



Annual Financial Report
Of the year from 1 January 2010
to 31 December 2010
pursuant to Law 3556/2007

VIOHALCO S.A.
Hellenic Copper and Aluminium Industry S.A.

S.A. Reg. 6053/06/B/86/105

2-4 Mesogeion Ave., Athens

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A. Statements by Members of the Board of Directors
(According to article 4(2) of Law 3556/2007)

We hereby attest and declare that to the best of our knowledge:

a) The annual, company and consolidated, financial statements, which have been prepared according to the applicable International Financial Reporting Standards, as adopted by the European Union, give a true and fair view of the assets and liabilities, equity, operating results and total income of VIOHALCO S.A. as well as of the entities included in the consolidation, taken as a whole, on the basis of Article 4(2) of Law 3556/2007, and

b) The attached annual Report of the Board of Directors gives a fair view of the development, performance and position of "VIOHALCO S.A." and of the companies included in the consolidation considered as a whole, including the description of the main risks and uncertainties they face, based on Article 4(2) of Law 3556/2007.

Athens, 29 March 2011

Confirmed by

The Chairman of the Board of Directors	The Authorized Director	The Member of the Board of Directors
Nikolaos M. Stassinopoulos	Evangelos D. Moustakas	Charalambos P. Metaxopoulos
Id. Card No. A050486	ID Card No. AB343787	ID Card No. X643907

B. Annual Report of the Board of Directors

The Annual Financial Report of the Board of Directors of VIOHALCO S.A. set out below (hereinafter referred to as the "Report") refers to the fiscal year 2010 (1 January - 31 December 2010) and has been prepared in line with the provisions of Law 3556/2007 (Government Gazette 91A/30.4.2007) and the decisions of the Hellenic Capital Market Commission (HCMC) issued in pursuance of the latter and in particular Decision No. 7/448/11.10.2007 of the Board of Directors of the HCMC.

The present Report, referring to the aforementioned year 2010, includes all the required by law particulars so as to provide substantive information on the activity of VIOHALCO COPPER AND ALUMINIUM HELLENIC INDUSTRY S.A. (the "Company") and VIOHALCO Group (the "Group"), which includes the following subsidiary companies:

Companies		Participation percentage	Consolidation method	Country	Unaudited tax fiscal years
VIOHALCO S.A.		---	---	GREECE	2008 - 2010
ELVAL S.A.	(*)	68,14%	Total consol.	GREECE	2008 - 2010
SIDENOR S.A.	(*)	73,11%	Total consol.	GREECE	2007 - 2010
HALCOR S.A.	(*)	59,98%	Total consol.	GREECE	2009 - 2010
ALCOMET SA		98,64%	Total consol.	GREECE	2006 - 2010
ANAMET S.A.	(*)	87,03%	Total consol.	GREECE	2005 - 2010
ANTIMET S.A.		100,00%	Total consol.	GREECE	2010
ATTIKI S.A.		50,00%	Total consol.	GREECE	2010
VITROUVIT S.A.		99,99%	Total consol.	GREECE	2007 - 2010
DIAPEM S.A.		67,08%	Total consol.	GREECE	2010
DIATOUR S.A.		97,19%	Total consol.	GREECE	2007 - 2010
ELKEME S.A.		63,91%	Total consol.	GREECE	2010
METALWORKS OF ATTIKA S.A.		36,56%	Total consol.	GREECE	2007 - 2010
NOVAL S.A.	(*)	100,00%	Total consol.	GREECE	2010
SANITAS AGENCIES S.A.		100,00%	Total consol.	GREECE	2010
TEKA SYSTEMS S.A.	(*)	50,01%	Total consol.	GREECE	2007 - 2010
TEPRO METAL AG	(*)	64,04%	Total consol.	GERMANY	2007 - 2010
TEPRO METAL S.A.		100,00%	Total consol.	BULGARIA	-

(*) with consolidation of their consolidated financial statements

1. - Important events of the fiscal year 2010

1.1- Group Activity - Investments

The most significant events that took place during the fiscal year 2010, for the Group, are as follows:

In the steel sector:

- During 2010, SIDENOR Group implemented its investment plan and thus made investments totalling € 42 million. The investment plan of SIDENOR Group falls under the overall strategy to further improve the productivity of production units, to enhance safety at work and boost sustainable development.

During the year 2010, SIDENOR Group, despite the continuing recession of the Greek economy and the respective weakness of the construction sector, maintained its total sales volumes, mainly through its differentiation in high added value products (e.g. special-alloy steel, flat products) intended for the markets of Western and Central Europe and its penetration in new markets of West Africa and Southeast Mediterranean (e.g. Algeria, Israel).

At the same time, the competitive cost base of the Group's plants, continuing improvement of the operating cost with operating expenses decreasing by around 17%, maintenance of working capital at low levels, and the utilization of the investments already made in the Balkans, all neutralized the negative effects of the financial crisis and recession in the Greek market for SIDENOR Group and led to the improvement of financial results compared to 2009.

Consolidated sales of SIDENOR Group came to € 993 million for the fiscal year 2010 compared to € 938 million in the previous year 2009. Results before taxes stood at losses of € 30 million for the fiscal year 2010 compared to losses of € 59 million in the year 2009, while earnings before interest, tax, depreciation and amortization (EBITDA) stood at € 51 million compared to € 22 million over 2009. Finally, consolidated results after taxes and minority interests stood at losses of € 23 million compared to losses of € 71 million in the year 2009.

The subsidiary of SIDENOR S.A. trading as CORINTH PIPEWORKS S.A. impaired overdue receivables equal to € 18.6 million by 50%. A number of legal and other steps have been taken in Greece and abroad to ensure a swifter collection of the amount due. Company Management, based on the data collected to date, estimates the contingent loss will not exceed the impairment amount that has been set aside for such receivable and stands at € 9.5 million.

In the aluminium sector:

- In 2010, investment expenditure amounted to € 21.9 million and € 44.4 million for ELVAL SA and ELVAL Group respectively. By the end of 2010, such plan had been completed almost in its entirety, thus leading to a raised production capacity of plants. The investment plan was completed at the plant at Inofyta and its capacity output rose to 240,000 tons of finished products. The new rolling mill was put into operation for the subsidiary SYMETAL SA of ELVAL SA and it is expected to use its full potential during 2011.

Following the financial crisis of 2008, international economy started gradually recovering, mainly at the end of 2009 and in 2010 economic circumstances improved considerably in the largest international markets. The demand for end products registered relatively high levels, this having an obvious effect on the sales volumes and the processing prices of the company's products. The adverse situation of the Greek economy and in particular the construction sector has had a negative impact on the aluminium extrusion sector but did not have any significant direct effect on the rolling sector due to the strong export orientation thereof. Nevertheless, there are indirect effects mainly on borrowing costs (due to increase in the spreads of the Greek Banks) and credit insurance cost.

Primary aluminium prices (LME) rose considerably (30% increase in average price in USD) and if we take into account the strengthening of dollar, the average aluminium price in Euro was 38% higher than that of 2009 (€ 1,637 per ton compared to € 1,189 per ton).

Strengthening of demand mainly in the European markets during 2010 helped ELVAL and ELVAL Group to become profitable again. A considerable rise in sales, volumes, values and better prices raised the corporate turnover to € 597 million, registering a 46.3% increase, while the consolidated turnover rose to € 930 million, i.e. a 34.8% increase. Gross profit, at company level, rose by 158% to € 23 million; pre-tax earnings rose to € 11.5 million compared to losses of € 1.8 million and finally post-tax earnings stood at € 9.5 million.

At consolidated level, gross profit rose by 49.6% to € 77 million from € 51.5 million; pre-tax earnings came to € 16.6 million compared to losses of € 8.1 million and post-tax earnings came to € 7.3 million compared to post-tax losses equal to € 11.4 million.

Concurrently, our efforts focusing on occupational health and safety and the environment continued at the same rate. The new investment plan for industrial water recycling aiming at its zero disposal has been scheduled to start operating during the second quarter of 2011.

In the copper sector:

In 2010, HALCOR Group restrained its investment expenditures that concerned certain investments that had already been scheduled since last year as well some necessary improvements – upgrades of existing machinery. The total cost of these investments amounted to € 13.3 million approximately, out of which the amount of € 3.6 million concerned the plants of the parent company and the subsidiary FITCO at Inofyta focusing mainly on the Pipeworks; € 4.3 million concerned the upgrade of the production units of subsidiary SOFIA MED in Bulgaria; € 4 million concerned the production facilities of HELLENIC CABLES S.A. in Greece and € 1.4 million referred to the cables plant of ICME ECAB in Romania.

In 2010 and further to the actions of 2009, the cost-saving initiatives continued together with the production restructuring programmes through optimization and reorganization of production processes. In this context, there took place the spin-off of the brass bars and pipes branch from HALCOR S.A. and its transfer to its wholly-owned subsidiary named FITCO S.A. (former SYLL.AN. S.A.). In addition to the steps taken to reduce production cost, HALCOR Group continued to apply measures to contain administrative and selling expenses, the results of which will become evident in 2011.

In 2010, the global economic activity gave signs of recovery but remained at low levels, thus reflecting the adverse financial circumstances and the low consumer confidence primarily facing European countries. Despite the negative economic circumstances in Greece and the challenging environment in Western and South-eastern Europe, the Group attained to increase the sales volume and gain market shares. The consolidated turnover in fiscal year 2010 amounted to € 1,044.3 million, compared to € 679.1 million in 2009, registering a 53.8% increase. This increase is due to the comparatively higher average metal prices and also to the increase in the total sales volume by 19.9%.

Metal prices rose considerably in 2010 comparatively to those of the previous year, boosted both by the demand of emerging markets and by investment actions owing to the liquidity noticed in international money markets in conjunction with the expectations for recovery of developed markets. Thus, the average copper price was higher by 54.9% and stood at € 5,681 per ton compared to € 3,667 per ton while the average zinc price was higher by 37.7% and stood at € 1,623 per ton compared to € 1,179 per ton.

Consolidated gross profit rose by 35.2% and stood at € 43.4 million compared to € 32.1 million in 2009. In 2010, consolidated earnings before interest, tax, depreciation and amortization (EBITDA) came to € 32.5 million compared to € 20.4 million during last year, registering a 59.5% increase, while earnings before interest and tax (EBIT) came to profits equal to € 4.2 million compared to losses of € 5.8 million during the respective last-year period. In 2010, consolidated results (profit/loss before tax) stood at losses of € 16.2 million compared to losses of € 22.1 million in 2009. Finally, losses after taxes and minority interests came to € 13.1 million or € -0.1293 per share compared to losses of € 19.4 million or € -0.1913 per share in 2009.

Increased sales abroad and mainly in the Western and Central Europe which gave signs of recovery counterbalanced the negative effect that the loss of income had on gross results owing to the considerable aggravation of the domestic market. For the third running year, the construction activity in Greece is downward and the aggravation of the economic crisis is expected to entail its further weakness. The increased demand in international markets was stronger as for industrial products compared to facilities products which were negatively affected by the upward trend of the copper price and its high volatility.

In the other sectors:

In addition to the purely industrial properties of the companies, VIOHALCO Group invests in the utilization of the urban properties it has, thus aiming to increase its revenue by leasing them to third parties.

To this effect, during the year 2010, there continued the works at the property located at Kifisou Av., Egaleo, a part of which is already leased to IKEA, while its remaining part will operate during the first half of 2011 as shopping mall, in parallel with the construction works at the property at Kifisias Av., Athens.

1.2. Important holdings

The transactions below concern mainly changes at company level or in separate subsidiaries but do not affect the composition of the Group.

- On 31 August 2010, the merger of ERLIKON WIRE PROCESSING SA and ETAL SA, both subsidiaries of SIDENOR SA, was completed and took place through absorption of the latter by the former in compliance with the provisions of Law 2166/93 and Law 2190/20. The 31st of December 2009 had been set as transformation date.

- In December 2009, the share capital increase in SIDEROM STEEL SRL, a wholly-owned subsidiary of SIDENOR SA, was completed.

- During 2010, ELVAL Group restructuring continued. The subsidiary ANOXAL SA now belongs by 100% directly to ELVAL SA after the latter acquired the holding owned by ETEM SA. At the same time, a stake of 11.33% of ELVAL COLOUR SA (following absorption of ETALBOND SA) was transferred from ETEM SA to ELVAL SA which now holds directly and indirectly 75.29% and 14.25% of the company respectively.

- Finally, ELVAL SA strengthened its position in ETEM SA by 6% by acquiring the respective holding and by 5.96% in the German associate trading as TEPRO METAL A.G. through its participation in the increase of its share capital.

- In December 2010, the share capital of its wholly-owned subsidiary trading as Sofia Med S.A. increased by € 25 million through capitalization of an equal monetary debt of the subsidiary to HALCOR in order to improve its capital structure.

- On 31.12.2010 the merger of KERAMEIA AXIOU SA and ALMET Ltd, both subsidiaries of VIOHALCO SA, was completed through their absorption by VITROUVIT SA in compliance with the provisions of Law 1297/72 and Codified Law 2190/1920.

1.3. - Decisions made by the Ordinary General Meeting and Repeat General Meeting

Decisions of Ordinary General Meeting on 18 June 2010

On 18 June 2010, Friday, at 12:00 pm, at ATHENS IMPERIAL HOTEL located at Karaiskaki Square, there convened the shareholders of “VIOHALCO Hellenic Copper and Aluminium Industry S.A.” to an Ordinary General Meeting following the notice of the Board dated 26 May 2010.

The General Meeting of shareholders, with a total of 57 present shareholders representing 128,755,087 shares from a total of 199,474,091, namely 64.55%:

- 1) Approved the Annual Financial Statements for the fiscal year 2009, together with the reports of the Board and the Chartered Auditors on them.
- 2) Discharged the members of the Board of Directors and the Auditors from any responsibility, concerning the year 2009.
- 3) Appointed as ordinary certified auditor, for the fiscal year 01.01-31.12.2010, the audit firm “KPMG Certified Auditors A.E.”, their remuneration to be fixed according to their pertinent offer.
- 4) Attested the election dated 02.02.2010 of Ms. Kalliopi Tsolina as member of the Board of Directors to replace the deceased George Rosenfeld.
- 7) Approved the fees paid to the Board of Directors for the year 2009, as per Article 24(1) of Law 2190/1920.

Finally, the General Meeting did not make any decisions on item No 5 "Election of members of new Board of Directors" due to lack of the necessary 2/3 quorum of the entire paid-up share capital, and on item No 6 "Appointment of the audit committee members pursuant to article 37 of Law 3693/2008" for which no increased quorum is necessary but it is directly linked with item No 5. These items will be discussed during the Repeat General Meeting, which, as provided by the published Notice for the Ordinary General Meeting, will take place on Thursday, July 1st 2010, at 12:00 pm, at the ATHENS IMPERIAL HOTEL.

Decisions of Repeat General Meeting on 1 July 2010

On Thursday, July 1st 2010 at 12:00 pm, shareholders of the Societe Anonyme “VIOHALCO HELLENIC COPPER AND ALUMINIUM INDUSTRY S.A.” convened in Athens at the “ATHENS IMPERIAL” hotel at Karaiskaki Square, for the Repeat General Meeting, according to the initial invitation by the Board of Directors dated May 26th 2010.

The Repeat General Meeting of shareholders, with a total of 120,751,002 shares represented (with the presence of 52 shareholders), from a total of 199,474,091, namely 60.53%:

- 1) Elected a new Board of Directors, following the provisions concerning corporate governance. The term in office of the new Board of Directors will be one year until the date of the next Ordinary General Meeting, whether be initial or repeat, and its members will be the following:

1. Nicholas Stassinopoulos,
2. Ioannis Fikioris,
3. George Gondikas, independent member
4. Charalambos Metaxopoulos,
5. Evangelos Moustakas,
6. Zacharias Hadjipanagiotou, independent member
7. Athanassios Papaspyrou,
8. Kalliopi Tsolina,
9. Jean-Pierre de Launoit.

2) Elected the following 3 members of the Board of Directors as members of the audit committee pursuant to article 37 of Law 3693/2008:

1. Zacharias Hadjipanayiotou - Independent, non executive member,
2. Athanassios Papaspyrou,
3. Charalambos Metaxopoulos,

1.4.- Development and Performance

Group

The trends having marked the Greek and global economy in 2010 persist in early 2011. Subsidiaries monitor developments, pursuing their efforts to reduce cost and maintain high levels of productivity for high added value products.

The consolidated turnover for the fiscal year 2010 stood at € 2,958 million, increased by 28.8% compared to € 2,298 million in 2009.

The gross profit at year end stood at € 244.7 million compared to € 189.3 million over the previous year and corresponds to 8.3% of the consolidated turnover.

Consolidated earnings before interest, tax, depreciation and amortization (EBITDA) amounted to € 158.65 million compared to € 90.99 million, being increased by 74.35%.

Depreciation imputed to the consolidated results stood at € 141.29 million compared to € 135.67 million in 2009, being increased by 4.16%.

Finally, consolidated results after taxes and minority interests stood at losses of € 20.93 million (or € -0.1049 per share) compared to losses of € 76.76 million (or € -0.3848 per share) in 2009.

During the year 2010, an extraordinary contribution of social responsibility was calculated over 2009 profits in accordance with Law 3845/2010, which amounted to € 3.72 million, thus charging considerably the results and the Equity of the Group.

In the field of investments, VIOHALCO Group spent as a whole € 114.1 million for production investments compared to € 133.3 million in 2009.

Company

Pre-tax result of the Company during 2010 stood at loss of € 0.66 million compared to profits of € 3.9 million in 2009 while post-tax result stood at losses of € 0.02 million compared to losses of € 0.2 million in 2009, this not enabling the distribution of dividends for the year 2010.

Note that in 2010 results, income from dividends stood at € 0.83 million compared to € 0.91 million in the year 2009.

In addition, the amount of € 0.42 million was debited to results and Equity in 2010. According to Law 3845/2010 an Extraordinary social responsibility Contribution was calculated in relation to 2009 profits.

The development of the main financial ratios of both Group and Company is displayed below:

<u>Group Ratios:</u>		<u>2010</u>	<u>2009</u>
Liquidity:	$\frac{\text{Current Assets}}{\text{Current Liabilities}}$	= 1,31	1,43
Owned Capital to Borrowed Capital:	$\frac{\text{Equity}}{\text{Loan Capital}}$	= 1,23	1,44
Return on Equity:	$\frac{\text{Profits before taxes}}{\text{Equity}}$	= -0,02	-0,05
Asset turnover:	$\frac{\text{Equity}}{\text{Fixed assets}}$	= 0,86	0,87

<u>Company Ratios:</u>		<u>2010</u>	<u>2009</u>
Liquidity:	$\frac{\text{Current Assets}}{\text{Current Liabilities}}$	= 12,76	7,29
Asset turnover:	$\frac{\text{Equity}}{\text{Fixed assets}}$	= 6,70	7,12

On 31.12.2010, total employed staff of the Group numbered 7,912 compared to 7,931 on 31.12.2009.

1.5. - Treasury stock

There is no treasury stock.

1.6. - Management of financial risk

The Group is exposed to credit, liquidity and market risk due to the use of its financial instruments.

The Group's risk management policies are applied in order to identify and analyze the risks facing the Group, set risk-taking limits and apply relevant control systems. The risk management policies and relevant systems are examined from time to time so as to take into account any changes in the market and the Group's activities.

The implementation of risk management policies and procedures is supervised by the Internal Audit department, which performs ordinary and extraordinary audits relating to the implementation of procedures, whereas the results of such audits are notified to the Board of Directors.

Credit risk

Credit risk is the risk of the Group's loss in case where a customer or third party in a financial transaction does not fulfil his contractual obligations and is mainly related to trade receivables and investments in securities.

(a) Trade and other receivables

The Group's exposure to credit risk is mainly affected by the characteristics of each customer. The demographic attributes of the Group's customer base, including the risk for default on payments that characterizes the specific market and the country where customers are based, affect credit risk to a lesser extent as there is no geographical concentration of credit risk. No client exceeds 10% of sales and, consequently, commercial risk is spread over a large number of clients.

The Group has established a credit policy on the basis of which each new customer is examined on an individual basis in terms of creditworthiness before the standard payment terms are proposed to such customer. The creditworthiness control carried out by the Group includes the examination of bank sources and other third sources of credit rating, if any. Credit limits are set for each customer, which are reviewed in accordance with current circumstances and the terms of sales and collections are readjusted, if necessary. In principal, the credit limits of customers are set on the basis of the insurance limits received for them from insurance companies and, subsequently, receivables are insured according to such limits.

When monitoring the credit risk of customers, the latter are grouped according to their credit characteristics, the maturity characteristics of their receivables and any past problems of receivability they have shown. Trade and other receivables include mainly wholesale customers of the Group. Any customers characterized as being of “high risk” are included in a special list of customers and future sales must be received in advance. Depending on the background of the customer and its status, the Group demands real or other security (e.g. letters of guarantee) in order to secure its receivables, if possible.

The Group records a provision of impairment representing its estimate about losses related to trade and other receivables and investments in securities. This provision mainly consists of impairment losses of specific receivables that are estimated based on given circumstances that they will be materialized though they have not been finalized yet.

(b) Investments

The investments of the Group are classified pursuant to the purpose for which they were acquired. The Management decides on the appropriate classification of the investment during the time such was acquired and reviews the classification on each presentation date.

The Management estimates that there will be no payment default for such investments.

(c) Guarantees

The Group’s policy consists in not providing any guarantees, unless the Board of Directors decides so on an exceptional basis, this concerning subsidiary or affiliated companies.

Liquidity risk

Liquidity risk consists in the Group not being in position to meet its financial liabilities when these expire. The approach adopted by the Group regarding liquidity management is to ensure, by holding all absolutely necessary cash and sufficient credit limits from co-operating banks, that the Group will always have sufficient liquidity to meet its obligations when these expire under normal and adverse circumstances without incurring any inadmissible losses or jeopardizing the Group’s reputation.

In order to avoid liquidity risks, the Group makes estimates about the adequacy of cash flows for a year when preparing the annual budget and a monthly rolling provision of three months so as to ensure sufficient cash on hand to meet its operating needs, including coverage of its financial obligations. This policy does not take into account the relevant effect from extreme conditions that cannot be foreseen.

Market risk

The market risk consists in the changes in prices of raw materials, exchange rates and interest rates that have an effect on the Group's results or the value of its financial instruments. The purpose of market risk management is to control the Group's exposure to these risks in the context of acceptable parameters while optimizing returns. The Group enters into transactions with derivative financial instruments so as to hedge a part of the risks arising from market conditions.

Foreign exchange risk

The Group is exposed to foreign exchange risk in relation to the sales and purchases carried out and the loans issued in a currency other than the functional currency of the Group companies, which is mainly Euro. The currencies in which these transactions are held are mainly Euro, USD and GBP.

Over time, the Group hedges the greatest part of its estimated exposure to foreign currencies in relation to the anticipated sales and purchases as well as to the receivables and liabilities in foreign currency. The Group enters mainly into forward contracts with external counterparties so as to deal with the risk of the exchange rates varying, which mainly expire within less than a year from the balance sheet date. When deemed necessary, these contracts are renewed upon expiry. As the case may be, the foreign exchange risk may also be covered by taking out loans in the respective currencies.

