



Prefecture of Attica Registration Nr 1482/06/B/86/26
Headquarters: Irodou Attikou 12A – 151 24 Maroussi Attica

**INTERIM CONDENSED FINANCIAL STATEMENTS
IN ACCORDANCE WITH THE INTERNATIONAL FINANCIAL REPORTING STANDARDS
THAT HAVE BEEN ADOPTED BY THE EUROPEAN UNION
FOR THE PERIOD 1 JANUARY – 30 JUNE 2006
FOR THE GROUP AND THE COMPANY
«MOTOR OIL (HELLAS) CORINTH REFINERIES S.A.»
Headquarters: Irodou Attikou 12^A, 151 24 Maroussi, Attica**

TABLE OF CONTENTS

	<u>Page</u>
➤ Condensed Income Statement for the period ended 30 June 2006	3
➤ Condensed Balance Sheet as at 30 June 2006	4
➤ Condensed Statement of Changes in Equity for the period ended 30 June 2006	5
➤ Condensed Cash Flow Statement for the period ended 30 June 2006	6
➤ Notes to the Condensed Financial Statements for the period ended 30 June 2006	7-16
➤ Auditor's Review Report - Translation	17

The financial statements of the Group and of the Company, set out on pages 3 to 16, were approved at the Board of Directors' Meeting dated Wednesday August 23, 2006.

**THE CHAIRMAN OF THE BOARD
OF DIRECTORS AND
MANAGING DIRECTOR**

VARDIS J. VARDINOYANNIS

**THE DEPUTY MANAGING DIRECTOR
AND CHIEF FINANCIAL OFFICER**

PETROS T. TZANNETAKIS

THE CHIEF ACCOUNTANT

THEODOROS N. PORFIRIS

**MOTOR OIL (HELLAS)
CORINTH REFINERIES S.A.**

Condensed Income Statement for the period ended 30 June 2006

In 000's Euros

	Note	GROUP		COMPANY	
		<u>1.1.2006- 30.06.2006</u>	<u>1.1.2005- 30.06.2005</u>	<u>1.1.2006- 30.06.2006</u>	<u>1.1.2005- 30.06.2005</u>
Revenue	4	1,988,342	1,298,444	1,821,785	1,149,229
Cost of Sales	5	<u>(1,832,754)</u>	<u>(1,171,503)</u>	<u>(1,688,711)</u>	<u>(1,044,569)</u>
Gross profit		155,588	126,941	133,074	104,660
Distribution expenses		(23,075)	(22,041)	(6,355)	(6,836)
Administrative expenses		(13,455)	(11,264)	(9,172)	(7,297)
Other operating income/expenses		<u>25,787</u>	<u>(13,262)</u>	<u>24,065</u>	<u>(14,446)</u>
Profit from operations		144,845	80,374	141,612	76,081
Investment income		1,073	976	4,599	4,458
Share of profits in associates		(215)	61	0	0
Finance costs		<u>(15,537)</u>	<u>(4,809)</u>	<u>(13,982)</u>	<u>(3,836)</u>
Profit before taxes		130,166	76,602	132,229	76,703
Income taxes	6	<u>(36,232)</u>	<u>(24,881)</u>	<u>(35,631)</u>	<u>(23,721)</u>
Profit after taxes attributable to shareholders of the parent company		<u>93,934</u>	<u>51,721</u>	<u>96,598</u>	<u>52,982</u>
Earnings per share (in Euro)	7	0.85	0.47	0.87	0.48

In 000's Euros

	Note	GROUP		COMPANY	
		<u>1.4.2006- 30.06.2006</u>	<u>1.4.2005- 30.06.2005</u>	<u>1.4.2006- 30.06.2006</u>	<u>1.4.2005- 30.06.2005</u>
Revenue		1,039,813	650,125	957,092	577,791
Cost of Sales		<u>(960,995)</u>	<u>(591,023)</u>	<u>(888,905)</u>	<u>(529,118)</u>
Gross profit		78,818	59,102	68,187	48,673
Distribution expenses		(10,550)	(9,971)	(2,769)	(2,868)
Administrative expenses		(6,688)	(5,301)	(4,845)	(3,325)
Other operating income/expenses		<u>16,236</u>	<u>(8,028)</u>	<u>15,385</u>	<u>(8,905)</u>
Profit from operations		77,816	35,802	75,958	33,575
Investment income		677	771	4,422	4,359
Share of profits in associates		(215)	31	0	0
Finance costs		<u>(8,346)</u>	<u>(2,664)</u>	<u>(7,518)</u>	<u>(2,176)</u>
Profit before taxes		69,932	33,940	72,862	35,758
Income taxes		<u>(18,962)</u>	<u>(11,300)</u>	<u>(18,634)</u>	<u>(10,716)</u>
Profit after taxes attributable to shareholders of the parent company		<u>50,970</u>	<u>22,640</u>	<u>54,228</u>	<u>25,042</u>
Earnings per share (in Euro)	7	0.46	0.21	0.49	0.23

The notes set out on pages 7-16 are an integral part of these interim condensed Financial Statements.

