Annual Financial Report

For the Period from 1st of January to 31st of December 2013

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.

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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. Nikolaos Mariou, General Manager and BoD member,
3. Vasilios Papantoniou, BoD member

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

The company and consolidated financial statements of SIDENOR S.A., for the fiscal year 01.01.2013-31.12.2013, 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 March 2014

The certifying persons,

The Chairman of the BoD	The General Manager& Member of the BoD	The Member designated by the BoD
Kalfarentzos George ID no. F 147183	Mariou Nikolaos ID no. AE 083192	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 2013 (01.01.2013 - 31.12.2013). 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 - 2013	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	2010 - 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	DOMOPLEX LTD	45,00%	Net balance	2007 - 2013
PROSAL S.A.	100,00%	Full consolidation	2007 - 2010	DOJRAN STEEL LLCOP	100,00%	Full consolidation	2008 - 2013
TEPRO STEEL EAD	100,00%	Full consolidation	2008 - 2013	SIDERAL SHPK	100,00%	Full consolidation	2005 - 2013
BOZETTI LTD	100,00%	Full consolidation	2010 - 2013	SIDEROM STEEL SLR	100,00%	Full consolidation	2007 - 2013
VEMET S.A.	100,00%	Full consolidation	2003 - 2010	ZAO TMK-CPW	38,49%	Net balance	2010 - 2013
ETIL S.A.	69,98%	Full consolidation	2004 - 2010	BIODIESEL S.A.	16,00%	Net balance	2007 - 2010
PRAKSYS S.A.	61,00%	Full consolidation	2010 - 2010	AWM SPA	34,00%	Net balance	2006 - 2013
DIA.VI.PE.THIV. S.A.	70,10%	Full consolidation	2010 - 2010	PORT SVISHTOV WEST S.A.	73,09%	Full consolidation	2008 - 2013
AEIFOROS BULGARIA S.A.	90,00%	Full consolidation	2007 - 2013	PRISTANISHTEN KOMPLEX SVILOSA EOOD	73,09%	Full consolidation	2004 - 2013
VET S.A.	64,01%	Full consolidation	2010 - 2010	SIDEBALK STEEL DOO	100,00%	Full consolidation	2011 - 2013
VEAT S.A.	41,60%	Full consolidation	-	PROSAL TUBES S.A.	100,00%	Full consolidation	2008 - 2013
SIGMA S.A.	69,28%	Full consolidation	2008 - 2013	JOSTDEX LTD	98,00%	Full consolidation	2010 - 2013
				SMARTREO PTY LTD	49,00%	Net balance	2013 - 2013

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

A. Important events during the financial year 2013

The most important events that took place during the financial year 2013 are the following:

On February 21, 2013 it was announced that due to the difficult economic conditions in Greece hitting mainly the construction activity 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, proceeded to temporary suspension of the production of the plant in Almyros, Magnesia during March.

The sales of products continued normally, during the suspension period, along with the supply of raw materials (scrap). The factory reopened normal 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 Board of Directors during its session on March 19, 2013 decided the election of Mr. Nikolaos Mariou, as a new executive member of the Board, in replacement of the departed executive member and Chief Executive Officer Mr. Sarados Milios. At the same time, the Board of Directors named Mr. Nikolaos Mariou as the General Manager of SIDENOR S.A.

In May, the 100% subsidiary company STOMANA INDUSTRY S.A. signed a technical assistance agreement with the Japanese company DAIDO STEEL Co. Ltd., which ranks among the world's largest steel manufacturers of special steel. Specifically, this agreement relates to technical assistance from DAIDO

STEEL for further development of STOMANA INDUSTRY SA΄ Special Quality Bars (SBQ) existing business, targeting industrial sector, such as the Automotive Industry.

In December 2013 the procedures for the refinancing of part of the existing loans of SIDENOR Group completed, through the issuance of new syndicated collateralized long-term bond loans amounting to € 298,463,000, with co-arrangers the four major Greek Banks, NATIONAL BANK OF GREECE S.A., ALPHA BANK S.A., EUROBANK ERGASIAS S.A. and PIREAUS BANK S.A. The loans have 5 years maturity with an option of 2 years extension and have been issued according to L.3156/2003 and L.2190/1920, based on decisions of the respective General Shareholders Meetings.

During the financial year, the implementation of a 10 million Euro investment began in the factory of the subsidiary Sovel, relating to the installation of a new induction furnace in the production facilities in Almyros Volos. The aforementioned actions are expected to substantially improve the production cost, as they save an estimated 200KWh of energy per produced ton of steel, while at the same time the achieved reduction of total direct CO2 emissions of SOVEL will exceed 55kg per ton of steel. This will be an improvement of more than 30% in the total carbon footprint of the facility, since steel rolling will then have a zero carbon footprint (due to no use of natural gas). The investment program is expected to be completed within 2014.

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 13th, 2013 at 11.00 pm, the following were decided:

(i) Approval of the Annual Financial Statements of the fiscal year 2012, 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, 2012.

(iii) Appointment of audit firm "PriceWaterHouseCoopers" as auditors for financial year 1/1-31/12/2013 with their remuneration to be fixed following their pertinent proposal.

(iv) Approval of the election of Mr. Nikolaos Mariou on 19/3/2013 in replacement of Mr. Sarados Milios, who resigned from his position.

(v) 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 2014), as follows:

1. George Kalfarentzos, Chairman of BoD - Executive member
2. Nikolaos Koudounis, Vice-chairman of BoD - Executive member
3. Nikolaos Mariou, 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

(vi) 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.

(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 2013 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 thousand €)

SUBSIDIARIES	Sales of goods and services	Purchases	Receivables	Liabilities	Purchase of fixed assets
SIDENOR STEEL PRODUCTS MANUFACTURING COMPANY S.A.	10.526	4.082	4.288	466	5
SOVEL S.A.	6.980	42.212	29.639	5.915	301
STOMANA INDUSTRY S.A.	35.065	33.291	10.879	18.903	1
CORINTH PIPEWORKS S.A.	2.318	10.649	4.200	2.859	8.757
ERLIKON WIRE PROCESSING S.A.	4.268	12.903	36	6.771	-
AEIFOROS S.A.	3.987	642	2.342	181	8
SIDENOR STEEL INDUSTRY S.A.	145.012	26.405	53.710	30.604	102
PROSAL S.A.	-	5.771	-	3.000	-
ETIL S.A.	3.455	1.119	249	415	14
ARGOS S.A.	2.081	102	169	4	2
VET S.A.	5	-	721	-	-
PRAKSYS S.A.	381	17	52	58	-
THERMOLITH S.A.	1.795	123	439	179	-
TEPRO STEEL EAD	1.922	747	401	23	212
AEIFOROS BULGARIA S.A.	409	267	167	7	17
SIGMA S.A.	3.601	427	2.646	2	-
PROSAL TUBES S.A.	6.016	1.696	1.993	1.142	34
BOZETTI LTD	-	137	-	137	-
DOJRAN STEEL LLCOP	16.725	40.542	591	14.268	-
DIA.VI.PE.THIV. S.A.	993	296	1.097	5.833	-
SIDEROM STEEL SLR	3	41.724	3	10.004	-
SIDERAL SHPK	279	15.606	-	9.321	-
SIDEBALK STEEL DOO	237	6.599	175	3.699	-
PRISTANISHTEN KOMPLEX SVILOSA EOOD	-	21	-	592	-
PORT SVISHTOV WEST S.A.	139	14	792	-	-
JOSTDEX LTD	-	209	-	209	-
	246.197	**245.601**	**114.590**	**114.590**	**9.453**

The majority of the transactions with subsidiary companies have been carried out by SIDENOR, SIDENOR STEEL INDUSTRY, SOVEL, STOMANA, ETIL, SIDEROM, SIDERAL 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	Receivables	Liabilities	Income from dividends
SIDENOR STEEL PRODUCTS MANUFACTURING COMPANY S.A.	117	358	679	4	-
SOVEL S.A.	-	57	-	170	-
STOMANA INDUSTRY S.A.	13.776	275	2.848	383	-
CORINTH PIPEWORKS S.A.	363	395	2.617	188	2.401
ERLIKON WIRE PROCESSING S.A.	143	323	1.340	57	-
AEIFOROS S.A.	-	12	-	2	-
SIDENOR STEEL INDUSTRY S.A.	4.513	1.183	5.758	10	-
PROSAL S.A.	-	308	1.379	60	-
ETIL S.A.	28	111	13	29	-
ARGOS S.A.	-	50	-	7	-
PRAKSYS S.A.	115	-	5	-	-
SIGMA S.A.	-	19	-	7	-
PROSAL TUBES S.A.	18	6	1	-	-
DOJRAN STEEL LLCOP	-	8	-	1	-
DIA.VI.PE.THIV. S.A.	-	2	-	-	-
SIDEROM STEEL SLR	54	-	-	-	-
SIDERAL SHPK	25	14	12	14	-
JOSTDEX LTD	-	-	977	-	-
	19.153	**3.120**	**15.627**	**933**	**2.401**

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.

CORINTH PIPEWORKS' dividend income is derived from associate ZAO TMK-CPW (€2,401 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	Receivables	Liabilities
SIDENOR STEEL PRODUCTS MANUFACTURING COMPANY S.A.	1.541	591	1.003	297
SOVEL S.A.	36	81.269	11	9.926
STOMANA INDUSTRY S.A.	5.556	8.408	1.299	3.833
CORINTH PIPEWORKS S.A.	8.317	3.093	8.248	712
ERLIKON WIRE PROCESSING S.A.	2.598	402	1.147	91
AEIFOROS S.A.	1.418	27	217	70
SIDENOR STEEL INDUSTRY S.A.	9.929	5.305	6.215	1.029
PROSAL S.A.	4.488	59	373	19
ETIL S.A.	2	24	841	1
ARGOS S.A.	-	2	-	-
VET S.A.	2	2	-	1
PRAKSYS S.A.	-	25	-	4
THERMOLITH S.A.	-	14	-	14
AEIFOROS BULGARIA S.A.	3	2	-	-
SIGMA S.A.	515	32	101	-
BOZETTI LTD	189	-	159	-
PROSAL TUBES S.A.	-	5	-	-
DOJRAN STEEL LLCOP	37	16	14	-
DIA.VI.PE.THIV. S.A.	324	-	122	683
SIDEROM STEEL SLR	-	3	-	-
SIDERAL SHPK	87	1	52	-
SIDEBALK STEEL DOO	-	16	-	1
	35.042	**99.294**	**19.801**	**16.682**

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).

Directors and Senior Officers Remuneration

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

(amounts in € thousand)

	CONSOLIDATED		COMPANY	
	31/12/2013	31/12/2012	31/12/2013	31/12/2012
Total remunaration of Executives & Directors of the Board	2.263	2.208	326	481
	31/12/2013	31/12/2012	31/12/2013	31/12/2012
Obligations to Executives & Directors of the Board (earnings distribution)	60	62	-	-

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 Greek economy and in particular the Greek steel market, continued their downward trend in 2013, a factor which in combination with the adverse conditions prevailing in the steel industry internationally, affected the financials of the SIDENOR Group.

Specifically, the SIDENOR Group's consolidated sales amounted to €808 million in 2013 compared to €1,047 million in 2012, a decrease of 23%. Earnings before taxes amounted to € (75) million in 2013 compared to € (76) million in 2012, while earnings before interest, taxes, depreciations and amortizations (EBITDA) amounted to €11.5 million compared to €27 million in 2012. Lastly, consolidated earnings after taxes and minority interests amounted to € (73.7) million compared to € (67) million in 2012.

The steel products sector, which accounts for 78% of the group's turnover, was negatively affected by both the further decline of the Greek market and by the fall in international steel prices. In addition to this, the increased cost of energy in Greece, adversely affected both the indicators of competitiveness of Greek factories and the corresponding profitability offered by exports.

In order to compensate for these adverse conditions, the group has taken measures to reduce operating costs and production costs, while at the same time pushed forward with investments that significantly reduce energy consumption. Indicatively, administrative and sales expenses for the FY 2013 decreased by € 19 million (17.4%), from € 109 in 2012 to € 90million in 2013. Also, the financial expenses in FY 2013 decreased by € 3million (8%) from € 38 million in 2012 to € 35 million in 2013.

Regarding the Pipe industry, the intense uncertainty and volatility in the international markets continued during the FY 2013. The reduction in capital spending for mining and transportation infrastructure projects for natural gas and oil in Europe and the rest of the world, as well as the fall in raw material prices, adversely affected Corinth Pipeworks' results and led to reduction in sales, in terms of volume, in terms of value and in terms of profit margin.

It worth noting that the Group continues to record significant positive cash flows from operating activities, while in 2013, unlike in 2012, it recorded positive total cash flows as well, as a result of actions being undertaken to continuously reduce operating costs and actions taken to improve the management of raw materials and stocks.

With the implementation of the SIDENOR Group's investment program during 2013, it made investments totalling € 28 million. The SIDENOR Group's investment program is in accordance with the broader strategy for further improvement of production plant productivity, reduction in energy consumption and in total carbon footprint, as well as reinforcement of safety at the work place.

Regarding the parent company SIDENOR S.A., turnover amounted to €23 million, compared to €217 million in 2012. The sales of the previous year contained the amount of € 182 million related to the sales of the contributed sector for the period 1 January 2012 to 31 December 2012.

The result after taxes amounted to € (1) million compared to € (27) million in 2012, which contained the result of € (21) million of the contributed sector for the period 1 January 2012 to 31 December 2012.

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

	31-Dec-13	31-Dec-12
Laverage ratio	1,49	1,21
Current ratio	1,31	0,93

	31-Dec-13	31-Dec-12
EBITDA Margin	0,90%	2,59%
Gross Margin	7,39%	7,77%

The total personnel employed as at 31 December 2013 for the Group was 2,783 employees and for the parent company 7, after the transfer of the industrial sector. As at 31 December 2012, the Group had 2,745 employees, while the parent company had 12.

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 31.12.2013, the EURO was appreciated by 10% (2012:10%) compared to Russian ruble, with other variables remaining fixed, the Group's net worth would be decreased by €3,557,093 (2012:3,553,479), while if it was depreciated by 10% (2012:10%) the Group's net worth would be increased by € 4,347,558 (2012: 4,343,141).

If, as at 31/12/2013, 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 €2,559 thousand (2012: increased by €1,654 thousand) and €3,128 thousand (2012: decreased by € 2,021 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 31/12/2013, interest rates were increased (decreased) by 0.25% / (-0.25%), the Group's profits before taxes effect would be (loss) / profit equal to (-€1,282 thousand) / €1,282 thousand. Group net assets would be affected proportionally.

Respectively, 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 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.

	31/12/2013		
EBITDA	11.474	=	4%
Total equity attributable to equity holders	303.267		

	31/12/2012		
EBITDA	27.067	=	7%
Total equity attributable to equity holders	378.904		

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	Long Term Liabilities / (Long Term Liabilities + Total Equities)	0,53
Interest Coverage Ratio	EBITDA / Total Interest	0,31
The capital to non-current assets ratio	Total Equities / Total Non - Current Assets	54%

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 2014

The Group's management is focusing on the implementation of the investment program, the completion of which will improve the efficiency of its production units, its cost base and enhance its competitiveness. The above combined with the Group's clear export orientation will enable the Group to offset the recent years' prevailing adverse market conditions. At the same time, actions are implemented aimed at expanding its business activities into new markets, enlarging its portfolio of products but also aimed at further reducing production costs and efficient management of working capital.

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

On 29 October 2013, the Financial Services and Markets Authority (hereinafter the "FSMA") approved the prospectus relating to the admission to listing of the shares of the Belgian company Viohalco SA/NV on Euronext Brussels in the context of the mergers by absorption by Viohalco SA/NV of Viohalco Hellenic and the Belgian company Cofidin S.A. , in accordance with article 3 of the Directive 2003/71/EC of the European Parliament and of the Council of the European Union, as amended by Directive 2010/73/EC, in conjunction with article 20 of the Belgian Law of 16 June 2006 on the public offering of securities and the admission of securities to trading on a regulated market.

The Extraordinary General Meeting of VIOHALCO SA, held on 12 November 2013, approved the Gross-border Merger of the companies under the name "VIOHALCO SA" and Viohalco SA/NV.

On 16 November 2013 VIOHALCO S.A. did not held any voting rights, versus 74.61% held before, directly or indirectly, as a result of the total succession by Viohalco SA/NV. Viohalko SA/NV currently holds directly and indirectly 75.51% of the total voting rights of SIDENOR STEEL PRODUCTS MANUFACTURING COMPANY S.A.

On 31 December 2013 the significant direct or indirect holdings (over 5%) were as follows:

- Viohalco SA/NV: 75.51% of the voting rights and 75.45% 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 2013 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, € 358 million of long term and € 207 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 the Hellenic Corporate Governance Council (HCGC) (hereinafter the "Code"), which is available at:

http://www.helex.gr/en/esed

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 Code of the HCGC, 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.

Management has appointed a team whose object is to study and review the necessary actions in order to establish, in a reasonable time frame, the committees required by the Code of the HCGC, and finally apply the aforementioned Code in the practices of the corporate governance.

The Company does not implement corporate governance practices beyond the specific practices of of the Code of the HCGC 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 2013, ‘PricewaterhouseCoopers Audit S.A. Company', which was elected by the Ordinary General Shareholders' Meeting of the Company held on 13 June 2013, 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 1,397 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

<u>Duties and responsibilities of the Board of Directors</u>

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 Board of Directors met in session 48 times within 2013.
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. Nikolaos Mariou, 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.

Nikolaos Mariou, Member of the Board of Directors
Mr. Mariou, is a Chemist, graduate of Athens University and holds a postgraduate degree in Biochemical Engineering from University College London, as well as an MBA from Imperial College London. His previous experience was as Area Sales Manager at VIORYL SA, as Category Marketing Manager at COLGATE PALMOLIVE HELLAS, as Marketing & Exports Manager at P.D. PAPOUTSANIS SA and as Deputy General Manager at APIVITA SA. Mr. Mariou was Commercial Manager of SIDENOR SA from 2004 to 2007. From 2007 to March 2013 he was the Strategic Business Planning Director and Commercial Director. He is currently the General Manager of the Company.

George Soulitzis, Member of the Board of Directors
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 appointed 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 13 June 2013, and its tenure expires on 30 June 2014.

The Board of Directors met in session forty eight (48) times within 2013, and its sessions were attended by all its members in person.

Audit Committee

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 2013, 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 March 2014

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 2013 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, 2013, 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.