1. 7. - Important transactions with affiliated parties

The important transactions of affiliated parties within the meaning of IAS 24 "Related-party Disclosures" are presented below:

Transactions of the Parent Company with Subsidiaries (amounts in thousand €)

Companies	Sales of goods & services	Purchases of goods & services	Products - services turned into fixed assets	Receivables	Liabilities
SIDENOR GROUP	96			81	
ELVAL GROUP	133	4		10	1
HALCOR GROUP	1.242	48	175	0	113
METALWORKS OF ATTIKA S.A.	82				
ELKEME SA	79				
VITROUVIT S.A.	7			2	
DIATOUR S.A.		0		400	0
OTHERS	0	1	1	0	1
	1.639	53	176	493	115

The services provided by the parent company to its subsidiaries concern rental fees.

During the ending year 2010, there are no fees to the Board members compared to € 1,164 thousand last year.

Transactions of VIOHALCO Group with Associate Companies (amounts in thousand Euro)

Companies	Sales of goods & services	Purchases of goods & services	Products - services turned into fixed assets	Receivables	Liabilities
SIDENOR GROUP	0	20	168	324	145
ELVAL GROUP	8	304	55	164	127
HALCOR GROUP	4	0	52	0	55
ANTIMET SA	0			0	640
	12	324	275	488	967

Transactions of VIOHALCO Group with Other Affiliated Companies (amounts in thousand Euro)

Companies	Sales of goods & services	Purchases of goods & services	Products - services turned into fixed assets	Receivables	Liabilities
SIDENOR GROUP	13.267	3.157	37	12.926	776
ELVAL GROUP	10	360	75	23	165
HALCOR GROUP	49	73	53	53	35
TEKA SYSTEMS SA	95	0		14	
ANTIMET SA	49	0		16	0
METALWORKS OF ATTIKA S.A.		319			76
OTHER SUBSIDIARIES	1	3	0	0	
	13.471	3.912	165	13.032	1.052

1.8. - Development of business - Outlook for 2011

The adverse financial circumstances that marked 2010 persist in the first months of 2011.

However, the subsidiaries' core priorities are to further improve the cost base and productivity, ensure optimum management of working capital and seek new markets. They also monitor developments in the international economic environment and make the respective adjustments based on their production structure.

The protection of the environment, safety at working areas and continuous training of the employees are an unwavering objective.

VIOHALCO fully understands the **intense environment problems** facing mankind and thus believes that its responsible presence in the social fabric is a fundamental principle of its operation and activity. Most production plants of the subsidiaries have been certified according to the EMAS and ISO 14001 standards as for Environmental Management systems, whereas relevant certification procedures are under way in the rest.

VIOHALCO takes part in collective actions in and out of Greece, such as the Council of the Hellenic Federation of Enterprises (SEV) on sustainable development and the regional network of the WORLD BUSINESS COUNCIL FOR SUSTAINABLE DEVELOPMENT.

C. STATEMENT OF CORPORATE GOVERNANCE

This statement has been drafted in compliance with the stipulations of Law 3873/10.

More specifically, as regards the provisions of Article 2 of Law 3873/2010, we note the following:

Code of Corporate Governance

The Company has adopted the practices of Corporate Governance as for its management and functioning, as these are specified by the applicable institutional framework and the Corporate Governance Code recently published by the Hellenic Federation of Enterprises (SEV) (hereinafter the “code”) and available on the following website:

http://www.sev.org.gr/Uploads/pdf/KED_SEV_InternetVersion_updatednew2132011.pdf

In the context of preparation of the Annual Management Report of the Board of Directors, the Company reviewed the Code. Based on such review, the Company concluded that it generally applies the special practices for listed companies that are set out and described in the Corporate Governance Code of SEV **save the following practices due to the recent publication of the Code, which the Company examines carefully and considers a further adaptation thereto.**

- **Part A.II.2.2,2.3 & 2.5: – Size and composition of the Board:** The independent non-executive members of the current Board of Directors are two (2) out of nine (9) and, therefore, their number is less than the one third of all its members, as indicated in the Code. An independent non-executive member has served on the Board of Directors for more than 12 years from the date of his first election.

- **Part A.III.3.3, - Role and profile of the Board Chairman:** The Vice-chairman of this Board of Directors does not have the capacity of independent non-executive member although the Chairman is an executive member.
- **Part A.V.5.5. Nomination of Board members.** There was no committee to nominate members until the time this Statement was drafted.
- **Part A.VII.7.1. – 7.3: - Evaluation of Board of Directors and its Committees.** Until the time this Statement was drafted, the Company did not apply any collective procedure to evaluate the effectiveness of the Board of Directors and its Committees.
- **Part B.II.1.4. – Composition of Audit Committee.** The audit committee consists solely of non-executive members who, in their majority, are not independent.
- **Part C.I.1.6. Remuneration level and structure.** Up to the time this statement was drafted, there was no Remuneration Committee.

The Company does not implement any other corporate governance practices than the special practices of the Corporate Governance Code of SEV and the provisions of Law 3873/2010.

Main characteristics of the Internal Control and Risk Management Systems in relation to the preparation of the Financial Statements and financial reports

i. Description of main characteristics and details of the Internal Control and Risk Management Systems in relation to the preparation of financial statements

The Internal Control System of the Company covers the control procedures involving the functioning of the Company, its compliance with the requirements of supervisory authorities, risk management and preparation of financial reports.

The Internal Audit Function controls the proper implementation of each procedure and internal control system regardless of their accounting or non-accounting content and evaluates the enterprise by reviewing its activities, acting as one service to Management.

The Internal Control System aims, among others, to secure the thoroughness and reliability of the data and information required for the accurate and timely determination of the Company's financial situation and the generation of reliable financial statements.

As regards the preparation of financial statements, the Company reports that the financial reporting system of “VIOHALCO COPPER AND ALUMINIUM HELLENIC INDUSTRY S.A.” uses an accounting system that is adequate for reporting to Management and external users. The financial statements and other analyses reported to Management on a quarterly basis are prepared on an individual and consolidated basis in compliance with the International Financial Reporting Standards, as adopted by the European Union for reporting purposes to Management, and also for the purpose of publication in line with the applicable regulations on a quarterly basis. Both administrative information and financial reports to be published include all the necessary details about an updated internal control system including analyses of sales, cost/expenses and operating profits as well as other data and indexes. All reports to Management include the data of the current period compared to the respective data of the budget, as the latter has been approved by the Board of Directors, and to the data of the respective period of the year before the report.

All published interim and annual financial statements include all necessary information and disclosures about the financial statements, in compliance with the International Financial Reporting Standards, as adopted by the European Union, reviewed by the Audit Committee and approved in their entirety by the Board of Directors.

Controls are implemented with respect to: a) risk identification and evaluation as for the reliability of financial statements; b) administrative planning and monitoring of financial figures; c) fraud prevention and disclosure; d) roles and powers of executives; e) year closing procedure including consolidation (e.g. written-down procedures, access, approvals, agreements, etc) and f) safeguarding the data provided by information systems.

The internal reports to Management and the reports required as per Codified Law 2190/1920 and by the supervisory authorities are prepared by the Financial Services Division, which is staffed with adequate and experienced executives to this effect. Management takes steps to ensure that these executives are adequately updated about any changes in accounting and tax issues concerning both the Company and the Group.

The Company has established separate procedures as to how to collect the necessary data from the subsidiaries, and sees to the reconciliation of separate transactions and to the implementation of the same accounting principles by the said companies.

ii. Annual evaluation of corporate strategy, main business risks and Internal Control Systems

The Company's Board of Directors states that it has examined the main business risks facing the Company as well as the Internal Control Systems. On an annual basis, the Board of Directors reviews the corporate strategy, main business risks and Internal Control Systems.

iii. Provision of non-audit services to the Company by its legal auditors and evaluation of the effect this fact may have on the objectivity and effectiveness of mandatory audit, having also regard to the stipulations of Law 3693/2008

The legal auditors of the Company for the fiscal year 2010, i.e. "KPMG Certified Auditors A.E.", who have been elected by the Ordinary General Meeting of the Company's Shareholders on 18 June 2010, did not provide non-audit services. The Group employed other auditors for separate subsidiaries who have provided non-audit services.

Public takeover bids - Information

- There are no binding takeover bids and/or rules of mandatory assignment and mandatory takeover of the Company's shares or any statutory provision on takeover.
- There are no third-party public offers to take over the Company's share capital during the last and current year.
- In case the Company takes part in such a procedure, this will take place in the context of applicable laws.

General Meeting of shareholders and rights of shareholders

A General Meeting is convened and functions in compliance with the stipulations of the Articles of Association and the relevant provisions of Law 2190/1920, as amended and in force today. The Company makes the necessary publications in line with the provisions of [Law 3884/2010](#) and generally takes all steps required for the timely and thorough information of shareholders about how to exercise their rights. The latter is ensured by publishing the invitations to General Meetings and uploading them on the Company's website, the text of which contains a detailed description of shareholders rights and how these are exercised.

Composition and functioning of the Board of Directors, Supervisory Bodies and Committees of the Company

Role and responsibility of the Board of Directors

The Company's Board of Directors is responsible for the long-term strategy and operational goals of the Company and generally for control and decision-making in the context of the stipulations of C.L. 2190/1920 and the Articles of Association, and for the compliance with corporate governance principles.

The Board of Directors convenes at the necessary intervals so as to perform its duties effectively.

The role and responsibilities of the Board of Directors are summed up as follows:

- oversight and monitoring of Company operations as well as control of attainment of business goals and long-term plans;
- formulation and determination of Company core values and objectives;
- securing the alignment of the adopted strategy with Company goals.
- The Board of Directors, in line with the management policies for conflicts of interests between its members and the company, ensures that there are no conflicts of interests and examines any incidents or cases of deviation from the policy involving information confidentiality;
- ensuring the reliability and approval of the Company's Financial Statements prior to their final approval by the Ordinary General Meeting;
- securing the implementation of its business activity on a daily basis through a special authorization system while the other issues falling under its scope are implemented by way of special decisions.
- The main powers of the secretary of the Board are to support the Chairman and the body's general functioning.

The existing Board of the Company consists of 9 members of whom:

- 2 are executive members (Chairman & Member)
- 5 are non-executive members (Vice-chairman & other Members)
- 2 are independent, non-executive members (other members)

The existing Board of Directors of VIOHALCO COPPER AND ALUMINIUM HELLENIC INDUSTRY S.A. consists of the following:

- Nikolaos Stasinopoulos, executive member, Chairman
- Ioannis Fikioris, non-executive member, Vice-chairman
- Evangelos Moustakas, executive member
- Zacharias Hadjipanayiotou - Independent, non executive member.
- George Gondikas - Independent, non executive member.
- Athanasios Papaspyrou, non-executive member
- Charalambos Metaxopoulos, non-executive member
- Kalliopi Tsolina, non-executive member
- Jean-Pierre de Launoit, non-executive member

The members of the Board are elected for a one-year term by the General Meeting of shareholders. The existing Board of Directors of the Company was elected by the Repeat General Meeting on 1 July 2010 and its term of office shall expire on 30 June 2011.

The Board of Directors met 32 times during 2010 with 8 of its 9 members having attended them in person.

Below are given brief curriculum vitae of the Board members.

Nikolaos Stassinopoulos: Industrialist, Chairman of the Board of Directors

Fikioris Ioannis: he provides his services as a lawyer since 1954, initially to the company trading as “Hellenic Copper and Aluminium Industry S.A.” until to date to its successor “VIOHALCO SA” Group with periods of absence when he served in the governments of Konstantinos Karamanlis and George Rallis.

He was a Chairman of the Board of ELVAL SA and is the Vice-chairman of the Board of VIOHALCO SA since 2001 and Chairman of the Non-profitable Institute of Social and Cultural Work since 2002.

Evangelos Moustakas: He started his career in 1957 in the former Hellenic Copper and Aluminium Industry SA, at first employed in the technical sector of electric wires. Since then, he assumed various management posts of the technical sector and other activities at the level of VIOHALCO Group and has been the Board chairman in many subsidiaries of VIOHALCO (ELEM, HELLENIC CABLES, etc).

Currently, in addition to the above post, he is chairman of the Hellenic Institute for Copper Development and also a considerable number of metal-related institutes abroad.

Zacharias Hadjipanayiotou: Graduate of the University of Piraeus.

General Manager of CITIBANK being responsible for Greece and Cyprus until 1986.

Member of the company's Board of Directors since 2002.

George Gondikas:

1946-1948 Studies in Harvard University (scholarship of Bodosaki Foundation)

M.A. in Government and Public Administration.

1949-1964 IBRD (International Bank for Reconstruction and Development) and

IFC (International Finance Corporation)

1964-1982 Managing Director in NIBID (National Bank for Industrial Development, Athens, Greece which was set up in 1964 by the National

Bank of Greece and 12 European and American Banks and also IFC)

1965-1981 Chairman of the Board of Directors of the College of Athens

1982-1990 Consultant to Banks for development in Europe, South America and Africa and various Greek companies

1990-1995 Managing Director of Eurobank that was set up in 1990

1995-2000 Chairman of the Board of Directors of Eurobank

2000-to date Honorary Chairman of the Board of Directors of Eurobank

Athanassios Papaspyrou: born in 1920, he was Taxation General Manager in the Ministry of Finance until 1980.

Since 1981, he has been a financial consultant to VIOHALCO SA.

Charalambos Metaxopoulos: he is a graduate of Athens University of Economics and Business and holder of Master in Business Administration of the same Faculty.

He was director of the accounting department of VIOHALCO SA until 1965 and since then he has been its Director.

He is a member of the Board of Directors of VIOHALCO SA since 2004.

Kalliopi Tsolina: she is a graduate of the Philosophy Faculty of Athens University.

She worked for the International Relations Department of Viohalco Group from 1984 to 2010.

Jean Pierre de Launoit: he is a graduate of Legal and Economic Studies of the University of Louvain.

- Chairman:
- Queen Elisabeth International Music Competition
- Alliance Française Mondiale
- Alliance Française Bruxelles-Europe
- Chapelle Musicale Reine Elisabeth SA
- Honorary Chairman:
- AXA Belgium
- Audiofina (Group RTL) in Luxemburg
- RTL-TVI Brussels
- Compagnie Internationale des Wagon-lits et du Tourisme in Brussels
- Consultant:
- Fondation Médicale Reine Elisabeth
- Palais des Beaux-Arts
- Banque Transatlantique Belgium

and member of the Board of Directors of VIOHALCO SA since 2004.

Audit Committee

i. Description of the composition, functioning, work, responsibilities and of the issues discussed during Committee meetings

The Audit Committee, which is elected and functions in line with Law 3693/2008 (Article 37), consists of three non-executive members of the Board of Directors. One of them is independent and his main task, in the context of the obligations described by the above law, is to support the Company's Board of Directors to fulfil its mission to safeguard the effectiveness of accounting and financial systems, audit mechanisms, business risk management systems; assure compliance with the legal and regulatory framework; and implement effectively Corporate Governance principles.

More specifically, the Audit Committee has the following responsibilities:

- To examine the effectiveness of all Management levels in relation to the safeguarding of the resources managed and their compliance with the Company's established policy and procedures;
- To evaluate the procedures and data in terms of adequacy as for the attainment of objectives and assess the policy and the programme concerning the activity under review;
- To control periodically the various functions of different divisions or departments so as to ensure that their various functions are carried out regularly, comply with Management instructions, Company policy and procedures, and that they abide by Company objectives and standards of management practice;
- To review internal audit reports and specifically:
 - to evaluate the adequacy of their extent;
 - to confirm the accuracy of reports;
 - to examine the adequacy of support to results.

The Audit Committee receives the following reports on audit activity:

- Extraordinary reports
- Financial audit quarterly reports
- Ordinary audit annual reports
- Corporate Governance reports

The Audit Committee examines and ensures the independence of the Company's external auditors and takes cognizance of their findings and the Audit Reports on the annual or interim financial statements of the Company. At the same time, it recommends corrective actions and procedures so as to deal with any findings or failures in areas of financial reports or other important functions of the Company.

According to its Operating Regulation, the Audit Committee consists of one independent and non-executive member of the Board of Directors and two non-executive members who have the necessary knowledge and experience for the Committee's work.

The existing Audit Committee consists of the following persons:

Members: Zacharias Hadjipanayiotou – Board Independent, non executive member

Athanasios Papaspyrou - Board non-executive member

Charalambos Metaxopoulos- Board non-executive member

ii. Number of Committee meetings and frequency of each member's participation in meetings

The Audit Committee met 4 times during 2010 having full quorum but was not attended by the ordinary auditors as provided for in the Code.

iii. Evaluation of effectiveness and performance of the Committee

Until the time this Statement was drafted, no special procedures had been established to evaluate the effectiveness of the Board's Audit Committee. Company Management will establish such procedures in the future.

Explanatory Annual Report of the Board of Directors (in accordance with paragraphs 7 & 8 of Article 4, Law 3556/2007)

(a) Structure of share capital

The share capital of the Company stands at € 59,842,227.30 divided into 199,474,091 ordinary unregistered shares with a nominal value of € 0.30 each. All shares are traded on the ATHEX Equities Market in the Large Cap category. Company shares are unregistered dematerialised shares incorporating voting rights.

According to the Company's Articles of Association, the rights and obligations of shareholders are as follows:

Right to obtain a dividend from the Company's annual profits. The dividend for each shareholder is paid to the holder after a decision of the Ordinary General Meeting taken in accordance with the provisions of Codified Law 2190/1920. Dividends which are not claimed within 5 years from the date on which they become due are deleted.

Ownership of shares automatically entails acceptance of the Company's Articles of Association and the decisions of its bodies taken in accordance with the law.

Company shares are indivisible and the Company only recognises one owner of each share. Where one person is not appointed to represent a share, the Board of Directors may suspend the exercise of rights deriving from that share.

Shareholders liability is limited to the nominal value of each share they hold.

b) Restrictions on the transfer of Company shares

Company shares may be transferred in the manner laid down by law and there are no restrictions on their transfer contained in the Articles of Association.

c) Major direct or indirect holdings within the meaning of Articles 9 and 10 of Law 3556/2007

The major holdings (over 5%) known to the Company on 31.12.2010 were as follows:

Mr. Nikolaos Stassinopoulos: 7.17% of all voting rights

Mr. Evangelos Stassinopoulos: 34.90 % of all voting rights

DEL MAR INVESTMENT LTD: 17.31% of the share capital

ARGYLL LTD: 8.73 % of the share capital

COFIDIN S.A. 7.90% of the share capital and voting rights

COFIDILUX S.A.: 5.17% of the share capital and voting rights

d) Shares granting special rights of control

There are no shares granting special rights of control

e) Restrictions on voting rights

The Company's Articles of Association contain no restrictions on voting rights deriving from its shares.

The rules in the Company's Articles of Association which regulate issues on the exercise of voting rights are contained in Articles 30 and 31 of the Articles of Association:

Each share entitles its holder to one voting right at the General Meeting.

In order to obtain a right to attend a General Meeting shareholders are obliged at least 3 days before the date of the meeting to present an attestation of "Hellenic Exchanges SA", former Central Securities Depository, to the company's offices on their capacity as shareholders and record date at the beginning of the 5th day prior to the General Meeting date. They shall also submit powers of attorney for their representatives to the Company's offices within the same 3-day deadline.

f) Agreements between Company shareholders

There are no agreements, known to the Company, between shareholders that would result in restrictions in the transfer of its shares or execution of the resultant voting rights.

g) Rules on the appointment and replacement of Board members and amendments of the Articles of Association

The Articles of Association differ from the provisions of Codified Law 2190/1920 in the following respects:

In order for the General Meeting to take decisions which under Codified Law 2190/1920 require a quorum of at least 1/5 of the paid-up share capital and an absolute majority of the votes represented, the Company's Articles of Association require an extra quorum of 57% of the paid-up share capital and a 65% majority of the votes represented (Article 33(1) and Article 34(1)).

Regarding matters for which Codified Law 2190/1920 requires an extra quorum of 2/3 of the paid-up share capital and a 2/3 majority of the votes represented, the Articles of Association require a quorum of 2/3 of the paid-up share capital and a majority of 75% of the votes represented in the case of decisions relating to the election of members of the Board of Directors, the conversion of share formats and amendment of the article on the quorum for General Meetings (Article 33(3) and Article 34(2)).

At the first repeat meeting for items which require a normal quorum, it is sufficient for any percentage of the paid-up share capital to be represented (Article 33(2) and for there to be a 65% majority (Article 34(1)), whereas in the case of items requiring an extra quorum 60% of the paid-up share capital must be present (Article 33(4), which is reduced to 58% at the second repeat meeting (Article 33(5) and in all events a 75% majority of the votes represented (Article 34(2)).

Where a position on the board falls vacant for any reason, election of an interim director for the time remaining until the next General Meeting shall be done by unanimous decision of the Board of Directors. If unanimity is not achieved, an Extraordinary General Meeting shall be convened to elect a replacement (Article 24 (1) and (2)).

h) Powers of the Board of Directors to issue new shares or purchase own shares

By virtue of Article 13, par. 1 of C.L. 2190/20, Article 6(1) of the Company's Articles of Association stipulates that within the first five years from its incorporation or within five years from the decision of the General Meeting granting such right, the Board of Directors may decide by a 5/6 majority of all members to increase the share capital in whole or in part through the issue of new shares up to the amount of € 14,673.5. The General Meeting may renew this authority of the Board of Directors for a time period that does not exceed five (5) years.

The Board of Directors shall issue shares by increasing the Company's share capital accordingly, in implementation of the decision of the General Meeting which lays down the stock option plan for members of the Board of Directors and staff of the company (Article 13 par. 13 of C.L. 2190/20). The Company has not made use of this option.

The Board of Directors may acquire own shares only in implementation of a decision of the General Meeting taken under Article 16 of C.L. 2190/20.

i) Major agreements which take effect, have been amended or expire in the case of change in control

There are no agreements which take effect, have been amended or expire in the case of change in control of the company.

j) Agreements with Board of Directors members or company staff

There are no agreements between the Company and members of the Board of Directors or staff which provide for the payment of remuneration specifically in the case of resignation or dismissal without just cause or termination of service or employment.

This report and the Financial Statements are uploaded on the Company's website:
www.viohalco.gr.

Athens, 29 March 201

THE BOARD OF DIRECTORS

Certified excerpt from the minutes book of the Board of Directors

The Chairman of the Board of Directors

Nikolaos M. Stassinopoulos



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Independent certified auditor's audit report

To the Shareholders of
VIOHALCO HELLENIC COPPER AND ALUMINIUM INDUSTRY S.A.

Report on the Company and Consolidated Financial Statements

We audited the attached individual and consolidated Financial Statements of "VIOHALCO HELLENIC COPPER AND ALUMINIUM INDUSTRY S.A." (the Company), which consist of the company and consolidated statement of financial position as at 31 December 2010, company and consolidated income statements and statements of total income, statements of changes in equity and cash flows for the year ended on such date as well as a summary of the critical accounting policies and other explanatory notes.

Management's responsibility for the Company and Consolidated Financial Statements

Management is responsible for the compilation and fair presentation of these company and consolidated financial statements in accordance with the International Financial Reporting Standards, as adopted by the European Union, and in line with those internal checks and balances which Management considers necessary to make it possible to draw up company and consolidated financial statements free of material misstatements due to fraud or error.

