

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

Six Month Financial Report for the period from January 1st up to June 30th 2009

Interim Financial Statements for the period from January 1st up to June 30th 2009



Contents	Pages
Statements of Members of the Board of Directors	3
Board of Directors Report	4
Financial Information Review Report of Certified Auditor Public Accountant	12
Interim Financial Position Statement	14
Interim Period Profit & Loss Account	15
Interim Total Income Statement	16
Interim Period Statement of Changes in Equity (Consolidated)	17
Interim Period Statement of Changes in Equity (Parent Company)	18
Interim Period Cash Flow Statement	19
Interim Synoptic Financial Statements Notes	20
Appropriation of Raised Funds	38
Data and Information	39



STATEMENTS OF MEMBERS OF THE BOARD OF DIRECTORS (according to article 5 par. 2 of l. 3556/2007)

The following,

- 1. Prodromos S. Emfietzoglou, Chairman of the Board of Directors,
- 2. Melpomeni Pr. Emfietzoglou, Managing Director and
- **3.** Apostolos N. Athanasopoulos, member of the Board of Directors, specifically appointed for this reason by the Board of Directors at 24.08.2009.

HEREBY STATE

To the best of our knowledge :

a. the Financial Statements of the A' six month period of 2009 of the Company and the Group, which were prepared in accordance to the current International Accounting Standards, give a true picture of the assets and liabilities, the shareholders' equity and the profit and loss account of MICHANIKI S.A., as well as of the companies included in the consolidation as a whole, in accordance to the provisions in paragraphs 3 to 5 of article 5 of I.3556/2007 and

b. the Semi-annual Report of the Board of Directors depicts a true presentation of the information required in accordance to the provisions in paragraph 6 of article 5 of I.3556/2007.

THE CHAIRMAN	THE MANAGING DIRECTOR	MEMBER OF THE BOARD OF DIRECTORS		
PRODROMOS S. EMFIETZOGLOU	MELPOMENI PR. EMFIETZOGLOU	APOSTOLOS N. ATHANASOPOULOS		
ID No: Ξ 498825/86	ID No: AE 034080/06	ID No: Ξ 288898/87		



SEMIANNUAL REPORT OF THE BOARD OF DIRECTORS UPON THE FINANCIAL STATEMENTS OF THE A' SIX MONTH PERIOD OF 2009

1. FINANCIAL DATA – COURSE OF OPERATIONS

During the A' six month period of 2009, the Group faced difficult conditions in certain significant markets in which it operates, which reflect the continuous challenges in the global financial environment. The consequences of the international financial crisis in the real economy of Greece, have become henceforth perceptible and are impressed in the financial results of the companies of the sector, especially in the construction sector, the heavy industry sector and the real estate sector.

The consolidated and company financial results of the Group for the a' six month period of 2009 in comparison to the a' six month period of 2008 are summarized in the tables below:

Consolidated Results in € million	30.06.2009	30.06.2008	%Δ
Sales Turnover	74,47	113,95	-34,6%
EBITDA	9,53	54,67	-82,6%
EBT	9,56	49,78	-80,8%
EAT	8,26	36,79	-77,6%
Profits after Tax , Board of Directors Fees, Tax Audits	8,53	31,00	-72,5%
and Minority Rights			
Profits per share	0,0924	0,3358	-72,5%

Company Results in € million	30.06.2009	30.06.2008	%Δ
Sales Turnover	59,73	91,93	-35,0%
EBITDA	13,01	16,69	-22,1%
EBT	17,22	14,42	19,4%
EAT	15,80	10,33	53,0%
Profits per share	0,1711	0,1119	53,0%

2. PROFIT & LOSS ACCOUNT FOR THE A' SIX MONTH PERIOD OF 2009 – 2008

On a <u>Group</u> level, the consolidated Turnover (Sales) during the a' six month period of 2009 amounted to \in 74,47 million, against \in 113,95 million of the respective six month period of 2008 decreased by 34,6%. Profits before tax during the a' six month period of 2009 amounted to \in 9,56 million, against \in 49,78 million of the respective previous year period, depicting a decrease of 80,8%. The group's decreased profits are caused mainly due to the null income from the valuation of property investments during the A' six month period of 2009, against \in 32,77 million of the A' six month period of 2008, in addition to the decline of the construction income.



On a <u>parent company</u> level, Turnover (Sales) decreased by 35,0% reaching the amount of \in 59,73 million, against \in 91,93 million of the respective six month period of 2008. The increased parent company profits are caused mainly due to the increase of the financial results in comparison to the respective a' six month period is 463 million of 2008. The un-executed balance of the group at the end of the a' six month period of 2009 amounted to \in 1.085 million and for the parent it is \in 463 million.

The Group's Gross Profit Margin during the a' six month period of 2009 remained at a satisfactory level as far as the a' six moth period of 2008 and came up to 17,82% from 23,75% (2008). Gross profits decreased by 51,0% and amounted to \in 13,27 million during the a' six month period of 2009, against \in 27,06 million of the respective six month period of 2008.

During the current period the Group did not proceed in readjusting the value of its property investments. The estimates for property values are based upon valuations performed by independent appraisers. The total surplus during the a' six month period of 2009 was null against \in 32,77 million of the respective previous period of 2008.

Asset Items

Property Investments: The Group continues to invest during the a' six month period of 2009 in order to expand its activities in property investments abroad where \in 3,94 million were invested which refer mainly to developmental works (construction, studies e.t.c.) that are taking place in Russia.

The Group's commercial receivables amounted to \in 119,76 million, against \in 137,77 million at December 31st 2008 depicting a decrease of 15%.

The Group's Reserves amounted to \in 127,15 million, against \in 122,69 million at December 31st 2008 depicting an increase of 4%.

Liability Items

The Group's long-term loans amounted to \in 47,49 million from \in 47,40 million at December 31st 2008, depicting a slight increase, where on the contrary the parent company's long-term loans remain null. The total Long-term Liabilities for the a' six month period of 2009 amounted to \in 94,86 million, against \in 97,60 million at December 31st 2008 depicting a decrease of 2,9%.

The outstanding balance of the Group's Trade Creditors amounted to \in 59,62 million, against \in 72,12 million at December 31st 2008, depicting a decrease by 20,9%.

The Group's short-term loans (Banks short-term liabilities) amounted to $\in 147,59$ million, against $\in 129,54$ million at December 31^{st} 2008, depicting an increase of 13,9% that is $\in 18,05$ million. This increase is mainly pointed towards the financing of the property investments activity, in addition to the financing of working capital of other activities. The average loan interest rate regarding loans in Euros was 4,66% (6,77% the previous period) whereas for loans in U.S.D. the interest rate was 4,80% (6,68% the previous period).



3. DIVIDEND POLICY

The yearly General Assembly that took place on June 24^{th} 2009 approved the distribution of a dividend amounting to \in 0,09 per share which after the proportion of the dividend that is analogous to the own shares comes up to \in 0,09057 per share, of which dividend after the obligation of the dividend tax retention of 10% in favour of the Greek State (par.1, article 18, I.3697/2008) the remaining dividend will be distributed to the shareholders that amounts to \in 0,081513 net per share.

The dividend amount was recognized in the liabilities. The dividend payment commenced on July 3rd 2009.

4. SIGNIFICANT FACTS & PROSPECTS FOR 2009

The positive facts and prospects for further development, expansion and broadening of our activities also characterize the new year. More specifically, in 2009 significant accomplishes have been realized and others are to be expected in the following sectors of activity of the Group:

Construction Sector:

In February of 2009 with the decision of the Minister of the Ministry for the Environment, Planning and Public Works, MICHANIKI S.A. first between the seventh class of construction companies of the Registration of Construction Companies (RCC), was classified after the ordinary new grading at the seventh highest class of RCC, thus renewing the effect of the certificate up to 31-01-2012.

In June of 2009 MICHANIKI S.A. bided in the competition regarding the undertaking of the work: "Construction of the Highway Connection in the Aktio area with a west axis North-South in the Aktio-Amvrakia section from k.m. 26+900 up to k.m. 35+000", of a total services budget amounting to \in 46,9 million. The due date of the execution of this work is 36 months from the signature of the relevant contract. The scope of the work is the construction of the section ~ 8 k.m. of the artery that connects the Aktio with the under construction highway axis North-South (Ionian Highway).

In July of 2009 MICHANIKI S.A. signed the 1st Additional Work Contract of the Work "CONNECTION OF WIDE BYPASS OF PATRAS (W.B.P.) WITH THE CITY OF PATRAS, WITH COVERAGE OF THE DIAKONARI TORRENT", amounting to \in 5.890.500.

In July of 2009, the decision of the Board of Directors of ATTIKO METRO S.A. was issued based upon the final result of the repetitive competition through a closed procedure for the work "EXTENSION OF LINE 3, SECTION HAIDARI – PIRAEUS", budgeted at 515.000.000 \in . According to the decision the Company MICHANIKI S.A. was pre-selected for its participation in Stage B' (Financial Offer bidding) of the above biding whose execution is expected within the year.

In July of 2009 MICHANIKI S.A. participated, by submitting a Letter of Interest File, in Phase A' of the closed participation of the bid for the work "STUDY, CONSTRUCTION AND POSITION IN OPERATION OF THE EXTENSION OF THE THESSALONICA METRO TOWARDS KALAMARIA", budgeted at 425.000.000 €.



Energy Sector:

Exploiting the Company's infrastructure and know-how in the construction of significant projects, MICHANIKI's objective is to become an electric energy producer through Hydroelectric Stations. During 2008 Michaniki Group announced that it received from the Ministry of Development a license for electrical power production for the hydroelectric station Karpenisiotis. The station to be built in the Evrytania Prefecture will have a 5,8 MW, power, whereas the production of electrical power will be 23.000 MWh on a yearly basis, amounting to a value of €1,8 million. The project's budget amounts to €11 million.

Real Estate Development and Utilization Sector:

With the objective to continue its development and the promotion of the Greek entrepreneurship abroad, MICHANIKI has opened significant paths in substantial and very promising foreign markets, such as Ukraine, Russia, Bulgaria and Egypt. The real estate development and utilization is the sector were MICHANIKI Group gives greater emphasis, due to the general orientation of these projects worldwide with the "construction – financing – utilization" aspect from private companies and syndicate schemes.

During the a' six month period and despite the intense pressures that were practiced to the companies that are operating in the real estate market due to the limitation of the demand of property investments in addition to the limited capital funds needed for their investment purposes as a result of the global financial crisis, the subsidiary companies of the Group that are operating in the real estate market preserved their business plan that had been compiled and continuing the asset construction program exploiting the significant decline in prices of raw materials in addition to the labor and construction expenses thus counterbalancing in this way the limitations that were set regarding the available capital. More specifically:

• The subsidiary MICHANIKI RUSSIA continues the execution of the construction of two complexes in the area of Himki in Moscow: the complex "Alexander the Great" in an area of 20 acres which is constituted from a complex of three towers 22, 26 and 35 floors (height up to 148 meters) with commercial areas and three underground parking levels of 1.338 cars. Up to today, the building with the 26 floors has completed the second underground floor whereas the 22 floor building has completed the foundation plate. The second complex, where works are being undertaken, "IRA" of a total area of 15.500 sq.m. which includes apartments, stores, gymnasiums and underground parking floors, has completed the diaphragmatic wall and foundation works are under way.



