



**HELLENIC CABLES S.A.**

HELLENIC CABLE INDUSTRY S.A.

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**Interim Condensed Financial Statements  
(Company and Consolidated) as at 30 September 2013  
pursuant to International Accounting Standard 34**

Athens, 20 November 2013

The Chairman of the BoD

A BoD Member

The General Manager

The Financial Manager

IOANNIS BATSOLOS

IOANNIS STAVROPOULOS

ALEXIOS ALEXIOU

IOANNIS THEONAS

ID No.: K 067453

ID No.: K 221209

ID No.: X 126605

ID No.: AE 035000  
Reg. No 0011130 - CLASS A'

**General Register of Commerce 281701000**

These Interim Financial Statements for the period from 01.01.2013 to 30.09.2013 are posted on the Hellenic Cables S.A. Website (<http://www.cablel.gr>) and on the Athens Stock Exchange Website (<http://www.ase.gr>).

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**Consolidated statement of total income**  
For the period ended on 30 September 2013

		GROUP			
(Amounts in Euro)	Note	1/1 -30/09/2013	1/1 -30/09/2012	1/7-30/09/2013	1/7-30/09/2012
<b>Sales</b>		<b>270,565,739</b>	<b>331,311,655</b>	<b>89,515,002</b>	<b>104,577,277</b>
Cost of Sales		(263,294,525)	(318,799,045)	(86,983,524)	(99,250,351)
<b>Gross Profit</b>		<b>7,271,214</b>	<b>12,512,610</b>	<b>2,531,478</b>	<b>5,326,926</b>
Distribution expenses		(5,028,171)	(5,538,037)	(1,269,907)	(1,669,433)
Administrative expenses		(6,272,682)	(6,651,752)	(2,093,920)	(2,272,040)
Other operating income		1,394,673	598,213	1,095,994	(210,680)
<b>Operating results</b>		<b>(2,634,966)</b>	<b>921,034</b>	<b>263,645</b>	<b>1,174,773</b>
Financial expenses		(8,937,186)	(12,213,465)	(3,075,184)	(4,352,309)
Profit/loss from affiliates		61,692	(22,535)	(9,171)	87,240
<b>Earnings/(loss) before taxes</b>		<b>(11,510,460)</b>	<b>(11,314,966)</b>	<b>(2,820,710)</b>	<b>(3,090,296)</b>
Income tax	7	411,725	1,370,990	1,097,878	619,658
<b>Period earnings/(loss)</b>		<b>(11,098,735)</b>	<b>(9,943,976)</b>	<b>(1,722,832)</b>	<b>(2,470,638)</b>
<b>Other total income</b>					
Foreign exchange differences from conversion		(340,996)	(1,828,220)	(70,543)	(839,731)
Change in fair value of cash flow hedging		103,573	(108,719)	461,505	138,988
<b>Total of other total income of the period</b>		<b>(237,423)</b>	<b>(1,936,939)</b>	<b>390,962</b>	<b>(700,743)</b>
<b>Comprehensive total income of the period</b>		<b>(11,336,158)</b>	<b>(11,880,915)</b>	<b>(1,331,870)</b>	<b>(3,171,381)</b>
<b>Profit/ (loss) per share attributable</b>					
- to parent company shareholders		(11,079,935)	(9,958,605)	(1,730,909)	(2,507,187)
- to third parties		(18,800)	14,629	8,087	36,549)
<b>Total profit/ (loss)</b>		<b>(11,098,735)</b>	<b>(9,943,976)</b>	<b>(1,722,832)</b>	<b>(2,470,638)</b>
<b>Total period results attributable</b>					
- to parent company shareholders		(11,312,680)	(11,866,692)	(1,341,452)	(3,195,184)
- to third parties		(23,478)	(14,223)	9,582	23,803
<b>Total period results</b>		<b>(11,336,158)</b>	<b>(11,880,915)</b>	<b>(1,331,870)</b>	<b>(3,171,381)</b>
<b>Earnings/ (loss) per share</b>					
Basic earnings per share		(0.3750)	(0.3461)	(0.0586)	(0.0836)

