



METAL CONSTRUCTIONS OF GREECE S.A.

**COMPANY'S No 10357/06/B/86/113 IN THE
REGISTER OF SOCIETES ANONYMES
MARINOY ANTYP A 11 N. IRAKLIO (ATHENS)**

**Annual Financial Statements
For the year ended 31 December 2008**

In accordance with article 4 of Law 3556/2007

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A) Statements of Members of the Board of Directors

The members of the Board of Directors of METAL CONSTRUCTIONS OF GREECE S.A.

1. Ioannis G. Mytilineos, Chairman of the Board of Directors
2. Georgios N. Pallas, Managing Director and
3. Filippos E. Zotos, Board Member, having been specifically assigned by the Board of Directors,

In our above mentioned capacity declare that:

As far as we know the enclosed financial statements of METAL CONSTRUCTIONS OF GREECE S.A. for the period of 1 January 2008 to 31 December 2008, which were prepared in accordance with the current International Financial Reporting Standards (IFRS), 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.

It is also hereby stated that, to the best of our knowledge, the annual report prepared by the Board of Directors includes a true presentation of the improvement, the financial performance and the equity of the parent company and its subsidiaries, which are included in the Consolidated Financial Statements. All the important risks and financial uncertainties are taken into consideration for these estimations.

Neo Iraklio, 24 March 2008

Confirmed by

Ioannis G. Mytilineos

Georgios N. Pallas

Filippos E. Zotos

Chairman of the Board of
Directors

Managing Director

Member of the Board of
Directors

B) Independent Auditor's Report

To the Shareholders of METKA S.A. Report on the Financial Statements

We have audited the accompanying Financial Statements of METKA S.A. ("the Company") as well as the consolidated Financial Statements of the Company and its subsidiaries ("the Group"), which comprise the balance sheet as at December 31, 2008, and the income statement, statement of changes in equity and cash flow statement for the year then ended, and a summary of significant accounting policies and other explanatory notes.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Financial Reporting Standards that have been adopted by the European Union. This responsibility includes designing, implementing and maintaining internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error, selecting and applying appropriate accounting policies and making accounting estimates that are reasonable in the circumstances.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Greek Auditing Standards, which are based on the International Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the abovementioned Financial Statements present fairly, in all material respects, the financial position of the Company and that of the Group as of December 31, 2008, and the financial performance and the Cash Flows of the Company and those of the Group for the year then ended in accordance with International Financial Reporting Standards that have been adopted by the European Union.

Report on Other Legal Matters

We verified the agreement and correspondence of the content of the Board of Directors' Report with the abovementioned Financial Statements, in the context of the requirements of Articles 43a,107 and 37 of Law 2190/1920.

Athens, 24 March 2009

The Certified Public
Accountants Auditors

Pavlos Stellakis
SOEL Reg. No 24941

 Grant Thornton

44, Vas. Konstantinou Str, 116 35 Athens
SOEL Reg. No 127

**C) Annual Report of the Board of Directors
Of the Company
METKA S.A.
On the Consolidated and Company Financial Statements
For the financial year from 1 January 2008 to 31 December 2008**

Shareholders Ladies and Gentlemen

Pursuant to the provision of L.2190/1920 article 43a paragraph 3, article 107 paragraph 3 and article 136 paragraph 2 and the provision of L.3556/2007 article 4 paragraphs 2c, 6, 7 and 8, as well as, the resolution of the Board of the Hellenic Capital Committee 7/448/11.10.2007 article 2 and the Company's Article of Association, we present to you the Annual Report of the Board of Directors for the financial year from 01/01/2008 to 31/12/2008, which comprises of the audited financial statements and the related notes and the Report of the Auditors. This report provides summary information for the Group and the Company (METKA S.A.), financial information aiming in informing the shareholders and investors for the financial position and performance, the overall developments and variations in the financial year under review (01/01/2008 to 31/12/2008), significant events that took place and their impact on the financial statements. Furthermore, an analysis of potential risks and uncertainties that the Group and the Company may face in the future, as well as, disclosure of the transactions between the Company and the related parties is provided.

Performance and Financial Position

During 2008 the international macroeconomic environment deteriorated significantly as a consequence of the "credit crunch" and major economies (USA, Europe etc) entered into recession. Nevertheless for the Group, 2008 was characterized by an improvement of financial results.

The Group's turnover for 2008 amounted to € 381.5 million representing an increase of 34% compared to 2007. The Company's turnover for 2008 amounted to € 330.5 million representing an increase of 33% compared to 2007.

Earnings before Interest, Taxes, Depreciation and Amortization (EBITDA) of the Group increased by 17% to € 66.9 million compared to 2007. Earnings before Interest, Taxes, Depreciation and Amortization (EBITDA) of the Company increased by 7% to € 56.6 million compared to 2007.

The Group's net profit, after tax and minority interest, amounted to € 41.4 million, representing an increase of 13% compared to 2007. The Company's net profit, after tax for the current period, amounted to € 38.3 million, decreased by 7% compared to 2007.

As far as the Company is concerned, the decrease of the profit after tax is mainly due to the decrease of income from participating interests in affiliated undertakings (dividends) from € 6.2 million in 2007 to € 130.0 thousands in 2008.

Regarding the Group, it must be mentioned that despite the decrease of the profit margin and the related decrease of Gross Profit Margin Percentage from 24% in 2007 to 21% in 2008, the Gross Profit Margin remains at a high level taking into consideration the current general negative economic sentiment in the financial system and in the world economy.

Irrespective of the fact that in 2008 the Group continued its intense activity undertaking and continuing a number of projects, bank borrowing was avoided to a significant degree. The Group resorted only in short term bank borrowing for financing of new projects. The Group's and the Company's financial results have been charged with higher financing costs, as a result of both higher banks' interest rates and mainly because of an interest-bearing down payment by customer (Public Power Corporation) of € 22.0 million with floating and according to contractual terms interest rate (connected with Euribor half-year period).

The Group's financial position as at 31 December 2008 continues to be strong and reflects the power of its knowledge, its financial stability and its future prospects. The amount of shareholders' funds as at 31 December 2008 stood at € 142.5 million compared to € 127.1 million as at 31 December 2007, representing a significant increase of 12%.

It is the Group's policy to constantly assess its results and performance on a monthly basis, aiming to detect any deviations from its objectives and to adopt the required corrective measures timely and effectively. The Group assess its performance by using financial performance indices, in particular:

- **ROCE**, Return on Capital Employed: This index divides the profit before tax, net interest expense / income and depreciation and amortization by the Group's total Capital employed, which is the sum of Shareholders' Funds, of the total loan obligations and of the long-term provisions.
- **ROE**, Return on Equity: This index is the profit after tax (net income) divided by the Shareholders' Funds.
- **EVA** Economic Value Added: This index is calculated by multiplying the total capital employed with the difference (ROCE – Capital Cost) and it constitutes the amount to which Group's financial value increases. In order to calculate the cost of capital, the Group uses the WACC formula – Weighted Average Cost of Capital.

Index	2008	2007	2006
ROCE	36%	33%	43%
ROE	28%	27%	33%
EVA	47.416 thousands	39.801 thousands	47.748 thousands

Significant Events for the Year 2008

I. Projects continued in year 2008

A) EPC Projects

1. Combined Cycle Unit of Ag. Nikolaos

Within 2008, the procurement of the major equipment and the transportation to the worksite have been completed, while construction that had been suspended for sixteen months for reasons beyond the Company's responsibility resumed in February 2009 and is expected to be completed during the second half of 2010 at which time the unit is expected to be put into commercial operation.

2. SES Aliveri

During 2008 the procurement of the major equipment and their transportation to the worksite have been completed to almost 52%, whilst construction, that has been suspended for reasons beyond the Company's responsibility for sixteen months, is expected to be resumed once the relevant notification is received from PUBLIC POWER CORPORATION (PPC).

3. SES Lavrio, Unit V

The combined cycle unit of Steam Electric Station of Lavrio operates fully and adequately from April 2006 and contributes the utmost in the effort to alleviate the energy problem of the country.

At the same time the contract of the long-term maintenance of the gas turbine has been implemented. Initially for a six year term for a contractual value of € 19.8 million and with PPC having the contractual right to extend its term for an additional six year term for a contractual value of € 18.9 million.

The first stage of the final acceptance procedure for the project was completed and the final contractual closure will be performed according to the contractual terms within four months, upon the approval of the Board of Directors of PPC.

4. Co-Generation Plant of Endesa S.A.

During 2008, the construction of the unit was completed and its trial operation commenced. Due to a malfunction presented in the system of automatic control and protection, resulting from a number of unpredictable events, the unit was put out of operation. The repair of the malfunction is in progress and the unit is expected to operate again in April 2009. Given the project is fully insured, the malfunction will not cause unfavourable repercussion to the Company.

5. Electrostatic Precipitators for SES Ag. Dimitrios

Repeated delays / suspensions arose to the project for reasons beyond the responsibility of the Company. The construction phase has already been completed and the project will be delivered in 2009. Its contractual completion is also expected in 2009.

6. HES Ilarion Hydroelectric Project, Small Ilarion and small Papadia

The project's timetable was modified so that its progress is aligned with the activities of the civil works which are performed by another contractor. The design and the respective orders proceed normally.

The works are expected to be completed at the end of 2011.

7. Procurement, installation and testing of conveyor station of electrical supply of conveyor belt for Kardias and Mavropigi lignitic center

The Company's involvement for the construction works has been substantially completed. Due to changes to the programming by the mines it is expected that a contract supplement will be signed which will reflect the changes in the scheduling and taking over procedure of the project.

The final completion of the project, taking into consideration the above-mentioned changes, is expected during the second half of 2009.

8. Korangi Power Station, 220MW Combined Cycle

The Company has completed the delivery of equipment and the commencement of the operation of the open cycle. The Company awaits the completion of combined cycle's construction which has been undertaken by another contractor, in order to proceed with commissioning of the combined cycle, anticipated in May 2009.

The full contractual amount has been already received.

Summarizing

The contribution of EPC projects to the turnover that has been recognized in the Income Statement for the financial year 2008 was € 297.5 million which corresponds to 90% of the total turnover.

B) Defence Projects

1. Co-production of LEOPARD tanks

During 2008 the Company continued the co-production with KMW (Krauss-Maffei Wegmann) of 170 tanks Leopard 2 – Hel type on behalf of Greek Armed Forces. The work has been completed at approximately 99% and it is expected to be fully completed in the first half of 2009.

2. Co-production of armoured firearm stands

The project has been completed at approximately 88% and it is expected to be fully completed in the first half of 2009.

Summarizing

The contribution of defensive projects to the turnover that has been recognized in the Income Statement for the financial year 2008 was € 23.4 million corresponding to 7% of the total turnover.

C) Other Projects

In addition to the aforementioned projects, during 2008 the Company completed various other projects and the related turnover that has been recognized in the Income Statement for the financial year 2008 was € 9 million representing 3% of the total turnover.

II. New projects assigned to the Company in 2008

A) Combined Cycle Power Plant of 860 MW, Ploiesti-Romania

In March 2008 a contract was signed between the S.C. PETROM S.A. (Romania) and the joint venture of METKA S.A. - GENERAL ELECTRIC COMPANY - GENERAL ELECTRIC INTERNATIONAL INC, for the construction of an power production station of 860 MW, and output more than 57% and combustion of natural gas, in Petrobrazi of Romania. The S.C. PETROM S.A. is the leading oil and gas company of South East Europe, a subsidiary company of the multinational group OMV AG.

The contract value corresponding to the Company is € 210.0 million, against total value of 435.0 million. Commercial operation of the station is expected to commence during the second half of 2011.

This project, is the second significant effort undertaken by the Company abroad, after the thermoelectric production unit of 220 MW in Karachi (Pakistan), undertaken in 2007. It demonstrates the Company's constant growth abroad, on its own or in collaboration with other international groups.

A 100% subsidiary company "METKA BRAZI SRL" was formed in Bucharest in June 2008 for the implementation of the aforementioned project.

B) Award for the construction of a power plant in Syria

In September 2008 after winning an international competition, the consortium ANSALDO – METKA, of which the leader is the Company, was awarded by the Syrian Arab Republic, Ministry of Electricity, Public Establishment of Electricity for Generation and Transmission (PEEGT), the design, supply, manufacture and commissioning of a natural gas fired power production plant of at least 700 MW power output.

The contractual price amounts to € 650.0 million, and the project is expected to last 36 months from the opening of the letter of credit. The parties are currently in the final stage of negotiations for the signing of the contractual documents.

Significant post balance sheet date events

There are no significant post balance sheet events up to date.

Prospects for financial year 2009

The significant deterioration of the international financial environment is expected to continued in 2009, as a consequence of the global "credit crunch". This deterioration influences the performance of the "real" economy as well. Recession is expected in developed markets and important deceleration of growth in emerging markets.

The global economic recession may result in the reduction of the demand for electricity. Nevertheless, it is anticipated that the Group will continue to have satisfactory financial results in 2009, taking into consideration the following:

- There is a significant backlog from the existing undertaken projects amounts to € 523 mio and the awarded but not contracted projects amounts to € 935 mio. .
- The planning and the construction of completed projects of power plants are accomplished on a mid-long term period.
- The Group's constant progress continues both in the internal and the markets abroad.
- The majority of the projects' financing comes from own funds, resulting in the reduction of the dependence on bank borrowing.

The project in Pakistan was the first effort of the Company in expanding its activities in a country with big prospects in the energy market, since it is a market with population of 160 million and with a shortage in electricity and constantly increasing demand.

The project in Romania is the second big project that is undertaken by the Company abroad and demonstrates its constant growth abroad on its own or in collaboration with other international groups.

In 2008, the Group through its strategic choices, strengthened its momentum, promoted and established its presence in the sectors of its activity and more specifically in the sector of energy projects.

In 2009 the Company's activities according to the existing signed contracts will be continued and with the assumption that the international economic environment will not deteriorate further, the current financial position is expected to be maintained with the prospect of improvement.

The abovementioned projects are included both in relation to the Company's main objective and its course for continuous development and growth of synergies as well as in relation to the Group's strategic choice for expansion in new markets. The Company has hence forth to meet the requirements of the international energy market.

Risks and Uncertainties

The activities of the Group are subject to various risks and uncertainties, such as market risk (fluctuations in the exchange rates, in the interest rates, in the market prices etc.), credit risk and liquidity risk.

According to Group's risk management policy, an evaluation of the risks related to its activities and operations, the planning of methodology, the selection of the suitable financial products for the reduction of risks and the application/implementation, is performed in accordance with the approved process of the administration.

Subsequently, the factors of the basic risks and uncertainties are analyzed, as well as the policies for their management and their impact on the activities of the Group.

I. Credit Risk

The credit risk results the inability of the contracting parties to settle their obligations could decrease the amount of the future cash inflows from financial assets at the date of the balance sheet. The Group is regarded that it does not have any significant concentrations of credit risk.

The Group implements procedures so as to ensure that its receivables result from customers with acceptable credibility and reviews regularly the aging of its receivables.

The fact that the Company is not exposed to significant credit risk from commercial receivables is due to the nature of the activities of the Group as well as its policy, which is directed towards the collaboration with big corporations of the Public Sector and reliable corporations with high credit ratings. Furthermore, it is minimized due to sales to customers which are related companies (e.g. Aluminium of Greece S.A.).

The credit risk also exists in relation to the cash and cash equivalents, the investments and financial instruments. The risk can result from weakness of the contracting party to meet its obligations towards the Group. The bank balances are retained in bank institutions with high credit ratings and the Company implements processes which minimize its exposure to credit risk in relation to each financial corporation. The Management of Group considers that the financial assets which have not been impaired at previous balance sheet dates are suitable credit rating. None of the financial assets of the Group has undergone any form of credit insurance (mortgage, pawning etc).

II. Exchange Rate Risk

The exchange rate risk results from future commercial transactions and recognized assets and liabilities that are denominated in currency which is not the functional currency of the Company.

The Group is not exposed considerably to exchange rate risk due to low volume of transactions with customers and suppliers in a foreign currency. Out of the commercial transactions which are denominated in foreign currency, the majority of them is denominated in dollars (US \$) and Swiss francs (CHF). For the management of the exchange rate risk resulting of transactions in countries outside the Euro zone, the Group enters into futures on behalf and in the name of the Group Companies when considered necessary.

The financial assets as well as the corresponding liabilities in foreign currency converted into Euros with the closing exchange rate are analysed as follows:

<i>Amounts in thousands euro</i>				
	2008		2007	
Nominal Amounts	USD	CHF	USD	CHF
Financial Assets	69	0	7.621	16.571
Financial Liabilities	(590)	(1.617)	(7.857)	0
Total	(521)	(1.617)	(236)	16.571
Short-term exposure	(521)	(1.617)	(236)	16.571

The table below shows the result of sensitivity analysis of the financial year's result as well as shareholders funds in combination with the financial assets and the financial liabilities with exchange rate €/€/\$ as well as

the exchange rate €/CHF. The table was prepared based on the scenario that fluctuation at 31 December 2008 of exchange rate €/€ and €/CHF of magnitude 0.5% (2007: 0.5%). The effect on result and shareholders funds will be as follows:

Increase of 5% in foreign exchange rates:

<i>Amounts in thousands euro</i>				
	2008		2007	
	USD	CHF	USD	CHF
Net result of the year	(26)	(81)	(12)	829
Equity	(20)	(61)	(9)	622

Decrease of 5% in foreign exchange rates:

<i>Amounts in thousands euro</i>				
	2008		2007	
	USD	CHF	USD	CHF
Net result of the year	26	81	12	(829)
Equity	20	61	9	(622)

III. Interest Rate Risk

The risk of interest rate is the risk of the fluctuations in the value of financial assets and liabilities due to changes of the interest rates in market. Since, the Group does not have material interest bearing financial assets and the income and the cash flows from Group's operation are unaffected from the changes of the interest rates in the market. The Group is exposed to interest rate risk arises from short-term financing.

The total assets of the Group that are exposed to interest rate fluctuations relate mainly to cash and cash equivalents. The policy of the Group regarding to the financial assets, is the investment of cash with floating interest rates so as to maintain the essential liquidity and at the same time to achieve a fair rate of return. The Group aim as far as possible in financing the projects using own funds minimizing the level of bank financing.

At 31 December 2008 the total borrowing of the Group relates short-term borrowing in Euros. (Analytical table of short-term borrowing is in paragraph 24). Refer also to the following sensitivity analysis, where the sensitivity of result of the financial year and shareholders funds is presented in a reasonable change of interest at a rate + 0.5% or – 0.5%.

<i>Amounts in thousands euro</i>				
	2008		2007	
	+0,5%	-0,5%	+0,5%	-0,5%
Net result of the year	(298)	298	(41)	41
Equity	(224)	224	(31)	31

IV. Market Price Risk

The Group is exposed in fluctuation in the value of raw and other materials that are purchased as well as changes in the value of portfolio investments due to uncertainty as to their future prices.

The risk of fluctuations of the value of raw and other materials is limited as in major contracts that the Group enters into prices readjustments clauses included.

The market price risk regarding the portfolio of investments of the Group is considered limited, as the investments of the Group are mainly in Government bonds and they represent a very small portion of financial assets of Group (1% of asset).

V. Liquidity Risk

Liquidity risk is the risk that arises when the readily convertible into cash assets are not adequate to meet the liabilities at their maturity date.

Liquidity risks is held at low level by maintaining adequate levels of bond which are readily convertible into cash, while as at the same time maintaining adequate amount of unused credit lines.

The Group manages its liquidity requirement by close monitoring of the level of liabilities, obligations and payments on a daily basis.

Liquidity risk is closely linked to the project performance and procurement risk, given the financial negative impact that may arise in case of failure to execute the project under the terms of the contract.

The table below analyses the Group's and Company's financial liabilities, based on the remaining period at the balance sheet date until the expiry of the contract. The amounts shown in the table are the contractual undiscounted cash flows. Balance ending within 12 months equal to their book values, since the effect of discounting is not significant.

Financial Liabilities of the Group and the Company, 31 December 2008								
<i>Amounts in euro</i>	The Group				The Company			
	Short term		Long term		Short term		Long term	
	up to 6 months	from 6 to 12 months	1 to 5 years	more than 5 years	up to 6 months	from 6 to 12 months	1 to 5 years	more than 5 years
Short term debt	2.900.614	8.412.927	0	0	228	0	0	0
Finance lease obligations	46.323	28.360	28.314	0	0	0	0	0
Trade payables	55.305.100	25.249.939	49.697.370	0	48.286.398	28.349.554	50.771.151	0
Other short term financial liabilities	13.875.313	1.075.070	0	0	8.902.988	0	0	0
Derivatives	0	0	0	0	0	0	0	0
Total	72.127.350	34.766.295	49.725.684	0	57.189.614	28.349.554	50.771.151	0

Financial Liabilities of the Group and the Company, 31 December 2007								
<i>Amounts in euro</i>								
	The Group				The Company			
	<u>Short term</u>		<u>Long term</u>		<u>Short term</u>		<u>Long term</u>	
	up to 6 months	from 6 to 12 months	1 to 5 years	more than 5 years	up to 6 months	from 6 to 12 months	1 to 5 years	more than 5 years
Short term debt	10.265.280	7.911.291	0	0	7.425.184	0	0	0
Finance lease obligations	30.166	30.166	20.779	0	0	0	0	0
Trade payables	71.973.275	34.052.458	19.905.277	0	72.263.612	33.848.608	20.097.929	0
Other short term financial liabilities	11.283.361	13.120.039	0	0	7.799.172	12.874.607	0	0
Derivatives	0	0	0	0	0	0	0	0
Total	93.552.082	55.113.955	19.926.056	0	87.487.968	46.723.214	20.097.929	0

VI. Other risks and uncertainties

A) Project's performance and procurement risk

Possible risks which may arise from commercial transactions of Group is the delay in procurement of plant and equipment and the delay by subcontractors in the completion of construction work which may result in overall delay of the completion of the projects undertaken and therefore the imposition of penalties for breaching the contractual terms.

Due to the Group's long – standing experience, the strict selection of sub - contractors and suppliers, the Audit Division and the quality assurance of these, is not exposed to major risks regarding the proper implementation of works and supplies that assigns. In addition guarantee is existed against co-suppliers, as required by them bank assurance (performance, supply materials, etc.).

B) Insurance Risk

The insurance risk arises from the Company's activities and is associated with various events, including accidents, injuries, damage in equipment and force majeure events. All of the above events are most likely to cause delays and in worst-case cessation of work. Any such developments would hinder the financial position and results of the Group.

In order to address the above risks, the Group proceeds to the 100% insurance against such risks to cover the total value of projects and activities with all-risk insurance policies (Erection All Risks & Construction All Risks), including civil liability, employer liability, machinery, vehicles etc to renowned international insurance firms.

Dividend Policy

Regarding the distribution of dividends, the Company's management, taking into account, inter alia, the Group's performance, perspectives and investment plans, proposes the distribution of a dividend equal to €

0.40 share, as against € 0.50/share in 2007. The proposed distribution is subject to the approval of the Ordinary General Meeting of the Shareholders.

