

HALCOR

**Semi-annual Financial Report
as at 30 June 2014
(1 January - 30 June 2014)**

Based on Law 3556/2007

| THE CHAIRMAN OF THE BOARD OF DIRECTORS | A MEMBER OF THE BOARD OF DIRECTORS | THE GENERAL MANAGER | THE GROUP'S FINANCIAL SERVICES DIRECTOR |
|---|---|---|--|
| | | | |
| THEODOSIOS PAPAGEORGOPOULOS ID Card No. AE 135393 | GEORGE PASSAS ID Card No. Φ 020251 | PERIKLIS SAPOUNTZIS ID Card No. AH 582570 | SPYRIDON KOKKOLIS ID Card No. X701209 |

HALCOR S.A.

G.C.Registry.: 303401000

NO. in S.A. Register 2836/06/B/86/48

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**Statements by Board of Directors members
(pursuant to Article 5(2) of Law 3556/2007)**

The members of the Board of Directors of the company with the name HALCOR S.A.-METAL PROCESSING, trading as HALCOR S.A., whose registered offices are in Athens, at 2-4, Messogion Avenue:

1. Theodosios Papageorgopoulos, Chairman of the Board of Directors;
2. Nikolaos Koudounis, Board Member, specifically appointed to that end by Decision dated 26 August 2014 of the Company's Board of Directors;
3. George Passas, Board Member, specifically appointed to that end by Decision dated 26 August 2014 of the Company's Board of Directors;

in our said capacity, do hereby declare and confirm that as far as we know:

(a) the semi-annual company and consolidated financial statements of HALCOR S.A. for the period from 1 January 2014 to 30 June 2014, which were prepared in accordance with the applicable International Financial Reporting Standards (IFRS), as adopted by the European Union, accurately present the assets, liabilities, equity and results for the period ended on 30 June 2014 for HALCOR S.A. and the entities included in the consolidation taken as a whole, in line with the provisions of Article 5(3) to (5) of Law 3556/2007; and

(b) the semi-annual report of the Board of Directors of HALCOR S.A. contains the true information required by Article 5(6) of Law 3556/2007.

Athens, 26 August 2014

Confirmed by

The Chairman of the Board

**The Board-appointed
Member**

**The Board-appointed
Member**

**THEODOSIOS
PAPAGEORGOPOULOS
ID Card No. AE 135393**

**NIKOLAOS KOUDOUNIS
ID Card No. AE 012572**

**GEORGE PASSAS
ID Card No. Φ 020251**

Board of Directors Semi-annual Report

This Semi-annual Report of the Board of Directors set out below (hereinafter referred to for the purpose of brevity as "Report") concerns the first half of the current financial year 2014 (1 January 2014 - 30 June 2014). This Report was prepared in line with the relevant provisions of Law 3556/2007 (Government Gazette 91A/30.4.2007) and the decisions of the HCMC issued pursuant to it and in particular Decision No. 7/448/11.10.2007 of the Board of Directors of the HCMC.

This report details financial information on the Group and Company of "HALCOR S.A. - METAL PROCESSING" (hereinafter referred to for the purpose of brevity as "Company" or "HALCOR") for the first half of the current financial year, important events that took place during the said period and their effect on the semi-annual financial statements. It also stresses the main risks and uncertainties with which Group companies may be faced during the second half of the year and finally sets out the important transactions between the issuer and its affiliated parties.

A. Performance and Financial Standing of HALCOR Group

During the first half of 2014, the recovery in the Eurozone remained sluggish as most countries face high unemployment and fears of deflation. Particularly in the second quarter, the three largest economies in the European Union (Germany, France and Italy) slipped into recession or stagnated. By contrast, the Greek market showed signs of stabilization and halt of the prolonged recession after almost six years. Outside the European area, the GDP growth in the USA was at slightly higher levels than the previous year, which positively affected the Group's sales.

Consolidated turnover rose in the first half of 2014 to Euro 555.3 million compared to Euro 596.4 million during the first half of 2013 decreased by 6.9%, due to comparatively lower average metal prices, but also the lower fabrication prices, mainly in rolled products for installations and cables. In terms of volumes, there was an increase in sales by 5.7% in favour mainly of rolled products, brass extruded products and copper tubes.

The first half of 2014, the average price of copper was lower by 12% to Euro 5,047 per ton compared to Euro 5,738 per ton, while the average price of zinc was slightly higher by 1.6% to Euro 1,497 per ton compared to Euro 1,473 per ton. In terms of volumes in the first half of 2014, sales of cable products accounted for 35% of total sales, sales of copper tubes for 27%, rolled products for 22%, copper bus bars for 9% and the brass rods for 7%.

Consolidated gross profit increased by 223.8 % to Euro 17.1 million against Euro 5.3 million in the first half of 2013. Group's profitability in the first quarter of 2014 was burdened by Euro 8.7 million from the valuation of the basic operating stock of all productive companies of the Group as a result of the aforementioned drop in metal prices, an amount that in first half of 2014, dropped to Euro 7.6 million, due to the stabilization and subsequent recovery of metal prices in the second quarter, while also negatively affected by the implementation of investment projects in plant FULGOR SA, a subsidiary of HELLENIC CABLES SA (idle cost during the upgrading works of existing equipment and installation of new equipment). Consolidated earnings before interest, taxes, depreciation and amortization (EBITDA) came in the first half of 2014 to Euro 10.6 million against losses of Euro 1.4 million for the same period last year, while earnings before interest and taxes (EBIT) amounted to losses of Euro 0.7 million from losses of Euro 12.2 million in the corresponding period last year. The consolidated results reached in the first half of 2014 losses of Euro 18.4 million compared to losses of

Euro 35.6 million in the first half of 2013. Finally, the results after tax and minority interests amounted to losses of Euro 15.6 million or Euro 0.1537 per share, compared to losses of Euro 33.1 million or Euro 0.3270 per share in the first half of 2013.

As for the parent company, the earnings before interest, taxes, depreciation and amortization (EBITDA) came in the first half of 2014 to Euro 5.2 million compared to losses of Euro 2 million in the corresponding period last year, while profit after tax stood at first half of 2014 to losses of Euro 4.4 million against losses of Euro 17.1 million at the first half of 2013.

In the Eurozone, the modest recovery of productive activity and almost subdued consumption during the first six months of this year enhanced competitive pressures, which adversely affected the fabrication prices in most of the Group's products. In contrast, the on-going improvement in economic conditions in the United States and the United Kingdom led to increased sales and better margins. In particular, the demand for installation products moved into negative territory as the construction industry continues to be tested hard. In contrast, the demand for industrial products in key European markets showed signs of stabilization after a downward 2013 and thus the Group increased its sales volume and gain larger market shares. Regarding cables, despite the increase of sales in new markets and product categories, the reduced demand in the European Union and increased competition pressured margins significantly and negatively affected the profitability of HELLENIC CABLES. Also, a significant impact on the Group's results had the temporary postponement of major projects in Greece and abroad in high value added products, such as submarine cables and underground high voltage power cables.

In relation to cost, reductions in energy prices coupled with optimizing production processes led to a further reduction in industrial cost and helped to strengthen the competitiveness of the Group's products abroad. However, the high financial cost continued to negatively affect the Group's profitability against key competitors.

The first half of 2014, HALCOR Group carried out total investments of Euro 28.4 million, of which Euro 19.8 million related to HELLENIC CABLES Group within the completion of the investment program started two years ago with the main objective of producing high voltage submarine cables. Respectively, Euro 2.8 million spent in upgrading the production facilities of the parent company and its subsidiary in Inofyta FITCO SA, focusing mainly in the Tubes Plant. Finally, Euro 5.8 million related to the improvement of productivity, the production of high added value products and the increase in capacity of its subsidiary SOFIA MED SA in Bulgaria.

The ratios showing the financial standing of both Group and Company evolved as follows:

| RATIOS | GROUP | | COMPANY | |
|---|-----------|------------|-----------|------------|
| | 30/6/2014 | 31/12/2013 | 30/6/2014 | 31/12/2013 |
| Liquidity Current Assets / Current Liabilities | 1,23 | 1,38 | 1,09 | 1,15 |
| Leverage Equity / Bank Loans | 0,10 | 0,13 | 0,38 | 0,37 |
| Return on Invested Capital Profit Before Taxes and Financial Expenses / Equity + Bank Loans | -0,2% | -2,4% | 1,7% | -1,2% |
| Return on Equity Net Profits / Equity | -62,8% | -83,5% | -9,8% | -30,1% |

B. Main risks and uncertainties for the second half of the current financial year

The Group is exposed to the following risks from the use of its financial instruments:

Credit Risk

Credit risk is the risk of the Group incurring losses in case a customer or a third party in a financial instrument-related transaction does not fulfil its contractual obligations and is mainly related to trade receivables and investments in securities.