**Individual statement of total income**

For the period ended on 30 September 2013

		COMPANY			
<i>Amounts in Euro</i>	Note	1/1 -30/09/2013	1/1 -30/09/2012	1/7-30/09/2013	1/7-30/09/2012
<b>Sales</b>		<b>205,703,105</b>	<b>276,976,456</b>	<b>63,203,618</b>	<b>87,764,692</b>
Cost of Sales		(203,264,104)	(271,061,143)	(62,098,435)	(85,959,486)
<b>Gross Profit</b>		<b>2,439,001</b>	<b>5,915,313</b>	<b>1,105,183</b>	<b>1,805,206</b>
Distribution expenses		(2,566,548)	(2,643,491)	(816,790)	(681,264)
Administrative expenses		(3,230,126)	(3,228,294)	(1,081,526)	(735,715)
Other operating income		1,446,900	(165,258)	1,242,841	(371,530)
<b>Operating results</b>		<b>(1,910,773)</b>	<b>(121,730)</b>	<b>449,708</b>	<b>16,697</b>
Financial expenses		(5,221,977)	(7,257,000)	(1,850,635)	(2,679,507)
Income from dividends		75,200	217,281	-	-
<b>Earnings/(loss) before taxes</b>		<b>(7,057,550)</b>	<b>(7,161,449)</b>	<b>(1,400,927)</b>	<b>(2,662,810)</b>
Income tax	6	1,134,578	1,334,630	1,447,746	444,792
<b>Period earnings/(loss)</b>		<b>(5,922,972)</b>	<b>(5,826,819)</b>	<b>46,819</b>	<b>(2,218,018)</b>
<b>Other total income</b>					
Change in fair value of cash flow hedging		(51,500)	(83,408)	165,850	250,236
<b>Total of other total income of the period</b>		<b>(51,500)</b>	<b>(83,408)</b>	<b>165,850</b>	<b>250,236</b>
<b>Comprehensive total income of the period</b>		<b>(5,974,472)</b>	<b>(5,910,227)</b>	<b>212,669</b>	<b>(1,967,782)</b>
<b>Earnings/ (loss) per share</b>					
Basic earnings per share		(0.2005)	(0.2025)	(0.0197)	(0.0754)

**Consolidated and Individual Statement of financial position**

(Amounts in Euro)

ASSETS	Note	GROUP		COMPANY	
		30.9.2013	31.12.2012	30.9.2013	31.12.2012
Property, plant and equipment	7	157,652,817	148,722,702	60,869,751	70,809,530
Intangible assets		13,269,426	10,681,176	3,154,508	494,557
Investment property		383,271	383,271	383,271	383,271
Holdings in subsidiaries and affiliates		494,076	605,268	55,244,215	49,888,215
Other investments		1,854,696	1,807,484	1,810,085	1,807,484
Deferred tax assets		181,766	231,404	-	-
Other receivables		1,166,400	1,072,420	897,655	954,588
<b>Total non-current assets</b>		<b>175,002,452</b>	<b>163,503,725</b>	<b>122,359,485</b>	<b>124,337,645</b>
Inventories		78,552,704	87,938,716	36,722,778	45,396,172
Customers and other trade receivables		79,714,181	70,979,964	95,180,385	72,687,181
Derivatives		187,540	287,899	47,730	248,145
Cash and cash equivalents		5,673,570	17,696,954	2,342,101	14,798,759
<b>Total current assets</b>		<b>164,127,995</b>	<b>176,903,533</b>	<b>134,292,994</b>	<b>133,130,257</b>
<b>Total assets</b>		<b>339,130,447</b>	<b>340,407,258</b>	<b>256,652,479</b>	<b>257,467,902</b>
<b>LIABILITIES</b>					
<b>EQUITY</b>					
Share Capital	8	20,977,916	20,977,916	20,977,916	20,977,916
Share premium account	8	31,171,712	31,171,712	31,171,712	31,171,712
Reserves		21,077,856	21,310,598	24,506,427	24,557,927
Accumulated profits		18,434,271	29,501,221	4,804,889	10,727,862
<b>Equity attributed to shareholders</b>		<b>91,661,755</b>	<b>102,961,447</b>	<b>81,460,944</b>	<b>87,435,416</b>
<b>Minority interest</b>		<b>793,540</b>	<b>830,003</b>	<b>-</b>	<b>-</b>
<b>Total equity</b>		<b>92,455,295</b>	<b>103,791,450</b>	<b>81,460,944</b>	<b>87,435,416</b>
<b>LIABILITIES</b>					
Loans	9	52,330,710	59,279,543	16,860,060	30,693,076
Payables from financial leases		42,213	166,641	-	-
Payables for staff retirement indemnities	11	2,479,829	2,348,519	1,439,471	1,366,571
Grants		3,348,016	3,595,407	3,287,266	3,534,657
Provisions	12	200,000	200,000	200,000	200,000
Deferred tax liabilities		6,703,710	7,139,895	709,717	1,853,591
<b>Total long-term liabilities</b>		<b>65,104,478</b>	<b>72,730,005</b>	<b>22,496,514</b>	<b>37,647,895</b>
Loans	9	124,448,059	108,470,222	84,023,890	71,093,859
Payables from financial leases		204,312	321,975	-	-
Suppliers and other liabilities		56,722,608	55,047,060	68,513,936	61,272,227
Derivatives		195,695	46,546	157,195	18,505
<b>Total short-term liabilities</b>		<b>181,570,674</b>	<b>163,885,803</b>	<b>152,695,021</b>	<b>132,384,591</b>
<b>Total liabilities</b>		<b>246,675,152</b>	<b>236,615,808</b>	<b>175,191,535</b>	<b>170,032,486</b>
<b>Total equity and liabilities</b>		<b>339,130,447</b>	<b>340,407,258</b>	<b>256,652,479</b>	<b>257,467,902</b>

