

### Interim Condensed Financial Statements as at 31<sup>st</sup> March 2011 (1 January - 31 March 2011)

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.

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

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### Interim Condensed Financial Report as at 31 March 2011

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### Interim Condensed Financial Report as at 31 March 2011

#### Statement of Financial Position

		GROUP		COMPANY		
(Amounts in euro)	note	31/3/2011	31/12/2010	31/3/2011 #	31/12/2010	
ASSETS						
Non-current assets						
Property, plant and equipment	7	313.293.229	316.958.739	105.164.480	107.305.309	
Intangible assets	8	571.723	652.245	153.193	186.079	
Investments properties		2.270.174	2.152.565	-	-	
Participations	9	6.466.609	6.082.122	148.624.542	148.524.542	
Financial assets available for sale		4.302.923	4.302.923	3.847.664	3.847.664	
Other receivables		1.327.004	1.227.938	621.482	522.497	
Deferred tax claims		5.699.867	6.259.224	-	-	
	-	333.931.529	337.635.756	258.411.361	260.386.090	
Current assets	-					
Inventories		283.416.887 -	222,506,376	106.536.426	77.259.197	
Trade and other receivables		206.017.765 -	212.053.462	115.000.193	108.343.287	
Derivatives		5.045.334 -	3.954.232	3.596.999	1.586.132	
Financial assets at fair value through the profit and loss statement		8.231 -	8.231	-		
Cash and cash equivalents		25.677.889 -	17.367.950	4.894.899	2.403.946	
cush and cush equivalents		520.166.106	455.890.252	230.028.517	189.592.561	
Total assets	-	854.097.635	793.526.008	488.439.878	449.978.651	
EOUITY	-	034.077.005	195.520.000	400.407.070	447.770.051	
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		(4.934.052)	(6.745.005)	07.150.004	07.158.004	
Other reserves		72.480.376	68.943.907	68.646.866	64.848.784	
Profit carried forward		(12.811.874)	(24.255.348)	(23.162.668)	-26.867.756	
Total	-	160.358.771	143.567.876	151.108.521	143.605.350	
Minority interest		24.936.412 -	24.477.763	131.100.321	145.005.550	
Total equity	-	185.295.184	168.045.640	151.108.521	143.605.350	
LIABILITIES	-	103.293.104	108.045.040	131.108.321	145.005.550	
Loans	10	184.285.569	156.060.632	112.180.702	113.889.035	
Deferred income tax liabilities	10	10.249.642	9.532.996	3.978.456	3.091.437	
		4.877.119				
Personell retirement benefits payable Government Grants		2.811.626	4.721.658 2.902.907	2.088.070 1.980.509	2.059.252	
Provisions	11				2.034.225	
Provisions	11	6.813.703	7.135.819	6.371.610	6.327.610	
	-	209.587.105	181.176.391	127.148.792	128.223.937	
Short-term liabilities		02 (02 502	00 210 775	20 122 626	42 105 211	
Suppliers and other liabilities		83.693.583	89.310.765	39.133.636	42.195.311	
Current tax liabilities	10	7.511.279	5.189.059	228.266	299.193	
Loans	10	363.416.755	338.157.544	167.163.091	128.584.417	
Derivatives		4.503.730	11.556.609	3.567.572	6.980.443	
Provisions	11	90.000	90.000	90.000	90.000	
	-	459.215.347	444.303.977	210.182.565	178.149.364	
Total liabilities	-	668.802.451	625.480.368	337.331.357	306.373.301	
Total equity and liabilities	-	854.097.635	793.526.008	488.439.878	449.978.651	

# Interim Condensed Financial Report

### as at 31 March 2011

#### **Income Statement**

		GROUP		COMP	ANY	
(Amounts in euro)	note –	1/1 - 31/3/2011	1/1 - 31/3/2010	1/1 - 31/3/2011	1/1 - 31/3/2010	
Sales		319.507.743	229.751.058	157.089.461	126.089.645	
Cost of goods sold		(295.161.501)	(220.921.245)	(147.285.208)	(120.920.881)	
Gross profit		24.346.241	8.829.813	9.804.252	5.168.764	
Other operating Income		4.829.715	1.911.411	1.997.561	1.300.378	
Selling expenses		(3.525.890)	(3.931.198)	(1.364.594)	(1.811.084)	
Administrative expenses		(5.336.934)	(5.234.284)	(2.414.769)	(2.650.564)	
Other operating Expenses	_	(2.865.910)	(2.042.352)	(1.208.425)	(698.655)	
Operating results		17.447.222	(466.611)	6.814.026	1.308.839	
Financial Income		71.694	646.108	1.509	15.147	
Financial Expenses		(7.521.634)	(4.015.925)	(3.450.192)	(1.648.361)	
Dividends		-	-	-	619.601	
Net Financial Result		(7.449.940)	(3.369.817)	(3.448.682)	(1.013.613)	
Profits from associated companies		225.166	(23.079)	-	-	
Profit/(Loss) before income tax		10.222.449	(3.859.507)	3.365.344	295.226	
Income tax expenses	14	(1.062.013)	1.709.629	339.744	1.597.724	
Net profit for the period from continued operations	_	9.160.436	(2.149.879)	3.705.088	1.892.950	
Attributable to:						
Shareholders of the Parent		8.750.568	(2.160.570)	3.705.088	1.892.950	
Minority interest	_	409.868	10.691	-		
	_	9.160.436	(2.149.879)	3.705.088	1.892.950	