Group exposure to credit risk is primarily affected by the features of each customer. The demographic data of the Group's clientele, including payment default risk characterising the specific market and the country in which customers are active, affect less the credit risk since no geographical concentration of credit risk is noticed. No client exceeds 10% of sales and, consequently, commercial risk is spread over a large number of clients.

Based on the credit policy adopted by the Board of Directors, each new customer is tested separately for creditworthiness before normal payment terms are proposed. The creditworthiness test made by the Group includes the examination of bank sources. Credit limits are set for each customer, which are reviewed in accordance with current circumstances and the terms of sales and collections are readjusted, if necessary. In principle, the credit limits of customers are set on the basis of the insurance limits received for them from insurance companies and, subsequently, receivables are insured according to such limits.

When monitoring the credit risk of customers, the latter are grouped according to their credit characteristics, the maturity characteristics of their receivables and any past problems of receivability they have shown. Trade and other receivables include mainly wholesale customers of the Group. Any customers characterised as being of "high risk" are included in a special list of customers and future sales must be received in advance and approved by the Board of Directors. Depending on the background of the customer and its status, the Group demands real or other security (e.g. letters of guarantee) in order to secure its receivables, if possible.

The Group makes impairment provisions which reflect its assessment of losses from customers, other receivables and investments in securities. This provision mainly consists of impairment losses of specific receivables that are estimated based on given circumstances that they will be materialized though they have not been finalized yet.

Investments

Investments are classified by the Group pursuant to the purpose for which they were acquired. The Management decides on adequate classification of the investment at the time of acquisition and reviews such classification on each presentation date.

The Management estimates that there will be no payment default for such investments.

Guarantees

The Group's policy consists in not providing any financial guarantees, unless the Board of Directors decides so on an exceptional basis. The guarantees that the Group has given are in low level and do not pose a significant risk.

Liquidity risk

Liquidity risk is the inability of the Group to discharge its financial obligations when they mature. The approach adopted by the Group to manage liquidity is to ensure, by holding absolutely necessary cash and adequate credit limits from cooperating banks, that it will always have adequate liquidity to cover its obligations when they mature, under normal or more difficult conditions, without there being unacceptable losses or its reputation being jeopardised. Noted that on June 30, 2014, the Group had an amount of Euro 14.5 million in cash and the necessary approved (but unused) credit lines, so it can easily serve short and medium term obligations.

To avoid liquidity risk the Group makes a cash flow provision for one year when preparing the annual budget as well as a monthly rolling provision for three months to ensure that it has adequate cash to cover its operating needs, including fulfilment of its financial obligations. This policy does not take into account the impact of extreme conditions which cannot be foreseen.

Market Risk

Market risk is the risk of fluctuations in raw material prices, exchange rates and interest rates, which affect the Group's results or the value of its financial instruments. The purpose of risk management in respect of market conditions is to control Group exposure to such risks in the context of acceptable parameters while at the same time improving performance.

The Group enters into transactions involving derivative financial instruments so as to hedge a part of the risks arising from market conditions.

Fluctuation risk of metal prices (copper, zinc, other metals)

The Group bases both its purchases and sales on stock market prices/ indexes for the price of copper and other metals used and contained in its products. The risk from metal price fluctuation is covered by hedging instruments (futures on London Metal Exchange-LME). The Group does not include transactions with hedge (hedging) over the structural inventory so any drop in metals prices could adversely affect its results through a devaluation of stocks.

Exchange rate risk

The Group is exposed to foreign exchange risk in relation to the sales and purchases carried out and the loans issued in a currency other than the functional currency of Group companies, which is mainly Euro. The currencies in which these transactions are held are mainly Euro, USD, GBP and other currencies of SE Europe.

Over time, the Group hedges the greatest part of its estimated exposure to foreign currencies in relation to the anticipated sales and purchases as well as receivables and liabilities in foreign currency. The Group enters mainly into currency forward contracts with external counterparties so as to deal with the risk of the exchange rates varying, which mainly expire within less than a year from the balance sheet date. When deemed necessary, these contracts are renewed upon expiry. As the case may be, the foreign exchange risk may be hedged by taking out loans in the respective currencies.

Loan interest is denominated in the same currency with that of cash flows, which arises from the Group's operating activities and is mostly Euro.

The investments of the Group in other subsidiaries are not hedged because these exchange positions are considered to be long-term.

Interest rate risk

The Group finances its investments and its needs for working capital from bank and bond loans with the result that interest charges reduce its results. Rising interest rates have a negative impact on results since borrowing costs for the Group rise.

Interest rate risk is mitigated since part of the Group borrowing is set at fixed rates either directly or using financial instruments (interest rate swaps).

Capital management

The Groups' policy is to maintain a strong capital base to ensure investor, creditor and market trust in the Group and to allow Group activities to expand in the future. The Board of Directors monitors the return on capital which is defined by the Group as net results divided by total equity save non-convertible preferential shares and minority interests.

The Board of Directors tries to maintain equilibrium between higher returns that would be feasible through higher borrowing levels and the advantages and security offered by a strong and robust capital structure.

The Group does not have a specific plan for own shares purchase.

There were no changes in the approach adopted by the Group in how capital was managed during the first half of 2014.

C. Development of Group activities during the second half of 2014

The continuing economic uncertainty in Europe, coupled with the increasing geopolitical tensions and risks of a more restrictive monetary policy at international level, specify together a highly volatile business environment. Expectations vary by geographic region and demand in Central and Northern Europe is durable, declining in Southern Europe and on the rise in the USA. Construction activity is expected to continue moving into negative territory in the second half of the year. In contrast, the demand for industrial products is showing signs of recovery and is projected to be slightly higher. Regarding the cables, our moves to increase sales in countries outside the European Union, which run with higher growth, have started to bring results.

The apparent improvement of the results in the second quarter of the year compared with the first quarter reflects the improved financial performance in volumes, prices and costs, but also the positive impact of metals price stabilization. For the second half of 2014, it is estimated that, given the difficult conditions still prevailing in the domestic market and the apparent instability that continues to be displayed in most countries of the Eurozone, the Group will continue to have the primary strategic objective of increasing market share industrial products and strengthen its business in new markets that have not been affected by the economic downturn. Also, the start of production of high-voltage submarine cables for the project of the Cyclades Islands Interconnection by the second half of the year, will lead the Group to a further increase in sales volume and a significant improvement in profitability. At the same time, as metal prices appear to have equilibrated at higher levels and with the case that they remain in them, there is cautious optimism that the accounting loss on the valuation of the basic operating stock during the first half of 2014 will be reversed largely by the end of the year.

D. Important transactions with affiliated parties

Transactions with affiliated parties mainly concern purchases, sales and processing of copper and zinc products (finished and semi-finished). Through such transactions, the companies take advantage of the Group's size and attain economies of scale.

Transactions between affiliated parties within the meaning of IAS 24 are broken down as follows:

Transactions of the parent company with subsidiaries (amounts in thousand Euros)

| Company | Sales of Goods, Services & Fixed assets | Purchases of Goods, Services & Fixed assets | Receivables | Payables |
|---------------------------|---|---|---------------|--------------|
| HELLENIC CABLES GROUP | 4.372 | 6.934 | 983 | 1.606 |
| STEELMET GROUP | 6 | 1.239 | 5 | 196 |
| SOFIA MED | 21.404 | 1.339 | 21.027 | 20 |
| FITCO | 11.963 | 496 | 2.957 | 91 |
| METAL AGENCIES | 26.017 | 40 | 7.376 | 11 |
| OTHER SUBSIDIARIES | 123 | 0 | 133 | 0 |
| Total Subsidiaries | 63.885 | 10.048 | 32.481 | 1.923 |

HELLENIC CABLES S.A. buys from HALCOR raw materials depending on its needs. In its turn, it sells copper scrap to HALCOR from the products returned during its production process.

STEELMET S.A. provides HALCOR with administration and organization services.

SOFIA MED SA buys from HALCOR raw materials and semi-finished products of copper and copper alloys, depending on its needs. HALCOR also provides technical, administrative and commercial support services.

