S&B Industrial Minerals S.A.

Financial Report

for the six-month period ended June 30, 2009

This six month Financial Report is prepared in accordance with article 5 of L.3556/2007 and was approved by the Board of Directors of S&B Industrial Minerals S.A. on August 5, 2009. This is made publicly available on the company's website at: www.sandb.com for at least 5 (five) years from the date of issue.

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S&B Industrial Minerals S.A.

FINANCIAL REPORT FOR THE SIX-MONTH PERIOD ENDED JUNE 30, 2009

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A. BOARD OF DIRECTORS' STATEMENT

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BOARD OF DIRECTORS' STATEMENT

(in accordance with the article 5, paragraph 2, of the Law 3556/2007)

1. Ulysses P. Kyriacopoulos, The Chairman of the Board of Directors

2. Efthimios O. Vidalis, The Chief Executive Officer

3. Emmanuel I. Voulgaris, Director, specifically appointed by the Board of Directors at its meeting on August 5, 2009

WE STATE THAT

To the best of our knowledge :

a. the Company's and the Group's Financial Statements for the six-month period ended June 30, 2009, which were prepared according to the prevailing accounting standards, present fairly the assets, the liabilities, the equity and the results of S&B Industrial Minerals S.A., as well as of the entities included in the consolidation, in accordance with the provisions of the Law 3556/2007, article 5, paragraphs 3 to 5 and that

b. the half-year Board of the Directors' Report presents fairly the information that is required based on the Law 3556/2007, article 5, paragraph 6.

The Chairman of the Board of Directors	The Chief Executive Officer	The Director
Ulysses P. Kyriacopoulos	Efthimios O. Vidalis	Emmanuel I. Voulgaris
ID No Ξ164488	ID No Σ237368	ID No AB 656787

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B. BOARD OF DIRECTORS' REPORT

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Consolidated Results – business developments

The S&B Industrial Minerals Group reported first half 2009 consolidated sales of € 157,6 million versus € 249,2 million in the corresponding period of 2008 (-36,7%*). Operating profits stood at € 6,2 million compared to € 22,4 million in the previous year (-72,2%) and net profits amounted to € 1,8 million from € 12,8 million (-85,8%). The comparison of these key financial figures takes into account the contribution of the Ergotrak business during the first half of the previous year (Discontinued Operation in 2008), as Ergotrak S.A. was part of the Group's business activities until June 30, 2008. In addition, net profit in the first half of 2008 for the Group, includes an one time gain of € 5,4 million, related to the disposal of commercial subgroup Motodynamics S.A. (assets and liabilities of Motodynamics S.A. and its subsidiaries were reclassified as Discontinued Operations effective as of December 31st 2007).

For Continuing Operations, which are the basis for the like-for-like comparison between first half 2009 and 2008 and which, since July of 2008 reflect the Group's focused involvement on industrial minerals, consolidated sales for the first half of 2009 reached € 157,6 million, lower by 33,5% in comparison to the € 237,1 million of the corresponding period of 2008. Despite the easing in the prices of certain cost elements, such as oil and sea freights, EBITDA (Earnings before Interest, Taxes, Depreciation and Amortization) from these activities decreased by 48,6%, to € 18,1 million from € 35,3 million in 2008, reflecting sharp volume declines across all product divisions. Operating profits were lower by 71,6% at € 6,2 million from € 22,0 million and net profits amounted to € 1,8 million, down by 82,5% from the corresponding € 10,4 million of 2008.

The volume declines witnessed in the first six months of 2009 have been in line with the trends experienced during the last two months of 2008. Operations worldwide have been affected by the negative developments in the metallurgical (steel, foundry, iron ore, aluminum) and construction related industries, which generally absorb more than 70% of the Group's revenues. The sharp decrease in the top line is the result of significant reduction in the activity of major clients, which has led them to curtail their production capacity as they focused on reducing their inventories.

More specifically, in Bentonite, total sales decreased by 29,2% reaching € 75,0 million affected mainly by the developments in the steel industry. The foundry and iron ore pelletizing segments, which account for more than half of the division's revenue, are directly influenced by demand for steel. Perlite has performed better than the other divisions in relative terms, with total sales declining by 16,5% to € 31,5 million. This is partly due to the strengthening of the US Dollar versus the Euro and reduced freights, which form a significant part of the value delivered to customers. Although the housing market, both in the US and Europe, has remained weak, other segments such as applications for horticulture have shown better resilience. In Bauxite, total sales decreased significantly by 47,6% to € 12,9 million, with world wide demand for aluminum and steel, driving this performance. Mine exploration and streamlined geological research has been the focus area of Bauxite operations thus far in 2009. The Stollberg division (Continuous Casting Fluxes) which serves exclusively the metallurgical sector, was directly affected by the developments in the steel industry and recorded total sales of € 26,4 million, a decline of 43,9% versus the comparable prior year period. In the Otavi division (processing, trading and selling of a variety of specialty minerals), total sales decreased by 45,4% to € 11,6 million. Sales to the refractory segment have been the driver of this performance, as refractories are highly on steel market developments. However, the Glass & Ceramics segment which has traditionally been more resilient, also contributed to this decline.

The reduction in Group sales is by no means negligible. However, due to the critical and customized function that our products perform for our clients, market shares have broadly remained stable across all divisions. In parallel, we have also managed to maintain pricing, while the new pricing agreements for 2009 were also concluded.

The developments during the first six months of 2009 for certain elements which influence our cost base have been positive, such as the prices observed for oil and sea freight rates, which have been lower on average for the six months compared to 2008, by 53% and 75%, respectively. It is important to note, that since the beginning of the current year and during the course of the six month period, oil prices and ocean freights have increased on average by approximately 20% and 200%, respectively. Further to costs which are not directly controlled by the Group's efforts, emphasis was placed on managing production related costs, as the focus shifted to aligning production output to that of main customers and to the new demand dynamics in the marketplace. Actions and initiatives on this front have included, reduction in shifts and working hours in various production sites in almost all geographies of operation, temporary suspensions of operations in selected sites, headcount reduction and production network rationalization where applicable (selected production facilities in close proximity of each other). However, the large volume (and respective revenue) declines across all divisions, have affected the Group's operating leverage and fully offset the reduction in cost of sales. Therefore, despite the Group's efforts on maintaining pricing and realigning its production costs, the effect from volume has been steep enough to wipe out all benefits that would otherwise have been realized under a normal operating environment. Costs of sales were reduced by € 57,3 million or 31,4%, Gross Profit stood at € 32,7 million or 40,5% behind last year's respective first half period and gross margin was 20,7%, depressed by 240 basis points.

The Group has implemented cost saving initiatives in the area of operating expenses as well, initially concentrating in discretionary spend areas, such as, non-critical travel expenses, hospitality, entertainment, expenses for employee events, consultant fees, etc. During the course of the six-month period, efforts for reducing costs were intensified and a broader implementation of measures was adopted, which included the managing and realigning of headcount, headquarters' space reduction and subleasing of the excess space, a wage freeze and overall variable compensation reduction for middle and senior management. These efforts have contributed to overall net operating expenses being reduced by 19,6% or € 6,4 million, from € 32,9 million in the first half of 2008 to € 26,4 million in the respective 2009 period.

Net finance costs were € 4,3 million, € 3,3 million or 43,4% lower than the respective period in 2008. The reduction is mainly related to the decrease in interest rates and foreign currency exchange benefits, as average net debt was approximately in line at € 193 million versus € 190 million.

During the first half of 2009 the Group realized investments of € 12,4 million, compared to € 12,3 million in the corresponding period of 2008, for exploration and mining development, maintenance and environment and health & safety improvements.

While much of our Group's capital expenditure is maintenance related, working capital can be managed with more flexibility and this was another key area of focus for the S&B Group during the first six months of 2009. The results of our efforts in the areas of working capital and cash flow management are evident by the € 36,7 million of free cash flow generated from operations (net of capital expenditure this constitutes an improvement of € 32,0 million versus the corresponding period of 2008) and € 28,6 million of net cash flow generated from the beginning of 2009.

We consider these to be collective and rapid results on the recent short-term priorities we had set out for ourselves at the end of the previous year. S&B Group's net debt position has been reduced by € 28,5 million in a period of 6 months, from € 203,1 million at the end of 2008 to € 174,6 million at the end of June 2009. In addition, part of the Group's debt has been refinanced and switched to a longer term maturity. More specifically, about € 50 million of short term maturity debt was successfully refinanced during the period, with a 2-year term.

Significant Events

Acquisitions

On February 2, 2009, we proceeded with a small but strategic foundry acquisition for Bentonite in the US. A bentonite activity plant and inventories of Bentonite Performance Minerals LLC, a subsidiary of Halliburton Energy Services, was acquired in Waterloo, Iowa for an approximate consideration of USD 0,7 million. While not material in terms of cost or contribution to overall Group operations, this acquisition provides S&B with strategic benefits and synergies with regard to its distribution network and geographic presence in the US, as the foundry supply market in North America, is further consolidated.

On July 2, 2009 the Group concluded an agreement for the acquisition of the corporate interests of "Miller LLC" which is engaged in perlite expansion at North Carolina State of USA. The total purchase price amounted to approximately USD 1,1 million. Similar to the aforementioned acquisition of the Bentonite division, this acquisition of expander facilities for the Perlite division reinforces our strategy to capture additional value from expanded perlite in the Southeastern United States and to optimize operational infrastructure in close geographic proximity in the area.

Share Capital Increase

The Board of Directors proposed to the Annual General Meeting of Shareholders (AGM) held on June 16th 2009, a Share Capital Increase for an amount of up to € 40 million to be paid in cash, with a rights issue in favor of existing shareholders of 1 new share for every 3 existing shares held. The rights issue was approved and the funds raised will be used to strengthen the Group's balance sheet by further reducing its net debt. The recommendation for a share capital increase reinforces and complements management's emphasis on cash management and on further reducing the Group's cost base. Additionally, through the de-leveraging of our balance sheet, a healthy capital structure (in line with historical levels) will be maintained and provide for increased financial flexibility in the future. The founding Kyriacopoulos family, as the controlling shareholder, has committed to participating in the rights issue at a level commensurate with its current holding in the company.

The whole process is currently at the stage of approval of the Offering Circular by the Hellenic Capital Market Commission and it is expected to be finalized within the next couple of months.

Business Risks

The S&B Group systematically monitors, assesses and takes specific measures, in order to address risks that may arise. Such risks are: Transportation risks, Energy Price risks, Raw Material Price risks, Environmental risks, Health, Safety, and Quality risks, Insurance risks, Legal and Licensing risks and Financial risks.

- **Transportation Risks**

  Given the geographic dispersion of its mineral reserves, industrial facilities and markets, as well as the nature of its products, the Group makes extensive use of sea-going vessels for its transportation needs. The Group evaluates its principal exposure to stem from the shipments of bentonite and perlite from the east Mediterranean to the North American east coast, Northern Europe and to a lesser extent to the west Mediterranean. Part of this exposure is mitigated by medium-term contracts with ship-owners and charterers. The management is continuously monitoring this risk and exploring alternative contractual and hedging strategies for managing the exposure. S&B has entered into contractual agreements with banks for the use of financial derivative instruments in sea freights, in order to offset part of its forecasted "relevant exposure" in sea freights for fiscal year 2009. The

Group also uses extensively other means of transportation too (trucks, river barges and rail), where the main risks come in the form of fuel price fluctuations (see energy risks below).

Management does not anticipate that the above mentioned transportation risks will substantially affect the Group's financial position in 2009.

- Energy and fuel price Risks

  S&B Group is exposed to the risk of fluctuating prices for the various fuel and energy sources (mainly oil, natural gas and electricity) which form a significant part of its production and transportation activities. The Group's geographical locations and energy supply sources remain diversified, but a general and sharp increase in energy prices may have a significant impact on its operating profitability. Additionally, as energy supplies are sourced regionally, some local markets may temporarily be subject to significant but non-recurring price variations. Under these circumstances, management concentrates its efforts on reducing the effect on margins by focusing on energy savings and productivity improvements, while adjusting, where possible, its commercial policies. On a global level, the developments in energy markets have caused significant volatility in recent years. Management is continuously monitoring the exposure in the context of evaluating alternative sourcing and hedging strategies. S&B has entered into contractual agreements with banks for the use of financial derivative instruments in oil prices, in order to offset part of its forecasted "relevant exposure" in oil prices for fiscal year 2009.

  Management does not anticipate that the above mentioned energy price risks will substantially affect the Group's financial position in 2009.

- Raw Materials Risks

  S&B Group generally maintains its own mineral reserves in its most crucial business segments (bentonite, perlite, wollastonite). However, a smaller part of the industrial minerals activities is based on trading and processing of specialty minerals that are purchased from third-party suppliers. Although we try to secure our needed supply of such minerals through medium-term contracts, we have not always been, and may not in the future be, able to do so.

  S&B Group also purchases a number of materials (soda ash, coal, resins) that are used as additives in the production of our final products and other material (explosives, packaging materials) that are used during the various production phases. We have observed significant price volatility in most of these products, in recent years.

  Management does not anticipate that the above mentioned raw material risks will substantially affect the Group's financial position in 2009.

- Environmental, Health, Safety and Quality Risks

  In every country in which it operates, S&B is subject to regulations concerning air emissions, noise, liquid effluents discharge, waste disposal and post-mining site restoration. Most of the industrial activities that form S&B core business have an impact, even if only a limited one, on the environment.

