

## **Interim Financial Statements**

**(Corporate and Consolidated)**

**As of 30 September 2007**

The Chairman of the  
B.o.D.

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PANAGHIOTOPOULOS**

Id.C.No A 176995

A Member of the B.o.D.

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Manager

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**ELVAL**

HELLENIC ALUMINIUM INDUSTRY S.A.

Societe Anonyme Registration Number 3954/06/B/86/13

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## 1.1. Interim Balance Sheet

		CONSOLIDATED		COMPANY	
Amounts in Euros	note	30/09/2007	31/12/2006	30/09/2007	31/12/2006
ASSETS					
Non-current assets					
Tangible fixed assets	5	480.623.644	487.703.738	307.298.315	314.997.859
Intangible assets	6	819.860	1.503.809	485.516	918.192
Investments in real estate	7	5.272.975	5.448.711	-	-
Investments in companies that are consolidated based on the net worth method	10	7.962.243	7.635.257	4.451.423	4.361.423
Investments in companies that are consolidated based on the integrated consolidation method	9	-	-	81.512.181	81.362.181
Financial assets available for sale		1.119.672	1.211.870	315.676	407.875
Deferred tax claims		848.383	848.369	-	-
Derivatives	13	847.399	1.142.904	247.321	375.084
Other receivables		3.031.440	2.979.746	2.265.549	2.315.512
		<u>500.525.616</u>	<u>508.474.404</u>	<u>396.575.981</u>	<u>404.738.126</u>
Current assets					
Inventories		268.978.464	261.115.749	157.623.282	174.046.468
Commercial and other receivables		247.610.695	216.046.811	158.317.340	136.295.327
Derivatives	13	4.331.082	5.401.831	4.149.807	4.163.056
Cash on hand and equivalent cash accounts		36.036.042	27.485.119	22.373.484	10.960.528
		<u>556.956.283</u>	<u>510.049.510</u>	<u>342.463.913</u>	<u>325.465.379</u>
Total assets		<u>1.057.481.899</u>	<u>1.018.523.914</u>	<u>739.039.894</u>	<u>730.203.505</u>
OWNER'S EQUITY					
Capital and reserves attributable to the company's equity holders					
Share capital		37.218.245	37.218.245	37.218.245	37.218.245
Above par reserve		158.654.004	158.654.004	158.654.004	158.654.004
Foreign exchange differences due to the consolidation of foreign subsidiaries		394.135	1.521.343	-	-
Other reserves		154.461.628	150.779.507	133.018.972	125.762.449
Profits/(losses) carried forward		170.654.198	172.420.302	148.727.482	152.433.532
Total		<u>521.382.210</u>	<u>520.593.401</u>	<u>477.618.703</u>	<u>474.068.230</u>
Minority interest		47.177.886	46.531.053	-	-
Total owner's equity		<u>568.560.096</u>	<u>567.124.454</u>	<u>477.618.703</u>	<u>474.068.230</u>
LIABILITIES					
Long-term liabilities					
Loans	11	176.412.038	192.013.463	98.899.331	113.079.869
Liabilities from leasing activities	12	1.707	57.452	-	-
Derivatives	13	1.571.024	202.610	-	64.230
Deferred tax liabilities		58.619.459	57.739.394	44.454.959	43.952.274
Liabilities or personnel compensation due to retirement		8.271.478	7.915.326	6.074.070	5.914.479
Government grants		9.780.378	10.415.519	9.052.696	9.526.781
Provisions		-	130.146	-	-
		<u>254.656.084</u>	<u>268.473.910</u>	<u>158.481.056</u>	<u>172.537.633</u>
Short-term liabilities					
Suppliers and other liabilities		98.575.388	89.565.817	54.147.523	49.677.254
Current tax liabilities		2.266.032	6.264.783	791.941	2.848.972
Loans	11	124.879.167	83.844.929	42.161.544	28.153.795
Liabilities from leasing activities	12	41.970	66.341	-	-
Derivatives	13	8.488.162	3.072.970	5.839.127	2.821.911
Provisions		15.000	110.710	-	95.710
		<u>234.265.719</u>	<u>182.925.550</u>	<u>102.940.135</u>	<u>83.597.642</u>
Total liabilities		<u>488.921.803</u>	<u>451.399.460</u>	<u>261.421.191</u>	<u>256.135.275</u>
Total owner's equity and liabilities		<u>1.057.481.899</u>	<u>1.018.523.914</u>	<u>739.039.894</u>	<u>730.203.505</u>

The notes on pages 6 to 19 constitute an integral part of these financial statements,

## 1.2. Interim Income Statement

		CONSOLIDATED				
<i>Amounts in Euros</i>		9months until 30/9/2007	3months from 1/7 until 30/9/2007	9months until 30/9/2006	3months from 1/7 until 30/9/2006	
	Note					
<b>Sales</b>		<b>752.144.317</b>	<b>232.307.515</b>	<b>649.179.025</b>	<b>220.758.350</b>	<b>752.144.317</b>
Cost of sales		(684.279.171)	(211.649.710)	(593.188.657)	(205.506.552)	(684.279.171)
<b>Gross profit</b>		<b>67.865.146</b>	<b>20.657.805</b>	<b>55.990.368</b>	<b>15.251.798</b>	<b>67.865.146</b>
Distribution expenses		(23.631.194)	(7.498.848)	(20.790.021)	(6.693.250)	(23.631.194)
Administrative expenses		(15.933.629)	(5.341.406)	(14.224.064)	(3.780.970)	(15.933.629)
Other operating income /(expenses ) (net)		2.476.560	75.823	5.330.563	1.619.324	2.476.560
<b>Operating results</b>		<b>30.776.883</b>	<b>7.893.374</b>	<b>26.306.846</b>	<b>6.396.902</b>	<b>30.776.883</b>
Financial income		5.829.933	1.582.646	4.059.440	1.331.227	5.829.933
Financial expenses		(12.778.135)	(4.893.376)	(10.124.778)	(2.529.931)	(12.778.135)
Income from dividends		674.073	899	664.739	142.932	674.073
Profits/ Losses from related companies	10	237.000	197.842	884.294	540.632	237.000
<b>Profits before taxes</b>		<b>24.739.754</b>	<b>4.781.385</b>	<b>21.790.541</b>	<b>5.881.762</b>	<b>24.739.754</b>
Income tax	16	(5.777.428)	(1.239.679)	(5.469.708)	(1.061.938)	(5.777.428)
<b>Net profits of the period from ongoing activities</b>		<b>18.962.326</b>	<b>3.541.706</b>	<b>16.320.833</b>	<b>4.819.824</b>	<b>18.962.326</b>
<b>Distributed to:</b>						
Shareholders of the parent company		17.310.419	3.384.742	14.136.111	3.871.275	17.310.419
Minority interest		1.651.907	156.964	2.184.722	948.549	1.651.907
		<b>18.962.326</b>	<b>3.541.706</b>	<b>16.320.833</b>	<b>4.819.824</b>	<b>18.962.326</b>
<b>Profits per share attributable to the shareholders of the parent company for the period</b> (expressed in Euros per share)						
Basic and diluted	18	0,140	0,027	0,114	0,031	0,140
Depreciation of the period	5, 6, 7	35.142.967	11.704.236	34.382.868	11.521.977	35.142.967