**MOTOR OIL (HELLAS)
CORINTH REFINERIES S.A.**

Condensed Balance Sheet as at 30 June 2006

In 000's Euros

		GROUP		COMPANY	
	<u>Note</u>	<u>30.06.2006</u>	<u>31.12.2005</u>	<u>30.06.2006</u>	<u>31.12.2005</u>
ASSETS					
Non-current assets					
Goodwill		16,200	16,200	0	0
Other intangible assets		4,094	3,553	688	871
Property, Plant and Equipment	9	731,402	733,951	695,011	698,065
Investments in subsidiaries and associates	10	3,699	3,664	38,608	38,608
Investments in related companies	11	927	927	927	927
Other non-current assets		<u>8,069</u>	<u>11,965</u>	<u>1,446</u>	<u>969</u>
Total		<u>764,391</u>	<u>770,260</u>	<u>736,680</u>	<u>739,440</u>
Current assets					
Inventories		355,238	314,344	349,791	308,225
Trade and other receivables		304,685	304,486	240,345	248,756
Cash and cash equivalents		<u>14,258</u>	<u>9,211</u>	<u>11,872</u>	<u>6,740</u>
Total		<u>674,181</u>	<u>628,041</u>	<u>602,008</u>	<u>563,721</u>
Total Assets		<u>1,438,572</u>	<u>1,398,301</u>	<u>1,338,688</u>	<u>1,303,161</u>
LIABILITIES					
Non-current liabilities					
Bank loans	12	335,930	359,880	305,930	329,880
Provision for retirement benefit obligation		48,809	48,637	45,196	45,275
Deferred tax liabilities		16,215	11,660	15,799	11,141
Other non-current liabilities		1,206	1,188	2	2
Deferred income		<u>4,832</u>	<u>4,819</u>	<u>4,831</u>	<u>4,819</u>
Total		<u>406,992</u>	<u>426,184</u>	<u>371,758</u>	<u>391,117</u>
Current liabilities					
Trade and other payables		234,006	274,641	215,166	253,876
Provision for retirement benefit obligation		1,350	2,526	1,227	2,403
Taxes		764	41,049	0	40,570
Bank loans	12	465,272	317,935	414,599	276,143
Deferred income		<u>407</u>	<u>415</u>	<u>407</u>	<u>415</u>
Total		<u>701,799</u>	<u>636,566</u>	<u>631,399</u>	<u>573,407</u>
Total Liabilities		<u>1,108,791</u>	<u>1,062,750</u>	<u>1,003,157</u>	<u>964,524</u>
EQUITY					
Share capital	13	33,235	33,235	33,235	33,235
Share premium		49,528	49,528	49,528	49,528
Reserves	14	76,393	76,393	75,374	75,374
Retained earnings	15	<u>170,625</u>	<u>176,395</u>	<u>177,394</u>	<u>180,500</u>
Total Equity		<u>329,781</u>	<u>335,551</u>	<u>335,531</u>	<u>338,637</u>
Total Equity and Liabilities		<u>1,438,572</u>	<u>1,398,301</u>	<u>1,338,688</u>	<u>1,303,161</u>

The notes set out on pages 7-16 are an integral part of these interim condensed Financial Statements.

**MOTOR OIL (HELLAS)
CORINTH REFINERIES S.A.**

Condensed Statement of Changes in Equity for the period ended 30 June 2006

GROUP In 000's Euros	Share capital	Share premium	Reserves	Own Shares	Retained earnings	Total
Balance as at 1 January 2005	33,235	49,528	76,319	(113)	138,989	297,958
Profit for the period	-	-	-	-	51,721	51,721
Dividends	-	-	-	-	(72,009)	(72,009)
Other movements	-	-	-	113	-	113
Balance as at 30 June 2005	<u>33,235</u>	<u>49,528</u>	<u>76,319</u>	<u>0</u>	<u>118,701</u>	<u>277,783</u>
Balance as at 1 January 2006	33,235	49,528	76,393	0	176,395	335,551
Profit for the period	-	-	-	-	93,934	93,934
Dividends	-	-	-	-	(99,704)	(99,704)
Balance as at 30 June 2006	<u>33,235</u>	<u>49,528</u>	<u>76,393</u>	<u>0</u>	<u>170,625</u>	<u>329,781</u>
COMPANY In 000's Euros	Share capital	Share premium	Reserves	Own Shares	Retained earnings	Total
Balance as at 1 January 2005	33,235	49,528	75,487	(113)	143,855	301,992
Profit for the period	-	-	-	-	52,982	52,982
Dividends	-	-	-	-	(72,009)	(72,009)
Other movements	-	-	-	113	-	113
Balance as at 30 June 2005	<u>33,235</u>	<u>49,528</u>	<u>75,487</u>	<u>0</u>	<u>124,828</u>	<u>283,078</u>
Balance as at 1 January 2006	33,235	49,528	75,374	0	180,500	338,637
Profit for the period	-	-	-	-	96,598	96,598
Dividends	-	-	-	-	(99,704)	(99,704)
Balance as at 30 June 2006	<u>33,235</u>	<u>49,528</u>	<u>75,374</u>	<u>0</u>	<u>177,394</u>	<u>335,531</u>

