HELLENIC CABLES S.A.

HELLENIC CABLE INDUSTRY S.A.

ANNUAL FINANCIAL REPORT

1/1/2008 – 31/12/2008

ANNUAL FINANCIAL REPORT
BY HELLENIC CABLES S.A.
FOR THE PERIOD FROM 1 JANUARY TO 31 DECEMBER 2008

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The present Annual Financial Report for the period from 1/1/2008 to 31/12/2008 is posted on the Hellenic Cables S.A. Website (http://www.cablel.gr) and on the Athens Stock Exchange Website (http://www.ase.gr).

A. ANNUAL REPORT OF THE BoD of “HELLENIC CABLE S.A.” ON THE CONSOLIDATED AND COMPANY FINANCIAL STATEMENTS FOR THE PERIOD FROM 1 JANUARY TO 31 DECEMBER 2008

Dear Shareholders.

In accordance with the provisions laid down in Law No. 3556/2007 and the executive decisions made by the Hellenic Capital Market Commission based on that law, we are happy to submit the Annual Report by the Board of Directors for the current fiscal year 2008.

This report includes a summary of the financial results and changes of the period in question, an account of important events that took place during 2008, an analysis of the prospects and risks expected during 2009, as well as a list of transactions with affiliates. The above information pertains both to the company and the Hellenic Cables Group.

The companies included in the consolidated financial reports of the Hellenic Cables group, in addition to Hellenic Cables Hellenic Cable Industry S.A., are:

Using the acquisition method of accounting (full consolidation):

i. TELECABLES S.A.; primary place of business: Athens
ii. ICME Ecab S.A.; primary place of business: Bucharest, Romania
iii. LESCO O.O.D.; primary place of business: Blagoevgrad, Bulgaria
iv. LESCO ROMANIA; primary place of business: Bucharest, Romania
v. GENECOS S.A.; primary place of business, Paris, France
vi. DE LAIRE LIMITED; primary place of business: Nicosia

Using the equity method of accounting:

vii. METAL AGENCIES LTD; primary place of business: London
viii. METAL GLOBE DOO.; primary place of business: Belgrade
ix. STEELMET S.A.; primary place of business: Athens
x. ELECTRIC CABLES AGENCIES; primary place of business: London
xi. COPPERPROM LTD.; primary place of business: Athens
xii. EDE S.A.; primary place of business: Athens

Using the proportional consolidation method:

xiii. JOINT VENTURE NEXANS–HELLENIC CABLES–FULGOR–PPC CONDUITS 2005
xiv. JOINT VENTURE NEXANS & HELLENIC CABLES – PPC 2005
xv. JOINT VENTURE NEXANS & HELLENIC CABLES – PPC 2006
xvi. JOINT VENTURE NEXANS–HELLENIC CABLES–FULGOR–PPC 2007

There are no parent company shares owned either by itself or by another consolidated company.

I. REPORT ON THE CLOSING PERIOD (FISCAL YEAR 2008)

Profit and Loss Account

The turnover of both Company and Group was reduced during 2008 in comparison with 2007, this being mainly due to the decreased sales during the second half of the year and the spectacular drop in the prices of raw materials over the last quarter (raw materials, mainly copper and aluminium, are traded on exchanges and account for an important portion of production cost). In geographical terms, sales were focused on EU Member States and on developing areas such as North Africa & Middle East. This choice was based on factors such as market condition, the Group's strategic objectives, proximity with production units and the prevailing exchange rates. The sales share corresponding to the Greek market has been raised, mainly due to increased sales to Public Power Corporation (PPC). As per operating segments, the sales of enamelled products seem to be more affected by the aggravation of the financial climate.

CONSOLIDATED DATA	2008	2007	Change %
Sales	358,334,933.07	406,504,487.00	-12%
Net earnings before interest, taxes, depreciation and amortization	14,402,161.86	34,875,519.98	-59%
Percentage of sales	4.0%	8.6%	
Net earnings before interest, taxes, depreciation and amortization*	27,529,551.45	36,479,137.39	-25%
Percentage of sales	7.68%	8.97%	
Operating results	7,256,163.04	27,420,644.41	-74%
Percentage of sales	2.0%	6.7%	
Earnings before tax	-1,761,128.09	20,371,614.32	-109%
Percentage of sales	-0.5%	5.0%	
Net results before tax*	11,366,261.50	21,975,231.73	-48%
Percentage of sales	3.17%	5.41%	
Results net of tax	-974,661.01	16,102,162.59	-106%
Percentage of sales	-0.3%	4.0%	

* Net results mean those results without inventories impairment

The results of the group significantly dropped in 2008 compared to 2007. During the first six months, the basic reasons for the drop included an increase in interest rates, which had an adverse impact on the financial expenses of the company and of the group, a rise of the Euro against the dollar and the pound, which led to a drop in exports to non-Eurozone countries, and a drop in the produced quantities of medium/high voltage cables mainly in the first quarter due to the investment works in Thebes plant. During the second half, the results were considerably affected by the provision for impairment of inventories, which arose from the drastic drop in metal prices in commodities exchanges. More specifically, the inventories impairment at their realizable value at year-end on a consolidated basis amounted to € 13,127,389.59, thus having a direct impact on year results. The financial crisis brought about a considerable decrease in the demand for facilities cables in the building sector of the Greek market while the same situation was noted in important European markets where the company is operating, where the drop in demand was accompanied by a decrease in prices due to increased competition.

In the English market, the continuous fluctuations of pound/Euro exchange rate intensified the adverse climate over the last quarter. The purchases of high added-value products remained relatively stable due to the investments already scheduled by energy corporations; in this sector, our company has presented significant results for 2008 owing to the major investments made over the previous years.

COMPANY DATA	2008	2007	Change %
Sales	257,812,608,11	293,772,326,89	-12%
Net earnings before interest, taxes, depreciation and amortization	8,124,518,73	19,663,631,78	-59%
Percentage of sales	3.2%	6.7%	
Net earnings before interest, taxes, depreciation and amortization*	18,023,660,88	20,769,912,82	-13%
Percentage of sales	6.99%	7.07%	
Operating results	4,226,593,08	15,616,891,53	-73%
Percentage of sales	1.6%	5.3%	
Net earnings before taxes	2,425,988,95	11,365,612,97	-79%
Percentage of sales	0.9%	3.9%	
Net earnings before taxes*	12,325,131,10	12,471,894,01	-1%
Percentage of sales	4.78%	4.25%	
Net earnings after taxes	3,288,359,12	8,199,826,42	-60%
Percentage of sales	1.3%	2.8%	

* Net results mean those results without inventories impairment

The results of the parent company were also decreased for the aforementioned reasons. Inventories devaluation at the year-end at the lower of realizable value and the value defined by the annual average weighted value of year 2008 came to € 9,899,142.15 but the effect was mitigated due to the considerable rise of dividend income by € 2,617,656.44. The decrease in net earnings after taxes has been mitigated due to a decrease in deferred tax liabilities given that income tax rates have changed.

Net Worth

On 31 December 2008, Group assets amount to € 245,118,917.68, thus being decreased compared to 31 December 2008, as a result of the considerable decrease of inventories (-28%) & trade receivables (-33%) of the Group. As for the parent company, assets come to € 186,907,184.02 for the aforementioned reasons. It should be noted that during 2008 the company made considerable efforts to reduce the quantities of inventories while the drop in the prices of raw materials during the last months of 2008 contributed to such decrease.

The group's liabilities decreased by € 52,335,102.17, and the company's liabilities decreased by € 27,028,537.13. Payables to suppliers are decreased by around 7.7 million and 4.9 million Euros at Group and company level respectively. The net loans of the group dropped by € 39 million, and the parent company's net loans dropped by € 23 million, as a result of the Group's reduced needs for working capital. This decrease in loans is registered mainly in long-term loans since short-term loans consist of long-term loans maturing within the year.

Cash flows

The cash flows from operating activities, both for the group and the company, were positive in 2008, as a result of the remarkable decrease of working capital, mainly due to the significant drop in inventories & trade receivables. The cash flows from investment activities rose due to the investment in mechanical equipment that started in 2007 and is expected to be completed during 2009. The positive flows were able to meet the group's investment needs, so that it was possible to make full payment of loans and reduce both the company's and the group's total loan payables. Both the company and the group did not face any liquidity problems during 2008 owing to the aforementioned positive operating flows and the long-term loans they keep.

Investments

In 2008, the group made investments of a total value of € 12 million, € 9.5 million of them being parent company investments. As mentioned before, such investments are part of a wider long term investment plan of a total value of € 50 million, which is aimed at increasing the production of high added value products such as medium, high and ultra high voltage cables, and improving productivity and the capacity of the existing production lines.

Following is a table of the basic indicators pertaining to the group's financial fundamentals.

	Group		Company	
	2008	2007	2008	2007
Gross Profit Margin (Gross Profit / Sales)	5.9%	10.0%	4.6%	7.9%
Net Profit Margin (Net Profit / Sales)	-0.3%	4.0%	1.3%	2.8%
Debt-equity ratio (debt/equity)	1.30	1.57	1.45	1.79
Liquidity (current assets / short-term payables)	2.09	2.41	1.89	2.45
Return on equity (Net Profit / Equity)	-0.9%	13.9%	4.3%	10.7%
Stock turnover ratio (Stock/Sales) x 365 days	70	90	59	65
Receivables turnover ratio (Receivables/Sales) x 365 days	73	96	75	102
Accounts payable turnover ratio (Short-term payables/ cost of sales) x 365 days	27	33	37	40

II. SIGNIFICANT EVENTS FROM 1/1/2008 TO 31/12/20

Following are the significant events that took place during 2008:

i. Investment works in Hellenic Cables plants

The Hellenic Cables group has announced important investments in mechanical equipment in order to achieve its long term goals. The current investment plan, amounting to € 50 million, started in 2007 and is aimed at increasing the production of high added value products, such as medium, high and ultra high voltage cables, and the improvement of the productivity and capacity of existing production lines. During the works carried out for the installation of new machinery in early 2008, cable production dropped, as a number of lines were put out of operation during such works. That drop was anticipated and all necessary measures had been taken (earlier production, reduced orders) so as to prevent any problems with the clients of Hellenic Cables during the works. However, the reduction of the produced quantities, especially of high added value cables, had an impact on the company's results, mainly in the early part of the year.

ii. Changes in the group's Board of Directors and management

On 19 February 2008, Mr. Theodoros Valmas, a member of the Board of Directors, was replaced by Mr. Andreas Katsanos. On 9 April 2008, the company's Board of Directors held an extraordinary meeting to appoint Mr. Georgios Stergiopoulos as a replacement for Vice Chairman Mr. Grigorios Konstantopoulos, who had passed away. They also appointed Mr. Konstantinos Laios as Vice Chairman and non executive member of the Board. The changes were approved by the Annual Ordinary General Meeting of Shareholders.

On 20/5/2008 announcements were made to investors on certain changes made in the group companies' management. Mr. Alexios Alexiou, who was serving as General Manager of the subsidiary ICME ECAB S.A., was appointed as General Manager of HELLENIC CABLES S.A. in replacement of Mr. Pericles Sapountzis, who was appointed as General Manager of the subsidiary HALCOR S.A. Mr. Ioannis Papaioannou was appointed as General Manger of ICME ECAB S.A., who was serving as Plant Manager of the Enamelled Wires Plant in Livadia.

On 2 September 2008 pursuant to the provisions of Article 10(1) of Law No. 3340/2005 and Article 2(2) (e) of Decision No 3/347/12.7.2005 of the Board of Directors of HCMC, HELLENIC CABLES S.A. disclosed the withdrawal of Mr. Pericles Sapountzis from the Board of Directors as of 2 September 2008 and the election of Mr. Alexios Alexiou as new member. Therefore, the new Board of Directors consists of:

1. Ioannis Batsolas: Chairman, executive member
2. Konstantinos Laios: Vice-Chairman, executive member
3. Alexios Alexiou: executive member
4. Andreas Kyriazis: non-executive, independent member
5. Georgios Stergiopoulos: executive member
6. Michael Diakogiannis: non-executive member
7. Andreas Katsanos: non-executive member
8. Wiedenmann Rudolf: non-executive member
9. Efstathios Striber: non-executive, independent member
10. Ioannis Stavropoulos: executive member
11. Ronald Gee: non-executive member
12. Iakovos Georganas: non-executive member

iii. Presentation of Hellenic Cables for the Association of Greek Institutional Investors

On 7 April 2008 a presentation of the group was made before the Association of Greek Institutional Investors, where the company's management presented to shareholders the 2007 financial results, along with the strategy, goals and prospects of the company. Special emphasis was placed on the favourable conditions prevailing in the sector, where there is an increased demand for power transmission/distribution network cables, for special cables used in wind farms, oil installations, etc., as well as for fibre optic cables. Finally, an announcement was made on the important investments to be implemented in 2008, since a significant part of the Euro 50 million investment plan is expected to be realized from 2007 to 2009.
The press release and the company's presentation are posted on the Hellenic Cables Website (http://www.cablel.gr) and the Athens Stock Exchange Website (http://www.ase.gr).

iv. Annual Ordinary General Meeting of Shareholders

On 12 June 2008 the Annual Ordinary General Meeting of Shareholders of Hellenic Cables was held. Those present at the meeting, who represented 69.24% of the shares, passed the following unanimous resolutions:

1. Approving the 2007 annual financial statements, along with the relevant reports made by the Board of Directors and the Chartered Auditors.
2. Relieving the members of the Board of Directors and Chartered Auditors of any compensation liability for the fiscal year 2007.
3. Determining how and when to appropriate and distribute the profits of the fiscal year 2007.
4. Appointing the company ERNST & YOUNG as chartered auditors for the fiscal year 2008 and approving the fees to be paid to them.
5. Approving the appointment of temporary directors.
6. Electing new members of the Board of Directors.
7. Approving the fees paid to the members of the Board of Directors.
8. Approving the issue of ordinary bond loans in accordance with Law No. 3156/2003, of a total amount of up to Euro 25,000,000.00.
9. Covering own participation in investments subjected to the law on development No. 3299/2004.

The detailed resolutions passed by the Annual Ordinary General Meeting are posted on the Hellenic Cables Website (http://www.cablel.gr) and the Athens Stock Exchange Website (http://www.ase.gr).

v. Application of stock option plan

HELLENIC CABLES S.A., in the context of annual application of the stock option plan (which is set out in section V of the report), informed the public on 6 November 2008 about the offer of options to 4 Company executives (members of the Board of Directors, General Managers, Managers). Company executives, however, opted not to exercise the options commensurate with them during 2008.

III. PROSPECTS AN MAIN RISKS AND INSECURITIES FOR THE FISCAL YEAR 2008

i. PROSPECTS

The prospects of the company and Hellenic Cables group remain positive for 2009 although it is expected that they will be affected by the slowdown of economic growth. More specifically, the recession in the construction sector, reduced investments on a global scale and liquidity problems of enterprises lead to a decrease in demand and to increased competition.

Hellenic Cables S.A. is expected to maintain its leading position in the Greek and the Romanian market although it is expected that these markets will be shrunk mainly due to the above recession. The long term relations developed by the company with merchants and construction firms generate optimism that it will continue to meet a large part of domestic demand, relying on the wide range of its products and the provision of solutions in line with customers' needs. It is also worthwhile noting that Hellenic Cables S.A. has made the lowest bid in tenders launched by PPC, which absorb a large part of the company's production.

As far as exports are concerned, the company will continue to focus on its traditional markets (European Union countries), while at the same time aiming at projects that require high added value products primarily in Middle East and Northern Africa countries, and secondarily at the large markets of the USA and SE Asia. The performance of exchange rates which are strongly fluctuated in early 2009 will have a considerable impact on exports outside the EU.

The group, though, is exposed to a number of risks, including mainly credit risk, liquidity risk and market risk.

ii. MAIN RISKS & INSECURITIES

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

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

Credit risk

Credit risk is the risk that the Group will incur loss if a client or third party to a transaction on a financial instrument fails to perform according to the terms and conditions laid down in the relevant contract. Credit risk is mainly associated with receivables from clients and investments in securities.

(a) Customers and other trade receivables

The Group's exposure to credit risk is affected mainly by the characteristics of each individual customer. The statistics associated with the Group's customer base, including the default risk that exists in a specific market and country where customers are in operation, have a limited effect on credit risk since there is no geographic concentration of credit risk. During the fiscal year, no customer represented over 10% of the total sales carried out in the fiscal year, and thus the trading risk is distributed to a large number of customers.

The Company and the Group have laid down a credit policy which requires that all new customers are scrutinized individually as regards their creditworthiness before normal payment terms are proposed to them. The creditworthiness control performed by the Group includes an examination of information from banking sources and other third party credit rating sources, if any. Credit lines are set for every customer, and they are re-examined in the light of current circumstances, and if required, the relevant sales and payment terms are readjusted accordingly.

Customer credit lines are normally determined based on the insurance limits obtained for them from insurance companies and then receivables are insured based on such credit lines.

In monitoring customer credit risk, customers are grouped depending on their credit characteristics, the aging profile of their receivables and the existence of any possible previous difficulties in collecting receivables. Customers and other trade receivables include mainly the Group's wholesale customers. Any customers marked as "high risk customers" are placed in a special list of customers and all future sales to them must be paid for in advance and approved by the Board of Directors. Depending on the history and status of each customer, to secure its receivables, the Group requests collateral or other securities (e.g. letters of guarantee), if possible.

The Group records a provision for impairment, which represents its estimated losses relating to customers, other trade receivables and investments in securities. The above provision includes mainly impairment losses relating to specific receivables which, based on given conditions, are expected to be incurred, but are not finalized yet.

(b) Investments

Investments are classified by the Group based on the purpose they are acquired for. The Management decides on appropriate classification of investments upon acquisition, and re-examines the classification at each presentation date.

(c) Guarantees

The Group's policy requires that no financial guarantees are provided. By way of exception, however, such guarantees can be provided only to subsidiaries and affiliates based on a resolution passed by the Board of Directors.

Liquidity risk

Liquidity risk is the risk that the Group will be unable to fulfil its financial liabilities upon maturity. According to the approach adopted by the Group for liquidity management, through the maintenance of absolutely necessary cash and cash equivalents and sufficient credit lines with cooperating banks, the Group will always have adequate funds to fulfil its liabilities upon maturity, both under ordinary and extraordinary conditions, without incurring unacceptable loss or jeopardizing the Group's reputation.

To prevent liquidity risks, when preparing its annual budget, the Group estimates its cash flows for one year. The Group also estimates such cash flows every quarter so as to ensure that it holds sufficient cash and cash equivalents to meet its operating needs, including the fulfilment of its financial liabilities. The above policy does not take into account the effect of extremely unusual and unpredictable conditions.

Market risk

Market risk is the risk of fluctuations in raw material prices, exchange rates and interest rates which can have an effect on the Group's results or the value of its financial instruments. Market risk management is aimed at controlling the Group's exposure to relevant risks within a framework of acceptable parameters, with a parallel optimization of performance.

The Group uses transactions on derivative financial instruments in order to offset part of market risks.

(a) Metal Raw Material Fluctuation Risk (copper, aluminium, other metals)

The Group bases both its purchases and sales on stock prices/indices linked to the prices of copper and other metals which are used by the Group and included in its products. The risk from the fluctuation of metal prices is covered with hedging (futures contracts on the London Metal Exchange – LME). The Group, however, does not use hedging for its entire operating inventory, and thus a possible drop in metal prices would have a negative effect on its results due to a devaluation of its inventories.

The dramatic drop in raw material prices during the last quarter of 2008 led to a decrease in inventories value which affected the results of both company and group. More specifically, the inventories of the group and the company were reduced by € 13,127,389.59 and € 9,899,142.15 respectively.

(b) Foreign exchange risk

The Group is exposed to foreign exchange risk in connection with its sales and purchases and its loans issued in a currency other than the functional currency of the Group companies, which is primarily the Euro. The currencies used for such transactions are mainly the Euro, the US dollar and the pound.

In the long run, the Group hedges most of its estimated exposure to foreign currency relating to its anticipated sales and purchases, as well as its receivables and payables in foreign currency.

In most of the cases, the Group signs foreign currency futures with its foreign counterparties in order to hedge the risk of foreign exchange rate changes, which expire normally in less than one year from the balance sheet date. When necessary, such futures are renewed upon expiry. On a per-case basis, foreign exchange risk may also be hedged by obtaining loans in the respective currencies.

Below is given a sensitivity analysis to changes of main currencies:

	If the foreign currency increased by 10% against Euro, the effect would be:			
	Results		**Equity**	
GROUP	**2008**	**2007**	**2008**	**2007**
USD	(145,884.08)	(2,677.29)	-	-
GBP	(74,822.13)	(173,807.78)	-	-
LEVA	(17,618.26)	(13,470.71)	-	-
RON	-	-	(113,141.61)	(808,734.88)
COMPANY				
	2008	**2007**	**2008**	**2007**
USD	(99,106.03)	(18,497.63)	-	-
GBP	23,309.49	(292,698.80)	-	-

Loan interest is in the same currency as that used in the cash flows arising from the Group's operating activities, which is mainly Euro.

The Group's investments in other subsidiaries are not hedged, since those foreign exchange positions are considered as long term in nature.

(c) Interest rate risk

The Group obtains funds for its investment and its working capital through bank loans and bond loans, and thus debit interest is charged to its results. If interest rates go up, this will have a negative impact on the results and the Group will incur additional loan cost.

The interest rate risk is mitigated as part of the group's loans are obtained based on fixed interest rates, either directly or through the use of financial instruments (interest rate swaps), as shown in the following sensitivity analysis.

If interest rates increased/decreased by 0.25% the effect on results and equity would be as follows:

GROUP	**Results**		**Equity**	
	2008	**2007**	**2008**	**2007**
Floating interest rate	-/+ 361,040.89	-/+ 286,258.55	-	-
Interest rate swaps	-	-	-/+ 5,688.71	+/- 42,619.56

COMPANY	**Results**		**Equity**	
	2008	**2007**		**2007**
Floating interest rate	-/+ 237,945.71	-/+ 202,146.99	-	-
Interest rate swaps	-	-	-/+ 5,688.71	+/- 42,619.56

Capital Management

The policy applied by the Board of Directors includes the maintenance of a robust capital basis, in order to keep the Group trustworthy among investors, creditors and market players, and allow the future development of the Group’s activities. The Board of Directors monitors capital performance, which is defined by the Group as the net results divided by the total net worth, exclusive of non convertible preferred shares and minority interests. The Board of Directors also monitors the level of dividends distributed to holders of ordinary shares.

The Board of Directors tries to maintain a balance between the higher performance levels which would have been attained through increased loans and the advantages and security offered by a robust and healthy capital basis.

The Group does not have a specific own share purchasing plan.

There have been no changes in the approach adopted by the Group concerning capital management during the fiscal year.

IV. SIGNIFICANT TRANSACTIONS WITH AFFILIATES

The group is controlled by HALCOR S.A., which holds 78.72% of the parent company's shares. The remaining 21.28% is widely spread. VIOHALCO S.A. is the final parent of the group. Trade transactions of the group with its affiliates during 2008 have taken place under market conditions and in the course of its ordinary activity. By way of exception, there is an amount of € 238,885.51 which is included in receivables from DIA.VI.PE.THI.V and concerns the concession of a total area of 50,826 sq. m., in the context of an Act of Master Plan Implementation of the Industrial Zone of Thisvi, Pref. of Viotia (See note 6).

Following is a summary of the Hellenic Cable Group's transactions with affiliates:

(amounts in Euro)		Sales of goods & services	Purchases of goods & services	Receivables	Liabilities
HALCOR	(**)	22,231,221.61	28,104,368.50	306,271.05	-249,745.97
METAL AGENCIES	(*)	3,418,691.78	283,653.52	1,137,320.70	67,974.05
SOFIA MED	(**)	1,480,227.35	25,334.93	74,195.64	30,401.91
ELVAL S.A.	(**)	1,353,832.73	1,197,764.69	228,183.10	725,968.20
STEELMET BULGARIA	(**)	929,189.56	6,321.02	368,864.50	89,574.95
ETEM S.A.	(**)	832,140.36	2,556,607.05	816.02	0.00
STEELMET CYPRUS	(**)	730,478.00	1,084,215.38	132,839.00	692,781.73
Other companies		2,124,724.46	5,548,701.33	1,730,225.32	1,523,598.58
TOTAL		**33,100,505.85**	**38,806,966.43**	**3,978,715.34**	**2,880,553.45**

* Companies consolidated using the equity method of accounting.

** Companies which belong to the VIOHALCO S.A. Group, parent company of HALCOR S.A. (Basic shareholder of the Company Hellenic Cables S.A.)

Following is a list of the transactions of the parent company Hellenic Cables with its subsidiaries and affiliates:

(amounts in Euro)	Sales of goods & services	Purchases of goods & services	Receivables	Liabilities
ICME ECAB	8,145,993.63	29,308,060.89	2,184,427.09	5,389,791.26
TELECABLES	6,141.30	296,223.90	408,252.01	3,915,827.25
LESCO EOOD	18,671.83	1,035,014.34	9,625.00	11,456.40
GENECOS	799,743.37	304.84	423,414.90	38,467.06
JOINT VENTURE Nexans-Fulgor-Cables-PPC 2005	323296.73	3,781.19	384723.08	1463.53
JOINT VENTURE Nexans-Cables-PPC 2006	29,761	1,027.54	35,415.34	761.6
JOINT VENTURE Nexans-Fulgor-Cables-PPC 2007	14,476,239.92	3,283.94	73,751.32	1,305.14
JOINT VENTURE Nexans-Cables-PPC 2005	1,683,954.02	286,844.31	0.00	1,951.60
DE LAIRE	0.00	253,148.11	0.00	0.00
SUBSIDIARIES' TOTAL	**25,483,801.80**	**31,187,689.06**	**3,519,608.74**	**9,361,023.84**

(amounts in Euro)		Sales of goods & services	Purchases of goods & services	Receivables	Liabilities
STEELMET S.A.	(*)	85.25	1,334,573.74	0.00	367,420.93
STEELMET CY	(**)	0.00	638,401.32	0.00	468,482.79
HALCOR	(**)	21,778,815.96	14,518,798.94	202,710.05	0.00
METAL AGENCIES	(*)	2,075,885.46	249,428.33	769,010.86	25,874.71
TEKA SYSTEMS	(**)	2,002.08	1,008,127.56	26.28	10,883.01
ETEM S.A.	(**)	45,704.97	1,896,031.99	-3,365.04	0.00
ERLIKON	(**)	1,967.74	1,182,423.24	0.00	70,213.90
Other companies		1,780,474.24	1,287,561.38	1,881,762.85	469,402.32
AFFILIATES' TOTAL		**25,684,935.70**	**22,115,346.50**	**2,850,145.00**	**1,412,277.66**
GROUP'S GRAND TOTAL		**51,168,737.50**	**53,303,035.56**	**6,369,753.74**	**10,773,301.50**

* Companies consolidated using the equity method of accounting.

