



ALUMINIUM OF GREECE S.A.

**Interim Financial Statements
for the nine month period from
1st January to 30th September 2006**

We confirm that the attached Interim Financial Statements, for the period 01/01 – 30/09/2006, are those approved by the Board of Directors of “ALUMINIUM OF GREECE S.A.” at 21/11/2006 and have been published to the electronic address www.alhellas.gr. It is noted that the published, in the press, brief financial data aim to provide the user with general information but do not present a full picture of the Company’s and Group’s financial results and position, according to International Accounting Standards. It is also noted that, for simplification purposes, the published, in the press, brief financial data contain summarizations or reclassifications of certain figures.

Jason STRATOS

Chairman of the Board of Directors of

ALUMINIUM OF GREECE S.A.



Contents

	<u>Page</u>
1. Balance sheet at 30th September 2006	3
2. Income Statement at 30th September 2006	4
3. Consolidated Statement of Changes in Equity	5
4. Company Statement of Changes in Equity	6
5. Cash flow statement	7
6. Segment Reporting	8
Primary Reporting Format – Business Segments	8
Secondary information sector – Geographic segments	9
7. Additional information and explanations	10
7.1 Basis of financial statements preparation	10
7.2 Group's structure and consolidation method	12
7.3 Encumbrances	12
7.4 Contingent Assets	12
7.5 Tax unaudited fiscal years	12
7.6 Changes in accounting estimates	13
7.7 Share Capital	13
7.8 Own Shares Purchase	13
7.9 Derivatives	14
7.10 Financial Assets available for sale	15
7.11 Number of employees	16
7.12 Related party transactions	16
7.13 Income Taxes	19
7.14 Earnings per Share	19
7.15 Cash Flows from Operating activities	20

1. Balance sheet at 30th September 2006

	THE GROUP		THE COMPANY	
	30/09/2006	31/12/2005	30/09/2006	31/12/2005
ASSETS				
Property, plant and equipment	380.364.576	324.507.217	376.983.982	320.759.655
Intangible assets	4.891.523	5.100.627	760.431	920.403
Investments in subsidiaries	-	-	19.213.937	19.213.937
Deferred tax asset	1.268.213	1.316.854	-	-
Available-for-sale financial assets	-	11.236.326	-	11.236.326
Other non current assets	399.946	392.769	333.950	323.562
Non-Current Assets	386.924.259	342.553.793	397.292.300	352.453.883
Inventories	65.906.273	62.705.339	64.554.503	60.763.704
Trade and other receivables	66.371.985	68.042.303	66.357.993	68.030.055
Other receivables	50.460.534	62.042.392	49.175.261	60.439.061
Cash and cash equivalents	10.769.289	41.187.551	9.831.771	38.931.752
Current Assets	193.508.081	233.977.585	189.919.529	228.164.572
Total Assets	580.432.340	576.531.378	587.211.828	580.618.455
EQUITY & LIABILITIES				
EQUITY				
Share capital	191.730.063	210.585.182	191.730.063	210.585.182
Share premium	170.725	230.489	170.725	230.489
Fair value reserves	(4.787.365)	5.720.962	(4.787.365)	5.720.962
Other reserves	71.675.941	46.221.001	76.418.031	53.287.725
Retained earnings	196.569.305	185.258.291	195.419.098	184.658.067
Equity attributable to shareholders	455.358.668	448.015.925	458.950.552	454.482.426
Minority interests	3.559	2.941	-	-
Total Equity	455.362.227	448.018.866	458.950.552	454.482.426
LIABILITIES				
Long-Term Liabilities				
Deferred tax liability	5.383.447	7.288.047	5.383.447	7.288.047
Pension plans	32.551.956	30.259.536	30.939.130	28.525.352
Other long-term liabilities	4.748.921	4.806.142	4.748.921	4.806.142
Provisions	12.487.846	11.895.325	10.449.511	9.474.814
Total Long-Term Liabilities	55.172.170	54.249.050	51.521.009	50.094.355
Short-Term Liabilities				
Trade and other payables	20.739.947	35.843.702	28.665.247	38.160.457
Tax payable	28.001.374	21.960.235	27.652.861	21.802.198
Derivatives	5.919.548	564.730	5.919.548	564.730
Other payables	15.237.074	15.894.795	14.502.612	15.514.289
Total Short-Term Liabilities	69.897.943	74.263.463	76.740.267	76.041.674
Total Liabilities	125.070.113	128.512.512	128.261.277	126.136.029
Total Equity and Liabilities	580.432.340	576.531.378	587.211.828	580.618.455