		COMPANY				
<i>Amounts in Euros</i>		9months until 30/9/2007	3months from 1/7 until 30/9/2007	9months until 30/9/2006	3months from 1/7 until 30/9/2006	
	Note					
<b>Sales</b>		<b>473.409.093</b>	<b>142.277.680</b>	<b>427.193.241</b>	<b>143.074.308</b>	<b>473.409.093</b>
Cost of sales		(445.792.191)	(134.092.421)	(402.310.554)	(139.456.765)	(445.792.191)
<b>Gross profit</b>		<b>27.616.902</b>	<b>8.185.259</b>	<b>24.882.687</b>	<b>3.617.543</b>	<b>27.616.902</b>
Distribution expenses		(5.438.263)	(1.736.438)	(5.292.135)	(1.770.960)	(5.438.263)
Administrative expenses		(7.341.884)	(2.327.068)	(7.225.282)	(1.528.459)	(7.341.884)
Other operating income /(expenses ) (net)		1.227.080	308.666	813.212	359.739	1.227.080
<b>Operating results</b>		<b>16.063.835</b>	<b>4.430.419</b>	<b>13.178.482</b>	<b>677.863</b>	<b>16.063.835</b>
Financial income		4.600.910	1.452.385	3.295.324	1.199.451	4.600.910
Financial expenses		(5.759.656)	(1.971.929)	(5.293.798)	(1.022.204)	(5.759.656)
Income from dividends		4.126.163	-	3.498.564	142.932	4.126.163
<b>Profits before taxes</b>		<b>19.031.252</b>	<b>3.910.875</b>	<b>14.678.572</b>	<b>998.042</b>	<b>19.031.252</b>
Income tax	16	(4.709.597)	(1.063.257)	(3.203.176)	(266.415)	(4.709.597)
<b>Net profits of the period from ongoing activities</b>		<b>14.321.655</b>	<b>2.847.618</b>	<b>11.475.396</b>	<b>731.627</b>	<b>14.321.655</b>
<b>Profits per share attributable to the shareholders of the parent company for the period</b> (expressed in Euros per share)						
Basic and diluted	18	0,115	0,023	0,092	0,006	0,115
Depreciation of the period	5, 6	21.056.446	7.025.278	21.372.802	7.087.662	21.056.446

The notes on pages 6 to 19 constitute an integral part of these financial statements,

### 1.3. Interim Statement of changes in equity

Amounts in Euros	Attributable to the shareholders of the parent company						Minority interest	Total Equity
	Share capital	Reserves at fair value	Other reserves	Results carried forward	Foreign exchange differences due to consolidation	Total		
<b>CONSOLIDATED</b>								
<b>Balance as of 1 January 2006</b>	195.872.249	10.435.127	143.621.370	155.554.709	759.489	506.242.944	44.553.398	550.796.342
Foreign exchange differences	-	-	22	(107.425)	419.092	311.689	72.431	384.120
Profit/ (Loss) recognized directly in equity	-	(5.901.189)	-	2.048	-	(5.899.141)	97.969	(5.801.172)
Net profit of the period	-	-	-	14.136.111	-	14.136.111	2.184.722	16.320.833
Total recognized net profit of the period	-	(5.901.189)	22	14.030.734	419.092	8.548.659	2.355.122	10.903.781
Transfer of reserves	-	-	964.263	(964.263)	-	-	-	-
Dividend	-	-	-	(2.481.216)	-	(2.481.216)	(1.045.456)	(3.526.672)
	-	-	964.263	(3.445.479)	-	(2.481.216)	(1.045.456)	(3.526.672)
<b>Balance as of 30 September 2006</b>	195.872.249	4.533.938	144.585.655	166.139.964	1.178.581	512.310.387	45.863.064	558.173.451
<b>Balance as of 1 January 2007</b>	195.872.249	5.716.217	145.063.290	172.420.302	1.521.343	520.593.401	46.531.053	567.124.454
Foreign exchange differences	-	(12.659)	-	(3.714)	(1.127.208)	(1.143.581)	(20.619)	(1.164.200)
Profit/ (Loss) recognized directly in equity	-	(10.199.667)	-	(154.047)	-	(10.353.714)	(187.370)	(10.541.084)
Net profit of the period	-	-	-	17.310.419	-	17.310.419	1.651.907	18.962.326
Total recognized net profit of the period	-	(10.212.326)	-	17.152.658	(1.127.208)	5.813.124	1.443.918	7.257.042
Raise in %at participation in subsidiaries	-	-	-	-	-	-	348.738	348.738
Transfer of reserves	-	-	13.894.447	(13.956.329)	-	(61.882)	(16.506)	(78.388)
Dividend	-	-	-	(4.962.433)	-	(4.962.433)	(1.129.317)	(6.091.750)
	-	-	13.894.447	(18.918.762)	-	(5.024.315)	(797.085)	(5.821.400)
<b>Balance as of 30 September 2007</b>	195.872.249	(4.496.109)	158.957.737	170.654.198	394.135	521.382.210	47.177.886	568.560.096
<b>COMPANY</b>								
<b>Balance as of 1 January 2006</b>	195.872.249	5.811.087	120.300.993	139.448.236	-	461.432.565	-	461.432.565
Profit/ (Loss) recognized directly in equity	-	(4.029.349)	-	-	-	(4.029.349)	-	(4.029.349)
Net profit of the period	-	-	-	11.475.396	-	11.475.396	-	11.475.396
Total recognized net profit of the period	-	(4.029.349)	-	11.475.396	-	7.446.047	-	7.446.047
Transfer of reserves	-	-	360.779	(360.779)	-	-	-	-
Dividend	-	-	-	(2.481.216)	-	(2.481.216)	-	(2.481.216)
	-	-	360.779	(2.841.995)	-	(2.481.216)	-	(2.481.216)
<b>Balance as of 30 September 2006</b>	195.872.249	1.781.738	120.661.772	148.081.637	-	466.397.396	-	466.397.396
<b>Balance as of 1 January 2007</b>	195.872.249	5.100.677	120.661.772	152.433.532	-	474.068.230	-	474.068.230
Profit/ (Loss) recognized directly in equity	-	(5.808.719)	-	(31)	-	(5.808.750)	-	(5.808.750)
Net profit of the period	-	-	-	14.321.655	-	14.321.655	-	14.321.655
Total recognized net profit of the period	-	(5.808.719)	-	14.321.624	-	8.512.905	-	8.512.905
Transfer of reserves	-	-	13.065.242	(13.065.242)	-	-	-	-
Dividend	-	-	-	(4.962.432)	-	(4.962.432)	-	(4.962.432)
	-	-	13.065.242	(18.027.674)	-	(4.962.432)	-	(4.962.432)
<b>Balance as of 30 September 2007</b>	195.872.249	(708.042)	133.727.014	148.727.482	-	477.618.703	-	477.618.703

The notes on pages 6 to 19 constitute an integral part of these financial statements,

## 1.4. Interim Cash Flow Statement

	Note	CONSOLIDATED		COMPANY	
		1/1 to 30/9/2007	1/1 to 30/9/2006	1/1 to 30/9/2007	1/1 to 30/9/2006
<i>Amounts in Euros</i>					
<b>Cash flows from operating activities</b>					
Cash flows from operating activities	8	30.083.462	23.247.243	31.188.588	11.705.127
Interest paid		(13.144.120)	(8.458.071)	(5.837.562)	(3.823.823)
Income tax paid		(2.869.932)	(1.446.568)	(424.902)	(347.542)
<b>Net cash flows from operating activities</b>		<b>14.069.410</b>	<b>13.342.604</b>	<b>24.926.124</b>	<b>7.533.762</b>
<b>Cash flows from investment activities</b>					
Purchase of tangible assets	5	(28.891.756)	(16.016.921)	(13.029.443)	(5.649.098)
Purchase of intangible assets	6	(169.161)	(164.625)	(58.020)	(18.873)
Investments in real estate	7	-	(57.927)	-	-
Sale of tangible assets		490.160	361.377	445.267	306.873
Sale of holdings		-	-	-	-
Dividends received		674.073	664.739	4.126.163	2.683.626
Purchase of financial assets available for resale		(5.880)	-	(5.880)	-
Sales of financial assets available for resale		98.080	-	98.080	-
Interest received		1.483.686	778.364	280.242	141.198
Increase in related company holdings	10	(89.985)	(20.040)	(90.000)	-
		-	-	(150.000)	-
<b>Net cash flows from investment activities</b>		<b>(26.410.783)</b>	<b>(14.455.033)</b>	<b>(8.383.591)</b>	<b>(2.536.274)</b>
<b>Cash flows from financing activities</b>					
Dividends paid to the shareholders of the parent company		(4.956.788)	(2.479.991)	(4.956.788)	(2.479.991)
Long term loans received		57.706.062	96.785.907	35.000.000	65.000.000
Settlement of long term loans		(30.642.726)	(72.998.359)	(35.172.789)	(48.901.994)
Changes in leasing principle		(80.117)	3.584	-	-
Dividends paid to minority rights		(1.222.602)	(1.036.122)	-	-
Participation of minority interest to new established subsidiary		348.738	-	-	-
<b>Net cash flows from financing activities</b>		<b>21.152.567</b>	<b>20.275.019</b>	<b>(5.129.577)</b>	<b>13.618.015</b>
<b>Net (decrease)/increase in cash on hand and cash equivalent accounts</b>		<b>8.811.194</b>	<b>19.162.590</b>	<b>11.412.956</b>	<b>18.615.503</b>
Cash on hand at beginning of period		27.485.119	13.712.643	10.960.528	1.291.962
Exchange differences on cash and cash equivalents		(260.271)	57.617	-	-
<b>Cash on hand at end of period</b>		<b>36.036.042</b>	<b>32.932.850</b>	<b>22.373.484</b>	<b>19.907.465</b>