## Consolidated statement of changes in equity

For the period ended on 30 September 2013

(Amounts in Euro)

	Share Capital and Share premium account	Consolidati on foreign exchange differences	Fair value reserves	Other Reserves	Accumulate d profit/ (loss)	Total	Minority interest	Total Shareholder 's equity
<b>Balance as at 1 January 2012</b>	<b>52,149,628</b>	<b>(4,276,790)</b>	<b>4,841</b>	<b>26,466,218</b>	<b>41,152,122</b>	<b>115,496,019</b>	<b>819,327</b>	<b>116,315,346</b>
<b>Total period results</b>								
Period earnings/(loss)	-	-	-	-	(9,958,605)	(9,958,605)	14,629	(9,943,976)
<b>Other income</b>								
Foreign exchange differences	-	(1,799,867)	-	-	-	(1,799,867)	(28,353)	(1,828,220)
Change in fair value of cash flow hedging	-	-	(108,220)	-	-	(108,220)	(499)	(108,719)
<b>Total other income</b>	-	(1,799,867)	(108,220)	-	-	(1,908,087)	(28,852)	(1,936,939)
<b>Total period results</b>		<b>(1,799,867)</b>	<b>(108,220)</b>	<b>-</b>	<b>(9,958,605)</b>	<b>(11,866,692)</b>	<b>(14,223)</b>	<b>(11,880,915)</b>
<b>Transactions with shareholders directly posted to equity</b>								
Dividend	-	-	-	-	-	-	-	-
Increase/ decrease of holding in subsidiary	-	-	-	-	(35,180)	(35,180)	-	(35,180)
<b>Total transactions with shareholders</b>	-	-	-	-	-	-	-	-
<b>Balance on 30 September 2012</b>	<b>52,149,628</b>	<b>(6,076,657)</b>	<b>(103,379)</b>	<b>26,466,218</b>	<b>31,158,337</b>	<b>103,594,147</b>	<b>805,104</b>	<b>104,399,251</b>
<b>Balance as at 1 January 2013</b>	<b>52,149,628</b>	<b>(5,223,147)</b>	<b>67,527</b>	<b>26,466,218</b>	<b>29,501,221</b>	<b>102,961,447</b>	<b>830,003</b>	<b>103,791,450</b>
<b>Total period results</b>								
Period earnings/(loss)	-	-	-	-	(11,079,935)	(11,079,935)	(18,800)	(11,098,735)
<b>Other income</b>								
Consolidation foreign exchange differences	-	(335,880)	-	-	-	(335,880)	(5,116)	(340,996)
Change in fair value of cash flow hedging	-	-	103,135	-	-	103,135	438	103,573)
<b>Total other income</b>	-	(335,880)	103,135	-	-	(232,745)	(4,678)	(237,423)
<b>Total period results</b>		<b>(335,880)</b>	<b>103,135</b>	<b>-</b>	<b>(11,079,935)</b>	<b>(11,312,680)</b>	<b>(23,478)</b>	<b>(11,336,158)</b>
<b>Transactions with shareholders directly posted to equity</b>								
Dividend	-	-	-	-	-	-	-	-
Αλλαγή μεθόδου ενοποίησης θυγατρικής	-	-	-	3	12,985	12,988	(12,985)	3
<b>Total transactions with shareholders</b>	-	-	-	-	<b>12,985</b>	<b>12,988</b>	<b>(12,985)</b>	<b>3</b>
<b>Balances as at 30 September 2013</b>	<b>52,149,628</b>	<b>(5,559,027)</b>	<b>170,662</b>	<b>26,466,221</b>	<b>18,434,271</b>	<b>91,661,755</b>	<b>793,540</b>	<b>92,455,295</b>