** Companies which belong to the VIOHALCO S.A. Group, parent company of HALCOR S.A.
(Basic shareholder of the Company Hellenic Cables S.A.)

Remuneration paid to BoD members and top executives

The fees paid to management executives and members of the Board of Directors in 2008 amounted to € 750,644.34 for the Hellenic Cables group and € 315,790.84 for the parent company Hellenic Cables compared to € 1,431,366.46 and € 972,226.02 respectively in 2007.

V. DETAILED INFORMATION UNDER ARTICLE 4(7) OF LAW 3556/2007

a) Structure of Share Capital

The Company's share capital amounts to € 19,330,715.6 divided into 27,226,360 common registered shares with a nominal value of € 0.71 each. All shares are listed and traded on the securities market of the Athens Exchange, in the Small and Medium Capitalization category. The Company's shares are dematerialized, registered with voting rights.

According to the Company's articles of association the rights and obligations of shareholders are the following:

- Right to dividend from the Company's annual earnings. The dividend of each share is paid to its holder within two (2) months from the date of the General Meeting that approves the financial statements. The right to receive dividend is cancelled after five (5) years from the end of the year, during which the General Meeting approved the dividend distribution.
- Pre-emptive right to any share capital increase and withdrawal of new shares.
- Right to participate in the General Shareholders' meeting.
- The capacity of the shareholder rightfully entails acceptance of the Company's articles of association and the decision by its entities, which are in accordance with such and the law.

- The Company's shares are indivisible and the Company does recognize only one owner exclusively for each share. All co-owners of shares, as well as those with usufruct or bare ownership of such are represented in the General Meeting by only one individual, who is designated by such following an agreement. In case of a dispute, the share of the above owners is not represented.

- Shareholders are not liable further than the nominal value of each share.

b) Limitations to the transfer of Company shares

The transfer of Company shares takes place as stipulated by the Law and there are no limitations regarding such transfers from its Articles of Association.

c) Significant direct or indirect participations according to the definition of articles 9 to 11 of l. 3556/2007.

The significant (over 5%) participations on 31/12/08 are as follows:

- HALCOR S.A.: 45.66% of share capital (parent company, direct participation)
- OGWELL LIMITED: percentage of 33.06% of share capital*
- HALCOR S.A.: 78.72% of share capital (indirect participation including the stake of OGWELL LIMITED)
- VIOHALCO S.A.: 78.72% of voting rights (parent company of HALCOR S.A.)

***** 100% subsidiary of HALCOR S.A.

d) Shares incorporating special control rights

There are no Company shares that provide special control rights to owners.

e) Limitations on voting rights

According to the Company's Articles of Association, there are no limitations on voting rights emanating from its shares. The rules of the Company's articles of association, which stipulate issues of voting, are included in article 24 and include the following:

- Each share provides one (1) voting right at the General Meeting.
- In order for shareholders to acquire the right to participate in the General Meeting, such must submit to the Company's offices at least five (5) days prior to the meeting a certificate by the Central Securities Depository of Athens regarding the number of shares registered in their name with the blocking of the transfer of the shares until the day of the General Meeting. Within the same deadline, shareholders must also submit letters of procuration for their representatives.

f) Agreements between Company Shareholders

To the knowledge of the Company, there are no agreements between shareholders.

g) Rules for appointment and replacement of BoD members and amendment of the articles of association

The rules stated by the Company's Articles of Association regarding the appointment and replacement of its Board of Directors' members and the amendment of the provisions of its Articles of Association do not differ from those stipulated by C.L. 2190/1920.

h) Responsibility of the Board of Directors for the issuance of new shares or the purchase of own shares

- Article 6 § 1 of the Company's articles of association stipulates that only the General Shareholders' Meeting, which convenes with quorum of 2/3 of the paid up share capital, has the right to proceed with an increase of the Company's share capital through issuance of new shares, be means of a decision made by a majority of 2/3 of the represented votes.
- The Company's articles of association do not allow the granting to the Board of Directors or to specific BoD members of any right corresponding to the General Meeting, for issuance of shares and share capital increase.
- The Board of Directors may proceed with the purchase of own shares in the context of a decision by the General Meeting according to article 16 par. 5 to 13 of C.L. 2190/20.
- In pursuance of par. 9 article 13 of C.L. 2190/20, the Company's Board of Directors during the month of December of years 2006 until 2013, increases the Company's share capital, without amendment of its articles of association, by issuing new shares in the context of the Stock Option Plan approved by the General Shareholders' Meeting on 26/6/2002. Detailed information on the latter is presented analytically in note 16 of the Annual Financial Statements.

i) Significant agreements put into effect, amended or terminated in case of a change in the Company's control

The contracts of the Company's joint bond loans, which were undertaken in full by Banks and are presented in note 18 of the annual financial statements (group: € 80,154,967 million long-term, of which € 28.75 million are of short-term duration and for the company € 80,154,967 million long-term, of which € 28.75 million are of short-term duration), include a clause for change in control in their terms, which provides borrowers with the right to denounce such before their maturity in case the clause is activated.

To the best of the Company's knowledge, there are no other agreements which are put into effect, amended or terminated in case of a change in the Company's control.

j) Agreements with BoD members or the Company's staff

To the best of the Company's knowledge, there are no agreements of the Company with the members of its Board of Directors or with its staff, which stipulate the payment of indemnity specifically in case of resignation or termination of employment without reasonable cause or of termination of their term or employment.

VI. CONCLUSIONS

Dear shareholders, we hereby present the Financial Statements of 2008. The Financial Statements have been prepared according to the International Financial Reporting Standards.

The table below constitutes the parent company's appropriation account:

APPROPRIATION ACCOUNT	
Net results (profits) of the fiscal year before taxes	2,425,988.95 €
Balance of previous years' profits	3,645,858.49 €
Total	**6,071,847.44 €**
Less	
Income tax	-426,961.68 €
Deferred tax	1,289,331.85 €
Total tax	**862,370.17 €**
Balance to be distributed	6,934,217.61 €
We propose that profits be distributed as follows:	
Statutory reserve	85,974.59 €
Untaxed discount of Law 2601/98	1,900,000.00 €
Balance of profits carried forward	4,948,243.02 €
Total	**6,934,217.61 €**

The company recommends that no dividend is distributed so that liquidity is reinforced. The resolution will be passed by the Annual Ordinary General Meeting of shareholders (a 70% majority is required).

In conclusion, we would like first to express our gratitude for the trust that you have shown in the Company and we request you approve the Company's Financial Statements, as well as the present report, for the fiscal year that ended on 31 December 2008.

Thebes, 18 March 2008

The Chairman of the Board of Directors

B. STATEMENTS BY MEMBERS OF THE BOARD OF DIRECTORS PURSUANT TO ART. 5(2) OF LAW NO. 3556/2007

It is hereby stated and confirmed that, to the best of our knowledge, the annual company and consolidated financial statements of Hellenic Cables S.A. for the period from 01/01/2008 to 31/12/2008, which were prepared in accordance with the current accounting standards, give a true picture of the assets and liabilities, the shareholders' equity and the profit and loss account of the Group and of the Company, as well as of the companies included in the consolidation as a whole, in accordance with the stipulations laid down in paragraphs 3 to 5 of Law No. 3556/2007.

It is also hereby stated and confirmed that, to the best of our knowledge, the annual report prepared by the Board of Directors includes a true presentation of the information required pursuant to paragraph 6 of article 5 of Law No. 3556/2007.

Thebes, 18 March 2008

Confirmed by

Ioannis Batsolas	Alexios Alexiou	Ioannis Stavropoulos
Chairman of Board of Directors	Member of Board of Directors	Member of Board of Directors

ERNST & YOUNG (HELLAS)
Chartered Auditors – Accountants S.A.
11th km of Athens-Lamia National Highway
144 51 Athens

Tel: 210.2886.000
Fax: 210.2886.905
www.ey.com/eyse

AUDIT REPORT BY INDEPENDENT CHARTERED AUDITOR-ACCOUNTANT

To the shareholders of the company "HELLENIC CABLES S.A."

Report on the Financial Statements

We have audited the attached company and consolidated financial statements of HELLENIC CABLES S.A. (the Company) which consist of the company and consolidated balance sheet dated 31 December 2008 and the income statements, changes to equity statements and cash flow statements for the period ended on that date and a summary of main accounting principles and other explanatory notes.

Management responsibility for the Financial Statements

Company management is responsible for preparing and fairly presenting these Financial Statements in accordance with the IFRS which have been adopted by the EU. This responsibility includes the design, implementation and maintenance of an internal audit system concerning the preparation and fair presentation of financial statements free of substantive inaccuracies due to fraud or error. This responsibility also includes selection and implementation of suitable accounting policies and the use of accounting estimates which are reasonable under the circumstances.

Auditor responsibility

It is our responsibility to express an opinion on those financial statements in light of our audit. Our audit was performed in line with the Greek Auditing Standards which are in line with the International Auditing Standards. These standards require that we comply with the code of conduct and that we design and carry out our audit so as to provide a fair assurance as to what extent the financial statements are free of substantive inaccuracies.

The audit includes procedures to collect audit proof about the amounts and information contained in the financial statements. The procedures are selected at the auditor's discretion and include an assessment of the risk of substantive inaccuracy in the financial statements due to fraud or error. In order to assess such risk, the auditor takes into account the internal audit system for preparing and fairly presenting the financial statements in order to design audit procedures for those circumstances and not to express an opinion on the effectiveness of the company's internal audit system. The audit also includes an evaluation of the suitability of the accounting policies applied and the fairness of the assessments made by Management and an evaluation of the overall presentation of the financial statements.
We consider that the auditing proof which we have collected is adequate and suitable to support our opinion.

Opinion

In our opinion, the attached company and consolidated financial statements reasonably depict from every substantive perspective the financial position of the Company and Group on 31 December 2008 and the results of operations as well as cash flows for the accounting period which ended on that date in line with the International Financial Reporting Standards as adopted by the European Union.

Reference to other legal issues

We have verified that the content of the Management Report corresponds to and matches that of the attached financial statements in the context of the provisions of Articles 43a, 107 and 37 of Codified Law 2190/1920.

Athens, 19 March 2009
THE CHARTERED AUDITOR ACCOUNTANT

GEORGIOS ANASTOPOULOS
SOEL No. 15451
ERNST & YOUNG (HELLAS) CHARTERED AUDITORS-ACCOUNTANTS S.A.
11th km of the Athens-Lamia National Road, 144 51 Metamorphosi, Attica
Company SOEL No. 107

D.1. Annual Financial Statements (Company and Consolidated) according to the IFRS as at 31 December 2008

Chairman of the BoD	Member of the BoD	General Manager	Financial Manager
IOANNIS BATSOLAS ID Card No: K 067453	IOANNIS STAVROPOULOS ID Card No: K 221209	ALEXIOS ALEXIOU ID Card No: X 126605	IOANNIS THEONAS ID Card No: AE 035000 Reg. No 0011130, GRADE A

HELLENIC CABLES SA
S.A. REGISTER No 2131/06/B/86/19

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I. Balance Sheets

Amounts in Euro

ASSETS	*Note*	CONSOLIDATED DATA 31/12/2008	CONSOLIDATED DATA 31/12/2007	COMPANY DATA 31/12/2008	COMPANY DATA 31/12/2007
Non-current assets					
Property, plant and equipment	*6*	87,224,194.16	84,651,574.32	58,963,249.18	53,410,324.12
Investments in real estate	*8*	2,152,564.71	2,471,230.44	2,152,564.71	2,471,230.44
Intangible assets	*7*	905,125.83	1,164,068.18	649,122.21	805,247.77
Investments in associates	*9*	1,902,829.98	2,674,636.54	909,786.86	935,583.00
Investments in subsidiaries	*9a*	-	-	19,533,172.57	19,507,372.80
Financial assets available for sale	*10*	1,729,660.49	1,729,660.49	1,729,660.49	1,729,660.49
Deferred tax assets	*12*	1,562,324.85	1,725,137.68	-	-
Derivatives	*14a*	-	130,785.00	-	130,785.00
Other receivables	*8*	574,877.95	330,270.38	474,345.06	230,314.11
		96,051,577.97	**94,877,363.03**	**84,411,901.08**	**79,220,517.73**
Current assets					
Inventories	*13*	64,688,406,812	89,735,346.66	39,918,019.86	48,102,918.03
Trade and other short-term receivables	*14*	71,990,710.18	105,674,288.95	53,048,619.18	80,505,996.64
Derivatives	*14a*	563,535.00	893,948.78	563,535.00	712,600.00
Cash and cash equivalents	*15*	11,824,687.71	5,037,813.04	8,965,108.90	4,158,429.35
		149,067,339.71	**201,341,397.43**	**102,495,282.94**	**133,479,944.02**
Total assets		**245,118,917.68**	**296,218,760.46**	**186,907,184.02**	**212,700,461.75**
SHAREHOLDERS EQUITY					
Equity attributable to shareholders					
Share capital	*16*	19,330,715.60	19,330,715.60	19,330715.60	19,330,715.60
Share premium reserves		23,224,991.12	23,224,991.12	23,224,991.12	23,224,991.12
Foreign exchange differences from foreign subsidiaries consolidation		(1,317,250.98)	2,802,738.04	-	-
Other reserves	*17*	25,891,048.04	24,621,909.68	17,462,101.35	14,510,970.46
Profit carried forward		38,510,905.66	45,001,085.09	16,147,095.78	19,574,346.60
		105,640,409.44	**114,981,439.53**	**76,164,903.85**	**76,641,023.78**
Minority interests		**783,352.44**	**867,508.27**	**-**	**-**
Total shareholder's equity		**106,423,761.88**	**115,848,947.80**	**76,164,903.85**	**76,641,023.78**
LIABILITIES					
Long-term liabilities					
Loans	*18*	61,908,831.30	90,416,652.82	51,404,967.00	76,000,000.00
Liabilities from finance leases	*18*	-	6,840.00	-	-
Deferred tax liabilities	*12*	3,459,271.70	5,050,938.30	3,074,394.57	4,438,744.17
Liabilities for staff retirement benefits	*19*	1,311,240.34	1,240,583.42	1,262,828.00	1,191,077.00
Subsidies	*20*	494,184.81	656,623.44	494,184.81	656,623.44
Provisions	*22*	200,000.00	100,000.00	200,000.00	100,000.00
		67,373,528.15	**97,471,637.98**	**56,436,374.38**	**82,386,444.61**
Short-term liabilities					
Suppliers and other short-term liabilities	*21*	25,032,159.47	32,840,312.82	25,082,912.78	30,143,552.18
Current tax liabilities		-	867,341.15	-	867,341.15
Loans	*18*	45,449,967.68	48,717,552.71	28,804,853.01	22,197,130.03
Liabilities from finance leases	*18*	6,068.64	7,998.00	-	-
Derivatives	*14a*	833,431.86	464,970.00	418,140.00	464,970.00
		71,321,627.65	**82,898,174.68**	**54,305,905.79**	**53,672,993.36**
Total liabilities		**138,695,155.80**	**180,369,812.66**	**110,742,280.17**	**136,059,437.97**
Total shareholders equity and liabilities		**245,118,917.68**	**296,218,760.46**	**186,907,184.02**	**212,700,461.75**

The accompanying notes are an integral part of the financial statements.

II. Income Statements

Amounts in Euro	*Note*	CONSOLIDATED FIGURES		COMPANY DATA	
		12 months until 31/12/08	**12 months until 31/12/07**	**12 months until 31/12/08**	**12 months until 31/12/07**
Sales		**358,334,933.07**	**406,504,487.00**	**257,812,608.11**	**293,772,326.89**
Cost of goods sold	*23*	(337,030,881.38)	(365,772,722.91)	(245,865,660.45)	(270,630,599.58)
Gross Profit		**21,304,051.69**	**40,731,764.09**	**11,946,947.66**	**23,141,727.31**
Selling expenses	*23*	(6,891,667.33)	(7,155,839.13)	(3,714,310.45)	(3,704,549.09)
Administrative expenses	*23*	(7,521,675.01)	(6,990,460.25)	(4,886,701.03)	(4,751,970.84)
Other operating income	*27*	365,453.69	835,179.70	880,656.90	931,684.15
Operating profits		**7,256,163.04**	**27,420,644.41**	**4,226,593.08**	**15,616,891.53**
Financial income/(expenses), net	*25*	(9,457,774.49)	(8,164,967.19)	(4,899,515.57)	(4,732,533.56)
Income from dividends		40,704.00	27,136.00	3,098,911.44	481,255.00
Earnings from affiliates		399,779.36	1,088,801.10	-	-
Earnings/(loss) before taxes		**(1,761,128.09)**	**20,371,614.32**	**2,425,988.95**	**11,365,612.97**
Income tax	*26*	786,467.07	(4,269,451.73)	862,370.17	(3,165,786.54)
Net profits of the year		**(974,661.02)**	**16,102,162.59**	**3,288,359.12**	**8,199,826.43**
Attributable to:					
Shareholders of the parent		(962,601.72)	15,991,177.95	3,288,359.12	8,199,826.43
Minority interests		(12,059.29)	110,984.64	-	-
		(974,661.02)	**16,102,162.59**	**3,288,359.12**	**8,199,826.43**
Earnings/ (loss) per share that correspond to the shareholders of the parent company for the year (expressed in Euros per share)					
Basic		(0.035)	0.586	0.121	0.301

The accompanying notes are an integral part of the financial statements.

III. Statements of changes in owner's equity

Amounts in Euro	**Share capital and share premium reserves**	**Reserves at fair value**	**Other Reserves**	**Results carried forward**	**Foreign exchange differences of consolidation**	**Total**	**Minority interests**	**Total shareholders equity**
CONSOLIDATED DATA								
Balances as of 1 January 2007	**42,363,221,02**	**(614,710.65)**	**20,745,999.69**	**35,481,072.73**	**5,994,103.81**	**103,969,686.60**	**795,421.26**	**104,765,107.86**
Foreign exchange differences	-	-	-	-	(3,191,365.77)	(3,191,365.77)	(46,443.95)	(3,237,809.72)
Net profit/(loss) recognized directly in shareholders equity	-	735,610.05	-	-	-	735,610.05	7,546.32	743,156.37
Net profit of the year	-	-	-	15,991,177.95	-	15,991,177.95	110,984.64	16,102,162.59
Total recognized net profit of the year	-	735,610.05	-	15,991,177.95	(3,191,365.77)	13,535,422.23	72,087.01	13,607,509.24
Options of personnel	192,485.70	-	-	-	-	192,485.70	-	192,485.70
Transfer of reserves	-	-	3,755,010.59	(3,755,010.59)	-	-	-	-
Dividend	-	-	-	(2,716,155.00)	-	(2,716,155.00)	-	(2,716,155.00)
Balances as of 31 December 2007	**42,555,706.72**	**120,899.40**	**24,501,010.28**	**45,001,085.09**	**2,802,738.04**	**114,981,439.53**	**867,508.27**	**115,848,947.80**
Balances as of 1 January 2008	**42,555,706.72**	**120,899.40**	**24,501,010.28**	**45,001,085.09**	**2,802,738.04**	**114,981,439.53**	**867,508.27**	**115,848,947.80**
Foreign exchange differences	-	-	-	-	(4,119,989.02)	(4,119,989.02)	(65,010.91)	(4,184,999.93)
Net profit/(loss) recognized directly in shareholders equity	-	(719,012.55)	-	-	-	(719,012.55)	(7,085.62)	(726,098.17)
Net loss of the year	-	-	-	(962,601.72)	-	(962,601.72)	(12,059.30)	(974,661.02)
Total recognized net profit of the period	-	(719,012.55)	-	(962,601.72)	(4,119,989.02)	(5,801,603.29)	(84,155.83)	(5,885,759.12)
Capitalization of subsidiary's reserves	-	-	(1,188,032.23)	1,188,032.23	-	-	-	-
Transfer of reserves	-	-	3,176,183.14	(3,176,183.14)	-	-	-	-
Dividend	-	-	-	(3,539,426.80)	-	(3,539,426.80)	-	(3,539,426.80)
Balances as of 31 December 2008	**42,555,706.72**	**(598,113.15)**	**26,489,161.19**	**38,510,905.66**	**(1,317,250.98)**	**105,640,409.44**	**783,352.44**	**106,423,761.88**
COMPANY DATA								
Balances as of 1 January 2007	**42,363,221.02**	**(203,213.05)**	**10,785,108.87**	**17,845,685.76**	**-**	**70,790,802.60**	**-**	**70,790,802.60**
Net profit/(loss) recognized directly in shareholders equity	**-**	**174,064.05**	**-**	**-**	**-**	**174,064.05**	**-**	**174,064.05**
Net profit of the year	**-**	**-**	**-**	**8,199,826.43**	**-**	**8,199,826.43**	**-**	**8,199,826.43**
Total recognized net profit of the year	**-**	**174,064.05**	**-**	**8,199,826.43**	**-**	**8,373,890.48**	**-**	**8,373,890.48**
Options of personnel	**192,485.70**	**-**	**-**	**-**	**-**	**192,485.70**	**-**	**192,485.70**
Transfer of reserves			**3,755,010.59**	**(3,755,010.59)**				
Dividend	-	-	-	(2,716,155.00)	-	(2,716,155.00)	-	(2,716,155.00)
Balances as of 31 December 2007	**42,555,706.72**	**(29,149.00)**	**14,540,119.46**	**19,574,346.60**	**-**	**76,641,023.78**	**-**	**76,641,023.78**
Balances as of 1 January 2008	**42,555,706.72**	**(29,149.00)**	**14,540,119.46**	**19,574,346.60**	**-**	**76,641,023.78**	**-**	**76,641,023.78**
Net profit/(loss) recognized directly in shareholders equity	-	(225,052.25)	-	-	-	(225,052.25)	-	(225,052.25)
Net profit of the year	-	-	-	3,288,359.12	-	3,288,359.12		3,288,359.12
Total recognized net profit of the period	-	(225,052.25)	-	3,288,359.12	-	3,063,306.87	-	3,063,306.87
Transfer of reserves	**-**	**-**	**3,176,183.14**	**(3,176,183.14)**	**-**	**-**	**-**	**-**
Dividend	**-**	**-**	**-**	**(3,539,426.80)**	**-**	**(3,539,426.80)**	**-**	**(3,539,426.80)**
Balances as of 31 December 2008	**42,555,706.72**	**(254,201.25)**	**17,716,302.60**	**16,147,095.78**	**-**	**76,164,903.85**	**-**	**76,164,903.85**

The accompanying notes are an integral part of the financial statements.

IV. Cash Flow Statements

Amounts in Euro	Note	CONSOLIDATED DATA 1/1 to 31/12/08	CONSOLIDATED DATA 1/1 to 31/12/07	COMPANY DATA 1/1 to 31/12/08	COMPANY DATA 1/1 to 31/12/07
Cash flow (for)/ from operating activities					
Cash flow for operating activities	*28*	60,534,955.35	6,709,474.44	40,155,757.41	10,412,139.40
Interest paid		(8,252,605.25)	(6,862,835.97)	(5,543,335.94)	(5,065,997.97)
Income tax paid		(2,615,951.50)	(3,571,650.30)	(2,229,156.57)	(2,837,577.78)
Net cash flow for operating activities		**49,666,398.60**	**(3,725,011.83)**	**32,383,264.90**	**2,508,563.65**
Cash flow (to)/ from investment activities					
Purchase of fixed assets	6	(12,187,460.40)	(9,097,487.95)	(9,454,438.10)	(6,126,470.65)
Purchase of intangible assets	7	(11,067.81)	(106,995.60)	(5,390.00)	(106,996.60)
Purchase of investments in real estate	8	-	(303,156.44)	-	(303,156.44)
Sale of investments in real estate		85,728.45	-	85,728.45	-
Sale of fixed assets		8,967.28	6,017.75	84,922.51	101,450.00
Dividends received		524,287.00	466,896.00	3,098,911.44	481,255.00
Purchase of financial assets available for sale		-	(7,460.00)	-	(7,460.00)
Increase of holding in subsidiaries		-	-	3.63	-
Sale of financial assets available for sale		-	42,536.00	-	42,536.00
Interest received	25	239,802.16	291,451.08	144,066.11	197,245.38
Net cash flows for investment activities		**(11,339,743.32)**	**(8,708,199.16)**	**(6,046,203.22)**	**(5,721,595.91)**
Cash flows (to)/from financing activities					
Issue of common shares		-	192,485.70	-	192,485.70
Dividends paid to the parent's shareholders		(3,543,072.11)	(2,747,540.45)	(3,543,072.11)	(2,747,540.45)
Loans assumed		7,709,820.01	66,155,195.28	7,709,820.01	35,000,000.00
Loan repayment		(35,664,114.03)	(50,233,342.00)	(25,697,130.03)	(25,873,373.42)
Changes in leasing capital		(8,769.35)	(8,447.33)	-	-
Net cash flow from financial activities		**(31,506,135.48)**	**13,358,351.20**	**(21,530,382.13)**	**6,571,571.83**
Net (decrease)/increase in cash in hand and equivalent cash accounts		**6,820,519.80**	**925,140.21**	**4,806,679.55**	**3,358,539.57**
Cash and cash equivalents at beginning of year	15	5,037,813.04	4,140,386.43	4,158,429.35	799,889.78
Foreign exchange differences in cash		(33,645.13)	(27,713.60)	-	-
Cash and cash equivalents at end of year	**15**	**11,824,687.71**	**5,037,813.04**	**8,965,108.90**	**4,158,429.35**

The accompanying notes are an integral part of the financial statements.

D.2. Notes on the financial statements

1. General Information

The present report includes the financial statements of HELLENIC CABLES S.A. (the "Company") and the consolidated financial statements of the Company and its subsidiaries (together the "Group"). The corporate names of the Company's subsidiaries are presented in Note 9a of the financial statements.

The main activities of the Group consist in the production and marketing of cables of any type and form.