The notes on pages 6 to 19 constitute an integral part of these financial statements,

## 1.5. Notes to interim Financial Statements

### 1. General Information

The financial statements included herein include the corporate interim financial statement of ELVAL S.A. HELLENIC ALUMINIUM INDUSTRY (the “Company”) and the interim consolidated financial statements of the Company and of its subsidiaries (together the “Group”).

ELVAL S.A. HELLENIC ALUMINIUM INDUSTRY (the “Company”) and its subsidiaries (together the “Group”) are active, in terms of production, in Greece, Great Britain and Bulgaria (through ETEM S.A.), and promotes their products international, primarily to the European Union, the United States of America and the Far East.

The Company is seated in Greece, 2-4 Mesogheion Ave., Athens, and its main facilities are located at the 57th kilometre of the Athens-Lamia National Road, Oinofyta, Voiotia, The Company’s electronic address is [www.elval.gr](http://www.elval.gr).

The Company’s shares are listed on the Athens Stock Exchange.

The interim financial statements have been approved from the Board of Directors of the company on 12 November 2007.

### 2. Brief presentation of the significant accounting principles

The attached interim financial statements of the company for the nine month period ended on 30 September 2007 have been prepared according to IFRS 34 «Interim financial statements».

The interim concise financial statements attached hereto do not include all the information and disclosures that must be cited in annual financial statements and should be taken into account in conjunction with the financial statements as at 31 December 2006, which are uploaded on the Group’s web site: [www.elval.gr](http://www.elval.gr).

The accounting principles applied to the preparation and presentation of the interim financial statements attached hereto are consistent with the accounting principles used in the preparation of the financial statements of the Company and the Group for the year ended on 31 December 2006.

An issue of the new International Financial Reporting Standards has been effected, of modifications and interpretations which are obligatory for accounting years commencing on January 1<sup>st</sup> 2007 or thereafter. The estimate of the Administration of the Group and the Company related to the effect from the application of these new standards and interpretations is given below:

***International Financial Reporting Standard 7, Financial means: Notifications and additional adjustment to the International Accounting Standard 1, Presentation of the Financial Statements –Notifications of Capital*** (applied for annual accounting periods commencing during or after January 1<sup>st</sup>, 2007)

The International Financial Reporting Standard 7 requires further notifications regarding the financial means aiming at the improvement of the provided information and specifically the notification of qualitative and quantitative information regarding the exposition to risks coming from financial means. More specifically, it predetermines minimum required notifications related to the credit risk, the liquidation risk and the market risk (imposes the analysis of sensitivity related to the market risk). The International Financial Reporting Standard 7 replaces the International Accounting Standard 30 (Notifications to the Financial Statements of Banks and Financial Institutions) and the requirements of notifications of the International Accounting Standard 32, (Financial Means: Notification and Presentation). It applies to all the companies drawing financial statements pursuant to the International Financial Reporting Standards.

The relevant adjustment of the International Accounting Standard 1 regards notifications related to the amount of the capital of a business as well as for the manner the management thereof is made. The group is in a process of examining the effects of the International Financial Reporting Standard 7 upon its financial statements.

***International Financial Reporting Standard 8, Operating Fields*** (it applies for annual accounting periods commencing during or after January 1<sup>st</sup> 2009)

The International Financial Reporting Standard 8 replaces the International Accounting Standard 14 *Financial Information per field* and adopts an administrative approach regarding the financial information provided per field. The information provided will be the one used by the administration internally for the evaluation of the performance of the operating fields and the distribution of resources in these fields. This information may be different than the one presented in the balance and a statement of results and the companies should provide explanations and agreements regarding these differences. The Group

is in the process of evaluating the effect of this standard in its account statements. The International Financial Reporting Standard 8 has not been adopted yet by the E.U.

**Interpretation 7, *Application of the approach for the reform of International Accounting Standard 29- Financial Statements on hyperinflation economies*** (it applies for annual accounting periods commencing during or after March 1<sup>st</sup> 2006)

The Interpretation 7 requires as in the period upon which a company finds the existence of hyperinflation in the economy of the currency of its operation, without having hyperinflation in the previous period, to apply the requirements of the International Accounting Standard 29 as if it was always an economy in a hyperinflation status.

Interpretation 7 does not apply to the Group.

**Interpretation 8, *Application field of International Financial Reporting Standard 2*** (it applies for annual accounting periods commencing during or after May 1<sup>st</sup> 2006)

The Interpretation 8 defines that the International Financial Reporting Standard 2 *Provisions depending on the value of the stocks* applies to transactions in which a company assigns shareholder stocks or undertakes the obligation to transfer cash or other assets (based on the price of its shares), when the determinable exchange taken seems to be lower than the reasonable value of the shares assigned or the liabilities undertaken.

The Interpretation 8 does not apply to the Group.

**Interpretation 9, *Re-evaluation of the incorporated derivatives*** (it applies for the annual accounting periods commencing during or after June 1<sup>st</sup>, 2006)

The Interpretation 9 requires from a company to evaluate whether a contract contains an incorporated derivative upon the drawing time of the contract, an event upon which it prohibits a further re-evaluation unless there is a modification in the terms of the contract which substantially change the cash flows.

The Interpretation 9 does not apply to the Group.

**Interpretation 10, *Intermediate Financial Report and Devaluation*** (it applies for the annual accounting periods commencing during or after November 1<sup>st</sup> 2006)

The Interpretation 10 may have an impact on the financial statements in the event that a damage of devaluation is found to an intermediary period regarding the over-value or investments on shares to be sold or not listed equity securities kept at the cost, as this devaluation can not be accounted to next intermediary or annual financial statements.

The Interpretation 10 has not been adopted yet by the E.U.

**Interpretation 11, *International Financial Reporting Standard 2 – Transactions on Own Shares and between companies of the same Group*** (it applies for annual accounting periods commencing during or after March 1<sup>st</sup> 2007)

This Interpretation requires that transactions in which an employee is assigned the right to shares, for purposes of accounting handling they are deemed as compensations defined by the value of the share and they are settled by shares, even in the event that the company selects or has the obligation to purchase these shares by third parties or the shareholders of the company provide the shares to be transferred. The Interpretation extends also to the manner by which the affiliated companies handle to their financial statements programs where their employees have rights on shares of the parent company.

The Interpretation 11 does not apply to the Group. This Interpretation has not been adopted yet by the E.U.

**Interpretation 12, *Service Concession Arrangements*** (it applies for annual accounting periods commencing during or after January 1<sup>st</sup> 2008)

This Interpretation 12 deals with the manner by which the assignors should apply the existing International Financial Reporting Standards (IFRS) in order to record the obligations undertaken and the rights assigned in the relevant service concession arrangements. Based on the Interpretation the assignors should not recognize the relevant infrastructure as tangible fixed assets, but to recognize a financial asset of the assets or by an intangible asset.

The Interpretation 12 does not apply to the Group. This Interpretation has not been adopted yet by the E.U.