## Individual statement of changes in equity

For the period ended on 30 September 2013

(Amounts in Euro)	Share Capital and Share premium account	Fair value reserves	Other Reserves	Accumulated profit/ (loss)	Total Shareholder's equity
<b>Balance as at 1 January 2012</b>	<b>52,149,628</b>	<b>46,781</b>	<b>24,471,106</b>	<b>17,866,215</b>	<b>94,533,730</b>
<b>Total period results</b>					
Period earnings/(loss)	-	-	-	(5,826,819)	(5,826,819)
<b>Other income</b>					
Change in fair value of cash flow hedging	-	(83,408)	-	-	(83,408)
<b>Total other income</b>	-	(83,408)	-	-	(83,408)
<b>Total period results</b>	-	(83,408)	-	(5,826,819)	(5,910,227)
<b>Transactions with shareholders directly posted to equity</b>					
Dividend	-	-	-	-	-
Transfer of reserves/distribution	-	-	-	-	-
<b>Total transactions with shareholders</b>	-	-	-	-	-
<b>Balance on 30 September 2012</b>	<b>52,149,628</b>	<b>(36,628)</b>	<b>24,471,106</b>	<b>12,039,396</b>	<b>88,623,503</b>
<b>Balance as at 1 January 2013</b>	<b>52,149,628</b>	<b>86,820</b>	<b>24,471,106</b>	<b>10,727,862</b>	<b>87,435,416</b>
<b>Total period results</b>					
Period earnings/(loss)	-	-	-	(5,922,972)	(5,922,972)
<b>Other income</b>					
Change in fair value of cash flow hedging	-	(51,500)	-	-	(51,500)
<b>Total other income</b>	-	(51,500)	-	-	(51,500)
<b>Total period results</b>	-	(51,500)	-	(5,922,972)	(5,974,472)
<b>Transactions with shareholders directly posted to equity</b>					
Dividend	-	-	-	-	-
Transfer of reserves/distribution	-	-	-	-	-
<b>Total transactions with shareholders</b>	-	-	-	-	-
<b>Balance on 30 September 2013</b>	<b>52,149,628</b>	<b>35,320</b>	<b>24,471,106</b>	<b>4,804,890</b>	<b>81,460,944</b>

**Consolidated and Individual Statement of Cash Flow**  
**For the period ended on 30 September 2013**

	GROUP		COMPANY	
	30/9/13	30/9/12	30/9/13	30/9/12
<b>(Amounts in Euro)</b>				
<b>Cash flows from operating activities</b>				
Earnings/(loss) before taxes	(11,510,460)	(11,314,966)	(7,057,550)	(7,161,449)
<i>Plus / less adjustments for:</i>				
Fixed assets depreciation	6,206,050	6,841,726	2,915,635	3,011,358
Depreciation of grants	(247,391)	(102,831)	(247,391)	(102,831)
Provisions	235,762	455,815	346,714	395,924
Results (income, expenses, profit and loss) from investment activity	158,355	(43,008)	(1,352,726)	(1,788,880)
Income from dividends	-	-	(75,200)	(217,281)
Interest charges and related expenses	9,342,415	11,222,252	7,164,275	8,081,526
(Profits)/ Losses from sale of fixed assets	(1,344,309)	(62,580)	(1,344,309)	(62,580)
Losses from the destruction/impairment of fixed assets	3,063	-	-	-
Decrease/(increase) in inventories	9,572,198	(14,330,652)	8,805,388	(7,104,897)
Decrease/(increase) in receivables	(9,580,455)	(6,435,984)	(22,823,280)	(10,032,589)
(Decrease)/ increase in payables (less loans)	1,229,240	23,368,045	6,982,309	20,021,072
Interest charges and related paid-up expenses	(7,509,602)	(9,697,219)	(6,912,524)	(7,749,521)
<b>Net cash flows from operating activities</b>	<b>(3,445,134)</b>	<b>(99,402)</b>	<b>(13,598,659)</b>	<b>(2,710,148)</b>
<b>Cash flows from investment activities</b>				
Increase of holding in subsidiaries	-	-	(5,344,000)	(18,353,000)
Increase of holding in associates	(2,600)	-	(2,600)	-
Purchases of tangible assets	(23,289,854)	(9,086,634)	(1,066,555)	(1,934,064)
Purchases of intangible assets	(30,420)	(335,128)	(25,350)	(150,708)
Sales of tangible assets	6,800,406	87,976	6,800,406	87,976
Dividend received	56,400	100,000	56,400	100,000
Interest received	94,148	257,312	1,631,036	1,352,013
<b>Net cash flows from investment activities</b>	<b>(16,371,920)</b>	<b>(8,976,474)</b>	<b>2,049,337</b>	<b>(18,897,783)</b>
<b>Cash flows from financing activities</b>				
Proceeds from share capital increase	-	9,593,000	-	9,593,000
Changes in financial lease funds	(242,090)	(542,981)	-	-
Dividends paid	(4,351)	-	(4,351)	-
Loans obtained	24,389,627	16,563,108	15,059,243	12,448,267
Payment of loans	(16,341,854)	(17,864,711)	(15,962,228)	(6,770,790)
<b>Collection of subsidy</b>	<b>-</b>	<b>652,500</b>	<b>-</b>	<b>652,500</b>
<b>Net cash flows from financing activities</b>	<b>7,801,332</b>	<b>8,400,916</b>	<b>(907,336)</b>	<b>15,922,977</b>
<b>Net (decrease) / increase in cash and cash equivalents</b>	<b>(12,015,722)</b>	<b>(674,960)</b>	<b>(12,456,658)</b>	<b>(5,684,954)</b>
Cash and cash equivalents in the beginning of the fiscal year	17,696,954	18,983,379	14,798,759	12,562,333
Foreign exchange differences in cash equivalents	(7,662)	(236,820)	-	-
<b>Cash and cash equivalents at the end of the fiscal year</b>	<b>5,673,570</b>	<b>18,071,599</b>	<b>2,342,101</b>	<b>6,877,379</b>