• The subsidiary MICHANIKI UKRAINE is concluding the construction of the multiple use complex "Artemis" in Kiev of a total surface area of 53.381 sq.m. The complex includes two towers consisting of 25 and 10 floors. The construction of the frame of the building complex has been completed in addition to the assembly of the glass walls, of the internal and external walls and the installation of the sewerage water supply system and ventilation of the 10 floor building. As far as the 25 floor building, the assembly of the glass walls has almost been completed in addition to the construction of the internal and external walls.

5. PROSPECTS RISKS FOR THE B' SIX MONTH PERIOD OF 2009

Prospects

The prospects for the remaining months of 2009 are expected to be affected by the deceleration of the global economy and the obvious dissociation of developed and mature markets. Even though emerging countries are likely to continue their development, the opinion that seems to prevail most estimates the correction possibility of the U.S. economy and the deceleration of the European one.

In Greece, the current situation in the construction sector and more specifically in the sector of the infrastructure projects is estimated to be financed by the European Community though the 4th Community Framework. The total financial resources granted to Greece amount to $\leq 16,1$ billion. From the year 2000 until today, the total amount of the financial resources emanating in sum from the 3rd Community Support Framework, the Cohesion Fund and the Community Initiative, managed by the construction sector approaches the amount of $\leq 28,42$ billion. The Company's Management with its factual position as well as experience aims to continue in being an active and assistance member in the country's effort for better, more secure, modern, friendly to the environment infrastructure work projects.

Abroad, MICHANIKI S.A. management has focused its attention in the emerging markets of East Europe, with the objective to exploit significant opportunities for the development and exploitation of assets, which can bring about substantial profits and surpluses. Such markets are Bulgaria, Ukraine, Russia, Egypt and lately Belarus.

The advantages from activities in the sector of asset development and exploitation, which are reflected in the financial results of the Group, are many, whereas the profits from such activities will have an increasing effect in the future. In parallel the Company's Management is assessing its active role in other countries that are considered to be on a developmental stage in order to exploit on time the relevant dynamics.



<u>Risks</u>

Foreign exchange risk: The Group's exposure to foreign exchange risks results mainly from current or anticipated cash flows in foreign currency (imports/exports) in addition to investments in foreign countries. The Group's policy is to use, for its investments in foreign subsidiaries, whose net equity is exposed to foreign exchange conversion risk, as a natural hedging instrument, loans at the respective currency – when ever this is feasible.

Interest rate risk: The year-end results and operational activities cash flows of the Group are essentially independent form the interest rate fluctuations. The Group's financing has been formed according to a predetermined combination of fixed and variable interest rates, in order to mitigate the risk of interest rate adjustments. The Group's Financial Management Department forms the fixed-variable interest rate index of the Group's net borrowings according to the market conditions, its strategy and financial needs. The Group's policy is to continuously monitor the interest rate trends in addition to the financial needs duration. Therefore, decisions regarding the duration in addition to the relation between the fixed and variable cost of a loan, are taken separately for each case.

Liquidity Risk: The consistent liquidity management is attained through the proper combination of cash equivalents and approved bank credits. The Group handles risks that can be created as a result of a shortage of sufficient liquidity making sure that there are always secured bank credits to use. The current available non used approved bank credits towards the Group are sufficient so as to face any possible scarcity of cash.



6. TRANSACTIONS WITH ASSOCIATED PARTIES

The transactions referring to sales and purchases to and from subsidiary companies of the group for the current period are analyzed below:

INTERCOMPANY TRANSACTIONS	MICHANIKI S.A.			
	PERIOD 01.0	1-30.06.2009	PERIOD 3	0.06.2009
AMOUNTS IN € THOUSAND	COMMODITIES & SERVICES SALES	COMMODITIE S & SERVICES PURCHASES	RECEIVABLE S	LIABILITIES
HELLENIC PIPE WORKS S.A.	-	90	-	98
BALKAN REAL ESTATE S.A.	-	-	-	-
MARMARA KAVALAS S.A.	15	5	118	1
THOLOS S.A.	1.399	109	2.453	-
HELLENIC WOOD INDUSTRY S.A.	-	-	60	-
MICHANIKI BULGARIA S.A.	-	-	-	-
MICHANIKI UKRAINE	-	-	1.871	-
MICHANIKI RUSSIA LTD	-	-	-	-
MICHANIKI EGYPT	-	-	-	-
JOINT VENTURES THAT THE PARENT COMPANY PARTICIPATES IN	35	5	54.531	22.936
PARENT COMPANY TOTAL	1.449	209	59.033	23.035
CONSOLIDATION EFFACEMENTS	-1.414	-204	-4.502	-99
CONSOLIDATION ADJUSTMENT OF PARENT COMPANY JOINT VENTURES WITH THE NET EQUITY METHOD	-	-	-2.580	_
CONSOLIDATION ADJUSTMENT OF SUBSIDIARY JOINT VENTURES WITH THE NET EQUITY METHOD	-	-	61	748
GROUP TOTAL	35	5	52.012	23.684

AMOUNTS IN € THOUSAND	GROUP	COMPANY	
Transactions and fees to executive members and members of management	4.266	2.053	PERIOD 01.01-30.06.2009
Receivables from executive members and members of management	37	37	PERIOD 30.06.2009
Libilities to executive members and members of management	1.109	1.081	PERIOD 30.06.2009

AMOUNTS IN € THOUSAND		
PURCHASES/SALES BETWEEN SUBSIDIARIES	33	PERIOD 01.01-30.06.2009
LIABILITIES - RECEIVABLES BETWEEN SUBSIDIARIES	19	PERIOD 30.06.2009

Based upon the above transactions the following clarifications are presented:

- The company HELLENIC PIPE WORKS S.A. a) sold steel pipes of €67 thousand value before V.A.T. to MICHANIKI S.A., with an outstanding amount of €98 thousand, b) rented a building to MICHANIKI S.A. to be used as a repair workshop and the rentals amounted to €23 thousand, with an outstanding amount of € 0 thousand, c) from dividends there is an outstanding amount of €0 thousand to MICHANIKI S.A.
- The company MARMARA KAVALAS S.A., a) leased equipment for €15 thousand value before V.A.T. from MICHANIKI S.A., with an outstanding amount of €18 thousand, b) sold marble of € 5 thousand before V.A.T. to MICHANIKI S.A., with an outstanding amount of €1 thousand.
- 3. The company THOLOS S.A. a) leased equipment for €1.399 thousand value before V.A.T. from MICHANIKI S.A., with an outstanding amount of €981 thousand, b) leased equipment for €109 thousand value before V.A.T. to MICHANIKI S.A., with an outstanding amount of €0 thousand. c) from dividends there is an outstanding amount of €350 thousand to MICHANIKI S.A.



- 4. The company MICHANIKI S.A. a) rendered services of €35 thousand value to Joint Ventures in which it participates in, with an outstanding amount of €1.947 thousand, b) received services of €5 thousand value from Joint Ventures in which it participates in, with an outstanding amount of €560 thousand.
- 5. The company MICHANIKI S.A. has other receivables amounting to €55.737 thousand, a) from HELLENIC WOOF INDUSTRY S.A. amounting to €60 thousand, b) from MICHANIKI UKRAINE amounting to €1.871 thousand, c) from MARMARA KAVALAS S.A. amounting to €100 thousand, d) from THOLOS SA amounting to €1.122 thousand, e) from Joint Ventures in which it participates in amounting to €52.584 thousand.
- 6. The company MICHANIKI S.A. has other liabilities to Joint Ventures in which it participates in amounting to €22.377 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 € 213 thousand.
- The company THOLOS S.A. has other receivables from Joint Ventures in which it participates in amounting to €58 thousand.
- 9. The company THOLOS S.A. has other liabilities to Joint Ventures in which it participates in amounting to €535 thousand.
- 10. The company MARMARA KAVALAS S.A., sold marble of €33 thousand value before V.A.T. to THOLOS S.A., with an outstanding amount of €19 thousand.

7. MANAGEMENT GRANTS

No loans have been granted to members of the BoD or to any other Senior Executives of the Group (and their families). During the current period Board of Director fees from the Parent Company and the subsidiary companies of the Group were recognized amounting to $\in 2.530.000$. Liabilities at June 30th 2009 towards senior executives and members of the Board of Directors amounted to $\in 1.109.000$ for the Group and $\in 1.081.000$ for the parent Company. The Parent Company had receivables at June 30th 2009 towards senior executives and members of the Board of Directors amounting to $\in 37.000$.

The company's personnel accounts to 662 employees whereas the Group's to 896 employees.

Athens, August 26th 2009 The Company's Board of Directors MICHANIKI S.A.



Interim Financial Information Review Report

To the Shareholders of Societe Anonyme

"MICHANIKI S.A"

Introduction

We have reviewed the accompanying (separate and consolidated) condensed statement of financial position of "MICHANIKI S.A." (the "Company") as at 30 June 2009, the relative (separate and consolidated) condensed income statements, statements of comprehensive income, changes in equity and cash flows for the six-month period then ended, as well as the selected explanatory notes, that constitute the condensed interim financial information, which is an integral part of the six-month financial report under the L. 3556/2007. Management is responsible for the preparation and presentation of this condensed interim financial information, in accordance with International Financial Reporting Standards, as adopted by the European Union (EU) and which apply to Interim Financial Reporting (International Accounting Standard "IAS 34"). Our responsibility is to express a conclusion on this condensed interim financial information based on our review.

Scope of Review

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

Accordingly, we do not express an audit opinion.



Conclusion

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

Report on Other Legal Requirements

From the above review we ascertained that the content of the provided by the article 5 of L. 3556/2007 six-month financial report is consistent with the accompanying condensed interim financial information.