Earnings per share that attributed to the Shareholders of the Parent for the period (amounts in €per share)

rarent for the period	(amounts in €per snare)				
Basic Earnings per share		0,0864	(0,0213)	0,0366	0,0187
Reluted Earnings per share		0,0864	(0,0213)	0,0366	0,0187

### Interim Condensed Financial Report as at 31 March 2011

#### **Statement of Comprehensive Income**

	GRO	DUP	COMPANY		
(Amounts in euro)	1/1 - 31/3/2011	1/1 - 31/3/2010	1/1 - 31/3/2011	1/1 - 31/3/2010	
Profit / (Loss) of the period from continuing operations	9.160.436	(2.149.879)	3.705.088	1.892.950	
Foreign currency translation differences	2.286.227	1.288.937	-	-	
Gain / (Loss) of changes in fair value of cash flow hedging	7.635.370	(775.283)	5.064.110	(840.698)	
Income tax on income and expense recognised directly in equity	(1.832.489)	193.821	(1.266.027)	210.174	
Other comprehensive income / (expense) after taxes	8.089.108	707.475	3.798.082	(630.523)	
Total comprehensive income / (expense) after tax for the period	17.249.544	(1.442.404)	7.503.170	1.262.427	
Attributable to:					
Equity holders of the parent company	16.179.052	(1.733.534)	7.503.170	1.262.427	
Minority interests	1.070.492	291.130	-	-	
Total comprehensive income / (expense) after tax for the period	17.249.544	(1.442.404)	7.503.170	1.262.427	

### Interim Condensed Financial Report as at 31 March 2011

#### 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, 2010	38.486.258	67.138.064	(2.718.093)	74.093.267	(10.780.117)	(5.855.150)	160.364.229	24.510.911	184.875.140
Foreign exchange differences	-	-	-	-	57.667	950.832	1.008.498	280.438	1.288.937
Hedging result minus tax	-	-	(581.462)	-	-	-	(581.462)	-	(581.462)
Net profit for the period	-	-	-	-	(2.160.570)	-	(2.160.570)	10.691	(2.149.879)
Total recognised net profit for the period	-	-	(581.462)	-	(2.102.903)	950.832	(1.733.534)	291.130	(1.442.404)
Transfer of reserves	-	-	-	3.451	(6.533)	-	(3.082)	3.082	-
Dividends payment to minority interest	-	-	-	-	-	-	-	(863.387)	(863.387)
Total amounts from shareholders' actions	-	-	-	3.451	(6.533)	-	(3.082)	(860.305)	(863.387)
Balance as of March 31, 2010	38.486.258	67.138.064	(3.299.555)	74.096.719	(12.889.554)	(4.904.318)	158.627.614	23.941.735	182.569.349
Balance as of March 31, 2010	38.480.258	07.138.004	(3.299.555)	/4.096./19	(12.889.554)	(4.904.318)	158.02/.014	23.941./35	182.569.349
Balance as of January 1, 2011	38,486,258	67.138.064	(4.952.248)	73.896.155	(24.255.348)	(6.745.005)	143.567.876	24.477.763	168.045.640
Foreign exchange differences	-	-	-	-	(185.349)	1.810.953	1.625.603	660.623	2.286.227
Hedging result minus tax	-	-	5.802.881	-	-	-	5.802.881	-	5,802,881
Net loss for the period	-	-	-	-	8.750.568	-	8.750.568	409.868	9.160.436
Total recognised net profit for the period	-	-	5.802.881	-	8.565.219	1.810.953	16.179.052	1.070.492	17.249.544
Transfer of reserves	-	-	-	(2.266.412)	2.878.255	-	611.843	(611.843)	-
Dividends payment to minority interest	-	-	-	-	-	-	-	-	-
Total amounts from shareholders' actions	-	-	-	(2.266.412)	2.878.255	-	611.843	(611.843)	-
Balance as of March 31, 2011	38.486.258	67.138.064	850.633	71.629.743	(12.811.875)	(4.934.052)	160.358.771	24.936.412	185.295.184

(Amounts in euro)	Share capital	Share premium reserves	Fair value reserves	Other reserves	Results carried forward	Total Equity
<u>COMPANY</u>						
Balance as of January 1, 2010	38.486.258	67.138.064	(2.447.019)	69.265.032	(9.915.155)	162.527.180
Hedging result minus tax	-	-	(630.523)	-	-	(630.523)
Net profit for the period	-	-	-	-	1.892.950	1.892.950
Total recognised net profit for the period	-	-	(630.523)	-	1.892.950	1.262.427
Balance as of March 31, 2010	38.486.258	67.138.064	(3.077.543)	69.265.032	(8.022.205)	163.789.606
Balance as of January 1, 2011	38.486.258	67.138.064	(4.214.097)	69.062.881	(26.867.756)	143.605.350
Hedging result minus tax	-	-	3.798.082	-	-	3.798.082
Net loss for the period	-	-	-	-	3.705.088	3.705.088
Total recognised net loss for the period		-	3.798.082	-	3.705.088	7.503.170
Balance as of March 31, 2011	38.486.258	67.138.064	(416.015)	69.062.881	(23.162.668)	151.108.521