FITCO SA buys from HALCOR raw materials. HALCOR processes FITCO's materials and deliver back semi-finished products. It also provides FITCO with administrative support services.

METAL AGENCIES LTD acts as merchant - central distributor of HALCOR Group in Great Britain.

Transactions of the parent company with affiliated companies (amounts in thousand Euros)

| Company | Sales of Goods, Services & Fixed assets | Purchases of Goods, Services & Fixed assets | Receivables | Payables |
|------------------|---|---|--------------|--------------|
| MKC | 17.546 | 77 | 7.028 | 18 |
| STEELMET ROMANIA | 2.774 | 27 | 82 | - |
| TEKA SYSTEMS | 15 | 183 | 2 | 134 |
| ANAMET | 258 | 6.815 | 387 | - |
| VIEXAL | 1 | 207 | - | 18 |
| TEPRO METAL | - | 15 | - | 2 |
| ELVAL | 110 | 1.553 | 48 | 299 |
| SIDENOR | 10 | 6 | 12 | 7 |
| SYMETAL | 13 | - | 6 | - |
| METALVALIUS | 1.411 | 126 | 229 | 125 |
| OTHER AFFILIATES | 186 | 798 | 965 | 525 |
| Total | 22.324 | 9.807 | 8.759 | 1.128 |

MKC GMBH trades HALCOR products in the German market.

STEELMET ROMANIA trades HALCOR products in the Romanian market.

TEKA SYSTEMS S.A. undertakes to carry out certain industrial constructions on behalf of HALCOR and provides consulting services in IT issues and SAP support and upgrade.

ANAMET S.A. provides HALCOR with considerable quantities of copper, brass and zinc scrap.

VIEXAL Ltd. provides HALCOR with travelling services.

CPW AMERICA CO trades HALCOR products in the American market.

VIOHALCO S.A. provides HALCOR with buildings - industrial premises for renting.

TEPRO METALL AG trades (through its subsidiary MKC) HALCOR products and represents the latter in the German market.

METALVALIUS purchases from HALCOR significant quantities of copper and brass scrap.

Transactions of HALCOR Group with other affiliated companies (amounts in thousand Euros)

| Company | Sales of Goods, Services & Fixed assets | Purchases of Goods, Services & Fixed assets | Receivables | Payables |
|-------------------|---|---|---------------|---------------|
| MKC | 34.114 | 97 | 12.595 | 36 |
| STEELMET ROMANIA | 6.917 | 2.405 | 471 | 2.862 |
| TEKA SYSTEMS | 18 | 486 | 3 | 423 |
| ANAMET | 482 | 9.855 | 424 | 34 |
| VIEXAL | 3 | 852 | - | 144 |
| CPW | 434 | - | 220 | - |
| VIOHALCO | 2 | 131 | 2 | 133 |
| TEPRO METAL | 1.574 | 304 | 648 | 328 |
| ETEM | 183 | 9 | 263 | 188 |
| ELVAL | 2.701 | 5.529 | 837 | 2.518 |
| SIDENOR | 498 | 80 | 373 | 285 |
| CORINTH PIPEWORKS | 916 | 162 | 323 | 312 |
| SYMETAL | 268 | 3.946 | 164 | 1.461 |
| STOMANA | 731 | 1.492 | 350 | 350 |
| ETEM BULGARIA | 1.127 | - | 649 | 1 |
| METALVALIUS | 6.068 | 43.340 | 316 | 3.387 |
| OTHER AFFILIATES | 1.561 | 4.543 | 2.710 | 2.238 |
| Total | 57.597 | 73.231 | 20.348 | 14.700 |

Fees of Executives and Board members (amounts in thousand Euros)

The table below sets out the fees paid to executives and members of the Board of Directors:

| | Group | Company |
|---|--------------|----------------|
| Total fees of management executives & Board members | 1,808 | 622 |

Z. Subsequent events

There are no material subsequent events after June 30, 2014.

Athens, 26 August 2014

**The Chairman of the Board of Directors
Theodossios Papageorgopoulos**



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Independent Auditors' Report on Review of Condensed Interim Financial Information

To the Shareholders of "HALCOR S.A. - METAL PROCESSING"

Introduction

We have reviewed the accompanying standalone and consolidated statement of financial position of HALCOR METAL WORKS S.A. (the "Company") as of 30 June 2014 and the related standalone and consolidated statements of income and comprehensive income, changes in equity and cash flows for the six-month period then ended and the selected explanatory notes, which comprise the condensed interim financial information and which forms an integral part of the six-month financial report of article 5 of Law 3556/2007. Company's management is responsible for the preparation and presentation of this condensed interim financial information in accordance with the International Financial Reporting Standards adopted by the European Union and in accordance with IAS 34 "Interim Financial Reporting". Our responsibility is to express a conclusion on this condensed interim financial information based on our review.

Scope of review

We conducted our review in accordance with the International Standard on Review Engagements 2410 "Review of interim financial information performed by the independent auditor of the entity". A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed interim financial information is not prepared, in all material respects, in accordance with IAS 34 "Interim Financial Reporting".



Report on other legal and regulatory requirements

Our review did not identify any inconsistency or disparity of the other information of the six-month financial report as provided for by article 5 of L. 3556/2007 with the accompanying interim financial information.

Athens, 27 August 2014

KPMG CERTIFIED AUDITORS S.A.

AM SOEL 114

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Nikolaos Vouniseas, Certified Auditor Accountant
AM SOEL 18701

Statement of Financial Position

| | note | GROUP | | COMPANY | |
|---|------|--------------------|--------------------|--------------------|--------------------|
| | | 30/6/2014 | 31/12/2013 | 30/6/2014 | 31/12/2013 |
| (Amounts in euro) | | | | | |
| ASSETS | | | | | |
| Non-current assets | | | | | |
| Property, plant and equipment | 8 | 406.821.960 | 389.099.020 | 92.384.068 | 92.236.488 |
| Intangible assets | 9 | 14.137.830 | 14.455.753 | 353.036 | 277.324 |
| Investments properties | | 383.271 | 383.271 | - | - |
| Participations | 10 | 6.631.948 | 6.557.951 | 179.122.525 | 179.164.525 |
| Financial assets available for sale | | 4.157.478 | 4.115.478 | 3.657.618 | 3.615.618 |
| Other receivables | | 1.799.766 | 1.848.669 | 811.438 | 811.799 |
| Deferred tax claims | | 8.047.327 | 6.265.433 | - | - |
| | | 441.979.580 | 422.725.575 | 276.328.686 | 276.105.754 |
| Current assets | | | | | |
| Inventories | 11 | 240.098.687 | 208.236.149 | 60.740.873 | 54.243.721 |
| Trade and other receivables | | 151.214.399 | 131.229.590 | 56.680.069 | 66.385.792 |
| Derivatives | | 577.560 | 776.621 | 476.994 | 80.441 |
| Cash and cash equivalents | | 14.482.365 | 49.125.244 | 2.966.668 | 3.052.697 |
| | | 406.373.011 | 389.367.602 | 120.864.604 | 123.762.650 |
| Total assets | | 848.352.591 | 812.093.177 | 397.193.289 | 399.868.405 |
| EQUITY | | | | | |
| Equity attributable to Shareholders of the Company | | | | | |
| Share capital | | 38.486.258 | 38.486.258 | 38.486.258 | 38.486.258 |
| Share premium account | | 67.138.064 | 67.138.064 | 67.138.064 | 67.138.064 |
| Foreign Exchange differences from the consolidation of foreign subsidiaries | | (6.200.305) | (6.851.131) | - | - |
| Other reserves | | 76.072.171 | 76.555.543 | 69.316.800 | 68.976.644 |
| Profit carried forward | | (139.310.348) | (123.831.007) | (84.256.974) | (79.832.051) |
| Total | | 36.185.840 | 51.497.727 | 90.684.149 | 94.768.916 |
| Minority interest | | 22.336.740 | 24.743.739 | - | - |
| Total equity | | 58.522.580 | 76.241.466 | 90.684.149 | 94.768.916 |
| LIABILITIES | | | | | |
| Long-term liabilities | | | | | |
| Loans | 12 | 401.732.932 | 404.630.796 | 179.074.962 | 178.929.499 |
| Deferred income tax liabilities | | 24.452.971 | 26.296.962 | 13.957.479 | 15.377.955 |
| Personell retirement benefits payable | | 4.288.292 | 4.218.081 | 1.424.439 | 1.454.591 |
| Long-term maturity bills payable | | 12.741.019 | 10.681.508 | - | - |
| Government Grants | | 15.654.670 | 7.939.339 | 1.535.978 | 1.591.529 |
| Provisions | | 329.984 | 522.087 | 90.000 | 90.000 |
| | | 459.199.869 | 454.288.774 | 196.082.859 | 197.443.575 |
| Short-term liabilities | | | | | |
| Suppliers and other liabilities | | 132.518.248 | 107.183.716 | 48.392.013 | 30.774.194 |
| Current tax liabilities | | 6.062.350 | 6.335.676 | 736.410 | 578.437 |
| Loans | 12 | 190.876.347 | 167.389.305 | 61.116.771 | 76.091.219 |
| Financial Leasing liabilities | 12 | 84.055 | 166.641 | - | - |
| Derivatives | | 1.089.144 | 487.600 | 181.088 | 212.064 |
| | | 330.630.143 | 281.562.938 | 110.426.282 | 107.655.914 |
| Total liabilities | | 789.830.011 | 735.851.712 | 306.509.141 | 305.099.489 |
| Total equity and liabilities | | 848.352.591 | 812.093.178 | 397.193.289 | 399.868.405 |