Amarousio, August 26th 2009
THE CERTIFIED AUDITOR PUBLIC ACCOUNTANT

GEORGIOS ATH. SKABAVIRIAS REG. NO. (ICPA (GR)) 14661 SOL S.A. – Certified Public Accountants Auditors Member of Crowe Horwath International 3, Fok. Negri Street – Athens 11257, Greece Institute of CPA (SOEL) Reg. No. 125





Interim Financial Position Statement

		THE G	Amounts in GROUP	Amounts in € thousand OUP THE COMPAN			
ASSETS	Note:	30/6/2009	31/12/2008	30/6/2009	31/12/2008		
Non Current Assets	Note:	30/0/2009	51/12/2008	30/0/2009	51/12/2008		
Own Used Tangible Assets	9.1	67.666	70.009	50.382	51.938		
Property Investment	9.2	146.920	143.970	18.952	18.952		
Other Intangible Assets		38	50	9	16		
Expenditures for exploration and evaluation of mineral							
resources		407	428	0	0		
Investments in Subsidiaries		0	(0)	185.186	184.325		
Investments in Joint Ventures/Consortiums		17.563	14.811	14.321	14.321		
Financial assets valuated at their fair value		3	3	3	3		
Less: Provisions for devaluations		(3)	(3)	(35.280)	(31.780)		
Other Long-term Receivables		1.151	1.121	1.001	972		
Deferred tax receivables		1.315	159	0	0		
		235.060	230.547	234.575	238.748		
Current assets							
Inventories		127.154	122.689	37.539	38.682		
Commercial receivables (clients)	9.3	119.755	137.769	87.006	99.648		
Receivables from Affiliated and other investment		50.040	10.016	50.000	54 000		
interest Companies		52.012	49.216	59.033	51.032		
Other Receivables	9.3	12.881	11.179	2.172	1.780		
Financial assets valuated at their fair value with		C	C	0	0		
changes in results		6	6	0	0		
Other Current item Assets		2.859	3.074	1.939	1.700		
Prepayments		36.074	39.955	6.982	6.293		
Cash and cash equivalent	9.4	14.213 33.878	9.864	10.272	1.526		
Owned assets held for sale	9.4	398.832	34.059 407.811	204.944	200.661		
Total Assada		633.892	638.358	439.519	439.409		
Total Assets		033.892	038.338	439.519	439.409		
Shareholders Equity & Liabilities							
Equity Capital		143.076	143.076	143.076	143.076		
Share Capital		129.629	129.629	129.629	129.629		
Share Premium Own Shares	9.15	(3.580)	(3.580)	(3.580)	(3.580)		
Financial means fair value differences	9.15	(3.380)	(3.380)	(3.380) 822	4.322		
Foreign Exchange Differences	9.14	(26.999)	(19.608)	022	4.522		
Statutory Legal Reserve	5.11	13.075	12.704	11.880	11.667		
Other Reserves		12.496	12.506	4.049	4.049		
Retained Earnings	9.5	(33.538)	(33.803)	(81.272)	(88.499)		
Equity Attributable to Parent Company	5.5	(001000)	(00.000)	(0112/2)	(001199)		
Shareholders		234.159	240.923	204.603	200.664		
Minority Rights		30.630	32.889	-	-		
Total Equity		264.788	273.812	204.603	200.664		
LIABILITIES							
Long-term Liabilities							
Other financial liabilities	9.6	6.428	6.673	6.428	6.673		
Long-term borrowing liabilities	9.6	47.490	47.404	0	0		
Provisions for employee retirement benefits		2.101	2.041	1.229	1.159		
Deferred tax liabilities		32.712	34.589	11.213	10.602		
Other Long-term Liabilities		4.105	3.734	2.498	2.531		
Other Provisions	9.8	2.020	3.159	1.143	2.125		
Total Long-term Liabilities		94.856	97.600	22.511	23.090		
Short-term Liabilities							
Short-term Bank Loans	9.6	147.591	129.542	113.000	105.191		
Short-term part of other long-term liabilities		478	478	478	478		
Comercial Liabilities (trade creditors etc)	9.9	59.617	72.117	41.669	51.416		
Taxes		396	320	0	0		
Other liabilities	9.9	25.080	17.432	21.053	14.219		
Advances	. –	7.754	6.344	3.521	4.270		
Derivative financial products	9.7	9.647	17.093	9.647	17.093		
Liabilities to affiliated and other investment interest							
companies		23.684	23.621	23.035	22.987		
Total Short-term Liabilities		274.248	266.946	212.404	215.655		
					366 7 /-		
Total Liabilities		369.104	364.546	234.915	238.745		
Total Shareholders Equity and Liabilities		633.892	638.358	439.519	439.409		

Interim Period Profit & Loss Account

	<i>/L</i>								
					n€ thousand exce	ept from profits pe	r share		
				GROUP			THE COM	PANY	
		1/1-	1/1-	1/4-	1/4-	1/1-	1/1-	1/4-	1/4-
	Note:	30/06/2009	30/6/2008	30/06/2009	30/06/2008	30/06/2009	30/6/2008	30/06/2009	30/06/2008
Sales Turnover	8	74.470	113.949	40.734	59.192	59.730	91.932	33.271	47.057
Cost of Sales	8	(61.203)	(86.891)	(32.414)	(46.597)	(45.047)	(71.693)	(24.325)	(37.647)
Gross Profit		13.267	27.059	8.320	12.595	14.683	20.240	8.946	9.411
				_		_	_	_	_
Property Investment valuation result	9.2	0	32.773	0	18.846	0	0	0	0
Other Operating Income		1.034	1.124	465	678	598	564	301	513
Selling Expenses		(273)	(624)	(76)	(346)	0	(67)	0	(18)
Administrative Expenses		(7.376)	(7.530)	(3.526)	(5.041)	(4.732)	(5.993)	(3.022)	(4.086)
Other Operating Expenses		(576)	(1.538)	(65)	(642)	(167)	(573)	(10)	(531)
Profit before Interest, Financial and Investment Results		6.076	51.265	5.118	26.089	10.382	14.170	6.214	5.290
Depreciation		3.456	3.408	1.700	1.675_	2.625	2.524	1.314	1.239
Profit before Interest, Financial and Investment Results and depreciation		9.533	54.673	6.819	27.766	13.007	16.695	7.528	6.529
Results and depreciation									
Financial Income	9.10	7.568	3.596	3.820	3.018	9.002	3.710	3.789	3.685
Finacial Expenses	9.10	(6.795)	(5.194)	(3.444)	(938)	(4.869)	(3.607)	(2.923)	63
Share of profit/valuation from associate companies	9.10	2.707	111	2.419	383	2.707	146	2.420	392
Financial Result		3.480	(1.487)	2.795	2.464	6.841	249	3.286	4.139
Depreciation		(3.456)	(3.408)	(1.700)	(1.675)	(2.625)	(2.524)	(1.314)	(1.239)
Profit before Tax		9.556	49.778	7.913	28.554	17.222	14.419	9.500	9.429
Income Tax		(1.298)	(12.987)	(779)	(7.083)	(1.422)	(4.089)	(1.375)	(1.987)
Period Profit after tax		8.258	36.790	7.133	21.471	15.801	10.330	8.126	7.442
Distributed to:									
Equity shareholders of the parent company		8.534	31.001	7.078	17.118	15.801	10.330	8.126	7.442
Minority Rights		(276)	5.789	56	4.352	-	-		-
		8.258	36.790	7.133	21.471	15.801	10.330	8.126	7.442
Profit after tax per share - basic (in €)	9.16	0,0924	0,3358	0,0767	0,1854	0,1711	0,1119	0,0880	0,0806



Interim Total Income Statement

		Amounts in € thousand							
		THE G	ROUP		THE COMPANY				
	1/1-	1/1-	1/4-	1/4-	1/1-	1/1-	1/4-	1/4-	
Note:	30/06/2009	30/6/2008	30/06/2009	30/06/2008	30/06/2009	30/06/2008	30/06/2009	30/06/2008	
Period Profits	8.258	36.790	7.133	21.471	15.801	10.330	8.126	7.442	
Foreign Exchange Differences 9.4	(8.356)	(4.426)	964	817	0	0	0	0	
Valuation of cash and cash equivalent assets held for sale					(3.500)	(2.093)	1.865	3.211	
Comprehensive Total Period Income	(98)	32.364	8.097	22.288	12.301	8.237	9.991	10.653	
Distributed to:									
Equity shareholders of the parent company	1.143	26.821	7.595	17.603	12.301	8.237	9.991	10.653	
Minority Rights	(1.241)	5.543	502	4.685	0	0	0	0	
	(98)	32.364	8.097	22.288	12.301	8.237	9.991	10.653	



Interim Consolidated Statement of Changes in Equity

		Amounts in € thousand							
Nr	Share Capital	Share Premium	Fair Value Reserves	Foreign Exchange Differences Conversion Reserve	Other Reserves	Retained Earnings	Total before minority rights	Minority Rights	Total
Balance at January 1st 2008	137.502	129.629	2.036	(5.460)	20.145	(35.402)	248.451	33.977	282.428
Approval of distribution Period Results from 01.01. up to 30.06.2008	15 5 5			(4.180)	(183) 3.644	(18.509) 31.001	- (183) (14.865) 31.001 (4.180)	(4.288) - 5.789 (246)	(4.288) (183) (14.865) 36.790 (4.426)
Period Equity Total Change			-	(4.180)	3.461	12.492	11.773	1.255	13.028
Balance at June 30th 2008	137.502	129.629	2.035	(9.639)	23.607	(22.909)	260.223	35.232	295.456
Balance at January 1st 2009	143.076	129.629	2.036	(19.608)	19.592	(33.803)	240.921	32.889	273.812
	5		-	(7.391)	363 -	613 (159) (8.724) 8.534	613 (159) (8.362) 8.534 (7.391)	(1.474) 456 (276) (966)	(861) 297 (8.362) 8.258 (8.356)
Period Equity Total Change			-	(7.391)	363	264	(6.764)	(2.259)	(9.024)
Balance at June 30th 2009	143.076	129.629	2.036	(26.999)	19.955	(33.539)	234.156	30.630	264.788



Interim Statement of Changes in Equity of Parent Company

			Amounts in € thousand					
	Note:	Share Capital	Share Premium	Fair value financial item reserves	Other Reserves	Retained Earnings	Total	
Balance at January 1st 2008		137.502	129.629	19.333	12.689	(70.398)	228.755	
Approval of distribution					5.493	(20.358)	(14.865)	
Change of Own Shares	9.15	-			(183)	-	(183)	
Period Results from 01.01. up to 30.06.2008	9.5	-			-	10.330	10.330	
Other comprehensive period income from 01.01. up to 30.06.2008	9.5	-		- (2.093)	-	0	(2.093)	
Period Equity Total Change		-	-	- (2.093)	5.310	(10.028)	(6.810)	
Balance at June 30th 2008		137.502	129.629	17.241	17.998	(80.426)	221.945	
Balance at January 1st 2009		143.076	129.629	4.321	12.136	(88.499)	200.664	
Approval of distribution					213	(8.574)	(8.362)	
Period Results from 01.01. up to 30.06.2009	9.5				-	15.801	15.801	
Other comprehensive period income from 01.01. up to 30.06.2009	9.5			(3.500)	-		(3.500)	
Period Equity Total Change			-	- (3.500)	213	7.226	3.939	
Balance at June 30th 2009		143.076	129.629	821	12.349	(81.273)	204.603	



Interim Cash Flow Statement (Indirect Method)