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 March 2014

The Certified Auditor Accountant
Dino Michalatos
SOEL Reg No 17701

PwC S.A.
268 Kifissias Avenue
152 32 Chalandri
Soel Reg No 113

Annual Financial Statements
For the Period from 1st of January to 31st of December 2013
Prepared in accordance to International Financial Reporting Standards (IFRS)

D. Annual Financial Statements

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Statement of Financial Position

		CONSOLIDATED DATA			COMPANY DATA		
			Restated figures	Restated figures		Restated figures	Restated figures
Amounts in Euro	Note	31/12/2013	31/12/2012	1/1/2012	31/12/2013	31/12/2012	1/1/2012
ASSETS							
Non-current assets							
Land & Buildings	6	248.546.106	257.504.889	257.211.327	29.432.889	29.877.943	54.074.435
Machinery	6	395.529.272	409.277.080	404.228.018	9.427	3.899.889	67.104.617
Other tangible assets	6	31.830.988	27.511.404	77.687.985	35.440	34.828	6.690.792
Intangible assets	6	1.628.891	957.785	1.036.985	-	-	24.004
Investments in associates	8	26.796.149	29.830.398	29.811.322	-	-	11.904.011
Investments in subsidiaries	9	-	-	-	143.651.857	131.824.107	214.756.642
Available for sale financial assets	10	1.574.000	1.544.500	1.544.500	-	-	1.414.471
Deferred tax assets	12	252.997	132.384	83.140	-	-	-
Other receivables	14	5.343.024	5.829.070	5.864.720	3.224.801	3.375.353	4.801.539
		711.501.427	**732.587.510**	**777.467.997**	**176.354.414**	**169.012.120**	**360.770.511**
Current Assets							
Inventories	13	242.415.770	285.263.254	335.903.240	3.844.579	13.678.378	81.663.933
Trade and other receivables	14	172.052.891	180.769.405	236.520.113	4.575.748	7.331.924	134.773.586
Income tax receivables	14	1.696.650	8.382.127	7.874.902	-	6.750.777	7.746.548
Derivative financial instruments	15	4.394	134.597	533.516	-	-	126.926
Financial assets at fair value through profit or loss	11	9.137	7.337	7.337	-	-	-
Cash and cash equivalents	16	56.720.808	41.862.828	47.427.286	1.251.364	851.083	8.320.060
		472.899.650	**516.419.548**	**628.266.394**	**9.671.691**	**28.612.162**	**232.631.053**
Total Assets		**1.184.401.077**	**1.249.007.058**	**1.405.734.391**	**186.026.106**	**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	39.460.002	39.460.002
Share premium	17	120.406.136	120.406.136	120.406.136	120.406.136	120.406.136	120.406.136
Currency translation adjustments	19	-3.981.116	-2.094.648	-2.390.847	-	-	-
Other reserves	19	105.581.718	103.018.140	104.443.617	46.354.156	46.354.156	59.282.454
Retained earnings		41.800.476	118.114.342	181.376.500	-23.919.367	-22.896.377	33.624.672
Total		303.267.216	378.903.972	443.295.408	182.300.927	183.323.917	252.773.264
Non-controlling interest		**77.543.209**	**90.458.583**	**98.595.918**	**-**	**-**	**-**
Total Equity		**380.810.425**	**469.362.555**	**541.891.326**	**182.300.927**	**183.323.917**	**252.773.264**
LIABILITIES							
Non-current liabilities							
Borrowings	20	358.208.022	153.888.897	175.064.320	-	-	47.416.672
Financial lease liabilities	21	1.120.566	1.225.000	-	-	-	-
Deferred tax liabilities	12	62.242.524	52.125.158	55.086.179	2.316.335	2.375.686	12.810.478
Retirement benefit obligations	22	4.369.664	4.600.475	4.574.645	38.987	66.474	1.617.176
Government Grants	23	7.737.762	8.746.414	9.755.244	-	-	129.605
Provisions for other liabilities and charges	25	2.209.851	2.210.539	2.573.062	-	-	914.629
Other non-current liabilities	24	794.333	810.273	9.008.625	-	-	3.064.482
		436.682.722	**223.606.756**	**256.062.074**	**2.355.322**	**2.442.160**	**65.953.042**
Current liabilities							
Trade and other payables	24	131.962.272	132.767.134	181.611.262	1.368.990	11.858.205	87.559.093
Income tax liabilities		799.516	2.964.200	1.423.406	-	-	-
Borrowings	20	207.400.870	413.731.496	418.384.576	-	-	186.203.046
Other current liabilities	24	26.244.947	6.012.166	879.921	867	-	879.923
Financial lease liabilities	21	136.418	150.000	-	-	-	-
Derivative financial instruments	15	50.431	109.343	4.558.052	-	-	33.196
Retirement benefit obligations	22	80.367	65.123	126.738	-	-	-
Provisions for other liabilities and charges	25	233.108	238.285	797.036	-	-	-
		366.907.929	**556.037.747**	**607.780.991**	**1.369.857**	**11.858.205**	**274.675.258**
Total liabilities		**803.590.651**	**779.644.503**	**863.843.065**	**3.725.179**	**14.300.365**	**340.628.300**
Total equity and liabilities		**1.184.401.077**	**1.249.007.058**	**1.405.734.391**	**186.026.106**	**197.624.282**	**593.401.564**

The comparative financial data have been restated due to the change in accounting policy (IAS 19 amendment). The effects are analyzed in note 42 of the financial statements.

The notes on pages 32 to 99 form an integral part of these annual financial statements.

Income Statement

Amounts in Euro	Note	CONSOLIDATED DATA 12 months until 31/12/2013	CONSOLIDATED DATA 12 months until 31/12/2012	COMPANY DATA 12 months until 31/12/2013	COMPANY DATA 12 months until 31/12/2012
Sales	5	**807.667.952**	**1.046.659.335**	**23.327.615**	**216.988.855**
Cost of sales	26	-747.973.388	-965.382.003	-22.547.100	-205.337.348
Gross profit		**59.694.564**	**81.277.332**	**780.515**	**11.651.507**
Selling expenses	26	-63.655.885	-78.238.996	-1.546.434	-13.832.681
Administrative expenses	26	-26.419.665	-30.811.729	-2.080.233	-9.390.968
Other operating income	30	7.027.215	5.245.103	2.651.943	9.115.963
Other operating expenses	30	-17.603.098	-16.493.483	-917.103	-10.055.334
Operating results		**-40.956.869**	**-39.021.773**	**-1.111.313**	**-12.511.513**
Financial Income	28	1.394.067	1.357.250	17.582	97.464
Financial Expenses	28	-36.694.645	-39.033.010	-14.908	-14.280.492
Dividend income	30	14.400	41.607	-	84.949
Profits/ (losses) from participations	30	-949.808	-21.661	-	-
Profits /(losses) from associates	8	1.799.298	1.008.192	-	-871.237
Profits/(losses) before taxes		**-75.393.557**	**-75.669.395**	**-1.108.639**	**-27.480.829**
Income tax expense	29	-10.797.302	213.851	69.927	1.268.559
Profits/(losses) after taxes		**-86.190.858**	**-75.455.544**	**-1.038.712**	**-26.212.270**
Attributable to:					
Owners of the parent	36	-73.746.998	-66.655.121	-1.038.712	-26.212.270
Non-controlling interests		-12.443.860	-8.800.423	-	-
		-86.190.858	**-75.455.544**	**-1.038.712**	**-26.212.270**

Earnings per share attributable to the equity holders of the Company during the year (expressed in Euro per share).

Basic	36	(0,7663)	(0,6926)	(0,0108)	(0,2724)
Diluted	36	(0,7663)	(0,6926)	(0,0108)	(0,2724)

The depreciation amount that has been charged to the current year's income statement is amounted to € 51,205 thousand for the Group and € 933 thousand for the company. The resulting expense from current year's depreciation is being calculated in accordance with the useful life of fixed assets, (group € 42,853 thousand, company € 450 thousand) plus the inventories depreciation as of the beginning of the year minus inventories depreciation as of end of year. (Group € 8,352 thousand, company € 483 thousand).

Thus earnings before interest, taxes, investments, depreciation and amortization of the Group for 2013 is amounted to € 11,474 thousand compared to € 27,067 thousand in 2012.

The comparative financial data have been restated due to the change in accounting policy (IAS 19 amendment). The effects are analyzed in note 42 of the financial statements.

Statement of Comprehensive Income

	CONSOLIDATED DATA		COMPANY DATA	
	12 months until 31/12/2013	12 months until 31/12/2012	12 months until 31/12/2013	12 months until 31/12/2012
Profits/(losses) after taxes	**-86.190.858**	**-75.455.544**	**-1.038.712**	**-26.212.270**
Other Comprehensive income after taxes which will be transferred to profit or loss in the future				
Exchange differences translation of the financial statements from international business operations	-2.334.218	392.081	-	-
Profit / (loss) after tax from the change of the fair value of the cash flow hedging	-95.866	3.182.544	-	-74.984
Total income after taxes which will be transferred to profit or loss in the future	-2.430.084	3.574.625	-	-74.984
Recognized actuarial gains / losses[1]	190.687	-613.699	15.721	-250.902
Comprehensive income after taxes	-2.239.397	2.960.926	15.721	-325.886
Cumulative Comprehensive results after taxes	**-88.430.255**	**-72.494.618**	**-1.022.991**	**-26.538.155**
Attributable to:				
Owners of the parent	-75.577.487	-64.365.922	-1.022.991	-26.538.155
Non-controlling interest	-12.852.768	-8.128.696	-	-
	-88.430.255	**-72.494.618**	**-1.022.991**	**-26.538.155**

The comparative financial data have been restated due to the change in accounting policy (IAS 19 amendment). The effects are analyzed in note 42 of the financial statements.

The notes on pages 32 to 99 form an integral part of these annual financial statements.

Statement of Changes in Shareholders' Equity

Consolidated data

Amounts in Euro	Share Capital & Share Premium Reserves	Fair Value Reserve	Results carried forward	Consolidated currency exchange differences	Total	Minority interest	Total Shareholders Equity
CONSOLIDATED DATA							
Balance as of 1 January 2012	**159.866.138**	**-2.436.752**	**181.376.500**	**-2.390.847**	**443.295.409**	**98.595.918**	**541.891.326**
Cumulative Comprehensive income/(expenses) after taxes	-	2.492.927	-67.155.048	296.199	-64.365.922	-8.128.697	-72.494.619
Share Capital Issuance /(decrease)	-	-	-	-	-	45.000	45.000
Increase - decrease of participation percentage in subsidiary	-	-	-26.784	-	-25.515	-53.638	-79.154
Transfer to reserves	-	-	3.919.675	-	-	-	-
	-	2.492.927	-63.262.157	296.199	-64.391.437	-8.137.335	-72.528.772
Balance as of 31 December 2012	**159.866.138**	**56.175**	**118.114.343**	**-2.094.648**	**378.903.972**	**90.458.582**	**469.362.554**
Balance as of 1 January 2013	**159.866.138**	**56.175**	**118.114.343**	**-2.094.648**	**378.903.972**	**90.458.582**	**469.362.554**
Cumulative Comprehensive income/(expenses) after taxes	-	-75.306	-73.615.713	-1.886.468	-75.577.487	-12.852.768	-88.430.255
Share Capital Issuance /(decrease)	-	-	-	-	-	26.180	26.180
Increase - decrease of participation percentage in subsidiary	-	-	-62.555	-	-59.269	-29.037	-88.306
Transfer to reserves	-	-	-2.635.598	-	-	-	-
Dividend	-	-	-	-	-	-59.748	-59.747
	-	-75.306	-76.313.866	-1.886.468	-75.636.756	-12.915.373	-88.552.128
Balance as of 30 September 2013	**159.866.138**	**-19.131**	**41.800.476**	**-3.981.116**	**303.267.216**	**77.543.209**	**380.810.425**

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

Amounts in Euro	Attributable to shareholders of the parent company						
CONSOLIDATED DATA	Share Capital & Share Premium Reserves	Fair Value Reserve	Results carried forward	Consolidated currency exchange differences	Total	Minority interest	Total Shareholders Equity
Profits/(losses) after taxes	-	-	-66.655.121	-	-66.655.121	-8.800.423	-75.455.544
Foreign 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
Recognized actuarial gains / losses	-	-	-499.928	-	-499.928	-113.772	-613.699
1 Jan 2012 - 31 December 2012	**-**	**2.492.927**	**-67.155.048**	**296.199**	**-64.365.922**	**-8.128.697**	**-72.494.619**
Profits/(losses) after taxes	-	-	-73.746.998	-	-73.746.998	-12.443.860	-86.190.858
Foreign exchange differences from activities abroad	-	-	-	-1.886.468	-1.886.468	-447.750	-2.334.218
Profit / (Loss) after taxes from change in the fair value of cash flow hedging	-	-75.306	-	-	-75.306	-20.560	-95.866
Recognized actuarial gains / losses	-	-	131.286	-	131.286	59.401	190.687
1 Jan 2013 - 31 Dec 2013	**-**	**-75.306**	**-73.615.712**	**-1.886.468**	**-75.577.487**	**-12.852.768**	**-88.430.255**

The comparative financial data have been restated due to the change in accounting policy (IAS 19 amendment). The effects are analyzed in note 42 of the financial statements.

The notes on pages 32 to 99 form an integral part of these annual financial statements.

COMPANY DATA

Amounts in Euro	Share Capital & Share Premium Reserves	Fair Value Reserve	Other reserves	Results carried forward	Total Shareholders Equity
COMPANY DATA					
Balance as of 1 January 2012	**159.866.138**	**74.984**	**59.207.470**	**33.624.672**	**252.773.264**
Cumulative Comprehensive income/(expenses) after taxes	-	-74.984	-	-26.463.171	-26.538.155
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 to reserves	-	-	-5.760.843	5.760.843	-
	-	-74.984	-12.853.314	-56.521.049	-69.449.348
Balance as of 31 December 2012	**159.866.138**	**-**	**46.354.156**	**-22.896.376**	**183.323.917**
Balance as of 1 January 2013	**159.866.138**	**-**	**46.354.156**	**-22.896.376**	**183.323.918**
Cumulative Comprehensive income/(expenses) after taxes	-	-	-	-1.022.991	-1.022.991
	-	**-**	**-**	**-1.022.991**	**-1.022.991**
Balance as of 31 December 2013	**159.866.138**	**-**	**46.354.156**	**-23.919.367**	**182.300.927**

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

COMPANY DATA	Share Capital & Share Premium Reserve	Fair Value Reserve	Other reserves	Results carried forward	Total Shareholders Equity
Profits/(losses) after taxes	-	-	-	-26.212.270	-26.212.270
Profit / (Loss) after taxes from change in the fair value of cash flow hedging	-	-74.984	-	-	-74.984
Recognized actuarial gains / losses	-	-	-	-250.902	-250.902
1 Jan 2012 - 31 Dec 2012	**-**	**-74.984**	**-**	**-26.463.171**	**-26.538.155**
Profits/(losses) after taxes	-	-	-	-1.038.712	-1.038.712
Recognized actuarial gains / losses	-	-	-	15.721	15.721
1 Jan 2013 - 31 Dec 2013	**-**	**-**	**-**	**-1.022.991**	**-1.022.991**

The comparative financial data have been restated due to the change in accounting policy (IAS 19 amendment). The effects are analyzed in note 25 of the financial statements.

The notes on pages 32 to 99 form an integral part of these annual financial statements.

Statement of Cash Flows

Amounts in Euro	Note	CONSOLIDATED DATA 1/1 to 31/12/2013	CONSOLIDATED DATA 1/1 to 31/12/2012	COMPANY DATA 1/1 to 31/12/2013	COMPANY DATA 1/1 to 31/12/2012
Cash flows from operating activities					
Cash flows from operating activities	31	82.332.817	78.567.624	6.937.019	12.998.506
Interest paid		-39.119.202	-36.676.682	-14.908	-13.519.251
Income tax paid		-3.131.249	-3.367.717	-594	-
Net cash flows from operating activities		**40.082.366**	**38.523.225**	**6.921.516**	**-520.745**
Cash Flows from investing activities					
Purchase of property, plant and equipment	8	-27.361.886	-24.964.548	-11.069	-1.914.741
Purchase of intangible assets	8	-773.233	-22.021	-	-
Sale of property, plant and equipment	8	1.669.283	2.794.730	5.300.000	3.223
Sale of intangible assets	6	-	363	-	-
Sale of participations	8	504.000	-	-	-
Dividends received		2.516.192	1.441.915	-	92.090
Available for sale financial assets increase	10	-29.500	-	-	-
Purchase of financial assets at fair value through results	11	-7.501.788	-	-	-
Sale of financial assets at fair value through results	11	6.550.180	-	-	-
Interest received		9.359	-	-	-
Increase - acquisition of participation in associates	8	-357.094	-	-	-
Increase - acquisition of participation in subsidiaries	8	-50.000	-67.250	-11.827.750	-6
Contributed cash		-	-	-	-7.783.242
Capital return of associate	8	199.880	-	-	-
Net Cash Flows from investing activities		**-24.624.607**	**-20.816.812**	**-6.538.819**	**-9.602.676**
Cash flow from financing activities					
Proceeds from borrowings		529.590.177	372.690.461	-	128.030.000
Repayment of borrowings		-531.030.562	-398.518.964	-	-125.473.021
Changes in finance leases capital		-118.016	1.375.000	-	-
Dividends distributed to minority		-44.811	-	-	-
Proceeds from Share Capital increase (minority stake)		26.180	45.000	-	-
Interest received		1.384.420	1.310.136	17.584	97.465
Net Cash flow from financing activities		**-192.612**	**-23.098.367**	**17.584**	**2.654.444**
Net (decrease) / increase in cash and cash equivalents		**15.265.147**	**-5.391.953**	**400.281**	**-7.468.977**
Cash and cash equivalents at the beginning of the year		41.862.828	47.427.286	851.083	8.320.060
Foreign exchange differences in cash and cash equivalents		-407.167	-172.505	-	-
Cash and cash equivalents at the end of the period		**56.720.808**	**41.862.828**	**1.251.364**	**851.083**

The comparative financial data have been restated due to the change in accounting policy (IAS 19 amendment). The effects are analyzed in note 42 of the financial statements.

The notes on pages 32 to 99 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 27/03/2014 and are subject to approval by the Annual General Meeting which will convene on 27/5/2014.

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 key pillars of the Group's strategy are the strengthening of its export orientation and the increase of its competitiveness.

Taking into account the high capacity of the production facilities, the extensive sales network and the continuous efforts for penetration in new markets, Group's management considers that the effective continuation and the expansion of the SIDENOR Group's activities are being guaranteed.

At the same time, the efforts to improve the product mix and to further reduce production cost, are continued.

Within this framework, it was recently announced the start of innovative investments that will be implemented not only at SOVEL's premises but at Sidenor's as well , in order to reduce both the consumption of energy and the factory's carbon footprint (Co2).

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, 2013.

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>

IAS 1 (Amendment) "Presentation of Financial Statements"

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"

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.

IAS 12 (Amendment) "Income Taxes"

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".

IFRS 13 "Fair Value Measurement"

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.

IFRS 7 (Amendment) "Financial Instruments: Disclosures"

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.

IFRIC 20 "Stripping costs in the production phase of a surface mine"

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.

Amendments to standards that form part of the IASB's 2011 annual improvements project

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.

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".

Standards and Interpretations effective for periods beginning on or after 1 January 2014

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

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. 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.

IFRS 9 "Financial Instruments: Hedge accounting and amendments to IFRS 9, IFRS7 and IAS 39" ((effective for annual periods beginning on or after 1 January 2015)

The IASB has published IFRS 9 Hedge Accounting, the third phase of its replacement of IAS 39 which establishes a more principles-based approach to hedge accounting and addresses inconsistencies and weaknesses in the current model in IAS 39. The second amendment requires changes in the fair value of an entity's debt attributable to changes in an entity's own credit risk to be recognised in other comprehensive income and the third amendment is the removal of the mandatory effective date of IFRS 9. These amendments have not yet been endorsed by the EU.

IFRS 7 (Amendment) "Financial Instruments: Disclosures" (effective for annual periods beginning on or after 1 January 2015)

The amendment requires additional disclosures on transition from IAS 39 to IFRS 9. The amendment has not yet been endorsed by the EU.

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" (effective for annual periods beginning on or after 1 January 2014)

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.

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

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.

IAS 36 (Amendment) "Recoverable amount disclosures for non-financial assets" (effective for annual periods beginning on or after 1 January 2014)

This amendment requires: a) disclosure of the recoverable amount of an asset or cash generating unit (CGU) when an impairment loss has been recognised or reversed and b) detailed disclosure of how the fair value less costs of disposal has been measured when an impairment loss has been recognised or reversed. Also, it removes the requirement to disclose recoverable amount when a CGU contains goodwill or indefinite lived intangible assets but there has been no impairment.

IFRIC 21 "Levies" (effective for annual periods beginning on or after 1 January 2014)

This interpretation sets out the accounting for an obligation to pay a levy imposed by government that is not income tax. The interpretation clarifies that the obligating event that gives rise to a liability to pay a levy (one of the criteria for the recognition of a liability according to IAS 37) is the activity described in the relevant legislation that triggers the payment of the levy. The interpretation could result in recognition of a liability later than today, particularly in connection with levies that are triggered by circumstances on a specific date. This interpretation has not yet been endorsed by the EU.

IAS 39 (Amendment) "Financial Instruments: Recognition and Measurement" (effective for annual periods beginning on or after 1 January 2014)

This amendment will allow hedge accounting to continue in a situation where a derivative, which has been designated as a hedging instrument, is novated to effect clearing with a central counterparty as a result of laws or regulations, if specific conditions are met.