The notes set out on pages 7-16 are an integral part of these interim condensed Financial Statements.

**MOTOR OIL (HELLAS)
CORINTH REFINERIES S.A.**

Condensed Cash Flow Statement for the period ended 30 June 2006

In 000's Euros

	GROUP		COMPANY	
	<u>1/1 – 30/06/2006</u>	<u>1/1 – 30/06/2005</u>	<u>1/1 – 30/06/2006</u>	<u>1/1 – 30/06/2005</u>
<u>Operating activities:</u>				
Profit for before taxes	130,166	76,602	132,229	76,703
Adjustments for:				
Depreciation & amortization	23,411	10,119	21,442	9,024
Provisions	(1,004)	3,509	(1,255)	3,248
Exchange differences	(9,738)	10,629	(9,735)	10,628
Investment income	298	(666)	47	405
Finance costs	15,537	4,809	13,982	3,836
Movements in working capital:				
(Increase) in inventories	(40,894)	(17,955)	(41,566)	(19,515)
Decrease / (Increase) in receivables	1,767	(48,049)	6,277	(49,605)
(Decrease) / Increase in payables excluding banks	(25,242)	29,969	(30,824)	28,736
Less:				
Finance costs paid	(14,642)	(3,945)	(13,225)	(3,101)
Taxes paid	<u>(83,558)</u>	<u>(60,641)</u>	<u>(83,142)</u>	<u>(58,666)</u>
Net cash (used in) / from operating activities (a)	<u>(3,899)</u>	<u>4,381</u>	<u>(5,770)</u>	<u>1,693</u>
<u>Investing activities:</u>				
Acquisition and/or increase of interest in subsidiaries & associates	(250)	(279)	0	(141)
Purchase of tangible and intangible assets	(21,630)	(84,049)	(18,252)	(80,388)
Proceeds on disposal of tangible and intangible assets	146	263	0	3
Interest received	<u>727</u>	<u>670</u>	<u>443</u>	<u>306</u>
Net cash used in investing activities (b)	<u>(21,007)</u>	<u>(83,395)</u>	<u>(17,809)</u>	<u>(80,220)</u>
<u>Financing activities:</u>				
New bank loans raised	341,753	1,073,153	302,284	977,568
Repayments of borrowings	(212,096)	(956,373)	(173,869)	(860,694)
Dividends paid	<u>(99,704)</u>	<u>(70,999)</u>	<u>(99,704)</u>	<u>(70,999)</u>
Net cash from financing activities (c)	<u>29,953</u>	<u>45,781</u>	<u>28,711</u>	<u>45,875</u>
Net Increase / (Decrease) in cash and cash equivalents (a)+(b)+(c)	<u>5,047</u>	<u>(33,233)</u>	<u>5,132</u>	<u>(32,652)</u>
Cash and cash equivalents at the beginning of the period	<u>9,211</u>	<u>43,599</u>	<u>6,740</u>	<u>41,426</u>
Cash and cash equivalents at the end of the period	<u>14,258</u>	<u>10,366</u>	<u>11,872</u>	<u>8,774</u>

The notes set out on pages 7-16 are an integral part of these interim condensed Financial Statements.

NOTES TO THE CONDENSED FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 JUNE 2006

1. General Information

The parent company of the MOTOR OIL Group (the Group) is the entity under the trade name "Motor Oil (Hellas) Corinth Refineries S.A." (the Company), which is registered in Greece as a public company (Societe Anonyme) according to the provisions of CL 2190/1920, with headquarters in Maroussi of Attica, 12^A Irodou Attikou street, Athens 151 24. The Group operates in the oil sector with its main activities being oil refining and oil products trading.

Major shareholders of the Company are "Petroventure Holdings Ltd" and "Petroshares Ltd", holding 51% and 10.5% of Company shares respectively. It is noted that on 23 March 2006 "Petroshares Ltd" sold 5.9% of its shares through an accelerated book building process to international and domestic institutional investors.