	Amounts in € thousand			
	THE G	ROUP	THE CO	MPANY
	1/1-	1/1-	1/1-	1/1-
	30/06/2009	30/06/2008	30/06/2009	30/06/2008
Operating activities				
Profit before tax	9.556	49.778	17.222	14.419
Plus / less adjustments for:				
Depreciation	3.514	3.408	2.658	2.524
Depreciation of grants	(57)	(58)	(33)	(33)
Losses / (Profits) from asset sales	37	(76)	0	86
Provisions / (Revenues from unused provisions of previous year- ends)	(149)	(417)	(109)	(30)
Losses / (Profits) of fair value property investments	0	(32.773)	-	-
Foreign exchange differences	(7.940)	(4.426)	-	-
Results (income, expenses, profits and losses) from investment				
activity	(255)	-	(255)	-
Credit interest and similar income	(7.567)	(4.043)	(7.501)	(3.710)
Debit interest and similar charges	5.548	5.648	3.623	3.607
Plus/ less adjustments for changes of working capital accounts or				
accounts related with operating activities;	()	<i></i>		<i>.</i>
Decrease / (increase) of inventories	(3.796)	(17.528)	1.143	(1.773)
Decrease / (increase) of receivables	14.349	(28.068)	4.251	(26.121)
(Decrease) / increase of liabilities (except banks)	(10.094)	8.379	(13.034)	5.995
Less:	(E E 40)	(E. (E.1)	(2,622)	(2,610)
Paid up Debit interest and similar charges	(5.548)	(5.651)	(3.623)	(3.610)
Paid up taxes	(4.398)	(7.756)	(1.343)	(6.171)
Total inflows / (outflows) from operating activities (a)	(<u>6.801</u>)	(<u>33.582</u>)	2.999	(<u>14.817</u>)
Investment activities	(0.54)	(0.00.4)	(0.11)	(10.710)
Acquirement of subsidiaries, associates and other investments	(861)	(3.834)	(861)	(18.712)
Acquisition of tangible and I ntangible assets	(1.124)	(3.098)	(1.095)	(2.857)
Disposal/(Acquirement) of property investments	(3.943)	(14.465)	0 0	0 62
Collections from sales of tangible and intangible assets Dividends received	35 0	232 0	1.352	02
Interest received	121	0 1.795	1.352	992
State grant collections	-	1.795	0	992 0
Settlement of Derivative Financial Items	(1.246)	2.718	(1.246)	2.718
Total inflows / (outflows) from investment activities (b)	(7.018)	(16.652)	(1.796)	(17.797)
Financial Activities	(<u>1.010</u>)	(101002)	(<u>11150</u>)	(<u>11151</u>)
Collections from issued / undertaken loans	18.136	58,538	7,809	48.250
Sales / (Purchases) of own shares	297	(183)	0	(183)
Loan settlements	0	(13.598)	0	(11.250)
Liability settlements from financial leases (amortization)	(245)	(209)	(245)	(209)
Dividends paid to parent company shareholders	(20)	(41)	(21)	(41)
Total inflows / (outflows) from financial activities (c)	18.168	44.508	7.543	36.567
Net increase / (decrease) in cash and cash equivalents				
(a) + (b) + (c)	<u>4.349</u>	(<u>5.726</u>)	<u>9.746</u>	<u>3.954</u>
Cash and cash equivalents at the beginning of the year-end	9.864	22.921	1.526	3.949
Cash and cash equivalents at the end of the year-end	14.213	17.195	10.272	7.903
cash ana cash equivalents at the end of the year end	17,213	11,123	10.272	1.505

Possible differences in totals are due to number rounding

On a Group level the negative operating flows amounting to \in 6.801.000 are caused mainly due to the significant cash outflows from subsidiary companies for the development of property investments for sale. This particular activity is under a full development stage, a fact that at this current stage has a negative effect to the group's operating cash flows.

The attached notes from page 20 up to 37 constitute an integral part of the financial statements



Contents of the interim financial statements notes

1. Parent	t Company	
2. Financ	cial statements form framework	
3. Signifi	icant accounting principles	
4. Estima	ates	
5. Financ	cial Risk Management	
6. Seaso	nability of activities	
7. Group	o Structure – Consolidated Financial Statements	
8. Finano	cial information by segment	
9. Ir	nterim Financial Statement Notes	
9.1.	A' Six month period of 2009 Investments	
9.2.	Property Investments	
9.3.	Commercial and Other Receivables	
9.4.	Assets held for sale	
9.5.	Retained earnings	
9.6.	Bank Loans	
9.7.	Derivative Financial Items	
9.8.	Provisions	
9.9.	Commercial Liabilities and Other Liabilities	
9.10.	Financial revenues/expenses – Other financial results	
9.11.	Un-audited tax year-ends	
9.12.	Transactions with associated parties	
9.13.	Management grants	
9.14.	Conversion foreign exchange differences	
9.15.	Own Shares	
9.16.	Profits per Share	
9.17.	Engagements	
9.18.	Existing Encumbrances	
9.19.	Judicial or under litigation disputes	
9.20.	Reclassification of item accounts	
9.21.	Events after the date of the balance sheet	



1. Parent Company

MICHANIKI is stationed in Greece. The consolidated financial statements (The Group) for the six month period ended June 30th 2009 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 31st 2008 (Yearly Financial Statements) are available at the company's offices at 91, M. Alexandrou Str., Marousi, Attica or at the company's website address <u>www.michaniki.gr</u>.

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.

2. Financial statements form framework

The interim financial statements for the six month period ended June 30th 2009 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 31st 2008.

3. Significant accounting principles

The Interim Financial Statements have been have been compiled according to the principle of the historical cost. The accounting principles applied for the preparation of the interim concise financial statements are consistent to the ones followed for the compilation of the yearly financial statements of the Group for the fiscal year-end December 31st 2008 with the exception of the effects resulting from the adoption of the standards and interpretations described below:



> **I.F.R.S. 8**, Operating Segments

The I.F.R.S. 8 is effective for yearly financial statements that commence at or after 01.01.2009 and has been adopted by the Group from the respective date. The I.F.R.S. 8, requires from the Group to trace the operating segments based upon the information given and acknowledged to the Group's Management at the time of allocation of the resources and the evaluation of the performance of each operating segment. For the application of the I.F.R.S. 8, the Group's management is the Board of Directors. Therefore the operating segments are consolidated and are mentioned as segments, with the condition that they present similar long-term financial performances and have similar financial characteristics. The Group reached the conclusion that no changes are required regarding the previously recognized operating segments and consequently the application of the relevant standard will continue to refer to the same operating segments.

The Group's Management is evaluating the Group's performance on a segment level through a series of ratios, of which the operating profits and the investment value in assets are the most significant.

The Sales between segments are done through the usual terms and conditions as they would have through independent third parties.

> IAS 1, Presentation of Financial Statements

The revised standard is effective for yearly financial statements that commence at or after 01.01.2009 and has a series of changes mainly in the terminology and the classification of the figures. Based upon the revised standard, the Group chose to present a comprehensive income statement that is different in relation to the operating results, income and expenses. As required from the revised Standard, the Group is presenting from now on a statement of changes in equity.

Additionally, the Group has adopted the following revised or new interpretations, that were effective from 01.01.2009, which had none, or only some insignificant effect, to the financial statements of the Group:

> I.A.S. N° 23 Borrowing Costs-Amendment.

The I.A.S. No. 23 "Borrowing Costs" has been amended in March of 2007 and is effective for yearly financial statements that commence at or after January 1st 2009. The standard amendment requires the capitalization of the borrowing cost, when such costs refer to a chosen asset.

- > IFRIC 13, Customer Loyalty Programmes. Had no effect.
- Amendments of I.F.R.S. 2, Vesting Conditions and Cancellations. The Group has no programs that are subject to the ordinances of the standard.



- > IFRIC 15, Agreements for the construction of real estate. The interpretation had no effect until today regarding the presented statements of the Group.
- > The amendments of IFRS 3 and IAS 27, Cost of an investment in a subsidiary, from a mutually controlled or associate entity.
- > Amendments in IAS 32 and IAS 1. Had no effect.
- > IFRIC 16, Hedges of a net investment in a foreign operation. Had no effect.

4. 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 31st 2008.

During the current period the property investment valuation differences were not recognized since the estimation is that the prices did not differ significantly with the ones of December 31^{st} 2008. The total surplus value that emerged for the previous six month period amounted to \in 32.773.000. The relevant amount has been recognized in the profit and loss statement.

5. 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 31st 2008.

6. 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.

7. 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 SALONIKA	66,83%	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 14,27% indirect	The participation percentage
MICHANIKI EGYPT	EGYPT	70,00% direct 21,79% indirect	The participation percentage
MICHANIKI BELARUS	BELARUS	75,00% direct 16,79% indirect	The participation percentage
MICHANIKI HOLDING (Cyprus) Limited	CYPRUS	100%	The participation percentage
VALKAN HOLDING Limited	CYPRUS	66,83% indirect	The participation percentage
HELLENIK PIPEWORKS HOLDING Limited	CYPRUS	100% indirect	The participation percentage
MICHANIKI REAL ESTATE (Cyprus) 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 JOINT VENTURE:"MICHANIKI S.AEDISTRA EDILIZIA STRADALE	Headquarters GREECE	Participation Percentage	Un-audited Tax Year- Ends	CONSOLIDATION METHOD
SPA"	GREECE	99,00%	2007-2009	NET EQUITY
JOINT VENTURE: "MICHANIKI S.AELLISDON CONSTRUCTION INC."	GREECE	50,00%	2008-2009	NET EQUITY
JOINT VENTURE:"MICHANIKI S.AEMPEDOS S.AAEGEK- ELLINIKI DYNAMIKI"	GREECE	, 93,00%	2007-2009	NET EQUITY
JOINT VENTURE: "MICHANIKI S.AATHINA S.A."	GREECE	50,00%	2007-2009	NET EQUITY
JOINT VENTURE:" MICHANIKI S.ATERNA S.A."	GREECE	2,00%	2003-2009	NET EQUITY
JOINT VENTURE:" MICHANIKI S.AATTI-KAT S.A."	GREECE	99,80%	2007-2009	NET EQUITY
JOINT VENTURE:" MICHANIKI S.AATHINAIKI CONSTRUCTION S.APARNON S.A."	GREECE	62,50%	2007-2009	NET EQUITY
JOINT VENTURE:"AKTOR-PANTEHNIKI- MICHANIKI"	GREECE	20,00%	2003-2009	NET EQUITY
JOINT VENTURE:"AKTOR- MICHANIKI-MOHLOS-ALTE"	GREECE	4,38%	2003-2009	NET EQUITY
JOINT VENTURE:"AKTOR- MICHANIKI-MOHLOS-ALTE(EGNATIA AVE. – VEROIA)"	GREECE	20,00%	2003-2009	NET EQUITY
JOINT VENTURE: "MICHANIKI-MOHLOS "	GREECE	50,00%	2007-2009	NET EQUITY
JOINT VENTURE:" MICHANIKI S.ATHEMELI S.APARNON S.A."	GREECE	90,00%	2007-2009	NET EQUITY
JOINT VENTURE:" MICHANIKI S.APANTEHNIKI S.A."	GREECE	50,00%	2007-2009	NET EQUITY
JOINT VENTURE:" MICHANIKI S.ACHR. KONSTANTINIDIS S.A."	GREECE	50,00%	2000-2009	NET EQUITY
JOINT VENTURE:" MICHANIKI S.APARNON S.A."	GREECE	92,50%	2007-2009	NET EQUITY
JOINT VENTURE:" MICHANIKI S.APANTEHNIKI S.A. (ALEXANDROUPOLI)"	GREECE	50,00%	2007-2009	NET EQUITY
JOINT VENTURE: "THESSALIKI-ELTER- MICHANIKI-TE CHR. KON/DIS"	GREECE	28,33%	2002-2009	NET EQUITY
JOINT VENTURE:"THESSALIKI- MICHANIKI-ELTER"	GREECE	25,00%	2002-2009	NET EQUITY
JOINT VENTURE:"ATHINA- MICHANIKI"	GREECE	50,00%	2006-2009	NET EQUITY
JOINT VENTURE:"TERNA- MICHANIKI"	GREECE	35,00%	2005-2009	NET EQUITY
JOINT VENTURE:"THEMELIODOMI- MICHANIKI-MOHLOS"	GREECE	40,00%	2007-2009	NET EQUITY



During the A' six month period of 2009 the participation percentage of the parent company in "BALKAN REAL ESTATE S.A." was altered from 64,25% (31/12/2008) to 66,83%.