Auditor's responsibility

Our responsibility is limited to forming and expressing an opinion on the company and consolidated financial statements, based on our audit. We conducted our audit pursuant to the International Auditing Standards. These Standards require our compliance with the ethical rules and the planning and implementation of our audit in a way that ensures with reasonable certainty that the company and consolidated financial statements do not contain substantial inaccuracies.

The audit includes the conduct of procedures for the collection of audit data, supporting the amounts and disclosures included in the company and consolidated financial statements. The procedures are selected according to the auditor's judgment and include the estimation of risk of substantial inaccuracies of the company and consolidated financial statements due to fraud or error. To estimate this risk, the auditor takes into account the internal checks and balances regarding the compilation and fair presentation of the company and consolidated financial statements that aim at the design of audit procedures which are suitable under the circumstances and not to express an opinion on the effectiveness of the company's internal checks and balances. The audit also includes an evaluation of the suitability of the accounting policies applied and of the fairness of the Management's estimations and, generally, an evaluation of the overall



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presentation of the company and consolidated financial statements.

We believe that the audit conducted provides sufficient basis for substantiating our opinion.

Opinion

In our opinion, the attached company and consolidated financial statements present in a true and fair manner the financial position of VIOHALCO HELLENIC COPPER AND ALUMINIUM INDUSTRY S.A. and its subsidiaries on 31 December 2010, their financial performance and cash flows for the year ended on such date in accordance with the International Financial Reporting Standards as these are adopted by the European Union.

Report on other legal and regulatory issues

- (a) The Management Report of the Board of Directors includes a statement of corporate governance which provides the information specified in Article 43a(3d-3f) of Codified Law 2190/1920.
- (b) We have checked that the Management Report prepared by the Board of Directors agrees and matches with the attached company and consolidated financial statements, within the framework of the stipulations laid down in articles 37, 43a and 108 of Codified Law No. 2190/1920.

Athens, 30 March 2011

KPMG Certified Auditors SA
Reg. No in Body of Cert. Aud.-Acc. 114

Charalabos Syrounis, Certified Auditor-Accountant
Reg. No in Body of Cert. Aud.-Acc. 19071

Annual Financial Statements**For the period from January 1st 2010 to December 31st 2010****In accordance with the International Financial Reporting
Standards (“IFRS”)****VIOHALCO S.A.****Hellenic Copper and Aluminium Industry S.A.****S.A. Reg. 6053/06/B/86/105****2-4 Mesogeion Ave., Athens**

Financial Statements

Statement of Financial Position

Amounts in Euro	Note	GROUP		COMPANY	
		31/12/2010	31/12/2009	31/12/2010	31/12/2009
ASSETS					
Non-current assets					
Fields, buildings and equipment	7	1.801.750.695	1.835.427.566	128.395	168.472
Intangible assets	8	5.922.741	5.039.942	-	-
Investment property	9	104.017.093	100.977.311	140.468.658	132.048.238
Investments in associate companies	10	24.658.271	24.120.532	-	-
Investments in subsidiary companies	11	-	-	742.701.409	728.442.305
Available-for-sale financial assets	12	10.106.053	47.391.879	27.930.119	64.159.367
Derivatives	16	531.184	2.811.185	-	-
Other receivables		17.295.802	9.310.100	6.148	6.148
Deferred assets	13	16.597.578	12.418.859	-	-
		1.980.879.416	2.037.497.374	911.234.730	924.824.530
Current Assets					
Inventories	14	797.382.926	703.602.640	-	-
Trade and other receivables	15	603.527.681	502.789.784	7.014.743	4.720.298
Derivatives	16	15.405.819	13.965.909	-	-
Financial assets at fair value through profit or loss		31.478.043	15.568	31.462.475	-
Income tax advance payment	15	2.569.441	2.921.183	883.269	883.579
Cash and cash equivalents	17	129.150.390	122.713.142	9.843.635	32.882.853
		1.579.514.299	1.346.008.226	49.204.122	38.486.730
Total assets		3.560.393.715	3.383.505.600	960.438.852	963.311.260
EQUITY AND LIABILITIES					
Equity					
Share capital	18	59.842.227	59.842.227	59.842.227	59.842.227
Premium on capital stock		411.618.152	411.618.152	411.618.152	411.618.152
Foreign exchange differences from foreign subsidiaries consolidation	19	-10.410.133	-10.955.115	-	-
Other reserves	19	383.974.364	374.331.083	93.732.166	94.668.248
Profits carried forward		290.258.710	309.200.170	376.553.372	374.797.848
Total equity attributable to the parent's shareholders		1.135.283.320	1.144.036.518	941.745.917	940.926.475
Minority interests		497.991.093	536.466.009	-	-
Total equity and liabilities		1.633.274.413	1.680.502.527	941.745.917	940.926.475
LIABILITIES					
Long-term liabilities					
Loans	20	496.932.370	535.209.932	-	-
Liabilities from financial leasing	21	820.550	1.175.900	-	-
Derivatives	16	2.307.035	719.788	-	-
Liabilities for employee benefits	22	22.364.706	21.830.659	41.169	41.168
Grants	23	27.016.989	27.530.513	-	-
Provisions	25	10.594.932	7.339.606	-	-
Other long-term liabilities		7.953.825	8.742.185	-	-
Deferred tax liabilities	13	150.665.384	160.478.012	14.795.647	17.065.770
		718.655.791	763.026.595	14.836.815	17.106.938
Short-term liabilities					
Suppliers and other liabilities	24	349.550.986	255.617.022	2.259.254	1.712.067
Current tax liabilities		11.244.422	21.152.920	1.596.866	3.565.779
Loans	20	827.740.444	633.156.041	-	-
Derivatives	16	17.465.025	18.766.980	-	-
Other financing		1.479.707	1.458.772	-	-
Liabilities from financial leasing	21	355.211	371.261	-	-
Provisions	25	627.716	9.453.482	-	-
		1.208.463.511	939.976.478	3.856.119	5.277.846
Total liabilities		1.927.119.302	1.703.003.073	18.692.935	22.384.784
Total equity and liabilities		3.560.393.715	3.383.505.600	960.438.852	963.311.259

The notes on pages 9 to 69 are an integral part of these Financial Statements.

Income statement

<i>Amounts in Euro</i>	Note	<u>GROUP</u>		<u>COMPANY</u>	
		<u>31/12/2010</u>	<u>31/12/2009</u>	<u>31/12/2010</u>	<u>31/12/2009</u>
Sales		2.958.402.922	2.297.718.679	-	-
Cost of goods sold	26	-2.713.707.045	-2.103.614.742	-	-
Gross Profit		244.695.878	194.103.937	-	-
Other income	30	27.047.162	36.161.306	4.347.315	4.939.289
Distribution expenses	26	-137.315.029	-155.474.079	-	-
Administrative expenses	26	-77.465.909	-78.525.608	-2.781.543	-3.878.234
Other expenses	30	-39.665.652	-40.928.075	-5.286.467	-
Operating results		17.296.450	-44.662.519	-3.720.695	1.061.055
Financial income	28	9.843.109	12.518.216	2.225.794	1.942.146
Financial expenses	28	-56.969.934	-55.291.444	-	-
Income from dividends		32.784	247.035	829.052	907.652
Net financial result		-47.094.041	-42.526.193	3.054.846	2.849.798
(Loss)/ Profits from associate companies		1.000.469	-2.743.623	-	-
Profits/(loss) before income tax		-28.797.121	-89.932.335	-665.848	3.910.853
Income tax	29	-2.823.948	-20.982.735	639.024	-4.117.567
Year profit/(Loss)		-31.621.069	-110.915.070	-26.824	-206.714
Attributable to:					
Shareholders of the parent		-20.931.807	-76.759.662	-26.824	-206.714
Minority interests		-10.689.262	-34.155.408	-	-
		-31.621.069	-110.915.070	-26.824	-206.714

(Loss)/ Profits that correspond to the parent company's shareholders for the year
(denominated in € per share)

	37	<u>GROUP</u>		<u>COMPANY</u>	
		<u>31/12/2010</u>	<u>31/12/2009</u>	<u>31/12/2010</u>	<u>31/12/2009</u>
Basic and diluted		-0,1049	-0,3848	-0,0001	-0,0010

The notes on pages 9 to 69 are an integral part of these Financial Statements.

Statement of Comprehensive Income

	<u>GROUP</u>		<u>COMPANY</u>	
	<u>31/12/2010</u>	<u>31/12/2009</u>	<u>31/12/2010</u>	<u>31/12/2009</u>
<i>Amounts in Euro</i>				
Year net earnings /(loss)	-31.621.069	-110.915.070	-26.824	-206.714
Foreign exchange differences from foreign subsidiaries consolidation	1.077.947	-1.684.968	-	-
Valuation of available-for-sale financial assets and other transactions	1.075.888	742.423	812.033	410.553
Fixed assets valuation				
Profit/ (loss) after taxes from securities valuation for hedging cash flow risk	-3.015.403	59.764.989	-	-
Income tax to other items of comprehensive income	636.079	-15.925.468	34.233	-16.092
Other comprehensive income after taxes	-225.489	42.896.976	846.266	394.461
Comprehensive total income after taxes for the year	-31.846.558	-68.018.094	819.442	187.747
Attributable to:				
Owners of the parent	-21.039.574	-52.180.692	819.442	187.747
Minority interests	-10.806.984	-15.837.402	-	-
Comprehensive total income after taxes for the year	-31.846.558	-68.018.094	819.442	187.747

Statement of Changes in Equity

<i>Amounts in Euro</i>	Share capital and premium on capital stock	Fair value reserves	Other reserves	Results carried forward	FX differences from consolidation	Treasury stock	Total	Minority interests	Total Equity
GROUP									
Balance as at 01.01.2009	471.460.379	-27.386.724	358.058.312	384.033.564	-9.810.850	-8.005.437	1.168.349.244	600.305.928	1.768.655.172
Foreign exchange differences	-	-1.386.277	11.780	-128.273	-591.225	-	-2.093.995	409.027	-1.684.968
Valuation of available-for-sale assets and derivatives	-	26.672.965	-	-	-	-	26.672.965	17.908.979	44.581.944
Net result of the fiscal year	-	-	-	-76.759.662	-	-	-76.759.662	-34.155.408	-110.915.070
Total recognized net result of the year	-	25.286.688	11.780	-76.887.935	-591.225	-	-52.180.692	-15.837.402	-68.018.094
Effect of change in holdings	-	2.314.200	13.125.564	16.944.249	-553.040	-	31.830.973	-46.927.567	-15.096.594
Sale of treasury stock	-	-	-	-	-	8.005.437	8.005.437	-	8.005.437
Transfer of reserves	-	-	2.921.263	-2.921.263	-	-	-	-	-
Dividend	-	-	-	-11.968.445	-	-	-11.968.445	-1.074.950	-13.043.395
	-	2.314.200	16.046.827	2.054.541	-553.040	8.005.437	27.867.965	-48.002.517	-20.134.552
Balance as at 31 December 2009	471.460.379	214.164	374.116.919	309.200.170	-10.955.115	-	1.144.036.518	536.466.009	1.680.502.527
<i>Amounts in Euro</i>									
Balance as at 01.01.2010	471.460.379	214.164	374.116.919	309.200.170	-10.955.115	-	1.144.036.518	536.466.009	1.680.502.527
Foreign exchange differences	-	-	-4.898	-2.130.298	702.325	-	-1.432.871	2.510.818	1.077.947
Valuation of available-for-sale assets and derivatives	-	-1.790.347	3.115.452	-	-	-	1.325.104	-2.628.540	-1.303.436
Net result of the fiscal year	-	-	-	-20.931.807	-	-	-20.931.807	-10.689.262	-31.621.069
Total recognized net result of the year	-	-1.790.347	3.110.554	-23.062.105	702.325	-	-21.039.574	-10.806.984	-31.846.558
Effect of change in holdings	-	959.706	5.137.649	6.346.364	-157.343	-	12.286.376	-24.915.216	-12.628.840
Transfer of reserves	-	-	2.225.719	-2.225.719	-	-	-	-	-
Dividend	-	-	-	-	-	-	-	-2.752.716	-2.752.716
	-	959.706	7.363.368	4.120.645	-157.343	-	12.286.376	-27.667.932	-15.381.556
Balance as at 31.12.2010	471.460.379	-616.477	384.590.841	290.258.710	-10.410.133	-	1.135.283.320	497.991.093	1.633.274.413

The notes on pages 9 to 69 are an integral part of these Financial Statements.

Statement of Changes in Equity (cont'd)

<i>Amounts in Euro</i>	Share capital & Premium on capital stock	Fair value reserves	Other reserves	Results carried forward	Total
COMPANY					
Balance as at 01.01.2009	471.460.380	-1.194.759	95.468.546	386.973.007	952.707.174
Valuation of available-for-sale assets		394.461	-	-	394.461
Net result of the fiscal year		-	-	-206.714	-206.714
Total recognized net result of the year		394.461	-	-206.714	187.747
Dividend		-	-	-11.968.445	-11.968.445
		-	-	-11.968.445	-11.968.445
Balance as at 31.12.2009	471.460.380	-800.298	95.468.546	374.797.848	940.926.476
<i>Amounts in Euro</i>					
	Share capital & Premium on capital stock	Fair value reserves	Other reserves	Results carried forward	Total
Balance as at 01.01.2010	471.460.380	-800.298	95.468.546	374.797.848	940.926.476
Valuation of available-for-sale assets and derivatives	-	-936.082	-	-	-936.082
Transfer of fair value reserves to results		1.782.348	-	-	1.782.348
Net result of the fiscal year	-	-	-	-26.824	-26.824
Total recognized net result of the year	-	846.266	-	-26.824	819.442
Balance as at 31.12.2010	471.460.380	45.968	95.468.546	374.771.024	941.745.918

The notes on pages 9 to 69 are an integral part of these Financial Statements.

Cash flow statement

Amounts in Euro

	GROUP		COMPANY	
	1/1 until 31/12/2010	1/1 until 31/12/2009	1/1 until 31/12/2010	1/1 until 31/12/2009
Profits / (loss) of the period	-31.621.069	-110.915.070	-26.824	-206.714
Adjustments for:				
Income Tax	2.823.950	20.982.735	-639.024	4.117.568
Depreciation of tangible and intangible assets and investment property	141.286.226	135.649.154	1.170.619	1.167.287
Impairment, consumption, destruction of tangible & intangible assets and investment property	1.066.806	1.571.373	-	-
(Profits)/loss from the sale of tangible fixed assets	-4.650.255	-493.674	-	-
Impairment of inventories and receivables	10.567.447	-7.756.255	-	-
(Profit)/ Loss from sale of financial assets	676.000	175.977	676.000	-3.787
(Gains)/ loss of investments and derivatives fair value	-1.819.071	-8.210	-	-
Fair value profits/(loss) of other financial assets at fair value through profit or loss	2.859.845	-	2.859.845	-
Interest income	-9.843.110	-9.657.737	-2.225.794	-1.942.146
Interest expenses	56.969.935	46.549.398	-	-
Income from dividends	-32.784	-247.035	-829.052	-907.652
Depreciation of grants	-2.729.426	-2.809.076	-	-
(Gains)/ loss from affiliated companies	-1.000.467	2.743.624	-	-
Foreign exchange differences	8.381.610	-10.622.422	-	-
Employee benefits due to retirement	5.047.783	5.277.311	-	-
Loss of other financial assets impairment at fair value	-	-	2.426.622	-
	177.983.420	70.440.093	3.412.391	2.224.556
Changes in working capital				
(Increase) / decrease in financial instruments	-2	-	-	-
(Increase) / decrease in inventories	-85.486.673	152.442.760	-	-
(Increase) / decrease in receivables	-122.881.993	234.390.769	-2.294.134	1.213.670
Increase/(decrease) in liabilities	74.457.930	-141.272.718	-2.100.215	-3.654.971
Increase/(decrease) in provisions	-6.100.797	12.338.468	-	-
Increase/(decrease) in liabilities for personnel benefits due to retirement	-4.513.737	-4.454.829	-	-
	-144.525.272	253.444.450	-4.394.349	-2.441.301
Cash Flows from operating activities	33.458.148	323.884.543	-981.958	-216.746

The notes on pages 9 to 69 are an integral part of these Financial Statements.

Statement of cash flow (cont'd)

<i>Amounts in Euro</i>	GROUP		COMPANY	
	1/1 until 31/12/2010	1/1 until 31/12/2009	1/1 until 31/12/2010	1/1 until 31/12/2009
Cash Flows from operating activities				
Cash Flows from operating activities	33.458.148	323.884.543	-981.957	-216.746
Interest paid	-54.509.566	-61.616.428	-	-
Income tax paid	-18.265.813	-21.223.862	-918.378	-3.094.050
Net cash flows from operating activities	-39.317.231	241.044.253	-1.900.335	-3.310.796
Cash Flows from investment activities				
Additions of tangible assets, investment property and intangible assets	-114.077.626	-133.286.813	-9.550.962	-4.569.054
Sales of tangible assets, investment property and intangible assets	10.137.994	5.511.796	-	-
Dividends received	691.743	1.464.153	829.052	907.651
Purchase of available-for-sale financial assets	-10.114.627	-37.858.207	-10.059.732	-34.832.537
Sales of available-for-sale financial assets	9.589.871	515.556	9.562.371	60.787
Interest received	7.345.767	9.021.118	2.225.794	1.942.146
Collection of grants	2.215.903	5.551.796	-	-
Increase of holdings in associates	-46.844	-2.621.392	-	-
Change of holdings in entities	-12.320.840	-32.250.770	-14.259.104	-27.336.865
Others (as below)	-	-	113.700	-
Net cash flows from investment activities	-106.578.659	-183.952.763	-21.138.882	-63.827.872
Cash Flows from financing activities				
(Purchase)/ Sale of treasury stock	-	8.005.437	-	-
Dividends paid to the parent's shareholders	-	-11.921.382	-	-11.968.445
Loans assumed	686.597.211	495.382.597	-	-
Loan repayment	-530.821.544	-679.838.797	-	-
Changes in leasing capital	-371.400	-686.509	-	-
Dividends paid to minority interests	-2.763.126	-1.152.781	-	-
Proceeds from share capital increase (portion of minority)	-308.001	17.154.176	-	-
Net cash flows from financing activities	152.333.140	-173.057.259	-	-11.968.445
Net (decrease)/ increase in cash and cash equivalents	6.437.250	-115.965.769	-23.039.217	-79.107.113
Cash at beginning of period	122.713.141	238.678.911	32.882.852	111.989.964
Cash at end of period	129.150.391	122.713.142	9.843.634	32.882.852

The abovementioned consolidated and individual financial statements as well as the accompanying notes have been approved.

Athens, 29 March 2011

**THE CHAIRMAN OF THE
BOARD OF DIRECTORS**

Nikolaos M. Stassinopoulos
Id. Card No. A050486

**THE EXECUTIVE DIRECTOR
AND MEMBER OF THE BOARD OF
DIRECTORS**

Evangelos D. Moustakas
Id. Card No. AB343787

**THE FINANCIAL
DIRECTOR**

Pantelis St. Mavrakis
Id. Card No. K259513

The notes on pages 9 to 69 are an integral part of these Financial Statements.

Notes on the Financial Statements

1 General Information

The present Financial Statements include the annual financial statements of VIOHALCO S.A. (the “Company”) and the annual consolidated financial statements of the Company and its subsidiaries (together the “Group”).

The present Financial Statements were approved by the Company’s Board of Directors on 29 March 2011, and are subject to the approval of the Company’s Ordinary General Meeting, which is expected to convene on 17 June 2011.

The Group mainly deals with the industrial processing/ production and trade of iron, steel, aluminium, copper and zinc products. The Group is active in Greece, Germany, England and Bulgaria, as well as in other countries and its shares are traded on the Athens Securities Exchange.

The Company is domiciled in Greece, in the Prefecture of Attiki, 2-4 Mesogheion Avenue. The Company’s electronic address is www.viohalco.gr where the Financial Statements have been uploaded.

2 Basis for the preparation of the Financial Statements

2.1 Compliance note

The financial statements have been prepared by Management according to the International Financial Reporting Standards (IFRS) as such have been adopted by the European Union. The International Financial Reporting Standards issued by the International Accounting Standards Board (IASB) may vary from those adopted by the European Union.

2.2 Basis of measurement

The financial statements have been prepared in accordance with the historical cost principle with the exception of the following assets and liabilities which are presented at fair value according to the requirements of IFRS.

- Trading portfolio securities
- Derivative financial instruments
- Securities available for sale (listed securities)

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

The Financial Statements are presented in Euro, which is the functional and presentation currency of the parent Company. The amounts that are contained in these Financial Statements have been rounded off to Euro. Due to this fact, differences that may arise are due to the aforementioned rounding off.

2.4 Application of estimates and judgments

Preparing financial statements in line with the IFRS requires that Management take decisions, make assessments and assumptions which affect the implementation of accounting principles and the book amounts of assets, liabilities, income and expenses. The actual results may finally differ from such estimates.

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

Estimates and assumptions that entail a considerable risk of causing substantial effect on the book values of assets and liabilities in the following 12 months are as follows:

(a) Income Tax

The Group's companies are subject to different income tax regimes. In order for the Group to set a provision for income taxes, the aforementioned points must be understood. During the normal business flow numerous transactions and calculations take place in relation to which the exact calculation of tax is uncertain. In the case where the final taxes arising from tax audits differ from the amounts initially recorded, these differences would affect income tax and the provisions for deferred tax at the period in which the estimation of tax differences took place.

(b) Inventories

The Group estimates inventories at the lesser value between their acquisition cost and net realizable value. The realizable value may differ in relation to that which was estimated at the time the financial statements were prepared.

(c) Assets not recognized at fair value

The Group makes estimates about the valuation of the assets that are not measured at fair values (Investments in subsidiaries and associates; Property, plant and equipment; Intangible assets; Investment property) for indications of impairment. Especially as regards Property, plant and equipment, the Group evaluates the recoverability thereof based on the value in use of the cash generating unit under which such assets fall. The calculated value in use is based on a five-year business plan prepared by the Management and, thus, it is sensitive to the verification or not of expectations relating to the attainment of sales

objectives, gross margin percentages, operating results, growth rates and discount rates of estimated cash flows.

(d) Provisions

Provisions are calculated at the fair value of expenses, which based on the management's best estimation, are required to cover the present liability as at the balance sheet date. The discount interest rate used for the determination of current value reflects current market assessments of the time value of money and the increases specific to the obligation.

2.5 Change of accounting principles

2.5.1 Accounting of business combinations

As of 1 January 2010, the Group applies the revised version of IFRS 3 "Business Combinations" regarding the accounting treatment of business combinations. The change in the accounting principle was adopted as of its effective date and in the future and, thus, has no effect on the earnings per share.

Acquisition of subsidiaries is accounted for using the acquisition method on the acquisition date, i.e. the date on which control is transferred to the Group. Control is the power to govern the financial and operating policies of an entity so as to obtain benefits from its activities. To assess control, the Group takes into account eventual voting rights that may be currently exercised.

Acquisitions after 1 January 2010

As regards acquisitions after 1 January 2010, goodwill on the acquisition date is calculated as:

- the fair value of the acquisition cost, plus
- the value of any non-controlling interest in the acquired subsidiary less
- the fair value of identifiable assets and liabilities assumed.

In the case of negative goodwill, profit is directly posted in the income statement. Any expenses directly linked with acquisition are directly posted in the income statement. Any eventual acquisition cost is recognized at its fair value on the acquisition date.