IAS 19R (Amendment) "Employee Benefits" (effective for annual periods beginning on or after 1 July 2014)

These narrow scope amendments apply to contributions from employees or third parties to defined benefit plans and simplify the accounting for contributions that are independent of the number of years of employee service, for example, employee contributions that are calculated according to a fixed percentage of salary. These amendments have not yet been endorsed by the EU.

Annual Improvements to IFRSs 2012 (effective for annual periods beginning on or after 1 July 2014)

The amendments set out below describe the key changes to seven IFRSs following the publication of the results of the IASB's 2010-12 cycle of the annual improvements project. The improvements have not yet been endorsed by the EU.

IFRS 2 "Share-based payment"

The amendment clarifies the definition of a 'vesting condition' and separately defines 'performance condition' and 'service condition'.

IFRS 3 "Business combinations"

The amendment clarifies that an obligation to pay contingent consideration which meets the definition of a financial instrument is classified as a financial liability or as equity, on the basis of the definitions in IAS 32 "Financial instruments: Presentation". It also clarifies that all non-equity contingent consideration, both financial and non-financial, is measured at fair value through profit or loss.

IFRS 8 "Operating segments"

The amendment requires disclosure of the judgements made by management in aggregating operating segments.

IFRS 13 "Fair value measurement"

The amendment clarifies that the standard does not remove the ability to measure short-term receivables and payables at invoice amounts in cases where the impact of not discounting is immaterial.

IAS 16 "Property, plant and equipment" and IAS 38 "Intangible assets"

Both standards are amended to clarify how the gross carrying amount and the accumulated depreciation are treated where an entity uses the revaluation model.

IAS 24 "Related party disclosures"

The standard is amended to include, as a related party, an entity that provides key management personnel services to the reporting entity or to the parent of the reporting entity.

Annual Improvements to IFRSs 2013 (effective for annual periods beginning on or after 1 July 2014)

The amendments set out below describe the key changes to four IFRSs following the publication of the results of the IASB's 2011-13 cycle of the annual improvements project. The improvements have not yet been endorsed by the EU.

IFRS 3 "Business combinations"

This amendment clarifies that IFRS 3 does not apply to the accounting for the formation of any joint arrangement under IFRS 11 in the financial statements of the joint arrangement itself.

IFRS 13 "Fair value measurement"

The amendment clarifies that the portfolio exception in IFRS 13 applies to all contracts (including non-financial contracts) within the scope of IAS 39/IFRS 9.

IAS 40 "Investment property"

The standard is amended to clarify that IAS 40 and IFRS 3 are not mutually exclusive.

IFRS 1 "First-time adoption of International Financial Reporting Standards"

The amendment clarifies that a first-time adopter can use either the old or the new version of a revised standard when early adoption is permitted.

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 de-consolidated 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	5-25	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 and other short-term 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 Borrowing costs

General and specific borrowing costs directly attributable to the acquisition, construction or production of qualifying assets, which are assets that necessarily take a substantial period of time to get ready for their intended use or sale, are added to the cost of those assets, until such time as the assets are substantially ready for their intended use or sale. All other borrowing costs are recognized in profit or loss in the period in which they are incurred.

2.20 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.

2.21 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.

2.22 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.

The present value of the defined benefit obligation is determined by discounting the estimated future cash outflows using interest rates of high-quality corporate bonds that have terms to maturity approximating to the terms of the related pension obligation.

Actuarial gains and losses arising from experience adjustments and changes in actuarial assumptions are charged or credited to equity in other comprehensive income in the period in which they arise.

Past-service costs are recognized immediately in income.

(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.

2.23 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.

2.24 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 2013. 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.

2.25 Provisions

A provision shall be recognized when:

i. The Group has a current legal or inferable commitment as a result of past events
ii. It is likely that a cash outflow will be required to settle the commitment
iii. The amount can be reliably estimated

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.

2.26 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.

2.27 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.

2.28 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.

2.29 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.

2.30 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 31.12.2013, the EURO was appreciated by 10% (2012:10%) compared to Russian ruble, with other variables remaining fixed, the Group's net worth would be decreased by €3,557,093 (2012: 3,553,479), while if it was depreciated by 10% (2012: 10%) the Group's net worth would be increased by € 4,347,558 (2012: 4,343,141).

If, as at 31/12/2013, 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 €2,559 thousand (2012: increased by €1,654 thousand) and €3,128 thousand (2012: decreased by € 2,021 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 31/12/2013, interest rates were increased (decreased) by 0.25% / (-0.25%), the Group's profits before taxes effect would be (loss) / profit equal to (-€1,282 thousand) / €1,282 thousand. Group net assets would be affected proportionally.

Respectively, 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. 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, 2013 and 2012 were as follows:

		CONSOLIDATED DATA	
	Note	**31/12/2013**	**31/12/2012**
Total borrowing	20	566.865.876	568.995.393
Less			
Cash and cash equivalents	16	-56.720.808	-41.862.828
Net borrowing		**510.145.068**	**527.132.565**
Total net worth		380.810.425	469.362.555
Total employed capital		**890.955.493**	**996.495.120**
Leverage ratio		**57%**	**53%**

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	$\frac{\text{Long Term Liabilities}}{\text{Long Term Liabilities + Total Equities}}$	0,53
Interest Coverage Ratio	$\frac{\text{EBITDA}}{\text{Total Interest}}$	0,31
The capital to non-current assets ratio	$\frac{\text{Total Equities}}{\text{Total Non - Current Assets}}$	54%

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 table below analyses financial instruments carried in the balance sheet at fair value, for both Group and Company, by level of the following fair value measurement hierarchy:

First level – Includes quoted prices (unadjusted) in active markets for identical assets or liabilities.

Second level – Includes inputs other than quoted prices included within the first level, that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices).

Third level – Includes inputs that are not based on observable market data (that is, unobservable inputs).

The different levels are defined as follows:

Amounts in Euro		CONSOLIDATED DATA							
		31/12/2013				31/12/2012			
	Note	Level 1	Level 2	Level 3	Total	Level 1	Level 2	Level 3	Total
Financial assets available for sale	10	5.150	-	1.568.850	**1.574.000**	5.150	-	1.539.350	**1.544.500**
Financial assets at fair value	11	-	-	9.137	**9.137**	-	-	7.337	**7.337**
Derivative financial assets	15	-	4.394	-	**4.394**	-	134.597	-	**134.597**
		5.150	**4.394**	**1.577.987**	**1.587.531**	**5.150**	**134.597**	**1.546.687**	**1.686.434**
Derivative financial liabilities	15	-	-50.431	**-**	**-50.431**	**-**	-109.343	**-**	**-109.343**
		-	**-50.431**	**-**	**-50.431**	**-**	**-109.343**	**-**	**-109.343**

There were no transfers between Levels 1 and 2 during the period.

<u>Valuation techniques used to derive Level 2 fair values</u>

Level 2 trading comprise forward foreign exchange contracts (forward).

These forward foreign exchange contracts have been fair valued using forward exchange rates at balance sheet date and quoted in an active market.

<u>Valuation of Level 3 fair value</u>

The available-for-sale financial assets of level 3 are non-traded securities. So it is not possible to measure their fair value reliably. Correspondingly, they are valued at acquisition cost.

<u>Valuation processes</u>

For financial reporting purposes, the group's financial department performs the valuations of financial assets and Level 3 fair values. The procedure is performed at least once every quarter in line with the group's quarterly reporting dates.

<u>Fair value of financial assets and liabilities measured at unamortised cost</u>

The carried value of the short terms borrowings approximate its fair value because the effect from discount is immaterial.

The fair value of the following financial assets and liabilities approximate their carrying amount:
- Trade and other receivables
- Cash and cash equivalents
- Suppliers and other liabilities
- Other short-term financing liabilities

The Group is exposed to Credit Risk, Liquidity Risk and Market Risk.

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 € (303) 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 2013 are as follows:

12 months ended 31 December 2013 *(Amounts in Euro)*	**Steel Construction Products**	**Pipes**	**Total**
Total gross sales per segment	**838.939.177**	**202.872.198**	**1.041.811.375**
Intra-company sales	-209.477.163	-24.666.260	**-234.143.423**
Net sales	**629.462.014**	**178.205.938**	**807.667.952**
Operating results	-33.850.281	-7.106.589	**-40.956.869**
Financial income	1.017.673	376.394	**1.394.067**
Financial expenses	-32.825.121	-3.869.524	**-36.694.645**
Participation income	14.400	-	**14.400**
Profits/losses from participations	-	-949.808	**-949.808**
Profits/losses of associates	-2.074.803	3.874.101	**1.799.298**
Profits / (losses) before taxes	**-67.718.132**	**-7.675.426**	**-75.393.557**
Income tax expense	-8.096.116	-2.701.186	**-10.797.302**
Net profits/(losses)	**-75.814.248**	**-10.376.612**	**-86.190.858**

31/12/2013 *(Amounts in Euro)*	**Steel Construction Products**	**Pipes**	**Total**
Assets (apart from investments in associates)	693.365.096	464.239.833	**1.157.604.929**
Investments in Associates	8.755.745	18.040.403	**26.796.149**
Total Assets	**702.120.841**	**482.280.236**	**1.184.401.078**
Total liabilities	**667.641.825**	**116.351.729**	**783.993.556**

Other items per segment included in the results for the year ended 31 December 2013

12 months ended 31 December 2013 (Amounts in Euro)	**Steel Construction Products**	**Pipes**	**Total**
Depreciation of property, plant and equipment	33.352.591	9.398.428	**42.751.019**
Depreciation of intangible assets	102.329	-	**102.329**
Total depreciation	**33.454.920**	**9.398.428**	**42.853.348**
Impairment of receivables	-1.197.731	250.964	**-946.767**
Impairment of inventories	-	2.070.653	**2.070.653**
Investments in tangible, intangible assets and investments in fixed assets	15.214.279	12.920.840	**28.135.119**

The total depreciation charged to the income statement reached € 40,912 thousand to the steel sector and € 10,293 thousand to tube sector. Thus the result before interest, taxes, investment, depreciation and amortization is amounted to € 7,314 thousand for the steel sector and € 4,160 thousand for the tube sector.

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**
Restatement of operating results due to accounting policy change (1/1/2012) [1]	-11.996	-68	**-12.064**
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 from participations	-21.661	-	**-21.661**
Profits/losses of associates	-4.292.869	5.301.061	**1.008.192**
Profits / (losses) before taxes	**-84.879.936**	**9.210.540**	**-75.669.395**
Income tax expense	2.095.717	-1.884.279	**211.438**
Restatement of income tax due to accounting policy change (1/1/2012) [1]	2.399	14	**2.413**
Net profits/(loss)	**-82.781.820**	**7.326.275**	**-75.455.544**

31 December 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[1]	**690.432.639**	**89.211.865**	**779.644.503**

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 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	**31/12/2013**	**31/12/2012**	**31/12/2013**	**31/12/2012**
Greece	175.204.085	211.378.617	18.647.967	67.361.339
European Union	374.463.389	452.025.056	4.645.326	78.081.949
Other European countries	121.908.644	155.771.465	3.227	44.670.495
Asia	14.231.958	39.458.967	-	14.209.743
America	53.193.650	140.262.035	-	4.160.840
Africa	68.666.226	47.763.195	31.095	8.504.489
Total	**807.667.952**	**1.046.659.335**	**23.327.615**	**216.988.855**

Analysis of sales per category

Amounts in Euro	31/12/2013	31/12/2012	31/12/2013	31/12/2012
Sales of merchandise & products	983.232.503	1.236.245.036	16.932.544	196.646.508
Income from services	34.590.296	40.402.197	231.143	10.397.859
Other	23.988.575	26.647.732	6.163.928	9.944.488
Intra-company	-234.143.422	-256.635.630	-	-
Total	**807.667.952**	**1.046.659.335**	**23.327.615**	**216.988.855**

Total assets other than Associates	**31/12/2013**	**31/12/2012**	**31/12/2013**	**31/12/2012**
Greece	859.913.299	888.879.382	186.026.106	197.624.282
Abroad	297.691.629	330.297.278	-	-
Total	**1.157.604.928**	**1.219.176.660**	**186.026.106**	**197.624.282**
Investments in Associates				
Greece	4.081.994	7.727.332	-	-
Abroad	22.714.154	22.103.066	-	-
Total	**26.796.148**	**29.830.398**	**-**	**-**
Total Assets	**1.184.401.077**	**1.249.007.058**	**186.026.106**	**197.624.282**

Investments in property, plant and equipment and intangible assets	**31/12/2013**	**31/12/2012**	**31/12/2013**	**31/12/2012**
Greece	18.101.322	11.169.814	11.069	1.914.741
Abroad	10.033.796	13.816.755	-	-
Total	**28.135.119**	**24.986.569**	**11.069**	**1.914.741**

6 Property, plant and equipment and intangible assets

6.1 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 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	Total
Accumulated depreciation							
Balance as at January 1st 2012	**-**	**-78.417.836**	**-335.564.268**	**-4.910.404**	**-15.230.692**	**-**	**-434.123.200**
Foreign 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 at December 31st 2012	**94.236.846**	**163.268.044**	**409.277.080**	**1.389.627**	**2.974.640**	**23.147.136**	**694.293.373**

Amounts in Euro	Land	Buildings	Machinery	Vehicles	Furniture & fittings	Assets under construction	Total
Cost							
Balance as at January 1st 2013	**94.236.846**	**253.672.205**	**793.759.932**	**6.628.875**	**19.143.974**	**23.147.136**	**1.190.588.968**
Foreign exchange differences	2.077	52.194	107.612	877	-4.830	18.068	**175.997**
Additions	44.293	421.832	8.421.854	76.653	393.116	18.004.136	**27.361.886**
Sales	-	-836.131	-2.275.170	-68.034	-43.148	-40.335	**-3.262.817**
Write-offs	-	-	-26.605	-	-3.310	-559.627	**-589.541**
Impairment	-	-	-	-12.151	964	-	**-11.187**
Transfer to current assets	-	-	-37.977	-	-	-40.385	**-78.362**
Impairment	-839.074	-445.661	-	-	-	-	**-1.284.735**
Spare part consumption	-	-	-565.162	-	-	-	**-565.162**
Reclassifications	-	668.706	11.563.194	-	7.349	-12.239.249	**-**
Balance as at December 31st 2013	**93.444.142**	**253.533.145**	**810.947.679**	**6.626.220**	**19.494.116**	**28.289.745**	**1.212.335.046**

	Land	Buildings	Machinery	Vehicles	Furniture & fittings	Assets under construction	Total
Accumulated depreciation							
Balance as at January 1st 2013	**-**	**-90.404.161**	**-384.482.852**	**-5.239.248**	**-16.169.334**	**-**	**-496.295.595**
Currency exchange differences	**-**	-7.212	-26.907	-579	3.975	-	**-30.722**
Depreciation for the year	**-**	-8.175.102	-33.284.578	-352.611	-938.728	-	**-42.751.019**
Sales	**-**	155.294	1.983.115	60.326	42.880	-	**2.241.615**
Write-offs	**-**	-	16.942	-	3.041	-	**19.983**
Spare part consumption	**-**	-	375.872	-	-	-	**375.872**
Transfer to acquisition value		-	-	12.151	-964	-	**11.187**
Balance as at December 31st 2013	**-**	**-98.431.181**	**-415.418.407**	**-5.519.961**	**-17.059.131**	**-**	**-536.428.680**
Net book value as of December 31st 2013	**93.444.142**	**155.101.964**	**395.529.272**	**1.106.259**	**2.434.985**	**28.289.745**	**675.906.366**

COMPANY DATA

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**	**6.344.191**	**212.736.018**
Additions	-	16.128	231.724	13.986	34.042	1.618.862	**1.914.741**
Sales	-	-	-	-	-32.098	-	**-32.098**
Spare part consumption	-	-	-41.686	-	-	-	**-41.686**
Reclassifications	-	-	38.872	-	-	-38.872	**-**
Transfer of industrial sector to 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**
Transfer of industrial sector to subsidiary	-	10.950.602	68.761.551	481.986	6.333.493	-	**86.527.632**
Balance as at December 31st 2012	-	**-3.115.108**	**-3.586.623**	**-2.223**	**-267.884**	-	**-6.971.839**
Net book value as at December 31st 2012	**24.093.122**	**5.784.821**	**3.899.889**	**1.790**	**10.927**	**22.110**	**33.812.660**

Amounts in Euro	Land	Buildings	Machinery	Vehicles	Furniture & fittings	Assets under construction	Total
Cost							
Balance as at January 1st 2013	**24.093.122**	**8.899.930**	**7.486.512**	**4.013**	**278.811**	**22.110**	**40.784.499**
Additions	-	-	3.933	-	3.159	3.976	**11.069**
Sales	-	-	-7.068.343	-	-	-	**-7.068.343**
Transfer	-44.462	-	-	-	-	-	**-44.462**
Balance as at December 31st 2013	**24.048.660**	**8.899.930**	**422.103**	**4.013**	**281.970**	**26.085**	**33.682.761**
Accumulated depreciation							
Balance as at January 1st 2013	-	**-3.115.108**	**-3.586.623**	**-2.223**	**-267.884**	-	**-6.971.839**
Depreciation for the year	-	-400.594	-42.526	-421	-6.099	-	**-449.640**
Sales	-	-	3.216.473	-	-	-	**3.216.473**
Balance as at December 31st 2013	-	**-3.515.701**	**-412.676**	**-2.645**	**-273.983**	-	**-4.205.005**
Net book value as of December 31st 2013	**24.048.660**	**5.384.229**	**9.427**	**1.368**	**7.987**	**26.085**	**29.477.756**

The subsidiaries' fixed assets incorporate mortgages in favour of banks amounting to €438,157 thousand for a current loan balance amounting €329,611 thousand.

The income statement includes rents amounting to €1,732 thousand (2012: €2,325 thousand) and €592 thousand (2012: €881 thousand) for the Group and the Company respectively, regarding the lease of vehicles, machinery and buildings (note 26).

Within the context of the reassessment of the fixed assets' residual values and useful lives, the Group's management amended the subsidiaries' useful lives of buildings and machinery.

The years required for the write off of the buildings' residual value remain at 10-33 years. The respective years for machinery were amended from 5-20 years to 5-25 years.

The change in accounting estimate resulted in a reduction of depreciation, which for the current period amounted to € 24,101 thousand for the Group. The effect on future periods cannot be estimated.

The useful life was re-assessed in the subsidiaries SIDENOR STEEL INDUSTRY S.A., SOVEL S.A., CORINTH PIPEWORKS S.A., STOMANA INDUSTRY S.A. and TEPROSTEEL EAD.

The aforementioned amount on Assets under construction mainly results from the subsidiaries SIDENOR STEEL INDUSTRY (€ 5,644 thousand), CORINTH PIPEWORKS (€ 11,488 thousand), STOMANA (€ 4,239 thousand) and SOVEL (€ 4,860 thousand).

It relates to both improvements on already existing machinery and installation of new machinery. The purpose of these improvements is to enhance the quality and product range as well as decrease the cost of production and energy consumption.

During the period, the parent company sold to its subsidiary CORINTH PIPEWIRKS S.A. a pipe-mill, of a residual value of €3,852 thousand. The parent company recorded a profit of €1,448 thousand from this sale. Additionally, the subsidiary company SOVEL sold to CORINTH PIPEWORKS S.A. auxiliary parts for a pipe-mill at a price of €2,070 thousand which had a residual value of €1,887 thousand. The consolidated results have not been affected by the outcome of these transactions.