The Group is mainly operating in Greece and Romania. The company is a societe anonyme and its shares are traded on Athens Stock Exchange.

The Company is seated in Greece, 2-4 Mesogheion Ave., Athens Tower, B' Building, Athens. The Company's electronic address is www.cablel.gr.

The attached financial statements as of 31 December 2008 have been approved by the Company's Board of Directors on 18 March 2009.

HALCOR S.A. is the Company's parent company, the shares of which are traded on Athens Stock Exchange. The Company, like HALCOR, is part of VIOHALCO S.A. Group. On 31 December 2008, HALCOR's direct and indirect holding in HELLENIC CABLES was 78.72% (2007: 78.72%).

2. Overview of significant accounting principles

2.1. Framework in which the financial statements have been prepared

The Company's financial statements included herein concern the fiscal year that ended on 31 December 2008 and have been prepared according to the International Financial Reporting Standard ("IFRS").

Pursuant to European Legislation 1606/2002 and Law 3229/04 (as this has been amended by Law 3301/04), Greek companies that are listed on any stock exchange (domestic or international) are obligated to prepare their institutional financial statements for fiscal years that begin from 1 January 2005 and thereafter according to the IFRS.

These financial statements have been prepared according to the principle of historical cost (with the exception of lots, buildings and significant machinery, which were valuated at their fair values and considered a deemed cost on the date of transition to the IFRS, and derivatives which are valued at fair value).

The Group, applying the transitional provisions of IFRS 1 "Share-based payment", did not recognize, in the financial statements included herein, share option plans, since these had been issued prior to 7 November 2002.

Preparation of financial statements based on the IFRS requires the use of certain important accounting estimations and the exercise of judgment on behalf of the Management during the application of accounting policies. In addition, it requires the use of calculations and assumptions that affect the aforementioned asset and liability figures, the disclosure of contingent receivables and liabilities on the day the financial statements are prepared and the aforementioned income and expense figures during the said year. In spite of the fact that these calculations are based on the Management's best possible knowledge of current conditions and actions, actual results may differ from these calculations. Areas that contain a great degree of subjectivity and are composite or the assumptions and estimations that are important for the financial statements are noted in Note 4.

2.1.2 Changes in accounting principles and disclosures

The following new Interpretations should apply for the first time to the accounting period beginning on 1 January 2008 and did not have any impact on the financial statements.

- ***IFRIC 11, IFRS 2: "Group and Treasury Share Transactions"***. IFRIC 11 demands that the accounting treatment of transactions in which an entity's employees are granted rights to the entity's equity instruments must be that of a remuneration specified by the value of equity-settled shares, even in the case where the company chooses or is required to purchase these equity instruments from third parties or the shareholders of the company offer these instruments. The IFRIC is also extended to the way subsidiaries handle, in their individual financial statements, plans where employees are granted rights on equity instruments of the parent. IFRIC 11 applies to the Group as regards the way subsidiaries treat in their separate financial statements the plans under which their employees are granted rights on Company shares.

- ***IFRIC 12 "Service Concession Arrangements".*** IFRIC 12 addresses how service concession operators should apply existing IFRS to account for the liabilities they undertake and the rights they receive in the relevant service concession agreements. Based on the IFRIC, service concession operators should not recognize the relevant infrastructure as tangible assets, but recognize a financial asset and/or an intangible asset. IFRIC 12 does not apply to the Group.

- ***IFRIC 14, IAS 19 "The Limit on a Defined Benefit Asset, Minimum Funding Requirements and their Interaction'*** IFRIC 14 provides guidance on how to assess the limit on the amount of the surplus that can be recognized as asset in a defined benefit plan pursuant to *IAS 19 "Employee Benefits"*. It also explains how this limit can be affected when there is a legal or contractual minimum funding requirement, and it standardises the existing practice. The Group has no funded defined benefit plans.

The following new standards, amendments/ revisions to standards or interpretations have been issued but do not apply to the accounting period beginning on 1 January 2008 and will be not be implemented earlier by the Group/company:

- ***IFRIC 13 "Customer Loyalty Programmes***" applies to annual accounting periods beginning on or after 1 July 2008. IFRIC 13 requires that loyalty award credits are accounted for as a separate part of a sales transaction by way of which they are granted and, therefore, a part of the fair value of the sales consideration is allocated to such credits and is posted in the period during which such credits are redeemed. The Group does not expect that this Interpretation will have any effect on its financial statements since the Group does not implement any such programmes.

- ***IFRIC 15 "Agreements for the Construction of Real Estate"*** applies to annual accounting periods beginning on or after 1 January 2009. Interpretation 15 provides instructions on whether an agreement for the construction of real estate falls within the scope of IAS 11 "Construction Contracts" or IAS 18 "Revenue", and as regards that standard, when revenues from construction should be recognized. The Interpretation has retrospective effect. The interpretation has not been adopted by the European Union yet. IFRIC 15 is not expected to affect the Group's financial statements since IAS 18 rather than IAS 11 applies to all income generating transactions.

- ***IFRIC 16 "Hedges of a net investment in a foreign operation***" applies to annual accounting periods beginning on or after 1 October 2008. This Interpretation clarifies:

  - The presentation currency used in the Financial Statements does not create an exposure to which an entity may apply hedge accounting. Consequently, a parent entity may designate as a hedged risk only the foreign exchange differences arising from a difference between its own functional currency and that of its foreign operation.
  - Hedging instruments may be held by any entity or entities within the Group.
  - While IAS 39 "Financial Instruments: Recognition and Measurement" must be applied to determine the amount that needs to be reclassified to profit or loss from the foreign currency translation reserve in respect of the hedging instrument, IAS 21 "The Effects of Changes in Foreign Exchange Rates" must be applied in respect of the hedged item.

  The Interpretation will take effect in the future. The interpretation has not been adopted by the European Union yet. The Group is in the process of evaluating the effect of this interpretation on its financial statements.

- ***IFRIC 17 "Distributions of Non-cash Assets to Owners***" applies to annual accounting periods beginning on or after 1 July 2009. This Interpretation clarifies:

- a dividend payable should be recognised when the dividend is appropriately authorised and is no longer at the discretion of the entity;
- the company should measure the dividend payable at the fair value of the net assets to be distributed;
- the company should recognise the difference between the dividend paid and the carrying amount of the net assets distributed in profit or loss; and
- the company should provide additional disclosures if the net assets being held for distribution to owners meet the definition of a discontinued operation.

IFRIC 17 applies to pro rata distributions of non-cash assets except for common control transactions. The Interpretation will take effect in the future with earlier application being encouraged. The interpretation has not been adopted by the European Union yet. **The Group is currently reviewing the effect of this Interpretation.**

IFRIC 18 "Transfers of Assets from Customers" applies to annual accounting periods beginning on or after 1 July 2009. This Interpretation is particularly relevant for the utility sector. It clarifies the accounting treatment of agreements in which an entity receives from a customer an item of property, plant and equipment (or cash which must be used to construct such property, plant or equipment) that the entity must then use either to connect the customer to a network or to provide the customer with ongoing access to a supply of goods or services. This interpretation shall be implemented in the future but limited retrospective effect is allowed. The interpretation has not been adopted by the European Union yet. The Group is currently reviewing the effect of this Interpretation.

- ***Amendments to IFRS 2 "Share-based payment transactions"*** applies to annual accounting periods beginning on or after 1 January 2009. This interpretation clarifies two issues: The definition of "vesting condition" by introducing the term "non-vesting condition" for conditions that do not fall under service or performance conditions. It is also clarified that all cancellations, either by the entity or by contracting parties, should receive the same accounting treatment. The Group does not expect that this Interpretation will have any impact on its financial statements.

- ***Revised IFRS 3 "Business Combinations" and Amended IAS 27 "Consolidated and Separate Financial Statements"*** apply to accounting periods beginning on or after 1 July 2009. On 10 January 2008, the International Accounting Standards Board (IASB) published a revised IFRS 3 "Business Combinations" and the Amended IAS 27 "Consolidated and Separate Financial Statements". Revised IFRS 3 introduces a series of changes in the accounting treatment of business combinations which will affect the amount of the recognized goodwill, the results of the period during which business combination takes place and the future results. As part of these changes, the costs related to the acquisition are expensed and future changes are recognized at the fair value of the contingent consideration in results (instead of goodwill adjustment). Amended IAS 27 requires that any transactions leading to changes in holding percentages in a subsidiary are posted in equity. Therefore, they neither affect goodwill nor generate any result (profit or loss).

- In addition, the amended standard changes the way in which subsidiaries' losses and the loss of control over a subsidiary are accounted for. The European Union has not adopted yet the revision of IFRS 3 and the amendment of IAS 27. All changes of the above standards will be implemented as of their application date and will affect future acquisitions and transactions with minority shareholders as of such date and thereafter.

- ***IFRS 8 "Operating Segments"*** applies to annual accounting periods beginning on or after 1 January 2009. IFRS 8 replaces IAS 14 Segment Reporting and adopts a management approach regarding the financial information provided per activity sector. The given information must be the one the management uses internally to evaluate the performance of operating segments and allocate resources to these sectors. This information may be different from the one presented in the balance sheet and income statement and the companies must provide explanations and agreements regarding such differences. The Group is in the process of evaluating the effect of this standard on its financial statements.

- ***Amendments to IAS 1 "Presentation of Financial Statements"*** apply to annual accounting periods beginning on or after 1 January 2009. IAS 1 has been amended to enhance the usefulness of the information presented in financial statements. Among the most important amendments figure the following: it is required that the statement of changes in equity includes only transactions with shareholders; a new statement of comprehensive income is introduced which combines all profits and losses recognized in the income statement with "other income" (comprehensive income); and it is also required that the restatements in financial statements or retrospective applications of new accounting policies are presented as at the beginning of the earliest comparative period, namely in a third column in the balance sheet. The Group will make all necessary changes to the presentation of its financial statements for 2009.

- ***Amendments to IAS 32 "Financial instruments: Presentation" and IAS 1 "Presentation of Financial Statements" as regards Financial instruments held by owner (or puttable instrument)"*** (applying to annual periods beginning on or after

1 January 2009). The amendment to IAS 32 requires that certain financial instruments held by their owner (puttable instruments) and liabilities arising from the liquidation of an entity are posted as Shareholders Equity if specific criteria are met. The amendment to IAS 1 requires the disclosure of information regarding puttable instruments posted to Shareholders Equity. The Group expects that these amendments will not affect its financial statements.

- ***Amendments to IAS 23 "Borrowing costs"*** apply to annual accounting periods beginning on or after 1 January 2009. According to the amendments of IAS 23, the option (available under the existing standard) of immediately recognising as a period expense borrowing costs that relate directly to a qualifying asset is removed. All borrowing costs that are directly related to the acquisition, manufacture or production of a qualifying asset should be capitalised. A qualifying asset is an asset that necessarily takes a substantial period of time to get ready for the intended use or for sale. Pursuant to the transitional provisions of the Standard, the Group will adopt the change as of its application date and thereafter. Therefore, borrowing costs related to qualifying assets are capitalized when capitalisation commences on or after 1 January 2009. Any borrowing costs posted to results prior to this date will not be readjusted.

In May 2008, the IASB issued a series of amendments to IFRS in order to eliminate inconsistencies and provide clarifications. These amendments apply to accounting periods beginning on or after 1 January 2009 and have not been adopted yet by the European Union.

- ***Amendments to IAS 5 "Non-current assets held for sale and discontinued operations"*** apply to annual accounting periods beginning on or after 1 July 2009. This amendment clarifies that all assets and liabilities of a subsidiary are still classified as held for sale pursuant to IFRS 5 even if the company, following sale, keeps a non-controlling interest in the subsidiary. The amendment will take effect in the future as of the first-application date of IFRS 5. Therefore, any holdings in subsidiaries classified as held for sale as of the time IFRS 5 will be implemented should be reassessed. Early application of the amendment is accepted. In the case of early application, the amendments of IAS 27 (as amended in January 2008) must also be implemented on the application date of amended IFRS 5.

- ***Amendments to IAS 7 "Financial instruments: Disclosures"*** applies to annual accounting periods beginning on or after 1 January 2009. This amendment abolishes reference to "total interest income" as component of financial expenses.

- ***Amendments to IAS 1 "Presentation of Financial Statements"*** apply to annual accounting periods beginning on or after 1 January 2009. This amendment clarifies that asset and liability items classified as held for sale pursuant to IAS 39 "Financial instruments: Recognition and measurement" are not automatically classified as short-term items in the balance sheet. This amendment has retrospective effect with earlier application being encouraged.

- ***Amendments to IAS 8 "Accounting Policies, Changes in Accounting Estimates and Errors"*** apply to annual accounting periods beginning on or after 1 January 2009. This amendment clarifies that only the instruction of application, which is considered integral part of an IFRS, is compulsory when choosing accounting policies.

- ***Amendments to IAS 10 "Events after the Balance Sheet Date"*** apply to annual accounting periods beginning on or after 1 January 2009. This amendment clarifies that any dividends approved after the balance sheet date are not considered liabilities.

- ***Amendments to IAS 16 "Property, plant and equipment"*** apply to annual accounting periods beginning on or after 1 January 2009.

  - It replaces the term "Net selling price" with the term "Fair value less the costs to sell" with respect to the recoverable amount so that consistency with IFRS 5 and IAS 36 is ensured.

  - Property, plant and equipment held for rental to others and intended for sale in the ordinary course of business after the expiry of rental period are transferred to Inventories upon expiry of such period and are classified in held-for-sale assets. Collections from subsequent sale are recognized as income. At the same time, IAS 7 "Statements of cash flows" is amended and requires that payments of cash for the construction or acquisition of the relevant fixed assets are classified as Operating Activities. In addition, collections of rental fees and subsequent sales of the relevant fixed assets are recognized in the category of Operating Activities.

- ***Amendments to IAS 18 "Revenue"*** apply to annual accounting periods beginning on or after 1 January 2009. This amendment replaces the term "Direct costs" with the term "Cost of transactions" as specified in IAS 39.

- ***Amendments to IAS 19 "Employee benefits"*** apply to annual accounting periods beginning on or after 1 January 2009.
  - It revises the definition of "Past service cost" so as to include reduced benefits for employee service in prior periods ("negative past service cost") and exclude any decrease in benefits for employee service in future periods arising as a result of changes to benefit plan. Amendments to benefit plans entailing a reduction in benefits for employee service in future periods are considered plan curtailments. The amendment shall take effect in the future for changes in benefits taking place on or after 1 January 2009. Earlier application is encouraged.
  - It revises the definition of the "Return on plan assets" less any costs of administering the plan unless they have already been included in the actuarial assumptions used to measure the defined-benefit obligations. This amendment has retrospective effect with earlier application being encouraged.
  - It revises the definition of "short-term" and "other long-term" benefits to employees so as to focus on the point when the liability will be settled. This amendment has retrospective effect with earlier application being encouraged.
  - It abolishes reference to contingent liabilities so as to be in line with IAS 37 "Provisions, Contingent Liabilities and Contingent Assets". IAS 37 does not allow recognition of contingent liabilities. This amendment has retrospective effect with earlier application being encouraged.

- ***Amendments to IAS 20 "Accounting for government grants and Disclosure of Government Assistance"*** apply to annual accounting periods beginning on or after 1 January 2009. Loans granted at a nil or below-market rate of interest will not be exempted from the requirement to present imputed rate. The imputed rate of subsidized loans will be lower than market rate and will thus be harmonized with IAS 39. The difference between the amount collected and the discounted amount is accounted for as government grant. The amendment shall take effect in the future for government grants collected on or after 1 January 2009. Earlier application is encouraged. However, IFRS 1 "First-time adoption of IFRS" has not been revised for the new users of standards and thus imputed rate must be recognized in all the relevant loans that were outstanding on transition date.

- ***Amendments to IAS 23 "Borrowing costs"*** apply to annual accounting periods beginning on or after 1 January 2009. The amendment revises the definition of "borrowing costs" so as to bring together all components of borrowing costs into one; interest expense is calculated pursuant to the effective rate method as described in IAS 39. This amendment has retrospective effect with earlier application being encouraged.

- **Amendments to IAS 27 "Consolidated and Separate Financial Statements"** apply to annual accounting periods beginning on or after 1 January 2009. In case a parent company assesses its subsidiary at fair value pursuant to IAS 39 in its separate financial statements, this treatment shall survive even in case the subsidiary is subsequently classified as held for sale. The amendment will take effect in the future as of the first-time adoption of IFRS 5. Therefore, any subsidiaries classified as held for sale as of the time IFRS 5 will be implemented should be reassessed. Earlier application is encouraged.

- ***Amendments to IAS 28 "Investments in associates"*** apply to annual accounting periods beginning on or after 1 January 2009.

  - In case an associate is measured at fair value pursuant to IAS 39 (insofar as it has been exempted from the requirements of IAS 28), only the requirements of IAS 28 on the disclosure of the nature and extent of significant restrictions on the capacity of the associate to transfer funds to the company in the form of cash or loan repayment shall apply. This amendment has retrospective effect although future application is also permitted. Earlier application is encouraged. In the case of earlier application, the company should also adopt the following amendment and the amendment of paragraph 3 of IFRS 7 "Financial instruments: Disclosures", paragraph 1 of IAS 31 "Interests in Joint Ventures" and paragraph 4 of IAS 32 "Financial instruments: Presentation".
  - In order to test impairment, investment in an associate is considered unique asset including any reversal of impairment loss. Therefore, in case of impairment no separate allocation of impairment to the goodwill included in the remainder of investment is required. The loss of impairment is reversed in case the recoverable value of the investment in the associate is increased. In the case of earlier application, the company should also adopt the following amendment and the amendment of paragraph 3 of IFRS 7 "Financial instruments: Disclosures", paragraph 1 of IAS 31 "Interests in Joint Ventures" and paragraph 4 of IAS 32 "Financial instruments: Presentation".

- ***Amendments to IAS 29 "Financial Reporting in Hyperinflationary economies"*** apply to annual accounting periods beginning on or after 1 January 2009. This amendment revises the restrictive list of exemptions regarding the asset and liability items measured at historic cost, e.g. property, plant and equipment. No special requirements of transition are indicated given that the amendment is rather a clarification than a change.

- ***Amendments to IAS 31 "Interests in Joint Ventures"*** apply to annual accounting periods beginning on or after 1 January 2009. This amendment specifies that if a joint venture is measured at fair value pursuant to IAS 39 (insofar as it has been exempted from the requirements of IAS 31), only the requirements of IAS 31 on the disclosure of obligations of both venturer and joint venture as well as on the summary of financial information about balance sheet items and results shall apply. Earlier application is encouraged. In the case of earlier application, the company should also adopt the amendment of paragraph 3 of IFRS 7 "Financial instruments: Disclosures", IAS 28 "Investments in Associates" and paragraph 4 of IAS 32 "Financial instruments: Presentation".

- ***Amendments to IAS 34 "Interim Financial Reporting"*** apply to annual accounting periods beginning on or after 1 January 2009. This amendment clarifies that earnings per share are disclosed in interim financial reporting in case the company falls under the scope of IAS 33.

- ***Amendments to IAS 36 "Impairment of Assets***" apply to annual accounting periods beginning on or after 1 January 2009. This amendment clarifies that when the method of discounted cash flows is used in order to calculate the "fair value less the costs to sell", the same disclosures shall apply as for the use of discounted cash flows in order to calculate the value in use. This amendment has retrospective effect with earlier application being encouraged.

- ***Amendments to IAS 38 "Intangible Assets"*** apply to annual accounting periods beginning on or after 1 January 2009.

    - Advertising and promotional activities expenses are recognized as expenses when the company gains access to the goods or receives the services. This amendment has retrospective effect with earlier application being encouraged.

    - It abolishes reference to the rare occasions that persuasive evidence exists to support an amortization method for intangible assets with finite useful lives that results in a lower amount of accumulated amortization than under the straight-line method, thus allowing the use of the unit of production method. This amendment has retrospective effect with earlier application being encouraged.

    - An advance payment may be recognized only if the payment has been made prior to acquiring access to the goods or reception of services.

- **Amendments to IAS 39 "Financial instruments: Recognition and measurement"** apply to annual accounting periods beginning on or after 1 January 2009.

    - It specifies that changes in circumstances relating to derivatives --in particular derivatives recognized or derecognized as hedge accounting instruments following their initial recognition-- are not considered reclassifications. Thus, a derivative may be reclassified or included in the category of fair value through profit or loss following initial recognition. Likewise, when financial assets have been reclassified due to changes in the accounting policy of an insurance company pursuant to paragraph 45 of IFRS 4 "Insurance contracts", this is a change in circumstances rather than reclassification. This amendment has retrospective effect with earlier application being encouraged.

    - It abolishes the reference of IAS 39 to the term "segment" when recognizing an instrument as hedge accounting item. This amendment has retrospective effect with earlier application being encouraged.

    - It requires the use of revised effective rate (as opposed to the initial effective rate) when re-determining a debt security once the fair value hedge accounting ceases. This amendment has retrospective effect with earlier application being encouraged.

- **Amendments to IAS 40 “Investment property”** apply to annual accounting periods beginning on or after 1 January 2009.

  - It revises its scope (and the scope of IAS 16) as regards the property under construction or development for future use as an investment property and includes it in the category of investment property. In case the company is not able to determine the fair value of the investment property under construction but expects to determine it upon completion, the said property under construction will be measured at cost until the time it will be possible to determine fair value or construction will be completed. This amendment has retrospective effect with earlier application being encouraged. An entity may apply the relevant amendment at any date prior to 1 January 2009 if the fair values of the investment properties under construction can be determined on the specific application date.

  - It revises the conditions of voluntary change in accounting policy so as to be consistent with IAS 8.

  - It specifies that the book value of an investment property that is leased is equal to its latest valuation increased by any recognized obligation.

2.2 Principles of Consolidation and holdings

(a) Subsidiary companies

Subsidiary companies are companies over which the Group, directly or indirectly, controls their financial and operating policies.

Subsidiary companies are fully consolidated (integrated consolidation) from the day control over them is acquired and cease to be consolidated from the day this control is no longer exercised.

Buy-outs of subsidiary companies are accounted for based on the buy-out method. The acquisition cost of a subsidiary company is estimated at the fair value of the assets that were acquired, of the shares that were issued and of the liabilities that were undertaken on the day the buy-out was effected, plus any cost that is directly associated with the buy-out. Assets, liabilities and contingent liabilities that are recognized in a business combination are estimated at the time of the buy-out at their fair values regardless of the holding percentage. The buy-out cost that exceeds the fair value of the recognizable net assets that were acquired is recorded as goodwill. If the total buy-out cost is less than the Group’s share in the fair value of the net assets that were acquired, the difference is recorded directly in the Income Statement.

Purchase of minority interests, which in essence is purchase carried out after acquisition of control over an entity, is accounted for by recognizing the decrease in minority interests based on the transferred amount of equity on acquisition date.

Transactions, balances and non-realized profits that arise between the Group’s companies are deleted when the companies are consolidated. The same applies to non-realized losses, unless there are indications that the fixed asset that was transferred has been impaired. The accounting principles that are applied by the Group’s subsidiary companies have been readjusted so that they may be consistent with those that have been adopted by the Group.

(b) Associated companies

Associated companies are companies over which the Group exercises significant influence, but not control, which, in general, applies when the holding percentage in the voting rights of an associated company ranges between 20% and 50%. Investments in associated companies are accounted for according to the net worth method and are initially recognized at their acquisition cost. The account in which investments in associated companies are recorded also includes the goodwill that arises during the buy-out (decreased by possible impairment losses). Unrealized profits and losses from transactions between the Group and associated companies are written-off by the percentage of the Group’s holding in such companies.

In its corporate statements, the Company records its holdings in subsidiary and associated companies at their acquisition cost, less any possible impairment thereof.

(c) Joint Ventures

Joint ventures are consolidated based on the proportionate consolidation method. In such, there is no participation cost and the assets and liabilities are incorporated proportionately based on the participation percentage.

2.3 Foreign exchange conversions

(a) Functional currency and presentation currency

The figures recorded in the financial statements of the Group's companies are estimated by using the currency of the primary economic environment in which each company operates ("functional currency").
The consolidated financial statements are expressed in Euro, which constitutes both the parent company's functional and presentation currency.

(b) Transactions and balances

Transactions that are carried out in a foreign currency are converted to the functional currency based on the exchange rate that is applicable on the day each transaction is carried out. Profits and losses from foreign exchange differences that arise from the settlement of such transactions and from the conversion of monetary assets and liabilities that are expressed in a foreign currency with the foreign exchange rates that apply on the balance sheet date are recorded in the Income Statement.

(c) The Group's Companies

The figures recorded in the financial statements of the Group's companies (none of which, as of 31 December 2007, operates in a hyperinflation economy) that are expressed in a different functional currency from the Group's presentation currency, are converted as follows:

i. Assets and liabilities are converted based on the exchange rates that are applicable on the balance sheet date,

ii. Income and expenses are converted based on the period's average exchange rates (unless the average exchange rate is not a reasonable estimation of the accumulated affect of the exchange rates that were applicable on the day the transactions were carried out, in which case income and expenses are converted based on the actual exchange rates that were applicable on the day the transactions were carried out), and

iii. Any foreign exchange difference that may arise is recorded in an owner's equity reserve account and transferred to the results when these companies are sold.

In the consolidated financial statements, foreign exchange differences that arise from the conversion of a net investment in a foreign company are recognized in owner's equity. Upon the sale of a foreign company, accumulated foreign exchange differences are transferred to the results as part of the sale's profit or loss.

Goodwill and readjustments of fair values that arise from the buy-out of a foreign subsidiary company are recognized as the foreign company's assets and liabilities and are converted based on the exchange rate that applies on the balance sheet date.

2.4 Tangible fixed assets and investment property

Tangible fixed assets are recorded at acquisition cost less accumulated depreciation and any impairment. The acquisition cost also includes all expenditures that are directly associated with the acquisition of real estate and equipment. As noted in Note 2.1, the Company and its subsidiary TELECABLES S.A. valuated fields, buildings and machinery at their fair values on 1 January 2004, which were used as a deemed cost on the date of transition to the IFRS.

Expenditures that are incurred after the purchase of a tangible fixed asset are either incorporated in the asset's book value or, when it is deemed suitable, recognized as a separate fixed asset, only if it is deemed that the Group may obtain future financial gains from this asset greater than those expected according to the asset's initial performance and under the condition that its cost may be reliably estimated. Repair and maintenance costs are recorded in the Income Statement when these are incurred.