These condensed financial statements are presented in Euro because that is the currency of the primary economic environment in which the Group operates. Foreign operations do not exist.

As at June 30th the number of employees, for the Group and the Company, was 1,419 and 1,211 persons respectively. (30/6/2005: Group: 1,379 persons, Company: 1,166 persons)

2. Basis of Preparation, Presentation and Significant Accounting Policies

The interim condensed financial statements have been prepared in accordance with International Accounting Standard (IAS) 34, "*Interim financial reporting*" and should be read in conjunction with the 2005 annual financial statements.

The condensed financial statements have been prepared on the historical cost basis.

The accounting policies adopted are consistent with those followed in the preparation of the Group's annual financial statements for the year ended 31 December 2005.

3. Business and Geographical Segments

The Group's basic activities are oil refining and oil product trading.

All of the Group's activities take place in Greece, given that all Group Companies included in the consolidation, have their headquarters in Greece and no branches abroad.

All operational segments fall under one of two distinct activity categories: Refinery's Activities and Sales to Gas Stations.

Segment information is presented in the following table:

NOTES TO THE CONDENSED FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 JUNE 2006 (continued)

3. Business and Geographical Segments (continued)

Income Statement

In 000's Euros

Business Operations	01.01-30.06.2006				01.01-30.06.2005			
	<u>Refinery's Activities</u>	<u>Sales to Gas Stations</u>	<u>Eliminations</u>	<u>Total</u>	<u>Refinery's Activities</u>	<u>Sales to Gas Stations</u>	<u>Eliminations</u>	<u>Total</u>
External sales	1,592,900	395,442	0	1,988,342	968,183	330,261	0	1,298,444
Inter-segment sales	<u>228,885</u>	<u>9</u>	<u>(228,894)</u>	<u>0</u>	<u>181,046</u>	<u>8</u>	<u>(181,054)</u>	<u>0</u>
Total revenue	1,821,785	395,451	(228,894)	1,988,342	1,149,229	330,269	(181,054)	1,298,444
Cost of Sales	<u>(1,688,711)</u>	<u>(373,035)</u>	<u>228,992</u>	<u>(1,832,754)</u>	<u>(1,044,569)</u>	<u>(308,268)</u>	<u>181,334</u>	<u>(1,171,503)</u>
Gross profit	133,074	22,416	98	155,588	104,660	22,001	280	126,941
Distribution costs	(6,355)	(17,277)	557	(23,075)	(6,836)	(15,735)	530	(22,041)
Administrative expenses	(9,172)	(4,303)	20	(13,455)	(7,297)	(3,986)	19	(11,264)
Other operating income/expense	<u>24,065</u>	<u>2,298</u>	<u>(576)</u>	<u>25,787</u>	<u>(14,446)</u>	<u>1,732</u>	<u>(548)</u>	<u>(13,262)</u>
Segment result from operations	141,612	3,134	99	144,845	76,081	4,012	281	80,374
Investment revenues	4,599	474	(4,000)	1,073	4,458	518	(4,000)	976
Share of profits in associates			(215)	(215)			61	61
Finance cost	<u>(13,982)</u>	<u>(1,555)</u>	<u>-</u>	<u>(15,537)</u>	<u>(3,836)</u>	<u>(973)</u>	<u>-</u>	<u>(4,809)</u>
Profit before taxes	<u>132,229</u>	<u>2,053</u>	<u>(4,116)</u>	<u>130,166</u>	<u>76,703</u>	<u>3,557</u>	<u>(3,658)</u>	<u>76,602</u>

NOTES TO THE CONDENSED FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 JUNE 2006 (continued)

4. Revenue

The following table provides an analysis of the sales by geographical market (domestic – export) and by category of goods sold (products – merchandise):

GROUP		1/1 – 30/06/06			1/1 – 30/06/05		
<u>In 000's Euros</u>							
SALES	DOMESTIC	EXPORT	TOTAL	DOMESTIC	EXPORT	TOTAL	
Products	866,216	561,524	1,427,740	307,669	453,352	761,021	
Merchandise	<u>361,708</u>	<u>198,894</u>	<u>560,602</u>	<u>395,880</u>	<u>141,543</u>	<u>537,423</u>	
TOTAL	<u>1,227,924</u>	<u>760,418</u>	<u>1,988,342</u>	<u>703,549</u>	<u>594,895</u>	<u>1,298,444</u>	

COMPANY		1/1 – 30/06/06			1/1 – 30/06/05		
<u>In 000's Euros</u>							
SALES	DOMESTIC	EXPORT	TOTAL	DOMESTIC	EXPORT	TOTAL	
Products	866,216	561,524	1,427,740	307,669	453,352	761,021	
Merchandise	<u>208,607</u>	<u>185,438</u>	<u>394,045</u>	<u>256,695</u>	<u>131,513</u>	<u>388,208</u>	
TOTAL	<u>1,074,823</u>	<u>746,962</u>	<u>1,821,785</u>	<u>564,364</u>	<u>584,865</u>	<u>1,149,229</u>	

Based on historical information of the Company and the Group, the percentage of quarterly sales volume varies from 22% to 28% on annual sales volume and thus there is no material seasonality on the total sales volume.

