Annual Financial Report

For the Period from 1st of January to 31st of December 2012

In accordance with Law 3556/2007

SIDENOR STEEL PRODUCTS
MANUFACTURING COMPANY S.A.
Societe Anonyme Reg. No.: 2310/06/B/86/20 2-4 Mesogeion Ave. Athens

These financial statements have been translated from the original statutory financial statements that have been prepared in the Greek language. In the event that differences exist between this translation and the original Greek language financial statements, the Greek language financial statements will prevail over this document.

Table of contents

A. Board of Directors Statements

(According to article 4, par 2, of Law no. 3556/2007)

The Members of the Board of Directors of the Societe Anonyme with the trade name SIDENOR STEEL PRODUCTS MANUFACTURING COMPANY S.A. and the distinctive title SIDENOR S.A., based in Athens, 2-4, Mesogeion Avenue:

1. George Kalfarentzos, son of Christos, Chairman of the Board of Directors,
2. Sarantos Milios, son of Konstantinos, Managing Director and BoD member,
3. Papantoniou Vasilios, son of Athanasios, BoD member as per decision of the Company's Board of Directors, dated 21-02-13

in our above capacity, hereby state and confirm that according to our knowledge:

The company and consolidated financial statements of SIDENOR SA., for the fiscal year 01.01.2012-31.12.2012, which have been compiled according to the International Financial Reporting Standards, provide a true and fair view of the assets and the liabilities, the own capital and the financial results of SIDENOR S.A., as well as the entities included in the consolidated financial statements, taken as a whole.
Furthermore, it is confirmed to the best of our knowledge, that the Board of Directors' Annual Report presents in a true way the progress, the performance and the net equity position of the Company, as well as the companies included in the consolidation in total, with a description of the major risks and uncertainties they confront.
Also, the Board of Directors' Annual Report contains the Corporate Governance Statement presenting information as stated in the paragraph 3d article 43a of Codified Law 2190/1920.

Athens, 27 February 2013

The certifying persons,

The Chairman of the BoD	The Chief Executive& Member of the BoD	The Member designated by the BoD
Kalfarentzos George ID no. F 147183	Milios Sarados ID no. AI 647195	Papantoniou Vasilios ID no. R 717094

B. Board of Directors' Annual Report

The Annual Report of the Board of Directors, which follows (to be hereby referred as «Report»), concerns the financial year 2012 (01.01.2012 - 31.12.2012). The Report has been prepared and is in accordance with the relevant provisions of the Law 3556/2007 (GG 91A/30.4.2007) and with the executive decisions issued thereunder by the Capital Market Commission and in particular with decision nr. 7/448/11.10.2007 of the BoD of the Capital Market Commission, as well as the provisions of Law 3873/2010.

The current Report includes all information relevant and necessary by law , in order to provide material information regarding the activities of the reference period of the company SIDENOR STEEL PRODUCTS MANUFACTURING COMPANY S.A. (hereunder referred to as the «Company» or «SIDENOR») as well as of the SIDENOR Group, in which, besides SIDENOR, the following affiliated companies are included:

Company	Participation	Consolidation method	Unaudited years	Company	Participation	Consolidation method	Unaudited years
SIDENOR S.A.	-	Parent Company	-	ARGOS S.A.	69,28%	Full consolidation	2009 - 2010
SOVEL S.A.	64,01%	Full consolidation	2010 - 2010	CORINTH PIPEWORKS S.A.	78,55%	Full consolidation	2008 - 2010
SIDENOR STEEL INDUSTRY S.A.	100,00%	Full consolidation	2007 - 2010	SIDMA S.A.	24,59%	Net balance	2008 - 2010
STOMANA INDUSTRY S.A.	100,00%	Full consolidation	2010 - 2012	DIAPEM S.A.	33,35%	Net balance	2010 - 2010
ERLIKON WIRE PROCESSING S.A.	98,86%	Full consolidation	2006 - 2010	V.EPE.M. S.A.	50,00%	Net balance	2003 - 2010
AEIFOROS S.A.	90,00%	Full consolidation	2010 - 2010	METALOURGIA ATTIKIS S.A.	50,00%	Net balance	2007 - 2010
THERMOLITH S.A.	63,00%	Full consolidation	2010 - 2010	EL.K.E.ME. S.A.	20,00%	Net balance	2010 - 2010
PROSAL S.A.	100,00%	Full consolidation	2007 - 2010	DOMOPLEX LTD	45,00%	Net balance	2007 - 2012
TEPRO STEEL EAD	100,00%	Full consolidation	2008 - 2012	DOJRAN STEEL LLCOP	100,00%	Full consolidation	2012 - 2012
BOZETTI LTD	100,00%	Full consolidation	2008 - 2012	SIDERAL SHPK	100,00%	Full consolidation	2005 - 2012
VEMET S.A.	100,00%	Full consolidation	2003 - 2010	SIDEROM STEEL SLR	100,00%	Full consolidation	2007 - 2012
ETIL S.A.	69,98%	Full consolidation	2004 - 2010	ZAO TMK-CPW	38,49%	Net balance	2007 - 2012
PRAKSYS S.A.	51,00%	Full consolidation	2010 - 2010	BIODIESEL A.E.	16,00%	Net balance	2007 - 2010
DIA.VI.PE.THIV. S.A.	53,01%	Full consolidation	2010 - 2010	AWM SPA	34,00%	Net balance	2006 - 2012
AEIFOROS BULGARIA SA	90,00%	Full consolidation	2007 - 2012	PORT SVISHTOV WEST SA	73,09%	Full consolidation	2008 - 2012
VET S.A.	64,01%	Full consolidation	2010 - 2010	PRISTANISHTEN KOMPLEX SVILOSA EOOD	73,09%	Full consolidation	2004 - 2012
VEAT S.A.	41,60%	Full consolidation	2003 - 2010	SIDEBALK STEEL DOO	100,00%	Full consolidation	2011 - 2012
SIGMA A.E.	69,28%	Full consolidation	2007 - 2012	PROSAL TUBES S.A.	100,00%	Full consolidation	2008 - 2012
				JOSTDEX LTD	94,00%	Full consolidation	2010 - 2012

The chapters of the report and their contents are as follows:

A. Important events in the financial year 2012

The most important events that took place during the first half of 2012 are the following:

The Boards of Directors of the Societes Anonymes SIDENOR S.A. and DEPAL S.A., a 100% subsidiary of SIDENOR S.A., at their meetings held on 31/10/2012 have decided the spin-off of the industrial sector of SIDENOR S.A., having as object of operation the processing of steel scrap for the production of long steel products and its contribution to DEPAL S.A, according to Law 2166/1993 (Article 4) based on the balance sheet transformation of October 31, 2012.

This spin-off is part of Sidenor Group's structure rationalization with an aim to provide clearer picture and management of its individual functions.

The Company's Extraordinary General Meeting held on 11.12.2012 approved the spin-off of the industrial sector, having as object of operation the processing of steel scrap for the production of long steel products and its contribution to a 100% subsidiary DEPAL S.A. The Extraordinary General Meeting also decided to rename the company to SIDENOR STEEL INDUSTRY S.A.

Detailed presentation of the transferred sector is shown in note 42 of the financial statements.

Resolutions of the Annual Ordinary General Meeting

During the Annual Ordinary General Meeting of the Company's Shareholders that took place in Athens, on June 28th, 2012 at 11.00 pm, the following were decided:

(i) Approval of the Annual Financial Statements of the fiscal year 2011, along with the corresponding Board of Directors Report and the Chartered Accountant/ Auditor's Report.

(ii) Release of the BoD members and the Chartered Accountant/Auditor from any compensation liabilities for the fiscal year ended on December 31, 2011.

(iii) Appointment of audit firm "PriceWaterHouseCoopers" as auditors for financial year 1/1-31/12/2012 with their remuneration to be fixed following their pertinent proposal.

(iv) Election of the members of the new Board of Directors for one year (this tenure of the members of the Board of Directors will begin on the day following the election and will end on the date of Annual General Meeting of the year 2013), as follows:

1. GEORGE KALFARENTZOS, BOD CHAIRMAN, EXECUTIVE MEMBER
2. NIKOLAOS KOUDOUNIS, BOD VICE-CHAIRMAN, EXECUTIVE MEMBER
3. SARADOS MILIOS, EXECUTIVE MEMBER
4. GEORGE SOULITZIS, NON-EXECUTIVE MEMBER
5. VASILIOS PAPANTONIOU, EXECUTIVE MEMBER
6. GEORGE PASSAS, NON-EXECUTIVE MEMBER
7. IOANNIS IKONOMOU, NON-EXECUTIVE MEMBER
8. ANDREAS KYRIAZIS, NON-EXECUTIVE AND INDEPENDENT MEMBER
9. EFSTATHIOS STRIMBER, NON-EXECUTIVE AND INDEPENDENT MEMBER

(v) The General Meeting also approved the amounts to be paid to the Board members as remuneration, pursuant to the stipulations of paragraphs 2, of article 24 of Law no. 2190/1290.

(vi) The General Meeting approved the issuance of common bond loans, according to Law 3156/2003, up to a total amount of hundred million euro that will be covered totally by banks. The objective of the loans is to refinance part of the Company's debt obligations.

(vii) Members of the monitoring committee under article 37 of Law no. 3693/2008 were appointed the following:
1. GEORGE PASSAS, NON-EXECUTIVE MEMBER
2. IOANNIS IKONOMOU, NON-EXECUTIVE MEMBER
3. ANDREAS KYRIAZIS, NON-EXECUTIVE AND INDEPENDENT MEMBER

B. Significant transactions with Associates

The transactions of associates primarily concern the trading and processing of steel products (finished and semi - finished). Through these transactions the companies are able to achieve economies of scale by taking advantage of the Group's size. The Group's commercial transactions with associated persons during 2012 have been performed under market terms and in the context of normal business activities. The transactions between associates within the context of IAS 24 are analyzed as follows:

Transactions with Subsidiaries

(amounts in thousands €)

SUBSIDIARIES	Sales of goods and services	Purchases	Capitalized products and services	Receivables	Liabilities
SIDENOR S.A.	132.942	39.596	169	3.199	6.406
SOVEL S.A.	6.633	36.322	209	16.706	6.556
DEPAL S.A.	24.715	4.207	28	53.069	15.013
STOMANA INDUSTRY S.A.	55.964	39.503	-	14.280	9.369
ERLIKON WIRE PROCESSING S.A.	2.252	11.759	8	1.181	6.051
AEIFOROS S.A.	3.661	397	5	2.378	102
THERMOLITH S.A.	2.002	54	-	236	71
PROSAL S.A.	1	4.464	-	-	2.529
TEPRO STEEL EAD	1.942	812	265	233	16
BOZETTI LTD	-	139	-	-	139
ETIL S.A.	5.308	326	7	313	391
PRAKSYS S.A.	418	18	-	53	79
DIA.VI.PE.THIV. S.A.	843	358	1	1.053	5.830
AEIFOROS BULGARIA SA	222	495	2	14	29
VET S.A.	1.294	616	-	325	17
SIGMA S.A.	4.739	803	-	1.277	52
ARGOS S.A.	2.533	44	-	173	15
CORINTH PIPEWORKS S.A.	2.201	3.363	14	7.398	1.039
DOJRAN STEEL LLCOP	14.752	45.132	-	981	27.693
SIDERAL SHPK	33	24.025	-	33	9.634
SIDEROM STEEL SLR	-	46.798	-	-	10.647
PROSAL TUBES S.A.	4.698	1.556	-	1.524	912
PORT SVISHTOV WEST SA	168	11	-	654	-
PRISTANISHTEN KOMPLEX SVILOSA EOOD	-	-	-	-	571
SIDEBALK STEEL DOO	241	6.023	-	79	1.997
	267.563	**266.821**	**708**	**105.158**	**105.158**

The majority of the transactions with subsidiary companies have been carried out by SIDENOR, SIDENOR STEEL INDUSTRY (former DEPAL), SOVEL, STOMANA, ETIL, SIGMA and DOJRAN and concern purchase and sell transactions on finished and semi-finished steel products.

Transactions with Affiliates

(amounts in thousand €)

AFFILIATES	Sales of goods and services	Purchases	Assets and capitalized products and services	Receivables	Liabilities	Income from dividends
SIDENOR S.A.	4.592	2.052	-	1.977	200	89
SOVEL S.A.	-	102	2	-	155	-
STOMANA INDUSTRY S.A.	10.217	339	-	873	574	-
SIDENOR STEEL INDUSTRY S.A.	464	1.865	-	8.630	1.389	-
CORINTH PIPEWORKS S.A.	90	132	25	223	47	1.347
ERLIKON WIRE PROCESSING S.A.	235	339	-	1.206	60	-
AEIFOROS S.A.	-	1	2	-	-	-
PROSAL S.A.	-	246	-	1.569	127	-
ETIL S.A.	48	215	-	3	86	-
PRAKSYS S.A.	285	-	-	261	-	-
DIA.VI.PE.THIV. S.A.	-	1	1	-	-	-
VET S.A.	-	7	-	-	-	-
SIGMA S.A.	-	48	-	-	3	-
ARGOS S.A.		28	-	-	16	-
DOJRAN STEEL LLCOP	-	20	-	-	3	-
SIDERAL SHPK	36	60	-	17	-	-
SIDEROM STEEL SLR	133	-	-	-	-	-
PROSAL TUBES S.A.	68	86	-	15	-	-
	16.168	**5.541**	**29**	**14.772**	**2.660**	**1.436**

The most important transactions with affiliates are carried out by SIDENOR and STOMANA with the SIDMA Group. The latter operates as a commercial intermediary for part of the products of the steel Group.

SIDENOR's dividend income is derived from DOMOPLEX (€4 thousand) and METALOURGIA ATTIKIS (€85 thousand).

Respectively, CORINTH PIPEWORKS' dividend income is derived from ZAO TMK-CPW (€1,347 thousand).

Transactions with other Affiliates

The transactions with the Other Affiliates pertain to transactions with companies of the Viohalco Group, of which SIDENOR is also a subsidiary.

(amounts in thousand €)

OTHER AFFILIATED	Sales of goods and services	Purchases	Assets	Receivables	Liabilities	Income from dividends
SIDENOR S.A.	13.490	9.396	4	730	298	-
SOVEL A.E.	34	97.374	31	6	9.504	42
SIDENOR STEEL INDUSTRY S.A.	1.824	1.637	3	8.753	913	-
STOMANA INDUSTRY S.A.	5.396	10.446	-	1.943	3.040	-
CORINTH PIPEWORKS S.A.	5.713	2.813	214	4.835	894	-
ERLIKON WIRE PROCESSING S.A.	3.347	387	0	838	128	-
AEIFOROS S.A.	1.022	24	106	52	3	-
THERMOLITH S.A.	-	14	-	-	11	-
PROSAL S.A.	-	57	-	377	22	-
ETIL S.A.	854	49	6	258	1	-
TEPRO STEEL EAD	-	17	-	-	2	-
ARGOS S.A.	-	1	-	-	-	-
VET S.A.	-	3	-	-	1	-
PRAKSYS S.A.	2	25	-	2	3	-
BOZETTI LTD	200	0	4	127	-	-
AEIFOROS BULGARIA SA	301	5	-	15	40	-
SIGMA A.E.	588	36	1	126	-	-
DOJRAN STEEL LLCOP	8	16	-	8	-	-
DIA.VI.PE.THIV. S.A.	184	0	-	10	683	-
SIDEROM STEEL SLR	-	506	-	-	37	-
SIDERAL SHPK	188	0	-	127	-	-
PROSAL TUBES S.A.	-	1	-	-	-	-
SIDEBALK STEEL DOO	33	16	-	-	1	-
	33.184	**122.824**	**369**	**18.207**	**15.581**	**42**

Transactions with other associates are realized mainly by SIDENOR, SIDENOR STEEL INDUSTRY, CORINTH PIPEWORKS, ERLIKON, AEIFOROS, STOMANA and DOJRAN. The companies they cooperate with are mainly METAL AGENCIES (trade in finished products), ANAMET and METAL VALUES (raw materials purchasing).

SOVEL' dividend income is derived from STEELMET S.A. (€ 42 thousand).

Directors and Senior Officers Remuneration

The following table shows the Board of Directors and Senior Officers Remuneration:

(amounts in € thousand)

	CONSOLIDATED		COMPANY	
	3/12/2012	31/12/2011	3/12/2012	31/12/2011
Total remunaration of Executives & Directors of the Board	2.208	2.231	481	662
Compensation for termination of employment	-	40	-	-

	CONSOLIDATED		COMPANY	
	3/12/2012	31/12/2011	3/12/2012	31/12/2011
Obligations to Executives & Directors of the Board (earnings distribution)	62	109	-	-

C. Company Branches

Group SIDENOR main facilities through its subsidiaries are located in Greece, Bulgaria, F.Y.R.O.M., Albania, Romania, Serbia and Cyprus. The core activities of the branches are the production and trading of steel products.

D. Group Trends and Performance

The adverse economic conditions that continue to prevail in Greece in combination with the growth deceleration in Central Europe and the Balkans, had a detrimental effect on the financial results of the group.

The continuing positive results of the subsidiary CORINTH PIPEWORKS, which is exclusively active in an international environment, balance out the Group's performance while supporting its efforts to furthermore reinforce its international outlook and increase its exports.

The primary objective of the Group's Management is the enhancement of its competitiveness, by reducing its operational costs, working capital reduction and the expansion of its activities into new markets.

Consolidated sales of the SIDENOR Group amounted to €1,047 million in 2012 compared to €1,247 million in 2011, decreased by 16%. Earnings before taxes amounted in 2012 to € (76) million compared to €(59) million in 2011, while earnings before interest, taxes, depreciations and amortizations (EBITDA) amounted to €27 million compared to €35 million in 2011. Lastly, consolidated profit after taxes and minority interests amounted to € (67) million compared to € (49) million in the 2011 financial year.

The Group's administrative and selling expenses amounted to €109 million in 2012 compared to €125 million in 2011, while financial results amounted to 38 million compared to 34 million in 2011.

Regarding the parent company SIDENOR S.A., turnover amounted to €217 million, compared to €277 million in 2011, while net loss remained constant at € (26) thousand. The result after taxes amounted to € (26) million and does not contain the result of the sector of 1/11-31/12/2012 that was transferred to SIDENOR STEEL INDUSTRY (€ -4.6 million), compared to € (26) million in 2011.

With the implementation of the SIDENOR Group's investment program for 2012, it made investments totaling € 25 million. The SIDENOR Group's investment program is in accordance with the broader strategy for further improvement of production plant productivity, reinforcement of safety at the work place, and sustainable growth.

The following tables reflect the growth of the Group's major financial ratios:

	31-Dec-12	31-Dec-11
Laverage ratio	1,21	1,10
Current ratio	0,93	1,03

	31-Dec-12	31-Dec-11
EBITDA Margin	2,59%	2,79%
Gross Margin	7,77%	8,18%

The total personnel employed as at 31/12/2012 for the Group was 2,745 employees and for the parent company 12, after the transfer of the industrial sector. On 31/12/2011, the Group had 2,989 employees, while the parent company had 298.

E. Primary Risks

Market Risk

Foreign exchange risk

The Group operates in Europe, and consequently the greater part of the Group's transactions are carried out in Euros. However, part of the Group's purchases is denominated in US Dollar.

To avoid this risk the Group makes use of forward contracts and pay his vendors promptly.

If, as at 31.12.2012, the EURO was appreciated by 10% (2011: 10%) compared to Russian ruble, with other variables remaining fixed, the Group's net worth would be decreased by €3,553,479 (2011: 2,795,516), while if it was depreciated by 10% (2011: 10%) the Group's net worth would be increased by € 4,343,141 (2011: 3,416,742).

If, as at 31/12/2012, USD was appreciated/ depreciated by 10% compared to the EURO, with the other variables remaining fixed, profit after taxes of the Group would be increased/ decreased by €1,654 thousand (2011: decreased by €3,576 thousand) and €2,021 thousand (2011: increased by € 4,371 thousand) respectively, mainly due to the currency losses/gains occurring from the conversion to EURO of the receivables, liabilities and cash and cash equivalents in USD. Net Assets would be respectively affected.

The loan interest is in the same currency as that used in the cash flows relating to the Group's operational activities, which is mainly Euro.

The Group's investments in other subsidiaries are not hedged, as these are regarded as long-term currency investments and have mainly been carried out in Euros.

Price risk

The purpose of risk management against market conditions is to control the Group's exposure to those risks, within the framework of acceptable parameters while optimizing results.

α) Products

The main market risk is the risk of fluctuations in the prices of raw materials (scrap), which determine to a great extent the final price of the products. Group policy is to show inventories at the lowest value between acquisition cost and net realizable value. In periods of price fluctuation results are affected by the depreciation of the value of stocks. The Group makes hedging using derivative financial products where available.

β) Investments

Investments are classified by the Group based on the purpose for which they were acquired.

Management decides on the suitable classification of the investment at the time of acquisition. It also estimates that there will be no effect of default on these investments.

There is no risk exposure for the group from the listed companies' share price fluctuation as only a very small number of shares are held in its possession.

Cash flow and fair value interest rate risk

The Group finances its investments and its cash flow requirements through bank and bond loans, which result in interest expense that charges its financial results. Upward trends in interest rates will have adverse effects on results, as the Group will incur additional cost of debt.

Interest rate risk is contained, as part of the Group's loans is subject to fixed interest rates, or directly with the use of financial instruments (interest rates Swaps).

If, as at 31/12/2012, interest rates were increased (decreased) by 0.25% / (-0.25%), the Group's profits before taxes effect would be (loss) / profit equal to (-€1,237 thousand) / €1,237 thousand. Group net assets would be affected proportionally.

Respectively, if, as at 31/12/2011, interest rates were increased (decreased) by 0.25% / (-0.25%), the Group's profits before taxes effect would be (loss) / profit equal to (-€1,456 thousand). / €1,456 thousand. Under the same scenario, the company's profits before taxes effect would be (loss) / profit equal to (-€293 thousand) / €293 thousand. Group and Company net assets would be affected proportionally.

Credit risk

Credit risk refers to the Group's risk of incurring a loss in the event a customer or third party fails to fulfil his contractual obligations under a financial instrument agreement and it is mainly related to receivables from customers. Credit risk arises from cash and cash equivalents, investments and derivative financial instruments (Note 15).

Customers and other receivables

The Group's exposure to credit risk is mainly affected by the specific characteristics of each customer. The demographic characteristics of the Group's customer base, including the risk of payment default characterizing the specific market and country wherein customers operate, do not affect credit risk to the same extent, as no correlation between geographic location and credit risk has been observed. No customer exceeds 10% of sales and, as a result, market risk is divided among a large number of customers.

The Board of Directors has established a credit policy whereby each new customer is individually checked for creditworthiness before the usual payment terms are proposed. Credit limits are set on a customer by customer basis and are re-estimated according to current trends and if necessary the sales and collection terms are readjusted. Customer credit lines are mainly determined based on the insurance limits set by the insurance companies based on which the company proceeds with insuring the receivables.

When monitoring customer credit risk, customers are classified in accordance with their credit profile, the maturity of their receivables and any prior collection problems they may have displayed. Customers and other receivables mainly concern wholesale customers of the Group. Customers characterized as "high risk" are placed on a special list and future sales have to be prepaid. Depending on the customer's prior record and profession, the Group reserves the right to demand tangible or other guarantees (such as letters of guarantee).

The Group records a depreciation provision which represents its assessment of losses incurred in relation to customer liabilities, other receivables. This provision mainly consists of losses due to the devaluation of specific receivables that were deemed realizable in relation to specific conditions but which have not as yet been finalized.

The nominal value less impairment provision of trade receivables is assumed to approximate their fair value. The fair value of financial liabilities for disclosure purposes is estimated by the present value of the discounted future cash flows of specific contracts at the current market interest rate prices that is available to the Group for similar financial instruments.

Guarantees

The policy of the Group is not to offer guarantees, except only to subsidiaries or affiliated companies and then only by decision of the Board of Directors.

Liquidity Risk

Liquidity risk is the risk whereby the Group may be unable to fulfil its financial obligations when these become due. The approach adopted by the Group regarding liquidity management is to ensure, by maintaining minimum necessary cash reserves and sufficient credit limits from the banks with which it cooperates, that it will always have enough liquidity in order to fulfil its financial liabilities when those become due, under normal as well as exceptional circumstances, without incurring unacceptable losses or risking the Group's reputation. At the same time the group, in cooperation with the banks, is pushing forward with the renewal of its credit limits and with the refinancing of short-term debt into long term debt.

In order to avoid liquidity risks, the Group anticipates annual cash flows when drafting the annual budget, as well as a rolling monthly provision for a period of three months, in order to ensure that it will always have enough cash reserves in order to cover its operational costs, including the fulfilment of its financial obligations. The effect of unforeseeable extreme circumstances is not taken into consideration in this policy.

Capital Management

The policy of the Board of Directors consists of the preservation of a solid capital base, in order to maintain investor, creditor and market confidence in the Group and to allow the future expansion of its activities. The Board of Directors monitors the return on capital, which is defined by the Group as the net results divided by the total net position, excluding non-convertible preferred shares and minority interests into consideration. The Board of Directors also monitors the level of dividends paid to the holders of ordinary shares.

	31/12/2012		
EBITDA	27.079.133	=	7,2%
Total equity attributable to equity holders	378.416.491		

	31/12/2011		
EBITDA	34.815.867	=	7,9%
Total equity attributable to equity holders	442.301.618		

The Board of Directors tries to maintain a balance between, on the one hand, higher returns which would have been possible under higher borrowing levels and, on the other hand, the advantages associated with the security that a strong and healthy capital position would provide.

Debt Ratio	$\frac{\text{Long Term Liabilities}}{\text{Long Term Liabilities + Total Equities}}$	0,32
Interest Coverage Ratio	$\frac{\text{EBITDA}}{\text{Total Interest}}$	0,72
The capital to non-current assets ratio	$\frac{\text{Total Equities}}{\text{Total Non - Current Assets}}$	64%

The Group does not have a specific own share buyback plan.

No changes occurred insofar as the approach adopted by the group in relation to capital management during the fiscal period being reported.

Fair value estimation

The fair value of financial instruments traded in active markets (stock exchanges) (such as trading, bonds and available-for-sale securities) is based on quoted market prices at the balance sheet date. The offer price is used for financial assets, while the bid price is used for financial liabilities.

The fair value of financial instruments that are not traded in an active market is determined by using valuation techniques and assumptions that are based on market conditions existing at each balance sheet date.

The nominal value less impairment provision of trade receivables is assumed to approximate their fair value. The fair value of financial liabilities for disclosure purposes is estimated by the present value of the discounted future cash flows of specific contracts at the current market interest rate prices that is available to the Group for similar financial instruments.

F. Development of Activities in 2013

2013 is forecasted to be another very difficult year. No recovery in the local building sector is expected. The group's management, adapting to these conditions, sets out as the main priorities for the group the adjustment of production to the existing demand levels, the preservation and further expansion of its exports, reduction of production costs as well as the efficient use of working capital.

The already established strong distribution network in combination with the ongoing investments, preserves and at the same time seeks to enhance the group's presence in the markets of Central Europe, the Balkans and the neighboring Mediterranean countries, thus balancing out the effects of the decline in the construction sector in the Greek market.

SIDENOR Group monitors closely the developments in the international economic scene and is ready and flexible to be adapted and exploit opportunities that arise.

Finally, safety in the workplace, the protection of the environment, the harmonious coexistence in the local society and the ongoing training of the personnel remain the non-negotiable objectives, directly linked to the operations of the Company.

Information according to article 4, par. 7, of Law no. 3556/2007)

a) Structure of the Company's Share Capital

The company's share capital amounts to Euro 39,460,002.28, divided into 96,243,908 common registered shares with a nominal value of € 0.41 each. All shares are listed for trading in the Athens Stock Exchange market, in the Large Capitalization class. The Company shares are intangible, registered shares with voting rights.

Based on the Company's Articles, the shareholders' rights and obligations are as follows:

- A right on the dividend from the Company's annual profits. Each share's dividend is paid to its holder within two (2) months from the date of the General Meeting which approved the financial statements. The right to collect the dividend expires upon lapse of five (5) years from the end of the year during which the dividend allocation was approved by the General Meeting.
- A pre-emption right (option to purchase) in any share capital increase and acquisition of new shares.
- A right to participate in the General Shareholders' Meeting.
- The capacity of shareholder entails ipso jure the acceptance of the Company's Articles and the decisions taken by its administrative bodies that are consistent with them and the law.
- The Company shares are indivisible and the Company recognizes only one holder for each share. All indivisible co-holders of a share, as well as those enjoying the usufruct or bare ownership

thereof, are represented in the General Meeting by only one person nominated by them by agreement. In case of dispute, the above share is not represented.

- Shareholders are not involved beyond each share's nominal amount.

b) Restrictions to the transfer of Company's shares

The transfer of shares is subject to the provisions of law and no restrictions apply to transfer under the Company's Articles of Association.

c) Significant direct or indirect holdings within the meaning of articles 9 to 11 of Law no. 3556/2007

Significant (more than 5%) holdings as at 31/12/2012 (direct and indirect) were as follows:

- VIOHALCO S.A. : 74.55% of the voting rights and 74.55% of the share capital.

d) Shares granting special controlling rights

There are no company shares granting their holders special controlling rights.

e) Restrictions to Voting Rights

The Company's Articles do not provide for restrictions to the voting rights emanating from its shares. The rules of the Company's Articles of Association regulating the voting issues are included in article 24.

f) Agreements between Company Shareholders

To the Company's best knowledge, there are no agreements between shareholders entailing restrictions to the transfer of its shares or to the exercise of the voting tights emanating from its shares.

g) Rules for the appointment and replacement of BoD members and amendment to the Articles of Association.

The rules provided for by the Company's Articles both as to the nomination and replacement of BoD members and as to amendments thereto are no different from those provided for by C.L. no 2190/1920.

h) Board of Directors' competence to issue new shares or purchase own shares

In accordance with the provision of article 13, par. 1, of C.L. no. 2190/1920, article 6, par. 1, of the Articles states that, within the first five years from the Company's incorporation or within five (5) years from the General Meeting decision granting such a right, the Board of Directors, by its decision taken by majority of two thirds (2/3) of its total members, may increase in total or in part the share capital by issuing new shares by an amount not greater that the initially paid-up share capital or the share capital paid-up on the date that such a decision was taken by the General Meeting. This power of the Board of Directors may be renewed by the General Meeting for a period which shall not exceed five (5) years for each renewal. Such increases in the share capital shall not constitute amendments to the Articles.

The Board of Directors may proceed to the acquisition of own shares only in the context of a decision taken by the General Meeting pursuant to article 16, par. 5 to 13, of C.L. no 2190/1920.

In application of par. 9, article 13, of C.L. no. 2190/1920 and the decision taken by the General Meeting on 26/6/2002, the Company's Board of Directors, in December 2006 to 2013, shall increase the Company's share capital with no amendment to its Articles, by issuing new shares in the context of implementation of the Stock Option Plan approved by the same General Meeting, analytical data of which are laid down in note 18 to the 2012 Annual Financial Report.

i) Significant agreements that enter into effect, are modified or expire in case of a change in control.

The bank loan agreements concluded by both the Company and the companies consolidated in the Group, which are referred to in note 20 to the annual financial statements (on a consolidated basis, € 155 million of long term and € 414 million of short term loans) contain a clause regarding change in the control that provides the debenture holding lenders with a right of early termination thereof.