Lots are not depreciated. Other tangible fixed assets are depreciated based on the straight line method with equal annual burdens during the asset's expected service life, so that the cost may be deleted at its residual value. The expected service lives of assets are set as follows:

Buildings	20 - 33 years
Machinery – technical installations and other machinery	5-17 years
Transportation equipment	4-6 years
Telecommunications equipment	4-6 years
Furniture and other fixtures	507 years

The residual values and service lives of tangible fixed assets are reviewed and adjusted on every balance sheet date, if this is deemed necessary.

When the book value of a tangible fixed asset exceeds its recoverable value, the difference (impairment loss) is immediately recorded in the Income Statement as an expense (Note 2.6).

During the sale of a tangible fixed asset, any difference that may arise between the price that is received and the book value thereof is recorded in the Income Statement as a profit or loss.

Investments in real estate concern lots that were recorded at their current value (deemed cost) on the date of transition to the IFRS. Thereafter they are estimated at cost less any possible impairment. During the periods noted herein no impairment was necessary. The fair value of these real estate properties, as of 31 December 2008, does not differ significantly from the value noted in the balance sheet that was assessed based on the Management's estimations.

2.5 Intangible assets

(a) Concessions and industrial property rights

Concessions and industrial property rights include trade marks and licenses and are estimated at their acquisition cost less depreciation. These assets are depreciated based on the straight line method during their service life, which ranges between 10-15 years.

(b) Software

Software licenses are estimated at their acquisition cost, less accumulated depreciation and any accumulated impairment. These assets are depreciated based on the straight line method during their service life, which ranges between 3 to 5 years.

Expenditures that are required for the development and maintenance of software programs are recognized as an expense in the Income Statement in the year in which they are incurred.

2.6 Impairment of non-financial assets

Assets that have an indefinite service life are not depreciated, but are subject to an impairment control on an annual basis and when certain facts indicate that their book value may not be recovered. Assets that are depreciated are subject to control regarding their impairment when there are indications that their book value will not be recovered. The recoverable value is the greater amount between an asset's fair value, less the cost that is required for the sale thereof, and the value in use. Losses due to an asset's impairment are recorded in the Income Statement as an expense in the year in which they are incurred.

2.7 Financial assets

The Group's financial assets are classified into 4 categories. They are classified based on the purpose for which they were acquired. The Group's Management decides on the investment's classification at the time the asset is initially recognized and re-examines its classification on every publication date.

(a) Financial assets estimated at their fair value with changes to results

This category includes financial assets that were acquired in order to be resold in a short period of time. Financial assets of this category are recorded in a current asset account if they are held for commercial purposes or if they are expected to be sold within 12 months of the balance sheet date.

(b) Loans and receivables

This category includes non-derivates with fixed or designated payments, which are neither traded in active markets nor intended to be sold. These financial assets are recorded in a current asset account, with the exception of those financial assets that have a maturity greater than 12 months from the balance sheet date. These latter assets are recorded in a non-current asset account.

(c) Investments held until maturity

This category includes non-derivatives with fixed or designated payments and with a specific maturity, and which the Group intends and has the capacity to hold onto until they mature. During the year the Group did not have any investments of this category.

(d) Financial assets available for sale

This category includes non-derivatives that are either classified in this category or cannot be classified in any of the aforementioned categories. These assets are recorded in non-current asset accounts provided the Management does not intend to liquidate them within 12 months as of the Balance Sheet date.

The purchase and sale of an investment is recognized on the day the transaction is carried out, which is also the day on which the Group is bound to purchase or sell the asset. Investments are initially recorded at their fair value plus any expense associated with the transaction. Investments are written off when the right to collect the cash flows that arise therefrom expires or is transferred and the Group has substantially transferred all the risks and benefits that ownership thereof entails.

Subsequently, assets that are available for sale are measured at their fair value and the relative profit or loss is recorded in an owner's equity reserve account until they are sold or impaired. With regard to financial assets available for sales that are depicted in the Group's financial statements, these are estimated at cost less any impairment, whereas they are not traded in an active market and their fair value cannot be reliably determined.

Upon the sale or impairment of these assets the profit or loss is transferred to the results. Impairment losses that have been recognized in the results may not be reversed through the results for these financial assets (holdings).

Loans and receivables are recognized at their non-depreciated cost based on the effective interest rate method.

2.8 Inventories

Stocks are estimated at the lesser value between their acquisition cost and their net liquid value. The acquisition cost is determined based on the average annual weighted cost method. Financial expenses are not included in the acquisition cost of stocks. The net liquid value is estimated based on the stock's current sales price within the framework of usual business activities, less any possible selling expenses, wherever such a case concurs.

2.9 Commercial receivables

Receivables from customers are initially recorded at their fair value and are subsequently estimated at their non-depreciated cost based on the effective interest rate method, less any impairment loss. Impairment losses are recognized when there is an objective indication that the Group is not in a position to collect all the amounts that are due pursuant to relative contractual terms. The amount of the provision is equal to the difference between the book value of the receivables and the present value of the estimated future cash flows, discounted based on the effective interest rate method. The provision is recorded as an expense in the Income Statement.

2.10 Cash and cash equivalents

Cash in hand and equivalent cash accounts include cash in hand, sight deposits and short-term (up to 3 months) high-liquid and low-risk investments. Bank overdrafts are recorded in the liabilities as short-term loan liabilities.

2.11 Share capital

Common shares are included in owner's equity.

Expenses that are directly associated with the issuance of shares appear, after the deduction of the relative income tax, as a reduction of the issuance's product.

2.12 Borrowings

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

Loans are classified as short-term liabilities unless the Group has the right to defer the settlement thereof for at least 12 months from the balance sheet date.

Interest expenses of loans are recorded directly in the income statements of the period that they concern, even if they concern a construction period of fixed assets.

2.13 Income tax (current and deferred)

Current tax is calculated using the tax balance sheets of each one of the companies included in the consolidated financial statements pursuant to the tax laws applying in Greece or other tax context within which foreign subsidiaries operate. The expenditure for income tax includes the income tax arising from the profits of the Group's current year, as restated in its tax returns, additional income taxes that arise from audits held by taxation authorities, provisions for additional taxes and surcharges for open tax years and deferred income taxes that are calculated pursuant to enacted or substantially enacted tax rates.

Deferred income tax is determined with the method of liability that arises from all temporary differences between the book value and the tax base of assets and liabilities on the balance sheet date.

Deferred tax liabilities are recognised for all taxable temporary differences:

- Unless the liability for deferred income taxes arises from depreciation of goodwill or initial recognition of an asset or liability item in a transaction which is not business combination and, at the time of transaction, does not affect the book gain or taxable profit or loss; and

- As regards temporary taxable differences relating to investments in subsidiaries, associated companies and holdings in joint ventures, except where the Group is able to control the reversal of the temporary differences and it is probable that the temporary differences will not reverse in the foreseeable future.

Deferred tax assets are measured for all the deductible temporary differences, transferred tax assets and unused tax losses to the extent that it is probable that there will be available taxable profit to be used in respect of deductible temporary differences and transferred unused tax assets and unused tax losses.

- Save the case where the deferred tax asset relating to deductible temporary differences arises from the initial recognition of an asset or liability in a transaction that is not business combination and at the time of transaction does not affect the book profit or taxable profit or loss.

- As regards temporary taxable differences relating to investments in subsidiaries, associated companies and holdings in joint ventures, except where the Group is able to control the reversal of the temporary differences and it is probable that the temporary differences will not reverse in the foreseeable future and there will be available taxable profit used in respect of temporary differences.

Deferred tax assets are assessed on each balance sheet date and are reduced to the extent it is estimated that there will not be enough taxable profits in respect of which part or all deferred tax assets may be used.

Deferred tax assets and liabilities are calculated using the tax rates that are expected to apply during the fiscal year in which the asset shall be realized or the liability shall be settled and are based on the tax rates (and tax laws) that are in force or have been enacted on the balance sheet date.

The income tax relating to items that have been directly recognized in equity is posted in equity rather than through profit or loss.

2.14 Personnel benefits

(a) Short-term benefits

Short-term personnel benefits in the form of cash or in kind are recorded as an expense when these accrue.

(b) Benefits following withdrawal from the service

Benefits following withdrawal from the service include defined contribution plans and defined benefit plans.

The accrued cost of defined contribution plans is recorded as an expense in the period that it concerns.

The liability that is recorded in the balance sheet with regard to defined benefit plans is the present value of the commitment to the defined benefit less the fair value of the plan's assets, the changes that arise from non-recognized actuarial profits and losses and the cost of past service.
The commitment of the defined benefit is calculated by an independent actuary with the projected unit credit method.

Actuarial profits and losses that arise from adjustments on the basis of historic data and are above or below the margin of 10% of the accumulated liability are recorded in the results within the expected average insurance term of the plan's participants. The cost of past service is recorded directly in the results, with the exception of the case in which changes to the plan depend on the remaining term of the employee's past service. In this case, the cost of past service is recorded in the results based on the fixed method within the maturing period.

(c) Employment termination benefits

Employment termination benefits are paid when employees decide to withdraw prior to their respective date of retirement. The Group records these benefits when it is bound, or when it terminates the employment of existing employees based on a detailed schedule for which there is no possibility of withdrawal or when it offers these benefits as an incentive for voluntary retirement. Employment termination benefits that are due in 12 months after the balance sheet date are discounted.

In the case of employment termination in which the Group is not able to determine the number of employees who will take advantage of this incentive, these benefits are not accounted for but are recorded as a contingent liability.

2.15 Subsidies

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

Government grants that concern expenses are recognized in the results so that these will match the expenses that they will cover.

Government grants regarding the purchase of tangible fixed assets are recorded in long-term liability accounts as deferred government grants and are transferred as income to the income statement with the fixed method over the expected service lives thereof.

2.16 Provisions

Provisions are recognized when:

i. There is a present legal or inferred commitment as a result of past events.

ii. Outflow of funds may be demanded for the commitment's settlement.

iii. The amount in question may be reasonably estimated.

Wherever there are various similar liabilities, the possibility that an outflow shall be required for settlement thereof is designated by examining the liability category overall.

Provisions are calculated at the present value of expenses that, based on the Management's best possible estimate, are required to cover the present liability on the balance sheet date (Note 4). The discount rate that is used in determining the present value reflects the current market estimations for the temporal value of money and increases that concern the specific liability.

2.17 Recognition of income

Income includes the fair value of the sale of goods and the provision of services, net of Value Added Tax, discounts and returns. Inter-company income within the Group is deleted in full. Income is recognized as follows:

(a) Sales of Goods

Sales of goods are recognized when the Group delivers the goods to its customers, the goods are accepted by the customers and the collection of the claim is reasonably guaranteed. In the case in which cash refunds regarding sales of goods is guaranteed, refunds are accounted for on each balance sheet date as a reduction to income, based on statistical data

(b) Provision of services

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

(c) Income from interest

Income from interest is recognized based on time proportion and with the use of the effective interest rate. When receivables are impaired, the book value thereof is reduced to their recoverable amount, which is the present value of the expected future cash flows discounted with the initial effective interest rate. Subsequently, interest is accounted for based on the same interest rate that is applied on the impaired (new book) value

(d) Dividends

Dividends are accounted for as income when a right to collect has been established with the approval of the General Meeting or relative competent body of the affiliated companies.

2.18 Leases

Leases of fixed assets, in which the Group substantially maintains all the risks and rewards that ownership thereof entails, are classified as leasing. Leasing is capitalized from the moment the lease begins at the lesser amount between the fixed asset's fair value and the present value of the minimum rents. The corresponding liabilities that arise from the rents, net of financial expenses, are recorded in liability accounts. The part of financial expenses that concerns finance leases is recorded in the results during the term of the lease. Fixed assets that were acquired through leasing are depreciated over the shorter period between the service lives thereof and the term of their lease.

Leases, in which the lessor substantially maintains all the risks and rewards that ownership thereof entails are classified as operating leases. Payments that are made with regard to operating leases are recognized in the results proportionately during the term of the lease.

2.19 Distribution of dividends

The distribution of dividends to the parent company's shareholders is recognized as a liability in the financial statements when the distribution thereof is approved by the General Meeting of the shareholders.

2.20 Borrowing costs

Borrowing costs are recognized as an expense in the period it is incurred pursuant to the main accounting treatment of IAS 23 "Borrowing costs".

2.21 Financial derivative instruments and hedging instruments

The Group uses financial derivative instruments such as forwards, interest rate swaps, currency swaps and other derivatives so as to hedge any risks associated with fluctuations of the risk incidental to change in metal prices. Derivatives are recognised at fair value on the balance sheet date. The fair value of such derivatives is defined mainly on the basis of market value and is confirmed by counterparties-credit institutions.

For the purpose of hedge accounting, hedges are classified as follows:

• Fair value hedges when they are used to hedge changes in the fair value of a recognized asset or liability or unrecognized certain corporate commitment.

• Cash flow hedges when they are used to hedge the fluctuation of cash flows in relation to a recognized asset or liability or to a very probable commitment.

The effective proportion of gain/ loss of a measurement of derivatives qualifying for hedge accounting is recognized and directly posted in equity in the case of cash flow hedges while the non-effective proportion is posted to year results. In the case of effective fair value hedges, the relevant gains or losses are recognized in results where the change in fair value of the hedged item is also posted. Wherever the anticipated future transactions or liabilities that are liable to hedging lead to the recognition of an asset or liability, the gains and losses previously posted to equity (cash flow hedges) are incorporated in the initial valuation of the cost of such assets or liabilities.

Otherwise, amounts shown in equity are transferred to year results and are recognized as income or expense during the year in which the expected hedged transactions affect the income statement. Certain derivatives are characterized as effective hedging instruments based on the Group's policies, do not qualify for hedge accounting pursuant to the provisions of IAS 39 and, therefore, gains and losses from measurement at fair value are recorded directly in the income statement.

3. Financial instruments

The Group hedges the risk that is associated with changes in the prices of metals that are incorporated in manufactured products through the pre-purchase or pre-sale of amounts equal to those of natural acts of equivalent metals (sale or purchase) listed on the London Metal Exchange.

Furthermore, the Group pre-purchases foreign exchange and mainly enters into foreign exchange futures contracts with external counterparties to face foreign exchange risk.

Moreover, as for floating rate loans, the Group has entered into interest rate swaps (payment of a predefined interest rate and receipt of Euribor) to cover its exposure to risk from possible future changes in borrowing rates above predefined limits.

3.1 Basic financial risk management tools and accounting principles that are followed

Results from financial risk management acts that have been settled are recorded in the income statement when these are realized (market results from transactions in aluminium and copper, result from pre-purchase of foreign exchange and difference in interest from interest rate swaps).

The Group, on a regular basis, determines the efficiency of acts of hedging expected cash flows, both on a business and accounting basis, and on every balance sheet date records in the net worth that part of the result from the estimation of open positions that is considered efficient.

3.2 Determining fair values

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

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

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

4. Significant accounting estimations and judgments of the Management

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

The Group proceeds to estimations and assumptions with regard to the development of future events. Estimations and assumptions that entail a significant risk that they will cause substantial adjustments to the book values of assets and liabilities in the following 12 months concern the recoverable value of tangible assets, the calculation of income tax, the valuation of inventories and the calculation of fair value of derivatives.

The Group evaluates the recoverability of tangible fixed assets based on the value in use of the cash generating unit under which such assets fall. The calculated value in use is based on a five-year business plan prepared by the Management and, thus, it is sensitive to the verification or not of expectations relating to the attainment of sales objectives, gross margin percentages, operating results, growth rates and discount rates of estimated cash flows.

The Group's judgment is required in order to determine the income tax provision. There are many transactions and estimations due to which the tax's final determination is uncertain. If the final tax is different from the initially recognized tax, the difference shall affect the income tax and the provision for deferred taxation of the period.

In addition, the Group estimates stocks at the lesser value between their current value and their net liquid value. The liquid value of stocks may differ in relation to the value which was estimated on the day the financial statements were prepared.

5. Segment reporting

Primary type of information – business segments

The Group is divided into two primary business segments:

(1) CABLES – These are energy and telephone cables as well as copper and aluminium CONDUITS. The raw materials used are divided into two categories: metal (copper, aluminium, steel wires) and plastic-rubber ("XLPE, EPR, PVS" etc.).

(2) ENAMELLED – Enamelled cables are copper wires, tinned copper CONDUITS and enamelled winding wires. The raw materials used are copper wire (diameter 8mm), tin in ingots, varnishes and raw materials for varnish manufacture.

Results per sector for the fiscal year until 31 December 2007 are analyzed below:

Amounts in Euro	**CABLES**	**ENAMELLED**	**Non-allocated**	**Total**
12 months until 31 December 2007				
Total gross sales per segment	377,569,811.55	74,361,449.81	-	**451,931,261.36**
Intra-company sales	(36,480,082.39)	(8,946,691.97)	-	**(45,426,774.36)**
Net sales	**341,089,729.16**	**65,414,757.84**	**-**	**406,504,487.00**
Operating profits	25,689,827.47	1,730,816.94	-	27,420,644.41
Financial income and expenses	-	-	(8,164,967.19)	(8,164,967.19)
Income from dividends	-	-	27,136.00	27,136.00
Share from the results of affiliated companies	-	-	1,088,801.10	1,088,801.10
Earnings before taxes	**25,689,827.47**	**1,730,816.94**	**(7,049,030.09)**	**20,371,614.32**
Income tax	-	-	(4,269,451.73)	(4,269,451.73)
Net profit	**25,689,827.47**	**1,730,816.94**	**(11,318,481.82)**	**16,102,162.59**

	CABLES	**ENAMELLED**	**Non-allocated**	**Total**
31 December 2007				
Assets	260,824,040.87	32,720,083.05	2,674,636.54	**296,218,760.46**
Total liabilities	37,452,497.48	4,007,651.65		**180,369,812.66**
Investments in tangible and intangible assets	9,114,393.55	-	90,090.00	**9,204,483.55**

Other items of the consolidated income statement are as follows:

Amounts in Euro	CABLES	ENAMELLED	Non-allocated	Total
12 months until 31 December 2007				
Tangible assets depreciation	6,315,307.30	471,577.00	-	**6,786,884.30**
Intangible assets depreciation	930,017.51	-	-	**930,017.51**
Total depreciation	**7,245,324.81**	**471,577.00**	-	**7,716,901.81**
Receivables impairment	(679,226.94)	93,958.00	-	**(585,308.94)**
Inventories impairment	1,247,268.24	356,349.17	-	**1,603,617.41**

Results per sector for the fiscal year until 31 December 2008 are analyzed below:

Amounts in Euro	CABLES	ENAMELLED	Non-allocated	Total
12 months until 31 December 2008				
Total gross sales per segment	345,139,484.17	57,574,962.59	-	**402,714,446.76**
Intra-company sales	(43,879,938.75)	(499,574.94)	-	**(44,379,513.69)**
Net sales	**301,259,545.42**	**57,075,387.65**	**-**	**358,334,933.07**
Operating profits	7,536,105.06	(279,942.02)	-	7,256,163.04
Financial income and expenses	-	-	(9,457,774.49)	(9,457,774.49)
Income from dividends	-	-	40,704.00	40,704.00
Share from the results of affiliated companies	-	-	399,779.36	**399,779.36**
Earnings before taxes	**7,536,105.06**	**(279,942.02)**	**(9,017,291.13)**	**(1,761,128.09)**
Income tax	-	-	786,467.07	786,467.07
Net profit	**7,536,105.06**	**(279,942.02)**	**(8,230,824.06)**	**(974,661.02)**

Other items of the consolidated income statement are as follows:

	CABLES	ENAMELLED	Non-allocated	Total
31 December 2008				
Assets	219,642,365.70	23,573,721.99	1,902,829.99	**245,118,917.68**
Total liabilities	28,361,692.31	2,968,595.87	107,364,867.62	**138,695,155.80**
Investments in tangible and intangible assets	11,293,709.82	893,750.58	11,067.81	**12,198,528.21**

Other items of the consolidated income statement are as follows:

Amounts in Euro	CABLES	ENAMELLED	Non-allocated	Total
12 months until 31 December 2008				
Tangible assets depreciation	6,379,996.16	469,063.00	-	**6,849,059.16**
Intangible assets depreciation	459,378.29	-	-	**459,378.29**
Total depreciation	**6,839,374.45**	**469,063.00**	-	**7,308,437.45**
Receivables impairment	205,292.46	-	-	**205,292.46**
Inventories impairment	11,408,452.58	1,718,937.01	-	**13,127,389.59**

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

The assets of segments include mainly tangible and intangible assets, inventories, receivables and cash.
Segment liabilities include operating liabilities.
Capital expenditure includes expenses for acquiring tangible and intangible assets.

Secondary type of reporting – geographic sectors

The Company is seated in Greece which is also the country where it is mainly active. Most of the Group's sales are carried out in Greece and in other countries of the European Union.

	CONSOLIDATED DATA	
Amounts in Euro		
Sales	**31/12/08**	**31/12/07**
Greece	144,891,991.36	156,471,454.24
European Union	195,355,196.97	217,839,335.39
Other European countries	2,161,853.71	11,468,367.47
Asia	12,460,358.44	12,304,508.61
America	852,093.71	5,514,306.23
Africa	2,613,438.88	2,906,515.06
Total	**358,334,933.07**	**406,504,487.00**

Sales refer to the country where customers are established. Assets refer to the country where they are located. Capital expenditures refer to the country where the assets are located.

Amounts in Euro	CONSOLIDATED DATA	
Analysis of sales per sector	**31/12/08**	**31/12/07**
Sale of merchandise and products	328,487,701.46	356,409,868.18
Income from services	3,330,097.77	6,920,033.17
Other	26,517,133.84	43,174,585.65
Total	**358,334,933.07**	**406,504,487.00**

Amounts in Euro	CONSOLIDATED DATA	
Total assets	**31/12/08**	**31/12/07**
Greece	174,353,741.80	204,952,329.82
International	70,765,175.88	91,266,430.64
Total	**245,118,917.68**	**296,218,760.46**

Amounts in Euro	CONSOLIDATED DATA	
Investments in tangible and intangible assets	**31/12/08**	**31/12/07**
Greece	9,768,869.76	6,195,883.60
International	2,429,658.45	3,008,599.95
Total	**12,198,528.21**	**9,204,483.55**

6. Property, plant and equipment

The Group's and parent company's tangible fixed assets as of 31 December 2007 and 2008 and changes thereof during 2007 and 2008 are analyzed as follows:

CONSOLIDATED DATA

	Land	Buildings	Mechanical equipment	Transportation means	Furniture & fixtures	Fixed assets under construction	Total
Cost or fair value							
Balance as at 1 January 2007	**12,372,383.39**	**43,342,642.54**	**70,674,793.29**	**1,107,100.74**	**6,248,157.85**	**2,224,984.33**	**135,970,062.14**
Foreign exchange differences	**(107,949.01)**	**(1,250,785.93)**	**(2,329,671.29)**	**(283.04)**	**(221,884.28)**	**(12,503.18)**	**(3,923,076.73)**
Additions including transfers	**-**	**828,740.40**	**3,341,579.23**	**17,965.15**	**571,252.88**	**4,337,950.29**	**9,097,487.95**
Sales/deletions	-	(244,308.88)	(2,487,156.48)	(9,680.42)	(80,099.63)	-	(2,821,245.41)
Impairment	-	-	29,065.41		-	-	29,065.41
Re-allocation to intangible assets	-	-	-	-	-	(181,686.82)	(181,686.82)
Balance as at 31 December 2007	**12,264,434.38**	**42,676,288.13**	**69,228,610.16**	**1,115,102.43**	**6,517,426.82**	**6,368,744.62**	**138,170,606.54**
Accumulated depreciation							
Balance as at 1 January 2007	**-**	**(16,721,826.58)**	**(28,758,698.73)**	**(926,084.86)**	**(5,128,359.28)**	**-**	**(51,534,969.45)**
Foreign exchange differences	-	868,490.67	1,101,042.31	411.99	174,290.29	-	2,144,235.26
Period depreciation	-	(1,647,226.99)	(4,789,484.94)	(58,239.02)	(291,933.35)	-	(6,786,884.30)
Sales/deletions	-	188,248.48	2,385,128.35	6,763.29	78,446.15	-	2,658,586.27
Balance as at 31 December 2007	**-**	**(17,312,314.42)**	**(30,062,013.01)**	**(977,148.60)**	**(5,167,556.19)**	**-**	**(53,519,032.22)**
Un-depreciated value as of 31 December 2007	**12,264,434.38**	**25,363,973.71**	**39,166,597.15**	**137,953.83**	**1,349,870.63**	**6,368,744.62**	**84,651,574.32**

	Land	Buildings	Mechanical equipment	Transportation means	Furniture & fixtures	Fixed assets under construction	Total
Cost or fair value							
Balance as at 1 January 2008	**12,264,434.38**	**42,676,288.13**	**69,228,610.16**	**1,115,102.43**	**6,517,426.82**	**6,368,744.62**	**138,170,606.54**
Foreign exchange differences	(150,331.06)	(1,765,519.46)	(3,215,335.74)	(1,227.47)	(313,426.40)	(46,491.39)	(5,492,331.52)
Additions including transfers	-	2,256,882.01	8,745,014.97	241,211.34	411,190.48	533,161.60	12,187,460.40
Sales/deletions	-	(180,988.78)	(1,644,736.02)	(36,113.39)	(13,915.83)	-	(1,875,754.02)
Re-allocation to intangible assets	-	-	-	-	-	**(217,406.86)**	**(217,406.86)**
Balance as at 31 December 2008	**12,114,103.32**	**42,986,661.90**	**73,113,553.37**	**1,318,972.91**	**6,601,275.07**	**6,638,007.97**	**142,772,574.54**
Accumulated depreciation							
Balance as at 1 January 2008	**-**	**(17,312,314.42)**	**(30,062,013.02)**	**(977,148.60)**	**(5,167,556.19)**	**-**	**(53,519,032.23)**
Foreign exchange differences	-	1,166,506.12	1,585,960.87	1,201.82	248,470.28	-	3,002,139.09
Period depreciation	-	(1,683,761.44)	(4,769,789.31)	(66,160.21)	(329,348.20)	-	(6,849,059.16)
Sales/deletions	-	142,525.29	1,628,737.11	34,826.30	11,483.22	-	1,817,571.92
Balance as at 31 December 2008	**-**	**(17,687,044.45)**	**(31,617,104.35)**	**(1,007,280.69)**	**(5,236,950.89)**	**-**	**(55,548,380.38)**
Un-depreciated value as of 31 December 2008	**12,114,103.32**	**25,299,617.45**	**41,496,449.02**	**311,692.22**	**1,364,324.18**	**6,638,007.97**	**87,224,194.16**