The acquisition cost (through the A.S.E.) amounted to \in 861.000. From the acquisitions a profit (negative surplus) emerged for the group amounting to \in 613.000 which was recognized directly to the net equity. There were no sales during the six month period of 2009.

There were no other changes in the Group structure during the six month period.

8. Financial information by segment

For administrative purposes the Group's output is monitored based upon the results of the geographical sectors that have been designated with the objective to undertake decisions and distribute the required resources. The output valuation of each sector is done based upon the results that it succeeds net after the possible effacement of the inter-company transactions.

An operational 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.

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 merge of certain business sectors was decided which do not meet the criteria of independent presentation. The new classification of the Group's sectors is presented below:

- 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)

The adaptation of I.F.R.S. No 8 Operating Segments from the Group did not affect the presentation of the Group's sectors in relation to the last yearly financial statements.



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

For the period ended June 30th 2009		INDUSTRY-	ounts in € thousand REAL ESTATE	OTUER	101.11
	WORKS	ENERGY	UTILIZATION	OTHER	TOTAL
Total gross sales per sector	68.267	6.705	672	476	76.120
Domestic sales	(1.523)	(128)	0	0	(1.651)
Net Sales	66.744	6.577	672	476	74.470
Operating Result	5.209	969	(68)	(34)	6.076
Financial Results	1.403	(600)	(801)	3.478	3.480
Profits before tax Income tax	6.612	369	(869)	3.444	9.556 (1.298)
Net profit					8.258
		Ame	ounts in € thousand		
For the period ended June 30th 2008		INDUSTRY-	REAL ESTATE		
	WORKS	ENERGY	UTILIZATION	other	TOTAL
Total gross sales per sector	103.007	8.827	3.946	490	116.269
Domestic sales	(528)	(1.792)	0	0	(2.320)
Net Sales	102.479	7.035	3.946	490	113.949
Operating Result	16.517	1.506	33.542	(301)	51.264
Financial Results	(1.569)	(299)	(351)	732	-1.487
Profits before tax Income tax Net profit	14.948	1.207	33.191	431	49.778 (12.987) 36.790

The appropriation of the consolidated asset and liability items to the business sectors is analyzed below:

For the period ended June 30th 2009	WORKS	INDUSTRY- ENERGY	REAL ESTATE	OTHER	TOTAL
Total Assets	33.330	80.041	149.645	5.921	268.938
Total Current Assets	202.285	36.533	116.669	9.467	364.954
TOTAL ASSETS	235.615	116.564	266.405	15.388	633.892
LIABILITIES					
Long-term Liabilities	12.190	9.939	64.709	8.017	94.856
Short-term Liabilities	86.305	26.415	9.953	151.575	274.248
TOTAL LIABILITIES	98.495	36.354	74.662	159.592	369.104
For the period ended December 31st 2008	ΕΡΓΑ	BIOMHXANIA- ENEPFEIA	ΕΚΜΕΤΑΛΛΕΥΣΗ ΑΚΙΝΗΤΩΝ	ΛΟΙΠΑ	ΣΥΝΟΛΑ
TOTAL ASSETS	240.573	83.947	303.082	10.756	638.358

5110		ANIMITIAN	AOTHA	21110/14
240.573	83.947	303.082	10.756	638.358
93.911	34.665	68.529	167.441	364.546
2.390	781	94	143	3.408
	240.573 93.911	240.573 83.947 93.911 34.665	240.573 83.947 303.082 93.911 34.665 68.529	240.573 83.947 303.082 10.756 93.911 34.665 68.529 167.441



9. Interim Financial Statement Notes

9.1. A' Six month period of 2009 Investments

The Group during the A' six month period of 2009 proceeded in total asset investments amounting to $\in 1.124.000$ ($\in 1.095.000$ the company). During the period the group sold assets of a net book value of $\in 72.000$, at a price of $\in 35.000$. From the relevant transactions a loss of $\in 37.000$ emerged. The total depreciation of the period amounted to $\in 3.514.000$ ($\notin 2.658.000$ the Company).

9.2. Property Investments

During the current period the Group proceeded in additions regarding the property investments it manages and which refer mainly to execution of works in Russia. Property investments amounted to \in 3.943.000 whereas during the conversion of the foreign property investments value as far as the presented currency of the group credit foreign exchange differences resulted amounting to \notin 993.000.

During the current period the differences of property investment valuations were not recognized since it is estimated that prices did not differ significantly compared to the ones of December 31^{st} 2008. In the respective previous period, profits resulting from the valuation amounting to \in 32.773.000 had been recognized in the profit and loss statement.

9.3. 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 G	ROUP	THE COMPANY		
	30/6/2009	31/12/2008	30/6/2009	31/12/2008	
Trade receivables	34.066	60.160	28.943	44.879	
Bills receivable	175	141	175	141	
Client accruals (IAS 11)	77.633	73.538	56.689	53.421	
Bills receivable overdue	133	133	-	-	
Cheques receivable	4.069	2.659	717	717	
Receivables from executed projects	26.301	26.301	26.301	26.301	
Cheques receivable overdue	835	166	145	145	
Doubtful receivables	5.542	5.542	1.759	1.759	
Sundry debtors	15.548	13,190	3.330	2.943	
Prepayment and credit accounts	2.607	1.388	221	222	
Less:Bad debt provisions	(34.271)	(34.271)	(29.101)	(29.101)	
Total other receivables	132.637	148.948	89.178	101.428	

During the six month period that ended in June 30th 2009 the provisions for bad debts were not altered.

9.4. Assets held for sale

The subsidiary company "BALKAN REAL ESTATE" signed a preliminary agreement at 21/10/2008 regarding 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.



The sale value was set to the amount of \in 37.000.000 and it is payable with the signature of the final contract. After the existence of the sale preliminary agreement all of the assets that constitute part of this transaction were reclassified in the category "Assets held for sale" the analysis of which per category of the relevant amount is presented in the table below:

	Amounts in	Amounts in € thousand			
Category of Asset	30/6/2009	31/12/2008			
Property Investments	32.706	32.706			
Tangible assets	1.172	1.259			
Inventory	0	94			
Total	33.878	34.059			

The amount of \in 2.036.000 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.

9.5. 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	Total retained			
	Results	profits	earnings		
Beginning balance	(68.581)	33.179	(35.402)		
Approval of distribution	(18.509)		(18.509)		
Period results	10.601	20.400	31.001		
Balance at June 30th 2008	(76.489)	53.579	(22.909)		
Beginning balance	(87.120)	53.317	(33.803)		
Sale of own shares	(159)		(159)		
Change of percentage of subsidiary	613		613		
Approval of distribution	(8.724)		(8.724)		
Period results	8.534	0	8.534		
Balance at June 30th 2009	(86.856)	53.317	(33.539)		



9.6. Bank Loans

The Group's short-term loans during the six month period that ended in June 30^{th} 2009 increased by the amount of \in 17.891.000 (\in 7.564.000 for the Company). The Group's and the Company's loan analysis is depicted in the table below:

	THE G	ROUP	THE COMPANY		
	30/6/2009	31/12/2008	30/6/2009	31/12/2008	
Long-term Loans					
Bank Loans	47.490	47.404	-	-	
Financial Lease Liabilities	6.428	6.673	6.428	6.673	
Total Long-term loans	53.918	54.077	6.428	6.673	
Short-term loans Bank loans Financial Lease Liabilities	147.591 478	129.542 478	113.000 478	105.191 478	
Total Short-term loans	148.069	130.020	113.479	105.670	
Total Loans	201.987	184.097	119.906	112.343	

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 4,66% (6,77% the previous period) whereas for loans in U.S.D. the interest rate was 4,80% (6,68% the previous period).

9.7. Derivative Financial Items

The company preserves foreign exchange time deposit dealings (options, forward), which it evaluates according to the IFRS ordinances. The total investment amount in foreign exchange time deposit dealings at 30/06/2009 came up to $\notin 57.000.000$ ($\notin 63.000.000$ as of 31/12/2008). The valuation of the open positions at the Balance Sheet date amounted to $\notin 9.647.000$ against $\notin 17.093.000$ at 31/12/2008. The positive difference that resulted amounting to $\notin 7.446.000$ was recognized in the results.

9.8. 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:



	Ti Provisions of loss- making construction projects	Total Provisions	
31/12/2008	963	2.196	3.159
Additional year-end provisions		236	236
Non used provisions that were reversed	(209)	(1.165)	(1.374)
30/6/2009	754	1.266	2.020

	THE COMPANY			
	Provisions of loss- making construction	Other	Total	
	projects	provisions	Provisions	
31/12/2008	729	1.396	2.125	
Additional year-end provisions	-	112	112	
Non used provisions that were reversed	(179)	(915)	(1.094)	
30/6/2009	550	593	1.143	

In the other provisions account, provisions that the company and the Group have performed for potential taxes are included. The provision of \in 754.000 (\in 550.000 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.

9.9. Commercial Liabilities and Other Liabilities

The analysis of the commercial liabilities of the Group and the Company for the six month period that ended in June 30th 2009 are presented in the table below:

Commercial Liabilites	THE G 30/6/2009	ROUP 31/12/2008	THE CO 30/6/2009	MPANY 31/12/2008
Trade creditors	33.579	42.128	22.402	27.078
Bills payable	335	646	335	562
Cheques payable	25.703	29.343	18.932	23.776
	59.617	72.117	41.669	51.416

The significant increase that is presented in the account item "Other Liabilities" which amounts to $\in 25.080.000$ ($\in 21.053.000$ the Company) against $\in 17.432.000$ of the comparative period ($\in 14.219.000$ the Company) is caused due to the recognition of dividends amounting to $\in 8.362.000$.



9.10. Financial revenues/expenses – Other financial results

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

	THE GROUP		THE CO	MPANY
	1/1 - 30/06/2009	1/1 - 30/06/2008	1/1 - 30/06/2009	1/1 - 30/06/2008
Financial Income from: - Bank interest	25	70	22	65
- Securities Total	- 25	62 132	<u> </u>	924 989
Financial Expenses from:				
 Derivative financial product settlement 	1.246	(0)	1.246	(0)
- Bank Loans	4.411	3.213	2.786	2.466
- Letter of Guarantees commission	863	1.027	703	867
- Financial Leases	110	230	110	230
- Other bank expenses	97_	145	21	36_
Total	6.727	4.614	4.865	3.600
Other Financial Results				
- Derivative financial product valuation	7,446	2.678	7,446	2.678
- Result from derivative financial product settlement	32	40	32	40
 Expenses and Losses of investments and securities 	(3)	(6)	(3)	(4)
Subsidiary percentage change acquisition result		173		
Profit-loss proportion to associate company	2.707	111	2.707	146
Total	10.182	2.996	10.182	2.859
PERIOD FINANCIAL RESULT	3.480	(1.487)	6.841	249

The financial revenues of the period amounting to \in 7.446.000 refers to profits from the valuation of derivative financial products that the Company holds. (analysis Note 9.7).