No other agreements exist that enter into effect, are modified or expire in the event of change in the Company's control.

j) Agreements with Board of Directors' members or the Company's staff

There are no agreements between the Company and the members of its Board of Directors or its staff that provide for the payment of compensation especially in the event of resignation or dismissal without material cause or end of tenure or employment.

G. STATEMENT OF CORPORATE GOVERNANCE

The present statement has been drafted in accordance with the provisions of Law 3873/2010.

In particular, in regard to the provisions of article 2 of Law 3873/2010, we note the following:

1. Code of Corporate Governance

The Company implements Corporate Governance practices in its administration and operation, as they have been defined under the legislative framework in effect as well as in the Code of Corporate Governance recently published by SEV (Hellenic Federation of Enterprises), which is available online at:

http://www.sev.org.gr/Uploads/pdf/KED_SEV_InternetVersion_updatednew2132011.pdf

In the framework of drafting the Board of Directors' Annual Report, the Company reviewed the Code. From this review, the Company concluded that, overall, it complies with the specific practices applicable to listed companies, which are cited and described in the SEV Code of Corporate Governance, with the exception of the following practices, for which the following explanations are given:

- **Section A.II.2.2 & 2.3: Size and composition of the BoD.** The number of independent non-executive members of the current Board of Directors is two (2), out of a total of nine (9) and, as such, it represents less than one third of the total number of Board members, as stipulated under the Code.

  It was deemed that, at this juncture, the enlargement of the number of independent members of the board would not improve the operational efficiency of the company.

- **Section A.III.3.3 - Role and mandatory capacities of the Chairperson of the BoD.** The Deputy Chairperson of the current Board of Directors does not have the capacity of independent non-executive member, despite the fact that the Chairperson is an executive member. Given the present conjuncture, the status of independent member for the Deputy Chairperson was not deemed necessary. Beside the above mentioned status as non-executive member, it would provide a guarantee toward an improvement in the company's operations.

- **Section A.5-5.4. - Screening prospective candidates for membership of the Board of Directors.** No committee for screening prospective candidates had been set up until the drafting of the present Statement for the above mentioned reasons.

- **Section A.7.7.1.-7.3. – Evaluation of the Board of Directors and its Committees.** The Company had not applied the collective procedure for evaluating the effectiveness of the Board of Directors and its Committees until the drafting of the present Statement.

- **Section B.1.1.4.- Establishment of Internal Audit Committee** - The audit committee exclusively consists of non-executive members but the majority are not independent. This choice was made in order to reach through the persons who constitute the committee, the skills required for its adequate functioning .

- **Section C.I.1.6. Amount and structure of remuneration.** No remuneration committee had been set up until the drafting of the present Statement. This matter will be reconsidered shortly.

The Company does not implement corporate governance practices beyond the specific practices of the SEV Code of Corporate Governance and the provisions laid down under applicable effective legislation.

2. The main characteristics of the Internal Audit and Risk Management Systems in relation to the Procedure followed in Drafting the Financial Statements and financial reports.

i. Description of the main characteristics and information included in the Internal Audit and Risk Management Systems, in relation to the procedure followed in drafting financial statements

The Company's Internal Audit System encompasses audit procedures pertaining to the operation of the Company, its compliance with the requirements of supervisory authorities, risk management and financial reporting.

The Internal Audit Department verifies the proper implementation of every procedure and internal audit system, regardless of whether it is of an accounting nature or otherwise, and performs an evaluation of the Company through reviewing its activities, operating as a company unit reporting to Management.

The Internal Audit System aims at, among others, ensuring the comprehensiveness and reliability of the data and information required for ascertaining the financial standing of the Company, in an accurate and timely manner, and the production of reliable financial statements.

In regard to the procedure followed in drafting the financial statements, the Company states that the financial reporting system of 'SIDENOR Steel Products Manufacturing Company S.A.' makes use of an accounting system that is adequate for the purposes of reporting, both to Management as well as to external users. Financial statements, as well as other analysis reports addressed to management on a quarterly basis, are drawn up at company and consolidated level in accordance with International Financial Reporting Standards, as they have been adopted by the European Union, for the purposes of reporting to management as well as of publication, in accordance with effective regulations and on a quarterly basis. Both administrative reporting, as well as financial reporting intended for publication, include all required information foreseen under an up-to-date internal audit system, which encompasses breakdowns of sales, costs/expenses, operating profits, as well as other data and indexes. All reports to management include the data of the current fiscal period, which are cross-checked against respective entries in the budget approved by the Board of Directors, as well as against data of the corresponding period of the financial year preceding the year of the report.

All published interim and annual financial statements include all the necessary amounts and disclosures relating to the financial statements, in accordance with International Financial Reporting

Standards, as they have been adopted by the European Union. They are reviewed by the Audit Committee and approved in their entirety by the Board of Directors, respectively.

Safety measures are in place in regard to: (a) The identification and evaluation of risks as to the reliability of the financial statements; (b) administrative planning and follow-up in relation to financial figures; (c) the prevention and detection of fraud; (d) the roles/duties of executives; (e) the procedure followed for closing a fiscal year, including consolidation (such as recorded procedures, access authorisations, approvals, consistencies etc.) and (f) safeguarding the data in computerised systems.

The preparation of internal memos to Management and of reports, required under Codified Law 2190/1920 and supervisory authorities, is performed by the Financial Division, which disposes of suitable and experienced staff entrusted with this task. Management ensures that these members of staff are properly informed of any changes in accounting and taxation matters affecting the Company and the Group.

The Company has established separate procedures for the collection of necessary audit evidence from its subsidiaries. Moreover, it ensures consistency throughout all its transactions and the application of the same accounting principles by the above companies.

ii. Annual evaluation of corporate strategy, primary business risks and Internal Audit Systems

The Company's Board of Directors declares that it has examined the primary business risks to which the Company is exposed, as well as its Internal Audit Systems. The Board of Directors re-evaluates the corporate strategy, primary business risks and Internal Audit Systems on an annual basis.

iii. Provision of non-auditing services to the Company by its lawful auditors and assessment of the impact this may exert on the objectivity and effectiveness of the mandatory audit, examined in conjunction with the provisions of Law 3693/2008

The Company's lawful auditors for financial year 2011, 'PricewaterhouseCoopers Audit S.A. Company', which was elected by the Ordinary General Shareholders' Meeting of the Company held on 28 June 2012, have provided non-audit services to the Company and its subsidiaries in accordance with the provisions of applicable legislation.

The Company uses other auditors for certain of its subsidiaries, who also provided non-audit services in the total value of 4,500 Euro.

3. Public Acquisition Offers - Information

- There are no binding acquisition offers and/or regulations calling for the mandatory transfer and mandatory purchase of shares in the Company, nor any provision in the Articles of Association in regard to acquisitions.
- There have been no public offers by third parties for the acquisition of the share capital of the Company during the preceding and current financial year.
- In the event the Company participates in such a procedure, it will do so in line with effective legislation.

4. General Shareholders' Meeting and rights of shareholders

The General Meeting is convened and operates in accordance with the provisions of the Articles of Association and the relevant provisions of Codified Law 2190/1920, as amended and currently in force. The Company complies with its reporting obligations, abiding by the provisions of Law 3884/2010 and, in general, takes all necessary measures in view of ensuring the timely and comprehensive briefing of shareholders regarding the exercise of their rights. The latter is ensured by publishing the invitations to General Meetings and posting them on the Company's website. The text of these invitations includes a detailed description of shareholders' rights and the manner of the exercise thereof.

5. Composition and operation of the Board of Directors, Supervisory Bodies and Committees of the Company

Duties and responsibilities of the Board of Directors

The Company's Board of Directors is responsible for the long-term strategy and business targets of the Company and, in general, has control and decision-making powers in the framework of the provisions of Codified Law 2190/1920 and of the Articles of Association as well as compliance with the principles of corporate governance.

The Board of Directors meets in session as frequently as required in order to effectively performing its duties.

The duties and responsibilities of the Board of Directors are summarised below:

- Supervision and monitoring the Company's operations, as well as verifying the achievement of company goals and long-term plans;
- Formulating and defining the primary principles and targets of the Company;
- Ensuring harmonisation of the adopted strategy with the targets of the Company;
- The Board of Directors, in accordance with the policies for managing conflicts of interest among its members and in the Company, ensures that there are no cases of conflict of interest and examines any such manifestations or cases of non-compliance with the Company's confidentiality policy.
- Ensuring the credibility and approval of the Company's Financial Statements prior to their final approval by the Ordinary General Meeting;
- Ensuring the proper day-to-day operations of the Company, through a system of special authorisations, while the performance of its other duties is implemented through special decisions.
- The Secretary of the Board of Directors has the main responsibility of supporting the Chairperson and the overall operation of the body.

The current Board of Directors of the Company consists of 9 members (9-member Board), of which:

- 4 are executive members (Chairperson, Vice-Chairperson & Member)
- 3 are non-executive members (Other Members)
- 2 are independent non-executive members (Other Members)

The composition of the current Board of Directors of 'SIDENOR Steel Products Manufacturing Company S.A.', is provided below:

1. Georgios Kalfarentzos, Chairperson, Executive Member
2. Nikolaos Koudounis, Vice-Chairperson, Executive Member
3. Sarantos Milios, Executive Member
4. George Soulitzis, Non-Executive Member
5. Vasilios Papantoniou, Executive Member
6. George Passas, Non-Executive Member
7. Ioannis Ikonomou, Non-Executive Member
8. Andreas Kyriazis, Independent Non-Executive Member
9. Efstathios Strimber, Independent Non-Executive Member

Brief Curriculum Vitae of the members of the Board of Directors are provided below.

Georgios Kalfarentzos, Chairman of the Board of Directors
Mr. Kalfarentzos has been the Chairman of SIDENOR's Board since 2004. From 1960 to 1967, Mr. Kalfarentzos was the Commercial Manager of ARIZONA S.A. and HELLASCAN S.A. From 1967 to 1996, he held senior executive positions in SIDENOR S.A. He became a member of SIDENOR's Board in 1997 and was appointed Vice-Chairman in 2001. Currently, he is a member of the Board of Directors of SOVEL and of many companies of the VIOHALCO Group.

Nikolaos Koudounis, Vice-Chairman of the Board of Directors
Mr. Koudounis is a graduate of the Athens University of Economics and Business (former ASOEE). He has worked at the VIOHALCO Group since 1968 and as Financial Manager of ELVAL S.A. (1983), as General Manager of ELVAL S.A. (2000) and as Managing Director of FITCO S.A. (2004). In addition, he is executive consultant on the Boards of Directors of ELVAL S.A., HALCOR S.A., DIAVIPETHIV S.A. (Chairman of the BoD) and of many other companies of VIOHALCO Group. He is also Chairman of the BoD of the Viotia Industries Association.

Sarantos Milios, Member of the Board of Directors
Mr. Milios is an electrical engineer, graduate of the Aristotelio University of Thessaloniki. He also holds an MSc from Imperial College, London and an MBA from the Institute of Management Development, IMD (Lausanne, Switzerland). Prior to joining VIOHALCO Group, Mr. Milios held various managerial positions, at British Petroleum (BP) International PLC in the United Kingdom from 1989 to 1994, at Emerson Electric from 1996 to 1998, at A.T. Kearney from 1998 to 1999 and at McKinsey & Company from 2000 to 2001. He was Manager of SIDENOR's Pipes & Tubes Division from 2001 to 2005 and CEO of CORINTH PIPEWORKS S.A. from 2005 to 2007. He currently holds the position of CEO of SIDENOR Group.

George Soulitzis - Member of BoD
Mr. Soulitzis is an Economist, graduate of the Panteion University. Previously, Mr. Soulitzis held the position of Financial Manager in STALCO SA and SERVICESTEEL SA, in Magnissia. He has been the Plant Manager of SOVEL SA in Almyros from 1999 until June 2011.

Vasilios Papantoniou, Technical Director of Production Units
Mr. Papantoniou has been SIDENOR's Production Units Technical Director since 2005. He is a mechanical engineer, graduate of the Aristotelio University of Thessaloniki. Mr. Papantoniou worked as Head of the Maintenance Department of the Meltshop in Thessaloniki (1989-1990) and in the Production Department of the Meltshop in Thessaloniki (1993-1997). In 1997, he was ap-

pointed Director of the Thessaloniki Meltshop and, in 2001, Technical Manager of the Thessaloniki and Almyros Meltshops, a position he held until undertaking his current position of Technical Director of Production Units.

George Passas, Member of the Board of Directors
Mr. Passas has been a member of SIDENOR's Board since 2008. He is a graduate of AUEB (Athens University of Economics and Business). He has been working for VIOHALCO since 1969 and has occupied various managerial positions within the Group. From 1973 to 1983, he was Chief Financial Officer at ELVAL S.A., from 1983 to 1987 Chief Financial Officer at HALCOR S.A., while from 1987 to 2004 he worked as General Manager at HELLENIC CABLES S.A. Mr. Passas is also member of the Board of several other companies of the VIOHALCO Group.

Ioannis Ikonomou, Member of the Board of Directors
Mr. Ikonomou has been a member of SIDENOR's Board since 2005. He is a graduate of the Athens University of Economics and Business and of the Law School of Athens University. From 1960 to 1964, he worked for KERAMEIKOS S.A. and from 1964 to 1965 for TITAN S.A. He has been an executive at the VIOHALCO Group since 1965. He is General Manager and Chairman of the Board of Directors of SYMETAL S.A.

Andreas Kyriazis, Member of the Board of Directors
Mr. Kyriazis has been a member of SIDENOR's Board since 2005. He is a graduate of the Chemistry, Physics & Mathematics Faculty of Athens University. He has served as Chairman of the Central Union of Greek Chambers, the Union of Balkan Chambers, the Athens Chamber of Commerce and Industry, the Hellenic Productivity Centre, the Greek Society of Business Administration and the Wood Processing Association. He was also Vice-Chairman of the Association of European Chambers of Commerce and Industry and General Secretary of the Association of Greek Chemists.

Efstathios Strimber, Member of Board of Directors
Mr. Strimber has been a member of SIDENOR's Board since 2002. He is a graduate of the Law School of Athens University. Since 2002, he has also been an independent, non-executive member of the Board of Directors of many companies of the VIOHALCO Group.

Board members are elected for a one-year term by the General Shareholders' Meeting. The current Board of Directors of the Company was elected by the Ordinary General Shareholders' Meeting of 14 June 2011, and its tenure expires on 30 June 2012.

The Board of Directors met in session fifty eight (64) times within 2012, and its sessions were attended by all its members in person.

<u>Audit Committee</u>

i. Description of the composition, operation, duties, responsibilities and description of topics discussed at Committee meetings

The Audit Committee, which is elected and operates in accordance with Law 3693/2008 (no. 37), consists of three non-executive members of the Board of Directors, of which one is independent and has the primary duty, in the framework of the obligations described in the above Law, of providing support to the Company's Board of Directors in regard to the fulfilment of the latter's mandate pertaining to ensuring the effectiveness of accounting and financial systems, audit mechanisms, management systems for business risks, ensuring compliance with the legislative and regulatory framework and the effective application of the principles of Corporate Governance.

Specifically, the Audit Committee is entrusted with the following responsibilities:

Responsibilities

- Assess the effectiveness of all levels of the Management hierarchy, in relation to the latter's safeguarding of the resources under their management and their compliance with the established policy and procedures of the Company.

- Evaluate procedures and amounts for their adequacy, in regard to the achievement of goals, as well as appraise the policy and programme cited in the activity undergoing evaluation

- Periodically audit the various operations of the different divisions or departments, in such a manner as to ensure that their diverse activities are conducted smoothly, comply with Management instructions, Company policy and procedures, and that they are aligned with Company objectives and Management best practices.

- Examine internal audit reports and, in particular:

- Assess their adequacy, in regard to the extent of information therein provided.

- Verify the accuracy of the reports.

- Examine the adequacy of audit evidence in regard to the results of the audit.

The Audit Committee receives the following reports pertaining to audit procedures:

-Extraordinary

-Quarterly financial audit reports

-Annual regular audit reports

-Corporate Governance reports

The Audit Committee examines and ensures the independence of External Auditors of the Company It is notified of their findings as well as of the findings of the Audit Reports on the annual or interim Financial Statements of the Company. At the same time, it recommends corrective actions and measures, in view of addressing any findings or flaws in the Financial Reporting or other significant operations of the Company.

In accordance with its Internal Regulation, the Audit Committee consists of members, who dispose of the necessary knowledge and experience for fulfilling the duties of the Committee.

The current composition of the Audit Committee is the following:

Members: George Passas, Ioannis Ikonomou and Andreas Kyriazis

ii. Number of meetings of the Committee and frequency of attendance of each member at meetings

The Audit Committee convened in session four (4) times within 2012, achieving full quorum, but was not attended by the regular auditors as foreseen under the Code.

iii. Assessment of the Committee's effectiveness and performance

Up to the time of drafting the present Statement, no specific procedures had been established for assessing the effectiveness of the Audit Committee of the Board of Directors. The Management of the Company will establish such procedures in the future.

Athens, 27 February 2013

The BoD Chairman

Kalfarentzos Georgios
ID Card no. F 147183

C. Independent Auditor's Report

To the Shareholders of SIDENOR STEEL PRODUCTS MANUFACTURING COMPANY S.A.

Report on the Separate and Consolidated Financial Statements

We have audited the accompanying separate and consolidated financial statements of SIDENOR STEEL PRODUCTS MANUFACTURING COMPANY S. A. which comprise the separate and consolidated statement of financial position as of 31 December 2012 and the separate and consolidated statement of income statement and statement of comprehensive income, statement of changes in equity and cash flow statement for the year then ended and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Separate and Consolidated Financial Statements

Management is responsible for the preparation and fair presentation of these separate and consolidated financial statements in accordance with International Financial Reporting Standards, as adopted by the European Union, and for such internal control as management determines is necessary to enable the preparation of separate and consolidated financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these separate and consolidated financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the separate and consolidated financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the separate and consolidated financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the separate and consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the separate and consolidated financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the separate and consolidated financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the separate and consolidated financial statements present fairly, in all material respects, the financial position of the SIDENOR STEEL PRODUCTS MANUFACTURING COMPANY S. A. and its subsidiaries as at December 31, 2012, and their financial performance and cash flows for the year then ended in accordance with International Financial Reporting Standards, as adopted by the European Union.

Emphasis of Matter

Without qualifying our audit opinion we draw attention to Note 2.1 which refers to the negotiations which are currently in progress with banks relating to the conversion of a significant part of the short term bank debt to long term.

Reference on Other Legal and Regulatory Matters

a) Included in the Board of Directors' Report is the corporate governance statement that contains the information that is required by paragraph 3d of article 43a of Codified Law 2190/1920.

b) We verified the conformity and consistency of the information given in the Board of Directors' report with the accompanying separate and consolidated financial statements in accordance with the requirements of articles 43a, 108 and 37 of Codified Law 2190/1920.

Athens, 27 February 2012

pwc

PricewaterhouseCoopers SA	Konstantinos Michalatos
268 Kifissias Avenue, 152 32 Halandri	Chartered Accountant
AM SOEL 113	AM SOEL 17701

Annual Financial Statements
For the Period from 1st of January to 31st of December 2012
Prepared in accordance to International Financial Reporting Standards (IFRS)

SIDENOR STEEL PRODUCTS MANUFACTURING COMPANY S.A.
S.A.Reg.No: 2310/06/B/86/20 2-4 Mesogheion Ave. Athens

D. Annual Financial Statements

Table of contents	Page

Statement of Financial Position

Amounts in Euro	Note	CONSOLIDATED DATA 31/12/2012	CONSOLIDATED DATA 31/12/2011	COMPANY DATA 31/12/2012	COMPANY DATA 31/12/2011
ASSETS					
Non-current assets					
Land & Buildings	6	257.504.889	257.211.327	29.877.943	54.074.435
Machinery	6	409.277.080	404.228.018	3.899.889	67.104.617
Other tangible assets	6	27.511.404	77.687.985	34.828	6.690.792
Intangible assets	6	957.785	1.036.985	-	24.004
Investments in associates	8	29.830.398	29.811.322	-	11.904.011
Investments in subsidiaries	9	-	-	131.824.107	214.756.642
Available for sale financial assets	10	1.544.500	1.544.500	-	1.414.471
Deferred tax assets	12	132.384	83.140	-	-
Other receivables	14	5.829.070	5.864.720	3.375.353	4.801.539
		732.587.510	**777.467.997**	**169.012.120**	**360.770.511**
Current Assets					
Inventories	13	285.263.254	335.903.240	13.678.378	81.663.933
Trade and other receivables	14	180.769.405	236.520.113	7.331.924	134.773.586
Income tax receivables	14	8.382.127	7.874.902	6.750.777	7.746.548
Derivative financial instruments	15	134.597	533.516	-	126.926
Financial assets at fair value through profit or loss	11	7.337	7.337	-	-
Cash and cash equivalents	16	41.862.828	47.427.286	851.083	8.320.060
		516.419.548	**628.266.394**	**28.612.162**	**232.631.053**
Total Assets		**1.249.007.058**	**1.405.734.391**	**197.624.282**	**593.401.564**
EQUITY					
Capital and reserves attributable to equity holders					
Share capital	17	39.460.002	39.460.002	39.460.002	39.460.002
Share premium	17	120.406.136	120.406.136	120.406.136	120.406.136
Currency translation adjustments	19	-2.094.648	-2.390.847	-	-
Other reserves	19	103.018.140	104.443.617	46.354.156	59.282.454
Retained earnings		117.626.860	180.382.710	-22.946.230	33.314.620
Total		378.416.489	442.301.618	183.274.064	252.463.212
Non-controlling interest		**90.373.157**	**98.393.449**	**-**	**-**
Total Equity		**468.789.646**	**540.695.067**	**183.274.064**	**252.463.212**
LIABILITIES					
Non-current liabilities					
Borrowings	20	153.888.897	175.064.320	-	47.416.672
Financial lease liabilities	21	1.225.000	-	-	-
Deferred tax liabilities	12	51.988.094	54.811.307	2.363.223	12.732.965
Retirement benefit obligations	22	5.310.448	6.045.775	128.790	2.004.741
Government Grants	23	8.746.414	9.755.244	-	129.605
Provisions for other liabilities and charges	25	2.210.539	2.573.062	-	914.629
Other non-current liabilities	24	810.273	9.008.625	-	3.064.482
		224.179.665	**257.258.333**	**2.492.013**	**66.263.094**
Current liabilities					
Trade and other payables	24	132.767.134	181.611.262	11.858.205	87.559.093
Income tax liabilities		2.964.200	1.423.406	-	-
Borrowings	20	413.731.496	418.384.576	-	186.203.046
Other current liabilities	24	6.012.166	879.921	-	879.923
Financial lease liabilities	21	150.000	-	-	-
Derivative financial instruments	15	109.343	4.558.052	-	33.196
Retirement benefit obligations	22	65.123	126.738	-	-
Provisions for other liabilities and charges	25	238.285	797.036	-	-
		556.037.747	**607.780.991**	**11.858.205**	**274.675.258**
Total liabilities		**780.217.412**	**865.039.324**	**14.350.218**	**340.938.352**
Total equity and liabilities		**1.249.007.058**	**1.405.734.391**	**197.624.282**	**593.401.564**

The notes on pages 31 to 90 form an integral part of these annual financial statements.

Income Statement

Amounts in Euro	Note	CONSOLIDATED DATA 12 months until 31/12/2012	CONSOLIDATED DATA 12 months until 31/12/2011	COMPANY DATA 12 months until 31/12/2012	COMPANY DATA 12 months until 31/12/2011
Sales	5	**1.046.659.335**	**1.247.356.894**	**216.988.855**	**276.530.121**
Cost of sales	26	-965.382.003	-1.145.339.651	-205.337.348	-257.242.463
Gross profit		**81.277.332**	**102.017.243**	**11.651.507**	**19.287.658**
Selling expenses	26	-78.238.996	-94.650.684	-13.832.681	-22.558.766
Administrative expenses	26	-30.799.665	-30.368.090	-9.379.346	-10.926.956
Other operating income	30	5.245.103	5.965.166	9.115.963	13.317.971
Other operating expenses	30	-16.493.483	-10.639.202	-10.055.334	-13.274.516
Operating results		**-39.009.708**	**-27.675.569**	**-12.499.890**	**-14.154.609**
Financial Income	28	1.357.250	1.377.791	97.464	107.295
Financial Expenses	28	-39.033.010	-35.133.084	-14.280.492	-13.416.865
Dividend income	30	41.607	-	84.949	320.754
Profits/ (losses) from participations	30	-21.661	14.436	-	-
Profits /(losses) from associates	8	1.008.192	2.073.485	-871.237	-
Profits/(losses) before taxes		**-75.657.330**	**-59.342.939**	**-27.469.207**	**-27.143.425**
Income tax expense	29	211.438	3.488.645	1.266.235	1.565.588
Profits/(losses) after taxes		**-75.445.893**	**-55.854.294**	**-26.202.972**	**-25.577.837**
Attributable to:					
Owners of the parent	36	-66.648.741	-48.887.630	-26.202.972	-25.577.837
Non-controlling interest		-8.797.152	-6.966.664	-	-
		-75.445.893	**-55.854.294**	**-26.202.972**	**-25.577.837**
Earnings per share attributable to the equity holders of the Company during the year (expressed in Euro per share)					
Basic	36	(0,6925)	(0,5080)	(0,2723)	(0,2658)
Diluted	36	(0,6925)	(0,5080)	(0,2723)	(0,2658)

Statement of Comprehensive Income

	CONSOLIDATED DATA 12 months until 31/12/2012	CONSOLIDATED DATA 12 months until 31/12/2011	COMPANY DATA 12 months until 31/12/2012	COMPANY DATA 12 months until 31/12/2011
Profits/(losses) after taxes	**-75.445.893**	**-55.854.294**	**-26.202.972**	**-25.577.836**
Other Comprehensive Income after taxes				
Exchange differences translation of the financial statements from international business operations	392.081	-403.405	-	-
Profit / (loss) after tax from the change of the fair value of the cash flow hedging	3.182.544	-1.950.371	-74.984	133.868
Comprehensive income after tax	3.574.625	-2.353.775	-74.984	133.868
Cumulative Comprehensive results after taxes	**-71.871.268**	**-58.208.070**	**-26.277.956**	**-25.443.969**
Attributable to:				
Owners of the parent	-63.859.615	-50.727.368	-26.277.956	-25.443.969
Non-controlling interest	-8.011.653	-7.480.702	-	-
	-71.871.268	**-58.208.070**	**-26.277.956**	**-25.443.969**

The notes on pages 31 to 90 form an integral part of these annual financial statements.

Statement of Changes in Shareholders' Equity

Amounts in Euro	Share Capital & Share Premium Reserves	Fair Value Reserve	Other reserves	Results carried forward	Consolidated currency exchange differences	Total	Minority interest	Total Shareholders Equity
CONSOLIDATED DATA								
Balance as of 1 January 2011	**159.866.138**	**-898.713**	**106.151.064**	**229.813.631**	**-2.087.103**	**492.845.017**	**107.647.864**	**600.492.881**
Cumulative Comprehensive earnings after taxes	-	-1.535.993	-	-48.887.629	-303.744	-50.727.368	-7.480.702	-58.208.070
Increase - decrease of participation percentage in subsidiary	-	-2.046	534.029	-348.015	-	183.970	-1.696.993	-1.513.026
Transfer to reserves	-	-	195.277	-195.277	-	-	-	-
Dividend	-	-	-	-	-	-	-76.720	-76.720
	-	-1.538.039	729.306	-49.430.921	-303.744	-50.543.398	-9.254.415	-59.797.816
Balance as of 31 December 2011	**159.866.138**	**-2.436.752**	**106.880.370**	**180.382.710**	**-2.390.847**	**442.301.619**	**98.393.449**	**540.695.065**
Balance as of 1 January 2012	**159.866.138**	**-2.436.752**	**106.880.370**	**180.382.710**	**-2.390.847**	**442.301.619**	**98.393.449**	**540.695.067**
Cumulative Comprehensive earnings after taxes	-	2.492.927	-	-66.648.741	296.199	-63.859.614	-8.011.654	-71.871.268
Share Capital Issuance / (decrease)	-	-	-	-	-	-	45.000	45.000
Increase - decrease of participation percentage in subsidiary	-	-	1.269	-26.784	-	-25.516	-53.638	-79.154
Transfer to reserves	-	-	-3.919.675	3.919.675	-	-	-	-
	-	2.492.927	-3.918.406	-62.755.850	296.199	-63.885.130	-8.020.292	-71.905.422
Balance as of 31 December 2012	**159.866.138**	**56.175**	**102.961.964**	**117.626.860**	**-2.094.648**	**378.416.489**	**90.373.157**	**468.789.646**

The consolidated comprehensive earnings after taxes, for the years presented, as analyzed as follows:

	Attributable to shareholders of the parent company					
CONSOLIDATED DATA	**Fair Value Reserve**	**Results carried forward**	**Consolidated currency exchange differences**	**Total**	**Minority interest**	**Total Shareholders Equity**
Profits/(losses) after taxes	-	-48.887.631	-	-48.887.631	-6.966.664	-55.854.295
Exchange differences from activities abroad	-	-	-303.744	-303.744	-99.661	-403.405
Profit / (Loss) after taxes from change in the fair value of cash flow hedging	-1.535.993	-	-	-1.535.993	-414.378	-1.950.371
1 Jan 2011 - 31 Dec 2011	**-1.535.993**	**-48.887.631**	**-303.744**	**-50.727.368**	**-7.480.703**	**-58.208.070**
Profits/(losses) after taxes	-	-66.648.741	-	-66.648.741	-8.797.152	-75.445.893
Exchange differences from activities abroad	-	-	296.199	296.199	95.882	392.081
Profit / (Loss) after taxes from change in the fair value of cash flow hedging	2.492.927	-	-	2.492.927	689.617	3.182.544
1 Jan 2011 - 31 Dec 2011	**2.492.927**	**-66.648.741**	**296.199**	**-63.859.615**	**-8.011.654**	**-71.871.268**

The notes on pages 31 to 90 form an integral part of these annual financial statements.

COMPANY DATA

COMPANY DATA	Share Capital & Share Premium Reserves	Fair Value Reserve	Other reserves	Results carried forward	Total Shareholders Equity
Balance as of 1 January 2011	**159.866.138**	**-58.885**	**59.207.470**	**58.892.458**	**277.907.181**
Cumulative Comprehensive earnings after taxes	-	133.869	-	-25.577.838	-25.443.969
Balance as of 31 December 2011	**159.866.138**	**74.984**	**59.207.470**	**33.314.620**	**252.463.212**
Balance as of 1 January 2012	**159.866.138**	**74.984**	**59.207.470**	**33.314.620**	**252.463.212**
Cumulative Comprehensive earnings after taxes	-	-74.984	-	-26.202.972	-26.277.956
Difference in tax - accounting base of the contributed assets	-	-	-	-35.818.722	-35.818.722
Contribution of a sector to subsidiary	-	-	-7.092.471	-	-7.092.471
Transfer of reserves	-	-	-5.760.843	5.760.843	-
	-	**-74.984**	**-12.853.314**	**-56.260.850**	**-69.189.148**
Balance as of 31 December 2012	**159.866.138**	**-**	**46.354.156**	**-22.946.230**	**183.274.064**

The company comprehensive earnings after taxes, for the years presented, as analyzed as follows:

COMPANY DATA	Fair Value Reserve	Results carried forward	Total Shareholders Equity
Profits/(losses) after taxes	-	-25.577.837	-25.577.837
Profit / (Loss) after taxes from change in the fair value of cash flow hedging	133.868	-	133.868
1 Jan 2011 - 31 Dec 2011	**133.868**	**-25.577.837**	**-25.443.969**
Profits/(losses) after taxes	-	-26.202.972	-26.202.972
Profit / (Loss) after taxes from change in the fair value of cash flow hedging	-74.984	-	-74.984
1 Jan 2012 - 31 Dec 2012	**-74.984**	**-26.202.972**	**-26.277.956**

The notes on pages 31 to 90 form an integral part of these annual financial statements.