Acquisitions before 1 January 2010

As for acquisitions before 1 January 2010, goodwill is the excess of acquisition cost in addition to the fair value of the identifiable assets, liabilities and contingent liabilities acquired. On the contrary, in the case of negative goodwill, profit is directly posted in the income statement. Any cost directly linked with acquisition is capitalized as part of the acquisition cost.

2.5.2 Accounting of the acquisition of non-controlling interests

As of 1 January 2010, the Group applies the revised version of IAS 27 “Consolidated and Separate Financial Statements” regarding the accounting treatment of acquisition of non-controlling interests. The change in the accounting principle was adopted as of its effective date and in the future and does not have any effect on the earnings per share.

According to the new accounting principle, acquisitions of non-controlling interests are accounted for as transactions of shareholders and their stakes and, therefore, no goodwill is recognized in such transactions. As regards the change of non-controlling interests in entities over which control is already exercised, the accounting treatment applied by the Group until December 31st 2009 is the same with the treatment of the revised Standard and, thus, in essence there is no change of accounting policy.

3 Major accounting principles

3.1 Consolidation Basis

(a) Subsidiary Companies

Subsidiary companies are companies in which the Group controls, directly or indirectly, their financial and operational policy. Subsidiaries are fully consolidated (total consolidation) from the date control over them is acquired and cease being consolidated from the date this control is no longer exercised.

The accounting policies that are applied by the subsidiaries have been amended so that they may be consistent with those that have been adopted by the Group. Losses corresponding to the non-controlling interests of a subsidiary are allocated accordingly to non-controlling interests even if a debit balance is established. In its financial statements, the Company measures holdings in subsidiaries at their acquisition cost less any impairment of their value.

(b) Business combinations

The Group has changed its accounting policy regarding business combinations. See note 2.5.1 for more information.

(c) Loss of control

If control over a subsidiary is lost, the Group ceases recognising the subsidiary’s assets and liabilities and the respective stakes of non-controlling interests related to the subsidiary. Any difference from the loss of control is recognised through profit or loss. If the Group keeps a stake in the former subsidiary, then such stake is presented at fair value on the date control is lost. Subsequently, it is presented using the equity method of accounting as an associate company or as an asset available for sale pro rata to our stake therein.

(d) Associate companies

Associate companies are companies over which the Group exercises significant influence, but not control, generally accompanying a shareholding of between 20% and 50% of the voting rights. Investments in associate companies are accounted for by the equity method and are initially recognised at acquisition cost. The account in which investments in associate companies are recognised includes the goodwill that arises on acquisition (net of any impairment losses). In the consolidated financial statements, the Group presents the ratio in results and total income after any adjustments of accounting principles so that they are comparable with those of the Group as of the date significant influence was acquired until the date it is lost. If the Group's share in the losses in an associate company is greater than the value of its investment therein, no additional losses are recognised, unless payments have been made or further commitments have been assumed on behalf of the associate company.

In its financial statements, the Company measures holdings in associate companies at their acquisition cost less any impairment of their value.

(e) Transactions crossed out upon consolidation

Transactions, balances and unrealized profits and losses that arise from transactions between the Group's companies are crossed out upon consolidation. Unrealized profits for transactions among associate companies are crossed out in relation to the Group's stake in the associate. The same applies to unrealised losses, unless the transaction gives indications that the value of the asset that was transferred has been impaired.

3.2 Foreign exchange differences

(a) Transactions and balances

Transactions that are carried out in foreign currencies are converted into the Company's functional currency based on the exchange rates that are applicable on the date each transaction is carried out. Profits and losses from foreign exchange differences that arise from the settlement of such transactions and from the conversion of monetary asset and liability items that are expressed in a foreign currency at the foreign exchange rates that apply on the balance sheet date are recorded in Income Statement.

b) The Group's Companies

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

- Assets and liabilities including goodwill and fair value adjustments arising during consolidation are converted using the official exchange rate for the foreign currency that is in effect on the balance sheet date.
- Income and expenses are converted using the average rate of the foreign currency during the period.
- Any foreign exchange difference that may arise is recorded in Equity, in the item "Foreign exchange differences of foreign subsidiaries consolidation" and is transferred to the results when these companies are sold.

Fields, buildings and equipment

(a) Recognition and measurement

Fields, buildings and equipment are presented at their acquisition cost less accumulated depreciation and impairment. The acquisition cost includes all expenses that are directly associated with the asset's acquisition or self-construction. The cost of self-constructed fixed assets includes the cost of direct labour materials and any other cost that is required for the fixed asset to be ready for use as well as any borrowing costs.

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

On the sale of tangible fixed assets, any difference that may arise between the price that is received and the book value thereof is recorded through profit or loss in the category "other operating income (expenses)".

As of 1 January 2009, borrowing costs incurred for the construction of an asset are capitalised during the period of the asset's construction.

(b) Depreciation

Land is not depreciated. Other assets are depreciated on the straight line method with equal burdens during their expected useful lives, so that their cost may be deleted at their residual value. The expected useful lives of fixed assets are presented below.

Buildings	10-33	years
Factories	20	years
Mechanical equipment	1-25	years
Motor vehicles	4-7	years
Other equipment	3-8	years

Computers are included in the category "Furniture and other equipment".

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

3.4 Intangible assets

(a) Software programs

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

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

(b) Trademarks and licenses

Licenses and trademarks that are acquired are presented at their historic cost and are estimated at their acquisition cost less accumulated amortisation. Trademarks and licenses are amortised using the straight-line method during their useful lives.

3.5 Investment property

Investment property, which mainly includes land and buildings, is owned by the Group for the collection of rents and is not used for self-purposes. Investment property is presented at cost less depreciation. When the book values of investment property exceed their recoverable value, the difference (impairment) is directly recorded as an expense in the results. The Company classifies property that is leased to subsidiary companies in this category in its individual financial statements.

3.6 Impairment of assets

The book values of Group assets that are not recognized at fair value are tested for impairment when there are indications that their book values are not recoverable. In this case, the recoverable amount of assets is determined and if book values exceed the estimated recoverable amount an impairment loss is recognized that is posted directly in the income statement in item "Cost of goods sold" or "Other expenses", depending on their nature. The recoverable amount of assets is the higher amount between an asset's fair value, less the costs to sell, and the value in use.

In order to calculate the value in use, the estimated future cash flows are discounted at present value using a discount rate which reflects current market assessments of the value of money over time and relates risks for such assets.

For an asset which does not generate significant cash inflows on its own, the recoverable value is determined for the cash-generating unit to which the asset belongs. Following recognition of loss due to an asset impairment, on each balance sheet it is examined whether the conditions having led to its recognition still apply. In this case, the recoverable amount of the asset is re-determined and the impairment loss is reversed thus restoring the book value of the asset to its recoverable amount to the extent this does not exceed the book value of the asset (net of depreciation) that would have been determined if impairment loss had not been posted.

3.7 Leases

The Group leases certain tangible fixed assets. Leases of fixed assets, in which the Group substantially maintains all the risks and rewards of ownership, are classified as financial leases. Financial leases are capitalised at the lease's inception at the lower of the asset's fair value and the present value of the minimum lease payments. The corresponding obligations that arise from the leases, net of finance charges, are recorded as liabilities. The interest element of the finance cost that concerns the finance lease is charged to the results over the period of the lease. Fixed assets that were acquired through leasing are depreciated at the shorter period between the useful lives of the fixed assets and the term of their lease.

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

Non-derivative financial instruments

Investments in equities and other securities, trade and other receivables, cash and cash equivalents, loans, trade and other payables are non-derivative financial instruments. Classification of such items in the following categories depends on the purpose for which they were acquired. The Group's Management decides on the investment's classification at the time the investment was initially recognised and re-examines its designation at every publication date.

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

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

Financial assets at fair value through profit or loss are initially recognised at fair value and transaction expenses are recorded as an expense in the results of the year. Investments are derecognised when the right to collect the cash flows arising therefrom expires or has been transferred and the Group has substantially transferred all the risks and rewards of ownership.

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

b) Trade and other receivables

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

c) Available-for-sale financial assets

This category includes non-derivative financial assets that are either designated in this sub-category or cannot be classified as held until maturity or as fair value item through profit or loss. The purchase and sale of an investment is recognised on the trade-date, which is also the date on which the Group commits to purchase or sell the asset. Available-for-sale investments are initially recognised at their fair value plus transaction costs. Available-for-sale financial assets are subsequently carried at fair value and unrealised gains or losses are recognised in shareholders' equity reserve until they are sold or impaired. The fair value of those items traded on a regulated market corresponds to the closing price. As for the other items for which fair value cannot be reliably determined, fair value corresponds to acquisition cost.

Impairment loss is recognized through transfer of accumulated loss from reserves to operating results. The accumulated loss that is transferred is the difference between the acquisition cost after depreciation through the effective interest rate and the current fair value less the impairment already posted to results during prior periods. When these assets are sold or impaired, the profit or loss is transferred to the income statement. Impairment losses that have been recognised in the results may not be reversed through profit or loss for such equity instruments.

At each balance sheet date, the Group assess whether there is any objective evidence that leads to the conclusion that the values of its financial assets have decreased. With regard to shares that have been classified as “available-for-sale financial assets”, such an indication would be a significant or prolonged decrease in their fair value in relation to their acquisition cost. If impairment is established, the loss accumulated in Equity is transferred to results.

d) Cash and cash equivalents

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

e) Borrowings

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

3.9 Derivatives and hedge accounting

The Group has derivative financial instruments to hedge cash flows. Derivative financial assets include futures contracts aiming to hedge the financial risk arising from the change in aluminium market price and the USD or British pound exchange rate, and interest rate swaps to hedge the risk of the company’s future cash flows from interest rate changes.

The results from the settled operations of financial risk management are recorded in income statement when they are realized (difference of interest on interest rate swap contracts and stock market results related to aluminium and foreign currency contracts).

The Group regularly examines the effectiveness of hedging operations of the expected cash flows and records in Equity the valuation result of open positions at every balance sheet date, by the part that is deemed effective.

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

(a) Fair value hedge

Changes in the fair value of derivatives that are designated as fair value hedges are recognized through profit or loss as are changes in the fair value of hedged items that are attributed to the risk that is being hedged.

(b) Cash flow hedge

The effective proportion of the change in the fair value of derivatives that are designated as means for hedging changes in cash flows is recorded in an Equity reserve account (fair value reserve). The gain or loss of the non-effective proportion is recognised directly through profit or loss. The amounts posted as a fair value reserve in Equity are carried forward to the results of the periods where the hedged assets affect profits or losses.

When a hedging instrument expires or is sold, or when a hedging relation does not currently fulfil the criteria of hedge accounting, the profits or losses accumulated in Equity remain as a reserve and are recognised through profit or loss when the hedged item affects profit or loss. When a forecasted future transaction that is no longer expected to be carried out is hedged, the profits or losses accumulated in Equity are transferred to the results.

3.10 Inventories

Inventories are stated at the lower cost and net realisable value. The cost is determined by applying the method of weighted average annual cost and includes the production and conversion cost and all direct expenses required to bring inventories at their current condition. Borrowing costs are not included in the acquisition cost. The net realisable value is estimated based on the inventory's current sales price, in the ordinary course of business activities, less any possible selling expenses, whenever such a case occurs.

3.11 Share capital

Ordinary shares are included in shareholder's equity.

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

3.12 Income tax

The income tax of the year consists of the current and deferred tax and is calculated according to the tax legislation and tax rates applying in the countries in which the Group operates. Income tax is recognized through profit or loss save any cases concerning items directly posted to Equity, in which case it is recognized in Equity.

Current income tax is the tax expected to be paid on the taxable income for the year, based on enacted tax rates on the balance sheet date, and any adjustment to prior-period payable tax.

Deferred income tax is determined using the balance sheet-based liability method on temporary differences that arise between the tax base and the book value of assets and liabilities. Deferred income tax is not accounted for if it arises from an asset's or liability's initial recognition in a transaction, with the exception of a business combination, which, when the transaction was effected, did not affect the accounting or tax profit or loss. Deferred income tax is determined with the tax rates that are expected to apply during the fiscal year the asset will be realised or the liability will be settled and is based on the tax rates (and tax laws) that are in force or have been substantially enacted on the balance sheet date.

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

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

3.13 Employee benefits

(a) Short-term benefits

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

(b) Defined-contribution plan

Defined-contribution plans are plans for the period after the employee has ceased to work during which the Company pays a defined amount to a third legal entity without any other obligation. The accrued cost of defined-contribution programs is recorded as an expense in the period that it concerns.

(c) Defined-benefit plans

Defined-benefit plans are any other retirement plans save defined-contribution plans. The liability that is recorded in the statement of financial position for defined-benefit plans is the present value of the commitment for the fixed benefit less the fair value of the plan's assets, the changes that arise from the unrecognised actuarial gains and losses and the cost of past service. The commitment of the defined benefit is calculated annually by an independent actuary using the projected unit credit method. The discount rate concerns European bonds "I Boxx AA-rated Euro corporate bond 10+year".

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

(d) Employment termination benefits

Employment termination benefits are paid when employees retire without wishing so prior to the date of retirement. The Group records these benefits when it is bound, or when it terminates the employment of existing employees based on a detailed schedule for which there is no possibility of withdrawal or when it offers these benefits as an incentive for voluntary retirement. Employment termination benefits that are due in 12 months after the balance sheet date are discounted. In the case of employment termination in which the Group is not able to determine the number of employees who will take advantage of this incentive, these benefits are not accounted for but are recorded as a contingent liability.

(e) Profit-sharing plans

The Group records a liability and a corresponding expense for profit sharing. This amount is included in post-tax profits less any mandatory reserves stipulated by law.

3.14 Grants

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

Government grants that relate to expenses are recognized through profit or loss so that these will match the expenses they intend to cover.

Government grants that are related to the purchase of property, plant and equipment are included in non-current liabilities as deferred government grants and are transferred as income to the income statement on the straight-line method over the expected useful life of these assets.

3.15 Provisions

Provisions are recognised when:

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

Provisions are calculated at the fair value of expenses, which based on the management's best estimation, are required to cover the present liability as at the balance sheet date. The discount interest rate used for the determination of current value reflects current market assessments of the time value of money and the increases specific to the obligation. Contingent assets and contingent liabilities are not recognized in the financial statements.

3.16 Revenue recognition

Income includes the fair value of the sale of products and the provision of services, net of Value Added Tax, discounts and refunds. Income is recognized as follows:

(a) Sale of goods

Sale of goods is recognized when the significant risks and rewards of ownership have been transferred to the purchaser, the collection of the price is reasonably secured, and the relevant expenses and eventual returns of goods can be reliably measured. In the case in which cash refunds regarding sales of goods are guaranteed, refunds are accounted for on each balance sheet date as a reduction to income.

(b) Provision of services

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

(c) Income from interest

Income from interest is recognised on the time proportion basis using the effective interest rate method.

(d) Income from dividends

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

3.17 Operating segments for presentation

The operating segment to be presented is a part of the Group participating in business activities and generating income and expenses including income and expenses related to transactions with the Group's other departments. The results of all segments are reviewed by the chief decision-making officer who is the Board of Directors and is responsible for measuring the business performance of operating segments.

3.18 Earnings per Share

The Group presents basic and diluted earnings per share. Basic earnings per share are calculated by dividing the net profits/ (loss) attributable to holders of the Company's ordinary shares by the average weighted number of outstanding ordinary shares during each period.

Diluted earnings per share are determined by adjusting the profit or loss attributable to holders of ordinary shares and the average weighted number of outstanding ordinary shares by the effect of all diluted eventual ordinary shares consisting of convertible notes and shares with options granted to the staff.

3.19 New Standards and Interpretations

New Standards have been issued and amendments have been made to existing Standards and Interpretations with an effective date subsequent to 1 January 2010, which have not been taken into account for the preparation of these financial statements. None of these standards is expected to have a significant effect on the Group's financial statements save IFRS 9 "Financial instruments" which, if adopted by the European Union, will become mandatory for consolidated financial statements in 2013 and may change the classification and measurement of financial assets. The Group does not intend to apply IFRS 9 "Financial instruments" earlier and the extent of the changes it may cause has not been decided yet.

4 Management of financial risks

The Group is exposed to credit, liquidity and market risk due to the use of its financial instruments. This note sets forth information on the exposure of the Group to each one of the above risks, the Group's objectives, the policies and procedures applied to risk measurement and management and the Group's capital management. More quantitative particulars on these disclosures are included in the entire range of the financial statements.

The Group's risk management policies are applied in order to identify and analyze the risks facing the Group, set risk-taking limits and apply relevant control systems. The risk management policies and relevant systems are examined from time to time so as to take into account any changes in the market and the Group's activities.

The implementation of risk management policies and procedures is supervised by the Internal Audit department, which performs ordinary and extraordinary audits relating to the implementation of procedures, whereas the results of such audits are notified to the Board of Directors.

4.1 Credit risk

Credit risk is the risk of the Group's loss in case where a customer or third party in a financial transaction does not fulfil his contractual obligations and is mainly related to trade receivables and investments in securities.

(a) Trade and other receivables

The Group's exposure to credit risk is mainly affected by the characteristics of each customer. The demographic attributes of the Group's customer base, including the risk for default on payments that characterizes the specific market and the country where customers are based, affect credit risk to a lesser extent as there is no geographical concentration of credit risk. No client exceeds 10% of consolidated sales and, consequently, commercial risk is spread over a large number of clients.

The Group has established a credit policy on the basis of which each new customer is examined on an individual basis in terms of creditworthiness before the standard payment terms are proposed to such customer. The creditworthiness control carried out by the Group includes the examination of bank sources and other third sources of credit rating, if any. Credit limits are set for each customer, which are reviewed in accordance with current circumstances and the terms of sales and collections are readjusted, if necessary. In principal, the credit limits of customers are set on the basis of the insurance limits received for them from insurance companies and, subsequently, receivables are insured according to such limits.

When monitoring the credit risk of customers, the latter are grouped according to their credit characteristics, the maturity characteristics of their receivables and any past problems of receivability they have shown. Trade and other receivables include mainly wholesale customers of the Group. Any customers characterized as being of “high risk” are included in a special list of customers and future sales must be received in advance. Depending on the background of the customer and its status, the Group demands real or other security (e.g. letters of guarantee) in order to secure its receivables, if possible.

The Group records a provision of impairment representing its estimate about losses related to trade and other receivables and investments in securities. This provision mainly consists of impairment losses of specific receivables that are estimated based on given circumstances that they will be materialized though they have not been finalized yet.

(b) Investments

The investments of the Group are classified pursuant to the purpose for which they were acquired. The Management decides on the appropriate classification of the investment during the time such was acquired and reviews the classification on each presentation date.

The Management estimates that there will be no payment default for such investments.

(c) Guarantees

The Group’s policy consists in not providing any guarantees, unless the Board of Directors decides so on an exceptional basis, this concerning subsidiary or affiliated companies.

The financial assets entailing credit risk are as follows:

<i>Amounts in Euro</i>	<u>GROUP</u>		<u>COMPANY</u>	
	<u>31/12/2010</u>	<u>31/12/2009</u>	<u>31/12/2010</u>	<u>31/12/2009</u>
Available-for-sale financial assets	10.106.053	47.391.879	27.930.119	64.159.367
Financial assets at fair value through profit or loss	31.478.043	15.568	31.462.475	-
Customers	431.642.633	372.730.746	504.055	97.627
Cash and cash equivalents	129.150.390	122.713.142	9.843.635	32.882.853
Derivatives	15.937.003	16.777.094	-	-
Total	618.314.121	559.628.429	69.740.285	97.139.847

The item "customers" includes receivables from customers and receivables from affiliated parties

Trade receivables:

<i>Amounts in Euro</i>	<u>GROUP</u>		<u>COMPANY</u>	
	<u>31/12/2010</u>	<u>31/12/2009</u>	<u>31/12/2010</u>	<u>31/12/2009</u>
Serviced	352.134.457	252.211.794	504.055	97.627
Overdue				
Up to 6 months	42.831.113	74.833.168		
Over 6 months	36.677.063	45.685.784		
Total	431.642.633	372.730.746	504.055	97.627

Changes of the provision for customers impairment, receivables etc are as follows:

<i>Amounts in Euro</i>	<u>GROUP</u>		<u>COMPANY</u>	
	<u>31/12/2010</u>	<u>31/12/2009</u>	<u>31/12/2010</u>	<u>31/12/2009</u>
Opening balance	22.276.037	18.853.682	-	-
Year loss	20.124.442	7.412.027	-	-
Deletion	-1.766.788	-3.769.897	-	-
Reversal	682	-4.298	-	-
Transfer to other provisions	-17.894	-200.745	-	-
Foreign exchange differences	-9.731	-14.732	-	-
Closing balance	40.606.747	22.276.037	-	-

Kind of security

<i>Amounts in Euro</i>	<u>GROUP</u>		<u>COMPANY</u>	
	<u>2010</u>	<u>2009</u>	<u>2010</u>	<u>2009</u>
Guarantees for securing the good performance of contracts with customers	5.166.253	9.899.542	-	-
Bank letters of guarantee	-	0	-	-

The company does not raise any provisions for doubtful debts because its receivables originate from Group companies.

4.2 Liquidity risk

Liquidity risk consists in the Group not being in position to meet its financial liabilities when these expire. The approach adopted by the Group regarding liquidity management is to ensure, by holding all absolutely necessary cash and sufficient credit limits from co-operating banks, that the Group will always have sufficient liquidity to meet its obligations when these expire under normal and adverse circumstances without incurring any inadmissible losses or jeopardizing the Group's reputation.

In order to avoid liquidity risks, the Group sets up a provision for cash flows for a year when preparing the annual budget and a monthly rolling provision of three months so as to ensure sufficient cash on hand to meet its operating needs, including coverage of its financial obligations. This policy does not take into account the relevant effect from extreme conditions that cannot be foreseen.