5. Changes in Inventories / Cost of Sales

It is noted that inventories are valued at each period end at the lowest of cost and their net realizable value. For the current and previous period certain inventories were valued at their net realizable value resulting in the charge to the income statement of the current period by € 583 thousand and that of the prior reporting period by € 67 thousand.

6. Income Tax Expenses

<u>In 000's Euros</u>	GROUP		COMPANY	
	1/1 – 30/06/06	1/1 – 30/06/05	1/1 – 30/06/06	1/1 – 30/06/05
Current corporate income tax for the period	32,943	27,614	32,240	26,458
Deferred tax	4,555	(1,840)	4,657	(1,844)
Less: Income tax discount	<u>(1,266)</u>	<u>(893)</u>	<u>(1,266)</u>	<u>(893)</u>
Total	<u>36,232</u>	<u>24,881</u>	<u>35,631</u>	<u>23,721</u>

Domestic income tax is calculated at 29% on the estimated tax assessable profit for the period 1/1-30/06/2006 (1/1-30/06/2005: 32%).

NOTES TO THE CONDENSED FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 JUNE 2006 (continued)

7. Earnings per Share

The calculation of the basic earnings per share attributable to the ordinary equity holders of the Company is based on the following data:

<u>In 000's Euros</u>	GROUP		COMPANY	
	<u>1/1 – 30/06/06</u>	<u>1/1 – 30/06/05</u>	<u>1/1 – 30/06/06</u>	<u>1/1 – 30/06/05</u>
Earnings	93,934	51,721	96,598	52,982
Weighted average number of ordinary shares for the purposes of basic earnings per share	110,782,980	110,770,024	110,782,980	110,770,024
Earnings per share in €	0.85	0.47	0.87	0.48

<u>In 000's Euros</u>	GROUP		COMPANY	
	<u>1/4 – 30/06/06</u>	<u>1/4 – 30/06/05</u>	<u>1/4 – 30/06/06</u>	<u>1/4 – 30/06/05</u>
Earnings	50,970	22,640	54,228	25,042
Weighted average number of ordinary shares for the purposes of basic earnings per share	110,782,980	110,772,249	110,782,980	110,772,249
Earnings per share in €	0.46	0.21	0.49	0.23

8. Dividends

Dividends to shareholders are proposed by management at each year end and are subject to approval by the Annual General Assembly Meeting. The Annual General Assembly Meeting which was held on May 30, 2006, approved the distribution of total dividends for the fiscal year 2005 of € 121,861,278 (or € 1.10 per share). It is noted that for 2005 an interim dividend of € 22,156,596 (or € 0.20 per share) has been paid and accounted for in December 2005, while the remaining amount of € 99,704,682 (or € 0.90 per share) has been paid and accounted for in June 2006. Dividends relating to the previous fiscal year amounted to € 0.85 per share, of which an interim dividend of € 0.20 per share was paid and accounted for in December 2004, and € 0.65 has been paid and accounted for in June 2005.

It is noted that in accordance with Greek Tax legislation, the taxable income on dividends is taxed at source (parent company) fulfilling all tax obligations on dividends. Thus the dividends payable to the shareholders (physical and legal persons) are paid net of any tax.

9. Property, Plant and Equipment

The movement in the **Group's** fixed assets during the period 1/1 – 30/06/2006 is presented below:

<u>GROUP</u>	Land and buildings	Plant & machinery / Transportation means	Fixtures and equipment	Assets under construction	Total
<u>In 000's Euros</u>					
COST					
As at 1 January 2006	126,213	732,534	16,831	51,796	927,374
Additions	1,294	3,094	737	15,487	20,612
Disposals	(87)	(379)	(376)	0	(842)
Transfers	<u>0</u>	<u>7,542</u>	<u>0</u>	<u>(7,542)</u>	<u>0</u>
As at 30 June 2006	<u>127,420</u>	<u>742,791</u>	<u>17,192</u>	<u>59,741</u>	<u>947,144</u>
ACCUMULATED DEPRECIATION					
As at 1 January 2006	9,183	174,538	9,702	0	193,423
Charge for the period	1,249	20,947	736	0	22,932
Disposals	<u>0</u>	<u>(240)</u>	<u>(373)</u>	<u>0</u>	<u>(613)</u>
As at 30 June 2006	<u>10,432</u>	<u>195,245</u>	<u>10,065</u>	<u>0</u>	<u>215,742</u>
CARRYING AMOUNT					
As at 31 December 2005	<u>117,030</u>	<u>557,996</u>	<u>7,129</u>	<u>51,796</u>	<u>733,951</u>
As at 30 June 2006	<u>116,988</u>	<u>547,546</u>	<u>7,127</u>	<u>59,741</u>	<u>731,402</u>

