managing Director: Menelaos K. Koukountzos, Member: Konstantinos N. Koukountzos, Nikolaos N. Koukountzos, Non – executive member: Maria D Karadedoglou, Independent non – executive members: Stergios N. Georgalis, Vasilios T. Ziogas
Date of approval of annual Financial Statements	28 March 2011
Certified Auditor Accountant:	Apostolos Th. Spoutis (AM SOEL 16921)
Certified Auditors' Company	KPMG Certified Auditors S.A.
Type of Auditing Report:	Unqualified opinion

1.1 STATEMENT OF FINANCIAL POSITION (consolidated and non-consolidated)

Amounts expressed in thousands Euros

	GROUP		COMPANY	
	31.12.2010	31.12.2009	31.12.2010	31.12.2009
ASSETS				
Tangible Assets for own use	36.912	35.381	29.659	28.295
Investment Property	346	351	274	281
Intangible Assets	911	895	872	841
Other Non -Current Assets	11.768	2.418	16.099	5.556
Inventories	21.400	20.343	17.092	16.366
Trade Receivables	63.961	67.907	51.714	57.186
Other Current Assets	21.354	16.470	14.273	10.581
TOTAL ASSETS	156.652	143.765	129.983	119.106
EQUITY AND LIABILITIES				
Share Capital	7.804	7.804	7.804	7.804
Other Equity	75.456	75.875	67.950	69.974
Equity attributable to the equity holders of the Parent (a)	83.260	83.679	75.754	77.778
Non-controlling Interest (b)	9.354	8.261	-	-
Total Equity (c) = (a) + (b)	92.614	91.940	75.754	77.778
Long-term borrowings	21.100	23.000	21.100	23.000
Provisions / Other Long – Term Liabilities	3.944	3.289	2.790	2.034
Short term liabilities	14.900	11.200	10.900	4.500
Other short - term Liabilities	24.094	14.336	19.439	11.794
Total Liabilities (d)	64.038	51.825	54.229	41.328
TOTAL EQUITY & LIABILITIES (c) + (d)	156.652	143.765	129.983	119.106

1.2 STATEMENT OF TOTAL COMPREHENSIVE INCOME (consolidated and non-consolidated)

Amounts expressed in thousands Euros.

	GROUP Continuing operation		COMPANY Continuing operation	
	<u>01.01- 31.12.2010</u>	<u>01.01- 31.12.2009</u>	<u>01.01- 31.12.2010</u>	<u>01.01- 31.12.2009</u>
Revenues	90.943	95.848	75.343	82.444
Gross Profit	30.741	32.797	22.762	25.190
Profit before tax, financial and investing results	6.838	10.868	3.110	7.015
Profit before tax	5.798	9.703	2.335	6.005
Profit after tax (A)	3.568	6.565	1.054	3.890
Equity holders of the Parent Company	2.271	5.147	-	-
Non-controlling Interest	1.297	1.418	-	-
Other comprehensive income after tax (B)	159	305	(240)	380
Total comprehensive income after tax (A+B)	3.727	6.870	814	4.270
Equity holders of the Parent	2.419	5.481	-	-
Non-controlling Interest	1.308	1.389	-	-
Earnings per share after tax –Basic (in Euros)	0,0961	0,2176	0,0446	0,1645
Proposed dividend per share– (in €)	-	-	0,0500	0,1200
Profit before interest, tax, depreciation and amortization (EBITDA)	8.945	12.894	4.653	8.514

1.3 STATEMENT OF CHANGES IN EQUITY FIGURES OF THE YEAR (consolidated and non-consolidated)

Amounts expressed in thousands Euros

	GROUP		COMPANY	
	<u>31.12.2010</u>	<u>31.12.2009</u>	<u>31.12.2010</u>	<u>31.12.2009</u>
Equity Capital in the beginning of the period (01.01.2010 and 01.01.2009, correspondingly)	91.940	88.105	77.778	76.346
Total comprehensive income, after tax (continuing and discontinued operations)	3.727	6.870	814	4.270
Distributed dividends	(3.053)	(3.035)	(2.838)	(2.838)
Other movements	-	-	-	-
Equity Capital in the end of the period (31.12.2010 and 31.12.2009 correspondingly)	92.614	91.940	75.754	77.778

