

MYTILINEOS®

HOLDINGS S.A.

Interim Financial Statements
for the six month period
from the 1st of January to the 30th of June 2006

We confirm that the attached Interim Financial Statements, for the period 01/01 – 30/06/2006, are those approved by the Board of Directors of "MYTILINEOS S.A." at 2/8/2006 and have been published to the electronic address www.mytilineos.gr. It is noted that the published, in the press, brief financial data aim to provide the user with general information but do not present a full picture of the Company's and Group's financial results and position, according to International Accounting Standards. It is also noted that, for simplification purposes, the published, in the press, brief financial data contain summarizations or reclassifications of certain figures.

Evangelos Mytilineos
Chairman of the Board of Directors of
MYTILINEOS S.A.

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1. Review Report

To the shareholders of MYTILINEOS S.A.

We have reviewed the accompanying interim financial statements and the Consolidated interim Financial Statements of MYTILINEOS S.A., as of and for the six-month period ended 30 June 2006. These interim financial statements are the responsibility of the Company's management.

We conducted our review in accordance with the Greek Review Standard, which is based on the International Standard on Review Engagements. This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the 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 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 interim financial statements do not give a true and fair view (or are not presented fairly, in all material respects) in accordance with the International Financial Reporting Standards that have been adopted by the European Union (IAS 34).

Athens, 2 August 2006

Auditor

Vasilis Kazas

A.M. S.O.E.L. 13281

Grant Thornton 

Vassileos Konstantinou 44

116 35 Athens

A.M. S.O.E.L. 127

2. Balance Sheet

ASSETS	THE GROUP		THE COMPANY	
	30/06/2006	31/12/2005	30/06/2006	31/12/2005
Non-Current Assets				
Tangible Assets	478,790,334	431,003,395	11,568,579	11,681,984
Goodwill	115,869,154	102,273,669	0	0
Intangible Assets	39,891,527	14,477,282	0	0
Investments in Subsidiary Companies	0	0	263,813,283	218,175,243
Investments in associate companies	32,903,257	31,861,403	23,004,184	17,211,381
Deferred tax receivables	16,105,530	9,107,480	5,982,154	6,370,631
Financial assets available for sale	43,275,234	42,118,108	36,831	36,831
Other Long-term Receivables	4,296,906	2,725,958	150,673	143,965
	731,131,943	633,567,296	304,555,703	253,620,034
Current Assets				
Inventories	157,677,749	154,347,805	1,621,781	666,445
Trade and other receivables	231,495,078	219,846,301	112,603,032	100,555,240
Other receivables	80,563,579	92,592,893	19,755,748	20,801,715
Other current assets	3,753,132	5,836,146	1,148,071	3,955,036
Financial assets at fair value through profit or loss	5,633,038	6,519,348	1,063,870	3,598,807
Cash and cash equivalents	31,634,582	62,729,359	1,781,786	687,066
	510,757,158	541,871,852	137,974,288	130,264,309
Total Assets	1,241,889,101	1,175,439,148	442,529,992	383,884,343
EQUITY AND LIABILITIES				
Equity				
Share capital	24,312,204	24,312,204	24,312,204	24,312,204
Share premium	187,520,764	187,520,764	183,906,926	183,906,926
Fair value reserves	7,843,834	15,167,654	0	0
Other reserves	34,705,308	18,894	4,591,987	783,427
Translation reserves	(4,411,994)	(3,266,881)	0	0
Retained earnings	201,994,782	165,687,205	63,648,934	27,246,309
Equity attributable to parent's shareholders	451,964,898	389,439,840	276,460,050	236,248,866
Minority interests	316,379,489	318,394,032	0	0
Total Equity	768,344,387	707,833,872	276,460,050	236,248,866
Non-Current Liabilities				
Long-term debt	63,025,780	52,139,169	39,789,003	41,973,764
Derivatives	4,278,496	2,766,257	4,278,496	2,766,257
Deferred tax liability	39,564,419	38,178,269	14,497,331	16,977,385
Liabilities for pension plans	34,717,550	32,485,516	389,373	389,373
Other long-term liabilities	27,904,256	28,534,975	0	0
Provisions	11,762,878	11,895,325	0	0
Total Non-Current Liabilities	181,253,379	165,999,511	58,954,203	62,106,780
Current Liabilities				
Trade and other payables	115,308,991	142,860,325	18,319,113	5,556,853
Tax payable	60,666,893	47,987,168	17,307,745	12,936,898
Short-term debt	64,564,567	51,493,894	36,523,243	30,581,917
Current portion of non-current liabilities	11,440,724	24,683,954	11,440,724	24,683,954
Liabilities to subsidiaries	0.00	0	21,354,839	8,325,740
Derivatives	12,193,231	2,722,720	546,731	2,157,990
Other payables	27,926,850	31,629,015	1,623,344	1,285,345
Current portion of non-current provisions	190,079	228,689	0	0
Total current liabilities	292,291,336	301,605,765	107,115,738	85,528,698
Total liabilities	473,544,714	467,605,277	166,069,941	147,635,478
Total Equity and Liabilities	1,241,889,101	1,175,439,148	442,529,992	383,884,343

3. Income Statement

	THE GROUP				THE COMPANY			
	01/01-30/06/06	01/04-30/06/06	01/01-30/06/05	01/04-30/06/05	01/01-30/06/06	01/04-30/06/06	01/01-30/06/05	01/04-30/06/05
Sales	452,834,460	249,825,304	361,210,527	175,974,624	135,046,247	94,479,277	68,417,889	29,833,011
Cost of sales	(339,553,351)	(186,885,946)	(276,802,732)	(131,835,249)	(117,999,372)	(82,300,797)	(62,395,350)	(28,420,020)
Gross profit	113,281,109	62,939,357	84,407,795	44,139,375	17,046,875	12,178,481	6,022,539	1,412,991
Other operating income	9,014,526	4,135,311	11,074,959	6,136,264	4,433,215	2,540,858	6,447,315	3,810,525
Distribution expenses	(7,557,615)	(3,049,846)	(4,629,169)	(2,806,039)	(3,084,832)	(1,632,912)	(1,774,996)	(1,121,757)
Administrative expenses	(11,993,080)	(6,945,175)	(10,680,437)	(6,247,873)	(3,747,119)	(2,045,202)	(2,581,872)	(1,602,013)
Other operating expenses	(10,729,664)	(3,714,997)	(9,269,471)	(4,788,848)	(6,968,703)	(2,484,361)	(6,812,803)	(4,040,438)
Έξοδα Έρευνας και Ανάπτυξης	(17,178)	(17,178)	0	0				
Earnings before interest and income tax	91,998,099	53,347,473	70,903,676	36,432,879	7,679,436	8,556,864	1,300,183	(1,540,692)
Financial income	1,941,405	1,581,895	2,578,777	1,760,184	927,088	926,450	1,285,774	1,154,528
Financial expenses	(5,121,048)	(3,686,396)	(5,395,351)	(3,614,229)	(3,622,919)	(2,607,013)	(4,291,060)	(3,155,822)
Other financial results	33,078,211	2,731,013	9,835,569	9,577,464	57,871,331	21,425,843	21,498,513	21,949,941
Negative goodwill	19,241,332	78,720	136,959,611	9,754,902	0	0	0	0
Share of profit of associates	(158,268)	134,154	(693,383)	(1,703,173)	0	0	0	0
Profit before income tax	140,979,731	54,186,859	214,188,899	52,208,027	62,854,936	28,302,143	19,793,410	18,407,956
Income tax expense	(26,921,585)	(11,593,683)	(24,609,104)	(11,157,024)	(6,435,625)	(4,461,291)	(81,624)	963,157
Profit for the period	114,058,146	42,593,176	189,579,795	41,051,003	56,419,311	23,840,853	19,711,785.67	19,371,113
Result from discontinuing operations	356,425	338,833	876,933	730,671				
Profit for the period	114,414,571	42,932,009	190,456,728	41,781,674				
Attributable to:								
Equity holders of the parent	87,220,204	27,905,993	170,175,455	28,312,922	56,419,311	23,840,853	19,711,786	19,371,113
Minority interest	27,194,367	15,026,015	20,281,273	13,468,752	0	0	0	0
Basic earnings per share	2.15	0.69	4.20	0.70	1.39	0.59	0.49	0.48
Summary Results for the Period								
Earnings before income tax, financial results, depreciation and amortization	102,390,363	58,561,752	82,260,340	42,578,061	7,838,843	8,635,536	1,461,426	(1,457,585)
Earnings before income tax and financial results	91,998,099	53,347,473	72,200,199	37,504,911	7,679,436	8,556,864	1,300,183	(1,540,692)
Earnings before income tax	140,979,731	54,186,859	214,188,899	52,208,027	62,854,936	28,302,143	19,793,410	18,407,956
Earnings for the period	114,058,146	42,593,176	189,579,795	41,051,003	56,419,311	23,840,853	19,711,786	19,371,113