### Interim Condensed Financial Report as at 31 March 2011

#### **Cash Flow Statement**

	GRO	GROUP		PANY
(Amounts in euro)	1/1 - 31/3/2011	1/1 - 31/3/2010	1/1 - 31/3/2011	1/1 - 31/3/2010
Cash flows from operating activities				
Profit / (loss) before taxes	10.222.449	(3.859.507)	3.365.344	295.226
Adjustments for:				
Depreciation of tangible assets	7.313.003	7.161.679	2.477.970	3.054.633
Depreciation of grants	(91.280)	(70.210)	(53.715)	(61.081)
Provisions	2.373.005	(1.648.025)	1.536.395	(1.972.179)
Investing activities result (income, expenses, profits and losses)	(296.860)	(623.029)	(1.509)	(15.147)
Interest charges & related expenses	7.521.634	3.771.989	3.450.192	1.648.361
(Profit) / loss from sale of tangible assets	(24.014)	(860)	(31.402)	(107.694)
(Profit) / loss from the fair value of derivatives	(1.044.369)	(2.360.706)	(671.825)	(1.285.506)
Loss from the destruction / Impairment of fixed assets	-	38.641	-	-
Decrease / (increase) in inventories	(63.265.980)	(24.405.554)	(30.749.054)	(9.552.722)
Decrease / (increase) in receivables	5.578.795	(51.494.663)	(6.776.462)	(45.189.928)
(Decrease) / Increase in liabilities (minus banks)	(4.247.445)	3.396.282	(3.311.061)	1.126.638
Interest charges & related expenses paid	(6.930.951)	(2.852.151)	(3.240.732)	(728.522)
Net Cash flows from operating activities	(42.892.014)	(72.946.114)	(34.005.861)	(52.787.921)
Cash flows from investing activities				
Purchase of tangible assets	(2.376.619)	(3.216.985)	(326.430)	(814.210)
Purchase of intangible assets	(29.604)	(21.044)	-	(14.898)
Sales of tangible assets	54.516	860	53.576	3.154.908
Interest received	71.694	646.108	1.509	15.147
Increase of participation in subsidiaries	-	-	(100.000)	-
Net Cash flows from investing activities	(2.280.014)	(2.591.061)	(371.345)	2.340.947
Cash flows from financing activities				
Dividends paid to shareholders of the parent	(2.182)	(794)	(2.182)	(794)
Loans received	88.418.966	84.778.456	43.037.008	50.648.681
Loans settlement	(34.934.818)	(146.559)	(6.166.667)	-
Dividends paid to minority interest	-	(858.055)	-	-
Net cash flows from financing activities	53.481.966	83.773.048	36.868.159	50.647.888
Net (decrease)/ increase in cash and cash equivalents	8.309.939	8.235.873	2.490.953	200.914
Cash and cash equivalents at the beginning of period	17.367.950	17.753.177	2.403.946	1.567.556
Cash and cash equivalents at the end of period	25.677.889	25.989.049	4.894.899	1.768.470

Interim Condensed Financial Report as at 31 March 2011

### Notes to the Interim Summary Financial Statements as at 31 March 2011

#### 1. Incorporation and Group Activities

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 31 March 2011 consist of the Company and its subsidiaries (the "Group").

The Group is operating in Greece, Bulgaria, Romania, Cyprus, United Kingdom, France, Germany, Italy and Serbia.

The individual and consolidated financial statements of the Company for the year ended on 31 December 2010 and on the interim periods are available at the Company's website <u>www.halcor.gr</u>.

The financial statements of the Group are included in the consolidated financial statements of VIOHALCO S.A.

#### 2. 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).

The Financial Statements do not include all the information required for thorough annual financial statements. To this effect, they should be read in conjunction with the annual Financial Statements of the year ended on 31 December 2010.

The financial statements were approved by the Company's Board of Directors on 26 May 2011.

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

#### **Interim Condensed Financial Report**

#### as at 31 March 2011

#### 3. Main accounting principles

The principal accounting policies adopted in the preparation of the interim financial statements are consistent with those followed in the preparation of the annual financial statements for the year ended December 31, 2010, except for the below mentioned adoption of new standards and interpretations applicable for fiscal periods beginning at January 1, 2011:

- IAS 32 "Classification on Rights Issues" (Amended)
- IAS 24 "Related Party Disclosures" (Revised)
- IFRIC 19 "Extinguishing Financial Liabilities with Equity Instruments"
- IFRIC 14 "Prepayments of a Minimum Funding Requirement" (Amended)
- **Improvements to IFRSs (May 2010):** In May 2010, the IASB issued its third omnibus of the following amendments to its standards, primarily with a view to removing inconsistencies and clarifying wording. The following amendments did not have any impact on the accounting policies, financial position or performance of the Group:
  - **IAS 1 "Presentation of Financial Statements":** This amendment clarifies that an entity will present an analysis of other comprehensive income for each component of equity, either in the statement of changes in equity or in the notes to the financial statements.
  - IAS 34 "Interim Financial Reporting": This improvement provides guidance to illustrate how to apply disclosure principles in IAS 34 and add disclosure requirements.
  - IFRS 3 "Business Combinations"
  - IFRS 7 "Financial Instruments: Disclosures"
  - IAS 27 "Consolidated and Separate Financial Statements"
  - IFRIC 13 "Customer Loyalty Programmes"

The following standards are issued but not yet effective:

- IFRS 9 "Financial Instruments Phase 1 financial assets, classification and measurement"
- IFRS 7 "Financial Instruments: Disclosures as part of its comprehensive review of off balance sheet activities" (Amended)
- IAS 12 "Deferred tax: Recovery of Underlying Assets" (Amended)

The Group has not early adopted any other standard, interpretation or amendment that was issued but is not yet effective.