Group's structure and consolidation method

Apart from the parent Company the Group companies that are included in the consolidated financial statements are with the full consolidation are:

Company	Headquarters	Participation Percentage	Participation	Relation that dictated the consolidation
GREEK STEEL INDUSTRY (SERVISTEEL) S.A.	VOLOS	99,98	Direct	The participation percentage
ELEMKA S.A.	N. IRAKLION, ATTIKIS	83,5	Direct	The participation percentage
EKME S.A.	IONIA THESSALONIKIS	40	Direct	Control over the entity
RODAX S.A.	N. IRAKLION, ATTIKIS	100	Direct	The participation percentage
DROSCO HOLDINGS LIMITED	CYPRUS	83,5	Indirect	The participation percentage
BRIDGE ACCESSORIES & CONSTRUCTION SYSTEMS	MAROUSI, ATTIKIS	62,625	Indirect	The participation percentage
ETADE S.A.	N. IRAKLION, ATTIKIS	100	Direct	The participation percentage
METKA BRAZI SRL	BUCHAREST, ROMANIA	100	Direct	The participation percentage

It is noted that Group's consolidated financial statements are consolidated in the consolidated financial statements of ultimate parent company MYTILINEOS S.A., located in Greece and possesses the 55,427% of the Group.

Corporate Governance

The Company has adopted the Governance Principles stipulated by the stock exchange legislation currently in force and the international practices, as an ensemble of rules, principles and controls based on which the Company is organized and governed. Corporate Governance aims to adopt transparency in relation to

investing and protecting the Company interests of its shareholders and of all parties associated with its operation.

The Board of Directors of the Company is the custodian of the Corporate Governance principles in the Group. At present, it consists of four executive and three non executive members. Out of the non executive members, two meet the requirements set by the provisions of Act 3016/2002 on Corporate Governance, in order to be designated as independent.

The Audit Committee consists of these two non executive members of the Board of Directors and aims at ensuring the performance of objective internal and external audits and at achieving effective communication between the audit functions and the Board of Directors. Its responsibilities include the reassurance that the Company complies with the rules of Corporate Governance, along with the reassurance that the system of internal controls operates effectively and the supervision of the operation of Company's Internal Audit Function.

Internal Audit constitutes a basic and necessary prerequisite for Corporate Governance. The Internal Audit Service of the Company constitutes an independent organizational unit, which reports to the Company's Board of Directors. Its responsibilities include the evaluation and improvement of risk management and internal audit systems, along with the ascertainment of compliance with the policies and procedures set by the regulations, as they are stipulated by the Corporate Internal Operation Regulation, the applying legislation and the normative provisions.

Since 26/11/2001, the Company has an Internal Audit department and since is headed by Mrs. Flora Georgouli, Graduate of the Department of Finances of Swansea University (Wales). The head of the Internal Audit Function is employed by the Company under a full-time and exclusive contract.

Own Shares

As in the previous years, the Company does not purchased its own shares during the financial year of 2008.

Significant transactions with related parties

According to IAS 24 related parties are subsidiaries, companies with common ownership and /or administration of the company, relatives of company as well as the parent company and subsidiaries of the parent company, in addition the members of the Board and Administrative executive members of the company. The company is supplied goods and services by the related parties, while also it supplies the same goods and services to them.

The transactions and balances of fiscal year 2008 are as follows:

Amounts of closing period 2008				
<i>Amounts in thousands euro</i>				
	Sales of goods and services	Purchases of goods and services	Receivables	Payables
Subsidiary				
RODAX S.A.	0	19.041	0	18.844
SERVICE STEEL S.A.	0	1.150	0	670
ELEMKA S.A.	0	1.317	0	150
AFFILIATED				
ALUMINIUM S.A.	2.552	0	8.811	0
ENDESA HELLAS	134.125	0	26.523	20.880
ΜΥΤΙΛΗΝΑΙΟΣ HOLDINGS	0	6.080	0	11.865
SOMETRA	250	0	0	0
ELVO S.A.	358	0	527	0

More on the above transactions are mentioned the following clarifications:

Sales of the company to affiliated companies concern construction services.

Purchases of the Company by the subsidiary RODAX concern construction services, by SERVISTEEL manufacturing services and by ELEMKA sub - constructing services. An amount of € 6 thousands out of the Company's purchases by its holding MYTILINEOS Holdings concern services reception and an amount of € 8 thousands rental expenses.

Transactions with the above companies are on commercial basis. The Group is not involved in any transaction or unusual nature of content that is substantial for the Group or companies and individuals closely associated with it and it is not intended to engage in such transactions in future. None of the transactions include specific terms and conditions.

[Explanatory report to the General Shareholders Meeting of METKA S.A. pursuant to article 4 of Law 3556/2007](#)

The explanatory report of the Board of Directors is submitted to the Ordinary General Shareholders' Meeting and contains detailed information regarding the requirements of article 4 L.3556/2007.

[I. Structure of the Company's share capital](#)

The share capital of the Company amounts to €16.624.192, divided into 51.950.600 common shares with par value of €0,3200 per share and one voting right each. The shares of the Company are listed on the Securities Market of the Athens Exchange.

The rights of the Company's shareholders with respect to their shares are proportional to the share capital stake to which the paid share value corresponds. Each share entitles all the rights and obligations that are stipulated by the Law and Company's Articles of Association, and more specifically:

- The right to dividend on the annual profits or liquidation profits of the Company. A percentage of 35% of the net profits following deduction only of the statutory is distributed from the profits of each year to the shareholders as an initial dividend while the distribution of an additional dividend is resolved upon by the General Meeting. The General Meeting determines the dividend. Dividends are entitled to each shareholder who is registered in the Shareholders' Register held by the Company on the date of approval of the financial statements by the Ordinary General Shareholders' Meeting. The dividend for each share is paid to its holder within ten (10) working days from the date on which the Ordinary General Meeting approved the annual financial statements according to the announced schedule of intended actions. The payment date and the payment method of the dividend are available through the Athens Exchange's website, the Company's official website and is also released through the Press. The right to receive payment of the dividend is subject to a time limitation and the respective unclaimed amount goes to the State upon the lapse of five years from the end of the year during which the General Meeting approved the distribution of the afore mentioned dividend. It is noted that from the above mentioned amount, a 10% tax is applicable and it is withheld in the favour of the Greek Tax Authorities.
- The right to reclaim the amount of someone's contribution during the liquidation or, similarly, the writing off of the capital representing the share, provided that this is resolved by the General Meeting.

- The right of pre-emption at every increase of the Company's share capital via cash payment and the issuance of new shares.
- The right to request a copy of the annual financial statements, the report of the Board of Directors and the report of the Company's Auditors.
- The right to participate in the Company's General Meeting which is analyzed to the following rights: legitimacy, presence, participation in discussions, submission of proposals on the items of the agenda, entry of one's opinion on the minutes of the Meeting and finally the right to vote.
- The General Meeting of Company's Shareholders retain all its rights during the winding up (according to paragraph 4 of article 38 of the Articles of Association).

The shareholders' liability is limited to the nominal value of the shares held.

II. Restrictions on transfer of Company shares

The transfer of Company shares is performed as provided by the Law and the Athens Exchange's regulation. The Articles of Association sets no restriction on the transfer of shares.

III. Significant Direct / Indirect holdings according to Presidential Decree (PD) 51/1992

The Shareholders (individuals or legal entities) that hold directly or indirectly more than 5% of Company's shares are presented in the table below.

Name	Percentage
Mytilineos Holding S.A.	54.425%

IV. Shares conferring special control rights

None of the Company's shares provide special rights of control to their holders.

V. Restrictions on voting rights

No restrictions on voting rights emanate from the Company shares according to the Articles of Association.

VI. Agreements among Company's shareholders

The Company is not aware of any agreements among shareholders, which would result in restrictions on the transfer of the Company's shares or in the exercise of the voting rights stemming from such shares.

VII. Rules governing the appointment and replacement of members of the Board of Directors and the amendment of the Articles of Association deviating from those provided for in Codified Law 2190/1920.

The rules set out in the Articles of Association of the Company on the appointment and replacement of members of the Board of Directors and the amendments of the provisions of the Articles of Association do not differ from those envisaged in Codified Law 2190/1920 as amendment by Law 3604/2007.

VIII. Responsibility of the Board of Directors for the issuance of new shares or acquisition of own shares

A) According to the provisions of article 13 par. 1 item b) of C.L. 2190/1920 and the article 5 of the Articles of Association, the Company's Board of Directors has the right, following a relevant decision by the General Shareholder's Meeting that is subject to the publicity announcements of article 7b of C.L. 2190/1920, to increase the Company's share capital with the issuance of new shares, through a decision by the Board of Directors that is made with a majority of at least two thirds (2/3) of its total members.

In this case, Company's share capital may be increased by no more than the share capital amount paid up on the date when the Board of Directors was granted such power by the General Meeting, This power of the Board of Directors may be renewed by the General Meeting for a period that may not exceed five years per instance of renewal.

B) According to the provisions of article 13 par. 9 item b) of C.L. 2190/1920, the General Meeting may establish a stock option plan for the members of the Board of Directors and Company's staff, in accordance with the specific terms of such decision. The decision of the General Meeting defines, in particular, the highest number of shares to be issued, which may not exceed, by law, this number cannot extragate the 1/10 of the existed shares.

The Board of Directors regulates by resolution any other detail not otherwise regulated by the General Meeting, issues stock options certificates and shares for the entitled persons, who exercise their options, increasing the share capital accordingly and certifying such increase in December of every year.

According to the decision of the A' Repeated of General Meeting of the Shareholder at 1.6.2006, a plan was established for the acquisition of shares by the members of Board of Directors and employees, which are going to last from three to five years, in form of options for the acquisition of shares (stock option), on the basis of which, a maximum of 1.558.518 options may be granted for the acquisition of shares at a price equivalent with the 80% of the antedate six month average stock exchange price of the approval. With the above decision the BoD is entitled to specify, according to the decision of the General Assembly, the details for the execution of the program along with the prerequisites for the stock options release and the beneficiaries. As of today no decision has been taken by the Board of Directors of the company.

C) As of today no decision has been taken by the General Meeting of Shareholders of the company for purchasing own shares according to the provisions of the paragraphs 5-13 of article 16 par. 9 item b) of C.L. 2190/1920.

IX. Significant agreement come in force is amended / terminated in the event of a change in the control of the Company following a public offer

There are no agreements which come in force, are amended or terminated in the event of change in the control of the Company following a public offer.

X. Significant agreement between the Company and the members of the Board of Directors or of the employees

There is no agreement between the Company and the members of the Board of Directors or staff providing for the payment of any compensation specifically in the event of resignation or dismissal without cause, or termination of their mandate or employment as a result of a Public Acquisition Offer

The provisions formed for retirement compensations as a result of the provisions of the L.3371/2005, amounts to € 1.288.063 on 31.12.2008 for the company (and € 1.965.901 at Group level). From the above amount, € 62.519 relates to the members of the Board of Directors.

For the Board of Directors

The President of the Board

Ioannis Mytilineos

D) Annual Financial Statements

The Annual Financial Statements presented both for the Group and the Parent Company, have been approved by the Board of Directors of "Metal Constructions of Greece S.A." on 24/03/2009 and are disclosed to the company's website www.metka.gr in addition to the Athens Exchange website. The Annual Financial Statements will remain available to the investors in the company's website for at least five years from the date of their approval and publication.

It is noted that the published on press Financial Figures and Information that summarize the financial statements aim to give summary information about the financial position and results of METKA S.A. and its subsidiaries. Therefore the above Figures don't include the full presentation of the financial, investment and cash flow statements according to the International Financial Reporting Standards.

Income Statement

Amounts in €

	Note	THE GROUP		THE COMPANY	
		01/01 - 31/12/2008	01/01 - 31/12/2007	01/01 - 31/12/2008	01/01 - 31/12/2007
Continuing Operations					
Sales Turnover	27	381.472.193	284.249.204	330.484.985	248.818.298
Cost of Sales	28	(299.489.591)	(216.334.811)	(263.045.123)	(188.014.162)
Gross profit (loss)		81.982.603	67.914.394	67.439.862	60.804.136
Other Operating Income	30	3.023.601	3.059.606	1.847.208	2.374.158
Selling & Distribution costs	28	(1.849.025)	(2.028.062)	(909.994)	(1.032.564)
General & Administrative expenses	28	(13.359.715)	(11.241.423)	(8.513.140)	(7.931.860)
Other Operating Expenses	30	(8.256.996)	(5.525.343)	(6.948.085)	(5.269.972)
Profit before interest and income tax		61.540.467	52.179.171	52.915.852	48.943.897
Financial income	31	546.287	255.560	257.832	63.900
Financial Expenses	31	(4.065.823)	(2.169.204)	(3.237.488)	(1.716.311)
Other financial results	32	(41.100)	188.965	130.000	6.331.988
Profit before income tax		57.979.832	50.454.492	50.066.196	53.623.475
Income Tax Expense	33	(13.194.534)	(13.166.498)	(11.783.844)	(12.200.339)
Profit after tax for the current period		44.785.298	37.287.994	38.282.352	41.423.136
Attributable to:					
Equity holders of the parent		41.428.240	36.803.848		
Minority Interests		3.357.058	484.146		
		44.785.298	37.287.994		
Basic earnings per Share (in euro /share)	34	0,7975	0,7084	0,7369	0,7974

The attached notes to the accounts (page 28-88) form an integral part of the financial statements.

Balance sheet

Amounts in €

Amounts in €		THE GROUP		THE COMPANY	
	Note	31/12/2008	31/12/2007	31/12/2008	31/12/2007
ASSETS					
Non Current Assets					
Property, plant and equipment	6	64.760.919	68.356.995	42.369.227	45.471.456
Goodwill	7	7.864.882	7.864.882	0	0
Intangible assets	8	1.131.153	4.071.638	1.080.860	4.041.047
Investments in Subsidiaries	9	0	0	43.151.134	43.150.134
Deffered Tax Asset	10	1.659.108	1.159.627	458.559	561.673
Available for sale financial assets	11	364.951	364.951	123.201	123.201
Other non-current assets	12	2.155.218	804.239	1.951.032	106.839
		77.936.231	82.622.331	89.134.013	93.454.349
Current Assets					
Inventories	13	15.291.754	21.785.031	11.243.529	18.685.742
Trade and other reveivables	14	213.083.676	208.494.734	180.086.465	185.522.239
Other Receivables	15	4.299.626	7.580.212	2.882.345	6.265.925
Other Current Assets	15	4.929.045	1.961.504	4.858.889	1.911.926
Financial Assets at fair value through profit or loss	16	1.726.073	3.799.151	0	0
Cash and cash equivalent	17	17.688.140	27.260.322	9.304.985	22.808.616
		257.018.313	270.880.954	208.376.213	235.194.447
Total Assets					
		334.954.545	353.503.285	297.510.226	328.648.796
SHAREHOLDERS' EQUITY					
Equity					
Share Capital	19	16.624.192	16.624.192	16.624.192	16.624.192
Other reserves	19	28.392.227	28.259.031	23.655.994	23.655.994
Translation Reserve	19	1.905	0	0	0
Retained Earnings	19	97.503.098	82.183.354	105.228.843	92.921.790
Total equity attributable to equity holders of the parent		142.521.421	127.066.577	145.509.029	133.201.976
Minority Interests		15.520.705	12.163.647	0	0
Total Equity		158.042.126	139.230.224	145.509.029	133.201.976
LIABILITIES					
Non - current Liabilities					
Deffered Tax Liabilities	10	12.466.916	11.945.952	9.924.658	8.904.373
Accrued pension and retirement obligations	20	1.965.901	1.882.794	1.288.063	1.244.700
Other long term liabilities	21	49.823.400	21.016.840	50.771.151	21.070.952
Other long term provisions	26	1.330.404	788.195	1.083.216	450.000
Total Non-Current Liabilities		65.586.621	35.633.781	63.067.088	31.670.025
Current Liabilities					
Trade and other payables	22	83.808.871	132.503.166	78.922.534	132.578.101
Income tax payable	23	10.912.905	20.650.696	6.929.038	18.995.582
Short-term borrowings	24	11.416.538	18.257.683	228	7.425.184
Other current liabilities	25	5.118.338	6.826.887	3.054.810	4.752.379
Current provisions	26	69.144	400.848	27.498	25.548
Total Current Liabilities		111.325.797	178.639.281	88.934.108	163.776.795
Total Liabilities					
		176.912.418	214.273.061	152.001.196	195.446.820
Total Equity and Total Liabilities		334.954.545	353.503.285	297.510.226	328.648.796

The attached notes to the accounts (page 28-88) form an integral part of the financial statements.

Consolidated Statement of Changes in Equity

Amounts in €

Equity Balance at 1st January 2007

Changes in Equity for the period 01/01 - 31/12/2007

Approval of dividend for the fiscal year 2006

Transfer to Reserves

Transfer of tax exempt reserves to retained earnings according to tax law 3220/2004

Net Profit of the period 01/01-31/12/2007

Total recognized Profit/Loss of the period

Equity Balance at 31st of December 2007

Equity Balance at 1st January 2008

Changes in Equity for the period 01/01 - 31/12/2008

Dividend relating to 2007

Transfer to Reserves

Net Profit of the period 01/01-31/12/2008

Translation Reserve

Total recognized income and expense of the period

Equity Balance at 31st of December 2008

	Share Capital Attributable To Shareholders					Minority Interest	Total
	Share Capital	Other Reserves	Translation Reserve	Retained Earnings	Total		
Equity Balance at 1st January 2007	16.624.192	26.371.322	0	68.047.454	111.042.969	11.679.713	122.722.682
Changes in Equity for the period 01/01 - 31/12/2007							
Approval of dividend for the fiscal year 2006	0	0	0	(20.780.240)	(20.780.240)	(212)	(20.780.452)
Transfer to Reserves	0	2.031.708	0	(2.031.708)	0	0	0
Transfer of tax exempt reserves to retained earnings according to tax law 3220/2004	0	(144.000)	0	144.000	0	0	0
Net Profit of the period 01/01-31/12/2007	0	0	0	36.803.848	36.803.848	484.146	37.287.994
Total recognized Profit/Loss of the period	0	1.887.708	0	14.135.900	16.023.608	483.934	16.507.542
Equity Balance at 31st of December 2007	16.624.192	28.259.031	0	82.183.354	127.066.577	12.163.647	139.230.224
Equity Balance at 1st January 2008	16.624.192	28.259.031	0	82.183.354	127.066.577	12.163.647	139.230.224
Changes in Equity for the period 01/01 - 31/12/2008							
Dividend relating to 2007	0	0	0	(25.975.300)	(25.975.300)	0	(25.975.300)
Transfer to Reserves	0	133.196	0	(133.196)	0	0	0
Net Profit of the period 01/01-31/12/2008	0	0	0	41.428.240	41.428.240	3.357.058	44.785.298
Translation Reserve	0	0	1.905	0	1.905	0	1.905
Total recognized income and expense of the period	0	133.196	1.905	15.319.744	15.454.844	3.357.058	18.811.902
Equity Balance at 31st of December 2008	16.624.192	28.392.227	1.905	97.503.098	142.521.421	15.520.705	158.042.126

The attached notes to the accounts (page 28-88) form an integral part of the financial statements.

Company Statement of Changes in Equity

Amounts in €

Equity Balance at 1st January 2007

Changes in Equity for the period 01/01 - 31/12/2007

Transfer to Reserves

Approval of dividend for the fiscal year 2006

Net Profit of the period 01/01-31/12/2007

Total recognized Profit/Loss of the period

Equity Balance at 31st of December 2007

Equity Balance at 1st January 2008

Changes in Equity for the period 01/01 - 31/12/2008

Transfer to Reserves

Dividend relating to 2007

Net Profit of the period 01/01-31/12/2008

Total recognized income and expense of the period

Equity Balance at 31st of December 2008

Share Capital Attributable To Shareholders			
Share Capital	Other Reserves	Retained Earnings	Total
16.624.192	21.774.224	74.160.665	112.559.081
0	1.881.771	(1.881.771)	0
0	0	(20.780.240)	(20.780.240)
0	0	41.423.136	41.423.136
0	1.881.771	18.761.125	20.642.896
16.624.192	23.655.994	92.921.790	133.201.976
16.624.192	23.655.994	92.921.790	133.201.976
0	0	0	0
0	0	(25.975.300)	(25.975.300)
0	0	38.282.352	38.282.352
0	0	12.307.052	12.307.052
16.624.192	23.655.994	105.228.843	145.509.029

The attached notes to the accounts (page 28-88) form an integral part of the financial statements.

Cash Flow Statement

Amounts in €

	Note	THE GROUP		THE COMPANY	
		12 months until 31 December 2008	12 months until 31 December 2007	12 months until 31 December 2008	12 months until 31 December 2007
Operating Activities					
Profit after Tax		57.979.831	50.454.492	50.066.196	53.623.475
Plus (Less) Adjustments:	35	6.208.308	4.784.128	4.691.026	(2.773.144)
		64.188.139	55.238.620	54.757.222	50.850.331
Working Capital changes					
Increase / (Decrease) in Inventories		6.493.277	3.593.447	7.442.213	3.043.116
Increase / (Decrease) in Trade and other Receivables		(5.697.206)	(88.900.451)	3.593.473	(85.927.406)
Increase / (Decrease) in other current assets		(2.887.389)	(1.392.894)	(2.946.963)	(1.380.674)
Increase / (Decrease) in Trade and other Payables		(11.231.644)	82.285.065	(16.786.614)	74.794.411
		(13.322.962)	(4.414.833)	(8.697.891)	(9.470.553)
Cash flow from Operating Activities		50.865.177	50.823.787	46.059.331	41.379.778
Cash flow from Operating Activities					
Cash flow from operating activities					
Less: Debit interest and similar expenses Paid		(2.882.477)	(1.149.644)	(2.130.850)	(767.245)
Less: Income Taxes Paid		(25.578.312)	(6.917.885)	(23.615.616)	(4.167.068)
Net cash flow from Operating Activities		22.404.388	42.756.258	20.312.865	36.445.465
Investing Activities					
Purchases of tangible assets		(1.787.927)	(2.540.659)	(618.856)	(705.336)
Purchases of intangible assets		(38.430)	(1.988)	0	0
Disposals from sale of tangible assets		67.470	688.873	42.450	678.150
Proceeds from dividends		0	29.158	130.000	6.189.551
Borrowings to affiliated companies		0	0	(231.853)	0
Purchase of financial assets at fair value through profit and loss		0	(1.000.157)	0	0
Acquisition of subsidiaries (less the cash & cash equivalent of the Subsidiary)		0	(7.949.604)	(1.000)	(8.000.000)
Sales of financial assets at fair value through profit and loss		2.045.392	979.216	0	0
Interest received		546.287	255.560	257.832	63.900
Net cash flow from Investing Activities		832.792	(9.539.601)	(421.426)	(1.773.735)
Financing Activities					
Dividends Paid		(25.971.966)	(20.838.479)	(25.971.966)	(20.838.479)
Proceeds from Borrowings		185.842.692	246.369.607	166.761.221	233.388.144
Borrowings Paid		(192.549.038)	(236.485.600)	(174.186.177)	(225.816.134)
Payments of finance lease liabilities (capital)		(134.807)	(68.722)	0	(2.592)
Net cash flow from Financing Activities		(32.813.120)	(11.023.194)	(33.396.922)	(13.269.062)
Net increase / decrease in cash and cash equivalents		(9.575.939)	22.193.464	(13.505.484)	21.402.669
Cash and cash equivalents at the beginning of the period		27.260.322	4.958.940	22.808.616	1.298.030
Foreign currency differences in cash and cash equivalents		3.757	107.918	1.853	107.918
Cash and cash equivalents at the end of the period		17.688.140	27.260.322	9.304.985	22.808.616

The attached notes to the accounts (page 28-88) form an integral part of the financial statements.

