



**Summary Financial Results for the year ended 31 December 2007**  
(In terms of article 135 of Law 2190, for companies publishing annual statements in accordance with IAS/IFRS)

The figures illustrated below, aim at providing summary information about the financial position and results of "SIDENOR Steel Products Manufacturing Company SA" and the "SIDENOR Group". The reader wishing to be familiar with the company's and group's financial position and results should have access to annual financial statements. Indicatively, one can visit the company's web site where the information and data in question, are presented.

Address: 2-4 Mesogion Ave, Athens  
Societe Anonyme Register No. 2310/06/B/66/20  
Supervising Authority: Ministry of Development (department for limited companies)  
Board of directors: George Kalfarentzos, Chairman, Executive member, Grigorios Konstantakopoulos, Vice-Chairman, Executive member, Sarantos Milos, Chief Executive Officer, Athanasios Mitropoulos, Nikolaos Koudounis, Ioannis Oikonomou, Dimitrios Paraskevopoulos, Non-Executive Members, Andreas Kyriazis, Elfstathios Strimber, Non Executive and Independent members.  
Date of approval of the financial statements: Mar 17 2008  
Auditor: Marios Psaltis (Reg. No. SOEL 38081)  
Audit Firm: IPNICEWATERHOUSECOOPERS S.A.  
Type of Audit Report: Without qualification  
Company's WebSite: www.sidenor.gr

**BALANCE SHEET (Amounts in €)**

	Group		Company	
	31 Dec 2007	31 Dec 2006	31 Dec 2007	31 Dec 2006
<b>ASSETS</b>				
Land and Buildings	253.021.021	257.521.707	60.764.437	48.087.306
Machinery	429.636.500	435.003.936	88.311.182	89.832.969
Investments in Associates	29.625.176	19.194.034	204.340.296	212.776.891
Other Tangible Assets	110.821.016	68.956.724	6.597.131	7.499.470
Inventories	390.462.204	301.534.300	86.365.928	86.327.589
Trade Receivables	139.040.538	137.750.408	58.198.752	50.017.064
Other Assets	191.679.009	176.538.745	155.591.213	145.713.520
<b>TOTAL ASSETS</b>	<b>1.544.294.454</b>	<b>1.396.499.854</b>	<b>660.168.940</b>	<b>640.254.809</b>
<b>EQUITY AND LIABILITIES</b>				
Long Term Borrowings	327.100.072	331.395.796	188.000.000	170.181.819
Deferred Tax Liabilities	65.049.875	65.536.905	23.261.546	23.894.767
Other Long Term Liabilities	25.826.814	29.390.461	2.063.415	4.400.022
Short Term Borrowings	199.150.448	149.752.938	72.648.215	57.433.284
Other Short Term Liabilities	205.781.657	202.792.504	81.081.961	95.700.971
Total Liabilities (a)	822.908.865	778.868.603	367.055.137	351.610.863
Share Capital	39.413.091	39.362.802	39.413.091	39.362.802
Share Premium	120.046.867	119.661.720	120.046.867	119.661.720
Other Shareholders Equity	415.085.672	330.402.056	133.653.845	129.619.424
Total Shareholders Equity (b)	574.545.630	489.426.578	293.113.803	288.643.946
Minority Interest (c)	146.839.959	128.204.673	-	-
Total Equity (d) = (b) + (c)	721.385.589	617.631.251	293.113.803	288.643.946
<b>TOTAL EQUITY LIABILITIES (a) = (a) + (d)</b>	<b>1.544.294.454</b>	<b>1.396.499.854</b>	<b>660.168.940</b>	<b>640.254.809</b>