9.11. Un-audited tax year-ends

The parent company was audited in the current year-end for the un-audited tax year-ends from 2005 up to and 2007. From the audit differences resulted amounting to \in 402.400. For these fiscal year-ends additional provisions have been formed amounting to \in 418.500 which were reversed. Additionally the tax audit regarding the parent company is underway for fiscal year-end of 2008 and it is estimated that it will be concluded up to September 30th.

During the current year-end the tax audit of the subsidiary company "Hellenic Pipeworks S.A." was concluded for the fiscal year-ends from 2001 up to and 2006. From the audit differences resulted amounting to a total of \in 2.673.000. For this amount a provision of \in 1.814.000 had been formed and the remaining amount of \in 859.000 charged the period's results. From the formed provision the amount of \in 150.000 had been recognized in the account "Other provisions" and the amount of \in 1.664.000 was included in the account "Deferred tax liabilities".

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

COMPANY NAME	TAX UN-AUDITED FISCAL YEAR-ENDS
HELLENIC PIPE WORKS S.A.	2007-2009
BALKAN EXPORT S.A.	2000-2009
MARMARA KAVALAS S.A.	2006-2009



THOLOS S.A.	2006-2009
HELLENIC WOOD INDUSTRY S.A.	2007-2009
MICHANIKI BULGARIA S.A.	1995-2009
MICHANIKI UKRAINE	1.4.08-2009
MICHANIKI RUSSIA LTD	2004-2009
MICHANIKI EGYPT	2007-2009
MICHANIKI BELARUS	2007-2009

During the current period the tax audit was concluded for eleven joint ventures/consortiums through the L.3697/08 up to and fiscal year-end of 2006, and additionally an audit regarding a Joint Venture was concluded through an ordinary tax audit up to fiscal year-end of 2007. From the audit differences resulted amounting to €98.300. For these differences a provision of €193.100 had been formed. The amount of €94.800 was reversed. For the un-audited tax year-ends of the companies and joint ventures of the Group sufficient provisions have been taken for possible taxes.

9.12. Transactions with associated parties

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

INTERCOMPANY TRANSACTIONS	MICHANIKI S.A.			
	PERIOD 01.0	1-30.06.2009	PERIOD 30.06.2009	
AMOUNTS IN € THOUSAND	COMMODITIES & SERVICES SALES	COMMODITIE S & SERVICES PURCHASES	RECEIVABLE S	LIABILITIES
HELLENIC PIPE WORKS S.A.	-	90	-	98
BALKAN REAL ESTATE S.A.	-	-	-	-
MARMARA KAVALAS S.A.	15	5	118	1
THOLOS S.A.	1.399	109	2.453	-
HELLENIC WOOD INDUSTRY S.A.	-	-	60	-
MICHANIKI BULGARIA S.A.	-	-	-	-
MICHANIKI UKRAINE	-	-	1.871	-
MICHANIKI RUSSIA LTD	-	-	-	-
MICHANIKI EGYPT	-	-	-	-
JOINT VENTURES THAT THE PARENT COMPANY PARTICIPATES IN	35	5	54.531	22.936
PARENT COMPANY TOTAL	1.449	209	59.033	23.035
CONSOLIDATION EFFACEMENTS	-1.414	-204	-4.502	-99
CONSOLIDATION ADJUSTMENT OF PARENT COMPANY JOINT VENTURES WITH THE NET EQUITY METHOD	-	-	-2.580	-
CONSOLIDATION ADJUSTMENT OF SUBSIDIARY JOINT VENTURES WITH THE NET EQUITY METHOD	-	-	61	748
GROUP TOTAL	35	5	52.012	23.684

AMOUNTS IN € THOUSAND	GROUP	COMPANY	
Transactions and fees to executive members and members of management	4.266	2.053	PERIOD 01.01-30.06.2009
Receivables from executive members and members of management	37	37	PERIOD 30.06.2009
Libilities to executive members and members of management	1.109	1.081	PERIOD 30.06.2009

AMOUNTS IN € THOUSAND	
PURCHASES/SALES BETWEEN SUBSIDIARIES	33 PERIOD 01.01-30.06.2009
LIABILITIES - RECEIVABLES BETWEEN SUBSIDIARIES	19 PERIOD 30.06.2009



Based upon the above transactions the following clarifications are presented:

- The company HELLENIC PIPE WORKS S.A. a) sold steel pipes of €67 thousand value before V.A.T. to MICHANIKI S.A., with an outstanding amount of €98 thousand, b) rented a building to MICHANIKI S.A. to be used as a repair workshop and the rentals amounted to €23 thousand, with an outstanding amount of € 0 thousand, c) from dividends there is an outstanding amount of €0 thousand to MICHANIKI S.A.
- The company MARMARA KAVALAS S.A., a) leased equipment for €15 thousand value before V.A.T. from MICHANIKI S.A., with an outstanding amount of €18 thousand, b) sold marble of € 5 thousand before V.A.T. to MICHANIKI S.A., with an outstanding amount of €1 thousand.
- 3. The company THOLOS S.A. a) leased equipment for €1.399 thousand value before V.A.T. from MICHANIKI S.A., with an outstanding amount of €981 thousand, b) leased equipment for €109 thousand value before V.A.T. to MICHANIKI S.A., with an outstanding amount of €0 thousand. c) from dividends there is an outstanding amount of €350 thousand to MICHANIKI S.A.
- 4. The company MICHANIKI S.A. a) rendered services of €35 thousand value to Joint Ventures in which it participates in, with an outstanding amount of €1.947 thousand, b) received services of €5 thousand value from Joint Ventures in which it participates in, with an outstanding amount of €560 thousand.
- 5. The company MICHANIKI S.A. has other receivables amounting to €55.737 thousand, a) from HELLENIC WOOF INDUSTRY S.A. amounting to €60 thousand, b) from MICHANIKI UKRAINE amounting to €1.871 thousand, c) from MARMARA KAVALAS S.A. amounting to €100 thousand, d) from THOLOS SA amounting to €1.122 thousand, e) from Joint Ventures in which it participates in amounting to €52.584 thousand.
- 6. The company MICHANIKI S.A. has other liabilities to Joint Ventures in which it participates in amounting to €22.377 thousand.
- 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 € 213 thousand.
- The company THOLOS S.A. has other receivables from Joint Ventures in which it participates in amounting to €58 thousand.
- 9. The company THOLOS S.A. has other liabilities to Joint Ventures in which it participates in amounting to €535 thousand.
- 10. The company MARMARA KAVALAS S.A., sold marble of €33 thousand value before V.A.T. to THOLOS S.A., with an outstanding amount of €19 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 01.0	01-30.06.2008	PERIOD 30.06.2008	
AMOUNTS IN € THOUSAND	COMMODITIES & SERVICES SALES	COMMODITIES & SERVICES PURCHASES	RECEIVABLE S	LIABILITIE S
HELLENIC PIPE WORKS S.A.	-	1.748	924	335
BALKAN REAL ESTATE S.A.	-	-	-	-
MARMARA KAVALAS S.A.	16	3	9	-
THOLOS S.A.	311	201	248	45
HELLENIC WOOD INDUSTRY S.A.	-	-	39	-
MICHANIKI REAL ESTATE S.A.	-	-	-	-
MICHANIKI BULGARIA S.A.	-	-	-	-
MICHANIKI UKRAINE	-	-	1.871	-
MICHANIKI RUSSIA LTD	-	-	1	-
MICHANIKI EGYPT	-	-	-	-
JOINT VENTURES THAT THE PARENT COMPANY PARTICIPATES	49	31	41.608	21.644
PARENT COMPANY TOTAL	376	1.983	44.700	22.024
CONSOLIDATION EFFACEMENTS	-327	-1.952	-3.092	-380
CONSOLIDATION ADJUSTMENT OF PARENT COMPANY JOINT VENTURES WITH THE NET EQUITY METHOD	-	-	618	-
CONSOLIDATION ADJUSTMENT OF SUBSIDIARY JOINT VENTURES WITH THE NET EQUITY METHOD	-	-	160	696
GROUP TOTAL	49	31	42.386	22.340

AMOUNTS IN € THOUSAND	GROUP	COMPANY	
Transactions and fees to executive members and members of management	3.792	3.252	PERIOD 01.01-30.06.2008
Receivables from executive members and members of management	27	27	PERIOD 30.06.2008
Libilities to executive members and members of management	2.169	2.045	PERIOD 30.06.2008

AMOUNTS IN € THOUSAND		
PURCHASES/SALES BETWEEN SUBSIDIARIES	41	PERIOD 01.01-30.06.2008
LIABILITIES - RECEIVABLES BETWEEN SUBSIDIARIES	19	PERIOD 30.06.2008

9.13. Management grants

	THE G 1/1 - 30/06/2009	ROUP 1/1 - 30/06/2008	THE CO 1/1 - 30/06/2009	MPANY 1/1 - 30/06/2008
Short-term grants to personnel				
Salaries & Fees	4.266	3.792	2.053	3.252
Total	4.266	3.792	2.053	3.252

No loans have been granted to members of the BoD or to any other Senior Executives of the Group (and their families). During the current period Board of Director fees from the Parent Company and the subsidiary companies of the Group were recognized amounting to $\in 2.530.000$. Liabilities at June 30th 2009 towards senior executives and members of the Board of Directors amounted to $\in 1.109.000$ for the Group and $\in 1.081.000$ for the parent Company. The Parent Company had receivables at June 30th 2009 towards senior executives and members of the Board of Directors amounting to $\in 37.000$.



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

	the GF	Roup	The Col	MPANY
	30/6/2009	30/6/2008	30/6/2009	30/6/2008
Salaried	460	599	319	432
Daily Wage	436	786	343	687
Total Employees	896	1.385	662	1.119

9.14. Conversion foreign exchange differences

During the current period negative foreign exchange differences were recognized in the other income statement of the Group amounting to €(8.356.000) against €(4.426.000) for the respective period of the previous year-end. The amount refers to conversion foreign exchange differences of foreign consolidated companies. This significant charge is caused mainly due to the devaluation of the currency from the investment in the subsidiary company "MICHANIKI RUSSIA" (amount -€5.431.000) and the investment in the subsidiary company "MICHANIKI (amount -€2.396.000).

9.15. Own Shares

The company in June 30^{th} 2009 had 584.567 own shares (ordinary) with an acquisition cost amounting to $\in 3.580.000$. During the current period no own shares were acquired.