1. General Information of the Company

The Company was founded in 1962 by the Industrial Development Organization and was involved in the manufacturing of metal constructions, while its plant in Volos started operating in 1964.

Following its privatization in 1971, the Company was rapidly developed. In 1973, the Company's shares were listed on the Athens Stock Exchange.

In 1980, METKA S. A. acquired the strong and experienced erection company TECHNOM S. A., thus obtaining the capacity to assemble and erect structures at an industrialized level, and therefore the ability to undertake and implement large public projects.

In 1989, the company acquired 99.98% of SERVISTEEL S. A., a production plant equipped with advanced technology machinery, appropriate for the first phase of industrialization of the metal works (sandblasting, cutting, and drilling).

The company continued to grow at a steady pace and acquired a higher technological level, by constructing innovative works of high-technological demand and of significant added value.

In January 1999, Mytilineos Holdings S.A. acquired METKA, after a six-month effort to gain participating interest in the Company's share capital. The 11.8% of METKA's share capital was bought in July 1998, rising to 27.54% in December 1998. The funds invested to obtain the above percentage reached €31.4 million. The acquisition was officially completed in early 1999, through an additional sale of 20.6% of the Company's share capital to Mytilineos Holdings S.A. against €27 million. The acquired company is the largest metal constructions complex in Greece, with an essential presence lasting for many decades in Greece and abroad.

Now, the company acquires the 99, 98% of SERVISTEEL S.A., the 100% of RODAX S.A., the 40% of EKME S.A., the 83, 50% of ELEMKA S.A. and the 100% of ETADE Construction company.

The annual financial statements of 2008 were approved by the Board of Directors, on 24th March 2009. The above statements are to be approved by the General Shareholders Meeting.

It is noted that METKA S.A. is included in the consolidated financial statements of MYTILINEOS S.A., which domicile is in Greece, acquires the 55,427 % of METKA at 31.12.2008 and applies the full consolidation method on the its consolidated financial statements.

2. Nature of operations

The basic market sectors of the Company's successful activity today (design, development, manufacture, installation and operation) are listed below:

- Energy Projects (Thermoelectric and Hydroelectric Power Stations)
- Co-manufacturing Defence Projects
- Infrastructure Projects (Erection and Sale of building complexes - Sports Complexes), Mining Equipment –Excavators and Bucket Wheel Excavators, Mills, Spreaders etc, Harbour Loading Equipment – Platforms for Lifting and Transporting Ships, Bridge Supporting Systems, Refineries, Special Constructions for Plants, Worksite Constructions)

The company is rather competitive in the Energy sector (construction of Thermoelectric and Hydroelectric Power Stations), in the Co-manufacturing defence sector and Infrastructure sector.

Especially, in the Energy sector the company operates dynamically, mainly because of her long-term experience.

Especially, in the co-manufacturing defense sector, METKA is growing rather rapidly, because of the well equipped plants the company processes in Volos, Thessalonica, Kavala and Amfiklia, and the well-experienced personnel.

The Company's objectives are classified under "Construction of metal framework and metal frameworks parts", according to the analysis of the Hellenic National Bureau of Statistics.

METKA, as a member of "Mytilineos Holdings S.A", has achieved important synergies and economies of scales, such as reduction of cost, especially for the supply of materials.

3. Basis for preparation of the financial statements

The consolidated financial statements of METKA S.A. for the year ended December 31, 2008 have been prepared based on the historic cost principle as this is amended by the readjustment of specific asset and liability items into market values, the going concern principle and are in accordance with the International Financial Reporting Standards (IFRS) that have been issued by the International Accounting Standards Board (IASB) and their interpretations that have been issued by the International Financial Reporting Interpretations Committee (IFRIC) of the IASB.

The compilation of financial statements according to the IFRS requires the use of estimates and judgments during the application of the Company's accounting principles. Important assumptions made by the management for the application of the company's accounting methods have been appropriately highlighted whenever this has been deemed necessary.

The consolidated financial statements are presented in Euro, unless is stated otherwise.

4. Basic Accounting Principles

The accounting principles under which the attached financial statements have been prepared and the Group applies consistently, have not been altered compared to the previous fiscal years.

In some cases that was necessary, there has been adjustments in some of the accounts of the comparative years (§39) for comparison purposes.

4.1 New and amended accounting standards and interpretations of IFRIC

a) New and amended standards and interpretations applicable to the December 2008 year-end

IAS 39 & IFRS 7 Financial Instruments: Recognition and Measurement & Disclosures: Reclassification of Financial Assets - (amendment October 2008)

The amendment to IAS 39 becomes effective for annual periods beginning on or after 1st July 2008. The amendment permits an entity to reclassify non-derivative financial assets (other than those designated at fair value through profit or loss by the entity upon initial recognition) out of the fair value through profit or loss category in particular circumstances. It also permits an entity to transfer from the available-for-sale category to the loans and receivables category a financial asset that would have met the definition of loans and receivables (if the financial asset had not been designated as available for sale), if the entity has the intention and ability to hold that financial asset for the foreseeable future. This amendment did not have an impact on the Group's financial statements.

IFRIC 11 IFRS 2 — Group and Treasury Share Transactions

This interpretation is effective for periods beginning on or after 1 March 2007.

This interpretation requires that arrangements whereby an employee has rights to an entity's equity instruments to be accounted for as an equity-settled scheme, even if:

The entity chooses to, or is required to, buy those equity instruments (i.e., treasury shares) from another party, or A shareholder of the entity provides the equity instruments needed. The interpretation also sets out requirements as to how subsidiaries, in their separate

financial statements, should account for schemes when their employees receive equity instruments of the parent. In particular, it requires that:

When the parent grants equity instruments to a subsidiary's employees, they are accounted for as an equity-settled arrangement (and as an equity contribution by the parent) only if the parent accounts for it this way in the consolidated financial statements. Where employees transfer between entities in a group and retain their rights under the share-based payment arrangement, each entity recognizes an expense based on the proportion of the total vesting period for which the employee has worked for that subsidiary. When a subsidiary grants the equity instruments of its parent to its employees the transaction is accounted for as a cash-settled scheme and a liability recognized. This amendment did not have an impact on the Group's financial statements.

IFRIC 12 Service Concession Agreements

IFRIC 12 handles the way with which the concession managers of a service concession must apply IFRS to account for the liabilities they undertake and the rights provided to them in the service concession agreements. IFRIC 12 is effective from the 1st January 2008 and is not expected to affect the Group's financial statements.

IFRIC 14 IAS 19 – The Limit on a Defined Benefit Asset, Minimum Funding Requirements and their Interaction (effective for annual periods beginning on or after 1 January 2008)

This Interpretation did not impact the Group's financial statements, since all the funded defined benefits programs exist, resulting in net obligation.

b) New and amended standards and interpretations applicable to December 2009 year-ends

IFRS 1 First-time Adoption of International Financial Reporting Standards — Cost of an Investment in a Subsidiary, Jointly Controlled Entity or Associate (Amendments)

IFRS 1 is amended to allow an entity, in its separate financial statements, to determine the cost of investments in subsidiaries, jointly controlled entities or associates (in its opening IFRS financial statements) as one of the following amounts:

- Cost determined in accordance with IAS 27
- At the fair value of the investment at the date of transition to IFRS, determined in accordance with IAS 39 Financial Instruments: Recognition and Measurement
- The previous GAAP carrying amount of the investment at the date of transition to IFRS

This determination is made for each investment, rather than being a policy decision. The amendment is effective for periods beginning on or after 1 January 2009. This amendment will not have any effect on the financial position of the Group.

IFRS 2 'Share based payment: "vesting conditions and cancellations" – Amendment

The amendment clarifies two issues: The definition of 'vesting condition', introducing the term 'non-vesting condition' for conditions other than service conditions and performance conditions. It also clarifies that the same accounting treatment applies to awards that are effectively cancelled by either the entity or the counterparty. The Group expects that this Interpretation will have no impact on its financial statements. The amended IFRS 2 becomes effective for financial years beginning on or after January 2009. This amendment will not have any effect on the financial position of the Group.

IFRS 8 Operating Sectors

IFRS 8 replaces IAS 14 and sets different disclosure requirements regarding the information by activity sectors. IFRS 8 is effective from the 1st January 2009 and is expected to be adopted by the Group.

IAS 1 Presentation of Financial Statements – Revised.

The standard was revised to require statement of changes in equity to include only transactions with shareholders. A new statement of comprehensive income is introduced and dividends to equity holders are shown only in the statement of changes of equity or notes to the financial statements. The revised IAS 1 becomes effective for financial years beginning on or after January 2009 and is expected to be adopted by the Group.

IFRS 23 - (amendment) Borrowing Cost

In the revised standard, the previous benchmark treatment of recognising borrowing costs as an expense has been eliminated. Instead, borrowing costs that are directly attributable to the acquisition, construction or production of qualifying assets form part of the costs of the asset. The revised version of IAS 23 Borrowing Cost becomes effective for annual periods beginning on or after 1st January 2009. This amendment will not have any effect on the financial position of the Group.

IAS 27 Consolidated and Separate Financial Statements — Cost of an Investment in a Subsidiary, Jointly Controlled Entity or Associate Amendments) Effective for periods beginning on or after 1 January 2009.

IAS 27 is amended for the following changes in respect of the holding companies separate financial statements:

- The deletion of the "cost method". Making the distinction between pre- and post-acquisition profits is no longer required. All dividends will be recognised in profit or loss. However, the payment of such dividends requires the entity to consider whether there is an indicator of impairment; and
- In cases of reorganisations where a new parent is inserted above an existing parent of the group (subject to meeting specific requirements), the cost of the subsidiary is the previous carrying amount of its share of equity items in the subsidiary rather than its fair value.

The revisions to IAS 27 are to be applied prospectively. An entity may elect to apply the changes retrospectively from a specific date. If such changes are applied retrospectively, it must be applied to all reorganisations subsequent to the date of the first restated reorganisation.

IAS 32 and IAS 1 Puttable Financial Instruments - Amendment

The amendment to IAS 32 requires certain puttable financial instruments and obligations arising on liquidation to be classified as equity if certain criteria are met. The amendment to IAS 1 requires disclosure of certain information relating to puttable instruments classified as equity. The Group does not expect these amendments to have an impact on its financial statements. The amendment to IAS 32 becomes effective for financial years beginning on or after January 2009.

IFRIC 13 Customer Loyalty Programmes

The International Financial Reporting Interpretations Committee (IFRIC) issued a new interpretation relating to the application of IAS 18 Revenue Recognition. IFRIC 13 "Customer Loyalty Programmes" clarifies that where entities grant award credits (e.g. loyalty points or reward miles) as part of a sales transaction and customers can redeem those award credits in the

future for free or discounted goods or services, IAS 18 paragraph 13 applies. This requires that the award credits are treated as a separate component of the sales transaction and an amount of the consideration received or receivable needs to be allocated to the award credits. The timing of the recognition of this element of revenue is deferred until the entity satisfies its obligations relating to the award credits, either by supplying the rewards directly or by transferring the obligation to a third party. IFRIC 13 needs to be applied for annual periods beginning on or after 1st January 2008.

IFRIC 15 Agreements for the Construction of Real Estate

This Interpretation was issued on 3 July, 2008 and is effective for annual periods beginning on or after 1 January 2009 and must be applied retrospectively. IFRIC 15 provides guidance on how to determine whether an agreement for the construction of real estate is within the scope of IAS 11 'Construction Contracts' or IAS 18 'Revenue' and, accordingly, when revenue from such construction should be recognised. The Group is in the process of assessing the impact of this interpretation on its financial statements. This Interpretation has not yet been endorsed by the E.U..

IFRIC 16 Hedges of a Net Investment in a Foreign Operation

This Interpretation was issued on 3 July, 2008 and is effective for annual periods beginning on or after 1 October, 2008 and can be applied retrospectively or prospectively. IFRIC 16 clarifies three main issues, namely:

- A presentation currency 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 instrument(s) 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 Group is in the process of assessing the impact of this interpretation on its financial statements. This Interpretation has not yet been endorsed by the E.U..

c) Standards, amendments and interpretations to existing standards that are effective after the year 2009

IFRS 3 'Business Combinations' and IAS 27 'Consolidated and Separate Financial Statements' – Revised

As regards IFRS 3, this will apply to business combinations occurring in those periods and its scope has been revised to include combinations of mutual entities and combinations without consideration (dual listed shares). IFRS 3 and IAS 27, inter alia, require greater use of fair value through the income statement and cement the economic entity concept of the reporting entity. Furthermore, these standards also introduce the following requirements (i) to remeasure interests to fair value when control is obtained or lost, (ii) recognising directly in equity the impact of all transactions between controlling and non-controlling shareholders where loss of control is not lost and, (iii) focuses on what is given to the vendor as consideration rather than what is spent to achieve the acquisition. More specifically, items such as acquisition-related costs, changes in the value of the contingent consideration, share-based payments and the settlement of pre-existing contracts will generally be accounted for separately from the business combination and will often affect the income statement. The revised IFRS 3 and IAS 7 become effective for financial years beginning on or after July 2009. The Group is in the process of assessing the impact this revised standard will have on its financial statements.

IAS 39 Financial Instruments: Recognition and Measurement: Eligible Hedged items - (amendment July 2008)

The amendment clarifies that an entity is permitted to designate a portion of the fair value changes or cash flow variability of a financial instrument as a hedged item. An entity can designate the changes in fair value or cash flows related to a one-sided risk as the hedged item in an effective hedge relationship. The Group

does not expect this amendment to have an impact on its financial statements. The amendment to IAS 39 becomes effective for annual periods beginning on or after 1st July 2009.

IFRIC 17 Distribution of Non-cash Assets to Owners

This Interpretation was issued on November 2008 and is effective for annual periods beginning on or after 1 July, 2009 and cannot be applied retrospectively. This Interpretation applies to the following types of non-reciprocal distributions of assets by an entity to its owners acting in their capacity as owners:

- (a) Distributions of non-cash assets (e.g. items of property, plant and equipment, businesses as defined in IFRS 3 – Business Combinations, ownership interests in another entity or disposal groups as defined in IFRS 5 – Non-current assets held for sale and discontinued operations); and
- (b) Distributions that give owners a choice of receiving either non-cash assets or a cash alternative.

This Interpretation applies only to distributions in which all owners of the same class of equity instruments are treated equally. It does not apply to a distribution of a non-cash asset that is ultimately controlled by the same party or parties before and after the distribution. This exclusion applies to the separate, individual and consolidated financial statements of an entity that makes the distribution. Also, it does not apply when an entity distributes some of its ownership interests in a subsidiary but retains control of the subsidiary. This Interpretation addresses only the accounting by an entity that makes a non-cash asset distribution. It does not address the accounting by shareholders who receive such a distribution. The Group is in the process of assessing the impact of this interpretation on its financial statements. This Interpretation has not yet been endorsed by the E.U..

IFRIC 18 Transfers of Assets from Customers

This Interpretation was issued in January, 2009 and is effective for annual periods beginning on or after 1 July, 2009 and can be applied retrospectively or prospectively. This Interpretation applies to the accounting for transfers of items of property, plant and equipment by entities that receive such transfers from their customers. 5 Agreements within the scope of this Interpretation are agreements in which an entity receives from a customer an item of property, plant and 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, or to do both. The Group is in the process of assessing the impact of this interpretation on its financial statements. This Interpretation has not yet been endorsed by the E.U..

4.2 Consolidation

Subsidiaries: All the companies that are managed or controlled, directly or indirectly, by another company (parent) either through the holding of majority voting rights in the undertaking or through its dependence on the know-how provided from the Group. That is to say that subsidiaries are companies in which control is exercised by the parent. The existence of potential voting rights that are exercisable at the time the financial statements are compiled, is taken into account in order to determine whether the parent exercises control

over the subsidiaries. Subsidiaries are consolidated completely (full consolidation) with the purchase method from the date that control over them is acquired and cease to be consolidated from the date that this control no longer exists.

The acquisition of a subsidiary by the Group is accounted for using the purchase method. The acquisition cost of a subsidiary is the fair value of the assets given as consideration, the shares issued and the liabilities undertaken on the date of the acquisition plus any costs directly associated with the transaction. The individual assets, liabilities and contingent liabilities that are acquired during a business combination are valued during the acquisition at their fair values regardless of the participation percentage. The acquisition cost over and above the fair value of the individual assets acquired is booked as goodwill. If the total cost of the acquisition is lower than the fair value of the individual assets acquired, the difference is immediately booked to the results.

Specifically as regards to business combinations that had taken place prior to the Group's transition date to the IFRS (January 1st, 2004) the exemption provided under IFRS 1 was used and the purchase method was not used retroactively. Based on this exemption, the Company did not recalculate the acquisition cost of the subsidiaries that had been acquired prior to the date of transition to the IFRS, nor the fair value of the acquired assets and liabilities at the date of acquisition. Consequently, the goodwill recognized as at the transition date, was based on the IFRS 1 exemption, was calculated based on the prior accounting principles and was presented in the same way as the group's last published financial statements before the transition to IFRS. During the transition date, the review went forward with the impairment review of goodwill.

Inter-company transactions, balances and unrealized profits from transactions between Group companies are written-off. Unrealized losses are also written-off except if the transaction provides indication of impairment of the transferred asset. The accounting principles of the subsidiaries have been amended so as to conform to the ones adopted by the Group.

Associates: Associates are companies on which the Group can exert significant influence but which do not fulfill the conditions to be classified as subsidiaries or joint ventures. The assumptions used by the Group imply that a holding of between 20% and 50% of a company's voting rights suggests significant influence on the company. Investments in associates are initially recognized at cost and are subsequently valued using the equity method.

At the end of each period, the cost increases by the proportion of the investing company in the changes in net worth of the company it invests in and decreases by the dividends received from the associate.

The Group's share in the profits or losses of associated companies after the acquisition is recognized in the income statement, while the share of changes in reserves after the acquisition is recognized in the reserves. The cumulated changes affect the book value of the investments in associated companies. When the Group's

share in the losses of an associate is greater than or equal to its participation in the associate, including any other doubtful debts, the Group does not recognize any further losses, unless it has covered liabilities or made payments on behalf of the associate or those that emerge from ownership.

Unrealized profits from transactions between the Group and its associates are written-off according to the percentage of the Group's holding in the associates. Unrealized profits are written-off, except if the transaction provides indications of impairment of the transferred asset. The accounting principles of the associates have been amended so as to be uniform to the ones adopted by the Group.

Intercompany receivables – debts, intercompany transactions and Group's profits, arising from intercompany transactions that have not been realized yet (at a Group level), are eliminated for the formation of the consolidated financial statements.

4.3 Segment information

The Group of METKA is active in the sector of complicated electromechanical constructions. Every contract that is executed has its own characteristics according to the customer's need (custom made products). During the previous financial statements there was no segment reporting since the Group is not active in different business segments and there are no differing risks and returns.

During 2008, the % of sales of the company to other countries is less than 10% of the total sales turnover of all the construction projects of the Group. Therefore, there is no obligation for segment information.

4.4 Foreign currency conversion

a) The measurement of the items in the financial statements of the Group's companies is based on the currency of the primary economic environment in which the Group operates (operating currency). The consolidated financial statements are reported in euros, which is the operating currency and the reporting currency of the parent Company and all its subsidiaries.

b) Transactions in foreign currencies are converted to the operating currency using the rates in effect at the date of the transactions.

Profits and losses from foreign exchange differences that result from the settlement of such transactions during the period and from the conversion of monetary items denominated in foreign currency using the rate in effect at the balance sheet date, are posted to the results. Foreign exchange differences from non-monetary items that are valued at their fair value are considered as part of their fair value and are thus treated similarly to fair value differences.

The Group's foreign activities in foreign currency (which constitute an inseparable part of the parent's activities), are converted to the operating currency using the rates in effect at the date of the transaction, while the asset and liability items of foreign activities, including surplus value and fair value adjustments, that arise during the consolidation, are converted to euro using the exchange rates that are in effect as at the balance sheet date.

c) Affiliated Companies

Profit from operating activities and equity of the shareholder's of each firm of the Group (apart from the ones that operate in economies with excessive inflation), in the cases when the functional currency differs from the presentation currency of the Group, are converted to the currency of the Group as follows:

- (i) The Assets and the Liabilities of the Balance Sheets are presented and converted to euro using the exchange rates that are in effect as at the balance sheet date.
- (ii) Incomes and expenses of the income statement of each company are translated at the closing rate at the date of the balance sheet.
- (iii) All exchange differences, are recognized as a "Foreign currency translation reserve" in Equity.

Goodwill and fair value adjustments arising on the acquisition of a foreign entity, are treated as assets and liabilities of the foreign entity and are converted to euro using the exchange rates that are in effect as at the balance sheet date.

4.5 Tangible assets

Fixed assets are reported in the financial statements at acquisition cost or deemed cost, as such was determined based on fair values as at the transition dates, less accumulated depreciations and any impairment suffered by the assets. The acquisition cost includes all the directly attributable expenses for the acquisition of the assets.

Subsequent expenditure is added to the carrying value of the tangible fixed assets or is booked as a separate fixed asset only if it is probable that future economic benefits will flow to the Group and their cost can be accurately measured. The repair and maintenance cost is booked in the results when such is realized.

Depreciation of tangible fixed assets (other than plots which are not depreciated) is calculated using the straight line method over their useful lives, as follows:

Land	25-35 years
Mechanical equipment	4-20 years
Vehicles	4-10 years
Other equipment	4-7 years

The residual values and useful economic lives of tangible fixed assets are subject to reassessment at each balance sheet date. When the book value of tangible fixed assets exceeds their recoverable amount, the difference (impairment) is immediately booked as an expense in the results.

Upon sale of the tangible fixed assets, any difference between the proceeds and the book value are booked as profit or loss to the results. Expenditure on repairs and maintenance is booked as an expense in the period it relates to.

Self-constructed tangible fixed assets constitute an addition to the acquisition cost of tangible assets at a value that includes the direct cost of employee's salaries (including the relevant employer's contributions), the cost of materials used and other general costs.

The Group applies the IFRS 23 "Cost of Borrowings", by registering the cost of borrowings as cost of the period, without taking into consideration the purpose of the borrowings. The adjustment of this IFRS is not expected to affect the Group.

4.6 Intangible assets

The intangible assets include the Goodwill, the rights of use of Property, plant and equipment, as well as software licenses.