### **3. Significant accounting estimations and judgments of the Management**

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

The Group proceeds in estimations and acknowledgements with regard to the development of future events. Estimations and acknowledgements that entail a significant probability that they will cause substantial adjustments to the book values of assets and liabilities in the following 12 months concern income tax.

The companies of the Group are subject to different legislations of income tax. In order to define the provision of the Group for income taxes a substantial concept of the above is required. Upon the normal flow of works of the business a lot of



transactions and estimates take place for which the exact evaluation of the tax is uncertain. In the event that the final taxes arising after the tax audits are different than the amounts that were initially recorded, these differences will affect the income tax and the provisions for deferred taxes in the fiscal year that the determination of the tax differences took place.

The Group proceeds to estimates related to the evaluation of stocks to the lesser price between current and net liquidated value. The liquidated value may be different related to the one estimated upon the date of drawing of financial statements. Furthermore, the Company and the Group proceed to estimates related to the evaluation of investments businesses and in fixed equipment at the lesser price between the current and the recoverable value thereof. The actual amounts may be different than the estimates during the date of drawing the financial statements.

The provisions are estimated in the current value of the expenses which based on the best evaluation of the administration, they are required to cover the current liability in the date of the balance. The rate of discount used for the determination of the current value reflecting the current market estimates for the time value of the money and increases regarding the specific liability.

## 4. Information per sector

The Group is divided into three business sectors

- (1) Rolling aluminium
- (2) Aluminium extrusion
- (3) Paper and formation aluminium

Results per sector for 9 months until 30 September 2006

<b>9 months until 30 September 2006</b> (amounts in Euros)	<b>Rolling</b>	<b>Extrusion</b>	<b>Paper and Formation Aluminium</b>	<b>Non -allocated</b>	<b>Total</b>
<b>Total gross sales per sector</b>	<b>557.183.408</b>	<b>111.540.685</b>	<b>23.211.274</b>	<b>3.984.809</b>	<b>695.920.175</b>
Inter-company sales	(40.422.145)	(4.489.234)	(1.182.871)	(646.900)	(46.741.150)
<b>Net sales</b>	<b>516.761.263</b>	<b>107.051.450</b>	<b>22.028.403</b>	<b>3.337.909</b>	<b>649.179.025</b>
Operating profits	17.207.749	7.208.646	806.763	1.093.727	<b>26.316.886</b>
Financial income –expenses	(3.402.541)	(2.570.325)	(99.130)	(3.380)	<b>(6.075.377)</b>
Share of results of related companies				1.549.032	<b>1.549.032</b>
<b>Profits before taxes</b>	<b>13.805.208</b>	<b>4.638.321</b>	<b>707.633</b>	<b>2.639.379</b>	<b>21.790.541</b>
Income tax	(4.117.635)	(817.492)	(225.907)	(308.673)	<b>(5.469.708)</b>
<b>Net profit</b>	<b>9.687.573</b>	<b>3.820.829</b>	<b>481.725</b>	<b>2.330.706</b>	<b>16.320.833</b>

<b>30/9/2006</b>	<b>Rolling</b>	<b>Extrusion</b>	<b>Paper and Formation Aluminium</b>	<b>Non -allocated</b>	<b>Total</b>
Assets	749.788.042	209.557.132	31.426.641	1.564.102	<b>992.335.917</b>
Total liabilities	280.348.150	101.730.249	7.864.084	569.967	<b>390.512.450</b>
Investments in tangible and intangible assets and investments in real estate fixed assets	7.608.057	7.673.909	955.310	2.196	<b>16.239.472</b>

Other items per sector included in the results for the 9 months until 30 September 2006

<b>9 months until 30 September 2006</b> (amounts in Euros)	<b>Rolling</b>	<b>Extrusion</b>	<b>Paper and Formation Aluminium</b>	<b>Non-allocated</b>	<b>Total</b>
Depreciation of tangible fixed assets	(26.931.399)	(4.683.888)	(862.276)	-	<b>(32.477.563)</b>
Depreciation of intangible fixed assets	(1.261.005)	(395.177)	(16.763)	-	<b>(1.672.946)</b>
Depreciation of investments in real estate fixed assets	-	(232.360)	-	-	<b>(232.360)</b>
<b>Total depreciation</b>	<b>(28.192.403)</b>	<b>(5.311.425)</b>	<b>(879.039)</b>	<b>-</b>	<b>(34.382.868)</b>
Devaluation of receivables	(1.009.854)	(277.220)	(45.000)	-	<b>(1.332.074)</b>
Devaluation of stocks	(2.844.926)	-	-	-	<b>(2.844.926)</b>

Results per sector for 9 months until 30 September 2007

<b>9 months until 30 September 2007</b> (amounts in Euros)	<b>Rolling</b>	<b>Extrusion</b>	<b>Paper and Formation Aluminium</b>	<b>Non-allocated</b>	<b>Total</b>
<b>Total gross sales per sector</b>	<b>642.797.565</b>	<b>125.909.784</b>	<b>29.570.852</b>	<b>4.504.674</b>	<b>802.782.875</b>
Inter-company sales	(43.221.855)	(5.299.571)	(1.149.994)	(967.138)	<b>(50.638.558)</b>
<b>Net sales</b>	<b>599.575.710</b>	<b>120.610.213</b>	<b>28.420.858</b>	<b>3.537.536</b>	<b>752.144.317</b>
Operating profits	21.769.950	6.216.705	1.474.367	1.315.861	<b>30.776.883</b>
Financial income-expenses	(2.915.215)	(3.892.072)	(144.164)	3.249	<b>(6.948.202)</b>
Share of results of related companies	-	-	-	911.073	<b>911.073</b>
<b>Profits before taxes</b>	<b>18.854.735</b>	<b>2.324.633</b>	<b>1.330.203</b>	<b>2.230.183</b>	<b>24.739.754</b>
Income tax	(5.247.188)	(83.958)	(356.541)	(89.741)	<b>(5.777.428)</b>
<b>Net profit</b>	<b>13.607.547</b>	<b>2.240.675</b>	<b>973.662</b>	<b>2.140.442</b>	<b>18.962.326</b>

<b>30/9/2007</b>	<b>Rolling</b>	<b>Extrusion</b>	<b>Paper and Formation Aluminium</b>	<b>Non-allocated</b>	<b>Total</b>
Assets	767.386.861	240.657.993	37.473.485	2.033.263	<b>1.047.551.602</b>
Total liabilities	281.507.186	131.783.984	12.865.002	442.411	<b>426.598.583</b>
Investments in tangible and intangible assets and investments in real estate fixed assets	18.760.642	8.603.883	1.692.603	3.789	<b>29.060.917</b>

Other items per sector included in the results for the 9 months until 30 September 2007

<b>9 months until 30 September 2007</b> (amounts in Euros)	<b>Rolling</b>	<b>Extrusion</b>	<b>Paper and Formation Aluminium</b>	<b>Non-allocated</b>	<b>Total</b>
Depreciation of tangible fixed assets	(27.880.134)	(5.166.275)	(1.005.299)	(110)	<b>(34.051.818)</b>
Depreciation of intangible fixed assets	(597.434)	(298.197)	(15.994)	(3.789)	<b>(915.414)</b>
Depreciation of investments in real estate fixed		(175.735)			<b>(175.735)</b>
<b>Total Depreciation</b>	<b>(28.477.568)</b>	<b>(5.640.207)</b>	<b>(1.021.293)</b>	<b>(3.899)</b>	<b>(35.142.967)</b>
Devaluation of receivables	342.096	(474.732)	(56.250)		<b>(188.886)</b>
Devaluation of stocks	293.902				<b>293.902</b>

### Notes:

1. Assets do not include the deferred tax claim, holdings and derivatives that are held for commercial purposes
2. Liabilities include operating liabilities (including derivatives that are held in order to hedge future transactions), They do not include, however, tax liabilities and any loans that cannot be allocated to branches (corporate borrowings),

