



# ELVALHALCOR

HELLENIC COPPER AND ALUMINIUM INDUSTRY S.A.

**Interim Financial Report**  
**For the period ending 30<sup>th</sup> June 2020**  
**(1<sup>st</sup> January – 30<sup>th</sup> June 2020)**

According to the International Financial Reporting Standards  
and according to Law 3556/2007

THE VICE-CHAIRMAN OF THE BOARD OF DIRECTORS	THE DEPUTY GENERAL MANAGER OF THE ALUMINIUM ROLLING DIVISION AND MEMBER OF THE B.o.D.	THE GENERAL MANAGER OF THE COPPER SEGMENT AND MEMBER OF THE B.o.D.	THE GROUP CHIEF FINANCIAL OFFICER AND MEMBER OF THE B.o.D.
DIMITRIOS KYRIAKOPOULOS  ID No. AK 695653	STAVROS VOLOUDAKIS  ID No. AE 620963	PERIKLIS SAPOUNTZIS  ID No. AK 121106	SPYRIDON KOKKOLIS  ID No. AN 659640  Reg.Nr. A' Class 20872

**ELVALHALCOR S.A.**

**G.C. Registry: 303401000**

**S.A. Registry No.: 2836/06/B/86/48**

**Seat: Athens Tower, Building B, 2-4 Mesogeion Ave., 11527 Athens**

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## Statements by Board of Directors members

(pursuant to Article 5(2) of Law 3556/2007)

The undersigned members of the Board of Directors of the company with the name “ELVALHALCOR HELLENIC COPPER AND ALUMINIUM INDUSTRY S.A.”, trading as “ELVALHALCOR S.A.”, whose registered offices are in Athens, at 2-4, Messogion Avenue, in our said capacity, do hereby declare and confirm that as far as we know:

(a) the semi-annual company and consolidated financial statements of ELVALHALCOR S.A. for the period from 1 January 2020 to 30 June 2020, which were prepared in accordance with the applicable International Financial Reporting Standards (IFRS), as adopted by the European Union, accurately present the assets, liabilities, equity and results for the period ended on 30 June 2020 for ELVALHALCOR S.A. and the entities included in the consolidation taken as a whole, in line with the provisions of Article 5(3) to (5) of Law 3556/2007; and

(b) the semi-annual report of the Board of Directors of ELVALHALCOR S.A. contains the true information required by Article 5(6) of Law 3556/2007.

**Athens, 17 September 2020**

**Confirmed by**

**The Chairman of the Board**

**The Board-appointed Member**

**The Board-appointed Member**

**DIMITRIOS KYRIAKOPOULOS**  
ID Card No. AK 695653

**STAVROS VOLOUDAKIS**  
ID Card No. AE 620963

**PERIKLIS SAPOUNTZIS**  
ID Card No. AK 121106

## Board of Directors Semi-annual Report

This Semi-annual Report of the Board of Directors set out below (hereinafter referred to for the purpose of brevity as "Report") concerns the first half of the current financial year 2020 (1 January 2020 - 30 June 2020). This Report was prepared in line with the relevant provisions of Law 3556/2007 (Government Gazette 91A/30.4.2007) and the decisions of the HCMC issued pursuant to it and in particular Decision No. 7/448/11.10.2007 of the Board of Directors of the HCMC as well as L.4548/2018.

This report details financial information on the Group and Company of "ELVALHALCOR HELLENIC COPPER AND ALUMINIUM INDUSTRY S.A." (hereinafter referred to for the purpose of brevity as "the Company" or "ELVALHALCOR") for the first half of the current financial year, important events that took place during the said period and their effect on the interim financial statements. It also stresses the main risks and uncertainties with which Group companies may be faced during the second half of the year and finally sets out the important transactions between the issuer and its affiliated parties.

### A. Performance, Financial Standing and important events of ELVALHALCOR Group

During the first half of 2020, there were signs of an unprecedented slowdown in global economic activity due to the coronavirus pandemic, which was characterized by lockdowns and restrictions in movement and production.<sup>1</sup> However, the first survey data indicate that the lowest level has been reached and an uptrend is already underway.

Metal prices in the first half of 2020, declined versus the prior year respective period with the average price of aluminium fluctuating around Euro 1,447 per ton versus Euro 1,617 per ton i.e. lower by 10.5%, the average price of copper reaching Euro 4.988 per ton versus Euro 5,455 per ton of the first six months of 2019 decreased by 8.6%, while the average price of zinc marked a drop by 23.3% with the average price at Euro 1.857 per ton versus Euro 2,418 per ton. In terms of volumes, sales of aluminium products amounted to 142 thousand tons versus 159 thousand tones for the respective prior year period and volumes of copper products sold amounted to 92 thousand tons (including sales of enamelled wires of 2 thousand tons) versus 90 thousand tones for the respective prior year six-month period.