  S&B tries to minimize the environmental, health and safety impact of its operations and proactively manage environmental risks by way of suitable quality assurance measures. S&B has rolled out a global QEHS (Quality, Environmental, Health and Safety) policy, stressing the need for identification and management of environmental risks in an appropriate and timely way. The policy criteria are applied in a manner sensitive to local cultures, customs and circumstances. EHS related performance is monitored via 54 indicators collected annually from all sites. Data collected assists in setting up benchmarks and in prioritizing areas for which effort should be devoted.

  S&B has certified the majority of its global operations as per ISO:9001 (quality assurance standards) and ISO:14001 standards (environmental). Part of the remaining operations are in the process of pursuing both ISO 9001 and 14001 certification.

  S&B strives to provide a safe working environment for its workers and sub-contractors in an effort to protect their health, maintain superior business reputation and minimize potential compensation liabilities. In this context, management makes every effort in properly training its employees and sub-contractors in their work and in building safety awareness, through the introduction of innovative safety practices, engaging employees and re-inforcing management commitment.

A corporate EHS committee, chaired by the CEO, was established in 2006, aiming at a gradual harmonization of policies and procedures across the Group.

Management does not anticipate that the above mentioned environmental, health, safety and quality risks will substantially affect the Group's financial position in 2009.

- Legal and Mining & Operating Licensing Risks

  As a global company with a diverse business portfolio, S&B is exposed to numerous legal risks in the normal course of its business. The Corporate Legal department monitors and assesses centrally, major legal risks. Under the present circumstances, the Group believes that there are no legal cases that could have any material effect on its long-term operation and financial position.

  Management does not anticipate that the above mentioned risks will substantially affect the Group's financial position in 2009.

- Treasury Risks

  The Group's business activities and its capital structure create foreign exchange, interest rate and liquidity risks. Corporate Treasury is constantly monitoring and reporting on these risks and acts, when appropriate, through the financial markets within specific policy guidelines.

  Management does not anticipate that the above mentioned treasury risks will substantially affect the Group's financial position in 2009.

- Insurable Accident Risks

  Since 2008 the Group implements a centralized approach for its insurance needs with the cooperation of an international insurance broker. All insurable risks for the Group are addressed, monitored and administered centrally, in line with best practice for realizing efficiencies, expertise and financial benefits.

Prospects for the second semester of 2009

The recent feeling of optimism stemming from the financial markets is not shared by manufacturers that operate in the industries S&B is related to. The manufacturers in the related sectors have spent the better part of the last six months aggressively managing their inventories and working capital. Accordingly, they have widely curtailed their production output to adjust to the demand patterns observed in the respective end-use markets. In this context, there is a great degree of uncertainty as to whether any apparent positive movement in sales or orders, is related to a sustainable operational change or to a disjointed supply chain with no buffers, as no one wants to tie up their working capital and build stocks. Predictions as to the depth and length of these effects remain precarious.

It is likely, that the inventory adjustments being observed in most of our end use industries will gradually be accomplished and some additional production, but far from 2008 levels, will resume and will favorably impact our volumes. Nonetheless, given the weaknesses and uncertainty observed in key end-use segments, we anticipate sustained low volumes for the medium term. Comparable results in the second half of the year may be slightly better leading to sequential improvement for the second over the first half of the year.

The cash generation initiatives we have been focused on have been successful and contributed to the significant reduction of the Group's net debt position. However, as we believe that the downturn for our business has bottomed out, we do not anticipate a progressive, continuous pattern of additional cash improvements hereto forth. We do anticipate however, a further implementation of cost saving initiatives -in a phased way-, that have been designed to lower the Group's operational break-even point. All measures being undertaken are focused on maintaining a solid infrastructure that will support and fuel the Group's recovery when market conditions become favourable once again.

Customer relationships remain of paramount importance and our teams will continue to stay close to our customers providing them with value added support, consistent with our Market to Mine philosophy.

Last but not least, in the same context of the two small but strategically important acquisitions discussed in the previous section, we will continue to evaluate opportunities, but we will execute sparingly selected acquisitions that are small in size, accretive in the near term and enhance the competitive standing of our existing businesses.

Transactions among the Group/Company and Related Parties

During the first semester of 2009, business transactions of the Group, as well as those of the Company, with the related parties have been carried out with common market terms and conditions. The Group or any of its related parties has not been engaged in any material transactions that were not in an arm's length basis. None of the transactions includes special terms or conditions.

Transactions with Group subsidiaries and associates are carried out in the normal course of the business operations of the Group. Outstanding balances at the period-end are unsecured, interest free and settlement occurs in cash within the agreed time period. The guarantees provided by S&B to its subsidiaries as of June 30, 2009 and December 31, 2008 are analyzed in note 14 of the financial statements. The Management of the Company has not provided against the receivables due from its subsidiaries or associates as it does not anticipate any doubtfulness of such receivables, except for the case of Askana Ltd. against which a provision for doubtful debts has been established as analyzed in note 3 of the financial statements for the year-end in 2008.

Intra-group balances and transactions among fully consolidated subsidiaries have been fully eliminated from the financial statements of the Group.

Balances and transactions (in thousand Euro) with related parties are the following (see note 12 of the financial statements):

Group balances due from and to related parties

Group balances due from related parties amount to € 2.858 and € 3.316 for June 30, 2009 and December 31, 2008 respectively. The most significant changes are the following:

- Increase in the amounts due from the associate entity «Laviosa Chimica Mineraria S.p.A.» (€ 550 and € 193 for 2009 and 2008, respectively) arising from the receivable derived from the disposal of S&B's participation in the associate entity «Bentec S.p.A» to Laviosa Chimica Mineraria S.p.A.
- Increase in the amounts due from the jointly controlled entity «Cebo International B.V.» (€ 639 and € 430 for 2009 and 2008, respectively) arising from industrial minerals sales to this entity.
- Decrease in the amounts due from the associate entity «Laviosa Promasa S.A.» (€ 0 and € 726 for 2009 and 2008, respectively) arising from full settlement of amount due.
- Decrease in the amounts due from the associate entity «Dolphin CI S&B Holdings Ltd» (€ 1.407 and € 1.651 for 2009 and 2008, respectively) arising from investing activities and partial settlement of amount due.

Group balances due to related parties amount to € 1.764 and € 1.096 for June 30, 2009 and

December 31, 2008 respectively. The most significant change arises from industrial minerals purchases from related company «Perlite Hellas S.A» which are still unsettled.

Company balances due from and to related parties

Company balances due from related parties amount to € 19.613 and € 23.786 for June 30, 2009 and December 31, 2008 respectively. The most significant changes are the following:

- Increase in the amounts due from the subsidiary «S&B Holding GmbH» (€ 881 and € 563 for 2009 and 2008, respectively), arising from charges of Financial expenses, and the associate entity «Laviosa Chimica Mineraria S.p.A..» (€ 550 and € 193 for 2009 and 2008, respectively) arising from the receivable derived from the disposal of S&B's participation in the associate entity «Bentec S.p.A» to Laviosa Chimica Mineraria S.p.A..
- Increase in the amounts due from the indirect subsidiaries «S&B Industrial Minerals North America Inc.» (€ 4.482 and € 3.747 for 2009 and 2008, respectively) and «S&B Endustriyel Mineraller A.S.» (€ 330 and € 83 for 2009 and 2008, respectively) and the jointly controlled entity «Cebo International B.V.» (€ 801 and € 35 for 2009 and 2008, respectively) arising from industrial minerals sales to these entities.
- Decrease in the amounts due from the indirect subsidiaries «S&B Industrial Minerals GmbH» (€ 7.288 and € 13.017 for 2009 and 2008, respectively) and «S&B Industrial Minerals S.A.R.L. » (€ 1.230 and € 1.462 for 2009 and 2008, respectively) and from the associate entity «Laviosa Promasa S.A.» (€ 0 and € 726 for 2009 and 2008, respectively) arising from reduced industrial minerals sales to these entities

Company balances due to related parties amount to € 969 and € 921 for June 30, 2009 and December 31, 2008 respectively and regard industrial minerals purchases.

Group income / expenses

Group income from related parties amounted to € 2.893 and € 5.891 for June 30, 2009 and June 30, 2008 respectively. The most significant changes are the following:

- Decrease in the income from associate entities «Laviosa Chimica Mineraria S.p.A.». (€ 398 and € 1.046 for 2009 and 2008, respectively) and «Laviosa Promasa S.A.» (€ 315 and € 1.277 for 2009 and 2008, respectively) and the jointly controlled entity «Cebo International B.V.» (€ 1.548 and € 2.914 for 2009 and 2008, respectively) due to decrease in turnover of industrial minerals sales to these entities.
- Increase in the income from associate entity «Dolphin CI S&B Holdings Ltd» (€ 263 and € 0 for 2009 and 2008, respectively) due to investing activities.

Group expenses to related parties amounted to € 1.907 and € 1.095 for June 30, 2009 and June 30, 2008 respectively. The most significant changes are the following:

- Increase in the expense to the jointly controlled entity «Cebo International B.V.» (€ 597 and € 109 for 2009 and 2008, respectively) and the related company «Perlite Hellas S.A» (€ 552 and € 382 for 2009 and 2008, respectively), arising from industrial minerals purchases.

Company income / expenses

Company income from related parties amounted to € 21.960 and € 28.574 for June 30, 2009 and June 30, 2008 respectively. The most significant changes are the following:

- Decrease in the revenues from direct subsidiary entity «Isocon S.A.» (€ 1.468 and € 2.679 for 2009 and 2008, respectively) and from indirect subsidiaries «S&B Industrial Minerals GmbH» (€ 9.231 and € 12.902 for 2009 and 2008, respectively) and «S&B Industrial Minerals S.A.R.L.» (€ 1.895 and € 2.869 for 2009 and 2008, respectively), as well as from associate entities «Laviosa Promasa S.A.» (€ 315 and € 1.277 for 2009 and 2008, respectively) and «Laviosa Chimica Mineraria S.p.A.» (€ 398 and € 1.046 for 2009 and 2008, respectively) and from the jointly controlled entity «Cebo International B.V.» (€ 1.275 and € 2.610 for 2009 and 2008, respectively) due to decrease in turnover of industrial minerals sales.

Company expenses to related parties amounted to € 1.141 and € 860 for the June 30, 2009 and June 30, 2008 respectively. The most significant changes are the following:

- Increase in the turnover from direct subsidiary entity «Greek Helicon Bauxite S.A.» (€ 388 and € 123 for 2009 and 2008, respectively) and indirect subsidiaries «S&B Industrial Minerals AD» (€ 522 and € 322 for 2009 and 2008, respectively), arising from industrial minerals purchase.

Transactions with and compensation of key management personnel and Board members of the Group for the six month period ended June 30, 2009 amounted to € 1.970 (€ 3.345 for the six month period ended June 30, 2008). Balances due to key management and Board members as of June 30, 2009 amounted to € 390 (€ 2.948 as of December 31, 2008).

Finally, transactions with and compensation of key management and Board members of the Company for the six month period ended June 30, 2009 amounted to € 1.706 (€ 2.851 for the six month period ended June 30, 2008). Balances due to key management and Board members as of June 30, 2009 amounted to € 355 (€ 1.786 as of December 31, 2008).

Kifissia, August 5, 2009

On behalf of the Company's Board of Directors

The Chief Executive Officer

Efthimios O. Vidalis

C. CERTIFIED AUDITORS' ACCOUNTANTS' REVIEW REPORT

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THIS REPORT HAS BEEN TRANSLATED FROM THE GREEK ORIGINAL

REPORT ON REVIEW OF INTERIM CONDENSED FINANCIAL INFORMATION

To the Shareholders of
S&B Industrial Minerals S.A.

Introduction

We have reviewed the accompanying interim statement of financial position of S&B Industrial Minerals S.A. (the "Company") and the accompanying interim consolidated statement of financial position of the Company and its subsidiaries (the "Group") as at 30 June 2009, the related consolidated and separate statements of income, comprehensive income, changes in equity and cash flows of the Company and the Group for the six-month period then ended, as well as the explanatory notes (the "interim condensed financial information") which is an integral part of the six-month financial report of Law 3556/2007. Management is responsible for the preparation and presentation of this interim condensed financial information in accordance with International Financial Reporting Standards as endorsed by the European Union and apply to interim financial reporting ("IAS 34"). Our responsibility is to express a conclusion on this interim condensed financial information based on our review.

Scope of review

We conducted our review in accordance with the International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity", to which the Greek Auditing Standards refer. 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 condensed financial information is not prepared, in all material respects, in accordance with IAS 34.

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Report on other legal and regulatory requirements

Based on our review we concluded that the report prepared in accordance with article 5 of Law 3556/2007 is consistent with the accompanying interim condensed financial information.

Athens, 5 August 2009

THE CERTIFIED AUDITOR ACCOUNTANT

VASSILIOS KAMINARIS
S.O.E.L. No. 20411

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D1. INTERIM CONDENSED FINANCIAL STATEMENTS

The accompanying interim condensed Financial Statements have been approved by the Board of Directors of S&B Industrial Minerals S.A. on August 5, 2009.