**INCOME STATEMENT (Amounts in €)**

	Group		Company	
	1 Jan - 31 Dec 2007	1 Jan - 31 Dec 2006	1 Jan - 31 Dec 2007	1 Jan - 31 Dec 2006
<b>Turnover</b>	<b>1.390.039.325</b>	<b>1.228.120.557</b>	<b>394.692.772</b>	<b>319.868.734</b>
Cost Of Goods Sold	-1.099.982.005	-937.176.552	-326.344.375	-243.866.974
<b>Gross Profit</b>	<b>290.057.320</b>	<b>290.944.005</b>	<b>68.348.397</b>	<b>76.001.760</b>
Selling Expenses	-108.324.303	-96.986.459	-23.754.319	-20.615.641
Administrative Expenses	-39.694.126	-36.265.291	-15.188.024	-13.729.765
Other Income / (Expenses) - Net	19.015.297	12.047.586	3.266.119	2.697.182
<b>Profits/(Loss) before taxes, financing &amp; investment results</b>	<b>161.054.197</b>	<b>169.739.841</b>	<b>32.672.173</b>	<b>44.353.536</b>
<b>Profits (Loss) before taxes, financing, investment results &amp; depreciation</b>	<b>212.892.734</b>	<b>219.555.153</b>	<b>43.613.939</b>	<b>54.692.283</b>
<b>Total Profit/(Loss) before Tax</b>	<b>138.507.453</b>	<b>144.163.250</b>	<b>37.044.797</b>	<b>44.654.734</b>
Tax Expense	-26.661.889	-7.982.529	-8.921.005	-16.882.269
<b>Profit after Tax</b>	<b>111.845.563</b>	<b>136.180.722</b>	<b>28.123.791</b>	<b>27.772.465</b>
Distributed:				
Company's Shareholders	91.637.778	108.180.143	28.123.791	27.772.465
Minority Interest	20.207.785	28.000.579	-	-
	136.180.722	17.537.253	27.772.465	10.539.332
<b>Profits after taxes per share - basic (in €)</b>	<b>0,954</b>	<b>1,132</b>	<b>0,293</b>	<b>0,291</b>
<b>Profits after taxes per share - Diluted (in €)</b>	<b>0,952</b>	<b>1,128</b>	<b>0,292</b>	<b>0,290</b>
Depreciation incorporated in the operating cost	-51.838.546	-49.815.312	-10.941.766	-10.338.747
Proposed Dividends			0,25	0,25

**STATEMENT OF CHANGES IN EQUITY (Amounts in €)**

	Group		Company	
	1 Jan - 31 Dec 2007	1 Jan - 31 Dec 2006	1 Jan - 31 Dec 2007	1 Jan - 31 Dec 2006
Equity balance at the beginning of the period (1/1/2007 & 1/1/2006 respectively)	617.631.251	501.552.770	288.643.946	273.234.146
Profit/(Losses) for the period	111.845.563	136.180.722	28.123.791	27.772.465
	729.476.814	637.733.492	316.767.737	301.006.611
Increase/(decrease) in share capital	669.596	2.525.735	435.436	1.775.735
Dividends distributed	-28.963.317	-16.954.598	-24.001.708	-15.291.060
Net income recorded directly in equity	-2.770.379	5.431.990	-87.662	1.142.660
Increase % of participation in subsidiaries	22.972.875	-11.105.367	-	-
Purchase / Sale of Treasury Shares	-	-	-	-
Equity balance at the end of the period (30/09/2006 and 31/12/2005 respectively)	721.385.589	617.631.251	293.113.803	288.643.946