Financial liabilities and liabilities derivatives based on contractual maturity are broken down as follows:

GROUP

Amounts in Euro

	31/12/2009	<1 year	1 - 2 years	2 -5 years	>5 years	Total
Financial liabilities						
Bank loans	498.236.403	373.315.315	57.579.088	65.350.873	1.991.127	498.236.403
Bond loans	619.538.843	209.250.000	237.510.246	172.778.597	-	619.538.843
Open bank accounts	50.590.726	50.590.726	-	-	-	50.590.726
Finance lease obligations	1.547.161	371.261	582.817	588.996	4.087	1.547.161
Suppliers and other liabilities	264.359.210	255.617.022	59.865	536.362	8.145.961	264.359.210
	1.434.272.343	889.144.324	295.732.016	239.254.828	10.141.175	1.434.272.343

Derivatives (Analysis by category)

Nominal value of interest rate swaps (in €)

	31/12/2009	<1 year	1 - 2 years	2 -5 years	>5 years	Total
Nominal value of interest rate swaps (in €)	110.000.000	1.250.000	71.250.000	37.500.000	-	110.000.000
Nominal value of forward foreign exchange contracts (\$)	-60.654.766	-79.458.626	18.803.860	-	-	-60.654.766
Nominal value of Forwards (in USD)	73.497.323	70.216.245	1.609.056	1.672.022	-	73.497.323
Nominal value of Forwards (in GBP)	12.337.777	12.337.777	-	-	-	12.337.777
Nominal value of Aluminium Derivatives	-6.710.361	5.649.364	-12.273.325	-86.400	-	-6.710.361
Nominal value of Copper Derivatives	-41.770.803	-41.770.803	-	-	-	-41.770.803
Nominal value of Zinc Derivatives	-2.598.377	-2.598.377	-	-	-	-2.598.377
Nominal value of Nickel Derivatives	-618.325	-618.325	-	-	-	-618.325
	83.482.468	-34.992.745	79.389.591	39.085.622	-	83.482.468

COMPANY

Amounts in Euro

	31/12/2009	<1 year	1 - 2 years	2 -5 years	>5 years	Total
Suppliers and other liabilities	1.712.070	1.712.070	-	-	-	1.712.070
	1.712.070	1.712.070	-	-	-	1.712.070

GROUP

Amounts in Euro

	31/12/2010	<1 year	1 - 2 years	2 -5 years	>5 years	Total
Financial liabilities						
Bank loans	576.147.405	450.361.202	53.788.857	68.149.261	3.848.084	576.147.405
Bond loans	654.791.804	283.645.636	237.189.654	130.527.943	3.428.571	654.791.804
Open bank accounts	93.733.606	93.733.606	-	-	-	93.733.606
Finance lease obligations	1.175.761	355.211	810.240	9.481	829	1.175.761
Suppliers and other liabilities	357.504.811	349.550.986	981.537	2.165.872	4.806.416	357.504.811
	1.683.353.386	1.177.646.641	292.770.288	200.852.557	12.083.901	1.683.353.386

Derivatives (Analysis by category)

Nominal value of interest rate swaps (in €)

	31/12/2010	<1 year	1 - 2 years	2 -5 years	>5 years	Total
Nominal value of interest rate swaps (in €)	108.750.000	52.500.000	45.000.000	11.250.000	-	108.750.000
Nominal value of forward foreign exchange contracts (\$)	-46.189.099	-45.145.085	-1.044.014	-	-	-46.189.099
Nominal value of Forwards (in USD)	104.641.576	91.371.578	10.279.998	2.990.000	-	104.641.576
Nominal value of Forwards (in GBP)	19.793.879	19.793.879	-	-	-	19.793.879
Nominal value of Forwards (in RON)	1.000.000	1.000.000	-	-	-	1.000.000
Nominal value of Aluminium Derivatives	35.378.960	36.793.654	-1.414.694	-	-	35.378.960
Nominal value of Copper Derivatives	-33.882.901	-33.882.901	-	-	-	-33.882.901
Nominal value of Zinc Derivatives	-3.605.654	-3.605.654	-	-	-	-3.605.654
Nominal value of Nickel Derivatives	-696.567	-696.567	-	-	-	-696.567
	185.190.194	118.128.904	52.821.290	14.240.000	-	185.190.194

COMPANY

Amounts in Euro

	31/12/2010	<1 year	1 - 2 years	2 -5 years	>5 years	Total
Suppliers and other liabilities	2.259.254	2.259.254	-	-	-	2.259.254
	2.259.254	2.259.254	-	-	-	2.259.254

4.3 Market risk

The market risk consists in the changes in prices of raw materials, exchange rates and interest rates that have an effect on the Group's results or the value of its financial instruments. The purpose of market risk management is to control the Group's exposure to these risks in the context of acceptable parameters while optimizing returns. The Group enters into transactions with derivative financial instruments so as to hedge a part of the risks arising from market conditions.

4.3.1 Foreign exchange risk

The Group is exposed to foreign exchange risk in relation to the sales and purchases carried out and the loans issued in a currency other than the functional currency of the Group companies, which is mainly Euro. The currencies in which these transactions are held are mainly Euro, USD and GBP.

Over time, the Group hedges the greatest part of its estimated exposure to foreign currencies in relation to the anticipated sales and purchases as well as to the receivables and liabilities in foreign currency. The Group enters mainly into forward contracts with external counterparties so as to deal with the risk of the exchange rates varying, which mainly expire within less than a year from the balance sheet date. When deemed necessary, these contracts are renewed upon expiry. As the case may be, the foreign exchange risk may also be covered by taking out loans in the respective currencies.

Loan interest is denominated in the same currency with that of cash flows, which arises from the Group's operating activities.

The investments of the Group in other subsidiaries are not hedged because these exchange positions are considered to be long-term and have been made mainly in Euro.

The risk from variation in exchange rates is as follows:
(Amounts in Euros)

GROUP	31 December 2010							
	EUR	USD	GBP	LEV	DINAR	RON	OTHERS	TOTAL
Trade and other receivables	467.605.130	54.917.397	41.893.270	39.351.530	2.958.908	12.810.738	3.855.951	623.392.924
Borrowings	-1.315.030.035	8.240.382	18.063.465	-29.386.137	-	-8.230.197	493.947	-1.325.848.575
Trade and other creditors	-	-	-	-	-	-	-	-
Cash and cash equivalents	118.357.557	2.513.572	1.215.833	2.929.712	1.083.937	1.460.116	1.589.664	129.150.391
	-729.067.347	65.671.351	61.172.568	12.895.105	4.042.845	6.040.657	5.939.562	-573.305.260
Derivatives for risk hedging (Nominal Value)	8.879.080	94.703.535	-6.132.055	-	-	-1.000.000	-	96.450.560
Total risk	-720.188.267	160.374.886	55.040.514	12.895.105	4.042.845	5.040.657	5.939.562	-476.854.699

GROUP	31 December 2009							
	EUR	USD	GBP	LEV	DINAR	RON	OTHERS	TOTAL
Trade and other receivables	359.547.796	70.299.453	36.275.845	29.337.459	2.686.035	15.682.322	1.192.157	515.021.067
Borrowings	-1.059.228.766	-18.660.156	-27.194.117	-56.935.868	-500.000	-5.847.065	-	-1.168.365.972
Cash and cash equivalents	97.405.913	4.436.074	18.369.570	430.373	801.507	892.375	377.328	122.713.140
	-602.275.057	56.075.371	27.451.298	-27.168.036	2.987.542	10.727.632	1.569.485	-530.631.765
Derivatives for risk hedging (Nominal Value)	15.790.712	83.277.406	-8.852.191	-	-	-	-	90.215.927
Total risk	-586.484.345	139.352.777	18.599.107	-27.168.036	2.987.542	10.727.632	1.569.485	-440.415.838

COMPANY FIGURES	31 December 2010							
	EUR	USD	GBP	LEV	DINAR	RON	OTHERS	TOTAL
Trade and other receivables	7.898.012	-	-	-	-	-	-	7.898.012
Borrowings	-	-	-	-	-	-	-	-
Trade and other creditors	-3.856.119	-	-	-	-	-	-	-3.856.119
Cash and cash equivalents	9.843.635	-	-	-	-	-	-	9.843.635
	13.885.528	-	-	-	-	-	-	13.885.528
Total risk	13.885.528	-	-	-	-	-	-	13.885.528

If exchange rates increased by 10%, the effect on results and owner's equity would be:

GROUP	Results		Owner's equity	
	2010	2009	2010	2009
USD	1,3260	2,7894	1,3349	5,7468
GBP	0,8578	2,6762	0,8608	2,6643
Lev	1,9558	9,7791	1,9558	9,7791
Ruble	40,3043	0,0000	0,0000	0,0000
Romanian Lei	4,2122	4,2236	4,2620	12,7089
Serbian dinar	90,0358	249,3032	91,2317	253,0793
JPY	0,0000	0,0000	108,6500	133,1600
CAD	0,0000	0,0000	1,3322	1,5128
CHF	0,0000	0,0000	1,2504	1,4836
NOK	0,0000	0,0000	7,8000	8,3000
SEK	0,0000	0,0000	8,9655	10,2520

If exchange rates increased by 10%, the effect on results and owner's equity would be

GROUP	Results		Owner's equity	
	2010	2009	2010	2009
USD	-1.623.534	-3.442.670	-7.961.905	-980.992
GBP	1.416.272	-756.189	-1.845.346	-1.513.594
Lev	-1.120.766	-1.559.998	2.324.916	440.572
Ruble	-2.519.000	-	-2.519.000	-
Romanian Lei	-20.586	-53.527	-754.943	-40.549
Serbian dinar	-59.235	-	-77.857	-115.154
Other	6.865	-2.951	-	-

The company's transactions are carried out solely in Euro.

4.3.2 Interest rate risk

The Group finances its investments and its needs for working capital through bank loans and bond loans, with the result of burdening its results with interest charges. Any upward trend of interest rates will have a negative effect on results since the Group will bear additional borrowing costs.

Interest rate risk is mitigated since part of the Group borrowing is set at fixed rates using financial instruments (interest rate swaps).

<i>Amounts in Euro</i>	GROUP	
	<u>31/12/2010</u>	<u>31/12/2009</u>
Fixed rate		
Financial liabilities	290.385.927	234.182.771
	290.385.927	234.182.771
Variable rate		
Financial liabilities	1.035.462.649	935.730.366
	1.035.462.649	935.730.366

If interest rates increased by 0.25%, the effect on results and owner's equity would be:

GROUP <i>Amounts in Euro</i>	Results		Owner's equity	
	<u>2010</u>	<u>2009</u>	<u>2010</u>	<u>2009</u>
Variable rate	-198.841	-337.283	1.288.902	1.371.630
Interest rate swaps	173.630	18.132	0	56.517

4.4 Capital management

The Group's policy consists in maintaining a strong capital structure so as to keep the confidence of investors, creditors and the market in the Group and enable the development of the Group's future activities. The Board of Directors monitors the return on capital which is defined by the Group as net results divided by total equity save non-controlling interests. The Board of Directors also monitors the level of dividends distributed to holders of ordinary shares.

The Board of Directors tries to maintain equilibrium between higher returns that would be feasible through higher borrowing levels and the advantages and security offered by a strong and robust capital structure.

Neither the Company nor any of its subsidiaries are subject to receivables imposed by external factors in relation to their capital.

There were no changes in the approach adopted by the Group in relation to capital management during the fiscal year.

4.5 Determining fair values

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

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

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

As of 1 January 2009, the Group applies the amendments of IFRS 7 regarding disclosures to the financial assets shown in the statements of financial position at fair value.

The table below analyzes the financial instruments represented at fair value according to the valuation method.

The various levels are as follows:

First level: Based on prices reported in organized markets

Second level: Based on inflows of prices save the prices encountered in organized markets that fall under the first level, such inflows being directly used as prices or indirectly as result of prices

Third level: Inflows that do not arise from organized markets (non-observable prices) and are given at acquisition costs.

Sales and operating profits per segment for the period until 31 December 2009 were as follows:

Amounts in Euro	Iron	Pipeworks	Copper products	Cable products	Aluminium	Services	Other	Total
Total gross sales per segment	876.721.993	296.402.312	577.373.940	241.636.476	712.855.308	114.483.407	22.094.137	2.841.567.573
Intra-company sales	-198.034.675	-43.024.669	-209.914.646	-15.964.737	-34.626.533	-32.253.467	-10.030.167	-543.848.894
Net sales	678.687.318	253.377.643	367.459.294	225.671.739	678.228.775	82.229.940	12.063.970	2.297.718.679
Operating results	-59.572.739	30.091.998	-18.615.529	1.572.952	18.634.775	-8.132.102	-8.641.874	-44.662.519
Financial income	1.966.254	79.418	202.476	1.952.944	5.615.273	610.646	2.091.205	12.518.216
Financial expenses	-18.060.255	-4.058.211	-13.592.102	-4.169.338	-14.026.304	-410.631	-974.603	-55.291.444
Income from dividends	-	-	64.754	155.788	-	26.493	-1	247.034
Share in results of affiliated companies	-4.127.546	1.854.953	306.474	111.172	-397.074	-458.374	-33.228	-2.743.623
Results before income tax	-79.794.286	27.968.158	-31.633.927	-376.482	9.826.670	-8.363.968	-7.558.501	-89.932.336
Income tax	-8.475.443	-7.859.016	4.799.797	-1.050.311	-3.917.899	-1.329.563	-3.150.298	-20.982.733
Net profit or (loss)	-88.269.729	20.109.142	-26.834.130	-1.426.793	5.908.771	-9.693.531	-10.708.799	-110.915.069

The assets and liabilities of the segments on 31 December 2009 were as follows:

Amounts in Euro	Iron	Pipeworks	Copper products	Cable products	Aluminium	Services	Other	Total
Assets	1.026.973.069	261.586.883	484.197.231	192.673.107	960.880.996	185.017.319	272.176.995	3.383.505.600
Total liabilities	577.275.307	102.721.101	371.993.232	127.255.235	416.945.432	47.596.798	59.215.968	1.703.003.073
Investments in tangible, intangible fixed assets and investment property	44.045.731	1.836.543	16.995.856	12.423.309	47.701.927	2.984.476	7.298.970	133.286.812

Other items per segment included in results for the 12 months until 31 December 2009 were as follows:

Amounts in Euro	Iron	Pipeworks	Copper products	Cable products	Aluminium	Services	Other	Total
Depreciation of tangible assets	-47.246.635	-11.875.347	-18.428.716	-6.998.737	-42.570.061	-1.699.253	-2.234.205	-131.052.954
Depreciation of intangible assets	-251.600	-102.829	-627.932	-442.526	-1.107.068	-223.540	-	-2.755.495
Depreciation of investment property	-	-	-	-	-301.603	-412.924	-1.126.179	-1.840.705
Total depreciation	-47.498.235	-11.978.176	-19.056.648	-7.441.263	-43.978.732	-2.335.717	-3.360.384	-135.649.154
Provision for receivables impairment	2.119.057	42.041	-37.194	-488.347	-4.998.029	-52.278	1.396	-3.413.354
Provision for inventories impairment	-3.020.946	-4.050.844	40.572	-542.346	-821.778	-	-	-8.395.342

Sales and operating profits per segment for the period until 31 December 2010 were as follows:

Amounts in Euro	Iron	Pipeworks	Copper products	Cable products	Aluminium	Services	Other	Total
Total gross sales per segment	1.139.168.057	166.755.710	1.009.381.433	351.883.981	972.349.618	154.170.062	22.325.791	3.816.034.652
Intra-company sales	-298.624.638	-13.169.346	-434.591.189	-26.864.526	-53.665.385	-28.128.631	-2.588.015	-857.631.730
Net sales	840.543.419	153.586.364	574.790.244	325.019.455	918.684.233	126.041.432	19.737.775	2.958.402.922
Operating results	-6.201.759	3.190.234	-12.449.756	1.218.286	39.301.387	997.693	-8.759.635	17.296.450
Financial income	1.654.056	46.655	129.934	258.542	4.579.212	878.814	2.295.897	9.843.110
Financial expenses	-20.067.703	-2.408.690	-15.721.171	-4.801.210	-12.271.064	-813.120	-886.976	-56.969.935
Income from dividends	0	0	5.383	0	0	0	27.401	32.784
Share in results of affiliated companies	-966.321	1.845.679	-196.624	0	71.380	0	246.355	1.000.469
Results before income tax	-25.581.727	2.673.877	-28.232.233	-3.324.383	31.680.914	1.063.387	-7.076.957	-28.797.122
Income tax	7.511.698	-4.407.194	4.024.100	-173.499	-9.408.865	522.689	-892.879	-2.823.950
Net profit or (loss)	-18.070.029	-1.733.317	-24.208.134	-3.497.881	22.272.050	1.586.076	-7.969.837	-31.621.072

The assets and liabilities of the segments on 31 December 2010 were as follows:

Amounts in Euro	Iron	Pipeworks	Copper products	Cable products	Aluminium	Services	Other	Total
Assets	1.077.306.935	258.195.790	555.761.913	217.487.937	998.202.752	172.002.009	281.436.377	3.560.393.715
Total liabilities	656.198.552	100.588.445	460.856.140	152.511.360	452.574.284	30.077.977	74.312.544	1.927.119.302
Investments in tangible, intangible fixed assets and investment property	40.979.742	1.051.859	7.577.317	5.273.560	41.203.567	8.125.684	9.865.899	114.077.627

Other items per segment included in results for the 12 months until 31 December 2010 were as follows:

Amounts in Euro	Iron	Pipeworks	Copper products	Cable products	Aluminium	Services	Other	Total
Depreciation of tangible assets	-49.092.846	-12.125.368	-20.875.919	-7.705.039	-44.094.826	-745.802	-2.384.109	-137.023.909
Depreciation of intangible assets	-146.877	-6.383	-159.549	-415.943	-1.158.542	-37.520	0	-1.924.814
Depreciation of investment property	0	0	0	0	-448.270	-759.780	-1.129.453	-2.337.504
Total depreciation	-49.239.723	-12.131.751	-21.035.468	-8.120.982	-45.701.638	-1.543.102	-3.513.562	-141.286.226
Provision for receivables impairment	-1.833.064	33.428	16.956	-164.857	0	206.580	0	-1.740.956
Provision for inventories impairment	2.058.946	7.091.856	-47.475	0	0	0	0	9.103.327

Transfers and transactions between segments take place under actual commercial terms and conditions as per the provisions on transactions with third parties.

Transfers and transactions between segments take place under actual commercial terms and conditions pursuant to the provisions applying to transactions with third parties.

Secondary Type of Information – Geographic Segments

Amounts in Euro

	GROUP	
	<u>31/12/2010</u>	<u>31/12/2009</u>
Sales		
Greece	699.812.444	672.015.417
Other EU Member States	1.701.644.955	1.159.761.745
Other European countries	233.768.835	122.786.293
Asia	129.974.737	119.818.763
America	116.930.043	148.495.055
Africa	71.539.030	70.300.449
Oceania	4.732.878	4.540.957
Total	<u>2.958.402.922</u>	<u>2.297.718.679</u>

Breakdown of sales per category

	GROUP	
	<u>31/12/2010</u>	<u>31/12/2009</u>
<i>Amounts in Euro</i>		
Sales of merchandise and products	2.812.623.715	2.203.424.768
Income from services	126.041.432	82.229.941
Other	19.737.775	12.063.970
Total	<u>2.958.402.922</u>	<u>2.297.718.679</u>

	GROUP	
	<u>31/12/2010</u>	<u>31/12/2009</u>
Total assets		
Greece	2.941.609.221	2.852.156.544
International	618.784.494	531.349.046
Total	<u>3.560.393.715</u>	<u>3.383.505.590</u>

Investments in tangible, intangible fixed assets and investment property

	<u>31/12/2010</u>	<u>31/12/2009</u>
Greece	84.940.255	95.552.725
International	29.137.371	37.734.087
Total	<u>114.077.627</u>	<u>133.286.812</u>

7 Fields, buildings and equipment

GROUP

<i>Amounts in Euro</i>	Fields/ Buildings	Machinery	Other equipment	Fixed assets under construction	Total
Cost					
Balance as at 01.01.2009	776.103.248	1.474.939.706	47.235.698	185.812.795	2.484.091.447
Foreign exchange differences	-2.608.521	1.311.529	-235.486	-103.215	-1.635.693
Additions	9.125.857	26.655.973	2.281.471	89.548.235	127.611.536
Sales	-2.373.473	-2.333.180	-344.916	-1.581.768	-6.633.337
Destructions	-313	-821.746	-217.417	-113.085	-1.152.561
Adjustments	-	-237.162	-	-296.693	-533.855
Impairment	-	-	-	-78.966	-78.966
Reclassifications	16.630.280	67.438.555	1.224.563	-92.263.173	-6.969.775
Consumption of fixed assets spare parts	-	-1.079.410	-	-89.227	-1.168.637
31 December 2009	796.877.078	1.565.874.265	49.943.913	180.834.903	2.593.530.159
Accumulated depreciation					
Balance as at 01.01.2009	-109.547.787	-483.099.004	-38.321.666	-	-630.968.457
Foreign exchange differences	1.973.947	-1.213.701	164.664	-	924.910
Depreciation of the year	-21.933.340	-105.965.415	-3.154.199	-	-131.052.954
Sales	1.784	1.366.574	260.813	-	1.629.171
Destructions	188	639.608	160.428	-	800.224
Adjustments	-	57.574	-3.256	-	54.318
Reclassifications	-	-	-6.395	-	-6.395
Impairment	-	-87.545	87.970	-	425
Consumption of fixed assets spare parts	-	516.165	-	-	516.165
31 December 2009	-129.505.208	-587.785.744	-40.811.641	-	-758.102.593
Non-depreciated value as at 31 December 2009	667.371.870	978.088.521	9.132.272	180.834.903	1.835.427.566

GROUP

<i>Amounts in Euro</i>	Fields/ Buildings	Machinery	Other equipment	Fixed assets under construction	Total
Cost					
Balance as at 01.01.2010	796.877.078	1.565.874.265	49.943.913	180.834.903	2.593.530.159
Foreign exchange differences	-222.879	832.733	-65.813	340.233	884.274
Additions	3.285.891	21.565.121	2.504.704	69.015.545	96.371.261
Sales		-4.020.395	-313.193	-209.743	-4.543.332
Destructions	-31.450	-168.815	-127.827	-126.202	-454.294
Adjustments due to merger	3.685.356	-55.933	190	-362.201	3.267.412
Impairment	-	-	-	-137.272	-137.272
Acquisition/ Sales of subsidiaries	80.228	192.107	21.270	1.558.012	1.851.618
Reclassifications	6.526.304	108.377.633	326.163	-117.082.027	-1.851.927
Consumption of fixed assets spare parts	-	-1.085.900	-	-	-1.085.900
Other transfers	5.925.949	3.134.913	75.649	-2.859.701	6.276.810
Balance as at 31.12.2010	816.126.479	1.694.645.729	52.365.056	130.971.546	2.694.108.811
Accumulated depreciation					
Balance as at 01.01.2010	-129.505.208	-587.789.004	-40.808.387	-	-758.102.599
Foreign exchange differences	64.250	-1.126.085	9.853	-	-1.051.983
Depreciation of the year	-22.632.661	-111.243.697	-3.147.551	-	-137.023.909
Sales	1.466	1.771.408	219.007	-	1.991.881
Destructions	5.145	93.139	107.419	-	205.703
Reclassifications	7.416	64.176	2.437	-	74.029
Impairment	-7.073	-154.540	307	-	-161.305
Acquisition/ Sales of subsidiaries	-10.704	-25.674	-19.935	-	-56.313
Transfer to Investment Property	1.200.119	-	-	-	1.200.119
Consumption of fixed assets spare parts	-	566.262	-	-	566.262
Balance as at 31.12.2010	-150.877.249	-697.844.015	-43.636.851	0	-892.358.115
Non-depreciated value as at 31 December 2010	665.249.229	996.801.714	8.728.206	130.971.546	1.801.750.695

Leased machinery and motor vehicles that are included above based on leasing:

Leased machinery and motor vehicles that are included above based on leasing:

Mechanical equipment

<i>Amounts in Euro</i>	<u>31/12/2010</u>	<u>31/12/2009</u>
Cost	9.115.657	9.115.657
Accumulated depreciation	-5.345.447	-4.791.112
Net non-depreciated value	3.770.210	4.324.545

Motor vehicles

	<u>31/12/2010</u>	<u>31/12/2009</u>
Cost	377.318	392.411
Accumulated depreciation	-294.281	-358.711
Net non-depreciated value	83.037	33.700

COMPANY

<i>Amounts in Euro</i>	Motor vehicles	Furniture and fixtures	Total
Cost			
Balance as at 01.01.2009	640.403	87.462	727.865
Balance as at 31.12.2009	640.403	87.462	727.865
Accumulated depreciation			
Balance as at 01.01.2009	-449.831	-68.455	-518.286
Depreciation of the year	-39.920	-1.187	-41.107
Balance as at 31.12.2009	-489.751	-69.642	-559.393
Non-depreciated value as at 31 December 2009	150.652	17.820	168.472
<i>Amounts in Euro</i>	<u>Motor vehicles</u>	<u>Furniture and fixtures</u>	<u>Total</u>
Cost			
Balance as at 01.01.2010	640.403	87.462	727.865
Additions	-	1.089	1.089
Balance as at 31.12.2010	640.403	88.551	728.954
Accumulated depreciation			
Balance as at 01.01.2010	-489.751	-69.642	-559.393
Depreciation of the year	-39.920	-1.246	-41.166
Balance as at 31.12.2010	-529.671	-70.888	-600.559
Non-depreciated value as at 31 December 2010	110.733	17.662	128.395

The Company does not currently hold any leased tangible fixed assets.