Statement of Cash Flows

Amounts in Euro	Note	CONSOLIDATED DATA 1/1 to 31/12/2012	CONSOLIDATED DATA 1/1 to 31/12/2011	COMPANY DATA 1/1 to 31/12/2012	COMPANY DATA 1/1 to 31/12/2011
Cash flows from operating activities					
Cash flows from operating activities	31	78.567.624	-41.129.923	12.998.506	-36.964.889
Interest paid		-36.676.682	-33.112.015	-13.519.251	-12.624.692
Income tax paid		-3.367.717	-3.512.328	-	-
Net cash flows from operating activities		**38.523.225**	**-77.754.265**	**-520.745**	**-49.589.581**
Cash Flows from investing activities					
Purchase of property, plant and equipment	6	-24.964.548	-36.741.070	-1.914.741	-4.371.883
Purchase of intangible assets	6	-22.021	-17.942	-	-
Sale of property, plant and equipment	6	2.794.730	980.389	3.223	937.549
Sale of intangible assets	6	363	-	-	-
Dividends received		1.441.915	1.154.866	92.090	269.791
Interest received		-	26.612	-	-
Increase - acquisition of participation in associates	8	-	-	-	-975.000
Increase - acquisition of participation in subsidiaries		-67.250	-3.170.480	-6	-1.689.642
Contributed cash	42	-	-	-7.783.242	-
Return of subsidiary capital	9	-	10.895	-	10.895
Net Cash Flows from investing activities		**-20.816.811**	**-37.756.730**	**-9.602.676**	**-5.818.289**
Cash flow from financing activities					
Proceeds from borrowings		357.690.461	464.771.757	128.030.000	207.870.573
Repayment of borrowings		-383.518.964	-372.085.055	-125.473.021	-174.479.998
Changes in finance leases capital		1.375.000	-	-	-
Dividends distributed to minority		-	-55.679	-	-
Proceeds from grants		-	-	-	-
Proceeds from Share Capital increase (minority stake)		45.000	-	-	-
Other		1.310.136	1.204.022	97.465	107.295
Net Cash flow from financing activities		**-23.098.367**	**93.835.045**	**2.654.444**	**33.497.870**
Net (decrease) / increase in cash and cash equivalents		**-5.391.953**	**-21.675.951**	**-7.468.977**	**-21.910.001**
Cash and cash equivalents at the beginning of the year	16	47.427.286	69.003.735	8.320.060	30.230.061
Foreign exchange differences in cash and cash equivalents		-172.505	99.502	-	-
Cash and cash equivalents at the end of the period		**41.862.828**	**47.427.286**	**851.083**	**8.320.060**

Τα ποσά που αναφέρονται στις ανωτέρω οικονομικές καταστάσεις και αφορούν τον εισφερόμενο κλάδο, περιγράφονται στη σημείωση 42.

The notes on pages 31 to 90 form an integral part of these annual financial statements.

1 General Information

These current financial statements include the annual separate financial statements of SIDENOR STEEL PRODUCTS MANUFACTURING COMPANY S.A. (the Company") and the annual consolidated financial statements of the Company and its subsidiaries (together the "Group").

The main activities of the Group are the production and sale of steel construction and industrial products and steel pipes.

The Group operates in Greece, in the broader region of the Balkans and Europe, as well as in the United States of America. The Company's shares are listed on the Athens Stock Exchange. The SIDENOR Group of companies is a member of the VIOHALCO Group of companies.

The Company is registered in Athens, Greece, 2-4 Mesogheion Ave., Attiki. The Company's website address is **www.sidenor.gr.**

The financial statements have been approved for publication by the Board of Directors on 27/02/2013 and are subject to approval by the Annual General Meeting which will convene on 13/6/2013.

2 Summary of significant accounting policies

The principal accounting policies applied by the Group in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

2.1 Basis of preparation

These annual financial statements have been prepared by the management in accordance with the International Financial Reporting Standards ("IFRS") issued by the International Accounting Standards Board (IASB), including the International Accounting Standards ("IAS") and Interpretations issued by the International Financial Reporting Interpretations Committee, as adopted by the European Union (EU).

These financial statements have been prepared under the historical cost convention, as modified by the revaluation of available-for-sale financial assets and financial assets and liabilities at fair value through results as well as derivatives.

The preparation of financial statements in accordance with IFRS requires the use of certain critical accounting estimates. It also requires management to exercise judgment in the process of applying the Group's accounting policies. Moreover, it requires the use of calculations and assumptions affecting the aforementioned assets and liabilities' amounts, the disclosure of contingent receivables and liabilities existing on the financial statements' preparation date and of the aforementioned income and expense amounts during the reported year. Although these calculations are based on the best possible knowledge of management with respect to the current conditions and activities, the actual results can eventually differ from these estimates (Note 4).

The Group's Management monitors closely the developments in the international economic scene and is ready and flexible to be adapted accordingly.

The main priorities of the SIDENOR Group are:

- the preservation and further increase of its market shares, based on its established strong distribution network

- the permanent and continuous reinforcement of its presence in the markets of Central Europe, the Balkans and the neighboring Eastern Mediterranean countries, counterbalancing in this way the considerable contraction in the construction section in the Greek market.

- the reduction of the production costs

- the effective management of its operating capital

The Sidenor Group's management, with regards to the credit limits provided by the banks and which are renewed on a regular basis, has started negotiating with an aim to convert a substantial part of its short-term debt into long term debt.

First indications with regards to the banks response to the group's requests are positive.

As a result of the long term good relationship, the Group's management is certain that within the current year the aforementioned procedure will be successful. In addition, with the positive outcome of the negotiations, a better working capital management and additionally a reduction in the cost of debt will be achieved.

Consequently the Group and the Company continue to adopt the "principle of going concern" in preparing individual and consolidated financial statements for the year ended December 31, 2012.

2.2 New standards, amendments to standards and interpretations

Certain new standards, amendments to standards and interpretations have been issued that are mandatory for periods beginning during the current financial year and subsequent years. The Group's evaluation of the effect of these new standards, amendments to standards and interpretations is as follows:

<u>Standards and Interpretations effective for the current financial year</u>

IFRS 7 (Amendment) "Financial Instruments: Disclosures" – transfers of financial assets

This amendment sets out disclosure requirements for transferred financial assets not derecognised in their entirety as well as on transferred financial assets derecognised in their entirety but in which the reporting entity has continuing involvement. It also provides guidance on applying the disclosure requirements. This amendment does not affect the Group's financial statements.

<u>Standards and Interpretations effective from periods beginning on or after 1 January 2013</u>

IFRS 9 "Financial Instruments" <u>(effective for annual periods beginning on or after 1 January 2015)</u>

IFRS 9 is the first Phase of the Board's project to replace IAS 39 and deals with the classification and measurement of financial assets and financial liabilities. The IASB intends to expand IFRS 9 in subsequent phases in order to add new requirements for impairment and hedge accounting. The Group is currently investigating the impact of IFRS 9 on its financial statements. The Group cannot currently early adopt IFRS 9 as it has not been endorsed by the EU. Only once approved will the Group decide if IFRS 9 will be adopted prior to 1 January 2015.

IAS 12 (Amendment) "Income Taxes" <u>(Effective for annual periods beginning on or after 1 January 2013)</u>

The amendment to IAS 12 provides a practical approach for measuring deferred tax liabilities and deferred tax assets when investment property is measured using the fair value model in IAS 40 "Investment Property". This amendment is not relevant to the Group.

IFRS 13 "Fair Value Measurement" <u>(Effective for annual periods beginning on or after 1 January 2013)</u>

IFRS 13 provides new guidance on fair value measurement and disclosure requirements. These requirements do not extend the use of fair value accounting but provide guidance on how it should be applied where its use is already required or permitted by other standards within IFRSs. IFRS 13 provides a precise definition of fair value and a single source of fair value measurement and disclosure requirements for use across IFRSs. Disclosure requirements are enhanced and apply to all assets and liabilities measured at fair value, not just financial ones.

IFRIC 20 "Stripping costs in the production phase of a surface mine" (Effective for annual periods beginning on or after 1 January 2013)

This interpretation sets out the accounting for overburden waste removal (stripping) costs in the production phase of a mine. The interpretation may require mining entities to write off existing stripping assets to opening retained earnings if the assets cannot be attributed to an identifiable component of an ore body. IFRIC 20 applies only to stripping costs that are incurred in surface mining activity during the production phase of the mine, while it does not address underground mining activity or oil and natural gas activity.

IAS 1 (Amendment) "Presentation of Financial Statements" (effective for annual periods beginning on or after 1 July 2012)

The amendment requires entities to separate items presented in other comprehensive income into two groups, based on whether or not they may be recycled to profit or loss in the future.

IAS 19 (Amendment) "Employee Benefits" (effective for annual periods beginning on or after 1 January 2013)

This amendment makes significant changes to the recognition and measurement of defined benefit pension expense and termination benefits (eliminates the corridor approach) and to the disclosures for all employee benefits. The key changes relate mainly to recognition of actuarial gains and losses, recognition of past service cost / curtailment, measurement of pension expense, disclosure requirements, treatment of expenses and taxes relating to employee benefit plans and distinction between "short-term" and "other long-term" benefits.

IFRS 7 (Amendment) "Financial Instruments: Disclosures" (effective for annual periods beginning on or after 1 January 2013)

The IASB has published this amendment to include information that will enable users of an entity's financial statements to evaluate the effect or potential effect of netting arrangements, including rights of set-off associated with the entity's recognised financial assets and recognised financial liabilities, on the entity's financial position.

IAS 32 (Amendment) "Financial Instruments: Presentation" (effective for annual periods beginning on or after 1 January 2014)

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.

Group of standards on consolidation and joint arrangements (effective for annual periods beginning on or after 1 January 2014)

The IASB has published five new standards on consolidation and joint arrangements: IFRS 10, IFRS 11, IFRS 12, IAS 27 (amendment) and IAS 28 (amendment). These standards are effective for annual periods beginning on or after 1 January 2014. Earlier application is permitted only if the entire "package" of five standards is adopted at the same time. The Group is in the process of assessing the impact of the new standards on its consolidated financial statements. The main provisions are as follows:

IFRS 10 "Consolidated Financial Statements"

IFRS 10 replaces all of the guidance on control and consolidation in IAS 27 and SIC 12. The new standard changes the definition of control for the purpose of determining which entities should be consolidated. This definition is supported by extensive application guidance that addresses the different ways in which a reporting entity (investor) might control another entity (investee). The revised definition of control focuses on the need to have both power (the current ability to direct the activities that significantly influence returns) and variable returns (can be positive, negative or both) before control is present. The new standard also includes guidance on participating and protective rights, as well as on agency/ principal relationships.

IFRS 11 "Joint Arrangements"

IFRS 11 provides for a more realistic reflection of joint arrangements by focusing on the rights and obligations of the arrangement, rather than its legal form. The types of joint arrangements are reduced to two: joint operations and joint ventures. Proportional consolidation of joint ventures is no longer allowed. Equity accounting is mandatory for participants in joint ventures. Entities that participate in joint operations will follow accounting much like that for joint assets or joint operations today. The standard also provides guidance for parties that participate in joint arrangements but do not have joint control.

IFRS 12 "Disclosure of Interests in Other Entities"

IFRS 12 requires entities to disclose information, including significant judgments and assumptions, which enable users of financial statements to evaluate the nature, risks and financial effects associated with the entity's interests in subsidiaries, associates, joint arrangements and unconsolidated structured entities. An entity can provide any or all of the above disclosures without having to apply IFRS 12 in its entirety, or IFRS 10 or 11, or the amended IAS 27 or 28.

IAS 27 (Amendment) "Separate Financial Statements"

This Standard is issued concurrently with IFRS 10 and together, the two IFRSs supersede IAS 27 "*Consolidated and Separate Financial Statements*". The amended IAS 27 prescribes the accounting and disclosure requirements for investment in subsidiaries, joint ventures and associates when an entity prepares separate financial statements. At the same time, the Board relocated to IAS 27 requirements from IAS 28 "*Investments in Associates*" and IAS 31 "*Interests in Joint Ventures*" regarding separate financial statements.

IAS 28 (Amendment) "Investments in Associates and Joint Ventures"

IAS 28 "*Investments in Associates and Joint Ventures*" replaces IAS 28 "*Investments in Associates*". The objective of this Standard is to prescribe the accounting for investments in associates and to set out the requirements for the application of the equity method when accounting for investments in associates and joint ventures, following the issue of IFRS 11.

IFRS 10, IFRS 11 and IFRS 12 (Amendment) "Consolidated financial statements, joint arrangements and disclosure of interests in other entities: Transition guidance" <u>(effective for annual periods beginning on or after 1 January 2013)</u>

The amendment to the transition requirements in IFRSs 10, 11 and 12 clarifies the transition guidance in IFRS 10 and limits the requirements to provide comparative information for IFRS 12 disclosures only to the period that immediately precedes the first annual period of IFRS 12 application. Comparative disclosures are not required for interests in unconsolidated structured entities. These amendments have not yet been endorsed by the EU.

IFRS 10, IFRS 12 and IAS 27 (Amendment) "Investment entities" <u>(effective for annual periods beginning on or after 1 January 2014)</u>

The amendment to IFRS 10 defines an investment entity and introduces an exception from consolidation. Many funds and similar entities that qualify as investment entities will be exempt from consolidating most of their subsidiaries, which will be accounted for at fair value through profit or loss, although controlled. The amendments to IFRS 12 introduce disclosures that an investment entity needs to make. These amendments have not yet been endorsed by the EU.

<u>Amendments to standards that form part of the IASB's 2011 annual improvements project</u>

The amendments set out below describe the key changes to IFRSs following the publication in May 2012 of the results of the IASB's annual improvements project. These amendments are effective for annual periods beginning on or after 1 January 2013 and have not yet been endorsed by the EU.

IAS 1 "Presentation of financial statements"

The amendment clarifies the disclosure requirements for comparative information when an entity provides a third balance sheet either (a) as required by IAS 8 "Accounting policies, changes in accounting estimates and errors" or (b) voluntarily.

IAS 16 "Property, plant and equipment"

The amendment clarifies that spare parts and servicing equipment are classified as property, plant and equipment rather than inventory when they meet the definition of property, plant and equipment, i.e. when they are used for more than one period.

IAS 32 "Financial instruments: Presentation"

The amendment clarifies that income tax related to distributions is recognised in the income statement and income tax related to the costs of equity transactions is recognised in equity, in accordance with IAS 12.

IAS 34, 'Interim financial reporting'

The amendment clarifies the disclosure requirements for segment assets and liabilities in interim financial statements, in line with the requirements of IFRS 8 "Operating segments".

2.3 Consolidation

(a) Subsidiary companies

Subsidiaries are all entities (including special purpose entities) over which the Group has the power to govern the financial and operating policies generally accompanying a shareholding of more than one half of the voting rights. The existence and effect of potential voting rights that are currently exercisable or convertible are considered when assessing whether the Group controls another entity.

The group also assesses existence of control where it does not have more than 50% of the voting power but is able to govern the financial and operating policies by virtue of de-facto control. De-facto control may arise in circumstances where the size of the group's voting rights relative to the size and dispersion of holdings of other shareholders give the group the power to govern the financial and operating policies.

Subsidiaries are fully consolidated from the date on which control is transferred to the Group. They are deconsolidated from the date that control ceases. Total income is proportionally attributed to the owners of the parent company and to other shareholders, even if the balance attributed to the later ones is in debit.

The Group applies the acquisition method to account for business combinations. The consideration transferred for the acquisition of a subsidiary is the fair values of the assets transferred, the liabilities incurred to the former owners of the acquiree and the equity interests issued by the group. Acquisition-related costs are expensed as incurred. Identifiable assets acquired and liabilities and contingent liabilities assumed in a business combination are measured initially at their fair values at the acquisition date. Identifiable assets acquired and liabilities and contingent liabilities assumed in a business combination are measured initially at their fair values at the acquisition date. By each case of purchase the Group recognizes eventual non-controlling interest of the subsidiary either in its fair value or in the value of the share of the non-controlling interest in the net position of the subsidiary.

The excess of the consideration transferred, the amount of any non-controlling interest in the acquiree and the acquisition-date fair value of any previous equity interest in the acquiree over the fair value of the group's share of the identifiable net assets acquired is recorded as goodwill. If this is less than the fair value of the net assets of the subsidiary acquired in the case of a bargain purchase, the difference is recognised directly in the statement of comprehensive income. Any contingent consideration to be transferred by the group is recognised at fair value at the acquisition date. Subsequent changes to the fair value of the contingent consideration that is deemed to be an asset or liability is recognised in accordance with IAS 39 either in profit or loss or as a change to other comprehensive income. In case that the contingent consideration is classified as equity item it is not re-measured until the final settlement through equity.

If Inter-company transactions, balances and unrealised gains on transactions between group companies are eliminated. Unrealised losses are also eliminated. Accounting policies of subsidiaries have been changed where necessary to ensure consistency with the policies adopted by the Group.

The Company records its investments in subsidiary companies, in its corporate financial statements, at cost less devaluation.

(b) Increase of equity participation in subsidiaries

The Group handles the transactions with non-controlling interests equally with the transactions with the main shareholders of the Group. Regarding purchases made by non-controlling interests, the difference between the paid value and the book value of the acquired equity share of the subsidiary is recorded in equity. Gains or losses on disposals to non-controlling interests are also recorded in equity.

When the Group ceases to have control or significant influence, the remaining percentage of participation is re-measured to its fair value and eventual resulting differences are recorded as profit or loss. Afterwards, this asset is recognized as an associate, joint venture or financial asset. In addition, relevant amounts previously recorded in the net position are accounted for as if the related assets or liabilities had been sold, i.e. they are transferred to be classified to profit or loss.

(c) Associates

Associates are all entities over which the Group has significant influence but not control, generally accompanying a shareholding of between 20% and 50% of the voting rights. Investments in associates are accounted for using the equity method of accounting and are initially recognized at cost. The Group's investment in associates includes goodwill (net of any accumulated impairment loss) identified on acquisition.

If the ownership interest in an associate is reduced but the Group's significant influence is retained, only a proportionate share of the amounts previously recognised in net worth is reclassified to profit or loss.

The Group's share of its associates' post-acquisition profits or losses is recognized in the income statement, and its share of post-acquisition movements in reserves is recognized in reserves. The cumulative post-acquisition movements are adjusted against the carrying amount of the investment. When the Group's share of losses in an associate equals or exceeds its interest in the associate, including any other unsecured receivables, the Group does not recognize further losses, unless it has incurred obligations or made payments on behalf of the associate.

Unrealized gains on transactions between the Group and its associates are eliminated to the extent of the Group's interest in the associates. Unrealized losses are eliminated, also to the extent of the Group's interest in them, unless the transaction provides evidence of an impairment of the assets transferred. Accounting policies of associates have been changed where necessary to ensure consistency with the policies adopted by the Group.

In the parent company's financial position associates are evaluated at cost less impairment.

2.4 Segment Reporting

The operating segments are presented in a manner consistent with its internal financial reports, in accordance with the Group's management.

2.5 Foreign currency translation

(a) Functional and presentation currency

Items included in the financial statements of each of the Group's entities are measured using the currency of the primary economic environment in which the entity operates ('the functional currency').

The consolidated financial statements are presented in Euros, which is the Company's functional and presentation currency.

(b) Transactions and balances

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at year-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognized in the income statement. Foreign exchange differences from non-monetary items carried at their fair value are considered as the price of fair value and consequently are recorded where also its differences are recorded.

(c) Group Companies

The results and financial position of all group entities (none of which has the currency of a hyperinflationary economy) that have a functional currency different from the presentation currency are translated into the presentation currency as follows:

Assets and liabilities for each balance sheet presented are translated at the closing rate at the date of that balance sheet.

Income and expenses for each income statement are translated at average exchange rates (unless this average is not a reasonable approximation of the cumulative effect of the rates prevailing on the transaction dates, in which case income and expenses are translated at the dates of the transactions). All resulting exchange differences are recognised as a separate component of equity.

Goodwill and fair value adjustments arising on the acquisition of a foreign entity are treated as assets and liabilities of the foreign entity and translated at the closing rate.

2.6 Property, Plant and Equipment

All property, plant and equipment, is shown at cost less subsequent depreciation and impairment. Acquisition cost may also include expenditure that is directly attributable to the acquisition of the items.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Group and the cost of the item can be measured reliably. All other repairs and maintenance are charged to the income statement during the financial period in which they are incurred.

Land is not depreciated. Depreciation on other assets is calculated using the straight-line method to allocate their cost or revalued amounts to their residual values over their estimated useful lives, as follows:

- Buildings	10-33	Years
- Machinery	5-20	Years
- Vehicles	6-7	Years
- Furniture, fittings and equipment	3-8	Years

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at each balance sheet date.

When an asset's carrying amount is greater than its estimated recoverable amount, the difference (impairment) is written down immediately to results

Upon sale of tangible fixed assets, any difference between the proceeds and their book value is recorded as profit or loss in the operating results.

Financial assets concerning the construction of assets are being capitalized for the period needed until the completion of the construction. All other financial expenses are recognized in the income statement.

2.7 Intangible Assets

Computer Software

Acquired computer software licenses are valued at the acquisition cost less any accumulated depreciation, less any accumulated impairment. These costs are amortized based on the fixed amortization method over their estimated useful lives (three to five years).

Costs associated with developing or maintaining computer software programmes are recognized as an expense in the Income Statement as incurred.

Development Expenses

Research expenditure is recognized as an expense as incurred. Costs incurred on development projects (relating to the design and testing of new or improved products) are recognized as intangible assets when it is probable that the project will be successful, considering its commercial and technological feasibility, and also the costs can be measured reliably. Other development expenditures, that do not satisfy the standards above, are recognized as an expense in the income statement as incurred. Development costs that have been capitalized are amortized from the commencement of their production on a straight line basis over the period of its useful life, not exceeding 5 years.

Goodwill

Goodwill represents the difference between the acquisition cost and the fair value of the subsidiary's equity at the acquisition date. Goodwill on acquisitions of subsidiaries is recognized in intangible assets. Goodwill is not amortized and is tested annually for impairment and recognized at cost less any impairment losses. Losses of goodwill are not reversed.

Licenses

Licenses are carried at cost less amortization. The amortization using the straight-line method calculated from the date of the right until the expiration date of license.

2.8 Non-current assets (or disposal groups) held for sale

Non-current assets (or disposal groups) are classified as assets held for sale and stated at the lower of carrying amount and fair value less costs to sell if their carrying amount is recovered principally through a sale transaction rather than through a continuing use.

2.9 Offset of Financial Data

Financial assets and liabilities are offset and the net amount is presented in the balance sheet, in so far as there is a legal right to offset and the intention to settle them on a net basis or to recognize the asset and to settle the liability at the same time.

2.10 Impairment of non-financial assets

Assets that have an indefinite useful life are not subject to amortization and are tested annually for impairment. Assets that are subject to amortization are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognized for the amount by which the asset's carrying amount exceeds its recoverable amount. Recoverable amount is the higher of an asset's fair value less costs to sell and value in use. (current cash flow value that is expected to be created based on the management's estimation for the future financial and operational conditions). The cost of impairment is recognized as cost at the Income Statement during the fiscal year of the impairment. For the purposes of assessing impairment, assets are grouped at the lowest levels for which there are separately identifiable cash flows.

2.11 Financial assets

The Group classifies its financial assets in the following categories. The classification depends on the purpose for which the financial assets were acquired. Management de termines the classification of its financial assets at initial recognition and re-evaluates this designation at every reporting date.

(a) Financial assets at fair value through profit or loss

This category includes financial assets held for sale in a short time period. Moreover, it includes derivatives, unless they are designated as hedges. Assets in this category are classified as current assets if they are either held for trading or are expected to be realized within 12 months of the balance sheet date.

(b) Loans and receivables

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. They are included in current assets, except for maturities greater than 12 months after the balance sheet date. These are classified as non-current assets.

(c) Held-to-maturity investments

Held-to-maturity investments are non-derivative financial assets with fixed or determinable payments and fixed maturities that the Group's management has the positive intention and ability to hold to maturity.

(d) Available-for-sale financial assets

Available-for-sale financial assets are non-derivatives that are either designated in this category or not classified in any of the other categories. They are included in non-current assets unless management intends to dispose of the investment within 12 months of the balance sheet date.

The purchase and sales of investments are recorded for on the trade-date, which the date on which the Group commits to purchase or sell the asset. Investments are initially recognized at fair value plus transaction costs for all financial assets not carried at fair value through profit or loss. Financial assets carried at fair value through profit or loss are initially recognized at fair value and transaction costs are expensed in the income statement. Investments are derecognized when the rights to receive cash flows from the investments have expired or have been transferred and the Group has transferred substantially all risks and rewards of ownership.

Then, the available-for-sale financial assets are evaluated at fair value and the relevant profits or losses are recorded in the reserves of equity. During the sale or when designated as impaired, the profits and losses are carried over to the results. Impairment losses being recognized in profit or loss shall not be reversed through the results.

Realized and non-realized profits or losses arising from the changes in the fair values of the financial assets evaluated at fair value through profit or loss are presented in the income statement in the period in which they arise.

The fair values of quoted investments are based on current bid prices. As regards non traded assets, their fair value is established using measurement techniques such as analysis of recent transactions, comparable assets traded and cash flow discounting.

The Group assesses at each balance sheet date whether there is objective evidence that a financial asset or a group of financial assets is impaired. In the case of equity securities classified as available for sale, a significant or prolonged decline in the fair value of the security below its cost is considered as an indicator that the securities are impaired. If impairment is demonstrated, accumulated loss in equity which is the difference between the cost of acquisition and the fair value shall be carried over to results. Impairment losses recognized in the income statement on equity instruments are not reversed through the income statement.

2.12 Derivative Financial Instruments

Cash flow hedge

The effective portion of changes in the fair value of derivatives that are designated and qualify as cash flow hedges are recognized in equity. The gain or loss relating to the ineffective portion is recognized immediately in the income statement.

Amounts accumulated in equity are recycled in the income statement in the periods when the hedged item affects profit or loss. The gain or loss relating to the effective portion of interest rate swaps hedging variable rate borrowings is recognized in the income statement within finance costs.

When a hedging instrument expires or is sold, or when a hedge no longer meets the criteria for hedge accounting, any cumulative gain or loss existing in equity at that time remains in equity and is recognized when the forecast transaction is ultimately recognized in the income statement. When a forecast transaction is no longer expected to occur, the cumulative gain or loss that was reported in equity is immediately transferred to the income statement within other gains/(losses) – net.

2.13 Inventories

Stocks are estimated at the lower value between their acquisition cost and their net realizable value. The acquisition cost is determined based on the average monthly weighted cost method. Financial expenses are not included in the acquisition cost. The net realizable value is estimated based on the stock's current sales price, within the framework of ordinary business activities, less any possible selling expenses, wherever such a case concurs.

2.14 Trade Receivables

Trade receivables are recognized initially at fair value and subsequently measured at amortized cost using the effective interest method, less provision for impairment. A provision for impairment of trade receivables is established when there is objective evidence that the Group will not be able to collect all amounts due according to the original terms of the receivables. The amount of the provision is the difference between the asset's carrying amount and the present value of estimated future cash flows, discounted at the effective interest rate. The amount of the provision is recognized in the income statement.

2.15 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks.

2.16 Share capital

Ordinary shares are classified as equity.

Direct expenses attributable to the issue of new shares appear following the subtraction of the relevant income tax, as a deduction in net worth.

Treasury share acquisition cost is deducted from equity attributable to the Company's equity holders until the shares are cancelled, reissued or disposed of. Where such shares are subsequently sold or reissued, any consideration received, net of any directly attributable incremental transaction costs and the related income tax effects, is included as reserves in equity attributable to the Company's equity holders.

2.17 Suppliers

The trade payables are accounted for initially at fair value and later on are evaluated at the net value using the effective interest method.

2.18 Borrowings

Borrowings are recognized initially at fair value, net of transaction costs incurred. Borrowings are subsequently stated at amortised cost, using the effective interest method. Any difference between the proceeds (net of transaction costs) and the redemption value is recognized in the income statement over the period of the borrowings using the effective interest method.

Borrowings are classified as current liabilities unless the Group has an unconditional right to defer settlement of the liability for at least 12 months after the balance sheet date. In this case borrowings are classified as non-current liabilities.

2.19 Deferred Income Tax

Deferred income tax is provided in full, using the liability method, on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements. The deferred income tax is not accounted for if it arises from initial recognition of an asset or liability in a transaction, other than a business combination, that at the time of the transaction affects neither accounting nor taxable profit or loss. Deferred income tax is determined using tax rates (and laws) that have been enacted or substantially enacted by the balance sheet date and are expected to apply when the related deferred income tax asset is realized or the deferred income tax liability is settled.

Deferred income tax assets are recognized to the extent that it is probable that future taxable profit will be available against which the temporary differences can be utilized.

Deferred income tax is provided on temporary differences arising on investments in subsidiaries, joint ventures and associates, except where the timing of the reversal of the temporary difference is controlled by the Group and it is probable that the temporary difference will not reverse in the foreseeable future.

Deferred income tax assets and liabilities are offset when there is a legally enforceable right to offset current tax assets against current tax liabilities and when the deferred income taxes relate to the same fiscal authority.

2.20 Income Tax

Income tax is calculated based on the tax rates enacted and in effect in the countries where the Group operations take place, and is recognized as an expense during the year in which the related income arises

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2.21 Employee benefits

(a) Pension obligations

The employee benefits after their retirement include defined contribution programs and defined benefit programs.

The accrued cost of defined contribution programs is recognized as expense during the relevant period.

The liability recognized in the balance sheet in respect of defined benefit pension plans is the present value of the defined benefit obligation at the balance sheet date less the fair value of plan assets, together with adjustments for unrecognized actuarial gains or losses and past service costs. The defined benefit obligation is calculated annually by independent actuaries using the projected unit credit method.

Cumulative actuarial gains and losses arising from experience adjustments and changes in actuarial assumptions in excess of the greater of 10% of the value of plan assets or 10% of the defined benefit obligation are spread to income over the employees' expected average remaining working lives. Past-service costs are recognized immediately in income, unless the changes to the pension plan are conditional on the employees remaining in service for a specified period of time (the vesting period). In this case, the past-service costs are amortized on a straight-line basis over the vesting period.

(b) Termination benefits

Termination benefits are payable when employment is terminated before the normal retirement date, or when an employee accepts voluntary redundancy in exchange for these benefits. The Group recognizes termination benefits when it is demonstrably committed to either: terminating the employment of current employees according to a detailed formal plan without possibility of withdrawal; or providing termination benefits as a result of an offer made to encourage voluntary redundancy. Benefits falling due more than 12 months after balance sheet date are discounted to present value.

