

# MICHANIKI S.A.

## GROUP OF COMPANIES

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

DATA AND INFORMATION OF FISCAL YEAR-END FROM JANUARY 1ST, 2008 TO DECEMBER 31ST, 2008

(published according to L. 2190/20, article 135 for companies that compile yearly financial statements, consolidated and non consolidated according to the I.A.S.) - (Amounts in € thousand)

The data and information below resulting from the financial statements, aim to provide a general briefing for the financial status and the results of "MICHANIKI S.A." and its GROUP. We therefore recommend to the reader, before proceeding in any kind of investment decision or other transaction with the company, to access the company's website address where the financial statements in addition to the certified auditor public accountant's report are presented.

Approval Date by the Board of Directors  
of the financial statements : March 26th 2009  
Qualified Authority: Ministry of Development  
Company Website Address : www.michaniki.gr

#### Board of Directors Composition :

Chairman (Exec. Member) Pr. Emfietzoglou  
Man. Director (Exec. Member) M. Emfietzoglou  
Exec. Members: G. Dimakis, El.Trivoulidis

Exec. Members: Ap. Athanasopoulos  
Non Exec. Members: N. Kambas, El. Vozani  
Non Exec. Independent Members: Agg. Tsaglakanos, D. Petrotos

Certified Auditor Accountant: Georgios Ath. Skabavrias  
Auditing company: S.O.L. S.A.  
Type of auditing report of chartered  
accountants: With agreeable opinion

#### BALANCE SHEET ITEMS (amounts in € thousand)

(Yearly consolidated and non consolidated)	THE GROUP		THE COMPANY	
	31/12/2008	31/12/2007	31/12/2008	31/12/2007
<b>ASSETS</b>				
Asset Tangible Items for own use.....	70.009	71.362	51.938	50.481
Property Investments.....	143.970	118.769	18.952	18.952
Intangible Asset Items.....	50	64	16	29
Other non current asset items.....	16.518	19.251	167.842	161.907
Inventory.....	122.689	106.651	38.682	39.717
Receivables from clients.....	137.769	104.188	99.648	67.185
Other current asset items.....	113.294	110.310	62.331	53.644
Non current asset items destined for sale.....	34.059	0	0	0
<b>TOTAL ASSETS</b>	<b>638.358</b>	<b>530.575</b>	<b>439.409</b>	<b>391.915</b>
<b>NET EQUITY AND LIABILITIES</b>				
Share capital.....	143.076	137.502	143.076	137.502
Other net equity items.....	97.847	110.949	57.588	91.253
<b>Total Net Equity of Company's Shareholders (a).....</b>	<b>240.923</b>	<b>248.451</b>	<b>200.664</b>	<b>228.755</b>
Minority rights (b).....	32.889	33.977	0	0
<b>Total Net Equity (c) = (a) + (b).....</b>	<b>273.812</b>	<b>282.428</b>	<b>200.664</b>	<b>228.755</b>
Long-term loan liabilities.....	47.404	20.470	0	0
Provisions / Other long-term liabilities.....	50.196	40.283	23.090	21.872
Short-term loan liabilities.....	129.542	67.559	105.191	42.002
Other short-term liabilities.....	137.404	119.834	110.463	99.286
<b>Total liabilities (d).....</b>	<b>364.546</b>	<b>248.146</b>	<b>238.748</b>	<b>163.160</b>
<b>TOTAL NET EQUITY AND LIABILITIES (c) + (d).....</b>	<b>638.358</b>	<b>530.575</b>	<b>439.409</b>	<b>391.915</b>

#### YEAR-END PROFIT AND LOSS STATEMENT (amounts in thousand €)

(Yearly consolidated and non consolidated)	THE GROUP		THE COMPANY	
	31/12/2008	31/12/2007	31/12/2008	31/12/2007
<b>Total sales turnover.....</b>	<b>230.942</b>	<b>226.142</b>	<b>181.307</b>	<b>145.620</b>
Gross profits / (losses).....	50.853	39.127	39.590	28.204
Profits / (losses) before tax, financial and investment results.....	73.422	72.290	30.591	20.081
Profits / (losses) before tax.....	45.288	71.616	8.874	31.029
Less taxes.....	(17.414)	(18.105)	(6.616)	(6.262)
<b>Profits / (losses) after tax.....</b>	<b>27.874</b>	<b>53.512</b>	<b>2.257</b>	<b>24.767</b>
Distributed to:				
Company shareholders.....	21.956	47.119	2.257	24.767
Minority Shareholders.....	5.918	6.393	0	0
Profits after tax per Share (in €/share).....	0,2378	0,5094	0,0245	0,2677
<b>Suggested dividend per Share- (€/share).....</b>	<b>-</b>	<b>-</b>	<b>0,07</b>	<b>0,16</b>
Profits / (losses) before tax, financial and investment results and depreciation.....	80.444	78.806	35.792	24.287