* In summary Results for the period 3KP discontinued operations is included.

4. Statement of changes in Equity (Group)

Amounts in €	Shareholders' Equity attributable to the parent's shareholders						Minorities		
	Share Capital	Share Capital above par	Fair value reserves	Other reserves	Translation Reserves	Profit(Loss) carried forward	Total	Total	
Opening Balance of Shareholders' Equity at - 01/01/2005	24,312,204	178,745,665	0	(27,491)	(1,596,271)	(27,459,300)	173,974,807	63,809,946	237,784,753
<i>Adjustments in Shareholders' Equity for the period 01/01-30/06/2005</i>									
Sale of Treasury shares		8,775,098					8,775,098		
Revaluation profit(loss) recognized directly in Equity			1,876,383				1,876,383	2,336,840	4,213,222
Minus: Profit(Loss) transferred to profit and loss due to disposal					219,976		219,976	71,931	291,907
Net profit(loss) recognized directly in Equity	0	8,775,098	1,876,383	0	219,976	0	10,871,457	2,408,771	13,280,228
Dividends payments						(17,996,968)	(17,996,968)	(15,675,920)	(33,672,888)
Impact from Company acquisition						672,000	672,000	(672,000)	0
Impact from Subsidiary's Share Capital increase							0	231,981,091	231,981,091
Reclassification						252,636	252,636	357,032	609,668
Net profit(loss) for the period 01/01-30/06/2005			(40,597)	2,365,020		167,850,715	170,175,137	20,281,590	190,456,727
Total recognized profit(loss) for the period	0	8,775,098	1,835,785	2,365,020	219,976	150,778,383	163,974,262	238,680,564	402,654,826
Closing Balance of Shareholders' Equity at - 30/06/2005	24,312,204	187,520,764	1,835,785	2,337,529	(1,376,295)	123,319,083	337,949,069	302,490,510	640,439,579
Opening Balance of Shareholders' Equity at - 01/01/2006	24,312,204	187,520,764	15,167,654	18,894	(3,266,881)	165,687,205	389,439,840	318,394,032	707,833,872
<i>Adjustments in Shareholders' Equity for the period 01/01-30/06/2006</i>									
Translation reserve for foreign subsidiaries					(1,145,113)		(1,145,113)	(371)	(1,145,484)
Capitalization Taxes				(18,087)			(18,087)		(18,087)
Revaluation profit(loss) recognized directly in Equity			(601,964)				(601,964)	(682,583)	(1,284,546)
Minus: Profit(Loss) transferred to profit and loss due to disposal			(3,034,729)				(3,034,729)	(3,441,160)	(6,475,889)
Hedging reserve after tax			(3,687,127)				(3,687,127)	(4,180,930)	(7,868,057)
Net profit(loss) recognized directly in Equity	0	0	(7,323,820)	(18,087)	(1,145,113)	0	(8,487,020)	(8,305,043)	(16,792,064)
Dividends payments						(16,208,126)	(16,208,126)	(22,089,644)	(38,297,770)
Approval of 2005 dividends by the General Assebly				34,704,502		(34,704,502)	0	0	0
Minority interests form subsidiary acquisition							0	(22,518,931)	(22,518,931)
Minority interests form subsidiary disposal							0	23,704,708	23,704,708
Net profit(loss) for the period 01/01-30/06/2006						87,220,205	87,220,205	27,194,367	114,414,572
Total recognized profit(loss) for the period	0	0	(7,323,820)	34,686,415	(1,145,113)	36,307,576	62,525,059	(2,014,543)	60,510,516
Closing Balance of Shareholders' Equity at - 30/06/2006	24,312,204	187,520,764	7,843,834	34,705,309	(4,411,994)	201,994,782	451,964,898	316,379,489	768,344,387

5. Statement of changes in Equity (Company)

	Attributable to the parent's shareholders				Total
	Share Capital	Share Capital above par	Other reserves	Profit(Loss) carried forward	
Opening balance at 1st January 2005 according to IFRS	24,312,204	183,906,926	(15,045,533)	6,388,153	199,561,751
<i>Adjustments in Shareholders Equity for the period 01/01-30/06/05</i>					
Dividends Payment				(8,147,800)	(8,147,800)
Net Profit for the period 01/01-30/06/05			9,508,048	10,203,738	19,711,786
Total recognised profit(loss) for the period			9,508,048	2,055,938	11,563,986
Closing balance at 30th June 2005	24,312,204	183,906,926	(5,537,485)	8,444,091	211,125,736
Opening balance at 1st January 2006 according to IFRS	24,312,204	183,906,926	783,427	27,246,309	236,248,866
<i>Adjustments in Shareholders Equity for the period 01/01-30/06/06</i>					
Approval of 2005 dividends by the General Asseby			3,808,559	(3,808,549.41)	10
Dividends payment			0	(16,208,136.00)	(16,208,136)
Net Profit for the period 01/01-30/06/05			0	56,419,311.20	56,419,311
Total recognised profit(loss) for the period	0	0	3,808,559	36,402,625.79	40,211,185
Closing balance at 30th June 2006	24,312,204	183,906,926	4,591,987	63,648,934	276,460,051