The movement in the **Company's** fixed assets during the period 1/1 – 30/06/2006 is presented below:

<u>COMPANY</u>	Land and buildings	Plant & machinery / Transportation means	Fixtures and equipment	Assets under construction	Total
<u>In 000's Euros</u>					
COST					
As at 1 January 2006	113,135	692,373	13,756	50,681	869,945
Additions	1,066	1,129	669	15,359	18,223
Disposals	(20)	(113)	(5)	0	(138)
Transfers	<u>0</u>	<u>7,542</u>	<u>0</u>	<u>(7,542)</u>	<u>0</u>
As at 30 June 2006	<u>114,181</u>	<u>700,931</u>	<u>14,420</u>	<u>58,498</u>	<u>888,030</u>
ACCUMULATED DEPRECIATION					
As at 1 January 2006	6,686	157,054	8,140	0	171,880
Charge for the period	1,035	19,570	626	0	21,231
Disposals	<u>0</u>	<u>(87)</u>	<u>(5)</u>	<u>0</u>	<u>(92)</u>
As at 30 June 2006	<u>7,721</u>	<u>176,537</u>	<u>8,761</u>	<u>0</u>	<u>193,019</u>
CARRYING AMOUNT					
As at 31 December 2005	<u>106,449</u>	<u>535,319</u>	<u>5,616</u>	<u>50,681</u>	<u>698,065</u>
As at 30 June 2006	<u>106,460</u>	<u>524,394</u>	<u>5,659</u>	<u>58,498</u>	<u>695,011</u>

Within the cost of Plant & machinery/Transportation means an amount of € 7,327 thousand is included on 30/06/2006 as capitalized borrowing costs. (30/06/2005: € 4,646 thousand).

9. Property, Plant and Equipment (continued)

The Company and, consequently, the Group has mortgaged land and buildings as security for bank loans granted to the Group, an analysis of which is presented below:

BANK	Pre-notices of Mortgages		Mortgages
	000's €	000's \$	000's €
N.B.G	47,098	25,000	6
CITIBANK INTERNATIONAL PLC	<u>0</u>	<u>0</u>	<u>275,001</u>
TOTAL	<u>47,098</u>	<u>25,000</u>	<u>275,007</u>

10. Investments in Subsidiaries and Associates

Details of the Group's subsidiaries and related parties holdings are as follows:

Name	Place of incorporation and operation	Proportion of ownership interest	Principal activity
AVIN OIL	Greece, Maroussi of Attika	100%	Petroleum Products
CORINTH POWER S.A.	Greece, Maroussi of Attika	100%	Energy (dormant)
AVIN ALBANIA S.A.	Tirana, Albania	100%	Petroleum products(dormant)
OLYMPIC FUEL COMPANY S.A.	Greece, Spata of Attica	28%	Aviation fueling systems
HELLENIC AVIATION FUEL COMPANY S.A.	Greece, Maroussi of Attica	50%	Aviation fueling systems

Investments in subsidiaries and associates are as follows:

Name	GROUP		COMPANY	
	<u>30/06/2006</u>	<u>31/12/2005</u>	<u>30/06/2006</u>	<u>31/12/2005</u>
<u>In 000's Euros</u>				
AVIN OIL	0	0	37,564	37,564
CORINTH POWER S.A.	200	200	140	140
AVIN ALBANIA S.A.	510	510	0	0
OLYMPIC FUEL COMPANY S.A.	2,937	3,000	904	904
HELLENIC AVIATION FUEL COMPANY S.A.	<u>52</u>	<u>(46)</u>	<u>0</u>	<u>0</u>
TOTAL	<u>3,699</u>	<u>3,664</u>	<u>38,608</u>	<u>38,608</u>

Of the companies listed above, "AVIN OIL" is fully consolidated, "OLYMPIC FUEL COMPANY S.A." and "HELLENIC AVIATION FUEL COMPANY S.A." are consolidated using the equity method because the Group does not exercise control on them, and "CORINTH POWER S.A." and "AVIN ALBANIA S.A." are not included in the consolidation due to their insignificance and because they are dormant.