## 5. Tangible fixed assets

### CONSOLIDATED

*Amounts in Euros*

#### Cost or fair value

	Land	Buildings	Plant and machinery	Motor vehicles	Furniture and fixtures	Fixed assets under construction	Total
<b>Balance as of 1 January 2007</b>	<b>42.151.011</b>	<b>97.660.303</b>	<b>447.909.046</b>	<b>11.099.292</b>	<b>10.319.252</b>	<b>19.583.145</b>	<b>628.722.049</b>
Foreign exchange differences	(80.732)	(199.028)	(2.177.841)	(24.827)	2.017	(39.269)	(2.519.680)
Additions	1.057.162	80.911	3.050.533	601.531	468.291	23.633.327	<b>28.891.755</b>
Sales	-	-	(383.454)	(714.490)	(28.749)	-	<b>(1.126.693)</b>
Destructions	-	-	-	-	(1.802)	(9.457)	<b>(11.259)</b>
Reclassifications (note 6)	32.823	3.791.818	8.097.880	1.679.124	51.976	(13.716.168)	<b>(62.547)</b>
<b>Balance as of 30 September 2007</b>	<b>43.160.264</b>	<b>101.334.004</b>	<b>456.496.164</b>	<b>12.640.630</b>	<b>10.810.985</b>	<b>29.451.578</b>	<b>653.893.625</b>

#### Accumulated depreciation

<b>Balance as of 1 January 2007</b>	-	<b>(16.191.253)</b>	<b>(108.665.033)</b>	<b>(7.897.103)</b>	<b>(8.264.920)</b>	-	<b>(141.018.309)</b>
Foreign exchange differences	-	39.021	813.696	26.644	(953)	-	<b>878.408</b>
Depreciation of the period	-	(3.993.681)	(28.559.486)	(901.373)	(597.278)	-	<b>(34.051.818)</b>
Sales	-	-	225.863	669.863	24.210	-	<b>919.936</b>
Destructions	-	-	-	-	1.802	-	<b>1.802</b>
Reclassifications	-	52.368	(121.054)	67.425	1.261	-	-
<b>Balance as of 30 September 2007</b>	-	<b>(20.093.545)</b>	<b>(136.306.014)</b>	<b>(8.034.544)</b>	<b>(8.835.878)</b>	-	<b>(173.269.981)</b>

**Undepreciated value as of 30 September 2007**

<b>43.160.264</b>	<b>81.240.459</b>	<b>320.190.150</b>	<b>4.606.086</b>	<b>1.975.107</b>	<b>29.451.578</b>	<b>480.623.644</b>
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The affiliated company Bridgnorth has temporarily out of operation machinery of non depreciated value of 4,5 million euros (3,1 mill. GBP).. The above affiliated company operates as a cash generating unit and based on its provided cash flows a need for devaluation does not arise.

### COMPANY

*Amounts in Euros*

#### Cost or fair value

	Land	Buildings	Plant and machinery	Motor vehicles	Furniture and fixtures	Fixed assets under construction	Total
<b>Balance as of 1 January 2007</b>	<b>24.288.239</b>	<b>55.862.268</b>	<b>298.145.535</b>	<b>7.846.572</b>	<b>6.544.737</b>	<b>7.417.095</b>	<b>400.104.446</b>
Foreign exchange differences	-	-	-	-	-	-	-
Additions	1.057.162	79.458	792.461	339.563	216.084	10.544.715	<b>13.029.443</b>
Sales	-	-	(383.454)	(53.049)	(28.749)	-	<b>(465.252)</b>
Reclassifications (note 6)	-	(477.836)	1.613.915	(106.461)	-	(1.092.164)	<b>(62.546)</b>
<b>Balance as of 30 September 2007</b>	<b>25.345.401</b>	<b>55.463.890</b>	<b>300.168.457</b>	<b>8.026.625</b>	<b>6.732.072</b>	<b>16.869.646</b>	<b>412.606.091</b>

#### Accumulated depreciation

<b>Balance as of 1 January 2007</b>	-	<b>(9.400.108)</b>	<b>(64.052.919)</b>	<b>(5.872.504)</b>	<b>(5.781.061)</b>	-	<b>(85.106.592)</b>
Depreciation of the period	-	(2.402.471)	(17.310.182)	(504.619)	(285.933)	-	<b>(20.503.205)</b>
Sales	-	-	225.863	51.948	24.210	-	<b>302.021</b>
Reclassifications	-	52.582	(120.007)	67.425	-	-	-
<b>Balance as of 30 September 2007</b>	-	<b>(11.749.997)</b>	<b>(81.257.245)</b>	<b>(6.257.750)</b>	<b>(6.042.784)</b>	-	<b>(105.307.776)</b>

**Undepreciated value as of 30 September 2007**

<b>25.345.401</b>	<b>43.713.893</b>	<b>218.911.212</b>	<b>1.768.875</b>	<b>689.288</b>	<b>16.869.646</b>	<b>307.298.315</b>
-	<b>(9.400.108)</b>	<b>(64.052.919)</b>	<b>(5.872.504)</b>	<b>(5.781.061)</b>	-	<b>(85.106.592)</b>

## 6. Intangible assets

### CONSOLIDATED

<i>Amounts in Euros</i>	Development expenses	Trademarks and licenses	Software	Other	Total
<b>Cost or fair value</b>					
<b>Balance as of 1 January 2007</b>	-	-	2.108	8.449.287	210.761
Foreign exchange differences	-	-	-	213	(5.298)
Additions	-	30.814	-	135.903	2.444
Sales-disposals	-	-	-	(276.825)	-
Reclassifications (note 5)	-	-	-	62.546	-
<b>Balance as of 30 September 2007</b>	-	30.814	2.108	8.371.124	207.907
<b>Accumulated depreciation</b>					
<b>Balance as of 1 January 2006</b>	-	-	(2.108)	(6.961.381)	(194.858)
Foreign exchange differences	-	-	-	(192)	5.302
Depreciation of the period	-	(10.725)	-	(903.079)	(1.610)
Sales-disposals	-	-	-	276.558	-
<b>Balance as of 30 September 2007</b>	-	-	-	-	-
	-	(10.725)	(2.108)	(7.588.094)	(191.166)
<b>Undepreciated value as of 30 September 2007</b>	-	20.089	-	783.030	16.741

### COMPANY

<i>Amounts in Euros</i>	Development expenses	Software	Total
<b>Cost or fair value</b>			
<b>Balance as of 1 January 2007</b>	-	5.289.084	5.289.084
Additions	27.025	30.994	58.019
Reclassifications	-	62.546	62.546
<b>Balance as of 30 September 2007</b>	27.025	5.382.624	5.409.649
<b>Accumulated depreciation</b>			
<b>Balance as of 1 January 2007</b>	-	(4.370.892)	(4.370.892)
Depreciation of the period	-	-	-
<b>Balance as of 30 September 2007</b>	(6.936)	(546.305)	(553.241)
	(6.936)	(4.917.197)	(4.924.133)
<b>Undepreciated value as of 30 September 2007</b>	20.089	465.427	485.516

## 7. Investments in real estate

Investments in real estate as of 31 December 2006 and 30 September 2007 concern buildings owned by the Company's subsidiaries and are analysed as follows:

<i>Amounts in Euros</i>	CONSOLIDATED	
<b>Cost or reasonable value</b>	30/09/2007	31/12/2006
<b>Opening balance net</b>		
Additions	5.448.711	5.637.258
Transfer to fixed assets under construction	-	101.798
Depreciation of the period	(175.736)	(290.345)
<b>Balance recorded in the balance sheet</b>	5.272.975	5.448.711

<i>Amounts in euros</i>	CONSOLIDATED	
	30/09/2007	31/12/2006
Receipts from leases acknowledged	762.057	877.725
Direct operating expenses related to investments to real estates by which leases are received	(259.527)	(365.333)
<b>Total</b>	502.530	512.392