The attached notes on pages 18 to 30 constitute an integral part of these Interim Summary Financial Statements.

Income Statement

| GROUP | | | | | |
|---|-------------|------------------------|------------------------|------------------------|------------------------|
| (Amounts in euro) | note | 1/1 - 30/6/2014 | 1/1 - 30/6/2013 | 1/4 - 30/6/2014 | 1/4 - 30/6/2013 |
| Sales | | 555.266.712 | 596.430.472 | 289.291.578 | 293.148.174 |
| Cost of goods sold | | (538.215.139) | (591.163.701) | (273.638.007) | (296.971.615) |
| Gross profit | | 17.051.573 | 5.266.771 | 15.653.570 | (3.823.441) |
| Other operating Income | | 4.592.203 | 5.972.254 | 2.690.861 | 2.793.977 |
| Selling expenses | | (7.617.947) | (7.190.496) | (3.553.561) | (3.681.929) |
| Administrative expenses | | (10.713.858) | (10.662.103) | (5.687.644) | (5.568.187) |
| Other operating Expenses | | (4.015.796) | (5.575.581) | (2.051.745) | (2.779.627) |
| Operating results | | (703.824) | (12.189.154) | 7.051.481 | (13.059.207) |
| Financial Income | | 91.584 | 69.737 | 42.216 | 14.834 |
| Financial Expenses | | (21.184.586) | (18.599.006) | (10.848.123) | (9.704.896) |
| Net Financial Result | | (21.093.002) | (18.529.268) | (10.805.908) | (9.690.062) |
| Profits from associated companies | | 89.825 | (49.056) | 12.704 | (45.987) |
| Profit before income tax | | (21.707.001) | (30.767.479) | (3.741.722) | (22.795.256) |
| Income tax expenses | 7 | 3.320.374 | (4.845.949) | 581.790 | 168.998 |
| Net profit for the period from continued operations | | (18.386.627) | (35.613.427) | (3.159.932) | (22.626.258) |
| Attributable to: | | | | | |
| Shareholders of the Parent | | (15.561.685) | (33.116.529) | (1.870.224) | (21.150.420) |
| Minority interest | | (2.824.942) | (2.496.898) | (1.289.708) | (1.475.838) |
| | | (18.386.627) | (35.613.427) | (3.159.932) | (22.626.258) |
| Earnings per share that attributed to the Shareholders of the Parent for the period (amounts in € per share) | | | | | |
| Basic and deluted earnings per share | | (0,1537) | (0,3270) | (0,0185) | (0,2088) |

| COMPANY | | | | | |
|---|-------------|------------------------|------------------------|------------------------|------------------------|
| (Amounts in euro) | note | 1/1 - 30/6/2014 | 1/1 - 30/6/2013 | 1/4 - 30/6/2014 | 1/4 - 30/6/2013 |
| Sales | | 213.359.699 | 255.301.139 | 121.584.468 | 117.241.079 |
| Cost of goods sold | | (204.894.654) | (253.331.102) | (114.400.883) | (119.921.295) |
| Gross profit | | 8.465.045 | 1.970.037 | 7.183.584 | (2.680.215) |
| Other operating Income | | 1.826.662 | 1.550.810 | 1.070.726 | 605.371 |
| Selling expenses | | (2.359.021) | (2.430.392) | (1.194.643) | (1.158.074) |
| Administrative expenses | | (4.724.940) | (4.637.859) | (2.336.738) | (2.383.574) |
| Other operating Expenses | | (448.287) | (1.086.382) | (247.487) | (415.981) |
| Operating results | | 2.759.460 | (4.633.787) | 4.475.442 | (6.032.475) |
| Financial Income | | 17.013 | 16.262 | 12.880 | (1.873) |
| Financial Expenses | | (8.689.393) | (7.787.669) | (4.393.456) | (4.170.766) |
| Dividends | | 37.600 | 75.200 | 37.600 | - |
| Net Financial Result | | (8.634.780) | (7.696.207) | (4.342.976) | (4.172.639) |
| Profit before income tax | | (5.875.320) | (12.329.994) | 132.466 | (10.205.113) |
| Income tax expenses | 7 | 1.450.397 | (4.772.917) | 945.063 | (308.090) |
| Net profit for the period from continued operations | | (4.424.923) | (17.102.911) | 1.077.529 | (10.513.203) |
| Earnings per share that attributed to the Shareholders of the Parent for the period (amounts in € per share) | | | | | |
| Basic and deluted earnings per share | | (0,0437) | (0,1689) | 0,0106 | (0,1038) |

The attached notes on pages 18 to 30 constitute an integral part of these Interim Summary Financial Statements.

Statement of Comprehensive Income

| (Amounts in euro) | GROUP | | | |
|--|------------------------|------------------------|------------------------|------------------------|
| | <u>1/1 - 30/6/2014</u> | <u>1/1 - 30/6/2013</u> | <u>1/4 - 30/6/2014</u> | <u>1/4 - 30/6/2013</u> |
| Profit / (Loss) of the period from continuing operations | (18.386.627) | (35.613.427) | (3.159.932) | (22.626.258) |
| Foreign currency translation differences | 733.987 | (200.035) | 906.363 | (412.276) |
| Gain / (Loss) of changes in fair value of cash flow hedging | (1.044.434) | (1.225.448) | (1.367.196) | (452.922) |
| Income tax on income and expense recognised directly in equity | 271.553 | 318.617 | 355.471 | 117.760 |
| Other comprehensive income / (expense) after taxes | (38.893) | (1.106.867) | (105.361) | (747.438) |
| Total comprehensive income / (expense) after tax for the period | (18.425.521) | (36.720.294) | (3.265.294) | (23.373.697) |
| Attributable to: | | | | |
| Equity holders of the parent company | (15.663.498) | (33.896.654) | (2.052.414) | (21.775.309) |
| Minority interests | (2.762.023) | (2.823.640) | (1.212.879) | (1.598.388) |
| Total comprehensive income / (expense) after tax for the period | (18.425.521) | (36.720.294) | (3.265.294) | (23.373.697) |

| (Amounts in euro) | COMPANY | | | |
|--|------------------------|------------------------|------------------------|------------------------|
| | <u>1/1 - 30/6/2014</u> | <u>1/1 - 30/6/2013</u> | <u>1/4 - 30/6/2014</u> | <u>1/4 - 30/6/2013</u> |
| Profit / (Loss) of the period from continuing operations | (4.424.923) | (17.102.911) | 1.077.529 | (10.513.203) |
| Gain / (Loss) of changes in fair value of cash flow hedging | 459.671 | (303.449) | 683.709 | (203.508) |
| Income tax on income and expense recognised directly in equity | (119.514) | 78.897 | (177.764) | 52.912 |
| Other comprehensive income / (expense) after taxes | 340.156 | (224.552) | 505.944 | (150.596) |
| Total comprehensive income / (expense) after tax for the period | (4.084.767) | (17.327.463) | 1.583.473 | (10.663.799) |

The attached notes on pages 18 to 30 constitute an integral part of these Interim Summary Financial Statements.