The Chairman of the Board of Directors	The Chief Executive Officer	The Chief Financial Officer	The Controller Greece
Ulysses P. Kyriacopoulos	Efthimios O. Vidalis	Kriton St. Anavlavis	Nikolaos Ch. Ioakim
ID No Ξ164488	ID No Σ237368	ID No Π062025	A' Class License No 0002714

S&B Industrial Minerals S.A.
CONSOLIDATED INCOME STATEMENT
FOR THE SIX MONTH PERIOD ENDED JUNE 30, 2009
(Amounts in thousand Euro, except for earnings per share)

		The Group			
	Note	1/1 - 30/6/2009	1/1 -30/6/2008		
			Continuing operations	Discontinued operations	Total
Sales	6	157.621	237.142	12.012	249.154
Cost of sales		(124.965)	(182.290)	(8.813)	(191.103)
Gross Profit		**32.656**	**54.852**	**3.199**	**58.051**
Administrative expenses		(18.685)	(24.051)	(1.012)	(25.063)
Selling expenses		(11.274)	(12.294)	(2.031)	(14.325)
Other income		3.777	3.829	275	4.104
Other expenses		(235)	(341)	(2)	(343)
Operating profit		**6.239**	**21.995**	**429**	**22.424**
Finance income	7	1.036	215	32	247
Finance costs	8	(5.355)	(7.846)	(249)	(8.095)
Gain / (loss) from the disposal of associates and subsidiaries	4	708	(320)	5.357	5.037
Share of (loss)/ profit of associates		(141)	638	-	638
Profit before tax		**2.487**	**14.682**	**5.569**	**20.251**
Income tax expense	9	(670)	(4.322)	(3.127)	(7.449)
Net profit		**1.817**	**10.360**	**2.442**	**12.802**
Attributable to:					
Owners of the Company		1.852	10.227	2.442	12.669
Minority interests		(35)	133	-	133
		1.817	**10.360**	**2.442**	**12.802**
Earnings per share					
Basic		0,0600	0,3308	0,0789	0,4097
Diluted		0,0597	0,3286	0,0785	0,4071
Weighted average number of shares					
Basic		30.860.202	30.921.167	30.921.167	30.921.167
Diluted		31.024.890	31.122.924	31.122.924	31.122.924

The accompanying notes are an integral part of these interim condensed financial statements

S&B Industrial Minerals S.A.
CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE SIX MONTH PERIOD ENDED JUNE 30, 2009
(Amounts in thousand Euro)

	The Group			
	1/1 - 30/6/2009	1/1 -30/6/2008		
		Continuing operations	Discontinued operations	Total
Net profit	1.817	10.360	2.442	12.802
Other comprehensive income				
Translation of foreign operations:				
-Subsidiaries	568	(2.598)	(3)	(2.601)
-Associates	(32)	(2)	-	(2)
Valuation of available-for-sale financial assets	25	392	-	392
Valuation of derivatives	477	-	-	-
Income tax relating to the valuation of available-for-sale financial assets	(6)	(98)	-	(98)
Income tax relating to the valuation of derivatives	(119)	-	-	-
Other comprehensive income / (loss) for the period, net of tax	913	(2.306)	(3)	(2.309)
Total comprehensive income for the period, net of tax	2.730	8.054	2.439	10.493
Attributable to:				
Owners of the Company	2.754	7.921	2.439	10.360
Minority interests	(24)	133	-	133
	2.730	8.054	2.439	10.493

The accompanying notes are an integral part of these interim condensed financial statements

S&B Industrial Minerals S.A.
CONSOLIDATED INCOME STATEMENT
FOR THE THREE MONTH PERIOD ENDED JUNE 30, 2009
(Amounts in thousand Euro, except for earnings per share)

		The Group			
	Note	1/4 - 30/6/2009	1/4 -30/6/2008		
			Continuing operations	Discontinued operations	Total
Sales	6	78.064	126.081	7.057	133.138
Cost of sales		(61.752)	(97.692)	(5.227)	(102.919)
Gross Profit		**16.312**	**28.389**	**1.830**	**30.219**
Administrative expenses		(9.783)	(13.007)	(582)	(13.589)
Selling expenses		(5.768)	(6.168)	(1.171)	(7.339)
Other income		2.283	2.826	149	2.975
Other expenses		(125)	(215)	(2)	(217)
Operating profit		**2.919**	**11.825**	**224**	**12.049**
Finance income	7	67	140	17	157
Finance costs	8	(2.300)	(3.844)	(119)	(3.963)
Gain / (loss) from the disposal of associates and subsidiaries	4	708	(320)	-	(320)
Share of profit of associates		24	236	-	236
Profit before tax		**1.418**	**8.037**	**122**	**8.159**
Income tax expense	9	(194)	(2.003)	3	(2.000)
Net profit		**1.224**	**6.034**	**125**	**6.159**
Attributable to:					
Owners of the Company		1.122	5.953	125	6.078
Minority interests		102	81	-	81
		1.224	6.034	125	6.159
Earnings per share					
Basic		0,0364	0,1922	0,0041	0,1963
Diluted		0,0362	0,1908	0,0040	0,1948
Weighted average number of shares					
Basic		30.849.850	30.965.673	30.965.673	30.965.673
Diluted		31.028.534	31.204.490	31.204.490	31.204.490

The accompanying notes are an integral part of these interim condensed financial statements

S&B Industrial Minerals S.A.
CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE THREE MONTH PERIOD ENDED JUNE 30, 2009
(Amounts in thousand Euro)

	The Group			
	1/4 - 30/6/2009	1/4 -30/6/2008		
		Continuing operations	Discontinued operations	Total
Net profit	1.224	6.034	125	6.159
<u>Other comprehensive income</u>				
Translation of foreign operations:				
-Subsidiaries	(1.868)	1.131	11	1.142
-Associates	(13)	(2)	-	(2)
Valuation of available-for-sale financial assets	37	(60)	-	(60)
Valuation of derivatives	389	-	-	-
Income tax relating to the valuation of available-for-sale financial assets	(9)	15	-	15
Income tax relating to the valuation of derivatives	(97)	-	-	-
Other comprehensive income / (loss) for the period, net of tax	(1.561)	1.084	11	1.095
Total comprehensive income for the period, net of tax	(337)	7.118	136	7.254
Attributable to:				
Owners of the Company	(425)	7.037	136	7.173
Minority interests	88	81	-	81
	(337)	7.118	136	7.254

The accompanying notes are an integral part of these interim condensed financial statements

S&B Industrial Minerals S.A.
SEPARATE INCOME STATEMENT
FOR THE SIX AND THE THREE MONTH PERIODS ENDED JUNE 30, 2009
(Amounts in thousand Euro)

	Note	The Company			
		1/1 - 30/6/2009	1/1 - 30/6/2008	1/4 - 30/6/2009	1/4 - 30/6/2008
Sales	6	52.537	79.798	25.699	45.188
Cost of sales		(39.155)	(61.225)	(19.809)	(34.874)
Gross Profit		**13.382**	**18.573**	**5.890**	**10.314**
Administrative expenses		(10.224)	(15.385)	(5.386)	(8.714)
Selling expenses		(1.138)	(1.580)	(586)	(758)
Other income		3.193	3.818	1.478	2.627
Other expenses		(170)	(261)	(74)	(197)
Operating profit		**5.043**	**5.165**	**1.322**	**3.272**
Finance income	7	876	8	340	5
Finance costs	8	(3.863)	(4.523)	(1.614)	(2.283)
Investment income		299	1.104	299	1.104
Gain from the disposal of associates and subsidiaries	4	699	12.388	699	-
Profit before tax		**3.054**	**14.142**	**1.046**	**2.098**
Income tax expense	9	(962)	(3.568)	(457)	(324)
Net profit		**2.092**	**10.574**	**589**	**1.774**

The accompanying notes are an integral part of these interim condensed financial statements

S&B Industrial Minerals S.A.
SEPARATE STATEMENT OF COMPREHENSIVE INCOME
FOR THE SIX AND THE THREE MONTH PERIODS ENDED JUNE 30, 2009
(Amounts in thousand Euro)

	The Company			
	1/1 - 30/6/2009	1/1 - 30/6/2008	1/4 - 30/6/2009	1/4 - 30/6/2008
Net profit	**2.092**	**10.574**	**589**	**1.774**
Other comprehensive income				
Valuation of available-for-sale financial assets	25	392	37	(60)
Valuation of derivatives	477	-	389	-
Income tax relating to the valuation of available-for-sale financial assets	(6)	(98)	(9)	15
Income tax relating to the valuation of derivatives	(119)	-	(97)	-
Other comprehensive income for the period, net of tax	**377**	**294**	**320**	**(45)**
Total comprehensive income for the period, net of tax	**2.469**	**10.868**	**909**	**1.729**

The accompanying notes are an integral part of these interim condensed financial statements

S&B Industrial Minerals S.A.

STATEMENT OF FINANCIAL POSITION JUNE 30, 2009

(Amounts in thousand Euro)

	Note	The Group		The Company	
		June 30 2009	December 31 2008	June 30 2009	December 31 2008
ASSETS					
Non-current assets					
Property, plant and equipment		189.243	185.979	100.408	96.027
Investment properties		20.472	20.607	20.472	20.607
Goodwill		82.440	82.508	25.129	25.129
Other intangible assets		24.176	25.099	40	59
Investments in subsidiaries		-	-	126.070	126.070
Investments in associates		9.119	9.616	4.198	4.399
Deferred tax assets		4.285	3.861	1.818	2.310
Available-for-sale financial assets		270	245	270	245
Other non-current assets		2.315	2.365	513	531
		332.320	330.280	278.918	275.377
Current assets					
Inventories		75.497	92.159	22.949	25.978
Trade receivables		46.507	53.489	5.422	11.083
Due from related parties	12	2.858	3.316	19.613	23.786
Income tax receivables		2.597	2.295	1.102	258
Other current assets		14.157	15.932	8.429	9.456
Cash and cash equivalents		30.617	13.434	9.125	879
		172.233	180.625	66.640	71.440
Total Assets		504.553	510.905	345.558	346.817
EQUITY AND LIABILITIES					
Equity attributable to owners of the Company					
Share capital		31.069	31.011	31.069	31.011
Share premium		11.839	11.596	11.839	11.596
Treasury shares		(1.814)	(1.647)	(1.814)	(1.647)
Share option plan reserve		1.538	1.272	1.538	1.272
Derivatives valuation reserve		(33)	(391)	(33)	(391)
Other reserves		101.146	100.483	103.016	102.997
Translation of foreign operations		(6.145)	(6.670)	-	-
Retained earnings		53.030	56.791	11.934	14.804
		190.630	192.445	157.549	159.642
Minority interests		1.293	1.334	-	-
Total equity		191.923	193.779	157.549	159.642
Non-current liabilities					
Provision for staff leaving indemnities		17.323	16.476	8.362	7.712
Provision for environmental rehabilitation		14.558	14.875	12.246	12.484
Other provisions		2.099	2.512	323	646
Interest-bearing loans and borrowings		154.772	119.735	102.341	59.809
Deferred tax liabilities		15.854	15.751	-	-
Government grants		2.049	2.021	1.843	1.917
Other non-current liabilities		874	678	105	57
		207.529	172.048	125.220	82.625
Current liabilities					
Trade payables		24.244	22.833	8.676	7.116
Due to related parties	12	1.764	1.096	969	921
Short-term borrowings		35.426	43.814	28.914	38.014
Current portion of long-term interest bearing loans and borrowings		15.063	53.034	7.500	45.500
Income tax liabilities		400	492	-	-
Dividends payable		4.528	75	4.528	75
Other current liabilities		23.676	23.734	12.202	12.924
		105.101	145.078	62.789	104.550
Total equity and liabilities		504.553	510.905	345.558	346.817

The accompanying notes are an integral part of these interim condensed financial statements

S&B Industrial Minerals S.A.