1.4 CASH FLOW STATEMENT FIGURES OF THE YEAR (consolidated and non-consolidated)

Amounts expressed in thousands Euros

	GROUP		COMPANY	
	01.01- 31.12.2010	01.01- 31.12.2009	01.01- 31.12.2010	01.01- 31.12.2009
Operating Activities				
Profits before Tax (continuing operations)	5.798	9.703	2.335	6.005
Plus / minus adjustments for:				
Depreciation	2.107	2.026	1.543	1.500
Provisions	4.228	1.869	3.904	1.363
Exchange Rate differences	140	39	-	-
Results (revenues, expenses, profits and losses) from Investing Activities	(287)	(496)	(550)	(358)
Interest charged and relevant expenses	1.332	1.466	1.021	1.281
Plus / minus adjustments for alterations in working capital accounts or related with operating activities:				
Decrease / (increase) of Inventories	(1.229)	7.098	(888)	5.486
Decrease / (increase) of Receivables	(8.114)	4.174	(5.738)	8.225
(Decrease) / increase of Liabilities (except for bank Liabilities)	9.274	(1.894)	6.988	(1.109)
Minus:				
Interest payable and relevant expenses paid	(854)	(1.480)	(546)	(1.287)
Taxes paid	(2.096)	(3.839)	(1.308)	(2.668)
Total inflows / (outflows) from operating activities (a)	10.299	18.666	6.761	18.438
Investing activities				
Acquisition of subsidiaries, affiliated companies, joint – ventures and other investments	-	-	(1.130)	(1.000)
Purchase of tangible and intangible fixed assets	(3.735)	(3.029)	(2.932)	(2.460)
Receipts from sales of tangible and intangible fixed assets	1	3	-	-
Interests received	308	259	222	206
Dividends received	-	-	329	293
Total inflows / (outflows) from investing activities (b)	(3.426)	(2.767)	(3.511)	(2.961)
Financing Activities				
Receipts of share capital increase	6.135	3.500	6.000	-
Receipts from loans issued / undertaken	(4.335)	(9.900)	(1.500)	(9.000)
Repayment of loans	326	620	-	620
Dividends paid	(3.852)	(3.361)	(3.585)	(3.100)
Total Inflows / (outflows) from Financing Activities (c)	(1.726)	(9.141)	915	(11.480)
Net increase in cash and cash equivalents of the period (a) + (b) + (c)	5.147	6.758	4.165	3.997
Cash and cash equivalents at the beginning of the period	14.484	7.726	9.072	5.075
Cash and cash equivalents at the end of the period	19.631	14.484	13.237	9.072



ADDITIONAL DATA AND INFORMATION: (Presented descriptively on Parent and consolidated basis)