Statement of Changes in Equity

(Amounts in euro)

| | Share capital | Share premium reserves | Fair value reserves | Other reserves | Results carried forward | Foreign exchange differences | Total | Minority interest | Total Equity |
|---|-------------------|------------------------|---------------------|-------------------|-------------------------|------------------------------|-------------------|-------------------|--------------------|
| GROUP | | | | | | | | | |
| Balance as of January 1, 2013 | 38.486.258 | 67.138.064 | 1.652.034 | 75.044.197 | (66.797.115) | (6.481.900) | 109.041.538 | 30.521.231 | 139.562.769 |
| Net loss for the period | - | - | - | - | (33.116.529) | - | (33.116.529) | (2.496.898) | (35.613.427) |
| Other comprehensive income | | | | | | | | | |
| Foreign exchange differences | - | - | - | - | 242.106 | (213.112) | 28.994 | (229.029) | (200.035) |
| Hedging result minus tax | - | - | (809.119) | - | - | - | (809.119) | (97.713) | (906.832) |
| Total other comprehensive income | - | - | (809.119) | - | 242.106 | (213.112) | (780.125) | (326.742) | (1.106.867) |
| Total comprehensive income | - | - | (809.119) | - | (32.874.423) | (213.112) | (33.896.654) | (2.823.640) | (36.720.294) |
| Transactions with owners of the Company, recognised directly in equity | | | | | | | | | |
| Dividend | - | - | - | - | - | - | - | (124.656) | (124.656) |
| Transfer of reserves | - | - | - | 105.129 | (206.045) | - | (100.916) | 100.916 | - |
| Total contributions by and distributions to owners of the company | - | - | - | 105.129 | (206.045) | - | (100.916) | (23.740) | (124.656) |
| Balance as of June 30, 2013 | 38.486.258 | 67.138.064 | 842.915 | 75.149.326 | (99.877.583) | (6.695.012) | 75.043.968 | 27.673.851 | 102.717.819 |
| Balance as of January 1, 2014 | 38.486.258 | 67.138.064 | 1.406.248 | 75.149.294 | (123.831.007) | (6.851.131) | 51.497.727 | 24.743.739 | 76.241.466 |
| Net loss for the period | - | - | - | - | (15.561.685) | - | (15.561.685) | (2.824.942) | (18.386.627) |
| Other comprehensive income | | | | | | | | | |
| Foreign exchange differences | - | - | - | - | (150.408) | 650.826 | 500.418 | 233.570 | 733.987 |
| Hedging result minus tax | - | - | (602.231) | - | - | - | (602.231) | (170.650) | (772.881) |
| Total other comprehensive income | - | - | (602.231) | - | (150.408) | 650.826 | (101.813) | 62.919 | (38.893) |
| Total comprehensive income | - | - | (602.231) | - | (15.712.093) | 650.826 | (15.663.498) | (2.762.023) | (18.425.521) |
| Transactions with owners of the Company, recognised directly in equity | | | | | | | | | |
| Dividend | - | - | - | - | - | - | - | (62.328) | (62.328) |
| Transfer of reserves | - | - | - | 119.394 | (234.106) | - | (114.712) | 114.712 | - |
| Total contributions by and distributions to owners of the company | - | - | - | 119.394 | (234.106) | - | (114.712) | 52.384 | (62.328) |
| Changes in ownership interests in subsidiaries | | | | | | | | | |
| Liquidation of subsidiaries | - | - | - | (535) | 466.857 | - | 466.322 | 302.640 | 768.962 |
| Total transactions with owners of the Company | - | - | - | (535) | 466.857 | - | 466.322 | 302.640 | 768.962 |
| Balance as of June 30, 2014 | 38.486.258 | 67.138.064 | 804.018 | 75.268.153 | (139.310.348) | (6.200.305) | 36.185.840 | 22.336.740 | 58.522.580 |

(Amounts in euro)

| | Share capital | Share premium reserves | Fair value reserves | Other reserves | Results carried forward | Total Equity |
|------------------------------------|-------------------|------------------------|---------------------|-------------------|-------------------------|--------------------|
| COMPANY | | | | | | |
| Balance as of January 1, 2013 | 38.486.258 | 67.138.064 | 66.924 | 69.062.881 | (51.597.440) | 123.156.688 |
| Net loss for the period | - | - | - | - | (17.102.911) | (17.102.911) |
| Other comprehensive income | | | | | | |
| Hedging result minus tax | - | - | (224.552) | - | - | (224.552) |
| Total other comprehensive income | - | - | (224.552) | - | - | (224.552) |
| Total comprehensive income | - | - | (224.552) | - | (17.102.911) | (17.327.463) |
| Balance as of June 30, 2013 | 38.486.258 | 67.138.064 | (157.628) | 69.062.881 | (68.700.350) | 105.829.226 |
| Balance as of January 1, 2014 | 38.486.258 | 67.138.064 | (86.238) | 69.062.881 | (79.832.051) | 94.768.916 |
| Net loss for the period | - | - | - | - | (4.424.923) | (4.424.923) |
| Other comprehensive income | | | | | | |
| Hedging result minus tax | - | - | 340.156 | - | - | 340.156 |
| Total other comprehensive income | - | - | 340.156 | - | - | 340.156 |
| Total comprehensive income | - | - | 340.156 | - | (4.424.923) | (4.084.767) |
| Balance as of June 30, 2014 | 38.486.258 | 67.138.064 | 253.919 | 69.062.881 | (84.256.974) | 90.684.149 |

The attached notes on pages 18 to 30 constitute an integral part of these Interim Summary Financial Statements.

Cash Flow Statement

| | GROUP | | COMPANY | |
|--|---------------------|---------------------|---------------------|---------------------|
| | 1/1 - 30/6/2014 | 1/1 - 30/6/2013 | 1/1 - 30/6/2014 | 1/1 - 30/6/2013 |
| (Amounts in euro) | | | | |
| Cash flows from operating activities | | | | |
| Profit / (loss) before taxes | (21.707.001) | (30.767.479) | (5.875.320) | (12.329.994) |
| <i>Adjustments for:</i> | | | | |
| Depreciation of tangible assets | 11.550.471 | 11.120.131 | 2.417.883 | 2.718.856 |
| Depreciation of grants | (204.669) | (352.445) | (55.551) | (111.276) |
| Provisions | (2.206.307) | 9.455.726 | (688.701) | 3.178.629 |
| Investing activities result (income, expenses, profits and losses) | (181.409) | (20.681) | (17.013) | (16.262) |
| Interest charges & related expenses | 21.184.586 | 18.599.006 | 8.689.393 | 7.787.669 |
| (Profit) / loss from sale of tangible assets | (4.579) | (34.787) | (2.020) | (5.814) |
| (Profit) / loss from the fair value of derivatives | 11.132 | 73.728 | 32.141 | 14.483 |
| Loss from the destruction / Impairment of fixed assets | 78.286 | 3.952 | 76.105 | - |
| Decrease / (increase) in inventories | (29.712.433) | (27.890.543) | (5.786.985) | (17.334.908) |
| Decrease / (increase) in receivables | (20.071.488) | 403.113 | 9.684.617 | 15.539.289 |
| (Decrease) / Increase in liabilities (minus banks) | 26.017.114 | 13.739.760 | 17.885.173 | 11.334.931 |
| Interest charges & related expenses paid | (20.422.910) | (18.328.909) | (8.914.705) | (7.322.318) |
| Payed taxes | (147.541) | (127.380) | - | - |
| Net Cash flows from operating activities | (35.816.749) | (24.126.808) | 17.445.016 | 3.453.284 |
| Cash flows from investing activities | | | | |
| Purchase of tangible assets | (28.397.182) | (12.952.907) | (2.566.139) | (374.731) |
| Purchase of intangible assets | (198.379) | (2.941.806) | (151.141) | (138.376) |
| Sales of tangible assets | 7.459 | 64.436 | 2.020 | 7.690 |
| Interest received | 91.584 | 69.737 | 17.013 | 16.262 |
| Increase of participation in subsidiaries | - | - | - | (30.000.102) |
| Net Cash flows from investing activities | (28.496.519) | (15.760.540) | (2.698.247) | (30.489.258) |
| Cash flows from financing activities | | | | |
| Dividends paid to shareholders of the parent | (3.813) | (5.115) | (3.813) | (5.115) |
| Loans received | 36.875.038 | 83.459.177 | - | 48.348.895 |
| Loans settlement | (15.005.958) | (54.039.408) | (14.828.986) | (25.583.335) |
| Changes in financial leases | (82.586) | (160.677) | - | - |
| Dividends paid to minority interest | (62.328) | (143.315) | - | - |
| Grand proceeds | 7.920.000 | - | - | - |
| Net cash flows from financing activities | 29.640.354 | 29.110.662 | (14.832.799) | 22.760.445 |
| Net (decrease)/ increase in cash and cash equivalents | (34.672.914) | (10.776.686) | (86.029) | (4.275.529) |
| Cash and cash equivalents at the beginning of period | 49.125.244 | 27.851.157 | 3.052.697 | 5.924.534 |
| Exchange differences on cash and cash equivalents | 30.035 | (7.311) | - | - |
| Cash and cash equivalents at the end of period | 14.482.365 | 17.067.160 | 2.966.668 | 1.649.004 |

The attached notes on pages 18 to 30 constitute an integral part of these Interim Summary Financial Statements.

