



**MICHANIKI S.A.**  
**GROUP OF COMPANIES**

**S.A. REG. NO. 8440/06/B/86/16**  
**91 M. Alexandrou Str., Amarousio Attica 15124**

**Interim Concise Financial Statements**  
**(Company and Consolidated)**  
**at March 31<sup>st</sup> 2010**

**According to the International Financial Reporting Standards**  
**as adopted by the European Union**

**The interim concise financial statements presented in pages 1 to 25 have been**  
**approved by the Company's Board of Directors at May 28<sup>th</sup> 2010.**



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## 1. Interim Financial Position Statement

		Amounts in € thousand			
		THE GROUP		THE COMPANY	
ASSETS	Note:	31/3/2010	31/12/2009	31/3/2010	31/12/2009
<b>Non Current Assets</b>					
Own Used Tangible Assets	15.1	63.202	64.325	46.837	47.551
Property Investment	15.2	100.565	91.886	21.079	18.952
Intangible Assets		29	38	4	3
Expenditures for exploration and evaluation of mineral resources		376	385	0	0
Investments in Subsidiaries		0	0	193.506	193.381
Investments in Joint Ventures/Consortiums		15.680	15.792	14.321	14.321
Financial assets valued at their fair value		3	3	3	3
Less: Provisions for devaluations		(3)	(3)	(45.902)	(45.646)
Other Long-term Receivables		434	442	283	291
Deferred tax receivables		1.950	1.417	0	0
		<b>182.237</b>	<b>174.285</b>	<b>230.131</b>	<b>228.858</b>
<b>Current assets</b>					
Inventories	15.3	130.446	126.068	33.832	33.598
Commercial receivables (clients)	15.4	127.564	137.876	101.843	103.252
Receivables from Affiliated and other investment interest Companies		41.245	41.862	65.587	66.875
Other Receivables	15.4	12.708	11.885	1.858	1.695
Financial assets valued at their fair value with changes in results		6	6	0	0
Other Current item Assets		1.217	1.234	1.099	1.104
Prepayments		36.166	33.467	2.550	2.469
Cash and cash equivalent		12.103	2.583	9.187	609
Owned assets held for sale	15.5	33.853	33.861	-	-
		<b>395.307</b>	<b>388.842</b>	<b>215.956</b>	<b>209.602</b>
		<b>577.544</b>	<b>563.127</b>	<b>446.087</b>	<b>438.460</b>
<b>Total Assets</b>					
<b>Shareholders Equity &amp; Liabilities</b>					
<b>Equity Capital</b>					
Share Capital	15.6	65.035	143.076	65.035	143.076
Share Premium		129.629	129.629	129.629	129.629
Own Shares		0	0	0	0
Financial means fair value differences		0	0	(9.547)	(9.290)
Foreign Exchange Differences	15.15	(19.515)	(26.714)	0	0
Statutory Legal Reserve		10.481	13.075	9.286	11.880
Other Reserves		90.538	12.496	82.090	4.049
Retained Earnings	15.7	(87.303)	(91.289)	(88.428)	(93.552)
		<b>188.864</b>	<b>180.273</b>	<b>188.065</b>	<b>185.792</b>
<b>Equity Attributable to Parent Company Shareholders</b>					
<b>Minority Rights</b>					
<b>Total Equity</b>					
<b>LIABILITIES</b>					
<b>Long-term Liabilities</b>					
Other financial liabilities	15.8	6.044	6.173	6.044	6.173
Long-term borrowing liabilities	15.8	32.746	32.316	0	0
Provisions for employee retirement benefits		2.220	2.138	1.244	1.201
Deferred tax liabilities		23.213	22.338	12.091	11.658
Other Long-term Liabilities		3.585	3.618	2.444	2.465
Other Provisions	15.9	1.495	1.689	826	911
		<b>69.303</b>	<b>68.272</b>	<b>22.649</b>	<b>22.408</b>
<b>Total Long-term Liabilities</b>					
<b>Short-term Liabilities</b>					
Short-term Bank Loans	15.8	185.036	182.180	147.070	143.739
Short-term part of other long-term liabilities	15.8	478	478	478	478
Commercial Liabilities (trade creditors etc)	15.10	56.907	57.265	42.615	42.629
Taxes		173	112	0	0
Other liabilities		15.854	15.574	12.371	11.107
Advances		13.346	12.848	7.786	7.855
Derivative financial products		0	0	0	0
Liabilities to affiliated and other investment interest companies		24.233	23.699	25.051	24.452
		<b>296.027</b>	<b>292.156</b>	<b>235.373</b>	<b>230.260</b>
<b>Total Short-term Liabilities</b>					
<b>Total Liabilities</b>					
<b>Total Shareholders Equity and Liabilities</b>					
		<b>577.544</b>	<b>563.127</b>	<b>446.087</b>	<b>438.460</b>

Possible differences in totals are due to number rounding

## 2. Interim Period Profit & Loss Account

		Amounts in € thousand except from profits per share			
		THE GROUP		THE COMPANY	
	Note:	1/1- 31/03/2010	1/1- 31/03/2009	1/1- 31/03/2010	1/1- 31/03/2009
<b>Sales Turnover</b>	14	21.153	33.736	20.463	26.459
Cost of Sales	14	(18.552)	(28.789)	(16.201)	(20.722)
<b>Gross Profit</b>		<b>2.601</b>	<b>4.946</b>	<b>4.262</b>	<b>5.737</b>
Property Investment valuation result	15.2	4.340	0	2.127	0
Other Operating Income		588	569	279	296
Selling Expenses		(249)	(196)	0	0
Administrative Expenses		(2.291)	(3.849)	(1.573)	(1.710)
Other Operating Expenses		(836)	(512)	(446)	(157)
<b>Profit before Interest, Financial and Investment Results</b>		<b>4.154</b>	<b>958</b>	<b>4.649</b>	<b>4.167</b>
Depreciation		1.745	1.756	1.296	1.312
<b>Profit before Interest, Financial and Investment Results and depreciation</b>		<b>5.899</b>	<b>2.714</b>	<b>5.945</b>	<b>5.479</b>
Financial Income	15.11	8	3.748	1	5.213
Financial Expenses	15.11	(2.967)	(3.350)	(2.147)	(1.946)
Share of profit/valuation from associate companies	15.11	417	287	417	287
<b>Financial Result</b>		<b>(2.542)</b>	<b>685</b>	<b>(1.729)</b>	<b>3.555</b>
Depreciation		(1.745)	(1.756)	(1.296)	(1.312)
<b>Profit before Tax</b>		<b>1.612</b>	<b>1.644</b>	<b>2.919</b>	<b>7.722</b>
Income Tax		(306)	(519)	(390)	(47)
<b>Period Profit after tax</b>		<b>1.307</b>	<b>1.125</b>	<b>2.530</b>	<b>7.675</b>
<u>Distributed to:</u>					
<i>Equity shareholders of the parent company</i>		1.164	1.457	2.530	7.675
<i>Minority Rights</i>		143	(332)	-	-
		<b>1.307</b>	<b>1.125</b>	<b>2.530</b>	<b>7.675</b>
Profit after tax per share - basic (in €)	15.17	0,0125	0,0158	0,0272	0,0831

*Possible differences in totals are due to number rounding*

### 3. Interim Total Income Statement

		Amounts in € thousand			
		THE GROUP		THE COMPANY	
		1/1- 31/03/2010	1/1- 31/03/2009	1/1- 31/03/2010	1/1- 31/03/2009
<b>Period Profits</b>		1.307	1.125	2.530	7.675
Foreign Exchange Differences	15.15	8.332	(9.320)	0	0
Valuation of cash and cash equivalent assets held for sale		0	0	(256)	(5.365)
<b>Comprehensive Total Period Income</b>		<b>9.638</b>	<b>(8.195)</b>	<b>2.273</b>	<b>2.310</b>
<i>Distributed to:</i>					
Equity shareholders of the parent company		8.362	(6.452)	2.273	2.310
Minority Rights		1.276	(1.743)	0	0
		<b>9.638</b>	<b>(8.195)</b>	<b>2.273</b>	<b>2.310</b>

*Possible differences in totals are due to number rounding*

#### 4. Interim Consolidated Statement of Changes in Equity

Note:

Amounts in € thousand

	Share Capital	Share Premium	Fair Value Reserves	Foreign Exchange Differences Conversion Reserve	Other Reserves	Retained Earnings	Total before minority rights	Minority Rights	Total
<b>Balance at January 1st 2009</b>	<b>143.076</b>	<b>129.629</b>	<b>2.036</b>	<b>(19.608)</b>	<b>19.592</b>	<b>(33.803)</b>	<b>240.921</b>	<b>32.889</b>	<b>273.812</b>
Change of net equity for the period 1/1-31/03/2009									
Purchases (Sales) of Own Shares									-
Net income recorded directly to the net equity									-
Dividends payable					150	(150)			-
Effect from change of investment percentage in subsidiary company						287	287	(744)	(458)
Capitalization of reserves							-		-
Period Results from 01.01. έως 31.03.2009	-					1.457	1.457	(332)	1,125
Other comprehensive period income from 01.01. έως 31.03.2009				(7.909)			(7.909)	(1.411)	(9.320)
<b>Period Equity Total Change</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(7.909)</b>	<b>150</b>	<b>1.593</b>	<b>(6.166)</b>	<b>(2.487)</b>	<b>(8.654)</b>
<b>Balance at March 31st 2009</b>	<b>143.076</b>	<b>129.629</b>	<b>2.036</b>	<b>(27.517)</b>	<b>19.742</b>	<b>(32.209)</b>	<b>234.754</b>	<b>30.402</b>	<b>265.159</b>
<b>Balance at January 1st 2010</b>	<b>143.076</b>	<b>129.629</b>	<b>2.036</b>	<b>(26.714)</b>	<b>23.535</b>	<b>(91.289)</b>	<b>180.273</b>	<b>22.426</b>	<b>202.699</b>
Change of net equity for the period 1/1-31/03/2010									
Subsidiary share capital increase expenditures							-	-	-
Sale of subsidiary own shares							-	-	-
Decrease of share face value	15.6	(78.041)			75.448	2.594	(0)	-	(0)
Dividends payable							-	-	-
Effect from change of investment percentage in subsidiary company						228	228	(353)	(124)
Other comprehensive period income from 01.01. έως 31.03.2010	15.15			7.199			7.199	1.133	8,332
Net Period Results from 01.01. έως 31.03.2010						1.164	1.164	143	1,307
<b>Period Equity Total Change</b>	<b>(78.041)</b>	<b>-</b>	<b>-</b>	<b>7.199</b>	<b>75.448</b>	<b>3.986</b>	<b>8.591</b>	<b>923</b>	<b>9.514</b>
<b>Balance at March 31st 2010</b>	<b>65.035</b>	<b>129.629</b>	<b>2.036</b>	<b>(19.515)</b>	<b>98.983</b>	<b>(87.303)</b>	<b>188.864</b>	<b>23.349</b>	<b>212.213</b>

Possible differences in totals are due to number rounding

## 5. Interim Statement of Changes in Equity of Parent Company

Amounts in € thousand						
	Share Capital	Share Premium	Fair value financial item reserves	Other Reserves	Retained Earnings	Total
<b>Balance at January 1st 2009</b>	143.076	129.629	4.321	12.136	(88.499)	200.664
Change of net equity for the period 1/1-31/03/2009						
Dividends payable						-
Purchases (Sales) of Own Shares						-
Capitalization of reserves						-
Period Results from 01.01. έως 31.03.2009					7.675	7.675
Other comprehensive period income from 01.01. έως 31.03.2009	-	-	(5.365)	-	-	(5.365)
Year End Equity Total Change	-	-	(5.365)	-	7.675	2.309
<b>Balance at March 31st 2009</b>	<b>143.076</b>	<b>129.629</b>	<b>(1.044)</b>	<b>12.136</b>	<b>(80.824)</b>	<b>202.974</b>
<b>Balance at January 1st 2010</b>	<b>143.076</b>	<b>129.629</b>	<b>(9.291)</b>	<b>15.929</b>	<b>(93.552)</b>	<b>185.792</b>
Change of net equity for the period 1/1-31/03/2010						
Dividends payable						-
Decrease of share face value	15.6	(78.041)		75.448	2.594	(0)
Other comprehensive period income from 01.01. έως 31.03.2010			(256)			(256)
Net Period Results from 01.01. έως 31.03.2010					2.530	2.530
<b>Period Equity Total Change</b>	<b>(78.041)</b>	<b>-</b>	<b>(256)</b>	<b>75.448</b>	<b>5.124</b>	<b>2.273</b>
<b>Balance at March 31st 2010</b>	<b>65.035</b>	<b>129.629</b>	<b>(9.548)</b>	<b>91.377</b>	<b>(88.428)</b>	<b>188.065</b>

*Possible differences in totals are due to number rounding*

## 6. Interim Cash flow statement (Indirect method)

	Amounts in € thousand			
	THE GROUP		THE COMPANY	
	1/1- 31/03/2010	1/1- 31/03/2009	1/1- 31/03/2010	1/1- 31/03/2009
<b>Operating activities</b>				
Profit before tax	1.612	1.644	2.919	7.722
Plus / less adjustments for:				
Depreciation	1.778	1.785	1.317	1.328
Depreciation of grants	(33)	(29)	(21)	(17)
Losses / (Profits) from asset sales	(113)	32	(28)	0
Provisions / (Revenues from unused provisions of previous year-ends)	(73)	(107)	1	(61)
Losses / (Profits) of fair value property investments	(4.340)	0	(2.127)	0
Foreign exchange differences	4.024	(9.870)	0	0
Results (income, expenses, profits and losses) from investment activity	0	(1.501)	0	(1.501)
Credit interest and similar income	(8)	(3.748)	(1)	(3.712)
Debit interest and similar charges	2.967	3.350	2.147	1.946
<i>Plus/ less adjustments for changes of working capital accounts or accounts related with operating activities:</i>				
Decrease / (increase) of inventories	(4.377)	(3.007)	(235)	(23)
Decrease / (increase) of receivables	5.939	16.559	1.149	5.585
(Decrease) / increase of liabilities (except banks)	1.315	(7.529)	1.132	(5.879)
Less:				
Paid up Debit interest and similar charges	(2.269)	(3.350)	(1.493)	(1.946)
Paid up taxes	609	(3.468)	0	(701)
<b>Total inflows / (outflows) from operating activities (a)</b>	<b>7.030</b>	<b>(9.241)</b>	<b>4.760</b>	<b>2.742</b>
<b>Investment activities</b>				
Acquirement of subsidiaries, associates and other investments	(124)	(458)	(124)	(458)
Acquisition of tangible and Intangible assets	(678)	(417)	(653)	(408)
Loans to/returned from associated parties	0	0	1.318	0
Disposal/(Acquirement) of property investments	(30)	(22)	0	0
Collections from sales of tangible and intangible assets	162	30	78	0
Interest received	8	72	1	36
<b>Total inflows / (outflows) from investment activities (b)</b>	<b>(663)</b>	<b>(796)</b>	<b>619</b>	<b>(830)</b>
<b>Financial Activities</b>				
Collections from issued / undertaken loans	3.286	10.613	3.331	0
Loan settlements	0	(1.191)	0	(1.191)
Liability settlements from financial leases (amortization)	(129)	(123)	(129)	(123)
Dividends paid to parent company shareholders	(6)	(13)	(5)	(13)
<b>Total inflows / (outflows) from financial activities (c)</b>	<b>3.152</b>	<b>9.286</b>	<b>3.198</b>	<b>(1.327)</b>
<b>Net increase / (decrease) in cash and cash equivalents (a) + (b) + ( c )</b>	<b>9.519</b>	<b>(751)</b>	<b>8.578</b>	<b>584</b>
<b>Cash and cash equivalents at the beginning of the year-end</b>	<b>2.583</b>	<b>9.864</b>	<b>609</b>	<b>1.526</b>
<b>Cash and cash equivalents at the end of the year-end</b>	<b>12.103</b>	<b>9.113</b>	<b>9.187</b>	<b>2.110</b>

*Possible differences in totals are due to number rounding*

**The attached notes from page 9 up to and page 24 constitute an integral part of the financial statements**

## **7. Parent Company**

MICHANIKI is stationed in Greece. The consolidated financial statements (The Group) for the three month period ended March 31<sup>st</sup> 2010 include the Company, its subsidiaries and its affiliate companies in addition to participations in Joint Ventures. They also include the individual financial statements of the parent company (The Company). The group's financial statements for the year-end December 31<sup>st</sup> 2009 (Yearly Financial Statements) are available at the company's offices at 91, M. Alexandrou Str., Marousi, Attica or at the company's website address [www.michaniki.gr](http://www.michaniki.gr).

MICHANIKI Group of companies is one of the first that materialized a multiple and immediate complementary to its activities developmental strategy in the Greek market with the objective to expand beyond public works to new lucrative sectors with enriched sources of income and maximization of synergies.

The four basic categories in which MICHANIKI Group of companies is operating are the following:

I. Constructions,

II. Real Estate Development-Utilization,

III. Energy, and

IV. Industries

- The construction sector in which the parent company MICHANIKI S.A. and THOLOS S.A. operate in regard constructions of Public and Private Projects and mainly Building, Road, Bridge, Landscaping, Energy, Airport, Port, Tunnel and Environmental projects.