## 8. Cash flows from operating activities

<i>Amounts in Euros</i>	<i>note</i>	CONSOLIDATED		COMPANY	
		1/1 to 30/09/2007	1/1 to 30/09/2006	1/1 to 30/09/2007	1/1 to 30/09/2006
Profits of the period		18.962.326	16.320.833	14.321.655	11.475.396
Adjustments for:					
Tax	16	5.777.428	5.469.708	4.709.597	3.203.176
Depreciation of tangible assets	5	34.051.818	32.477.563	20.503.205	20.252.402
Depreciation of intangible assets	6	915.414	1.672.946	553.241	1.120.399
Depreciation of investments in real estate	7	175.735	232.360	-	-
Devaluation		-	17.919	-	-
(Profits)/ losses from the sale of tangible fixed assets		(283.402)	(49.003)	(282.037)	(47.408)
Valuation of open positions for hedging		(3.561.491)	-	(3.488.219)	-
(Income) from interest		(1.483.686)	(778.364)	(280.242)	(141.198)
Interest expenses		12.778.135	9.928.048	5.759.656	5.293.799
(Income) from dividends		(674.073)	(664.739)	(4.126.163)	(3.498.564)
(Depreciation) of government grants		(672.000)	(710.449)	(497.729)	(497.694)
(Profits) /losses from related companies	10	(237.000)	(884.294)	-	-
(Profit)/ Loss from evaluation of options		-	369.572	-	369.572
Provision of devaluation of reserves		-	580.535	-	580.535
Provisions of bad dept assumptions		188.892	1.089.438	152.322	427.987
Loss from the destruction of fixed assets		9.457	-	-	-
Revises of net worth method participations & other changes		-	(54.677)	-	-
		<b>65.947.553</b>	<b>65.017.396</b>	<b>37.325.286</b>	<b>38.538.402</b>
<b>Changes in working capital</b>					
(Increase)/ decrease in inventories		(8.740.252)	(14.964.568)	16.423.186	(7.332.889)
(Increase)/ decrease in receivables		(32.482.430)	(46.513.335)	(22.124.370)	(33.348.348)
Increase / (decrease) in liabilities		5.228.294	19.362.677	(499.395)	13.810.834
Increase/ (decrease) in provisions		(225.855)	222.491	(95.710)	-
Increase / (decrease) in liabilities for personnel compensation due to retirement		356.152	122.582	159.591	37.128
		<b>(35.864.091)</b>	<b>(41.770.153)</b>	<b>(6.136.698)</b>	<b>(26.833.275)</b>
<b>Net cash flows from operating activities</b>		<b>30.083.462</b>	<b>23.247.243</b>	<b>31.188.588</b>	<b>11.705.127</b>

## 9. Investments in subsidiary companies

There was no change to the Company's holdings in subsidiary companies through the 9month 2007.

<i>Amounts in Euros</i>	COMPANY	
	30/09/2007	31/12/2006
<b>Beginning of the period</b>	<b>81.362.181</b>	<b>81.362.181</b>
Additions	150.000	-
<b>Balance at end of period</b>	<b>81.512.181</b>	<b>81.362.181</b>

In July 2007 there has been a share capital increase of subsidiary company Viomal SA by €300.000 in which Elval participated by 50%.

## 10. Investments in associated companies

The change to the Ccompany's and Group's investments in associated companies through the 9month 2007 are analyzed as follows:

<i>Amounts in Euros</i>	CONSOLIDATED		COMPANY	
	30/09/2007	31/12/2006	30/09/2007	31/12/2006
<b>Beginning of the period</b>	<b>7.635.257</b>	<b>6.827.361</b>	<b>4.361.423</b>	<b>4.361.423</b>
Share of profit/ (loss) after taxes	237.000	1.260.394	-	-
Dividends received (-)	-	20.040	-	-
Additions	90.000	-	90.000	-
Sales	-	(484.605)	-	-
Devaluation	(15)	12.067	-	-
<b>Balance at the end of the period</b>	<b>7.962.243</b>	<b>7.635.257</b>	<b>4.451.423</b>	<b>4.361.423</b>

- During April 2007 the parent company has paid the due share capital of the new established company AFSEL S.A, of an amount of 90,000€ . AFSEL S.A. belongs per 50% to ELVAL and per 50% to the Japan company Furukawa-Sky.

## 11. Loans

The Company's and Group's long-term and short term as of 31 December 2006 and 30 September 2007 analyzed as follows:

<i>Amounts in Euros</i>	<b>CONSOLIDATED</b>		<b>COMPANY</b>	
	<b>30/09/2007</b>	<b>31/12/2006</b>	<b>30/09/2007</b>	<b>31/12/2006</b>
<b>Long-term loans</b>				
Bank loans	24.912.038	38.263.463	1.149.331	8.079.869
Bond loans	151.500.000	153.750.000	97.750.000	105.000.000
<b>Total long-term loans</b>	<b>176.412.038</b>	<b>192.013.463</b>	<b>98.899.331</b>	<b>113.079.869</b>
<b>Short –term loans</b>				
Bank loans	124.879.167	83.844.929	42.161.544	28.153.795
<b>Total short-term loans</b>	<b>124.879.167</b>	<b>83.844.929</b>	<b>42.161.544</b>	<b>28.153.795</b>
<b>Total loans</b>	<b>301.291.205</b>	<b>275.858.392</b>	<b>141.060.875</b>	<b>141.233.664</b>

The maturity dates of the long-term loans are presented below:

<i>Amounts in Euros</i>				
Between 1 to 2 years	76.962.722	70.208.025	46.149.331	42.116.209
Between 2 to 5 years	99.092.173	121.448.295	52.750.000	70.963.660
More than 5 years	357.143	357.143	-	-
	<b>176.412.038</b>	<b>192.013.463</b>	<b>98.899.331</b>	<b>113.079.869</b>

During the first 9 months of 2007 the company issued a bond loan value of Euro 8 mil. with a fixed interest rate and new two bond loans value of Euro 27 mil. with interest rate Euribor plus margin. Subsidiary company Etem issued two bond loans value of Euro 5 mil. and 15 mil. with interest rate Euribor plus margin.

## 12. Leasing

<i>Amounts in Euros</i>	<b>CONSOLIDATED</b>	
	<b>30/09/2007</b>	<b>31/12/2006</b>
<b>Liabilities from leasing activities –minimum rents</b>		
Up to 1 year	42.729	68.398
From 1 to 5 years	1.709	57.858
<b>Total</b>	<b>44.438</b>	<b>126.256</b>
Less: Future leasing financial charges	(761)	(2.463)
<b>Current value of liabilities from leasing activities</b>	<b>43.677</b>	<b>123.793</b>
Current value of liabilities from financial activities is analyzed as follows:		
Up to 1 year	41.970	66.341
From 1 to 5 years	1.707	57.452
<b>Current value of liabilities from financial activities</b>	<b>43.677</b>	<b>123.793</b>

### 13. Derivatives

Derivatives as of 31 December 2006 and 30 September 2007 analyzed as follows:

Derivatives	CONSOLIDATED		COMPANY	
	30/09/2007	31/12/2006	30/09/2007	31/12/2006
<i>Amounts in Euros</i>				
<b>Non current assets</b>				
Interest rate swaps	53.294	404.560	-	294.310
Fx future contracts	209.997	82.481	209.997	25.394
Future contracts	584.108	655.863	37.324	55.380
<b>Total</b>	<b>847.399</b>	<b>1.142.904</b>	<b>247.321</b>	<b>375.084</b>
<b>Current assets</b>				
Interest rate swaps	373.260	20.216	319.967	-
Fx future contracts	1.229.008	964.820	1.229.008	316.537
Future contracts	2.728.814	4.416.795	2.600.832	3.846.519
<b>Total</b>	<b>4.331.082</b>	<b>5.401.831</b>	<b>4.149.807</b>	<b>4.163.056</b>
<b>Long-term liabilities</b>				
Interest rate swaps	68.695	54.672	-	-
Foreign exchange swaps	-	147.345	-	63.637
Fx future contracts	1.502.329	-	-	-
Future contracts	-	593	-	593
<b>Total</b>	<b>1.571.024</b>	<b>202.610</b>	<b>-</b>	<b>64.230</b>
<b>Short-term liabilities</b>				
Interest rate swaps	-	92.113	-	-
Fx future contracts	2.008.861	958.316	1.561.427	904.929
Future contracts	6.479.301	2.022.541	4.277.700	1.916.982
<b>Total</b>	<b>8.488.162</b>	<b>3.072.970</b>	<b>5.839.127</b>	<b>2.821.911</b>
<b>Details of derivatives contracts</b>				
Nominal value of interest rate swaps	45.141.991	70.859.092	20.000.000	30.000.000
Nominal value of aluminium derivatives	65.078.858	35.167.046	47.859.907	21.827.353
Nominal value of foreign exchange derivatives	189.675.778	223.431.218	99.310.021	124.376.311

For the parent company ELVAL S.A. the results from the liquidated acts of management of the financial risk recorded in the statement of results and they are included for the results of derivatives of Aluminum and exchange derivatives in the sales and the cost of sold items while for the results of derivatives for the Exchange of rates of interest in the Financial results have as follows:

- A) Financial results on acts in aluminum (futures): 2007: 5,6 mill. €, 2006: 4 mill. €.
- B) Difference of interest on contracts of exchange of interest rates (swaps): 2007: 82 th. €, 2006: -193 th. €.
- C) Financial results on acts in exchange (fx futures): 2007: -1,4 mill. €, 2006: 0,3 mill. €.