11. Investment in Related Companies

Name	Place of incorporation	Proportion of ownership interest	Cost Euro 000's	Principal activity
ATHENS AIRPORT FUEL PIPELINE CO. S.A.	Athens	16%	927	Aviation fueling systems

"ATHENS AIRPORT FUEL PIPELINE CO. S.A." is stated at cost as significant influence is not exercised on it.

12. Bank Loans

<u>In 000's Euros</u>	<u>GROUP</u>		<u>COMPANY</u>	
	<u>30/06/2006</u>	<u>31/12/2005</u>	<u>30/06/2006</u>	<u>31/12/2005</u>
Bank loans	803,261	680,087	722,588	608,295
Less: Bond loan expenses*	<u>(2,059)</u>	<u>(2,272)</u>	<u>(2,059)</u>	<u>(2,272)</u>
Total loans	<u>801,202</u>	<u>677,815</u>	<u>720,529</u>	<u>606,023</u>
The borrowings are repayable as follows:				
On demand or within one year	465,272	317,935	414,599	276,143
In the second year	60,000	30,000	30,000	30,000
From the third to fifth years inclusive	277,989	247,152	277,989	217,152
After five years	0	85,000	0	85,000
Less: Bond loan expenses*	<u>(2,059)</u>	<u>(2,272)</u>	<u>(2,059)</u>	<u>(2,272)</u>
Total loans	801,202	677,815	720,529	606,023
Less: Amount payable within 12 months (shown under current liabilities)	<u>465,272</u>	<u>317,935</u>	<u>414,599</u>	<u>276,143</u>
Amount payable after 12 months	<u>335,930</u>	<u>359,880</u>	<u>305,930</u>	<u>329,880</u>

*The amounts of bank loans included in the financial statements are reduced by the expenses of the Company's bond loans, acquired mainly to finance the refinery's new hydrocracker unit (€ 2,059 thousand on 30/06/2006 and € 2,272 thousand on 31/12/2005). Those amounts will be charged to expenses after the investment's completion, in proportion to the number of years remaining to loan maturity.

Analysis of borrowings by currency on 30/06/2006:

<u>In 000's Euros</u>	<u>GROUP</u>		<u>COMPANY</u>	
	<u>30/06/2006</u>	<u>31/12/2005</u>	<u>30/06/2006</u>	<u>31/12/2005</u>
Loan's currency				
EURO	493,684	421,889	413,021	350,098
U.S. DOLLARS	219,077	166,993	219,067	166,992
SWISS FRANC	<u>90,500</u>	<u>91,205</u>	<u>90,500</u>	<u>91,205</u>
Total	<u>803,261</u>	<u>680,087</u>	<u>722,588</u>	<u>608,295</u>

The Group's management considers that the carrying amount of the Group's borrowings approximates their fair value.

12. Bank Loans (continued)

The Group has the following bank loans:

- i) **Motor Oil** has been granted a loan initially amounting to € 250,000 thousand. This loan was drawn down in five instalments, starting on 31/8/2004 and ending on 2/6/2005. It is repayable in semi-annual instalments commencing on 31/12/2005 and the last instalment is due on 30/6/2011. This loan's balance at the end of the period (30/06/2006) is € 220,000 thousand (incl. € 30,000 thousand as short-term part). This loan is secured with mortgages registered on fixed assets of the Group amounting to € 275,000 thousand. Another loan amounting €117,989 thousand concerns a long-term loan, granted on 22/12/2005 which will be repaid in total by 19/12/2010.

Total short-term loans (incl. short-term part of long-term loans) that will be repaid within one year amount to € 414,599 thousand.

There are outstanding mortgages and pledges against these loans as mentioned above in note number 9.

- ii) **Avin Oil** has been granted a loan of € 30,000 thousand granted on 14/6/2004 which is fully repayable on 14/6/2008. The company's other loans are all short-term, totalling to € 50,673 thousand and will be repaid within one year.

The interest rate of the above loans is LIBOR/EURIBOR+SPREAD.

13. Share Capital

Share capital as at 30/6/2006 was € 33,235 thousand (30/6/2005: € 33,235 thousand). There were no movements in the share capital of the Company in either the current or the prior interim reporting period.

14. Reserves

Reserves of the Group and the Company are € 76,393 thousand and € 75,374 respectively and there were no movements on them since 31/12/2005.

15. Retained Earnings

	<u>GROUP</u>	<u>COMPANY</u>
<u>In 000's Euros</u>		
Balance as at 31 December 2005	176,395	180,500
Dividends due	(99,704)	(99,704)
Profit for the period	<u>93,934</u>	<u>96,598</u>
Balance as at 30 June 2006	<u>170,625</u>	<u>177,394</u>

16. Contingent Liabilities / Commitments

There are legal claims by third parties against the Group amounting to approximately € 53 million (Company: approximately € 52 million) for which there has been no provision made, since there are legal claims of the Group against third parties amounting to approximately € 76 million (Company: approximately € 62 million).