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

Machinery

	CONSOLIDATED DATA	
Amounts in Euro	**31/12/2013**	**31/12/2012**
Cost – Capitalised financial leases	9.069.380	9.069.380
Accumulated depreciation	-6.713.249	-6.412.466
Net book value	**2.356.131**	**2.656.914**

Vehicles

	CONSOLIDATED DATA	
Amounts in Euro	**31/12/2013**	**31/12/2012**
Cost – Capitalised financial leases	377.318	377.318
Accumulated depreciation	-377.318	-369.745
Net book value	**-**	**7.573**

6.2 Intangible assets

Amounts in Euro	**Development Expenses**	**Trade marks and liceneces**	**Software**	**Other**	**Total**
Cost					
Balance as at January 1st 2012	**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 2012	**-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**
Write-offs	-	-	115		**115**
Balance as at December 31st 2012	**-374.244**	-	**-1.363.683**	**-128.363**	**-1.866.291**
Net book value as at December 31st 2012	**-**	**436.188**	**85.995**	**435.602**	**957.785**

Amounts in Euro	Development Expenses	Trademarks and licenses	Software	Other	Total
Cost					
Balance as at January 1st 2013	**374.244**	**436.188**	**1.449.679**	**563.965**	**2.824.076**
Foreign exchange differences	-	-	534	1.477	**2.010**
Additions	-	-	36.888	736.345	**773.233**
Balance as at December 31st 2013	**374.244**	**436.188**	**1.487.100**	**1.301.786**	**3.599.318**
Accumulated depreciation					
Balance as at January 1st 2013	**-374.244**	**-**	**-1.363.683**	**-128.363**	**-1.866.291**
Foreign exchange differences	-	-	-437	-1.370	**-1.808**
Depreciation	-	-	-37.863	-64.466	**-102.329**
Balance as at December 31st 2013	**-374.244**	**-**	**-1.401.984**	**-194.200**	**-1.970.428**
Net book value as of December 31st 2013	**-**	**436.188**	**85.116**	**1.107.587**	**1.628.891**

COMPANY DATA

Amounts in Euro	Software	Total
Cost		
Balance as at January 1st 2012	**345.943**	**345.943**
Contribution of a 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
Contribution of a sector to subsidiary	326.939	326.939
Balance as at December 31st 2012	**-**	**-**
Net book value as at December 31st 2012	**-**	**-**

In consolidated account of other intangible assets, value of € 1,182 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

Amounts in Euro	CONSOLIDATED DATA 31/12/2013	CONSOLIDATED DATA 31/12/2012	COMPANY DATA 31/12/2013	COMPANY DATA 31/12/2012
Beginning of the period	**29.830.398**	**29.811.322**	-	**11.904.011**
Share in profit / (loss) after tax	1.799.298	1.008.192	-	-
Income from dividends (-)	-2.400.537	-1.436.185	-	-
Foreign exchange differences	-2.086.224	447.069	-	-
Additions	357.094	-	-	-
Transfer of industrial sector to subsidiary	-	-		-11.054.011
Less: provisions	-	-		-850.000
Sales	-504.000	-	-	-
Return of capital	-199.880	-	-	-
Less: provisions	-	-	-	-
Balance at the period end	**26.796.149**	**29.830.398**	**-**	**-**

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

Company	Country	Participation Rate	
		31-Dec-12	31-Dec-13
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%	0,00%
DOMOPLEX LTD	Cyprus	45,00%	45,00%
BIODIESEL S.A.	Greece	16,00%	16,00%
ZAO TMK-CPW	Russia	38,49%	38,49%
SMARTREO PTY LTD	Australia	-	49,00%
AWM SPA	Italy	34,00%	34,00%

Condensed financial information of Associates	31-Δεκ-13	31-Δεκ-12
Assets	194.757.758	234.635.152
Liabilities	161.434.776	170.548.350
Revenues (Sales)	156.360.575	198.137.987
Profit/ (loss) after tax	-4.831.334	-1.272.348

During the current year the group's participation to the associated company ELKEME has been sold to the affiliated company ELVAL. The sale generated a profit of € 199 thousand.

The Group is also participating in the foundation of the associated Australian company SMARTREO PTY LTD in Australia, through its per 98% participation to the subsidiary company Jostdex, with indirect percentage 49% (direct percentage 50%).

9 Investments in subsidiaries

	COMPANY DATA	
Amounts in Euro	31/12/2013	31/12/2012
Beginning of the year	**131.824.107**	**214.756.642**
Additions	11.827.750	1.285.807
Return of subsidiary's share capital	-	-84.218.342
Balance at the period end	**143.651.857**	**131.824.107**

Investments in subsidiaries which are fully consolidated are as follows:

Company	Country of Establishment	Direct Participation %	Indirect Participation %	Direct & Indirect Participation %	% Non-controlling interests	Activity sector
2013						
SOVEL S.A.	Greece	0,00%	64,01%	64,01%	35,99%	Steel Construction Products
SIDENOR STEEL INDUSTRY S.A.	Greece	100,00%	0,00%	100,00%	0,00%	Steel Construction Products
STOMANA INDUSTRY S.A.	Bulgaria	100,00%	0,00%	100,00%	0,00%	Steel Construction Products
ERLIKON WIRE PROCESSING S.A.	Greece	0,00%	98,86%	98,86%	1,14%	Steel Construction Products
AEIFOROS S.A.	Greece	0,00%	90,00%	90,00%	10,00%	Steel Construction Products
THERMOLITH S.A.	Greece	0,00%	63,00%	63,00%	37,00%	Steel Construction Products
PROSAL S.A.	Greece	0,00%	100,00%	100,00%	0,00%	Pipes
PROSAL TUBES S.A.	Bulgaria	0,00%	100,00%	100,00%	0,00%	Pipes
TEPRO STEEL EAD	Bulgaria	100,00%	0,00%	100,00%	0,00%	Steel Construction Products
DOJRAN STEEL LLCOP	FYROM	0,00%	100,00%	100,00%	0,00%	Steel Construction Products
BOZETTI LTD	Cyprus	100,00%	0,00%	100,00%	0,00%	Steel Construction Products
VEMET S.A.	Greece	0,00%	100,00%	100,00%	0,00%	Steel Construction Products
ETIL S.A.	Greece	0,00%	69,98%	69,98%	30,02%	Steel Construction Products
PRAKSYS S.A.	Greece	0,00%	61,00%	61,00%	39,00%	Steel Construction Products
DIA.VI.PE.THIV. S.A.	Greece	53,01%	17,09%	70,10%	29,90%	Pipes
AEIFOROS BULGARIA SA	Bulgaria	0,00%	90,00%	90,00%	10,00%	Steel Construction Products
VET S.A.	Greece	0,00%	64,01%	64,01%	35,99%	Pipes
VEAT S.A.	Greece	0,00%	41,60%	41,60%	58,40%	Steel Construction Products
SIGMA S.A.	Bulgaria	0,00%	69,28%	69,28%	30,72%	Steel Construction Products
ARGOS S.A.	Greece	0,00%	69,28%	69,28%	30,72%	Steel Construction Products
SIDERAL SHPK	Albania	0,00%	100,00%	100,00%	0,00%	Steel Construction Products
SIDEROM STEEL SLR	Romania	0,00%	100,00%	100,00%	0,00%	Steel Construction Products
PORT SVISHTOV WEST SA	Bulgaria	0,00%	73,09%	73,09%	26,91%	Steel Construction Products
PRISTANISHTEN KOMPLEX SVILOSA EOOD	Bulgaria	0,00%	73,09%	73,09%	26,91%	Steel Construction Products
SIDEBALK STEEL DOO	Serbia	100,00%	0,00%	100,00%	0,00%	Steel Construction Products
JOSTDEX LTD	Cyprus	98,00%	0,00%	98,00%	2,00%	Steel Construction Products
CORINTH PIPEWORKS S.A.	Greece	78,55%	0,00%	78,55%	21,45%	Pipes

Company	Country of Establishment	Direct Participation %	Indirect Participation %	Direct & Indirect Participation %	% Non-controlling interests	Activity sector
2012						
SOVEL A.E.	Greece	0,00%	64,01%	64,01%	35,99%	Steel Construction Products
SIDENOR STEEL INDUSTRY S.A.	Greece	100,00%	0,00%	100,00%	0,00%	Steel Construction Products
STOMANA INDUSTRY S.A.	Bulgaria	100,00%	0,00%	100,00%	0,00%	Steel Construction Products
ERLIKON WIRE PROCESSING S.A.	Greece	0,00%	98,86%	98,86%	1,14%	Steel Construction Products
AEIFOROS S.A.	Greece	0,00%	90,00%	90,00%	10,00%	Steel Construction Products
THERMOLITH S.A.	Greece	0,00%	63,00%	63,00%	37,00%	Steel Construction Products
PROSAL S.A.	Greece	0,00%	100,00%	100,00%	0,00%	Pipes
PROSAL TUBES S.A.	Bulgaria	0,00%	100,00%	100,00%	0,00%	Pipes
TEPRO STEEL EAD	Bulgaria	100,00%	0,00%	100,00%	0,00%	Steel Construction Products
DOJRAN STEEL LLCOP	FYROM	0,00%	100,00%	100,00%	0,00%	Steel Construction Products
BOZETTI LTD	Cyprus	100,00%	0,00%	100,00%	0,00%	Steel Construction Products
VEMET S.A.	Greece	0,00%	100,00%	100,00%	0,00%	Steel Construction Products
ETIL S.A.	Greece	0,00%	69,98%	69,98%	30,02%	Steel Construction Products
PRAKSYS S.A.	Greece	0,00%	51,00%	51,00%	49,00%	Steel Construction Products
DIA.VI.PE.THIV. S.A.	Greece	53,01%	17,09%	70,10%	29,90%	Pipes
AEIFOROS BULGARIA SA	Bulgaria	0,00%	90,00%	90,00%	10,00%	Steel Construction Products
VET S.A.	Greece	0,00%	64,01%	64,01%	35,99%	Pipes
VEAT S.A.	Greece	0,00%	41,60%	41,60%	58,40%	Steel Construction Products
SIGMA S.A.	Bulgaria	0,00%	69,28%	69,28%	30,72%	Steel Construction Products
ARGOS S.A.	Greece	0,00%	69,28%	69,28%	30,72%	Steel Construction Products
SIDERAL SHPK	Albania	0,00%	100,00%	100,00%	0,00%	Steel Construction Products
SIDEROM STEEL SLR	Romania	0,00%	100,00%	100,00%	0,00%	Steel Construction Products
PORT SVISHTOV WEST SA	Bulgaria	0,00%	73,09%	73,09%	26,91%	Steel Construction Products
PRISTANISHTEN KOMPLEX SVILOSA EOOD	Bulgaria	0,00%	73,09%	73,09%	26,91%	Steel Construction Products
SIDEBALK STEEL DOO	Serbia	100,00%	0,00%	100,00%	0,00%	Steel Construction Products
JOSTDEX LTD	Cyprus	94,00%	0,00%	94,00%	6,00%	Steel Construction Products
CORINTH PIPEWORKS S.A.	Greece	78,55%	0,00%	78,55%	21,45%	Pipes

In December 2013, the parent company proceeded to a share capital increase in its subsidiary JOSTDEX Ltd in order to strengthen its capital structure, by € 1,309 thousand, in cash.

Also, during the period the parent company proceeded to a share capital increase in its 100% owned subsidiary SIDENOR STEEL INDUSTRY S.A. to strengthen its capital structure, by € 11,828 thousand, in cash.

During the period the subsidiary SIDENOR STEEL INDUSTRY acquired an additional 10% of the subsidiary PRAKSYS from third parties, amounting to €50 thousand.

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

10 Financial assets available for sale

Amounts in Euro	CONSOLIDATED DATA		COMPANY DATA	
	31/12/2013	31/12/2012	31/12/2013	31/12/2012
Listed Securities				
- Domestic participations	5.150	5.150	-	-
Non-Listed securities				
-Domestic participations	288.832	259.332	-	-
-Foreign participations	1.280.018	1.280.018	-	-
	1.574.000	**1.544.500**	**-**	**-**

	CONSOLIDATED DATA		COMPANY DATA	
	31/12/2013	31/12/2012	31/12/2013	31/12/2012
Balance as at beginning of the year	**1.544.500**	**1.544.500**	**1.414.471**	**1.414.471**
Additions	29.500	-	-	-
Contribution of sector	-	-	-1.414.471	-
Balance as at year end	**1.574.000**	**1.544.500**	**-**	**1.414.471**
Non-Current Assets	1.574.000	1.544.500	-	-
	1.574.000	**1.544.500**	**-**	**-**

All participations are in Euros.

These financial assets are regularly assessed for impairment.

The fair value of unlisted shares is determined by using valuation techniques and assumptions based on market data at the balance sheet date. Investments in equity securities that are not quoted in an active market and whose fair value cannot be reliably measured are measured at cost.

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:

	CONSOLIDATED DATA	
	31/12/2013	31/12/2012
Non-Listed securities		
- Domestic participations	9.137	7.337
	9.137	**7.337**

The subsidiary company CORINTH PIPEWORKS S.A. participated to the public offer of NATIONAL BANK OF GREECE S.A.. The shares and warrants were acquired at a value of € 7,500,000. In the third quarter the Company sold the shares and warrants with a loss of € 949,808 recognized in the "other gains/(losses) net" of the Statement of Comprehensive Income.

12 Deferred Income Tax

	CONSOLIDATED DATA		COMPANY DATA	
Amounts in Euro	**31/12/2013**	**31/12/2012**	**31/12/2013**	**31/12/2012**
Deferred tax assets:				
Recoverable after 12 months	252.997	132.384	-	-
Total	**252.997**	**132.384**	**-**	**-**
Deferred tax liabilities:				
Recoverable after 12 months	-62.242.524	-52.125.158	-2.316.335	-2.375.686
Total	**-62.242.524**	**-52.125.158**	**-2.316.335**	**-2.375.686**
Net deferred tax (liability)/ asset	**-61.989.527**	**-51.992.774**	**-2.316.335**	**-2.375.686**

The total change in deferred income tax is as follows:

	CONSOLIDATED DATA		COMPANY DATA	
Amounts in Euro	**31/12/2013**	**31/12/2012**	**31/12/2013**	**31/12/2012**
Balance at beginning of fiscal year	**-51.992.774**	**-55.003.039**	**-2.375.687**	**-12.810.478**
Foreign exchange differences	-1.667	-1.982	-	-
Reduction due to transfer of industrial sector	-	-	-	9.084.762
Income statement (debit)/ credit	-9.896.311	3.669.135	69.928	1.268.559
Tax (debited)/ credited to other comprehensive income	-98.775	-656.888	-10.576	81.470
Balance at end of fiscal year	**-61.989.526**	**-51.992.774**	**-2.316.335**	**-2.375.687**

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 2012	**-59.025.608**	**1.769.233**	**621.183**	**39.235**	**1.592.917**	**-55.003.039**
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	-	137.807	-	-	-794.695	-656.888
Reallocations to opening balances	-	-20.783	-	-	20.783	-
Balance as at December 31st 2012	**-53.698.116**	**1.844.369**	**183.768**	**65.101**	**-387.897**	**-51.992.774**
Balance as at January 1st 2013	**-53.698.116**	**1.844.369**	**183.768**	**65.101**	**-387.897**	**-51.992.774**
Foreign exchange differences	-	-2.134	-	467	-	-1.667
(Debit)/credit to income statement	-10.562.323	515.489	1.435.129	534.435	-1.819.040	-9.896.311
(Debit)/credit to other comprehensive income	-	-130.606	-	-	31.831	-98.775
Reallocations to opening balances	17.636	50.925	-167.342	1.912	96.869	-
Balance as at December 31st 2013	**-64.242.803**	**2.278.043**	**1.451.555**	**601.915**	**-2.078.237**	**-61.989.527**

COMPANY DATA	Depreciation difference	Difference in provisions	Non recognizable intangible assets	Tax losses	Other	Total
Deferred tax liabilities:						
Balance as at January 1st 2012	**-14.214.937**	**837.716**	**-600**	**-**	**567.343**	**-12.810.478**
(Debit)/credit to income statement	1.255.389	-11.824	-500	-	25.494	1.268.559
(Debit)/credit to other comprehensive income	-	62.725	-	-	18.746	81.471
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**	**12.855**	**-**	**-**	**-57.644**	**-2.375.686**
Balance as at January 1st 2013	**-2.330.897**	**12.855**	**-**	**-**	**-57.644**	**-2.375.686**
(Debit)/credit to income statement	67.825	15.655	-	-	-13.553	69.928
(Debit)/credit to other comprehensive income	-	-10.576	-	-		-10.576
Balance as at December 31st 2013	**-2.263.072**	**17.934**	**-**	**-**	**-71.197**	**-2.316.335**

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 26%. From 1/1/2013, in accordance to Article 9 of Law 4110/2013, the tax rate changed from 20% to 26%. The deferred taxation on the temporary differences of 1/1/2013 has been re-measured with the new tax rate. The difference of deferred taxation was recognized in the results.

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

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

Deferred tax asset was recognized for tax losses carried forward to the extent that unused tax losses and tax assets might be used on future taxable gains. In 2013 the subsidiary company CORINTH PIPEWORKS reevaluated a possible offset of tax losses carried forward with future tax gains and recognized a deferred tax asset amounting to € 538,506 (2012: 0 €) in respect of the tax losses carried forward amounting to € 2,071,175 (2012: 0 €) for which there is a possible financial gain due to future taxable gains.

The subsidiary company CORINTH PIPEWORKS did not recognize deferred tax asset amounting to € 445.476 in relation to the unused tax losses amounting to € 1,712,987 that can be carried forward and offset with future taxable gains. The unused tax losses for which a deferred tax was not recognized can be used up to 2018.

The deferred tax recognized in other comprehensive income is related to the deferred tax arouse from the change of hedged cash flow reserve's fair value and is related to the differed tax arouse from the recognition of the actuarial loss/profit to the personnel retirement benefit liability.

Due to the application of the amended IAS 19, the amounts of prior years have been restated in accordance with IAS 8 "Accounting Policies, Changes in Accounting Estimates and Errors."

13 Inventories

	CONSOLIDATED DATA		COMPANY DATA	
Amounts in Euro	**31/12/2013**	**31/12/2012**	**31/12/2013**	**31/12/2012**
Merchandise	15.441.420	19.644.171	908.304	943.203
Finished products	93.958.005	111.606.759	2.318.488	6.428.173
Semi-finished products	28.207.322	45.724.803	227.593	2.661.822
By-products & residues	1.461.389	1.917.978	101.035	414.177
Work in progress	193.293	418.607	-	-
Raw materials-consumables-spare parts & packaging materials	103.091.937	106.157.438	100.578	2.699.744
Advance payments for purchase of inventories	365.528	2.167.274	188.580	531.260
Total	**242.718.893**	**287.637.030**	**3.844.579**	**13.678.378**
Minus: Provisions for inventory impairment:				
Finished products	-303.123	-1.874.259	-	-
By-products & residues	-	-499.517	-	-
	-303.123	**-2.373.776**	-	**-**
Total net realizable value	**242.415.770**	**285.263.254**	**3.844.579**	**13.678.378**

Cost of inventories recorded as an expense in the cost of sales amounts to €573,016 thousand (2012: €742,846 thousand) and €21,545 thousand (2012: €172,220 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 € (303) thousand for the Group took place. This amount was charged to the income statement.

The amount of inventory impairment resulted from its subsidiary CORINTH PIPEWORKS S.A.

14 Trade & Other Receivables

Current Assets	CONSOLIDATED DATA		COMPANY DATA	
Amounts in Euro	31/12/2013	31/12/2012	31/12/2013	31/12/2012
Trade Receivables	117.409.377	134.566.556	400.727	623.563
Minus: Impairment provisions	-10.553.457	-10.294.150	-80.525	-
Net Trade Receivables	**106.855.920**	**124.272.406**	**320.202**	**623.563**
Other Advances	6.368.099	63.631	5.864	5
Notes receivable	4.046.016	3.275.656	22.978	152.968
Receivables from related parties	34.762.573	32.003.343	3.756.118	3.691.897
Current tax receivables	6.679.777	7.787.062	34.200	1.141.801
Other Debtors	17.978.430	16.526.493	477.701	1.766.040
Other current receivables concerning financial institution	63.476	839.614	-	-
Receivables from related parties dividends	578.623	683.477	-	-
Income tax prepayment	1.696.959	1.607.245	-	-
Minus: Impairment provisions	-6.976.982	-6.289.522	-41.315	-44.350
Total	**172.052.891**	**180.769.405**	**4.575.748**	**7.331.924**
Income tax receivables	**1.696.650**	**8.382.127**	**-**	**6.750.777**
Non-current assets				
Non-current receivables from related parties	87.155	292.514	2.213.629	2.213.629
Buildings on third parties land	1.577.433	1.818.527	997.443	1.141.651
Other non-current receivables	3.678.436	3.718.029	13.730	20.073
Total	**5.343.024**	**5.829.070**	**3.224.801**	**3.375.353**
Total Receivables	**179.092.565**	**194.980.602**	**7.800.549**	**17.458.054**

Receivables	31/12/2013	31/12/2012	31/12/2013	31/12/2012
Guarantees to secure receivables from Customers	33.628.538	41.924.243	28.062	259.557
Other receivables	1.954.890	1.680.017	45.294	45.294
Total	**35.583.428**	**43.604.260**	**73.356**	**304.850**

Trade receivables (only for overdue receivables – there have not been made provisions for bad debt)	31/12/2013	31/12/2012	31/12/2013	31/12/2012
Maturities				
0-3 months	24.283.055	13.709.067	182.938	224.711
3-6 months	7.127.939	8.556.172	5.739	23.781
>6 months	11.969.977	17.115.122	95.154	76.705
Total	**43.380.971**	**39.380.361**	**283.831**	**325.197**

The other consolidated amounts € 41,702 thousand (2013) and € 84,892 thousand (2012) represent receivables from customers within the credit limit. The corresponding company's amounts are € 36 thousand (2013) and € 298 thousand (2012).