9.16. Profits per Share

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

	THE GROUP		THE CO	OMPANY	
	1/1 - 1/1 -		1/1 -	1/1 -	
	30/06/2009	30/06/2008	30/06/2009	30/06/2008	
Profits proportioned to the parent company shareholders	6.134	22.281	11.356	7.424	
Weighted Number of Ordinary Shares	66.352.959	66.353.875	66.352.959	66.353.875	
Total basic profits per share (€ per share)	0,0924	0,3358	0,1711	0,1119	

9.17. Engagements

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

	THE GR	ROUP	THE CON	DMPANY		
	30/6/2009	30/6/2008	30/6/2009	30/6/2008		
L/G Good Performance	193.161	232.540	155.709	202.424		
L/G Retention Replacement	24.226	16.406	20.273	13.596		
L/G Advance Payment	7.326	8.578	3,439	4.860		
TOTAL	224.713	257.524	179.421	220.880		



9.18. Existing Encumbrances

The assets of the companies of the Group are free of mortgages and charging orders in favour of third parties.

9.19. 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 31st 2008. At 01/04/2009 the opposite lawsuits of "MICHANIKI S.A." and "PILAIA S.A." were judged and the decision is pending.

9.20. Reclassification of item accounts

During the current period a reclassification of certain net equity account items took place only on a Group level. From the relevant reclassification the net equity and the minority rights were not affected. In more analysis the amount of \in 53.317.000 which at December 31st 2008 had been registered in the account "Fair value reserves" of the statement of changes in net equity, was transferred to the account "Retained earnings".

The reclassification took place in order for the "Fair value reserves" account to include only the amount referring to the valuation differences resulting from a transfer of an asset to property investments (I.A.S. 16).



9.21. 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

THE MANAGING DIRECTOR

PRODROMOS S. EMFIETZOGLOU ID No: Ξ 498825/86 MELPOMENI PR. EMFIETZOGLOU ID No: AE 034080/06

THE FINANCIAL DIRECTOR

THE CHIEF ACCOUNTING MANAGER

APOSTOLOS N. ATHANASOPOULOS ID No: E 288898/87 **KIKIANTONIS I. CHRISTOS** ID No: N 296442/83 License Register No. of the Chartered Auditors Association 13476



Appropriation of Raised Funds

MICHANIKI S.A.

REGISTERED OFFICES: AMAROUSIO "SOCIETE ANONYME" REGISTERED NUMBER 8440/06/B/86/16 APPROPRIATION OF RAISED FUNDS FROM THE SHARE CAPITAL INCREASE REPORT

(I) CMILLION It is notified, according to the Decisions: a) no. 58/28.12.2005 of the A.E. Board of Directors (Official Legal Notice Issue 129/8/N8 02 2001) and b) no. 33/24.11.2005 of the A.E. Board of Directors, that the partial coverage of the share capital increase, that book place based upon the decision of the SP Repetitive General Assembly of the shareholder's dated 02 02 2000, was certified at 03 02 12001 and the procedure regarding the Share Capital increase and the reference and the r

APPROPRIATION OF CAPITAL	APPRO	PRIATION OF		UNDS BASED U 02.08.2000 (pag		IRT		ent of Api of Funi A. Dated :		AP	iendment Propriat of Funds . Dated 29	ON	API	AMENDMENT OF APPROPRIATION OF FUNDS AS G.A. DATED 21.02.2002		DISPOSED Capital From 01.01.2001 UP TO 30.06.2009 (TOTAL)	DISPOSED CAPITAL FROM 01.01.2009 UF TO 30.06.2009 (LAST SIX MONTH PERIOD	
	20	01	Total 2001	20	12	Total 2002	Total	2001	2002	Total	2001	2002	Total	2001	2002	Total		
	A Semiannual	B Semiannual		A Semiannual	B Semiannua													
1. URBAN INVESTMENTS	2.93	7.04	30,81	7.04	7.04	35,22	66,03	2,93	2,93	5,87	2,93	2,93	5,87	2,35	13,02	15,37	2,48	
a) Urban development of asset in Corfu 8) Construction of multiple use building in	2,93	7,34	10,27	7,34	7,34	14,67	24,94	2,93	2,93	5,87			-	-	-			
fhesalonica	2,93	7.34	10.27	7.34	7.34	14.67	24,94											
c) Exploitation of asset in Larisa	2,93	7,34		4,40		5,87	16,14			-			-	-	-	-		
i) Acquisition of Plots	دەرىد	بوري ر	.0,27	7,40	1,47	5,07	.0,14				2,93	2,93	5,87	2,35	13,02	15,37	2,48	
2. ENERGY INVESTMENTS			11,74			24,94	36,68	1,47	27,88	29,35	1,47	19,08	20,54	2,00	2,93		2,10	
a) Completion of H/Y station in river Goura								.,		,	.,	,	,		-,	-,		
4600)	1,47	0,00	1,47	0,00	0,00	0,00	1,47	1,47		1,47	1,47		1,47			.		
) Construction of H/Y station in river Venetiko																		
(4,2M00)	0,00	1,47	1,47	1,47	1,47	2,93	4,40		1,47	1,47			-	-	-	-		
c) Construction of H/Y station in river																		
Aliakmonas (3,2MIV)	0,00	1,47	1,47	1,47	1,47	2,93	4,40						-		-	-		
d) Construction of Grand H/Y stations	0,00	7,34	7,34	8,80	10,27	19,08	26,41		26,41	26,41		19,08	19,08	-	2,93	2,93		
3. CONSTRUCTION OF OLYMPIC WORKS/			5.87			8,80	14.67		7.94									
CO-FINANCING WORKS	0,00	2.93	2.93	2.93	4.47	-,			7,34	7,34		7,34	7,34	-	-			
a) Olympic works and infrastructure works b) Road works with co-financing and	0,00	2,93	2,93	2,93	1,47	4,40	7,34			-			-		-			
b) Koad works with co-financing and concession contract	1,47	1,47	2,93	1,47	2,93	4,40	7,34		7,34	7,34		7,34	7,34					
A. BALKAN EXPORT S.A.	0,00	22,01	2,95		2,93	4,40	22,01		40,7	6,04		1,54	7,34		-	· ·		
I. MARMARA KAVALAS S.A.	0,00	البرعم	5.87	0,00	0,00	2,93	8,80	2,93		2,93	2.93		2,93	2,35	-	2,35	2,34	
a) Acquisition of marble and quarry company	0,00	1,47	1,47	1,47	0,00	1.47	2,93	2,00			2,05			2,00		2,35	2,34	
b) Working Capital	1,17	1,17	2,35	1,47	0,00	1.47	3,82	1,47		1,47	1,47		1,47	0,88		0,88	0,87	
c) Acquisition of equipment assets	1,47	0,59	2,05	0,00	0,00	0,00	2,05	1.47		1,47	1,47		1.47	1,47	-	1,47	1,47	
6. HELLENIC PIPEWORKS S.A.			2,93			0,00	2,93			-			-	-	-	-		
a) Improvement of mechanical equipment	0,59	0,88	1,47	0,00	0,00	0,00	1,47			-			-	-	-	-		
b) Working Capital	1,47	0,00	1,47	0,00	0,00	0,00	1,47						-	-				
7. BIEX S.A.											1,47		1,47	0,73	-	0,73	0,73	
8. MICHANIKI BULGARIA S.A.	0,59	2,35	2,93	2,93	1,47	4,40	7,34						-	-	-	-		
9. MICHANIKI SKOPIA S.A.	0,88	2,05	2,93	0,00	0,00	0,00	2,93			-			-	-	-	-		
10. SPECIAL MECHANICAL EQUIMENT	2,05	3,82	5,87	1,47	1,47	2,93	8,80			-			-	-	-	-		
11. WORKING CAPITAL	8,80	2,93	11,74	2,93	0,00	2,93	14,67	14,67		14,67	22,01		22,01	22,01	-	22,01	27,62	-8,7
12. TECHNICAL COMPANIES							1.00	4,40	1,47	5,87		5,87	5,87	1,76	20,88		22,64	
13. S.P.O EXPENSES TOTAL DISPOSED CAPITAL							1,89	0,79		0,79	0,79		0,79	0,79	-	0,79	0,79	
NON DISPOSED CAPITAL																	56,60	-8,7
TOTAL							186,78			66,82			66,82			66.82	66,82	
d.case 11: The diferentiation (deviation) of regarding the execution of Decision 33/24 e.case 12: Refers to te acquisition of nine	.11.2005 of th construction c	e Board of Dir ompanies bas	ectors of t ed upon t	he A.E. (case a he framework o	i) of paragrapi f L.2940/2001	h A.3).	s done for	cost savir	ng reasons	regarding fina	ancial expe	enses, bas	ed upon th	e decision	1818/26.	01.2006 c	of the company's I	3oard of Directors
f. Data for case b) paragraph A.2 of De The remaining amount to be covered amount to be co									0 9,61 mi		0,00 millio	n, Bank De	eposits-€ 0	.61 million)	case b) (of the prem	nentioned decision	I.
THE CHAIRMAN	N			MA	NAGING DI	RECTOR				THE F	INANCIAL	DIRECT	DR		T	HE CHIE	F ACCOUNTING	MANAGER
PRODROMOS S. EMFIE ID No: = 498925					IENI PR. EM No: Ae 034		.0U			APOSTOL ID	08 N. ATH No: ± 28		DULOS			N 296442	NTONIS I. CHR 183 License R Auditors Associ	egister No. of the
Report upon Finding To the Board of Directors of the company According to the order that we received for the relevant legislative framework of the C	"MICHANIKI om the Board	S.A." of Directors of	MICHAN	- IKI S.A. (the Co	mpany), we p	performed t	- he followir	ng pre-agr	eed procei	dures based u	ipon the fra	mework of	the anticip:	ated regula	Share	Capit	al Increase	Report. ge in addition to
compilation of the prementioned Report. W responsibility is to execute the above pre- Procedures: 1) We compared the amounts that are mer period represend	agreed proce	dures and to ir	form you	upon our findin	igs.						-			•				
period menuioned. 2) We examined the completeness of the F charge. Findings: a) The per year-end category amounts pr																		mpany in
b) The contents of the Report include the r elevant decisions and announcements of Taking into consideration that the performa assurance apart from the information menti	ninimum inform the instrument ed project, doe	nation anticipat s of the Comp is not constitute	ed for this any in chi e an audit	scope from the arge. or inspection, a	regulatory fra	imework of e Internatio	the Ather nal Auditir	is Exchang ng Standar	ge in addition and s or the line	on to the relevanternational St	ant legislat andards re	ive framew garding th	ork of the o e Assigner	committee a	and is con ection Pr	istent to th ojects, we	e mentioned S.P. do not express a	ny other
paragraph. The current Report is exclusively adresse Therefore, this Report is not allowed to be Audit report dated August 26th 2009.																		
					THE	AMA Certifi			25TH 200 Lic Acco									
						GEO	RGIOS A	TH. SKAI	aninias									



Data and Information



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, 2009 UP TO JUNE 30th, 2009

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

The data and information below resulting from the financial statements, aim to provide a general briefing for the financial statements of MICHANINI S.A." and tas GROUP. We therefore recommend to the reader, before proceeding in any kind of investment decision or other transaction with MICHANINI S.A. The state the company's website address wave michaniking undere the financial statements in addition to the value's relevance mapped under state the company brief. Approval Date by the Board of Directors Company Website Adress : www.michaniki.gr

Certified Auditor Accountant: G. Ath. Skabavirias Auditing company: S.O.L. S.A.