The consolidated results from the liquidated values of management of the financial risk recorded in the statement of results and the results of Aluminum derivatives and the derivatives of exchange are included in the sales and the cost of sold items while for the results of derivatives of Exchange of rates of interest to the Financial results, are as follows:

- A) Stock exchange results on act in aluminum (futures): 2007: 6,6 mill. €, 2006: 6,58 mill. €.
- B) Difference of interest on contracts of exchange of interest rates (swaps): 2007: 28 th. €, 2006: -177 th. €.
- C) Financial results on acts in exchange (fx futures): 2007: -999 th. €, 2006: 133 th. €.

## 14. Commitments

### 1. Contractual commitments

<i>Amounts in Euros</i>	CONSOLIDATED	
	30/09/2007	31/12/2006
Tangible fixed assets	2.450.695	323.226
	<b>2.450.695</b>	<b>323.226</b>

### 2 Liabilities from operating leases

<i>Amounts in Euros</i>	CONSOLIDATED		COMPANY	
	30/09/2007	31/12/2006	30/09/2007	31/12/2006
Up to 1 year	848.415	715.916	486.528	458.671
From 1-5 years	2.454.821	2.400.028	1.463.866	1.635.799
More than 5 years	384.310	803.512	227.310	280.095
	<b>3.687.546</b>	<b>3.919.456</b>	<b>2.177.704</b>	<b>2.374.565</b>

## 15. Potential liabilities / receivables

*Amounts in Euros*

<b>Liabilities</b>	CONSOLIDATED		COMPANY	
	30/09/2007	31/12/2006	30/09/2007	31/12/2006
Letters of guarantee for securing liabilities to suppliers	3.820.712	1.119.748	3.656.382	947.102
Letters of guarantee for securing the good performance of contracts with customers	709.320	639.516	258.423	220.000
Guaranties given for the company	48.536.800	45.949.741	48.536.800	45.949.741
<b>Total</b>	<b>53.066.832</b>	<b>47.709.005</b>	<b>52.451.605</b>	<b>47.116.843</b>

*Amounts in Euros*

<b>Receivables</b>	CONSOLIDATED		COMPANY	
	30/09/2007	31/12/2006	30/09/2007	31/12/2006
Letters of guarantee for securing receivables from customers	765.892	254.201	-	-
<b>Total</b>	<b>765.892</b>	<b>254.201</b>	<b>-</b>	<b>-</b>

-No liens have been filed against fixed assets,

**CO2 emissions:** Pursuant to Directive 2003/87/EC (which has already been incorporated into Greek legislation pursuant to Joint Ministerial Decision H.II. 54409/2632/27-12-2004) establishing a scheme for greenhouse gas emission allowance trading within the Community, a National Allocation Plan for the three-year period 2005-2007 has been submitted. This Plan, the finalisation of which is pending, establishes the total amount of allowance, the allocation among liable installations, and the basic rules that govern allowance allocation and the operation of the relative system.

ELVAL S.A., based on the initial allocation that corresponds thereto from 1 January 2005, by the National CO<sub>2</sub> Emission Allocation Plan calculated the deficiencies that concern the fiscal years 2005, 2006 and 2007, and has purchase equivalent allocations.



## 16. Income tax

### A) Income tax

The income tax as it is reflected to the interim profit and loss account analyzed as follows:

<i>Amounts in Euros</i>	CONSOLIDATED		COMPANY	
	30/9/2007	30/9/2006	30/9/2007	30/9/2006
Tax of the fiscal year	(4.116.571)	(4.043.962)	(2.866.412)	(2.110.881)
Deferred tax	(1.660.857)	(1.425.746)	(1.843.185)	(1.092.295)
<b>Total</b>	<b>(5.777.428)</b>	<b>(5.469.708)</b>	<b>(4.709.597)</b>	<b>(3.203.176)</b>

From 2001 to 31 December 2005, the Company has made investments amounting to € 100 million approximately and subject to the laws on development 2601/1998 and 3299/2004. On the basis of such laws, the Company is entitled to set up untaxed reserves from book profits and adequate tax profits of following financial years amounting to € 63 million at the maximum. This right will gradually expire as of the financial year 2011. The Company has set up future tax benefits equal to approximately EUR 1.7 million estimating it is highly likely that the necessary tax profits will be attained within a short time horizon (usually one year).

### B) Unaudited years

The fiscal years for which the parent company and its subsidiaries have not been tax audited by the tax authorities are presented in table below:

<u>Corporate name</u>	<u>Country of registration</u>	<u>Holding</u>	<u>Method of consolidation</u>	<u>Unaudited years</u>
ELVAL S.A.	Greece		Parent	2006
ETEM S.A.	Greece	58,15%	Integrated Consolidation	2005-2006
SYMETAL S.A.	Greece	99,99%	Integrated Consolidation	2003-2006
VIOMAL S.A.	Greece	50,00%	Integrated Consolidation	2002-2006
ELVAL COLOR A.E.	Greece	95,94%	Integrated Consolidation	2005-2006
VEIEXAL LTD	Greece	73,33%	Integrated Consolidation	2003-2006
BRIDGNORTH ALUMINIUM Ltd	England	100,00%	Integrated Consolidation	-
BLYTHE Ltd	Cyprus	100,00%	Integrated Consolidation	-
STEELMET ROMANIA S.A.	Romania	51,63%	Integrated Consolidation	2002-2006
KANAA S.A.	Greece	89,54%	Integrated Consolidation	2005-2006
ATHENS ART CENTRE S.A.	Greece	100,00%	Integrated Consolidation	2005-2006
ANAMET S.A.	Greece	26,67%	Net worth	2000-2006
STEELMET S.A.	Greece	29,56%	Net worth	2006
DIAPEM COMMERCIAL S.A.	Greece	33,32%	Net worth	2003-2006
VEPEM S.A.	Greece	50,00%	Net worth	2003-2006
ELKEME S.A.	Greece	40,00%	Net worth	2003-2006
TEPRO METAL AG	Germany	40,39%	Net worth	2001-2006
METAL GLOBE Doo	Yugoslavia	40,00%	Net worth	-
AFSEL S.A.	Greece	50,00%	Net worth	-

- It is noted that in 2007 the competent tax authorities conducted an Ordinary Tax Audit of the company's fiscal years 2003 – 2005, which was completed in July 2007. Accounting differences in the amount of 1,810,392 Euros arose from the said tax audit, against which an income tax in the amount of 616,618 Euros plus a surcharge in the amount of 280,927 Euros was charged. In other words, the company was charged with a total amount of 897,545 Euros. This amount, due to the fact that it was paid in a lump sum, was reduced by 5% and the final amount that the company paid amounted to 852,668 Euros. The company has already burdened, in the form of a provision, its financial statements of 31 December 2006 with an amount of 452,899 Euros. The difference shall burden the results of fiscal year 2007.