Total shares: 92.906.513 Ordinary: 66.937.526 Preferred: 25.968.987

#### ADDITIONAL DATA AND INFORMATION

- 1) All of the companies of the Group are consolidated with the full consolidation method, except the joint ventures which are consolidated with the net equity method. Analytical data relevant to the company name, the country of registration, the participation percentages (direct or indirect) of the parent Company, the un-audited tax year-ends in addition to the consolidation method are presented for all of the above companies and joint ventures in paragraphs (5.4.10) and (5.6.25) of the financial statements.
- 2) The changes of the Group's composition structure during the fiscal year-end of 2008 are the following: a) Michaniki S.A., and its subsidiary companies BALKAN REAL ESTATE S.A. and HELLENIC PIPEWORKS S.A. proceeded in establishing four (4) Cypriot holding companies with the following company names: Michaniki Holding (Cyprus) Limited, Balkan Holding Limited, Hellenic Pipeworks Holding Limited, and Michaniki Real Estate (Cyprus) Limited, which have null results and no activity. b) MICHANIKI REAL ESTATE S.A. is not included in the Group's structure since it was absorbed from the Parent Company at 31.12.2007.
- 3) There is no change in the consolidation method of the companies and joint ventures regarding the fiscal year-end of 2008 and the comparative fiscal year-end of 2007 that are included in the consolidated financial statements.
- 4) The Group's assets are free of mortgages and charging orders in favour of third parties.
- 5) At 31.12.2008 the Company had 584.567 Own Shares (ordinary), with an acquisition cost of 3.580.217,08 euros.
- 6) During the fiscal year-end of 2008 the Group recorded, as anticipated by relevant standards directly to the net equity, foreign exchange conversion differences of consolidated foreign companies the amount of (€ 15.184) thousand and the Parent Company the amount of (€ 15.011) thousand from valuation of cash equivalents of financial items for sale.
- 7) The Group's employed personnel at 31.12.2008 was 1.024 employees and the company's 764 employees and at 31.12.2007, 1.176 and 921 respectively.
- 8) The Group's and the Company's total investments in fixed assets regarding 2008 amounted to € 7.010 thousand and € 6.771 thousand respectively.
- 9) There are no judicial or administrative or under litigation disputes for which, in sum taken into consideration by case, may have a significant impact on the financial position or operation of the Group and the company. More information is stated within the financial statements in paragraph (5.6.38).
- 10) During the fiscal year-end of 2008 the Parent Company increased its share capital by € 5.574 thousand through a reserve capitalization. More information is stated within the financial statements in paragraph (5.6.16).