Provisions for bad debts	31/12/2013	31/12/2012	31/12/2013	31/12/2012
Beginning of year	-16.583.672	-15.825.438	-44.350	-4.381.594
Plus the year	-1.387.694	-988.447	-77.490	-600.000
Write off provision	25.365	45.419	-	-
Provision use	414.776	142.889	-	-
Foreign exchange differences	787	5.117	-	-
Financial income from receivables discount	-	36.789	-	-
Transfer of industrial sector to subsidiary	-	-	-	4.937.244
End of year	**-17.530.439**	**-16.583.672**	**-121.840**	**-44.350**

Trade customers and other receivables (per currency)	31/12/2013	31/12/2012	31/12/2013	31/12/2012
EURO	127.980.435	163.367.768	7.800.549	17.458.054
USD	31.041.327	12.701.266	-	-
BGL	10.024.781	8.680.605	-	-
DINAR	1.497.304	2.988.888	-	-
POUND STERLING	425.085	1.136.699	-	-
ROL	2.941.726	2.127.465	-	-
AED	1.027	1.026	-	-
ALL	1.960.933	1.858.198	-	-
Other	3.219.944	2.118.688	-	-
Total	**179.092.565**	**194.980.601**	**7.800.549**	**17.458.054**

In 2010, the subsidiary Corinth Pipeworks S.A. has made an impairment to a receivable of € 18,627,586 ($ 24,864,102) due to its overdue status. On 31/12/2013, the same amount is valuated at € 18,039,688. While subsidiary 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 subsidiary company considers that for the moment there is no reason to revise the provisions amounting to € 9,050,909 (2012: € 9,462,843) that has formed in its financial statements. Management estimates that potential loss will not exceed the impaired amount.

The application that was submitted by the subsidiary company CORINTH PIPEWORKS on September 26th 2013 before Dubai's Court of Cassation for review of the decision that ordered the set off between the subsidiary company's claim which was recognized by the court with res judicata and the customer's counterclaim which was raised by the latter under the legal action brought against him by the subsidiary company and which counterclaim is denied by the subsidiary company as fictitious, was accepted by the Court of Cassation which ordered the cancelation of the decision as regards to the customer's counterclaim and to refer the case back to the Court of appeal for review with new panel. Therefore, the subsidiary company believes that the likelihood of an outflow of resources from the outcome of the counterclaim of that customer versus the subsidiary company is remote.

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 company imposed a prudent attachment on the property of third party involved in the mentioned case.

For FY 2013 there were no changes regarding the collection of the due amount.

The non-current receivables from buildings on third parties land, worth € 1,577 thousand for the Group and € 997 thousand 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 €18,305 thousand.

Financial instruments per Category

CONSOLIDATED DATA
Balances as at 31/12/2013
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	-	-	-	1.574.000	**1.574.000**
Trade and other receivables	122.467.748	-	-	-	**122.467.748**
Cash and cash equivalents	56.720.808	-	-	-	**56.720.808**
Current Derivative Financial Instruments	-	-	4.394	-	**4.394**
Current financial assets at fair value through profit or loss	-	9.137	-	-	**9.137**
Other current receivables concerning financial institution	2.239.380	-	-	-	**2.239.380**
Total	**181.427.936**	**9.137**	**4.394**	**1.574.000**	**183.015.467**

CONSOLIDATED DATA
Balances as at 31/12/2012
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	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**
Current receivables concerning financial institution	839.614	-	-	-	**839.614**
Total	**197.876.734**	**7.337**	**134.597**	**1.544.500**	**199.563.169**

COMPANY DATA
Balances as at 31/12/2013
Amounts in Euro

Assets	Loans and Receivables	Total
Trade and other receivables	4.196.817	**4.196.817**
Cash and cash equivalents	1.251.364	**1.251.364**
Total	**5.448.180**	**5.448.180**

Balances as at 31/12/2012
Amounts in Euro

Assets	Loans and Receivables	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**

15 Derivative Financial Instruments

	CONSOLIDATED DATA	
Amounts in Euro	31/12/2013	31/12/2012
Current assets		
Forward foreign exchange contracts for cash flow hedging	4.394	134.597
Total	**4.394**	**134.597**

	CONSOLIDATED DATA	
	31/12/2013	31/12/2012
Short term liabilities		
Forward foreign exchange contracts for cash flow hedging	50.431	109.343
Total	**50.431**	**109.343**

	CONSOLIDATED DATA	
	31/12/2013	31/12/2012
Amounts recorded in the results as income or (expense)	**1.758.546**	**-4.647.903**

	CONSOLIDATED DATA 31/12/2013		CONSOLIDATED DATA 31/12/2012	
Forward foreign exchange contracts for cash flow hedging	<1 year	1 - 2 years	<1 year	1 - 2 years
Inflows	10.716.406	-	9.347.407	-
Outflows	-10.722.478	-	-9.409.174	-
Total	**-6.072**	**-**	**-61.767**	**-**

Details of interest rate swaps	31/12/2013	31/12/2012
Nominal value of forwards (in USD)	118.720.735	21.290.843
Nominal value of forwards (in GBP)	617.965	349.760

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) as at 31/12/2013 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 31/12/2013 were USD 118,720,735 and GBP 617,965 compared to USD 21,290,843 and GBP 349,760 on 31/12/2012. Gains and losses from forward foreign exchange contracts recognised, in equity, on 31/12/2013 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	31/12/2013	31/12/2012	31/12/2013	31/12/2012
Cash in hand and in banks	32.559	28.983	3.928	2.144
Short-term bank deposits	56.688.249	41.833.845	1.247.436	848.939
Total	**56.720.808**	**41.862.828**	**1.251.364**	**851.083**

Cash rating based on FITCH credit rating is as follows:

	CONSOLIDATED DATA		COMPANY DATA	
	31/12/2013	**31/12/2012**	**31/12/2013**	**31/12/2012**
AAA	94.713	29.788	-	-
AA-	12.620.129	704.477	-	-
A+	12.765	9.571	-	-
A	1.886.405	5.650.641	-	-
A-	-	20.602	-	-
BBB+	800.532	-	-	-
BBB-	258.016	-	-	-
BB+	434.571	-	-	-
BB	7.515	-	-	-
BB-	673.850	239.223	-	-
B	483.776	-	-	-
B-	39.415.978	1.491.209	1.247.436	-
CCC	-	33.688.334	-	848.939
Total	**56.688.249**	**41.833.845**	**1.247.436**	**848.939**

Cash and cash equivalents per currency

EURO	40.027.471
USD	14.021.509
BGN	831.223
LEU	355.665
LEK	20.912
MKD	772.661
RSD	679.645
GBP	5.417
ZLOTY	6.253
OTHER	52
Total	**56.720.808**

17 Share Capital

	COMPANY DATA			
Amounts in Euro	**Number of shares**	**Common shares**	**Share premium**	**Total**
1 January 2012	96.243.908	39.460.002	120.406.136	159.866.138
31 December 2012	96.243.908	39.460.002	120.406.136	159.866.138
31 December 2013	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.

In November 2013 the stock option plan, relating to the offering of SIDENOR S.A. shares to the management and employees of the Company (and its associates), was completed. The rights that have not been exercised are permanently removed and there is no possibility to exercise them in the future.

An analysis of the share options, from the beginning to the end of the programme, is presented below:

Amounts in Euro

Year	Share Options provided for by the Plan	Options Vested	Options Exercised	Options not 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	-	-	-
2013	164.618	-	-	-164.618	-	-	-	-	-
	-	**901.900**	**737.282**	**-164.618**	**-**	**-**	**2.617.351**	**302.286**	**2.315.065**

19 Other Reserves

CONSOLIDATED DATA

Amounts in Euro	Statutory reserve	Fair Value Reserve	Ειδικά αποθεματικά	Untaxed reserves	Other reserves	Total	exchange difference consolidation for foreign subsidiaries	Total
Balance as of January 1st 2012	**23.017.463**	**-2.436.752**	**-30**	**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 of equity participation in subsidiaries	117	-	-	1.153	-	**1.270**	-	**1.270**
Total comprehensive income (expenses)after taxes	-	2.492.927	-	-	-	**2.492.927**	-	**2.492.927**
Balance as of December 31st 2012	**23.236.065**	**56.175**	**-30**	**76.952.840**	**2.773.092**	**103.018.141**	**-2.094.648**	**100.923.493**

CONSOLIDATED DATA

Balance as of January 1st 2013	**23.236.065**	**56.175**	**-30**	**76.952.840**	**2.773.092**	**103.018.141**	**-2.094.648**	**100.923.493**
Currency translation differences	-	-	-	-	-	**-**	-1.886.468	**-1.886.469**
Transfer to reserves	75.414	-	1.502.069	1.058.114	-	**2.635.597**	-	**2.635.597**
Percentage increase / (decrease) of equity participation in subsidiaries	3.285	-	-	-	-	**3.285**	-	**3.285**
Total comprehensive income after taxes	-	-75.305	-	-	-	**-75.305**	-	**-75.305**
Balance as of December 31st 2013	**23.314.764**	**-19.130**	**1.502.039**	**78.010.954**	**2.773.092**	**105.581.718**	**-3.981.116**	**101.600.601**

COMPANY DATA

Amounts in Euro	Statutory reserve	Fair Value Reserve	Untaxed reserves	Other reserves	Total
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 industrial 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**
Balance as of January 1st 2013	**14.511.503**	**-**	**31.842.653**	**-**	**46.354.156**
Balance as of December 31st 2013	**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.

According to new Income Tax Law No. 4172/2013, article 72, paragraph 12, reserves created of tax exempted profits by legal entities as a provision of previous Income Tax Law No.2238/1994, article 45, which are not distributed or capitalized as of December 31st 2013, from January 1st 2014 these reserves since are not distributed or capitalized, at the end of every forthcoming tax year should be offset tax recognized loses of the preceding five (5) years until their complete depletion.

Group doesn't intend to distribute the aforementioned reserves but to offset them with recognized tax losses at the end of financial year 2014.

The amount from the currency differences for the consolidation of foreign enterprises, includes €39 thousand from subsidiary companies and €(1,925) thousand from associate companies.

20 Borrowings

	CONSOLIDATED DATA	
Amounts in Euro	**31/12/2013**	**31/12/2012**
Long term borrowings		
Bank loans	54.857.180	73.002.227
Finance lease liabilities	1.120.566	1.225.000
Bond Loans	298.262.458	80.886.670
Other	5.088.384	-
Total long term borrowings	**359.328.588**	**155.113.897**
Current Borrowings		
Credit limits bank accounts	48.501.871	12.677.309
Bank loans	158.898.999	401.054.187
Finance lease liabilities	136.418	150.000
Total current borrowings	**207.537.288**	**413.881.496**
Total borrowings	**566.865.876**	**568.995.393**
Total Cash and Cash Equivalents	56.720.808	41.862.828
Net Debt	**510.145.068**	**527.132.565**

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

	CONSOLIDATED DATA	
Amounts in Euro	**31/12/2013**	**31/12/2012**
Between 1 and 2 years	24.160.523	95.362.390
Between 2 and 5 years	334.047.499	58.526.506
	358.208.022	**153.888.897**

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

	CONSOLIDATED DATA	
	31/12/2013	31/12/2012
Bank loans (long-term)	5,78%	6,02%
Bank loans (short-term)	5,23%	5,90%
Bond Loans	5,56%	4,85%
Other borrowings	6,96%	-
Finance lease liabilities	3,21%	3,19%

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

	CONSOLIDATED DATA	
Amounts in Euro	31/12/2013	31/12/2012
Up to 1 year	207.400.871	413.731.496
Between 1 and 2 years	24.287.317	95.512.390
Between 2 and 5 years	334.811.437	59.126.506
Over 5 years	366.252	625.000
Total	**566.865.876**	**568.995.393**

	CONSOLIDATED DATA	
	31/12/2013	31/12/2012
Total borrowings (per currency)		
Euro	532.681.783	534.393.417
USD	-	32
GBP	-	829.212
BGN	34.184.093	33.772.732
Total	**566.865.876**	**568.995.393**

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

Contractual reset dates	31/12/2013	31/12/2012
< 6 months	512.319.753	305.418.328
6 to 12 months	5.358.384	40.076.666

In December 2013 the procedures for the refinancing of part of the existing loans of SIDENOR Group completed, through the issuance of new syndicated collateralized long-term bond loans amounting to € 298,463,000, with co-arrangers the four major Greek Banks, NATIONAL BANK OF GREECE S.A., ALPHA BANK S.A., EUROBANK ERGASIAS S.A. and PIREAUS BANK S.A.

-SIDENOR STEEL INDUSTRY S.A.: €179.800.000
-CORINTH PIPEWORKS S.A.: € 47.300.000
-SOVEL S.A.: €71.363.000

The loans have 5 years maturity with an option of 2 years extension and have been issued according to L.3156/2003 and L.2190/1920, based on decisions of the respective General Shareholders Meetings.
During the nine months of 2013, the subsidiary CORINTH PIPEWORKS S.A., entered in a 47,666 thousand euro loan agreement with the German Bank COMMERZBANK for the financing of the new investment of the LSAW-JCOE large-diameter pipe mill for longitudinally welded pipes in the company's mill in the Industrial Area of Thisvi, Greece. The loan is guaranteed by the German ECA, Euler Hermes Deutschland AG, will be repaid in 8,5 years starting from the completion of the investment and interest 1,95% plus six month Euribor. The completion of the said investment is expected in approximately two years.

The fair market values of loans are equal to their book values, as the impact of discounting is not significant. The fair values are evaluated based on parameters such as interest expense, specific country risk factors, or price quotations at the reporting date and are within level 2 of the fair value hierarchy.

The group for the bonds has given guarantees (Note 32).

Capitalization of borrowing costs

During the year the group's total amount of borrowing costs capitalized is amounted to € 552 thousand relating to:

1. The implementation of a 10 million Euro investment, which will be completed within 2014, in the factory of the subsidiary Sovel, relating to the installation of a new induction furnace in the production facilities in Almyros Volos. The aforementioned actions are expected to substantially improve the production cost, as they save an estimated 200KWh of energy per produced ton of steel, while at the same time the achieved reduction of total direct CO2 emissions of SOVEL will exceed 55kg per ton of steel. This will be an improvement of more than 30% in the total carbon footprint of the facility, since steel rolling will then have a zero carbon footprint (due to no use of natural gas).

2. The total investment value of € 12.2 million, in the premises of the subsidiary Stomana Industry in Bulgaria. The investment program is expected to be completed in 2014. The investment includes the replacement and improvement of the productive mechanical equipment in order to improve the quality and to expand the range of products, aiming at the market penetration of special steels and meeting customer needs for superior quality products.

3. The investment amounting to € 47.6 million and related to the LSAW-JCOE large-diameter pipe mill for longitudinally welded pipes in CORINTH PIPEWORKS mill in the Industrial Area of Thisvi, the completion of which is expected in 2 years.

The interest rate used to determine the capitalized cost of borrowing was 6,32% for the subsidiary STOMANA, 4,85% for the subsidiary SOVEL and 5,86% for the subsidiary CORINTH PIPEWORKS.

21 Financial lease

	CONSOLIDATED DATA	
Amounts in Euro	**31/12/2013**	**31/12/2012**
Finance lease obligations - minimum lease payments		
Up to 1 year	175.171	181.552
1-5 years	700.682	726.208
> 5 years	554.793	756.467
Total	**1.430.646**	**1.664.226**
Less: Future finance charges on finance leases	-173.662	-289.226
Present value of liabilities due to financial leases	**1.256.984**	**1.375.000**
The present value of financial lease liabilities is analyzed below:		
Up to 1 year	136.418	150.000
1-5 years	592.785	600.000
> 5 years	527.781	625.000
Present value of liabilities due to financial leases	**1.256.984**	**1.375.000**

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

	CONSOLIDATED DATA	
	31/12/2013	31/12/2012
Finance lease obligations	3,21%	3,19%

22 Employee Retirement Obligations

Amounts in Euro	CONSOLIDATED DATA 31/12/2013	CONSOLIDATED DATA 31/12/2012 Restated figures	COMPANY DATA 31/12/2013	COMPANY DATA 31/12/2012 Restated figures
Amounts recognized in Balance Sheet				
Present value of obligations	4.450.031	4.665.598	38.987	66.474
Net Liability/(Asset) in Balance Sheet	4.450.031	4.665.598	38.987	66.474
Amounts recognized in Profit and Loss				
Service cost	391.862	428.555	6.568	141.753
Net interest on the net defined benefit liability/(asset)	134.805	214.274	1.795	74.068
Settlement/Curtailment/Termination loss/(gain)	1.353.813	1.826.258	41.873	1.809.706
Other expense/(income)	1.627	-2.413	-	-
Regular P&L Charge	**1.882.107**	**2.466.674**	**50.236**	**2.025.527**

The analysis of changes in benefit obligations of employees due to retirement for the years 2013 and 2012 is as follows:

Reconciliation of benefit obligation				
DBO at start of period	4.665.598	4.701.383	66.474	1.617.176
Contribution of sector	-	-	-	-1.748.111
Service cost	391.862	428.555	6.568	141.753
Interest cost	134.805	214.274	1.795	74.068
Settlement/Curtailment/Termination loss/(gain)	1.353.813	1.826.258	41.873	1.809.706
Other expense/(income)	1.627	-2.413	-	-
Benefits paid directly by the Company	-1.776.381	-3.253.965	-51.425	-2.141.745
DBO adjustment (through OCI)	-16.363	35.877	-21.781	-270.584
Actuarial (gain)/loss - financial assumptions	-259.212	1.157.777	-4.045	13.242
Actuarial (gain)/loss - experience	-45.719	-442.147	-471	-56.285
DBO at end of period	**4.450.031**	**4.665.598**	**38.987**	**-560.780**

The amounts that have been recognized at net equity through the other total income are:

Remeasurements				
Liability gain/(loss) due to changes in assumptions	259.212	-1.157.777	4.045	13.242
Liability experience gain/(loss) arising during the year	45.719	442.147	471	-56.285
Total actuarial gain/(loss) recognised in OCI	**304.931**	**-715.629**	**4.516**	**-43.043**
Other adjustements recognised in OCI	16.363	-35.877	21.781	-270.584
Total amount recognised in OCI over the period	**321.294**	**-751.506**	**26.297**	**-313.627**

The total changes in net liability recognized in the financial statements are:

Movements in Net Liability/(Asset) in BS				
Net Liability/(Asset) in BS at the beginning of the period	4.665.598	4.701.383	66.474	1.617.176
Benefits paid directly	-1.776.381	-3.253.965	-51.425	-2.141.745
Total expense recognized in the income statement	1.882.107	2.466.674	50.236	2.025.527
Contribution of sector	-	-	-	-1.748.111
Total amount recognized in the OCI	-321.294	751.506	-26.297	313.627
Net Liability/(Asset) in BS	**4.450.031**	**4.665.598**	**38.987**	**66.474**

The principal actuarial assumptions used are as follows:

Assumptions	31/12/2013	31/12/2012 Restated figures	31/12/2013	31/12/2012 Restated figures
Discount rate	3,2%-3,4%	2,7% - 4%	3,2%	2,7%
Price inflation	1,75% Gr & 3% BG	2% GR & 3% BG	1,75%	2%
Rate of compensation increase	0,5% Gr & 4% Bg	0,5% GR & 4% Bg	0,5%	0,5%
Plan duration	11,56 - 20,21	12,64 - 20,83	20,21	20,83

The sensitivity analysis for each significant actuarial assumption which was reasonably possible, at the end of the reporting period and shows how the defined benefit obligation would have been affected by those changes is the following:

Sensitivity of results to assumptions	31/12/2013	31/12/2012 Restated figures	31/12/2013	31/12/2012 Restated figures
Discount rate	3,2%-3,4%	3,2%-3,4%	3,2%	2,7%
Rate of salary increase	0,5% Gr & 4% Bg	0,5% Gr & 4% Bg	0,5%	0,5%

For the group companies in Greece:

1. If the discount rate was 0,5% higher, then the defined benefit obligation (DBO) would decrease by about 8%.
2. If the salary increase assumption used was 0,5% higher, then the defined benefit obligation (DBO) would increase from 8% to 8,8% aproximately.
3. If the rates of voluntary retirements were zero, then the defined benefit obligation (DBO) would increase by about 1%.