Goodwill: acquired in a business combination is initially measured at cost being the excess of the cost of the business combination over Group's interest in the net fair value of the acquirer's identifiable assets, liabilities and contingent liabilities. Following initial recognition, goodwill is measured at cost less any accumulated impairment losses. The acquirer test goodwill for impairment annually or more frequently if events or changes in circumstances indicate that it might be impaired.

Goodwill is allocated to cash-generating units for the purpose of impairment testing. A cash generated unit is the smallest identifiable group of assets generating cash inflows independently and represents the level used by the Group to organize and present each activities and results in its internal reporting. Impairment is determined for goodwill by assessing the recoverable amount of the cash-generating units, to which the goodwill relates. Where the recoverable amount (typically the value in use) of the cash-generating units is less than their carrying amount an impairment loss is recognized. Impairment losses relating to goodwill

cannot be reserved in future periods. The Group performs its annual impairment test of goodwill as at 31 December each year.

In case the fair value of the Group's interest in the fair value of the acquired entity exceeds the cost of acquisition, the company proceeds to the Group proceeds to a revaluation of the cost of acquisition, the acquired assets, liabilities and contingent liabilities and any remaining difference after the revaluation is recognized directly to the income statement as profit.

Right of Use of Tangible Assets: Rights of exploitation of tangible assets that are granted in the frames of construction contracts (compensative profits) they are valued at fair value at their date of concession less accumulated depreciation. Depreciation is calculated on the basis of the units of production method.

Software: The authorizations of software are valued in the cost less accumulated depreciation. The accumulated depreciation they are held with the constant method at the duration of beneficial life assets who oscillates from 1 until 3 years.

4.7 Impairment of Assets

Assets with an indefinite useful life are not depreciated and are subject to an impairment review annually and when some events suggest that the book value may not be recoverable any resulting difference is charged to the period's results. Assets that are depreciated are subject to an impairment review when there is evidence that their value will not be recoverable. The recoverable value is the greater of the net sales value and the value in use. An impairment loss is recognized by the company when the book value of these assets (or cash flow generating unit) is greater than its recoverable amount.

Net sales value is the amount received from the sale of an asset at an arm's length transaction in which participating parties have full knowledge and participate voluntarily, after deducting any additional direct cost for the sale of the asset, while value in use is the present value of estimated future cash flows that are expected to flow into the company from the use of the asset and from its disposal at the end of its estimated useful life.

4.8 Significant accounting judgments, estimates and assumptions

The preparation of financial statements in accordance with IFRS requires management to make judgments, estimates and assumptions that affect the reported amounts of assets and liabilities, as well as the disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. Actual results could differ from those estimates.

Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

4.8.1 Judgments

In the process of applying the entity's accounting policies, judgments, apart from those involving estimations, made by the management that have the most significant effect on the amounts recognized in the financial statements mainly relate to:

- **classification of investments**

Management decides on acquisition of an investment whether it should be classified as held to maturity, held for trading, carried at fair value through income statement, or available for sale. For those deemed to be held to maturity management ensures that the requirements of IAS 39 are met and in particular the Group has the intention and ability to hold these to maturity. The Group classifies investments as trading if they are acquired primarily for the purpose of making a short term profit. Classification of investments as fair value through income statement depends on how management monitors the performance of these investments. When they are not classified as held for trading but have readily available reliable fair values and the changes in fair values are reported as part of profit or loss in the management accounts, they are classified as fair value through income statement. All other investments are classified as available for sale.

- **recoverability of accounts receivable**

Trade receivables initially, are recognized at fair value and subsequently are measured at amortised cost, using the method of effective interest method less provision for impairment. When the Company has the objective evidence that the Group will not be able to collect all of the due amounts, according to the terms of each agreement, makes provision for impairment of trade receivables. The amount of the provision is the difference between the asset's carrying amount and the present value of estimated future cash flows, discounted at the effective interest rate. The amount of the provision is recognised in other expenses in the Income Statement.

- **obsolescence in inventory**

Appropriate provisions are made for damage, obsolete and slow moving items. Write-downs to net realizable value and inventory losses are expensed in cost of sales in the period in which the write-downs or losses occur.

- **whether a lease entered into with an external lessor is a financial lease or an operational lease.**

Leases where all the risks and rewards of ownership are retained by the lessor are classified as operating leases. Payments made under operating leases are charged to the income statement over the period of the lease. Leases of property, plant and equipment where the Group has substantially all the risks and rewards of ownership are classified as finance leases.

4.8.2 Estimates and assumptions

Certain amounts included in or affecting our financial statements and related disclosure must be estimated, requiring us to make assumptions with respect to values or conditions which cannot be known with certainty at the time the financial statements are prepared. A “critical accounting estimate” is one which is both important to the portrayal of the company’s financial condition and results and requires management’s most difficult, subjective or complex judgments, often as a result of the need to make estimates about the effect of matters that are inherently uncertain. Group evaluates such estimates on an ongoing basis, based upon historical results and experience, consultation with experts, trends and other methods considered reasonable in the particular circumstances, as well as our forecasts as to how these might change in the future. Also see note 4 which discusses accounting policies that the Group has selected.

- **estimated impairment of goodwill**

The Group test goodwill for impairment annually and whenever events or circumstances make it more likely than not that an impairment may have occurred, such as a significant adverse change in the business climate or a decision to sell or dispose of a reporting unit. Determining whether an impairment has occurred requires valuation of the respective reporting unit, which we estimate using a discounted cash flow method. When available and as appropriate, we use comparative market multiples to corroborate discounted cash flow results. In applying this methodology, we rely on a number of factors, including actual operating results, future business plans, economic projections and market data.

If this analysis indicates goodwill is impaired, measuring the impairment requires a fair value estimate of each identified tangible and intangible asset. In this case we supplement the cash flow approach discussed above with independent appraisals, as appropriate.

We test other identified intangible assets with defined useful lives and subject to amortization by comparing the carrying amount to the sum of undiscounted cash flows expected to be generated by the asset. We test intangible assets with indefinite lives annually for impairment using a fair value method such as discounted cash flows.

The Group tests annually whether goodwill has suffered any impairment, in accordance with the accounting policy stated in Note 4.6. The recoverable amounts of cash-generating units have been determined based on value-in-use calculations. These calculations require the use of estimates (Note 8).

- **Budget of construction contracts**

The handling of the earnings and the expenses of a construction contract, depends whether the final result, at the completion of contractual project can be estimated with credibility (and is expected to bring gain or loss). When the result of a contractual project can be estimated with credibility, then the earnings and the expenses of the contract are recognised, through the duration of the project, correspondingly as earning and expense. The Group uses the method of percentage of completion, to determine the appropriate amount of income and expense that will be recognised in a specific period. The percentage of completion is measured,

according to the contractual expenses that have been realised until the date of the financial statements of the total expected contractual cost of every project.

As a result, the management is required to estimate the gross profit of every construction contract (estimated cost of completion).

- **Income taxes**

The Group and the Company are subjects to income taxes in numerous jurisdictions. Significant estimates are required in determining the provision for income taxes. There are many transactions and calculations for which the ultimate tax determination is uncertain during the ordinary course of business. The Group recognizes liabilities for anticipated tax audit issues based on estimates of whether additional taxes will be due. Where the final tax outcome of these matters is different from the amounts that were initially recorded, such differences will impact the income tax and deferred tax provisions in the period in which such determination is made.

- **Provisions**

Doubtful accounts are reported at the amounts likely to be recoverable based on historical experience of customer default. As soon as it is learned that a particular account is subject to a risk over and above the normal credit risk (e.g., low creditworthiness of customer, dispute as to the existence or the amount of the claim, etc.), the account is analyzed and written down if circumstances indicate the receivable is uncollectible. Accumulated write-downs of receivables amounted to € 2.100 thous. as of December 31, 2007 (2006: € 2.457 thous.).

- **Contingencies**

The Group is involved in litigation and claims in the normal course of operations. Management is of the opinion that any resulting settlements would not materially affect the financial position of the Group as at December 31, 2007. However, the determination of contingent liabilities relating to the litigation and claims is a complex process that involves judgments as to the outcomes and interpretation of laws and regulations. Changes in the judgments or interpretations may result in an increase or decrease in the Company's contingent liabilities in the future.

4.7 Financial instruments

Financial instrument is any contract that creates a financial asset in an enterprise and a financial liability or equity instrument in another.

The financial instruments of the Group are classified in the following categories according to the substance of the contract and the purpose for which they were purchased.

i) Financial instruments valued at fair value through the income statement

These comprise of assets that satisfy any of the following conditions:

- Financial assets that are held for trading purposes (including derivatives, except those that are designated and effective hedging instruments, those that are acquired or incurred for the purpose of sale or repurchase and, finally, those that are part of a portfolio of designated financial instruments).
- Upon initial recognition it is designated by the company as an instrument valued at fair value, with any changes recognized through the Income Statement.

In the Balance-sheet of Group the exchanges and the assessment at fair value of derivatives they are portrayed in separate items of Asset and Liabilities with titled « Derivatives Financial Assets ». The changes at fair value of derivatives they are registered in income statement.

ii) Loans and receivables

They include non-derivative financial assets with fixed or predefined payments which are not traded in active markets. The following are not included in this category (loans and receivables):

- a) Receivables from down payments for the purchase of goods or services,
- b) receivables relating to tax transactions, which have been legislatively imposed by the state,
- c) any receivable not covered by a contract which gives the company the right to receive cash or other financial fixed assets.

Loans and receivables are included in current assets, except those with a maturity date that is further than 12 months from the balance sheet date. The latter are included in the non-current assets.

iii) Investments held to maturity

These include non derivative financial assets with fixed or defined payments and specific maturity and which the Group intends to hold until their maturity.

The Group did not hold investments of this category.

iv) Financial assets available for sale

These include non derivative financial assets that are either designated as such or cannot be included in any of the previous categories.

Following, the financial assets available for sale are valued at fair value and the relevant profit or loss is booked in equity reserves until such assets are sold or characterized as impaired.

During the sale, or when they are characterized as impaired, the profit or loss is transferred to the results. Impairment losses that have been booked to the results are not reversed through the results.

The purchases and sales of investments are recognized during the transaction date, which is also the date the Group commits to purchase or sell the item. Investments are initially recognized at fair value plus the directly related to the transaction costs. The costs directly related to the transaction is not added for items that are valued at fair value with changes in the results. Investments are written-off when the right on cash flows from investments mature or is transferred and the Group has essentially transferred all the risks and rewards implied by the ownership.

The loans and receivables are recognized in the net book value based on the real interest rate method.

The realized and unrealized profit or losses that arise from changes in the fair value of financial assets valued at fair value with changes in the results, are recognized in the results of the period they result in.

The fair values of financial assets that are traded in active markets, are defined by the current ask prices. For non-traded assets, fair values are defined with the use of valuation techniques such as analysis of recent transactions, comparative items that are traded and discounted cash flows.

The securities that are not traded in an active market that have been classified in the category Financial assets available for sale, and whose fair value cannot be determined with credibility, are valued at their acquisition cost.

At each balance sheet date the Group assess whether there are objective indications that lead to the conclusion that financial assets have been impaired. For company shares that have been classified as financial assets available for sale, such an indication consists of a significant or extended decline in the fair value compared to the acquisition cost. If impairment is established, the accumulated loss in equity, which is the difference between acquisition cost and fair value, is transferred to the results.

4.10 Inventories

The cost of the inventories comprises direct labor, other direct costs and related production overheads (based on normal operating capacity) but excludes borrowing costs.

At the balance sheet date, inventories are valued at the lower of acquisition cost and net realizable value. Net realizable value is the estimated sales price during the normal course of the company's business less any relevant sales expenses. The cost of inventories does not include financial expenses.

At the balance sheet date ,

4.11 Trade receivables

Receivables from customers are initially booked at their fair value and are subsequently valued at their net book cost using the method of the effective interest rate, less the provision for impairment. In the event that the net book value or the cost of a financial asset exceeds the present value, then this asset is valued at its recoverable amount, i.e. at the present value of the future cash flows of the asset, which is calculated using the real initial interest rate.

The relevant loss is immediately transferred to the period's results. The impairment losses, i.e. when there is objective evidence that the Group is unable to collect all the amounts owed based on the contractual terms, are recognized in the income statement.

4.12 Cash and cash equivalents

Cash and cash equivalents include cash in the bank and in hand as well as short term highly liquid investments such as money market products and bank deposits. Money market products are financial assets which are valued at fair value through the profit and loss account.

4.13 Cash and cash equivalents

4.14 Share capital

Expenses incurred for the issuance of shares, reduce after deducting the relevant income tax the proceeds from the issue. Expenses related to the issuance of shares for the purchase of companies are included in the acquisition cost of the company acquired.

4.15 Income tax & deferred tax

The period charge for income tax comprises current tax and deferred tax, i.e. the tax charges or tax credits that are associated with economic benefits accruing in the period but have been assessed by the tax authorities in different periods. Income tax is recognized in the income statement of the period, except for the tax relating to transactions that have been booked directly to equity, in which case it is, accordingly, booked directly to equity.

Current income taxes include the short-term liabilities or receivables from the fiscal authorities that relate to taxes payable on the taxable income of the period and any additional income taxes from previous periods (tax audit differences).

Current taxes are measured according to the tax rates and tax laws in effect during the financial years to which they relate, based on the taxable profit for the year. All changes to the short-term tax assets or liabilities are recognized as part of the tax expense in the income statement.

Deferred income tax is determined according to the liability method which results from the temporary differences between the book value and the tax base of assets or liabilities. Deferred tax is not booked if it results from the initial recognition of an asset or liability in a transaction, except for a business combination, which when it occurred did not affect neither the accounting nor the tax profit or loss.

Deferred tax assets and liabilities are valued based on the tax rates that are expected to be in effect during the period in which the asset or liability will be settled, taking into consideration the tax rates (and tax laws) that have been put into effect or are essentially in effect up until the balance sheet date. In the event where it is impossible to identify the timing of the reversal of the temporary differences, the tax rate in effect on the day after the balance sheet date is used.

Deferred tax assets are recognized to the extent that there will be a future tax profit to be set against the temporary difference that creates the deferred tax asset.

Deferred income tax is recognized for the temporary differences that result from investments in subsidiaries and associates, except for the case where the reversal of the temporary differences is controlled by the Group and it is possible that the temporary differences will not be reversed in the foreseeable future. Deferred income tax liabilities are defined after taking into account the contingent income liabilities for expenses that may arise due to tax auditing.

Most changes in the deferred tax assets or liabilities are recognized as part of the tax expense in the income statement. Only changes in assets or liabilities that affect the temporary differences are recognized directly in the equity of the Group, such as the revaluation of property value, that results in the relevant change in deferred tax assets or liabilities being charged against the relevant equity account.

4.16 Employee benefits

Short-term benefits: Short-term employee benefits (except post-employment benefits) monetary and in kind are recognized as an expense when they accrue. Any unpaid amount is booked as a liability, while in the case where the amount paid exceeds the amount of services rendered, the company recognizes the excess amount as an asset (prepaid expense) only to the extent that the prepayment will lead to a reduction of future payments or to reimbursement.

Post-employment benefits: Post-employment benefits include defined contribution schemes as well as defined benefits schemes.

- **Defined contribution scheme**

According to the defined contributions scheme, the (legal or implied) obligation of the company is limited to the amount that it has been agreed that it will contribute to the entity (i.e. pension fund) that manages the contributions and provides the benefits. Thus the amount of benefits the employee will receive

depends on the amount the company will pay (or even the employee) and from the paid investments of such contributions.

The payable contribution from the company to a defined contribution scheme, is recognized as an expense.

- **Defined benefits scheme**

The defined benefits scheme of the Group concerns its legal obligation for lump sum compensation to the employees upon retirement.

The liability that is reported in the balance sheet with respect to this scheme is the present value of the liability for the defined benefit depending on the accrued right of the employee and the period to be rendered.

The commitment of the defined benefit is calculated annually by an independent actuary with the use of the projected unit credit method. The yield of long-term Greek Government Bonds is used as a discount rate.

4.17 Grants

The Group recognizes the government grants that cumulatively satisfy the following criteria:

- a) There is reasonable certainty that the company has complied or will comply to the conditions of the grant and
- b) it is probable that the amount of the grant will be received. They are booked at fair value and are systematically recognized as revenue according to the principle of matching the grants with the corresponding costs that they are subsidizing.

Grants that relate to assets are included in long-term liabilities as deferred income and are recognized systematically and rationally as revenue over the useful life of the fixed asset.

4.18 Provisions

Provisions are recognized when the Group has present obligations (legal or constructive) as a result of past events, their settlement through an outflow of resources is probable and the exact amount of the obligation can be reliably estimated. Provisions are reviewed during the date when each balance sheet is compiled so that they may reflect the present value of the outflow that is expected to be required for the settlement of the obligation. Contingent liabilities are not recognized in the financial statements but are disclosed, except if the probability that there will be an outflow of resources that embody economic benefits is very small. Contingent claims are not recognized in the financial statements but are disclosed provided that the inflow of economic benefits is probable.

4.19 Recognition of income and expenses

Income: Income includes the fair value of goods and services sold, net of Value Added Tax, discounts and returns. Intercompany revenue within the Group is eliminated completely. The recognition of revenue is done as follows:

- **Construction Contracts:** The income from the execution of construction contracts is accounted for in the period the project is constructed, based on its completion stage (para.3.17).
- **Sale of goods:** Sales of goods are recognized when the Group transfers goods to customers, the goods are accepted by them and the collection of the resulting claim is reasonably assured.
- **Rendering of services:** Income from rendering of services is accounted for in the period during which the services are rendered, based on the stage of completion of the service rendered in relation to the total services to be rendered.
- **Income from exploitation rights of tangible assets (compensative profits):** The fair value of the exploitation rights is recognized as accrued income and is depreciated in the profit and loss account in proportion to the execution stage of the contracts to which it serves as a compensative profit.
- **Income Interest:** Interest income is recognized on a time proportion basis using the effective interest rate. When there is impairment of assets, their book value is reduced to their recoverable amount which is the present value of the expected future cash flows discounted using the initial real interest rate. Interest is then booked using the same interest rate calculated on the impaired (new book) value.
- **Dividends:** Dividends are accounted for as revenue when the right to receive payment is established.

Expenses: Expenses are recognized in the results on an accrued basis. The payments made for operating leases are transferred to the results as an expense, during the time the lease is used. Interest expenses are recognized on an accrued basis.

4.20 Leases

Group company as Lessee: Leases of fixed assets with which all the risks and benefits related with ownership of an asset are transferred to the Group, regardless of whether the title of ownership of the asset is eventually transferred or not, are finance leases.

These leases are capitalized at the inception of the lease at the lower of the fair value of the asset and the present value of the minimum lease payments. Each lease payment is apportioned between the reduction of the liability and the finance charge so that a fixed interest rate on the remaining financial liability is achieved. The relevant liabilities from leases, net of finance charges, are reported as liabilities. The part of the finance charge that relates to finance leases is recognized in the income statement during the term of the lease.

Fixed assets acquired through finance leases are depreciated over the shorter of their useful lives and the lease term.

Lease agreements where the lessor transfers the right of use of an asset for an agreed period of time, without transferring, however, the risks and rewards of ownership of the fixed asset are classified as operating leases. Payments made with respect to operating leases (net of any incentives offered by the lessor) are recognised in the income statement proportionately throughout the term of the lease.

Group Company as lessor: Fixed assets that are leased through operating leases are included in the balance sheet's tangible assets. They are depreciated during their expected useful life on a basis consistent with similar self-owned tangible assets. The income from the lease (net of possible incentives given to the lessees) is recognized using the constant method during the period of the lease.

The Group does not act as a lessor through financial leasing.

4.21 Construction contracts

Construction contracts refer to the construction of assets or a group of affiliated assets specifically for customers according to the terms provided for in the relevant contracts and whose execution usually lasts for a period of over one fiscal year.

The expenses that refer to the contract are recognized when such are realized.

In the case where the result of one construction contract may not be reliably valued, and especially in the case where the project is at a premature stage, then the income must be recognized only to the extent that the contractual cost may be recovered, and the contractual cost must be recognized in the expenses of the period in which it was undertaken. Thus, for such contracts income is recognized in order for the profit from the specific project to equal zero.

When the result of a construction contract can be valued reliably, the contract's income and expenses are recognized throughout the contract's duration, respectively as income and expense. The Group uses the percentage completion method to define the appropriate income and expense amount that will be recognized in a specific period.

The completion stage is measured based on the contractual cost that has been realized up to the balance sheet date compared to the total estimated construction cost of each project. When it is likely for the total contract cost to exceed the total income, then the expected loss is directly recognized in the period's results as an expense.

For the calculation of the cost realized until the end of the period, any expenses related to future activities regarding the contract are excluded and appear as a project under construction. The total cost that was realized and the profit/loss that was recognized for each contract is compared with the progressive invoicing until the end of the period.

When the realized expenses plus the net profit (less the losses) that have been recognized, exceed the progressive invoicing, the difference appears as a receivable from construction contract customers in the account "Customers and other receivables". When the progressive invoicing exceed the realized expenses plus the net profit (less the losses) that have been recognized, the balance appears as a liability towards construction contract customers in the account "Suppliers and other liabilities".

4.22 Dividend distribution

The distribution of dividends to the shareholders of the parent company is recognized as a liability in the consolidated financial statements at the date on which the distribution is approved by the General Meeting of the Shareholders.

4.23 Segment reporting

The Group of METKA is active in the sector of complicated electromechanical constructions. Every contract that is executed has its own characteristics according to the customer's need (custom made products). During the previous financial statements there was no segment reporting since the Group is not active in different business segments and there are no differing risks and returns.

During 2008, the % of sales of the company to other countries is less than 10% of the total sales turnover of all the construction projects of the Group. Therefore, there is no obligation for segment information.

During 2007, the revenues of the company from projects performed in Other countries (KESC project) contribute by 30,79% to the total revenues of the Group. Taking this into account, the geographical segments of the Group are divided in: Greece, countries of the European community (Eurozone) and Other countries. The financial results of 31st December 2008 and 31st December 2007 for the above mentioned geographical sectors are presented below:

Period 01/01-31/12	Greece		E.U. Countries		Other Countries		Group Total	
	2008	2007	2008	2007	2008	2007	2008	2007
Revenue	347.783.357	189.680.878	5.153.666	6.148.935	28.535.171	88.419.391	381.472.193	284.249.204
Segment assets	325.275.261	339.748.023	4.933.466	1.994.955	4.745.817	11.760.306	334.954.544	353.503.285
Investments	1.842.601	2.558.986	0	0	0	0	1.842.601	2.558.986

It is important to note that in the amount of revenues in year 2006, is included the amount of €460.715, which corresponds to the profits from discontinued operations (sale of subsidiary 3KP in year 2006).