## **1. INFORMATION ON THE COMPANY**

The interim condensed financial statements of HELLENIC CABLES S.A. (the “Company”) for the period ended on 30 September 2013 include its interim condensed individual and consolidated financial statements.

The Group of HELLENIC CABLES S.A. (the “Group”) is operating in both Greece and abroad (mainly Romania) and deals with the production and distribution of all types of cables (energy, submarine, telecommunications, etc).

The parent company HELLENIC CABLES S.A. is listed on the Athens Stock Exchange and is traded on medium capitalization market.

The Company is seated in Greece, 2-4 Mesogheion Ave, Athens Tower, B’ Building, Athens. The Company’s URL is [www.cablel.gr](http://www.cablel.gr).

The Company, like its parent (HALCOR), belongs to the VIOHALCO S.A. Group of Companies. On 30 September 2013, HALCOR S.A. had a direct and indirect holding in HELLENIC CABLES equal to 72.53%.

The financial statements of the Group as at 31 December 2012 are made available, if so requested, from the offices of the Group’s Company (33, Amarousiou Halandriou Av., Marousi) or from the website [www.cablel.gr](http://www.cablel.gr).

## **2. PREPARATION AND PRESENTATION BASIS OF FINANCIAL STATEMENTS**

### **a) Statement of Compliance**

The interim financial statements of the Company have been prepared in compliance with the International Financial Reporting Standards (IFRS), as adopted by the European Union, on interim financial reporting (IAS 34). They do not include all the information required by annual financial statements and they should be examined in conjunction with the annual financial statements of the Company for the year ended on 31 December 2012.

The financial statements were approved by the Board of Directors on 20 November 2013.

### **(b) Estimates and assumptions**

Preparing financial statements in line with IFRS requires estimate-making and the adoption of assumptions by the Management which may affect the implementation of accounting principles and the accounting balances of assets and liabilities as well as the income and expense items. Actual results may vary from such estimates.

The same estimates and assumptions used in the application of the accounting principles applied to the preparation of the financial statements as at 31 December 2012 were used in the preparation of these interim financial statements, save the assessment of the Management about the useful life of the Group’s buildings and machinery. Such re-assessment gave rise to less depreciation during the current period, which amounted to € 510,000 and € 1,310,000 for the Company and the Group respectively.

### 3. SIGNIFICANT ACCOUNTING PRINCIPLES

The accounting principles applied by the Group to the preparation of the interim financial statements as at 30 September 2013 are the same with those described in the published financial statements of the year ended on 31 December 2012.

### 4. FINANCIAL RISK MANAGEMENT

As a result of the financial crisis, credit lines per customer were reviewed and based on the insurance limits thereof no significant changes arose. In order to hedge the fluctuation risk of copper price of its main operating inventory, the Group has undertaken metal price hedging operations. The result of the valuation of hedging operations at fair value has been included in the income statement.

As for the others, the position of the Group on the financial risk management is consistent with the points presented in the consolidated financial statements on 31 December 2012.

### 5. OPERATING SEGMENTS

The Group has 2 operating segments for reporting, as described below, which are considered to be the Group's strategic segments. These segments produce various products that are managed differently because they require different technology and promotion policy. For each one of the strategic segments, the Management of the Company reviews internal notes on a monthly basis. The summary below describes the operation of each operating segment of the Group.