(c) Short term benefits

Short term employee benefits both in money and kind are accounted for as expense when they occur.

2.22 Government Grants

Grants from the government are recognized at their fair value where there is a reasonable assurance that the grant will be received and the Group will comply with all attached conditions.

Government grants relating to costs are deferred and recognized in the income statement over the period necessary to match them with the costs that they are intended to compensate.

Government grants relating to the purchase of property, plant and equipment are included in non-current liabilities as deferred government grants and are credited to the income statement on a straight line basis over the expected lives of the related assets.

2.23 Share Options Plan to Employees

The company has granted prior to 2002, rights for the acquisition of shares (Share Option Plans) to certain executives which are vesting gradually from year 2002 up to year 2011. The exercise price of the right was fixed as the mid-closing price of the share on the Athens Stock Exchange. The company did not account for these Share Options in accordance with provisions of IFRS 2 "Share Based Payments", since they were granted before November 7, 2002, the effective date which IFRS 2 provisions become applicable, apart from the paragraphs 44 and 45 of the IFRS 2.

2.24 Provisions

A provision shall be recognized when:

i. an entity has a present obligation (legal or constructive) as a result of a past event;

ii. it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation; and

iii. a reliable estimate can be made of the amount of the obligation.

Where there are a number of similar obligations, the likelihood that an outflow will be required in settlement is determined by considering the class of obligations as a whole. A provision is recognized even if the likelihood of an outflow with respect to any one item included in the same class of obligations may be small.

2.25 Revenue Recognition

Revenue comprises the fair value of the sale of goods and services, net of value-added tax, rebates and discounts. Intercompany revenues within the Group are fully written off in the consolidated financial statements. Revenue is recognized as follows:

(a) Sales of goods — wholesale

Sales of goods are recognized when a Group entity has delivered products to the customer; the customer has accepted the products; and collectability of the related receivables is reasonably assured.

(b) Sales of services

Sales of services are recognized in the accounting period in which the services are rendered, by reference to completion of the specific transaction assessed on the basis of the actual service provided as a proportion of the total services to be provided.

(c) Interest income

Interest income is recognized on a time-proportion basis using the effective interest method. When a receivable is impaired, the Group reduces the carrying amount to its recoverable amount, being the estimated future cash flow discounted at original effective interest rate of the instrument, and continues accreting the discount as interest income. Thereafter, interests are calculated by using the same rate on the impaired value (new accounting value).

(d) Dividends

Dividends are recognized when the right to receive payment is established.

2.26 Leases

Company Group as lessee

Leases of property, plant and equipment where the Group has substantially all the risks and rewards of ownership are classified as finance leases. Finance leases are capitalized at the lease's inception at the lower of the fair value of the leased property and the present value of the minimum lease payments. Each lease payment is allocated between the liability and finance charges so as to achieve a constant rate on the finance balance outstanding. The property, plant and equipment acquired under finance leases is depreciated over the asset's useful life.

Leases where the lessor retains substantially all the risks and rewards of ownership are classified as operating leases. Payments made under operating leases (net of any incentives received from the lessor) are charged to the income statement on a straight-line basis over the period of the lease.

2.27 Dividend distribution

Dividend distribution to the Company's shareholders is recognized as a liability in the Group's financial statements in the period in which the dividends are approved by the Company's shareholders.

2.28 Roundings

The numbers contained in these financial statements have been rounded to Euros. Accordingly in certain cases, the sum of the numbers in a column may not conform to the total figure given for that column or the figure presented in the notes may differ to the number shown in the primary financial statements.

2.29 Earnings per Share

The basic earnings per share calculated by dividing the profits attributable to equity holders of the Company by the weighted average number of ordinary shares in issue during the year, excluding ordinary shares purchased by the company and held as treasury shares.The diluted earnings per share are calculated by dividing the net profit given to the shareholders of the parent company (since first subtracting the interest rate on the convertible ordinary shares, after taxes) with the weighted average number of ordinary shares (adjusted by the influence of the diluted converted shares).

3 Financial risk management

The Group is exposed to Credit Risk, Liquidity Risk and Market Risk arising from the use of its financial instruments. This memo provides information regarding the exposure of the Group to each of the above risks, the goals of the Group, its risk assessment and management policies and procedures, as well as the Group's capital management. More quantitative information on these notifications is included throughout the Financial Statements.

The Group's risk management policies are implemented in order to identify and analyse risks faced by the Group as well as to set risk-taking limits and implement controls thereon. Risk management policies and related systems are periodically monitored, in order to ensure that they incorporate the changes in market conditions and in the Group's activities.

The Internal Audit department is responsible for monitoring compliance with risk management policies and procedures. The department carries out regular as well as special audits in order to ascertain compliance with proper procedures and its findings are communicated to the Board of Directors.

3.1 Market Risk

3.1.1 Foreign exchange risk

The Group operates in Europe, and consequently the greater part of the Group's transactions are carried out in Euros. However, part of the Group's purchases is denominated in US Dollar.

To avoid this risk the Group makes use of forward contracts and pay his vendors promptly.

If, as at 31.12.2012, the EURO was appreciated by 10% (2011:10%) compared to Russian ruble, with other variables remaining fixed, the Group's net worth would be decreased by €3,553,479 (2011: 2,795,516), while if it was depreciated by 10% (2011: 10%) the Group's net worth would be increased by € 4,343,141 (2011: 3,416,742).

If, as at 31/12/2012, USD was appreciated/ depreciated by 10% compared to the EURO, with the other variables remaining fixed, profit after taxes of the Group would be increased/ decreased by €1,654 thousand (2011: decreased by €3,576 thousand) and €2,021 thousand (2011: increased by € 4,371 thousand) respectively, mainly due to the currency losses/gains occurring from the conversion to EURO of the receivables, liabilities and cash and cash equivalents in USD. Net Assets would be respectively affected.

The loan interest is in the same currency as that used in the cash flows relating to the Group's operational activities, which is mainly Euro.

The Group's investments in other subsidiaries are not hedged, as these are regarded as long-term currency investments and have mainly been carried out in Euros.

3.1.2 Price risk

The purpose of risk management against market conditions is to control the Group's exposure to those risks, within the framework of acceptable parameters while optimizing results.

α) Products

The main market risk is the risk of fluctuations in the prices of raw materials (scrap), which determine to a great extent the final price of the products. Group policy is to show inventories at the lower value between acquisition cost and net realizable value. In periods of price fluctuation results are affected by the depreciation of the value of stocks. The Group makes hedging using derivative financial products where available.

β) Investments

Investments are classified by the Group based on the purpose for which they were acquired.

Management decides on the suitable classification of the investment at the time of its purchase and re-examines said classification on each presentation date.

There is no risk exposure for the group from the listed companies' share price fluctuation as only a very small number of shares are held in its possession.

3.1.3 Cash flow and fair value interest rate risk

The Group finances its investments and its cash flow requirements through bank and bond loans, which result in interest expense that charges its financial results. Upward trends in interest rates will have adverse effects on results, as the Group will incur additional cost of debt.

Interest rate risk is contained, as part of the Group's loans is subject to fixed interest rates, or directly with the use of financial instruments (interest rates Swaps).

If, as at 31/12/2012, interest rates were increased (decreased) by 0.25% / (-0.25%), the Group's profits before taxes effect would be (loss) / profit equal to (-€1,237 thousand) / €1,237 thousand. Group net assets would be affected proportionally.

Respectively, if, as at 31/12/2011, interest rates were increased (decreased) by 0.25% / (-0.25%), the Group's profits before taxes effect would be (loss) / profit equal to (-€1,456 thousand). / €1,456 thousand. Under the same scenario, the company's profits before taxes effect would be (loss) / profit equal to (-€293 thousand) / €293 thousand. Group and Company net assets would be affected proportionally.

3.2 Credit risk

Credit risk refers to the Group's risk of incurring a loss in the event a customer or third party fails to fulfil his contractual obligations under a financial instrument agreement and is related primarily to receivables from customers. Credit risk arises from cash and cash equivalents, investments and derivative financial instruments (Note 15).

3.2.1 Customers and other receivables

The Group's exposure to credit risk is mainly affected by the specific characteristics of each customer. The demographic characteristics of the Group's customer base, including the risk of payment default characterizing the specific market and country wherein customers operate, do not affect credit risk to the same extent, as no correlation between geographic location and credit risk has been observed. No customer exceeds 10% of sales and, as a result, market risk is divided among a large number of customers.

The Board of Directors has established a credit policy whereby each new customer is individually checked for creditworthiness before the usual payment terms are proposed. Credit limits are set on a customer by customer basis and are re-estimated according to current trends and if necessary the sales and collection terms are readjusted. Customer credit lines are mainly determined based on the insurance limits set by the insurance companies based on which the company proceeds with insuring the receivables.

When monitoring customer credit risk, customers are classified in accordance with their credit profile, the maturity of their receivables and any prior collection problems they may have displayed. Customers and other receivables mainly concern wholesale customers of the Group. Customers characterized as "high risk" are placed on a special list and future sales have to be prepaid. Depending on the customer's prior record and profession, the Group reserves the right to demand tangible or other guarantees (such as letters of guarantee).

The Group records a depreciation provision which represents its assessment of losses incurred in relation to customer liabilities, other receivables. This provision mainly consists of losses due to the devaluation of specific receivables that were deemed realizable in relation to specific conditions but which have not as yet been finalized.

The nominal value less impairment provision of trade receivables is assumed to approximate their fair value. The fair value of financial liabilities for disclosure purposes is estimated by the present value of the discounted future cash flows of specific contracts at the current market interest rate prices that is available to the Group for similar financial instruments.

3.2.2 Guarantees

The policy of the Group is not to offer guarantees, except only to subsidiaries or affiliated companies and then only by decision of the Board of Directors.

3.3 Liquidity Risk

Liquidity risk is the risk whereby the Group may be unable to fulfil its financial obligations when these become due. The approach adopted by the Group regarding liquidity management is to ensure, by maintaining minimum necessary cash reserves and sufficient credit limits from the banks with which it cooperates, that it will always have enough liquidity in order to fulfil its financial liabilities when those become due, under normal as well as exceptional circumstances, without incurring unacceptable losses or risking the Group's reputation.

In order to avoid liquidity risks, the Group anticipates annual cash flows when drafting the annual budget, as well as a rolling monthly provision for a period of three months, in order to ensure that it will always have enough cash reserves in order to cover its operational costs. The effect of unforeseeable extreme circumstances is not taken into consideration in this policy.

The leverage ratio at December 31, 2012 and 2011 were as follows:

		CONSOLIDATED DATA	
	Note	**31/12/2012**	**31/12/2011**
Total borrowing	20	568.995.393	593.448.897
Less			
Cash and cash equivalents	16	-41.862.828	-47.427.286
Net borrowing		**527.132.565**	**546.021.611**
Total net worth		468.789.647	540.695.067
Total employed capital		**995.922.212**	**1.086.716.678**
Leverage ratio		**53%**	**50%**

3.4 Capital Management

The policy of the Board of Directors consists of the preservation of a solid capital base, in order to maintain investor, creditor and market confidence in the Group and to allow the future expansion of its activities. The Board of Directors monitors the return on capital, which is defined by the Group as the net results divided by the total net position, excluding non-convertible preferred shares and minority interests into consideration. The Board of Directors also monitors the level of dividends paid to the holders of ordinary shares.

The Board of Directors tries to maintain a balance between, on the one hand, higher returns which would have been possible under higher borrowing levels and, on the other hand, the advantages associated with the security that a strong and healthy capital position would provide.

Debt Ratio	$\frac{\text{Long Term Liabilities}}{\text{Long Term Liabilities + Total Equities}}$	0,32
Interest Coverage Ratio	$\frac{\text{EBITDA}}{\text{Total Interest}}$	0,72
The capital to non-current assets ratio	$\frac{\text{Total Equities}}{\text{Total Non - Current Assets}}$	64%

The Group does not have a specific own share buyback plan.

No changes occurred insofar as the approach adopted by the group in relation to capital management during the fiscal period being reported.

3.5 Fair value estimation

The Group applies the revised IFRS 7 with regards to the financial data appearing in financial statements in fair value.

The different levels are defined as follows:

Amounts in Euro		CONSOLIDATED DATA							
		31/12/2012				31/12/2011			
	Note	Level 1	Level 2	Level 3	Total	Level 1	Level 2	Level 3	Total
Financial assets available for sale	10	5.150	1.539.350		**1.544.500**	5.150	1.539.350	-	**1.544.500**
Financial assets at fair value	11	-	-	7.337	**7.337**	-	-	7.337	**7.337**
Derivative financial assets	15	-	134.597	-	**134.597**	-	533.516	-	**533.516**
		5.150	**1.673.947**	**7.337**	**1.686.434**	**5.150**	**2.072.866**	**7.337**	**2.085.353**
Derivative financial liabilities	15	-	-109.343	**-**	**-109.343**	**-**	-4.558.052	**-**	**-4.558.052**
		-	**-109.343**	**-**	**-109.343**	**-**	**-4.558.052**	**-**	**-4.558.052**

Amounts in Euro		COMPANY DATA							
		31/12/2011				31/12/2011			
		Level 1	Level 2	Level 3	Total	Level 1	Level 2	Level 3	Total
Financial assets available for sale	10	-	-	-	-	5.150	1.409.321	-	**1.414.471**
Derivative financial assets	15	**-**	-	**-**	**-**	**-**	126.926	**-**	**126.926**
		-	-	-	-	**5.150**	**1.536.247**	-	**1.541.397**
Derivative financial liabilities for cash flow hedging	15	**-**	**-**	**-**	**-**	**-**	-33.196	**-**	**-33.196**
		-	**-**	**-**	**-**	**-**	**-33.196**	-	**-33.196**

The fair value of financial instruments traded in active markets (stock exchanges) (such as trading, bonds and available-for-sale securities) is based on quoted market prices at the balance sheet date. The offer price is used for financial assets, while the bid price is used for financial liabilities.

The fair value of financial instruments that are not traded in an active market is determined by using valuation techniques and assumptions that are based on market conditions existing at each balance sheet date.

4 Accounting estimates and assumptions

Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

4.1 Critical accounting estimates and assumptions

The Group makes estimates and assumptions concerning the future. The estimates and assumptions that have a significant risk of causing material adjustment to the carrying amounts of assets and liabilities within the next financial year are discussed below.

a) Significant judgment is required in determining the provision for income taxes. There are many transactions and calculations for which the ultimate tax determination is uncertain. Where the final tax outcome of these matters is different from the amounts that were initially recorded, such differences will impact the income tax and deferred tax provisions in the period in which such determination is made.

b) The Group recognizes provisions for anticipated negative outcome of legal cases based on assessments performed the Group's Legal Department.

c) Also, provisions are recognized, based on historical information and past experience, for estimated losses that are expected to arise in the future due to customer claims for contractual obligations undertaken by the Group.

d) The Group recognizes provisions for impairments to investments taking into account the future gains from those investments.

e) Employee benefits

The current value of the employee benefit commitments is based on a number of factors specified actuarially using some assumptions. The assumptions used to define the net expenditure of employee benefits include discount rates, future pay raises as well as inflation rates. Possible changes in these assumptions would affect the accounting value of the commitment.

The present value of the defined benefits is calculated based on the appropriate discount rate (Bond index "iBoxx AA-rated Euro corporate bond 10+year") plus increases in staff salaries. The assumptions used are further illustrated in Note 22.

4.2 Critical judgments in applying the entity's accounting policies

By application of the provisions of IAS 2, according to which inventories are valued at the lower of the acquisition cost and the net realizable value, a depreciation of €(2,374) thousand for the Group. The above amount burdened the results of the period.

5 Segment Information

Primary reporting format – business sectors

The Group is divided into two business sectors:

(1) Steel Construction and Industrial Products

(2) Steel Pipe Products

The results per segment for the year ended 31 December 2012 are as follows:

12 months ended 31 December 2012 *(Amounts in Euro)*	**Steel Construction Products**	**Pipes**	**Total**
Total gross sales per segment	**1.055.189.203**	**248.105.761**	**1.303.294.964**
Intra-company sales	-243.907.736	-12.727.893	**-256.635.629**
Net sales	**811.281.467**	**235.377.868**	**1.046.659.335**
Operating results	-46.647.655	7.637.946	**-39.009.709**
Financial income	1.012.833	344.417	**1.357.250**
Financial expenditures	-34.960.194	-4.072.816	**-39.033.010**
Participation income	41.607	-	**41.607**
Profits/losses of associates	-21.661	-	**-21.661**
Share results by subsidiaries	-4.292.869	5.301.061	**1.008.192**
Profits / (losses) before taxes	**-84.867.939**	**9.210.608**	**-75.657.331**
Income tax expense	2.095.717	-1.884.279	**211.438**
Net profits/(losses)	**-82.772.222**	**7.326.329**	**-75.445.893**
31/12/2012 *(Amounts in Euro)*	**Steel Construction Products**	**Pipes**	**Total**
Assets (apart from investments in associates)	972.817.578	246.359.082	**1.219.176.660**
Investments in Associates	12.125.475	17.704.923	**29.830.398**
Total Assets	**984.943.053**	**264.064.005**	**1.249.007.058**
Total liabilities	**690.865.999**	**89.351.410**	**780.217.409**

Other items per segment included in the results for the year ended 31 December 2012

12 months ended 31 December 2012 (Amounts in Euro)	Steel Construction Products	Pipes	Total
Depreciation of property, plant and equipment	53.598.112	12.389.956	**65.988.068**
Depreciation of intangible assets	99.974	800	**100.774**
Total depreciation	**53.698.086**	**12.390.756**	**66.088.842**
Impairment of receivables	-937.912	179.678	**-758.234**
Impairment of inventories	-	-2.175.308	**-2.175.308**
Investments in tangible, intangible assets and investments in fixed assets	23.217.046	1.769.523	**24.986.569**

The results per segment for the year ended 31 December 2011 are as follows:

12 months ended 31 December 2011 (*Amounts in Euro*)	Steel Construction Products	Pipes	Total
Total gross sales per segment	**1.263.768.354**	**276.674.425**	**1.540.442.779**
Intra-company sales	-276.094.564	-16.991.321	**-293.085.885**
Net sales	**987.673.790**	**259.683.104**	**1.247.356.894**
Operating results	-34.108.630	6.433.064	**-27.675.567**
Financial income	1.079.061	298.730	**1.377.791**
Financial expenditures	-31.273.478	-3.859.606	**-35.133.084**
Profits/losses of associates	14.436	-	**14.436**
Share results by subsidiaries	-989.382	3.062.867	**2.073.485**
Profits / (losses) before taxes	**-65.277.994**	**5.935.055**	**-59.342.939**
Income tax expense	4.631.231	-1.142.586	**3.488.645**
Net profits/(loss)	**-60.646.763**	**4.792.468**	**-55.854.294**

31 December 2011 (*Amounts in Euro*)	Steel Construction Products	Pipes	Total
Assets (apart from investments in associates)	1.078.697.178	297.225.891	**1.375.923.069**
Investments in Associates	16.507.531	13.303.791	**29.811.322**
Total Assets	**1.095.204.709**	**310.529.682**	**1.405.734.391**
Total liabilities	714.737.187	150.302.137	**865.039.324**

Other items per segment included in the results for the year ended 31 December 2011

12 months ended 31 December 2011 (Amounts in Euro)	Steel Construction Products	Pipes	Total
Depreciation of property, plant and equipment	50.311.831	12.086.758	**62.398.589**
Depreciation of intangible assets	86.461	6.383	**92.844**
Total depreciation	**50.398.292**	**12.093.141**	**62.491.432**
Impairment of receivables	-888.758	-9.679.514	**-10.568.272**
Impairment of inventories	962.000	-264.411	**697.589**
Investments in tangible, intangible assets and investments in fixed assets	34.537.792	2.221.220	**36.759.012**

The costs per sector have been defined by the operating activities of each segment.

Services to and from the segments, as well as sales/purchases of goods, are conducted in accordance with prevailing market conditions. There are no special rules of payment for amounts due and no interest is charged.

Secondary Reporting Format – Geographical Segment

Amounts in Euro	CONSOLIDATED DATA		COMPANY DATA	
Sales	**31/12/2012**	**31/12/2011**	**31/12/2012**	**31/12/2011**
Greece	211.378.617	219.420.709	67.361.339	88.961.731
European Union	452.025.056	682.851.921	78.081.949	115.676.712
Other European countries	155.771.465	138.767.989	44.670.495	54.452.409
Asia	39.458.967	72.323.914	14.209.743	3.968.265
America	140.262.035	94.062.906	4.160.840	7.950.211
Africa	47.763.195	39.929.455	8.504.489	5.520.794
Total	**1.046.659.335**	**1.247.356.894**	**216.988.855**	**276.530.121**

Analysis of sales per category

Amounts in Euro	**31/12/2012**	**31/12/2011**	**31/12/2012**	**31/12/2011**
Sales of merchandise & products	1.236.245.036	1.458.957.885	196.646.508	251.095.098
Income from services	40.402.197	58.031.744	10.397.859	14.917.022
Other	26.647.732	23.453.150	9.944.488	10.518.000
Intra-company	-256.635.630	-293.085.884	-	-
Total	**1.046.659.335**	**1.247.356.894**	**216.988.855**	**276.530.121**

Total assets other than Associates	**31/12/2012**	**31/12/2011**	**31/12/2012**	**31/12/2011**
Greece	888.879.382	976.604.080	197.624.282	581.497.553
Abroad	330.297.278	399.318.989	-	-
Total	**1.219.176.660**	**1.375.923.069**	**197.624.282**	**581.497.553**
Investments in Associates				
Greece	7.727.332	11.850.404	-	8.669.659
Abroad	22.103.066	17.960.918	-	3.234.352
Total	**29.830.398**	**29.811.322**		**11.904.011**
Total Assets	**1.249.007.058**	**1.405.734.391**	**197.624.282**	**593.401.564**

Investments in property, plant and equipment and intangible assets	**31/12/2012**	**31/12/2011**	**31/12/2012**	**31/12/2011**
Greece	11.169.814	21.230.465	1.914.740	4.371.883
Abroad	13.816.755	15.528.547	-	-
Total	**24.986.569**	**36.759.012**	**1.914.740**	**4.371.883**

6 Property, plant and equipment and intangible assets

Property, plant and equipment

CONSOLIDATED DATA

Amounts in Euro	Land	Buildings	Machinery	Vehicles	Furniture & fittings	Assets under construction	Total
Cost							
Balance as at January 1st 2011	**92.013.077**	**225.982.003**	**721.570.504**	**6.318.909**	**16.838.171**	**72.943.743**	**1.135.666.407**
Foreign exchange differences	6.917	70.586	77.341	727	7.430	11.206	**174.207**
Additions	1.769.160	8.113.092	8.633.121	217.021	727.263	17.281.413	**36.741.070**
Sales	-153.503	-	-1.013.013	-11.383	-63.170	-	**-1.241.069**
Write-offs	-	-4.418	-89.554	-22.076	-147	-14.327	**-130.522**
Transfer to current assets	-	-	-	-19.278	-	-	**-19.278**
Transfer to expenditures	-	-	-	-	-	-15.439	**-15.439**
Spare part consumption	-	-	-1.306.307	-	-	-	**-1.306.307**
Reclassifications	100.454	6.408.966	9.878.333	-	41.839	-16.429.592	**-**
Acquisition of subsidiaries	156.408	1.166.422	2.041.861	13.900	2.870	-	**3.381.461**
Balance as at December 31st 2011	**93.892.513**	**241.736.651**	**739.792.286**	**6.497.819**	**17.554.257**	**73.777.005**	**1.173.250.531**

	Land	Buildings	Machinery	Vehicles	Furniture & fittings	Assets under construction	Total
Accumulated depreciation							
Balance as at January 1st 2011	**-**	**-67.074.200**	**-287.032.082**	**-4.527.979**	**-14.438.761**	**-**	**-373.073.022**
Foreign exchange differences	-	-4.356	-10.143	-232	-6.273	-	**-21.004**
Depreciation for the year	-	-11.342.660	-49.744.019	-408.775	-903.136	-	**-62.398.590**
Sales	-	-	389.882	4.506	62.005	-	**456.393**
Write-offs	-	3.380	89.554	22.076	147	-	**115.157**
Spare part consumption	-	-	797.865	-	-	-	**797.865**
Reclassifications		-	-55.326	-	55.326	-	**-**
Balance as at December 31st 2011	-	**-78.417.836**	**-335.564.268**	**-4.910.404**	**-15.230.692**	**-**	**-434.123.200**
Net book value as at December 31st 2011	**93.892.513**	**163.318.815**	**404.228.018**	**1.587.415**	**2.323.565**	**73.777.005**	**739.127.331**

CONSOLIDATED DATA

Amounts in Euro	Land	Buildings	Machinery	Vehicles	Furniture & fittings	Assets under construction	Total
Cost							
Balance as at January 1st 2012	**93.892.513**	**241.736.651**	**739.792.286**	**6.497.819**	**17.554.257**	**73.777.005**	**1.173.250.531**
Foreign exchange differences	-10.950	-87.363	-61.184	-535	-6.485	-3.485	**-170.002**
Additions	355.282	2.416.150	8.137.302	132.719	1.030.722	12.892.373	**24.964.548**
Sales	-	-13.900	-4.999.501	-17.847	-205.569	-5.008	**-5.241.826**
Write-offs	-	-	-26.783	-50.237	-13.034	-	**-90.054**
Impairment	-	-993.711	-	-	-	-	**-993.711**
Spare part consumption	-	-	-1.130.518	-	-	-	**-1.130.518**
Reclassifications	-	10.614.378	52.048.331	66.956	784.084	-63.513.748	**-**
Balance as at December 31st 2012	**94.236.846**	**253.672.205**	**793.759.932**	**6.628.875**	**19.143.974**	**23.147.136**	**1.190.588.968**

	Land	Buildings	Machinery	Vehicles	Furniture & fittings	Assets under construction	Total
Accumulated depreciation							
Balance as at January 1st 2012	**-**	**-78.417.836**	**-335.564.268**	**-4.910.404**	**-15.230.692**	**-**	**-434.123.200**
Currency exchange differences	-	13.443	18.457	436	4.854	-	**37.190**
Depreciation for the year	-	-12.004.517	-52.576.734	-392.081	-1.014.736	-	**-65.988.067**
Sales	-	4.749	3.046.230	12.563	58.205	-	**3.121.748**
Write-offs	-	-	26.783	50.237	13.034	-	**90.054**
Spare part consumption	-	-	566.680	-	-	-	**566.680**
Balance as at December 31st 2012	**-**	**-90.404.161**	**-384.482.852**	**-5.239.248**	**-16.169.334**	**-**	**-496.295.595**
Net book value as of December 31st 2012	**94.236.846**	**163.268.044**	**409.277.081**	**1.389.627**	**2.974.640**	**23.147.136**	**694.293.373**

COMPANY DATA

Amounts in Euro	Land	Buildings	Machinery	Vehicles	Furniture & fittings	Assets under construction	Total
Cost							
Balance as at January 1st 2011	**30.704.600**	**36.174.317**	**131.629.884**	**479.795**	**6.756.396**	**3.612.586**	**209.357.578**
Additions	319.073	21.834	1.153.438	20.130	125.803	2.731.606	**4.371.884**
Sales	-218.662	-353.400	-296.384	-	-47.605	-	**-916.051**
Spare part consumption	-	-	-77.392	-	-	-	**-77.392**
Balance as at December 31st 2011	**30.805.011**	**35.842.751**	**132.409.546**	**499.925**	**6.834.594**	**6.344.192**	**212.736.018**
Accumulated depreciation							
Balance as at January 1st 2011	-	**-10.985.052**	**-56.882.052**	**-464.898**	**-6.378.574**	-	**-74.710.576**
Depreciation for the year	-	-1.719.734	-8.463.579	-9.623	-181.265	-	**-10.374.201**
Sales	-	131.459	148	-	46.441	-	**178.048**
Spare part consumption	-	-	40.554	-	-	-	**40.554**
Balance as at December 31st 2011	-	**-12.573.327**	**-65.304.929**	**-474.521**	**-6.513.398**	-	**-84.866.175**
Net book value as at December 31st 2011	**30.805.011**	**23.269.424**	**67.104.617**	**25.404**	**321.196**	**6.344.192**	**127.869.843**

Amounts in Euro	Land	Buildings	Machinery	Vehicles	Furniture & fittings	Assets under construction	Total
Cost							
Balance as at January 1st 2012	**30.805.011**	**35.842.751**	**132.409.546**	**499.925**	**6.834.594**	**6.344.192**	**212.736.019**
Additions	-	16.128	231.724	13.986	34.042	1.618.861	**1.914.740**
Sales	-	-	-	-	-32.098	-	**-32.098**
Spare part consumption	-	-	-41.686	-	-	-	**-41.686**
Reclassifications	-	-	38.872	-	-	-38.872	**-**
Contribution of the sector to the subsidiary	-6.711.889	-26.958.949	-125.151.944	-509.897	-6.557.727	-7.902.070	**-173.792.477**
Balance as at December 31st 2012	**24.093.122**	**8.899.930**	**7.486.512**	**4.013**	**278.811**	**22.110**	**40.784.498**
Accumulated depreciation							
Balance as at January 1st 2012	-	**-12.573.327**	**-65.304.929**	**-474.521**	**-6.513.398**	-	**-84.866.175**
Depreciation for the year	-	-1.492.383	-7.230.855	-9.688	-119.583	-	**-8.852.509**
Sales	-	-	-	-	31.604	-	**31.604**
Spare part consumption	-	-	187.610	-	-	-	**187.610**
Contribution of the sector to the subsidiary		10.950.603	68.761.551	481.986	6.333.493	-	**86.527.633**
Balance as at December 31st 2012	-	**-3.115.107**	**-3.586.623**	**-2.223**	**-267.884**	-	**-6.971.838**
Net book value as of December 31st 2012	**24.093.122**	**5.784.821**	**3.899.889**	**1.791**	**10.927**	**22.110**	**33.812.660**

Mortgages and statutory notices of mortgage in the amount of €80,001 thousand in favour of banks have been filled against the fixed assets of subsidiary STOMANA INDUSTRY for current loan balances totaling € 33,538 thousand.

The income statement includes rents amounting to a total of €2,325 thousand (2011: €2,742 thousand) and €881 thousand (2011: €1,003 thousand) for the Group and the Company respectively, with regard to lease of vehicles, machinery and buildings (note 26).