COMPANY DATA

	Land	Buildings	Mechanical equipment	Transportation means	Furniture & fixtures	Fixed assets under construction	Total
Cost or fair value							
Balance as at 1 January 2007	**8,152,781.00**	**20,566,850.59**	**33,173,453.16**	**931,124.95**	**2,849,365.59**	**304,963.27**	**65,978,538.56**
Additions including transfers	-	46,774.67	248,025.46	1,454.00	123,453.18	5,706,763.34	6,126,470.65
Sales/deletions	-	-	(69,888.32)	-	(1,731.73)	-	(71,620.05)
Destructions/deletions	-	-	(106,012.43)	-	-	-	(106,012.43)
Re-allocation to intangible assets	-	-	-	-	-	(109,692.88)	(109,692.88)
Balance as at 31 December 2007	**8,152,781.00**	**20,613,625.26**	**33,245,577.87**	**932,578.95**	**2,971,087.04**	**5,902,033.73**	**71,817,683.85**
Accumulated depreciation							
Balance as at 1 January 2007	**-**	**(2,746,079.62)**	**(9,026,071.51)**	**(794,502.72)**	**(2,183,924.53)**	**-**	**(14,750,578.38)**
Period depreciation	-	(982,362.63)	(2,478,792.60)	(46,373.94)	(164,944.23)	-	(3,672,473.40)
Sales/deletions	-	-	7,164.67	-	1,731.72	-	8,896.39
Destructions/deletions	-	-	6,795.66	-	-	-	6,795.66
Balance as at 31 December 2007	**-**	**(3,728,442.25)**	**(11,490,903.78)**	**(840,876.66)**	**(2,347,137.04)**	**-**	**(18,407,359.73)**
Un-depreciated value as of 31 December 2007	**8,152,781.00**	**16,885,183.01**	**21,754,674.09**	**91,702.29**	**623,950.00**	**5,902,033.73**	**53,410,324.12**

	Land	Buildings	Mechanical equipment	Transportation means	Furniture & fixtures	Fixed assets under construction	Total
Cost or fair value							
Balance as at 1 January 2008	**8,152,781.00**	**20,613,625.26**	**33,245,577.87**	**932,578.95**	**2,971,087.04**	**5,902,033.73**	**71,817,683.85**
Additions including transfers	-	1,633,981.02	7,281,283.21	245,311.34	209,691.83	84,170.00	9,454,437.40
Sales/deletions	-	-	(36,864.12)	(19,089.92)	(11,030.31)	-	(66,984.35)
Re-allocation to intangible assets	-	-	-	-	-	(120,518.00)	(120,518.00)
Balance as at 31 December 2008	**8,152,781.00**	**22,247,606.28**	**40,489,996.96**	**1,158,800.37**	**3,169,748.56**	**5,865,685.73**	**81,084,618.90**
Accumulated depreciation							
Balance as at 1 January 2008	**-**	**(3,728,442.25)**	**(11,490,903.78)**	**(840,876.66)**	**(2,347,137.04)**	**-**	**(18,407,359.73)**
Period depreciation	-	(996,029.54)	(2,553,821.33)	(55,602.55)	(172,876.60)	-	(3,778,330.02)
Sales/deletions	-	-	36,579.78	19,089.87	8,650.38	-	64,320.03
Balance as at 31 December 2008	**-**	**(4,724,471.79)**	**(14,008,145.33)**	**(877,389.34)**	**(2,511,363.26)**		**(22,121,369.72)**
Un-depreciated value as of 31 December 2008	**8,152,781.00**	**17,523,134.49**	**26,481,851.63**	**281,411.03**	**658,385.30**	**5,865,685.73**	**58,963,249.18**

7. Intangible assets

The Group's and company's intangible assets as of 31 December 2007 and 2008 are analyzed as follows:

CONSOLIDATED DATA	Trademarks and licences	Software programs	Total
Cost			
Balance as at 1 January 2007	**1,343,566.36**	**3,676,279.54**	**5,019,845.90**
Foreign exchange differences	**-**	**(79,272.46)**	**(79,272.46)**
Additions	**16,905.60**	**90,090.00**	**106,995.60**
Deletions	-	-	-
Re-allocation from tangible assets	**93,477.88**	**88,208.94**	**181,686.82**
Balance as at 31 December 2007	**1,453,949.84**	**3,775,306.02**	**5,229,255.86**
Accumulated depreciation			
Balance as at 1 January 2007	**(661,778.14)**	**(2,530,622.81)**	**(3,192,400.95)**
Foreign exchange differences	-	57,230.78	57,230.78
Period depreciation	(185,303.98)	(744,713.53)	(930,017.51)
Balance as at 31 December 2007	**(847,082.12)**	**(3,218,105.56)**	**(4,065,187.68)**
Un-depreciated value as of 31 December 2007	**606,867.72**	**557,200.46**	**1,164,068.18**

Cost	Trademarks and licences	Software programs	Other	Total
Balance as at 1 January 2008	**1,453,949.84**	**3,775,306.02**	**-**	**5,229,255.86**
Foreign exchange differences	**-**	**(116,883.23)**	**-**	**(116,883.23)**
Additions	**-**	**11,067.81**	**-**	**11,067.81**
Deletions	-	-	-	-
Re-allocation from tangible assets	**96,409.20**	**106,397.66**	**14,600.00**	**217,406.86**
Balance as at 31 December 2008	**1,550,359.04**	**3,775,888.26**	**14,600.00**	**5,340,847.30**
Accumulated depreciation				
Balance as at 1 January 2008	**(847,082.12)**	**(3,218,105.56)**	**-**	**(4,065,187.68)**
Foreign exchange differences	-	88,844.50	-	88,844.50
Period depreciation	(204,585.81)	(251,872.48)	(2,920.00)	(459,378.29)
Balance as at 31 December 2008	**(1,051,667.93)**	**(3,381,133.54)**	**(2,920.00)**	**(4,435,721.47)**
Un-depreciated value as of 31 December 2008	**498,691.11**	**394,754.72**	**11,680.00**	**905,125.83**

COMPANY DATA	Trademarks and licences	Software programs	Total
Cost			
Balance as at 1 January 2007	**1,334,976.26**	**2,213,152.70**	**3,548,128.96**
Additions	16,905.60	90,090.00	106,995.60
Re-allocation from tangible assets	93,477.88	16,214.60	109,692.48
Balance as at 31 December 2007	**1,445,359.74**	**2,319,457.30**	**3,764,817.04**
Accumulated depreciation			
Balance as at 1 January 2007	**(655,421.46)**	**(1,667,854.72)**	**(2,323,276.18)**
Period depreciation	(184,359.07)	(451,934.02)	(636,293.09)
Balance as at 31 December 2007	(839,780.53)	(2,119,788.74)	(2,959,569.27)
Un-depreciated value as of 31 December 2007	**605,579.21**	**199,668.56**	**805,247.77**

Cost	Trademarks and licences	Software programs	Other	Total
Balance as at 1 January 2008	**1,445,359.74**	**2,319,457.30**	**-**	**3,764,817.04**
Foreign exchange differences	-	-	-	-
Additions	-	5,390.00	-	5,390.00
Deletions	-	-	-	-
Re-allocation from tangible assets	**96,409.20**	**9,509.50**	**14,600.00**	**120,518.70**
Balance as at 31 December 2008	**1,541,768.94**	**2,334,356.80**	**14,600.00**	**3,890,725.74**
Accumulated depreciation				
Balance as at 1 January 2008	**(839,780.53)**	**(2,119,788.74)**	**-**	**(2,959,569.27)**
Foreign exchange differences	-	-	-	-
Period depreciation	**(203,640.90)**	**(75,473.36)**	**(2,920.00)**	**(282,034.26)**
Balance as at 31 December 2008	**(1,043,421.43)**	**(2,195,262.10)**	**(2,920.00)**	**(3,241,603.53)**
Un-depreciated value as of 31 December 2008	**498,347.51**	**139,094.70**	**11,680.00**	**649,122.21**

8. Investments in real estate

Investments in real estate concern building plots which were assessed at their fair value on the date of transition to IFRS, such value being also considered as deemed cost. Addition in year 2007 (€ 303,156.44) also concerns a lot that was contributed to the company during 2008.

Due to the fact that the real estate market of the regions where these lots are located has not sustained any significant changes the management deems that the above values reflect the current values of these lots.

	CONSOLIDATED DATA		COMPANY DATA	
	31/12/2008	**31/12/2007**	**31/12/2008**	**31/12/2007**
Opening balance, net	**2,471,230.44**	**2,168,074.00**	**2,471,230.44**	**2,168,074.00**
Foreign exchange differences	-	-	-	-
Additions	-	303,156.44	-	303,156.44
Sales	(79,780.22)	-	(79,780.22)	-
Contribution	(238,885.51)	-	(238,885.51)	-
Balance recorded in the balance sheet	**2,152,564.71**	**2,471,230.44**	**2,152,564.71**	**2,471,230.44**

Through ratification of Act No 5931/28-9-2006 of Master Plan Implementation of the Industrial Zone of Thisvi, Pref. of Viotia, and the relevant decision of the Secretary-General for the Region of Continental Greece, DIAVIPETHIV S.A. (operator of the Industrial Zone of Thisvi, Viotia) acquired a total area of 195,000 m^2 and another 281,000 m^2 for the shared needs of companies/ users of the industrial zone. The said areas arose from the respective assignment of land from the companies installed there. In the context of the above, HELLENIC CABLES S.A. assigned land extending over 50,826 m^2 valued at € 238,885.51, which has been posted as long-term receivable from DIA.VI.PE.THI.V S.A. given that according to Law 2545/97 (article 5) the said area is returned to owners if the operator is de-reserved. The area contributed by the Company has arisen from investment property.

9. Investments in associated companies

	CONSOLIDATED DATA		COMPANY DATA	
	31/12/2008	**31/12/2007**	**31/12/2008**	**31/12/2007**
Balance as of 1 January	**2,674,636.54**	**2,076,912.00**	**935,583.00**	**935,583.00**
Foreign exchange differences	(128,564.25)	(51,316.56)	-	-
Share in the profit/loss	399,779.36	1,088,801.10	-	-
Transportation	(559,438.67)	-	(25,796.14)	-
Dividends received	(483,583.00)	(439,760.00)	-	-
Balance as of 31 December	**1,902,829.98**	**2,674,636.54**	**909,786.86**	**935,583.00**

The Group's holding percentages in associated companies, none of which are listed, and brief financial information thereof are provided below:

	Country of establishment	**Assets**	**Liabilities**	**Income (Turnover)**	**Profits/(losses) after taxes**	**Holding percentage**
2007						
Steelmet S.A.	Greece	11,664,042.66	6,821,204.72	24,440,907.98	2,209,305.99	29.56%
Metal Globe L.T.D	Serbia (Montenegro)	3,402,097.69	2,812,975.76	4,928,971.35	(79,829.44)	30.00%
Metal Agencies L.T.D	England	26,034,606.00	24,987,595.00	61,385,821.00	(123,289.00)	33.00%
E.D.E. S.A.	Greece	101,050.55	331.47	-	(1,327.18)	99.99%
De laire Limited	Cyprus	732,318.00	172,880.00	1,014,499.00	528,811.00	100.00%
Copperprom L.T.D	Greece	72,194.84	60,749.45	84,354.81	3,955.54	40.00%
Electric Cable Agencies	England	-	-	-	-	100.00%
		42,006,309,74	**34,855,736.40**	**91,854,554.14**	**2,537,626.91**	

2008	Country of establishment	Assets	Liabilities	Income (Turnover)	Profits/(losses) after taxes	Holding percentage
Steelmet S.A.	Greece	14,753,942.75	9,396,173.79	25,557,408.74	2,201,689.54	29.56%
Metal Globe L.T.D	Serbia (Montenegro)	3,444,415.82	3,450,120.26	6,500,015.27	(577,606.40)	30.00%
Metal Agencies L.T.D	England	28,245,855.12	27,479,669.29	64,366,310.76	(333,038.32)	33.00%
E.D.E. S.A.	Greece	101,745.19	870.94	-	155.17	99.99%
Copperprom L.T.D	Greece	51,715.00	42,306.57	49,807.59	(2,036.96)	40.00%
Electric Cable Agencies	England	-	-	-	-	100.00%
		46,597,673.88	**40,369,140.85**	**96,473,542.36**	**1,289,163.03**	

E.D.E. S.A. and Electric Cable Agencies were consolidated based on the net worth method and not on the integrated consolidation method, as during the previous year, due to the fact that they recorded negligible figures.

DE LAIRE L.T.D was consolidated for the first time during 2008 by applying the full consolidation method while the net worth method had been employed so far.

9a. Investments in subsidiary companies

The parent company’s holdings in subsidiary companies are analyzed as follows:

	COMPANY DATA	
	31/12/08	31/12/07
Balances as of 1 December	**19,507,372.80**	**19,507,372.80**
Transfers (from associates)	25,796.14	-
Participation in share capital increase	3.63	-
Balances as of 31 December	**19,533,172.57**	**19,507,372.80**

2007	Country of establishment	Acquisition value at the beginning of the period	Return of capital to subsidiary	Acquisition value at the end of the period	Direct Holding Percentage
TELECABLES S.A.	Greece	2,729,589.07	-	2,729,589.07	100,00%
ICME ECAB S.A.	Romania	16,385,718.73	-	16,385,718.73	98,59%
LESCO OOD	Bulgaria	300,545.85	-	300,545.85	99,15%
GENECOS S.A.	France	81,361.97	-	81,361.97	60,00%
LESCO ROMANIA	Romania	10,157.18	-	10,157.18	65,00%
		19,507,372.80	**-**	**19,507,372.80**	

2008	Country of establishment	Acquisition value at the beginning of the period	Return of capital to subsidiary	Acquisition value at the end of the period	Direct Holding Percentage
TELECABLES S.A.	Greece	2,729,592.70	-	2,729,592.70	100,00%
ICME ECAB S.A.	Romania	16,385,718.73	-	16,385,718.73	98,59%
LESCO OOD	Bulgaria	300,545.85	-	300,545.85	99,15%
GENECOS S.A.	France	81,361.97	-	81,361.97	60,00%
LESCO ROMANIA	Romania	10,157.18	-	10,157.18	65,00%
DAILAIRE	Cyprus	25,796.14	-	25,796.14	100%
		19,533,172.57	**-**	**19,533,172.57**	

10. Financial assets available for sale

Financial assets available for sale concern holdings in both domestic and foreign companies with holding percentages below 20%.

	CONSOLIDATED DATA	COMPANY DATA
Balance as at 1 January 2007	**1,759,368.61**	**1,759,368.61**
Additions	**7,460.00**	**7,460.00**
Sales	**(37,168.12)**	**(37,168.12)**
Balances, 31 December 2007	**1,729,660.49**	**1,729,660.49**

Financial assets available for sale as of 31 December include the following:

	CONSOLIDATED DATA	COMPANY DATA
	31/12/07	**31/12/07**
Unlisted securities		
Domestic participating securities	351,319.66	351,319.66
International participating securities	1,378,340.83	1,378,340.83
	1,729,660.49	**1,729,660.49**

	CONSOLIDATED DATA	COMPANY DATA
Balance as at 1 January 2008	**1,729,660.49**	**1,729,660.49**
Additions	**-**	**-**
Sales	**-**	**-**
Balances, 31 December 2008	**1,729,660.49**	**1,729,660.49**

	CONSOLIDATED DATA	COMPANY DATA
	31/12/08	**31/12/08**
Unlisted securities		
Domestic participating securities	381,027.78	381,027.78
International participating securities	1,348,632.71	1,348,632.71
	1,729,660.49	**1,729,660.49**

11. Joint ventures - jointly performed works

In 2006, the joint ventures with the corporate names ‘JOINT VENTURE NEXANS – HELLENIC CABLES – FULGOR – PUBLIC POWER CORPORATION CONDUITS 2005’, in which the parent company has a holding percentage of 33.3%, and ‘JOINT VENTURE NEXANS & HELLENIC CABLES – PUBLIC POWER CORPORATION 2005’, in which the parent company has a holding percentage of 50%, and ‘JOINT VENTURE NEXANS & HELLENIC CABLES – PUBLIC POWER CORPORATION 2006’ in which the parent company has a holding percentage of 50%, were established and operated. During 2007, the joint venture ‘JOINT VENTURE NEXANS – HELLENIC CABLES – FULGOR – PUBLIC POWER CORPORATION 2007’, in which the parent company has a holding percentage of 33.3%, was established.
The aforementioned joint ventures were consolidated based on the proportionate consolidation method. It is noted that the participating companies undertake the income and expenses of such joint ventures proportionately.

12. Deferred taxation

Deferred tax assets and liabilities are offset when there is an applicable legal right to offset current tax assets with current tax liabilities and when deferred income taxes concern the same tax authority. The amounts that are offset are the following:

	CONSOLIDATED DATA		COMPANY DATA	
	31/12/08	**31/12/07**	**31/12/08**	**31/12/07**
Deferred tax assets:	1,562,324.85	1,725,137.68	-	-
Deferred tax liabilities:	(3,459,271.70)	(5,050,938.30)	(3,074,394.57)	(4,438,744.17)
	(1,896,946.85)	**(3,325,800.62)**	**(3,074,394.57)**	**(4,438,744.17)**

Most of the deferred tax assets are recoverable after 12 months,

The total change in deferred income tax is as follows:

	CONSOLIDATED DATA		COMPANY DATA	
	31/12/08	**31/12/07**	**31/12/08**	**31/12/07**
Balances at the beginning of the year	**(3,325,800,62)**	**(2,135,631.99)**	**(4,438,744,17)**	**(3,837,961,66)**
Foreign exchange differences	(162,118.67)	(107,832.58)	-	-
(Debit)/credit recorded in the income statement	1,415,605.43	(897,097.67)	1,289,331.85	(527,496.00)
Tax that was (debited)/credited in owner's equity	175,367.01	(185,238.38)	75,017.75	(73,286.51)
Balance at year-end	**(1,896,946.85)**	**(3,325,800.62)**	**(3,074,394.57)**	**(4,438,744.17)**

Changes in deferred tax assets and liabilities during the fiscal year, without taking into consideration the offset of balances within the same tax authority, are as follows:

Deferred tax assets:

CONSOLIDATED DATA *Amounts in Euro*	**Tangible fixed assets**	**Future benefit of reversed adjustment of real estate**	**Derivatives**	**Total**
Balance as at 01.01.07	**2,271,597.56**	**-**	**-**	**2,271,597.56**
Debit recorded in the results of the fiscal year	**(77,194.80)**	**(249,481.42)**	**-**	**(326,676.22)**
Foreign exchange differences	**(25,481.24)**	**(82,351.34)**	**-**	**(107,832.58)**
Tax that was debited in owner's equity	**-**	**-**	**(111,951.08)**	**(111,951.08)**
Balance as at 31.12.07	**2,168,921.52**	**(331,832.76)**	**(111,951.08)**	**1,725,137.68**
Foreign exchange differences	(162,118.67)	-	-	(162,118.67)
Tax that was debited in owner's equity	**-**	**-**	**100,349.26**	**100,349.26**
(Debit)/credit in the results of the fiscal year	**(48,651.23)**	**(52,392.19)**	**-**	**(101,043.42)**
Balance as at 31.12.08	**1,958,151.62**	**(384,224.95)**	**(11,601.82)**	**1,562,324.85**

Deferred tax liabilities:

CONSOLIDATED DATA *Amounts in Euro*	**Tangible fixed assets**	**Provisions**	**Intangible assets**	**Tax rate change**	**Other**	**Total**
Balance as at 01.01.07	**(5,112,613.83)**	**285,646.32**	**168,535.34**	**-**	**251,202.62**	**(4,407,229.55)**
(Debit)/credit recorded in the results of the fiscal year	(163,067.93)	(84,542.31)	(97,591.06)	-	(225,220.15)	**(570,421.45)**
(Debit)/credit recorded in owner's equity	-	-	-	-	(73,287.30)	**(73,287.30)**
Balance as at 31.12.07	**(5,275,681.76)**	**201,104.01**	**70,944.28**	**-**	**(47,304.83)**	**(5,050,938.30)**
(Debit)/credit recorded in the results of the fiscal year	(203,282.00)	320,330.03	(44,854.51)	1,001,941.61	442,513.72	**1,516,648.85**
(Debit)/credit recorded in owner's equity	-	-	-	-	75,017.75	**75,017.75**
Balance as at 31.12.08	**(5,478,963.76)**	**521,434.04**	**26,089.77**	**1,001,941.61**	**470,226.64**	**(3,459,271.70)**

COMPANY DATA *Amounts in Euro*	**Tangible fixed assets**	**Provisions**	**Intangible assets**	**Tax rate change**	**Other**	**Total**
Balance as at 01.01.07	**(4,475,411.46)**	**259,047.32**	**137,608.25**	**-**	**240,794.22**	**(3,837,961.67)**
(Debit)/credit recorded in the results of the fiscal year	(157,003.11)	(67,431.06)	(88,249.26)	-	(214,812.57)	(527,495.99)
(Debit)/credit recorded in owner's equity	-	-	-	-	(73,286.51)	(73,286.51)
Balance as at 31.12.07	**(4,632,414.57)**	**191,616.26**	**49,358.99**	**-**	**(47,304.86)**	**(4,438,744.17)**
(Debit)/credit recorded in the results of the fiscal year	(152,815.29)	320,742.28	(37,249.36)	831,883.09	326,771.13	1,289,331.85
(Debit)/credit recorded in owner's equity	-	-	-	-	75,017.75	75,017.75
Balance as at 31.12.08	**(4,785,229.86)**	**512,358.54**	**12,109.63**	**831,883.09**	**354,484.02**	**(3,074,394.57)**

The deferred tax that was (debited)/credited in the results of the fiscal year arose from the following differences:

Amounts in Euro	**CONSOLIDATED DATA**		**COMPANY DATA**	
	31/12/08	**31/12/07**	**31/12/08**	**31/12/07**
Tangible fixed assets	(251,933.23)	(240,262.73)	(152,815.29)	(157,003.11)
Intangible assets	(44,854.51)	(97,591.06)	(37,249.36)	(88,249.26)
Provisions	320,330.03	(84,542.31)	320,742.28	(67,431.06)
Future benefit from the readjustment of the real estate of a subsidiary	449,595.42	(249,481.42)	333,852.83	-
Other	(59,473.89)	(225,220.15)	(7,081.70)	(214,812.57)
Total	**413,663.82**	**(897,097.67)**	**457,448.76**	**(527,496.00)**
Tax rate change	**1,001,941.61**	**-**	**831,883.09**	**-**
Total	**1,415,605.43**	**(897,097.67)**	**1,289,331.85**	**(527,496.00)**

Up to 31st December 2008, the parent Company had realized investments amounting to approximately € 8.2 mio that were included in development law 2601/1998. Based on the latter, the Company is entitled to create from the accounting profit of future periods, a tax-exempt reserve equal to 70% of the aforementioned investments. This right expires between 2012 and 2014. The corresponding future tax gain has not been recorded in the financial statements included herein due to the fact that the company is not certain whether the accounting profits that it will earn shall be sufficient. The current tax of the year has been reduced owing to a tax-free discount amounting to € 1,900 thousand that will be recorded in reserves following approval by the General Meeting of Shareholders (2007: 1,900 thousand Euros).