With regard to liens that have been obtained on the Group's tangible fixed assets please see note 33.

8 Intangible assets

GROUP

<i>Amounts in Euro</i>	<u>Trademarks and licenses</u>	<u>Software programmes</u>	<u>Other</u>	<u>Total</u>
Cost				
Balance as at 01.01.2009	4.940.729	19.856.762	549.959	25.347.450
Foreign exchange differences	-	-53.668	7.044	-46.624
Additions	127.657	735.181	43.537	906.375
Sales	-9.612	-25.779	-	-35.391
Deletions	-	-92.005	-	-92.005
Reclassifications	55.402	584.945	15.376	655.723
Balance as at 31.12.2009	5.114.176	21.005.436	615.916	26.735.528
Accumulated depreciation				
Balance as at 01.01.2009	-2.361.833	-16.351.579	-451.358	-19.164.770
Foreign exchange differences	-	52.517	-7.585	44.932
Depreciation of the year	-1.436.120	-1.287.710	-31.665	-2.755.495
Sales	2.054	24.061	-	26.115
Deletions	-	83.517	-	83.517
Reclassifications	129.490	-57.708	-1.667	70.115
Balance as at 31.12.2009	-3.666.409	-17.536.902	-492.275	-21.695.586
Non-depreciated value as at 31 December 2009	1.447.767	3.468.534	123.641	5.039.942

GROUP

<i>Amounts in Euro</i>	<u>Trademarks and licenses</u>	<u>Software programmes</u>	<u>Other</u>	<u>Total</u>
Cost				
Balance as at 01.01.2010	5.114.176	21.005.436	615.916	26.735.528
Foreign exchange differences	-	-14.349	790	-13.560
Additions	504.834	517.874	85.693	1.108.401
Sales	-	-2.922	-	-2.922
Deletions	-	-436	-	-436
Acquisition of subsidiaries	39.180	966	-	40.146
Reclassifications	-	1.577.814	99.848	1.677.662
Balance as at 31 December 2010	5.658.190	23.084.383	802.246	29.544.819
Accumulated depreciation				
Balance as at 01.01.2010	-3.666.409	-17.536.902	-492.275	-21.695.586
Foreign exchange differences	-	6.576	-2.733	3.843
Depreciation of the year	-246.949	-1.616.310	-61.555	-1.924.814
Sales	-	2.922	-	2.922
Deletions	-	436	-	436
Acquisition of subsidiaries	-8.778	-103	-	-8.881
Reclassifications	-	-25.346	25.346	0
Balance as at 31 December 2010	-3.922.136	-19.168.727	-531.217	-23.622.079
Non-depreciated value as at 31 December 2010	1.736.054	3.915.656	271.030	5.922.741

The parent company does not own any intangible assets.

9 Investment property

<i>Amounts in Euro</i>	<u>GROUP</u>		<u>COMPANY</u>	
	<u>31/12/2010</u>	<u>31/12/2009</u>	<u>31/12/2010</u>	<u>31/12/2009</u>
Opening balance - net	100.977.311	91.743.565	132.048.238	128.605.361
Additions	16.597.964	4.768.902	9.549.874	4.569.055
Sales	-2.936.289	-4.680	-	-
Transfers from/to self-used property	-8.284.389	6.310.229	-	-
Depreciation of the year	-2.337.504	-1.840.705	-1.129.453	-1.126.178
Balance recorded in the balance sheet	104.017.093	100.977.311	140.468.658	132.048.238

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

<i>Amounts in Euro</i>	<u>GROUP</u>		<u>COMPANY</u>	
	<u>31/12/2010</u>	<u>31/12/2009</u>	<u>31/12/2010</u>	<u>31/12/2009</u>
Income from rents that have been recognized	10.867.826	8.286.474	4.985.218	4.847.734
Direct operating expenses regarding investments in real estate from which rents are collected	-1.402.717	-1.405.266	-	-
Direct operating expenses not generating income from rental fees	-461.931	-466.924	-	-
Total	9.003.178	6.414.284	4.985.218	4.847.734

10 Investments in affiliated companies

Companies that are consolidated based on the net worth method are as follows:

Corporate name	Country of establishment	Assets	Liabilities	Income (Turnover)	Profit (loss) after taxes	Participation percentage
2009						
V.EPE.M. S.A.	Greece	40.182	93	0	-6.414	68,75%
ENERGY SOLUTIONS SA	Bulgaria	3.506.936	3.876.712	1.937.415	-954.952	49,29%
AFSEL SA	Greece	78.309	27.455	191.850	-49.964	33,91%
BIODIESEL SA	Greece	1.127.846	334.037	4.479.051	903.286	10,93%
EDE S.A.	Greece	98.878	331		-2.328	48,24%
		4.852.151	4.238.628	6.608.316	-110.371	

Corporate name	Country of establishment	Assets	Liabilities	Income (Turnover)	Profit (loss) after taxes	Participation percentage
2010						
V.EPE.M. S.A.	Greece	35.196	292	0	-5.186	70,63%
ENERGY SOLUTIONS SA	Bulgaria	2.061.221	3.799.236	1.271.578	-1.368.239	49,45%
AFSEL SA	Greece	364.814	62.976	501.871	118.234	34,07%
BIODIESEL SA	Greece	2.276.870	995.446	7.968.323	1.507.615	11,47%
DOMOPLEX LTD	Cyprus	11.121.685	5.570.262	8.042.965	175.265	32,90%
AWM SPA	Italy	11.580.828	7.328.757	10.938.267	235.520	21,28%
ZAO TMK-CPW	Russia	32.902.163	9.440.000	39.730.087	3.766.691	28,14%
EDE S.A.	Greece	96.470	332	0	-2.408	48,32%
		60.439.246	27.197.301	68.453.091	4.427.491	

The subsidiary V.EPE.M. S.A. was not consolidated due to insignificance of the relevant items.

11 Investments in subsidiary companies

COMPANY

<i>Amounts in Euro</i>	<u>31/12/2010</u>	<u>31/12/2009</u>
Opening balance	728.442.305	701.105.440
Additions	14.259.104	27.336.865
Closing balance	<u>742.701.409</u>	<u>728.442.305</u>

Additions concern an increase of the stake in subsidiary SIDENOR SA by 3.43% or € 8.9 million; an increase of the stake in subsidiary ANTIMET SA by 4.9% or € 0.2 thousand; and a change in the stake in subsidiary VITROUVIT SA: a) due to increase of its share capital by € 5 million in cash and b) after such company absorbed subsidiaries KERAMEIA AXIOU SA and ALMET Ltd by € 0.11 million.

The companies that are consolidated based on the total consolidation method within the Group are as follows:

Companies		Participation percentage	Consolidation method	Country	Unaudited tax fiscal years
VIOHALCO S.A.		---	---	GREECE	2008 - 2010
ELVAL S.A.	(*)	68,14%	Total consol.	GREECE	2008 - 2010
SIDENOR S.A.	(*)	73,11%	Total consol.	GREECE	2007 - 2010
HALCOR S.A.	(*)	59,98%	Total consol.	GREECE	2009 - 2010
ALCOMET SA		98,64%	Total consol.	GREECE	2006 - 2010
ANAMET S.A.	(*)	87,03%	Total consol.	GREECE	2005 - 2010
ANTIMET S.A.		100,00%	Total consol.	GREECE	2010
ATTIKI S.A.		50,00%	Total consol.	GREECE	2010
VITROUVIT S.A.		99,99%	Total consol.	GREECE	2007 - 2010
DIAPEM S.A.		67,08%	Total consol.	GREECE	2010
DIATOUR S.A.		97,19%	Total consol.	GREECE	2007 - 2010
ELKEME S.A.		63,91%	Total consol.	GREECE	2010
METALWORKS OF ATTIKA S.A.		36,56%	Total consol.	GREECE	2007 - 2010
NOVAL S.A.	(*)	100,00%	Total consol.	GREECE	2010
SANITAS AGENCIES S.A.		100,00%	Total consol.	GREECE	2010
TEKA SYSTEMS S.A.	(*)	50,01%	Total consol.	GREECE	2007 - 2010
TEPRO METAL AG	(*)	64,04%	Total consol.	GERMANY	2007 - 2010
TEPRO METAL S.A.		100,00%	Total consol.	BULGARIA	-

(*) with consolidation of their consolidated financial statements

12 Available-for-sale financial assets

<i>Amounts in Euro</i>	<u>GROUP</u>		<u>COMPANY</u>	
	<u>31/12/2010</u>	<u>31/12/2009</u>	<u>31/12/2010</u>	<u>31/12/2009</u>
Opening balance	47.391.879	9.482.782	64.159.367	28.973.278
Capital refund	-2.038	-	-	-
Foreign exchange differences	-	-	-	-
Additions	10.114.627	37.858.207	10.059.732	34.832.537
Sales	-10.265.871	-691.533	-10.238.371	-57.001
Transfer to account "Holdings in subsidiaries"	-505.000	-	-	-
Sale of subsidiary	-	-	-	-
Valuation with direct effect on Equity	-2.191.524	742.423	-970.315	410.553
Impairment	-	-	-644.274	-
Reclassification to trading portfolio	-34.436.020	-	-34.436.020	-
Closing balance	10.106.053	47.391.879	27.930.119	64.159.367

Financial assets available for sale after valuation include the following:

<i>Amounts in Euro</i>	<u>31/12/2010</u>	<u>31/12/2009</u>	<u>31/12/2010</u>	<u>31/12/2009</u>
<u>Listed securities</u>				
- Domestic equity instruments	1.402.524	2.382.236	1.171.005	2.123.229
- International equity instruments	2.916.150	2.287.667	-	-
<u>Unlisted shares</u>				
- Domestic equity instruments	4.562.392	3.168.313	26.642.920	27.400.894
- International equity instruments	13.120	3.255.968	-	-
Bonds	-	34.519.050	-	34.519.049
Mutual funds	1.211.867	1.653.645	-	-
Other	-	124.999	116.195	116.195
	10.106.053	47.391.878	27.930.119	64.159.367

The part of the available-for-sale financial assets that concerns unlisted titles was estimated at acquisition value whereas it could not be estimated at its fair value. During the fourth quarter of 2010 and after examining its investment options, the Company transferred bank bonds with a fair value of € 34,436 thousand from "Available-for-sale financial assets" to "Trading portfolio securities" that it intends to realize before their maturity. On 31 December 2010, the nominal value of the above bonds stood at € 34,150 thousand and fair value at € 31,462 thousand. During 2010, the company also sold bank bonds valued at € 10,238 thousand and recognized a loss of € 676,000 through profit or loss.

13 Deferred taxation

Deferred tax assets and liabilities are offset when there is an applicable legal right to offset current tax assets with current tax liabilities and when deferred income taxes concern

<i>Amounts in Euro</i>	<u>GROUP</u>		<u>COMPANY</u>	
	31/12/2010	31/12/2009	31/12/2010	31/12/2009
Deferred tax assets	16.597.578	12.418.859	-	-
Deferred tax liabilities	-150.665.384	-160.478.012	-14.795.646	-17.065.770
Net deferred tax	-134.067.806	-148.059.153	-14.795.646	-17.065.770

The total change in deferred income tax is as follows:

<i>Amounts in Euro</i>	<u>GROUP</u>		<u>COMPANY</u>	
	31/12/2010	31/12/2009	31/12/2010	31/12/2009
Opening balance	-148.059.155	-131.697.862	-17.065.769	-17.050.080
Foreign exchange differences	-2.738	1.665.145	-	-
Tax (debited)/ credited to equity	636.079	-15.925.468	34.233	-16.092
(Debit) / Credit in the income statement	13.358.008	-2.100.970	2.235.890	403
Reclassification	1	-	-	-
Closing balance	-134.067.806	-148.059.155	-14.795.646	-17.065.769

Changes in deferred tax assets and liabilities during the fiscal year are as follows:

Changes in deferred tax assets and liabilities before offsetting are as follows:

<u>GROUP</u>	Difference of depreciation	Difference of provisions	Non-identifiable intangible assets	Tax losses	Tax rate change	Other	Total
<i>Amounts in Euro</i>							
Balance as at 01.01.2009	-197.730.112	7.073.912	1.000.442	20.777.880	24.751.621	12.428.397	-131.697.860
Foreign exchange differences	830.982	-7.449	-	94.960	-	746.652	1.665.145
(Debit) / Credit to operating results	1.776.352	595.769	-437.606	1.355.837	412.026	-5.803.348	-2.100.970
Tax (debited)/ credited to equity	-	-	-	-	-	-15.925.468	-15.925.468
Reclassifications	111.323	-11.831	19.040	-6.166	-112.370	0	-4
Balance as at 31/12/2009	-195.011.455	7.650.401	581.876	22.222.511	25.051.277	-8.553.767	-148.059.157
Balance as at 01.01.2010	-195.011.455	7.650.401	581.876	22.222.511	25.051.277	-8.553.767	-148.059.157
Foreign exchange differences	-44.182	8.746	-	28.059	-940	5.579	-2.738
(Debit) / Credit to operating results	13.241.194	-319.224	-653.436	-896.843	2.114.746	-128.429	13.358.008
Tax (debited)/ credited to equity	-148.453	-	-	114.389	-736.108	1.406.251	636.079
Reclassifications	11.627.712	13.172	-21.934	-12.323.093	-13.871.399	14.575.543	1
Balance as at 31/12/2010	-170.335.184	7.353.095	-93.494	9.145.023	12.557.576	7.305.177	-134.067.807
	Fixed assets goodwill/	Difference of provisions	Non-identifiable intangible assets	Tax rate change	Other	Total	
<u>COMPANY</u>	Difference of depreciation						
<i>Amounts in Euro</i>							
Balance as at 01.01.2009	-18.619.333	-10.293	0	1.490.370	89.175	-17.050.081	
Debit / (Credit) in the operating results	403	-	-	-	-	403	
(Debit)/ credit to Equity	-	-	-	-	-16.092	-16.092	
Balance as at 31/12/2009	-18.618.930	-10.293	-	1.490.370	73.083	-17.065.770	
Balance as at 01.01.2010	-18.618.930	-10.293	-	1.490.370	73.083	-17.065.770	
Debit / (Credit) in the operating results	446	-	-	2.235.444	-	2.235.890	
(Debit)/ credit to Equity	-	-	-	-	34.233	34.233	
Balance as at 31/12/2010	-18.618.484	-10.293	-	3.725.814	107.316	-14.795.647	

14 Inventories

	<u>GROUP</u>	
<i>Amounts in Euro</i>	<u>31/12/2010</u>	<u>31/12/2009</u>
Merchandise	63.669.957	52.605.535
Finished products	241.025.746	278.690.237
Semi-finished products	140.769.188	71.053.587
By-products & scrap	17.534.177	16.420.174
Work in progress	37.532.291	34.821.337
Raw and auxiliary materials, consumables, spare parts and packaging materials	283.126.911	253.763.833
Down payments for inventory purchase	17.106.646	8.321.429
Total	<u>800.764.916</u>	<u>715.676.132</u>
Less: Provisions for scrap, overdue and destroyed inventory:		
Merchandise	-2.257.930	-678.492
Finished products	-	-10.046.859
Raw and auxiliary materials, consumables, spare parts and packaging materials	-1.124.060	-1.272.932
Down payments for inventory purchase	-	-75.209
	<u>-3.381.990</u>	<u>-12.073.492</u>
Total net realizable value	<u>797.382.926</u>	<u>703.602.640</u>

The parent Company has no inventories and there are no encumbrances on the inventories of subsidiaries.

15 Trade and other receivables

<i>Amounts in Euro</i>	<u>GROUP</u>		<u>COMPANY</u>	
	<u>31/12/2010</u>	<u>31/12/2009</u>	<u>31/12/2010</u>	<u>31/12/2009</u>
Customers	418.122.876	361.513.806	11.335	11.335
Less: Impairment losses	-26.648.121	-19.428.921	-	-
Less: Provisions for impairment	-	-	-	-
Net trade receivables	391.474.755	342.084.885	11.335	11.335
Down payments for fixed assets purchase	46.982	-	-	-
Down payments	1.293.432	1.326.076	-	45.974
Bills-cheques receivable & bounced	60.024.850	66.675.292	-	-
Receivables from affiliated parties (Note 34)	13.519.757	11.216.940	492.720	86.292
Income tax receivables	8.262.378	8.409.872	-	-
Current tax assets	35.542.566	31.711.151	883.269	883.579
Other debtors	91.228.261	44.212.681	6.510.687	4.576.698
Receivables from dividends of affiliated companies	760.282	-	-	-
Receivables from factoring agreements	5.835.300	-	-	-
Income tax advance payment	2.569.441	2.921.183	-	-
Less: Provisions	-4.460.882	-2.847.113	-	-
Total	606.097.122	505.710.967	7.898.012	5.603.877

The Group has not concentrated its credit risk in relation to receivables from customers since it has a large number of customers.

During the year, CORINTH PIPEWORKS SA, a subsidiary of SIDENOR SA, impaired a customer as a result of the delay in the collection of an amount due equal to € 18,627,586 (\$ 24,864,102). A number of legal and other actions are underway to ensure faster collection of the receivable in Greece and abroad. Company Management, based on the data collected to date, estimates the contingent loss will not exceed the impairment amount that has been set aside for such receivable and stands at € 9,497,740.

In addition, given that it is estimated that the above receivable will not be collected earlier than 12 months, the subsidiary discounted the non-impaired long-term receivable equal to € 9,313,793 at an annual discount rate of 1.58% for 15 months. The discount cost equal to € 183,947 has been posted to selling expenses and is included in the provision for receivables impairment. The subsidiary has the relevant security for the entire receivable.

16 Derivatives

<i>Amounts in Euro</i>	<u>GROUP</u>	
	<u>31/12/2010</u>	<u>31/12/2009</u>
Non-current assets		
Foreign exchange swaps	167.537	303.795
Forwards for hedging cash flows	-	60.944
FX futures contracts	196.270	39.839
Futures contracts	167.377	2.406.607
Total	<u>531.184</u>	<u>2.811.185</u>
Current Assets		
Interest rate swaps	440.062	-
Foreign exchange swaps	892.737	327.099
Forwards for hedging cash flows	1.461.841	1.047.269
FX futures contracts	872.644	205.165
Futures contracts	11.738.535	12.386.376
Total	<u>15.405.819</u>	<u>13.965.909</u>
Long-term liabilities		
Interest rate swaps	1.317.625	569.175
Foreign exchange swaps	32.183	55.535
Futures contracts	219.927	66.652
Futures contracts	-	28.426
Forwards for hedging cash flows	737.300	-
Total	<u>2.307.035</u>	<u>719.788</u>
Short-term liabilities		
Interest rate swaps	63.792	16.710
Foreign exchange swaps	569.641	1.277.907
Forwards for hedging cash flows	1.300.152	1.132.073
Options	671.825	-
FX futures contracts	529.717	916.212
Futures contracts	14.329.898	15.424.078
Total	<u>17.465.025</u>	<u>18.766.980</u>
Amounts posted to results as income or (expense)	<u>-12.236.156</u>	<u>-58.907.956</u>
Total nominal value	<u>185.190.195</u>	<u>83.482.468</u>

The Group's accounting principle regarding risk hedging is described in note 3.8.

The abovementioned derivative financial instruments cover risks from:

- Foreign exchange differences in purchases
- Changes in loan interest rates
- Changes in the prices of metals
- Changes in the prices of other currencies

The duration of the aforementioned derivatives, as well as their nominal value, corresponds to that of the underlying assets / liabilities.

17 Cash and cash equivalents

<i>Amounts in Euro</i>	<u>GROUP</u>		<u>COMPANY</u>	
	<u>31/12/2010</u>	<u>31/12/2009</u>	<u>31/12/2010</u>	<u>31/12/2009</u>
Cash in hand and at banks	590.942	1.594.266	869	329
Short-term bank deposits	128.559.447	121.118.876	9.842.766	32.882.524
Total	129.150.390	122.713.142	9.843.635	32.882.853

The aforementioned cash on hand constitutes the cash on hand and cash equivalents for the purposes of the cash flow statement.

18 Share capital

The share capital of the Company stands at € 59,842,227.30 divided into 199,474,091 ordinary unregistered shares with a nominal value of € 0.30 each.

The share capital is fully paid up.

19 Reserves

GROUP

<i>Amounts in Euro</i>	Statutory Reserve	Special reserves	Tax-exempt reserves	Other reserves	Total	Fair value reserves	differences from foreign subsidiaries consolidation	Total
Υπόλοιπο 1 Ιανουαρίου 2009	50.766.530	9.646.762	294.731.133	2.913.887	358.058.312	-27.386.724	-9.810.850	320.860.738
Foreign exchange differences	-	-	-	-	-	-1.374.495	-690.683	-2.065.178
Valuation of available-for-sale assets and derivatives	-	3.243.823	-2.255.194	15.450	1.004.079	26.661.183	-	27.665.262
Effect of change in holdings	1.738.874	448.813	10.333.245	95.600	12.616.532	2.314.200	-453.583	14.477.149
Transfer of reserves	2.437.998	-	-	-	2.437.998	-	-	2.437.998
Υπόλοιπο 31 Δεκεμβρίου 2009	54.943.402	13.339.398	302.809.184	3.024.937	374.116.921	214.164	-10.955.116	363.375.969

<i>Amounts in Euro</i>	Statutory Reserve	Special reserves	Tax-exempt reserves	Other reserves	Total	Fair value reserves	Foreign exchange differences from foreign subsidiaries consolidation	Total
Υπόλοιπο 1 Ιανουαρίου 2010	54.943.402	13.339.398	302.809.184	3.024.937	374.116.921	214.164	-10.955.116	363.375.969
Foreign exchange differences	-	-	-	-	-	-4.898	702.324	697.426
Valuation of available-for-sale fixed assets and derivatives	-	-	3.118.719	-	3.118.719	-1.793.614	-	1.325.104
Effect of change in holdings	844.539	75.364	4.924.777	-184.375	5.660.305	437.050	-157.343	5.940.012
Transfer of reserves	721.933	-20.718	-913.752	2.438.258	2.225.721	-	-	2.225.721
Υπόλοιπο 31 Δεκεμβρίου 2010	56.509.874	13.394.044	309.938.928	5.278.820	385.121.666	-1.147.298	-10.410.134	373.564.233

COMPANY

	Statutory Reserve	Tax-exempt reserves	Extraordinary reserves	Total	Fair value reserves	Total
Balance as at 01.01.2009	19.947.409	73.743.618	1.777.520	95.468.547	-1.194.759	94.273.788
Profits/ (Loss) from sale of treasury stock	-	-	-	-	-	-
Other	-	-	-	-	394.461	394.461
Balance as at 31.12.2009	19.947.409	73.743.618	1.777.520	95.468.547	-800.298	94.668.249

Balance as at 01.01.2010	19.947.409	73.743.618	1.777.520	95.468.547	-800.298	94.668.249
Transfer to results	-	-	-	-	1.782.348	1.782.348
Profits/ (Loss) from sale of treasury stock	-	-	-	-	-	-
Other	-	-	-	-	-936.082	-936.082
Balance as at 31.12.2010	19.947.409	73.743.618	1.777.520	95.468.547	45.968	95.514.515

(a) Statutory reserve

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

(b) Special and extraordinary reserves

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

(c) Tax exempt reservesSpecial law tax-exempt reserves

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

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

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

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

Pursuant to Hellenic Legislation, tax exempt reserves are exempted from income taxation, under the condition that these reserves shall not be distributed to shareholders. The Group does not intend to distribute these specific reserves and, therefore, it has not proceeded in estimating the income tax that would have arisen in the case in which these reserves would have been distributed.