2. Income Statement at 30th September 2006

	THE GROUP				THE COMPANY			
	01/01 - 30/09/2006	01/01 - 30/09/2005	01/07 - 30/09/2006	01/07 - 30/09/2005	01/01 - 30/09/2006	01/01 - 30/09/2005	01/07 - 30/09/2006	01/07 - 30/09/2005
Sales	349.687.616	271.119.473	114.239.984	90.794.437	349.672.144	271.119.473	114.231.436	90.794.437
Cost of sales	(271.226.197)	(222.533.483)	(88.852.409)	(76.841.185)	(275.041.968)	(226.224.584)	(90.301.118)	(78.305.677)
Gross profit	78.461.419	48.585.990	25.387.575	13.953.252	74.630.176	44.894.889	23.930.317	12.488.760
Other operating income	6.954.384	5.143.830	3.689.330	1.107.748	6.613.835	5.016.489	3.600.714	1.103.187
Distribution expenses	(878.455)	(863.232)	(296.774)	(335.724)	(804.077)	(783.750)	(274.779)	(309.458)
Administrative expenses	(5.385.524)	(4.315.641)	(3.375.752)	(1.624.310)	(4.701.241)	(3.387.985)	(2.950.761)	(1.254.964)
Other expenses	(3.859.044)	(4.674.322)	(616.831)	(3.361.153)	(3.563.058)	(4.625.791)	(450.693)	(3.346.854)
Profit before tax, borrowings and investments results	75.292.779	43.876.626	24.787.549	9.739.813	72.175.635	41.113.852	23.854.798	8.680.671
Financial Income	996.661	1.575.792	142.545	375.211	953.809	1.571.531	130.531	373.986
Financial Expenses	(168.958)	(122.289)	(49.517)	(73.361)	(168.193)	(120.876)	(49.261)	(72.774)
Other financial results	10.506.083	7.255.701	-	2.856.562	10.506.083	8.555.408	-	2.856.562
Profit before Tax	86.626.565	52.585.829	24.880.576	12.898.224	83.467.334	51.119.915	23.936.068	11.838.446
Income tax expense	(24.794.549)	(21.909.438)	(8.944.257)	(5.232.055)	(24.510.553)	(21.030.562)	(9.032.953)	(4.928.624)
Net Operating Profit	61.832.016	30.676.390	15.936.319	7.666.170	58.956.781	30.089.353	14.903.115	6.909.822
Distributed at :								
Equity holders of the parent	61.831.398	30.675.953	15.936.116	7.666.050	58.956.781	30.089.353	14.903.115	6.909.822
Minority interest	618	437	204	119	-	-	-	-
	61.832.016	30.676.390	15.936.319	7.666.170	58.956.781	30.089.353	14.903.115	6.909.822
Basic earnings per share	1,52	0,72	0,40	0,18	1,45	0,70	0,37	0,16
Profit before tax, borrowings and investments results	75.292.779	43.876.626	24.787.549	9.739.813	72.175.635	41.113.852	23.854.798	8.680.671
Profit before tax, borrowings investments results and depreciation	85.077.311	53.268.361	28.036.236	12.817.394	80.050.288	48.620.512	26.448.163	11.075.593

3. Consolidated Statement of Changes in Equity

	Attributable to equity holders of the parent						Total Equity	Minority interest	Total Equity
	Share capital	Share premium	Fair value reserves	Hedging Reserves	Other reserves	Retained earnings			
Balance at 1 January 2005 according to IFRS	228.295.663	230.489	-	-	42.501.624	158.498.050	429.525.827	2.691	429.528.518
Net Profit/Losses directly booked in Equity	-	-	3.026.426	-	-	(1.034)	3.025.392	-	3.025.392
Period Result 1.1 - 30.09.2005	-	-	-	-	-	30.675.953	30.675.953	437	30.676.390
Total Period Profit / Losses	-	-	3.026.426	-	-	30.674.919	33.701.345	437	33.701.782
- Dividends	-	-	-	-	-	(21.578.040)	(21.578.040)	(293)	(21.578.333)
- Profit distribution for the period 2004	-	-	-	-	3.719.376	(3.719.376)	-	-	-
- Own Shares	(8.539.677)	-	-	-	-	-	(8.539.677)	-	(8.539.677)
Equity Balance at 30th September 2005	219.755.986	230.489	3.026.426	-	46.221.001	163.875.553	433.109.455	2.835	433.112.290