## 17. Transactions with related companies

The Company's and Group's main transactions with related companies as of 30/9/2007 and 30/9/2006 and the corresponding receivables and liabilities as of 30 September 2007 and 31 December 2006 analyzed as follows:

<i>Amounts in Euros</i>	<b>CONSOLIDATED</b>		<b>COMPANY</b>	
	<b>30/9/2007</b>	<b>30/9/2006</b>	<b>30/9/2007</b>	<b>30/9/2006</b>
<b>Sales of goods</b>				
Subsidiaries			30.581.097	25.907.173
Other related entities	46.546.983	39.483.784	36.893.896	34.001.664
	<b>46.546.983</b>	<b>39.483.784</b>	<b>67.474.993</b>	<b>59.908.837</b>
<b>Sale of services</b>				
Subsidiaries			166.108	91.278
Other related entities	1.105.484	1.725.876	547.605	325.794
	<b>1.105.484</b>	<b>1.725.876</b>	<b>713.713</b>	<b>417.072</b>
<b>Purchase of goods</b>				
Subsidiaries			13.674.832	14.517.945
Other related entities	38.403.542	27.110.113	5.024.160	7.779.485
	<b>38.403.542</b>	<b>27.110.113</b>	<b>18.698.992</b>	<b>22.297.430</b>
<b>Purchase of services</b>				
Subsidiaries			711.825	1.032.241
Other related entities	12.158.695	9.053.850	7.473.606	6.578.881
	<b>12.158.695</b>	<b>9.053.850</b>	<b>8.185.431</b>	<b>7.611.122</b>
<b>Purchase of fixed assets</b>				
Subsidiaries				-
Other related entities	1.804.392	2.979.552	1.061.922	2.467.987
	<b>1.804.392</b>	<b>2.979.552</b>	<b>1.061.922</b>	<b>2.467.987</b>

### Benefits to Management

<i>Amounts in Euros</i>	<b>CONSOLIDATED</b>		<b>COMPANY</b>	
	<b>30/9/2007</b>	<b>30/09/2006</b>	<b>30/9/2007</b>	<b>30/09/2006</b>
Fees – benefits to the members of the B,o,D and executives	2.015.415	2.378.870	1.248.835	1.433.026
	<b>2.015.415</b>	<b>2.378.870</b>	<b>1.248.835</b>	<b>1.433.026</b>

### Year-end balances arise from the sale-purchase of goods, services, fixed assets, etc.

<i>Amounts in Euros</i>	<b>CONSOLIDATED</b>		<b>COMPANY</b>	
	<b>30/9/2007</b>	<b>31/12/2006</b>	<b>30/9/2007</b>	<b>31/12/2006</b>
Receivables from related entities:				
Subsidiaries			13.994.160	14.891.471
Other related entities	22.273.436	14.991.817	18.484.725	12.683.459
	<b>22.273.436</b>	<b>14.991.817</b>	<b>32.478.885</b>	<b>27.574.930</b>
Liabilities to related entities:				
Subsidiaries			11.269.797	12.789.186
Other related entities	12.917.119	12.048.687	3.774.978	4.377.107
	<b>12.917.119</b>	<b>12.048.687</b>	<b>15.044.775</b>	<b>17.166.293</b>

## 18. Profits per share

### Ongoing activities Basic and reduced

Basic and reduced gains per share are calculated by dividing the gain that corresponds to the parent Company's shareholders by the weighted average number of shares during the period.

#### Ongoing activities

<i>Amounts in Euros</i>	<b>CONSOLIDATED</b>		<b>COMPANY</b>	
	<b>30/9/2007</b>	<b>30/9/2006</b>	<b>30/9/2007</b>	<b>30/9/2006</b>
Profits that correspond to the parent company's shareholders	17.310.419	14.136.111	14.321.655	11.475.396
Weighted average number of shares	124.060.815	124.060.815	124.060.815	124.060.815
Basic profits per share (Euros per share)	0,140	0,114	0,115	0,092

## 19. Dividend

- The Annual General Meeting of shareholders dated June 13, 2007 approved the disposal of profits for the year 2006, and the dividend distribution amounted to € 0.04 per share, total € 4,962,432.6. The payment of the dividend began on July 6, 2007.

## 20. Subsequent events

- On 07/11/2007 the Ministry of Environment, Physical Planning and Public Works imposed a fine of €180.000 on ELVAL S.A due to three violations regarding measures for the protection of the environment. The company issued the following announcement:

*Regarding yesterday's press release by the Ministry of Environment, Physical Planning and Public Works concerning the imposition of fines to certain companies operating in the vicinity of the Assopos river, our company is surprised and would like to make the following remarks:*

- *its only source of information regarding this matter was derived from the Mass Media.*
- *in spite of the fact that the results of repeated sampling tests performed by the Special Service of Inspectors for the Environment (EYEII) were negative, the Ministry's announcement implicates the company in the ground water pollution observed in the area of Assopos River.*

*More specifically, the pertinent report of the Inspectors Service mentions that "during our present partial inspection, water effluent samples were collected from the final effluent tank, the effluent of the physicochemical treatment plant, and the final effluent to Assopos river, and these samples were analyzed by the Official Chemical Laboratory of the Greek State and following the results of these tests, there were not found exceeding amounts of the parameters, on which the examination in question was focused, regarding mainly the concentrations of the hexavalent chromium and total chromium in the water effluent. In addition, on 26/09/2007, a tracer test was performed in the final effluent tank, in order to certify the position of the point of the outfall, as well as an analysis on location with a potable instrument of the Inspectors Service for the Environment.*

*The company wonders on what evidence is the Ministry announcement based, provided that in the report of the Special Inspectors Service, it is clearly mentioned that there were no polluting parameters found above the effluent limits.*

*The company has obtained all pertinent licenses issued by the competent Authorities, regarding the treatment and disposal of its water effluent and intends to pursue the cancellation of the fines as well as the restoration of its reputation through the justice system.*

There was no relevant provision made in the results of the period 01/01-30/09/07.

- On 06/11/07 the Special Service of Inspectors for the Environment (SSIE) of the Ministry of Environment, Physical Planning and Public Works issued for ETEM a "Violation Confirmation Act" (No 8998) according to which two violations were detected regarding measures for the protection of the environment. According to this Act, SSIE proposed to the prefecture of Viotia to impose a fine of €54.000 on the company. ETEM issued the following announcement:

*The pertinent report of the Special Service of Inspectors for the Environment does not implicate our company in any incidents of pollution but refer only to administrative type of violations, for which the company has already answered to the Special Service of Inspectors for the Environment .*

*The company intends to resort to the justice system to pursue the cancellation of the fine as well as the restoration of its reputation.*

- On 30/10/2007 the company issued an announcement for the foil branch separation and its absorption by the subsidiary SYMETAL S.A.

*ELVAL HELLENIC ALUMINIUM INDUSTRY S.A. and its 99.99% owned subsidiary SYMETAL S.A., hereby announce that their Boards of Directors have decided the separation of the foil production branch of ELVAL S.A. and its absorption by SYMETAL S.A. The contribution and absorption of the branch will be made in accordance with the provisions of articles 1-5 of Law No. 2166/93, and the pertinent Transformation Balance Sheet will be dated 31st October 2007.*

*The industrial activity of the branch is the production of aluminium foil and its customer base is the flexible packaging industry. The raw material used is aluminium coil, which is processed in special foil rolling mills, in order to further decrease its thickness. The raw material is produced in ELVAL's rolling plant at Oinofyta. The sales of foil products, in the year 2006, represented 24% approx. of the total turnover of ELVAL, S.A. Given that SYMETAL is a 99.99% owned subsidiary of the above company and it is included in its consolidated financial statements through the full consolidation method, the relevant consolidated figures will not be affected.*

*The separation of the branch in question is to be carried out for reasons related to the internal reorganization of ELVAL and it is aiming at the improvement of the customers' service, the modernization of the branch and, in general, making stronger the company's position in the foil market.*

*The completion of the separation is subject to the approval of the draft separation / contribution agreement by the Shareholders' General Meetings of the companies involved (ELVAL and SYMETAL), as well as the pertinent approval of the Ministry for Development.*