20 Borrowings

<i>Amounts in Euro</i>	<u>GROUP</u>	
	<u>31/12/2010</u>	<u>31/12/2009</u>
Long-term loans		
Bank loans	125.786.256	124.921.089
Liabilities from financial leasing (Note 21)	820.550	1.175.900
Bond loans	371.146.114	410.288.843
Total long-term loans	<u>497.752.920</u>	<u>536.385.832</u>
Short-term loans		
Open bank accounts	51.676.981	50.590.726
Bank loans	776.063.464	582.565.315
Liabilities from financial leasing (Note 21)	355.211	371.261
Total short-term loans	<u>828.095.655</u>	<u>633.527.302</u>
Total loans	<u>1.325.848.576</u>	<u>1.169.913.134</u>

The maturities of non-current loans are as follows:

<i>Amounts in Euro</i>	<u>31/12/2010</u>	<u>31/12/2009</u>
Between 1 and 2 years	290.978.511	295.092.229
Between 2 and 5 years	198.677.203	238.126.577
Over 5 years	7.276.656	1.991.127
	<u>496.932.370</u>	<u>535.209.933</u>

The effective weighted average interest rates on the balance sheet date are as follows:

	<u>GROUP</u>	
	<u>31/12/2010</u>	<u>31/12/2009</u>
Bank loans (long-term)	2,97%	3,10%
Bank loans (short-term)	4,75%	3,72%
Bond loans	2,69%	2,18%
Finance lease obligations	1,82%	1,50%

The fair values of loans are approximately equal to their book values.

The subsidiary SIDENOR SA discloses that pursuant to Article 16(3) of Law 3556/2007, further to the relevant decision of the Extraordinary General Meeting (19/1/2010) of SOVEL SA (a subsidiary of SIDENOR SA), on 3/3/2010, an ordinary, three-year bond loan totalling € 10 million was concluded with the NATIONAL BANK OF GREECE SA and the NATIONAL BANK OF GREECE (CYPRUS) LTD as the bondholders, such loan aiming to refinance a part of the company's loan liabilities.

During the year, based on relevant decisions of the Ordinary General Meeting on 11 June 2008 and the Ordinary General Meeting on 16 June 2010, the subsidiary ELVAL SA entered into five new ordinary bond loan agreements totalling € 52 million which will be repaid during five years.

During the year 2010, the subsidiary HALCOR SA proceeded with drawing funds from a group of banks amounting to € 110 thousand, mainly for servicing needs in working capital. Moreover, during the same period it repaid loans totalling € 59 million (long-term and short-term horizon).

The Company does not have any borrowings.

21 Liabilities from financial leasing

<i>Amounts in Euro</i>	GROUP	
	<u>31/12/2010</u>	<u>31/12/2009</u>
Liabilities from finance leases – minimum lease payments		
Up to 1 year	372.873	392.637
From 1 to 5 years	836.154	1.202.151
Over 5 years	835	4.179
Total	<u>1.209.862</u>	<u>1.598.967</u>
Less: Future finance lease finance charges	-34.102	-51.806
Current value of finance lease payables	<u>1.175.760</u>	<u>1.547.161</u>
The current value of finance lease liabilities is analysed as follows:		
Up to 1 year	355.211	371.261
From 1 to 5 years	819.721	1.171.813
Over 5 years	829	4.087
Current value of finance lease payables	<u>1.175.761</u>	<u>1.547.161</u>

The Company had no financial leases.

22 Liabilities for staff retirement indemnities

<i>Amounts in Euro</i>	<u>GROUP</u>		<u>COMPANY</u>	
	<u>31/12/2010</u>	<u>31/12/2009</u>	<u>31/12/2010</u>	<u>31/12/2009</u>
Liabilities recorded in the balance sheet for:				
Pension benefits	<u>22.364.706</u>	<u>21.830.659</u>	<u>41.169</u>	<u>41.168</u>
Debit to results				
Pension benefits	<u>5.047.783</u>	<u>5.277.311</u>	<u>-</u>	<u>-</u>
Pension benefits				
Present value of non-funded liabilities	23.947.694	25.314.642	41.169	41.168
Non-reported actuarial (gains)/ losses	-920.671	-2.754.843	-	-
Non-recorded cost of past service	-662.318	-729.140	-	-
Liability recorded in the Balance Sheet	<u>22.364.705</u>	<u>21.830.659</u>	<u>41.169</u>	<u>41.168</u>
Changes to net liability recognized in the Balance Sheet				
Net liability at the beginning of the year	21.830.660	21.008.178	41.168	41.168
Net liability arising from branch's spin-off	40.628	-	-	-
Employer's contributions	-2.090	747	-	-
Benefits paid	-4.552.275	-4.455.575	-	-
Total expenditure recognized in the income statement	<u>5.047.783</u>	<u>5.277.310</u>	<u>-</u>	<u>-</u>
Net liability at year-end	<u>22.364.706</u>	<u>21.830.660</u>	<u>41.168</u>	<u>41.168</u>
Additional (income) or expenses	-	-	-	-
Actuarial (gain) or loss	-	-	-	-
Present value of liability at end of period	<u>22.364.706</u>	<u>21.830.660</u>	<u>41.168</u>	<u>41.168</u>
Breakdown of expenditure recognized in the income statement				
Cost of current employment	1.838.892	1.751.685	-	-
Interest against the liability	1.100.562	1.147.840	-	-
Cost of additional benefits	1.052.161	1.999.211	-	-
Settlement cost from employees' transfers	497.124	-78.506	-	-
Gains on cuts from employees' transfers	289.614	119.283	-	-
Expenditure & depreciation of actuarial loss	57.706	-2.169	-	-
Cost of past service during the period	<u>211.724</u>	<u>339.967</u>	<u>-</u>	<u>-</u>
Total expenditure recognized in the income statement	<u>5.047.783</u>	<u>5.277.311</u>	<u>-</u>	<u>-</u>
The main actuarial assumptions that were used for accounting purposes are the following:	<u>31/12/2010</u>	<u>31/12/2009</u>		
Discount rate	4,70%	5,00%		
Future salary increases	4,00%	4,50%		

23 Grants

<i>Amounts in Euro</i>	GROUP	
	<u>31/12/2010</u>	<u>31/12/2009</u>
Opening balance of the year	27.530.513	24.860.438
Foreign exchange differences		
Collection of subsidies	2.143.784	5.551.796
Collection of year subsidies	72.118	
Transfer of subsidies to results		
Transfer of subsidy to receivables/ payables		-72.645
Depreciation of subsidies (note 31)	-2.729.426	-2.809.076
Balance at year-end	<u>27.016.989</u>	<u>27.530.513</u>

Government grants have been received due to an investment in tangible fixed assets. The Company has not received any grants.

24 Trade and other payables

<i>Amounts in Euro</i>	GROUP		COMPANY	
	<u>31/12/2010</u>	<u>31/12/2009</u>	<u>31/12/2010</u>	<u>31/12/2009</u>
Suppliers	267.925.105	181.851.243	1.735.135	52.587
Notes payable	151.575	363.779		-
Cheques payable	414.392	2.471.903		-
Down payments from customers	33.965.467	13.246.355		-
Proportion of third parties in payable dividends	74.084	84.494		-
Social security funds	8.746.810	8.784.514	9.656	17.449
Taxes- duties		-	134.142	44.156
Amounts due to affiliated parties (Note 34)	2.019.020	1.183.827	115.455	319.098
Dividends payable		-		-
Sundry creditors	5.815.735	13.574.816	264.647	1.278.457
Unearned and deferred income	220.499	3.963.219	220	320
Accrued expenses	15.689.384	14.757.694		-
Other credit transit balances	3.205.029	9.301.069	-	-
Other taxes-duties	11.323.885	6.034.109	-	-
Total	<u>349.550.986</u>	<u>255.617.022</u>	<u>2.259.254</u>	<u>1.712.067</u>

25 Provisions

GROUP

LONG-TERM

<i>Amounts in Euro</i>	Pending court rulings	Indemnities to customers	Other provisions	Total
Balance as at 01.01.2009	561.375	2.709.447	2.263.102	5.533.924
Additional provisions of the fiscal year	41.624	1.768.947	412.805	2.223.376
Transfer to short-term provisions	-	1.917.864	-	1.917.864
Provisions used during the fiscal year	-248.329	-1.713.318	-373.911	-2.335.558
Balance as at 31.12.2009	354.670	4.682.940	2.301.996	7.339.606
<i>Amounts in Euro</i>	Pending court rulings	Indemnities to customers	Other provisions	Total
Balance as at 01.01.2010	354.670	4.682.940	2.301.996	7.339.606
Additional provisions of the fiscal year	16.574	1.089.821	1.251.587	2.357.982
Transfer from short-term provisions	-	2.040.111	-	2.040.111
Restructuring	6.276.610	-	-	6.276.610
Reversal of unused provisions	-111.638	-6.150.000	-	-6.261.638
Provisions used during the fiscal year	-114.410	-24.585	-1.018.744	-1.157.739
Balance as at 31.12.2010	6.421.806	1.638.287	2.534.839	10.594.932

SHORT-TERM

<i>Amounts in Euro</i>	Pending court rulings	Indemnities to customers	Other provisions	Total
Balance as at 01.01.2009	8.216.554	-	2.183.650	10.400.204
Additional provisions of the fiscal year	433.902	2.665.717	244.847	3.344.466
Transfer to long-term provisions	-1.917.864	-	-	-1.917.864
Restructuring	-	-	-450.000	-450.000
Reversal of unused provisions	-255.000	-	-	-255.000
Provisions used during the fiscal year	-160.000	-	-1.508.324	-1.668.324
Balance as at 31.12.2009	6.317.592	2.665.717	470.173	9.453.482
Balance as at 01.01.2010	6.317.592	2.665.717	470.173	9.453.482
Foreign exchange differences	-	-	-	-
Additional provisions of the fiscal year	164.019	-	283.893	447.912
Transfer to long-term provisions	-	-2.040.111	-	-2.040.111
Restructuring	-6.276.610	-	-	-6.276.610
Reversal of unused provisions	-151.435	-	-109.520	-260.955
Provisions used during the fiscal year	-3.564	-634.406	-58.032	-696.002
Balance as at 31.12.2010	50.002	-8.800	586.514	627.716

The Company has not raised any provisions.

- During the current year, the subsidiary HALCOR SA set up additional provisions totalling € 164,000 (2009: € 139,000) as a supplementary provision for proportionate interest for the fine imposed by the Competition Directorate-General of the European Commission (see note 32).

26 Expenses by category

GROUP 2009

<i>Amounts in Euro</i>	<u>Cost of goods sold</u>	<u>Distribution expenses</u>	<u>Administrative expenses</u>	<u>Total</u>
Employee benefits	-155.011.275	-33.550.996	-40.892.398	-229.454.669
Cost of inventories recognized as an expense	-1.447.126.817	-999.003	-1.741.603	-1.449.867.423
Energy	-73.960.327	-224.876	-78.066	-74.263.269
Depreciation and Amortization	-118.838.313	-5.168.894	-6.684.261	-130.691.468
Taxes - duties			-12.515	-12.515
Insurance premiums	-4.061.638	-5.149.616	-865.538	-10.076.792
Rental fees	-5.752.927	-3.131.860	-2.535.805	-11.420.592
Transportation	-22.431.837	-50.914.641	-1.149.280	-74.495.758
Promotion & advertising expenses	-3.427	-3.560.334	-141.830	-3.705.591
Third party remuneration-benefits	-104.988.715	-18.599.513	-19.857.802	-143.446.030
Provisions	-129.809	-5.697.401	-396.169	-6.223.379
Other expenses	-171.309.657	-28.476.511	-4.170.341	-203.956.509
Interest		-434		-434
Total	-2.103.614.742	-155.474.079	-78.525.608	-2.337.614.429

2010

<i>Amounts in Euro</i>	<u>Cost of goods sold</u>	<u>Distribution expenses</u>	<u>Administrative expenses</u>	<u>Total</u>
Employee benefits	-159.638.457	-33.470.207	-36.912.548	-230.021.212
Cost of inventories recognized as an expense	-1.947.292.107	-987.514	-93.187	-1.948.372.808
Energy	-81.232.967	-195.880	-83.142	-81.511.989
Depreciation and Amortization	-123.077.592	-4.991.070	-6.409.305	-134.477.967
Insurance premiums	-5.855.453	-5.035.160	-760.144	-11.650.757
Rental fees	-7.430.757	-2.820.525	-2.906.108	-13.157.390
Transportation	-25.792.928	-48.413.509	-1.196.195	-75.402.633
Promotion & advertising expenses	-7.591	-3.752.079	-273.956	-4.033.626
Third party remuneration-benefits	-114.112.211	-15.291.519	-22.602.412	-152.006.142
Provisions	-84.070	2.742.758	-176.884	2.481.805
Other expenses	-249.182.911	-15.602.584	-6.052.028	-270.837.523
Impairment		-9.497.740		-9.497.740
Total	-2.713.707.045	-137.315.029	-77.465.909	-2.928.487.982

Expenses by category (cont'd)
COMPANY
2009

<i>Amounts in Euro</i>	<u>Administrative</u> <u>expenses</u>	<u>Total</u>
Employee benefits	-1.346.102	-1.346.102
Depreciation and Amortization	-1.167.286	-1.167.286
Insurance premiums	-55.797	-55.797
Rental fees	-495	-495
Transportation	-11.058	-11.058
Third party remuneration-benefits	-227.211	-227.211
Other expenses	-1.070.285	-1.070.285
Total	-3.878.234	-3.878.234

2010

<i>Amounts in Euro</i>	<u>Administrative</u> <u>expenses</u>	<u>Total</u>
Employee benefits	-179.368	-179.368
Depreciation and Amortization	-1.170.619	-1.170.619
Insurance premiums	-53.455	-53.455
Rental fees	-2.574	-2.574
Transportation	-16.215	-16.215
Third party remuneration-benefits	-298.241	-298.241
Other expenses	-1.061.071	-1.061.071
Total	-2.781.543	-2.781.543

27 Employee benefits

<i>Amounts in Euro</i>	<u>GROUP</u>		<u>COMPANY</u>	
	<u>2010</u>	<u>2009</u>	<u>2010</u>	<u>2009</u>
Staff fees and expenses	182.799.677	181.839.763	160.586	163.460
Social security expenses	42.009.212	42.420.734	17.596	16.670
Retirement cost of defined contribution plans	296.171	294.579	1.185	1.112
Retirement cost of defined benefit plans (note 22)	5.047.782	5.277.310	-	-
Other employee benefits	3.688.118	3.852.865	-	1.164.860
Total	233.840.960	233.685.251	179.368	1.346.102
Other employee benefits				
Profits distributed to personnel	643.913	918.353	-	-
Profits distributed to BoD	172.700	1.763.783	-	1.164.860
Incidental benefits	1.556.229	1.345.501	-	-
Travel & accommodation expenses	479.843	290.678	-	-
Other	221.980	310.508	-	-
Distributed profits		300	-	-
Bonus	613.453	274.916	-	-
Use of provision for 2008 indemnity		-1.051.173	-	-
Total	3.688.118	3.852.866	-	1.164.860
Employee benefits are broken down as follows:				
<i>Amounts in Euro</i>	<u>2010</u>	<u>2009</u>	<u>2010</u>	<u>2009</u>
Cost of goods sold	159.638.457	155.011.275	-	-
Distribution expenses	33.470.207	33.550.996	-	-
Administrative expenses	36.912.548	40.892.398	179.368	1.346.102
Other net income/ (expenses)	3.819.748	4.230.582	-	-
	233.840.960	233.685.251	179.368	1.346.102

28 Financial cost

<i>Amounts in Euro</i>	<u>GROUP</u>	
	<u>2010</u>	<u>2009</u>
Income		
Credit interest	4.176.828	9.657.737
Foreign exchange differences	2.159.076	3.837.347
Other	3.507.206	-976.868
Total income	9.843.109	12.518.216
Expenses		
Interest charges and related expenses	-51.644.520	-46.549.398
Letters of engagement	-41.313	-860.100
Finance Leases	-872	-3.152
Foreign exchange differences	-2.438.945	-6.208.147
Other	-2.844.284	-1.670.647
Total expenses	-56.969.934	-55.291.444
Financial cost (net)	-47.126.825	-42.773.228

The company financial income in the amount of 2,226 thousand Euro (2009: € 1,942 thousand) represents

credit interest.

29 Income tax

<i>Amounts in Euro</i>	GROUP		COMPANY	
	31/12/2010	31/12/2009	31/12/2010	31/12/2009
Tax of the fiscal year	-16.181.958	-18.731.986	-1.596.866	-4.117.970
Provisions for taxes		-149.778	0	0
Deferred tax	13.358.010	-2.100.971	2.235.890	403
Total	-2.823.948	-20.982.735	639.024	-4.117.567

	GROUP		COMPANY	
	31/12/2010	31/12/2009	31/12/2010	31/12/2009
Accounting profit before taxes	-28.797.121	-89.932.335	-665.848	3.910.854
Proportionate tax	6.911.309	22.483.084	159.804	-977.714
Income tax rate (2009: 25% 2010: 24%)	24%	25%		
Proportionate tax	6.911.309	22.483.084	-	-
Effect of permanent differences	38% -11.031.318	27% -24.153.935	-1.392.443	-390.446
Income for which tax-free reserve has been set aside	-219.300	1% -987.785		-
Tax-exempt income	-1% 311.083	-4% 3.789.821	207.221	227.591
Effect of prior period tax losses	14% -4.062.719	12% -10.805.214	-	-
Effect of different foreign tax rates on year's tax	5% -1.498.769	-2% 1.778.060	-	-
Tax collection from subsidiary's sale recognized as expense	0%	-1% 730.473	-	-
Other changes	0%	0% -429.701		
Extraordinary contribution under Law 3808/2009	13% -3.717.682	12% -11.099.735	-421.445	-2.783.941
Future gain/ (loss) from the real estate adjustment	0% -2.821	1% -1.294.571	-	-
Withholding tax on foreign dividends	0% -29.861	0% 241.049		
Effect of tax rate's change	-42% 12.217.783	-1% 481.685	2.235.444	-
Additional tax	1% -271.159	0% -251.197	-149.557	-145.432
Prior period tax audit adjustments	5% -1.471.567	2% -1.464.770	-	-47.625
Provision for tax	0% 41.075	0% -	-	-
Total income tax	-2.823.946	-20.982.736	639.024	-4.117.567

According to Article 5 of Law 3845/2010, the extraordinary lump-sum social responsibility contribution charged to the total net income of the year 2010 that has been calculated for the Group and the Company refers to an amount of € 3,718 thousand and € 0.4 thousand respectively and was charged to the current income tax of the year.

During 2010, ETEM S.A. (a subsidiary of ELVAL S.A.) announced that its ordinary tax audit for the years 2005-2007 was completed and gave rise to payable taxes and surcharges equal to € 522,000. ETEM SA had already charged an adequate provision to the respective years and, thus, there was no charge to the results of the current period.

On 8 June 2010 the ordinary tax audit of SYMETAL SA (a subsidiary of ELVAL SA) was completed for the fiscal years 2007-2008. The tax that arose and was fully paid up amounted to € 72,000.

In February 2010 the ordinary tax audit of SOVEL SA (a subsidiary of SIDENOR SA) was completed for the fiscal years 2006, 2007 and 2008. SOVEL SA was charged with taxes of € 197,000 plus surcharges of € 50,000, namely a total amount of € 247,000 for which the relevant provision totalling € 300,000 had been raised.

30 Other Income / (Expenses)

<i>Amounts in Euro</i>	<u>GROUP</u>		<u>COMPANY</u>	
	<u>31/12/2010</u>	<u>31/12/2009</u>	<u>31/12/2010</u>	<u>31/12/2009</u>
Other income				
Subsidies of the year	344.366	540.569	-	-
Income from incidental activities	9.591.259	5.363.430	4.985.218	4.847.734
Insurance indemnity	312.974	768.720	-	-
Rents from buildings - machinery	1.918.574	1.698.249	-	-
Income from prior period provisions	562.343	11.771	-	-
Income from interest (operating activity)	85.667	-	-	-
Fair value profits of forward contracts	445.210	9.087.547	-	-
Depreciation of grants received	2.729.426	2.809.076	-	-
Income from sale of pollutant emission rights	-	-	-	-
Foreign exchange differences	8.913.200	13.072.762	-	-
Income from consulting services	1.267.164	2.016.775	-	-
Profits/ (Loss) from sale of fixed assets	867.979	493.674	-	-
Other income	9.000	298.733	-637.903	91.555
			-	-
Total other income	27.047.162	36.161.306	4.347.315	4.939.289
Other expenses				
Non-cost expenses of operation-production	-4.772.698	-4.227.613	-	-
Operation & Development expenses	-290.484	-708.305	-	-
Impairment of holdings and other financial items	-2.426.622	-	-2.426.622	-
Valuation of holdings and other financial items	-2.859.845	-	-2.859.845	-
Fixed assets impairment	-3.678	-82.223	-	-
Foreign exchange differences	-8.381.610	-4.500.752	-	-
Provisions for extraordinary contingencies	-999.821	-	-	-
Provision for doubtful debts	-1.095.293	-291.889	-	-
Loss from fixed assets destruction	-	-40.014	-	-
Fair value losses of forward contracts	-	-12.944.403	-	-
Other expenses	-18.835.601	-18.132.876	-	-
Total other expenses	-39.665.652	-40.928.075	-5.286.467	-
Other operating income-expenses (net)	-12.618.490	-4.766.769	-939.152	4.939.289

31 Commitments

1. Contractual commitments

<i>Amounts in Euro</i>	GROUP	
	<u>31/12/2010</u>	<u>31/12/2009</u>
Property, plant and equipment	3.246.023	6.364.482
	<u>3.246.023</u>	<u>6.364.482</u>

2. Liabilities from Operating Leases

<i>Amounts in Euro</i>	GROUP	
	<u>31/12/2010</u>	<u>31/12/2009</u>
Up to 1 year	2.682.043	2.754.324
From 1 to 5 years	5.515.488	3.612.814
More than 5 years	2.239.233	828.436
	<u>10.436.764</u>	<u>7.195.574</u>
Burden on results	<u>4.236.179</u>	<u>3.732.284</u>

The Company does not have any significant commitments and liabilities from Operating Leases as at the date of the balance sheet.