	Attributable to equity holders of the parent						Total Equity	Minority interest	Total Equity
	Share capital	Share premium	Fair value reserves	Hedging Reserves	Other reserves	Retained earnings			
Balance at 1 January 2006 according to IFRS	210.585.182	230.489	6.121.921	(400.959)	46.221.001	185.258.291	448.015.925	2.941	448.018.866
Net Profit/Losses directly booked in Equity	-	-	(6.121.921)	(4.386.407)	-	-	(10.508.327)	-	(10.508.327)
Period Result 1.1 - 30.09.2006	-	-	-	-	-	61.831.398	61.831.398	618	61.832.016
Total Period Profit / Losses	-	-	(6.121.921)	(4.386.407)	-	61.831.398	51.323.071	618	51.323.689
- Dividends	-	-	-	-	-	(24.693.648)	(24.693.648)	-	(24.693.648)
- Profit distribution for the period 2005	-	-	-	-	25.454.940	(25.454.940)	-	-	-
- Own Shares	(19.286.680)	-	-	-	-	-	(19.286.680)	-	(19.286.680)
- Capital increase	431.561	(59.765)	-	-	-	(371.796)	-	-	-
Equity Balance at 30th September 2006	191.730.063	170.725	-	(4.787.365)	71.675.940	196.569.305	455.358.668	3.559	455.362.227

4. Company Statement of Changes in Equity

	Share capital	Share premium	Fair value reserves	Hedging Reserves	Other reserves	Retained earnings	Total Equity
Balance at 1 January 2005 according to IFRS	228.295.663	230.489	-	-	49.568.349	158.976.190	437.070.691
Net Profit/Losses directly booked in Equity	-	-	3.026.426				3.026.426
Period Result 1.1 - 30.09.2005	-	-				30.089.353	30.089.353
Total Period Profit / Losses	-	-	3.026.426	-	-	30.089.353	33.115.778
- Dividends	-	-	-	-	-	(21.578.040)	(21.578.040)
- Profit distribution for the period 2004	-	-	-	-	3.719.376	(3.719.376)	-
- Own Shares	(8.539.677)	-	-	-	-	-	(8.539.677)
- Capital increase	-	-	-	-	-	-	-
Equity Balance at 30th September 2005	219.755.986	230.489	3.026.426	-	53.287.725	163.768.126	440.068.752

	Share capital	Share premium	Fair value reserves	Hedging Reserves	Other reserves	Retained earnings	Total Equity
Balance at 1 January 2006 according to IFRS	210.585.182	230.489	6.121.921	(400.959)	53.287.725	184.658.067	454.482.426
Net Profit/Losses directly booked in Equity	-	-	(6.121.921)	(4.386.407)	-		(10.508.327)
Period Result 1.1 - 30.09.2006	-	-	-	-	-	58.956.781	58.956.781
Total Period Profit / Losses	-	-	(6.121.921)	(4.386.407)	-	58.956.781	48.448.453
- Dividends	-	-	-	-	-	(24.693.648)	(24.693.648)
- Profit distribution for the period 2005	-	-	-	-	23.130.306	(23.130.306)	-
- Own Shares	(19.286.680)	-	-	-	-	-	(19.286.680)
- Capital increase	431.561	(59.765)	-	-	-	(371.796)	-
Equity Balance at 30th September 2006	191.730.063	170.725	-	(4.787.365)	76.418.031	195.419.098	458.950.552