Machinery and vehicles included in the above held under finance leases:

Machinery

	CONSOLIDATED DATA	
Amounts in Euro	**31/12/2012**	**31/12/2011**
Cost – Capitalised financial leases	9.069.380	9.069.380
Accumulated depreciation	-6.412.466	-5.862.759
Net book value	**2.656.914**	**3.206.621**

Vehicles

	CONSOLIDATED DATA	
Amounts in Euro	**31/12/2012**	**31/12/2011**
Cost – Capitalised financial leases	377.318	377.318
Accumulated depreciation	-369.745	-332.013
Net book value	**7.573**	**45.305**

Intangible assets

CONSOLIDATED DATA

Amounts in Euro	Development Expenses	Trade marks and licenece s	Software	Other	Total
Cost					
Balance as at January 1st 2011	**374.244**	-	**1.426.753**	**544.362**	**2.345.359**
Foreign exchange differences	-	-	267	1.244	**1.511**
Additions	-	-	6.706	11.237	**17.943**
Acquisition of subsidiaries	-	436.188	2.832	-	**439.020**
Balance as at December 31st 2011	**374.244**	**436.188**	**1.436.558**	**556.843**	**2.803.833**
Accumulated depreciation					
Balance as at January 1st 2011	**-367.061**	-	**-1.261.684**	**-44.737**	**-1.673.482**
Foreign exchange differences	-		-137	-383	**-520**
Depreciation	-6.383	-	-60.327	-26.135	**-92.845**
Balance as at December 31st 2011	**-373.444**	-	**-1.322.148**	**-71.255**	**-1.766.847**
Net book value as at December 31st 2011	**800**	**436.188**	**114.410**	**485.588**	**1.036.986**

Amounts in Euro	Development Expenses	Trademarks and licenses	Software	Other	Total
Cost					
Balance as at January 1st 2011	**374.244**	**436.188**	**1.436.558**	**556.843**	**2.803.833**
Foreign exchange differences	-	-	-619	-699	**-1.318**
Additions	-	-	14.200	7.821	**22.021**
Sales	-	-	-460	-	**-460**
Balance as at December 31st 2012	**374.244**	**436.188**	**1.449.679**	**563.965**	**2.824.076**
Accumulated depreciation					
Balance as at January 1st 2011	**-373.444**	**-**	**-1.322.148**	**-71.255**	**-1.766.847**
Foreign exchange differences	-	-	459	757	**1.216**
Depreciation	-800	-	-42.109	-57.865	**-100.775**
Sales	-	-	115	-	115
Balance as at December 31st 2012	**-374.244**	**-**	**-1.363.683**	**-128.363**	**-1.866.291**
Net book value as of December 31st 2011	**-**	**436.188**	**85.995**	**435.602**	**957.785**

COMPANY DATA

Amounts in Euro	Software	Total
Cost		
Balance as at January 1st 2011	**345.943**	**345.943**
Balance as at December 31st 2011	**345.943**	**345.943**
Accumulated depreciation		
Balance as at January 1st 2011	**-315.939**	**-315.939**
Depreciation for the year	-6.000	-6.000
Balance as at December 31st 2011	**-321.939**	**-321.939**
Net book value as at December 31st 2011	**24.004**	**24.004**

Amounts in Euro	Software	Total
Cost		
Balance as at January 1st 2012	345.943	345.943
Transfer of sector to subsidiary	(345.943)	(345.943)
Balance as at December 31st 2012	-	-
Accumulated depreciation		
Balance as at January 1st 2012	**-321.939**	**-321.939**
Depreciation for the year	-5.000	-5.000
Transfer of sector to subsidiary	326.939	326.939
Balance as at December 31st 2012	-	-
Net book value as of December 31st 2012	-	-

In consolidated account of other intangible assets, value of € 449 thousand is related to land contribution to industrial area administrator.

7 Non-Current Assents Available for Sale

The Group has no non-current assets available for sale.

8 Investments in associates

	CONSOLIDATED DATA		COMPANY DATA	
Amounts in Euro	31/12/2012	31/12/2011	31/12/2012	31/12/2011
Beginning of the period	**29.811.322**	**29.360.776**	**11.904.011**	**10.929.011**
Share in profit / (loss) after tax	1.008.192	2.073.485	-	-
Income from dividends (-)	-1.436.185	-1.268.733	-	-
Foreign exchange differences	447.069	-464.693	-	-
Additions	-	-	-	975.000
Transfer of sector to subsidiary	-	-	-11.054.011	
Less: provisions	-	-	-850.000	
Increase of participation percentage in associate	-	110.487	-	-
Balance at the period end	**29.830.398**	**29.811.322**	**-**	**11.904.011**

The affiliated companies consolidated using the equity method are the following :

		Participation Rate	
Company	**Country**	**31-Dec-12**	**31-Dec-11**
SIDMA S.A.	Greece	24,59%	24,59%
DIAPEM S.A.	Greece	33,35%	33,35%
V.EPE.M. S.A.	Greece	50,00%	50,00%
METALOURGIA ATTIKIS S.A.	Greece	50,00%	50,00%
EL.K.E.ME. S.A.	Greece	20,00%	20,00%
DOMOPLEX LTD	Cyprus	45,00%	45,00%
BIODIESEL S.A.	Greece	16,00%	16,00%
ZAO TMK-CPW	Russia	38,49%	38,49%
AWM SPA	Italy	34,00%	34,00%

Condensed financial information of Associates	**31-Dec-12**	**31-Dec-11**
Assets	234.635.152	234.657.314
Liabilities	170.548.350	167.124.773
Revenues (Sales)	198.137.987	196.567.447
Profit/ (loss) after tax	-1.272.348	-5.212.746

9 Investments in subsidiaries

	COMPANY DATA	
Amounts in Euro	31/12/2012	31/12/2011
Beginning of the year	**214.756.642**	**212.338.804**
Additions	1.285.807	2.289.642
Return of subsidiary's share capital	-	-10.895
Transfer of impairment provisions	-	139.091
Transfer of sector to subsidiary	-84.218.342	-
Balance at the period end	**131.824.107**	**214.756.642**

Investments in subsidiaries which are fully consolidated are as follows:

Company	Country of Establishment	Direct Participation %	Indirect Participation %	Direct & Indirect Participation %	Activity sector
2012					
SOVEL S.A.	Greece	0,00%	0,00%	0,00%	Steel Construction Products
SIDENOR STEEL INDUSTRY S.A.	Greece	0,00%	64,01%	64,01%	Steel Construction Products
STOMANA INDUSTRY S.A.	Bulgaria	100,00%	0,00%	100,00%	Steel Construction Products
ERLIKON WIRE PROCESSING S.A.	Greece	100,00%	0,00%	100,00%	Steel Construction Products
AEIFOROS S.A.	Greece	0,00%	98,86%	98,86%	Steel Construction Products
THERMOLITH S.A.	Greece	0,00%	90,00%	90,00%	Steel Construction Products
PROSAL S.A.	Greece	0,00%	63,00%	63,00%	Pipes
PROSAL TUBES S.A.	Bulgaria	0,00%	100,00%	100,00%	Pipes
TEPRO STEEL EAD	Bulgaria	0,00%	100,00%	100,00%	Steel Construction Products
DOJRAN STEEL LLCOP	FYROM	100,00%	0,00%	100,00%	Steel Construction Products
BOZETTI LTD	Cyprus	0,00%	100,00%	100,00%	Steel Construction Products
VEMET S.A.	Greece	0,00%	0,00%	0,00%	Steel Construction Products
ETIL S.A.	Greece	100,00%	0,00%	100,00%	Steel Construction Products
PRAKSYS S.A.	Greece	0,00%	100,00%	100,00%	Steel Construction Products
DIA.VI.PE.THIV. S.A.	Greece	0,00%	69,98%	69,98%	Pipes
AEIFOROS BULGARIA SA	Bulgaria	0,00%	51,00%	51,00%	Steel Construction Products
VET S.A.	Greece	53,01%	17,09%	70,10%	Pipes
VEAT S.A.	Greece	0,00%	90,00%	90,00%	Steel Construction Products
SIGMA S.A.	Bulgaria	0,00%	64,01%	64,01%	Steel Construction Products
ARGOS S.A.	Greece	0,00%	41,60%	41,60%	Steel Construction Products
SIDERAL SHPK	Albania	0,00%	69,28%	69,28%	Steel Construction Products
SIDEROM STEEL SLR	Romania	0,00%	69,28%	69,28%	Steel Construction Products
PORT SVISHTOV WEST SA	Bulgaria	0,00%	100,00%	100,00%	Steel Construction Products
PRISTANISHTEN KOMPLEX SVILOSA EOOD	Bulgaria	0,00%	100,00%	100,00%	Steel Construction Products
SIDEBALK STEEL DOO	Serbia	0,00%	73,09%	73,09%	Steel Construction Products
JOSTDEX LTD	Cyprus	0,00%	73,09%	73,09%	Steel Construction Products
CORINTH PIPEWORKS S.A.	Greece	100,00%	0,00%	100,00%	Pipes

Company	Country of Establishment	Direct Participation %	Indirect Participation %	Direct & Indirect Participation %	Activity sector
2011					
SOVEL A.E.	Greece	64,01%	0,00%	64,01%	Steel Construction Products
DEPAL S.A.	Greece	100,00%	0,00%	100,00%	Steel Construction Products
STOMANA INDUSTRY S.A.	Bulgaria	100,00%	0,00%	100,00%	Steel Construction Products
ERLIKON WIRE PROCESSING S.A.	Greece	98,45%	0,40%	98,85%	Steel Construction Products
AEIFOROS S.A.	Greece	90,00%	0,00%	90,00%	Steel Construction Products
THERMOLITH S.A.	Greece	0,00%	63,00%	63,00%	Steel Construction Products
PROSAL S.A.	Greece	100,00%	0,00%	100,00%	Pipes
PROSAL TUBES S.A.	Bulgaria	0,00%	100,00%	100,00%	Pipes
TEPRO STEEL EAD	Bulgaria	100,00%	0,00%	100,00%	Steel Construction Products
DOJRAN STEEL LLCOP	FYROM	100,00%	0,00%	100,00%	Steel Construction Products
BOZETTI LTD	Cyprus	0,00%	0,00%	0,00%	Steel Construction Products
VEMET S.A.	Greece	100,00%	0,00%	100,00%	Steel Construction Products
ETIL S.A.	Greece	100,00%	0,00%	100,00%	Steel Construction Products
PRAKSYS S.A.	Greece	3,89%	66,10%	69,99%	Steel Construction Products
DIA.VI.PE.THIV. S.A.	Greece	51,00%	0,00%	51,00%	Pipes
AEIFOROS BULGARIA SA	Bulgaria	53,01%	17,09%	70,10%	Steel Construction Products
VET S.A.	Greece	0,00%	90,00%	90,00%	Pipes
VEAT S.A.	Greece	0,00%	63,52%	63,52%	Steel Construction Products
SIGMA S.A.	Bulgaria	0,00%	41,60%	41,60%	Steel Construction Products
ARGOS S.A.	Greece	0,00%	69,28%	69,28%	Steel Construction Products
SIDERAL SHPK	Albania	0,00%	69,28%	69,28%	Steel Construction Products
SIDEROM STEEL SLR	Romania	100,00%	0,00%	100,00%	Steel Construction Products
PORT SVISHTOV WEST SA	Bulgaria	100,00%	0,00%	100,00%	Steel Construction Products
PRISTANISHTEN KOMPLEX SVILOSA EOOD	Bulgaria	0,00%	73,09%	73,09%	Steel Construction Products
SIDEBALK STEEL DOO	Serbia	0,00%	73,09%	73,09%	Steel Construction Products
JOSTDEX LTD	Cyprus	100,00%	0,00%	100,00%	Steel Construction Products
CORINTH PIPEWORKS S.A.	Greece	94,00%	0,00%	94,00%	Pipes

During the period subsidiary company SOVEL acquired the remaining stake (0.48%) of its subsidiary VET.

The Extraordinary General Shareholders meeting of the subsidiary VET S.A. held on 30.04.2012, in the framework of rationalization of its production and taking into account the ongoing economic crisis in Greece, has decided unanimously the immediate shut of its plant which is located in Halkida. Pipe products continue to be produced in the facilities of the Group's subsidiaries.

Regarding the above decision of the Extraordinary General Meeting of the subsidiary BET SA, the company's management decided, according to IAS 36 "Impairment of assets", to perform audit for any impairment of the company's assets and in particular of the land and buildings of the company.

The audit of impairment has been assigned to the company Axies S.A., which prepared the assessment in accordance with the standards of RICS (RICS Valuation-Professional Standards [the Red Book] 2012).

The fair value of estimated assets, derived from the above study, amounted to € 8.592 thousand and it is less than the carrying value of assets by € 994 thousand. This resulted in an equal reduction of the fixed assets of the company with a corresponding charge of the results.

Neither the subsidiaries and associates of SIDENOR S.A., nor their subsidiaries and associates, hold any shares of the parent company.

With regards to the acquisition of THERMOLITH S.A. by the subsidiary AEIFOROS S.A. in December 2011, the allocation of goodwill from this acquisition has been finalized. The breakdown resulted in a positive goodwill of € 44,385 which was transferred to the financial results of 31.12.2011, while the difference from the original goodwill of € 823,880 was allocated to other items, as shown in the table below. Adjustments to financial data of previous FY are analyzed in note 43.

Specifically, the book values of the assets and liabilities arising from the incorporation of THERMOLITH S.A., at the acquisition date, as well as the fair values that were determined at the completion of the allocation process, can be found in the following table.

	Book values derived from the acquisition at consolidated level		Fair values recognised	
Cash and cash equivalents	164.809		164.809	
Tangible Assets	1.768.790		3.381.462	
Intangible assets	439.020		439.020	
Other non-current receivables	11.248		11.248	
Inventories	407.724		396.822	
Trade receivables	1.643.057		1.647.028	
Other current receivables	100.056		138.448	
Deferred tax receivables	8.707		-	
Long-term borrowings	-705.503		-705.503	
Grants	-46.823		-	
Provisions	-69.183		-72.222	
Other non-current liabilities	-37.297		-355.511	
Trade payables	-1.727.249		-1.726.790	
Short-term Loans	-584.781		-584.781	
Other current liabilities	-324.156		-377.864	
Non-controlling companies	-227.915		-711.782	
Equity		**820.504**		**1.644.385**
Acquisition cost		-1.600.000		-1.600.000
Goodwill		**-779.496**		**44.385**

The reduction of goodwill in the current period is due mainly to the determination of fair values of the machinery.

10 Financial assets available for sale

Amounts in Euro	CONSOLIDATED DATA		COMPANY DATA	
	31/12/2012	31/12/2011	31/12/2012	31/12/2011
Listed Securities				
- Domestic participations	5.150	5.150	-	5.150
Non-Listed securities				
-Domestic participations	259.332	259.332	-	129.303
-Foreign participations	1.280.018	1.280.018	-	1.280.018
	1.544.500	**1.544.500**	**-**	**1.414.471**

Amounts in Euro	CONSOLIDATED DATA		COMPANY DATA	
	31/12/2012	31/12/2011	31/12/2012	31/12/2011
Balance as at beginning of the year	**1.544.500**	**1.683.592**	**1.414.471**	**1.553.562**
Transfer of sector	-	-	-1.414.471	-
Transfer of impairment from subsidiaries	-	-139.091	-	-139.091
Balance as at year end	**1.544.500**	**1.544.500**	**-**	**1.414.471**
Non-Current Assets	1.544.500	1.544.500	-	1.414.471
	1.544.500	**1.544.500**	**-**	**1.414.471**

All participations are in Euros.

These financial assets are regularly assessed for impairment.

The fair value of non- listed securities is being determined through the expected future cash flow, based on the market interest rate and return of investments with similar risks.

The maximum exposure in credit risk at the reporting date is the value in which the financial assets available for sale are being presented.

11 Financial Assets at Fair Value through Profit or Loss

Financial assets at fair value through profit or loss include the following:

Amounts in Euro	CONSOLIDATED	
	31/12/2012	31/12/2011
Balance as at beginning of the year	7.337	7.337
Balance as at year end	**7.337**	**7.337**
Current assets	7.337	7.337
	7.337	**7.337**

Financial assets at fair value through profit or loss include the following:

	CONSOLIDATED	
	31/12/2012	31/12/2011
Non-Listed securities		
- Domestic participations	7.337	7.337
	7.337	**7.337**

12 Deferred Income Tax

	CONSOLIDATED DATA		COMPANY DATA	
Amounts in Euro	31/12/2012	31/12/2011	31/12/2012	31/12/2011
Deferred tax assets:				
Recoverable after 12 months	132.384	83.140	-	-
Total	**132.384**	**83.140**	-	-
Deferred tax liabilities:				
Recoverable after 12 months	-51.988.094	-54.811.308	-2.363.223	-12.732.965
Total	**-51.988.094**	**-54.811.308**	**-2.363.223**	**-12.732.965**
Net deferred tax (liability)/ asset	**-51.855.710**	**-54.728.167**	**-2.363.223**	**-12.732.965**

The total change in deferred income tax is as follows:

	CONSOLIDATED DATA		COMPANY DATA	
Amounts in Euro	31/12/2012	31/12/2011	31/12/2012	31/12/2011
Balance at beginning of fiscal year	**-54.728.168**	**-60.106.713**	**-12.732.966**	**-14.300.173**
Foreign exchange differences	-1.982	2.818	-	-
Acquisition of subsidiaries	-	-322.355	-	-
Reduction due to transfer of sector	-	-	9.084.762	
Income statement (debit)/ credit	3.669.135	5.224.100	1.266.235	1.604.548
Tax (debited)/ credited to other comprehensive income	-794.695	473.981	18.746	-37.341
Balance at end of fiscal year	**-51.855.710**	**-54.728.167**	**-2.363.223**	**-12.732.966**

The movements in deferred tax assets and liabilities prior to offsetting are as follows:

CONSOLIDATED DATA	Depreciation difference	Difference in provisions	Non recognizable intangible assets	Tax losses	Other	Total
Balance as at January 1st 2011	**-62.573.466**	**2.096.249**	**650.478**	**54.540**	**-334.514**	**-60.106.712**
Foreign exchange differences	-	3.314	-	-496	-	2.818
(Debit)/credit to income statement	3.874.657	-59.902	-29.295	-14.809	1.453.450	5.224.100
(Debit)/credit to other comprehensive income	-	-	-	-	473.981	473.981
Acquisition of subsidiary	-326.799	4.444	-	-	-	-322.354
Balance as at December 31st 2011	**-59.025.608**	**2.044.105**	**621.183**	**39.235**	**1.592.917**	**-54.728.167**
Balance as at January 1st 2012	**-59.025.608**	**2.044.105**	**621.183**	**39.235**	**1.592.917**	**-54.728.167**
Foreign exchange differences	-	-1.758	-	-224	-	-1.982
(Debit)/credit to income statement	5.327.491	-40.130	-437.415	26.090	-1.206.901	3.669.135
(Debit)/credit to other comprehensive income	-	-	-	-	-794.695	-794.695
reallocations to opening balances	-	-20.783	-	-	20.783	-
Balance as at December 31st 2012	**-53.698.116**	**1.981.434**	**183.768**	**65.101**	**-387.897**	**-51.855.710**

COMPANY DATA	Depreciation difference	Difference in provisions	Non recognizable intangible assets	Tax losses	Other	Total
Deferred tax liabilities:						
Balance as at January 1st 2011	**-15.196.880**	**864.920**	**-**	**-**	**31.788**	**-14.300.172**
(Debit)/credit to income statement	981.943	50.309	-600	-	572.896	1.604.548
(Debit)/credit to other comprehensive income	-	-	-	-	-37.341	-37.341
Balance as at December 31st 2011	**-14.214.937**	**915.229**	**-**	**-**	**567.343**	**-12.732.965**
Balance as at January 1st 2012	**-14.214.937**	**915.229**	**-600**	**-**	**567.343**	**-12.732.965**
(Debit)/credit to income statement	1.255.389	-14.148	-500	-	25.494	1.266.235
(Debit)/credit to other comprehensive income					18.746	18.746
Reduction due to the contribution of sector	10.628.652	-875.763	1.100	-	-669.227	9.084.762
Balance as at December 31st 2012	**-2.330.897**	**25.318**	**-**	**-**	**-57.644**	**-2.363.223**

Deferred tax is determined using tax rates that are expected to apply when the deferred income tax asset is realised or liability is settled.

The income tax rate applicable to companies transacting in Greece is 20%. According to Article 9 of Law 4110/2013 the tax rate was changed from 20% to 26% and will be applied as from 1/1/2013.

For the companies transacting in Cyprus, Bulgaria, Former Yugoslavic Republic of Macedonia, Albania and Serbia, the applicable tax rate is 10%.

Lastly, for the company transacting in Romania, the tax rate is 16%.

The deferred tax recognized in the net position relates to deferred tax arising from the change in the fair value of corresponding derivatives designated as cash flow hedge instruments.

13 Inventories

	CONSOLIDATED DATA		COMPANY DATA	
Amounts in Euro	**31/12/2012**	**31/12/2011**	**31/12/2012**	**31/12/2011**
Merchandise	19.644.171	18.102.332	943.203	6.836.220
Finished products	111.606.759	145.837.192	6.428.173	43.758.600
Semi-finished products	45.724.803	36.279.383	2.661.822	7.178.406
By-products & residues	1.917.978	2.382.693	414.177	989.890
Work in progress	418.607	296.855	-	-
Raw materials-consumables-spare parts & packaging materials	106.157.438	132.765.441	2.699.744	22.720.278
Advance payments for purchase of inventories	2.167.274	437.812	531.260	180.539
Total	**287.637.030**	**336.101.708**	**13.678.378**	**81.663.933**
Minus: Provisions for inventory impairment:				
Finished products	-1.874.259	-198.468	-	-
By-products & residues	-499.517	-	-	-
	-2.373.776	**-198.468**	-	**-**
Total net realizable value	**285.263.254**	**335.903.240**	**13.678.378**	**81.663.933**

Cost of inventories recorded as an expense in the cost of sales amounts to €742,846 thousand (2011: €897,206) and €172,220 thousand (2011: €207,199 thousand) for the Group and the Company respectively.

By application of the provisions of IAS 2, according to which inventories are valued at the lower of the acquisition cost and the net realizable value, a depreciation of EUR (2,374) thousand for the Group took place. The above amount burdened the results of the period.

The amount of impairment reserves arose from its subsidiary CORINTH PIPEWORKS S.A.

14 Trade & Other Receivables

Current Assets	CONSOLIDATED DATA		COMPANY DATA	
Amounts in Euro	31/12/2012	31/12/2011	31/12/2012	31/12/2011
Trade Receivables	134.566.556	160.656.272	623.563	52.252.463
Minus: Impairment provisions	-10.294.150	-10.368.453	-	-92.127
Net Trade Receivables	**124.272.406**	**150.287.819**	**623.563**	**52.160.336**
Other Advances	63.631	101.310	5	66.792
Notes receivable	3.275.656	7.384.366	152.968	5.426.260
Receivables from related parties	32.003.343	29.349.578	3.691.897	70.821.952
Current tax receivables	7.787.062	12.368.234	1.141.801	2.706.739
Other Debtors	16.526.493	25.427.282	1.766.040	7.880.973
Other current receivables concerning financial institution	839.614	16.018.911	-	-
Receivables from related parties dividends	683.477	784.518	-	-
Income tax prepayment	1.607.245	255.082	-	-
Minus: Impairment provisions	-6.289.522	-5.456.985	-44.350	-4.289.468
Total	**180.769.405**	**236.520.115**	**7.331.924**	**134.773.584**
Income tax receivables	**8.382.127**	**7.874.902**	**6.750.777**	**7.746.548**
Non-current assets				
Non-current receivables from related parties	292.514	498.781	2.213.629	2.213.629
Buildings on third parties lanhd	1.818.527	2.038.617	1.141.651	1.285.860
Other non-current receivables	3.718.029	3.327.322	20.073	1.302.050
Total	**5.829.070**	**5.864.720**	**3.375.353**	**4.801.539**
Total Receivables	**194.980.602**	**250.259.737**	**17.458.053**	**147.321.671**

Receivables	31/12/2012	31/12/2011	31/12/2012	31/12/2011
Guarantees to secure receivables from Customers	41.924.243	60.843.680	259.557	29.382.741
Other receivables	1.680.017	1.680.017	45.294	1.534.130
Total	**43.604.260**	**62.523.697**	**304.850**	**30.916.871**

Trade receivables (only for overdue receivables – there have not been made provisions for bad debt)	31/12/2012	31/12/2011	31/12/2012	31/12/2011
Maturities				
0-3 months	13.709.067	15.010.479	224.711	182.146
3-6 months	8.556.172	1.362.951	23.781	194.837
>6 months	17.115.122	11.224.696	76.705	5.340.619
Total	**39.380.361**	**27.598.126**	**325.197**	**5.717.602**

The other consolidated amounts € 84,892 thousand (2012) and € 122,686 thousand (2011) represent receivables from customers within the credit limit. The corresponding company's amounts are € 298 thousand (2012) and € 46,443 thousand (2011).

Provisions for bad debts				
Beginning of year	-15.825.438	-14.754.906	-4.381.594	-3.681.594
Plus the year	-988.447	-1.143.669	-600.000	-700.000
Write off provision	45.419	657.097	-	-
Provision use	142.889	-293.854	-	-
Foreign exchange differences	5.117	2.546	-	-
Financial income from receivables discount	36.789	147.158	-	-
Transfer of sector to subsidiary	-	-	4.937.244	-
Transfer from receivables	-	-439.810	-	-
End of year	**-16.583.672**	**-15.825.438**	**-44.350**	**-4.381.594**

Trade customers and other receivables (per currency)				
EURO	163.367.768	189.997.353	17.458.054	146.130.026
USD	12.701.266	32.813.829	-	-
BGL	8.680.605	12.622.079	-	-
DINAR	2.988.888	8.150.512	-	-
POUND STERLING	1.136.699	2.097.241	-	1.191.645
ROL	2.127.465	2.630.068	-	-
AED	1.026	1.027	-	-
ALL	1.858.198	1.936.462	-	-
Other	2.118.688	11.165	-	-
Total	**194.980.601**	**250.259.736**	**17.458.054**	**147.321.671**

During FY 2010 the subsidiary Corinth Pipeworks S.A. proceeded to an impairment of receivables € 18,627,586 ($ 24,864,102) being the result of delay in its collection. On 31/12/2012, the same amount is valuated at € 18,860,731. Collection of the amount of € 18,350,404, which the company retained as collateral for aforementioned receivables, was not successful. While Company's judicial actions, both in Greece and other jurisdictions, for the collection of the aforementioned debt are ongoing and while no final judgments have been issued, the Company considers that for the moment there is no reason to revise the provisions amounting to € 9,462,843 (2011: € 9,641,291) that has formed in its financial statements. Management estimates that potential loss will not exceed the impaired amount.

During FY 2010, the subsidiary company discounted the non- impaired portion of the receivable with a rate of 1,58% for 15 months.

In order to ensure its rights, according to the decision taken by the First Instance Court of Athens during the procedures related to provisional and protective measures, the subsidiary company imposed a prudent attachment on the property of third party involved in the mentioned case.

For FY 2012 there were no changes regarding the collection of the due amount.

For FY 2012 and 2011, all variations in the above mentioned amounts are related to foreign exchange differences.

The non-current receivables from buildings on third parties land, worth € 1,819 thousand for the Group and € 1, 142 for the Company, are related to the undepreciated part of expenses regarding improvements made in Company’s buildings installations and are on operational lease. Because of these improvements, the Company’s is charged with reduced lease. The expenses in question are amortized according to the length of the lease, which will cease at 01/07/2021, and are recognized in the statement of profit and loss as leasing fees.

The other non-current receivables relate to guarantees given to third parties in the normal course of business and have an indefinite maturity date. The Group and the Company estimate that the remaining amounts receivable approximate to their fair values.

Trade receivables of the subsidiary CORINTH PIPEWORKS S.A., which have expired more than 6 months and have impaired, amounted to €19,129 thousand.

Financial instruments per Category

CONSOLIDATED DATA
Balances as at 31/12/2012
Amounts in Euro

Assets	Loans and Receivables	Assets at fair value through results	Derivatives for hedging	Available for sale	Total
Non-current financial assets available for sale	-	-	-	1.544.500	**1.544.500**
Trade and other receivables	155.174.293	-	-	-	**155.174.293**
Cash and cash equivalents	41.862.827	-	-	-	**41.862.827**
Current Derivative Financial Instruments	-	-	134.597	-	**134.597**
Current financial assets at fair value through profit or loss	-	7.337		-	**7.337**
Other current receivables concerning financial institution	839.614	-	-	-	**839.614**
Total	**197.876.734**	**7.337 -**	**134.597**	**1.544.500**	**199.563.169**

CONSOLIDATED DATA
Balances as at 31/12/2011
Amounts in Euros

Assets	Loans and Receivables	Assets at fair value through results	Derivatives for hedging	Available for sale	Total
Non-current financial assets available for sale	-	-	-	1.544.500	**1.544.500**
Trade and other receivables	159.280.685	-	-	-	**159.280.685**
Cash and cash equivalents	47.427.286	-	-	-	**47.427.286**
Current Derivative Financial Instruments	-	-	533.516	-	**533.516**
Current financial assets at fair value through profit or loss	-	7.337	-	-	**7.337**
Current receivables concerning financial institution	16.018.911	-	-	-	**16.018.911**
Total	**222.726.883**	**7.337**	**533.516**	**1.544.500**	**224.812.236**

COMPANY DATA
Balances as at 31/12/2012
Amounts in Euro

Assets	Loans and Receivables	Derivatives for hedging	Available for sale	Total
Trade and other receivables	4.547.784	-	-	**4.547.784**
Cash and cash equivalents	851.082	-	-	**851.082**
Total	**5.398.866**	**-**	**-**	**5.398.866**

Balances as at 31/12/2011
Amounts in Euro

Assets	Loans and Receivables	Assets at fair value through results	Derivatives for hedging	Available for sale	Total
Non-current financial assets available for sale	-	-	-	1.414.471	**1.414.471**
Trade and other receivables	108.775.297	-	-	-	**108.775.297**
Cash and cash equivalents	8.320.060	-	-	-	**8.320.060**
Current Derivative Financial Instruments	-		126.926	-	**126.926**
Total	**117.095.358**	**-**	**126.926**	**1.414.471**	**118.636.755**

15 Derivative Financial Instruments

	CONSOLIDATED DATA		COMPANY DATA	
	31/12/2012	**31/12/2011**	**31/12/2012**	**31/12/2011**
Amounts in Euro				
Current assets				
Forward foreign exchange contracts for cash flow hedging	134.597	533.516	-	126.926
Total	**134.597**	**533.516**	**-**	**126.926**

	CONSOLIDATED DATA		COMPANY DATA	
	31/12/2012	**31/12/2011**	**31/12/2012**	**31/12/2011**
Amounts in Euro				
Short term liabilities				
Interest rate swaps for cash flow hedging	-	196.369	-	33.196
Forward foreign exchange contracts for cash flow hedging	109.343	4.361.683	-	-
Total	**109.343**	**4.558.052**	**-**	**33.196**

	CONSOLIDATED DATA		COMPANY DATA	
	31/12/2012	**31/12/2011**	**31/12/2012**	**31/12/2011**
Amounts recorded in the results as income or (expense)	**-4.647.903**	**-719.767**	**-**	**-**

	CONSOLIDATED DATA 31/12/2012		CONSOLIDATED DATA 31/12/2011	
Forward foreign exchange contracts for cash flow hedging	**<1 year**	**1 - 2 years**	**<1 year**	**1 - 2 years**
Inflows	9.347.407	-	53.236.483	-
Outflows	-9.409.174	-	-55.630.341	-
Total	**-61.767**	**-**	**-2.393.858**	**-**

Details of interest rate swaps	**31/12/2012**	**31/12/2011**	**31/12/2012**	**31/12/2011**
Nominal value of interest rate swaps (in €)	-	15.000.000	-	5.000.000
Nominal value of forward foreign exchange ($)	-	14.174.047	-	6.702.241
Nominal value of forwards (in USD)	21.290.843	105.449.075	-	-
Nominal value of forwards (in GBP)	349.760	140.000	-	-

The above derivative financial instruments cover foreign exchange market risks (US Dollars) as well as interest rate fluctuation risks.