There are no contractual liabilities for future repairs and maintenance of investment properties.

32 Contingent Liabilities

<i>Amounts in Euro</i>	GROUP	
	<u>31/12/2010</u>	<u>31/12/2009</u>
Liabilities		
Guarantees for securing liabilities to suppliers	50.192.569	58.716.659
Guarantees for securing the good performance of contracts with customers	15.617.433	39.053.326
Assigned mortgages and statutory notices of mortgages - fields & buildings	3.728.755	3.937.828
Counter-guarantees of European Investment bank loan	12.218.511	19.802.422
Guarantees for securing the good performance of contracts with suppliers		1.180.055
Other liabilities	67.105.407	59.119.657
Total	<u>148.862.675</u>	<u>181.809.947</u>
Lawsuits of employees	131.490	2.045
Other lawsuits	248.985	553.956
Contractual obligations	1.642.194	5.644.275
Bank letters of guarantee	2.815.062	3.456.618
Tax liabilities	844.227	2.993.312
Total	<u>5.681.958</u>	<u>12.650.206</u>

- No significant burdens are expected to arise from the contingent liabilities that are presented in the table above. The Company does not have any contingent liabilities in relation to banks, other guarantees and other matters that arise within the framework of its ordinary business activities.

- The tax liabilities of the Company and its subsidiaries for certain fiscal years, as set out in Note 29, have not been audited by tax authorities and thus are not finalized yet for such years.

- On 1 April 2010, the Administrative Thessaloniki Court of First Instance pronounced rulings on the contested tax disputes referring to the year 2000 of ETIL S.A., a subsidiary of SIDENOR SA. According to the above rulings, tax disputes totalling € 217,000 arose, for which the company had raised a provision equal to € 268,000 which covers the above amount.

- On 31.12.2010, Corinth Pipeworks SA, a subsidiary of SIDENOR SA, raised provisions equal to € 1,847 thousand (of which € 159,000 concern contested disputes or disputes under arbitration totalling € 239,000). In addition, other provisions totalling € 1,638,288 have been raised. The subsidiary also reassessed the amount of the already raised provisions and reduced them by € 6,150,000 according to IAS 37, mainly due to the drastic improvement of its operations at all levels. The total amount of the provisions raised is deemed adequate and no further charges are expected to arise. On 31/12/2010 lawsuits of the subsidiary against third parties were pending. It is not possible to estimate reliably the economic benefits that will flow to the Company and the Group from the positive outcome of these cases.

- In a research study that the Competition Director General of the European Commission conducted regarding the European copper pipe manufacturers, it established that certain companies violated the rules of competition in the copper water pipes market. The European Commission imposed fines on seven companies, one of which was the subsidiary HALCOR S.A. The fine for HALCOR amounts to € 9.16 million for which the Company has issued a letter of guarantee of equal value. Given that the subsidiary believes that the imposed fine is unjustified and unfair and the amount imposed exorbitantly high, it has filed an appeal before the Court of the European Communities against the Commission's decision. On 19 May 2010, the Court of First Instance of the European Communities published its ruling on case T-21/05 "HALCOR S.A. Metal processing versus European Commission". The Court established that the European Commission breached the principle of equal treatment when calculating the fines imposed in 2004 and reduced the fine of HALCOR by 10%, thus fixing it at € 8.25 million. The subsidiary, having carefully examined the text of the appeal (19/05/2010) as regards the fine imposed on the company in 2004 by the Competition Director General of the European Commission, lodged a new appeal asking for the total or partial cancellation of the ruling of the Court of First Instance of the European Communities, aiming at the cancellation or a higher reduction of the imposed fine. The Company's Management, based on the opinion of its legal department as to the validity of its appeal, deems that the final amount of the abovementioned fine will not exceed € 5 million, for which a provision has burdened the 2004 operating results. If the court ruling remains in effect, the difference between the provision and the fine's final amount increased by the

difference of interest will be charged to the results of the subsidiary and the Group. On 31 December 2009 the cumulative provision for the proportionate interest came to € 1,113 thousand while an additional provision was raised for this year that stands at € 164,000.

33 Existing collateralized liens

- Mortgages amounting to € 3.7 million have been written on real estate property of HALCOR SA's subsidiary, *SOPIA MED S.A.*

- Mortgages and statutory notices of mortgage in the amount of € 73 million have been written on property of Corinth Pipeworks S.A. (a subsidiary company of SIDENOR S.A.), with a remaining balance of € 12 million, and on property of the subsidiary STOMANA Industry SA of € 55 million, with a remaining balance of € 22 million.

34 Affiliated parties

Affiliated parties shall mean all companies and natural persons with whom direct (subsidiaries, associated companies, joint ventures, collaborating companies, shareholders or management with executive tasks) or indirect relation (entities controlled by shareholders, employees performing administrative tasks or close relatives of the latter) is established.

<i>Amounts in Euro</i>	GROUP		COMPANY	
	31/12/2010	31/12/2009	31/12/2010	31/12/2009
Sales of goods / services				
Subsidiary companies		-	1.637.918	1.699.524
Associate companies	12.455	93.421		-
Other affiliated parties	13.471.189	9.591.351		-
	13.483.644	9.684.772	1.637.918	1.699.524
Purchases of goods / services				
Subsidiary companies		-	54.058	43.278
Associate companies	324.208	18.299		-
Other affiliated parties	3.912.201	3.563.747		-
	4.236.409	3.582.046	54.058	43.278
Purchase of fixed assets				
Subsidiary companies	-	-	176.267	21.888
Associate companies	275.408	83.884		-
Other affiliated parties	165.365	140.500		-
	440.773	224.384	176.267	21.888

Closing balances that arise from sales-purchases of goods, services, fixed assets, etc.

	<u>GROUP</u>		<u>COMPANY</u>	
	<u>31/12/2010</u>	<u>31/12/2009</u>	<u>31/12/2010</u>	<u>31/12/2009</u>
<i>Amounts in Euro</i>				
Receivables from affiliated parties:				
Subsidiary companies		-	492.720	86.292
Associate companies	488.122	175.457		-
Other affiliated parties	13.031.635	11.041.483		-
	13.519.757	11.216.940	492.720	86.292
Liabilities to affiliated parties:				
Subsidiary companies		-	115.455	319.098
Associate companies	966.923	195.721		-
Other affiliated parties	1.052.097	1.714.485		-
	2.019.020	1.910.206	115.455	319.098

	<u>GROUP</u>		<u>COMPANY</u>	
	<u>31/12/2010</u>	<u>31/12/2009</u>	<u>31/12/2010</u>	<u>31/12/2009</u>
<i>Amounts in Euro</i>				
Benefits to the Management				
Fees to BoD members and executives	9.866.324	12.622.039		1.164.860
	31/12/2010	31/12/2009	31/12/2010	31/12/2009
Liabilities towards senior executives and members of management	341.791	2.712.290	-	-
Receivables from senior executives and members of management	24.269	24.269	-	-

Services to and from affiliated parties as well as sales and purchases of goods are carried out in accordance with the price lists applying to non-affiliated parties.

35 Basic and diluted earnings per share

(Loss)/ Profits that correspond to the parent company's shareholders for the year

	<u>GROUP</u>		<u>COMPANY</u>	
	<u>31/12/2010</u>	<u>31/12/2009</u>	<u>31/12/2010</u>	<u>31/12/2009</u>
Denominated in Euro per share				
Loss attributable to the parent's shareholders	-20.931.807	-76.759.662	-26.824	-206.714
Weighted average of shares number	199.474.091	198.679.701	199.474.091	199.474.091
Basic and diluted	-0,1049	-0,3863	-0,0001	-0,0010

36 Personnel

Number of personnel at the end of the current year: Group: 7,912 persons, Company: 2 persons.

37 Events after the Balance Sheet date

On 14 January 2011, ELVAL COLOUR SA, a subsidiary of ELVAL SA, participated in the share capital increase of CONSULTANT & CONSTRUCTION SOLUTIONS S.A. by paying the amount of € 921,840 million for acquiring 86.8% of the company.

On 28 February 2011, ETEM SA, a subsidiary of ELVAL SA, in compliance with the decision dated 11/10/2010 of its Board of Directors, set up a subsidiary in Albania trading as “ETEM Albania” which has an initial share capital of € 100,000.00 divided into 10,000 shares with a nominal value of € 10 each and dealing mainly with the trade of metal products.

On 24/1/2011 the subsidiary HALCOR SA and its subsidiary HELLENIC CABLES SA entered into an agreement for the conclusion of ordinary bond loans totalling € 12,250,000 and € 4,700,000 respectively with ALPHA BANK. Both loans have a 2-year term and were taken out in the context of Law 3156/2003 and Codified Law 2190/1920 by virtue of the decisions dated 17/6/2010 of the Ordinary General Meetings and the decisions dated 09/12/2010 of the Companies’ Boards of Directors.

Following the changes in the new tax bill, the income tax rate is expected to be reduced to 20%. This is not expected to have a significant effect on deferred tax.

38 Fees of auditors

The fees of the Group’s legal auditor for the year 2010 amounted to € 510,000.

39 Reclassification of items

Note that foreign exchange differences of receivables, payables, cash and profits/(loss) from FX forwards of the subsidiary CORINTH PIPEWORKS SA with respect to the year 2009 were transferred for comparability purposes as follows:

Description	Group
Transfer from:	
Other profit/(loss) as reduction of the Cost of goods sold	948.326
Other profit/(loss) as increase of Distribution expenses	-5191452
Other income as reduction of Distribution expenses	3.531.913
Other income as reduction of the Cost of goods sold	3.856.856
Financial income as reduction of Financial Expenses	1.253.248

C. Facts and Information of the year

VIOHALCO, HELLENIC COPPER AND ALUMINIUM INDUSTRY, S. A.

Company's No in the Register of S. A.: 895366B.06105

Head Office address: 3-4 Mesagria St., Athens 11527

Financial data and information for the period from January 1, 2010 to December 31, 2010

Published according to the C.L. 2190/2010 article 120 in compliance preparing annual financial statements, consolidated or not, according to the I.A.S.

The figures and information/statistics below, resulting from the financial statements, aim at providing summary general information about the financial position and results of VIOHALCO, HELLENIC COPPER AND ALUMINIUM INDUSTRY, S.A. and the VIOHALCO GROUP. Therefore we recommend to the reader, before proceeding to an investing decision or transaction of any kind with the issuer, to have access to the company's website, where the financial statements are presented, together with the audit report of the legal auditor accounted, when required.

Website of the Company: www.viohalco.gr

Date of approval of the financial statements by the Board of Directors: March 28, 2011

Board of Directors: Nicholas Stamatogiannis, Chairman, executive member, John Pitaris, Vice Chairman, non executive member, Evangelos Moutakas, executive member, Zacharias Heliopoulos, Independent, non executive member, George Dimitras, Independent, non executive member, Charalambos Mataropoulos, non executive member, Athanasios Pappayannis, non executive member, Kalliope Tsalka, non executive member, Jean Pierre de Lenclos, non executive member.

Competent Service: Professions Ministry of Finance, Competitively and Negotiation, Directorate for Companies and Credit

Legal Auditor: Charalambos Ryzopoulos (Reg. No. 8036, 1997)

Audit Firm: KPMG Certified Auditor, S.A.

System type: Unquoted system

FINANCIAL POSITION STATEMENT ACCOUNTS (Amounts in thousands €)

	GROUP		COMPANY	
	Dec 31, 2010	Dec 31, 2009	Dec 31, 2010	Dec 31, 2009
ASSETS				
Tangible fixed assets used by the company	1.827.751	1.828.428	128	188
Investments in real estate	124.017	102.217	143.689	133.044
Intangible assets	8.223	5.040	-	-
Other non current assets	68.188	88.223	773.828	722.838
Inventories	797.383	728.828	-	-
Trade receivables	381.478	342.086	11	11
Other current assets	383.897	359.321	68.188	38.478
TOTAL ASSETS	3.582.334	3.395.828	983.428	983.311
EQUITY AND LIABILITIES				
Share capital	58.842	58.842	58.842	58.842
Other equity items	1.125.641	1.284.124	881.354	881.284
Total equity of the Parent Company (entity) (a)	1.184.483	1.342.966	940.196	940.126
Minority rights (b)	637.881	528.468	-	-
Total equity (c)=(a)+(b)	1.822.364	1.871.434	940.196	940.126
Long term liabilities (bank loans)	497.753	528.386	-	-
Provisions / Other long term debt	222.923	228.541	14.837	13.127
Short term liabilities from banks	828.288	828.527	-	-
Other short term debt	383.388	359.449	3.888	3.278
Total liabilities (d)	1.922.118	1.753.928	14.837	22,886
TOTAL EQUITY AND LIABILITIES (a + d)	3.582.334	3.395.828	983.428	983.311

STATEMENT OF CHANGES IN EQUITY (Amounts in €)

	GROUP		COMPANY	
	Jan 1, Dec 31, 2010	Jan 1, Dec 31, 2009	Jan 1, Dec 31, 2010	Jan 1, Dec 31, 2009
Equity balance at the beginning of the fiscal year (1/1/2010 and 1/1/2009)	1.882.828	1.789.828	940.228	942.727
Summary total income after taxes	(21.842)	(88.018)	818	188
Change in the percentage holding in subsidiaries (Provision) / sale of own shares	(12.428)	(18.287)	-	-
Dividends distributed	(2.750)	(13.042)	-	(11.888)
Equity balance at the end of the fiscal year (31/12/2010 and 31/12/2009)	1.845.808	1.689.523	941.146	942.828

CASH FLOW STATEMENT ACCOUNTS - Indirect method (Amounts in €)

	GROUP		COMPANY	
	Jan 1, Dec 31, 2010	Jan 1, Dec 31, 2009	Jan 1, Dec 31, 2010	Jan 1, Dec 31, 2009
Operating activities				
(Losses) / profits before taxes	(28.787)	(88.022)	(888)	3.211
Plus/less: Adjustments for:				
Depreciation of tangible, intangible fixed assets & investments in real estate	141.288	128.848	1.171	1.187
Results (income, expenses, profits, losses) from investing activity	(8.223)	(5.040)	(2,728)	(2,824)
Interest payable and related expenses	88.870	88.848	-	-
Impairments of tangible and intangible assets	1.387	1,871	-	-
Impairments of investments & receivables (Profits) / losses from subsidiaries	10,887	(7,798)	-	-
Other adjustments	(8,128)	(8,898)	-	-
Plus/less adjustments from changes in working capital accounts or related to the operating activities:				
Decreases / increases of inventories	(84,417)	102,443	-	-
Decreases / increases of receivables	(12,384)	284,281	(2,284)	1,214
Decreases / increases of liabilities (bank loans)	83,374	(148,728)	(2,102)	(2,828)
Increase / (decrease) of provisions	(8,107)	12,228	-	-
Less:				
Interest payable and related expenses	(84,870)	(81,818)	-	-
Taxes settled	(18,288)	(21,228)	(818)	(2,888)
Total cash generated from operating activities (a)	(88,888)	241,644	(1,888)	(2,811)
Investing activities				
(Acquisition) / sale of subsidiaries, affiliates, companies, consortiums & other investments	(12,218)	(12,218)	(14,798)	(82,128)
Purchases of tangible & intangible fixed assets	(114,078)	(102,287)	(8,887)	(8,888)
Collections from sales of tangible & intangible fixed assets	10,128	8,812	-	-
Collected interest	7,348	8,021	3,288	1,842
Collected of grants	3,218	8,882	-	-
Collected Dividends	888	1,884	828	828
Total cash generated from investing activities (b)	(105,888)	(102,888)	(21,128)	(80,828)
Financing activities				
Collections from share capital increase (dividend proportion)	(888)	12,124	-	-
(Provision) / Sale of own shares	-	8,028	-	-
Proceeds from borrowings	888,887	488,288	-	-
Loans settled	(888,822)	(878,828)	-	-
Repayments of obligations from leasing with tax	(871)	(887)	-	-
Dividends paid	(2,750)	(13,076)	-	(11,888)
Total cash generated from financing activities (c)	(888,888)	(173,888)	-	(11,888)
Net (increase) / decrease in cash and equivalents for the year (a)+(b)+(c)	6,437	(113,888)	(23,888)	(78,127)
Cash and equivalents at the beginning of the year	122,718	238,878	32,882	111,888
Cash and equivalents at the end of the year	129,155	124,990	9,994	33,761

TOTAL INCOME STATEMENT ACCOUNTS (Amounts in thousands €)

	GROUP		COMPANY	
	1-Jan-10-Dec-2010	1-Jan-09-Dec-2009	1-Jan-10-Dec-2010	1-Jan-09-Dec-2009
TURNOVER				
Gross profit	2,888,428	2,287,718	-	-
Profits / (Losses) before taxes, financing, investing results & depreciation	244,884	188,288	-	-
Profits / (Losses) before taxes, financing & investing results	188,884	82,884	(2,888)	3,228
Profits / (Losses) before taxes, financing & investing results	17,880	(84,888)	(3,721)	1,881
(Losses) / Profits before taxes	(28,787)	(88,822)	(888)	3,811
Income tax	(2,824)	(2,888)	828	(8,128)
(Losses) after taxes (a)	(31,611)	(91,710)	(27)	(27)
Other income				
Parent company owners	(21,222)	(21,783)	(27)	(27)
Minority rights	(10,389)	(69,927)	-	-
Other total income / (expenses) after taxes (b)	(31,611)	(91,710)	(27)	(27)
Sum total total income (expenses) after taxes (a + b)	(63,222)	(183,420)	(54)	(54)
Other income				
Parent company owners	(21,222)	(21,783)	818	188
Minority rights	(10,389)	(69,927)	-	-
(Losses) / profits (per share after taxes - bank) (a + b)	-0,188	-0,548	-0,558	-0,510
Depreciation of tangible, intangible fixed assets & investments in real estate	141,288	128,848	1,171	1,187

Additional data and information:

1 There are no pledges on the parent company's fixed assets. There are mortgages and loans on subsidiaries' fixed assets, amounting to € 121,7 mil.

2 At the date of the balance sheet, there were pending court decisions or differences under arbitration, against two subsidiaries, amounting in total to € 8,02 mil.

3 Number of the Group's personnel on 31.12.2010: 7812. (on 31.12.2009: 7807)

4 The cumulative amounts of sales and purchases from the beginning of the period, as well as the balances of the receivables and obligations of the Group and the Company at the end of the current period, resulting from its transactions with entities, according to the IAS 24, are as follows:

	GROUP		COMPANY	
	1-Jan-10-Dec-2010	1-Jan-09-Dec-2009	1-Jan-10-Dec-2010	1-Jan-09-Dec-2009
a) Income	13,884	1,828	-	-
b) Expenses	4,877	288	-	-
c) Receivables	13,822	488	-	-
d) Obligations	2,878	118	-	-
Transactions and fees of Managers and Directors	8,888	0	-	-
e) Receivables from loan management and Director	24	0	-	-
f) Obligations to loan management and Director	342	0	-	-

5 The other total income (after taxes) recognized directly in equity without impact on the results for the period refer to (amounts in €):

	GROUP		COMPANY	
	1-Jan-10-Dec-2010	1-Jan-09-Dec-2009	1-Jan-10-Dec-2010	1-Jan-09-Dec-2009
Translation differences of foreign subsidiaries	(817)	(1,888)	-	-
Profits / (losses) after taxes from the change of the fair value of cash flow offset	828	84,882	848	384
Other total income / (expenses) after taxes	(27)	(1,828)	848	384

6 The income tax in the income statement is analyzed as follows (amounts in €):

	GROUP		COMPANY	
	1-Jan-10-Dec-2010	1-Jan-09-Dec-2009	1-Jan-10-Dec-2010	1-Jan-09-Dec-2009
Income tax for the period	(2,824)	(2,888)	(2,824)	(8,128)
Deferred tax for the period	(2,824)	(2,888)	828	(8,128)

7 The Group has formed provisions for pending claims in litigation or differences under arbitration € 8,02 mil, for uncollected fiscal years € 1,7 mil and for other risks € 2,3 mil.

8 Information regarding the Group's companies, their address, percentage holdings, as well as the consolidation method are analyzed in the Note 11 of the financial statements.

9 The Parent company has been audited by the Fiscal Authorities until the fiscal year 2007/2008. In the notes to 11 of the financial statements are mentioned the uncollected fiscal years of companies of the Group.

10 There are no shares of the parent company owned either by itself or by its subsidiaries and affiliated companies, at the end of the current period.

11 On 20/12/2010 the merger of the subsidiaries VITROLIT, S.A., KORINATHA AOCAL, S.A. and ALMYR Ltd was completed. The merger was effected through the absorption of the last two companies by the first, according to the provisions of L. 1207/2002 and transformation date 30/02/2010. The absorption in question was approved by the Decision No. 3880/01.12.2010 of the Athens Prefect.

12 According to the L.3850/2009 a "Social Responsibility" Subsidary Contribution was computed on the profits of 2008, which in the fiscal year 2010 had an impact on the tax expenses and the equity of the Company and the Group of € 421 th. and € 3,718 th. respectively.

13 Regarding the amounts of the subsidiaries, for the previous fiscal year 2009, certain figures have been revised, in order to become compatible with those of the fiscal year 2010.

(note to 20 of the Financial Statements.)

THE CHAIRMAN OF THE BOARD OF DIRECTORS

Nicholas N. Stamatogiannis
I.C. No. A20888

Athens, March 30, 2011
THE AUTHORIZED DIRECTOR

Evangelos D. Moutakas
I.C. No. A843287

THE FINANCIAL MANAGER

Panagiotis S. Mavridis
I.C. No. K28813

D. Information pursuant to Article 10 of Law 3401/2005

In pursuance of applicable laws, the company published and made available to investors on its website (www.viohalco.gr) and on ATHEX website (www.athex.gr) the following Announcements – Disclosures:

13.12.2010	Extension of special negotiation
26.11.2010	Particulars of Financial Statements as per IAS
25.11.2010	Announcement on commentary on financial/ accounting statements - Press release on Q1-Q3 2010
06.10.2010	Press release – New shopping mall at the western suburbs
04.10.2010	% change of voting rights in ETEM SA
31.08.2010	Particulars of Financial Statements as per IAS
31.08.2010	Announcement on commentary on financial/ accounting statements - Press release on Q1-Q2 2010
01.07.2010	Disclosure of formal establishment of the Board
01.07.2010	Decisions of Repeat General Meeting
30.06.2010	Absorption of KERAMEIA AXIOU SA by VITROUVIT SA
18.06.2010	Decisions of Ordinary General Meeting
04.06.2010	Announcement of Extraordinary Contribution under Law 3845/2010
27.05.2010	Announcement on commentary on financial/ accounting statements - Press release on Q1 2010
26.05.2010	Particulars of Financial Statements as per IAS
26.05.2010	General Meeting preliminary announcement
05.05.2010	Presentation of VIOHALCO to the Association of Greek Institutional Investors
23.04.2010	Announcement – Share capital increase of the subsidiary TECHOR SA
31.03.2010	Particulars of Financial Statements as per IAS
31.03.2010	Announcement on commentary on financial/ accounting statements for the year 2009
29.03.2010	Economic calendar 2010
11.03.2010	Disclosure of Transactions under article 13(1) of Law 3340/2005
05.03.2010	Renewal of the duration of the capacity of market maker
03.02.2010	Disclosure of change in the composition of Board of Directors or senior management executives
21.01.2010	Renewal of the duration of the capacity of market maker