1. Note 3.22 of the Group Financial Statements contains the names of all subsidiary companies and their related information (locations, participation percentage and consolidation method).
2. The Annual Financial Statements December 31, 2010, have been prepared under the accounting policies followed in preparing the Annual Financial Statements for the year ended December 31, 2009.
3. The fiscal years that are unaudited by the tax authorities for the Parent Company and the Group's subsidiaries are presented in detail in note 27 in the Financial Statements.
4. a) On June 2, 2010 the Company established a new subsidiary Company called "HONG KONG ELEVATOR SYSTEMS LIMITED", based in Hong Kong in order to expand its activities in Southeast Asia and Oceania. The initial share capital of the new subsidiary is the amount of 1.050 euros and KLEEMANN HELLAS SA owns 100% of the share capital. b) On August 27, 2010 the Company based on the decision 504/27.08.2010 of the Board of Directors decided to increase the share capital of a subsidiary of 499.000 euros. The subsidiary Company has no business activity yet. c) In addition, on June 15, 2010, the General Assembly of the subsidiary MODA LIFT SA decided to increase its share capital by 1.100.000 euros. The aforementioned capital increase has taken place through cash contribution of the shareholders of the subsidiary (100% shareholder of the KLEEMANN HELLAS SA). d) On October 22, 2010, the General Assembly of the subsidiary KLEEMANN ASANSOR S.A decided to increase its share capital by capitalizing reserves of euros 286.538. This increase has not been completed yet. e) On December 31, 2010, the equity of the subsidiary MODA LIFT SA was less than 50% of its share capital by 0,9 mln euros. So, as mandated by Law 2190/1920, Article 47, the Company as sole shareholder intends to proceed with a share capital increase of 0,9 mln euros. The Company-shareholder will proceed with a proposal to the next Annual General Meeting. Note 8 of the financial statements refers in more details to the above mentioned events.
5. a) Under the provisions of Article 10 paragraph 1 of Law 3340/2005 and Decision 3/347/12.07.2005 Exchange Commission and the decision of the Board of the Parent at the meeting of February 28, 2011., the Company KLEEMANN HELLAS S.A. announced on 01 March 2011 that it intends to establish a subsidiary Company called "KLEEMANN LIFTS UK LTD", based in Oxford, United Kingdom. b) The subsidiary KLEEMANN LIFTOVI Doo on March 07 2011 held an Extraordinary General Meeting which approved the purchase of its own shares of 40% of its share capital. This action was taken by offsetting the balance of the client-minority shareholder Grossi Engineering Doo. c) On March 17, 2011 the subsidiary Company "HONG KONG ELEVATOR SYSTEMS LIMITED" acquired by the authorities of the People's Republic of China the business license to proceed with the creation of a Wholly Foreign Owned Enterprise (WFOE).
6. There are no encumbrances on the tangible assets of both Parent Company and subsidiaries, included in the above consolidation.
7. There are neither any judicial or arbitral differences of both the Company and the Group, nor any decisions of judicial or arbitral authorities to cause any significant consequence on the financial position of the Company and of the Group.
8. The amount of cumulative provisions which have been realized until 31.12.2010 are:

(amounts in th. euros)	<u>Group</u>	<u>Company</u>
a) for fiscal years unaudited by tax authorities	668	528
b) for other provisions (depreciation of assets, provision for retirement benefits etc)	11.221	8.953
9. Number of personnel at the end of the reporting fiscal year: Parent Company 682 (31.12.2009: 710), Group 873 (31.12.2009: 895).



10. The amounts of revenues and expenses accumulatively from the beginning of the fiscal year and the outstanding balances of receivables and payables of the Company to and from its related parties at the end of the current period (according to the provisions of IAS 24) were as follows:

(amounts in th. euros)	<u>Group</u>	<u>Company</u>
a) Sales of goods and services	4.841	10.386
b) Purchases of goods and services	5.439	11.910
c) Receivables	2.437	3.492
d) Liabilities	821	1.032
e) Transactions and rewards of Highest Officials and members of the Management	2.284	1.829
f) Receivables from Highest Officials and members of the Management	4	4
g) Liabilities to Highest Officials and members of the Management	9	0

11. Profit per share, are calculated, by dividing net profit, attributable to Parent Company shareholders, with the number of outstanding shares.

12. No shares are owed either by the statutory Parent Company or any subsidiary of the Group at 31.12.2010.

13. There are no changes concerning the consolidation method of the companies being consolidated at the consolidated Annual Financial Statements and also, there are no companies or/and partnerships that the Company participates in and they are not included at the consolidated Annual Financial Statements of the Group. On June 2, 2010 the Company established a new subsidiary Company called "HONG KONG ELEVATOR SYSTEMS LIMITED" that was consolidated for the first time during the financial statements of 31.12.2010. The reason is was consolidated was that the Parent Company owns 100% of the subsidiary's capital. Besides this case, there are no companies or/and partnerships that :

- have been included for the first time in the consolidated figures during the current fiscal year,
- have not been included in the consolidated figures of the current fiscal year but were included last year.