## **8. Financial statements form framework**

The interim financial statements for the three month period ended March 31<sup>st</sup> 2010 have been compiled based upon the ordinances of I.A.S. 34 "Interim Financial Statements".

The interim concise financial statements do not include all of the information and notes required in the yearly financial statements and they should be studied in conjunction to the financial statements of the group at December 31<sup>st</sup> 2009.

## **9. Significant accounting principles**

The Interim Financial Statements have been compiled based upon the International Accounting Standard (henceforth I.A.S.) number 34, which has been issued by the International Accounting Standards Committee, as adopted by the European Union (E.U.).

The interim financial statements do not include all of the information that is included in the yearly financial statements and thus they should be studied in conjunction to the yearly consolidated financial statements for the year ended at December 31<sup>st</sup> 2009.

The Accounting principles, the presentation and the calculation method applied to the Interim Financial Statements are consistent to the ones followed for the compilation of the Financial Statements of the Group

for the fiscal year-end December 31<sup>st</sup> 2009. With the exception of the following standards, the amendments of the existing standards and the interpretations that have been issued but have not been adopted by the Group and which the Group estimates that they will not have a significant effect to its financial statements:

- Improvements to I.F.R.S. (in effect for fiscal year-ends commencing from or after January 1<sup>st</sup> 2010)
- Amendment to I.F.R.S. 2 "Vesting Conditions and Cancellations" (in effect for fiscal year-ends commencing from or after January 1<sup>st</sup> 2010).
- Revision I.F.R.S. 3 "Business Combinations" (in effect for fiscal year-ends commencing from July 1<sup>st</sup> 2009 and after).
- Amendment I.A.S. 27 "Consolidated and Separate Financial Statements" (in effect for Business Combinations for which the acquisition date is from the beginning of the first year end commencing from July 1<sup>st</sup> 2009 and after).
- Amendment I.A.S. 39 "Financial Instruments: Recognition and Measurement", and
- Interpretation IFRIC 17 "Distribution of Non-Cash Assets to Owners"

## **10. Estimates**

The compilation of the interim financial statements requires from the management to perform estimates and assumptions that affect the implementation of the accounting principles and the presented accounts of the asset items, the liabilities, the income and expenditures. The actual results may differ from these estimates. With the exception of the following paragraph, for the preparation of the interim financial statements the significant estimates made by the management do not differ from the ones made for the compilation of the yearly financial statements of December 31<sup>st</sup> 2009.

During the current period valuation differences of property investments were recognised which amounted to profits of €4.340.000. In the previous three month period there were no valuation differences. The relevant amount has been recognized in the profit and loss statement.

## **11. Financial Risk Management**

The financial risk management policies of the group are consistent and remain essentially invariable to the ones presented within the notifications of the financial statements of December 31<sup>st</sup> 2009.

## **12. Seasonability of activities**

Demand for the group's activities is not subject to seasonability. It is noted however that the construction activity of the Group can be influenced from factors that are relevant to the prevailing weather conditions.

## **13. Group Structure – Consolidated Financial Statements**

Apart for the parent Company the consolidated financial statements include through the full consolidation method the following subsidiary companies:

Company Name	Headquarters	Participation Percentage	Relation that dictated the consolidation
BALKAN REAL ESTATE S.A.	AGHIALOS THESSALONICA	68,31%	The participation percentage
THOLOS S.A.	AMAROUSIO ATTICA	100%	The participation percentage
HELLENIC PIPE WORKS S.A.	CHALKIDA	100%	The participation percentage
MARMARA KAVALAS S.A.	KAVALA	77,07%	The participation percentage
HELLENIC WOOD INDUSTRY S.A.	SAPES KOMOTINI	98,62%	The participation percentage
MICHANIKI UKRAINE S.A.	UKRAINE	100%	The participation percentage
MICHANIKI BULGARIA S.A.	BULGARIA	100%	The participation percentage
MICHANIKI RUSSIA LTD	RUSSIA	68,75% direct 14,52% indirect	The participation percentage
MICHANIKI EGYPT	EGYPT	70,00% direct 22,08% indirect	The participation percentage
MICHANIKI BELARUS	BELARUS	75,00% direct 17,08% indirect	The participation percentage
MICHANIKI HOLDING Limited	CYPRUS	100%	The participation percentage
VALKAN HOLDING Limited	CYPRUS	68,31% direct	The participation percentage
HELLENIK PIPEWORKS HOLDING Limited	CYPRUS	100% direct	The participation percentage
MICHANIKI REAL ESTATE) Limited	CYPRUS	100%	The participation percentage

Also the joint ventures/consortiums that the parent company participates in are included with the net equity method and which proceed in the joint execution of projects. These are the following:

Company Name	Headquarters	Participation Percentage	Un-audited Tax Year-Ends	Consolidation Method
JOINT VENTURE:"MICHANIKI S.A.-EDISTRA EDILIZIA STRADALE SPA"	GREECE	99,00%	2007-2010	NET EQUITY
JOINT VENTURE:"MICHANIKI S.A.-ELLISDON CONSTRUCTION INC."	GREECE	50,00%	2008-2010	NET EQUITY
JOINT VENTURE:"MICHANIKI S.A.-EMPEDOS S.A.-AEGEK-ELLINIKI DYNAMIKI"	GREECE	93,00%	2007-2010	NET EQUITY
JOINT VENTURE:"MICHANIKI S.A.-ATHINA S.A."	GREECE	50,00%	2007-2010	NET EQUITY
JOINT VENTURE:" MICHANIKI S.A.-TERNA S.A."	GREECE	2,00%	2003-2010	NET EQUITY
JOINT VENTURE:" MICHANIKI S.A.-ATTI-KAT S.A."	GREECE	99,80%	2007-2010	NET EQUITY
JOINT VENTURE:" MICHANIKI S.A.-ATHINAIKI CONSTRUCTION S.A.-PARNON S.A."	GREECE	62,50%	2007-2010	NET EQUITY
JOINT VENTURE:"AKTOR-PANTEHNIKI- MICHANIKI"	GREECE	20,00%	2003-2010	NET EQUITY
JOINT VENTURE:"AKTOR- MICHANIKI-MOHLOS-ALTE"	GREECE	4,38%	2003-2010	NET EQUITY
JOINT VENTURE:"AKTOR- MICHANIKI-MOHLOS-ALTE( EGNATIA AVE. – VEROIA)"	GREECE	20,00%	2003-2010	NET EQUITY
JOINT VENTURE:"MICHANIKI-MOHLOS "	GREECE	50,00%	2007-2010	NET EQUITY
JOINT VENTURE:" MICHANIKI S.A.-THEMELI S.A.-PARNON S.A."	GREECE	90,00%	2007-2010	NET EQUITY
JOINT VENTURE:" MICHANIKI S.A.-PANTEHNIKI S.A."	GREECE	50,00%	2007-2010	NET EQUITY
JOINT VENTURE:" MICHANIKI S.A.-CHR. KONSTANTINIDIS S.A."	GREECE	50,00%	2000-2010	NET EQUITY
JOINT VENTURE:" MICHANIKI S.A.-PARNON S.A."	GREECE	92,50%	2007-2010	NET EQUITY
JOINT VENTURE:" MICHANIKI S.A.-PANTEHNIKI S.A. (ALEXANDROUPOLI)"	GREECE	50,00%	2007-2010	NET EQUITY
JOINT VENTURE:"THESSALIKI-ELTER- MICHANIKI-TE CHR. KON/DIS"	GREECE	28,33%	2002-2010	NET EQUITY
JOINT VENTURE:"THESSALIKI- MICHANIKI-ELTER"	GREECE	25,00%	2002-2010	NET EQUITY
JOINT VENTURE:"ATHINA- MICHANIKI"	GREECE	50,00%	2009-2010	NET EQUITY
JOINT VENTURE:"TERNA- MICHANIKI"	GREECE	35,00%	2005-2010	NET EQUITY
JOINT VENTURE:"THEMELI DOMI- MICHANIKI-MOHLOS"	GREECE	40,00%	2007-2010	NET EQUITY

During the A' quarter 2010 the participation percentage of the parent company in "BALKAN REAL ESTATE S.A." was altered from 67,51% (31/12/2009) to 68,31% (31/03/2010).

The acquisition cost (through the A.S.E.) amounted to €124.417. From the acquisitions a profit (negative surplus) emerged for the group amounting to €228.000 which was recognized directly to the net equity. There were no sales during the three month period of 2010. There were no other changes in the Group structure during the three month period.