6. Cash Flow Statement

	Note	THE GROUP 1st Half		THE COMPANY 1st Half	
		2006	2005	2006	2005
Cash flows from operating activities					
Cash flows from operating activities	8.18	74,879,909	12,883,347	23,268,084	(18,835,888)
Interest paid		(4,465,713)	(5,280,045)	(3,622,919)	(4,291,058)
Income tax paid		(28,970,377)	(18,530,694)	(5,878,284)	0
Net Cash flows from operating activities		41,443,819	(10,927,393)	13,766,881	(23,126,946)
Cash flows from investing activities					
Purchases of tangible assets		29,991,742	(13,661,359)	(51,013)	0
Purchases of intangible assets		(878,582)	(955,281)	0	0
Sale of tangible assets		187,385	277,461	12,850	13,931
Dividends received		0	16,783,446	20,298,784	16,775,492
Loans to related parties		0	0	384,514	0
Purchase of financial assets held-for-sale		(8,484,379)	(283,645)	0	0
Purchase of financial assets at fair value through profit and loss		(3,703,000)	(350,000)	0	0
Derivatives settlement		3,058,501	0	0	0
Acquisition of associates		0	(817,080)	0	0
Acquisition of subsidiaries (less cash)		(45,778,276)	31,761,228	(17,680,886)	(72,376,236)
Sale of financial assets held-for-sale		3,058,501	8,547,491	3,058,501	0
Sale of financial assets at fair value through profit and loss		14,556,377	4,622,611	0	0
Interest received		2,172,402	1,474,981	927,088	0
Cash received from loans to associates		0	70,000	0	0
Grants received		0	20,000	0	0
Other cash flows from investing activities		8,777	1,848	0	0
Net Cash flow from investing activities		(5,810,553)	47,491,702	6,949,838	(55,586,813)
Cash flow from financing activities					
Proceeds from issue of share capital		0	3,418,348	0	0
Sale of treasury shares		0	(938,645)	0	0
Dividends paid to parent's shareholders		(36,540,028)	(8,104,068)	(16,165,481)	(8,104,068)
Proceeds from borrowings		22,474,238	17,767,661	37,765,987	4,609,197
Repayments of borrowings		(8,728,202)	(12,220,937)	(8,728,202)	(10,781,148)
Payment of finance lease liabilities		(16,102)	0	0	0
Net Cash flow financing activities		(22,810,094)	(77,641)	12,872,304	(14,276,019)
Net (decrease) / increase in cash and cash equivalents		12,823,172	36,486,669	33,589,022	(92,989,778)
Cash and cash equivalents at beginning of period		(12,678,967)	(24,563,928)	(54,578,805)	(10,355,097)
Συναλλαγματικές διαφορές στα ταμειακά διαθέσιμα και ισοδύναμα		(60,974)	12,412	(60,974)	0
Net cash at the end of the period		83,230	11,935,153	(21,050,758)	(103,344,875)
Overdrafts		(31,002,044)	(110,556,842)	(22,832,544)	(106,454,519)
Cash and cash equivalent		31,085,274	122,491,995	1,781,786	3,109,644
Net cash at the end of the period		83,230	11,935,153	(21,050,758)	(103,344,875)

7. Segment reporting

Primary reporting format – business segments

The Group is active in three main business segments: Metallurgy, Constructions and Energy.

Segment's results are as follows:

01/01-30/06/06

	Metallurgy	Constructions	Energy	Other	Total
Total gross segment sales	496,242,669	138,654,047	1,038,173	0	635,934,889
Inter-segment sales	(123,012,654)	(60,532,305)	0	0	(183,544,959)
Sales	373,230,015	78,121,742	1,038,173	0	452,389,930
Operating profit	83,653,451	8,521,981	(165,506)	(11,827)	91,998,099
Financial results	31,306,744	(957,363)	(383,243)	(67,569)	29,898,569
Share of profit/(loss) of associates			(62,211)	(96,056)	(158,268)
Profit from company acquisition	19,168,441		72,891		19,241,332
Profit before income tax	134,128,636	7,564,618	(538,069)	(175,453)	140,979,732
Income tax	(18,545,714)	(8,319,361)	(1,720)	(3,712)	(26,870,508)
Profit for the period	115,582,922	(754,743)	(539,790)	(179,165)	114,109,224
Profit from discontinued operations					23,611
Segment Depreciation	7,715,311	2,415,528	327,573	0	10,458,412
Segment EBITDA	91,368,762	10,937,509	162,067	(11,827)	102,456,511

01/01-30/06/05

	Metallurgy	Constructions	Energy	Other	Total
Total gross segment sales	322,128,893	119,987,728	0	0	442,116,621
Inter-segment sales	(80,906,094)	0	0	0	(80,906,094)
Sales	241,222,798	119,987,728	0	0	361,210,527
Operating profit	47,548,599	24,280,036	(917,478)	(7,481)	70,903,676
Financial results	7,083,641	37,236	(45,042)	(56,839)	7,018,995
Share of profit/(loss) of associates	0	0	0	(693,383)	(693,383)
Profit from company acquisition	0	0	0	136,959,611	136,959,611
Profit before income tax	54,632,239	24,317,271	(962,520)	136,201,908	214,188,899
Income tax	(16,759,008)	(7,862,327)	16,627	(4,397)	(24,609,104)
Profit for the period	37,873,231	16,454,944	(945,893)	136,197,512	189,579,795
Profit from Discontinued Operations					876,933
Segment Depreciation	7,215,420	2,943,766	496	0	10,159,682
Segment EBITDA	54,764,019	27,223,802	(916,982)	(7,481)	81,063,358

Segment's assets and liabilities are as follows:

30/06/2006

	Metallurgy	Constructions	Energy	Other	Total
<i>Assets</i>	918,140,482	201,296,382	95,751,664	3,575,055	1,218,763,583
Unallocated assets					23,125,519
<i>Consolidated assets</i>					1,241,889,102
<i>Liabilities</i>	298,616,358	98,954,449	56,476,594	3,769,760	457,817,161
Unallocated liabilities					15,727,553
<i>Consolidated liabilities</i>					473,544,714

31/12/2005

	Metallurgy	Constructions	Energy	Other	Total
<i>Assets</i>	831,624,175	248,232,024	14,308,614	9,064,300	1,103,229,113
Unallocated assets	-	-	-	-	72,210,034
<i>Consolidated assets</i>	831,624,175	248,232,024	14,308,614	9,064,300	1,175,439,148
<i>Liabilities</i>	266,568,069	165,976,113	14,893,912	4,048,729	451,486,822
Unallocated liabilities					16,118,455
<i>Consolidated liabilities</i>					467,605,277

Secondary reporting format – geographical segments

The Group is active in Greece where it has its Headquarters. It operates also in Euro zone and other countries.

Group's sales allocation to geographical segments, are as follows.

	01/01-30/06/06	01/01-30/06/05
Greece	185,654,133	218,747,918
Eurozone	120,834,155	75,516,228
Other countries	146,346,172	74,499,304
Total	452,834,460	368,763,450

Following there is an analysis of sales per type:

	01/01-30/06/06	01/01-30/06/05
Sale of commodities	183,491,511	84,524,389
Sales of goods produced	189,144,058	150,067,479
Sales of other inventory	1,009,372	1,571,988
Services	8,034,977	8,433,508
Subcontracts	0	172,670
Sale of Property	647,369	804,650
Constructions	70,421,851	123,185,238
Other	85,321	3,528
Total	452,834,459	368,763,450

8 Additional Information

8.1 Basis for preparation of the financial statements

The consolidated financial statements of **MYTILINEOS S.A.** for the 1st Half of 2006 covering the period from 01.01 to 30.06.2006 have been prepared under the historic cost principle as this is amended by the revaluation of specific assets and liabilities in market values, the going concern principle and they are in accordance with the International Financial Reporting Standards (IFRS) that have been issued by the International Accounting Standards Board (IASB) and their interpretations that have been issued by the International Financial Reporting Interpretations Committee (IFRIC) of the IASB more specifically with IAS 34 (Intermediary Financial Statements).

The consolidated financial statements of METKA A.E. for the first semester of 2006, do not include all the information that are necessary during the annual financial statements, therefore the use of the annual financial statements of 2005 is appropriate.