5. Cash flow statement

	THE GROUP		THE COMPANY	
	<u>01/01 - 30/09/2006</u>	<u>01/01 - 30/09/2005</u>	<u>01/01 - 30/09/2006</u>	<u>01/01 - 30/09/2005</u>
Cash flows from Operating activities	74.398.310	34.293.744	74.166.777	28.825.139
Interest Paid	(166.982)	(122.289)	(166.217)	(120.876)
Income Tax	(15.766.141)	(33.893.496)	(15.664.809)	(33.518.607)
Net Cash flows from Operating activities	<u>58.465.187</u>	<u>277.958</u>	<u>58.335.751</u>	<u>(4.814.344)</u>
Cash flows from Investing activities				
Purchases of tangible assets	(72.630.527)	(36.727.034)	(72.444.279)	(36.321.165)
Purchases of intangible assets	(1.307.530)	(1.457.216)	-	-
Sales of tangible assets	11.900.000	184.150	11.900.000	120.750
Dividends received	-	153.540	-	1.453.247
Purchase / Sale of financial assets available for sale	15.620.488	7.457.432	15.620.488	7.457.432
Interest Received	996.661	1.575.792	953.809	1.571.531
Grants Received	-	185.282	-	185.282
Increase in the Long-Term Receivables	(7.178)	(234.166)	(10.388)	(234.166)
Net Cash flows from Investing activities	<u>(45.428.086)</u>	<u>(28.862.221)</u>	<u>(43.980.369)</u>	<u>(25.767.090)</u>
Cash flows from Financing activities				
Acquisition of own shares	(18.526.859)	(8.539.677)	(18.526.859)	(8.539.677)
Dividends paid to shareholders	(24.928.504)	(21.788.450)	(24.928.504)	(21.788.157)
Net Cash flows from Financing activities	<u>(43.455.363)</u>	<u>(30.328.127)</u>	<u>(43.455.363)</u>	<u>(30.327.834)</u>
Net (decrease)/ increase in cash and cash equivalents	<u>(30.418.262)</u>	<u>(58.912.389)</u>	<u>(29.099.981)</u>	<u>(60.909.268)</u>
Cash and cash equivalents at the beginning of the year	41.187.551	114.030.364	38.931.752	113.272.315
Cash and cash equivalents at the end of the year	<u>10.769.289</u>	<u>55.117.974</u>	<u>9.831.771</u>	<u>52.363.047</u>

6. Segment Reporting

A business segment is defined as a group of assets and activities that provide goods and services, which subject to different risks and returns than other business segments. A geographical segment is defined as a geographical region in which goods and services are provided and which subject to different risks and returns than other regions.

Primary Reporting Format – Business Segments

At the 30th of September 2006, the Group is separated in two business segments:

- (1) Alumina production and shipments.
- (2) Aluminium production and shipments.

The Group's results for the nine months ending on **September 30th 2006** are as follows:

	Alumina	Aluminium	Others	Non allocated	Total
Total gross sales per segment	144.314.596	255.963.768	195.857	-	400.474.221
In house sales	(50.786.605)	-	-	-	(50.786.605)
Net Sales	93.527.991	255.963.768	195.857	-	349.687.616
Operating profit	20.033.039	55.259.740	-	-	75.292.779
Financing income	-	-	-	996.661	996.661
Financing expenses	-	-	-	(168.958)	(168.958)
Other Financing Results	-	-	-	10.506.083	10.506.083
Profit before taxes	20.033.039	55.259.740	-	11.333.786	86.626.565
Income Tax	-	-	-	(24.794.549)	(24.794.549)
Net profit	20.033.039	55.259.740	-	(13.460.763)	61.832.016

The allocation of consolidated assets and liabilities per Business segment at 30/09/06 is analyzed as follows:

	Alumina	Aluminium	Others	Non allocated	Total
Segments Assets	212.049.512	349.690.000	-	-	561.739.512
Non allocated elements of Asset	-	-	-	18.692.828	18.692.828
Consolidated Asset	212.049.512	349.690.000	-	18.692.828	580.432.340
Segments Liabilities	34.109.837	60.615.000	-	-	94.724.837
Non allocated elements of Liabilities	-	-	-	30.345.277	30.345.277
Consolidated Liabilities	34.109.837	60.615.000	-	30.345.277	125.070.113



The sales of calcined alumina for the nine months ending on **September 30th 2006** amounted to 332,1 kt compared to 330,6 kt for the same period in 2005, while the aluminium sales amounted to 121,3 kt compared to 120,4 kt in 2005.

Secondary information sector – Geographic segments

The Group's domicile is Greece. The activity areas of the company are Greece, the Eurozone countries and the third countries.

The Group's sales by Geographic segment are analyzed as follows:

	<u>1/1 - 30/09/2006</u>	<u>1/1 - 30/09/2005</u>
Greece	160.188.094	124.714.424
European zone	173.275.837	130.788.636
Other countries	16.223.686	15.616.413
Total	349.687.616	271.119.473

Follows, the Group's sales analysis by item:

	<u>1/1 - 30/09/2006</u>	<u>1/1 - 30/09/2005</u>
Commodity sales	263.508	19.772
Sales of goods	348.318.273	270.516.031
Other inventories sales	1.105.835	583.671
Total	349.687.616	271.119.473



7. Additional information and explanations

7.1 Basis of financial statements preparation

The consolidated financial statements of ALUMINIUM OF GREECE S.A. as of September 30th, 2006, covering the period from January 1st up to September 30th 2006, have been compiled 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 they 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 and especially IAS 34 “Interim Financial Reporting”.