#### **14. Financial information by segment**

A business segment is defined as a group of assets and operations engaged in providing products and services, that are subject to different risks and returns from those of other business segments. A geographical sector is defined as a geographical area, within which products and services are provided and which is subject to different risks and returns from other segments.

The Group operates in the following segments:

- 1) Hydroelectric Energy
- 2) Utilization of Parking Stations
- 3) Utilization of a Cemetery
- 4) Technical Works
- 5) Wood Industry
- 6) Pipelines
- 7) Marble Quarrying & Marketing
- 8) Real Estate Utilization

For financial statement presentation purposes, but also for purposes relating to consistency with the internal reporting system, the classification of the operating reporting sectors of the Group is the following:

- 1) Technical Works
- 2) Industry-Energy (includes industry of wood, marble, piping and energy)
- 3) Real Estate Utilization (includes utilization of parking stations)
- 4) Other Sectors (included utilization of cemetery)

**Primary sector information – Business sectors**

The analysis of the group's results per sector is depicted in the table below:

	<b>1/1-31/03/2010</b>				
	<b>WORKS</b>	<b>INDUSTRY- ENERGY</b>	<b>REAL ESTATE UTILIZATION</b>	<b>OTHER</b>	<b>TOTAL</b>
Total gross sales per sector	19.589	1.783	343	225	<b>21.939</b>
Domestic sales	(716)	(71)	-	-	<b>(787)</b>
<b>Net Sales</b>	<b>18.873</b>	<b>1.712</b>	<b>343</b>	<b>225</b>	<b>21.152</b>
<b>Operating Result</b>	<b>89</b>	<b>214</b>	<b>4.235</b>	<b>(385)</b>	<b>4.154</b>
Financial Results	90	(139)	(485)	(2.008)	<b>(2.542)</b>
<b>Profits before tax</b>	<b>179</b>	<b>75</b>	<b>3.751</b>	<b>(2.392)</b>	<b>1.612</b>
Income tax	-	-	-	-	<b>(306)</b>
<b>Net profit</b>					<b>1.307</b>
	<b>1/1-31/03/2009</b>				
	<b>WORKS</b>	<b>INDUSTRY- ENERGY</b>	<b>REAL ESTATE UTILIZATION</b>	<b>OTHER</b>	<b>TOTAL</b>
Total gross sales per sector	30.718	3.079	337	211	34.345
Domestic sales	(528)	(82)	-	-	(610)
<b>Net Sales</b>	<b>30.190</b>	<b>2.997</b>	<b>337</b>	<b>211</b>	<b>33.735</b>
<b>Operating Result</b>	<b>1.722</b>	<b>(297)</b>	<b>(437)</b>	<b>(30)</b>	<b>958</b>
Financial Results	(398)	(268)	(856)	2.208	685
<b>Profits before tax</b>	<b>1.324</b>	<b>(565)</b>	<b>(1.293)</b>	<b>2.178</b>	<b>1.644</b>
Income tax	-	-	-	-	<b>(519)</b>
<b>Net profit</b>					<b>1.125</b>

The analysis of segment assets and liabilities as of 31/03/2010 and 31/12/2009 respectively is as follows:

	<b>1/1-31/03/2010</b>				
	<b>WORKS</b>	<b>INDUSTRY- ENERGY</b>	<b>REAL ESTATE UTILIZATION</b>	<b>OTHER</b>	<b>TOTAL</b>
<i>Segment asses</i>	129.126	107.805	229.705		466.637
Non allocated assets				110.907	110.907
<b>Total assets</b>	<b>129.126</b>	<b>107.805</b>	<b>229.705</b>	<b>110.907</b>	<b>577.544</b>
<i>Segment liabilities</i>	96.883	31.645	50.924		179.452
Non allocated liabilities				185.878	185.878
<b>Total liabilities</b>	<b>96.883</b>	<b>31.645</b>	<b>50.924</b>	<b>185.878</b>	<b>365.330</b>
Total depreciation	1.193	372	104	108	1.777
<i>Additions of tangible and intangible assets</i>	653		25		678
	<b>1/1-31/12/2009</b>				
	<b>WORKS</b>	<b>INDUSTRY- ENERGY</b>	<b>REAL ESTATE UTILIZATION</b>	<b>OTHER</b>	<b>TOTAL</b>
<i>Segment asses</i>	222.175	107.887	213.903		543.965
Non allocated assets				19.163	19.163
<b>Total assets</b>	<b>222.175</b>	<b>107.887</b>	<b>213.903</b>	<b>19.163</b>	<b>563.127</b>
<i>Segment liabilities</i>	109.699	33.959	46.384		190.041
Non allocated liabilities				170.387	170.387
<b>Total liabilities</b>	<b>109.699</b>	<b>33.959</b>	<b>46.384</b>	<b>170.387</b>	<b>360.428</b>
Total depreciation	4.854	1.389	214	364	6.822
<i>Additions of tangible and intangible assets</i>	1.532	47	197		1.776

## 15. Interim Financial Statement Notes

### 15.1. A' Quarter of 2010 Investments

The Group during the A' quarter of 2010 proceeded in total asset investments amounting to €678.000 (€653.000 the company). During the period the group sold assets of a net book value amounting to €49.000, at a price of €162.000. From the relevant transactions a profit emerged amounting to €113.000. The total depreciation of the period amounted to €1.778.000 (€1.785.000 the Company).

### 15.2. Property Investments

During the current period the Group did not proceed in significant additions regarding the property investments it handles. Property investments amounted to €30.000 whereas during the conversion of the foreign property investments value as far as the presented currency of the group positive foreign exchange differences resulted amounting to €4.310.000. The significant effect of the foreign exchange differences is caused mainly due to the serious devaluation of the presented currency in relation to the currencies of the countries where the property investments are based (mainly to the subsidiary "MICHANIKI RUSSIA").

During the current period the differences of property investment valuations were recognized amounting to €4.340.000. In the respective previous period valuation differences had not been recognized in the profit and loss statement.

The changes in the account of property investments for the three month period of 2010 is presented in the table below:

	THE GROUP		THE COMPANY	
	31/3/2010	31/12/2009	31/3/2010	31/12/2009
<b>At the beginning of the period</b>	<b>91.886</b>	<b>143.970</b>	<b>18.952</b>	<b>18.942</b>
Transfers-Fair value difference	-	-	-	-
Additions	30	4.954	-	-
Profits / (losses) from fair value	4.340	(55.239)	2.127	-
Foreign exchange differences	4.310	(1.798)	-	-
<b>At the end of the period</b>	<b>100.565</b>	<b>91.886</b>	<b>21.079</b>	<b>18.952</b>

### 15.3. Inventories

The inventories of the Group and the Company are analyzed as follows:

	THE GROUP		THE COMPANY	
	31/3/2010	31/12/2009	31/3/2010	31/12/2009
Merchandise	1.264	282	4	4
Finished and Semi Finished Products - By-Products and Residues	39.315	39.540	16.279	16.439
Production in progress	88.129	84.528	16.109	15.729
Raw and auxiliary materials - Consumables - Spare parts and Packing Materials	1.737	1.718	1.440	1.425
<b>Total</b>	<b>130.446</b>	<b>126.068</b>	<b>33.832</b>	<b>33.598</b>

The increase of inventories is mainly caused to the change of the exchange rate of the inventory of assets that are constructed from the subsidiary companies "MICHANIKI RUSSIA" and "MICHANIKI UKRAINE".

#### 15.4. Commercial and Other Receivables

The analysis of the commercial and other receivables of the Group and the Company is presented in the table below:

	THE GROUP		THE COMPANY	
	31/3/2010	31/12/2009	31/3/2010	31/12/2009
Trade receivables	47.505	57.707	41.496	44.931
Bills receivable	302	296	169	163
Client accruals (IAS 11)	80.432	80.238	59.786	57.767
Bills receivable overdue				
Cheques receivable	1.541	2.127	714	718
Receivables from executed projects	26.301	26.301	26.301	26.301
Cheques receivable overdue	1.934	2.020	145	145
Doubtful receivables	3.195	3.196	2.751	2.751
Sundry debtors	15.553	14.975	2.056	2.111
Prepayment and credit accounts	3.232	2.625	298	74
Less:Bad debt provisions	(39.723)	(39.723)	(30.013)	(30.013)
<b>Total other receivables</b>	<b>140.272</b>	<b>149.761</b>	<b>103.701</b>	<b>104.947</b>

During the three month period that ended in March 31<sup>st</sup> 2010 the provisions fro bad debts were not altered.