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

FOR THE SIX MONTH PERIOD ENDED JUNE 30, 2009

(Amounts in thousand Euro)

The Group

	Attributable to owners of the Company										
	Share Capital	Share Premium	Treasury Shares	Share option plan reserve	Derivatives valuation reserve	Other reserves	Translation of foreign operations	Retained earnings	Total	Minority interests	Total equity
January 1, 2008	30.877	30.057	-	915	-	87.040	(6.886)	59.532	201.535	8.695	210.230
- Profit for the period	-	-	-	-	-	-	-	12.669	12.669	133	12.802
- Other comprehensive income / (loss) for the period	-	-	-	-	-	294	(2.603)	-	(2.309)	-	(2.309)
- Total comprehensive income / (loss) for the period	-	-	-	-	-	294	(2.603)	12.669	10.360	133	10.493
- Dividends distribution	-	-	-	-	-	(2.933)	-	(6.639)	(9.572)	-	(9.572)
- Dividends paid to minority shareholders	-	-	-	-	-	-	-	-	-	(117)	(117)
- Share based payment	-	-	-	538	-	-	-	-	538	-	538
-Share capital increase	65	585	-	-	-	-	-	-	650	-	650
-Distribution of shares to personnel	34	206	-	(240)	-	-	-	-	-	-	-
- Share capital increase from share premium	19.452	(19.452)	-	-	-	-	-	-	-	-	-
- Share capital decrease	(19.452)	-	-	-	-	-	-	-	(19.452)	-	(19.452)
-Purchase of treasury shares	-	-	(174)	-	-	-	-	-	(174)	-	(174)
- Disposal of subsidiaries	-	-	-	-	-	-	80	(152)	(72)	(478)	(550)
- Carve-out of subsidiary's shares to the Company's shareholders	-	-	-	-	-	4.573	-	187	4.760	(7.073)	(2.313)
-Increase of investment in subsidiaries	-	-	-	-	-	-	-	(151)	(151)	(44)	(195)
-Transfers	-	-	-	-	-	1.191	(127)	(1.099)	(35)	35	-
June 30, 2008	30.976	11.396	(174)	1.213	-	90.165	(9.536)	64.347	188.387	1.151	189.538
January 1, 2009	31.011	11.596	(1.647)	1.272	(391)	100.483	(6.670)	56.791	192.445	1.334	193.779
- Profit/ (loss) for the period	-	-	-	-	-	-	-	1.852	1.852	(35)	1.817
- Other comprehensive income for the period	-	-	-	-	358	19	525	-	902	11	913
- Total comprehensive income / (loss) for the period	-	-	-	-	358	19	525	1.852	2.754	(24)	2.730
- Dividends distribution	-	-	-	-	-	-	-	(4.962)	(4.962)	-	(4.962)
- Dividends paid to minority shareholders	-	-	-	-	-	-	-	-	-	(24)	(24)
- Share based payment	-	-	-	312	-	-	-	-	312	-	312
- Distribution of shares to personnel	50	209	-	-	-	-	-	-	259	-	259
- Share capital increase	8	34	-	(46)	-	-	-	-	(4)	-	(4)
- Purchase of treasury shares	-	-	(167)	-	-	-	-	-	(167)	-	(167)
- Transfers	-	-	-	-	-	644	-	(651)	(7)	7	-
June 30, 2009	31.069	11.839	(1.814)	1.538	(33)	101.146	(6.145)	53.030	190.630	1.293	191.923

The accompanying notes are an integral part of these interim condensed financial statements

S&B Industrial Minerals S.A.
SEPARATE STATEMENT OF CHANGES IN EQUITY
FOR THE SIX MONTH PERIOD ENDED JUNE 30, 2009
(Amounts in thousand Euro)

The Company

	Share Capital	Share Premium	Treasury Shares	Share option plan reserve	Derivatives valuation reserve	Other reserves	Retained earnings	Total
January 1, 2008	30.877	30.057	-	915	-	90.228	16.587	168.664
- Profit for the period	-	-	-	-	-	-	10.574	10.574
- Other comprehensive income for the period	-	-	-	-	-	294	-	294
- Total comprehensive income for the period	-	-	-	-	-	294	10.574	10.868
- Dividends distribution	-	-	-	-	-	(2.933)	(6.639)	(9.572)
- Share based payment	-	-	-	538	-	-	-	538
-Share capital increase	65	585	-	-	-	-	-	650
-Distribution of shares to personnel	34	206	-	(240)	-	-	-	-
- Share capital increase from share premium	19.452	(19.452)	-	-	-	-	-	-
- Share capital decrease	(19.452)	-	-	-	-	-	-	(19.452)
-Purchase of treasury shares	-	-	(174)	-	-	-	-	(174)
- Carve-out of subsidiary's shares to the Company's shareholders	-	-	-	-	-	5.136	-	5.136
June 30, 2008	30.976	11.396	(174)	1.213	-	92.725	20.522	156.658
January 1, 2009	31.011	11.596	(1.647)	1.272	(391)	102.997	14.804	159.642
- Profit for the period	-	-	-	-	-	-	2.092	2.092
- Other comprehensive income for the period	-	-	-	-	358	19	-	377
- Total comprehensive income for the period	-	-	-	-	358	19	2.092	2.469
- Dividends distribution	-	-	-	-	-		(4.962)	(4.962)
- Share based payment	-	-	-	312	-	-	-	312
- Distribution of shares to personnel	50	209	-	-	-	-	-	259
- Share capital increase	8	34	-	(46)	-	-	-	(4)
- Purchase of treasury shares	-	-	(167)	-	-	-	-	(167)
June 30, 2009	31.069	11.839	(1.814)	1.538	(33)	103.016	11.934	157.549

The accompanying notes are an integral part of these interim condensed financial statements

S&B Industrial Minerals S.A.
STATEMENT OF CASH FLOWS
FOR THE SIX MONTH PERIOD ENDED JUNE 30, 2009
(Amounts in thousand Euro)

	Note	The Group 1/1 - 30/6 2009	The Group 1/1 - 30/6 2008	The Company 1/1 - 30/6 2009	The Company 1/1 - 30/6 2008
Cash flows from operating activities					
Profit before tax from continuing operations		2.487	14.682	3.054	14.142
Profit before tax from discontinued operations		-	5.569	-	-
Profit before tax		2.487	20.251	3.054	14.142
Adjustments for:					
- Depreciation and amortization		12.125	12.917	5.867	7.028
- Grants amortization		(75)	(77)	(75)	(65)
- Provisions, net		(512)	2.093	(737)	2.042
- Finance income		(1.036)	(247)	(876)	(8)
- Finance costs		5.355	8.095	3.863	4.524
- Investment income (net of foreign taxes)		-	-	(291)	(1.104)
- Share of loss / (profit) of associates		141	(638)	-	-
- Gain from the disposal of associates and subsidiaries		(708)	(5.037)	(699)	(12.388)
- Gain from the disposal of property, plant and equipment		(142)	(1.227)	(71)	(1.229)
		17.635	36.130	10.035	12.942
(Increase) / Decrease in:					
- Inventories		16.136	(1.016)	2.617	2.247
- Trade receivables		6.296	(11.316)	6.407	(2.270)
- Due from related parties		1.007	(4.927)	4.723	(17.665)
- Other assets		2.420	(2.078)	879	(386)
Increase / (Decrease) in:					
- Trade payables		1.500	1.629	1.649	2.131
- Due to related parties		668	10	48	(114)
- Other liabilities		4.284	(724)	2.914	(795)
Staff leaving indemnities paid		(581)	(1.674)	(280)	(1.438)
Payments for environmental rehabilitation		(406)	(474)	(367)	(415)
Income tax paid		(1.688)	(5.020)	(1.464)	(1.785)
Net cash flows from / (used in) operating activities		47.271	10.540	27.161	(7.548)
Cash flows from investing activities					
- Capital expenditure	13	(12.896)	(15.421)	(9.893)	(11.105)
- Capitalized depreciation		297	272	297	272
- Business combinations and investments in consolidated entities		(768)	(886)	(200)	(193)
- Proceeds from the sale of associate		550	-	550	-
- Dividends received		171	-	221	6.157
- Interest and other finance income received		109	995	17	756
- Proceeds from the settlement of derivatives		176	-	176	-
- Cash flow from disposal of subsidiaries		-	(41)	-	-
- Government grants received		104	-	-	-
- Proceeds from the disposal of property, plant and equipment		250	3.678	72	3.641
Net cash flows used in investing activities		(12.007)	(11.403)	(8.760)	(472)
Cash flows used in financing activities:					
- Purchase of treasury shares		(167)	(174)	(167)	(174)
- Net (decrease)/ increase of short-term borrowings		(8.388)	34.597	(9.101)	28.938
- Proceeds from long-term borrowings		50.000	-	42.500	-
- Repayment of long-term borrowings		(53.000)	(15.518)	(38.000)	(7.500)
- Dividends paid to the owners of the Company		(13)	(9.553)	(13)	(9.553)
- Dividends paid to minority interests		(24)	(117)	-	-
- Payments for the settlement of derivatives		(1.632)	-	(1.632)	-
- Interest and other finance costs paid		(5.082)	(7.604)	(3.742)	(3.505)
Net cash flows (used in)/ from financing activities		(18.306)	1.631	(10.155)	8.206
- Net foreign exchange difference on cash flows		324	162	-	-
Net increase in cash and cash equivalents		17.282	930	8.246	186
Cash and cash equivalents at the beginning of the period		13.434	15.310	879	1.130
- Net foreign exchange difference on cash and cash equivalents at the beginning of the period		(99)	(480)	-	-
Less: Cash and cash equivalents of discontinued operations at the beginning of the period		-	(998)	-	-
Cash and cash equivalents at period end		30.617	14.762	9.125	1.316

The accompanying notes are an integral part of these interim condensed financial statements

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D2. NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS

(Amounts in thousand Euro, unless otherwise stated)

1. CORPORATE INFORMATION AND ACTIVITIES

The S&B Industrial Minerals S.A. Group of companies ("the Group" or "S&B") is a Greek Group of companies mainly engaged, through the Greek company S&B Industrial Minerals S.A. ("the Company") and its subsidiaries, in the extraction, processing, distribution and supply of industrial minerals, the production, distribution and supply of fluxes, the exploration for renewable sources of energy and the management and development of real estate property.

The activities of industrial minerals are related to bentonite, perlite, and bauxite products, to continuous casting fluxes (stollberg) and otavi industrial mineral applications such as wollastonite, spodumene, calcined chamotte etc.

The Company was incorporated in Greece in 1934 and, since 1994, its shares are quoted on the Athens Stock Exchange. The S&B headquarters are located in Kifissia, Attica, 15 A. Metaxa street, P.C. 145 64, Greece. In 1978, the Shareholders Ordinary General Assembly extended the duration of the Company by 50 years up to 2034.

As at June 30, 2009 and 2008 the Group employed 2.080 and 2.190 employees, respectively, while the Company employed 683 and 749 employees, respectively.

2. BASIS OF PRESENTATION OF INTERIM CONDENSED FINANCIAL STATEMENTS

The accompanying interim condensed consolidated and separate financial statements (hereinafter referred to as "the financial statements") have been prepared in accordance with International Financial Reporting Standards ("IFRS"), as they have been endorsed by the European Union, and specifically with the provisions of IAS 34 "Interim Financial Reporting".

The financial statements are in accordance with the provisions of Corporate Law 2190/1920 as amended. There are no Standards or Interpretations applied earlier than their effective date. Moreover, the financial statements have been prepared under the historical cost convention, except for financial instruments and available for sale financial assets which are measured at fair value. All amounts in the financial statements are presented in thousand of Euro ("€") and are rounded to the nearest thousand, unless otherwise stated.

The financial statements do not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with the latest issued annual financial statements as at December 31, 2008.

The financial statements for the six month period ended June 30, 2009 were approved by the Company's Board of Directors on August 5, 2009.

3. PRINCIPAL ACCOUNTING POLICIES

The principal accounting policies adopted in the preparation of the financial statements, are consistent with those followed in the preparation of the annual financial statements for the year ended December 31, 2008, except for the below mentioned adoption of new standards and interpretations applicable for fiscal periods beginning at January 1, 2009:

- **IFRIC 13, "Customer Loyalty Programmes":** this interpretation is not applicable on the Group's operations.
- **IFRIC 15, "Agreements for the Construction of Real Estate":** this interpretation is not applicable on the Group's operations.
- **IFRIC 16, "Hedges of a Net Investment in a foreign operation":** this interpretation has no impact on the financial statements as the Group does not hedge the net investment in a foreign operation.

3. PRINCIPAL ACCOUNTING POLICIES (continued)

- **Amendments to IFRS 1 "First-time Adoption of International Financial Reporting Standards" and IAS 27 "Consolidated and Separate Financial Statements":** this interpretation is not applicable on the Group's operations.
- **IFRS 2, "Share-based Payments" (Amended):** this Interpretation has no impact on the financial statements.
- **IFRS 8, "Operating Segments":** IFRS 8 replaces IAS 14 'Segment reporting'. IFRS 8 adopts a management approach to segment reporting. The information reported is that which management uses internally for evaluating the performance of operating segments and allocating resources to those segments. The Group assessed the new operating segments, as shown in Note 15, where additional disclosures are made and revised comparative information are also disclosed.
- **IAS 1, "Presentation of Financial Statements" (Revised):** IAS 1 has been revised to enhance the usefulness of information presented in the financial statements. Of the main revisions are: the requirement that the statement of changes in equity includes only transactions with shareholders; the introduction of a new statement of comprehensive income that combines all items of income and expense recognised in profit or loss together with "other comprehensive income"; and the requirement to present restatements of financial statements or retrospective application of a new accounting policy as at the beginning of the earliest comparative period, i.e. a third column on the statement of financial position. The Group has made the necessary changes to the presentation of its current financial statements and elected to present comprehensive income in a separate statement.
- **IAS 32 and IAS 1, "Puttable Financial Instruments" (Amended):** These amendments are not applicable on the financial statements.
- **IAS 39 "Financial Instruments: Recognition and Measurement" – Eligible Hedged Items:** the amendment has no impact on the financial statements as the Group has not entered into any related hedges.
- **IAS 23, "Borrowing Costs" (Revised):** The benchmark treatment in the previous standard of expensing all borrowing costs to the income statement has been eliminated in the case of qualifying assets. All borrowing costs that are directly attributable to the acquisition or construction of a qualifying asset must be capitalised. A qualifying asset is an asset that necessarily takes a substantial period of time to get ready for its intended use or sale. In accordance with the transitional requirements of the Standard, the Group adopted this as a prospective change. However, there are no existing qualifying assets during the current period and therefore no such capitalisation took place. No changes have been made for borrowing costs incurred prior to January 1, 2009 that have been expensed.
- **IAS 39, "Financial Instruments: Recognition and Measurement" and IFRS 7 "Financial Instruments: Disclosures; Reclassification of Financial Assets":** the amendment has no impact on the financial statements as the Group has not entered into any reclassifications of financial assets.