of the six month period financial statements : August 26th 2009

DATA OF FINANCIAL POSITION STATEMENT (amounts in € thousand)

	THE G	ROUP	THE CO	MPANY
ASSETS	30/6/2009	31/12/2008	30/6/2009	31/12/2008
Asset Tangible Items for own use	67.666	70.009	50.382	51.93
Property Investments	146.920	143.970	18.952	18.95
ntangible Asset Items	38	50	9	1
Other non current asset items	20.435	16.518	165.231	167.84
nventory	127.154	122.689	37.539	38.68
Receivables from clients	119.755	137.769	87.006	99.641
Other current asset items	118.045	113.294	80.398	62.33
Non current assets available for				
sale	33.878	34.059	0	
TOTAL ASSETS	633.892	638.358	439.519	439.40
NET EQUITY AND LIABILITIES				
	143.076	143.076	143.076	143.07
Share capital	143.076 91.083	143.076 97.847	143.076 61.527	
Share capital Other net equity items Total Net Equity of Company's Shareholders (a)	91.083 234.159	97.847 240.923		57.58
Share capital Other net equity items Total Net Equity of Company's Shareholders (a) Minority rights (b)	91.083 234.159 30.630	97.847 240.923 32.889	61.527 204.603 0	143.076 57.586 200.66 4
Share capital Other net equity items Total Net Equity of Company's Shareholders (a) Minority rights (b)	91.083 234.159	97.847 240.923	61.527 204.603	57.588 200.664
Share capital. Dhen est equity Rems Total Net Equity of Company's Shareholders (a) Minorki rights (b) Total Net Equity (c) = (a) + (b)	91.083 234.159 30.630	97.847 240.923 32.889	61.527 204.603 0	57.58 200.66
NET EQUITY AND LIABILITIES Share capital Other net equily terms Total Net Equily of Company's Shareholders (a) Total Net Equily (c) = (a) + (b) Congterm Ioan labilities	91.083 234.159 30.630 264.788	97.847 240.923 32.889 273.812	61.527 204.603 0 204.603	57.58 200.66 200.66
Share capital. Total Het Equity of Company's Shareholders (a) Total Net Equity of Company's Shareholders (a) Total Net Equity (c) = (a) + (b) cong-term Ioan labilities	91.083 234.159 30.630 264.788 47.490	97.847 240.923 32.889 273.812 47.404	61.527 204.603 0 204.603 0	57.58 200.66 200.66
Chare c catal Total Net Equity of Company's Shareholders (a) Total Net Equity of Company's Shareholders (a) Total Net Equity (c) = (a) + (b) Total Net Equity (c) = (a) + (b) Congetern Ional ballities Provision / Other Iong-term liabilities	91.083 234.159 30.630 264.788 47.490 47.365	97.847 240.923 32.889 273.812 47.404 50.198	61.527 204.603 0 204.603 0 22.511	57.58 200.66 200.66 200.66
Share copital. Dither net equity items	91.083 234.159 30.630 264.788 47.490 47.365 147.591	97.847 240.923 32.889 273.812 47.404 50.198 129.542	61.527 204.603 0 204.603 0 22.511 113.000	57.58 200.66 200.66 23.09 105.19

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

Total Shares: 92.906.513 - (O.) 66.937.526 - (Pr.) 25.968.987	THE G	ROUP	THE CO	MPANY
	1/1-30/6/09	1/1-30/6/08	1/1-30/6/09	1/1-30/6/08
Total Net equity at beginning of period (01.01.2009 and 01.01.2008 respectively)	273.812	282.428	200.664	228,755
Cumulative total income after tax (continuing and terminated activities)	(98)	32,364	12 301	8.237
Effect from change of investment percentage				
to a subsidiary company	(861)	(4.288)	0	0
Increaase / (decrease) of share capital	0	0	0	0
Distributed Dividends (profits)	(8.362)	(14.865)	(8.362)	(14.865)
Own shares (purchases)/sales	297	(183)	0	(183)
Net Equity at end of period (30.06.2009 and				
30.06.2008 respectively)	264,788	295.456	204,603	221,945

DATA OF TOTAL INCOME STATEMENT (amounts in € thousand)

		THE G	ROUP	
	1/1-30/6/09	1/1-30/6/08	1/4-30/6/09	1/4-30/6/08
Total sales turnover	74.470	113.949	40.734	59.192
Gross profits/ (losses)	13.267	27.059	8.320	12.595
Profits / (losses) before tax, financial				
and investment results	6.076	51.265	5.118	26.089
Profits / (losses) before tax	9.556	49.778	7.913	28.554
Profits / (losses) after tax (A)	8.258	36.790	7.133	21.471
Parent Company shareholders	8.534	31.001	7.078	17.118
Minority Shareholders	(276)	5.789	56	4.352
Other total income after tax (B)	(8.356)	(4.426)	964	817
Cumulative total income after tax (A) + (B)	(98)	32.364	8.097	22.288
Distributed to:				
Parent Company shareholders		26.821	7.595	17.603
Minority Shareholders	(1.241)	5.543	502	4.685
Profits/(losses) after tax per Share - Basic (in €)…	0,0924	0,3358	0,0767	0,1854
Profits / (losses) before tax, financial and investment results and depreciation	9.533	54.673	6.819	27.766

ADDITIONAL	DATA	AND	INFORMATION	

	THE G	ROUP	THE COM	IPANY
Operating Activities	1/1-30/6/09	1/1-30/6/08	1/1-30/6/09	1/1-30/6/08
Profit before tax	9.556	49.778	17.222	14.419
Plus / less adjustments for:				
Depreciation	3.514	3.408	2.658	2.524
(Depreciation of assets grants)	(57)	(58)	(33)	(33)
Losses / (Profits) from asset sale	37	(76)	ó	86
Provisions / (Revenues from unused provisions of				
previous year-ends)	(149)	(417)	(109)	(30)
Losses / (Profits) of fair value Property Investments	0	(32,773)	0	0
Foreign exchange differences	(7.940)	(4.426)	0	0
Results (income, expenses, profits and losses) from investment activity	(255)	0	(255)	0
Credit interest and similar income	(7.567)	(4.043)	(7.501)	(3.710)
Debit interest and similar charges	5.548	5.648	3.623	3.607
Plus/ less adjustments for changes of working capital accounts	0.010	0.040	0.010	0.001
that are related with operating activities:				
Decrease / (increase) of inventories.	(3.796)	(17.528)	1.143	(1.773)
Decrease / (increase) of inventories.	(3.756)	(28.068)	4.251	(26.121)
(Decrease) / Increase of liabilities (except banks)	(10.094)	8.379	(13.034)	5.995
(Decrease) / Increase of itabilities (except ballks)	(10.084)	6.379	(13.034)	5.995
Paid up Debit interest and similar charges	(5.548)	(5.651)	(3.623)	(3.610
Paid up income taxes		(7,756)		(6.171
Total inflows / (outflows) from operating activities (a).	(4.398)	(33.582)	(1.343)	(14.817
Investment activities Disposal/(Acquirement) of subsidiaries, associates and other investments	(861)	(3.834)	(861)	(18.712
Purchases of tangible and intangible assets	(1.124)	(3.098)	(1.095)	(2.857
Collections from sale of tangible and intangible assets	35	232	0	62
Disposal/(Acquirement) of property investments	(3.943)	(14.465)	0	0
Dividends received	0	0	1.352	0
Interest received	121	1.795	55	992
Settlement of Derivative Financial Items	(1.246)	2.718	(1.246)	2.718
Total inflows / (outflows) from investment activities (b)	(7.018)	(16.652)	(1.796)	(17.797
Financial Activities				
	18.136	58,538	7.809	48.250
Collections from issued / undertaken loans				
	297	(183)	0	(183)
Sales / (Purchases) of own shares	297	(183) (13,598)	0	
Sales / (Purchases) of own shares Loan settlements	0	(13.598)	0	(11.250
Sales / (Purchases) of own shares Loan settlements Liability settlements from financial leases (amortization).			0 (245)	(11.250 (209
Sales / (Purchases) of own shares Loan settlements Liability settlements from financial leases (amortization). Paid dividents to parent company shareholders	0 (245)	(13.598) (209)	0	(11.250 (209 (41
Sales / (Purchases) of own shares. Liability settlements from financial leases (amortization). Paid dividends to parent company shareholders. Total inflows /(outflows) from financial activities (c).	0 (245) (20)	(13.598) (209) (41)	0 (245) (21)	(11.250 (209 (41
Sales / Purchases) of own shares. Lability settlements. Paid dividends to parent company shareholdes	0 (245) (20) 18.168	(13.598) (209) (41) 44.508	(245) (21) 7.543	(11.250) (209) (41) 36.567
Collections from issued / undertaken loans	0 (245) (20)	(13.598) (209) (41)	0 (245) (21)	(183) (11.250) (209) (41) 36.567 3.954 3.949

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

Type of auditing report : With agreeable op

DATA OF TOTAL INCOME STATEMENT (amounts in € thousand)

		THE CO	MPANY	
	1/1-30/6/09	1/1-30/6/08	1/4-30/6/09	1/4-30/6/08
Total sales turnover	59.730	91.932	33.271	47.057
Gross profits/ (losses)	14.683	20.240	8.946	9.411
Profits / (losses) before tax, financial				
and investment results	10.382	14.170	6.214	5.290
Profits / (losses) before tax	17.222	14.419	9.500	9.429
Profits / (losses) after tax (A) Distributed to:	15.801	10.330	8.126	7.442
Parent Company shareholders	15.801	10.330	8.126	7.442
Minority Shareholders	0	0	0	0
Other total income after tax (B)	(3.500)	(2.093)	1.865	3.211
Cumulative total income after tax (A) + (B) Distributed to:	12.301	8.237	9.991	10.653
Parent Company shareholders	12.301	8.237	9.991	10.653
Minority Shareholders	0	0	0	0
Profits/(losses) after tax per Share - Basic (in $\varepsilon)$	0,1711	0,1119	0,0880	0,0806
Profits / (losses) before tax, financial and investment results and depreciation	13.007	16.695	7.528	6.529

9) The cumulative provisions at 30.05.2009 that have been performed for the Group & the Parent Company amount to 6.2.820 thousand & 6.1.43 thousand respectively and are analyzed in the cases below, a) judicial disputes or under fitigation 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 6.1.26 thousand & 6.530 thousand t respectively and () the Group's & the Parent Company's other provisions amount to 6.734 thousand & 6.530 thousand respectively. More information is mentioned in the financial statements and a statements and a statement of the statemen

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Amarousio, August 26th 2009

THE CHAIRMAN OF THE BOARD	THE MANAGING DIRECTOR	THE FINANCIAL DIRECTOR	THE CHIEF ACCOUNTING MANAGER
PRODROMOS S. EMFIETZOGLOU ID No: E 498825/86	MELPOMENI PR. EMFIETZOGLOU ID No: AE 034080/06	APOSTOLOS N. ATHANASOPOULOS ID No: E 288898/87	KIKIANTONIS I. CHRISTOS ID No: N 296442/83 License Register No. of the Chartered Auditors Association 13476