#### 15.5. Assets held for sale

The subsidiary company "BALKAN REAL ESTATE" has decided the sale of its premises in Aghialos Thessalonica. The sale constitutes part of the company's decision regarding the dereliction of the production and commerce timber sector. All of the assets that constitute part of this agreement were reclassified in the category "Assets held for sale" with a total value of €33.878.000. The analysis per category of the relevant amount is presented in the table below:

Category of Asset	Amounts in € thousand	
	31/3/2010	31/12/2009
Property Investments	32.706	32.706
Tangible assets	1.147	1.155
Inventory	0	0
<b>Total</b>	<b>33.853</b>	<b>33.861</b>

The amount of € 2.035.000 relevant to the asset has been directly recorded in the net equity in the account "Fair Value Reserves". With the conclusion of the sale it will be transferred directly to the account "Retained earnings" as set by the relevant standard.

It is noted that the relevant activity has an insignificant participation to the group's figures and does not meet the classification criteria as a terminated utilization based upon the ordinances of IFRS N°5, based upon the Michaniki Group level.

### 15.6. Share Capital

With the decision of the extraordinary General Assembly dated 17/02/2010 the reduction of the share capital of the parent company was decided by the amount of **€78.041.470,92** with the reduction of its nominal share value from €1,54/share to €0,70/per share. The reduction of the share capital is transferred for the formulation of an equivalent amount special reserve amounting to €78.041.470,92 according to the ordinances of article 4 par.4<sup>a</sup> of CL 2190/1920. Consequently the company's equity capital remains unchanged. After this decision the company's share capital amounts to **€65.034.559,10** consisting of a) **66.937.526** ordinary shares of €0,70/share face value that is a total value of **€46.856.268,20** and b) **25.968.987** preferred shares of €0,70/share face value that is a total value of **€18.178.290,90**.

### 15.7. Retained earnings

The account "Retained earnings" includes profits from valuations of property investments at their fair value based upon the I.A.S. No 40. These profits can not be distributed unless they are set as final at the time of the sale of the respective asset.

For the relevant profits the proportionate tax has been calculated which is registered as a tax deferred liability.

The table below depicts the analysis of the relevant account:

	THE GROUP		
	Cumulative results	Cumulative of asset valuation	Total retained earnings
Beginning balance	(87.120)	53.317	(33.803)
Percentage change of subsidiary	287		
Distribution Approval	(150)		(150)
Period results	1.457		1.457
<b>Balance at March 31st 2009</b>	<b>(85.526)</b>	<b>53.317</b>	<b>(32.209)</b>
Beginning balance	<b>(102.435)</b>	<b>11.144</b>	<b>(91.289)</b>
Sale of own shares			
Change of Share Capital face value	2.594		2.594
Percentage change of subsidiary	228		228
Distribution Approval			
Period results	(1.927)	3.091	1.164
<b>Balance at March 31st 2010</b>	<b>(101.540)</b>	<b>14.235</b>	<b>(87.303)</b>

### 15.8. Bank Loans

The Group's short-term loans during the first three month period ended March 31<sup>st</sup> 2010 increased by the amount of €2.856.000 (€3.331.000 increase for the Company). The Group's and the Company's loan analysis is depicted in the table below:

	THE GROUP		THE COMPANY	
	31/3/2010	31/12/2009	31/3/2010	31/12/2009
<b>Long-term Loans</b>				
Bank Loans	32.746	32.316	-	-
Financial Lease Liabilities	6.044	6.173	6.044	6.173
<b>Total Long-term loans</b>	<b>38.790</b>	<b>38.489</b>	<b>6.044</b>	<b>6.173</b>
<b>Short-term loans</b>				
Bank loans	185.036	182.180	147.070	143.739
Financial Lease Liabilities	478	478	478	478
<b>Total Short-term loans</b>	<b>185.514</b>	<b>182.658</b>	<b>147.549</b>	<b>144.217</b>
<b>Total Loans</b>	<b>224.304</b>	<b>221.147</b>	<b>153.593</b>	<b>150.390</b>

The long-term loans include loans that have been undertaken in U.S. Dollars amounting to \$12.000.000.

The average loan interest rate regarding loans in Euros was 4,68% from 6,8% % the previous period whereas for loans in U.S.D. the interest rate was 5,50% from 7,80% in the previous period.

### 15.9. Provisions

Provisions regarding the Group and the Company are recognized with the condition that the current legal or implicit liabilities as a consequence of past events, if there is a possibility to settle them through outflow resources and if the liability of the amount can be reliably calculated. The other provisions on a parent company but also group level are analyzed below:

	THE GROUP		
	Provisions of loss-making construction projects	Other provisions	Total Provisions
<b>31/12/2009</b>	<b>665</b>	<b>1.025</b>	<b>1.689</b>
Additional year-end provisions		42	42
Non used provisions that were reversed	(155)	(81)	(236)
<b>31/3/2010</b>	<b>510</b>	<b>986</b>	<b>1.495</b>

  

	THE COMPANY		
	Provisions of loss-making construction projects	Other provisions	Total Provisions
<b>31/12/2009</b>	<b>429</b>	<b>482</b>	<b>911</b>
Additional year-end provisions		37	37
Non used provisions that were reversed	(42)	(80)	(122)
<b>31/3/2010</b>	<b>387</b>	<b>439</b>	<b>826</b>

In the other provisions account, provisions that the company and the Group have performed for potential taxes are included. The provision of €510.000 (€387.000 for the Company) refers to the loss making projects that according to I.A.S. 11 "Construction Contracts" the estimate of the loss making result of the

project is registered directly to the results. Apart from the above provisions it is estimated that there are no potential receivables and liabilities that may arise from construction contracts.

### 15.10. Commercial Liabilities

The analysis of the commercial liabilities of the Group and the Company for the three month period ended march 31<sup>st</sup> 2010 are presented in the table below:

Commercial Liabilities	THE GROUP		THE COMPANY	
	31/3/2010	31/12/2009	31/3/2010	31/12/2009
Trade creditors	33.438	31.853	25.335	22.828
Bills payable	0	0	0	0
Cheques payable	23.470	25.412	17.280	19.801
<b>Total</b>	<b>56.907</b>	<b>57.265</b>	<b>42.615</b>	<b>42.629</b>

### 15.11. Financial revenues/expenses – Other financial results

The financial result of the group and the company is analyzed below:

	THE GROUP		THE COMPANY	
	1/1 - 31/03/2010	1/1 - 31/03/2009	1/1 - 31/03/2010	1/1 - 31/03/2009
<b>Financial Income from:</b>				
- Bank interest	8	57	-	21
- Derivative financial product valuation	1	-	1	-
- Securities	-	-	0	1.501
<b>Total</b>	<b>8</b>	<b>57</b>	<b>1</b>	<b>1.522</b>
<b>Financial Expenses from:</b>				
- Derivative financial product valuation	-	-	-	-
- Bank Loans	2.775	2.805	1.992	1.500
- Guarantees commission	109	465	94	368
- Financial Leases	32	63	32	63
- Other bank expenses	50	13	30	12
<b>Total</b>	<b>2.966</b>	<b>3.347</b>	<b>2.147</b>	<b>1.943</b>
<b>Other Financial Results</b>				
- Derivative financial product valuation	-	3.676	-	3.676
- Derivative settlement financial product result	-	15	-	15
- Losses from sales of investments and securities	-	-	-	-
- Expenses and Losses of investments and securities	-	(4)	-	(2)
- Other financial expenses	-	-	-	-
Subsidiary percentage change acquisition result	417	287	417	287
Profit-loss proportion to associate company	-	-	-	-
<b>Total</b>	<b>417</b>	<b>3.974</b>	<b>417</b>	<b>3.976</b>
<b>PERIOD FINANCIAL RESULT</b>	<b>(2.542)</b>	<b>685</b>	<b>(1.729)</b>	<b>3.555</b>

The financial revenues of the previous period amounting to €3.676.000 refers to profits from the valuation of derivative financial products that the Company held in the respective period. All of the foreign exchange positions of the company were closed up to the year-end that ended in December 31<sup>st</sup> 2009.

### 15.12. Un-audited tax year-ends

During the current period an ordinary tax audit took place regarding a joint venture and the amount of € 80.000 approximately was charged for the un-audited tax year-end of 2008 for which adequate provisions for possible taxes have been formed.

The tax un-audited fiscal year-ends for the parent company and the other companies of the Group are depicted in the table below:

<b>COMPANY NAME</b>	<b>TAX UN-AUDITED FISCAL YEAR-ENDS</b>
MICHANIKI S.A.	2009-2010
HELLENIC PIPE WORKS S.A.	2007-2010
BALKAN EXPORT S.A.	2000-2010
MARMARA KAVALAS S.A.	2006-2010
THOLOS S.A.	2006-2010
HELLENIC WOOD INDUSTRY S.A.	2007-2010
MICHANIKI BULGARIA S.A.	1995-2010
MICHANIKI UKRAINE	1.4.08-2010
MICHANIKI RUSSIA LTD	2004-2010
MICHANIKI EGYPT	2007-2010
MICHANIKI BELARUS	2007-2010

Potential taxes have been recognized for the parent company amounting to €439.000 and the Group amounting to €985.000 that are considered as adequate. Within the amount regarding the tax provisions of the un-audited tax year ends regarding the parent company the amount of €157.000 is included which refers to the joint ventures mentioned in the group structure. It is estimated that the above provisions for the parent company, its subsidiaries and its joint ventures are adequate and no significant differences will emerge at the completion of the audit.