For group companies abroad:

1.If the discount rate used was 4,1% (rather than 3,6%) , then the defined benefit obligation (DBO) would decrease by about 7%.
2.If the salary increase assumption used was 0,5% higher, then the defined benefit obligation (DBO) would increase by about 7%.

The above sensitivity analysis is based on a change in an assumption while holding all other assumptions constant. In practice, this is unlikely to occur, and changes in some of the assumptions may be correlated. When calculating the sensitivity of the defined benefit obligation to significant actuarial assumptions the same method (present value of the defined benefit obligation calculated with the projected unit credit method at the end of the reporting period) has been applied as when calculating the pension liability recognized within the statement of financial position. The methods and the formula of the assumptions used for the defined analysis has not changed compared with the previous year.

During 2013, the expense recognized in the group's income statement is amounted to € 1.882 thousand. The additional cost which incurred in relation to the corresponding provision was € 1.354 thousand. It is mainly originated from subsidiaries SOVEL (€ 411 thousand), CORINTH PIPEWORKS (€ 234 thousand) and SIDENOR STEEL INDUSTRY (€ 558 thousand) and it is mainly related to staff reductions.

Regarding the risks associated with the above mentioned plans, these plans are unfunded and therefore no plan assets exist and hence asset volatility or similar risks (e.g. low returns, asset concentration etc.) do not exist. The risks associated with the existing plans relate to the actuarial assumptions that are used in determining the liability, that must be reflected in the financial statements, and comprise potential changes in bond yields, which determine the discount rate, and assumptions relating to inflation rate of future salary increase that may affect the future cash flows of the plans.

The restatement of the obligations resulting from the change to IAS 19 is as follows:

	Group	Company
Balance as at 1st January 2012 (Revised)	**4.701.383**	**1.617.176**
Service cost	428.555	141.753
Net interest on the net defined benefit liability/(asset)	214.274	74.068
Settlement/Curtailment/Termination loss/(gain)	38.774	-
Other expense/(income)	1.785.072	1.809.706
Regular P&L Charge	**2.466.674**	**2.025.527**
Remeasurements at acturial assumptions		
Actuarial (gain)/loss - financial assumptions	1.014.672	315.308
DBO adjustment (through OCI)	-263.166	-1.681
Total Other Comprehensive Income	**751.506**	**313.627**
Benefits paid directly by the Company	-3.253.965	-2.141.745
Contribution of sector	-	-1.748.111
DBO at end of period 31/12/2012	**4.665.598**	**66.474**
Service cost	391.862	6.568
Net interest on the net defined benefit liability/(asset)	134.805	1.795
Settlement/Curtailment/Termination loss/(gain)	1.353.813	-
Other expense/(income)	1.627	41.873
Regular P&L Charge	**1.882.107**	**50.236**
Remeasurements at acturial assumptions		
Actuarial (gain)/loss - financial assumptions	-259.212	-4.045
Actuarial (gain)/loss - experience	-45.719	-471
DBO adjustment (through OCI)	-16.363	-21.781
Total Other Comprehensive Income	**-321.294**	**-26.297**
Benefits paid directly by the Company	-1.776.381	-51.425
DBO at end of period	**4.450.031**	**38.987**

23 Government Grants

	CONSOLIDATED DATA		COMPANY DATA	
Amounts in Euro	31/12/2013	31/12/2012	31/12/2013	31/12/2012
Balance at the beginning of the year	8.746.414	9.755.244	-	129.605
Amortization of grants	-1.008.652	-1.008.830	-	-1.786
Transfer of industrial sector to subsidiary	-	-	-	-127.819
Balance at the end of the year	**7.737.762**	**8.746.414**	**-**	**-**

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

24 Trade & Other Payables

	CONSOLIDATED DATA		COMPANY DATA	
Amounts in Euro	**31/12/2013**	**31/12/2012**	**31/12/2013**	**31/12/2012**
Trade payables	88.660.204	90.106.146	109.151	3.882.435
Notes Payable	80.807	80.871	-	-
Customer prepayments	10.922.218	7.524.904	204.891	80.831
Social security funds	2.613.427	2.608.827	16.145	509.867
Amounts owed to related parties	17.614.914	18.240.556	779.628	6.904.808
Dividends payable	27.390	27.390	27.390	27.390
Minority portion on dividends payable	1.671	1.671	-	-
Sundry creditors	4.005.549	3.036.892	25.131	26.571
Deferred income	22.161	10.848	-	-
Accrued expenses	5.632.152	8.164.824	130.678	199.190
Other accruals and deferred income	796.177	540.329	-	-
Other taxes and duties	2.243.230	3.094.655	75.976	227.113
Other current liabilities concerning financial institution	26.244.947	6.012.167	867	-
Other liabilities	136.706	139.494	-	-
Total	**159.001.553**	**139.589.574**	**1.369.857**	**11.858.205**
Long term liabilities	794.333	810.273	-	-
Trade and other payables	131.962.272	132.767.134	1.368.990	11.858.205
Current liabilities concerning financial institution	26.244.947	6.012.167	867	-
Total liabilities	**159.001.553**	**139.589.574**	**1.369.857**	**11.858.205**

A liability amounting to € 23,055 thousand in favor of Public Power Corporation (PPC) is recognized in "Suppliers and Other Liabilities". The said amount is related to the subsidiaries companies SIDENOR STEEL INDUSTRY SA and SOVEL SA. On 21/01/2014, the mentioned companies sent to PPC an extra-judicial document rejecting the proposed invoicing policy on electric energy. They emphasized with thorough technical and economic documentation that regarding those two companies, the energy cost of PPC's production is €34MW/h. It should be noticed that during the period 2010 to 2013, PPC charged the mentioned companies with €123,264 thousand instead of €96,922 thousand. Based upon the conservative principle, the companies are claiming the difference of €26,343, amount which has been charged in the profit and loss statement.

Financial instruments

CONSOLIDATED DATA

31/12/2013

Liabilities	**<1 year**	**1 - 2 years**	**2-5 years**	**> 5 years**
Borrowings	207.400.870	39.038.637	168.109.869	-
Trade and other creditors	143.222.678	-	-	-
Derivatives	42.505	-	-	-
Other current liabilities concerning financial institution	26.244.947	-	-	-
Total	**376.911.000**	**39.038.637**	**168.109.869**	**-**

31/12/2012

Liabilities	**<1 year**	**1 - 2 years**	**2-5 years**	**> 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**	**-**

COMPANY DATA
31/12/2013

Liabilities	**<1 year**	**1 - 2 years**	**2-5 years**	**> 5 years**
Trade and other creditors	1.071.978	-	-	-
Other current liabilities concerning financial institution	867	-	-	-
Total	**1.072.845**	**-**	**-**	**-**

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**	**-**	**-**	**-**

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 31/12/2013
Amounts in Euro

Liabilities	**Derivatives for hedging**	**Other financial liabilities**	**Total**
Long term loans	-	359.328.588	**359.328.588**
Short term loans	-	207.537.288	**207.537.288**
Other current liabilities concerning financial institution	-	26.244.947	**26.244.947**
Trade and other creditors	-	143.222.678	**143.222.678**
Short term Derivatives	50.431	-	**50.431**
Total	**50.431**	**736.333.501**	**736.383.932**

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**

COMPANY DATA
Balances as at 31/12/2013
Amounts in Euro

Liabilities	**Derivatives for hedging**	**Other financial liabilities**	**Total**
Other current liabilities concerning financial institution	-	867	**867**
Trade and other creditors	-	1.071.978	**1.071.978**
Total	**-**	**1.072.845**	**1.072.845**

Balances as at 31/12/2012
Amounts in Euros

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**

25 Provisions

Long-term Provisions

CONSOLIDATED DATA

Amounts in Euro	Pending court cases	Compensation to customers	Other provisions	Total
January 1st 2012	**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 2012	**60.204**	**986.555**	**1.163.780**	**2.210.539**
Additional provisions for the fiscal year	46.260	-	2.166	**48.425**
Used provisions for the fiscal year	-41.254	-	-7.859	**-49.112**
December 31st 2013	**65.210**	**986.555**	**1.158.087**	**2.209.851**

Short-Term provisions

CONSOLIDATED DATA

Amounts in Euro	Pending court cases	Compensation to customers	Other provisions	Total
January 1st 2012	**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**
Additional provisions for the fiscal year	-	-	34.288	**34.288**
Used provisions for the fiscal year	-	-	-39.464	**-39.464**
December 31st 2013	**143.625**	**-**	**89.483**	**233.108**

Pending litigations

The amount of the said provision is based on estimations of the Group's Legal Department. The additional provisions have been recognized as administration expenses of the income statement. 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 cash outflow is expected to arise other than that recognized as at 31 December 2013.

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 recognized in the "distribution expenses".

Moreover, based on the principle of conservatism, the Group evaluates periodically the nature of the contractual obligations and proceeds with adjustments when required.

26 Expenses per category

CONSOLIDATED DATA

31/12/2013

Amounts in Euro	Note	Cost of sales	Distribution expenses	Administrative expenses	Total
Employee Benefits	27	-34.671.772	-7.183.926	-9.167.193	**-51.022.891**
Cost of inventories recognised as an expense		-573.015.985	-1.084.150	-80.211	**-574.180.346**
Energy		-70.623.360	-209.560	-104.654	**-70.937.575**
Depreciation		-34.123.250	-1.644.820	-1.358.741	**-37.126.811**
Insurance Cost		-1.226.162	-3.570.686	-254.317	**-5.051.164**
Rents		-315.595	-351.519	-1.445.566	**-2.112.679**
Transportation		-1.912.670	-35.972.927	-267.781	**-38.153.377**
Third Parties Expenses		-21.607.517	-9.983.769	-10.074.223	**-41.665.509**
Provisions		-1.775.797	-1.431.451	-1.019.812	**-4.227.060**
Other Expenses		-8.697.778	-2.222.328	-2.646.932	**-13.567.037**
Interest		-3.503	-750	-235	**-4.488**
Total		**-747.973.388**	**-63.655.885**	**-26.419.665**	**-838.048.938**

31/12/2012

Amounts in Euro	Note	Cost of sales	Distribution expenses	Administrative expenses	Total
Employee Benefits	27	-40.629.396	-7.589.422	-11.146.179	**-59.364.997**
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**
Interest		-26	-23.184	-400	**-23.610**
Total		**-965.382.003**	**-78.238.996**	**-30.811.729**	**-1.074.432.727**

The comparative financial data have been restated due to the change in accounting policy (IAS 19 amendment).

COMPANY DATA

31/12/2013

Amounts in Euro	Note	Cost of sales	Distribution expenses	Administrative expenses	Total
Employee Benefits	27	-	-171.332	-342.822	**-514.154**
Cost of inventories recognised as an expense		-21.544.825	-	-	**-21.544.825**
Depreciation		-	-9.463	-410.655	**-420.118**
Insurance Cost		-	-66.584	-19.498	**-86.082**
Rents		-	-70.445	-521.969	**-592.414**
Transportation		-13.917	-643.844	-7.481	**-665.243**
Third Parties Expenses		-988.357	-436.434	-565.895	**-1.990.686**
Other Expenses		-	-70.842	-211.738	**-282.580**
Interest		-	-	-175	**-175**
Total		**-22.547.100**	**-1.546.434**	**-2.080.233**	**-26.173.767**

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	-3.294.687	**-9.767.214**
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		-	-600.000	-	**-600.000**
Other Expenses		-215.356	-752.565	-916.121	**-1.884.042**
Interest		-	-195	-365	**-560**
Total		**-205.337.348**	**-13.832.681**	**-9.390.968**	**-228.560.996**

The comparative financial data have been restated due to the change in accounting policy (IAS 19 amendment).

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

Depreciation	**CONSOLIDATED DATA**		**COMPANY DATA**	
	31/12/2013	**31/12/2012**	**31/12/2013**	**31/12/2012**
Cost of sales	-34.123.250	-57.666.510	-	-7.779.594
Selling expenses	-1.644.820	-1.974.453	-9.463	-124.618
Administrative expenses	-1.358.741	-1.753.652	-410.655	-491.128
Other Expenses	-5.726.537	-4.694.226	-29.522	-462.169
Total	**-42.853.348**	**-66.088.842**	**-449.640**	**-8.857.509**

27 Employee Benefit Expense

	CONSOLIDATED DATA		**COMPANY DATA**	
Amounts in Euro	**31/12/2013**	**31/12/2012**	**31/12/2013**	**31/12/2012**
Wages & salaries	41.634.913	48.049.832	423.591	8.364.138
Social security expenses	11.951.779	14.453.660	94.071	2.055.190
Pension cost - defined benefit plans	1.882.107	2.466.674	50.236	2.025.527
Total	**55.468.798**	**64.970.165**	**567.897**	**12.444.855**

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

	CONSOLIDATED DATA		**COMPANY DATA**	
Cost of sales	-34.671.772	-40.629.396	-	-4.271.580
Selling expenses	-7.183.926	-7.589.422	-171.332	-2.200.947
Administrative expenses	-9.167.193	-11.146.179	-342.822	-3.294.687
Other Expenses	-4.445.906	-5.605.168	-53.743	-2.677.641
Total	**-55.468.798**	**-64.970.165**	**-567.897**	**-12.444.855**

The comparative financial data have been restated due to the change in accounting policy (IAS 19 amendment).

28 Finance cost

	CONSOLIDATED DATA		COMPANY DATA	
Amounts in Euro	**31/12/2013**	**31/12/2012**	**31/12/2013**	**31/12/2012**
Income				
Interest income	557.921	597.836	17.119	57.471
Foreign exchange differences	752.322	708.898	-	-
Other	83.824	50.516	463	39.993
Total Income	**1.394.067**	**1.357.250**	**17.582**	**97.464**
Expenses				
Interest and related expenses	-33.466.971	-34.173.902	-14.908	-13.490.133
Promissory Notes	-	-3.065	-	-
Finance leases	-828	-831	-	-
Foreign exchange differences	-1.126.266	-1.875.959	-	-790.358
Other	-2.100.580	-2.979.252	-	-
Total Expenses	**-36.694.645**	**-39.033.010**	**-14.908**	**-14.280.492**
Financial cost (net)	**-35.300.577**	**-37.675.760**	**2.674**	**-14.183.028**

29 Income tax

	CONSOLIDATED DATA		COMPANY DATA	
Amounts in Euro	**31/12/2013**	**31/12/2012**	**31/12/2013**	**31/12/2012**
Current tax	-900.991	-3.457.697	-	-
Deferred tax	-9.896.311	3.669.135	69.927	1.266.235
Total	**-10.797.302**	**211.438**	**69.927**	**1.266.235**

	CONSOLIDATED DATA		COMPANY DATA	
	31/12/2013	**31/12/2012**	**31/12/2013**	**31/12/2012**
Accounting profit before taxes	-75.393.555	-75.669.395	-1.108.639	-27.480.829
Applicable tax	19.602.324	15.131.466	288.246	5.493.841
Impact of permanent tax differences	-2.031.822	-642.180	-39.060	-103.483
Impact of previous years' tax loss offset against profits of the year	-15.568.225	-12.930.121	603.301	-4.124.124
Tax-exempt income	1.691.209	998.902	-	-
Plus previous years' tax audit adjustments	-2.173	-298.885	-	-
Income tax withheld from foreign dividends of previous years	-23.363	-	-	-
Impact of differences of the year excl. income tax calculation	-	21.834	-	-
Provisions for taxes	-	282.548	-	-3.401
Deferred tax receivable from tax losses of previous years not initially recognized	538.788		-	-
Impact on the deferred tax as a result of the Management estimation on the tax rate	-13.432.977	-	-782.560	-
Supplementary tax	-45.361	-23.973	-	-
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	-1.525.704	-2.331.553	-	-
Total income tax	**-10.797.303**	**211.438**	**69.927**	**1.266.235**

The comparative financial data have been restated due to the change in accounting policy (IAS 19 amendment).

According to Article 109 of Law 2238, the current tax rate for domestic companies is 26%. The tax rate on distributed profits, in accordance with Article 54, paragraph 1 of that Act, is 10%.

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 analyzed as follows:

	CONSOLIDATED DATA					
	31/12/2013			31/12/2012		
	Before taxes	Tax (debit)/ credit	After taxes	Before taxes	Tax (debit)/ credit	After taxes
Currency exchange differences offoreign companies	-2.334.218	-	-2.334.218	392.081	-	392.081
hedging	-127.697	31.831	-95.866	3.977.239	-794.695	3.182.544
Recognized actuarial gains / losses	321.293	-130.606	190.687	-751.506	137.807	-613.699
	-2.140.621	**-98.775**	**-2.239.397**	**3.617.814**	**-656.888**	**2.960.926**

	COMPANY DATA					
	31/12/2013			31/12/2013		
	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
Recognized actuarial gains / losses	26297	-10.576	15.721	-313.627	62.725	-250.902
	26297	**-10.576**	**15.721**	**-407.357**	**81.471**	**-325.886**

30 Other Operating income (expenses)

	CONSOLIDATED DATA		COMPANY DATA	
Amounts in Euro	**31/12/2013**	**31/12/2012**	**31/12/2013**	**31/12/2012**
Other income				
Subsidies for the year	346.937	382.202	-	15.932
Income from other activities	3.276.849	2.571.363	1.180.070	8.745.430
Depreciation of grants	1.008.652	1.008.830	-	1.786
Foreign exchange differences	-39.807	358.698	23.742	326.386
Consultancy fees	7.500	8.000	-	-
Profits from valuation of financial assets at fair value through profit or loss	630.793	-	-	-
Other Income	1.148.210	235.897	-	23.650
Total other income	**6.379.134**	**4.564.990**	**1.203.812**	**9.113.184**
Profits from sale of fixed assets	648.081	680.111	1.448.130	2.779
Other operating income	**7.027.215**	**5.245.101**	**2.651.943**	**9.115.963**
Other Expenses				
Production Expenses not Costed	-12.791.808	-4.559.500	-	-
Foreign exchange differences	-20.505	-	-	-
Other Expenses	-4.790.785	-11.928.591	-917.103	-10.055.334
Total	**-17.603.098**	**-16.488.091**	**-917.103**	**-10.055.334**
Losses from sale of fixed assets	-	-5.390	-	-
Other operating expenses	**-17.603.098**	**-16.493.481**	**-917.103**	**-10.055.334**
Other operating income - expenses (net)	**-10.575.884**	**-11.248.380**	**1.734.840**	**-939.371**
Profit / Loss from related companies				
Dividend income	14.400	41.607	-	84.949
Profits from related companies	4.606.172	4.296.392	-	-
Losses from related companies	-2.806.874	-3.288.200	-	-
Expenses associated with participating interests	-949.808	-21.661	-	-871.237
Total	**863.890**	**1.028.138**	-	**-786.288**

Amount of production expenses not costed mainly involves idle cost and other expenses of the subsidiaries SOVEL S.A. (€ 1.9 mill), CORINTH PIPEWORKS S.A. (€ 6.1 mill) and STOMANA INDUSTRY S.A (€ 2.5 mill) whereas amount of (€ 1.3 mill) involves impairment of property of VET S.A. subsidiary.