**a) CABLES** – It includes energy and telephone cables, as well as copper and aluminium conduits. The raw materials used are classified in two categories: Metal (copper, aluminum, steel wires) and plastic-rubber compounds (XLPE, EPR, PVC, etc)

**b) ENAMELLED WIRES** – Enamelled wires include copper wires, tin-plated copper conduits and enamelled wires used for winding. The raw materials used are copper in Ø8mm, tin in blooms, enamels and raw materials used for the manufacture of enamels.

Segment reporting for the nine-month period ended on 30 September is as follows:

<i>Amounts in thousand Euro</i>	<b>CABLES</b>		<b>ENAMELED WIRES</b>		<b>Non-allocated</b>		<b>Total</b>	
	<b>30/9/13</b>	<b>30/9/12</b>	<b>30/9/13</b>	<b>30/9/12</b>	<b>30/9/13</b>	<b>30/9/12</b>	<b>30/9/13</b>	<b>30/9/12</b>
Non-Group sales	248,214	307,893	22,352	23,419	-	-	<b>270,566</b>	<b>331,312</b>
Intra-company sales	114,771	175,529	1,262	2,645	-	-	<b>116,033</b>	<b>178,173</b>
Earnings/(loss) per segment before tax	(2,279)	866	(393)	(147)	(8,937)	(12,213)	<b>(11,609)</b>	<b>(11,494)</b>
Total assets per segment	326,543	336,036	12,093	16,977	494	591	<b>339,130</b>	<b>353,604</b>
Total liabilities per segment	67,400	77,210	2,496	3,901	176,779	168,295	<b>246,675</b>	<b>249,406</b>

The reconciliation of results per operating segment is as follows:

	30.9.13	30.9.12
Total profit/ (loss) of operating segments	(11,684)	(11,494)
Crossing out intra-company transactions	99	179
<b>Earnings/(loss) before taxes</b>	<b>(11,510)</b>	<b>(11,315)</b>

## 6. INCOME TAX

(Amounts in Euro)

	GROUP		COMPANY	
	30/9/13	30/9/12	30/9/13	30/9/12
Current tax	(1,981)	(26,024)	-	-
Deferred taxation	413,706	1,397,014	1,134,578	1,334,630
	<b>411,725</b>	<b>1,370,990</b>	<b>1,134,578</b>	<b>1,334,630</b>

Income tax was calculated based on the best estimate of the Group Management about the average annual tax rate that is expected to apply by the end of the year.

According to the applicable tax law in Greece, total earnings of societies anonyme are taxed by 26%.

## 7. FIXED ASSETS

During the nine-month period ended on 30 September 2013 the Group purchased assets totalling € 23,289,854 (30.09.2012: 9,086,634).

The Company sold to ELVAL, a subsidiary of VIOHALCO S.A., a part of the property held in Oinofyta, Viotia in exchange for € 6.8 million, which the Company had primarily acquired through absorption of its subsidiary TELECABLES S.A. The said transfer does not have a material effect on the Company's manufacturing activity since the properties were used for auxiliary works, warehousing, etc.

## 8. SHARE CAPITAL AND SHARE PREMIUM ACCOUNT

On 30 September 2013, Company share capital stands at € 20,977,916 divided into 29,546,360 shares with a nominal value of € 0.71 each and is fully paid up. Share premium account stands at € 31,171,712.

## 9. LOANS

Long-term and short-term liabilities are broken down as follows:

(Amounts in Euro)

	<u>GROUP</u>		<u>COMPANY</u>	
	30/9/13	31/12/12	30/9/13	31/12/12
<b>Long-term payables</b>				
- Bank loans	8,539,930	1,302,315	-	-
- Bond loans	77,725,779	92,482,935	48,976,092	64,938,320
of which payable in the following fiscal year	(33,935,000)	(34,505,707)	(32,116,032)	(34,245,244)
	52,330,709	59,279,543	16,860,060	30,693,076
<b>Short term payables</b>				
- Bank loans	92,332,027	74,224,978	51,907,858	36,848,615
- Bond loans	32,116,032	34,245,244	32,116,032	34,245,244
	124,448,059	108,470,222	84,023,890	71,093,859
<b>Total loan liabilities</b>	176,778,768	167,749,765	100,883,950	101,786,935

The maturity dates of long-term loans are:

(Amounts in Euro)

	<u>GROUP</u>		<u>COMPANY</u>	
	30/9/13	31/12/12	30/9/13	31/12/12
<b>Long-term payables</b>				
- Between 1 and 2 years	17,850,250	29,354,495	15,794,032	29,094,032
- Between 2 and 5 years	5,730,772	2,380,433	1,066,028	1,599,044
- Over 5 years	28,749,687	27,544,615	-	-
	46,980,189	59,279,543	16,860,060	30,693,076

The fair values of loans are approximately equal to their book values, since the loans are obtained based on floating interest rates. The net book values of the Group's loans pertain to loans in Euro.