5. Group Structure and consolidation method

Group companies that are included in the consolidated financial statements with the method of full consolidation are:

Company	Headquarters	Participation Percentage	Participation	Relation that dictated the consolidation
METAL CONSTRUCTIONS OF GREECE S.A.	N.IRAKLION, ATTIKIS	Mother Company		
GREEK STEEL INDUSTRY S.A. (SERVISTEEL)	VOLOS	99,98%	Direct	The participation percentage
EKME S.A.	IONIA THESSALONIKIS	40,00%	Direct	Control over the entity
RODAX ATEE	N.IRAKLION, ATTIKIS	100,00%	Direct	The participation percentage
ELEMKA	N.IRAKLION, ATTIKIS	83,50%	Direct	The participation percentage
Drosco Holdings Limited	CYPROUS	83,50%	Indirect	The participation percentage
Bridge Accessories & Construction Systems	MAROUSI, ATTIKIS	62.625	Indirect	The participation percentage
ETADE S.A	N.IRAKLION, ATTIKIS	100,00%	Direct	The participation percentage
METKA BRAZI SRL	BUCHAREST, ROMANIA	100,00%	Direct	The participation percentage

The financial statements of METKA Group are included in the consolidated financial statements of Mytilineos Group that is based in Greece and owns 55,427% of METKA Group.

Changes of the Group structure during the year 2008

In the Group consolidated financial statements is fully consolidated since 12/06/08 a new established subsidiary "METKA BRAZI SRL", with the participation % of 100%. The above company has its headquarters in Bucharest, Romania.

6. Property, plant & equipment

Land, buildings and machinery were valued as at the transition date to IFRS (01/01/2004) at deemed cost, according to the provisions of IFRS 1. The "deemed cost" cost is considered as the fair value of the fixed assets as at the transition date to IFRS, which was defined after a study by an independent evaluator. There are no mortgages or collateral on the fixed assets for borrowing.

The Group's tangible fixed assets are analyzed as follows:

Amounts in €	THE GROUP						
	Land	Buildings	Machinery	Vehicles	Furniture & Fittings	Construction in progress	Total
minus : Gross Book value of Sold Company as at December 31st 2006	17.002.254	23.142.200	40.500.425	1.354.535	6.036.212	273.703	88.309.329
minus : Accumulated depreciation and value impairment	0	(2.657.519)	(13.091.734)	(943.010)	(4.547.740)	0	(21.240.003)
Book value as of January 1st 2007	17.002.254	20.484.681	27.408.691	411.525	1.488.472	273.703	67.069.326
Additions	0	898.300	976.543	79.433	447.098	155.623	2.556.998
Sales - Reductions	0	(37.693)	(1.651.247)	(43.491)	(420.940)	0	(2.153.372)
Depreciations of current period	0	(803.771)	(3.543.022)	(103.478)	(575.792)	0	(5.026.062,40)
Depreciations of Sold - Reduced Assets	0	15.243	1.060.108	32.750	407.729	0	1.515.829
Gross Book value (or estimated cost of acquisition) as at 31st December 2007	17.101.815	26.302.504	42.510.872	2.042.292	6.728.712	682.231	95.368.427
minus : Accumulated depreciation and value impairment	0	(4.073.625)	(16.394.431)	(1.327.191)	(5.216.184)	0	(27.011.432)
Book value at 31 December 2007	17.101.815	22.228.878	26.116.441	715.101	1.512.528	682.231	68.356.995
Additions	0	687.023	654.339	44.203	498.738	60.247	1.944.550
Plus/(minus): Transfers	0	0	0	0	0	(140.379)	(140.379)
Sales - Reductions	0	(39.727)	(292.156)	(169.361)	(124.576)	0	(625.820)
Depreciations of current period	0	(858.425)	(3.660.410)	(145.572)	(588.458)	0	(5.252.866)
Depreciations of Sold - Reduced Assets	0	35.874	207.522	118.668	116.374	0	478.438
Gross Book value (or estimated cost of acquisition) as at 31st December 2008	17.101.815	26.949.799	42.873.055	1.917.135	7.102.874	602.100	96.546.779
minus : Accumulated depreciation and value impairment	0	(4.896.176)	(19.847.320)	(1.354.095)	(5.688.269)	0	(31.785.860)
Book value at 31 December 2008	17.101.815	22.053.623	23.025.735	563.039	1.414.606	602.100	64.760.919

The Company's tangible fixed assets are analyzed as follows:

Amounts in €	THE COMPANY					
	Land	Buildings	Machinery	Vehicles	Furniture & Fittings	Total
minus : Gross Book value of Sold Company as at December 31st 2006	11.967.000,00	14.083.862,72	34.622.688,26	840.203,46	4.503.414,14	66.017.168,58
minus : Accumulated depreciation and value impairment	0	(1.801.734)	(11.271.369)	(503.205)	(3.208.273)	(16.784.581)
Book value as of January 1st 2007	11.967.000	12.282.129	23.351.319	336.999	1.295.141	49.232.588
Additions	0	61.664	284.611	19.150	356.250	721.675
Sales - Reductions	0	0	(1.450.279)	(5.100)	(239.933)	(1.695.312)
Depreciations of current period	0	(461.707)	(2.938.028)	(52.639)	(433.614)	(3.885.988)
Depreciations of Sold - Reduced Assets	0	0	859.830	1.533	237.131	1.098.493
Gross Book value (or estimated cost of acquisition) as at 31st December 2007	11.967.000	14.145.527	33.457.020	854.253	4.619.731	65.043.531
minus : Accumulated depreciation and value impairment	0	(2.263.441)	(13.349.568)	(554.311)	(3.404.756)	(19.572.075)
Book value at 31 December 2007	11.967.000	11.882.086	20.107.452	299.943	1.214.975	45.471.456
Additions	0	70.988	206.812	15.300	342.001	635.100
Sales - Reductions	0	(39.727)	(202.608)	(145.557)	(120.443)	(508.335)
Depreciations of current period	0	(456.010)	(2.780.715)	(42.069)	(385.315)	(3.664.110)
Depreciations of Sold - Reduced Assets	0	35.874	191.914	95.087	112.241	435.116
Gross Book value (or estimated cost of acquisition) as at 31st December 2008	11.967.000	14.176.788	33.461.224	723.996	4.841.288	65.170.297
minus : Accumulated depreciation and value impairment	0	(2.683.577)	(15.938.369)	(501.293)	(3.677.830)	(22.801.070)
Book value at 31 December 2008	11.967.000	11.493.212	17.522.855	222.703	1.163.458	42.369.227

The Group holds intangible assets under finance lease. Leased assets analysed as follows

Amounts in €	THE GROUP				THE COMPANY		
	Mechanical equipment	Vehicles	Furniture & Fittings	Total	Vehicles	Furniture & Fittings	Total
Gross Book value (or estimated cost of acquisition) at 1st January 2007	173.515	86.844	2.727	263.087	55.327	2.727	58.054
minus : Accumulated depreciation	(19.291)	(54.331)	(2.727)	(76.350)	(51.705)	(2.727)	(54.432)
Book value at 1st January 2007	154.224	32.513	0	186.737	3.623	0	3.623
Depreciations of current period	(20.822)	(9.926)	0	(30.748)	(3.623)	0	(3.623)
Gross Book value (or estimated cost of acquisition) at 31st December 2007	173.515	86.844	2.727	263.087	55.327	2.727	58.054
minus : Accumulated depreciation	(40.113)	(64.257)	(2.727)	(107.097)	(55.327)	(2.727)	(58.054)
Book value at 31st December 2007	133.402	22.587	0	155.989	0	(0)	0
Additions	156.692	0	0	156.692	0	0	0
Depreciations of current period	(49.026)	(6.303)	0	(55.330)	0	0	0
Gross Book value (or estimated cost of acquisition) at 31st December 2008	330.207	86.844	2.727	419.779	55.327	2.727	58.054
minus : Accumulated depreciation	(89.140)	(70.561)	(2.727)	(162.427)	(55.327)	(2.727)	(58.054)
Book value at 31st December 2008	241.068	16.284	0	257.351	0	0	0

7. Goodwill

Amounts in €

	ELEMKA SA	DROSCO HOLDINGS LTD	ETADE S.A.	Total
Gross carrying amount at 1st January 2007	1.829.630	1.776	0	1.831.406
Accumulated Impairment losses	0	0	0	0
Net Book Value at 31st December 2007	1.829.630	1.776	0	1.831.406
Additions from current period's acquisitions	0	0	6.033.476	6.033.476
Gross carrying amount at 31st December 2007	1.829.630	1.776	6.033.476	7.864.882
Net Book Value at 31st December 2007	1.829.630	1.776	6.033.476	7.864.882
Additions from current period's acquisitions	0	0	0	0
Gross carrying amount at 31st December 2008	1.829.630	1.776	6.033.476	7.864.882
Net Book Value at 31st December 2008	1.829.630	1.776	6.033.476	7.864.882

The amount of the Goodwill that has been recognized for the year 2007, concerns the acquisition of "ETADE S.A." by 100,00% percentage of ownership. (analytical determination of the Goodwill is presented in the financial statements of 2007.

Impairment tests for goodwill

According to the impairment test every subsidiary is an independent organization which creates cash flows. After calculating the goodwill by discounting the cash flows of the above acquired company it id arise any matter of lessening the goodwill.

8. Intangible assets:

The intangible assets (Group / Company) are analyzed as follows:

	THE GROUP			THE COMPANY		
	Licences and franchises	Software	Total	Licences and franchises	Software	Total
Amounts in €						
Gross Book value at 1st January 2007	9.980.000	179.703	10.159.703	9.980.000	68.300	10.048.300
minus : Accumulated depreciation	(2.891.214)	(166.801)	(3.058.016)	(2.891.214)	(68.300)	(2.959.515)
Book value at 1st January 2007	7.088.786	12.902	7.101.687	7.088.786	0	7.088.786
Additions	0	1.988	1.988	0	0	0
Plus: Gross book value of acquired subsidiary	0	38.438	38.438	0	0	0
Plus/(minus:) settlements	0	10.200	10.200	0	0	0
Depreciations of current period	(3.047.739)	(9.373)	(3.057.112)	(3.047.739)	0	(3.047.739)
Minus: Accumulated depreciation of acquired subsidiary	0	(33.671)	(33.671)	0	0	0
Plus/(minus:) amortization settlements	0	10.107	10.107	0	0	0
Gross Book value at 31st December 2007	9.980.000	230.329	10.210.329	9.980.000	68.300	10.048.300
minus : Accumulated depreciation	(5.938.953)	(199.739)	(6.138.692)	(5.938.953)	(68.300)	(6.007.253)
Book value at 31st December 2007	4.041.047	30.591	4.071.638	4.041.047	0	4.041.047
Additions	0	38.430	38.430	0	0	0
Depreciations of current period	(2.960.187)	(18.728)	(2.978.915)	(2.960.187)	0	(2.960.187)
Gross Book value at 31st December 2008	9.980.000	268.760	10.248.760	9.980.000	68.300	10.048.300
minus : Accumulated depreciation	(8.899.140)	(218.467)	(9.117.607)	(8.899.140)	(68.300)	(8.967.440)
Book value at 31st December 2008	1.080.860	50.293	1.131.153	1.080.860	0	1.080.860

The intangible assets comprise of software (SAP). The exploitation rights of the fixed assets concern machinery granted through construction contracts (compensative profits). These rights were valued at fair value at the date they were granted, less depreciation calculated based on the units of production method.

9. Investment in subsidiaries

Investments in subsidiaries were valued at acquisition cost, in the company's financial statements. Investments in subsidiaries have as follows:

Amounts in €	31/12/2008	31/12/2007
Opening carrying amount	43.150.134	35.150.134
Acquisition of Companies	1.000	8.000.000
Closing carrying amount	43.151.134	43.150.134

The 100% subsidiary METKA BRAZI SRL was founded by METKA S.A. on 12/6/09. It's headquarters is in Bucharest, Romania and is going to execute part of the contracted project in BRAZI, Romania.

There are no constrains in the ability of the above companies to transfer in capital by receiving dividends, payments from borrowings and down payments.

10. Deferred tax

The deferred tax receivables and liabilities are offset if there Group has the applicable legal right to offset current tax liabilities against current tax receivables and if deferred taxes concern the same fiscal principle.

The amounts offset are the following:

Amounts in €	THE GROUP				THE COMPANY			
	31/12/2008		31/12/2007		31/12/2008		31/12/2007	
	Assets	Liability	Assets	Liability	Assets	Liability	Assets	Liability
Non Current Assets								
Intangible Assets	6.769	0	9.789	0	2.946	0	3.491	0
Tangible Assets	39.587	(7.271.140)	12.167	(9.430.518)	0	(5.493.134)	0	(7.085.382)
Current Assets								
Construction contracts	11.874.444	(15.136.151)	8.354.705	(9.252.857)	11.100.879	(15.133.643)	7.728.570	(9.048.920)
Other Receivables	588.186	(399.199)	557.931	(575.074)	0	0	0	0
Reserves								
De-taxation of reserves	0	(1.159.225)	0	(1.311.429)	0	(401.706)	0	(502.133)
Long-term Liabilities								
Employee Benefits	585.488	0	797.865	(11.518)	457.613	0	561.673	0
Other Long-term Liabilities	9.995	0	14.784	0	0	0	0	0
Short-term Liabilities								
Provisions	7.501	0	1.473	0	946	0	0	0
Liabilities from financing leases	23.689	0	0	20.278	0	0	0	0
Other Short-term Liabilities	22.248	0	26.080	0	0	0	0	0
Total	13.157.907	(23.965.715)	9.774.794	(20.561.119)	11.562.384	(21.028.483)	8.293.735	(16.636.435)
Offsetting	(11.498.799)	11.498.799	(8.615.167)	8.615.167	(11.103.825)	11.103.825	(7.732.062)	7.732.062
Total	1.659.108	(12.466.916)	1.159.627	(11.945.952)	458.559	(9.924.658)	561.673	(8.904.373)

The movement in deferred tax assets and liabilities after the offsetting balances is as follows:

Amounts in €	THE GROUP			THE COMPANY		
	1/1/2008	Debit/(Credited) charged to net profit	31/12/2008	1/1/2008	Debit/(Credited)) charged to net profit	31/12/2008
Deferred tax Assets/liabilities						
Intangible Assets	9.789	(3.020)	6.769	3.491	(545)	2.946
Tangible Assets	(9.418.351)	2.186.797	(7.231.554)	(7.085.382)	1.592.248	(5.493.134)
Construction contracts	(898.151)	(2.363.556)	(3.261.708)	(1.320.349)	(2.712.414)	(4.032.764)
Other Receivables	(17.144)	206.131	188.987	0	0	0
De-taxation of reserves	(1.311.429)	152.204	(1.159.225)	(502.133)	100.427	(401.706)
Employee Benefits	786.347	(200.858)	585.489	561.673	(104.061)	457.613
Provisions	16.257	1.239	17.496	0	946	946
Liabilities from financing leases	20.278	3.411	23.689	0	0	0
Other Short-term Liabilities	26.080	(3.832)	22.248	0	0	0
Total	(10.786.325)	(21.484)	(10.807.809)	(8.342.700)	(1.123.399)	(9.466.099)
Deferred tax Assets	1.159.627		1.659.108	561.673		458.559
Deferred tax Liabilities	(11.945.952)		(12.466.916)	(8.904.373)		(9.924.658)

Amounts in €	THE GROUP			THE COMPANY		
	1/1/2007	Debit/(Credited) charged to net profit	31/12/2007	1/1/2007	Debit/(Credited)) charged to net profit	31/12/2007
Deferred tax Assets/liabilities						
Intangible Assets	6.157	3.632	9.789	0	3.491	3.491
Tangible Assets	(9.568.779)	150.428	(9.418.351)	(7.391.853)	306.471	(7.085.382)
Construction contracts	(3.754.105)	2.855.954	(898.151)	(4.005.881)	2.685.531	(1.320.349)
Other Receivables	277.628	(294.772)	(17.144)	0	0	0
De-taxation of reserves	(1.270.383)	(41.046)	(1.311.429)	(502.133)	0	(502.133)
Employee Benefits	763.984	22.362	786.347	560.537	1.136	561.673
Provisions	1.971	14.285	16.257	0	0	0
Liabilities from financing leases	37.459	(17.181)	20.278	648	(648)	0
Other Short-term Liabilities	0	26.080	26.080	0	0	0
Total	(13.506.068)	2.719.742	(10.786.325)	(11.338.682)	2.995.982	(8.342.700)
Deferred tax Assets	1.256.345		1.159.627	560.537		561.673
Deferred tax Liabilities	(14.762.413)		(11.945.952)	(11.899.219)		(8.904.373)

According to the tax legislation, some kind of income is not taxed when recognized but when distributed to the shareholders. The accounting principle followed by the Group suggests to recognize deferred income tax liability when this income is initially recognized and not when distributed.

During the current year the Group depicts the effects of decreasing the tax rate as far as the differed tax is concerned. According to the Greek law 3697/25.9.2008, the tax rate for computing the income tax expense should be gradually decreased one percentage each year, from 2010 to 2014, reaching 20%.

The deferred tax is calculated based on the tax rate applied by the time the tax demand/obligation is matured.

Deferred tax receivables are recognized as tax losses when the liquidation of the tax benefit through future tax profits is possible.

11. Financial assets available for sale

	THE GROUP		THE COMPANY	
	31/12/2008	31/12/2007	31/12/2008	31/12/2007
Amounts in €				
Opening carrying amount	364.951	364.951	123.201	123.201
Sales/write-offs	0	0	0	0
Adaptation at fair value	364.951	364.951	123.201	123.201
Non Current Assets	364.951	364.951	123.201	123.201
	364.951	364.951	123.201	123.201

12. Other non-current receivables

The Group's and Company's other non-current receivables are analyzed in the following table:

	THE GROUP		THE COMPANY	
	31/12/2008	31/12/2007	31/12/2008	31/12/2007
Amounts in €				
Customers- Over 12 months retained receivable guarantees	1.922.926	534.707	1.842.926	0
Given Guarantees	225.099	266.597	108.107	106.839
Other	7.194	2.935	0	0
Total other non-current assets	2.155.218	804.239	1.951.032	106.839

These receivables are to be recovered after the end of next period.

13 Inventories

The Group's and Company's inventories are analyzed as follows:

	THE GROUP		THE COMPANY	
	31/12/2008	31/12/2007	31/12/2008	31/12/2007
Amounts in €				
Raw materials	8.148.388	16.018.493	7.483.538	14.918.445
Work in Progress	3.658.713	3.279.959	3.077.654	3.246.686
Merchandise	2.273.095	1.368.366	0	0
Spare parts & consumables	1.396.375	1.123.111	1.144.631	1.016.609
Packing materials	576.709	528.795	503.515	469.847
Other goods & inventories	726.769	954.602	34.191	34.155
Total	16.780.048	23.273.325	12.243.529	19.685.742
Minus:Provisions for useless and destroyed inventories	(1.488.294)	(1.488.294)	(1.000.000)	(1.000.000)
Net book value	15.291.754	21.785.031	11.243.529	18.685.742

The value of the Inventories that were consumed to the Group's and Company's cost of goods sold is € 231.734.181 and € 199.094.872 respectively (2007: Group € 132.940.686 and Company € 107.982.062). On 31/12/2008 there was no need for provision of obsolete inventory.

The Group has no pawning inventories as at 31/12/2008.

14 Customers and other trade receivables

The Group's and Company's customers and other trade receivables are analyzed as follows:

Amounts in €	THE GROUP		THE COMPANY	
	31/12/2008	31/12/2007	31/12/2008	31/12/2007
Customers	91.919.827	69.484.744	67.416.850	53.100.377
Withholding money for fine completion of contracts	7.692.512	6.431.269	7.990.054	5.688.517
Receivables in customers from the implementation of work (note 19)	67.894.055	65.789.157	65.343.426	62.661.560
Bills receivable	163.815	3.815	0	0
Checks receivable	4.284.657	3.725.800	0	0
Less: Provisions fall	(897.856)	(1.563.376)	0	0
Net trade & other receivables	171.057.011	143.871.409	140.750.330	121.450.455
Advances for purchases and subcontractors	43.949.591	65.158.032	41.179.061	64.071.784
Total	215.006.602	209.029.440	181.929.391	185.522.239
Non-current assets (note 12)	1.922.926	534.707	1.842.926	0
Current assets	213.083.676	208.494.734	180.086.465	185.522.239
	215.006.602	209.029.440	181.929.391	185.522.239

All of the above receivables are concerned as short term. The fair value of that short term financial assets is not determined independently because the book value is considered to be equal to the fair value.

In addition some of the receivables are past due nor impaired. The aging of above mentioned receivables according to IFRS 7, are presented in the following table.

Amounts in '000 €	THE GROUP		THE COMPANY	
	31.12.2008	31.12.2007	31.12.2008	31.12.2007
Past due nor impaired				
Less than 3 months	3.429.572	2.554.613	950.797	230.285
From 3 to 6 months	13.555.078	1.370.468	8.154.030	268.568
From 6 months to 1 year	319.044	4.955.208	6.247	0
More than 1 year	603.180	815.986	603.180	686.047
Total	17.906.873	9.696.275	9.714.254	1.184.900

The above table does not include receivables from construction contracts which are recognized as receivables according to IAS 11.

15. Other receivables – other current assets

The Group's and Company's other receivables are analyzed as follows:

Amounts in €	THE GROUP		THE COMPANY	
	31/12/2008	31/12/2007	31/12/2008	31/12/2007
State Taxes	4.004.369	7.310.486	2.567.765	6.182.232
Advances to employees and others	43.906	38.719	26.132	17.990
Receivables under sub judice	537.315	537.051	0	0
Other receivables	251.087	231.007	288.448	65.702
Less: Provisions for impairment of other receivables	(537.051)	(537.051)	0	0
Total or Other Receivables	4.299.626	7.580.212	2.882.345	6.265.925
Other current assets				
Prepayment expenses	4.929.045	1.961.504	4.858.889	1.911.926

As of 31/12/2008 no provisions were made for doubtful debtors, in respect with 2007 when the Group made an extra €127.051 provision.

16. Financial assets at fair value through profit and loss.

The analysis of the investments in financial assets is analyzed as follows:

Amounts in €	THE GROUP		THE COMPANY	
	31/12/2008	31/12/2007	31/12/2008	31/12/2007
Bank bonds	1.677.551	3.763.898	0	0
Mutual funds	35.108	35.253	0	0
Stock	13.413	0	0	0
Total Financial assets	1.726.073	3.799.151	0	0

The total value of the above financial instruments is available for sale.

The change in fair value of the above financial assets is included in the account "Other Financial results" of the income statement.

17. Cash and cash equivalents

Group and company cash and cash equivalents are analyzed as follows:

Amounts in €	THE GROUP		THE COMPANY	
	31/12/2008	31/12/2007	31/12/2008	31/12/2007
Cash at bank and on hand	7.794.533	20.853.725	584.985	16.402.019
Short-term bank deposits	9.893.607	6.406.597	8.720.000	6.406.597
Total	17.688.140	27.260.322	9.304.985	22.808.616

There were no overdrafts in the bank accounts on the above mentioned dates.

The effective interest rate of short term investments is 6%-6,5% (2007: 4,5%-5%).

18. Construction contracts

The construction contracts concern properties' construction especially for clients, according to terms provided in the contracts, whose execution usually extends more than one fiscal year.