31 Operating Cash Flows

		CONSOLIDATED DATA		**COMPANY DATA**	
Amounts in Euro	**Note**	**1/1 to 31/12/2013**	**1/1 to 31/12/2012**	**1/1 to 31/12/2013**	**1/1 to 31/12/2012**
Profits/losses after taxes		-86.190.858	-75.455.544	-1.038.710	-26.212.270
Adjustments for:					
Income tax		10.797.302	-211.438	-69.927	-1.266.235
Restatement of income tax due to accounting policy change (1/1/2012) [1]		-	-2.413	-	-2.324
Depreciation of tangible fixed assets	8	42.751.019	65.988.067	449.640	8.852.509
Depreciation of intangible assets	8	102.329	100.775	-	5.000
Impairment of inventories		303.123	2.373.776	-	-
(Profits)/losses from the sale of tangible assets		-648.081	-674.652	-1.448.130	-2.729
Profit/ (loss) in fair value from other financial assets at fair value through profit or loss		949.808	-	-	-
Interest (income)		-1.394.068	-1.357.250	-17.582	-97.464
Interest expenses		36.694.645	39.033.010	14.908	14.280.492
Dividend (income)		-14.400	-1.477.792	-	-84.949
Amortisation of grants		-1.008.652	-1.008.830	-	-1.786
(Profits) / losses from affiliated companies	6	-1.799.298	-1.008.192	-	871.237
Loss from fixed asset destruction	8	569.558	-	-	-
Fixed asset impairment	6	1.284.735	993.711	-	-
Other		101.030	1.010.255	-	-142.572
		2.498.192	**28.303.465**	**-2.109.801**	**-3.801.091**

ı flows from operating activities

		CONSOLIDATED DATA		**COMPANY DATA**	
Amounts in Euro	**Note**	**1/1 to 31/12/2013**	**1/1 to 31/12/2012**	**1/1 to 31/12/2013**	**1/1 to 31/12/2012**
Changes in working capital					
(Increase)/Decrease in inventory		42.544.358	50.639.987	9.833.799	30.269.184
(Increase)/Decrease in receivables		16.187.313	54.995.507	9.701.965	6.817.992
Increase /(decrease) of liabilities		19.766.459	-54.594.643	-10.487.754	-20.399.411
Increase /(decrease) of provisions		1.361.373	8.188	-	228.050
Increase / (decrease) in personnel benefits due to retirement		-24.879	-784.880	-1.190	-116.218
		79.834.624	**50.264.159**	**9.046.820**	**16.799.597**
Net cash flows from operating activities		**82.332.816**	**78.567.624**	**6.937.019**	**12.998.506**

Profits /(losses) from sale of tangible assets include:					
Amounts in Euro					
Net book value	**8**	1.021.202	2.120.078	3.851.870	494
Profit /(losses) from sale of tangible assets		648.081	674.652	1.448.130	2.729
Income from sale of tangible assets		**1.669.283**	**2.794.730**	**5.300.000**	**3.223**
Profits /(losses) from sale-valuation of other financial assets:	**11**	-949.808	-	-	-

The comparative financial data have been restated due to the change in accounting policy (IAS 19 amendment).

32 Commitments

Contractual commitments

Contractual commitments

Amounts in Euro	CONSOLIDATED DATA	
	31/12/2013	31/12/2012
Tangible assets	49.671.324	5.542.891
	49.671.324	**5.542.891**

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

Amounts in Euro	CONSOLIDATED DATA		COMPANY DATA	
	31/12/2013	31/12/2012	31/12/2013	31/12/2012
Under 1 year	1.031.344	947.029	166.036	189.118
From 1-5 years	2.940.559	2.856.887	761.207	833.984
More than 5 years	763.910	965.638	276.400	276.400
	4.735.813	**4.769.554**	**1.203.643**	**1.299.502**
	31/12/2013	**31/12/2008**	**31/12/2013**	**31/12/2008**
Burden to Results	**1.585.601**	**2.254.686**	**174.653**	**482.192**

Capital commitments

The capex of the subsidiary company CORINTH PIPEWORKS S.A in progress at 31/12/2013 amounting to € 45,091 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	31/12/2013	31/12/2012	31/12/2013	31/12/2012
Guarantees for securing payables to suppliers	22.301.251	29.647.621	2.414.822	5.222.060
Good performance guarantees to customers	880.401	881.493	190.756	190.756
Other contigent liabilities	4.103.222	9.513.935	-	-
Total	**27.284.875**	**40.043.049**	**2.605.577**	**5.412.816**

Amounts in Euro	CONSOLIDATED DATA		COMPANY DATA	
	31/12/2013	31/12/2012	31/12/2013	31/12/2012
Lawsuits of employees	65.210	60.204	-	-
Other lawsuits	526.088	143.622	-	-
Contractual obligations	825.000	971.837	-	-
Bank Letters of Guarantee	1.985.627	7.636.974	-	-
Tax liabilities	53.297	53.297	-	-
Other contigent liabilities	648.000	648.000	-	-
Total	**4.103.222**	**9.513.935**	**-**	**-**

On the 1st of January 2013, subsidiary Stomana Industry S.A. had recognized a provision of €60 thousand against lawsuits by former employees due to dismissals and labour accidents. During the year, a new provision of €46 thousand has been recognized and €41 thousand have been used. The current amount of the provision is €65 thousand.

The subsidiary Corinth Pipeworks S.A. on 31/12/2013 recognized a provision of €1,180 thousand. (of which €144 thousands regards cases in court or under arbitration of a total amount of €526 thousand € 50 thousand provisions for taxes and €986 thousand for compensation). On the 31/12/2013, the subsidiary company 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.

The provision of open tax year is €560 thousand for the Group.

There is also a balance of other provisions amounting to €687 thousand related to receivables of the subsidiary company SIDENOR STEEL PRODUCTION S.A. of € 648 and general expenses of subsidiaries SIGMA S.A. of € 34 thousand, ETIL S.A. of € 5 thousand.

In 2010, the subsidiary Corinth Pipeworks S.A. has made an impairment to a receivable of € 18,627,586 ($ 24,864,102) due to its overdue status. On 31/12/2013, the same amount is valuated at € 18,039,688. While subsidiary 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 subsidiary company considers that for the moment there is no reason to revise the provisions amounting to € 9,050,909 (2012: € 9,462,843) that has formed in its financial statements. Management estimates that potential loss will not exceed the impaired amount.

The application that was submitted by the subsidiary company CORINTH PIPEWORKS on September 26th 2013 before Dubai's Court of Cassation for review of the decision that ordered the set off between the subsidiary company's claim which was recognized by the court with res judicata and the customer's counterclaim which was raised by the latter under the legal action brought against him by the subsidiary company and which counterclaim is denied by the subsidiary company as fictitious, was accepted by the Court of Cassation which ordered the cancelation of the decision as regards to the customer's counterclaim and to refer the case back to the Court of appeal for review with new panel. Therefore, the subsidiary company believes that the likelihood of an outflow of resources from the outcome of the counterclaim of that customer versus the subsidiary company is remote.

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 company imposed a prudent attachment on the property of third party involved in the mentioned case.

For FY 2013 there were no changes regarding the collection of the due amount.

34 Existing Collateral

Mortgages and statutory notices of mortgage in the amount of €438,157 thousand in favour of banks have been filled against the fixed assets of subsidiaries companies for current loan balances totalling € 329,611 thousand.

	Initial value of mortgaged assets	Current loan balance
SIDENOR STEEL INDUSTRY S.A.	215.760	179.800
CORINTH PIPEWORKS S.A.	56.760	47.300
STOMANA INDUSTRY S.A.	80.001	31.148
SOVEL S.A.	85.636	71.363
	438.157	**329.611**

35 Related Parties

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

Amounts in Euro	CONSOLIDATED DATA 31/12/2013	CONSOLIDATED DATA 31/12/2012	COMPANY DATA 31/12/2013	COMPANY DATA 31/12/2012
Sales of goods				
Subsidiaries	-	-	9.305.612	116.169.810
Associates	18.984.899	15.801.920	117.035	4.590.110
Other Related Parties	32.474.499	31.259.709	1.463.505	13.413.198
	51.459.397	**47.061.630**	**10.886.152**	**134.173.118**
Sales of services				
Subsidiaries	-	-	1.219.987	16.771.839
Associates	167.654	366.157	-	2.325
Other Related Parties	2.565.556	1.924.296	77.591	76.403
	2.733.210	**2.290.454**	**1.297.578**	**16.850.567**
Sales of fixed assets				
Subsidiaries	-	-	5.300.000	3.159
Other Related Parties	-	157	-	-
	-	**157**	**5.300.000**	**3.159**
Purchases of goods				
Subsidiaries	-	-	3.820.541	36.550.846
Associates	287.311	2.168.358	-	107.314
Other Related Parties	93.121.848	114.164.290	-	5.866.022
	93.409.159	**116.332.648**	**3.820.541**	**42.524.182**
Purchases of services				
Subsidiaries	-	-	261.945	3.045.231
Associates	2.832.736	3.372.671	358.420	1.944.216
Other Related Parties	6.171.946	8.659.363	590.773	3.530.022
	9.004.682	**12.032.034**	**1.211.139**	**8.519.470**
Purchases of fixed assets				
Subsidiaries	-	-	5.226	171.243
Associates	-	29.595	-	-
Other Related Parties	-	369.046	-	4.167
	-	**398.642**	**5.226**	**175.411**

Board of Directors' and Senior Officers' Remuneration

Amounts in Euro	CONSOLIDATED DATA 31/12/2013	CONSOLIDATED DATA 31/12/2012	COMPANY DATA 31/12/2013	COMPANY DATA 31/12/2012
Salaries and other benefits to directors and key management	2.263.374	2.208.380	326.463	480.922
	2.263.374	**2.208.380**	**326.463**	**480.922**

	31/12/2013	31/12/2012	31/12/2013	31/12/2012
Liabilities to senior Management and Board Members	**59.701**	**62.390**	**-**	**-**

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	CONSOLIDATED DATA 31/12/2013	CONSOLIDATED DATA 31/12/2012	COMPANY DATA 31/12/2013	COMPANY DATA 31/12/2012
Receivables from related parties:				
Subsidiaries	-	-	4.288.080	3.199.251
Associates	15.627.393	14.772.325	679.127	1.976.549
Other Related Parties	19.800.958	18.207.009	1.002.540	729.725
	35.428.351	**32.979.334**	**5.969.747**	**5.905.525**
Liabilities to associates:				
Subsidiaries	-	-	478.794	6.405.938
Associates	932.335	2.659.657	3.478	200.493
Other Related Parties	16.682.579	15.580.898	297.357	298.377
	17.614.914	**18.240.556**	**779.628**	**6.904.808**

Dividend income

SOVEL's dividend income is derived from STEELMET (€14 thousand), CORINTH PIPEWORKS' dividend income is derived from the associate ZAO TMK-CPW (€2,401 thousand) and SIDENOR STEEL INDUSTRY' dividend income is derived from PRAKSYS (€ 70 thousand).

The Group's commercial transactions with its related parties (persons or entities) during the current period 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 related parties 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

Continued operations

Basic	**CONSOLIDATED DATA**		**COMPANY DATA**	
Amounts in Euro	**12 months until 31/12/2013**	**12 months until 31/12/2012 Restated figures**	**12 months until 31/12/2013**	**12 months until 31/12/2012 Restated figures**
Profits attributable to parent company shareholders	-73.746.998	-66.655.121	-1.038.712	-26.212.270
Weighted average number of shares	96.243.908	96.243.908	96.243.908	96.243.908
Basic earnings per share (Euro per share)	(0,7663)	(0,6926)	(0,0108)	(0,2724)

Diluted	**CONSOLIDATED DATA**		**COMPANY DATA**	
Amounts in Euro	**12 months until 31/12/2013**	**12 months until 31/12/2012 Restated figures**	**12 months until 31/12/2013**	**12 months until 31/12/2012 Restated figures**
Profits attributable to parent company shareholders	-73.746.998	-66.655.121	-1.038.712	-26.212.270
Weighted average number of shares	96.243.908	96.243.908	96.243.908	96.243.908
Diluted earnings per share (Euro per share)	(0,7663)	(0,6926)	(0,0108)	(0,2724)

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, adjusted with the effect of share option.

37 Fiscal Years non-audited by tax authorities

The parent company has been audited by the tax authorities until the fiscal year 2010.

For the FY 2012 PricewaterhouseCoopers performed the tax audit and there were no additional tax liabilities, in excess of those disclosed in the financial statements.
For the 2013 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 - 2013	2010 - 2010	2012 - 2013
CORINTH PIPEWORKS S.A.	2008 - 2013	2008 - 2010	2012 - 2013
ERLIKON WIRE PROCESSING S.A.	2006 - 2013	2006 - 2010	2012 - 2013
AEIFOROS S.A.	2010 - 2013	2010 - 2010	2012 - 2013
SIDENOR STEEL INDUSTRY S.A.	2007 - 2013	2007 - 2010	2012 - 2013
PROSAL S.A.	2007 - 2013	2007 - 2010	2012 - 2013
ETIL S.A.	2004 - 2013	2004 - 2010	2012 - 2013
ARGOS S.A.	2009 - 2013	2009 - 2010	2012 - 2013
VET S.A.	2010 - 2013	2010 - 2010	2012 - 2013
PRAKSYS S.A.	2010 - 2013	2010 - 2010	2012 - 2013
THERMOLITH S.A.	2010 - 2013	2010 - 2010	2012 - 2013
VEMET S.A.	2003 - 2013	2003 - 2010	2012 - 2013
VEAT S.A.	2013	-	2012 - 2013
DIA.VI.PE.THIV. S.A.	2010 - 2013	2010 - 2010	2012 - 2013
SIDMA S.A.	2008 - 2012	2008 - 2010	2012 - 2013
DIAPEM S.A.	2010 - 2012	2010 - 2010	2012 - 2013
V.EPE.M. S.A.	2010 - 2012	2010 - 2010	2012 - 2013
METALOURGIA ATTIKIS S.A.	2007 - 2012	2007 - 2010	2012 - 2013
BIODIESEL S.A.	2007 - 2010	2007 - 2010	2012 - 2013

For the Greek subsidiaries and affiliates, the tax audit for the fiscal year 2013 financial year is 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.
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.

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 - 2013
TEPRO STEEL EAD	2008 - 2013
AEIFOROS BULGARIA S.A.	2007 - 2013
SIGMA S.A.	2008 - 2013
PROSAL TUBES S.A.	2008 - 2013
BOZETTI LTD	2010 - 2013
DOJRAN STEEL LLCOP	2008 - 2013
SIDEROM STEEL SLR	2007 - 2013
SIDERAL SHPK	2005 - 2013
PORT SVISHTOV WEST S.A.	2008 - 2013
SIDEBALK STEEL DOO	2011 - 2013
PRISTANISHTEN KOMPLEX SVILOSA EOOD	2004 - 2013
JOSTDEX LTD	2010 - 2013
DOMOPLEX LTD	2007 - 2012
ZAO TMK-CPW	2010 - 2012
AWM SPA	2006 - 2012
SMARTREO PTY LTD	2013 - 2013

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

38 Number of Personnel

Number of employees at the end of the current period: Group: 2,783 and Parent Company: 7. For the same period in 2012 Group's personnel amounted to 2,745 employees and Parent Company's to 12 employees.

39 Auditors' remunerations

The total remuneration charged in 2013 by the chartered auditors amounted to €728 thousand and €198 thousand for the Group and the Company respectively. The remuneration related to:

Amounts in Euro	Consolidated	Company
Fees for regular audit	611	101
Fees for other audit services	25	18
Fees for tax advisory services	8	-
Fees for other non-audit services	84	79
	728	**198**

40 Events after the Balance Sheet date

Following the decision of the General Meeting of Public Power Corporation (PPC) on 28/02/2014 regarding the reduction of the price of electricity for industry, a positive measure for the recovery of competitiveness, SIDENOR S.A. announces a new 10 million euro investment in its Thessaloniki plant.

The objective of the new investment is to avoid the reheating of billets - as done in the classical reheating method in gas – fired furnaces – by installing an electric induction furnace in line with the continuous caster, which will raise the temperature of the already hot billets to the required rolling temperature, before cooling . Thanks to this investment significant energy saving will be achieved and at the same time total carbon footprint will be reduced, since steel rolling will then have a zero direct carbon footprint (no use of natural gas).

41 Important events during the financial year 2013

The most important events that took place during the financial year 2013 are the following:

On February 21, 2013 it was announced that due to the difficult economic conditions in Greece hitting mainly the construction activity 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, proceeded to temporary suspension of the production of the plant in Almyros, Magnesia during March.

The sales of products continued normally, during the suspension period, along with the supply of raw materials (scrap). The factory reopened normal 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 Board of Directors during its session on March 19, 2013 decided the election of Mr. Nikolaos Mariou, as a new executive member of the Board, in replacement of the departed executive member and Chief Executive Officer Mr. Sarados Milios. At the same time, the Board of Directors named Mr. Nikolaos Mariou as the General Manager of SIDENOR S.A.

In May, the 100% subsidiary company STOMANA INDUSTRY S.A. signed a technical assistance agreement with the Japanese company DAIDO STEEL Co. Ltd., which ranks among the world's largest steel manufacturers of special steel. Specifically, this agreement relates to technical assistance from DAIDO STEEL for further development of STOMANA INDUSTRY SA´ Special Quality Bars (SBQ) existing business, targeting industrial sector, such as the Automotive Industry.

In December 2013 the procedures for the refinancing of part of the existing loans of SIDENOR Group completed, through the issuance of new syndicated collateralized long-term bond loans amounting to € 298,463,000, with co-arrangers the four major Greek Banks, NATIONAL BANK OF GREECE S.A., ALPHA BANK S.A., EUROBANK ERGASIAS S.A. and PIREAUS BANK S.A. The loans have 5 years maturity with an option of 2 years extension and have been issued according to L.3156/2003 and L.2190/1920, based on decisions of the respective General Shareholders Meetings.

During the financial year, the implementation of a 10 million Euro investment began in the factory of the subsidiary Sovel, relating to the installation of a new induction furnace in the production facilities in Almyros Volos. The aforementioned actions are expected to substantially improve the production cost, as they save an estimated 200KWh of energy per produced ton of steel, while at the same time the achieved reduction of total direct CO2 emissions of SOVEL will exceed 55kg per ton of steel. This will be an improvement of more than 30% in the total carbon footprint of the facility, since steel rolling will then have a zero carbon footprint (due to no use of natural gas). The investment program is expected to be completed within 2014.

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 13th, 2013 at 11.00 pm, the following were decided:

(i) Approval of the Annual Financial Statements of the fiscal year 2012, 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, 2012.

(iii) Appointment of audit firm "PricewaterhouseCoopers" as auditors for financial year 1/1-31/12/2013 with their remuneration to be fixed following their pertinent proposal.

(iv) Approval of the election of Mr. Nikolaos Mariou on 19/3/2013 in replacement of Mr. Sarados Milios, who resigned from his position.

(v) 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 2014), as follows:

1. George Kalfarentzos, Chairman of BoD - Executive member
2. Nikolaos Koudounis, Vice-chairman of BoD - Executive member
3. Nikolaos Mariou, 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

(vi) 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.

(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 Restatement of comparative financial data

Employee Benefits

From 01/01/2013 Group is applying the amended IAS 19

This amendment makes significant changes to the recognition and measurement of defined benefit pension expense and termination benefits (eliminates the corridor approach).

The change in the accounting policy was made according to IAS 8 “Accounting Policies, Changes in Accounting Estimates and Errors”.

The key changes relate mainly to recognition of actuarial gains and losses and recognition of past service cost / curtailment.