14. Other comprehensive income (after tax), which is recognized directly in Group's Equity is analyzed below (amounts in th. Euros):

	GROUP		COMPANY	
	01.01- 31.12.10	01.01- 31.12.09	01.01- 31.12.10	01.01- 31.12.09
Exchange rate differences from the conversion of foreign subsidiaries	58	(89)	-	-
B.o.D. rewards	(240)	(240)	(240)	(240)
Government grants	326	620	-	620
Revaluation of assets	14	15	-	-
Other comprehensive income	159	306	(240)	380

15. Investments for the fiscal year 2010 amounted to 3.737 thous euros (and 3.030 thous euros in 2009) for the Group and 2.931 thous euros in 2010 (and 2.460 th. euros in 2009), for the Company, respectively.

16. Income Tax, included in the income statement, is analyzed, as follows (amounts in euros):

	GROUP		COMPANY	
	01.01- 31.12.10	01.01- 31.12.09	01.01- 31.12.10	01.01- 31.12.09
Current Income Tax	1.936.969	2.742.910	1.079.505	1.789.868
Tax of previous fiscal year	1.539	-	-	-
Tax Provisions of tax audit	177.500	190.000	147.500	160.000
Extraordinary contribution	920.999	658.566	727.867	658.566
Deferred Tax	(806.801)	(452.950)	(673.670)	(493.974)
Total	2.230.206	3.138.526	1.281.202	2.114.460



Industrial Area of Stavrochori, Kilkis 28 March 2011

CHAIRMAN OF THE
B.o.D.

CHIEF EXECUTIVE
OFFICER

GENERAL
MANAGER

FINANCIAL
MANAGER

NIKOLAOS K.
KOUKOUNTZOS

MENELAOS K.
KOUKOUNTZOS

KONSTANTINOS N.
KOUKOUNTZOS

CHRISTOS N.
PETRIDES

I.D. NUMBER:
AB 454713

I.D. NUMBER:
AB 454710

I.D. NUMBER:
AE 171629

N. OF 1ST CLASS
LICENSE: 20384



INFORMATION ACCORDING TO ARTICLE 10 OF LAW 3401/2005

The following Announcements/Notifications have been sent to the Daily Official List Announcements and are posted to the Athens Exchange website as well as to our Company's website www.kleemann.gr.

Date	Subject
14.12.2010	Announcement for the collection of the year 2004 dividend
29.11.2010	Press release of financial results for the nine-month period of 2010
29.11.2010	Figures of Financial Statements according to IFRS
29.11.2010	Figures of Financial Statements according to IFRS
26.11.2010	Announcement of annotation of the financial/accounting statements of the nine-month period of 2010
30.8.2010	Press release of financial results for the six-month period of 2010
30.8.2010	Figures of Financial Statements according to IFRS
30.8.2010	Figures of Financial Statements according to IFRS
27.8.2010	Announcement of annotation of the financial/accounting statements of the six-month period of 2010 (correction)
27.8.2010	Announcement of annotation of the financial/accounting statements of the six-month period of 2010
9.7.2010	Announcement for the distribution of dividend
6.7.2010	Announcement for the amendment of composition of Board of Directors or other highest executives
22.6.2010	Announcement of other important event (General Assembly press release)
22.6.2010	Decisions of the annual General Meeting
21.6.2010	Announcement of other important events
7.6.2010	Announcement for insider trading
28.5.2010	Press release of financial results for the three-month period of 2010
28.5.2010	Figures of Financial Statements according to IFRS
28.5.2010	Figures of Financial Statements according to IFRS
27.5.2010	Invitation to the Annual General Meeting
26.5.2010	Announcement of annotation of the financial/accounting statements of the three-month period of 2010
30.4.2010	Announcement for insider trading
30.3.2010	Figures of Financial Statements according to IFRS
30.3.2010	Figures of Financial Statements according to IFRS
30.3.2010	Press release of financial results for the twelve-month period of 2009
29.3.2010	Announcement of annotation of the financial/accounting statements of the twelve-month period of 2009

For the continuous and timely information of its investors and shareholders, the Company has a website in the internet without charge, at the address www.kleemann.gr.

At the website of the Company, and more specifically under the section "Investor Relations", all Annual Financial Statements, the Independent Auditor's Report and the Report of the Board of Directors of the companies that are incorporated in the Consolidated Financial Statements of the Company are fully disclosed.