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

(Yearly consolidated and non consolidated)	THE GROUP		THE COMPANY	
	1/1-31/12/2008	1/1-31/12/2007	1/1-31/12/2008	1/1-31/12/2007
<b>Operating Activities</b>				
Profit before tax.....	45.288	71.617	8.874	31.029
Plus / less adjustments for:				
Depreciation.....	7.022	6.515	5.201	4.205
(Depreciation of assets grants).....	(115)	(71)	(66)	(71)
Losses / (Profits) from asset sale.....	(139)	(836)	73	17
Provisions / (Revenues from unused provisions of previous year-ends).....	100	936	78	922
Losses / (Profits) of fair value Property Investments.....	(36.052)	(48.538)	0	0
Foreign exchange differences.....	(15.184)	(4.737)	0	0
Results (income, expenses, profits and losses) from investment activity.....	(825)	(621)	(2.589)	(13.885)
Credit interest and similar income.....	(469)	(630)	(103)	(76)
Debit interest and similar charges.....	29.990	10.746	25.036	7.254
Plus / less adjustments for changes of working capital accounts that are related with operating activities:				
Decrease / (increase) of inventories.....	(20.249)	(13.974)	1.035	(2.255)
Decrease / (increase) of receivables.....	(43.521)	(26.868)	(40.123)	(17.448)
(Decrease) / Increase of liabilities (except banks).....	2.155	19.967	(3.761)	34.230
Less:				
Paid up Debt interest and similar charges.....	(13.403)	(10.746)	(8.449)	(7.254)
Paid up taxes.....	(11.966)	(8.636)	(9.410)	(6.322)
<b>Total inflows / (outflows) from operating activities (a).....</b>	<b>(57.368)</b>	<b>(5.878)</b>	<b>(24.204)</b>	<b>30.346</b>
<b>Investment activities</b>				
Disposal/(Acquirement) of subsidiaries, associates and other investment:	(6.811)	(888)	(21.925)	(33.373)
Purchases of tangible and intangible assets.....	(7.010)	(16.108)	(6.771)	(14.342)
Collections from sales of tangible and intangible assets.....	278	2.285	56	22
Disposal/(Acquirement) of property investments.....	(17.738)	(18.974)	0	0
Collected dividends.....	1	0	925	3.141
Interest received.....	469	630	103	76
Collections from Government grants.....	0	369	0	0
Settlement of Derivative Financial Items.....	1.664	4.760	1.664	4.760
<b>Total inflows / (outflows) from investment activities (b).....</b>	<b>(29.146)</b>	<b>(27.926)</b>	<b>(25.950)</b>	<b>(39.715)</b>
<b>Financial Activities</b>				
Collections from issued / undertaken loans.....	104.879	70.500	74.439	40.149
Sales / (Purchases) of own shares.....	(183)	(410)	(183)	(410)
Loan settlements.....	(15.963)	(34.619)	(11.250)	(27.150)
Liability settlements from financial leases (amortization).....	(469)	(530)	(469)	(74)
Paid dividends to parent company shareholders.....	(14.808)	(12.908)	(14.808)	(12.908)
<b>Total inflows / (outflows) from financial activities (c).....</b>	<b>73.457</b>	<b>22.033</b>	<b>47.730</b>	<b>(393)</b>
<b>Net increase / (decrease) in cash and cash equivalents (a) + (b) + (c).....</b>	<b>(13.057)</b>	<b>(11.771)</b>	<b>(2.423)</b>	<b>(9.762)</b>
Cash and cash equivalents at the beginning of year-end.....	22.921	34.692	3.949	9.725
Plus cash and cash equivalents of absorbed company.....	0	0	0	3.985
<b>Cash and cash equivalents at the end of the year-end.....</b>	<b>9.864</b>	<b>22.921</b>	<b>1.526</b>	<b>3.949</b>
<b>YEAR-END NET EQUITY CHANGES STATEMENT (amounts in € thousand)</b>				
<b>(Yearly consolidated and non consolidated)</b>				
	<b>31/12/2008</b>	<b>31/12/2007</b>	<b>31/12/2008</b>	<b>31/12/2007</b>
<b>Total Net equity at beginning of year-end (01.01.2008 and 01.01.2007 respectively).....</b>	<b>282.428</b>	<b>237.179</b>	<b>228.755</b>	<b>206.749</b>
Year-end Profits/(Losses) after tax.....	27.873	53.512	2.257	24.767
Profits/(Losses) from sale of own shares.....	0	1.498	0	1.498
Change of foreign exchange differences conversion reserve.....	(15.184)	(4.737)	0	0
Effect from change of investment percentage to a subsidiary company.....	(5.971)	6.418	0	0
Effect from subsidiary merge.....	0	0	0	4.378
Property investment valuation differences.....	0	3.876	0	0
Distributed Dividends (profits).....	(15.154)	(13.007)	(15.154)	(13.007)
Cash and cash equivalent for sale financial items valuation.....	0	0	(15.011)	7.775
Profits/(Losses) from sale of cash and cash equivalents for sale financial items.....	0	0	0	(1.095)
Own shares (purchases)/sales.....	(183)	(2.309)	(183)	(2.309)
<b>Net Equity at end of year-end (31.12.2008 and 31.12.2007 respectively).....</b>	<b>273.812</b>	<b>282.428</b>	<b>200.664</b>	<b>228.755</b>

Amarousio, March 26th, 2009

THE CHAIRMAN OF THE BOARD  
PRODROMOS S. EMFIETZOGLU  
ID No: Ε 498825/86

THE MANAGING DIRECTOR  
MELPOMENI PR. EMFIETZOGLU  
ID No: AE 034080/06

THE FINANCIAL DIRECTOR  
APOSTOLOS N. ATHANASOPOULOS  
ID No: Ε 288898/87

THE CHIEF ACCOUNTING MANAGER  
KIKIANTONIS I. CHRISTOS  
ID No: N 296442/83 License Register No. of the  
Chartered Auditors Association 13476