### **15.13. Transactions with associated parties**

The transactions referring to sales and purchases to and from subsidiaries of the group are analyzed below:

INTERCOMPANY TRANSACTIONS	MICHANIKI S.A.			
	PERIOD 01.01-31.03.2010		BALANCE 31.03.2010	
	COMMODITIES & SERVICES SALES	COMMODITIES & SERVICES PURCHASES	RECEIVABLES	LIABILITIES
HELLENIC PIPE WORKS S.A.	-	36	-	43
BALKAN REAL ESTATE S.A.	-	-	10	-
MARMARA KAVALAS S.A.	-	1	5	-
THOLOS S.A.	594	122	1.142	1.310
HELLENIC WOOD INDUSTRY S.A.	-	-	64	-
MICHANIKI BULGARIA S.A.	-	-	-	-
MICHANIKI UKRAINE	-	-	3.171	-
MICHANIKI RUSSIA LTD	-	-	19.028	-
MICHANIKI EGYPT	-	-	280	-
JOINT VENTURES THAT THE PARENT COMPANY PARTICIPATES IN	8	0	41.887	23.699
<b>PARENT COMPANY TOTAL</b>	<b>602</b>	<b>159</b>	<b>65.587</b>	<b>25.052</b>
CONSOLIDATION EFFACEMENTS	-594	-159	-23.700	-1.353
CONSOLIDATION ADJUSTMENT OF PARENT COMPANY JOINT VENTURES WITH THE NET EQUITY METHOD	-	-	-697	-
CONSOLIDATION ADJUSTMENT OF SUBSIDIARY JOINT VENTURES WITH THE NET EQUITY METHOD	-	-	55	534
<b>GROUP TOTAL</b>	<b>8</b>	<b>0</b>	<b>41.245</b>	<b>24.233</b>

AMOUNTS IN € THOUSAND	GROUP	COMPANY	
Transactions and fees to executive members and members of management	283	163	PERIOD 01.01-31.03.2010
Receivables from executive members and members of management	1	1	BALANCE 31.03.2010
Liabilities to executive members and members of management	519	477	BALANCE 31.03.2010

AMOUNTS IN € THOUSAND		
PURCHASES/SALES BETWEEN SUBSIDIARIES	34	PERIOD 01.01-31.03.2010
OTHER INCOME FROM INTEREST BETWEEN SUBSIDIARIES	0	PERIOD 01.01-31.03.2010
LIABILITIES - RECEIVABLES BETWEEN SUBSIDIARIES	4.775	BALANCE 31.03.2010

Based upon the above the following clarifications are presented:

1. The company HELLENIC PIPE WORKS S.A. a) sold steel pipes of € 36 thousand value before V.A.T. to MICHANIKI S.A., with an outstanding amount of € 43 thousand.
2. The company MARMARA KAVALAS S.A., a) leased equipment for € 0 thousand value before V.A.T. from MICHANIKI S.A., with an outstanding amount of € 5 thousand, b) sold marble of € 1 thousand value before V.A.T. to MICHANIKI S.A., with an outstanding amount of € 0 thousand.
3. The company THOLOS S.A. a) leased equipment for € 594 thousand value before V.A.T. from MICHANIKI S.A., with an outstanding amount of € 1.142 thousand, b) leased equipment for € 122 thousand value before V.A.T. to MICHANIKI S.A., with an outstanding amount of € 48 thousand.
4. The company MICHANIKI S.A. a) rendered services of € 8 thousand to Joint Ventures in which it participates in, with an outstanding amount of € 1.032 thousand. b) received services of € 0 thousand from Joint Ventures in which it participates in, with an outstanding amount of € 772 thousand.
5. The company MICHANIKI S.A. has other receivables amounting € 63.408 thousand, a) from HELLENIC WOOF INDUSTRY S.A. amounting to € 64 thousand, b) from MICHANIKI UKRAINE amounting to € 3.171 thousand, c) from BALKAN REAL ESTATE S.A. amounting to € 10 thousand, d) from MICHANIKI RUSSIA LTD amounting to € 19.028 thousand, e) from MICHANIKI EGYPT amounting to € 280 thousand, f) from Joint Ventures in which it participates in amounting to € 40.855 thousand.
6. The company MICHANIKI S.A. has other liabilities amounting to € 24.189 thousand a) to THOLOS S.A. amounting to € 1.262 thousand, b) to Joint Ventures in which it participates in amounting to € 22.927 thousand.
7. The company THOLOS S.A. a) rendered services of € 0 thousand value to Joint Ventures in which it participates in, with an outstanding amount of € 3 thousand, b) received services of € 0 thousand value from Joint Ventures in which it participates in, with an outstanding amount of € 0 thousand.
8. The company THOLOS S.A. has other receivables from Joint Ventures in which it participates in amounting to € 52 thousand.
9. The company THOLOS S.A. has other liabilities to Joint Ventures in which it participates in amounting to € 534 thousand.
10. The company HELLENIC PIPE WORKS S.A. sold steel pipes of € 34 thousand value before V.A.T. to THOLOS S.A., with an outstanding amount of € 113 thousand.
11. MICHANIKI RUSSIA LTD has liabilities a) to MICHANIKI EGYPT amounting € 3.950 thousand and b) to MICHANIKI BULGARIA amounting to € 610 thousand.
12. MICHANIKI UKRAINE has a liability to BALKAN REAL ESTATE S.A. amounting to € 102 thousand.

The transactions referring to sales and purchases to and from subsidiaries of the group for the previous period are analyzed below:

INTERCOMPANY TRANSACTIONS	MICHANIKI S.A.			
	PERIOD 01.01-31.03.2009		BALANCE 31.03.2009	
	COMMODITIES & SERVICES SALES	COMMODITIES & SERVICES PURCHASES	RECEIVABLES	LIABILITIES
HELLENIC PIPE WORKS S.A.	-	60	443	129
BALKAN REAL ESTATE S.A.	-	-	-	-
MARMARA KAVALAS S.A.	2	5	9	1
THOLOS S.A.	440	86	1.358	17
HELLENIC WOOD INDUSTRY S.A.	-	-	44	-
MICHANIKI BULGARIA S.A.	-	-	-	-
MICHANIKI UKRAINE	-	-	1.871	-
MICHANIKI RUSSIA LTD	-	-	-	-
MICHANIKI EGYPT	-	-	-	-
JOINT VENTURES THAT THE PARENT COMPANY PARTICIPATES IN	19	10	51.029	22.924
<b>PARENT COMPANY TOTAL</b>	<b>461</b>	<b>161</b>	<b>54.754</b>	<b>23.071</b>
CONSOLIDATION EFFACEMENTS	-442	-151	-3.725	-147
CONSOLIDATION ADJUSTMENT OF PARENT COMPANY JOINT VENTURES WITH THE NET EQUITY METHOD	-	-	-154	-
CONSOLIDATION ADJUSTMENT OF SUBSIDIARY JOINT VENTURES WITH THE NET EQUITY METHOD	-	-	47	748
<b>GROUP TOTAL</b>	<b>19</b>	<b>10</b>	<b>50.922</b>	<b>23.672</b>

AMOUNTS IN € THOUSAND	GROUP	COMPANY	
Transactions and fees to executive members and members of management	2.250	256	PERIOD 01.01-31.03.2009
Receivables from executive members and members of management	0	0	BALANCE 31.03.2009
Liabilities to executive members and members of management	1.506	94	BALANCE 31.03.2009

AMOUNTS IN € THOUSAND		
PURCHASES/SALES BETWEEN SUBSIDIARIES	17	PERIOD 01.01-31.03.2009
LIABILITIES - RECEIVABLES BETWEEN SUBSIDIARIES	0	BALANCE 31.03.2009

#### 15.14. Management grants

	THE GROUP		THE COMPANY	
	1/1 - 31/03/2010	1/1 - 31/03/2009	1/1 - 31/03/2010	1/1 - 31/03/2009
<b>Short-term grants to personnel</b>				
Salaries & Fees	283	2.250	163	256
Social Security Cost				
Board of Directors Fees				
<b>Total</b>	<b>283</b>	<b>2.250</b>	<b>163</b>	<b>256</b>

No loans have been granted to members of the BoD or to any other Senior Executives of the Group (and their families).