### Interim Condensed Financial Report as at 31 March 2011

#### 4. Estimates

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.

Estimates and related assumptions are continuously revised. These revisions are recognized in the period they were made and any subsequent ones.

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 2010.

#### 5. Financial risk

As a result of the economic crisis, there was a re-examination of the credit limits per customer and no significant changes were accrued according to their insurance limits.

As for the rest, the Group's policy as regards issues related to hedging policy and, generally, risk management remains the same with that described in the annual financial statements.

**Interim Condensed Financial Report** 

as at 31 March 2011

#### 6. Operating segments

Operating segments refer to the business and geographical segments of the Group. The primary type of reference (operating segments) is based on the structure of Group Management and internal reporting system.

The Group includes the following main business segments:

Copper products

Cable products

Other Services

Results per sector for the period ended on March 31, 2010

March 31, 2010 (Amounts in euro)	Copper products	Cable products	Other Services	Total
Total gross sales by sector	177.182.391	75.206.225	26.382.612	278.771.227
Intercompany sales from consolidated entities	(33.933.805)	(13.547.109)	(1.539.256)	(49.020.170)
Net sales	143.248.586	61.659.116	24.843.356	229.751.058
Operating profits	(1.254.804)	424.286	363.907	(466.611)
Financial income	20.650	610.482	14.976	646.108
Financial expenses	(2.701.236)	(1.161.262)	(153.428)	(4.015.925)
Share at results of affiliated companies	-	38.810	(61.889)	(23.079)
Profit before income tax	(3.935.390)	(87.683)	163.566	(3.859.507)
Income tax	1.989.207	(99.887)	(179.692)	1.709.629
Net profit of the period	(1.946.182)	(187.570)	(16.126)	(2.149.879)

March 31, 2010	Copper products	Cable products	Other Services	Total
Asset	546.905.232	217.509.910	20.364.131	784.779.274
Total liabilities	433.314.345	149.304.009	19.591.571	602.209.925
Investments in tangible, intangible assets and investments in real estate	2.077.197	1.152.266	8.566	3.238.030

Other figures per sector that consists the Financial Results for the period ended on March 31, 2010

March 31, 2010 (Amounts in euro)	Copper products	Cable products Oth	er Services	Total
Depreciation of tangible assets	4.996.176	1.956.891	44.810	6.997.877
Amortization of intangible assets	39.626	123.658	518	163.802
Total depreciation	5.035.803	2.080.548	45.328	7.161.679
Impairment of claims	-	215.158	-	215.158

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Results per sector for the period ended on March 31, 2011

March 31, 2011 (Amounts in euro)	Copper products	Cable products	Other Services	Total
Total gross sales by sector	256.411.629	104.149.285	30.139.649	390.700.563
Intercompany sales from consolidated entities	(62.660.644)	(7.596.542)	(935.635)	(71.192.821)
Net sales	193.750.985	96.552.743	29.204.015	319.507.743
Operating profits	12.292.346	4.717.878	436.998	17.447.222
Financial income	5.208	25.044	41.442	71.694
Financial expenses	(5.519.216)	(1.707.677)	(294.740)	(7.521.634)
Share at results of affiliated companies	-	-	225.166	225.166
Profit before income tax	6.778.339	3.035.244	408.866	10.222.449
Income tax	(9.733)	(804.067)	(248.213)	(1.062.013)
Net profit of the period	6.768.606	2.231.177	160.653	9.160.436

March 31, 2011	Copper products	Cable products	Other Services	Total
Asset	596.024.204	235.306.788	22.766.642	854.097.635
Total liabilities	481.872.433	165.662.180	21.267.839	668.802.451
Investments in tangible, intangible assets and investments in real estate	816.057	1.578.643	11.523	2.406.223

Other figures per sector that consists the Financial Results for the period ended on March 31, 2011

March 31, 2011 (Amounts in euro)	Copper products	Cable products C	Other Services	Total
Depreciation of tangible assets	5.132.291	2.044.181	21.983	7.198.455
Amortization of intangible assets	37.061	74.766	2.721	114.548
Total depreciation	5.169.352	2.118.947	24.705	7.313.003
Impairment of claims	20.570	319.081	-	339.651

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

(Amounts in euro)	GROU	JP	COMPANY		
Sales	31/3/2011	31/3/2010	31/3/2011	31/3/2010	
Greece	61.595.195	58.425.977	28.546.005	30.754.445	
European Union	216.719.675	147.867.328	106.732.491	84.508.755	
Other European countries	19.270.768	11.450.129	10.155.914	4.974.505	
Asia	7.792.832	5.928.958	4.013.260	1.716.054	
America	7.963.326	761.472	3.979.411	54.794	
Africa	6.013.795	5.217.565	3.662.379	4.081.093	
Oceania	152.152	99.630	-	-	
Total	319.507.743	229.751.058	157.089.461	126.089.645	