The accounting principles that had been used in the preparation of the annual financial statements of 2005 have not been changed during the first semester of 2006.

The preparation of the financial statements according to I.F.R.S. requires the use of estimates and assertions. Major assumptions made by the management in order to apply certain accounting policies have been highlighted were appropriate.

The estimations and the assertions in which the management proceeds are always valued and come from the experience and other factors, included future expectations under reasonable circumstances.

8.2 Adoption of new accounting standards and IFRIC

IFRS 6 "Exploration for and Evaluation of Mineral Assets" is mandatory to be used since 1/1/2006. The use of the above principle did not affect the Consolidated Financial Statements.

IFRIC 4 "Determining whether an Arrangement contains a Lease" and IFRIC 5 "Rights to Interests Arising from Decommissioning, Restoration and Environmental Funds". adoption did not affect the Consolidated Financial Statements. Interim financial statements for the six month period 10 from the 1st of January to the 30th of June 2006

IFRIC 5 "Rights to interests arising form decommissioning, restoration and environmental rehabilitation funds". The Group's financial statements have not been affected.

8.3 New accounting standards and IFRIC interpretations

The IASB and the IFRIC have already issued a series of new accounting principles and interpretations which are mandatory for the periods starting the 1st January 2007.

- IFRS 7 "Financial instruments Disclosures"

The Group will apply the IFRS 7 on 01/01/2007.

Amendments of IAS 1 " Presentation of Financial Statements, Capital disclosures". The amendments will be applied by 01/01/07

- IFRIC 7 "Applying the Restatement Approach under IAS 29 Financial Reporting in Hyperinflationary Economies". The Group financial statements will not be affected.
- IFRIC 8 "Scope of IFRS 2". The Group financial statements will not be affected.
- IFRIC 9 "Reassessment of Embedded Derivatives" The Group financial statements will not be affected.
- IFRIC 10 "Interim Financial Reporting and Impairment" The Group will apply the IFRIC by 01/11/06.

8.4 Group Structure and method of Consolidation

Group companies, included in the consolidated financial statements are:

	Percentage	Consolidation method	Note
MYTILINEOS S.A. Maroussi, Athens	Parent		
METKA S.A., N.Heraklio,Athens	53.11%	Line by line	
SERVISTEEL, Volos	53.11%	Line by line	
E.K.M.E. S.A. Municipality of Ehedorou, Thessaloniki	21.24%	Line by line	
RODAX A.T.E.E., N.Heraklio, Athens	53.11%	Line by line	
ELEMKA S.A., N.Heraklio, Athens	44.35%	Line by line	
ALUMINIUM OF GREECE B.E.A.E.	47.07%	Line by line	
DELFI DISTOMON A.M.E.	47.07%	Line by line	
ELVO, Thessaloniki	43.00%	Equity	
SOMETRA S.A., SIBIU Romania	87.96%	Line by line	
MYTILINEOS FINANCE S.A., Luxemburg	99.97%	Line by line	
STANMED TRADING LTD , Κύπρος	99.97%	Line by line	
MYTILINEOS BELGRADE D.O.O., Σερβία	99.97%	Line by line	
MYVEKT INTERNATIONAL SKOPJE, Π.Γ.Δ.Μ.	99.97%	Line by line	
RDA TRADING, Νήσοι Guernsey	99.97%	Line by line	
DEFENSE MATERIAL INDUSTRY S.A.-MYTILINEOS AND Co, Maroussi, Athens	100.00%	Line by line	
MYTILINEOS POWER GENERATION & SUPPLIES S.A., Maroussi, Athens	100.00%	Line by line	
INDUSTRIAL RESEARCH PROGRAMS "BEAT", Halandri, Athens	35.00%	Equity	
G.SIDIROMETALLICA S.A., Maroussi, Athens	50.00%	Line by line	
HELLENIC COPPER MINES LTD, Cyprus	39.16%	Equity	
GENIKI VIOMICHANIKI, Maroussi, Athens	Common management	Line by line	
MYTILINEOS HELLENIC WIND POWER S.A., Maroussi, Athens	80.00%	Line by line	
AIOLIKI ANDROU TSIROVLIDI S.A., Maroussi, Athens	80.20%	Line by line	
AIOLIKI NEAPOLEOS S.A., Maroussi, Athens	80.20%	Line by line	
AIOLIKI EVOIAS PIRGOS S.A., Maroussi, Athens	80.20%	Line by line	
AIOLIKI EVOIAS POUNTA S.A., Maroussi, Athens	80.20%	Line by line	
AIOLIKI EVOIAS HELONA S.A., Maroussi, Athens	80.20%	Line by line	
AIOLIKI ANDROU RAHI XIROKABI S.A., Maroussi, Athens	80.20%	Line by line	
AIOLIKI PLATANOU S.A., Maroussi, Athens	80.20%	Line by line	
AIOLIKI SAMOTHRAKIS S.A., Maroussi, Athens	80.20%	Line by line	
AIOLIKI EVOIAS DIAKOPTIS S.A., Maroussi, Athens	80.20%	Line by line	
AIOLIKI SIDIROKASTROU S.A., Maroussi, Athens	80.20%	Line by line	
HELLENIC SOLAR S.A.,Maroussi, Athens	100.00%	Line by line	
GENERAL STELL TRADING SA, N.Hiraklion Attica	100.00%	Line by line	
DELTA PROJECT SA., Moshato	44.62%	Line by line	
THERMOREMA SA., Moshato Attica	17.85%	Line by line	Indirect stake through "DELTA PROJECT"
KASTANIOTIKO SA., Moshato Attica	42.21%	Line by line	Indirect stake through "DELTA PROJECT"
POUGKAKIA SA, Moshato Attica	42.44%	Line by line	Indirect stake through "DELTA PROJECT"
DELTA PROJECT CONSTRUCT SRL, Bucurest Romania	42.39%	Line by line	Indirect stake through "DELTA PROJECT"
KALOMOIRA SA Moshato Attica	8.92%	Equity	Indirect stake through "DELTA PROJECT"
DELTA ENERGY SA Moshato Attica	40.16%	Line by line	Indirect stake through "DELTA PROJECT"
PHOEBUS SA, Amfiklia	40.16%	Line by line	Indirect stake through "DELTA PROJECT"
YDROXOOS SA Moshato Attica	40.16%	Line by line	Indirect stake through "DELTA PROJECT"
PEPONIAS SA Moshato Attica	24.10%	Line by line	Indirect stake through "DELTA PROJECT"
FTHIOTIKI ENERGY SA, Moshato Attica	14.06%	Equity	Indirect stake through "DELTA PROJECT"
YDRIA, Moshato Attica	40.16%	Line by line	Indirect stake through "DELTA PROJECT"
MARTINO SA, Moshato Attica	24.10%	Line by line	Indirect stake through "DELTA PROJECT"
ARGYRI ENERY, Moshato Attica	40.16%	Line by line	Indirect stake through "DELTA PROJECT"
ENDY SA, Moshato Attica	40.16%	Line by line	Indirect stake through "DELTA PROJECT"
ΦΩΤΕΙΝΟΣ ΘΛΕΜΑΧΟΣ Α.Ε., Moshato Attica	40.16%	Line by line	Indirect stake through "DELTA PROJECT"
THESSALIKI ENERGY, Moshato Attica	40.16%	Line by line	Indirect stake through "DELTA PROJECT"
ENERGY CONSTRUCTION DEVELOPMENT WESTERN GREECE SA, Moshato Attica	40.16%	Line by line	Indirect stake through "DELTA PROJECT"
IONIA ENERGY SA, Moshato Attica	21.87%	Equity	Indirect stake through "DELTA PROJECT"
ELECTRONWATT SA, Moshato Attica	4.46%	Equity	Indirect stake through "DELTA PROJECT"
BUSINESS ENERGY SA., Moshato Attica	11.11%	Equity	Indirect stake through "DELTA PROJECT"