The Group's and the Company's number of personnel is analyzed below:

	THE GROUP		THE COMPANY	
	31/3/2010	31/3/2009	31/3/2010	31/3/2009
<b>Salaried</b>	403	489	293	341
<b>Daily Wage</b>	421	499	309	400
<b>Total Employees</b>	<b>824</b>	<b>988</b>	<b>602</b>	<b>741</b>

### 15.15. Conversion foreign exchange differences

During the current period positive foreign exchange differences were recognized in the other income statement of the Group amounting to €8.332.000 against losses of €(9.320.000) in the respective period of the previous year end. After that the cumulative balance of the debit consolidation foreign exchange differences amounted to €-19.515.000 against €-26.714.000 at December 31<sup>st</sup> 2009. The amount refers to conversion foreign exchange differences of foreign consolidated companies. This significant benefit is caused mainly due to the overvaluation of the currency from the investment in the subsidiary company "MICHANIKI RUSSIA" (amount €6.275.000) the investment in the subsidiary company "MICHANIKI UKRAINE" (amount €1.011.000) and the investment in the subsidiary company "MICHANIKI EGYPT" foreign exchange differences emerged (amount €1.046.000).

### 15.16. Own Shares

The company in March 31<sup>st</sup> 2010 had no own shares.

### 15.17. Profits per Share

The analysis of the basic profits per share for the three month period is presented in the table below:

	THE GROUP		THE COMPANY	
	1/1 - 31/03/2010	1/1 - 31/03/2009	1/1 - 31/03/2010	1/1 - 31/03/2009
Profits proportioned to the parent company shareholders	838	1.047	1.823	5.516
Weighted Number of Ordinary Shares	66.937.526	66.352.959	66.937.526	66.352.959
<b>Basic profits per share (€ per share)</b>	<b>0,0125</b>	<b>0,0158</b>	<b>0,0272</b>	<b>0,0831</b>

### 15.18. Engagements

The Group and Company engagements relative to the construction contracts is presented below:



	THE GROUP		THE COMPANY	
	31/3/2010	31/3/2009	31/3/2010	31/3/2009
L/G Good Performance	174.711	207.891	149.262	169.029
L/G Retention Replacement	16.072	23.363	13.109	19.675
L/G Advance Payment	4.577	8.470	2.511	4.119
<b>TOTAL</b>	<b>195.360</b>	<b>239.724</b>	<b>164.882</b>	<b>192.823</b>

### 15.19. Existing Encumbrances

The assets of the companies of the Group are free of mortgages and charging orders in favour of third parties, except from one asset of the company "MICHANIKI RUSSIA" upon which a mortgage exist of €16.038.000 for the collateral of a long-term loan.

### 15.20. Judicial or under litigation disputes

There are no judicial or administrative or under litigation disputes apart from the cases mentioned within the yearly financial statements of the fiscal year-end December 31<sup>st</sup> 2009 and the relevant paragraph 5.6.38.

### 15.21. Events after the date of the balance sheet

Other than the pre-mentioned facts, there are no subsequent events to the financial statements concerning either the Group or the Company, which require a reference to be made from the International Financial Reporting Standards.

#### THE CHAIRMAN

**PRODROMOS S. EMFIETZOGLOU**  
ID No: Ξ 498825/86

#### THE MANAGING DIRECTOR

**MELPOMENI PR. EMFIETZOGLOU**  
ID No: AE 034080/06

#### THE FINANCIAL DIRECTOR

**APOSTOLOS N. ATHANASOPOULOS**  
ID No: Ξ 288898/87

#### THE CHIEF ACCOUNTING MANAGER

**KIKIANTONIS I. CHRISTOS**  
ID No: N 296442/83 License Register No. of the  
Chartered Auditors Association 13476

## 16. Data and Information

# MICHANIKI GROUP OF COMPANIES

"Societe Anonyme" Registered Number: 8440/06/B/86/16  
M.Alexandrou 91 Street - Amarousio Attica 15124

### DATA AND INFORMATION OF THE PERIOD FROM JANUARY 1st, 2010 UP TO MARCH 31st, 2010

According to the decision 4/507/28.04.2009 of the Capital Market Committee Board of Directors - Amounts in € thousand.

The data and information below resulting from the financial statements aim to provide a general briefing regarding the financial statements and the results of "MICHANIKI S.A." and its GROUP. We therefore recommend that the reader, before engaging in any kind of investment or other transaction with MICHANIKI S.A., to trace the company's website address where the financial statements and the auditor's review report, whenever it is required, are depicted.

Approval Date by the Board of Directors  
of the three month period financial statements : May 28th 2010

Certified Auditor Accountant: G. Ath. Skabaviras

Auditing company: S.O.L S.A.

Type of auditing report of chartered accountants: Not required  
Company Website Address: www.michaniki.gr

#### DATA OF FINANCIAL POSITION STATEMENT (amounts in € thousand)

	THE GROUP		THE COMPANY	
	31/3/2010	31/12/2009	31/3/2010	31/12/2009
<b>ASSETS</b>				
Asset Tangible Items for own use.....	63.202	64.325	46.837	47.551
Property Investments.....	100.565	91.886	21.079	18.952
Intangible Asset Items.....	29	38	4	3
Other non current asset items.....	18.440	18.035	162.211	162.351
Inventory.....	130.446	126.068	33.832	33.598
Receivables from clients.....	127.564	137.876	101.843	103.252
Other current asset items.....	103.444	91.036	80.280	72.753
Non current assets available for sale.....	33.853	33.861	0	0
<b>TOTAL ASSETS</b>	<b>577.544</b>	<b>563.127</b>	<b>446.087</b>	<b>438.460</b>
<b>NET EQUITY AND LIABILITIES</b>				
Share capital.....	65.035	143.076	65.035	143.076
Other net equity items.....	123.830	37.197	123.030	42.716
<b>Total Net Equity of Company's Shareholders (a).....</b>	<b>188.864</b>	<b>180.273</b>	<b>188.065</b>	<b>185.792</b>
Minority rights (b).....	23.349	22.426	0	0
<b>Total Net Equity (c) = (a) + (b).....</b>	<b>212.213</b>	<b>202.699</b>	<b>188.065</b>	<b>185.792</b>
Long-term loan liabilities.....	32.746	32.316	0	0
Provisions / Other long-term liabilities.....	36.557	35.956	22.649	22.408
Short-term loan liabilities.....	185.036	182.180	147.070	143.739
Other short-term liabilities.....	110.991	109.976	88.303	86.522
<b>Total liabilities (d).....</b>	<b>365.330</b>	<b>360.428</b>	<b>258.022</b>	<b>252.668</b>
<b>TOTAL NET EQUITY AND LIABILITIES (c) + (d).....</b>	<b>577.544</b>	<b>563.127</b>	<b>446.087</b>	<b>438.460</b>

#### DATA OF NET EQUITY CHANGES STATEMENT (amounts in € thousand)

	THE GROUP		THE COMPANY	
	31/3/2010	31/3/2009	31/3/2010	31/3/2009
<b>Total Net equity at beginning of period (01.01.2010 and 01.01.2009 respectively).....</b>	<b>202.699</b>	<b>273.812</b>	<b>185.792</b>	<b>200.664</b>
Cumulative total income after tax.....	9.639	(8.195)	2.273	2.310
Change of own shares.....	0	0	0	0
Change of subsidiary percentage.....	(124)	(458)	0	0
<b>Net Equity at end of period (31.03.2010 and 31.03.2009 respectively).....</b>	<b>212.213</b>	<b>265.150</b>	<b>188.065</b>	<b>202.974</b>