	THE GROUP		THE COMPANY	
	01/01 - 31/12/2008	01/01 - 31/12/2007	01/01 - 31/12/2008	01/01 - 31/12/2007
Amounts in €				
Sales turnover due to project execution of the period	361.368.760	264.988.054	329.482.458	246.365.998
Total cost that have been occurred from the beginning of the projects	1.190.704.834	928.397.915	1.128.177.213	867.151.152

The analysis of receivables / liabilities from construction contracts, is as follows:

	THE GROUP		THE COMPANY	
	31/12/2008	31/12/2007	31/12/2008	31/12/2007
Amounts in €				
Customer Advance payments	(33.081.201)	(71.700.795)	(28.946.888)	(70.728.259)
Customer Withholding of good performance	7.692.512	6.431.269	7.990.054	5.688.517
Customer receivables from the implementation of work	67.894.055	65.789.157	65.343.426	62.661.560
Customer liabilities from the implementation of work	(3.253.832)	(26.477.433)	(2.286.581)	(26.465.881)

The above mentioned amounts represent the management's best possible estimation according to the results, and to the percentage of completion of the construction contracts.

19. Total equity

19.1 Share Capital

The Company's share capital consists of 51.950.600 nominal shares, of a nominal value of €0,32 per share. The total share capital amounts to €16.624.192. The company's shares are listed in the Athens Stock Exchange.

Amounts in €

Balance at 1/1/2007

Increase of Share Capital

Balance at 31/12/2007

Increase of Share Capital

Balance at 31/12/2008

Number of shares	Ordinary Shares	Share Premium	Total
51.950.600	51.950.600	16.624.192	16.624.192
51.950.600	51.950.600	16.624.192	16.624.192
51.950.600	51.950.600	16.624.192	16.624.192

19.2 Other reserves

Other reserves for the Company / Group are as follows:

Amounts in €	THE GROUP					Total
	Legal Reserve	Special Reserve	Translation Reserve	Contingency reserve	Tax-exempt reserves under special laws	
Balance as at January 1st, 2007	5.972.286	826.575	0	3.411.366	16.161.096	26.371.323
-Transactions during the period 01/01/2007 - 31/12/2007						
- Formation of reserves due to net profits of year 2006	295.470	0	0	0	1.736.238	2.031.708
-Transfer of tax exempt reserves to retained earnings according to tax law 3220/2004	0	0	0	0	(144.000)	(144.000)
Balance as at December 31st, 2007	6.267.756	826.575		3.411.366	17.753.334	28.259.031
-Transactions during the period 01/01/2008 - 31/12/2008						
Translation Reserve	0	0	1.905	0	0	1.905
- Formation of reserves due to net profits of year 2007	6.529	64.580	0	0	62.086	133.196
Balance as at December 31st, 2008	6.274.286	891.155	1.905	3.411.366	17.815.421	28.394.132

THE COMPANY

Amounts in €

Balance as at January 1st, 2007

-Transactions during the period 01/01/2007 - 31/12/2007

- Formation of reserves due to net profits of year 2006

Balance as at December 31st, 2007

-Transactions during the period 01/01/2008 - 31/12/2008

- Formation of reserves due to net profits of year 2007

Balance as at December 31st, 2008

Legal Reserve	Special Reserve	Tax-exempt reserves under special laws	Total
5.274.149	826.575	15.673.500	20.947.649
267.851	0	1.613.920	1.881.771
5.542.000	826.575	17.287.420	23.655.994
0	0	0	0
5.542.000	826.575	17.287.420	23.655.994

The ordinary reserve was formed according to the L.2190/1920.

In the "tax exempt and other reserves under special law provisions", tax-free discounts and other special law reserves are included, which the Group does not intend to distribute in the near future. However, until 31/12/2008 the deferred tax is calculated at €1.159.225 for the Group and €401.706 for the Company.

19.3 Retained earnings

	THE GROUP		THE COMPANY	
	31/12/2008	31/12/2007	31/12/2008	31/12/2007
Amounts in €				
Intended Divident	20.780.240	25.975.300	20.780.240	25.975.300
Remaining Earnings	76.722.858	56.208.054	84.448.603	66.946.490
Total	97.503.098	82.183.354	105.228.843	92.921.790

The General Shareholders Meeting unanimously approved at 15/05/2008 the appropriation account for the fiscal year 2007 and the distribution of €25.975.300 out of the profit for the year 2007, which represents a dividend of €0,5000 per share.

It is suggested to distribute € 20.780.240 as a dividend (€0,4000 per share), out of the net profit of the year 2008 amounting to €38.282.352. The distribution of dividend has to be approved by the General Shareholders Meeting, therefore no obligation has been recognized in the financial statements of 2008. It is noted that according to the tax law, a 10% withholding tax is applicable to the distributed dividend.

20. Liabilities for pension plans

Under the L.2112/1920, a lump sum compensation is paid to the employees upon retirement.

The Company and the Group recognizes as post-employment employee benefit liability, the present value of its legal commitment to pay a lump sum compensation to the employees due to retirement. This liability was calculated through an actuarial study.

This liability is analyzed as follows:

	THE GROUP		THE COMPANY	
	31/12/2008	31/12/2007	31/12/2008	31/12/2007
Amounts in €				
Opening carrying amount	1.882.794	1.866.198	1.244.700	1.242.146
Pension benefits	204.187	71.619	124.036	116.572
Pension benefits of the acquired Subsidiary company	0	140.747	0	0
Period payments	(121.080)	(195.771)	(80.673)	(114.018)
Balance at 31/12/2008	1.965.901	1.882.794	1.288.063	1.244.700

The amounts concerning pension benefits are as follows:

	THE GROUP		THE COMPANY	
	31/12/2008	31/12/2007	31/12/2008	31/12/2007
Amounts in €				
Analysis of Pension benefits				
Cost of current period employment	111.814	69.948	68.024	60.675
Interest cost	85.206	65.598	56.012	55.897
(Profit)/loss from the Pension plan	7.167	(63.927)	0	0
Total cost of pension benefits	204.187	71.619	124.036	116.572

The main actuarial assumptions used for the above mentioned purpose are as follows:

	31/12/2008	31/12/2007
Discount Rate	4,5%	4,5%
Future wage increases	3,5%	3,5%
Percentage of retirement	0,5%	0,5%
Inflation	2,5%	2,5%

21. Other long-term liabilities

The analysis of the Group's and Company's other long-term liabilities is as follows:

	THE GROUP							
	Received Grants	Rights of use free of charge granted constant	Tax Liabilities	Provisions for tax liabilities due to unaudited fiscal years	Withholding money for fine completion of contracts	Other Provisions	Customer Downpayments	Total
Amounts in €								
Balance at 1st January 2007	33.828	3.786.027	34.365	703.000	1.061.240	8.191	6.429.878	12.056.529
Tranfer from Short-Term Liabilities	31.806	3.302.759	414.496	0	7.374.348	0	13.383.165	24.506.574
Additions	109.021	0	0	309.000	2.710.697	0	110.049.894	113.178.611
Tax audit differences	0	0	0	(223.805)	0	0	0	(223.805)
Period Amortization to Gains	(38.147)	(3.047.739)	0	0	(1.858.896)	0	(39.229.400)	(44.174.182)
Taxes paid	0	0	(311.401)	0	0	0	0	(311.401)
Tranfer to Short-Term Liabilities	(6.158)	(3.068.025)	(137.460)	0	(9.287.389)	0	(70.728.259)	(83.227.291)
Balance at 31 December 2007	130.350	973.022	0	788.195	0	8.191	19.905.277	21.805.035
Transfer from Short-Term Liabilities	6.158	3.068.025	0	0	9.287.389	0	70.728.259	83.089.831
Additions	0	0	0	745.216	2.992.038	0	42.314.926	46.052.180
Tax audit differences	0	0	0	(203.007)	0	0	0	(203.007)
Period Amortization to Gains	(15.252)	(2.960.187)	0	0	(3.804.058)	0	(56.800.060)	(63.579.557)
Taxes paid	0	0	0	0	0	0	0	0
Tranfer to Short-Term Liabilities	(3.417)	(1.080.860)	0	0	(5.979.513)	0	(28.946.888)	(36.010.679)
Balance at 31 December 2008	117.839	0	0	1.330.404	2.495.856	8.191	47.201.514	51.153.804

Amounts in €

	THE COMPANY						
	Received Grants	Rights of use free of charge granted constant	Tax Liabilities & fees of previous years	Provisions for tax liabilities due to unaudited fiscal years	Withholding money for fine completion of contracts	Customer Downpayments	Total
Balance at 31 December 2006	6.158	3.786.027	34.365	300.000	1.061.240	6.429.878	11.617.668
Transfer from Short-Term Liabilities	31.806	3.302.759	414.496	0	7.374.348	13.383.165	24.506.574
Additions	0	0	0	150.000	2.903.349	110.049.894	113.103.243
Period Amortization to Gains	(31.806)	(3.047.739)	0	0	(1.858.896)	(39.229.400)	(44.167.841)
Taxes paid	0		(311.401)	0	0		(311.401)
Transfer to Short-Term Liabilities	(6.158)	(3.068.025)	(137.460)	0	(9.287.389)	(70.728.259)	(83.227.291)
Balance at 31 December 2007	0	973.022	0	450.000	192.652	19.905.277	21.520.952
Transfer from Short-Term Liabilities	0	3.068.025	0	0	9.287.389	70.728.259	83.083.673
Additions	0	0	0	633.216	3.873.167	42.314.926	46.821.309
Period Amortization to Gains	0	(2.960.187)	0	0	(3.804.058)	(56.800.060)	(63.564.305)
Taxes paid	0	0	0	0	0	0	0
Transfer to Short-Term Liabilities	0	(1.080.860)	0	0	(5.979.513)	(28.946.888)	(36.007.262)
Balance at 31 December 2008	0	0	0	1.083.216	3.569.637	47.201.514	51.854.367

The variation in the account "Rights of use free of charge granted constant" during 2008, amounting to €2.960.187 (2007: 3.047.739) concerns depreciation effected on these rights.

22 Trade and other Payables

The analysis of the balance for the Group's and Company's trade and other liabilities is as follows:

Amounts in €	THE GROUP		THE COMPANY	
	31/12/2008	31/12/2007	31/12/2008	31/12/2007
Suppliers	47.473.838	34.324.200	47.689.064	35.383.960
Customers' Advances	33.081.201	71.700.795	28.946.888	70.728.259
Liabilities due to the implementation of work (note 18)	3.253.832	26.477.433	2.286.581	26.465.881
Total	83.808.871	132.503.166	78.922.534	132.578.101

All trade transactions have no interest and regularly settled.

23. Tax Payable

Tax payable of the Group and the Company are divided in current income tax liabilities and previous years tax liabilities and are analyzed as follows:

Amounts in €	THE GROUP		THE COMPANY	
	31/12/2008	31/12/2007	31/12/2008	31/12/2007
Current period tax liabilities	10.912.905	20.192.611	6.929.038	18.961.217
Tax liabilities coming from previous years	0	458.084	0	34.365
Total	10.912.905	20.650.696	6.929.038	18.995.582

For the unaudited fiscal years of the companies of the Group, please revert to para. 39 "Contingent Liabilities – Receivables".

24. Short-term debt

The Group and the Company's short-term debt are analyzed as follows:

Amounts in €	THE GROUP		THE COMPANY	
	31/12/2008	31/12/2007	31/12/2008	31/12/2007
Short-term Borrowing				
Bank Debt	11.313.541	18.176.571	228	7.425.184
Other (Leasing)	102.997	81.112	0	0
Total short term debt	11.416.538	18.257.683	228	7.425.184

The short-term debt of the Group concerns borrowing in Euros. The total amount is expressed in Euros. The average weighted borrowing rate in 2008 amounts to 4,8244% (5,59% in 2007), for loans in euros and 6,04% in 2007 for loans in USD.

Short term debt analyzed as follows:

Bank Debt	31/12/2008	31/12/2007
Debt in Euro	11.313.541	10.751.387
Debt in U.S. Dollars	0	7.425.184
Total	11.313.541	18.176.571

There are no mortgages relating to the group's fixed assets as of 31/12/2008.

25. Other short-term liabilities

The other short-term liabilities are analyzed as follows:

Amounts in €	THE GROUP		THE COMPANY	
	31/12/2008	31/12/2007	31/12/2008	31/12/2007
Social security insurance	904.536	852.671	489.641	453.424
Dividends payable	566.002	562.668	565.633	562.300
Accrued income	1.080.860	3.074.183	1.080.860	3.074.183
Accrued expenses	132.474	191.302	96.614	93.562
Others Liabilities	2.434.466	2.146.063	822.061	568.910
Total	5.118.338	6.826.887	3.054.810	4.752.379

26. Current portion of non-current provisions

Amounts in €	THE GROUP					Total
	(a) Provision for future damages from Construction Contracts	(b) Litigation provisions	(c) Provision for taxes	(d) Other Provisions	(e) Provisions for pension and retirement benefits	
Balance at 1st January 2007	183.541	50.055	703.000	8.191	1.866.198	2.810.985
Provisions of the subsidiary at the time of buying out	0	0	0	0	140.747	140.747
Additional provisions for the period 01/01/2007 - 31/12/2007	195.747	0	309.000	0	71.619	576.365
Unused provisions that have been reversed	(1.994)	0	0	0	0	(1.994)
Provisions used during the year	0	(26.500)	(223.805)	0	(195.771)	(446.076)
Balance at 31 December 2007	377.293	23.555	788.195	8.191	1.882.794	3.080.028
Additional provisions for the period 01/01/2008 - 31/12/2008	30.280	0	745.216	0	204.187	979.683
Unused provisions that have been reversed	(361.984)	0	0	0	0	(361.984)
Provisions used during the year	0	0	(203.007)	0	(121.080)	(324.086)
Balance at 31 December 2008	45.589	23.555	1.330.404	8.191	1.965.901	3.373.641

Amounts in €	2008	2007
	1.330.404	788.195
Long-term Provisions	69.144	400.848
Short-term Provisions	1.399.548	1.189.043

Amounts in €	THE COMPANY					Total
	(a) Provision for future damages from Construction Contracts	(b) Litigation provisions	(c) Provision for taxes	(d) Other Provisions	(e) Provisions for pension and retirement benefits	
Balance at 1st January 2007	0	50.055	300.000	0	1.242.146	1.592.201
Additional provisions for the period 01/01/2007 - 31/12/2007	1.993	0	150.000	0	116.572	268.565
Provisions used during the year	0	(26.500)			(114.018)	(140.518)
Balance at 31 December 2007	1.993	23.555	450.000	0	1.244.700	1.720.248
Additional provisions for the period 01/01/2008 - 31/12/2008	1.950	0	633.216	0	124.036	759.202
Provisions used during the year	0	0	0	0	(80.673)	(80.673)
Balance at 31 December 2008	3.943	23.555	1.083.216	0	1.288.063	2.398.777

	2008	2007
Long-term Provisions	2.371.279	1.694.700
Short-term Provisions	27.498	25.548
	2.398.777	1.720.248

- a) This provision represents estimated losses from construction contracts.
- b) This provision relates to extra litigation compensation to employees. It is expected that this amount will be utilized in 2009.
- c) This provision relates to future obligations that may result from tax audits. It is expected that this amount will be utilized in the next 3 years.
- d) Comprises other provisions relating to other risks none of which are substantial for Group.
- e) This provision represents accrued pension and retirement obligations.

27. Sales turnover

The sales turnover analysis for the Company and the Group is as follows:

Amounts in €	THE GROUP		THE COMPANY	
	01/01 - 31/12/2008	01/01 - 31/12/2007	01/01 - 31/12/2008	01/01 - 31/12/2007
Income from the execution of construction contracts	361.368.760	264.988.054	329.482.458	246.365.998
Sales of apartments	260.263	1.518.483	260.263	1.518.483
Income from trading	11.080.877	9.042.111	0	12.682
Sales of Products	1.075.837	289.799	0	0
Income from maintenance and other services	7.045.759	7.344.547	477.271	0
Sales of scrap	640.697	1.066.210	264.993	921.136
Total	381.472.193	284.249.204	330.484.985	248.818.298

28. Analysis of expenses by their nature

The expenses analysis by the nature of expense of the year 2008 is as follows:

Amounts in €	THE GROUP				THE COMPANY			
	Cost of sales	Distribution Expenses	Administrative Expenses	Total	Cost of sales	Distribution Expenses	Administrative Expenses	Total
Pension benefits	303.400	0	137.290	440.690	223.365	0	82.505	305.870
Wages & other benefits of the employees	15.975.465	472.678	3.393.841	19.841.984	7.812.540	223.664	2.159.665	10.195.869
Cost of reserves recognized as expense	231.732.859	1.184	138	231.734.181	199.093.550	1.184	138	199.094.872
Depreciation of Tangible Assets	4.548.227	134.702	569.936	5.252.866	3.234.600	3.441	426.069	3.664.110
Amortization of Intangible Assets	1.199	5.362	12.167	18.728	0	0	0	0
Wage and expenses of Subcontractors	23.754.157	575	178.799	23.933.531	36.094.100	575	178.799	36.273.474
Third person expenses & benefits	11.653.013	315.500	4.975.727	16.944.241	7.576.515	134.193	2.948.677	10.659.385
Insurance expenses	2.651.826	3.286	80.993	2.736.104	2.527.692	35	23.633	2.551.360
Rents of operating leases	458.775	49.316	889.620	1.397.711	346.364	16.234	386.970	749.568
Expenses of fixing and maintainance	622.663	50.605	304.842	978.110	329.023	1.217	274.289	604.529
Other third person expenses	1.167.652	28.130	536.575	1.732.357	480.325	21.557	400.506	902.387
Taxes & Duties Payable	239.896	9.810	129.858	379.564	165.186	728	62.761	228.676
Publicity	43.282	13.753	353.291	410.326	43.282	11.858	348.838	403.977
Reversal of Provisions	(365.433)	0	(87.996)	(453.429)	0	0	(80.673)	(80.673)
Other expenses	6.741.845	762.374	1.852.284	9.356.503	5.159.741	495.308	1.280.160	6.935.210
Other Provisions	30.280	0	0	30.280	1.950	0	0	1.950
Provisions for liabilities of settled benefits	77.715	1.749	32.350	111.814	47.221	0	20.803	68.024
Total	299.636.822	1.849.025	13.359.715	314.845.562	263.135.454	909.994	8.513.140	272.558.588
Less Tangible assets under construction	147.231	0	0	147.231	90.330	0	0	90.330
TOTAL	299.489.591	1.849.025	13.359.715	314.698.331	263.045.123	909.994	8.513.140	272.468.257

The expenses analysis by the nature of expense of the year 2007 is as follows:

Amounts in €	THE GROUP				THE COMPANY			
	Cost of sales	Distribution Expenses	Administrative Expenses	Total	Cost of sales	Distribution Expenses	Administrative Expenses	Total
Pension benefits	397.782	15.472	58.683	471.937	324.716	15.472	58.683	398.871
Wages & other benefits of the employees	14.848.224	449.329	2.928.623	18.226.175	7.906.019	261.649	1.934.969	10.102.636
Cost of reserves recognized as expense	132.939.121	1.120	445	132.940.686	107.980.498	1.120	445	107.982.062
Depreciation of Tangible Assets	4.526.528	13.980	488.902	5.029.410	3.420.161	2.750	463.077	3.885.988
Amortization of Intangible Assets	0	0	6.026	6.026	0	0	0	0
Proportion of Grant Amortization	(4.702)	0	0	(4.702)	0	0	0	0
Wage and expenses of Subcontractors	45.688.609	153.150	141.506	45.983.265	55.628.919	153.150	139.006	55.921.074
Third person expenses & benefits	11.000.188	304.818	3.925.034	15.230.039	7.754.512	64.342	2.838.315	10.657.169
Insurance expenses	1.410.284	16.073	35.511	1.461.867	1.353.890	0	2.267	1.356.156
Rents of operating leases	618.867	42.502	733.520	1.394.889	449.353	23.945	328.957	802.255
Expenses of fixing and maintainance	388.745	8.605	308.595	705.944	181.968	3.230	232.939	418.137
Other third person expenses	827.861	17.685	540.152	1.385.697	446.549	7.270	339.285	793.103
Taxes & Duties Payable	183.022	7.636	113.005	303.662	125.371	787	48.929	175.087
Publicity	31.232	32.166	167.214	230.612	31.232	32.166	167.214	230.612
Reversal of Provisions	(83.747)	0	(114.018)	(197.765)	0	0	(114.018)	(114.018)
Other expenses	3.616.438	910.509	1.886.221	6.413.167	2.513.247	466.684	1.472.907	4.452.838
Other Provisions	195.747	54.781	0	250.527	1.993	0	0	1.993
Provisions for liabilities of settled benefits	47.703	240	22.005	69.948	41.789	0	18.886	60.675
Total	216.631.901	2.028.062	11.241.423	229.901.387	188.160.216	1.032.564	7.931.860	197.124.641
Less Tangible assets under construction	297.091	0	0	297.091	146.054	0	0	146.054
TOTAL	216.334.811	2.028.062	11.241.423	229.604.296	188.014.162	1.032.564	7.931.860	196.978.587

29. Employee benefits

The number of employees is analyzed in the following table:

	THE GROUP		THE COMPANY	
	31/12/2008	31/12/2007	31/12/2008	31/12/2007
Monthly Wage employees	320	330	194	198
Daily Wage employees	220	219	75	84
Total	540	549	269	282

The employee benefits for the Group and the Company are as follows:

	THE GROUP		THE COMPANY	
	31/12/2008	31/12/2007	31/12/2008	31/12/2007
Amounts in €				
Employee wages	15.188.483	13.811.965	7.804.658	7.732.859
Social Security Expenses	4.015.058	3.713.156	1.969.711	1.986.548
Retirement Penefits	445.030	684.922	305.870	398.871
Pension benefits	111.814	69.948	68.024	60.675
Other benefits	634.104	488.069	421.500	383.229
Total	20.394.488	18.768.061	10.569.763	10.562.182
Amount that was used to the Income statement	20.308.568	18.526.806	10.539.995	10.469.337
Amount that was used for the under costruction tangible assets	85.920	241.254	29.767	92.846
Total	20.394.488	18.768.061	10.569.763	10.562.182

30. Other ordinary income and expense

The ordinary income and expense of the Group is analyzed as follows:

	THE GROUP		THE COMPANY	
	01/01 - 31/12/2008	01/01 - 31/12/2007	01/01 - 31/12/2008	01/01 - 31/12/2007
Amounts in €				
Other operating income				
Depreciation of received grants	15.252	33.445	6.158	31.806
Grants and sundry sales income	50.955	8.243	43.378	8.243
Profit from foreign exchange differences	1.647.099	1.548.338	1.598.922	1.548.323
Income from Rents	82.087	79.002	85.887	77.689
Income from previous years	6.839	10.800	0	5.610
Other	1.198.982	1.213.615	90.495	560.693
Profit from sale of tangible assets	22.387	166.164	22.367	141.795
Total	3.023.601	3.059.606	1.847.208	2.374.158
Other operating expenses				
Losses from foreign exchange differences	602.068	1.249.941	587.578	1.249.412
Uncertain receivables	0	160.219	0	0
Write off of demands	1.127.119	0	0	0
Loss from sale of fixed assets	102.299	94.526	53.136	60.463
Third patry rights	6.072.471	3.897.347	6.072.471	3.897.347
Falling of Bank guarantees - Penalties	130.212	0	124.452	0
Other	127.663	61.199	15.283	28.222
Other taxes	95.165	35.611	95.165	8.028
Compensations	0	26.500	0	26.500
Total	8.256.996	5.525.343	6.948.085	5.269.972