During the reporting period, the Group:

- ▶ acquired a 44,624% stake in the share capital of the listed in the Athens Stock Exchange company "DELTA PROJECT SA" for € 13.264.459 and through this an indirect stake in its subsidiaries as shown at the above table. The Group consolidated "DELTA PROJECT S.A." from 13.06.2006, as this was the date that control was deemed to be acquired. "Control" is the right to lead the financial and business policies of an entity in order to receive benefits from its operation. As a result of this, Group's turnover is increased by €444.489, Group's EBIT decreased by €369.702 and Group's Equity is increased by €18.558.884. If "DELTA PROJECT Group" was consolidated from the beginning of the period the Group's turnover would be increased by €2.666.932 and Group's Earning after tax would be decreased by €3.487.783. The effect of the above acquisition was a goodwill of € 376.154 as shown at the following table:

Goodwill from DELTA PROJECT acquisition	
Date of acquisition	12/6/2006
Acquired percentage	44.62%
Shares (Total) :	12,500,000
Acquired shares :	5,578,000
Par value (per share) :	0.34
Acquisition price (per share.) :	2.45
Cost of acquisition	
- Cash paid	13,666,100
- Direct expenses related to acquisition	44,599
- Distribution of reserves prior to acquisition	-446,240
Total value of acquisition	13,264,459
<i>Less: Fair value of Assets and Liabilities acquired</i>	12,888,305
Profit from acquisition	376,154

The assets acquired and the liabilities undertaken due to the acquisition are as follows:

	Book Value	Fair Value
Property, plant and equipment	29.074.979	29.074.979
Goodwill	6.176.447	
Intangible assets	159.188	26.335.635
investment in associates	1.138.820	1.138.820
Deferred tax asset	462.088	462.088
Other non-current	447.888	447.888
Inventories	578.140	578.140
Trade and other receivables	7.427.878	7.427.878
Other assets	5.597.058	5.597.058
Cash and cash equivalents	1.392.290	1.392.290
Long Term Bank debt.	(13.063.999)	(13.063.999)
Deferred tax liabilities	(880.497)	(880.497)
Other non-current liabilities	(4.292.168)	(4.292.168)
Trade and other payables	(4.104.906)	(4.104.906)
Tax payable	(872.409)	(872.409)
Short Term Bank debt.	(13.562.061)	(13.562.061)
Other short term liabilities	(4.231.546)	(4.231.546)
Minority interest	(2.565.186)	(2.565.186)
Total equity		28.882.003,88
Acquired percentage		<i>44,624%</i>
Fair Value		12.888.305

It is noted that the fair value of the tangible and intangible assets acquired, the liabilities undertaken, as well as the contingent liabilities assumed were determined provisionally as the final evaluation regarding the fair value of the intangible assets recognized is still pending.

The provisional values of the operation and construction licenses recognized amount to € 20m. Additionally, goodwill amounting to € 6.176.447 recognized by "DELTA PROJECT" regarding acquisitions prior to this business combination was allocated to intangible assets related to operation and construction licenses of hydro-electric stations and wind parks.

- Acquired at 16/6/2006 a 100% stake in the company "GENERAL STEEL-TRADING SA" for € 74.030, which is consolidated for the first time under MYTILINEOS GROUP. The consolidation of the above company was from 16/6/2006, date at which control was to deemed to be acquired. This business combination had no effect in the Group's results. If the company was consolidated from the beginning of the period the Group's Earning after

tax would be increased by €5.953. It is noted also that the BOD of MYTILINEOS SA has decided the spin-off of the metal trading sector and its contribution to the above mentioned company.

- ▶ Established the company "HELLENIC SOLAR SA", a 100% subsidiary, at 1/6/2006. the company was consolidated for the first time at the reporting period.
- ▶ Furthermore, during the reporting period the Group acquired an additional 3.15% (47,07%) stake in the subsidiary "Aluminum of Greece SA" and an additional 1.91%(53.11%) stake in the subsidiary "METKA SA". The "Aluminum of Greece S.A." stake increase is due to buy & sell transactions that have influenced the Financial Statements as follows:

		Acquisition cost (A)	Sales value (B)	Company fair value	Group's share in fair value (C)	No of shares	% Purchases / (Sales)	Goodwill on acquisition (A-C)	Profit on sale of company's share (B-C)	Profit from acquisition of company's share(C-A)
Sale	Trough private placement	-10,097,345	44,293,374	457,153,209	-24,695,719	-2,331,320	-5.40%		19,597,656	
Purchase	Through the ASE	16,253,938		454,110,496	9,603,468	912,659	2.11%	6,650,470		
Purchase	Call Option	9,335,029		457,156,311	28,497,641	2,690,210	6.23%			19,162,612
Purchase	Through the ASE	940,430		430,521,871	494,307	49,550	0.11%	446,122		
Purchase	Through the ASE	562,112		445,820,437	397,649	38,493	0.09%	164,463		
		16,994,163				1,359,592	3.15%	7,261,055	19,597,656	19,162,612

The METKA S.A. stake increase is due to purchase transactions that have influenced the Financial Statements as follows:

		Acquisition cost (A)	Sales value (B)	Company fair value	Group's share in fair value (C)	No of shares	% Purchases / (Sales)	Goodwill on acquisition (A-C)
Purchase	Through the ASE	4,739,770		105,138,910	1,102,169	544,597	1.05%	3,637,601
Purchase	Through the ASE	2,081,812		95,572,500	474,384	257,862	0.50%	1,607,428
Purchase	Through the ASE	1,221,445		102,384,907	370,771	188,131	0.36%	850,674
		8,043,027				990,590	1.91%	6,095,703

8.5 Discontinued Operations

For the purpose of better and fulfill information and in order for the financial statements to be comparable there is a need to present the financial statement for the discontinued operation.

The profit of the current period for the discontinued operation is € 356.425 which breaks down to €23.611 from operational profit and € 332.814 as profit from the sale of the discontinued operation.

Amounts in €

	GROUP			
	01/01 - 30/06/2006	01/04 - 30/06/2006	01/01 - 30/06/2005	01/04 - 30/06/2005
Discontinued Operations				
Sales	460,715	20,265	7,552,923	4,646,891
Cost of sales	(366,926)	(38,157)	(6,036,664)	(3,463,012)
Gross profit	93,790	(17,892)	1,516,259	1,183,879
Other operating income	73,321	60,001	3,268	0
Distribution expenses				
Administrative expenses	(135,824)	(34,690)	(214,996)	(108,606)
Other operating expenses	(3,252)	0	(8,008)	(3,243)
Earnings before interest and income tax	28,035	7,420	1,296,524	1,072,030
Financial income	15,031	4,975	10,780	3,611
Financial expenses	(5,909)	(16)	(17,697)	(1,125)
Profit before income tax	37,157	12,378	1,289,607	1,074,516
Income tax expense	(13,546)	(6,360)	(412,674)	(343,845)
Profit for the period	23,611	6,018	876,933	730,671
Profit form sale of the discontinued operation	332,814	332,814	0	0
Result from discontinued operations for the period	356,425	338,833	876,933	730,671

8.6 Encumbrances

There are no encumbrances to the company's assets, while the encumbrances to the Group's assets amount to €2,3m for securing bank debt.