The restated figures are as follows:

42.1 Statement of Financial Position

42.1.1 Consolidated

Amounts in Euro	Published figures	1/1/2012 Restatement due to change in accounting estimate	Restated figures
ASSETS			
Non-current assets			
Land & Buildings	257.211.327	-	257.211.327
Machinery	404.228.018	-	404.228.018
Other tangible assets	77.687.985	-	77.687.985
Intangible assets	1.036.985	-	1.036.985
Investments in associates	29.811.322	-	29.811.322
Available for sale financial assets	1.544.500	-	1.544.500
Deferred tax assets	83.140	-	83.140
Other receivables	5.864.720	-	5.864.720
	777.467.997	**-**	**777.467.997**
Current Assets			
Inventories	335.903.240	-	335.903.240
Trade and other receivables	236.520.113	-	236.520.113
Income tax receivables	7.874.902	-	7.874.902
Derivative financial instruments	533.516	-	533.516
Financial assets at fair value through profit or loss	7.337	-	7.337
Cash and cash equivalents	47.427.286	-	47.427.286
	628.266.394	**-**	**628.266.394**
Total Assets	**1.405.734.391**	**-**	**1.405.734.391**
EQUITY			
Capital and reserves attributable to equity holders			
Share capital	39.460.002	-	39.460.002
Share premium	120.406.136	-	120.406.136
Currency translation adjustments	-2.390.847	-	-2.390.847
Other reserves	104.443.617	-	104.443.617
Retained earnings	180.382.710	993.790	181.376.500
Total	442.301.618	993.790	443.295.408
Non-controlling interest	98.393.449	202.469	98.595.918
Total Equity	**540.695.067**	**1.196.259**	**541.891.326**
LIABILITIES			
Non-current liabilities			
Borrowings	175.064.320	-	175.064.320
Deferred tax liabilities	54.811.307	274.872	55.086.179
Retirement benefit obligations	6.045.775	-1.471.130	4.574.645
Government Grants	9.755.244	-	9.755.244
Provisions for other liabilities and charges	2.573.062	-	2.573.062
Other non-current liabilities	9.008.625	-	9.008.625
	257.258.333	**-1.196.259**	**256.062.074**
Current liabilities			
Trade and other payables	181.611.262	-	181.611.262
Income tax liabilities	1.423.406	-	1.423.406
Borrowings	418.384.576	-	418.384.576
Other current liabilities	879.921	-	879.921
Derivative financial instruments	4.558.052	-	4.558.052
Retirement benefit obligations	126.738	-	126.738
Provisions for other liabilities and charges	797.036	-	797.036
	607.780.991	**-**	**607.780.991**
Total liabilities	**865.039.324**	**-1.196.259**	**863.843.065**
Total equity and liabilities	**1.405.734.391**	**-**	**1.405.734.391**

Amounts in Euro	31/12/2012		
	Published figures	Restatement due to change in accounting estimate	Restated figures
ASSETS			
Non-current assets			
Land & Buildings	257.504.889	-	257.504.889
Machinery	409.277.080	-	409.277.080
Other tangible assets	27.511.404	-	27.511.404
Intangible assets	957.785	-	957.785
Investments in associates	29.830.398	-	29.830.398
Available for sale financial assets	1.544.500	-	1.544.500
Deferred tax assets	132.384	-	132.384
Other receivables	5.829.070	-	5.829.070
	732.587.510	**-**	**732.587.510**
Current Assets			
Inventories	285.263.254	-	285.263.254
Trade and other receivables	180.769.405	-	180.769.405
Income tax receivables	8.382.127	-	8.382.127
Derivative financial instruments	134.597	-	134.597
Financial assets at fair value through profit or loss	7.337	-	7.337
Cash and cash equivalents	41.862.828	-	41.862.828
	516.419.548	**-**	**516.419.548**
Total Assets	**1.249.007.058**	**-**	**1.249.007.058**
EQUITY			
Capital and reserves attributable to equity holders			
Share capital	39.460.002	-	39.460.002
Share premium	120.406.136	-	120.406.136
Currency translation adjustments	-2.094.648	-	-2.094.648
Other reserves	103.018.140	-	103.018.140
Retained earnings	117.626.860	487.483	118.114.342
Total	378.416.489	487.483	378.903.972
Non-controlling interest	90.373.157	85.426	90.458.583
Total Equity	**468.789.646**	**572.909**	**469.362.555**
LIABILITIES			
Non-current liabilities			
Borrowings	153.888.897	-	153.888.897
Financial lease liabilities	1.225.000	-	1.225.000
Deferred tax liabilities	51.988.094	137.064	52.125.158
Retirement benefit obligations	5.310.448	-709.973	4.600.475
Government Grants	8.746.414	-	8.746.414
Provisions for other liabilities and charges	2.210.539	-	2.210.539
Other non-current liabilities	810.273	-	810.273
	224.179.665	**-572.909**	**223.606.756**
Current liabilities			
Trade and other payables	132.767.134	-	132.767.134
Income tax liabilities	2.964.200	-	2.964.200
Borrowings	413.731.496	-	413.731.496
Other current liabilities	6.012.166	-	6.012.166
Derivative financial instruments	109.343	-	109.343
Retirement benefit obligations	65.123	-	65.123
Provisions for other liabilities and charges	238.285	-	238.285
	556.037.747	**-**	**556.037.747**
Total liabilities	**780.217.412**	**-572.909**	**779.644.503**
Total equity and liabilities	**1.249.007.058**	**-**	**1.249.007.058**

42.1.2 Company

Amounts in Euro

	Published figures	1/1/2012 Restatement due to change in accounting estimate	Restated figures
ASSETS			
Non-current assets			
Land & Buildings	54.074.435	-	54.074.435
Machinery	67.104.617	-	67.104.617
Other tangible assets	6.690.792	-	6.690.792
Intangible assets	24.004	-	24.004
Investments in associates	11.904.011	-	11.904.011
Investments in subsidiaries	214.756.642	-	214.756.642
Available for sale financial assets	1.414.471	-	1.414.471
Other receivables	4.801.539	-	4.801.539
	360.770.511	**-**	**360.770.511**
Current Assets			
Inventories	81.663.933	-	81.663.933
Trade and other receivables	134.773.586	-	134.773.586
Income tax receivables	7.746.548	-	7.746.548
Derivative financial instruments	126.926	-	126.926
Cash and cash equivalents	8.320.060	-	8.320.060
	232.631.053	**-**	**232.631.053**
Total Assets	**593.401.564**	**-**	**593.401.564**
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	59.282.454	-	59.282.454
Retained earnings	33.314.620	310.052	33.624.672
Total	252.463.212	310.052	252.773.264
Non-controlling interest	-		-
Total Equity	**252.463.212**	**310.052**	**252.773.264**
LIABILITIES			
Non-current liabilities			
Borrowings	47.416.672	-	47.416.672
Deferred tax liabilities	12.732.965	77.513	12.810.478
Retirement benefit obligations	2.004.741	-387.565	1.617.176
Government Grants	129.605	-	129.605
Provisions for other liabilities and charges	914.629	-	914.629
Other non-current liabilities	3.064.482	-	3.064.482
	66.263.094	**-310.052**	**65.953.042**
Current liabilities			
Trade and other payables	87.559.093	-	87.559.093
Borrowings	186.203.046	-	186.203.046
Other current liabilities	879.923	-	879.923
Derivative financial instruments	33.196	-	33.196
	274.675.258	**-**	**274.675.258**
Total liabilities	**340.938.352**	**-310.052**	**340.628.300**
Total equity and liabilities	**593.401.564**	**-**	**593.401.564**

Amounts in Euro	31/12/2012		
	Published figures	Restatement due to change in accounting estimate	Restated figures
ASSETS			
Non-current assets			
Land & Buildings	29.877.943	-	29.877.943
Machinery	3.899.889	-	3.899.889
Other tangible assets	34.828	-	34.828
Investments in subsidiaries	131.824.107	-	131.824.107
Other receivables	3.375.353	-	3.375.353
	169.012.120	**-**	**169.012.120**
Current Assets			
Inventories	13.678.378	-	13.678.378
Trade and other receivables	7.331.924	-	7.331.924
Income tax receivables	6.750.777	-	6.750.777
Cash and cash equivalents	851.083	-	851.083
	28.612.162	**-**	**28.612.162**
Total Assets	**197.624.282**	**-**	**197.624.282**
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	46.354.156		46.354.156
Retained earnings	-22.946.230	49.853	-22.896.377
Total	183.274.064	49.853	183.323.917
Non-controlling interest	-		-
Total Equity	**183.274.064**	**49.853**	**183.323.917**
LIABILITIES			
Non-current liabilities			
Deferred tax liabilities	2.363.223	12.463	2.375.686
Retirement benefit obligations	128.790	-62.316	66.474
	2.492.013	**-49.853**	**2.442.160**
Current liabilities			
Trade and other payables	11.858.205		11.858.205
	11.858.205	**-**	**11.858.205**
Total liabilities	**14.350.218**	**-49.853**	**14.300.365**
Total equity and liabilities	**197.624.282**	**-**	**197.624.282**

42.2 Income Statement

	Consolidated figures			Company figures		
	12 months until 31/12/2012			12 months until 31/12/2012		
	Published figures	Restatement due to changes in accounting policy (IAS 19)	Restated figures	Published figure	Restatement due to changes in accounting policy (IAS 19)	Restated figures
Amounts in Euro						
Sales	1.046.659.335	-	1.046.659.335	216.988.855	-	216.988.855
Cost of sales	-965.382.003	-	-965.382.003	-205.337.348	-	-205.337.348
Gross profit	**81.277.332**	**-**	**81.277.332**	**11.651.507**	**-**	**11.651.507**
Selling expenses	-78.238.996	-	-78.238.996	-13.832.681	-	-13.832.681
Administrative expenses	-30.799.665	-12.064	-30.811.729	-9.379.346	-11.622	-9.390.968
Other operating income	5.245.103	-	5.245.103	9.115.963	-	9.115.963
Other operating expenses	-16.493.483	-	-16.493.483	-10.055.334	-	-10.055.334
Operating results	**-39.009.709**	**-12.064**	**-39.021.773**	**-12.499.891**	**-11.622**	**-12.511.513**
Financial Income	1.357.250	-	1.357.250	97.464	-	97.464
Financial Expenses	-39.033.010	-	-39.033.010	-14.280.492	-	-14.280.492
Dividend income	41.607	-	41.607	84.949	-	84.949
Profits/ (losses) from participations	-21.661	-	-21.661	-	-	-
Profits /(losses) from associates	1.008.192	-	1.008.192	-871.237	-	-871.237
Profits/(losses) before taxes	**-75.657.331**	**-12.064**	**-75.669.395**	**-27.469.207**	**-11.622**	**-27.480.829**
Income tax expense	211.438	2.413	213.851	1.266.235	2.324	1.268.559
Profits/(losses) after taxes	**-75.445.893**	**-9.651**	**-75.455.544**	**-26.202.972**	**-9.298**	**-26.212.270**
Attributable to:						
Owners of the parent	-66.648.741	-6.380	-66.655.121	-26.202.972	-9.298	-26.212.270
Non-controlling interests	-8.797.152	-3.271	-8.800.423	-	-	-
	-75.445.893	**-9.651**	**-75.455.544**	**-26.202.972**	**-9.298**	**-26.212.270**
Basic	(0,6925)	(0,0001)	(0,6926)	(0,2723)	(0,0001)	(0,2724)
Diluted	(0,6925)	(0,0001)	(0,6926)	(0,2723)	(0,0001)	(0,2724)

The restatement of the profit and loss statement is due to the past service recognition and the transfer of the recognized actuarial income/ (expenses) to the other comprehensive income.

42.3 Statement of Other Comprehensive Income after taxes

	Consolidated figures			Company figures		
	12 months until 31/12/2012			12 months until 31/12/2012		
	Published figures	Restatement due to changes in accounting policy (IAS 19)	Restated figures	Published figures	Restatement due to changes in accounting policy (IAS 19)	Restated figures
Profits/(losses) after taxes	**-75.445.893**	**-9.651**	**-75.455.544**	**-26.202.972**	**-9.298**	**-26.212.270**
Other Comprehensive Income after taxes which will be transferred to profit or loss in the future						
Exchange differences translation of the financial statements from international business operations	392.081	-	392.081	-	-	-
Profit / (loss) after tax from the change of the fair value of the cash flow hedging	3.182.544	-	3.182.544	-74.984	-	-74.984
Total income after taxes which will be transferred to profit or loss in the future	**3.574.625**	**-**	**3.574.625**	**-74.984**	**-**	**-74.984**
Recognized actuarial gains / losses	-	-613.699	-613.699	-	-250.902	-250.902
Total income after taxes	**3.574.625**	**-613.699**	**2.960.926**	**-74.984**	**-250.902**	**-325.886**
Total comprehensive income after taxes	**-71.871.268**	**-623.350**	**-72.494.618**	**-26.277.956**	**-260.199**	**-26.538.155**

Attributable to:						
Owners of the parent	-63.859.615	-506.307	-64.365.922	-26.277.956	-260.199	-26.538.155
Non-controlling interest	-8.011.653	-117.043	-8.128.696	-	-	-
	-71.871.268	**-623.350**	**-72.494.618**	**-26.277.956**	**-260.199**	**-26.538.155**

The restatement of the other comprehensive income is resulted to the recognition of the non-actuarial income / (expenses) and to the transfer of the recognized actuarial income / (expenses) from the profit and loss statement, as well as to the corresponding tax.

42.4 Statement Changes in Shareholders' Equity

Amounts in Euro	Attributable to shareholders of the parent company 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 2012	159.866.138	-2.436.752	106.880.370	180.382.710	-2.390.847	442.301.619	98.393.449	540.695.068
Restatement due to accounting policy change (1/1/2012) 1	-	-	-	993.790	-	993.790	202.469	1.196.259
Restated Balance as of 1 January 2012	**159.866.138**	**-2.436.752**	**106.880.370**	**181.376.500**	**-2.390.847**	**443.295.409**	**98.595.918**	**541.891.327**
Cumulative Comprehensive income/(expenses) after taxes	-	-	-	-66.648.741	296.199	-66.352.542	-8.797.152	-75.149.694
Restatement Comprehensive income/(expense) after taxes	-	-	-	-6.380	-	-6.380	-3.271	-9.651
Restated Comprehensive income/(expense) after taxes	**-**	**-**	**-**	**-66.655.121**	**296.199**	**-66.358.922**	**-8.800.423**	**-75.159.345**
Other Comprehencive Income/(expenses) after taxes	-	2.492.927	-	-	-	2.492.927	785.498	3.278.426
Restatement Comprehencive Income(expenses) after taxes	-	-	-	-499.928	-	-499.928	-113.772	-613.699
Restated Comprehencive income/(expenses) after taxes	**-**	**2.492.927**	**-**	**-499.928**	**-**	**1.993.000**	**671.727**	**2.664.727**
Restated Cumulative Comprehensive income/(expenses) after taxes	**-**	**2.492.927**	**-**	**-67.155.048**	**296.199**	**-64.365.922**	**-8.128.697**	**-72.494.619**
Share Capital Issuance /(decrease)	-	-	-	-	-	-	45.000	45.000
Increase - decrease of participation percentage in subsidiary	-	-	1.269	-26.784	-	-25.515	-53.638	-79.154
Transfer to reserves	-	-	-3.919.675	3.919.675	-	-	-	-
Restated Balance as of 31 December 2012	**159.866.138**	**56.175**	**102.961.964**	**118.114.342**	**-2.094.648**	**378.903.972**	**90.458.583**	**- 469.362.554**

Amounts in Euro	Share Capital & Share Premium Reserves	Fair Value Reserve	Other reserves	Results carried forward	Total Shareholders Equity
COMPANY DATA					
Balance as of 1 January 2012	**159.866.138**	**74.984**	**59.207.470**	**33.314.620**	**252.463.212**
Restatement due to accounting policy change (1/1/2012)	-	-	-	310.052	310.052
Restated Balance as of 1 January 2012	**159.866.138**	**74.984**	**59.207.470**	**33.624.672**	**252.773.264**
Cumulative Comprehensive income/(expenses) after taxes	-	-	-	-26.202.972	-26.202.972
Restatement Comprehensive income/(expense) after taxes	-	-	-	-9.298	-9.298
Restated Comprehencive income/(expenses) after taxes	**-**	**-**	**-**	**-26.212.270**	**-26.212.270**
Other Comprehencive Income/(expenses) after taxes	-	-74.984	-	-	-74.984
Restatement Comprehencive Income(expenses) after taxes	-	-	-	-250.902	-250.902
Restated Comprehencive income/(expenses) after taxes	**-**	**-74.984**	**-**	**-250.902**	**-325.886**
Restated Cumulative Comprehensive income/(expenses) after taxes	**-**	**-74.984**	**-**	**-26.463.171**	**-26.538.155**
Share Capital Issuance /(decrease)	-	-	-	-35.818.722	**-35.818.722**
Increase - decrease of participation percentage in subsidiary	-	-	-7.092.471	-	**-7.092.471**
Transfer to reserves	-	-	-5.760.843	5.760.843	**-**
Restated Balance as of 31 December 2012	**159.866.138**	**-**	**46.354.156**	**-22.896.376**	**183.323.916**

43 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 Societies Anonyms 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 transfer 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.

For comparability reasons, in the following table, the published corporate results of 31/12/2012 are broken down into, results from the activity of the industrial sector that was contributed and, results of the other activities that remained in the parent company.

Amounts in Euro	Published figures 12 months until 31/12/2012	Financial data of Industrial sector 12 months until 31/12/2012	Restated company figures 12 months until 31/12/2012
Sales	**216.988.855**	**182.115.223**	**34.873.632**
Cost of sales	-205.337.348	-169.280.496	-36.056.852
Gross profit	**11.651.507**	**12.834.727**	**-1.183.220**
Selling expenses	-13.832.681	-10.848.659	-2.984.022
Administrative expenses	-9.390.968	-6.974.204	-2.416.764
Other operating income	9.115.963	8.203.722	912.241
Other operating expenses	-10.055.334	-9.591.262	-464.072
Operating results	**-12.511.513**	**-6.375.676**	**-6.135.837**
Financial Income	97.464	112.802	-15.338
Financial Expenses	-14.280.492	-14.283.758	3.266
Dividend income	84.949	84.949	-
Profits /(losses) from associates	-871.237	-850.000	-21.237
Profits/(losses) before taxes	**-27.480.829**	**-21.311.683**	**-6.169.146**
Income tax expense	1.268.559	904.132	364.427
Profits/(losses) after taxes	**-26.212.270**	**-20.407.551**	**-5.804.719**

Profits/(losses) per share attributable to the equity holders of the Company during the year (expressed in Euro per share)

Basic	(0,2724)	(0,2120)	(0,0603)
Diluted	(0,2724)	(0,2120)	(0,0603)

STATEMENT OF OTHER COMPREHENSIVE INCOME AFTER TAXES

	Published figures 12 months until 31/12/2012	Financial data of Industrial sector 12 months until 31/12/2012	Restated company figures 12 months until 31/12/2012
Profits/(losses) before taxes	-26.212.270	-20.407.551	-5.804.719
Other Comprehensive income after taxes			
Profit / (loss) after tax from the change of the fair value of the cash flow hedging	-74.984	-74.984	-
Total income after taxes which will be transferred to profit or loss in the future	**-74.984**	**-74.984**	-
Recognized actuarial gains / losses	-250.902	-216.467	-34.435
Total income after taxes	**-325.886**	**-291.451**	**-34.435**
Cumulative Comprehensive results after taxes	**-26.538.155**	**-20.699.002**	**-5.839.154**

Athens, 27 March, 2014

The BoD Chairman	The General Manager& Member of the BoD	The Chief Finance Officer
Kalfarentzos Georgios ID Card no. F 147183	Mariou Nikolaos ID no. AE 083192	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)

Registered Number	Date - Time	Theme
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2013/XA/A/9343	29/05/2013 17:01	Financial Statement
2013/XA/A/9347	29/05/2013 17:06	Financial Statement
2013/XA/A/15200	28/08/2013 17:34	Financial Statement
2013/XA/A/15196	28/08/2013 17:33	Financial Statement
2013/XA/A/20279	27/11/2013 17:03	Financial Statement
2013/XA/A/20282	27/11/2013 17:04	Financial Statement
2013/XA/A/3159	27/02/2013 20:03	Financial Statement in PDF format
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