Profits and losses relating to forward foreign exchange contracts recognized in other comprehensive income (hedging reserve) on 31/12/2012 will be recognized in profit or loss during the next financial year.

Foreign exchange forwards

The notional principal amounts of the outstanding forward foreign exchange contracts on 31/12/2012 were USD 21,290,843 and GBP 349,760 compared to USD 105,449,075 and GBP 140,000 on 31/12/2011. Gains and losses from forward foreign exchange contracts recognised, in equity, on 31/12/2012 will be transferred to the Statement of Comprehensive Income in various dates, between one to five months from the Balance Sheet date.

16 Cash & Cash Equivalents

	CONSOLIDATED DATA		COMPANY DATA	
Amounts in Euro	**31/12/2012**	**31/12/2011**	**31/12/2012**	**31/12/2011**
Cash in hand and in banks	28.983	46.246	2.144	14.606
Short-term bank deposits	41.833.845	47.381.040	848.939	8.305.454
Total	**41.862.828**	**47.427.286**	**851.083**	**8.320.060**

Cash rating based on FITCH credit rating is as follows:

	CONSOLIDATED DATA		COMPANY DATA	
	31/12/2012	**31/12/2011**	**31/12/2012**	**31/12/2011**
AAA	29.788	-	-	-
AA	-	51.406	-	-
AA-	704.477	-	-	-
A+	9.571	133.605	-	54.932
A	5.650.641	7.484.107	-	8.226
A-	20.602	-	-	-
BBB-	-	248.149	-	122.993
BB-	236.101	-	-	-
B-	1.491.209	39.463.773	-	8.119.303
CCC	33.691.456	-	848.939	-
Total	**41.833.845**	**47.381.040**	**848.939**	**8.305.454**

Cash and cash equivalents per currency

EURO	34.517.556
USD	5.487.646
BGN	654.422
LEU	643.950
LEK	10.198
MKD	441.040
RSD	63.954
GBP	30.050
ZLOTY	13.961
OTHER	52
Total	**41.862.828**

17 Share Capital

	COMPANY DATA			
Amounts in Euro	Number of shares	Common shares	Share premium	Total
1 January 2011	96.243.908	39.460.002	120.406.136	159.866.138
31 December 2011	**96.243.908**	**39.460.002**	**120.406.136**	**159.866.138**
31 Δεκεμβρίου 2012	**96.243.908**	**39.460.002**	**120.406.136**	**159.866.138**

The nominal value of the shares is € 0.41.

18 Share Option Plan

The annual general meeting of the Company's shareholders on 26.06.2002 approved a stock option plan (the "Plan") relating to the offering of SIDENOR S.A. shares to the management and employees of the Company (and its associates). The Plan provided for the number of shares that will potentially be issued if all share options granted are exercised.

Every year, beginning in November 2002, the Company's Board of Directors has granted share purchase options which are assigned in a percentage of 10% per year, with the first year in which options may be exercised being 2006. The share options are granted to directors, key management and other executive employees. The options are cancelled if the beneficiary's employment with the Company or the Group is terminated before these are vested or exercised.

The precise number of share options granted to each beneficiary is fixed by a decision of the Company's Board of Directors, based on the beneficiary's position and performance.

Exercise period: The options may exercised during November, following a written notification by the beneficiary to the Company, and simultaneous payment of the exercise price.

Total consideration is paid in full at the exercise of the options.

No vested options were exercised during 2012. An analysis of the share options is presented below:

Year	Share Options provided for by the Plan	Options Vested	Options Exercised	Options to be exercised	Exercise Price	SCI	Share capital	Share Premium
2006	901.900	521.400	500.207	-	3,55	1.775.735	205.085	1.570.650
2007	401.693	76.100	122.658	-	3,55	435.436	50.290	385.146
2008	279.035	76.100	-	50.735	3,55	-	-	-
2009	279.035	76.100	114.417	12.418	3,55	406.180	46.911	359.269
2010	164.618	76.100	-	88.518	3,55	-	-	-
2011	164.618	76.100	-	164.618	3,55	-	-	-
2012	164.618	-	-	164.618	3,55	-	-	-
		901.900	**737.282**	**164.618**		**2.617.351**	**302.286**	**2.315.065**

19 Other Reserves

Amounts in Euro	Statutory reserve	Fair Value Reserve	Untaxed reserves	Other reserves	Total		Currency exchange difference consolidation for foreign subsidiaries	Total
Balance as of January 1st 201	**22.761.127**	**-898.714**	**80.619.337**	**2.770.630**	**105.252.350**		**-2.087.103**	**103.165.248**
Currency translation differences	-	-	-	-	-	-	-303.744	**-303.744**
Transfer to reserves	195.277	-	-	-	**195.277**	-	-	**195.277**
Percentage increase of equity participation in subsidiaries	61.059	-2.045	470.508	2.461	**531.984**	-	-	**531.984**
Total comprehensive income (expenses)after taxes	-	-1.535.993	-	-	**-1.535.993**	-	-	**-1.535.993**
Balance as of December 31st 2011	**23.017.463**	**-2.436.752**	**81.089.845**	**2.773.092**	**104.443.618**		**-2.390.847**	**102.052.771**

Amounts in Euro	Statutory reserve	Fair Value Reserve	Untaxed reserves	Other reserves	Total	Currency exchange difference consolidation for foreign subsidiaries	Total
Balance as of January 1st 2012	**23.017.463**	**-2.436.752**	**81.089.845**	**2.773.092**	**104.443.618**	**-2.390.847**	**102.052.771**
Currency translation differences	-	-	-	-	-	296.199	**296.199**
Transfer to reserves	218.484	-	1.622.685	-	**1.841.170**	-	**1.841.170**
Transfer of reserves to retained earnings	-	-	-5.760.843		**-5.760.843**	-	**-5.760.843**
Percentage increase / (decrease) of equity participation in subsidiaries	117	-	1.153	-	**1.270**	-	**1.270**
Total comprehensive income after taxes	-	2.492.927	-	-	**2.492.927**	-	**2.492.927**
Balance as of December 31st 2012	**23.236.065**	**56.175**	**76.952.840**	**2.773.092**	**103.018.141**	**-2.094.648**	**100.923.493**

COMPANY DATA

Amounts in Euro	Statutory reserve	Fair Value Reserve	Untaxed reserves	Other reserves	Total
Balance as of January 1st 2011	**14.511.503**	**-58.885**	**44.550.406**	**145.561**	**59.148.585**
Total comprehensive income after taxes	-	133.868	-	-	**133.868**
Balance as of December 31st 2011	**14.511.503**	**74.984**	**44.550.406**	**145.561**	**59.282.454**
Balance as of January 1st 2012	**14.511.503**	**74.984**	**44.550.406**	**145.561**	**59.282.454**
Transfer of reserves to retained earnings	-	-	-5.760.843	-	**-5.760.843**
Transfer of sector to subsidiary	-	-	-6.946.910	-145.561	**-7.092.471**
Total comprehensive income after taxes	-	-74.984	-	-	**-74.984**
Balance as of December 31st 2012	**14.511.503**	**-**	**31.842.653**	**-**	**46.354.156**

Based on Greek tax legislation, tax-free reserves are exempted from income tax, provided that they are not distributed to the shareholders. The Group does not intend to distribute the tax-free reserves; therefore income tax that would arise if the tax-free reserves were distributed has not been estimated.

Tax-free reserves, derived from the parent company, have been transferred to retained earnings (€5,760,843) and had been formed according to the law 3220/2004. According to Article 47 of Law 3614/2007 all tax liabilities have been paid.

The amount from the currency differences for the consolidation of foreign enterprises, includes €200 thousand from subsidiary companies and €96 thousand from affiliated companies.

20 Borrowings

Amounts in Euro	CONSOLIDATED DATA 31/12/2012	CONSOLIDATED DATA 31/12/2011	COMPANY DATA 31/12/2012	COMPANY DATA 31/12/2011
Long term borrowings				
Bank loans	73.002.227	93.007.648	-	-
Finance lease liabilities	1.225.000	-	-	-
Bond Loans	80.886.670	82.056.672	-	47.416.672
Total long term borrowings	**155.113.897**	**175.064.320**	**-**	**47.416.672**
Current Borrowings				
Credit limits bank accounts	12.677.309	62.935.376	-	27.691.382
Bank loans	401.054.187	355.449.201	-	158.511.664
Finance lease liabilities	150.000	-	-	-
Total current borrowings	**413.881.496**	**418.384.577**	**-**	**186.203.046**
Total borrowings	**568.995.393**	**593.448.897**	**-**	**233.619.718**
Total Cash and Cash Equivalents	41.862.828	47.427.286	851.083	8.320.060
Net Debt	**527.132.565**	**546.021.611**	**-851.083**	**225.299.658**

The maturity dates of long term loans, excluding finance lease obligations, are as follows:

Amounts in Euro	CONSOLIDATED DATA 31/12/2012	CONSOLIDATED DATA 31/12/2011	COMPANY DATA 31/12/2012	COMPANY DATA 31/12/2011
Between 1 and 2 years	95.362.390	116.085.864	-	40.750.002
Between 2 and 5 years	58.526.506	52.737.158	-	6.666.670
Over 5 years	-	6.241.298	-	-
	153.888.897	**175.064.320**	**-**	**47.416.672**

The effective weighted average interest rates on the date of the balance sheet are as follows:

	CONSOLIDATED DATA 31/12/2012	CONSOLIDATED DATA 31/12/2011	COMPANY DATA 31/12/2012	COMPANY DATA 31/12/2011
Bank loans (long-term)	6,02%	4,64%	-	-
Bank loans (short-term)	5,90%	6,68%	-	7,24%
Bond Loans	4,85%	4,80%	-	5,30%
Finance lease liabilities	3,19%	-	-	-

The maturity dates of all the group's borrowings, including finance lease obligations, are as follows:

Amounts in Euro	CONSOLIDATED DATA 31/12/2012	CONSOLIDATED DATA 31/12/2011	COMPANY DATA 31/12/2012	COMPANY DATA 31/12/2011
Up to 1 year	413.731.496	418.384.576	-	186.203.046
Between 1 and 2 years	95.512.390	116.085.864	-	40.750.002
Between 2 and 5 years	59.126.506	52.737.158	-	6.666.670
Over 5 years	625.000	6.241.299	-	-
Total	**568.995.393**	**593.448.897**	**-**	**233.619.718**

	CONSOLIDATED DATA 31/12/2012	CONSOLIDATED DATA 31/12/2011	COMPANY DATA 31/12/2012	COMPANY DATA 31/12/2011
Total borrowings (per currency)				
Euro	534.393.417	562.605.793	-	232.736.966
USD	32	-	-	-
GBP	829.212	882.752	-	882.752
BGN	33.772.732	29.960.352	-	-
Total	**568.995.393**	**593.448.897**	**-**	**233.619.718**

The exposure of the Group's loans to interest rate changes and contractual reset dates are as follows:

Contractual reset dates	31/12/2012	31/12/2011	31/12/2012	31/12/2011
< 6 months	305.418.328	316.732.743	-	71.250.002
6 to 12 months	40.076.666	85.671.223	-	45.833.334

The Ordinary General Meeting that took place on 15/06/2010 decided upon the issue of bond loans amounting € 70 million.

Moreover, the Ordinary General Meeting that took place on 14/6/2011 and 28/6/2012 decided upon the issue of common bond loans amounting € 100 million in order to refinance the Company's outstanding debt, which will be financed by Banks.

On 31/10/2012, the parent company together with the contribution of the industrial sector to the subsidiary SIDENOR STEEL INDUSTRY S.A. (former DEPAL) transferred the total borrowings (note42).The issuance of the bond loans after 31/10/2012 will be carried out in the name of the acquiring company.

Until 31/10/2012 an amount of €49.25 million had been received. Also during the FY 2012, namely 1/11 - 31/12/2012, an additional amount of € 44.66 million was received with a two year maturity in order to refinance a part of the outstanding debt.

In addition, the subsidiary company SOVEL S.A., following the respective resolution of the Extraordinary Shareholders Meeting dated 13/1/2011, proceeded on 28/2/2011 to the issue of a common bond loan amounting € 5 million with NATIONAL BANK OF GREECE S.A. and NATIONAL BANK OF GREECE (CYPRUS) LTD as bond holders, with a three year maturity in order to refinance the Company's outstanding debt. Moreover the subsidiary SOVEL S.A. proceeded on 16/3/2011 to the issue of a common bond loan amounting € 5 million with EFG EUROBANK ERGASIAS S.A. and EUROBANK EFG CYPRUS LTD as bond holders, with a two year maturity in order to refinance the Company's outstanding debt.

The group, in cooperation with the banks, is pushing forward with the renewal of its credit limits and with the refinancing of short-term debt into long term debt.

21 Financial lease

Amounts in Euro	31/12/2012	31/12/2011
Finance lease obligations - minimum lease payments		
Up to 1 year	181.552	-
1-5 years	726.208	-
> 5 years	756.467	-
Total	**1.664.226**	**-**
Less: Future finance charges on finance leases	-289.226	-
Present value of liabilities due to financial leases	**1.375.000**	**-**

The present value of financial lease liabilities is analyzed below:		
Up to 1 year	150.000	-
1-5 years	600.000	-
> 5 years	625.000	-
Present value of liabilities due to financial leases	**1.375.000**	**-**

The effective weighted average interest rates at the balance sheet date are as follows:

	CONSOLIDATED DATA	
	30/6/2012	31/12/2011
Finance lease obligations	3,19%	-

22 Employee Retirement Obligations

	CONSOLIDATED DATA		COMPANY DATA	
Amounts in Euro	31/12/2012	31/12/2011	31/12/2012	31/12/2011
Balance sheet liabilities for:				
Retirement benefits	**5.375.571**	**6.172.513**	**128.790**	**2.004.741**
Amounts in Euro				
Income statement charge				
Retirement benefits	**2.457.023**	**1.388.750**	**2.013.905**	**336.191**
Present value of unfunded obligations	4.923.043	4.701.382	66.474	1.617.176
Unrecognized actuarial (gains)/losses	622.680	1.657.420	89.892	417.524
Unrecognised past service cost	-170.154	-186.290	-27.576	-29.959
	5.375.569	**6.172.513**	**128.790**	**2.004.741**
Balance sheet liability	**5.375.569**	**6.172.513**	**128.790**	**2.004.741**
Changes in the net liability recognised in the Balance Sheet				
Net liability at the beginning of the year	6.172.513	6.119.817	2.004.741	1.939.643
Contribution of sector to subsidiary	-	-	-1.748.111	-
Benefits Paid	-3.253.965	-1.358.276	-2.141.745	-271.093
Acquisition of subsidiaries	-	22.223	-	-
Total expenditure recognized in the income statement	2.457.023	1.388.750	2.013.905	336.191
Net liability at end of year	**5.375.571**	**6.172.513**	**128.790**	**2.004.741**
Additional expenses or (income)	169.739	174.423	27.576	29.959
Actuarial loss or (gains)	-622.265	-1.645.553	-89.892	-417.524
Present value of liability at end of year	**4.923.045**	**4.701.382**	**66.474**	**1.617.176**
Analysis of expenses recognized in the income statement				
Current servie	428.555	553.413	141.753	206.763
Interest cost	214.274	291.602	74.068	103.605
Cost of additional benefits	35.608	272.484	-	21.759
Arrangement costs from employee transfers	95.526	287.772	-	-
Cutback profit from employee transfers	38.774	-22.189	-	-
Actuarial loss or (gains)	-17.746	10.051	-12.324	1.681
Expenses	1.648.218	-19.862	1.808.025	-
Past Service Cost during the year	13.813	15.480	2.383	2.383
Total expenditure recognized in the income statement	**2.457.023**	**1.388.750**	**2.013.905**	**336.191**
The main actuarial assumptions used for accounting purposes are the following:				
Discount interest rate	4,6% - 6%	4,6% - 6%	2,7%	4,6%
Future salary increases	1% - 4,5%	1% - 4,5%	0,1%	4,6%

23 Government Grants

Amounts in Euro	CONSOLIDATED 31/12/2012	CONSOLIDATED 31/12/2011	COMPANY DATA 31/12/2012	COMPANY DATA 31/12/2011
Balance at beginning of year	9.755.244	10.775.945	129.605	143.373
Amortization of grants	-1.008.830	-1.020.701	-1.786	-13.768
Acquisition of subsidiary	-	-	-127.819	-
Balance at end of year	**8.746.414**	**9.755.244**	**-**	**129.605**

Government grants relate to investments in property, plant and equipment.

24 Trade & Other Payables

	CONSOLIDATED DATA		COMPANY DATA	
Amounts in Euro	31/12/2012	31/12/2011	31/12/2012	31/12/2011
Trade payables	90.106.146	125.087.469	3.882.435	27.876.180
Notes Payable	80.871	-	-	-
Checks Payable	-	514.482	-	-
Customer prepayments	7.524.904	20.716.356	80.831	6.427.058
Social security funds	2.608.827	3.353.476	509.867	671.717
Amounts owed to related parties	18.240.556	14.129.654	6.904.808	48.038.795
Dividends payable	27.390	27.390	27.390	27.390
Minority portion on dividends	1.671	1.671	-	-
Sundry creditors	3.036.892	4.328.652	26.571	933.134
Deferred income	10.848	15.968	-	150
Accrued expenses	8.164.824	10.382.145	199.190	2.449.200
Other accruals and deferred income	540.329	1.344.201	-	789.751
Other taxes and duties	3.094.655	2.476.726	227.113	345.714
Other current liabilities concerning financial institution	6.012.167	879.923	-	879.923
Other liabilities	139.494	8.241.697	-	3.064.485
Total	**139.589.574**	**191.499.811**	**11.858.205**	**91.503.499**
Long term liabilities	810.273	933.964	-	-
Trade and other payables	-	8.074.661	-	3.064.482
Current liabilities concerning financial institution	132.767.134	181.611.263	11.858.205	87.559.094
Current liabilities concerning financial institution	6.012.167	879.923	-	879.923
Total liabilities	**139.589.574**	**191.499.811**	**11.858.205**	**91.503.499**

In FY 2011 the parent company and its subsidiary SOVEL issued Greenhouse Gas Emission Allowances with the right to repurchase. The consolidated and company financial statements had recorded the obligation of the cost of the repurchase right. The repurchase right was completed in fiscal year 2012.

Financial instruments

CONSOLIDATED DATA
31/12/2012

Liabilities	**<1 year**	**1 - 2 years**	**2-5 years**
Borrowings	413.731.496	51.430.214	59.679.170
Trade and other creditors	126.361.188	-	-
Derivatives	45.206	-	-
Other current liabilities concerning financial institution	6.012.167	-	-
Total	**546.150.056**	**51.430.214**	**59.679.170**

31/12/2011 Liabilities	<1 year	1 - 2 years	2-5 years	> 5 years
Borrowings	418.384.576	144.014.714	57.958.485	6.418.986
Trade and other creditors	156.882.729	8.074.662	-	-
Derivatives	1.904.705	-	-	-
Other current liabilities concerning financial institution	879.923	-	-	-
Total	**578.051.933**	**152.089.376**	**57.958.485**	**6.418.986**

COMPANY DATA

31/12/2012 Liabilities	<1 year	1 - 2 years	2-5 years	> 5 years
Trade and other creditors	11.040.394	-	-	-
Total	**11.040.394**	**-**	**-**	**-**

31/12/2011 Liabilities	<1 year	1 - 2 years	2-5 years
Borrowings	186.203.046	42.523.746	7.150.681
Trade and other creditors	80.114.605	3.064.482	-
Other current liabilities concerning financial institution	879.923	-	-
Derivatives	33.196	-	-
Total	**267.230.770**	**45.588.228**	**7.150.681**

The above amounts are presented in contractual undiscounted cash flows and therefore do not agree with the amounts reported in the financial statements. The amounts concern trade and other payables, borrowings and derivative financial instruments.

Financial Instruments per category

CONSOLIDATED DATA
Balances as at 31/12/2012
Amounts in Euro

Liabilities	Derivatives for hedging	Other financial liabilities	Total
Long term loans	-	155.113.897	**155.113.897**
Short term loans	-	413.881.496	**413.881.496**
Other current liabilities concerning financial institution	-	6.012.167	**6.012.167**
Trade and other creditors	-	126.361.188	**126.361.188**
Short term Derivatives	109.343	-	**109.343**
Total	**109.343**	**701.368.748**	**701.478.091**

Balances as at 31/12/2011
Amounts in Euro

Liabilities	Derivatives for hedging	Other financial liabilities	Total
Long term loans	-	175.064.320	**175.064.320**
Short term loans	-	418.384.576	**418.384.576**
Other current liabilities concerning financial institution	-	879.923	**879.923**
Trade and other creditors	-	164.957.391	**164.957.391**
Short term Derivatives	4.558.052	-	**4.558.052**
Total	**4.558.052**	**759.286.211**	**763.844.263**

Balances as at 31/12/2012
Amounts in Euro

Liabilities	Derivatives for hedging	Other financial liabilities	Total
Trade and other creditors	-	11.040.394	**11.040.394**
Total	**-**	**11.040.394**	**11.040.394**

Balances as at 31/12/2011
Amounts in Euros

Liabilities	Derivatives for hedging	Other financial liabilities	Total
Long term loans	-	47.416.672	**47.416.672**
Short term loans	-	186.203.046	**186.203.046**
Other current liabilities concerning financial institution	-	879.923	**879.923**
Trade and other creditors	-	83.179.087	**83.179.087**
Short term Derivatives	33.196	-	**33.196**
Total	**33.196**	**317.678.728**	**317.711.924**

25 Provisions

Long-term Provisions

CONSOLIDATED DATA

Amounts in Euro	Pending court cases	Compensation to customers	Other provisions	Total
January 1st 2011	**129.445**	**1.638.288**	**1.464.381**	**3.232.113**
Currency translation differences	-	-	782	**782**
Additional provisions for the fiscal year	127.549	-	15.586	**143.135**
Acquisition of subsidiaries	-	-	50.000	**50.000**
Reversal of unused provisions	-	-628.779	-	**-628.779**
Used provisions for the fiscal year	-96.701	-9.509	-117.978	**-224.188**
December 31st 2010	**160.293**	**1.000.000**	**1.412.770**	**2.573.063**
Additional provisions for the fiscal year	4.488	-	18.421	**22.908**
Used provisions for the fiscal year	-104.577	-13.445	-267.411	**-385.433**
December 31st 2011	**60.204**	**986.555**	**1.163.780**	**2.210.539**

COMPANY DATA

Amounts in Euro	Pending court cases	Compensation to customers	Other provisions	Total
January 1st 2011	**-**	**-**	**914.629**	**914.629**
December 31st 2011	**-**	**-**	**914.629**	**914.629**
Reversal of unused provisions			-105.320	**-105.320**
Contribution of sector			-542.680	**-542.680**
Used provisions for the fiscal year	-		-266.629	**-266.629**
December 31st 2012	**-**	**-**	**-**	**-**

Short-Term provisions

CONSOLIDATED DATA

Amounts in Euro	Pending court cases	Compensation to customers	Other provisions	Total
January 1st 2011	**158.625**	**-**	**110.353**	**268.978**
Additional provisions for the fiscal year	-	541.000	57.214	**598.214**
Reversal of unused provisions	-15.000	-	-	**-15.000**
Used provisions for the fiscal year	-	-	-55.155	**-55.155**
December 31st 2011	**143.625**	**541.000**	**112.411**	**797.036**
Additional provisions for the fiscal year	-	-	39.463	**39.463**
Used provisions for the fiscal year	-	-541.000	-57.215	**-598.215**
December 31st 2012	**143.625**	**-**	**94.660**	**238.285**

Pending litigations

The amount of the said provision is based on estimations of the Group's Legal Department. The additional provisions have been recognised as Administration Expenses of the statement of comprehensive income, while reversal of provisions as other income. The remaining provision is expected to be used within the next year. The Management of the Company considers that the formed provision is sufficient and no additional burden is expected to arise.

Indemnification to counterparties

The provision that has been formed refers to losses that may arise as a result of the Company's contractual obligations. The provision was estimated based on historical figures and statistics for the settlement of similar cases in the past. The additional provisions of the balance year are recognised in the "distribution expenses".

During 2012 the Group reassessed the amount of provisions against potential liabilities and based on IAS 37, proceeded with a reduction of € 628,799 for the following reasons:

a) There was a considerable improvement in the company's operations on multiple levels (production, logistics etc.) so that in the last 5 years, there was no any major claim related to contractual obligations.

b) The amount, the geographical breakdown and the nature of the current contractual obligations do not require provisions beyond the formed amount.

There was no additional reduction derived from the reassessment of the provisions in fiscal year 2012.

Moreover, based on the principle of conservatism, the Group evaluates periodically the nature of the contractual obligations and proceeds with adjustments when required. The reverse of the said amount has decreased the distribution expenses.

26 Expenses per category

CONSOLIDATED DATA

31/12/2012

Amounts in Euro	**Note**	**Cost of sales**	**Distribution expenses**	**Administrative expenses**	**Total**
Employee Benefits	27	-40.629.396	-7.589.422	-11.134.115	**-59.352.933**
Cost of inventories recognised as an expense		-742.845.819	-1.010.117	-518.611	**-744.374.547**
Energy		-81.800.831	-169.097	-94.060	**-82.063.988**
Depreciation		-57.666.510	-1.974.453	-1.753.652	**-61.394.616**
Insurance Cost		-1.388.636	-4.405.302	-248.075	**-6.042.013**
Rents		-664.175	-392.466	-1.268.567	**-2.325.208**
Transportation		-2.858.398	-43.154.606	-298.581	**-46.311.586**
Third Parties Expenses		-26.562.252	-10.840.812	-11.843.891	**-49.246.956**
Provisions		-5.977	-812.258	-43.164	**-861.399**
Other Expenses		-10.959.982	-7.867.276	-3.596.549	**-22.423.807**
Interests		-26	-23.184	-400	**-23.610**
Total		**-965.382.003**	**-78.238.996**	**-30.799.665**	**-1.074.420.664**

CONSOLIDATED DATA
31/12/2011

Amounts in Euro	Note	Cost of sales	Distribution expenses	Administrative expenses	Total
Employee Benefits	27	-46.001.865	-8.295.210	-11.750.317	**-66.047.391**
Cost of inventories recognised as an expense		-897.205.772	-1.404.924	-358.029	**-898.968.725**
Energy		-93.903.082	-218.534	-133.623	**-94.255.239**
Depreciation		-55.976.421	-1.792.041	-1.533.043	**-59.301.505**
Insurance Cost		-1.601.479	-9.286.113	-194.204	**-11.081.796**
Rents		-985.673	-485.557	-1.270.991	**-2.742.221**
Transportation		-3.349.995	-54.438.636	-325.963	**-58.114.594**
Third Parties Expenses		-38.058.287	-14.462.377	-10.555.462	**-63.076.126**
Provisions		-	-777.982	-431	**-778.413**
Other Expenses		-8.257.077	-3.489.312	-4.246.026	**-15.992.415**
Total		**-1.145.339.651**	**-94.650.684**	**-30.368.090**	**-1.270.358.425**

COMPANY DATA

31/12/2012

Amounts in Euro	Note	Cost of sales	Distribution expenses	Administrative expenses	Total
Employee Benefits	27	-4.271.580	-2.200.947	-3.283.065	**-9.755.592**
Cost of inventories recognised as an expense		-172.219.785	-149.063	-34.766	**-172.403.614**
Energy		-9.593.353	-	-	**-9.593.353**
Depreciation		-7.779.594	-124.618	-491.128	**-8.395.340**
Insurance Cost		-318.035	-724.972	-36.558	**-1.079.565**
Rents		-79.012	-120.116	-681.489	**-880.617**
Transportation		-438.097	-5.661.646	-80.768	**-6.180.511**
Third Parties Expenses		-10.422.535	-3.498.559	-3.855.086	**-17.776.180**
Provisions		-	-	-	**-**
Other Expenses		-215.356	-752.565	-916.121	**-1.884.042**
Interests		-	-195	-365	**-560**
Total		**-205.337.348**	**-13.232.681**	**-9.379.346**	**-227.949.374**

COMPANY DATA
31/12/2011

Amounts in Euro	Note	Cost of sales	Distribution expenses	Administrative expenses	Total
Employee Benefits	27	-6.691.547	-3.286.634	-4.062.399	**-14.040.580**
Cost of inventories recognised as an expense		-207.198.539	-216.246	-30.002	**-207.444.787**
Energy		-14.122.793	-	-	**-14.122.793**
Depreciation		-9.184.098	-151.135	-542.321	**-9.877.554**
Insurance Cost		-332.743	-4.976.357	-30.939	**-5.340.039**
Rents		-83.371	-181.929	-737.214	**-1.002.515**
Transportation		-515.802	-6.626.007	-97.866	**-7.239.675**
Third Parties Expenses		-18.779.721	-4.463.917	-4.225.805	**-27.469.442**
Provisions		-	-700.000	-	**-700.000**
Other Expenses		-333.849	-1.956.542	-1.200.409	**-3.490.800**
Total		**-257.242.463**	**-22.558.766**	**-10.926.956**	**-290.728.186**

The analysis of depreciation for Group and Company operations is as follows:

Depreciation	CONSOLIDATED DATA		COMPANY DATA	
	31/12/2012	31/12/2011	31/12/2012	31/12/2011
Cost of sales	-57.666.510	-55.976.421	-7.779.594	-9.184.098
Selling expenses	-1.974.453	-1.792.041	-124.618	-151.135
Administrative expenses	-1.753.652	-1.533.043	-491.128	-542.321
Other Expenses	-4.694.226	-3.189.930	-462.169	-502.646
Total	**-66.088.842**	**-62.491.435**	**-8.857.509**	**-10.380.200**

27 Employee Benefit Expense

	CONSOLIDATED DATA		COMPANY DATA	
Amounts in Euro	31/12/2012	31/12/2011	31/12/2012	31/12/2011
Wages & salaries	48.047.419	54.427.759	8.364.138	13.869.253
Social security expenses	14.453.660	15.236.156	2.055.190	3.022.013
Pension cost - defined contribution plans	-	3.811	-	-
Pension cost - defined benefit plans	2.457.023	1.388.750	2.013.905	336.191
Total	**64.958.101**	**71.056.476**	**12.433.233**	**17.227.456**

The analysis of the above expenses for Group and Company operations is as follows:

	CONSOLIDATED DATA		COMPANY DATA	
Cost of sales	-40.629.396	-46.001.865	-4.271.580	-6.691.547
Selling expenses	-7.589.422	-8.295.210	-2.200.947	-3.286.634
Administrative expenses	-11.134.115	-11.750.317	-3.283.065	-4.062.399
Other Expenses	-5.605.168	-5.009.085	-2.677.641	-3.186.876
Total	**-64.958.101**	**-71.056.476**	**-12.433.233**	**-17.227.456**

28 Finance cost

	CONSOLIDATED DATA		COMPANY DATA	
Amounts in Euro	31/12/2012	31/12/2011	31/12/2012	31/12/2011
Income				
Interest income	597.836	377.656	57.471	93.813
Foreign exchange differences	708.898	841.428	-	-
Other	50.516	158.708	39.993	13.482
Total Income	**1.357.250**	**1.377.791**	**97.464**	**107.295**
Expenses				
Interest and related expenses	-34.173.902	-29.010.824	-13.490.133	-13.269.550
Promissory Notes	-3.065	-103.383	-	-
Finance leases	-831	-897	-	-
Foreign exchange differences	-1.875.959	-1.500.504	-790.358	-147.316
Other	-2.979.252	-4.517.475	-	-
Total Expenses	**-39.033.010**	**-35.133.084**	**-14.280.492**	**-13.416.865**
Financial cost (net)	**-37.675.759**	**-33.755.292**	**-14.183.028**	**-13.309.570**

29 Income tax

Amounts in Euro	CONSOLIDATED DATA 31/12/2012	CONSOLIDATED DATA 31/12/2011	COMPANY DATA 31/12/2012	COMPANY DATA 31/12/2011
Current tax	-3.457.697	-1.735.455	-	-38.960
Deferred tax	3.669.135	5.224.100	1.266.235	1.604.548
Total	**211.438**	**3.488.645**	**1.266.235**	**1.565.588**

	CONSOLIDATED DATA 31/12/2012	CONSOLIDATED DATA 31/12/2011	COMPANY DATA 31/12/2012	COMPANY DATA 31/12/2011
Accounting profit before taxes	-75.657.331	-59.387.324	-27.469.207	-27.143.426
Applicable tax	15.131.466	11.877.465	5.493.841	5.428.685
Impact of permanent tax differences	-642.180	-636.469	-103.483	-133.895
Impact of previous years' tax loss offset against profits of the year	-12.930.121	-6.454.531	-4.124.124	-3.702.035
Tax-exempt income	998.902	596.449	-	11.794
Plus previous years' tax audit adjustments	-298.885	-16.000	-	-
Income tax withheld from foreign dividends of previous years		6.240	-	-
Impact of differences of the year excl. income tax calculation	21.834	-	-	-
Provisions for taxes	282.548	-	-3.401	-
Tax losses for which no deferred tax receivable has been calculated		-213.859		-38.960
Supplementary tax	-23.973	-459	-	-
Difference between provision and tax audit differences recorded in revenue	3.401	-	3.401	-
Impact on the tax of the year from different income tax rate applicable to foreign subsidiaries	-2.331.553	-1.670.192	-	-
Total income tax	**211.438**	**3.488.645**	**1.266.235**	**1.565.588**

According to Article 109 of Law 2238 (codified in N.4051/2012), the current tax rate for domestic companies is 20%. The tax rate on distributed profits, in accordance with Article 54, paragraph 1 of that Act, is 25%.