**CASH FLOW STATEMENT (Amounts in €) - indirect method**

	Group		Company	
	1 Jan - 31 Dec 2007	1 Jan - 31 Dec 2006	1 Jan - 31 Dec 2007	1 Jan - 31 Dec 2006
<b>Cash Generated from operations</b>				
Profit before taxes	138.507.453	144.163.250	37.044.797	44.654.734
Adjustments for:				
Depreciation	51.838.546	49.815.312	10.941.766	10.338.747
Provisions	-1.063.586	5.185.917	-39.097	3.413.580
(Income)/expenses & (profits)/losses from investment activities	-165.508	-109.838	-17.975.920	-10.918.545
Interest payable & related expenses	28.159.305	28.014.540	12.395.570	10.800.178
Other adjustments	-6.694.864	-3.742.685	1.295.871	-156.340
Plus/minus adjustments for working capital changes or related to operating activities	-91.295.512	-28.626.673	-38.339	-13.288.712
Decrease (increase) in inventories	-727.866	-36.220.740	-17.242.638	-48.553.392
(Increase) / Decrease Non current assets available for sale	-	-3.918.560	-	-
Increase / (Decrease) in liabilities(except Banks)	17.635.771	50.157.100	-4.295.372	53.054.203
Interest payable & related expenses	-27.739.933	-27.700.345	-11.751.879	-10.234.850
Tax Paid	-37.248.318	-6.970.820	-18.698.509	-1.872.541
<b>Total Cash Generated from Operating Activities(a)</b>	<b>71.205.488</b>	<b>170.046.458</b>	<b>-8.363.751</b>	<b>37.237.063</b>
<b>Cash generated Investment Activities</b>				
Acquisition - sale of subsidiaries, associates, joint ventures and other investments	32.210.301	-10.620.082	-5.051.265	-14.297.780
Purchase of Plant and Equipment (PPE)	-105.078.395	-58.083.426	-21.625.204	-7.354.246
(Increase)/Decrease of other financial assets	8.408	-	-	-
Sales income from tangible and intangible assets	2.479.898	1.883.512	68.840	150.958
Interest received	-	-	-	-
Dividends received	1.428.984	657.002	15.548.302	11.039.049
<b>Net cash generated from investing activities</b>	<b>-68.950.804</b>	<b>-66.162.995</b>	<b>1.098.774</b>	<b>-10.462.018</b>
<b>Cash generated from Financing Activities</b>				
Share Capital Increase	669.596	2.525.735	435.436	1.775.735
(Purchase) / Sale of Treasury Shares	-	-	-	-
Proceeds from borrowings	335.186.562	290.239.485	130.464.931	131.500.000
Repayment of Borrowings	-288.073.330	-379.179.126	-97.431.818	-149.890.558
Repayment of Financial Lease	-2.011.445	-1.606.590	-	-
Proceeds from Grants	-	628.312	-	-
Income from securities	2.559.932	344.522	54.749	57.179
Dividends paid	-30.528.399	-17.304.661	-23.996.954	-15.274.585
<b>Net Cash Generated from financing activities</b>	<b>17.802.915</b>	<b>-104.352.323</b>	<b>9.526.343</b>	<b>-31.832.229</b>
<b>Net (decrease)/increase in cash &amp; equivalent for the period (a) + (b) + (c)</b>	<b>20.057.599</b>	<b>-468.860</b>	<b>2.261.366</b>	<b>-5.057.184</b>
Cash & equivalent accounts at the beginning of the period	17.616.636	18.389.841	2.807.322	7.864.506
Foreign Exchange differences in Cash and cash and cash equivalent	-473.135	-304.345	-	-
<b>Cash &amp; equivalent at the end of the period</b>	<b>37.201.099</b>	<b>17.616.636</b>	<b>5.068.688</b>	<b>2.807.322</b>

**GROUP STRUCTURE**

Company	Registered Office	Participation	Consolidation Method	Fiscal years Unaudited
SIDENOR SA	Greece	Parent		2007
SOVEL A.E.	Greece	62,56%	Full Consolidation	2007
CORINTH PIPEWORKS	Greece	78,55%	Full Consolidation	2007
STOMANA INDUSTRY S.A.	Bulgaria	85,97%	Full Consolidation	2007
ERLIKON SA	Greece	98,92%	Full Consolidation	2007
AEIFOROS SA	Greece	90,00%	Full Consolidation	2007
ETAL SA	Greece	93,73%	Full Consolidation	2007
PROSAL SA	Greece	70,00%	Full Consolidation	2007
TEPRO STEEL LEAD	Bulgaria	100,00%	Full Consolidation	2007
ELMONTE HOLDINGS LIMITED	Cyprus	100,00%	Full Consolidation	2007
BOZETTI LTD	Cyprus	100,00%	Full Consolidation	2007
VEMET SA	Greece	100,00%	Full Consolidation	2003 - 2007
ETIL SA	Greece	63,98%	Full Consolidation	2001 - 2007
PRAKSIS SA	Greece	51,00%	Full Consolidation	2005 - 2007
DIADIPETHV SA	Greece	68,76%	Full Consolidation	2001 - 2007
AEIFOROS BULGARIA SA	Bulgaria	90,00%	Full Consolidation	2006 - 2007
VET SA	Greece	61,62%	Full Consolidation	2003 - 2007
VEAT SA	Greece	40,66%	Full Consolidation	2003 - 2007
SIGMA SA	Bulgaria	63,34%	Full Consolidation	2002 - 2007
ARGOS SA	Greece	63,34%	Full Consolidation	2005 - 2007
DEPAL SA	Greece	90,92%	Full Consolidation	2002 - 2007
SIDMA SA	Greece	24,15%	Equity Method	2006 - 2007
DIAPEM SA	Greece	33,35%	Equity Method	2003 - 2007
VEPEM SA	Greece	50,00%	Equity Method	2003 - 2007
METALOURGIA OF ATTICA	Greece	50,00%	Equity Method	2002 - 2007
ELKEME SA	Greece	20,00%	Equity Method	2003 - 2007
DOMOPLEX LTD	Cyprus	45,00%	Equity Method	2007
DORAN STEEL LLCOP	Bulgaria	75,00%	Full Consolidation	2007
PROSAL TUBES SA	Bulgaria	70,00%	Full Consolidation	2006 - 2007
SIDERAL SH.P.K.	Albania	100,00%	Full Consolidation	2006 - 2007
SIDEROM STEEL SRL	Rumania	100,00%	Full Consolidation	2007
ZAO TMK - CPW	Russia	38,49%	Equity Method	2007