	GROUP		COMPANY		
Total assets	31/3/2011	31/12/2010	31/3/2011	31/12/2010	
Greece	692.643.492	647.473.166	488.439.878	449.978.651	
Foreign	161.454.143	146.052.842	-	-	
Total	854.097.635	793.526.008	488.439.878	449.978.651	
Investments in tangible, intangible fixed assets & real estate	31/3/2011	31/12/2010	31/3/2011	31/12/2010	
Greece	945.277	7.644.849	326.430	2.550.587	
Foreign	1.460.946	5.701.549	-	-	
Total	2.406.223	13.346.399	326.430	2.550.587	

### Interim Condensed Financial Report

#### as at 31 March 2011

#### 7. Land, buildings and equipment

During the current period, additions in terms of land, buildings and equipment at Group level stood at Euro 2,376,619 (3 months of 2010: Euro 3,216,985) while sales came to Euro 54,516 (3 months of 2010: Euro 860) and the respective earnings from sales came to Euro 24,014 (3 months of 2010: Euro 860). 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 326,430 (3 months of 2010: Euro 814,210) while sales came to Euro 53,576 (3 months of 2010: Euro 3,154,908) and the respective earnings from sales came to Euro 31,402 (3 months of 2010: Euro 107,694). The profit from the sale of fixed assets is presented in the account "Other income" in the Income Statement.

#### 8. Intangible assets

During the current period, additions of intangible assets at Group level stood at Euro 29,604 (3 months of 2010: Euro 21,044) while no sales were made.

At company level, additions stood at Euro 0 (3 months of 2010: Euro 14,898) while no sales were made.

#### 9. Participations

The limited liability company under the name HALCORAL Sh.PK based in Tirana, Albania was established by HALCOR SA. The new company is a 100% subsidiary of HALCOR with an initial share capital of Euro 100,000 divided into 1,000 shares of nominal value of Euro 100 each, and principally engaged in marketing of copper, copper alloys and zinc.

### Interim Condensed Financial Report as at 31 March 2011

#### **10. Loans - Financial Leases**

	GROU	JP	COMPA	NY
(Amounts in euro)	31/3/2011	31/12/2010	31/3/2011	31/12/2010
Long-term lending				
Bank borrowings	27.593.780	15.343.843	-	-
Bond loans	156.691.789	140.716.789	112.180.702	113.889.035
Total long-term loans	184.285.569	156.060.632	112.180.702	113.889.035
Short-term loans				
Bank borrowings	363.416.755	338.157.544	167.163.091	128.584.417
Total short-term loans	363.416.755	338.157.544	167.163.091	128.584.417
Total loans	547.702.324	494.218.176	279.343.793	242.473.452
The maturity dates of long-term loans are:				
(Amounts in euro)				
Between 1 and 2 years	114.146.502	93.171.502	74.041.665	66.416.665
Between 2 and 5 years	70.139.067	62.889.130	38.139.037	47.472.369
	184.285.569	156.060.632	112.180.702	113.889.035

During the current period, the Company drawn bank loans of amount Euro 43,037,008 while at Group level, during the current period the loans taken out amounted to Euro 88,418,966.

#### 11. Provisions

During the current period, the Company raised additional provisions totalling Euro 44,000 as supplementary provision of proportionate interest for the fine imposed by the European Competition Commission (see note 13).

#### **12.** 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 31 March 2011, expenses amounting to Euro 101,739 were posted to Company Results (31 December 2010: Euro 405,130) while the sum of Euro 320,380 was posted to Group results (31 December 2010: 1,223,450).

#### 13. Contingent liabilities/ assets

In a research study that the European Competition Commission conducted regarding the European copper tube manufacturers, it established that certain companies violated the rules of competition in the copper sanitary tubes market. The European Commission imposed fines on seven companies, one of which was HALCOR S.A.. HALCOR's fine amounted to Euro 9.16 million for which the Company has issued a letter of guarantee of a corresponding value. Given that the Company deems that the abovementioned fine is unjustified and unfair and that the amount of the fine imposed was exorbitantly high, it has filed an appeal before the Court of the European Communities against the Commission's decision. On May 19, 2010 the General Court (Justice Court) issued its decision in Case T-21/05"HALCOR SA Metal Processing by the European Commission". The court found that the Commission infringed the principle of equal treatment in the fines imposed in 2004 and reduced the fine of HALCOR by 10%, setting the amount to Euro 8.25 million. Having carefully examined the text of the decision of the appeal (19/05/2010) as to fine the company in 2004 by the European Competition Commission, HALCOR filed a new appeal asking the partial or total annulment of the decision of the Court (European Court Communities) to annul or greater reduction of the fine. The Company's management, based on the opinion of its legal department as to the validity of its appeal, deems that the final amount of the abovementioned fine (if the validity of the fine is judicially justified and confirmed) will not exceed Euro 5 million, for which a provision has been raised and has burdened the 2004 operating results. If the court decision remains unchanged, the Company's and Group results will bear with the difference between the provision and the final amount of the fine plus the difference in interest. On 31 December 2010 the cumulative provision for the proportionate interest came to Euro 1,276,609 while an additional provision was raised for the current period that stands at Euro 44,000.