13. Inventories

The Group's and parent company's inventories as of 31 December 2007 and 2008 are analyzed as follows:

	CONSOLIDATED DATA		COMPANY DATA	
	31/12/08	**31/12/07**	**31/12/08**	**31/12/07**
Merchandise	5,279,976.36	8,552,455.93	2,858,707.61	3,485,230.42
Finished products	20,867,313.13	20,365,406.93	12,080,104.10	12,458,882.17
Semi-finished products	10,891,692.18	18,939,218.81	3,723,696.90	7,493,245.08
By-products & deposits	551,259.89	1,537,486.74	218,026.93	639,752.54
Work in progress	1,268,316.49	2,717,854.86	1,268,316.49	2,717,854.86
Raw and indirect materials, consumables, spare parts and packaging materials	37,797,580.69	38,482,642.68	28,916,836.54	22,414,234.00
Down payments for the purchase of stocks	1,159,657.67	743,898.12	751,473.44	-
Total	**77,815,796.41**	**91,338,964.07**	**49,817,162.01**	**49,209,199.07**
Minus: Provisions for depreciated stocks	-	-	-	-
Merchandise	(475,998.82)	-	(475,998.82)	-
Finished products	(4,209,143.46)	(134,427.10)	(2,954,444.56)	(115,868.57)
Semi-finished products	(1,585,540.00)	(157,536.33)	(532,493.47)	(157,536.33)
By-products & deposits	-	(621.27)	-	(621.27)
Raw and indirect materials, consumables, spare parts and packaging materials	**(6,776,912.07)**	**(1,222,948.95)**	**(5,936,205.30)**	**(832,254.87)**
Down payments for the purchase of stocks	**(79,795.24)**	**(88,083.76)**	-	-
	(13,127,389.59)	**(1,603,617.41)**	**(9,899,142.15)**	**(1,106,281.04)**
Total net liquid value	**64,688,406.82**	**89,735,346.66**	**39,918,019.86**	**48,102,918.03**

14. Customers & other receivables

Current assets	CONSOLIDATED DATA		COMPANY DATA	
	31/12/08	**31/12/07**	**31/12/08**	**31/12/07**
Customers	54,833,017.43	74,043,045.77	37,554,367.48	49,721,782.77
Minus: Provisions for impairment	(1,667,060.07)	(1,967,192.71)	(973,278.23)	(1,325,040.78)
Net customer receivables	**53,165,957.36**	**72,075,853.06**	**36,581,089.25**	**48,396,741.99**
Other advance payments	246,333.01	266,528.00	230,300.95	250,355.60
Cheques and notes receivable	10,144,650.16	17,516,023.51	6,833,589.10	14,246,589.36
Receivables from affiliated companies	3,978,715.34	4,664,659.44	6,369,753.74	9,549,335.61
Other tax claims	1,841,055.93	3,837,367.47	1,544,971.79	2,114,402.78
Other debtors	2,700,023.81	7,399,882.90	1,574,939.78	6,034,596.73
Minus: Provisions for impairment	(86,025.43)	(86,025.43)	(86,025.43)	(86,025.43)
Total	**71,990,710.18**	**105,674,288.95**	**53,048,619.18**	**80,505,996.64**

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

Exposure to credit risk

The financial assets that entail credit risk are as follows:

	GROUP		COMPANY	
	31/12/2008	**31/12/2007**	**31/12/2008**	**31/12/2007**
Financial assets available for sale	1,729,660.49	1,729,660.49	1,729,660.49	1,729,660.49
Customers and receivables from affiliated parties	57,144,672.70	76,740,512.50	42,950,842.99	57,946,077.60
Cash in hand and cash equivalents	11,824,687.71	5,037,813.04	8,965,108.90	4,158,429.35
Derivatives	563,535.00	1,024,456.79	563,535.00	843,385.00
	71,262,555.90	**84,532,442.82**	**54,209,147.38**	**64,677,552.44**

The time analysis of customer balances is as follows:

	GROUP		COMPANY	
	31/12/2008	**31/12/2007**	**31/12/2008**	**31/12/2007**
Customers				
(amounts in Euro)				
Up to date	43,103,258.30	59,516,557.50	33,532,815.59	46,589,108.18
In arrears				
< 6 months	11,476,339.97	15,188,851.19	7,573,137.97	9,471,567.69
>6 months	2,565,074.43	2,035,103.81	1,844,889.43	1,885,401.73
Total	**57,144,672.70**	**76,740,512.50**	**42,950,842.99**	**57,946,077.60**

From the above amounts, post-dated cheques receivable (up to date amounts) are excluded and are as follows:

GROUP		COMPANY	
31/12/2008	**31/12/2007**	**31/12/2008**	**31/12/2007**
10,144,650.16	17,516,023.51	6,833,589.10	14,246,589.36

The movement of the impairment provision for customers is as follows:

	GROUP		COMPANY	
	31/12/2008	**31/12/2007**	**31/12/2008**	**31/12/2007**
Opening balance	1,967,192.71	2,552,501.65	1,325,040.78	1,232,418.22
Loss of the period	205,292.46	197,813.60	10,000.00	120,000.00
Deletion	(466,548.17)	(114,864.70)	(361,762.55)	(27,377.44)
Offsetting	29,915.38	(633,869.90)	-	-
Foreign exchange difference	(68,792.31)	(34,387.94)	-	-
Balance at end 31	**1,667,060.07**	**1,967,192.71**	**973,278.23**	**1,325,040.78**

14a.Derivatives

Derivatives as of 31 December 2007 and 2008 are analyzed as follows:

	CONSOLIDATED DATA		COMPANY DATA	
	31/12/08	**31/12/07**	**31/12/08**	**31/12/07**
Non-current assets				
Interest rate swaps	-	130,785.00	-	130,785,00
Total	**-**	**130,785.00**	**-**	**130,785,00**
Current assets				
Interest rate swaps	44,415.00	-	44,415.00	130,785.00
Foreign exchange swaps	519,120.00	712,600.00	519,120.00	712,600.00
Copper and aluminium future contracts	-	181,348.78	-	-
Total	**563,535.00**	**893,948.78**	**563,535.00**	**712,600.00**
Short-term liabilities				
Foreign exchange swaps	-	295,320.00	-	295,320.00
Copper and aluminium future contracts	833,431.86	169,650.00	418,140.00	169,650.00
Total	**833,431.86**	**464,970.00**	**418,140.00**	**464,970.00**
Amounts that have been recorded in the results as income	**67,050.00**	**362,301.60**	**67,050.00**	**365,091.84**
Nominal value of derivatives	**6,250,000**	**15,500,000**	**6,250,000**	**15,500,000**

15. Cash and cash equivalents

The Group's and parent company's cash in hand and equivalent cash accounts as of 31 December 2007 and 2008 are analyzed as follows:

	CONSOLIDATED DATA		COMPANY DATA	
	31/12/08	**31/12/07**	**31/12/08**	**31/12/07**
Cash in hand	21,660.44	37,666.66	19,951.12	36,642.15
Bank deposits	11,803,027.27	5,000,146.38	8,945,157.78	4,121,787.20
Total	**11,824,687.71**	**5,037,813.04**	**8,965,108.90**	**4,158,429.35**

Bank deposits are set at variable rates according to the applicable rates of interest of the interbank market.

16. Share capital

The Company's and Group's share capital as of 31 December 2007 and 2008 is analyzed follows:

	Number of shares	**Share capital**	**Share premium reserves**	**Total**
1 January 2007	*27,161,550*	**19,284,700.50**	**23,078,520.52**	**42,363,221.02**
Stock option plan towards employees	*64,810*	46,015.10	146,470.60	192,485.70
31 December 2007	*27,226,360*	**19,330,715.60**	**23,224,991.12**	**42,555,706.72**
Stock option plan towards employees	-	-	-	-
31 December 2008	*27,226,360*	**19,330,715.60**	**23,224,991.12**	**42,555,706.72**

The company has adopted a share option plan up to 1.97% of the number of common registered shares that are outstanding at the time of adoption (530,600 options), adjusted to future changes in the number of shares into which the share capital is divided, under the following terms and conditions:

(a) Beneficiaries of the share option plan: Members of the Board of Directors, persons employed by the company or affiliated companies.

(b) Exercise price: The exercise price has been set as the closing price of the Athens Stock Exchange during the first fifteen days of June 2002, in other words 2.97 Euros per option.

(c) Exercise of options: Options are secured gradually by 10% annually, beginning from the first business day of November 2002 until, and including, the first business day of November 2011. The above secured options are exercised from the first business day of November 2006 until, and including, the first business day of November 2013. Following this closing date any option that is not exercised is cancelled.

Of the above options, by 31 December 2007 and 2008, 318,360 had been exercised.

The movement of options is as follows:

	Number of options	**Exercise price (€)**
Pending as of 1 January 2007	**11,750**	**2.97**
Secured during the year	53,060	**2.97**
Balance as of 31 December 2007	**64,810**	**2.97**
Exercised during the year	(64,810)	**2.97**
With a right to exercise as of 31 December 2007	**-**	
Secured during the year	53,060	**2.97**
Balance as of 31 December 2008	**53,060**	**2.97**
Exercised during the year	-	
With a right to exercise as of 31 December 2008	**53,060**	**2.97**

During the year, the 53,060 options that could be exercised were not exercised.

17. Other reserves

CONSOLIDATED DATA	Statutory Reserve	Reserves from the valuation of derivatives	Special Reserves	Untaxed reserves	Total	Foreign exchange differences from the consolidation of foreign subsidiaries	Total
Balances as of 1 January 2007	**3,792,293.33**	**(614,710.65)**	**5,457,539.25**	**11,496,167.11**	**20,131,289.04**	**5,994,103.81**	**26,125,392.85**
Foreign exchange differences	-	-	-	-	-	(3,191,365.77)	(3,191,365.77)
Transfer to reserves	290,010.59	-	615,000.00	2,850,000.00	3,755,010.59	-	3,755,010.59
Hedging operations	-	735,610.05	-	-	735,610.05	-	**735,610.05**
Balance as at 31/12/07	**4,082,303.92**	**120,899.40**	**6,072,539.25**	**14,346,167.11**	**24,621,909.68**	**2,802,738.04**	**27,424,647.72**
Balance as at 1 January 2008	**4,082,303.92**	**120,899.40**	**6,072,539.25**	**14,346,167.11**	**24,621,909.68**	**2,802,738.04**	**27,424,647.72**
Foreign exchange differences	-	-	-	-	-	(4,119,989.02)	(4,119,989.02)
Transfer to reserves	373,051.64	-	903,131.50	1,900,000.00	3,176,183.14	-	3,176,183.14
Capitalization	**-**	**-**	**-**	**(1,188,032.23)**	**(1,188,032.23)**		**(1,188,032.23)**
Hedging operations	-	**(719,012.55)**	-	-	**(719,012.55)**	-	**(719,012.55)**
Balance as at 31/12/08	**4,455,355.56**	**(598,113.15)**	**6,975,670.75**	**15,058,134.88**	**25,891,048.04**	**(1,317,250.98)**	**24,573,797.06**

COMPANY DATA	Statutory Reserve	Reserves from the valuation of derivatives	Special Reserves	Untaxed reserves	Total
Balances as of 1 January 2007	**2,029,950.07**	**(203,213.05)**	**5,457,539.25**	**3,297,619.55**	**10,581,895.82**
Distribution	290,010.59	-	615,000.00	2,850,000.00	3,755,010.59
Other	-	174,064.05	-	-	174,064.05
Balance as at 31/12/07	**2,319,960.66**	**(29,149.00)**	**6,072,539.25**	**6,147,619.55**	**14,510,970.46**
Balance as at 1 January 2008	**2,319,960.66**	**(29,149.00)**	**6,072,539.25**	**6,147,619.55**	**14,510,970.46**
Distribution	373,051.64	-	903,131.50	1,900,000.00	3,176,183.14
Other	-	(225,052.25)	-	-	**(225,052.25)**
Balance as at 31/12/08	**2,693,012.30**	**(254,201.25)**	**6,975,670.75**	**8,047,619.55**	**17,462,101.35**

Most of the above reserves arise primarily from the Parent Company and the Group’s subsidiary companies. Pursuant to Greek legislation, companies are obligated to use 5% of the profits that they earn during a fiscal year to form a statutory reserve until this equals one third of their paid-up share capital. Throughout their term, companies are prohibited from distributing their statutory reserve.

Special law untaxed reserves concern non-distributed profits that are exempt from taxation pursuant to special provisions of incentive laws (under the condition that companies have sufficient profits to form these reserves).

Reserves from income exempt from taxation and reserves taxed pursuant to special laws concern income from interest and a tax has been withheld at the source. Apart from any pre-paid taxes, these reserves are subject to taxation if they are distributed.

No deferred taxes have been accounted for as regards the above untaxed reserves in case they are distributed.

18. Borrowings

	CONSOLIDATED DATA		COMPANY DATA	
	31/12/08	**31/12/07**	**31/12/08**	**31/12/07**
Long-term loans				
Bank loans	10,503,864.30	20,995,435.78	-	3,000,000.00
Bond loan	80,154,967.00	95,000,000.00	80,154,967.00	95,000,000.00
less: Long-term loans payable over the next year	(28,750,000.00)	(25,578,782.96)	(28,750,000.00)	(22,000,000.00)
Total long-term loans	**61,908,831.30**	**90,416,652.82**	**51,404,967.00**	**76,000,000.00**
Short-term loans				
Bank loans	45,449,967.68	48,717,552.71	28,804,853.01	22,197,130.03
Total short-term loans	**45,449,967.68**	**48,717,552.71**	**28,804,853.01**	**22,197,130.03**
Total loans	**107,358,798.98**	**139,134,205.53**	**80,209,820.01**	**98,197,130.03**

The maturity dates of long-term loans are as follows:

Amounts in Euro	CONSOLIDATED DATA		COMPANY DATA	
	31/12/08	**31/12/07**	**31/12/08**	**31/12/07**
Between 1 and 2 years	23,000,000.00	33,666,666.82	20,000,000.00	29,750,000.00
Between 2 and 5 years	38,908,831.30	55,249,986.00	31,404,967.00	46,250,000,00
Over 5 years	-	1,500,000.00	-	-
	61,908,831.30	**90,416,652.82**	**51,404,967.00**	**76,000,000.00**

Amounts in Euro	CONSOLIDATED DATA		COMPANY DATA	
Liabilities from finance leases – minimum lease payments	**31/12/08**	**31/12/07**	**31/12/08**	**31/12/07**
Up to 1 year	6,068.65	7,998.00	-	-
From 1 to 5 years	-	6,840.00	-	-
Over 5 years				
Total	**6,068.65**	**14,838.00**	**-**	**-**
Present value of finance lease liabilities	**6,068.65**	**14,838.00**	**-**	**-**

The fair values of loans are approximately equal to their book values as loans bear floating interest rates. The net book values of the Group's loans pertain to loans in Euro.

The interest rates of the loans during fiscal years 2008 and 2007 are as follows:

31/12/08		31/12/07	
CONSOLIDATED DATA	**COMPANY DATA**	**CONSOLIDATED DATA**	**COMPANY DATA**
%	**%**	**%**	**%**
5.68	5.12	5.63	4.94

The Group and the Company have sufficient credit lines to meet future corporate needs. Unused portion of these credit lines stood at € 53.0 million and € 48.0 mio at consolidated and company level respectively on 31 December 2007 whereas the corresponding credit lines for 2008 stood at € 69 mio and € 39 mio at consolidated and company level respectively.

19. Liabilities for staff retirement benefits

Amounts in Euro	CONSOLIDATED DATA		COMPANY DATA	
	31/12/08	**31/12/07**	**31/12/08**	**31/12/07**
Liabilities recorded in the balance sheet for:				
Retirement benefits	**1,311,240.34**	**1,240,583.42**	**1,262,828.00**	**1,191,077.00**
Amounts recorded in the results				
Retirement benefits	**333,104.92**	**237,899.40**	**327,275.00**	**294,451.00**
Present value of non-funded liabilities	1,430,996.34	1,440,423.42	1,371,871.00	1,385,734.00
Non-recorded actuarial (profits)/losses	(119,756.00)	(199,840.00)	(109,043.00)	(194,657.00)
Liability recorded in the Balance Sheet	**1,311,240.34**	**1,240,583.42**	**1,262,828.00**	**1,191,077.00**
Changes in net liability recognized in the Balance Sheet				
Net liability at the beginning of the year	1,240,583.42	1,137,675.00	1,191,077.00	1,022,372.00
Benefits paid	(262,448.00)	(134,990.98)	(255,524.00)	(125,746.00)
Total expenditure recognized in the income statement	333,104.92	237,899.40	327,275.00	294,451.00
Net liability at year-end	**1,311,240.34**	**1,240,583.42**	**1,262,828.00**	**1,191,077.00**
Present value of the liability at the end of the period	**1,311,240.34**	**1,240,583.42**	**1,262,828.00**	**1,191,077.00**
Analysis of expenditures recognized in the income statement				
Cost of current employment	106,179.92	108,884.40	104,639.00	99,775.00
Interest against the liability	65,604.00	53,527.00	64,370.00	49,667.00
Cost of additional benefits	157,498.00	68,726.00	154,571.00	64,980.00
Cost of arrangement from the transfer of personnel	-	-	-	73,267.00
Depreciation of actuarial loss	3,823.00	6,762.00	3,695.00	6,762.00
Total expenditure recognized in the income statement	**333,104.92**	**237,899.40**	**327,275.00**	**294,451.00**
The main actuarial assumptions that were used for accounting purposes are as follows:				
Discount rate	5.5%	4.8%	5.5%	4.8%
Future salary increases	3.5%	4.0%	3.5%	4.0%

(a) Retirement benefits

Pursuant to Greek labour law, employees are entitled to an indemnification in the event of their discharge or retirement, the amount of which varies depending on their salaries, their years of service and the manner by which they withdraw from the company (discharge or retirement). Employees who resign or are dismissed are not entitled to an indemnification. The due indemnification in the event of retirement is equal to 40% of the indemnification that would have been payable in the event of an unjustified discharge. In Greece, these plans are not funded. With regard to accumulated benefits, the Group charges its results in each period with a corresponding increase of the retirement liability. Benefits that are paid to pensioners during each period are charged against this liability.

(b) Medical benefits after withdrawal from service

The Group has not adopted any medical plan after withdrawal from service.

20. Subsidies

The following grants have been received for the acquisition of machinery.

	CONSOLIDATED DATA		COMPANY DATA	
	31/12/08	**31/12/07**	**31/12/08**	**31/12/07**
Balance at the beginning of the year	656,623.44	918,649.68	656,623.44	918,649.68
Depreciation of grants	(162,438.63)	(262,026.24)	(162,438.63)	(262,026.24)
Balance at year-end	**494,184.81**	**656,623.44**	**494,184.81**	**656,623.44**

21. Suppliers & other liabilities

	CONSOLIDATED DATA		COMPANY DATA	
	31/12/08	**31/12/07**	**31/12/08**	**31/12/07**
Suppliers	14,788,673.30	16,911,985.53	8,970,576.95	11,218,600.03
Advance payments from customers	546,688.16	68,694.26	413,445.16	-
Social security funds	689,081.56	639,287.34	676,748.48	614,751.94
Amounts due to affiliated entities	2,880,553.45	9,223,758.40	10,773,301.50	13,566,556.42
Dividends payable	14,443.55	18,088.86	14,443.55	18,088.86
Sundry creditors	1,418,460.78	2,222,286.48	1,364,370.97	2,186,017.52
Deferred income	5,116.52	7,027.45	-	-
Accrued expenses	910,891.98	1,599,822.29	910,891.98	1,599,822.29
Other credit transit accounts	1,284,419.22	897,323.24	573,355.00	573,355.00
Other liabilities	2,493,830.95	1,252,038.97	1,385,779.19	366,360.13
Total	**25,032,159.47**	**32,840,312.82**	**25,082,912.78**	**30,143,552.19**

22. Provisions

The Company and the Group have set up a provision for open tax periods that amounts to € 200,000 on 31 December 2008 and to € 100,000 on 31 December 2007.

23. Expenses per category

CONSOLIDATED DATA	**Cost of sales**	**Selling Expenses**	**Administrative expenses**	**Total**
31/12/07				
Employee benefits	(15,589,059.67)	(3,436,081.68)	(3,479,735.64)	**(22,504,876,99)**
Cost of stocks recognized as an expense	(324,249,842.11)	(137,186.38)	(4,553.66)	**(324,391,582.15)**
Depreciation	(6,692,678.46)	(180,088.32)	(642,414.18)	**(7,515,180.96)**
Insurance premiums	(468,143.62)	(408,762.83)	(53,910.88)	**(930,817.33)**
Rent	(283,326.86)	(494,378.34)	(176,484.01)	**(954,189.21)**
Transportation	(5,030,715.51)	(57,259.69)	(34,064.41)	**(5,122,039.61)**
Fees – benefits of third parties	(7,716,875.11)	(1,740,877.22)	(656,328.90)	**(10,114,081.23)**
Provisions	-	-	(9,192.61)	**(9,192.61)**
Other expenses	(5,742,081.57)	(701,204.67)	(1,933,775.96)	**(8,377,062.20)**
Total	**(365,772,722.91)**	**(7,155,839.13)**	**(6,990,460.25)**	**(379,919,022.29)**
31/12/08				
Employee benefits	(16,830,880.84)	(3,858,699.17)	(3,762,553.59)	**(24,452,133.60)**
Cost of stocks recognized as an expense	(291,986,744.03)	(212,514.78)	-	**(292,199,258.81)**
Depreciation	(6,376,375.58)	(74,908.84)	(482,397.92)	**(6,933,682.34)**
Insurance premiums	(460,287.83)	(271,789.81)	(43,410.34)	**(775,487.98)**
Rent	(328,019.56)	(603,284.18)	(183,721.71)	**(1,115,025.45)**
Transportation	(4,733,709.72)	(104,519.56)	(29,097.91)	**(4,867,327.19)**
Fees – benefits of third parties	(8,906,914,77)	(1,245,073.78)	(745,525.22)	**(10,897,513.77)**
Provisions	(46,808.39)	(12,594.61)	(15,638.44)	**(75,041.44)**
Other expenses	(7,361,140.66)	(508,282.60)	(2,259,329.88)	**(10,128,753.14)**
Total	**(337,030,881.38)**	**(6,891,667.33)**	**(7,521,675.01)**	**(351,444,223.72)**

COMPANY DATA	**Cost of sales**	**Selling Expenses**	**Administrative expenses**	**Total**
31/12/07				
Employee benefits	(10,384,352.54)	(1,835,190.09)	(2,389,499.97)	**(14,609,042.60)**
Cost of stocks recognized as an expense	(241,478,137.34)	(137,066.04)	-	**(241,615,203.38)**
Depreciation	(4,022,507.20)	(140,807.46)	(145,451.83)	**(4,308,766.49)**
Insurance premiums	(216,083.50)	(391,886.41)	(32,339.80)	**(640,309.71)**
Rent	(158,612.09)	(387,119.45)	(116,948.25)	**(662,679.79)**
Transportation	(3,415,006.91)	(18,795.36)	(16,681.13)	**(3,450,483.40)**
Fees – benefits of third parties	(8,343,011.54)	(367,468.83)	(375,162.50)	**(9,085,642.87)**
Other expenses	(2,612,888.46)	(426,215.45)	(1,675,887.36)	**(4,714,991.27)**
Total	**(270,630,599.58)**	**(3,704,549.09)**	**(4,751,970.84)**	**(279,087,119.51)**
31/12/08				
Employee benefits	(11,526,202.04)	(2,013,032.60)	(2,193,887.66)	**(15,733,122.30)**
Cost of stocks recognized as an expense	(213,818,542.75)	(211,790.61)	-	**(214,030,333.36)**
Depreciation	(3,906,938.75)	(34,012.43)	(119,413.10)	**(4,060,364.28)**
Insurance premiums	(228,853.47)	(254,705.54)	(15,221.67)	**(498,780.68)**
Rent	(412,915.80)	(394,948.33)	(102,871.68)	**(910,735.81)**
Transportation	(3,308,594.23)	(9,851.41)	(10,844.25)	**(3,329,289.89)**
Fees – benefits of third parties	(8,365,856.58)	(325,062.03)	(377,937.33)	**(9,068,855.94)**
Provisions	(46,808.39)	(12,594.61)	(12,348.00)	**(71,751.00)**
Other expenses	(4,250,948.44)	(458,312.89)	(2,054,177.34)	**(6,763,438.67)**
Total	**(245,865,660.45)**	**(3,714,310.45)**	**(4,886,701.03)**	**(254,466,671.93)**

24. Employee benefits

	CONSOLIDATED DATA		**COMPANY DATA**	
	31/12/08	**31/12/07**	**31/12/08**	**31/12/07**
Personnel fees and expenses	19,375,407.55	16,865,033.09	12,294,395.51	10,811,363.32
Social security expenses	4,743,621.13	4,681,944.50	3,111,451.79	2,783,228.28
Retirement cost of fixed benefits schemes	333,104.92	237,899.40	327,275.00	294,451.00
Other employee benefits	-	720,000.00	-	720,000.00
Total	**24,452,133.60**	**22,504,876.99**	**15,733,122.30**	**14,609,042.60**

25. Financial income/(expenses), net

	CONSOLIDATED DATA		**COMPANY DATA**	
Income	**31/12/08**	**31/12/07**	**31/12/08**	**31/12/07**
Interest	239,802.16	291,451.08	144,066.11	197,245.38
Foreign exchange differences	26,860,468.77	31,094,987.37	1,317,021.99	1,254,720.21
Profit from foreign exchange swaps	3,344,897.05	1,448,388.70	3,344,897.05	1,445,864.39
Total income	**30,445,167.98**	**32,834,827.15**	**4,805,985.15**	**2,897,829.98**
Expenses				
Interest charges and related expenses	(8,797,651.29)	(7,614,023.74)	(5,337,194.21)	(5,362,076.83)
Foreign exchange differences	(28,804,066.74)	(32,764,554.16)	(2,067,839.77)	(1,651,784.80)
Losses from foreign exchange swaps	(2,301,224.44)	(621,216.44)	(2,300,466.74)	(616,501.91)
Total expenses	**39,902,942.47**	**(40,999,794.34)**	**(9,705,500.72)**	**(7,630,363.54)**
Financial income/(expenses), net	**(9,457,774.49)**	**(8,164,967.19)**	**(4,899,515.57)**	**(4,732,533.56)**

26. Income tax

Current and deferred tax is analysed as follows:

	CONSOLIDATED DATA		COMPANY DATA	
	31/12/08	31/12/07	31/12/08	31/12/07
Current tax	(629,138.36)	(3,372,354.06)	(426,961.68)	(2,638,290.54)
Deferred tax	1,415,605.43	(897,097.67)	1,289,331.85	(527,496.00)
TOTAL TAX	**786,467.07**	**(4,269,451.73)**	**862,370.17**	**(3,165,786.54)**

The reconciliation of the tax of the fiscal year by applying the parent company's tax rate (25% for 2008 and 29% for 2007) is as follows:

	CONSOLIDATED DATA		COMPANY DATA	
	31/12/08	31/12/07	31/12/08	31/12/07
Accounting profit before taxes	**(1,761,128.09)**	**20,371,614.32**	**2,425,988.95**	**11,365,612.97**
Tax, based on parent's rate (2008: 25% & 2007:25%)	**440,282.02**	**(5,092,903.58)**	**(606,497.24)**	**(2,841,403.24)**
Future gain from the tax real estate readjustment	**310,203.37**	-	333,852.83	-
Permanent tax differences	**(1,107,893.58)**	**35,164.30**	(67,060.41)	(263,702.30)
Effect of the difference in the tax rates of subsidiaries on the tax	**(133,191.88)**	**808,622.29**	-	-
Additional taxes paid	**(4,883.40)**	**(435,681.00)**	(4,808.10)	(435,681.00)
Differences from tax audit	**(100,000.00)**	**(100,000.00)**	(100,000.00)	(100,000.00)
Tax rate change	**1,001,941.61**	-	831,883.09	-
Offsetting of tax loss of subsidiary	**(3,995.46)**	**40,346.26**	-	-
Non-recognition of subsidiary's tax loss	**(90,995.62)**	-	-	-
Untaxed reserves (Law 2601/98)	**475,000.00**	**475,000.00**	475,000.00	475,000.00
Total income tax of the fiscal year	**786,467.07**	**(4,269,451.73)**	**862,370.17**	**(3,165,786.54)**

Nominal income tax has been calculated based on consolidated profits by the nominal tax rate of the Company. Pursuant to applicable tax laws, the respective tax rate for activities in Greece comes to 25% for the years from 2007 to 2009, while as of 2010 it will be gradually reduced by 1% to reach 20% by 2014. Tax losses for which no deferred tax asset has been recognized amount approximately to € 0.9 mio on 31 December 2008 at consolidated level and concern a domestic subsidiary (2007: € 1 million).