8.7 Commitments

Group's commitments due to construction contracts are as follows:

Amounts in €

	GROUP	
	30/06/06	31/12/05
Construction contracts		
Value of pending construction contracts	313,948,058	445,822,976
Granted guarantees for good performance	107,868,060	77,166,752
Total	421,816,117	522,989,728

8.8 Contingent Assets

The account of assets "Other receivables" includes a litigation claim of the parent company from Export Credit Insurance Organization (ECIO), amounting to €14.509.364. The above claim has been granted to the company (decision EA 6619/2004) by the Court of Appeal of Athens. According to the Court's decision ECIO is obliged to pay to MYTILINEOS A.E. compensation which amounts to € 16.069.095,48 plus interest, until full repayment and ensured by an equal amount letter of credit. There are no other litigations which have an important impact on company's and Group's financial position.

8.9 Contingent Liabilities

The fiscal years that have not been inspected by the tax authorities for each of the Group's companies are as follows:

COMPANY	YEARS NOT INSPECTED BY TAX AUTHORITIES
MYTILINEOS S.A. Maroussi, Athens	2005
METKA S.A., N. Heraklio, Athens	2005
SERVISTEEL, Volos	2003-2005
E.K.M.E. S.A. Municipality of Ehedorou, Thessaloniki	2001-2005
RODAX A.T.E.E., N.Heraklio, Athens	2001-2005
ELEMKA S.A., N.Heraklio, Athens	1999-2005
ALUMINIUM OF GREECE S.A.	2004 -2005
DELFI DISTOMON A.M.E.	2005
ELVO, Thessaloniki	2004-2005
SOMETRA S.A., SIBIU Ρουμάνιας	2004-2005
MYTILINEOS FINANCE S.A., Luxemburg	-
STANMED TRADING LTD , Κύπρος	2004-2005
MYTILINEOS BELGRADE D.O.O., Σερβία	1999-2005
MYVEKT INTERNATIONAL SKOPJE, Π.Γ.Δ.Μ.	1999-2005
RDA TRADING, Νήσοι Guernsey	-
DEFENSE MATERIAL INDUSTRY S.A.-MYTILINEOS AND Co, Maroussi, Athens	2003-2005
MYTILINEOS POWER GENERATION & SUPPLIES S.A., Maroussi, Athens	2001-2005
INDUSTRIAL RESEARCH PROGRAMS "BEAT", Halandri, Athens	2003-2005
G.SIDIOMETALLICA S.A., Maroussi, Athens	2003-2005
HELLENIC COPPER MINES LTD, Cyprus	-
GENIKI VIOMICHANIKI, Maroussi, Athens	2003-2005
MYTILINEOS HELLENIC WIND POWER S.A., Maroussi, Athens	2001-2005
AIOLIKI ANDROU TSIROVLIDI S.A.,Maroussi,Athens	2003-2005
AIOLIKI NEAPOLEOS S.A., Maroussi, Athens	2003-2005
AIOLIKI EVOIAS PIRGOS S.A., Maroussi, Athens	2003-2005
AIOLIKI EVOIAS POUNTA S.A., Maroussi, Athens	2003-2005
AIOLIKI EVOIAS HELONA S.A., Maroussi, Athens	2003-2005
AIOLIKI ANDROU RAHI XIROKABI S.A., Maroussi, Athens	2003-2005
AIOLIKI PLATANOU S.A., Maroussi, Athens	2003-2005
AIOLIKI SAMOTHRAKIS S.A., Maroussi, Athens	2003-2005
AIOLIKI EVOIAS DIAKOFTIS S.A., Maroussi, Athens	2003-2005
AIOLIKI SIDIROKASTROU S.A., Maroussi, Athens	2003-2005
HELLENIC SOLAR S.A.	First fiscal year
ΓΕΝΙΚΗ ΣΙΔΗΡΕΜΠΟΡΙΚΗ ΑΕΒΕ, Ν.Ηράκλειο Αττικής	2003-2005
DELTA PROJECT SA., Moshato	2003-2005
THERMOREMA SA., Moshato Attica	2003-2005
KASTANIOTIKO SA., Moshato Attica	2003-2005
ΠΟΥΓΚΑΚΙΑ SA, Moshato Attica	2003-2005
DELTA PROJECT CONSTRUCT SRL, Bucurest Romania	2005
KALOMOIRA SA Moshato Attica	2003-2005
DELTA ENERGY SA Moshato Attica	2003-2005
PHOEBUS SA, Amfiklia	2002-2005
YDROXOOS SA Moshato Attica	2004-2005
PEPONIAS SA Moshato Attica	2004-2005
FTHIOTIKI ENERGY SA, Moshato Attica	2003-2005
YDRIA, Moshato Attica	2005
MARTINO SA, Moshato Attica	2005
ARGYRI ENERY, Moshato Attica	2003-2005
ENDY SA, Moshato Attica	2003-2005
ΦΩΤΕΙΝΟΣ ΘΛΕΜΑΧΟΣ Α.Ε., Moshato Attica	2003-2005
THESSALIKI ENERGY, Moshato Attica	2002-2005
ENERGY CONSTRUCTION DEVELOPMENT WESTERN GREECE SA, Moshato Attica	1999-2005
IONIA ENERGY SA, Moshato Attica	First fiscal year
ELECTRONWATT SA, Moshato Attica	First fiscal year
BUSINESS ENERGY SA., Moshato Attica	First fiscal year

For the fiscal years that have not been inspected by the tax authorities (as reported in the above table), there is a possibility of additional tax imposition. Therefore the group assesses, on an annual basis, the contingent liabilities regarding additional taxes from tax inspections in respect of prior years and makes relevant provisions where this is deemed necessary.

8.10 Other Contingent Liabilities

There are no other contingent liabilities apart from the above mentioned.

8.11 Correction in transition adjustments

The above stated adjustments due to the transition to IFRS, differ from the respective tables in the published financial statements covering the periods 01/01-30/06/2005. The differences stem from the finalization of the transition adjustments mainly regarding a reassessment of estimates for deferred taxes as well as the final decision for the Group's accounting principles. The differences between the published figures and the above mentioned corrections are presented at the following table:

	GROUP	COMPANY
	30/6/2005	30/6/2005
Shareholders equity as published in Interim Financial Statements	642,224,983	211,815,736
<i>Corrections</i>		
Other contingent taxes	(1,785,404)	(690,000)
Adjusted Shareholders Equity	<u>640,439,579</u>	<u>211,125,736</u>
Earnings after tax according to IAS for the years/periods as published in Interim Financial Statements	179,761,786	9,016,844
<i>Corrections</i>		
Other contingent taxes	10,694,942	10,694,942
Adjusted Earnings after tax	<u>190,456,728</u>	<u>19,711,786</u>
Earnings per share	4.44	0.22
Adjusted earnings per share	4.70	0.49

Additionally the Group, using the exception of IFRS 1, did not confront to the provisions of IAS 21. As a result, at 01.01.2004 the Group reclassified translation exchange rate differences, related to foreign investments, of € 7.325.712 from the "Translation Reserves" to "Retained Earnings", without any impact on the Group's Equity.