Mortgages totalling Euro 3,7 million have been registered on SOFIA MED's properties.

A provision has been raised for the financial years that have not been audited in tax terms: Group: Euro 250,000.

There is also a balance of other provisions referring to provisions for overheads: Group: Euro 333,000 and Company: Euro 141,000.

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

#### 14. Taxation

The current and deferred tax is broken down as follows:

	GROUP		СОМ	PANY
(Amounts in euro)	1/1 - 31/3/2011	1/1 - 31/3/2010	1/1 - 31/3/2011	1/1 - 31/3/2010
Income tax for the period	(1.066.398)	5.035	-	281.397
Deferred tax for the period	4.385	1.704.594	339.744	1.316.326

### **Interim Condensed Financial Report**

#### as at 31 March 2011

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	78,71%	Full Consolidation	2009-2010
STEELMET SA	GREECE	52,83%	Full Consolidation	2010
AKRO SA	GREECE	95,74%	Full Consolidation	2007-2010
SOFIA MED S.A.	BOULGARIA	100,00%	Full Consolidation	2009-2010
METAL AGENCIES L.T.D.	UK	92,98%	Full Consolidation	-
BELANTEL HOLDINGS L.T.D.	CYPRUS	100,00%	Full Consolidation	1999-2010
METAL GLOBE D.O.O.	SERBIA	53,61%	Full Consolidation	2007-2010
COPPERPROM LTD	GREECE	71,49%	Full Consolidation	2003-2010
FITCO SA	GREECE	100,00%	Full Consolidation	2005-2010
HAMBAKIS LTD LISENCE & DISTRIBUTION	GREECE	100,00%	Full Consolidation	2010
DIAPEM TRADING SA	GREECE	33,33%	Equity Method	2007-2010
ELKEME SA	GREECE	30,90%	Equity Method	2010
ENERGY SOLUTIONS S.A.	BOULGARIA	38,60%	Equity Method	2005-2010
VIEXAL SA	GREECE	26,67%	Equity Method	2003-2010
S.C. STEELMET ROMANIA S.A	ROMANIA	40,00%	Equity Method	2002-2010
TEPRO METALL AG	GERMANY	36,99%	Equity Method	2001-2010
HALCOR R&D SA	GREECE	70,00%	-	-
HALCORAL SH. P.K.	ALBANIA	100,00%	-	-

### Interim Condensed Financial Report as at 31 March 2011

### 15. Transactions with affiliated parties

The transactions with affiliated parties are analyzed below:

	GRO	UP	COMPANY	
(Amounts in euro)	31/3/2011	31/3/2010	31/3/2011	31/3/2010
Sale of goods				
Subsidiary companies	-	-	47.397.132	34.744.781
Associates	24.181.002	17.566.718	11.288.872	10.621.856
Other related parties	10.335.280	6.412.331	4.231.546	610.028
	34.516.282	23.979.049	62.917.551	45.976.666
Sale of services				
Subsidiary companies	-	-	1.737.496	650.004
Associates	7.275	40.019	7.275	3.001
Other related parties	461.979	974.234	97.234	93.264
	469.254	1.014.252	1.842.006	746.269
Sale of fixed assets				
Subsidiary companies	-	-	52.654	3.154.908
Other related parties	-	-	-	-
<b>1</b>	-	-	52.654	3.154.908
Purchase of goods				
Subsidiary companies	<u>-</u>	-	7.268.482	7.017.488
Associates	100.224	121.457	462	462
Other related parties	39.700.290	20.354.898	2.292.580	6.004.923
I I I I I I I I I I I I I I I I I I I	39.800.513	20.476.356	9.561.523	13.022.873
Purchase of services				
Subsidiary companies	<u>-</u>	_	538,754	756.528
Associates	316.619	345.326	243.237	283.133
Other related parties	485.366	902.342	320.470	722.543
<b>1</b>	801.985	1.247.667	1.102.461	1.762.203
Purchase of fixed assets				
Subsidiary companies		_	654	576
Associates	- -	-	- 054	-
Other related parties	302.907	312.768	102.562	74.911
o and related parties	302.907	312.768	102.502	75.487
	502.901	012.700	100.210	/0.10/

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				
	GRO	JP	COMP	ANY
(Amounts in euro)	31/3/2011	31/3/2010	31/3/2011	31/3/2010
Fees - benefits to the members of the Board of Directors and Executives	880.393	749.992	486.110	442.698
Provision of Executives' fees & benefits	-	-	-	-
Benefits due to the interruption of a collaboration	-	-	-	-
	880.393	749.992	486.110	442.698

### Interim Condensed Financial Report

#### as at 31 March 2011

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

	GRO	UP	COMPANY	
(Amounts in euro)	31/3/2011	31/12/2010	31/3/2011	31/12/2010
Receivables from related parties:				
Subsidiary companies	-	-	60.549.146	46.550.701
Associates	20.546.378	17.061.743	9.708.303	10.019.903
Other related parties	12.074.828	11.136.807	4.081.750	1.159.364
	32.621.206	28.198.550	74.339.199	57.729.967
Payables from related parties:				
Subsidiary companies	-	-	2.245.558	1.705.381
Associates	867.261	911.898	560.966	503.784
Other related parties	7.234.183	11.694.355	1.073.478	1.975.176
	8.101.444	12.606.253	3.880.002	4.184.341

#### 16. Reclassifications

There has been a reclassification in the consolidated cash flow of the period 01/01 - 31/03/2010, amount of Euro 243,936 from the item "Interest charges & related expenses" to the item "Interest charges & related expenses paid". This reclassification does not involve any change in the results and equity of the Group.