The Company has not been subject to a tax audit for the years from 2000 up to 2005. Avin Oil has not been subject to a tax audit for the years from 2003 up to 2005. It is noted that a tax audit for the Company is currently in progress for the fiscal years from 2000 until 2004 inclusive. The outcome of a tax audit cannot be estimated at present and, consequently, no provision has been made in the financial statements, in relation to this issue. In addition, the associate companies have not been audited by the Tax authorities since their establishment.

The Company and, consequently, the Group in order to complete its capital expenditures at the refinery, has entered into construction contracts with construction companies, the outstanding commitments of which, as at 30/6/2006, amounts to approximately € 6 million.

The Group companies have entered into contracts to purchase and sell crude oil and fuels, at current prices in line with the international market effective prices at the time the transaction takes place.

The total amount of letters of guarantee given as security for Group companies' liabilities as at 30/06/2006, amounted to € 47,191 thousand. The respective amount as at 31/12/2005 was € 46,741 thousand.

The total amount of letters of guarantee given as security for the Company's liabilities as at 30/06/2006, amounted to € 1,070 thousand. The respective amount as at 31/12/2005 was € 1,271 thousand.

17. Events after the Balance Sheet Date

On 21 July 2006, the Company announced the co-operation with the Spanish company "IBERDROLA S.A." in the field of electric power. The first stage of this co-operation will be their joint participation in the "Hellenic Transmission System Operator's S.A." (DESMHE) bidding contest, for the development of electric power generation, using combined cycle gas turbines in Southern Greece, through the Group's subsidiary "Corinth Power S.A." The Company has agreed to sell a 70% stake of "Corinth Power S.A.", out of its 100% (held directly and indirectly) to the above mentioned company.

18. Related Party Transactions

Transactions between the Company and its subsidiary have been eliminated on consolidation. Details of transactions between the Company, its subsidiary and other related parties disclosed as associates are set below:

<u>In 000's Euros</u>	SALES	PURCHASES	RECEIVABLES	LIABILITIES
Subsidiary	228,885	9	28,567	2
Associates	<u>53,596</u>	<u>906,930</u>	<u>9,985</u>	<u>82,753</u>
Total	<u>282,481</u>	<u>906,939</u>	<u>38,552</u>	<u>82,755</u>

Sales of goods to associates were made on an arm 's length basis. The amounts outstanding are unsecured and will be settled in cash. No guarantees have been given or received. No provision has been made for doubtful debts in respect of the amounts due from associates.

Compensation of key management personnel

The remuneration of directors and other members of key management for the period 1/1 – 30/6/2006 amounted to € 798 thousand (1/1 – 30/6/2005 € 986 thousand).

The remuneration of members of the Board of Directors are proposed and approved by the Annual General Assembly Meeting of the shareholders.

Other short term benefits granted to key management for the period 1/1 – 30/6/2006 amounted to € 48 thousand (1/1 – 30/6/2005 € 95 thousand).

Transactions with key management personnel

There are no transactions between Group companies and key management personnel.

AUDITOR'S REVIEW REPORT - TRANSLATION

To the Shareholders of
"Motor Oil (Hellas) Corinth Refineries S.A."

We have reviewed the accompanying condensed interim balance sheet of "Motor Oil (Hellas) Corinth Refineries S.A." (the "Company") and the condensed interim balance sheet of the Company and its subsidiary (the "Group") as of 30 June, 2006 and the related condensed interim income statement, cash flows and changes in shareholders equity for the six months ended 30 June, 2006 for the Company and the Group. Our review was performed for the six month period as a whole, and did not include the review of the financial information for the three month period from 1 April to 30 June 2006, which are presented in the income statement of the accompanying condensed interim financial statements. These financial statements are the responsibility of the Company's management. Our responsibility is to issue a report on these condensed interim financial statements based on our review.

We conducted our review in accordance with the International Standard on Review Engagements 2400, as required by the Greek Standards on Auditing. This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the condensed Company and Group interim financial statements are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and, accordingly, we do not express an audit opinion.

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed interim financial statements for the six months ended 30 June, 2006 for the Company and the Group are not presented fairly, in all material respects, in accordance with International Accounting Standards 34 – Interim Financial Reporting.

Without qualifying our report, we draw your attention to note 16 to the condensed interim financial statements which refers to the tax position of the Company and the Group and especially the unaudited fiscal years. The liability, if any, that may result from such audits, can not be estimated with reasonable accuracy and consequently, no provision has been made in the financial statements.

Athens, 24 August 2006
The Certified Public Accountant
George D. Cambanis
Reg. No (ICPA (GR)): 10761
250-254 Kifissias Ave., 152 31 Halandri
Deloitte.