8.12 Derivative Financial assets as hedging instruments

"Future" contracts lie on the provisions of IAS 39 "Recognition and measurement of financial instruments". These contracts are of fixed size and date of settlement. As income is regarded the net inflow at settlement date and is calculated as the difference between the mark to market valuation and the price fixed at each deal date.

Hedging instruments regarding "Currency forward agreements" lie also on the provisions of IAS 39 "Recognition and measurement of financial instruments". Through these agreements the group hedges the currency risk related to its USD exposure on the commodity prices (LME aluminum prices).

The above – mentioned derivatives referring to the Group's subsidiary "ALUMINUM OF GREECE SA", are recognized as cash flow hedging instruments and therefore the valuation of their open positions at each balance sheet date is transferred directly to Equity. Respectively, the profit(loss) of the settled positions is recognized in the profit and loss of the period it occurred.

The valuation of open positions as at 30/06/2006 resulted in losses after tax amounting to € 19.391.195 and transferred directly to Group's Equity. Respectively, the amount recognized to profit and loss for the period and regarding the positions settled during the reported period amounted € 11.523.138

8.13 Financial assets available for sale

During the current period the subsidiary "Aluminum of Greece S.A." sold shares, of listed companies, with a book value of €11.590.294. The sale amounted to € 15.643.954. The recognized profit that has been transferred to the Group's income statement amounted to €10.506.083

8.14 Number of employees

	THE GROUP		THE COMPANY	
	30/6/2006	30/6/2005	30/6/2006	30/6/2005
Full time employees	2,278	3,314	83	63
Part time employees	1,341	419	2	2
Σύνολο	3,619	3,733	85	65

8.15 Income tax

	GROUP		COMPANY	
	30/06/2006	30/06/2005	30/06/2006	30/06/2005
Tax expense for the period	30,582,737	(20,134,078)	4,475,203	(1,352,937)
Tax audit differences	4,362,837	(3,943,728)	4,052,000	(765)
Deferred taxation	(8,023,989)	(943,971)	(2,091,578)	1,272,078
Total	(26,921,586)	(25,021,777)	(6,435,625)	(81,624)

8.16 Earnings per Share

	GROUP				COMPANY			
	01/01-30/06/06	01/04-30/06/06	01/01-30/06/05	01/04-30/06/05	01/01-30/06/06	01/04-30/06/06	01/01-30/06/05	01/04-30/06/05
Profit attributable to Shareholders of the parent	87,220,204	27,905,993	170,175,455	28,312,922	56,419,311	23,840,853	19,711,786	19,371,113
Weighted average number of shares	40,520,340	40,520,340	40,520,340	40,520,340	40,520,340	40,520,340	40,520,340	40,520,340
Basic earnings per share	2.15	0.69	4.20	0.70	1.39	0.59	0.49	0.48
Continuing Operations								
Profit attributable to Shareholders of the parent	87,038,807	27,728,325	169,957,235	28,130,839	56,419,311	23,840,853	19,711,786	19,371,113
Weighted average number of shares	40,520,340	40,520,340	40,520,340	40,520,340	40,520,340	40,520,340	40,520,340	40,520,340
Basic earnings per share	2.15	0.68	4.19	0.69	1.39	0.59	0.49	0.48
Discontinuing Operations								
Profit attributable to Shareholders of the parent	181,397	177,668	218,220	182,083				
Weighted average number of shares	40,520,340	40,520,340	40,520,340	40,520,340				
Basic earnings per share	0.00	0.00	0.01	0.00				

8.17 Management remuneration and fringes

	THE GROUP		THE COMPANY	
	01/01-30/06/06	01/01-30/06/05	01/01-30/06/06	01/01-30/06/05
B.O.D. Remuneration	1,234,468	1,102,500	963,400	1,027,500
Salaries & other employees benefits	2,423,507	2,187,022	843,906	656,958
Total	3,657,975	3,289,522	1,807,306	1,684,458

8.18 Cash Flows from Operating Activities

	GROUP 1st half		COMPANY 1st half	
	2006	2005	2006	2005
Cash flows from operating activities				
Profit for the period	114,420,526	179,761,785	56,419,311	19,711,786
Adjustments for:				
Tax	26,935,131	35,716,719	6,435,625	81,624
Depreciation of property, plant and equipment	9,607,658	9,091,671	159,407	161,243
Depreciation of intangible assets	996,814	968,470	0	0
Impairments	0	459,300	0	0
Provisions	1,646,544	60,919	0	0
Income from reversal of prior year's provisions	(188,776)	0	0	0
Profit / Loss from sale of tangible assets	(89,268)	(157,381)	(7,839)	0
Profit / Loss from fair value of investments in real estate	(19,597,656)	0	(34,196,197)	0
Profit / Loss from fair value valuation of derivatives	(99,021)	(8,519,167)	(99,021)	(8,519,167)
Profit / Loss from fair value valuation of financial assets at fair value through profit and loss	(4,345)	(58,458)	0	0
Profit / Loss from sale of held-for-sale financial assets	(10,506,083)	(270,904)	0	0
Profit / Loss from sale of financial assets at fair value through profit and loss	(523,564)	(4,550,092)	(523,564)	0
Interest income	(2,173,362)	(2,099,010)	(927,088)	(1,285,774)
Interest expenses	4,637,455	4,904,025	3,622,919	4,291,058
Dividends	0	(21,865,753)	(20,298,784)	(17,279,294)
Grants amortization	(146,060)	99,452	0	0
Profit from company acquisition	(19,574,146)	(136,959,611)	0	0
Parent company's portion to the profit of associates	158,268	471,443	0	0
Loans Exchange differences	(192,167)	13,487,017	(428,936)	13,487,017
Other Exchange differences	1,164,854	(4,831,158)	0	(5,164,184)
	106,472,803	65,709,269	10,155,834	5,484,309
Changes in Working Capital				
(Increase)/Decrease in stocks	(37,672,430)	(75,003,339)	(955,336)	553,038
(Increase)/Decrease in trade receivables	(30,969,309)	(3,889,953)	(13,793,713)	(17,703,889)
(Increase)/Decrease in other receivables	(1,158,609)	22,757,404	0	8,849,082
Increase / (Decrease) in liabilities	36,185,809	2,274,948	27,861,298	(16,018,428)
Provisions	2,021,645	234,678	0	0
Pension plans	0	800,340	0	0
	(31,592,894)	(52,825,922)	13,112,250	(24,320,197)
Net Cash flows operating activities	74,879,909	12,883,347	23,268,084	(18,835,888)

8.19 Other Events

The parent company "MYTILINEOS HOLDINGS SA" on the grounds of the implementation of the Group's investment strategy in the energy sector reached an agreement on 04/05/2006 regarding the acquisition of 100% of the share capital of "SPIDER ENERGY SA"

In the process of optimizing operating and administrative efficiencies, MYTILINEOS HOLDINGS SA is proceeding with a structural reorganization. One of the aspects of this reorganization is that MYTILINEOS HOLDINGS SA will become solely a holding company. As a result of this decision, the Group's Metal & Steel Trading Services sector, including the entire Zn/Pb business, will be transferred to the 100% subsidiary of MYTILINEOS HOLDINGS SA "GENERAL STEEL-TRADING SA". The sector spin-off will take place according to the stipulations of articles 1-5 of Greek law 2166/1993, with Balance Sheet restructure date the 30th June 2006.