#### 17. Subsequent events

HALCOR SA signed a contract for a common bond of Euro 7,500,000 with the bank ALPHA BANK. The loan is for 1 year and issued under the Laws 3156/2003 and 2190/1920, pursuant to the decision of the Annual General Meeting of 17/6/2010 and the decisions of the Boards of Directors of 04/04/2011.

#### **Interim Condensed Financial Report**

#### as at 31 March 2011

#### HALCOR Company's No in the Reg. of SA: 2836/06/86/48 Address: Athens Tower, Duilding B. 2-4, Messoghion Avenue, 11527, Athens FINANCIAL DATA AND INFORMATION for the period from January 1, 2011 to March 31, 2011 (In accordance with the Decision 4/507/28.4.2009 of the Hellenic Capital Market Com nd results of HalLCOR, S.A. and the Group HalLCOR. The reader, wishing to be familiar with the company's financial position and results, should have access to the Company's Financial Statements, as provided by the International Financial Reporting Stand I as to the audit report of the auditor-accountent whenever it is required. Indicatively, be can visit the company's web site, where the information and data in question are presented. The figures illustrated below aim to give general information about the financial pos site of the Company Date of approval of the financial statements: May 26, 2011 Certified Austion: Harry Sirounis (Reg.No. SOBL 19071) Aust frm: KPMO Kymaiou Certified Austors, S.A. Review type: Not required DATA FROM STATEMENT OF COMPREHENSIVE INCOME (Amounts in €) DATA FROM STATEMENT OF FINANCIAL POSITION (an unts in €) GROUP COMPANY GROUP COMPANY 1 Jan - 31 Mar 2011 319,507,743 24,346,241 17,447,222 1 Jan - 31 Mar 2010 1 Jan - 31 Mar 2011 1 Jan - 31 Mar 2010 31-Mer-11 31-Dec-10 31-Mar-11 31-Dec-10 ASSETS Own use Fixed assets Investments in real estate Total turnover Gross Profit / (loss) Profit / (loss) before taxes, financing and investing res 229.751.058 8.829.813 (466.611) (3.859.507) 157.089.461 9.804.252 6.814.026 126.089.64 316.958.739 107.305.309 313,293,229 105.164.480 5.168.764 1.308.835 2.270.174 2.152.565 153.193 186.079 Intengible Assets Other non current assets 571.723 652.245 Profit / (loss) before taxes 10.222.449 3.365.344 295.22 153.093.600 106.536.426 111.512.049 17.796.404 17.072.207 152.094.702 77.259.197 Less: Taxes Profit / (loss) after taxes (A) (1.062.013) 1.709.629 339.744 1.597.724 Inventories 283.416.882 222.506.376 9.160.436 (2.149.079) 3.705.008 1.092.95 Trade receivables 167.327.914 101.190.999 09.941.029 Other current assets 29.880.332 48.688.012 7.085.143 19.988.390 Distributed to Cash and cash equivalents TOTAL ASSETS 25.677.889 17.367.950 4.894.899 Company's shareholders Minority shareholders 8.750.568 (2.160.570) 3.705.088 1 892 95 854.097.635 793.526.008 488.439.878 449.978.651 409.868 10.691 EQUITY AND LIABILITIES EQUITY AND LARKLITES Share capital (101,279,527 of $\leq$ 0.38) Other Company's shareholders equity (a) Minothy interests (b) Total equity (c) = (a) + (b) Long term borrowings liabilities Provisions / Other long term liabilities Provisions / Other long term liabilities 38.486.258 38.486.258 38.486.258 38,486,258 112.622.262 121.872.513 105.081.618 8.889.188 707.475 3.798.082 (638.523 105.119.092 Other comprehensive income / (expenses) after taxes (B) 143.567.87 Total comprehensive income / (expenses) after taxes (A) + (B) 17.249.544 (1.442.404) 7.503.170 1.262.42 24.936.412 24.477.763 185.295.184 184.835.014 168.045.640 156.883.011 151.108.52 143.605.350 Distributed to : 112.730.14 16.179.052 (1.733.534) 7.503.170 1.262.423 114,711,41 Company's shareholders Minority shareholders 24.752.090 24.293.380 14.418.645 13.512.524 1.070.492 291.130 Short term borrowings liabilities Other short term liabilities 363.416.755 338.157.544 167.163.09 128.584.417 95,798,592 106.146.433 43.019.475 49.564.948 Profit per share after taxes - basic (in €) Earnings after tax per share - diluted (in €) 0,0864 0,0864 (0,0213) (0,0213) 0,0366 0,0366 0,0187 0,0187 Total liabilities (d) TOTAL EQUITY AND LIABILITIES (c) + (d) 668.802.451 625,480.368 337.331.357 306.373.301 854.097.635 793.526.008 488.439.878 449.978.651 Profit / (loss) before taxes, financing and investing results & depreciation 24.668.945 6.624.050 9.238.280 4.302.391 DATA FROM STATEMENT OF CHANGES IN EQUITY (Amounts in 1) GROUP COMPANY Additional data and information : 143.605.350 163 31-Mer-11 Mer-11 31-Mer-10 31-Mer-11 168.045.840 184.875.140 143.805.33 1. The Group's companies and their locations, the percentage participation of their share capital that the Group owns as well as the consolid 1. The Group's companies and their locations, the percentage