The interim financial statements don't contain all information and notes are required at annual financial statements of group at 31st December 2005 and they must be read in regard with the group financial statements of 31st December 2005.

The accounting principles and computations in which the financial statements were based on, are consistent with those were used for the preparation of annual financial statements of 2005 and applied in all periods they presented consistently.

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.

Adoption of new revised International Financial Reporting Standards and interpretations

IFRS. 6 “Exploration and evaluation of mineral resources” is implemented for the periods starting from 01/01/06. The Group has chosen the policy of capitalizing exploration and evaluation of mineral resources and fully depreciating them the period they occur.

The adoption of **IFRIC 4 “Determination whether an arrangement contains a lease”** and **IFRIC 5 “Rights to interests arising from decommissioning, restoration and environmental rehabilitation funds”** didn't have a material effect of financial statements of Group.

New accounting principles and interpretations of IFRIC

The International Accounting Standards Board and the Interpretations Committee have already issued a series of new accounting standards and interpretation. The IFRS and IFRIC are mandatory for the accounting periods beginning from January 1st 2006.

The group's estimation in relation with new standards and interpretations is presented below:

IFRS 7. "Financial means announcements"

The Group will implement IFRIC 7 from 01/01/2007.

Amendment to IAS 1 Capital Disclosures

The group will apply the amendment to IAS 1 from 1/1/2007

IFRIC 7. Financial Statements Rewrite Implementation according to IAS 29 "Financial Reporting in Hyperinflationary Economies".

The above IFRIC is not expected to affect the Group's Financial Statements.

IFRIC 8. "IFRS 2 Aim"

The above IFRIC is not expected to affect the Group's Financial Statements.

IFRIC 9. "Reassessment of Embedded Derivatives"

The above IFRIC is not expected to affect the Group's Financial Statements.

IFRIC 10. "Interim Financial Reporting and Impairment"

The group will apply the IFRIC 10 from 1/11/2006



7.2 Group's structure and consolidation method

Group companies which are included in the consolidated financial statements are:

<u>Company</u>	<u>% Participation</u>
ALUMINIUM OF GREECE - ATHENS	Parent
DELPHES – DISTOMON ATHENS	99,98%(1)

Notes:

(1) Imminent Participation – Line by line Consolidation method

The financial statements of ALUMINIUM OF GREECE S.A. - Group of Companies are included in the consolidated financial statements of MYTILINEOS HOLDINGS S.A., a Group of Companies, with registered offices in Greece and a 47,08 % holding in the ALUMINIUM OF GREECE S.A. - Group of Companies and they consolidate using the full consolidation method.

7.3 Encumbrances

There are no encumbrances on the company's and Group's assets.

7.4 Contingent Assets

There are no cases under dispute or arbitration nor any decisions of courts or arbitrations which might have a material effect on the company's financial position or operation.

7.5 Tax unaudited fiscal years

ALUMINIUM OF GREECE S.A. has not been controlled by the tax authorities control for fiscal years 2004 and 2005. Delphes-Distomon has not been controlled for the fiscal year 2005.

The current fiscal year, the tax authorities finalised the previous years' related tax obligations for the subsidiary company Delphes-Distomon. The total amount of this obligation is 181 (in 000€) and it is fully booked in the 01/01-30/09/2006 results. The total of the above difference was covered by the reverse of provisions made for tax unaudited fiscal years.



There is the possibility of additional tax implementation for the non-controlled fiscal year when the authorities complete their control. The Group has made provisions for the non-controlled fiscal years to the amount of 2.230 (in 000 €).

7.6 Changes in accounting estimates

There are no changes in the accounting methods or the accounting estimates.

7.7 Share Capital

The current period (after the Board of Directors' decision at 09/02/2006), the company proceeded to the share capital increase capitalizing: a) Retained Earnings, amounted to 371.796,24 € and b) Share Premium valuation differences, amounted to 59.764,56 €, increasing the company's nominal share price by 0,02€. Each share price increased from 10,58€ to 10,60€ (after the above increase, the share capital amounted to 228.727.224 €). Thereafter, the company's nominal common share price decreased from 10,60 € to 5,30 € with a simultaneous increase of the total number of shares from 21.578.040 to 43.156.080 common shares (split). The above 21.578.040 new shares proportionally distributed to the company's shareholders for free, providing them one new common share for each old one common share.