According to Article 9 of Law 4110/2013 the tax rate was changed from 20% to 26% and will be applied as from 1/1/2013.

For the companies transacting in Cyprus, Bulgaria, Former Yugoslavic Republic of Macedonia, Albania and Serbia, the applicable tax rate is 10%.

Lastly, for the company transacting in Romania, the tax rate is 16%.

Taxable (expenses)/ income relating to other total incomes are broken down as follows:

	CONSOLIDATED DATA					
	31/12/2012			31/12/2011		
	Before taxes	Tax (debit)/ credit	After taxes	Before taxes	Tax (debit)/ credit	After taxes
Currency exchange differences of foreign companies	392.081	-	392.081	-403.405	-	-403.405
Profit / (Loss) after taxes from change in the fair value of cash flow hedging	3.977.239	-794.695	3.182.543	-2.424.352	473.981	-1.950.371

	COMPANY DATA					
	31/12/2012			31/12/2011		
	Before taxes	Tax (debit)/ credit	After taxes	Before taxes	Tax (debit)/ credit	After taxes
Profit / (Loss) after taxes from change in the fair value of cash flow hedging	-93.730	18.746	-74.984	171.210	-37.341	133.868

30 Other Operating income (expenses)

Amounts in Euro	CONSOLIDATED DATA 31/12/2012	CONSOLIDATED DATA 31/12/2011	COMPANY DATA 31/12/2012	COMPANY DATA 31/12/2011
Other income				
Subsidies for the year	382.202	308.392	15.932	39.222
Income from other activities	2.571.363	2.666.424	8.745.430	12.608.405
Interest income (operating activity)	-	2.036	-	-
Depreciation of grants	1.008.830	1.020.701	1.786	13.768
Foreign exchange differences	358.698	850.467	326.386	386.874
Consultancy fees	8.000	6.000	-	-
Other Income	235.897	862.516	23.650	17.169
Total other income	**4.564.990**	**5.716.536**	**9.113.184**	**13.065.437**
Profits from sale of fixed assets	680.111	248.629	2.779	252.534
Other operating income	**5.245.101**	**5.965.165**	**9.115.963**	**13.317.971**
Other Expenses				
Production Expenses not Costed	-4.559.500	-1.279.605	-	-
Other Expenses	-11.928.591	-9.306.682	-10.055.334	-13.221.527
Total	**-16.488.091**	**-10.586.287**	**-10.055.334**	**-13.221.527**
Losses from sale of fixed assets	-5.390	-52.916	-	-52.989
Other operating expenses	**-16.493.481**	**-10.639.203**	**-10.055.334**	**-13.274.516**
Other operating income - expenses (net)	**-11.248.380**	**-4.674.038**	**-939.371**	**43.455**
Income from dividends	41.607	-	84.949	320.754
Profits from affiliates	4.296.392	5.615.190	-	-
Losses from affiliates	-3.288.200	-3.541.705	-	-
Income from participating interests	-21.661	14.435	-871.237	-
Total	**1.028.138**	**2.087.921**	**-786.288**	**320.754**

31 Operating Cash Flows

Amounts in Euro	Note	CONSOLIDATED DATA 1/1 to 31/12/2012	CONSOLIDATED DATA 1/1 to 31/12/2011	COMPANY DATA 1/1 to 31/12/2012	COMPANY DATA 1/1 to 31/12/2011
Profits/losses after taxes		-75.445.893	-55.854.294	-26.202.972	-25.577.837
Adjustments for:					
Income tax	29	-211.438	-3.488.645	-1.266.235	-1.565.588
Depreciation of tangible fixed assets	6	65.988.067	62.398.590	8.852.509	10.374.200
Depreciation of intangible assets	6	100.775	92.845	5.000	6.000
Impairment of inventories	13	2.373.776	198.468	-	-
(Profits)/losses from the sale of tangible assets	6	-674.652	-195.714	-2.729	-199.545
(Profits)/losses from the sale of tangible assets	6	-18	-	-	-
Interest (income)	28	-1.357.250	-1.377.791	-97.464	-107.295
Interest expenses	28	39.033.010	35.133.084	14.280.492	13.416.865
Dividend (income)	30	-1.477.792	-	-84.949	-320.754
Amortisation of grants	23	-1.008.830	-1.020.701	-1.786	-13.768
(Profits) / losses from affiliated companies	8	-1.008.192	-2.073.485	871.237	-
Loss from fixed asset destruction	6	-	15.366	-	-
Fixed asset impairment	6	993.711	-	-	-
Other		1.010.255	721.676	-142.572	36.836
		28.315.529	**34.549.399** -	**-3.789.469**	**-3.950.886**

Changes in working capital					
(Increase)/Decrease in inventory		50.639.987	-58.832.400	30.269.184	-21.512.425
(Increase)/Decrease in receivables		54.995.507	-32.437.311	6.817.992	5.923.264
Increase /(decrease) of liabilities		-54.594.643	14.708.375	-20.399.411	-18.189.941
Increase /(decrease) of provisions		8.188	828.883	228.050	700.000
Increase / (decrease) in personnel benefits due to retirement		-796.944	53.131	-127.840	65.098
		50.252.095	**-75.679.322**	**16.787.975**	**-33.014.004**
Net cash flows from operating activities		**78.567.624**	**-41.129.923**	**12.998.506**	**-36.964.889**
Profits /(losses) from sale of tangible assets include:					
Amounts in Euro					
Net book value	**6**	2.120.078	784.675	494	738.004
Profit /(losses) from sale of tangible assets		674.652	195.714	2.729	199.545
Income from sale of tangible assets		**2.794.730**	**980.389**	**3.223**	**937.549**
Profits /(losses) from sale of intangible assets include:					
(Increase)/Decrease in inventory	6	345	-	-	-
Net book value		18	-	-	-
Income from sale of intangible assets		**363**	**-**	**-**	**-**

32 Commitments

Contractual commitments

	CONSOLIDATED DATA	
Amounts in Euro	31/12/2012	31/12/2011
Tangible assets	5.542.891	1.380.356
	5.542.891	**1.380.356**

The aforementioned contractual commitments relate to contracts with suppliers in the context of investments made in the subsidiary company STOMANA INDUSTRY S.A. and CORINTH PIPEWORKS S.A..

The Group leases motor vehicles under operating leases agreements. The future aggregate minimum lease payments are as follows:

Amounts in Euro	CONSOLIDATED DATA		COMPANY DATA	
	31/12/2012	31/12/2011	31/12/2012	31/12/2011
Under 1 year	947.029	804.829	189.118	412.564
From 1-5 years	2.856.887	2.742.716	833.984	1.245.745
More than 5 years	965.638	1.950.382	276.400	420.608
	4.769.554	**5.497.927**	**1.299.502**	**2.078.917**
	31/12/2012	31/12/2008	31/12/2012	31/12/2008
Burden to Results	**2.254.686**	**1.626.778**	**482.192**	**598.545**

Capital commitments

The capex of the subsidiary company CORINTH PIPEWORKS S.A in progress at 31/12/2012 amounting to € 478,882 are related to software and other fixed assets.

33 Contingent Liabilities

The Group has contingent liabilities and receivables in respect of banks, other guarantees and other matters arising in the ordinary course of business, as follows:

Amounts in Euro	CONSOLIDATED DATA		COMPANY DATA	
Liabilities	**31/12/2012**	**31/12/2011**	**31/12/2012**	**31/12/2011**
Guarantees for securing payables to suppliers	29.647.621	22.382.202	5.222.060	6.795.979
Good performance guarantees to customers	881.493	979.933	190.756	777.696
Counter-guarantees of loan from the European Investment Bank	-	2.981.370	-	-
Other contigent liabilities	9.513.935	5.181.580	-	914.629
Total	**40.043.049**	**31.525.085**	**5.412.816**	**8.488.305**

Amounts in Euro	CONSOLIDATED DATA		COMPANY DATA	
	31/12/2012	**31/12/2011**	**31/12/2012**	**31/12/2011**
Lawsuits of employees	60.204	160.293	-	-
Other lawsuits	143.622	143.622	-	-
Contractual obligations	971.837	1.596.295	-	-
Bank Letters of Guarantee	7.636.974	2.313.444	-	-
Tax liabilities	53.297	319.927	-	266.629
Other contigent liabilities	648.000	648.000	-	648.000
Total	**9.513.935**	**5.181.580**	**-**	**914.629**

On the 1st of January 2011, subsidiary Stomana Industry S.A. had recognized a provision of €160 thousand against lawsuits by former employees due to dismissals and labour accidents. During the year, a new provision of €5 thousand has been recognized and €105 thousand have been used. The current amount of the provision is €60 thousand.

The subsidiary Corinth Pipeworks S.A. on 31/12/2012 recognised a provision of €1,180 thousand. (of which €144 thousands regards cases in court or under arbitration of a total amount of €144 thousand € 50 thousand provisions for taxes and €986 thousand for compensation). On the 31/12/2012, the subsidiary Corinth Pipeworks S.A. had pending lawsuits against third parties. It is not possible to reliably estimate the economic for the Company and the Group of a positive outcome for these cases.

A provision of €566 thousand for the Group.

There is also a balance of other provisions amounting to €693 thousand related to receivables of the subsidiary company SIDENOR STEEL PRODUCTION S.A.of € 648 and general expenses of subsidiaries SIGMA S.A. of € 39 thousand, ETIL S.A. of € 5 thousand.

During FY 2010 the subsidiary Corinth Pipeworks S.A. proceeded to an impairment of receivables € 18,627,586 ($ 24,864,102) being the result of delay in its collection. On 31/12/2012, the same amount is valuated at € 18,860,731. Collection of the amount of € 18,350,404, which the company retained as collateral for aforementioned receivables, was not successful. While Company's judicial actions, both in Greece and other jurisdictions, for the collection of the aforementioned debt are ongoing and while no final judgments have been issued, the Company considers that for the moment there is no reason to revise the provisions amounting to € 9,462,843 (2011: € 9,641,291) that has formed in its financial statements. Management estimates that potential loss will not exceed the impaired amount.

During FY 2010, the subsidiary company discounted the non- impaired portion of the receivable with a rate of 1,58% for 15 months.

In order to ensure its rights, according to the decision taken by the First Instance Court of Athens during the procedures related to provisional and protective measures, the subsidiary company imposed a prudent attachment on the property of third party involved in the mentioned case.

For FY 2012 there were no changes regarding the collection of the due amount.

For FY 2012 and 2011, all variations in the above mentioned amounts are related to foreign exchange differences.

34 Existing Collateral

Mortgages and statutory notices of mortgage in the amount of €80,001 thousand in favour of banks have been filled against the fixed assets of subsidiary STOMANA INDUSTRY for current loan balances totaling € 33,538 thousand.

35 Related Parties

The transactions below mostly relate to transactions with other companies of the VIOHALCO Group.

	CONSOLIDATED DATA		COMPANY DATA	
Amounts in Euro	31/12/2012	31/12/2011	31/12/2012	31/12/2011
Sales of goods				
Subsidiaries	-	-	116.169.810	144.549.525
Affiliates	15.801.920	18.472.830	4.590.110	6.005.501
Other Related Parties	31.259.709	38.426.231	13.413.198	20.375.089
	47.061.630	**56.899.062**	**134.173.118**	**170.930.115**
Sales of services				
Subsidiaries	-	-	16.771.839	26.631.452
Affiliates	366.157	82.106	2.325	19.889
Other Related Parties	1.924.296	1.755.966	76.403	501.022
	2.290.454	**1.838.072**	**16.850.567**	**27.152.362**
Sales of fixed assets				
Subsidiaries	-	-	3.159	820.801
Other Related Parties	157	15.900	-	15.800
	157	**15.900**	**3.159**	**836.601**
Purchases of goods				
Subsidiaries	-	-	36.550.846	56.097.967
Affiliates	2.168.358	1.098.281	107.314	1.107
Other Related Parties	114.164.290	105.764.386	5.866.022	8.478.030
	116.332.648	**106.862.668**	**42.524.182**	**64.577.105**
Purchases of services				
Subsidiaries	-	-	3.045.231	4.353.727
Affiliates	3.372.671	3.590.972	1.944.216	2.487.161
Other Related Parties	8.659.363	9.002.514	3.530.022	4.374.041
	12.032.034	**12.593.486**	**8.519.470**	**11.214.929**
Purchases of fixed assets				
Subsidiaries	-	-	171.243	718.325
Affiliates	29.595	25.716	-	-
Other Related Parties	369.046	9.334.161	4.167	6.020
	398.642	**9.359.877**	**175.411**	**724.345**

Board of Directors' and Senior Officers' Remuneration

	CONSOLIDATED DATA		COMPANY DATA	
Amounts in Euro	31/12/2012	31/12/2011	31/12/2012	31/12/2011
Salaries and other benefits to directors and key management	2.208.380	2.231.296	480.922	661.953
Compensations due to termination of employment	-	40.000	-	-
	2.208.380	**2.271.296**	**480.922**	**661.953**

	31/12/2012	31/12/2011	31/12/2012	31/12/2011
Liabilities to senior Management and Board Members	**62.390**	**109.290**	**-**	**-**

Balances at year end that relate to the sales and purchases of goods, services, fixed assets, etc with the companies of VIOCHALCO Group

Amounts in Euro	31/12/2012	31/12/2011	31/12/2012	31/12/2011
Receivables from related parties:				
Subsidiaries	-	-	3.199.251	34.005.339
Affiliates	14.772.325	12.964.108	1.976.549	8.362.704
Other associates	18.207.009	17.668.769	729.725	10.467.134
	32.979.334	**30.632.877**	**5.905.525**	**52.835.177**
Prepayments for Share Capital Increase				
Subsidiaries	-	-	-	20.200.404
	-	**-**	**-**	**20.200.404**
Liabilities to associates:				
Subsidiaries	-	-	6.405.938	45.721.761
Affiliates	2.659.657	1.830.821	200.493	1.050.817
Other associates	15.580.898	12.298.832	298.377	1.266.218
	18.240.556	**14.129.654**	**6.904.808**	**48.038.795**

Income from dividends

SIDENOR's dividend income is derived from DOMOPLEX (€4 thousand) and METALOURGIA ATTIKIS (€85 thousand).

Respectively, SOVEL's dividend income is derived from STEELMET (€42 thousand) and CORINTH PIPEWORKS' dividend income is derived from ZAO TMK-CPW (€1,347 thousand).

The Group's commercial transactions with its associates (persons or entities) during the 2012 financial year have been performed under market terms and in the context of the usual business activity. There are no specific terms of payment.

The majority of the transactions with subsidiary companies have been carried out by SIDENOR, SOVEL, STOMANA, DOJRAN and SIDEROM and concern purchase and sell transactions on finished and semi-finished steel products.

Respectively, the most important transactions with affiliates are carried out by SIDENOR and STOMANA with the SIDMA Group. The latter operates as a commercial intermediary for part of the products of the steel group.

In addition, the transactions with the other affiliates are mainly carried out by SIDENOR, STOMANA and CORINTH PIPEWORKS. The companies they mainly cooperate with are TEPROMETAL AG and METAL AGENCIES (trade of readymade products), ANAMET and METAL VALUES (raw material purchases).

36 Earnings per share

Basic	CONSOLIDATED DATA		COMPANY DATA	
Amounts in Euro	12 months until 31/12/2012	12 months until 31/12/2011	12 months until 31/12/2012	12 months until 31/12/2011
Profits attributable to parent company shareholders	-66.648.741	-48.887.629	-26.202.972	-25.577.837
Weighted average number of shares	96.243.908	96.243.908	96.243.908	96.243.908
Basic earnings per share (Euro per share)	(0,6925)	(0,5080)	(0,2723)	(0,2658)

Diluted	CONSOLIDATED DATA		COMPANY DATA	
Amounts in Euro	12 months until 31/12/2012	12 months until 31/12/2011	12 months until 31/12/2012	12 months until 31/12/2011
Profits attributable to parent company shareholders	-66.648.741	-48.887.629	-26.202.972	-25.577.837
Weighted average number of shares	96.243.908	96.243.908	96.243.908	96.243.908
Adjustments for rights in shares				
Total weighted average number of shares for diluted earnings per share	96.243.908	96.243.908	96.243.908	96.243.908
Diluted earnings per share (Euro per share)	(0,6925)	(0,5080)	(0,2723)	(0,2658)

The basic and diluted earnings per share are calculated by dividing the profit attributable to shareholders of the parent company by the weighted average number of ordinary shares in issue during the year, excluding ordinary shares purchased by the company and held as treasury shares.

37 Fiscal Years non-audited by tax authorities

From the 2011 financial year and onwards, all Greek Societe Anonyme and Limited Liability Companies that are required to prepare audited statutory financial statements must in addition obtain an “Annual Tax Certificate” as provided for by paragraph 5 of Article 82 of L.2238/1994. This “Annual Tax Certificate” must be issued by the same statutory auditor or audit firm that issues the audit opinion on the statutory financial statements. Upon completion of the tax audit, the statutory auditor or audit firm must issue to the entity a "Tax Compliance Report" which will subsequently be submitted electronically to the Ministry of Finance, by the statutory auditor or audit firm. This "Tax Compliance Report" must be submitted to the Ministry of Finance, within ten days of the date of approval of the financial statements by the General Meeting of Shareholders. The Ministry of Finance will subsequently select a sample of at least 9% of all companies for which a "Tax Compliance Report" has been submitted for the performance of a tax audit by the relevant auditors from the Ministry of Finance. The audit by the Ministry of Finance must be completed within a period of eighteen months from the date when the "Tax Compliance Report" was submitted to the Ministry of Finance.

Company

In July the tax audit for the fiscal years of 2007 to 2010 was completed. The audit resulted in additional taxes and penalties of € 257 thousand. The above amount is covered entirely by the provisions the company had made in previous years, which had charged the corresponding results.

For FY 2011 PricewaterhouseCoopers performed the tax audit and a tax audit certificate was issued. There were no additional tax liabilities, in excess of those disclosed in the financial statements.

For the 2012 financial year, the tax audit is being performed by PricewaterhouseCoopers S.A. The Company's management does not expect that additional tax liabilities will arise, in excess of those disclosed in the financial statements.

Domestic subsidiaries and affiliates

As regards the Company’s subsidiaries and affiliates, they have not been audited by the tax authorities for the following financial years and therefore their tax liabilities for these years have not been finalized.

Company	Fiscal years	Tax authorities	Statutory auditors
SOVEL S.A.	2010 - 2012	2010 - 2010	2012 - 2012
CORINTH PIPEWORKS S.A.	2008 - 2012	2008 - 2010	2012 - 2012
ERLIKON WIRE PROCESSING S.A.	2006 - 2012	2006 - 2010	2012 - 2012
AEIFOROS S.A.	2010 - 2012	2010 - 2010	2012 - 2012
SIDENOR STEEL INDUSTRY S.A.	2007 - 2012	2007 - 2010	2012 - 2012
PROSAL S.A.	2007 - 2012	2007 - 2010	2012 - 2012
ETIL S.A.	2004 - 2012	2004 - 2010	2012 - 2012
ARGOS S.A.	2009 - 2012	2009 - 2010	2012 - 2012
VET S.A.	2010 - 2012	2010 - 2010	2012 - 2012
PRAKSYS S.A.	2010 - 2012	2010 - 2010	2012 - 2012
THERMOLITH S.A.	2010 - 2012	2010 - 2010	2012 - 2012
VEMET S.A.	2003 - 2012	2003 - 2010	2012 - 2012
VEAT S.A.	2003 - 2012	2003 - 2010	2012 - 2012
DIAVI.PE.THIV. S.A.	2010 - 2012	2010 - 2010	2012 - 2012
SIDMA S.A.	2008 - 2012	2008 - 2010	2012 - 2012
DIAPEM S.A.	2010 - 2012	2010 - 2010	2012 - 2012
V.EPE.M. S.A.	2003 - 2012	2003 - 2010	2012 - 2012
METALOURGIA ATTIKIS S.A.	2007 - 2012	2007 - 2010	2012 - 2012
EL.K.E.ME. S.A.	2010	2010 - 2010	2012 - 2012
BIODIESEL A.E.	2007 - 2010	2007 - 2010	2012 - 2012

For the Greek subsidiaries and affiliates, the tax audit for the fiscal year 2011 financial year has been performed by the following audit companies:

Company	Audit company
SIDENOR S.A.	PRICEWATERHOUSECOOPERS Audit Company S.A.
SOVEL S.A.	PRICEWATERHOUSECOOPERS Audit Company S.A.
CORINTH PIPEWORKS S.A.	PRICEWATERHOUSECOOPERS Audit Company S.A.
DEPAL S.A.	HBP Certified Public Accountants Ltd
ERLIKON WIRE PROCESSING S.A.	PRICEWATERHOUSECOOPERS Audit Company S.A.
AEIFOROS S.A.	PRICEWATERHOUSECOOPERS Audit Company S.A.
ETIL S.A.	PRICEWATERHOUSECOOPERS Audit Company S.A.
ARGOS S.A.	PRICEWATERHOUSECOOPERS Audit Company S.A.
VET S.A.	SOL Certified Public Accountants -Auditors S.A.
THERMOLITH S.A.	SOL Certified Public Accountants -Auditors S.A.
SIDMA S.A.	SOL Certified Public Accountants -Auditors S.A.
SIDENOR STEEL INDUSTRY S.A.	PRICEWATERHOUSECOOPERS Audit Company S.A.
PROSAL S.A.	ABACUS Chartered Accountants-Auditors S.A.
PRAKSYS S.A.	ABACUS Chartered Accountants-Auditors S.A.
VEMET S.A.	ABACUS Chartered Accountants-Auditors S.A.
VEAT S.A.	ABACUS Chartered Accountants-Auditors S.A.
DIA.VI.PE.THIV. S.A.	ABACUS Chartered Accountants-Auditors S.A.
DIAPEM S.A.	ABACUS Chartered Accountants-Auditors S.A.
V.EPE.M. S.A.	ABACUS Chartered Accountants-Auditors S.A.
METALOURGIA ATTIKIS S.A.	ABACUS Chartered Accountants-Auditors S.A.
EL.K.E.ME. S.A.	ABACUS Chartered Accountants-Auditors S.A.

Upon the completion of the tax audit, there were no significant tax liabilities, in excess of those disclosed in the consolidated financial statements.

Foreign subsidiaries and affiliates

The unaudited fiscal years of the foreign subsidiaries and affiliates are shown in the following table:

Company	Fiscal years
STOMANA INDUSTRY S.A.	2010 - 2012
TEPRO STEEL EAD	2008 - 2012
AEIFOROS BULGARIA SA	2007 - 2012
SIGMA S.A.	2007 - 2012
PROSAL TUBES S.A.	2008 - 2012
BOZETTI LTD	2008 - 2012
DOJRAN STEEL LLCOP	2012
SIDEROM STEEL SLR	2007 - 2012
SIDERAL SHPK	2005 - 2012
PORT SVISHTOV WEST SA	2008 - 2012
SIDEBALK STEEL DOO	2011 - 2012
PRISTANISHTEN KOMPLEX SVILOSA EOOD	2004 - 2012
JOSTDEX LTD	2010 - 2012
DOMOPLEX LTD	2007 - 2012
ZAO TMK-CPW	2010 - 2012
AWM SPA	2006 - 2012

The Group provides, when considered appropriate, and on a company by company basis for possible additional taxes.

38 Number of Personnel

Number of personnel employed at the end of the current period: Group: 2,745 and Parent Company: 12. In the corresponding period of 2011, the Group's personnel was 2,989 employees and the Company's 298 employees.

39 Auditors' remunerations

The total remuneration charged in 2012 by the chartered auditors amounted to €468 thousand and €155 thousand for the Group and the Company respectively. The remuneration related to:

(amounts in thousands €)	**Concolidated**	**Company**
Fees for annual audit of financial statements	433	140
Fees for other audit services	22	11
Tax consulting fees	8	-
Fees for non-audit services	5	4
	468	**155**

40 Events after the Balance Sheet date

On February 21 it was announced that due to the difficult economic conditions in Greece hitting mainly the construction activity, the adverse weather conditions affecting the main export markets (Balkans) and in order to adapt its production to the low demand for construction steel products, the subsidiary SOVEL S.A., in agreement with its employees, proceeds to temporary suspension of the production of the plant in Almyros, Magnesia during March.

The sales of products will continue normally, during the suspension period, along with the supply of raw materials (scrap), in order to reopen the factory on Monday April 1st, 2013.

It is important to note that in SOVEL plant, there have been invested more than 50 million euro in the last four years, while new investments are planned in order to further enhance its competitiveness. The above will not affect the financial results of SOVEL S.A. and therefore of SIDENOR Group, since the sales activity continues normally.

41 Important events in the financial year 2012

The most important events that took place during the first half of 2012 are the following:

The Boards of Directors of the Societes Anonymes SIDENOR S.A. and DEPAL S.A., a 100% subsidiary of SIDENOR S.A., at their meetings held on 31/10/2012 have decided the spin-off of the industrial sector of SIDENOR S.A., having as object of operation the processing of steel scrap for the production of long steel products and its contribution to DEPAL S.A, according to Law 2166/1993 (Article 4) based on the balance sheet transformation of October 31, 2012.

This spin-off is part of Sidenor Group's structure rationalization with an aim to provide clearer picture and management of its individual functions.

The Company's Extraordinary General Meeting held on 11.12.2012 approved the spin-off of the industrial sector, having as object of operation the processing of steel scrap for the production of long steel products and its contribution to a 100% subsidiary DEPAL S.A. The Extraordinary General Meeting also decided to rename the company to SIDENOR STEEL INDUSTRY S.A.

Detailed presentation of the transferred sector is shown in note 42 of the financial statements.

Resolutions of the Annual Ordinary General Meeting

During the Annual Ordinary General Meeting of the Company's Shareholders that took place in Athens, on June 28th, 2012 at 11.00 pm, the following were decided:

(i) Approval of the Annual Financial Statements of the fiscal year 2011, along with the corresponding Board of Directors Report and the Chartered Accountant/ Auditor's Report.

(ii) Release of the BoD members and the Chartered Accountant/Auditor from any compensation liabilities for the fiscal year ended on December 31, 2011.

(iii) Appointment of audit firm “PriceWaterHouseCoopers” as auditors for financial year 1/1-31/12/2012 with their remuneration to be fixed following their pertinent proposal.

(iv) Election of the members of the new Board of Directors for one year (this tenure of the members of the Board of Directors will begin on the day following the election and will end on the date of Annual General Meeting of the year 2013), as follows:

1. GEORGE KALFARENTZOS, BOD CHAIRMAN, EXECUTIVE MEMBER
2. NIKOLAOS KOUDOUNIS, BOD VICE-CHAIRMAN, EXECUTIVE MEMBER
3. SARADOS MILIOS, EXECUTIVE MEMBER
4. GEORGE SOULITZIS, NON-EXECUTIVE MEMBER
5. VASILIOS PAPANTONIOU, EXECUTIVE MEMBER
6. GEORGE PASSAS, NON-EXECUTIVE MEMBER
7. IOANNIS IKONOMOU, NON-EXECUTIVE MEMBER
8. ANDREAS KYRIAZIS, NON-EXECUTIVE AND INDEPENDENT MEMBER
9. EFSTATHIOS STRIMBER, NON-EXECUTIVE AND INDEPENDENT MEMBER

(v) The General Meeting also approved the amounts to be paid to the Board members as remuneration, pursuant to the stipulations of paragraphs 2, of article 24 of Law no. 2190/1290.

(vi) The General Meeting approved the issuance of common bond loans, according to Law 3156/2003, up to a total amount of hundred million euro that will be covered totally by banks. The objective of the loans is to refinance part of the Company’s debt obligations.

(vii) Members of the monitoring committee under article 37 of Law no. 3693/2008 were appointed the following:
1. GEORGE PASSAS, NON-EXECUTIVE MEMBER
2. IOANNIS IKONOMOU, NON-EXECUTIVE MEMBER
3. ANDREAS KYRIAZIS, NON-EXECUTIVE AND INDEPENDENT MEMBER

42 Transfer of industrial sector to subsidiary

As part of SIDENOR Group’s structure rationalization ,with an aim to provide clearer picture and management of individual activities, the Boards of Directors of the Societes Anonymes SIDENOR S.A. and DEPAL S.A., a 100% subsidiary of SIDENOR SA, at their meetings held on 30/10/2012 have decided the spin-off of the industrial sector of SIDENOR SA, having as object of operation the processing of steel scrap for the production of long steel products and its transfer to DEPAL S.A.

The Extraordinary General Meetings of the companies held on 11/12/ 2012 approved the spin-off and the trasfer of the industrial sector.

The Sector spin-off was conducted in accordance to the provisions of Articles 1-5 of the Law. 2166/93 and the existing legislation on limited liability companies, based on the sector’s assets, as these are depicted in the transformation’s balance sheet of the 31/10/2012.

The notary deed 5728/14.12.12 records the spin off contract of the sector in question and with the No. 29659/12 decision of the Vice-Prefect of the Central Athens Region, the spin off and the amendment of the

Articles of Association of the company DEPAL S.A. (article 1. company name change and renaming of such to Sidenor Steel Industry S.A.) was approved.