In addition to those standards and interpretations that have been disclosed in the financial statements for the year ended December 31, 2008, the following new standards, amendments to standards and interpretations have been issued but are not effective for the financial year beginning January 1, 2009 and have not been early adopted:

- **IFRS 2, "Share-based Payments" (Amended),** effective for annual periods beginning on or after 1 January 2010. The amendment has not yet been endorsed by the EU. The

(Amounts in thousand Euro, unless otherwise stated)

3. PRINCIPAL ACCOUNTING POLICIES (continued)

Group has concluded that the amendment will have no impact on the financial position or performance of the Group, as it has not entered into any such arrangements.

- In April 2009, the IASB issued its second omnibus of amendments to its standards, primarily with a view to removing inconsistencies and clarifying wording. The effective dates of the improvements are various and the earliest is for the financial year beginning July 1, 2009. This annual improvements project has not yet been endorsed by the EU.

4. ENTITIES INCLUDED IN THE CONSOLIDATED FINANCIAL STATEMENTS

4.1 Entities accounted for under the full and proportionate method of consolidation

The subsidiaries of S&B and the entities in which S&B has joint control included in the consolidated financial statements are the following:

Entity	Country	Field of activity	% Participation 30/6/2009	% Participation 31/12/2008	Year Established / Acquired
EUROPE					
S&B Industrial Minerals AD	Bulgaria	Industrial Minerals	99,73%	99,73%	2003
S&B Industrial Minerals S.A.R.L.	France	Industrial Minerals	100,00%	100,00%	2001
Denain Anzin Metallurgie S.A.S.	France	Industrial Minerals	100,00%	100,00%	2004
S&B Industrial Minerals GmbH	Germany	Industrial Minerals	100,00%	100,00%	2001
S&B Holding GmbH	Germany	Holding	100,00%	100,00%	1992
Otavi Minen AG (1)	Germany	Holding	-	100,00%	2000
SLS Baustoffe GmbH	Germany	Industrial Minerals	75,00%	75,00%	2001
Orykton GmbH	Germany	Industrial Minerals	50,00%	50,00%	2005
Askana Ltd.	Georgia	Industrial Minerals	97,70%	97,70%	1998
Isocon S.A.	Greece	Industrial Minerals	60,00%	60,00%	1996
Greek Helicon Bauxites S.A.	Greece	Industrial Minerals	100,00%	100,00%	1995
S&B Industrial Minerals Spain S.L.u.	Spain	Industrial Minerals	100,00%	100,00%	2000
Sarda Perlite S.r.l.	Italy	Industrial Minerals	61,00%	61,00%	2001
Sibimin Overseas Ltd.	Cyprus	Industrial Minerals	99,99%	99,99%	1996
Asian Minerals Ltd.	Cyprus	Holding	100,00%	100,00%	2006
Cebo International BV	Netherlands	Holding	50,00%	50,00%	2007
Cebo Holland B.V.	Netherlands	Industrial Minerals	50,00%	50,00%	2007
Cebo Marine B.V.	Netherlands	Industrial Minerals	50,00%	50,00%	2007
Cebo U.K. Ltd	G.Britain	Industrial Minerals	50,00%	50,00%	2007
S&B Industrial Minerals Kft	Hungary	Industrial Minerals	100,00%	100,00%	2001
S&B Industrial Minerals SP Z.O.O.	Poland	Industrial Minerals	100,00%	100,00%	2006
AMERICA					
S&B Industrial Minerals North America Inc.	USA	Industrial Minerals	100,00%	100,00%	1999
Stollberg Inc.	USA	Industrial Minerals	100,00%	100,00%	2004
Stollberg do Brazil Ltda	Brazil	Industrial Minerals	100,00%	100,00%	2004
ASIA					
S&B Industrial Minerals (Henan) Co. Ltd.	China	Industrial Minerals	100,00%	100,00%	1996
S&B Jilin Wollastonite Co Ltd.	China	Industrial Minerals	100,00%	100,00%	2005
S&B Industrial Minerals (Tianjin) Co. Ltd.	China	Industrial Minerals	100,00%	100,00%	2006
Panshi Huanyu Wollastonite Co. Ltd.	China	Industrial Minerals	100,00%	100,00%	2007
Qing Dao Stollberg & Samil Co.Ltd. (2)	China	Industrial Minerals	48,32%	48,32%	2004
S&B Endustriyel Mineraller A.Ş.	Turkey	Industrial Minerals	99,72%	99,71%	1996
Pabalk Maden A.Ş.	Turkey	Industrial Minerals	98,73%	98,73%	1995
Stollberg India Pvt. Ltd	India	Industrial Minerals	100,00%	100,00%	2004
Stollberg & Samil Co. Ltd.	Korea	Industrial Minerals	50,00%	50,00%	2004
AFRICA					
Naimex S.A.R.L.	Morocco	Industrial Minerals	100,00%	100,00%	2003
S&B Ind. Min. Morocco S.A.R.L.	Morocco	Industrial Minerals	100,00%	100,00%	2008

Footnotes

1. Otavi Minen AG was merged with S&B Industrial Minerals GmbH within 2009.
2. Qing Dao Stollberg & Samil Co.Ltd. is fully consolidated in its parent company's financial statements, namely Stollberg & Samil Co. Ltd, (96,64% participation interest).

(Amounts in thousand Euro, unless otherwise stated)

4. ENTITIES INCLUDED IN THE CONSOLIDATED FINANCIAL STATEMENTS (continued)

4.2 Entities accounted for under the equity method of consolidation

Entities accounted for under the equity method of consolidation are the following:

Associate	Country	Field of activity	% Participation 30/6/2009	% Participation 31/12/2008	Year Established / Acquired
Laviosa Chimica Mineraria S.p.A.	Italy	Industrial Minerals	35,00%	35,00%	1997
Laviosa Sanayi Ve Ticaret Ltd (1)	Turkey	Industrial Minerals	35,00%	35,00%	2008
Bentec S.p.A.	Italy	Industrial Minerals	35,00%	49,95%	1999
Laviosa Promasa S.A (2)	Spain	Industrial Minerals	29,52%	29,52%	1997
Xinyang- Athenian Mining Co Ltd. (XAMCO)	China	Industrial Minerals	25,00%	25,00%	1996
Protovoulia Milos S.A.	Greece	Other activities	43,07%	43,07%	2007
Dolphin CI S&B Holdings Ltd	Cyprus	Real Estate	25,00%	25,00%	2007
Cape Trahilas One Ltd. (3)	Cyprus	Real Estate	25,00%	25,00%	2007
Cape Trahilas One S.A. (3)	Greece	Real Estate	25,00%	25,00%	2007
Milos Island Resort Ltd. (4)	B.V.I.	Real Estate	16,67%	25,00%	2009
Cape Trahilas Two Ltd. (4)	Cyprus	Real Estate	16,67%	25,00%	2007
Cape Trahilas Two S.A. (4)	Greece	Real Estate	16,67%	25,00%	2007

Footnotes

1. Laviosa Sanayi Ve Ticaret Ltd. is fully consolidated in its parent, Laviosa Chimica Mineraria S.p.A., financial statements (participation interest 100%).
2. The Company holds a direct participation interest of 20,10% in the associate Laviosa Promasa S.A. whereas the aggregate interest stated at the above table, derives indirectly due to the fact that the above mentioned company is also consolidated in the financial statements of Laviosa Chimica Mineraria S.p.A.
3. These entities are fully consolidated in their parent company's, Dolphin CI S&B Holdings Ltd., financial statements by 100% participation interest.
4. These entities are fully consolidated in their parent company's, Dolphin CI S&B Holdings Ltd., financial statements by 66,67% participation interest.

Within 2009, the Company paid € 200 to the associate Protovoulia Milos S.A in lieu to future capital increase.

On June 1, 2009 the Company concluded an agreement with Laviosa Chimica Mineraria S.p.A. for the sale of its interest of 23% in Bentec S.p.A. for a consideration of € 1.100. On June 26, 2009 the transaction was concluded and, therefore, on June 30, 2009, the Company does not hold any interest to Bentec S.p.A., whereas the Group holds indirectly, through Laviosa Chimica Mineraria S.p.A., an interest of 35%. As a result, the Group disposed effectively 14,95% of its participation to Bentec S.p.A. within 2009. The resulted gain from the above disposal amounted to € 708 on consolidated level (€ 699 on Company level) and was recognized in "Gain / (loss) from disposal of associates and subsidiaries" in the income statement for the six-month period ended June 30, 2009

The Shareholders Annual General Meeting (AGM), at its meeting held on June 16, 2009, approved the acquisition by the Group, through its subsidiary Sibimin Overseas Ltd., of the 25% participation that ORYMIL S.A. (a related party) currently holds in Dolphin CI S&B Holdings Ltd. at any time ORYMIL S.A. deems appropriate. The purchase price will be the nominal price of the shares i.e. € 1.250,00.

(Amounts in thousand Euro, unless otherwise stated)

5. BUSINESS COMBINATIONS

The new business combination of 2009 is analyzed as follows:

5.1 Acquisition of operations from "Halliburton Energy Services Inc." and "Bentonite Performance Minerals LLC"

On February 2, 2009, the Group concluded an agreement with the entities Halliburton Energy Services Inc. and Bentonite Performance Minerals LLC for the acquisition of a bentonite activity plant, including inventories, in Waterloo city of Iowa State in the USA, at a consideration of approximately USD 700 thousand.

The purchase price of the assets, including inventories was paid in cash.

This acquisition did not have any material contribution to the Group's operations for the six-month period ended June 30, 2009.

The fair value of the identifiable assets, liabilities and contingent liabilities, the related purchase price allocation according to the provisions of IFRS 3 «Business Combinations» and the precise determination of goodwill were concluded within 2009 and the resulting goodwill of € 19 is considered final.

The final fair values of identifiable assets acquired and liabilities assumed by the Group, the total consideration (cost) of acquisition and the residual goodwill recognised are summarized as follows:

	Final fair value on acquisition	Carrying value on acquisition
Machinery	281	275
Buildings	5	14
Transportation & other equipment	15	12
Inventories	248	248
	549	549
Fair value of net assets	549	
Total acquisition cost	568	
Residual goodwill	19	
Analysis of total acquisition cost		
Acquisition cost	549	
Direct acquisition costs and other expenses	19	
Net cash outflow of acquisition	568	

The above acquisition enhances the operations and the production capacity of the Group and it creates new development opportunities and synergies to the distribution network and strategic presence in new states of USA.

(Amounts in thousand Euro, unless otherwise stated)

6. SALES

Sales in the financial statements are analyzed as follows:

	The Group			
	1/1-30/6 2009	1/1-30/6 2008	1/4-30/6 2009	1/4-30/6 2008
Bentonite	74.877	105.822	37.393	58.026
Perlite	31.470	37.647	16.088	19.876
Bauxite	12.883	24.594	6.234	13.620
Continuous casting fluxes	26.366	47.021	13.433	23.423
Otavi	11.550	21.160	4.693	10.569
Other	475	898	223	567
Sales from continuing operations	**157.621**	**237.142**	**78.064**	**126.081**
Sales from discontinued operations	-	12.012	-	7.057
Total sales	**157.621**	**249.154**	**78.064**	**133.138**

	The Company			
	1/1-30/6 2009	1/1-30/6 2008	1/4-30/6 2009	1/4-30/6 2008
Bentonite	24.584	37.328	12.198	21.306
Perlite	14.595	16.978	7.044	9.664
Bauxite	12.883	24.594	6.234	13.651
Other	475	898	223	567
Total sales	**52.537**	**79.798**	**25.699**	**45.188**

7. FINANCE INCOME

Finance income in the financial statements is analyzed as follows:

	The Group			
	1/1-30/6 2009	1/1-30/6 2008	1/4-30/6 2009	1/4-30/6 2008
Foreign exchange gain, net	275	-	(589)	-
Interest income	109	162	60	87
Gains from valuation and settlement of derivatives on freights	631	-	575	-
Other	21	53	21	53
Finance income from continuing operations	**1.036**	**215**	**67**	**140**
Finance income of discontinued operations	-	32	-	17
Total finance income	**1.036**	**247**	**67**	**157**

(Amounts in thousand Euro, unless otherwise stated)

7. FINANCE INCOME (continued)

	The Company			
	1/1-30/6 2009	1/1-30/6 2008	1/4-30/6 2009	1/4-30/6 2008
Foreign exchange gain, net	228	-	(251)	-
Interest income	17	8	16	5
Gains from valuation and settlement of derivatives on freights	631	-	575	-
Total finance income	876	8	340	5

8. FINANCE COSTS

Finance costs in the financial statements are analyzed as follows:

	The Group			
	1/1-30/6 2009	1/1-30/6 2008	1/4-30/6 2009	1/4-30/6 2008
Interest expense on long term loans and borrowings	2.897	5.429	1.417	2.701
Interest expense on short term borrowings	951	640	135	412
Losses from valuation and settlement of derivatives on oil	328	-	100	-
Finance cost of environmental rehabilitation provision	323	449	237	224
Finance cost of staff leaving indemnities provision	519	449	261	225
Foreign exchange losses, net	-	585	-	108
Bank charges	273	215	118	131
Amortization of loan expenses	64	71	32	35
Other	-	8	-	8
Finance costs from continuing operations	5.355	7.846	2.300	3.844
Finance costs of discontinued operations	-	249	-	119
Total finance costs	5.355	8.095	2.300	3.963

(Amounts in thousand Euro, unless otherwise stated)