	Number of common shares (items)	Number of own shares (items)	Common shares	Share Premium	Own shares	Total
Balance at 31 December 2005	21.578.040	(1.000.000)	228.295.663	230.489	(17.710.481)	210.815.671
Share Capital Increase	-	-	431.561	(59.765)	-	371.796
New Shares Issuance	21.578.040	(1.000.000)	-	-	-	-
Parent Shares Purchase (Own Shares)		(1.195.366)	-	-	(19.286.680)	(19.286.680)
Balance at 30 September 2006	43.156.080	(3.195.366)	228.727.224	170.725	(36.997.161)	191.900.788

7.8 Own Shares Purchase

During the period from 01/01/2006 to 21/03/2006, which is before the nominal price decrease and the simultaneous doubling of the shares number, which was decided by the Board of Directors at 09/02/2006, the company ALUMINIUM OF GREECE S.A. accessed 89.932 own shares, valued 3.063 (.000€).

The total number of the company's own shares at 21/03/2006 amounted to 1.089.932 shares.



Therefore, at 22/03/2006 and afterwards the nominal price decrease and the simultaneous doubling of the shares number, which was decided by the Board of Directors at 09/02/2006, the total number of own shares possessed by the company was 2.179.864.

During the period from 22/03/2006 to 30/09/2006, the company ALUMINIUM OF GREECE S.A. accessed 1.015.502 own shares, valued 16.224 (.000€).

Date		Number of common shares (items)	Number of own shares (items)	Own shares
31/12/2005	Balance at 31 December 2005	21.578.040	(1.000.000)	(17.710.481)
01/01-21/03/2006	Parent Shares Purchase (Own Shares)	-	(89.932)	(3.062.983)
22/03/2006	Nominal Prices decrease and shares doubling	21.578.040	(1.089.932)	-
22/03-30/09/2006	Parent Shares Purchase (Own Shares)	-	(1.015.502)	(16.223.697)
30/09/2006	Balance at 30 September 2006	43.156.080	(3.195.366)	(36.997.161)

7.9 Derivatives

Derivatives purchases regarding Futures fall into IAS 39 «Financial Instruments: Recognition and Measurement» and they are related with Future Indexes which are contracts for sale or purchase of certain items on a specific index in a future date, in London Metal Exchange (LME). These contracts are standardized, with predefined duration, daily negotiation and settlement. Income is considered to be the received difference at the date of the contract expiration and it is estimated from the difference between the current level and the agreed level, multiplied by each item's price. The final result is determined at the expiration date. The company considers the above derivatives as cash flows hedging and as a result the evaluation result, of the open positions at the balance sheet date, is transferred directly to the equity. Respectively, the position result settlement is transferred to the period's result that settlement takes place.

Derivatives regarding Currency Swaps fall into IAS 39 «Financial Instruments: Recognition and Measurement» as well and they are contracts between two parts for an exchange of values or capital, in a future date and in terms that are agreed before. Currency Swaps are not negotiable in organized markets. With Currency Swaps, the group hedges the risk of the value range of its financial instruments (receivables in foreign currency) because of changes in exchange differences (exchange risk).

Income (cost) is considered to be the received (payable) difference at the expiration date of the contract and it is estimated from the difference between the current and the agreed level of exchange rate. The group considers the above derivatives as cash flows hedging and as a result the evaluation outcome at the reporting date, is recognized directly to the equity.



The company valued the open sale positions (Index future & Currency Swaps) from which a negative valuation of € 4.787.365 was transferred to equity as a hedging reserve. Respectively, the amount that affected both the company's and the Group's results and affected the positions settlement result during the period 01/01-30/09/2006 amounted to € 13.698.037.

The following table shows the movement of the equity account as a result of valuation of derivatives which are used as a hedging:

	Hedging Reserves
Balance at 31 December 2005	(400.959)
Revaluation during reporting period	(18.084.443)
Hedging Results recognized in the period's results	13.698.037
Sales Profit / Losses transferred to the period's results	-
Balance at 30 September 2006	(4.787.365)

The item "Derivatives" at the balance sheet date of amount € 5.919.548 consist of liability from valuation of derivatives which are being used as hedging instruments.