27. Other operating income/(expenses), net

Amounts in Euro	CONSOLIDATED DATA		COMPANY DATA	
	31/12/08	31/12/2007	31/12/08	31/12/2007
Income				
Income from rents	170,215.07	276,579.16	160,270.07	184,479.16
Depreciation of grants received	162,438.63	262,026.24	162,438.63	262,026.24
Other income	1,292,351.38	813,635.24	1,331,545.42	812,580.75
Total	**1,625,005.08**	**1,260,140.64**	**1,654,254.12**	**1,259,086.15**
Expenses				
Provisions for penalties	-	(228,200.00)	-	(228,200.00)
Other expenses	(1,270,799.88)	(199,861.55)	(861,803.64)	(137,928.34)
Total	**(1,270,799.88)**	**(428,061.55)**	**(861,803.64)**	**(326,168.34)**
Profits from the sale of fixed assets	11,248.49	3,100.61	88,206.42	38,726.34
Other operating income – expenses, net	**365,453.69**	**835,179.70**	**880,656.90**	**931,684.15**

28. Cash flow for operating activities

Amounts in Euro	CONSOLIDATED DATA		COMPANY DATA	
	2008	**2007**	**2008**	**2007**
Profits of the period	(974,661.02)	16,102,162.59	3,288,359.12	8,199,826.43
Adjustments for:				
Tax	(786,467.07)	4,269,451.73	(862,370.17)	3,165,786.54
Depreciation of tangible assets	6,849,059.16	6,786,884.30	3,778,330.02	3,672,473.40
Depreciation of intangible assets	459,378.29	930,017.51	282,034.26	636,293.09
Impairments and reversals of impairments		(29,065.41)	-	-
Profits from the sale of tangible fixed assets	(5,300.26)	(3,100.61)	(82,258.19)	(38,726.34)
Profits from sale of investment property	(5,948.23)	-	(5,948.23)	-
Profit from the sale of financial items recorded as “available for sale”	-	(5,367.88)	-	(5,367.88)
Profits from the fair value of derivatives	(67,050.00)	(362,301.60)	(67,050.00)	(365,091.84)
Income from interest	(239,802.16)	(291,451.08)	(144,066.11)	(197,245.38)
Interest expenses	8,797,651.29	7,614,023.74	5,337,194.21	5,362,076.83
Income from dividends	(40,704.00)	(27,136.00)	(3,098,911.44)	(481,255.00)
Depreciation of grants	(162,438.63)	(262,026.24)	(162,438.63)	(262,026.24)
Profits from affiliated companies	(399,779.36)	(1,088,801.10)	-	-
Loss from the destruction of fixed assets and deletion of intangible assets	54,515.08	159,742.00	-	99,216.77
Provisions (mainly for the impairment of receivables and stocks)	13,417,933,98	1,153,115.64	9,980,893.15	537,409.64
	26,896,387.07	**34,946,147.59**	**18,243,767.99**	**20,323,370.02**
Changes in working capital				
(Increase)/decrease in inventories	8,508,842.45	(19,719,421.59)	(1,714,243.98)	(13,413,080.05)
(Increase)/decrease in receivables	31,401,716.58	(7,916,613.84)	28,677,491.42	(3,331,150.42)
Increase/(decrease) in liabilities	(6,271,990.75)	(600,637.72)	(5,051,258.02)	6,832,999.85
	33,638,568.28	**(28,236,673.15)**	**21,911,989.42**	**(9,911,230.62)**
Cash flow for operating activities	**60,534,955.35**	**6,709,474.44**	**40,155,757.41**	**10,412,139.40**

29. Commitments

Liabilities from Operating Leases

The Group leases passenger vehicles under operating leases. The future total payable rental fees according to the operating leases are as follows:

	CONSOLIDATED DATA		COMPANY DATA	
	31/12/08	**31/12/07**	**31/12/08**	**31/12/07**
Up to 1 year	304,578.16	225,984.08	213,970.88	192,342.44
From 1 to 5 years	343,521.99	223,944.69	199,264.83	186,672.89
	648,100.15	**449,928.77**	**413,235.71**	**379,015.33**

30. Contingent liabilities/ receivables

The Group's and the parent company's contingent liabilities and receivables concern banks, other guarantees and other matters that arise in the course of their ongoing activities. These liabilities and receivables are as follows:

Liabilities:

	CONSOLIDATED DATA		COMPANY DATA	
	31/12/08	**31/12/07**	**31/12/08**	**31/12/07**
Guarantees for securing liabilities to suppliers	1,193,795.91	1,016,662.00	549,586.08	478,034.23
Guarantees for securing the good performance of contracts with customers	28,449,642.14	18,133,515.67	26,387,361.96	13,922,638.46
Other liabilities	-	1,515,948.23	-	-
Total	**29,643,438.05**	**20,666,125.90**	**26,936,948.04**	**14,400,672.69**

Receivables

Amounts in Euro	CONSOLIDATED DATA		COMPANY DATA	
	31/12/08	**31/12/07**	**31/12/08**	**31/12/07**
Guarantees for securing receivables from customers	6,432.58	-	-	-
Total	**6,432.58**	**-**	**-**	**-**

Capital commitments:

Amounts in Euro	CONSOLIDATED DATA		COMPANY DATA	
	31/12/08	**31/12/2007**	**31/12/08**	**31/12/2007**
	4,525,505.00	925,000.00	4,525,505.00	925,000.00

The Group companies may be liable for income taxes due to financial years that have not been audited by tax authorities. These unaudited years are broken down as follows:

Company	Financial years from	to
HELLENIC CABLES S.A. (parent company)	2007	2008
TELECABLES S.A.	2004	2008
ICME ECAB S.A.	2003	2008
LESCO OOD	2003	2008
GENECOS S.A.	2005	2008
LESCO ROMANIA	2003	2008
STEELMET S.A. (parent)	2006	2008
Steelmet S.A. (parent company) Metal Globe LTD.	2003	2008
Metal Agencies LTD.	-	-
EDE S.A.	1999	2008
De laire Limited	2001	2008
Copperprom Ltd.	2003	2008
Electric Cable Agencies	-	-
JOINT VENTURE NEXANS–HELLENIC CABLES–FULGOR–PPC CONDUITS 2005	2006	2008
JOINT VENTURE NEXANS & HELLENIC CABLES - PPC 2005'	2006	2008
JOINT VENTURE NEXANS & HELLENIC CABLES - PPC 2006'	2006	2008
JOINT VENTURE NEXANS - HELLENIC CABLES - FULGOR - PPC 2007'	2007	2008

During year 2007, the tax audit of the parent company was completed for fiscal years 2003 to 2006, from which taxes and surcharges emerged amounting to € 436 thousand, which burdened the period’s results.

31. Affiliated companies

Transactions with subsidiaries and associates take place in the ordinary course of the Group's operation and concern mainly operating activities. The balances at year-end are not covered by collateral and are settled through payment in cash within the time limits stipulated by these companies.

Inter-company balances and transactions between companies consolidated by applying the full consolidation method have been crossed out from the Group's financial statements. Tables presenting receivables, payables, income and expenses of both Group and Company with affiliated companies are set out below:

a) Transactions at Group level are detailed as shown below:

2008		Sales of goods & services	Purchases of goods & services	Receivables	Liabilities
HALCOR	(**)	22,231,221.61	28,104,368.50	306,271.05	(249,745.97)
METAL AGENCIES	(*)	3,418,691.78	283,653.52	1,137,320.70	67,974.05
SOFIA MED	(**)	1,480,227.35	25,334.93	74,195.64	30,401.91
ELVAL S.A.	(**)	1,353,832.73	1,197,764.69	228,183.10	725,968.20
STEELMET BULGARIA	(**)	929,189.56	6,321.02	368,864.50	89,574.95
ETEM S.A.	(**)	832,140.36	2,556,607.05	816.02	-
STEELMET CY	(**)	730,478.00	1,084,215.38	132,839.00	692,781.73
Other companies		2,124,724.46	5,548,701.33	1,730,225.32	1,523,598.58
TOTAL		**33,100,505.85**	**38,806,966.43**	**3,978,715.34**	**2,880,553.45**

2007		Sales of goods & services	Purchases of goods & services	Receivables	Liabilities
HALCOR	(**)	35,500,212.2	47,963,191.3	1,578,622.5	1,233,847.5
METAL AGENCIES	(*)	3,653,206.2	362,685.7	372,001.9	218,828.6
SOFIA MED	(**)	2,881,930.5	2,501,329.7	251,531.4	1,075,973.0
ELVAL S.A.	(**)	1,203,533.2	1,079,749.2	127,832.0	896,383.1
STEELMET BULGARIA	(**)	1,243,764.8	24,848.5	86,732.4	83,754.0
TEPRO METAL GMBH	(**)	2,641,333.4	226,828.1	71,824.3	27,962.5
ETEM S.A.	(**)	316,654.8	741,913.3	62,200.9	-
STOMANA	(**)	2,814.0	7,223,318.0	2,814.0	4,143,871.7
STEELMET	(**)	2,419.1	1,142,723.1	1,697.3	71,363.8
STEELMET CY	(**)	-	1,319,491.4	-	440,548.3
ERGOSTEEL	(**)	-	740,558.1	-	100,710.4
Other companies		1,507,333.5	2,723,549.1	2,108,876.7	930,515.5
TOTAL		**48,953,201.59**	**66,050,185.38**	**4,664,133.44**	**9,223,758.40**

a) Transactions at Company level are detailed as shown below:

2008		**Sales of goods & services**	**Purchases of goods & services**	**Receivables**	**Liabilities**
ICME ECAB		8,145,993.63	29,308,060.89	2,184,427.09	5,389,791.26
TELECABLES		6,141.30	296,223.90	408,252.01	3,915,827.25
LESCO EOOD		18,671.83	1,035,014.34	9,625.00	11,456.40
GENECOS		799,743.37	304.84	423,414.90	38,467.06
JOINT VENTURE Nexans-Fulgor-Cables-PPC 2005		323296.73	3781.19	384723.08	1463.53
JOINT VENTURE Nexans-Cables-PPC 2006		29,761	1027.54	35415.34	761.6
JOINT VENTURE Nexans-Fulgor-PPC- Cables 2007		14,476,239.92	3,283.94	73,751.32	1,305.14
JOINT VENTURE Nexans-PPC-Cables 2005		1,683,954.,02	286,844.31	-	1,951.60
DE LAIRE		-	253,148.11	-	-
SUBSIDIARIES' TOTAL		**25,483,801.80**	**31,187,689.06**	**3,519,608.74**	**9,361,023.84**
STEELMET S.A.	(*)	85.25	1,334,573.74	-	367,420.93
STEELMET CY	(**)	-	638,401.32	-	468,482.79
HALCOR	(**)	21,778,815.96	14,518,798.94	202,710.05	-
METAL AGENCIES	(*)	2,075,885.46	249,428.33	769,010.86	25,874.71
TEKA SYSTEMS	(**)	2,002.08	1,008,127.56	26.28	10,883.01
ETEM S.A.	(**)	45,704.97	1,896,031.99	-3,365.04	-
ΕΡΛΙΚΟΝ	(**)	1,967.74	1,182,423.24	-	70,213.90
Other companies		1,780,474.24	1,287,561.38	1,881,762.85	469,402.32
AFFILIATES' TOTAL		**25,684,935.70**	**22,115,346.50**	**2,850,145.00**	**1,412,277.66**
PARENT'S GRAND TOTAL		**51,168,737.50**	**53,303,035.56**	**6,369,753.74**	**10,773,301.50**

2007	Sales of goods & services	Purchases of goods & services	Receivables	Liabilities
ICME ECAB	3948010.29	26384641.86	664999.67	6706816.63
TELECABLES	138,938.74	3,332,490.49	401,439.22	5,186,429.85
LESCO EOOD	39,235.80	1,419,782.54	4,067.83	201,338.48
GENECOS	716,679.27	20,284.81	536,894.72	48,881.21
JOINT VENTURE Nexans-Fulgor-PPC- Cables 2005	418,603.26	3,679.66	0.00	2,919.20
JOINT VENTURE Nexans-PPC-Cables 2006	127,271.24	3,204.53	71,367.12	4,003.79
JOINT VENTURE Nexans-Fulgor-PPC- Cables 2007	3,388,841.64	546.79	4032721.55	650.68
JOINT VENTURE Nexans-PPC-Cables 2005	3,984,232.33	14,910.00	12,702.23	15,791.30
SUBSIDIARIES' TOTAL	**12,761,812.57**	**31,179,540.68**	**5,724,192.34**	**12,166,831.14**
STEELMET S.A. (*)	953.6	1,142,723.12	1697.28	71,363.78
STEELMET CY (**)	-	796,540.57	-	125,654.84
HALCOR (**)	35,156,641.12	42,001,661.23	1,499,842.21	-
METAL AGENCIES (*)	1,775,367.59	326,039.09	146,406.86	200,749.92
TEKA SYSTEMS (**)	4,621.39	334,257.00	19001.34	282,891.62
ETEM (**)	44,980.70	741,913.27	36,899.79	-
ERLIKON (**)	6,885.60	1,007,999.82	8193.86	423,211.77
ERGOSTEEL S.A. (**)	-	740,558.08	-	100,710.42
ELVAL S.A. (**)	734,214.21	72,099.20	111841.21	49,001.58
SIDENOR S.A. (**)	168,925.92	11,253.43	4,511	-
VIOHALCO S.A.:	4,220.74	333,660.00	-	-
SOVEL S.A. (**)	120,633.08	4,790.00	35361.69	-
ANTIMET S.A. (**)	-	222,260.51	1640894.43	35,519.67
STEELMET BULGARIA (**)	901,282.13	13,940.34	58885.61	75,721.99
Other companies	463,789.04	409,509.37	261,607.99	34,899.69
AFFILIATES' TOTAL	**39,382,515.12**	**48,159,205.03**	**3,825,143.27**	**1,399,725.28**
PARENT'S GRAND TOTAL	**52,144,327.69**	**79,338,745.71**	**9,549,335.61**	**13,566,556.42**

* Companies consolidated using the equity method of accounting.

** Companies which belong to the VIOHALCO S.A. Group, parent company of HALCOR S.A. (Basic shareholder of the Company Hellenic Cables S.A.)

Benefits to the Management	**CONSOLIDATED DATA**		**COMPANY DATA**	
Amounts in Euro	**31/12/08**	**31/12/07**	**31/12/08**	**31/12/07**
Fees – Benefits to the B.o.D and Executives including the proposed distribution of the current year's profit	750,644.34	1,431,366.46	315,790.84	972,226.02
	750,644.34	**1,431,366.46**	**315,790.84**	**972,226.02**

No profits will be distributed to executives for 2008.

32. Earnings per share

Basic and diluted earnings per share are calculated by dividing the profit that corresponds to the parent company's shareholders by the weighted average number of outstanding common shares during the period.

	CONSOLIDATED DATA		COMPANY DATA	
	31/12/08	31/12/2007	31/12/08	31/12/2007
Profits that correspond to the parent company's shareholders	(962,601.72)	15,991,177.95	3,288,359.12	8,199,826.43
Weighted average number of shares	27,226.360	27,161.905	27,226,360	27,161,905
Basic earnings per share (Euros per share)	0.035	0.589	0.121	0.302

	CONSOLIDATED DATA		COMPANY DATA	
	31/12/08	31/12/2007	31/12/08	31/12/2007
Profits that correspond to the parent company's shareholders	(962,601.72)	15,991,177.95	3,288,359.12	8,199,826.43
Weighted average number of shares	27,226.360	27,161,905	27,226,360	27,161,905
Adjustment for rights on shares	-	103,671	-	103,671
Total weighted average number of shares for diluted profits per share	27,226.360	27,265,576	27,226,360	27,265,576
Diluted earnings per share (Euros per share)	(0.035)	0.587	0.121	0.301

33. Dividends per share

	2008
Proposed dividend	0.00
Number of shares on December 31st	27,262,360
Proposed dividend per share from profits of 2008 (which must be approved by the General Shareholders' Meeting)	0.00

	2007
Proposed dividend	3,539,426.80
Number of shares on December 31st	27,226,360
Proposed dividend per share from profits of 2007 (which must be approved by the General Shareholders' Meeting)	0.13

34. Financial risk management

Financial risk factors
The Group is exposed to the following risks from the use of its financial instruments:

Credit risk

Liquidity risk

Market risk

This note presents information regarding the Group's exposure to each of the above risks, the Group's objectives, the policies and procedures it applies for the calculation and management of risk, as well as the management of the Group's capital. Additional quantitative information on such disclosures are included throughout the consolidated financial statements.
The Group's risk management policies are applied in order to identify and analyze the risks that the Group is exposed to, set risk-taking limits and apply relevant control systems. The risk management policies and relevant systems are examined from time to time so as to take into account any changes in the market and the Group's activities.

The supervision of adherence to the risk management policies and procedures have been appointed to the Internal Audit department, which realizes ordinary and extraordinary audits as regards to the implementation of procedures, with the audit results being disclosed to the Board of Directors.

Credit risk

Credit risk is the risk that the Group will incur loss if a client or third party to a transaction on a financial instrument fails to perform according to the terms and conditions laid down in the relevant contract. Credit risk is mainly associated with receivables from clients and investments in securities.

The financial assets that entail credit risk are as follows:

(amounts in Euro)

	Note	GROUP		COMPANY	
		31/12/2008	**31/12/2007**	**31/12/2008**	**31/12/2007**
Financial assets available for sale	*10*	1,729,660.49	1,729,660.49	1,729,660.49	1,729,660.49
Customers	*14*	57,144,672.70	76,740,512.50	42,950,842.99	57,946,077.60
Cash in hand and cash equivalents	*15*	11,824,687.71	5,037,813.04	8,965,108.90	4,158,429.35
Derivatives	*14a*	563,535.00	1,024,733.78	563,535.00	843,385.00
		71,262,555.90	**84,532,719.81**	**54,209,147.38**	**64,677,552.44**

(a) Customers and other receivables

The Group's exposure to credit risk is affected mainly by the characteristics of each individual customer. The statistics associated with the Group's customer base, including the default risk that exists in a specific market and country where customers are in operation, have a limited effect on credit risk since there is no geographic concentration of credit risk. During 2008, no customer exceeded 10% of the turnover. During 2008, no customer exceeded 10% of the turnover. On 31 December 2008, only one customer (PPC SA) exceeded 10% of receivables open balance. During 2007, only one customer exceeded 10% of the turnover. On 31/12/2007, no customer exceeded 10% of receivables' open balance and, therefore, commercial risk is allocated to a large number of customers.

The Board of Directors has laid down a credit policy which requires that all new customers are scrutinized individually as regards their creditworthiness before normal payment terms are proposed to them. The creditworthiness control performed by the Group includes an examination of information from banking sources and other third party credit rating sources, if any. Credit lines are set for every customer, and they are re-examined in the light of current circumstances, and if required, the relevant sales and payment terms are readjusted accordingly. The credit lines of customers are mainly defined according to the insurance limit received for such from insurance companies and following the receivables are insured according to such limits.

In monitoring customer credit risk, customers are grouped depending on their credit characteristics, the aging profile of their receivables and the existence of any possible previous difficulties in collecting receivables. Customers and other trade receivables include mainly the Group's wholesale customers. Any customers marked as "high risk customers" are placed in a special list of customers and all future sales to them must be paid for in advance and approved by the Board of Directors. According to the customer's history
and capacity, in order to secure its receivables, the Group requests real guarantees or collateral (i.e. letters of guarantee), when possible.

The Group records a provision for impairment, which represents its estimated losses relating to customers, other trade receivables and investments in securities. The above provision includes mainly impairment losses relating to specific receivables which, based on given conditions, are expected to be incurred, but are not finalized yet.

(b) Investments

Investments are classified by the Group based on the purpose they are acquired for. The Management decides on appropriate classification of investments upon acquisition, and re-examines the classification at each presentation date.
The Management estimates that there will be no default in connection with such investments.

(c) Guarantees

The Group has a policy not to provide financial guarantees, except for by exception, to subsidiaries or affiliated companies following a decision by the Board of Directors.

Liquidity risk

Liquidity risk is the risk that the Group will be unable to fulfil its financial liabilities upon maturity. According to the approach adopted by the Group for liquidity management, through the maintenance of absolutely necessary cash and cash equivalents and sufficient credit lines with cooperating banks, the Group will always have adequate funds to fulfil its liabilities upon maturity, both under ordinary and extraordinary conditions, without incurring unacceptable loss or jeopardizing the Group's reputation.

To prevent liquidity risks, when preparing its annual budget, the Group estimates its cash flows for one year. The Group also estimates such cash flows every quarter so as to ensure that it holds sufficient cash and cash equivalents to meet its operating needs, including the fulfilment of its financial liabilities. The above policy does not take into account the effect of extremely unusual and unpredictable conditions.

The analysis of financial liabilities and derivatives (for which purchases are presented with a negative sign and sales with a positive sign and do not include interest) based on the contractual maturity, is as follows:

(amounts in Euro)

GROUP	**31/12/2007**	**<1 year**	**1- 2 years**	**2-5 year**	**> 5 years**	**Total**
31 December 2007						
Financial liabilities						
Bank loans	43,815,778.14	28,399,118.14	4,916,660.00	9,000,000.00	1,500,000.00	**43,815,778.14**
Corporate bond loans	95,000,000.00	20,000,000.00	28,750,000.00	46,250,000.00		**95,000,000.00**
Bank Open Accounts	318,427.39	318,427.39	-	-	-	**318,427.39**
Financial Leasing Liabilities	14,838.00	7,998.00	6,840.00	-	-	**14,838.00**
Suppliers and other liabilities	32,840,312.81	32,659,084.83	19,972.80	161,255.18	-	**32,840,312.81**
	171,989,356.34	**81,384,628.36**	**33,693,472.80**	**55,411,255.18**	**1,500,000.00**	**171,989,356.34**

Derivatives (Analysis per category)	**31/12/2007**	**<1 year**	**1- 2 years**	**2-5 year**	**Total**
Nominal value of interest rate swaps (in €)	15,500,000.00	8,250,000.00	7,250,000.00	-	**15,500,000.00**
Nominal value of foreign exchange forward contracts (in USD)	19,057,036.96	19,057,036.96	-	-	**19,057,036.96**
Nominal value of foreign exchange forward contracts (in GBP)	13,485,546.61	13,485,546.61	-	-	**13,485,546.61**
Nominal Value of Aluminium Derivatives	803,436.55	1,406,058.65	(602,622.10)	-	**803,436.55**
Nominal Value of Copper Derivatives	1,728,728.67	2,032,838.44	(304,109.77)	-	**1,728,728.67**
	50,574,748.79	**44,231,480.66**	**6,343,268.13**	-	**50,574,748.79**

COMPANY	**31/12/2007**	**<1 year**	**1- 2 years**	**2-5 year**	**Total**
31 December 2007					
Financial liabilities					
Bank loans	3,000,000.00	2,000,000.00	1,000,000.00	-	**3,000,000.00**
Corporate bond loans	95,000,000.00	20,000,000.00	28,750,000.00	46,250,000.00	**95,000,000.00**
Bank Open Accounts	197,130.03	197,130.03	-	-	**197,130.03**
Suppliers and other liabilities	30,143,552.18	28,922,781.62	1,220,770.56	-	**30,143,552.18**
	128,340,682.21	**51,119,911.65**	**30,970,770.56**	**46,250,000.00**	**128,340,682.21**

Derivatives (Analysis per category)	**31/12/2007**	**<1 year**	**1- 2 years**	**Total**
Nominal value of interest rate swaps (in €)	15,500,000.00	8,250,000.00	7,250,000.00	**15,500,000.00**
Nominal value of foreign exchange forward contracts (in USD)	19,057,036.96	19,057,036.96	-	**19,057,036.96**
Nominal value of foreign exchange forward contracts (in GBP)	13,485,546.61	13,485,546.61	-	**13,485,546.61**
Nominal Value of Aluminium Derivatives	(1,687,425.45)	(1,084,803.35)	(602,622.10)	**(1,687,425.45)**
Nominal Value of Copper Derivatives	(3,284,265.33)	(2,980,155.56)	(304,109.77)	**(3,284,265.33)**
	43,070,892.79	**36,727,624.66**	**6,343,268.13**	**43,070,892.79**

(amounts in Euro)

GROUP	31/12/2008	<1 year	1- 2 years	2-5 year	> 5 years	Total
31 December 2008						
Financial liabilities						
Bank loans	27,029,509.18	16,525,644.88	3,000,000.00	7,503,864.30	-	**27,029,509.18**
Corporate bond loans	80,154,967.00	28,750,000.00	20,000,000.00	31,404,967.00		**80,154,967.00**
Bank Open Accounts	174,322.80	174,322.80	-	-	-	**174,322.80**
Financial Leasing Liabilities	6,068.65	6,068.65	-	-	-	**6,068.65**
Suppliers and other liabilities	25,032,159.47	24,948,503.10	28,447.61	55,208.76	-	**25,032,159.47**
	132,397,027.10	**70,404,539.43**	**23,028,447.61**	**38,964,040.06**	**-**	**132,397,027.10**

Derivatives (Analysis per category)	31/12/2008	<1 year	1- 2 years	2-5 year	Total
Nominal value of interest rate swaps (in €)	6,250,000.00	6,250,000.00	-	-	**6,250,000.00**
Nominal value of foreign exchange forward contracts (in USD)	(2,393,953.30)	(2,393,953.30)	-	-	**(2,393,953.30)**
Nominal value of foreign exchange forward contracts (in GBP)	2,742,717.58	2,742,717.58	-	-	**2,742,717.58**
Nominal Value of Aluminium Derivatives	18,083.02	18,083.02	-	-	**18,083.02**
Nominal Value of Copper Derivatives	(4,791,904.99)	(4,104,614.03)	(687,290.96)	-	**(4,791,904.99)**
	1,824,942.31	**2,512,233.27**	**(687,290.96)**	**-**	**1,824,942.31**

COMPANY	31/12/2008	<1 year	1- 2 years	2-5 year	Total
31 December 2008					
Financial liabilities					
Bank loans	-	-	-	-	-
Corporate bond loans	80,154,967.00	28,750,000.00	20,000,000.00	31,404,967.00	**80,154,967.00**
Bank Open Accounts	54,853.01	54,853.01	-	-	**54,853.01**
Suppliers and other liabilities	25,082,912.78	25,082,912.78	-	-	**25,082,912.78**
	105,292,732.79	**53,887,765.79**	**20,000,000.00**	**31,404,967.00**	**105,292,732.79**

Derivatives (Analysis per category)	31/12/2008	<1 year	1- 2 years	Total
Nominal value of interest rate swaps (in €)	6,250,000.00	6,250,000.00	-	**6,250,000.00**
Nominal value of foreign exchange forward contracts (in USD)	(2,393,953.30)	(2,393,953.30)	-	**(2,393,953.30)**
Nominal value of foreign exchange forward contracts (in GBP)	2,742,717.58	2,742,717.58	-	**2,742,717.58**
Nominal Value of Aluminium Derivatives	(315,260.03)	(315,260.03)	-	**(315,260.03)**
Nominal Value of Copper Derivatives	(2,999,339.20)	(2,312,048.24)	(687,290.96)	**(2,999,339.20)**
	3,284,165.05	**3,971,456.01**	**(687,290.96)**	**3,284,165.05**

Market risk

Market risk is the risk of fluctuations in raw material prices, exchange rates and interest rates which can have an effect on the Group’s results or the value of its financial instruments. Market risk management is aimed at controlling the Group’s exposure to relevant risks within a framework of acceptable parameters, with a parallel optimization of performance.
The Group uses transactions on derivative financial instruments in order to offset part of market risks.