Mortgages totalling € 49 million have been raised on properties so that the subsidiary Fulgor assume the bank loans.

## 10. SHARE-BASED PAYMENTS

The Company has adopted a share option plan up to 1.97% of the number of common registered shares that are outstanding at the time of adoption (530,600 options), adjusted to future changes in the number of shares into which the share capital is divided, under the following terms and conditions:

- Beneficiaries of the share option plan: Members of the Board of Directors, persons employed by the Company or any of its affiliated companies.
- Option exercise price: The exercise price has been set as the closing price of the Athens Stock Exchange during the first fifteen days of June 2002, in other words € 2.97 per option.

- (c) Exercise of options: Options are secured gradually by 10% annually, beginning from the first business day of November 2002 until, and including, the first business day of November 2011. The above secured options are exercised from the first business day of November 2006 until, and including, the first business day of November 2013. Following this closing date any option that is not exercised is cancelled.

Of the above options, by 30 September 2013, 318,360 had been exercised.

## 11. DEFINED-BENEFIT OBLIGATIONS

As a result of the Company's relevant liability for staff retirement compensation according to the provisions of Law No. 2112/20, the amount of € 350,048 was paid during the first nine months. Concurrently, a provision equal to € 131,310 has been raised for this purpose.

## 12. PROVISIONS

Group companies have raised provisions for open fiscal years which, on 30 September 2013, amount cumulatively to € 200,000.

## 13. CONTINGENT LIABILITIES

### 13.1 Capital commitments

The capital expenditure which has been undertaken but has not been fulfilled as at the balance sheet date is as follows:

	GROUP		COMPANY	
	30/9/13	31/12/12	30/9/13	31/12/12
Property, plant and equipment	20,229,409	19,337,434	128,003	36,480
	<b>20,229,409</b>	<b>19,337,434</b>	<b>128,003</b>	<b>36,480</b>

Payables from operating and financial leases

- a) The Group uses passenger cars based on operating lease agreements as well machinery and motor vehicles by way of financial leases. The total future lease fees payable, according to such lease agreements, are as follows:

	GROUP		COMPANY	
	30/9/13	31/12/12	30/9/13	31/12/12
Up to 1 year	555,126	674,011	266,552	258,268
Between 1 and 5 years	659,815	1,000,760	471,466	630,573
	<b>1,214,940</b>	<b>1,674,771</b>	<b>738,017</b>	<b>888,841</b>

- b) The Group leases a property to accommodate its principal establishment. The future payable lease fees, according to the lease agreement, are as follows:

	GROUP		COMPANY	
	30/9/13	31/12/12	30/9/13	31/12/12
Up to 1 year	142,416	142,416	142,416	142,416
Between 1 and 5 years	569,664	569,664	569,664	569,664
Over 5 years	<b>391,644</b>	<b>498,456</b>	<b>391,644</b>	<b>498,456</b>
	<b>1,103,724</b>	<b>1,210,536</b>	<b>1,103,724</b>	<b>1,210,536</b>

### 13.2 Guarantees

The Group and the Parent Company have contingent payables relating to banks, other collateral and other issues arising in the course of their ordinary activity, which are as follows:

(Amounts in Euro)	GROUP		COMPANY	
	30/9/2013	31/12/2012	30/9/2013	31/12/2012
Collateral for securing payables to suppliers	<b>8,463,470</b>	<b>9,633,818</b>	<b>8,387,302</b>	<b>8,367,113</b>
Collateral for securing the performance of contracts entered into with customers	<b>17,192,863</b>	<b>15,410,692</b>	<b>14,477,197</b>	<b>13,004,825</b>
Other payables	<b>7,430,189</b>	<b>10,293,647</b>	<b>7,430,189</b>	<b>9,993,647</b>
	<b>33,086,522</b>	<b>35,338,157</b>	<b>30,294,688</b>	<b>31,365,585</b>

### 13.3 Years unaudited in tax terms

The Group companies may be liable to additional taxes and surcharges in connection with fiscal years which have not been audited by tax authorities. Such unaudited fiscal years per company are as follows:

Company	Unaudited fiscal years From
HELLENIC CABLES S.A. (parent company)	2009-2010
FULGOR S.A.	-
ICME ECAB S.A.	2010-2012
LESCO OOD	2009-2012
GENECOS S.A.	2005-2012
LESCO ROMANIA S.A.	2003-2012
STEELMET S.A. (parent company)	2006-2012
METAL GLOBE Ltd.	2003-2012
E.D.E. S.A.	2010-2012
De LAIRE Limited	2001-2012
COPPERPROM LTD.	2003-2012

The tax audit of the Parent Company and the subsidiary FULGOR S.A. for the fiscal year 2012 was completed during the third quarter, in the context of Article 82 (5) of Law 2238/1994, which was conducted by the legal auditors and drew the conclusion "no reserves" for both companies.

Metal Agencies LTD has been audited by the tax authorities up to 2012.

#### 14. TRANSACTIONS WITH AFFILIATES

The subsidiaries of HELLENIC CABLES S.A. Group, of VIOHALCO S.A. Group and administration members are considered affiliates. The balances of Company transactions with subsidiaries and affiliates and with BoD members are as follows:

<i>Amounts in Euro</i>	<b>GROUP</b>		<b>COMPANY</b>	
	<b>30/9/13</b>	<b>30/9/12</b>	<b>30/9/13</b>	<b>30/9/12</b>
<b>A) Subsidiary companies</b>				
Income	-	-	39,005,056	64,984,541
Expenses	-	-	48,904,931	90,138,271
	<b>30/9/13</b>	<b>31/12/12</b>	<b>30/9/13</b>	<b>31/12/12</b>
Receivables	-	-	44,791,687	21,369,303
Liabilities	-	-	36,369,711	28,955,399
<b>B) Transactions with companies of VIOHALCO Group</b>	<b>30/9/13</b>	<b>30/9/12</b>	<b>30/9/13</b>	<b>30/9/12</b>
Income	41,329,936	26,954,222	28,960,689	17,532,913
Expenses	22,083,732	36,912,392	8,868,742	15,176,207
	<b>30/9/13</b>	<b>31/12/12</b>	<b>30/9/13</b>	<b>31/12/12</b>
Receivables	12,212,939	8,307,713	10,018,426	5,279,759
Liabilities	8,640,605	5,600,287	3,204,488	2,327,494
<b>C) BoD members</b>	<b>30/9/13</b>	<b>30/9/12</b>	<b>30/9/13</b>	<b>30/9/12</b>
Fees	486,049	491,446	232,033	273,044

All transactions with affiliates took place in accordance with the generally accepted commercial terms and will be settled in cash within a reasonable period of time.

## 15. ITEM ADJUSTMENTS

Due to amendment to IAS 19 on the immediate recognition of past service cost, the Group adjusted Equity and prior-year Liability for Employee Benefits as follows:

EQUITY (Amounts in Euro)	GROUP		COMPANY	
	31/12/2012	1/1/2012	31/12/2012	1/1/2012
Prior to application of amended IAS 19	103,993,553	116,115,143	87,645,041	94,535,796
Effect of amended IAS 19	(202,103)	200,203	(209,625)	(2,066)
	<u>103,791,450</u>	<u>116,315,346</u>	<u>87,435,416</u>	<u>94,533,730</u>

  

LIABILITY FOR PERSONNEL PAY (Amounts in Euro)	GROUP		COMPANY	
	31/12/2012	1/1/2012	31/12/2012	1/1/2012
Prior to application of amended IAS 19	2,146,416	2,550,018	1,156,946	1,219,893
Effect of amended IAS 19	202,103	(200,203)	209,625	2,066
	<u>2,348,519</u>	<u>2,349,815</u>	<u>1,366,571</u>	<u>1,221,959</u>

## 16. HOLDINGS

a) During the current period, the subsidiary EDE S.A. was consolidated by applying the method of full consolidation instead of equity method of accounting.

b) During the current period the joint venture: “JOINT VENTURE NEXANS-HELLENIC CABLES-FULGOR-PPC 2009” in which the parent company had taken part was dissolved and, consequently, was not consolidated.

## 17. SUBSEQUENT EVENTS

The Board of Directors of HELLENIC CABLES called shareholders to an Extraordinary General Meeting on November 28th, 2013, Thursday, at 09:45 hours, at the PRESIDENT Hotel, at 43, Kifissias Avenue, Athens, with the following items on the agenda:

1. Issue of syndicated collateralized, long-term ordinary bond loan of the Company
2. Issue of medium-term ordinary bond loans of the Company
3. Confirmation of the election of a temporary Director