7.10 Financial Assets available for sale

The current period, the company sold quoted shares of € 11.590.294. The sales value amounted to € 15.643.954. The recognized profit in the results of the period amounted to € 10.506.083.

FINANCIAL ASSETS AVAILABLE FOR SALE

TRANSACTION VALUE	15.643.954
<i>Minus</i> TRANSACTION TAX	(23.466)
<i>Minus</i> SHARES ACCOUNTING VALUE	(11.590.294)
<i>Plus</i> FAIR VALUE RESERVES RECOGNISED IN RESULTS AT THE SALE	6.475.889
RECOGNISED PERIOD PROFIT	10.506.083



The company had recognized on Fair Value Reserves the amount of € 6.475.889, which was transferred at periods' results during the shares' sale.

7.11 Number of employees

The number of employees for the nine months ending on September 30th 2006 and 2005:

<u>The Group</u>		<u>The Company</u>	
<u>30 September 2006</u>	<u>30 September 2005</u>	<u>30 September 2006</u>	<u>30 September 2005</u>
1.196	1.264	1.070	1.132

7.12 Related party transactions

The disclosures of related parties at 30/9/2006 are presented below :

	<u>THE GROUP</u> <u>30/09/2006</u>	<u>THE COMPANY</u> <u>30/09/2006</u>
a) Sales of goods and services	93.310	93.375
b) Purchases of goods and services	94.381	111.515
c) Claims	23.164	23.176
d) Liabilities	8.470	17.777
e) Transactions and fees of executives and members of administration staff.	2.934	2.832
f) Claims of administration staff members and executives	-	-
g) Liabilities of administration staff members and executives	383	383

INTERCOMPANIES SALES - PURCHASES 1/1 - 30/09/2006

BUYER

<i>SELLER</i>	ALUMINIUM OF GRECE	DELPHES DISTOMON	MYTILINEOS S.A.	ELECTRICITY PRODUCTION GROUP	METKA S.A.	EKME	MYTILINEOS FINANCE	TOTAL
	ALUMINIUM OF GRECE		65.067		12.366	5.539		93.292.384
DELPHES DISTOMON	17.133.454							17.133.454
MYTILINEOS S.A.	2.512							2.512
ELECTRICITY PRODUCTION GROUP								-
METKA S.A.	88.771.416							88.771.416
EKME	212.198							212.198
MYTILINEOS FINANCE	5.395.355							5.395.355
TOTAL	111.514.936	65.067	-	12.366	5.539	-	93.292.384	204.890.292

INTER-COMPANY RECEIVABLES - LIABILITIES 30/09/2006

LIABILITY

<i>RECEIVABLE</i>	ALUMINIUM OF GRECE	DELPHES DISTOMON	MYTILINEOS S.A.	ELECTRICITY PRODUCTION GROUP	METKA S.A.	EKME	MYTILINEOS FINANCE	TOTAL
	ALUMINIUM OF GRECE		11.845		12.366	11.320.798	114.434	11.716.110
DELPHES DISTOMON	9.306.648							9.306.648
MYTILINEOS S.A.	-							-
ELECTRICITY PRODUCTION GROUP								-
METKA S.A.	7.426.156							7.426.156
EKME	48.099							48.099
MYTILINEOS FINANCE	996.187							996.187
TOTAL	17.777.091	11.845	-	12.366	11.320.798	114.434	11.716.110	40.952.643

INTERCOMPANIES SALES - PURCHASES 1/1 - 30/09/2005

BUYER

<i>SELLER</i>	ALUMINIUM OF GRECE	DELPHES DISTOMON	MYTILINEOS S.A.	ELECTRICITY PRODUCTION GROUP	METKA S.A.	EKME	MYTILINEOS FINANCE	TOTAL
	ALUMINIUM OF GRECE				7.213			46.814.126
DELPHES DISTOMON	16.249.593							16.249.593
MYTILINEOS S.A.								-
ELECTRICITY PRODUCTION GROUP								-
METKA S.A.								-
EKME								-
MYTILINEOS FINANCE	7.171.315							7.171.315
TOTAL	23.420.909	-	-	7.213	-	-	46.814.126	70.242.248