8. FINANCE COSTS (continued)

	The Company			
	1/1-30/6 2009	1/1-30/6 2008	1/4-30/6 2009	1/4-30/6 2008
Interest expense on long term loans and borrowings	2.004	3.182	1.051	1.585
Interest expense on short term borrowings	764	416	49	306
Losses from valuation and settlement of derivatives on oil	328	-	100	-
Finance cost of environmental rehabilitation provision	302	449	216	224
Finance cost of staff leaving indemnities provision	272	231	136	115
Foreign exchange losses, net		125	-	(17)
Bank charges	161	84	46	52
Amortization of loan expenses	32	36	16	18
Total finance costs	3.863	4.523	1.614	2.283

9. INCOME TAX (CURRENT AND DEFERRED)

Income tax in the financial statements is analyzed as follows:

	The Group			
	1/1-30/6 2009	1/1-30/6 2008	1/4-30/6 2009	1/4-30/6 2008
Current income tax	1.101	7.313	231	5.161
Deferred income tax (income) / expense	(431)	136	(37)	(3.161)
Income tax of the Group	670	7.449	194	2.000
Less: Income tax of discontinued operations	-	(3.127)	-	3
Income tax of continuing operations	670	4.322	194	2.003

	The Company			
	1/1-30/6 2009	1/1-30/6 2008	1/4-30/6 2009	1/4-30/6 2008
Current income tax	595	3.483	116	3.336
Deferred income tax (income) / expense	367	85	341	(3.012)
Income tax	962	3.568	457	324

(Amounts in thousand Euro, unless otherwise stated)

9. INCOME TAX (CURRENT AND DEFERRED) (continued)

The unaudited tax years of each company of the Group are as follows:

Company	Footnote	Country	Unaudited tax years
EUROPE			
S&B Industrial Minerals AD		Bulgaria	2008
S&B Industrial Minerals S.A.R.L.		France	2003-2008
Denain Anzin Metallurgie S.A.S.		France	2006-2008
S&B Industrial Minerals GmbH		Germany	2006-2008
S&B Holding GmbH		Germany	2006-2008
Otavi Minen AG		Germany	2006-2008
SLS Baustoffe GmbH		Germany	2004-2008
Orykton GmbH		Germany	2005-2008
Askana Ltd.		Georgia	2003-2008
S&B Industrial Minerals S.A	(1)	Greece	2008
Isocon S.A.		Greece	2007-2008
Greek Helicon Bauxites S.A.		Greece	2007-2008
S&B Industrial Minerals Spain S.L.u.		Spain	2002-2008
Sarda Perlite S.r.l.		Italy	2000-2008
Sibimin Overseas Ltd.		Cyprus	1999-2008
Asian Minerals Ltd.		Cyprus	2006-2008
Cebo International BV	(2)	Netherlands	2002-2008
Cebo Holland B.V.	(2)	Netherlands	2002-2008
Cebo Marine B.V.	(2)	Netherlands	2002-2008
Cebo U.K. Ltd	(2)	G. Britain	2002-2008
S&B Industrial Minerals Kft		Hungary	2002-2008
S&B Industrial Minerals SP Z.O.O.		Poland	2007-2008
AMERICA			
S&B Industrial Minerals North America Inc.		USA	2000-2008
Stollberg Inc.	(2)	USA	2000-2008
Stollberg do Brazil Ltda	(2)	Brazil	2002-2008
ASIA			
S&B Industrial Minerals (Henan) Co. Ltd.		China	2007-2008
S&B Jilin Wollastonite Co Ltd.		China	2005-2008
S&B Industrial Minerals (Tianjin) Co. Ltd.		China	2006-2008
Panshi Huanyu Wollastonite Co. Ltd.		China	2007-2008
Qing Dao Stollberg & Samil Co.Ltd.	(2)	China	2006-2008
S&B Endustriyel Mineraller A.Ş.		Turkey	2004-2008
Pabalk Maden A.Ş.		Turkey	2004-2008
Stollberg India Pvt. Ltd		India	2006-2008
Stollberg & Samil Co. Ltd.	(2)	Korea	2005-2008
AFRICA			
Naimex S.A.R.L.		Morocco	2004-2008
S&B Ind. Min. Morocco S.A.R.L.		Morocco	2008

Footnotes:

(1) Within 2009, the tax authorities concluded the tax audits of the Company as well as the merged company Parnassos Insurance S.A. for the fiscal years 2006-2007. An amount of € 490 of adadditional taxes was assessed, out of which € 21 were charged to the current period's results.

(2) Potential tax liabilities that may result from a future tax audit for the fiscal years 2000-2003 of the Stollberg Group companies and for the fiscal years 2002-2006 of the Cebo Group companies, based on the acquisition agreements, are to be born by their former owners (sellers).

10. EXISTING LIENS

No liens exist on the Group's and the Company's assets.

11. PENDING LITIGATION AND ARBITRATION

The Group is party to various lawsuits and arbitration proceedings in the normal course of business, against which the Group has provided for an amount of € 509 and € 509 as of June 30, 2009 and December 31, 2008, respectively, (€ 404 and € 404 as of June 30, 2009 and December 31, 2008, respectively, for the Company) in the financial statements.

Moreover, by its decisions nr.8778/07 and nr.8779/07 the Hellenic Ministry for the Environment, Physical Planning and Public Works imposed penalties of € 224 and € 168, respectively, to the Company. The related amounts were paid in 2008. Furthermore, the Company appealed the above decisions before the Administrative Court of Athens which by its decisions nr.1630/2008 and 1631/2008 accepted the appeals and rejected the initial decisions of the Hellenic Ministry for the Environment Physical Planning and Public Works. The above amounts were returned to the Company in 2009. The pertinent authorities have repeated the procedure in a lawful manner and have requested the Company to defend itself against the environmental infringements for which it was originally accused.

Except for these cases, for which the above provision was established, the Group's Management believes that the outcome of any remaining litigation is not expected to have a material adverse effect on the Group's and the Company's financial position and operations.

12. RELATED PARTY TRANSACTIONS

Transactions with related parties are made at arms'-length and mainly relate to operating and partly to investing activities. Outstanding balances at period-end are unsecured, interest free and are settled in cash within the timeframe agreed. Related party balances are not provided for in the separate financial statements with the exception of the case of Askana Ltd. as further explained in the notes to the financial statements as of December 31, 2008.

Intra-group balances and transactions among consolidated subsidiaries have been appropriately eliminated from the financial statements of the Group.

The following tables present balances due to and from related parties as well as revenues and expenses between them and the Group:

(Amounts in thousand Euro, unless otherwise stated)

12. RELATED PARTY TRANSACTIONS (continued)

	The Group			
	Due from		Due to	
	June 30 2009	December 31 2008	June 30 2009	December 31 2008
Associates				
Laviosa Chimica Mineraria S.p.A.	550	193	-	-
Laviosa Promasa S.A.	-	726	-	-
Xinyang Athenian Mining Co. Ltd	-	-	430	308
Dolphin CI S&B Holdings Ltd	1.407	1.651	-	-
	1.957	2.570	430	308
Jointly controlled entities				
Cebo International B.V.	639	430	141	170
Stollberg & Samil Co. Ltd	96	133	-	-
	735	563	141	170
Other related companies				
Motodynamics S.A., Group of companies	115	135	-	-
Perlite Hellas S.A.	-	-	995	469
ORYMIL S.A.	33	33	-	-
Rescon India Private Ltd.	-	-	198	146
Other	18	15	-	3
	166	183	1.193	618
	2.858	3.316	1.764	1.096

	The Group			
	Revenues		Expenses	
	1/1-30/6 2009	1/1-30/6 2008	1/1-30/6 2009	1/1-30/6 2008
Associates				
Laviosa Promasa S.A.	315	1.277	-	-
Laviosa Chimica Mineraria S.p.A.	398	1.046	-	-
Bentec S.p.A.	-	22	-	-
SLS Baustoffe GmbH	-	25	-	-
Xinyang Athenian Mining Co. Ltd	-	-	386	378
Dolphin CI S&B Holdings Ltd	263	-	-	-
	976	2.370	386	378
Jointly controlled entities				
Cebo International B.V.	1.548	2.914	597	109
Stollberg & Samil Co. Ltd	11	30	42	-
Orykton GmbH	-	33	45	-
	1.559	2.977	684	109
Other related companies				
Motodynamics S.A., Group of companies	358	544	-	-
Perlite Hellas S.A.	-	-	552	382
ORYMIL S.A.	-	-	15	-
Rescon India Private Ltd.	-	-	241	226
Other	-	-	29	-
	358	544	837	608
	2.893	5.891	1.907	1.095

(Amounts in thousand Euro, unless otherwise stated)

12. RELATED PARTY TRANSACTIONS (continued)

The following tables present balances due to and from related parties as well as revenues and expenses with them for the Company:

	The Company			
	Due from		Due to	
	June 30 2009	December 31 2008	June 30 2009	December 31 2008
Direct subsidiaries				
Isocon S.A.	2.583	2.659	-	2
S&B Holding GmbH	881	563	-	-
Sibimin Overseas Ltd	5	7	-	-
Greek Helicon Bauxite S.A.	-	-	516	355
Sarda Perlite S.r.l.	-	-	329	324
SLS Baustoffe GmbH	-	-	-	7
	3.469	3.229	845	688
Indirect subsidiaries				
S&B Industrial Minerals GmbH	7.288	13.017	-	1
S&B Industrial Minerals North America Inc.	4.482	3.747	-	-
S&B Industrial Minerals S.A.R.L.	1.230	1.462	-	-
S&B Industrial Minerals Spain S.L.u.	1.238	1.101	-	-
S&B Endustriyel Mineraller A.S.	330	83	-	-
S&B Industrial Minerals (Henan) Co. Ltd.	10	10	6	6
Stollberg Inc.	49	-	-	-
S&B Industrial Minerals AD	-	-	118	223
	14.627	19.420	124	230
Associates				
Laviosa Promasa S.A.	-	726	-	-
Laviosa Chimica Mineraria S.p.A.	550	193	-	-
	550	919	-	-
Other related companies				
Motodynamics S.A., Group of companies	115	135	-	-
Cebo International B.V.	801	35	-	-
ORYMIL S.A.	33	33	-	-
Other	18	15	-	3
	967	218	-	3
	19.613	23.786	969	921

(Amounts in thousand Euro, unless otherwise stated)

12. RELATED PARTY TRANSACTIONS (continued)

	The Company			
	Revenues		Expenses	
	1/1-30/6 2009	1/1-30/6 2008	1/1-30/6 2009	1/1-30/6 2008
Direct subsidiaries				
Isocon S.A.	1.468	2.679	-	8
S&B Holding GmbH	319	281	-	42
Sibimin Overseas Ltd	11	14	-	-
Greek Helicon Bauxite S.A.	1	7	388	123
Sarda Perlite S.r.l.	-	1	186	259
Ergotrak Industrial Machinery & Equipment Trading Co S.A.	-	217	-	91
Parnassos Insurance S.A.	-	7	-	7
	1.799	3.206	574	530
Indirect subsidiaries				
S&B Industrial Minerals GmbH	9.231	12.902	-	-
S&B Industrial Minerals North America Inc.	5.743	3.247	-	-
S&B Industrial Minerals S.A.R.L.	1.895	2.869	-	8
S&B Industrial Minerals Spain S.L.u.	319	659	-	-
Stollberg Inc.	103	119	-	-
S&B Industrial Minerals (Henan) Co.Ltd.	-	4	-	-
S&B Endustriyel Mineraller A.S.	248	-	-	-
S&B Industrial Minerals AD	13	3	522	322
	17.552	19.803	522	330
Associates				
Laviosa Promasa S.A.	315	1.277	-	-
Laviosa Chimica Mineraria S.p.A.	398	1.046	-	-
Bentec S.p.A.	-	22	-	-
	713	2.345	-	-
Other related companies				
Cebo International B.V.	1.275	2.610	-	-
Orykton GmbH	-	66	-	-
Motodynamics S.A., Group of companies	358	544	-	-
Dolphin CI S&B Holdings Ltd	263	-	-	-
ORYMIL S.A.	-	-	16	-
Other	-	-	29	-
	1.896	3.220	45	-
	21.960	28.574	1.141	860

Transactions with and compensation of key management personnel and Board members of the Group for the six month period ended June 30, 2009 amounted to € 1.970 (€ 3.345 for the six month period ended June 30, 2008). Balances due to key management and Board members as of June 30, 2009 amounted to € 390 (€ 2.948 as of December 31, 2008).

Finally, transactions with and compensation of key management and Board members of the Company for the six month period ended June 30, 2009 amounted to € 1.706 (€ 2.851 for the six month period ended June 30, 2008). Balances due to key management and Board members as of June 30, 2009 amounted to € 355 (€ 1.786 as of December 31, 2008).

(Amounts in thousand Euro, unless otherwise stated)

13. CAPITAL EXPENDITURE

Capital expenditure for the six-month periods ended June 30, 2009 and 2008 amounted to € 12,9 million and € 15,4 million, respectively, excluding the acquisitions through business combinations (€ 9,9 million and € 11,1 million, for the Company, respectively).