Notes to the Financial Statements as at 30 June 2014**1. Information about the Company**

HALCOR S.A. – METAL PROCESSING (former VECTOR S.A.-Metal processing) (“HALCOR” or the “Company”) was established in Athens in 1977.

The Interim Summary Consolidated Financial Statements (the “Financial Statements”) of the Company for the period ended on 30 June 2014 consist of the Company and its subsidiaries (the “Group”).

The individual and consolidated financial statements of the Company for the year ended on 31 December 2013 and on the interim periods are available at the Company's website www.halcor.gr.

The Financial Statements of HALCOR are included in the consolidated Financial Statements VIOHALCO SA / NV that is traded on a stock exchange EURONEXT, Belgium.

The principal activities of the Group lie in the production and trade of rolling and extrusion products made of copper and copper alloys, zinc rolling products and cables of all types. The Group is operating in Greece, Bulgaria, Romania, Cyprus, United Kingdom, France, Germany and Serbia.

The Company is seated in Greece, 2-4 Messoghion Ave., Athens Tower, Building B, 11525, Athens. The principal establishment of the Company and its contact address are located at the 57th km of "Athens-Lamia" National Highway, Inofyta (Pref. of Viotia), GR-32011.

2. Basis of Presentation of Financial Statements**(a) Statement of compliance**

The Financial Statements have been compiled in accordance with the IFRS as adopted by the European Union with respect to interim financial reporting (IAS 34). Selected explanatory notes are included to explain events and transactions that are significant to justify the changes in financial position and results of the Group since the last annual financial statements on December 31, 2013. The Financial Statements do not include all the information required for thorough annual financial statements.

The financial statements were approved by the Company’s Board of Directors on 26 August 2014.

The amounts indicated in the Financial Statements are denominated in Euro and are rounded up/down to the nearest unit.

(b) Estimates and assumptions

Preparation of interim financial statements requires sound judgement when the Management uses assumptions and estimates which affect the application of the accounting policies and the stated sums of asset and liability items, revenues and expenses. The actual results may finally differ from such assumptions and estimates.

The important estimates and assumptions made by the Management when applying the Group's accounting policies and the sources of information used in the calculation and determination of any uncertainty and in the preparation of financial statements are the same with those applied to the preparation of the annual individual and consolidated financial statements as at 31 December 2013.

3. Significant accounting policies

The accounting policies applied to the preparation and the presentation of the interim financial statements are consistent with the accounting policies used in the preparation of the annual financial statements of the Group and the Company for the year ended on 31 December 2013, except for the adoption of new Standards and Interpretations which became effective for the annual periods beginning on or after 1 January 2014 but they are not expected to have impact on the Group's financial statements:

(a) IAS 32 “Financial Instruments: Presentation” (Amendment)

This amendment to the application guidance in IAS 32 clarifies some of the requirements for offsetting financial assets and financial liabilities on the statement of financial position.

(b) IAS 36 “Impairment of assets” (Amendment)

This amendment relates to changes in disclosures about the recoverable amount of non-financial assets.

(c) IAS 39 “Financial Instruments” (Amendment)

The amendment was allowed to continue hedge accounting if a derivative hedging renewed, subject to certain conditions.

(d) IFRIC 21 “Levies”

This interpretation relates to the way of finalizing the obligations from levies imposed by governments.

4. Financial risk

Financial Risk Management - Credit risk of trade

As a result of the ongoing economic, there was a re-examination of the credit limits per customer and no significant changes were accrued according to their insurance limits. The Group will continue to monitor and modify the customer credit limits when necessary.

As for the rest, the Group's policy in respect of issues related to hedging policy of copper and generally for the management of risk remains the same as that described in the annual financial statements of December 31, 2013.

Classification of fair values

The policy of classification at fair value and the valuation of financial assets do not differ for the period of the first half of 2013 from the previous year ended at 31 December 2013.

5. Adjustments

In the Consolidated Income Statement for the period ended on June 30, 2013, an amount of Euro 271,020 was transferred from the account "administrative expenses" in the account "selling expenses" in order to make the figures comparable with those of the current period.

6. Operating segments

An operating segment is based on the structure of the information to the Group's management and internal reporting system. The Group is organized into business centers and business units based on the production of copper and copper alloys. In particular, it has three reportable operating segments and the third sector has resulted from aggregation of smaller operating segments. The operating segments of the Group are as follows:

- **Copper products:** this sector produces and sells copper and copper alloys rolled and extruded products
- **Cables:** cables sector produces and sells a wide range of cables, enamelled wires and plastic compounds
- **Other services:** this sector includes the areas of marketing, research and development and various departments of administration and organization to achieve synergies

Results per sector for the period ended on June 30, 2013

| | Copper products | Cable products | Other Services | Total |
|---|------------------------|-----------------------|-----------------------|----------------------|
| June 30, 2013 (Amounts in euro) | | | | |
| Total gross sales by sector | 512.131.076 | 187.267.639 | 15.771.145 | 715.169.859 |
| Intercompany sales from consolidated entities | (99.974.303) | (16.339.638) | (2.425.446) | (118.739.387) |
| Net sales | 412.156.773 | 170.928.001 | 13.345.698 | 596.430.472 |
| Operating profits | (10.535.122) | (2.582.566) | 928.534 | (12.189.154) |
| Financial income | 21.404 | 42.954 | 5.379 | 69.737 |
| Financial expenses | (11.800.831) | (6.221.000) | (577.175) | (18.599.006) |
| Share at results of affiliated companies | - | - | (49.056) | (49.056) |
| Profit before income tax | (22.314.548) | (8.760.613) | 307.683 | (30.767.479) |
| Income tax | (4.016.237) | (686.153) | (143.560) | (4.845.949) |
| Net profit of the period | (26.330.785) | (9.446.765) | 164.123 | (35.613.427) |

| | Copper products | Cable products | Other Services | Total |
|---|------------------------|-----------------------|-----------------------|--------------------|
| June 30, 2013 | | | | |
| Asset | 486.991.130 | 292.340.732 | 15.820.824 | 795.152.686 |
| Total liabilities | 441.031.100 | 235.835.921 | 15.567.845 | 692.434.867 |
| Investments in tangible, intangible assets and investments in real estate | 3.655.686 | 12.120.414 | 118.614 | 15.894.713 |

Other figures per sector that consists the Financial Results for the period ended on June 30, 2013

| | Copper products | Cable products | Other Services | Total |
|--|------------------------|-----------------------|-----------------------|-------------------|
| June 30, 2013 (Amounts in euro) | | | | |
| Depreciation of tangible assets | 6.828.929 | 3.851.551 | 53.087 | 10.733.567 |
| Amortization of intangible assets | 136.797 | 245.182 | 4.585 | 386.564 |
| Total depreciation | 6.965.725 | 4.096.733 | 57.673 | 11.120.131 |