31. Financial income / expenses

The financial income and expenses of the Group and the Company is analyzed as follows:

	THE GROUP		THE COMPANY	
	01/01 - 31/12/2008	01/01 - 31/12/2007	01/01 - 31/12/2008	01/01 - 31/12/2007
Amounts in €				
Interest income from:				
Banks	538.377	255.560	257.832	63.900
Tax discount for the entire payment of the taxes in once	7.910	0	0	0
	546.287	255.560	257.832	63.900
Interest expenses from:				
Discount of Liabilities coming from personnel pension benefits	85.206	65.598	56.012	55.897
Bank Loans	1.248.457	1.145.751	549.949	767.212
Interest charges due to customer downpayments	1.580.901	0	1.580.901	0
Charges of Bank guarantees	998.495	728.942	952.045	707.412
Financing Leases	14.907	6.093	0	33
Other Banking Expenses	137.859	222.821	98.581	185.757
	4.065.823	2.169.204	3.237.488	1.716.311

32. Other financial results

The financial results of the Group and the Company is analyzed as follows:

	THE GROUP		THE COMPANY	
	31/12/2008	31/12/2007	31/12/2008	31/12/2007
Amounts in €				
Profit from valuation of financial assets at fair value through profit or loss	0	183.750	0	146.825
Losses from valuation of financial assets at fair value through profit or loss	(17.400)	(2.560)	0	0
Income from dividends	0	7.775	130.000	6.185.163
Losses from sale of financial assets at fair value through profit or loss	(23.700)	0	0	0
Total	(41.100)	188.965	130.000	6.331.988

33. Income tax expense

The Income tax expense for the Group and the Company is analyzed as follows:

	THE GROUP		THE COMPANY	
	31/12/2008	31/12/2007	31/12/2008	31/12/2007
Amounts in €				
Profit before tax				
Current tax	12.342.636	15.604.286	9.985.163	15.046.321
Deferred tax (Note 10)	21.483	(2.910.390)	1.123.399	(2.995.982)
Tax differences from previous year	48.238	163.602	0	0
Non operative taxes	88.960	0	42.065	0
Other taxes	693.216	309.000	633.216	150.000
Total Income tax	13.194.534	13.166.498	11.783.844	12.200.339

The tax on the Group's profit before tax differs from the theoretical amount that would arise using the weighted average tax rate applicable to profits of the consolidated companies. The relationship between the expected tax expense based on the effective tax rate of the Group and the tax expense actually recognised in the income statement can be reconciled as follows:

Amounts in €	THE GROUP		THE COMPANY	
	31/12/2008	31/12/2007	31/12/2008	31/12/2007
Profit before income tax as Income Statement	57.979.831	50.454.492	50.066.196	53.623.475
Applicable Income Tax rate	25%	25%	25%	25%
Income Tax according to the applicable Income tax rate	14.494.958	12.613.623	12.516.549	13.405.869
<i>Tax that corresponds to tax-exempt income</i>				
- Dividends	0	(1.944)	(32.500)	(1.546.291)
or loss	(11.309)	(54.573)	0	0
- Other tax-free income	(109.192)	(141.219)	0	(6.625)
<i>Tax that corresponds to expenditures not recognized from the Tax authority</i>				
- Tax & fees	3.311	11.424	0	6.887
- Other tax-exempt expenditures	247.250	271.466	199.806	186.128
Tax Reduction through the formation of tax-exempt discounts and reserves under special law provisions	(292.439)	(43.005)	0	0
Adjustment of deferred tax according to the change of the Income tax rate	(1.049.075)	0	(829.418)	0
			0	0
Gain of deferred tax coming from adjustments of land - plot & buildings	(976.387)		(750.870)	0
Supplementary Income tax from land - plot & buildings	5.001	4.377	4.996	4.371
Income tax from land - plot & buildings	88.960		42.065	0
Other taxes	745.216	309.000	633.216	150.000
Income tax coming from previous years	48.238	197.349	0	0
Tax expense in the profit & loss statement	13.194.534	13.166.498	11.783.844	12.200.339

The average tax rate for the Group for the year 2008 amounts to 22,75% (2007:26,09%). For the company the equivalent rate for the year 2008 is 23,53%(2007:22,75%).

34. Earnings per share

Basic earnings per share (in euro / share) of the Group/Company are as follows:

Amounts in €

	THE GROUP		THE COMPANY	
	01/01 - 31/12/2008	01/01 - 31/12/2007	01/01 - 31/12/2008	01/01 - 31/12/2007
Profit before income tax	57.979.832	50.454.492	50.066.196	53.623.475
Income Tax Expense	(13.194.534)	(13.166.498)	(11.783.844)	(12.200.339)
Profit after income tax (1)	44.785.298	37.287.994	38.282.352	41.423.136
Attributable to:				
Equity holders of the parent (2)	41.428.240	36.803.848		
Minority Interests	3.357.058	484.146		
	44.785.298	37.287.994		
Weighted average number of shares (3)	51.950.600	51.950.600		
Basic earnings per Share (in Euro /share) (2)/(3)	0,7975	0,7084	0,7369	0,7974

Basic earnings per share are calculated by dividing the profit attributable to equity holders of the Company by the weighted average number of ordinary shares in issue during the year.

35. Analysis of Cash Flow Adjustments

Analysis of Cash Flow Adjustments for the Group and the Company is analysed as follows:

Amounts in €

	THE GROUP		THE COMPANY	
	12 months until 31 December 2008	until 31 December 2007	12 months until 31 December 2008	until 31 December 2007
Adjustments to Profit after Tax for:				
Depreciation of tangible assets	5.236.621	5.009.724	3.647.865	3.869.649
Depreciation of intangible assets	18.728	9.373	0	0
Provisions	227.299	875.324	125.986	118.565
Income from reverse of provisions	(953.677)	(1.051.046)	(80.673)	(364.997)
Profit / Loss from the Disposal of tangible assets	79.912	(71.638)	30.769	(81.331)
Losses from the fair value recognition of financial assets through profit and loss	41.100	(34.365)	0	0
Credit interest and similar income	(546.287)	(255.560)	(257.832)	(63.900)
Debit interest and similar expenses	2.882.477	1.149.644	2.130.850	767.245
Proceeds from dividends	0	(7.775)	(130.000)	(6.185.163)
Amortization of Grants	(15.252)	(38.147)	(6.158)	(31.806)
Changes in pension obligations	7.167	0	0	0
Foreign currency gains / (losses)	0	(146.825)	0	(146.825)
Unrealised foreign currency gains / (losses)	(769.781)	(654.580)	(769.781)	(654.580)
Total Adjustments to Profit after Tax	6.208.308	4.784.128	4.691.026	(2.773.144)

36. Related party transactions

Transactions with affiliated companies are carried out on an arm's length basis. The Group was not party to any transaction of an unusual nature or structure that was material to it or to companies or persons closely associated with it, nor does it intend to be party to such transactions in the future. None of the transactions incorporate special terms and conditions and no guarantee was given or received.

	THE GROUP		THE COMPANY	
	31/12/2008	31/12/2007	31/12/2008	31/12/2007
Income from execution of projects and other income				
Parent company	0	0	0	0
Subsidiaries	0	0	54.725	64.815
Other Parent company's subsidiaries	140.583.853	60.928.209	137.897.104	60.267.115
Total	140.583.853	60.928.209	137.951.829	60.331.930
Other income				
Parent company	97	0	0	0
Subsidiaries	0	0	4.800	6.184.368
Other Parent company's subsidiaries	0	22.797	0	1.595
Total	97	22.797	4.800	6.185.963
Other income				
Subsidiaries	0	0	130.000	0
Total	0	0	130.000	0
Purchases and compensations from the supply of services				
Parent company	6.130.222	3.952.387	6.079.880	3.905.023
Subsidiaries	0	0	21.507.902	26.324.295
Other Parent company's subsidiaries	263.102	340.093	217.573	339.833
Directors and key management of the Company	4.185.645	3.396.793	2.959.089	2.725.963
Total	10.578.970	7.689.274	30.764.443	33.295.113
Purchases of assets				
Parent company	0	8.000.000	0	8.000.000
Total	0	8.000.000	0	8.000.000
Demands from customers and project under progress				
Parent company	0	0	1.843	0
Subsidiaries	0	0	110.045	47.254
Other Parent company's subsidiaries	39.937.918	41.940.703	35.948.386	41.635.855
Total	39.937.918	41.940.703	36.060.274	41.683.109
Other Demands				
Parent company	4.109	0	0	0
Subsidiaries	0	0	238.058	6.363
Other Parent company's subsidiaries	0	1.396	0	1.387
Total	4.109	1.396	238.058	7.750
Obligation to suppliers and other liabilities				
Parent company	11.987.439	4.765.542	11.864.205	4.637.965
Subsidiaries	0	0	19.797.684	12.231.240
Other Parent company's subsidiaries	31.340	46.385	30.237	46.385
Directors and key management of the Company	229.383	16.620	209.311	4.328
Total	12.248.161	4.828.547	31.901.437	16.919.918
Obligation to customers and project under progress				
Other Parent company's subsidiaries	21.905.989	82.515.015	20.888.437	82.515.015
Total	21.905.989	82.515.015	20.888.437	82.515.015

The earnings from other associated companies mostly concern the construction contract between METKA S.A and ALUMINIUM of GREECE S.A and of ENDESA HELLAS S.A (subsidiaries of MYTILINEOS S.A). The invoicing and payments are made according to the contract. Finally there are no conditions or terms in the contract which are out of the ordinary trade practice.

36.1 Transactions with key management personnel

The remuneration of the individual members of Management for 2008 was as follows:

Amounts in €	Ο ΟΜΙΛΟΣ		Η ΕΤΑΙΡΕΙΑ	
	31/12/2008	31/12/2007	31/12/2008	31/12/2007
Short-term employee benefits				
- Salaries	163.033	105.405	91.741	88.179
- Social security costs	24.183	15.259	9.635	9.316
- Variable bonus	125.000	0	125.000	0
- Remuneration in kind and other payments	3.871.256	3.274.410	2.730.809	2.627.072
Post-employment benefits, relating to				
- Defined contribution pension schemes	2.173	1.719	1.904	1.396
Total	4.185.645	3.396.793	2.959.089	2.725.963

37. Commitments

Group's commitments are as follows:

Amounts in €	THE GROUP		THE COMPANY	
	31/12/2008	31/12/2007	31/12/2008	31/12/2007
Commitments from construction contracts				
Value of unexecutable construction contracts	523.517.122	621.737.322	472.905.762	581.409.105
Granted guarantees of good performance	172.323.498	162.752.992	170.602.461	161.030.953

Commitments from Financing Leases

Amounts in €

	THE GROUP		THE COMPANY	
	31/12/2008	31/12/2007	31/12/2008	31/12/2007
Until 1 year	74.683	60.333	0	0
From 1-5 years	28.314	20.779	0	0
	102.997	81.112	0	0

Operating Lease Commitments

The Group leases motor vehicles, properties and other equipment under non-cancelable operating lease agreements. The leases have varying terms, escalation clauses and renewal rights. At 31/12/2008 the remaining duration of the leases was less than 6 years and is as follows:

Amounts in '000 €

	THE GROUP		THE COMPANY	
	31.12.2007	31.12.2006	31.12.2008	31.12.2007
Less than 3 months	790.376	768.118	488.184	465.131
From 3 to 6 months	1.385.109	1.539.060	965.131	1.029.885
From 6 months to 1 year	19.357	97.395	5.757	78.995
Total	2.194.842	2.404.573	1.459.072	1.574.011

The group leases

38. Reclassifications

An amount of € 788.195 for the Group and € 450.000 for the company respectively, related to provisions for tax unaudited fiscal years and are presented in Long-term liabilities-"Deferred tax Liabilities" was transferred to "Other Long-term Provisions" in the balance sheet of the company and the Group as of 31.12.2007, in order to be comparable with the balance sheet as of 31.12.2008.

"Profit before taxes, borrowings and investments results "and "Profit before taxes, borrowings, investments and depreciation results" have been revaluated for the fiscal year 2007. The amounts that were first published for the fiscal year 01.01-31.12.2007 were € 52.179 thousand and € 57.160 thousand for the Group and € 48.944 thousand. and € 52.782 thousand for the Company. Theses adjustments have not affected the turnover, the profit after taxes and minorities interest and the net equity of the Company and the Group for the comparative fiscal year.

39. Contingent Assets & Contingent Liabilities

39.1. Information about Contingent Liabilities

There are no substantial disputes in Courts or in Arbitration that can influence the operation and the financial results of the company. None of these contingencies will be discussed here in detail so as not to seriously prejudice the Group's position in the related disputes.

39.2 Unaudited fiscal years

For the Group of companies, the unaudited fiscal years are as follows:

- METKA S.A. :2005-2008
- SERVISTEEL :2007-2008
- RODAX S.A. : 2008
- EKME S.A. :2005-2008
- ELEMKA S.A. :2007-2008
- DROSCO HOLDINGS LIMITED :2003-2008

- BRIDGE ACCESSORIES & CONSTRUCTION SYSTEMS :2007-2008
- E.T.A.D.E .S.A :2007-2008

As of 11/07/2008 according to the order nr.163/2008 of the tax authorities a tax audit of the mother company METKA SA., began for the tax unaudited fiscal years 2005-2007. The tax audit was concluded as of 28/01/2009 and the amounts of the tax imposed to the company amounted to €833.216. For the above additional tax the company has made adequate provision in the past. (refer.§ 26).

In accordance to law 3697/2008, tax unaudited fiscal years 2003-2006 of the subsidiaries SERVISTEEL S.A. and ETADE S.A have been concluded. The taxes paid by the subsidiaries, amounted to €44.353 for SERVISTEEL and €3.691 for ETADE. The above mentioned amounts were recorded to the results of the current fiscal year.

The subsidiary RODAX ATEE has been tax audited for the fiscal years 2005-2007. The total additional tax amounted to €154.332. For these additional taxes the company has created adequate provision in the past.

The Group has made adequate provisions (§ 29), for any cost that might arise from differences of the tax audit for the tax unaudited fiscal years.

39.3 Information regarding contingent receivables

There were cumulative receivables of the company, amounting to €900 th. from insurance companies regarding damages in the projects execution, which are in the final stage of acceptance.

40. Risk management objectives and policies

The risk management policy is being applied by the Treasury Department. The steps followed are the following:

- evaluating the risks related to the Group's activities and operations,
- design the methodology and choose the appropriate financial products to mitigate the risks and,
- execute/implement, according to the approved procedure by the management, the risk management strategy.

40.1 Financial Risk Factors

Based on its activities, our Group is exposed to a limited range of financial risks that emerge from changes in foreign exchange rates, interest rates as well as to credit risks, liquidity risks and cash flow risks.

The Group's general risk management primary deals with the good execution of works, the credibility and the good execution of procurement and afterwards comes the credit risk and the market risk.

The risks exposure is managed through the Group's two main Divisions: Finance Division, Projects Division and Quality Assurance Division.

Prior to their commitment, such transactions are approved by the executives entitled to do so.

40.2 Marker Risk

Foreign Currency Risk

The foreign currency risk comes from both transactions with customers and suppliers in Foreign Currency and short-term borrowings in Foreign Currency.

This risk does not remarkably affect Group's operation due to the insignificance of the above transactions which take place in US Dollars and CHF.

Foreign Currency financial assets and liabilities are translated into Euros, at the closing rate, as follows:

	2008		2007	
<i>Amounts in '000 €</i>				
Nominal amounts	USD	CHF	USD	CHF
Financial assets	69	0	7.621	16.571
Financial liabilities	(590)	(1.617)	(7.857)	0
Total	(521)	(1.617)	(236)	16.571
Short-term exposure	(521)	(1.617)	(236)	16.571

It assumes a +5/ -5 % change of the € / \$ exchange rate and € / CHF exchange rate for the year ended at December 2008 (2007: +5 / -5%). The effect in the result of the year and equity are as follows:

Increase of 5% in foreign exchange rates

	2008		2007	
<i>Amounts in '000 €</i>				
	USD	CHF	USD	CHF
Net result for the year	(26)	(81)	(12)	829
Equity	(20)	(61)	(9)	622

Decrease of 5% in foreign exchange rates

	2008		2007	
<i>Amounts in '000 €</i>				
	USD	CHF	USD	CHF
Net result for the year	26	81	12	(829)
Equity	20	61	9	(622)

In order to minimize the exchange currency risk that occurs mainly by trading with countries outside the European union (mostly US \$), the treasury department of the Group enters into currency swaps on the behalf of each company, when is necessary.

Price Risk

The Group is exposed to the price fluctuation of raw materials and the stocks belonging to its portfolio as a financial instrument available for sale.

Price risk regarding financial instruments available for sale is considered limited since the stocks represent a minimal part of the total Group Assets.

40.3 Credit Risk

The credit risk of the Group mainly consists from the costumer's inability to pay in time partially or in total his liabilities. The Group's turnover mainly comes from transactions with public institutions and also with foreign companies of low risk rating. As a result, the credit risk is minimal. According to the above the Credit risk of the Group is estimated to be minimum.

Group continuously monitors defaults of customers and other counterparties, identified either individually or by group. Group policy is to deal only with creditworthy counterparties.

Group management considers that all financial assets that are not impaired for each of the reporting dates under review are of good credit quality.

None of Group's financial assets are secured by collateral or other credit enhancements.

Given that 58% of the company's turnover comes from one client (PPC).The high credit rating of PPC minimizes the Group's credit risk.

It is also mentioned that the company is exposed to credit risk, through security for debts provided to third parties.

40.4 Liquidity Risk

The liquidity risk is kept at a low level, having sufficient cash equivalents and negotiable securities. In addition to this, there exist unused credit lines from financial institutions.

The Group is managing its cash requirements, due to close overview of its borrowings and daily payments.

A potential cash flow risk lies with the good execution and procurement of the projects, since there might be a cash elimination due to non conformity to the terms and conditions of the contracts.

Good execution and procurement risk

The Group, due to its long term experience, its severe selection of collaborators and suppliers and their close surveillance by the Quality Assurance Division, is not exposed to great risks concerning the projects' good execution and procurement.

The maturity of the financial liabilities as of 31/12/2008, for the Group and Company, are as follows:

Amounts in €	2008					
	THE GROUP			THE COMPANY		
	<u>Short-term</u>		<u>Long-term</u>	<u>Short-term</u>		<u>Long-term</u>
	up to 6 months	from 6 to 12 months	1 to 5 years	up to 6 months	from 6 to 12 months	1 to 5 years
Short-term Debt	2.900.614	8.412.927	0	228	0	0
Finance lease obligations	46.323	28.360	28.314	0	0	0
Trade payables	55.305.100	25.249.939	49.697.370	48.286.398	28.349.554	50.771.151
Other short-term financial liabilities	13.875.313	1.075.070	0	8.902.988	0	0
Total	72.127.350	34.766.295	49.725.684	57.189.614	28.349.554	50.771.151

The maturity of the financial liabilities as of 31/12/2007, for the Group and Company, are as follows:

Amounts in €	2007					
	THE GROUP			THE COMPANY		
	<u>Short-term</u>		<u>Long-term</u>	<u>Short-term</u>		<u>Long-term</u>
	up to 6 months	from 6 to 12 months	1 to 5 years	up to 6 months	from 6 to 12 months	1 to 5 years
Short-term Debt	10.265.280	7.911.291	0	7.425.184	0	0
Finance lease obligations	30.166	30.166	20.779	0	0	0
Trade payables	71.973.275	34.052.458	19.905.277	72.263.612	33.848.608	20.097.929
Other short-term financial liabilities	11.283.361	13.120.039	0	7.799.172	12.874.607	0
Total	93.552.082	55.113.955	19.926.056	87.487.968	46.723.214	20.097.929

40.5 Cash Flow Risk and fair value risk due to changes in Interest Rate

The operating income and cash flow of Group is essentially independent from changes at prices of interest rate. The Group does not possess short-term and long term debt, nor significant interest investment.

Group's borrowing in 31 December 2008 is € 11.417.000 and concerns short-term borrowing. (See note 25, for further information).

The following table illustrates the sensitivity of net result for the year and Group's equity to a reasonable possible change in interest rate of + 0,5 % or - 0,5%. (2007 : +/- 0,5%). These changes are considered to be reasonably possible based on observation of current market conditions.

Amounts in '000 €	31/12/2008		31/12/2007	
	+0,5%	-0,5%	+0,5%	-0,5%
Net result for the year	(298)	298	(41)	41
Total Equity	(224)	224	(31)	31

The Group's interest rate risk is considered insignificant.

40.6 Summary of financial assets and liabilities by category

Summary of financial assets

Amounts in €

Non current assets

Available-for-sale financial assets

Held-to-maturity financial assets

Total

Current assets

Financial assets held for trading carried at fair value through profit or loss

Trade and other receivables

Customers and rest trade receivables

Other receivables

Cash and cash equivalents

Total

THE GROUP		THE COMPANY	
31/12/2008	31/12/2007	31/12/2008	31/12/2007
364.951	364.951	123.201	123.201
2.155.218	804.239	1.951.032	106.839
2.520.170	1.169.190	2.074.233	230.040
1.726.073	3.799.151	0	0
213.083.676	208.494.734	180.086.465	185.522.239
4.299.626	7.580.212	2.882.345	6.265.925
17.688.140	27.260.322	9.304.985	22.808.616
236.797.514	247.134.419	192.273.795	214.596.779

Summary of financial liabilities

Amounts in €

Long-Term liabilities

Other Long-term liabilities

Total

Short-Term liabilities

Short-Term bank debt

Trade liabilities

Vendors and other related liabilities

Other short-term liabilities

Total

THE GROUP		THE COMPANY	
31/12/2008	31/12/2007	31/12/2008	31/12/2007
49.697.370	19.905.277	50.771.151	20.097.929
49.697.370	19.905.277	50.771.151	20.097.929
11.416.538	18.257.683	228	7.425.184
83.808.871	132.503.166	78.922.534	132.578.101
5.118.338	6.826.887	3.054.810	4.752.379
100.343.747	157.587.737	81.977.572	144.755.665

40.7 Capital management policies and procedures

Group's capital management objectives are to ensure its ability to continue as a going –concern. This is achieved through the assuring of preserving borrowing ability. Furthermore, other objective is to provide an adequate return to the shareholders and the achievement of its contractual obligations.

The Group monitors capital on a basis of net debt to equity. The ratio for the years 2008 and 2007 is as follows:

<i>Amounts in '000 €</i>	THE GROUP		THE COMPANY	
	2008	2007	2008	2007
Total Equity	158.042.126	139.230.224	145.509.029	133.201.976
Minus: Cash and cash equivalents	-17.688.140	-27.260.322	-9.304.985	-22.808.616
Net debt	140.353.986	111.969.902	136.204.044	110.393.361
Total Equity	158.042.126	139.230.224	145.509.029	133.201.976
Plus: Bank Debt	11.416.538	18.257.683	228	7.425.184
Total Occupied Capital	169.458.664	157.487.907	145.509.257	140.627.161
Net Debt over Total Equity	9/10	8/10	9/10	8/10

Group policy is to keep borrowing at a low level. Furthermore, Group policy is to borrow when it is necessary. The above ratio analysis shows the achievement of management goals as far as the capital management is concerned.