**Other important data and Information**

- These financial statements are consolidated by VIOHALCO Group with the following information:

Company	Registered Office	Participation	Consolidation Method
VIOHALCO SA	Greece	56,67%	Full Consolidation
- Mortgages and statutory notices of mortgage in the amount of €128.200 thousands in favour of banks, have been filed against the fixed assets of subsidiaries, whilst the current balance of The loans is €77.919 thousands.
- By the publishing date of these annual financial statements, the disputes against subsidiaries were amounting to €6.339 thousands
- Number of persons employed at the end of the current period: Group 3.365 (2006: 3.506), Company 366 (2006: 347)
- Sales and purchases which have been accumulated from the beginning of the accounting period as well as the balance of the receivables and liabilities at the end of the current period, have arisen from transactions with entities, under the meaning of International Accounting Standard (IAS) 24, are as follows:

	Group	Company
31 Dec 2007	31 Dec 2006	31 Dec 2007
61.602	48.472	202.737
102.497	89.018	140.058
51.177	83.619	67.352
9.580	9.907	51.108
6.413	5.348	2.343
750	1.500	-
- In Income Statements the "Tax Expense" is analysed as follows:
  - Group: 2007 Income Tax -€22.606 thousands, deferred tax expense -€4.056 thousands and €21.634 thousands, respectively.
  - Company: 2007 Income Tax -€9.525 thousands, deferred tax expense €604 thousands. - 2006 - €17.040 thousands and €158 thousands, respectively.
- In October 2007, tax authorities concluded company's audit for the fiscal years 2005 and 2006. An additional income tax of euro 271,7 thousand was imposed to the Company and that has been recognized to Profit and Loss. Besides, during November 2007 tax authorities concluded audit for subsidiary company ERLIKON SA for the years 2001-2005. An extra tax of €625 thousands was imposed and recognized to company's Profit and Loss.
- During the current period, the companies SIDERAL Shpk and SIDEROM Steel SRL were fully consolidated for first time, as new established companies. Furthermore, DOMOPLEX Ltd with equity method consolidated for first time.
- According to the General Meeting Decision in 2002, the company's Board of Directors at 03 Dec 2007, decided to increase the share capital due to implementation of the stock option plan. The number of shares increased by 122.658, with nominal value €0,41 and price at €3,55. The difference between the nominal and the share price has been recognized into the share premium account. (Release of the Greek Ministry of Development K2.17669/14-12-07)
- In note No5 "Segmental Analysis" at Sales per geographical area, some amounts of 2006 has been reclassified. (See Note 5 and 39 - Annual Financial Statements)
- Board of Directors is proposing to the General Meeting of the company, which will take place at June 10th of 2008, to distribute from the profits of 2007 to distribute dividends equal to €0,25 per share.

February 2007

THE CHAIRMAN OF THE BOARD OF DIRECTORS

THE VICE-CHAIRMAN OF THE BOARD OF DIRECTORS

Chief Executive Officer

THE FINANCIAL MANAGER

GEORGE X. KALFARENTZOS  
ID No.: F 147183

GREGORY D. KONSTANTAKOPOULOS  
ID No.: I 219720

SARANTOS K. MILOS  
ID No.: P 998326

KONSTANTINOS X. NATSIS  
ID No.: AB 676292