participation of their their capabit that the Group owns as were as the consolution interno used to incorporate them in the consolution framework and the second of the Group owns as were as the consolution interno 2. On May 19, 2010 the General Caurt (Justice Cazul) issued to decision in the appeal knowled by the European Competition Commission for breach of competition internol to the Statements of the 31/2010 1, we enally decision of the appeal (MuLCOR filed a new appeal issuing the partial or total annument of the decision of the Count to annum or greater relaction of the interpet the Tennonic Statements). The france Statements of the Count or annum or greater relaction of the file (see note 12 of the Financial Statements). The france Statements of the Counts are included in the consolidated minance list there Expressed by the Edotry of consolidation method <u>Company</u> <u>Company</u> <u>Consolidation</u> Annument of the Counts of the file (see note 12 of the Financial Statements). <u>Consolidation method</u> <u>Consolidation</u> and the Counts of the Counts of the file Consolidation file file (see note 12 of the Financial Statements). <u>Consolidation</u> method <u>Consolidation</u> Annument of the Counts of the second statement of the Counts of the file (see note 12 of the Financial Statements). <u>Consolidation</u> method <u>Consolidation</u> method <u>Consolidation</u> method Net equity at the beginning of the Period (1/1/2011 and 1/1/2010 respectively) 162.527.18 sive income after taxes 17.249.544 (1.442.404) 7.503.170 1.262.427 185.295.184 183.432.736 151.108.521 163.789.606 Increase / (decrease) of share capital Dividends distributed Increase / (decrease) of participation in subsidiaries (863.387) Control to the ResOftice Percentage holder Construct of the ResOftice Percentage holder Known are been dependent of the Standard Stand Purchases / (sales) of own shares Net equily at the end of the period. 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(296.860) 7.521.634 (24.014) (1.044.369) . (623.029) 3.771.989 (860) (2.360.706) 38.841 -(1.509) 3.450.192 (31.402) (671.825) . (15.147) 1.848.381 (107.694) (1.285.506) 880.393 9 The GROUP COMPANY 1 Jan - 31 Mar 2011 1 Jan - 31 Mar 2015 1 Jan - 31 Mar 2011 1 Jan - 31 Mar 2011 (1.065.030) 5.005 20.327 (3.385 1.704.594 339.744 1.318.328 or related to operating activities: income tax for the period Decrease / (increase) of inventories (63.265.980) (24.405.554) (30.749.054) (9.552.722) Deferred tax for the period Decrease / (increase) of receivable 5.578.795 (51.494.663) (6.776.462) (45.189.928) (Decrease) / Increase of obligations (except banks) (4.247.445) 3.396.282 (3.311.061) 1.126.638 10. The unsudited tax years of the Company and the companies of the Group are analytically presented in note No 14 of the Financial Statements 10. 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An the base time cosh how Statement of the Group or the parent Company sound attent we made in order to be comparable with that of the current year Total sash (used in) generated from operating astivities (a) (72.946.114) (31.005.861) (62.787.821) Investing activities Acquisition-sale of subsidiaries, affiliated com., consortiums and other investments (100.000) Purchase of tangible and intangible fixed assets (2.406.223) (3.238.030) (326.430) (829.108) (see note 16 of the Financial Statements) Receivables from sale of tangible and intangible fixed assets 54.516 71.694 53.576 3.154.908 860 646.108 Interest received 1.509 15.147 Total cash (used in) generated from investing activities (b) (2.280.014) (2.591.061) (371.345) 2.340.947 **Financing activities** ue of co Receivables from issued / assumed loans 88.418.966 43.037.008 84.778.456 50.648.681 Loans paid up (34.934.818) (146.559) (6.166.667) Repayments of financial leasing liabilities (capital installments) ceivables from grants nds paid (2.182) (2.182) Transmus you Trail cash (used in) generated from financing activities (c ) Net increase / (docrease) in cash and cash equivalents for the year (a)-(b)-( c Cash and cash equivalents at the end of the year Cash and cash equivalents at the end of the year 53.481.966 8.309.939 \$3.773.848 \$.235.873 36.868.159 2.490.953 58.647.888 200.914 17.367.950 17.753.177 2.403.946 25.677.889 25.989.049 4.894.899 1.768.470 Athens, May 26, 2011 THE CHAIRMAN OF THE BOARD OF DIRECTORS THEODOSSIOS PAPAGEORGOPOULOS Id.C.No. AE 135393 A MEMBER OF THE BOARD OF DIRECTORS GEORGE PASSAS Id.C.No. & 020251 THE GROUP CHIEF FINANCIAL OFFICER SPYRIDON KOKKOLIS Id.C.No. X 701209 THE MANAGING DIRECT SAPOUNTZIS PERIKLIS Id.C.No. AH 582570