41. Subsequent events

There are no subsequent events to the financial statements concerning the Group and the Company, that should be reported according to the IAS principles.

Athens, 24 March 2008

THE PRESIDENT OF THE BORD	THE MANAGING DIRECTOR	THE FINANCIAL DIRECTOR	THE CHIEF ACCOUNTANT
IOANNIS G. MYTILINEOS	GEORGE N. PALLAS	GEORGE A. MAMMAS	SPYRIDON S. PETRATOS
I.D. No AE044243/2007	I.D. No M565448/1983	I.D. No M164917/1982	I.D. No AB263393/2006

E) Figures and Information



METAL CONSTRUCTIONS OF GREECE S.A.

Company's number in the register of Societes Anonymes 10357/06/B/113
11 Mar. Antypa Str., 141 21 N. Iraklio

FIGURES AND INFORMATION FOR THE YEAR ENDED 31 DECEMBER 2008

(In terms of article 135 of Law 2190, for companies publishing annual financial statements in accordance with IAS/IFRS)

The figures presented below aim to give summary information about the financial position and results of METKA S.A. and its subsidiaries.

We advise the reader, before making any investment decision or other transaction concerning the company, to visit the company's web site where the financial statements according to International Financial Reporting Standards together with the Auditor's Report, whenever is required, are presented.

INFORMATION ABOUT THE COMPANY

Supervising Authority: Ministry of Development (Department for limited companies)
Company's web address: www.metka.gr

Board of Directors: IOANNIS MYTILINEOS - CHAIRMAN, STAMATIS CHANNAGIOPOULOS - VICE PRESIDENT (NON-EXECUTIVE MEMBER),
GEORGIOS PALLAS - MANAGING DIRECTOR, GEORGIOS MOMONU, FILIPPOS ZOTOS, NIKOLAOS BRATZIOLOU -
INDEPENDENT NON-EXECUTIVE MEMBER, IOSEF ANAGANOS - INDEPENDENT NON-EXECUTIVE MEMBER

Date of approval of the Financial Statements: 24 March 2009
Name of the auditor: Pavlos L. Stelakios (AM. SOEL: 24941)
Auditing firm: GRANT THORNTON
Type of auditor's audit report: Unqualified

BALANCE SHEET (FY consolidated and company)

Amounts in 000's EURO

	THE GROUP		THE COMPANY	
	31/12/2008	31/12/2007	31/12/2008	31/12/2007
ASSETS				
Tangible assets	64.761	68.357	42.359	45.471
Intangible assets	1.131	4.072	1.081	4.041
Other non current assets	12.044	10.194	45.684	43.942
Inventories	15.292	21.785	11.244	18.686
Trade receivables	213.084	208.494	180.086	185.522
Other current assets	10.955	13.341	7.742	8.178
Cash and cash equivalents	17.688	27.250	9.304	22.809
TOTAL ASSETS	334.955	353.503	297.510	328.649
LIABILITIES				
Share Capital	16.624	16.624	16.624	16.624
Other Shareholders' Equity	125.897	110.443	128.885	116.578
Total Shareholders' Equity (a)	142.521	127.067	145.509	133.202
Minority Interests (b)	15.521	12.153	-	-
Total Equity (c) = (a) + (b)	158.042	139.230	145.509	133.202
Long-term borrowings	-	-	-	-
Provisions and other long-term liabilities	65.587	35.634	63.067	31.670
Short-term borrowings	11.417	18.258	-	7.425
Other short-term borrowings	99.909	160.381	88.934	156.352
Total Liabilities (d)	176.913	214.273	152.001	195.447
TOTAL EQUITY AND LIABILITIES (e) = (d) + (c)	334.955	353.503	297.510	328.649

GENERAL INFORMATION

- Group Structure - Group companies that are included in the consolidated financial statements with their respective domicile and percentage of ownership by the company, as well as the consolidation method of the annual consolidated financial statements of 2008, are presented thoroughly in note 5 of the annual financial report.
The 100% subsidiary METKA BRAZI S.R.L. (Bucharest, Romania), that was founded by METKA S.A. on 12/06/2008, was first incorporated with full consolidation method to the Interim Financial Statements as of 30/06/2008.
The incorporation of the above mentioned company to the consolidated Financial Statements of the Group, has affected less than 25% the Sales Turnover, the Profit after Taxes, the Minority Interests and the Shareholder's Equity.
- The consolidated financial statements of METKA Group are incorporated in the consolidated financial statements of Mytilineos Group, that is based in Greece and owns 55.427% of METKA Group.
- In the above Financial Statements, the Group adopted the basic accounting principles, which were employed for issuing the financial statements of FY 2007. There are not any adjustments in the accounting principles and forecasts compared to the previous year.
- There are no encumbrances to the company's and Group's assets.
- There is no litigation which might have an important impact on the company's and the Group's assets.
The litigation provision balance as of 31.12.2008 amounts to € 1.391 thousand for the Group € 23.5 thousand for the Company.
Other provisions balance as of 31.12.2008 amounts to € 3.575 thousand for the Group and € 2.292 thousand for the Company.
The Group's and the Company's tax provision balance for fiscal years unaudited by tax authorities as of 31.12.2008 amounts to € 1.330 thousand for the Group € 1.083 thousand for the Company.
- The tax unaudited fiscal years of the Company and the Group are presented in detail in note 39.2 of the annual financial report.
- The number of employees at the end of the reporting period are as follows:

	THE GROUP		THE COMPANY	
	31/12/2008	31/12/2007	31/12/2008	31/12/2007
FULL TIME EMPLOYEES	320	330	194	198
DAILY - WAGE EMPLOYEES	220	219	75	84
Total	540	549	269	282

- Investments in tangible and intangible assets for the fiscal year 2008 amount to € 1.843 thousand for the Group and € 636 thousand for the Company.
 - The earnings per share were calculated according to the earnings after tax and minorities on the weighted average number of shares of the parent company.
 - Intercompany transactions for the fiscal year of 2008 according to IAS. 24 are as follows:
- | Amounts in 000's Euro | THE GROUP | THE COMPANY |
|---|-----------|-------------|
| a) Income | 140.584 | 138.087 |
| b) Expenses | 6.393 | 27.805 |
| c) Receivables | 39.942 | 36.298 |
| d) Payables | 33.925 | 52.581 |
| e) Key management compensations | 4.185 | 2.959 |
| f) Receivables from key management | 0 | 0 |
| g) Payables to key management included in above | 229 | 209 |

- Adjustments in some accounts of the comparative year have been made in order to provide more information. (The relevant reference in note 38 of the annual financial report. "Profit before taxes, borrowings and investments results" and "Profit before taxes, borrowings, investments and depreciation results" have been revaluated for the fiscal year 2007.
The amounts that were first published for the fiscal year 01.01-31.12.2007, were € 52.179 thousand and € 57.160 thousand for the Group and € 48.944 thousand and € 52.782 thousand for the Company. "The above adjustments have not affected the turnover, the profit after tax and minorities and the net equity of the Group and of the Company for the comparative year."
- The amount of € 2 thous. in Statement of Changes in Equity concerns Translation Reserve and has been directly recognised as income in net equity.
- At the end of the fiscal year 2008 the mother company or subsidiary firms do not possess shares of the mother company.
- There has been no discontinuance of operations of the Company or of the Group.

INCOME STATEMENT (FY consolidated and company)

Amounts in 000's EURO

	THE GROUP		THE COMPANY	
	1/1-31/12/2008	1/1-31/12/2007	1/1-31/12/2008	1/1-31/12/2007
Sales Turnover	381.472	284.249	330.485	248.818
Gross Profit	81.983	67.814	67.440	60.804
Profit before taxes, borrowings and investments results	61.620	52.108	52.947	48.863
Profit before taxes	57.980	50.454	50.066	53.623
Profit after taxes	44.785	37.288	38.282	41.423
Attributable to:				
Shareholders	41.428	36.804	38.282	41.423
Minority interests	3.357	484	-	-
Net Profit per share-basic (in €)	0,7974	0,7084	0,7369	0,7974
Proposed dividend per share (in €)	0,4000	0,5000	0,4000	0,5000
Profit before taxes, borrowings, investments and depreciation results	66.860	57.809	56.588	52.700

CASH FLOW STATEMENT (Indirect Method)

Amounts in 000's EURO

	THE GROUP		THE COMPANY	
	1/1-31/12/2008	1/1-31/12/2007	1/1-31/12/2008	1/1-31/12/2007
Operating Activities				
Profit before Taxes (Continued Operations)	57.980	50.454	50.066	53.623
Plus (Less) Adjustments for:				
Depreciations	5.240	4.981	3.642	3.838
Provisions	(726)	(176)	45	(246)
Exchange differences	(770)	(801)	(770)	(801)
Results (revenues, expenses, profit, loss) from Investment Activities	(425)	(369)	(357)	(6.330)
(Profit)/Loss from provisions of pensions and other employee obligations	7	-	-	-
Debit Interest and similar expenses	2.882	1.150	2.131	767
Operating profit before changes in working capital	64.188	55.239	54.757	50.851
Plus/less adjustments for changes in working capital or operating activities:				
Decrease / (Increase) in Inventories	6.493	3.593	7.442	3.043
Decrease / (Increase) in Trade and Other Receivables	(5.697)	(88.900)	3.593	(85.927)
Decrease / (Increase) in other current assets	(2.887)	(1.393)	(2.947)	(1.381)
Increase/(decrease) in trade payables (including banks)	(11.232)	82.285	(16.787)	74.794
Less:				
Debit Interest and similar expenses paid	(2.882)	(1.150)	(2.131)	(767)
Taxation paid	(25.578)	(6.918)	(23.615)	(4.167)
Net cash flows from operating activities (a)	22.405	42.756	29.312	36.446
Investing Activities				
Acquisition/ Sale of subsidiary, associates and other investments	-	(7.950)	(1)	(8.000)
Purchase of tangible and intangible assets	(1.826)	(2.543)	(619)	(706)
Proceeds from the sale of tangible and intangible assets	67	689	43	678
Purchase of financial assets at fair value with changes in net results	-	(1.000)	-	-
Proceeds from sale of financial assets at fair value with changes in net results	2.045	979	-	-
Interest received	546	256	258	64
Borrowings to/from affiliated parties	-	-	(232)	-
Proceeds from dividends	-	29	130	6.190
Net cash flows from investing activities (b)	832	(9.540)	(421)	(1.774)
Financing Activities				
Proceeds from Borrowings	185.843	246.370	166.761	233.388
Payments of borrowings	(192.549)	(236.486)	(174.186)	(225.816)
Payments of finance lease Liabilities (capital)	(135)	(60)	-	(3)
Dividends paid	(25.972)	(20.838)	(25.972)	(20.838)
Net cash flows from financing activities (c)	(32.813)	(11.023)	(33.397)	(13.269)
Net increase in cash and cash equivalents (a) + (b) + (c)	(8.576)	22.193	(13.505)	21.403
Cash and cash equivalents at the beginning of the year	27.260	4.959	22.809	1.298
Effects of exchange rate changes	4	108	2	108
Cash and cash equivalents at the end of the year	17.688	27.260	9.304	22.809

STATEMENT OF CHANGES IN EQUITY (FY consolidated and company)

Amounts in 000's EURO

	THE GROUP		THE COMPANY	
	31/12/2008	31/12/2007	31/12/2008	31/12/2007
Equity balance at beginning of the year (01.01.2008 and 01.01.2007 respectively)	139.230	122.722	133.202	112.559
Profit / (Loss) after Taxes	44.785	37.288	38.282	41.423
Dividends paid	(25.975)	(20.780)	(25.975)	(20.780)
Net income recognised directly to owner's equity	2	-	-	-
Equity balance at year end (31.12.2008 and 31.12.2007 respectively)	158.042	139.230	145.509	133.202

THE PRESIDENT OF THE BOARD
IOANNIS MYTILINEOS
I.D. NO. A1044243/2007

THE MANAGING DIRECTOR
GEORGIOS PALLAS
I.D. NO. M 565448/1983

N. Iraklio 24th March 2009

THE FINANCIAL DIRECTOR
GEORGIOS MAMMAS
I.D. NO M 164917/1982

THE CHIEF ACCOUNTANT
SPYRIDON PETRATOS
I.D. NO A1263393/2006

F) Information of the article 10 of the Law 3401/2005

METKA SA published to press the following information of article 10, Law 3401/2005 and made them available to public during the financial year 2008. Information is uploaded both in the official web site of Athens Stock Exchange (ASE) www.ase.gr and in the company's web site www.metka.gr.

11/1/2008	Transaction notification
11/1/2008	Announcement pursuant to Law 3556/2007
16/1/2008	Transaction notification
16/1/2008	Announcement pursuant to Law 3556/2007
18/1/2008	Transaction notification
18/1/2008	Announcement pursuant to Law 3556/2007
22/1/2008	Transaction notification
22/1/2008	Announcement pursuant to Law 3556/2007
22/1/2008	Transaction notification
22/1/2008	Announcement pursuant to Law 3556/2007
22/1/2008	Transaction notification
22/1/2008	Announcement pursuant to Law 3556/2007
22/1/2008	Announcement pursuant to Law 3556/2007
23/1/2008	Transaction notification
23/1/2008	Announcement pursuant to Law 3556/2007
23/1/2008	Transaction notification
23/1/2008	Announcement pursuant to Law 3556/2007
23/1/2008	Transaction notification
23/1/2008	Announcement pursuant to Law 3556/2007
23/1/2008	Press release
23/1/2008	Confirmation - Clarification over publications
24/1/2008	Transaction notification
24/1/2008	Announcement pursuant to Law 3556/2007
24/1/2008	Press release
28/1/2008	Transaction notification
28/1/2008	Announcement pursuant to Law 3556/2007
29/1/2008	Transaction notification
29/1/2008	Announcement pursuant to Law 3556/2007
31/1/2008	Transaction notification
31/1/2008	Announcement pursuant to Law 3556/2007
1/2/2008	Transaction notification
1/2/2008	Announcement pursuant to Law 3556/2007
4/2/2008	Transaction notification

4/2/2008	Announcement pursuant to Law 3556/2007
5/2/2008	Transaction notification
5/2/2008	Announcement pursuant to Law 3556/2007
6/2/2008	Transaction notification
6/2/2008	Announcement pursuant to Law 3556/2007
7/2/2008	Transaction notification
7/2/2008	Announcement pursuant to Law 3556/2007
8/2/2008	Transaction notification
8/2/2008	Announcement pursuant to Law 3556/2007
8/2/2008	Transaction notification
8/2/2008	Announcement pursuant to Law 3556/2007
11/2/2008	Transaction notification
11/2/2008	Announcement pursuant to Law 3556/2007
14/2/2008	METKA S.A. Financial Calendar 2008
14/2/2008	METKA S.A. Financial Calendar 2008
21/2/2008	Confirmation - Clarification over publications
29/2/2008	Transaction notification
29/2/2008	Announcement pursuant to Law 3556/2007
4/3/2008	Transaction notification
4/3/2008	Announcement pursuant to Law 3556/2007
18/3/2008	Transaction notification
18/3/2008	Announcement pursuant to Law 3556/2007
26/3/2008	Press release regarding financial results
26/3/2008	Press release regarding financial results
31/3/2008	Transaction notification
31/3/2008	Announcement pursuant to Law 3556/2007
31/3/2008	Transaction notification
31/3/2008	Announcement pursuant to Law 3556/2007
31/3/2008	Transaction notification
31/3/2008	Announcement pursuant to Law 3556/2007
31/3/2008	Signed today in Bucharest the contract PETROM – GE/METKA for the construction of a power plant with 860 MW capacity in Romani
1/4/2008	Announcement pursuant to Law 3556/2007
1/4/2008	Transaction notification
4/4/2008	Announcement pursuant to Law 3556/2007
4/4/2008	Transaction notification
7/4/2008	Announcement pursuant to Law 3556/2007
7/4/2008	Transaction notification

8/4/2008	Transaction notification
8/4/2008	Announcement pursuant to Law 3556/2007
9/4/2008	Transaction notification
9/4/2008	Transaction notification
9/4/2008	Announcement pursuant to Law 3556/2007
9/4/2008	Announcement pursuant to Law 3556/2007
10/4/2008	Transaction notification
10/4/2008	Announcement pursuant to Law 3556/2007
11/4/2008	Transaction notification
11/4/2008	Announcement pursuant to Law 3556/2007
14/4/2008	Transaction notification
14/4/2008	Announcement pursuant to Law 3556/2007
15/4/2008	Transaction notification
15/4/2008	Transaction notification
15/4/2008	Transaction notification
15/4/2008	Announcement pursuant to Law 3556/2007
16/4/2008	Notification pursuant to Law 3556/2007 of the right of exercise of important voting rights percentage
16/4/2008	Announcement pursuant to Law 3556/2007
16/4/2008	Announcement pursuant to Law 3556/2007
16/4/2008	Transaction notification
16/4/2008	Transaction notification
17/4/2008	Transaction notification
17/4/2008	Announcement pursuant to Law 3556/2007
23/4/2008	Announcement in advance of the General Assembly
23/4/2008	Announcement in advance of the General Assembly
24/4/2008	Transaction notification
24/4/2008	Announcement pursuant to Law 3556/2007
29/4/2008	Transaction notification
29/4/2008	Announcement pursuant to Law 3556/2007
5/5/2008	Transaction notification
5/5/2008	Announcement pursuant to Law 3556/2007
6/5/2008	Transaction notification
6/5/2008	Announcement pursuant to Law 3556/2007
12/5/2008	Transaction notification
12/5/2008	Announcement pursuant to Law 3556/2007
15/5/2008	Announcement on Payment of Dividend for the financial year 2007
16/5/2008	Decisions of the General Assembly

16/5/2008	Decisions of the General Assembly
20/5/2008	Press release regarding financial results
20/5/2008	Press release regarding financial results
26/5/2008	Other Announcements
4/6/2008	Transaction notification
4/6/2008	Announcement pursuant to Law 3556/2007
5/6/2008	Transaction notification
5/6/2008	Announcement pursuant to Law 3556/2007
6/6/2008	Transaction notification
6/6/2008	Announcement pursuant to Law 3556/2007
10/6/2008	Announcement
13/6/2008	Transaction notification
13/6/2008	Announcement pursuant to Law 3556/2007
17/6/2008	Announcement pursuant to Law 3556/2007
17/6/2008	Transaction notification
23/6/2008	Transaction notification
23/6/2008	Announcement pursuant to Law 3556/2007
24/6/2008	Transaction notification
24/6/2008	Announcement pursuant to Law 3556/2007
24/6/2008	Company presentation to Investors
25/6/2008	Transaction notification
25/6/2008	Announcement pursuant to Law 3556/2007
27/6/2008	Other Announcements
27/6/2008	Other Announcements
2/7/2008	Transaction notification
2/7/2008	Announcement pursuant to Law 3556/2007
3/7/2008	Announcement pursuant to Law 3556/2007
3/7/2008	Transaction notification
9/7/2008	Transaction notification
9/7/2008	Announcement pursuant to Law 3556/2007
10/7/2008	Announcement in advance of the General Assembly
11/7/2008	Announcement in advance of the General Assembly
11/7/2008	Transaction notification
11/7/2008	Announcement pursuant to Law 3556/2007
14/7/2008	Transaction notification
14/7/2008	Announcement pursuant to Law 3556/2007
15/7/2008	Transaction notification
15/7/2008	Announcement pursuant to Law 3556/2007

16/7/2008	Transaction notification
16/7/2008	Announcement pursuant to Law 3556/2007
4/8/2008	Press release - concerning the financial statements of 6 month period 2008- Continuous growth and profitability despite the unfavourable Global financial situation
4/8/2008	Press release regarding financial results
4/8/2008	Press release regarding financial results
5/8/2008	Decisions of the General Assembly
5/8/2008	Decisions of the General Assembly
6/8/2008	Other Announcements
8/9/2008	Transaction notification
8/9/2008	Transaction notification
8/9/2008	The largest EPC contract in the company's history – Construction of a 700MW power plant with a budget of €650.000.000 awarded in 07.09.08 to the ANSALDO/METKA consortium led by METKA
8/9/2008	Other Announcements
8/9/2008	Transaction notification
8/9/2008	Transaction notification
8/9/2008	Other Announcements
16/9/2008	Transaction notification
16/9/2008	Announcement pursuant to Law 3556/2007
17/9/2008	Transaction notification
17/9/2008	Announcement pursuant to Law 3556/2007
18/9/2008	Transaction notification
18/9/2008	Announcement pursuant to Law 3556/2007
19/9/2008	Transaction notification
19/9/2008	Announcement pursuant to Law 3556/2007
22/9/2008	Transaction notification
22/9/2008	Announcement pursuant to Law 3556/2007
30/9/2008	Transaction notification
30/9/2008	Announcement pursuant to Law 3556/2007
1/10/2008	Transaction notification
1/10/2008	Announcement pursuant to Law 3556/2007
1/10/2008	Transaction notification
1/10/2008	Announcement pursuant to Law 3556/2007
1/10/2008	Transaction notification
1/10/2008	Announcement pursuant to Law 3556/2007
6/10/2008	Transaction notification
6/10/2008	Announcement pursuant to Law 3556/2007

7/10/2008	Transaction notification
7/10/2008	Announcement pursuant to Law 3556/2007
24/10/2008	Transaction notification
24/10/2008	Announcement pursuant to Law 3556/2007
5/11/2008	Press release regarding financial results
5/11/2008	Press release regarding financial results
5/11/2008	Press release - concerning the financial statements of 9 month period 2008- Continuous growth and profitability despite the unfavourable Global financial situation
17/12/2008	Transaction notification
17/12/2008	Announcement pursuant to Law 3556/2007
17/12/2008	Transaction notification
17/12/2008	Announcement pursuant to Law 3556/2007
18/12/2008	Transaction notification
18/12/2008	Transaction notification
18/12/2008	Transaction notification
18/12/2008	Transaction notification
19/12/2008	Transaction notification
19/12/2008	Transaction notification
19/12/2008	Transaction notification
19/12/2008	Transaction notification
22/12/2008	Transaction notification
22/12/2008	Announcement pursuant to Law 3556/2007
23/12/2008	Transaction notification
23/12/2008	Announcement pursuant to Law 3556/2007
23/12/2008	Transaction notification
23/12/2008	Announcement pursuant to Law 3556/2007
24/12/2008	Transaction notification
24/12/2008	Announcement pursuant to Law 3556/2007
29/12/2008	Announcement pursuant to Law 3556/2007
29/12/2008	Transaction notification

G) Availability of Financial Statements (WEBSITE)

The Annual Financial Statements of the Group and the Company as well as the financial statements of the companies that are consolidated, the auditor's report and the report of the Board of Directors for the year ending December 31st 2008 have been posted on the web site of the company www.metka.gr.