Results per sector for the period ended on June 30, 2014

| June 30, 2014 (Amounts in euro) | Copper products | Cable products | Other Services | Total |
|---|------------------------|-----------------------|-----------------------|---------------------|
| Total gross sales by sector | 454.029.340 | 179.941.798 | 17.600.139 | 651.571.277 |
| Intercompany sales from consolidated entities | (83.491.689) | (9.934.663) | (2.878.214) | (96.304.565) |
| Net sales | 370.537.652 | 170.007.135 | 14.721.925 | 555.266.712 |
| Operating profits | 3.600.628 | (4.919.277) | 614.824 | (703.824) |
| Financial income | 32.625 | 55.979 | 2.980 | 91.584 |
| Financial expenses | (13.147.005) | (7.495.044) | (542.537) | (21.184.586) |
| Share at results of affiliated companies | - | (20) | 89.845 | 89.825 |
| Profit before income tax | (9.513.752) | (12.358.362) | 165.112 | (21.707.001) |
| Income tax | 1.299.484 | 2.165.367 | (144.477) | 3.320.374 |
| Net profit of the period | (8.214.268) | (10.192.994) | 20.635 | (18.386.627) |

| June 30, 2014 | Copper products | Cable products | Other Services | Total |
|---|------------------------|-----------------------|-----------------------|--------------------|
| Asset | 470.822.785 | 360.386.588 | 17.143.218 | 848.352.591 |
| Total liabilities | 449.547.372 | 324.790.018 | 15.492.622 | 789.830.011 |
| Investments in tangible, intangible assets and investments in real estate | 8.702.982 | 19.836.448 | 56.131 | 28.595.562 |

Other figures per sector that consists the Financial Results for the period ended on June 30, 2014

| June 30, 2014 (Amounts in euro) | Copper products | Cable products | Other Services | Total |
|--|------------------------|-----------------------|-----------------------|-------------------|
| Depreciation of tangible assets | 6.792.810 | 4.169.409 | 68.324 | 11.030.543 |
| Amortization of intangible assets | 181.071 | 338.857 | - | 519.928 |
| Total depreciation | 6.973.881 | 4.508.266 | 68.324 | 11.550.471 |

Sales and non-current assets of the Group based on their geographical allocation are briefly presented as follows:

| (Amounts in euro) | GROUP | |
|--------------------------|--------------------|--------------------|
| | 30/6/2014 | 30/6/2013 |
| Sales | | |
| Greece | 54.414.519 | 66.556.294 |
| European Union | 392.817.283 | 420.218.440 |
| Other European countries | 47.682.176 | 54.928.360 |
| Asia | 22.798.967 | 19.420.886 |
| America | 24.456.685 | 23.718.292 |
| Africa | 11.404.128 | 10.311.694 |
| Oceania | 1.692.955 | 1.276.506 |
| Total | 555.266.712 | 596.430.472 |

| | GROUP | |
|---------------------|--------------------|--------------------|
| | 30/6/2014 | 31/12/2013 |
| Total assets | | |
| Greece | 721.562.718 | 700.852.317 |
| Foreign | 126.789.873 | 111.240.860 |
| Total | 848.352.591 | 812.093.177 |

| Investments in tangible, intangible fixed assets & real estate | 30/6/2014 | 31/12/2013 |
|---|-------------------|-------------------|
| | Greece | 19.990.916 |
| Foreign | 8.604.645 | 9.615.894 |
| Total | 28.595.562 | 61.289.561 |

7. Taxation

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.

| (Amounts in euro) | GROUP | | COMPANY | |
|-----------------------------|-----------------|-----------------|-----------------|-----------------|
| | 1/1 - 30/6/2014 | 1/1 - 30/6/2013 | 1/1 - 30/6/2014 | 1/1 - 30/6/2013 |
| Income tax for the period | (272.535) | (152.725) | (89.594) | - |
| Deferred tax for the period | 3.592.909 | (4.693.224) | 1.539.991 | (4.772.917) |

In mid-July the tax audit of the Company and its subsidiaries HELLENIC CABLES SA, FULGOR SA, STEELMET SA and FITCO SA was completed by the Statutory Auditor in accordance with Article 82, par. 5 N. 2238/1994, as amended, for the year 2013 and a certificate without qualification was issued.

The unaudited tax years until 2010 under the current provisions will be audited by the tax authorities under the rules and procedures applicable to the implementation of that law.

During the current period a deferred tax asset was recognized on tax losses of Euro 3.6 million for the Group and Euro 1.6 million for the Company.

The change in the effective tax rate compared to the corresponding period last year is mainly due to deferred tax charge of the year 2013 by the change in the tax rate in Greece of 20% applicable to the fiscal year 2012 to 26% and the recognition of deferred tax asset on tax losses in the current period.

The unaudited years of Group companies are presented in note 15.

8. Land, buildings and equipment

During the current period, additions in terms of land, buildings and equipment at Group level stood at Euro 28,397,182 (1st half of 2013: Euro 12,952,907) while sales came to Euro 2,880 (1st half of 2013: Euro 29,648) and the respective earnings from sales came to Euro 4,579 (1st quarter of 2013: Euro 34,787). The profit from the sale of fixed assets is presented in the account "Other income" in the Income Statement.

At company level, additions stood at Euro 2,566,139 (1st half of 2013: Euro 374,731) while sales came to Euro 2,020 (1st half of 2013: Euro 1,876) and the respective earnings from sales came to Euro 2,020 (1st quarter of 2013: Euro 5,814). The profit from the sale of fixed assets is presented in the account "Other income" in the Income Statement.

From January 1, 2014 no depreciation has been charged in unused assets of the Group and of the Company, which reduced depreciation by Euro 351,123 and Euro 303,369 respectively.

9. Intangible assets

During the current period, additions of intangible assets at Group level stood at Euro 198,379 (1st half of 2013: Euro 2,941,806) while no sales were made.

At company level, additions stood at Euro 151,141 (1st half of 2013: Euro 138,376) while no sales were made.

10. Participations

On 25 February 2014, the subsidiary HELLENIC CABLES SA participated in the capital increase of its subsidiary by 100% FULGOR SA with the amount of Euro 4,112,000.

During the current period the companies AKRO SA (Greece), HABAKIS LTD (Greece), HALCOR RESEARCH & DEVELOPMENT SA (Greece) and METAL GLOBE DOO (Serbia) were not consolidated, while they were consolidated in the previous period and the corresponding period of previous year with the full consolidation method. These companies are under liquidation, which was not completed by the date of publication of the Semi-annual Financial Report. The results of the liquidation are not expected to have a significant influence due to the insignificance of their amounts.

11. Inventories

On January 1, 2014 there was a reversal of the provision for impairment of inventories held on 31/12/2013 amounting to Euro 3.1 million for the Group and Euro 0.7 million for the Company.

For the period 1 January to 30 June 2014 the Group made a provision for inventories impairment to net realizable value of Euro 901,709. The amount of provision is included in the account "Cost of sales".

12. Loans - Financial Leases

| | GROUP | | COMPANY | |
|-------------------------------|--------------------|--------------------|--------------------|--------------------|
| | 30/6/2014 | 31/12/2013 | 30/6/2014 | 31/12/2013 |
| (Amounts in euro) | | | | |
| Long-term lending | | | | |
| Bank borrowings | 102.079.094 | 105.615.799 | - | - |
| Bond loans | 299.653.837 | 299.014.996 | 179.074.962 | 178.929.499 |
| Total long-term loans | 401.732.932 | 404.630.796 | 179.074.962 | 178.929.499 |
| Short-term loans | | | | |
| Bank borrowings | 190.876.347 | 167.389.305 | 61.116.771 | 76.091.219 |
| Finance Lease Obligations | 84.055 | 166.641 | - | - |
| Total short-term loans | 190.960.402 | 167.555.946 | 61.116.771 | 76.091.219 |
| Total loans | 592.693.334 | 572.186.741 | 240.191.733 | 255.020.719 |

The maturity dates of long-term loans are:

| | GROUP | | COMPANY | |
|-----------------------|--------------------|--------------------|--------------------|--------------------|
| (Amounts in euro) | | | | |
| Between 1 and 2 years | 18.043.276 | 3.985.261 | - | - |
| Between 2 and 5 years | 353.429.176 | 371.331.268 | 179.074.962 | 178.929.499 |
| Beyond 5 years | 30.260.479 | 29.314.267 | - | - |
| | 401.732.932 | 404.630.796 | 179.074.962 | 178.929.499 |

During the current period, the Company did not draw bank loans while repaid loans of Euro 14,828,986. At Group level, during the current period the loans taken out amounted to Euro 36,875,038 while the sum of Euro 15,005,958 was repaid.

The fair values of loans are approximately equal to their book values as loans bear mainly floating interest rates. The book values of the Group's loans concern loans issued in Euro.

For the Group's bank loans, mortgages on properties of Euro 379 million were set up (Euro 217 million is the amount for the parent company).