The above approval was recorded in the General Commercial Registry on the 31/12/2012 (Protocol number 21009/04.01.2013).

On the 31/12/2012 the total of the sector's property (assets and liabilities) was transferred to the acquiring company's books, in accordance to the Transformation's balance sheet of the 31/10/2012. Additionally all of the operations and transactions from 1/11/2012 to 31/12/2012 of the transferring company with respect to the transferred sector, were transferred and recorded in the account books of the acquiring company.

The effects of the contributed sector of 31/10/2012 on the financial statements of the parent company are as follows:

Amounts in €	31/10/2012 ΣΙΔΕΝΟΡ Α.Ε. before the contribution of the sector	Contributed sector	ΣΙΔΕΝΟΡ Α.Ε. after the contribution of the sector	% change
ASSETS				
Non-current assets				
Land and Buildings	52.664.946	22.720.237	29.944.710	
Machinery	60.351.489	56.390.402	3.961.087	
Other tangible assets	8.190.074	8.154.256	35.818	
Intangible assets	19.004	19.004	-	
Investments in associates	11.054.011	11.054.011	-	
Investments in subsidiaries	214.756.642	84.218.342	131.824.102	
Available for sale financial assets	1.414.471	1.414.471	-	
Other receivables	4.671.359	1.271.971	3.399.388	
Total	**353.121.998**	**185.242.695**	**169.165.104**	-52,09%
Current Assets				
Inventories	50.155.726	37.716.371	12.439.355	
Trade and other receivables	133.407.384	121.170.251	12.237.132	
Cash and cash equivalents	7.786.242	7.783.242	3.000	
Total	**191.349.352**	**166.669.864**	**24.679.488**	-87,10%
Total Assets	**544.471.349**	**351.912.559**	**193.844.592**	-64,40%
EQUITY				
Capital and reserves attributable to equity holders				
Share capital	39.460.002		39.460.002	
Share premium	120.406.136		120.406.136	
Other reserves	53.446.627	7.092.471	46.354.156	
Retained earnings	13.594.329		13.594.329	
Retained earnings from difference between tax and accounting basis of the contributed assets	-	35.818.722	-35.818.722	
Sector's equity - contributed capital		1.285.802		
Total Equity	**226.907.094**	**44.196.995**	**183.995.901**	-18,91%
LIABILITIES				
Non-current liabilities				
Borrowings	6.666.670	6.666.670	-	
Deferred tax liabilities	11.812.411	9.084.762	2.727.650	
Retirement benefit obligations	1.833.520	1.748.111	85.409	
Government Grants	127.819	127.819	-	
Provisions	542.680	542.680	-	
Total	**20.983.100**	**18.170.041**	**2.813.059**	-86,59%
Current liabilities				
Trade and other payables	67.071.129	60.035.497	7.035.632	
Borrowings	229.510.026	229.510.026	-	
Total	**296.581.155**	**289.545.523**	**7.035.632**	-97,63%
Total liabilities	**317.564.256**	**307.715.564**	**9.848.691**	
Total equity and liabilities	**544.471.349**	**351.912.559**	**193.844.592**	-64,40%

In the current fiscal year there are no significant changes in the profit and loss accounts derived from the contribution of the financial results of the last two months (11.01.2012 to 12.31.12).

Income statement of the contributed sector for the period 1/11/2012 - 31/12/2012	
Sales	25.544.931
Cost of sales	-23.494.440
Gross profit	**2.050.490**
Selling expenses	-1.959.221
Administrative expenses	-1.490.801
Other operating income/(expenses) -net	-85.230
Operating results	**-1.484.761**
Financial results	-2.412.201
Profits/(losses) before taxes	**-3.896.962**
Profits/(losses) after taxes	**-4.600.308**

Please note that this operation has no effect on the financial statements of the group because the acquiring company is 100% subsidiary.

BALANCE SHEET OF THE CONTRIBUTED SECTOR

	IFRS		GREEK GAAP	
	ACQUISITION VALUE	DEPRECIATION	ACQUISITION VALUE	DEPRECIATION
FORMATION EXPENSES				
1. Preliminary / Foundation Expenses	0,00	0,00	573.978,13	-573.978,13
4. Other Formation Expenses				
	0,00	0,00	573.978,13	-573.978,13
Net book value		**0,00**		**0,00**
FIXED ASSETS				
I. Intangible Assets				
1. Expenses of Research & Development	0,00	0,00	34.402,05	-34.402,06
2. Know How	0,00	0,00	812.526,58	-812.526,58
3. Other Intangible Assets	345.943,37	-326.938,99	1.035.820,33	-1.022.316,42
	345.943,37	-326.938,99	1.882.748,96	-1.869.245,06
Net book value		**19.004,38**		**13.503,90**
II. Tangible Assets				
1. Land & Sites	6.711.888,97		11.976.446,35	
3. Buildings & Technical works	26.958.949,02	-10.950.601,21	16.653.804,35	-13.098.807,18
4. Machinery, technically installed and other mechanical equipment	125.151.944,24	-68.761.542,18	94.258.223,72	-85.305.658,88
5. Transportation Equipment	509.897,36	-481.985,10	509.897,36	-481.985,10
6. Furniture & Fixtures	6.557.727,06	-6.333.453,61	6.557.727,06	-6.333.453,61
7. Tangible Assets in Cource of Construction & Payments on Account	7.902.070,05		7.902.070,05	
	173.792.476,70	-86.527.582,10	137.858.168,89	-105.219.904,77
Net book value		**87.264.894,60**		**32.638.264,12**

III.	Participations & Other Long term Finanacial Claims				
1.	Participating Interests in Affiliated Undert	84.218.342,40		84.218.342,40	
	Less: Payment Due			-200.000,00	
2.	Shares in other companies	11.904.010,92		11.902.719,34	
	Provisions and diminutions	-850.000,00		-850.000,00	
6α	Shares	1.909.013,02		1.909.013,02	
	Less: Devaluation	-494.541,72		0,00	
7.	Other Long term Financial Claims	1.271.971,46	97.958.796,08	1.271.971,46	98.252.046,22
	TOTAL (CIII)			105.485.167,46	
	TOTAL FIXED ASSETS (CI+CII+CIII)		**185.242.695,06**		**130.903.814,24**
D.	**CURRENT ASSETS**				
I.	Inventory				
1.	Merchandise	5.548.816,53		5.548.816,53	
2.	Finished & Semi Finished Products	18.384.127,66		18.384.127,66	
4.	Raw Material & Perishable Spare Parts & Packing Material	13.679.786,17		13.679.786,17	
5.	Down payments for Stock purchases	103.640,31	37.716.370,67	103.640,31	37.716.370,67
II.	Debtors				
1.	Trade Debtors (Clients)	42.793.897,32		42.793.897,32	
	Less: Provisions	-88.120,13		-88.120,13	
2.	Bills receivable (At Banks)	73.200,00		73.200,00	
3α.	Post dated cheques receivable	2.185.716,14		2.185.716,14	
3β	Cheques Overdue	3.129,91		3.129,91	
5.	Short Term Receivables from Affiliated Companies	70.847.052,35		70.847.052,35	
5α	Receivables from Affiliated divindends	825.754,89		825.754,89	
10.	Doubtful & In Dispute Trade and Other Deptors	4.849.124,10		4.849.124,10	
	Less: Provisions	-4.849.124,10		-2.245.740,90	
11.	Sundry Deptors	655.182,60		655.182,60	
11c	Suppliers prepayments (except assets and inventory)	224.748,88		224.748,88	
12.	Prepayments & Advances	62.225,07	117.582.787,03	62.225,07	120.186.170,23
IV.	Cash & Bank balances				
1.	Cash on hand	5.870,82		5.870,82	
3.	Current and time deposits	7.777.371,49	7.783.242,31	7.777.371,49	7.783.242,31
	Total Current Assets (DI+DII+DIV)		**163.082.400,01**		**165.685.783,21**
E.	**PREPAYMENTS & ACCRUED INCOME**				
1.	Deffered Charges	48.343,97		48.423,79	
3.	Other Prepayments & Accrued Income	3.539.120,42	3.587.464,39	3.539.120,42	3.587.544,21
	TOTAL ASSETS (B+C+D+E)		**351.912.559,46**		**300.177.141,66**
	MEMO ACCOUNTS				
1.	Third party Asset Items	24.954,00		24.954,00	
2.	Guarantees & Real Securities	17.056.012,57		17.056.012,57	
4.	Other Memo Accounts	167.033.668,60	**184.114.635,17**	167.033.668,60	**184.114.635,17**

	LIABILITIES					
A	**CAPITAL & RESERVES**					
	I.	Paid up capital		1.285.801,91		1.285.801,91
	III.	Revaluation reserves - Investment grants				
	3.	Fixed assets Investment grants				
			127.818,78	127.818,78	123.307,09	123.307,09
	IV.	Reserves				
	4.	Extraordinary & Voluntary Reserves	145.561,26		145.561,26	
	5.	Tax Free Reserves Under Special Laws	6.946.909,59	7.092.470,85	4.946.909,59	5.092.470,85
	V.	Results Carried Forward				
		Retained Earnings (Current period) Carried Forward	0,00	35.818.722,32		
		TOTAL EQUITY (AII+AIII+AIV+AV)		44.324.813,86		6.501.579,85
B	**PROVISIONS FOR LIABILITIES AND EXPENSES**					
	1.	Provisions for Retirement Benefits	1.748.111,00		124.259,89	
	2.	Other Provisions	542.679,73	2.290.790,73	531.061,59	655.321,48
C	**LIABILITIES**					
	I.	Long Term Dept & Liabilities				
	1.	Bond Loans	6.666.670,00		6.666.670,00	
	8a	Taxes Deferred	9.084.761,58	15.751.431,58	0,00	6.666.670,00
	II.	Current Liabilities				
	1.	Suppliers	16.290.645,66		16.290.645,66	
	3.	Short Term Bank Loans	168.260.024,32		168.260.024,32	
	4.	Advances (down payments) from Trade Debtoı	4.023.529,71		4.023.529,71	
	7.	Long term Bills Payable	61.250.002,00		61.250.002,00	
	8.	Other Long term Liabilities	25.950.341,00		25.950.341,00	
	11.	Sundry Creditors	3.942.310,70		750.357,74	
		Liabilities from assign contract (factoring)	4.906.407,13	284.623.260,52	4.906.407,13	281.431.307,56
		TOTAL LIABILITIES (CI+CII)		**300.374.692,10**		**288.097.977,56**
D	**ACCRUALS & DEFERRED**					
	2.	Accrued Expenses	238.888,10		238.888,10	
	3.	Other Accruals & Deferred Income	4.683.374,67	4.922.262,77	4.683.374,67	4.922.262,77
		TOTAL LIABILITIES (A+B+C+D)		**351.912.559,46**		**300.177.141,66**
	MEMO ACCOUNTS					
	1.	Beneficiaries of Asset Items	24.954,00		24.954,00	
	2.	Guarantees and Real Securities	17.056.012,58		17.056.012,58	
	4.	Other Memo Accounts	167.033.668,56	**184.114.635,14**	167.033.668,56	**184.114.635,14**

The above Balance sheet is depicted as shown, in the determination and levy report for the book value of assets of the transformed industrial sector which was compiled by ABACUS Auditors S.A

43 Adjustments to comparative data due to retroactive application of IFRS 3

In the previous year's financial data, the below figures were adjusted due to the finalizing of the goodwill allocation arising from the acquisition of THERMOLITH S.A. by subsidiary AEIFOROS S.A.

INCOME STATEMENT	Published figures 31-Δεκ-11	Adjustments due to IFRS 3	Adjusted figures 31-Δεκ-11
Profits/ (losses) from participations	-29.949	44.385	14.436
Profits/(losses) after taxes	-55.898.680	44.385	-55.854.295
Attributable to:			
Owners of the parent	-48.932.016	44.385	-48.887.631
Non-controlling interest	-6.966.664	-	-6.966.664

ASSETS	Published figures 31-Dec-11	Adjustments due to IFRS 3	Adjusted figures 31-Dec-11
Non-current assets			
Land & Buildings	256.434.534	776.793	257.211.327
Machinery	403.392.139	835.879	404.228.018
Intangible assets	1.816.481	-779.496	1.036.985
Deferred tax assets	91.847	-8.707	83.140
		824.470	
Current Assets			
Inventories	335.914.142	-10.902	335.903.240
Trade and other receivables	236.477.749	42.363	236.520.112
		31.461	
Total Assets		**855.931**	
EQUITY			
Capital and reserves attributable to equity holders			
Retained earnings	180.338.325	44.385	180.382.710
Total		**44.385**	
Minority interest	**97.909.583**	**483.866**	**98.393.449**
Total Equity		**528.251**	
LIABILITIES			
Non-current liabilities			
Deferred tax liabilities	54.488.953	322.354	54.811.307
Retirement benefit obligations	6.046.210	-435	6.045.775
Grants	9.802.067	-46.823	9.755.244
Provisions	2.569.588	3.474	2.573.062
Other non-current liabilities	9.012.765	-4.140	9.008.625
		274.431	
Current liabilities			
Trade and other payables	181.558.011	53.249	181.611.260
		53.249	
Total liabilities		**327.680**	
Total equity and liabilities		**855.931**	

Athens, 27 February, 2013

The BoD Chairman	The Chief Executive Officer	The Chief Finance Officer
Kalfarentzos Georgios ID Card no. F 147183	Milios Sarados ID Card no. AI 647195	Thomadakis Stratos LICENCE NO. 0065081 CLASS A

E. Information as per article 10 of Law no. 3401/2005

This document contains the information provided for by article 10 of Law no. 3401/2005, which has been published by SIDENOR S.A. during the fiscal year 2012.

The complete text of the announcements is available at SIDENOR S.A's website at http://www.sidenor.gr (http://www.sidenor.gr/PlainText.aspx?menutxtid=171&lang=GR)

Financial Statement in PDF format	6134	28-03-2012
Financial Statement in PDF format	6137	28-03-2012
Announcement	11651	30-05-2012
Financial Statement	11359	29-05-2012
Announcement	5633	23-03-2012
Announcement	10745	23-05-2012
Financial Statement	6119	28-03-2012
Financial Statement in PDF format	6132	28-03-2012
Financial Statement in PDF format	6128	28-03-2012
Announcement	11375	29-05-2012
Financial Statement in PDF format	11368	29-05-2012
Financial Statement in PDF format	11364	29-05-2012
Announcement	5314	20-03-2012
Announcement	11652	30-05-2012
Announcement	10123	16-05-2012
Announcement	12929	06-06-2012
Announcement	11373	29-05-2012
Announcement	11379	29-05-2012
Announcement	9184	02-05-2012
Announcement	6124	28-03-2012
Financial Statement in PDF format	11366	29-05-2012
Financial Statement	11361	29-05-2012
Financial Statement in PDF format	11362	29-05-2012
Announcement	10225	17-05-2012
Announcement	5632	23-03-2012
Announcement	230	04-01-2012
Financial Statement	6115	28-03-2012
Announcement	312	05-01-2012
Announcement	6139	28-03-2012
Announcement	5316	20-03-2012
Announcement	6140	28-03-2012
Announcement	14819	29-06-2012
Announcement	14761	28-06-2012
Announcement	16907	30-07-2012
Announcement	17495	09-08-2012
Announcement	17558	10-08-2012
Financial Statement	18455	29-08-2012
Financial Statement	18456	29-08-2012
Financial Statement in PDF format	18462	29-08-2012
Financial Statement in PDF format	18463	29-08-2012
Financial Statement in PDF format	18466	29-08-2012
Financial Statement in PDF format	18467	29-08-2012
Announcement	18460	29-08-2012
Announcement	18459	29-08-2012
Announcement	18457	29-08-2012
Announcement	20071	17-09-2012
Announcement	22635	01-11-2012
Announcement	22619	01-11-2012
Announcement	22598	31-10-2012
Announcement	23184	12-11-2012
Announcement	23693	20-11-2012
Announcement	23694	20-11-2012
Financial Statement in PDF format	24778	29-11-2012
Financial Statement in PDF format	24786	29-11-2012
Financial Statement in PDF format	24791	29-11-2012
Financial Statement in PDF format	24794	29-11-2012
Financial Statement	24755	29-11-2012
Financial Statement	24761	29-11-2012
Announcement	24803	29-11-2012
Announcement	24799	29-11-2012
Announcement	24768	29-11-2012
Announcement	25395	03-12-2012
Announcement	25893	11-12-2012
Announcement	26814	31-12-2012

F. Figures and information

SIDENOR STEEL PRODUCTS MANUFACTURING COMPANY S.A.

Societe Anonyme Register No. 2310/06/B/86/20
2-4 Mesogion str, Athens 115 27
Financial data and information for the period from January 1, 2012 to December 31, 2012
(In terms of article 135 of Law 2190/20, for companies publishing annual statements in accordance with IAS/IFRS)

The figures illustrated below, aim at providing summary information about the financial position and results of "SIDENOR Steel Products Manufacturing Company SA" and the "SIDENOR Group". Readers are suggested before making any investment or other transaction with the Company to be informed by the Company's website where the financial statements and the auditors report, where needed, are posted.

Supervising Prefecture: Ministry of Development and Competitiveness, Office of Unlimited Societe Anonyme and Credit
Company's Website: www.sidenor.gr
Board of Directors: George Kalfarentzos, Chairman, Executive member, Nikolaos Koudounis. Vice-Chairman, Executive member, Sarados Milios, Vasilios Papantoniou, Executive members, George Passas, Georgios Soulitzis, Ioannis Oikonomou,Non-Executive members, Andreas Kiriazis, Efstathios Striber, Non-Executive and independent members.
Date of approval of the annual financial statements from the Board of Directors: February 27, 2013
Certified auditor : Konstantinos Michalatos (Reg. No SOEL 17701)
Audit Firm : PRICEWATERHOUSECOOPERS S.A.
Type of Audit Report:Unqualified opinion with emphasis of matter

STATEMENT OF FINANCIAL POSITION (Group & Company) Amounts in €

	Group		Company	
	31-Dec-2012	31-Dec-2011	31-Dec-2012	31-Dec-2011
ASSETS				
Land and Buildings	257.504.889	257.211.327	29.877.943	54.074.435
Machinery	409.277.080	404.228.018	3.899.889	67.104.617
Other assets for own use	27.511.404	77.687.985	34.828	6.690.792
Intangible assets	957.785	1.036.985	-	24.004
Investments in associates	29.830.398	29.811.322	131.824.107	226.660.653
Non-current assets available for sale	1.544.500	1.544.500	-	1.414.471
Other non-current assets	5.961.454	5.947.860	3.375.353	4.801.539
Inventories	285.263.254	335.903.240	13.678.378	81.663.933
Trade receivables	124.272.406	150.287.819	623.563	52.160.336
Other current assets	106.883.888	142.075.335	14.310.221	98.806.784
TOTAL ASSETS	**1.249.007.058**	**1.405.734.391**	**197.624.282**	**593.401.564**
EQUITY AND LIABILITIES				
Share capital	39.460.002	39.460.002	39.460.002	39.460.002
Share premium	120.406.136	120.406.136	120.406.136	120.406.136
Other shareholders equity	218.550.351	282.435.480	23.407.926	92.597.074
Total equity of parent company owners (a)	378.416.489	442.301.618	183.274.064	252.463.212
Non-controlling interest (b)	90.373.157	98.393.449	-	-
Total Equity (c) = (a) + (b)	468.789.646	540.695.067	183.274.064	252.463.212
Long term borrowings	153.888.897	175.064.320	-	47.416.672
Deferred tax liabilities	51.988.094	54.811.307	2.363.223	12.732.965
Provisions / Other long term liabilities	18.302.674	27.382.706	128.790	6.113.457
Short term borrowings	413.731.496	418.384.576	-	186.203.046
Other short term liabilities	142.306.251	189.396.415	11.858.205	88.472.212
Total liabilities (d)	780.217.412	865.039.324	14.350.218	340.938.352
TOTAL EQUITY AND LIABILITIES (c) + (d)	**1.249.007.058**	**1.405.734.391**	**197.624.282**	**593.401.564**

STATEMENT OF COMPREHENSIVE INCOME (Group & Company) Amounts in €

	Group		Company	
	1 Jan - 31 Dec 2012	1 Jan - 31 Dec 2011	1 Jan - 31 Dec 2012	1 Jan - 31 Dec
	Continuing operations			
Turnover	**1.046.659.335**	**1.247.356.894**	**216.988.855**	**276.530.121**
Cost of goods sold	-965.382.003	-1.145.339.651	-205.337.348	-257.242.463
Gross Profit	**81.277.332**	**102.017.243**	**11.651.507**	**19.287.658**
Selling expenses	-78.238.996	-94.650.684	-13.832.681	-22.558.766
Administrative expenses	-30.799.665	-30.368.090	-9.379.346	-10.926.956
Other Income / (expenses) - Net	-11.248.380	-4.674.038	-939.371	43.455
Profits / (losses) before taxes, financing & investment results	**-39.009.708**	**-27.675.569**	**-12.499.890**	**-14.154.609**
Profits / (losses) before taxes, financing, investment & depreciation	**27.079.134**	**34.815.865**	**-3.642.381**	**-3.774.409**
Total profits / (losses) before taxes	**-75.657.330**	**-59.342.939**	**-27.469.207**	**-27.143.425**
Minus Taxes	211.437	3.488.645	1.266.235	1.565.588
Profits / (losses) after taxes (A)	**-75.445.893**	**-55.854.294**	**-26.202.972**	**-25.577.837**
Profits / (losses) after taxes per share - basic (in €)	**(0,6925)**	**(0,5080)**	**(0,2723)**	**(0,2658)**
Attributable to:				
Owners of the parent company	-66.648.741	-48.887.630	-26.202.972	-25.577.837
Non-controlling interest	-8.797.152	-6.966.664	-	-
	-75.445.893	**-55.854.294**	**-26.202.972**	**-25.577.837**
Other comprehensive income after taxes (B)	3.574.625	-2.353.775	-74.984	133.868
Total comprehensive income for the period, after taxes (A) + (B)	**-71.871.268**	**-58.208.070**	**-26.277.956**	**-25.443.969**
Attributable to:				
Owners of the parent company	-63.859.615	-50.727.368	-26.277.956	-25.443.969
Non-controlling interest	-8.011.653	-7.480.702	-	-
	-71.871.268	**-58.208.070**	**-26.277.956**	**-25.443.969**

STATEMENT OF CHANGES IN EQUITY (Group & Company) Amounts in €

	Group		Company	
	31-Dec-2012	31-Dec-2011	31-Dec-2012	31-Dec-2011
Total Equity at the beginning of the period (1/1/2012 & 1/1/2011 respectively)	540.695.067	600.492.881	252.463.212	277.907.181
Total comprehensive income after taxes (continuing operations)	-71.871.268	-58.208.070	-26.277.956	-25.443.969
	468.823.799	542.284.812	226.185.256	252.463.212
Increase / (decrease) in share capital	45.000	-	-	-
Dividend	-	-76.720	-	-
Contribution of sector to subsidiary	-	-	-7.092.471	-
Difference between tax and accounting basis of the contributed assets	-	-	-35.818.722	-
Increase % of participation in subsidiaries	-79.154	-1.513.025	-	-
Total equity at the end of the period (31/12/2012 & 31/12/2011 respectively)	468.789.646	540.695.067	183.274.064	252.463.212

CASH FLOW STATEMENT (Group & Company) Amounts in € - Indirect method

	Group		Company	
	1 Jan - 31 Dec 2012	1 Jan - 31 Dec 2011	1 Jan - 31 Dec 2012	1 Jan - 31 Dec 2011
Cash generated from operations				
Profits /(losses) before taxes (continuing operations)	-75.657.330	-59.342.939	-27.469.207	-27.143.425
Adjustments for:				
Depreciation	66.088.842	62.491.434	8.857.509	10.380.200
Impairment of tangible and intangible assets	993.711	-	-	-
Provisions	-788.756	882.014	100.210	765.098
Results (income,expenses, profits, losses) from investment activities	-2.152.444	-180.348	-87.678	-520.299
Interest payable & related expenses	39.033.010	35.133.084	14.280.492	13.416.865
Other adjustments	9.740	-3.551.833	629.415	-84.226
Plus / minus adjustments for working capital changes or related to operating activities:				
Decrease / (increase) in inventories	50.639.987	-58.832.400	30.269.184	-21.512.425
Decrease / (increase) in receivables	54.995.507	-32.437.311	6.817.992	5.923.264
(Decrease) / increase in liabilities (except Banks)	-54.594.643	14.708.375	-20.399.411	-18.189.941
Minus:				
Interest & related expenses paid	-36.676.682	-33.112.014	-13.519.251	-12.624.692
Tax Paid	-3.367.717	-3.512.327	-	-
Total cash generated from operating activities (a)	**38.523.225**	**-77.754.265**	**-520.745**	**-49.589.581**
Cash generated investment activities				
Acquisition of subsidiaries, associates, joint ventures and other investments	-67.250	-3.170.480	-6	-2.664.641
Return of associates' share capital	-	10.895	-	10.895
Purchase of tangible and intangible assets	-24.986.569	-36.759.012	-1.914.741	-4.371.883
Contributed cash	-	-	-7.783.242	-
Income from sales of tangible and intangible assets	2.795.093	980.389	3.223	937.549
Interest Income	-	26.612	-	-
Devidends received	1.441.915	1.154.866	92.090	269.791
Total cash generated from investing activities (b)	**-20.816.811**	**-37.756.730**	**-9.602.676**	**-5.818.289**
Cash generated from financing activities				
Income from share issue	45.000	-	-	-
Proceeds from borrowings	372.690.461	464.771.757	128.030.000	207.870.573
Changes in financial leases	1.375.000	-	-	-
Repayment of borrowings	-398.518.964	-372.085.055	-125.473.021	-174.479.998
Income from securities	1.310.136	1.204.022	97.465	107.295
Dividends paid	-	-55.679	-	-
Total cash generated from financing activities (c)	**-23.098.367**	**93.835.045**	**2.654.444**	**33.497.870**
Net increase /(decrease) in cash & cash equivalents for the period (a) + (b) + (c)	**-5.391.953**	**-21.675.951**	**-7.468.977**	**-21.910.001**
Cash & cash equivalents at the beginning of the period	47.427.286	69.003.735	8.320.060	30.230.061
Foreign exchange differences in cash and cash equivalents	-172.505	99.502	-	-
Cash & cash equivalents at the end of the period	**41.862.828**	**47.427.286**	**851.083**	**8.320.060**

Other important data and Information:

1. Company's financial statements are consolidated by VIOHALCO Group with the following information:

Company	Registered Office	Direct	Direct & Indirect	Consolidation Method
VIOHALCO S.A.	Greece	67,89%	74,55%	Full Consolidation

2. Parent Company has been audited from the tax authorities till the financial period of 2010. The unaudited financial periods for the subsidiaries are being mentioned at note No 37.

3. At the balance sheet date the disputes against subsidiaries were amounted at € 204 thousand. The provision for any disputes against subsidiaries at 31.12.2012 is € 204 thousand for the Group. Furthermore the provision for tax unaudited years is analyzed as follows:
Group € 566 thousand. The other Grup's provisions at 31.12.2012 were 1,679 (Note 25).

4. Mortgages and statutory notices of mortgage in the amount of €80,001 thousand in favour of banks have been filled against the fixed assets of subsidiary company for current loan balances totaling € 33,538 thousand.

5. Number of persons employed at 31.12.2012: Company 12 and Group 2,745 while at 31.12.2011: Company 298 and Group 2,989.

6. Sales and purchases which have been accumulated from the beginning of the accounting period as well as the balance of the receivables and liabilities at the end of the current period, have arisen from transactions with entities, under the meaning of International Accounting Standard (IAS) 24, are as follow:

	Group		Company	
(Amounts in €)	2012	2011	2012	2011
i) Sales of goods, services and fixed assets	49.352.241	58.753.034	151.026.844	198.919.077
ii) Purchases of goods, services and fixed assets	128.763.323	128.816.031	51.219.063	76.516.378
Iii) Receivables from affiliated entities	32.979.334	30.632.877	5.905.525	73.035.581
iv) Liabilities towards affiliated entities	18.240.556	14.129.654	6.904.808	48.038.795
v) Key Management Compensations	2.208.380	2.271.296	480.922	661.953
vi) Payables to directors and key management	62.390	109.290	-	-
vi) Liabilities due to termination of employment	-	40.000	-	-

	Group		Company	
	1 Jan - 31 Dec 2012	1 Jan - 31 Dec 2011	1 Jan - 31 Dec 2012	1 Jan - 31 Dec 2011
7. The other comprehensive income after taxes refers to:				
Currency translation differences	392.081	-403.405	-	-
Cash flow hedges, net of tax	3.182.544	-1.950.371	-74.984	133.868
Total comprehensive income after taxes	**3.574.625**	**-2.353.775**	**-74.984**	**133.868**

8. In Income Statements the "Tax Expense" is analyzed as follows:
-Group: 2012 income tax € (3,458) thousand,differed tax expense € 3,669 thousand-2011 € (1,735) thousand and € 5,224 thousand respectively.
-Company: 2012 income tax € 0, differed tax expense € 1,266 thousand - 2011 € (39) thousand and € 1,605 thousand respectively.

9. SIDENOR Group companies, and their according percentage participation, addresses, share capital and consolidation method are analyzed in Financial Statements Notes 8 & 9.

10. During FY 2010 the subsidiary company CORINTH PIPEWORKS S.A. proceeded to an impairment of receivables € 18,627,586 ($ 24,864,102) being the result of delay in its collection. On 31/12/2012, the same amount is valuated at € 18,860,731. A set of legal and non-legal actions have been undertaken in Greece and abroad in order to ensure the prompt collection of due amount. Based on the information available, Management estimates that potential loss will not exceed the impaired amount of € 9,462,843 (2011: € 9,641,291) (Note 33). In order to ensure its rights, according to the decision taken by the First Instance Court of Athens during the procedures related to provisional and protective measures, the subsidiary company imposed a prudent at-tachment on the property of third party involved in the mentioned case.

11. The comparative figures have been adjusted due to the retrospective application of IFRS 3 (Note 43).

12. As part of SIDENOR Group's structure rationalization ,with an aim to provide clearer picture and management of individual activities, the Boards of Directors of the Societes Anonymes SIDENOR S.A. and DEPAL S.A. have decided the spin-off of the industrial sector of SIDENOR SA and its contribution to DEPAL S.A. with transformation date 31/10/2012. The Sector spin-off was conducted in accordance to the provisions of Law. 2166/93 (Note 42).

13. The Sidenor Group's management, with regards to the credit limits provided by the banks and which are renewed on a regular basis, has started negotiating with an aim to convert a substantial part of its short-term debt into long term debt. First indications with regards to the banks response to the group's requests are positive. As a result of the long term good relationship, the Group's management is certain that within the current year the aforementioned procedure will be successful. In addition,with the positive outcome of the negotiations, a better working capital management and additionally a reduction in the cost of debt will be achieved.

Athens, February 27, 2013

THE CHAIRMAN OF THE BOARD OF DIRECTORS	THE CHIEF EXECUTIVE OFFICER	THE FINANCIAL MANAGER
GEORGE X.KALFARENTZOS ID No.: F 147183	SARADOS K. MILIOS ID No: AI 647195	STRATOS P. THOMADAKIS I.D.No: AE551391 LICENCE - Degree A- No.: 0065081