The Group proceed to a put option agreement with the major shareholders of "DELTA PROJECT" for an additional 17.35% of the share capital (2.168.122 shares) for a strike price of € 8 per share. The pre – mentioned is to be exercised from 20/8/2006 until 31/10/2006.

8.20 Post – Balance Sheet events

Apart from the above-mentioned events, there are no significant subsequent events which should be announced for the purposes of IFRS.

8.21 Related party transactions
INTERCOMPANY SALES - PURCHASES

01/01-30/06/06

SALES	PURCHASES	MYTILINEOS S.A.	AE-PRO	WIND POWER GROUP	HELLENIC SOLAR S.A.	MYTILINEOS POWER GENERATION & SUPPLIES S.A.	GENIKI VIOMICHANIKI	DEFENSE MATERIAL INDUSTRY	SIDIROMETALLICA	MYTILINEOS FINANCE S.A.	ALLUMINIUM OF GREECE	METKA S.A.	SOMETRA S.A.	ELVO	TOTAL
		MYTILINEOS S.A. Sales			4,375	0	398	398	0	0	4,000,000	2,512	154,681	49,428,658	85,260
MYTILINEOS S.A. Other operating income			7,748	0	704	704	704	360.00			18,065			28,286	
AE-PRO														0	
WIND POWER GROUP		0				0	0	0	0	0	0	0	0	0	
HELLENIC SOLAR S.A.														0	
MYTILINEOS POWER GENERATION & SUPPLIES S.A.		0	0			0	0	0	0	0	0	0	0	0	
GENIKI VIOMICHANIKI		0	0			0	0	0	0	0	0	0	0	0	
DEFENSE MATERIAL INDUSTRY		0	0			0	0	0	0	0	0	0	0	0	
SIDIROMETALLICA		0	0			0	0	0	0	0	0	0	0	0	
MYTILINEOS FINANCE S.A.		405,501	0			0	0	0	0	4,524,510	0	23,459		4,953,470	
MYTILINEOS FINANCE S.A. - Χρηματ/κά		179,646	0			0	0	0	0	0	0	0	0	179,646	
ALLUMINIUM OF GREECE Sales		0	0			0	0	0	64,546,146		4,869	0		64,551,015	
ALLUMINIUM OF GREECE Other operating income		0	0			12,366	0	0	0	0	0	0	0	12,366	
METKA S.A.		42,400	0			0	0	0	0	55,986,523		0	148,648	56,177,571	
SOMETRA S.A.		28,817,947	0			0	0	0	0	0	0			28,817,947	
ELVO											147,482			147,482	
TOTAL		29,445,494	0	12,122	0	13,468	1,102	704	360	68,546,146	60,513,545	177,615	49,452,117	233,908	208,162,674

* Consolidation method for ELVO - Equity method.

INTERCOMPANY RECEIVABLES - PAYABLES

01/01-30/06/06

RECEIVABLES \ PAYABLES	01/01-30/06/06													TOTAL
	MYTILINEOS S.A.	ΔE-PRO	WIND POWER GROUP	HELLENIC SOLAR S.A.	MYTILINEOS POWER GENERATION & SUPPLIES S.A.	GENIKI VIOMICHANIKI	DEFENSE MATERIAL INDUSTRY	SIDIROMETALLICA	MYTILINEOS FINANCE S.A.	ALLUMINIUM OF GREECE	METKA S.A.	SOMETRA S.A.	ELVO	
MYTILINEOS S.A. Customers / Creditors			15,085.07		1,202.98	154,619.74	4,991.93	372.96		2,989.68	135,555.74	80,512,013.39	16,910.70	80,843,742.19
MYTILINEOS S.A. Other Receiv. / Long-term Liabil.			75,000.00		289,000.00			20,975.71						384,975.71
MYTILINEOS S.A. Other Receiv. / Creditors			673,000.00	3,569.49	16,400.00			0.00						692,969.49
ΔE-PRO														
WIND POWER GROUP					238,789.42									
HELLENIC SOLAR S.A.														
MYTILINEOS POWER GENERATION & SUPPLIES S.A.														0.00
MYTILINEOS POWER GENERATION & SUPPLIES S.A. Other Receiv./ Creditors			1,089.34	60.00										1,149.34
GENIKI VIOMICHANIKI														
DEFENSE MATERIAL INDUSTRY														0.00
SIDIROMETALLICA														
MYTILINEOS FINANCE S.A.	21,350,730.40									1,878,331.07		82,718.32		23,311,779.79
ALLUMINIUM OF GREECE	119.00				12,365.70				13,825,832.86		16,444,739.00			30,283,056.56
METKA S.A.	4,108.58				41,631.28					16,572,233.00			402,725.00	17,020,697.86
SOMETRA S.A.														0.00
ELVO														
TOTAL	21,354,957.98	0.00	764,174.41	3,629.49	599,389.38	154,619.74	4,991.93	21,348.67	13,825,832.86	18,453,553.75	16,580,294.74	80,594,731.71	419,635.70	152,357,524.66

INTERCOMPANY RECEIVABLES - PAYABLES 30/6/2005
PAYABLES

	30/6/2005	MYTILINEOS AE	ELEMKA	SIDIROMET ALLICA	MYTILINEOS FINANCE	GENIKI VIOMICHAN IKI	ELVO	WIND POWER GROUP	ALLUMINIUM OF GREECE (AoG)	POWER GENERATION & SUPPLY	DEFENSE MATERIAL INDUSTRY	SOMETRA	METKA	TOTAL	
R E C E I V A B L E S	MYTILINEOS AE		3.088	10.564		2.343	16.911	12.349		2.458	3.532	34.430.088	633.092	35.114.425	
	MYTILINEOS FINANCE								1.900.554			125.282		2.025.836	
	SOMETRA		2.695.044											2.695.044	
	POWER GENERATION & SUPPLY		181.995											181.995	
	ELEMKA		4.109										16.241	20.349	
	WIND POWER GROUP									329.576					329.576
	METKA (TRADE)		8			3.267.026		2.524			33.106				3.302.664
	METKA (LOANS)					8.400.000									8.400.000
	ALLUMINIUM OF GREECE (AoG)					8.628.178					7.213				8.635.391
	TOTAL		2.881.155	3.088	10.564	20.295.204	2.343	19.435	12.349	1.900.554	372.354	3.532	34.555.370	649.332	60.705.280

INTERCOMPANY TRANSACTIONS 1/1 - 30/6/2005
PURCHASES

	MYTILINEOS AE	ELEMKA	SIDIROMET ALLICA	MYTILINEOS FINANCE	GENIKI VIOMICHAN IKI	ELVO	WIND POWER GROUP	ALLUMINIUM OF GREECE (AoG)	POWER GENERATION & SUPPLY	DEFENSE MATERIAL INDUSTRY	SOMETRA	METKA	TOTAL
MYTILINEOS AE		14.361	360		1.037	85.260	11.411		2.251	1.037	28.950.846	702.505	29.769.069
MYTILINEOS FINANCE								5.592.223			0		5.592.223
S A L E S SOMETRA	19.673.554												19.673.554
ELEMKA													0
METKA (TRADE)				172.566		2.139							174.705
ELVO												5.120	5.120
ALLUMINIUM OF GREECE (AoG)				26.285.674					6.963				26.292.637
TOTAL	19.673.554	14.361	360	26.458.240	1.037	87.399	11.411	5.592.223	9.213	1.037	28.950.846	707.625	81.507.308