14. CONTINGENCIES - COMMITMENTS

On June 30, 2009 and December 31, 2008 the Group has issued letters of guarantee for a total amount of € 3,4 million and € 3,6 million respectively, out of which the most significant are issued by the Company, for a total amount of € 3,2 million and € 2,9 million respectively, relating mainly to mining rights and licenses. Further to the above, the Company as of June 30, 2009 had issued corporate guarantees to banks in favor of certain subsidiaries for the issuance of bank loans to them for a total amount of approximately € 96,8 million (approximately € 112,0 million as of December 31, 2008).

15. SEGMENT INFORMATION

Commencing fiscal year 2009, the Group applies IFRS 8 “Operating Segments” which replaces IAS 14 “Segment Reporting”. In accordance with IFRS 8, reportable operating segments are identified based on the “management approach”. This approach stipulates external segment reporting based on the Group’s internal organizational and management structure and on key figures of internal financial reporting to the chief operating decision maker who, in the case of S&B Group, is considered to be the Chief Executive Officer who is responsible for measuring the business performance of the segments.

For management purposes the Group is organized into divisions based on the nature of the industrial mineral applications. In contrast with the previous segment reporting structure, S&B has five reportable profit generating segments which are independently managed as well as a corporate segment. Therefore, the Group reportable operating segments are summarized as follows:

- **Bentonite segment:** the Bentonite segment supplies bentonite, zeolite, coal and other additives to a wide range of applications, such as foundry sand castings, iron ore pelletising, civil engineering projects, cat litter, paper manufacturing and animal feed. Bentonite is clay with strong colloidal properties, which increases in volume several times when coming into contact with water, creating a gelatinous substance, useful for its binding and rheological properties.
- **Perlite segment:** perlite is a natural volcanic glassy material formed by rapidly cooled lava that trapped water within its mass, thereby giving perlite its most important physical property, the ability to expand and increase its volume. Perlite has thermal and acoustic insulation properties, as well as high porosity making it an excellent lightweight aggregate, hydroponics media and significant component of acoustical tiles.
- **Bauxite segment:** bauxite is the basic raw material in the production of alumina. The Group leases and owns bauxite mines in the Parnassos and Giona mountain regions, in central Greece and in Italy. The bauxite reserves are of diasporic and boehmitic type.
- **Stollberg segment:** stollberg is a global market-leader in the production of continuous casting fluxes, associated products, and services for the steel industry. Fluxes have a complex composition and are engineered to satisfy the customer needs. They are essential for the operational reliability and high-grade steel production in continuous casting, bottom pouring, ladle and tundish processes.

(Amounts in thousand Euro, unless otherwise stated)

15. SEGMENT INFORMATION (continued)

- **Otavi segment:** is a supplier of industrial minerals for the glass, ceramic, metallurgy and refractory industries. Otavi produces customized products under strict quality control by using its own crushing and milling facilities.
- The **Corporate segment** incorporates all corporate activities, including the exploration for renewable sources of energy and the management and development of real estate property.

No operating segments have been aggregated to form the above reportable operating segments.

Management monitors the operating results of each segment separately for the purpose of making decisions about resource allocation and performance assessment. Segment performance is evaluated based on sales, operating results and Earnings Before Interest Taxes Depreciation & Amortization ("EBITDA"). It is noted that the Group applies the same accounting policies as those in the financial statements in order to measure the operating segment's results. Group financing, including finance costs (other than the finance costs of provisions for environmental rehabilitation and staff leaving indemnities) and finance income, as well as income taxes are measured on a group basis and are included in corporate segment without being allocated to the profit generating segments.

Transfer prices between operating segments are on an arm's length basis in a manner similar to transactions with third parties. Inter-segment sales are eliminated on consolidation.

The following tables present sales and results regarding the Group's operating segments for the six month periods ended June 30, 2009 and 2008, respectively:

	1/1-30/6/2009							
	Bentonite	**Perlite**	**Bauxite**	**Stollberg**	**Otavi**	**Corporate**	**Eliminations**	**Total**
Sales								
Third party	74.877	31.470	12.883	26.366	11.550	475	-	157.621
Inter-segment	105	-	-	-	60	-	(165)	-
Total sales	**74.982**	**31.470**	**12.883**	**26.366**	**11.610**	**475**	**(165)**	**157.621**
Results								
Profit/ (loss) before tax	11.520	3.262	(748)	1.089	107	(12.743)	-	**2.487**
EBITDA	15.841	4.947	2.514	2.924	503	(8.581)	-	**18.148**

	1/1-30/6/2008							
	Bentonite	**Perlite**	**Bauxite**	**Stollberg**	**Otavi**	**Corporate**	**Eliminations**	**Total**
Sales								
Third party	105.822	37.647	24.594	47.021	21.160	898	-	237.142
Inter-segment	130	32	-	-	448	-	(610)	-
Total sales	**105.952**	**37.679**	**24.594**	**47.021**	**21.608**	**898**	**(610)**	**237.142**
Results								
Profit/ (loss) before tax	19.615	3.665	2.261	7.585	1.533	(19.977)	-	**14.682**
EBITDA	24.320	5.279	6.284	9.486	2.272	(12.350)	-	**35.291**

It is noted that segment information for the six month period ending June 30, 2008 exclude sales (€ 12.012), profit before tax (€ 5.569) and EBITDA (€ 611) from discontinued operations related to commercial activities only.

(Amounts in thousand Euro, unless otherwise stated)

15. SEGMENT INFORMATION (continued)

The following table present segment assets of the Group's operating segments as of June 30, 2009 and December 31, 2008:

	Bentonite	Perlite	Bauxite	Stollberg	Otavi	Corporate	Eliminations	Total
Assets								
June 30, 2009	201.799	74.858	52.189	70.833	26.450	78.701	(277)	**504.553**
December 31, 2008	207.913	81.048	51.686	73.027	35.729	62.540	(1.038)	**510.905**

It is noted that income tax assets (current and deferred), available-for-sale financial assets, derivative financial assets and cash and cash equivalents are included in the Corporate segment.

16. PROCEEDS AND PAYMENTS OF BANK LOANS

Within March 2009, the Company concluded two agreements for common bond issues of L. 3156/2003 of € 30 million and € 20 million, respectively. All the above bond loans are of two years tenor with floating interest payments based on Euribor plus spread and are repayable on maturity. The Company can repay the bonds earlier with no additional charges. The Company used the aforementioned loans to repay € 45,5 million of the bond loans. Moreover, within June 2009 the Group repaid € 7,5 million related to syndicated loans.

17. CURRENT PERIOD SIGNIFICANT EVENTS

(in this note all amounts are expressed in Euro)

Share capital

On May 21, 2009 the Board of Directors of the Company proposed and the Shareholders' AGM held on June 16, 2009 approved S&B's intention to increase the share capital by an amount up to € 40 million, in cash with a rights issue in favor of existing shareholders at a quota of 1 new share per 3 existing shares. In this context, the Shareholders' AGM approved the share capital increase by € 10.356.440, in cash, and the issuance of 10.356.440 new common shares at par value of € 1,00 each. The aggregate resulted above par value difference, that will be defined based on the Board of Directors' decision of the share's strike price, will be transferred to "Share premium". In the event that the total number of shares decided by the Shareholders' AGM is not covered during the public offering process, the Company's Board of Directors has been authorized to dispose the shares accordingly. The whole process is under the approval of the Offering Circular by the Hellenic Capital Market Committee and it is expected to be finalized within the next couple of months.

17. CURRENT PERIOD SIGNIFICANT EVENTS (continued)

On June 10, 2009, the Board of Directors of the Company decided, and the Shareholders' AGM held on June 16, 2009 approved, a share capital increase by € 50.483,00 (50.483 common shares at par value of € 1,00 each), in order to grant these shares at no consideration to the executives of the Group as a part of their performance-related compensation scheme. As the executives had rendered the respective services before December 31, 2008, the equivalent Euro amount was accrued in the year ended December, 2008. Upon the receipt of the new shares from the executives, the relevant provision was capitalized through the transfer of the resulted above par value difference of € 208.996,02 to the "Share premium". Moreover, at the same date, the Board of Directors of the Company decided, and the Shareholders' AGM held on June 16, 2009 approved, a share capital increase by € 8.120,00 (8.120 common shares at par value of € 1,00 each), in order to grant these shares to executives under a long-term incentive plan. The resulted above par value difference of € 33.620,40 was transferred to "Share premium".

As a result, at June 30, 2009 the share capital of the Company amounted to € 31.069.320,00 comprised of 31.069.320 common shares of € 1,00 par value each.

Dividends

On March 9, 2009, the Company's Board of Directors decided to propose to the Shareholders' AGM a dividend distribution for the year 2008 which amounted to € 4.961.715,00 (€ 0,16 per share). The Shareholders' AGM, held on June 16, 2009, approved the distribution of the aforementioned dividend which is presented as a liability on the statement of financial position as of June 30, 2009 and it was paid to the Company's shareholders on July 8, 2009.

Share options

On June 16, 2009 the Shareholders' AGM approved the grant of maximum 145.000 share options to certain executives of the Group, in the context of the share based payment plans. The strike price has been set to Euro 5,08 per share.

The basic terms of the stock option plans granted to executives of the Group have not been changed in relation to those applied as of December 31, 2008 except for the duration of the schemes which has been changed from five (5) to seven (7) years as well as the determination of the strike price. The latter will be equal to the closing share price at the date of the Shareholders' AGM with no discount.

Acquisition of treasury shares

Within the period, the Company purchased 32.238 common treasury shares at an average price of € 5,18 per share, for an aggregate amount of € 166.952,76. As a result, the Company holds 219.470 treasury shares of a total amount € 1.814.222,39 as of June 30, 2009.

18. PRIOR YEAR RECLASSIFICATIONS

For better presentation and comparison purposes the following amounts have been reclassified: (i) an amount of € 615 related to payables to related parties has been transferred from "Trade payables" to "Due to related parties" in the consolidated statement of financial position as of December 31, 2008, (ii) a credit amount of € 970 related to other current liabilities has been transferred from "Income tax receivables" to "Other current liabilities" in the consolidated statement of financial position as of December 31, 2008, and (iii) an amount of € 433 related to income tax liabilities has been transferred from "Other provisions" to "Income tax receivables" in the consolidated statement of financial position as of December 31, 2008.

(Amounts in thousand Euro, unless otherwise stated)

19. EVENTS AFTER THE REPORTING PERIOD

On July 2, 2009 the Group concluded an agreement for the acquisition of the corporate interests of “Miller LLC” which is engaged in the expansion of perlite at North Carolina State of USA. The total purchase price amounts to approximately USD 1,1 million.

20. FOREIGN EXCHANGE RATES

The foreign exchange rates used for the translation to € of the subsidiaries’ financial statements prepared in foreign currency are as follows:

	FINANCIAL POSITION		
	June 30 2009	December 31 2008	Δ%
1 € = USD	1,4134	1,3917	2%
1 € = BGN	1,9558	1,9558	-
1 € = HUF	271,55	266,70	2%
1 € = TRY	2,161	2,149	1%
1 € = CNY	9,6545	9,4956	2%
1 € = GEL	2,3382	2,3728	-1%
1 € = KRW	1.802,43	1.839,13	-2%
1 € = BRL	2,7399	3,2381	-15%
1 € = INR	66,998	67,905	-1%
1 € = MAD	11,2356	11,2357	0%
1 € = PLN	4,4520	4,1535	7%

	COMPREHENSIVE INCOME		
	Average rate 1/1-30/6 2009	Average rate 1/1-30/6 2008	Δ%
1 € = USD	1,3328	1,5304	-13%
1 € = BGN	1,9558	1,9558	-
1 € = HUF	289,98	253,58	14%
1 € = RON	-	3,67	-
1 € = TRY	2,152	1,889	14%
1 € = CNY	9,1070	10,7988	-16%
1 € = GEL	2,2197	2,2946	-3%
1 € = KRW	1.797,74	1.512,09	19%
1 € = BRL	2,9205	2,5967	12%
1 € = INR	65,565	62,207	5%
1 € = RSD	-	81,88	-
1 € = MAD	11,1381	11,3892	-2%
1 € = PLN	4,4758	3,4901	28%

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E. ADDITIONAL INFORMATION

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S&B Industrial Minerals S.A.

Company's No 110/06/B/86/11 in the register of Societes Anonymes - Andrea Metaxa 15 - 145 64 Kifissia

FINANCIAL DATA AND INFORMATION FOR THE PERIOD 1 JANUARY - 30 JUNE 2009

(In accordance with 4/507/28.04.2009 resolution of the Greek Capital Market Committee)

(Amounts in Euro thousand unless otherwise stated)

The purpose of the below data and information is to provide users with general financial information about the financial position and the results of operations of S&B Industrial Minerals S.A. and the Group of companies of S&B Industrial Minerals S.A. We advise the readers that, before proceeding to any kind of investing activity or other transaction with the Company, to access the company's web site www.sandb.com where the financial statements are published together with the auditor's review report, whenever is required.