13. Commitments

The Group rents lifting, fork-lift trucks and passenger cars. The duration of such leases varies but none of them exceeds five years as of the leasing agreement. During the period ended 30 June 2014, expenses amounting to Euro 130,298 were posted to Company Results (31 December 2013: Euro 260,110) while the sum of Euro 616,259 was posted to Group results (31 December 2013: Euro 1,162,127).

14. Contingent liabilities/ assets

A provision has been raised for the financial years that have not been audited in tax terms: Group: Euro 240,000.

There is also a balance of other provisions referring to provisions for overheads: Group: Euro 90,000 and Company: Euro 90,000.

There are no other cases than those cited above that are pending against the Group.

15. Tax unaudited financial years

The Group companies may be liable for income taxes due to financial years that have not been audited by tax authorities. The provisions for such open financial years are set out in note 14. These unaudited years are broken down as follows:

| COMPANY NAME | COUNTRY | HOLDING % | CONSOLIDATION METHOD | TAX UNAUDITED FINANCIAL YEARS |
|---------------------------|-----------|----------------|----------------------|-------------------------------|
| HALCOR SA | GREECE | Parent Company | - | 2009-2010 |
| HELLENIC CABLES SA | GREECE | 72,53% | Full Consolidation | 2009-2010 |
| STEELMET SA | GREECE | 51,00% | Full Consolidation | 2010 |
| SOFIA MED S.A. | BOULGARIA | 100,00% | Full Consolidation | 2011-2013 |
| METAL AGENCIES L.T.D. | UK | 49,51% | Full Consolidation | - |
| BELANTEL HOLDINGS L.T.D. | CYPRUS | 100,00% | Full Consolidation | 2010-2013 |
| COPPERPROM LTD | GREECE | 69,01% | Full Consolidation | 2010-2013 |
| FITCO SA | GREECE | 100,00% | Full Consolidation | - |
| TECHOR SA | GREECE | 68,97% | Full Consolidation | 2009-2013 |
| DIAPEM TRADING SA | GREECE | 33,33% | Equity Method | 2010-2013 |
| ELKEME SA | GREECE | 30,44% | Equity Method | 2010 |
| VIEXAL SA | GREECE | 26,67% | Equity Method | 2010-2013 |
| S.C. STEELMET ROMANIA S.A | ROMANIA | 40,00% | Equity Method | - |
| TEPRO METALL AG | GERMANY | 36,21% | Equity Method | 2011-2013 |
| HALCORAL SH. P.K. | ALBANIA | 100,00% | Full Consolidation | 2011-2013 |

16. Fair values of financial instruments

The different levels have been defined as follows:

- Level 1: consists of exchange traded derivatives which are based on market prices.
- Level 2: consists of OTC derivatives that are based on prices from brokers.
- Level 3: Includes unlisted shares. They come from estimates of the Company as there are no observable market data. They include investments in domestic and foreign companies with a stake of less than 20%. These contributions, which do not have a quoted market price and the fair value cannot be reliably measured, are measured at cost subject to impairment testing.

| GROUP | 30/6/2014 | | | 31/12/2013 | | |
|-------------------------------------|------------------|----------------|------------------|-------------------|----------------|------------------|
| | Level 1 | Level 2 | Level 3 | Level 1 | Level 2 | Level 3 |
| (Amounts in euro) | | | | | | |
| Available for sale financial assets | 498.101 | 79.459 | - | 760.810 | 15.811 | - |
| Derivative financial assets | - | - | 4.157.478 | - | - | 4.115.478 |
| | 498.101 | 79.459 | 4.157.478 | 760.810 | 15.811 | 4.115.478 |
| Derivative financial liabilities | 724.193 | 364.951 | - | 277.504 | 210.096 | - |

| COMPANY | 30/6/2014 | | | 31/12/2013 | | |
|-------------------------------------|------------------|----------------|------------------|-------------------|----------------|------------------|
| | Level 1 | Level 2 | Level 3 | Level 1 | Level 2 | Level 3 |
| (Amounts in euro) | | | | | | |
| Available for sale financial assets | 398.137 | 78.857 | - | 65.465 | 14.976 | - |
| Derivative financial assets | - | - | 3.657.618 | - | - | 3.615.618 |
| | 398.137 | 78.857 | 3.657.618 | 65.465 | 14.976 | 3.615.618 |
| Derivative financial liabilities | 45.469 | 135.619 | - | 99.491 | 112.573 | - |

17. Transactions with affiliated parties

The transactions with affiliated parties are analyzed below:

| | GROUP | | COMPANY | |
|---------------------------------|-------------------|-------------------|-------------------|--------------------|
| | 30/6/2014 | 30/6/2013 | 30/6/2014 | 30/6/2013 |
| (Amounts in euro) | | | | |
| Sale of goods | | | | |
| Subsidiary companies | - | - | 61.172.150 | 75.000.354 |
| Associates | 42.333.293 | 44.182.715 | 20.314.827 | 18.088.717 |
| Other related parties | 13.252.973 | 29.633.078 | 1.731.121 | 15.188.252 |
| | 55.586.267 | 73.815.793 | 83.218.098 | 108.277.322 |
| Sale of services | | | | |
| Subsidiary companies | - | - | 2.710.515 | 2.430.255 |
| Associates | 306.183 | 187.306 | 36.374 | 20.601 |
| Other related parties | 1.704.636 | 1.484.938 | 241.575 | 722.772 |
| | 2.010.819 | 1.672.244 | 2.988.465 | 3.173.629 |
| Sale of fixed assets | | | | |
| Subsidiary companies | - | - | 2.000 | 3.600 |
| Other related parties | 20 | - | 20 | - |
| | 20 | - | 2.020 | 3.600 |
| Purchase of goods | | | | |
| Subsidiary companies | - | - | 8.445.375 | 7.150.686 |
| Associates | 2.475.021 | 1.385.917 | 27.164,54 | - |
| Other related parties | 65.300.281 | 84.736.992 | 7.201.538 | 7.178.888 |
| | 67.775.301 | 86.122.909 | 15.674.078 | 14.329.574 |
| Purchase of services | | | | |
| Subsidiary companies | - | - | 1.557.345 | 1.518.781 |
| Associates | 1.358.239 | 891.340 | 459.460 | 564.507 |
| Other related parties | 2.615.274 | 2.453.916 | 1.959.924 | 2.055.482 |
| | 3.973.513 | 3.345.256 | 3.976.729 | 4.138.770 |
| Purchase of fixed assets | | | | |
| Subsidiary companies | - | - | 45.032 | 1.585 |
| Associates | 58.398 | 4.607 | 6.448 | - |
| Other related parties | 1.423.813 | 1.404.351 | 152.640 | 115.394 |
| | 1.482.211 | 1.408.958 | 204.120 | 116.979 |

as at 30 June 2014

Services to and from affiliated parties as well as sales and purchases of goods are effectuated in accordance with the prices apply for non-affiliates.

Benefits to Key Management Personnel

| | GROUP | | COMPANY | |
|---|------------------|------------------|------------------|------------------|
| | 30/6/2014 | 30/6/2013 | 30/6/2014 | 30/6/2013 |
| (Amounts in euro) | | | | |
| Fees - benefits to the members of the Board of Directors and Executives | 1.808.334 | 1.625.115 | 622.097 | 703.741 |
| | 1.808.334 | 1.625.115 | 622.097 | 703.741 |

Balances at period end that arise from the sale-purchase of goods, services, fixed assets, etc.

| | GROUP | | COMPANY | |
|-----------------------------------|-------------------|-------------------|-------------------|-------------------|
| | 30/6/2014 | 31/12/2013 | 30/6/2014 | 31/12/2013 |
| (Amounts in euro) | | | | |
| Receivables from related parties: | | | | |
| Subsidiary companies | - | - | 32.481.132 | 38.758.277 |
| Associates | 13.714.740 | 11.421.750 | 7.110.654 | 10.726.316 |
| Other related parties | 6.633.408 | 8.197.081 | 1.648.354 | 4.001.544 |
| | 20.348.147 | 19.618.831 | 41.240.140 | 53.486.137 |
| Payables from related parties: | | | | |
| Subsidiary companies | - | - | 1.923.300 | 1.053.670 |
| Associates | 3.500.417 | 2.008.081 | 134.770 | 147.001 |
| Other related parties | 11.199.950 | 11.312.697 | 993.156 | 1.596.205 |
| | 14.700.367 | 13.320.778 | 3.051.227 | 2.796.876 |

18. Subsequent events

There are no material subsequent events after June 30, 2014.