(a) Risk from Fluctuation of Prices of Metal Raw Materials (copper, aluminium, and other metals)

The Group bases both its purchases and sales on stock prices/indices linked to the prices of copper and other metals which are used by the Group and included in its products. The risk from the fluctuation of metal prices is covered with hedging (futures contracts on the London Metal Exchange – LME). The Group, however, does not use hedging for its entire operating inventory, and thus a possible drop in metal prices would have a negative effect on its results due to devaluation of its inventories.

(b) Foreign exchange risk

The Group is exposed to foreign exchange risk in connection with its sales and purchases and its loans issued in a currency other than the functional currency of the Group companies, which is primarily the Euro. Currencies in which such transactions take place are mainly the euro, USD, GBP and Romanian currency.

Over time, the Group hedges the greatest part of its estimated exposure to foreign currencies in relation to the anticipated sales and purchases as well as receivables and liabilities in foreign currency. The Group enters mainly into currency forward contracts with external counterparties so as to deal with the risk of the exchange rates varying, which mainly expire within less than a year from the balance sheet date. When necessary, such futures are renewed upon expiry. On a per-case basis, foreign exchange risk may also be hedged by obtaining loans in the respective currencies.
Loan interest is in the same currency as that used in the cash flows arising from the Group's operating activities, which is mainly the Euro.
The Group's investments in other subsidiaries are not hedged, since those foreign exchange positions are considered as long term in nature.

The risk from changes in foreign exchange rates is as follows:

amounts in Euro

GROUP	**31 Δεκεμβρίου 2007**					
	EURO	**USD**	**GBP**	**LEVA**	**RON**	**OTHER**
Customers and receivables	79,776,102.97	1,279,568.07	12,483,478.84	4,209.11	12,130,929.96	-
Borrowings	(123,570,918.64)	(528,234.60)	(375,901.24)	(121,297.36)	(14,552,691.69)	-
Trade and other creditors	(26,642,104.99)	(558,207.79)	(277,181.39)	(50,629.96)	(5,258,397.69)	(53,790.99)
Cash equivalents	4,421,350.09	77,490.86	90,880.38	46,481.80	401,545.51	64.40
	(66,015,570.57)	270,616.54	11,921,276.59	(121,236.41)	(7,278,613.91)	(53,726.59)
Derivatives for hedging of the above Risks (Nominal Value)	-	(294,712.12)	(13,485,546.61)	-	-	-
Total Risk	**(66,015,570.57)**	**(24,095.58)**	**(1,564,270.02)**	**(121,236.41)**	**(7,278,613.91)**	**(53,726.59)**

COMPANY	**31 Δεκεμβρίου 2007**					
	EURO	**USD**	**GBP**	**LEVA**	**RON**	**OTHER**
Customers and receivables	68,910,199.93	607,581.85	10,988,214.86	-	-	-
Borrowings	(98,000,000.00)	(197,130.03)	-	-	-	-
Trade and other creditors	(29,508,020.70)	(357,395.90)	(227,314.84)	-	-	(50,820.74)
Cash equivalents	3,992,894.48	75,177.49	90,357.38	-	-	
	(54,604,926.29)	128,233.41	10,851,257.40	-	-	(50,820.74)
Derivatives for hedging of the above Risks (Nominal Value)	-	(294,712.12)	(13,485,546.61)	-	-	-
Total Risk	**(54,604,926.29)**	**(166,478.71)**	**(2,634,289.21)**	**-**	**-**	**(50,820.74)**

amounts in Euro

GROUP	**31 Δεκεμβρίου 2008**					
	EURO	**USD**	**GBP**	**LEVA**	**RON**	**OTHER**
Customers and receivables	53,764,906.29	828,739.26	4,073,381.14	440.53	13,373,304.44	(50,601.48)
Borrowings	(93,708,966.90)	(862,803.09)	(1,768,293.88)	(119,469.79)	(10,905,333.97)	-
Trade and other creditors	(19,575,690.66)	(1,031,959.59)	(243,140.10)	(84,326.24)	(4,109,702.51)	12,659.64
Cash equivalents	11,135,350.44	13,604.85	7,371.22	44,791.16	623,457.58	112.46
	(48,384,400.83)	(1,052,418.57)	2,069,318.38	(158,564.34)	(1,018,274.46)	(37,289.38)
Derivatives for hedging of the above Risks (Nominal Value)	-	(260,538.18)	(2,742,717.58)	-	-	-
Total Risk	**(48,384,400.83)**	**(1,312,956.75)**	**(673,399.20)**	**(158,564.34)**	**(1,018,274.46)**	**(37,289.38)**

COMPANY	31 Δεκεμβρίου 2008					
	EURO	**USD**	**GBP**	**LEVA**	**RON**	**OTHER**
Customers and receivables	49,671,803.84	276,887.88	3,149,988.94	-	-	(50,061.48)
Borrowings	(80,208,965.90)	(854.11)	-	-	-	-
Trade and other creditors	(23,976,140.39)	(920,028.50)	(199,403.53)	-	-	12,659.64
Cash equivalents	8,950,572.80	12,578.60	1,917.61	-	-	39.89
	(45,562,729.65)	(631,416.13)	2,952,503.02	-	-	(37,361.95)
Derivatives for hedging of the above Risks (Nominal Value)	-	(260,538.18)	(2,742,717.58)	-	-	-
Total Risk	**(45,562,729.65)**	**(891,954.31)**	**(209,785.44)**	**-**	**-**	**(37361.95)**

Sensitivity analysis:

If the foreign currency increased by 10% against the euro, the effect would be:

GROUP	**Results**		**Equity**	
	2008	**2007**	**2008**	**2007**
USD	(145,884.08)	(2,677.29)	-	-
GBP	(74,822.13)	(173,807.78)	-	-
LEVA	(17,618.26)	(13,470.71)	-	-
RON	-	-	(113,141.61)	(808,734.88)

COMPANY	**2008**	**2007**	**2008**	**2007**
USD	(99,106.03)	(18,497.63)	-	-
GBP	23,309.49	(292,698.80)	-	-

If the foreign currency was depreciated by 10% against the euro, the effect would be:

GROUP	**Results**		**Equity**	
	2008	**2007**	**2008**	**2007**
USD	119,359.70	2,190.51	-	-
GBP	61,218.11	142,206.37	-	-
LEVA	14,414.94	11,021.49	-	-
RON	-	-	92,570.41	661,692.17

COMPANY	**2008**	**2007**	**2008**	**2007**
USD	81,086.76	15,134.43	-	-
GBP	(19,071.40)	239,480.84	-	-

(c) Interest rate risk

The Group obtains funds for its investment and its working capital through bank loans and bond loans, and thus debit interest is charged to its results. If interest rates go up, this will have a negative impact on the results and the Group will incur additional loan cost.

The interest rate risk is mitigated as part of the group's loans are obtained based on fixed interest rates, either directly or through the use of financial instruments (interest rate swaps).

The relevant analysis is as follows:

amounts in Euro	GROUP		COMPANY	
	31/12/2008	**31/12/2007**	**31/12/2008**	**31/12/2007**
Fixed interest rates				
Financial liability items	6,250,000,00	15,500,000,00	6,250,000,00	15,500,000,00
	6,250,000,00	**15,500,000,00**	**6,250,000,00**	**15,500,000,00**
Floating interest rate				
Financial liability items	101,114,867,63	123,649,043,53	73,959,820,01	82,697,130,03
	101,114,867,63	**123,649,043,53**	**73,959,820,01**	**82,697,130,03**

If interest rates increased/decreased by 0.25% the effect on results and equity would be as follows:

GROUP	**Results**		**Equity**	
	2008	**2007**	**2008**	**2007**
Floating interest rate	-/+361,040.89	-/+286,258.55	-	-
Interest rate swaps	-	-	-/+5,688.71	+/-42,619.56

COMPANY	**Results**		**Equity**	
	2008	**2007**		**2007**
Floating interest rate	-/+237,945.71	-/+202,146.99	-	-
Interest rate swaps	-	-	-/+5,688.71	+/-42,619.56

Capital Management

The policy applied by the Board of Directors includes the maintenance of a robust capital basis, in order to keep the Group trustworthy among investors, creditors and market players, and allow the future development of the Group's activities. The Board of Directors monitors capital performance, which is defined by the Group as the net results divided by the total net worth, exclusive of non convertible preferred shares and minority interests. The Board of Directors also monitors the level of dividends distributed to holders of ordinary shares.

The Board of Directors tries to maintain a balance between the higher performance levels which would have been attained through increased loans and the advantages and security offered by a robust and healthy capital basis.

The Group does not have a specific own share purchasing plan.

There have been no changes in the approach adopted by the Group concerning capital management during the fiscal year.

The Group monitors and examines its capital adequacy overall based on the ratio net debt to EBITDA (earnings before interest, taxes, depreciation & amortization). This ratio was as follows:

	GROUP		**COMPANY**	
	2008	**2007**	**2008**	**2007**
Total debt	107,364,867.63	139,141,045.53	80,209,820.01	98,197,130.03
Minus: cash & cash equivalents	(11,824,687.71)	(5,037,813.04)	(8,965,108.90)	(4,158,429.35)
Net debt	**95,540,179.92**	**134,103,232.49**	**71,244,711.11**	**94,038,700.68**
EBITDA	14,402,161.86	35,137,546.22	8,124,518.73	19,925,658.02
Net debt/EBITDA	6.6	3.8	8.8	4.7

E) Data and Information

HELLENIC CABLES SA

NO. Corp. Reg. No. 2131/06/B/19

Address: Athens Tower, Building B, 2-4, Messoghion Avenue, 11527, Athens

Facts and information on the year from 1 January 2008 to 31 December 2008

(published pursuant to Article 135 of Codified Law 2190/20 on entities preparing annual financial statements, either consolidated or not, as per IAS)

The following facts and information arising from the financial statements aim to provide general information about the financial condition and results of "HELLENIC CABLES S.A.". Therefore, readers are advised, before making any investment decision or other transaction with the company, to refer to the company's website where the financial statements and the review report of the chartered accountant-auditor, if necessary, are uploaded.

Chartered Auditor Accountant: *Georgios Anastopoulos (SOEL Reg. No: 15451)*
Auditing company: *ERNST & YOUNG (HELLAS) CHARTERED AUDITORS-ACCOUNTANTS S.A.*
Type of auditors' audit report: Upon concurrent opinion
Competent Prefecture: *Ministry of Development, S.A. and Credit Division*
BoD members: *Chairman: Batsolas I., Vice-chairman: Laios K. and members: Diakogiannis M., Kyriazis A., Stergiopoulos G., Alexiou A., Katsanos A., Stavropoulos I., Striber E., Georganas I., Gee Ronald, Wiedenmann Rudolf*
Approval date of Financial Statements: *18 March 2009*
Company website: www.cablel.gr

BALANCE SHEET ACCOUNTS (annual consolidated and non-consolidated)
Amounts in €

	CONSOLIDATED		NON-CONSOLIDATED	
	31 Dec 08	**31 Dec 07**	**31 Dec 08**	**31 Dec 07**
ASSETS				
Self-used tangible fixed assets	87.224.194,16	84.651.574,32	58.963.249,18	53.410.324,12
Investments in real estate	2.152.564,71	2.471.230,44	2.152.564,71	2.471.230,44
Intangible assets	905.125,83	1.164.068,18	649.122,21	805.247,77
Other non-current assets	5.769.693,28	6.590.490,09	22.646.964,98	22.533.715,40
Inventories	64.688.406,81	89.735.346,66	39.918.019,86	48.102.918,03
Receivables from customers	67.289.322,86	94.256.536,01	49.784.432,09	72.192.666,96
Other current assets	17.089.610,03	17.349.514,76	12.792.830,99	13.184.359,03
TOTAL ASSETS	**245.118.917,68**	**296.218.760,46**	**186.907.184,02**	**212.700.461,75**
EQUITY AND LIABILITIES				
Share capital	19.330.715,60	19.330.715,60	19.330.715,60	19.330.715,60
Other equity items	86.309.693,84	95.650.723,93	56.834.188,25	57.310.308,18
Total equity of company's shareholders (a)	105.640.409,44	114.981.439,53	76.164.903,85	76.641.023,78
Minority Interests (b)	783.352,44	867.508,27	0,00	0,00
Total equity (c)=(a) + (b)	**106.423.761,88**	**115.848.947,80**	**76.164.903,85**	**76.641.023,78**
Long-term loan liabilities	61.908.831,30	90.416.652,82	51.404.967,00	76.000.000,00
Provisions/ Other long-term liabilities	5.464.696,85	7.054.985,17	5.031.407,38	6.386.444,61
Short-term loan liabilities	45.449.967,68	48.717.552,71	28.804.853,01	22.197.130,03
Other short-term liabilities	25.871.659,98	34.180.621,96	25.501.052,78	31.475.863,33
Total liabilities (d)	**138.695.155,81**	**180.369.812,66**	**110.742.280,17**	**136.059.437,97**
TOTAL EQUITY AND LIABILITIES (c) + (d)	**245.118.917,68**	**296.218.760,46**	**186.907.184,02**	**212.700.461,75**

STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD (annual consolidated and non-consolidated)
Amounts in €

	CONSOLIDATED		NON-CONSOLIDATED	
	31 Dec 08	**31 Dec 07**	**31 Dec 08**	**31 Dec 07**
Total equity at beginning of year (1/1/2008 and 1/1/2007 respectively)	115.848.947,80	104.765.107,86	76.641.023,78	70.790.802,60
Profit / (Loss) after taxes of the year	(974.661,02)	16.102.162,59	3.288.359,12	8.199.826,43
	114.874.286,78	120.867.270,45	79.929.382,90	78.990.629,03
Increase / (decrease) in share capital	-	192.485,70	-	192.485,70
Dividends distributed (profits)	(3.539.426,80)	(2.716.155,00)	(3.539.426,80)	(2.716.155,00)
Foreign exchange differences of foreign subsidiaries	(4.184.999,92)	(3.237.809,71)	-	-
Profits from the fair value of derivatives	(726.098,18)	743.156,37	(225.052,25)	174.064,05
Total equity at end of year (31/12/2008 and 31/12/2007 respectively)	**106.423.761,88**	**115.848.947,80**	**76.164.903,85**	**76.641.023,78**

INCOME STATEMENT OF THE PERIOD (consolidated and non-consolidated figures)
Amounts in €

CONSOLIDATED	1/Jan/2008 31/Dec/2008	1/Jan/2007 31/Dec/2007
Turnover	358.334.933,07	406.504.487,00
Gross profit/ (loss)	**21.304.051,69**	**40.731.764,09**
Earnings / (loss) before taxes, financing and investment results	7.256.163,04	27.420.644,41
Profits/(losses) before taxes	**(1.761.128,09)**	**20.371.614,32**
Less taxes	786.467,07	(4.269.451,73)
Profits/(losses) after taxes	**(974.661,02)**	**16.102.162,59**
Attributable to:		
Company Shareholders	(962.601,72)	15.991.177,95
Minority Shareholders	(12.059,30)	110.984,64
	(974.661,02)	**16.102.162,59**
Basic post-tax earnings/ (loss) per share (in €)	**(0,0354)**	**0,5865**
Earnings/ (losses) before interest, taxes, depreciation and amortization (EBITDA)	**14.402.161,86**	**34.875.519,98**

NON-CONSOLIDATED	1/Jan/2008 31/Dec/2008	1/Jan/2007 31/Dec/2007
Turnover	257.812.608,11	293.772.326,89
Gross profit/ (loss)	**11.946.947,66**	**23.141.727,31**
Earnings/ (loss) before taxes, financing and investment results	4.226.593,08	15.616.891,53
Profits/(losses) before taxes	**2.425.988,95**	**11.365.612,97**
Less taxes	862.370,17	(3.165.786,54)
Profits/(losses) after taxes	**3.288.359,12**	**8.199.826,43**
Attributable to:		
Company Shareholders	3.288.359,12	8.199.826,43
Minority Shareholders	-	-
	3.288.359,12	**8.199.826,43**
Basic post-tax earnings per share (in €)	**0,1208**	**0,3007**
Recommended Dividend per share (in €)	**0,00**	**0,13**
Earnings/ (losses) before interest, taxes, depreciation and amortization (EBITDA)	**8.124.518,73**	**19.663.631,78**

CASH FLOW STATEMENT ACCOUNTS (consolidated and non-consolidated)
Amounts in €

	CONSOLIDATED		*NON-CONSOLIDATED*	
	1/Jan/2008 31/Dec/2008	**1/Jan/2007 31/Dec/2007**	**1/Jan/2008 31/Dec/2008**	**1/Jan/2007 31/Dec/2007**
Operating activities				
Results before taxes	(1.761.128,09)	20.371.614,32	2.425.988,95	11.365.612,97
Plus / less adjustments for:				
Depreciation	7.308.437,45	7.716.901,82	4.060.364,28	4.308.766,49
Provisions	13.417.933,98	1.153.115,64	9.980.893,15	537.409,64
Results (income, expenses, profit and loss) from investment activity	(704.068,93)	(1.647.481,68)	(3.398.233,97)	(988.469,67)
Depreciation of grants	(162.438,63)	(262.026,24)	(162.438,63)	(262.026,24)
Interest charges and related expenses	8.797.651,29	7.614.023,74	5.337.194,21	5.362.076,83
Plus / less adjustments for changes in working capital accounts or accounts relating to operating activities:				
Decrease/ (increase) in inventories	8.508.842,45	(19.719.421,60)	(1.714.243,98)	(13.413.080,05)
Decrease/ (increase) in receivables	31.401.716,58	(7.916.613,84)	27.442.232,02	(3.331.150,42)
(Decrease) / increase in liabilities (apart from banks)	(6.271.990,75)	(600.637,72)	(3.815.998,62)	6.832.999,85
Minus:				
Interest charges and related expenses	(8.252.605,25)	(6.862.835,97)	(5.543.335,94)	(5.065.997,97)
Taxes paid	(2.615.951,50)	(3.571.650,30)	(2.229.156,57)	(2.837.577,78)
Total inflow/ (outflow) from operating activities (a)	**49.666.398,60**	**(3.725.011,83)**	**32.383.264,90**	**2.508.563,65**
Investment activities				
Acquisition of subsidiaries, affiliated companies, joint ventures and other investments	-	(7.460,00)	(3,63)	(7.460,00)
Purchase of tangible and intangible assets	(12.198.528,21)	(9.507.639,99)	(9.459.828,10)	(6.536.622,29)
Proceeds from sales of tangible and intangible assets	94.695,73	48.553,75	170.650,96	143.986,00
Interest received	239.802,16	291.451,08	144.066,11	197.245,38
Dividends received	524.287,00	466.896,00	3.098.911,44	481.255,00
Total inflow/ (outflow) from investment activities (b)	**(11.339.743,32)**	**(8.708.199,16)**	**(6.046.203,22)**	**(5.721.595,91)**
Financing activities				
Proceeds from share capital increase	-	192.485,70		192.485,70
Proceeds from issued / received loans	7.709.820,01	66.155.195,28	7.709.820,01	35.093.444,73
Repayment of loans	(35.664.114,03)	(50.233.342,00)	(25.697.130,03)	(25.966.818,15)
Proceeds from grants	-	-	-	-
Payments of finance leases	(8.769,35)	(8.447,33)	-	-
Dividends paid	(3.543.072,11)	(2.747.540,45)	(3.543.072,11)	(2.747.540,45)
Total inflow/ (outflow) from financing activities (c)	**(31.506.135,48)**	**13.358.351,20**	**(21.530.382,13)**	**6.571.571,83**
Net increase/ (decrease) in cash and cash equivalents of the period (a) + (b) + (c)	**6.820.519,80**	**925.140,21**	**4.806.679,55**	**3.358.539,57**
Cash and cash equivalents at beginning of year	**5.037.813,04**	**4.140.386,43**	**4.158.429,35**	**799.889,78**
Effect of foreign exchange differences	**(33.645,13)**	**(27.713,60)**		
Cash and cash equivalents at year-end	**11.824.687,71**	**5.037.813,04**	**8.965.108,90**	**4.158.429,35**

Additional facts and information:

1 **The Group's companies with their respective addresses and participating interests included in the consolidated financial statements are:**

Full consolidation method:	**Holdings Direct**	**Holdings Indirect**	**Total**	**Registered office**	**Unaudited years**
TELECABLES S.A.	100,00%		100,00%	**Greece**	***2004-2008***
ICME ECAB S.A.	98,59%		98,59%	**Romania**	***2003-2008***
LESCO O.O.D	99,15%	0,85%	100,00%	**Bulgaria**	***2003-2008***
GENECOS S.A.	60,00%		60,00%	**France**	***2005-2008***
LESCO ROMANIA	65,00%		65,00%	**Romania**	***2003-2008***
De laire Limited	100,00%		100,00%	**Cyprus**	***2001-2008***
Using the equity method of accounting:					
STEELMET S.A.	29,56%		29,56%	**Greece**	***2006-2008***
METAL AGENCIES LTD	33%		33,00%	**England**	
METAL GLOBE DOO	30%		30,00%	**SERBIA**	***2003-2008***
ELECTRIC CABLE AGENCIES	100%		100,00%	**England**	
COPPERPROM Ltd.	20%	20%	40,00%	**Greece**	***2003-2008***
EDE S.A.	99,99%	0,01%	100,00%	**Greece**	***1999-2008***
Using the proportional consolidation method:					
JOINT VENTURE NEXANS–HELLENIC CABLES–FULGOR–PPC CONDUITS 2005	33%		33%	**Greece**	***2006-2008***
JOINT VENTURE NEXANS & HELLENIC CABLES – PPC 2005	50%		50%	**Greece**	***2006-2008***
JOINT VENTURE NEXANS & HELLENIC CABLES – PPC 2006	50%		50%	**Greece**	***2007-2008***
JOINT VENTURE NEXANS–HELLENIC CABLES–FULGOR–PPC 2007	33%		33%	**Greece**	***2007-2008***

2 Inventories at year-end have been decreased by a provision for devaluation by € 13,127,389.59 and € 9,899,142.15 for the Group and the company respectively due to the sudden and significant drop of the market price of copper over the last quarter. The above amounts have been charged accordingly to the results of both group and company.

3 The Company and the Group have set up a provision for open tax periods coming to 200 thousand Euros. The Company and the Group have not set up any other provisions.

4 Neither the company nor any Group company holds shares of the parent company.

5 The Company has been audited by tax authorities until year 2006.

6 DE LAIRE L.T.D was consolidated for the first time during 2008 by applying the full consolidation method while the net worth method had been employed so far. The relevant reference is made in Note 9 of the financial statements

7 The personnel employed by the Company and the Group on 31 December 2008 numbered 402 and 1,026 persons respectively while on 31 December 2007 the corresponding figure was 375 and 972 respectively.

8 There are no disputed cases against group companies and, thus, no relevant provisions have been set up.

9 Cumulative income and expenses from beginning of the accounting period and balances of receivables and payables of the Company and the Group at the end of the current period, which have arisen from its transactions with affiliated parties as per IAS 24, are as follows:

(amounts in Euro)	COMPANY	GROUP
i) Income	51.168.737,50	33.100.505,85
ii) Expenses	53.303.035,56	38.806.966,43
iii) Receivables	6.369.753,74	3.978.715,34
iv) Payables	10.773.301,50	2.880.553,45
v) Transactions with and fees for Management executives and members	315.790,84	750.644,34
vi) Receivables from Management executives and members	0,00	0,00
vii) Payables to Management executives and administration members	0,00	0,00

10 The financial statements of the group are included in the consolidated financial statements of the following companies:

Corporate name	**COUNTRY OF SEAT**	**Method of consolidation**	**Holding percentage**
HALCOR S.A.	Greece	ILL CONSOLIDATI(	78,72%
VIOHALCO S.A.:	Greece	ILL CONSOLIDATI(	43,95%

Athens, 17/03/2009

Chairman of the BoD	Member of the BoD	General Manager	FINANCIAL MANAGER
IOANNIS BATSOLAS	IOANNIS STAVROPOULOS	ALEXIOS ALEXIOU	IOANNIS THEONAS
K 067453	K 221209	X 126605	AE 035000

F) Information under article 10 of Law No 3401/2005

Below is given information published or made available by the Company to the public during year 2008. This information is incorporated in this annual financial report by setting out the above table.

No	Description	Website	Site map
1.	Facts & Information, Q1 2008		
2.	Interim financial statements Q1 2008		
3.	Facts & Information, Q1-Q2 2008		
4.	Semi-annual Financial Report 2008	http://www.cablel.gr/eco_res.php?y=2008&t=1	Home Page > Investor relations > Financial results > 2008
5.	Facts & Information, Q1, Q2, Q3 2008		
6.	Interim financial statements Q1, Q2, Q3 2008		
7.	Facts & Information, Q1-Q4 2008		
8.	Annual Financial Report 2008		
9.	Obligations of main shareholders under Law 3556/2007	http://www.cablel.gr/eco_text.php?p=3	Home page> Investor relations> Obligations of main shareholders under Law 3556/2007
10.	Press releases/ announcements to stock exchange during 2008	http://www.cablel.gr/eco_res.php?y=2008&t=2	Home Page > Investor relations > Announcements/ Publications > Press releases/ Announcements > 2008

The financial figures and announcements of the Company are also available on the website of Athens Stock Exchange (http://www.ase.gr).

In our Company's website (http://www.cablel.gr) you will find the annual financial statements, audit certificates of the chartered auditor-accountant and the reports of the Board of Directors incorporated in the Company's consolidated financial statements.