#### CASH FLOW STATEMENT INFORMATION (Indirect Method) (amounts in € thousand)

	THE GROUP		THE COMPANY	
	31/3/2010	31/3/2009	31/3/2010	31/3/2009
<b>Operating Activities</b>				
Profit before tax.....	1.612	1.644	2.919	7.722
Plus / less adjustments for:				
Depreciation.....	1.778	1.785	1.317	1.328
Depreciation of assets grants.....	(33)	(29)	(21)	(17)
Losses / (Profits) from asset sale.....	(113)	32	(28)	0
Provisions / (Revenues from unused provisions of previous year-ends).....	(73)	(107)	1	(61)
Losses / (Profits) of fair value Property Investments.....	(4.340)	0	(2.127)	0
Foreign exchange differences.....	4.024	(9.870)	0	0
Results (income, expenses, profits and losses) from investment activity.....	0	(1.501)	0	(1.501)
Credit interest and similar income.....	(8)	(3.748)	(1)	(3.712)
Debit interest and similar charges.....	2.967	3.350	2.147	1.946
Plus / less adjustments for changes of working capital accounts that are related with operating activities:				
Decrease / (increase) of inventories.....	(4.377)	(3.007)	(235)	(23)
Decrease / (increase) of receivables.....	5.939	16.559	1.149	5.585
(Decrease) / Increase of liabilities (except banks).....	1.315	(7.629)	1.132	(5.879)
Less:				
Paid up Debt interest and similar charges.....	(2.269)	(3.350)	(1.493)	(1.946)
Paid up income taxes.....	609	(3.468)	0	(701)
<b>Total inflows / (outflows) from operating activities (a).....</b>	<b>7.030</b>	<b>(9.241)</b>	<b>4.760</b>	<b>2.742</b>
<b>Investment activities</b>				
Disposal/(Acquirement) of subsidiaries, associates and other investments.....	(124)	(458)	(124)	(458)
Purchases of tangible and intangible assets.....	(678)	(417)	(653)	(408)
Loans to associated parties.....	0	0	1.318	0
Disposal/(Acquirement) of property investments.....	(30)	(22)	0	0
Collections from sale of tangible and intangible assets.....	102	30	70	0
Interest received.....	8	72	1	36
Settlement of Derivative Financial Items.....	0	0	0	0
<b>Total inflows / (outflows) from investment activities (b).....</b>	<b>(663)</b>	<b>(796)</b>	<b>619</b>	<b>(830)</b>
<b>Financial Activities</b>				
Collections from issued / undertaken loans.....	3.266	10.613	3.331	0
Sales / (Purchases) of own shares.....	0	0	0	0
Loan settlements.....	0	(1.191)	0	(1.191)
Liability settlements from financial leases (amortization).....	(129)	(123)	(129)	(123)
Paid dividends to parent company shareholders.....	(6)	(13)	(5)	(13)
<b>Total inflows / (outflows) from financial activities (c).....</b>	<b>3.152</b>	<b>9.286</b>	<b>3.198</b>	<b>(1.327)</b>
<b>Net increase / (decrease) in cash and cash equivalents (a) + (b) + (c).....</b>	<b>9.519</b>	<b>(751)</b>	<b>8.578</b>	<b>584</b>
Cash and cash equivalents at the beginning of period.....	2.583	9.864	609	1.526
<b>Cash and cash equivalents at the end of the period.....</b>	<b>12.103</b>	<b>9.113</b>	<b>9.187</b>	<b>2.110</b>

#### DATA OF TOTAL PERIOD INCOME STATEMENT (amounts in € thousand)

	THE GROUP		THE COMPANY	
	1/1-31/3/2010	1/1-31/3/2009	1/1-31/3/2010	1/1-31/3/2009
<b>Total sales turnover.....</b>	<b>21.153</b>	<b>33.736</b>	<b>20.463</b>	<b>26.459</b>
<b>Gross profits / (losses).....</b>	<b>2.601</b>	<b>4.946</b>	<b>4.262</b>	<b>5.737</b>
Profits / (losses) before tax, financial and investment results.....	4.154	958	4.649	4.167
<b>Profits / (losses) before tax.....</b>	<b>1.612</b>	<b>1.644</b>	<b>2.919</b>	<b>7.722</b>
<b>Profits / (losses) after tax (A).....</b>	<b>1.307</b>	<b>1.125</b>	<b>2.530</b>	<b>7.675</b>
Distributed to:				
Parent Company shareholders.....	1.164	1.457	2.530	7.675
Minority Shareholders.....	143	(332)	0	0
<b>Other total income after tax (B).....</b>	<b>8.332</b>	<b>(9.320)</b>	<b>(256)</b>	<b>(5.365)</b>
<b>Cumulative total income after tax (A) + (B).....</b>	<b>9.639</b>	<b>(8.195)</b>	<b>2.273</b>	<b>2.310</b>
Distributed to:				
Parent Company shareholders.....	8.362	(6.452)	2.273	2.310
Minority Shareholders.....	1.276	(1.743)	0	0
Profits/(losses) after tax per Share - Basic (in €).....	0.0125	0.0158	0.0272	0.0831
<b>Profits / (losses) before tax, financial and investment results and depreciation.....</b>	<b>5.899</b>	<b>2.714</b>	<b>5.945</b>	<b>5.479</b>

#### ADDITIONAL DATA AND INFORMATION

- All of the companies of the Group are consolidated with the full consolidation method, except the joint ventures which are consolidated with the net equity method. Analytical data relevant to the company name, the country of registration, the participation percentages (direct or indirect) of the Parent Company, the un-audited tax year-ends in addition to the consolidation method are presented for all of the above companies and joint ventures in paragraphs (13) and (15.12) of the financial statements.
- There is no change in the consolidation method of the companies and joint ventures regarding the current period and the comparative period, that are included in the consolidated financial statements.
- The Group's assets are free of mortgages and charging orders in favour of third parties, except from one asset of the company "MICHANIKI RUSIA" upon which a mortgage exist of €16.038.000 for the collateral of a long-term loan.
- The Group's employed personnel at 31.03.2010 was 824 employees and the company's 602 employees and at 31.03.2009, 988 and 741 respectively.
- There are no judicial or administrative or under litigation disputes for which, in sum taken into consideration by case, may have a significant impact on the financial position or operation of the Group and the Company. More information is stated within the financial statements in paragraph (15.20).
- During the period 01.01-31.03.2010 an ordinary tax audit of a Joint Venture took place for the un-audited tax year-end of 2008, for which sufficient provisions for potential taxes had taken place. More information is stated within the financial statements in paragraph (15.12).
- For the un-audited tax year-ends of the Parent company and the remaining companies of the Group in addition to the joint ventures consortiums, mentioned in the Group structure, sufficient provisions for potential taxes have taken place. More information is stated within the financial statements in paragraph (15.12).
- The Group's and the Company's purchases in fixed assets during the current period amounted to € 678 thousand and € 653 thousand respectively.

- The amounts and the nature of the other total income after tax are analyzed as follows, a) regarding the Group these result from foreign exchange differences conversions, for the period 01.01-31.03.2010 amounting to € 8.332 thousand, and for the period 01.01-31.03.2009 amounting to € (9.320) thousand b) regarding the Parent Company these result from the Valuation of cash and cash equivalents for assets for sale for the period 01.01-31.03.2010 amounting to € (256) thousand, and for the period 01.01-31.03.2009 amounting to € (5.365) thousand. More information is stated within the financial statements in paragraph (15.15).
- The cumulative provisions at 31.03.2010 that have been performed for the Group & the Parent Company amount to € 1.495 thousand & € 826 thousand respectively and are analyzed in the cases below, a) judicial disputes or under litigation that are mentioned in the previous paragraph (5) for which the Group's & the Parent Company's provisions are null, b) un-audited tax year-ends for which the Group's & the Parent Company's provisions amount to € 985 thousand & € 439 thousand respectively and c) the Group's & the Parent Company's other provisions amount to € 510 thousand & € 387 thousand respectively. More information is mentioned in the financial statements in paragraph (15.9) and (15.12).
- The Group & Parent Company's sales (income) (01.01-31.03.2010) to associated parties amounted to € 8 thousand and € 602 thousand respectively. The Group & Parent Company's purchases (expenses) (01.01-31.03.2010) from associated parties amounted to € 0 thousand & € 159 thousand respectively. The purchases and sales (01.01-31.03.2010) between subsidiaries amounted to € 34 thousand. At 31.03.2010 the Group's and the Company's receivables from associated parties amounted to € 41.245 thousand and € 65.587 thousand respectively, and the Group's and Company's liabilities to associated parties amounted to € 24.233 thousand and € 25.052 thousand respectively. Between subsidiary companies at 31.03.2010 there is a remaining balance of receivables-liabilities amounting to € 4.775 thousand. The transactions and fees for executive employees and members of the management of the Group and the Parent Company (01.01-31.03.2010) amounted to € 283 thousand & € 163 thousand respectively, and receivables to executive employees and members of the management of the Group and the Parent Company at 31.03.2010 amounted to € 1 thousand and € 1 thousand respectively and the liabilities at 31.03.2010, towards executive employees and members of the management of the Group and the Parent Company amounted to € 519 thousand & € 417 thousand respectively. More information is stated within the financial statements in paragraphs (15.13) and (15.14).
- Possible differences in totals are due to number rounding.

Amarousio, May 28th, 2010

THE CHAIRMAN OF THE BOARD

THE MANAGING DIRECTOR

THE FINANCIAL DIRECTOR

THE CHIEF ACCOUNTING MANAGER

PRODROMOS S. EMFIETZOGLOU  
ID No: Z 498825/86

MELPOMENI PR. EMFIETZOGLOU  
ID No: AE 034080/06

APOSTOLOS N. ATHANASIOPOULOS  
ID No: Z 288898/87

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Chartered Auditors Association 13478