Company's website: www.sandb.com **Board of Directors approval date of financial statements:** August 5, 2009

Certified Auditor Accountant: Vassilios Kaminaris **Auditing firm:** ERNST & YOUNG (HELLAS) CERTIFIED AUDITORS ACCOUNTANTS S.A. **Type of auditors report:** Unqualified opinion

STATEMENT OF FINANCIAL POSITION

	GROUP		COMPANY	
	30/6/2009	31/12/2008	30/6/2009	31/12/2008
ASSETS				
Property, Plant & Equipment	189.243	185.979	100.408	96.027
Investment properties	20.472	20.607	20.472	20.607
Intangible assets	106.616	107.607	25.169	25.188
Other non current assets	15.719	15.842	132.599	133.310
Inventories	75.497	92.159	22.949	25.978
Trade receivables	46.507	53.489	5.422	11.083
Other current assets	19.612	21.543	29.144	33.500
Cash and cash equivalents	30.617	13.434	9.125	879
Available for sale financial assets	270	245	270	245
TOTAL ASSETS	**504.553**	**510.905**	**345.558**	**346.817**
EQUITY AND LIABILITIES				
Share capital	31.069	31.011	31.069	31.011
Share premium	11.839	11.596	11.839	11.596
Other equity components	147.722	149.838	114.641	117.035
Total equity attributable to owners of the Company (a)	190.630	192.445	157.549	159.642
Minority interests (b)	1.293	1.334	-	-
Total equity (c)=(a)+(b)	191.923	193.779	157.549	159.642
Long-term interest-bearing loans and borrowings	154.772	119.735	102.341	59.809
Provisions/Other non current liabilities	52.757	52.313	22.879	22.816
Short-term borrowings	50.489	96.848	36.414	83.514
Other current liabilities	54.612	48.230	26.375	21.036
Total liabilities (d)	312.630	317.126	188.009	187.175
TOTAL EQUITY AND LIABILITIES (c)+(d)	**504.553**	**510.905**	**345.558**	**346.817**

CONDENSED STATEMENT OF CHANGES IN EQUITY

	GROUP		COMPANY	
	30/6/2009	30/6/2008	30/6/2009	30/6/2008
Equity at beginning of the period (1/1/2009 and 1/1/2008 respectively)	**193.779**	**210.230**	**159.642**	**168.664**
Total comprehensive income for the period (continuing and discontinued operations)	2.730	10.493	2.469	10.868
Dividend distribution	-4.986	-9.689	-4.962	-9.572
Share capital increase net of withheld taxes	58	19.551	58	19.551
Share capital decrease	-	-19.452	-	-19.452
Share premium decrease	-	-19.452	-	-19.452
Share premium increase	243	791	243	791
Disposal of subsidiaries	-	-550	-	-
Carve-out of subsidiary shares to the Company's shareholders	-	-2.313	-	5.136
Purchase of treasury shares	-167	-174	-167	-174
Increase of investment in subsidiaries	-	-195	-	-
Share based payment	266	298	266	298
Equity at period end (30/6/2009 and 30/6/2008 respectively)	**191.923**	**189.538**	**157.549**	**156.658**

ADDITIONAL DATA AND INFORMATION

1. Companies included in the consolidated financial statements together with country of establishment, participation interest and method of consolidation for the six month period ended June 30, 2009 are presented in note 4 of the financial report.

2. The fiscal years that are unaudited by the tax authorities for the Company and the Group's subsidiaries are presented in detail in note 9 of the six month financial report.

3. The consolidated statement of total comprehensive income for the period 1.1.-30.6.2009 does not include discontinued operations.

4. Number of employees at the end of the reporting period: Group 2.080 (30.6.2008: 2.190) and 683 for the Company (30.6.2008: 749).

5. Certain amounts of previous fiscal year/period have been reclassified for better presentation and comparability purposes (note 18 of the six month financial report).

6. Related party transactions for the first six months of 2009 and balances with related parties as of June 30, 2009 according to I.A.S. 24 are as follows:

	Group	Company
a) Revenues	2.893	21.960
b) Expenses	1.907	1.141
c) Receivables from related parties	2.858	19.613
d) Payables to related parties	1.764	969
e) Key management personnel compensations	1.970	1.706
f) Receivables from key management personnel	0	0
g) Payables to key management personnel	390	355

7. Other comprehensive income/(expense) for the period 1.1-30.6.2009 is as follows:

	Group	Company
Translation of foreign operations:		
- Subsidiaries	568	0
- Associates	-32	0
Valuation of available-for-sale investments	25	25
Valuation of derivatives	477	477
Income tax relating to the valuation of available-for-sale investments	-6	-6
Income tax relating to the valuation of derivatives	-119	-119

8. Provisions of the Group and the Company as of 30.6.2008 are as follows:

	Group	Company
a) Provision for litigation and arbitration	509	404
b) Provision for unaudited tax years	827	242
c) Other provisions	1.929	259

9. No liens exist on the Company's and the Group's assets.

10. Within the normal course of business of the Company and the Group, court decisions on pending lawsuits, applications and appeals are not expected to have a substantial adverse effect on the Company's and the Group's financial position (note 11 of the six month financial report).

11. (In this note all amounts are expressed in Euro):
 - On June 16, 2009 the Shareholder's General Assembly approved: a) The dividend distribution of Euro 0,16 per share and b) the share capital increase by Euro 58.603,00 issuing 58.603 new common shares of Euro 1,00 par value each and c) the S&B's intention to increase the share capital by an amount up to Euro 40 million, in cash with a rights issue in favor of existing shareholders at a quota of 1 new share per 3 existing shares. In this context, the Ordinary Shareholders' General Assembly approved the share capital increase by Euro 10.356.440, in cash, and the issuance of 10.356.440 new common shares at par value of Euro 1,00 each. The aggregate resulted above par value difference, that will be defined based on the Board of Directors' decision of the share's strike price, will be transferred to "Share premium" (note 17 of the six month financial report).
 - Within the period, the Company purchased 32.238 common treasury shares at an average price of € 5,18 per share, of an aggregate amount of € 166.952,76 (note 17 of the six month financial report). At 30.6.2009 the Company owned 219.470 treasury shares which amount to Euro 1.814.222,39.

Kifissia, August 5, 2009

THE CHAIRMAN OF THE BOARD OF DIRECTORS	**THE CHIEF EXECUTIVE OFFICER**
ULYSSES P. KYRIACOPOULOS	**EFTHIMIOS OR. VIDALIS**
ID No. Σ 164488	**ID No. Ξ 237368**
THE CHIEF FINANCIAL OFFICER	**THE CONTROLLER GREECE**
KRITON ST. ANAVLAVIS	**NIKOLAOS CH. IOAKIM**
ID No. Π 062025	**A'CLASS LICENSE No 0002714**

STATEMENT OF COMPREHENSIVE INCOME

GROUP

	1/1 - 30/6/2009	1/1 - 30/6/2008 Continuing operations	1/1 - 30/6/2008 Discontinued operations	1/1 - 30/6/2008 Total
Sales	157.621	237.142	12.012	249.154
Gross profit	32.656	54.852	3.199	58.051
Profit before income tax, financial and investment results	6.239	21.995	429	22.424
Profit before tax	2.487	14.682	5.569	20.251
Net profit (A)	**1.817**	**10.360**	**2.442**	**12.802**
Attributable to:				
- Owners of the Company	1.852	10.227	2.442	12.669
- Minority interests	-35	133	-	133
Other comprehensive income/(loss) for the period (B)	**913**	**-2.306**	**-3**	**-2.309**
Total other comprehensive income for the period (A) + (B)	**2.730**	**8.054**	**2.439**	**10.493**
Attributable to:				
- Owners of the Company	2.754	7.921	2.439	10.360
- Minority interests	-24	133	-	133
Net Earnings per share - basic (in €)	0,0600	0,3308	0,0789	0,4097
Profit before income tax, financial and investment results, depreciation and amortization	18.148	35.291	611	35.902

GROUP

	1/4 - 30/6/2009	1/4 - 30/6/2008 Continuing operations	1/4 - 30/6/2008 Discontinued operations	1/4 - 30/6/2008 Total
Sales	78.064	126.081	7.057	133.138
Gross profit	16.312	28.389	1.830	30.219
Profit before income tax, financial and investment results	2.919	11.825	224	12.049
Profit before tax	1.418	8.037	122	8.159
Net profit (A)	**1.224**	**6.034**	**125**	**6.159**
Attributable to:				
- Owners of the Company	1.122	5.953	125	6.078
Minority interests	102	81		81
Other comprehensive income/(loss) for the period (B)	**-1.561**	**1.084**	**11**	**1.095**
Total other comprehensive income for the period (A) + (B)	**-337**	**7.118**	**136**	**7.254**
Attributable to:				
- Owners of the Company	-425	7.037	136	7.173
- Minority interests	88	81	-	81
Net Earnings per share - basic (in €)	0,0364	0,1922	0,0041	0,1963
Profit before income tax, financial and investment results, depreciation and amortization	9.085	18.316	324	18.640

COMPANY

	1/1 - 30/6/2009	1/1 - 30/6/2008	1/4 - 30/6/2009	1/4 - 30/6/2008
Sales	52.537	79.798	25.699	45.188
Gross profit	13.382	18.573	5.890	10.314
Profit before income tax, financial and investment results	5.043	5.165	1.322	3.272
Profit before tax	3.054	14.142	1.046	2.098
Net profit (A)	**2.092**	**10.574**	**589**	**1.774**
Attributable to:				
- Owners of the Company	2.092	10.574	589	1.774
Other comprehensive income/(loss) for the period (B)	**377**	**294**	**320**	**-45**
Total other comprehensive income for the period (A) + (B)	**2.469**	**10.868**	**909**	**1.729**
Attributable to:				
- Owners of the Company	2.469	10.868	909	1.729
Net Earnings per share - basic (in €)	0,0678	0,3419	0,0191	0,0573
Profit before income tax, financial and investment results, depreciation and amortization	10.835	12.128	4.326	6.647

CASH FLOW STATEMENT

Indirect Method	GROUP 1/1 - 30/6/2009	GROUP 1/1 - 30/6/2008	COMPANY 1/1 - 30/6/2009	COMPANY 1/1 - 30/6/2008
Cash flows from operating activities				
Profit before tax from continuing operations	2.487	14.682	3.054	14.142
Profit before tax from discontinued operations	-	5.569	-	-
Profit before tax	2.487	20.251	3.054	14.142
Adjustments for:				
- Depreciation and amortization	12.125	12.723	5.867	7.028
- Grants amortization	-75	-65	-75	-65
- Provisions, net	-512	2.036	-737	2.042
- Finance income	-1.036	-215	-876	-8
- Finance costs	5.355	7.846	3.863	4.524
- Investment income (net of foreign taxes)	-	-	-291	-1.104
- Share of loss/(profit) of associates	141	-638	-	-
- (Gain)/loss from disposal of associates and subsidiaries	-708	320	-699	-12.388
- Gain from disposal of property, plant and equipment	-142	-1.225	-71	-1.229
	17.635	**41.033**	**10.035**	**12.942**
(Increase) / Decrease in:				
- Inventories	16.136	-300	2.617	2.247
- Trade receivables	6.296	-11.161	6.407	-2.270
- Due from related parties	1.007	-4.924	4.723	-17.665
- Other assets	2.420	-2.317	879	-386
Increase / (Decrease) in:				
- Trade payables	1.500	1.640	1.649	2.131
- Due to related parties	668	10	48	-114
- Other liabilities	4.284	-557	2.914	-795
Staff leaving indemnities paid	-581	-1.674	-280	-1.438
Payments for environment rehabilitation	-406	-474	-367	-415
Income tax paid	-1.688	-4.984	-1.464	-1.785
Net cash flows from operating activities, discontinued operations	-	-5.752	-	-
Net cash flows from operating activities (a)	**47.271**	**10.540**	**27.161**	**-7.548**
Cash flows from investing activities				
- Capital expenditure	-12.896	-14.993	-9.893	-11.105
- Capitalized depreciation and amortization	297	272	297	272
- Business combinations and investments in consolidated entities	-768	-886	-200	-193
- Proceeds from the sale of associate	550	-	550	-
- Dividends received	171	-	221	6.157
- Interest and other finance income received	109	963	17	756
- Proceeds from the settlement of derivatives	176	-	176	-
- Cash flow from disposal of subsidiaries	-	-41	-	-
- Government grants received	104	-	-	-
- Proceeds from disposal of property, plant and equipment	250	3.672	72	3.641
Net cash flows from investing activities, discontinued operations	-	-390	-	-
Net cash flows used in investing activities (b)	**-12.007**	**-11.403**	**-8.760**	**-472**
Cash flows from financing activities				
- Purchase of treasury shares	-167	-174	-167	-174
- Net increase/(decrease) of short-term borrowings	-8.388	32.978	-9.101	28.938
- Proceeds from long-term borrowings	50.000	-	42.500	-
- Repayment of long-term borrowings	-53.000	-15.453	-38.000	-7.500
- Dividends paid to the owners of the Company	-13	-9.553	-13	-9.553
- Dividends paid to minority interests	-24	-117	-	-
- Payments for the settlement of derivatives	-1.632	-	-1.632	-
- Interest and other finance costs paid	-5.082	-7.362	-3.742	-3.505
Net cash flows from financing activities, discontinued operations	-	1.312	-	-
Net cash flows (used in)/from financing activities (c)	**-18.306**	**1.631**	**-10.155**	**8.206**
- Net foreign exchange difference on flows (d)	324	162	-	-
Net increase in cash and cash equivalents (a) + (b) + (c) + (d)	**17.282**	**930**	**8.246**	**186**
Cash and cash equivalents at the beginning of the period	**13.434**	**15.310**	**879**	**1.130**
- Net foreign exchange difference on cash and cash equivalents at the beginning of the period	-99	-480	-	-
Less: Cash and cash equivalents of discontinued operations	-	-998	-	-
Cash and cash equivalents at period end	**30.617**	**14.762**	**9.125**	**1.316**