INTER-COMPANY RECEIVABLES - LIABILITIES 31/12/2005

LIABILITY

<i>RECEIVABLE</i>	ALUMINIUM OF GRECE	DELPHES DISTOMON	MYTILINEOS S.A.	ELECTRICITY PRODUCTION GROUP	METKA S.A.	EKME	MYTILINEOS FINANCE	TOTAL
	ALUMINIUM OF GRECE				7.213	33.468.000		10.408.402
DELPHES DISTOMON	3.245.046							3.245.046
MYTILINEOS S.A.								-
ELECTRICITY PRODUCTION GROUP								-
METKA S.A.	4.332.536							4.332.536
EKME	46.336							46.336
MYTILINEOS FINANCE	2.073.653							2.073.653
TOTAL	9.697.570	-	-	7.213	33.468.000	-	10.408.402	53.581.186

7.13 Income Taxes

The income tax for the period 1/1 – 30/09/2006 contains prior year’s tax differences 181 (in 000 €). The total of the above difference was covered by the reverse of provisions. For the unaudited fiscal years, the Group and the Company recognized at the income statement an additional provision of 1.211 (.000€) and 1.200 (.000€) respectively.

	THE GROUP		THE COMPANY	
	<u>01/01 - 30/09/2006</u>	<u>01/01 - 30/09/2005</u>	<u>01/01 - 30/09/2006</u>	<u>01/01 - 30/09/2005</u>
Current period taxes	23.648.040	15.754.275	23.423.523	14.838.818
Tax control differences Liabilities	1.210.837	3.779.080	1.200.000	3.779.080
Differed Taxes	(64.328)	2.376.083	(112.970)	2.412.663
Total	24.794.549	21.909.438	24.510.553	21.030.562

7.14 Earnings per Share

The earnings per share were estimated using the earning distribution based on weighted average number of shares. Due to the company’s nominal share price decrease and the simultaneous increase of the total number of shares from 21.578.040 to 43.156.080 with the distribution of 21.578.040 new shares, which were distributed to the company’s shareholders for free, a retroactive readjustment of the computed ratio Earnings per Share of all the periods presented in the financial statements.

	THE GROUP		THE COMPANY	
	<u>01/01 - 30/09/2006</u>	<u>01/01 - 30/09/2005</u>	<u>01/01 - 30/09/2006</u>	<u>01/01 - 30/09/2005</u>
Earnings that correspond to the parent's shareholders	61.831.398	30.675.953	58.956.781	30.089.353
Weighted average number of shares	40.758.922	42.880.780	40.758.922	42.880.780
Basic earnings per share (Euro per share)	1,52	0,72	1,45	0,70

7.15 Cash Flows from Operating activities

	THE GROUP		THE COMPANY	
	01/01 - 30/09/2006	01/01 - 30/09/2005	01/01 - 30/09/2006	01/01 - 30/09/2005
Period's Earnings	61.832.016	30.676.390	58.956.781	30.089.353
<u>Adjustments for</u>				
Taxes	24.794.549	21.909.438	24.510.553	21.030.562
Depreciation of tangible fixed assets	8.325.118	8.268.747	7.771.902	7.619.308
Depreciation of intangible assets	1.516.633	1.266.956	159.972	31.319
Profit/(loss) from sale of tangible assets	(1.719.274)	(172.617)	(1.719.274)	(120.750)
Profit/(loss) from fair value of derivatives	(823.220)	-	(823.220)	-
Interest income	(996.661)	(1.575.792)	(953.809)	(1.571.531)
Interest expenses	168.958	122.289	168.193	120.876
Dividend income - Financial items sales	(10.506.083)	(7.255.701)	(10.506.083)	(8.555.408)
Grants Depreciation	(57.220)	(143.968)	(57.220)	(143.968)
Foreign exchange profit/(loss) from evaluation	110.492	-	110.492	-
	82.645.309	53.095.743	77.618.287	48.499.762
<u>Changes in Working capital</u>				
Increase/(decrease) of inventories	(3.200.934)	(17.587.585)	(3.790.799)	(17.825.663)
Increase/(decrease) of receivables	13.141.684	1.938.444	12.825.370	57.889
Increase/(decrease) of liabilities	(21.242.689)	(3.726.326)	(15.874.555)	(2.456.849)
Fiscal year provisions	3.054.941	573.468	3.388.475	550.000
	(8.246.999)	(18.801.999)	(3.451.509)	(19.674.623)
Net cash flows from operating activities	74.398.310	34.293.744	74.166.777	28.825.139