In regards to the performance of Group, consolidated turnover for the first six months of 2020 amounted to Euro 998.8 million versus Euro 1,081.0 million for the respective 2019 period, marking a decrease of 7.6% driven by the aforementioned decline in both volumes and metal prices.

Consolidated gross profit amounted to Euro 58.6 million versus 76.0 million for the first half of 2019. Consolidated adjusted earnings before interest, taxes, depreciation and amortization (EBITDA) marked a respective decline for the first six months of 2020 to profits of Euro 52.1 million versus profits of Euro 70.1 million for the respective prior year period. The decrease was driven by the decline of sales volumes, the metal result, which amounted to a loss of Euro 12.7 million for the first six months of 2020 versus a loss of Euro 8.3 million for the first six months of 2019, and by the pressure in the conversion prices in specific markets and sectors. Respectively, consolidated adjusted earnings before interest, taxes, depreciation and amortization (a-EBITDA), which isolates the effect of the metal price fluctuation in the profitability and therefore portrait better the operational profitability of the Group amounted to profits of Euro 66.1 million versus profits of Euro 78.4 million

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<sup>1</sup> <https://www.ecb.europa.eu/pub/pdf/ecbu/eb202005.en.pdf>

for the respective prior year period marking a decrease of 15.7%. Earnings before interest and taxes (EBIT) amounted to profits of Euro 21.3 million versus Euro 42.3 million in the respective period of last year following the drop in volumes sold and the metal prices during the lockdown as well as the increased depreciation by 2.5 million Euro, as various peripheral and other investments went in operation. It is worth noting that the reduction in the finance costs continued after the refinancing, which resulted in the improvement of the financial result by 6.9%. As a result, consolidated results before taxes reached in the first half of 2020 profits of Euro 8.9 million versus profits of Euro 31.5 million in the first half of 2019. Finally, consolidated results after tax and non-controlling interests amounted to profits of Euro 7.6 million, versus profits of Euro 19.5 million i.e. Euro 0.0202 per share compared to Euro 0.0520 per share in the first six months of 2019.

Regarding the Company, the declines in volumes sold and metal prices contributed to the drop in the turnover by 10.1% to Euro 688.1 million compared to Euro 765.7 million. The decline in volumes sold accompanied by the lower average metal prices affected gross profit, which amounted to profits of Euro 38.8 million versus profits of Euro 48.4 million for the six months of 2019, as well as the earnings before interest, taxes, depreciation and amortization (EBITDA) which amounted in the first half of 2020 to profits of Euro 34.7 million compared to a profit of Euro 46.2 million for the respective prior year period. Adjusted earnings before interest, taxes, depreciation and amortization (a-EBITDA) which portrait the operational profitability of the Company marked a decrease reaching a profit of Euro 41.2 million compared to a profit of Euro 51.9 million in the corresponding period of 2019. The profit before tax, reflecting the current market conditions, amounted to Euro 6.3 million versus Euro 19.2 million in prior period. Finally, results after tax stood at a profit of Euro 6.4 million for the first half of 2020 compared to profits of Euro 11.0 million for the respective six months of 2019.

In the first half of 2020, the Group carried out total investments of Euro 60.5 million, out of which an amount of Euro 51.3 million for the parent company, followed by Euro 5.3 million for the subsidiary Sofia Med in Bulgaria, Euro 2.0 for the subsidiary Symetal and Euro 1.4 for the subsidiary Elval Colour and 0.5 million for the rest of the subsidiaries.

Finally, regarding the investing activities of the parent company, Euro 47.8 million was related to the aluminium rolling segment in the context of the announced investment program and Euro 3.5 million for the upgrade of the production facilities in the copper tubes segment.

## Financial standing

ELVALHALCOR's management has adopted measures and reports internally and externally Ratios and Alternative Performance Measure. These measures provide a comparative outlook of the performance of the Company and the Group and constitute the framework for making decisions for the management.

**Liquidity:** Is the measure of coverage of the current liabilities by the current assets and can be calculated by the ratio of the current assets to current liabilities. The amounts are drawn from Statement of Financial Position. For the Group and the Company for the closing year or period and the comparative prior year are as follows:

GROUP €'000		30.06.2020		31.12.2019	
Liquidity =	<u>Current Assets</u>	781,225	1.58	<u>736,865</u>	1.66
	<u>Current Liabilities</u>	493,298		444,723	
COMPANY €'000		30.06.2020		31.12.2019	
Liquidity =	<u>Current Assets</u>	540,345	1.43	<u>512,781</u>	1.50
	<u>Current Liabilities</u>	378,195		342,093	

**Leverage:** Is an indication of the leverage and can be calculated by the ratio of Equity to Debt. The amounts are used as presented in the statement of financial position. For 2020 and 2019 were as follows:

GROUP €'000		30.06.2020		31.12.2019	
Leverage =	Equity	756,196	1.11	761,272	1.24
	Loans & Borrowings	678,616		614,579	
COMPANY €'000		30.06.2020		31.12.2019	
Leverage =	Equity	720,922	1.33	727,427	1.51
	Loans & Borrowings	541,236		482,260	

**Return on Invested Capital:** It is an indication of the returns of the equity and the loans invested and is measured by the ratio of the result before financial and tax to equity plus loans and borrowings. The amounts are used as presented in the statement of profit and loss and the statement of financial position. For the six month period of 2020 the Operating Profit/(Loss) is multiplied by two (2). For the six month period of 2020 as well as the prior year the calculation for the Group and the Company was as follows:

GROUP €'000		30.06.2020		31.12.2019	
Return on Invested Capital =	Operating profit / (loss) Equity + Loans & Borrowings	42,683 1,434,811	3.0%	80,038 1,375,851	5.8%
COMPANY €'000		30.06.2020		31.12.2019	
Return on Invested Capital =	Operating profit / (loss) Equity + Loans & Borrowings	28,711 1,262,158	2.3%	62,820 1,209,687	5.2%

**Return on Equity:** It is as measure of return on equity of the entity and is measured by the net profit / (loss) to the total equity. The amounts are used as presented in the Statement of Profit and Loss and the Statement of Financial Position. For the six month period of 2020 the Net Profit/(Loss) is multiplied by two (2). For the closing period of 2020 and 2019 were as follows:

GROUP €'000		30.06.2020		31.12.2019	
Return on Equity =	Net Profit / (Loss) Equity	15,613 756,196	2.1%	41,942 761,272	5.5%
COMPANY €'000		30.06.2020		31.12.2019	
Return on Equity =	Net Profit / (Loss) Equity	12,839 720,922	1.8%	32,916 727,427	4.5%

**EBITDA:** It is the measure of profitability of the entity before taxes, financial, depreciation and amortization, and is calculated by adjusting the depreciation and amortization to the operating profit as this is reported in the statement of profit and loss.

€ '000		GROUP		COMPANY	
		30.06.2020	30.06.2019	30.06.2020	30.06.2019
	Operating profit / (loss)	21,342	42,302	14,356	28,066
	Adjustments for:				
	+ Depreciation of fixed assets	29,975	26,985	19,768	17,381
	+ Amortization	497	413	351	331
	+ Depreciation of ROU	1,173	-	786	1,048
	- Amortization of Grants	(902)	(942)	(607)	(628)
	EBITDA	52,085	70,134	34,653	46,197

**a – EBITDA:** adjusted EBITDA is a measure of the profitability of the entity after adjustments for:

- Metal result
- Restructuring Costs
- Special Idle costs
- Impairment of fixed assets
- Impairment of Investments
- Profit / (Loss) of sales of fixed assets, investments if included in the operational results
- Other impairment

€ '000	GROUP		COMPANY	
	30.06.2020	30.06.2019	30.06.2020	30.06.2019
EBITDA	52,085	70,134	34,653	46,197
	Adjustments for:			
	12,709	8,344	5,770	5,712
	1,310	-	795	-
a - EBITDA	66,105	78,479	41,218	51,910
(A) Value of Metal in Sales	716,475	804,410	444,809	521,327
(B) Value of Metal in Cost of Sales	(724,396)	(808,252)	(445,918)	(522,865)
(C) Result of Hedging Instruments	(4,789)	(4,503)	(4,661)	(4,174)
<b>(A+B+C) Metal Result in Gross Profit</b>	<b>(12,709)</b>	<b>(8,344)</b>	<b>(5,770)</b>	<b>(5,712)</b>

During the coronavirus pandemic, the Group and the Company suffered expenses of EUR 1.7 million and EUR 1.3 million respectively. If those expenses did not occur the a-EBITDA would amount to EUR 67.8 million and EUR 42.5 million for the Group and the Company respectively.

## B. Main risks and uncertainties for the second half of the current financial year

The Group is exposed to the following risks from the use of its financial instruments:

### Credit Risk

Group's and Company's exposure to credit risk is primarily affected by the features of each customer. The demographic data of the Group's clientele, including payment default risk characterizing the specific market and the country in which customers are active, affect credit risk to a lesser extent since no geographical concentration of credit risk is noticed. No client exceeds 10% of total sales (for the Group or Company) and, consequently, commercial risk is spread over a large number of clients.

Based on the credit policy adopted by the Board of Directors, each new customer is tested separately for creditworthiness before normal payment terms are proposed. The creditworthiness test made by the Group includes the examination of bank sources. Credit limits are set for each customer, which are reviewed in accordance with current circumstances and the terms of sales and collections are readjusted, if necessary. In principal, the credit limits of customers are set on the basis of the insurance limits received for them from insurance companies and, subsequently, receivables are insured according to such limits.

When monitoring the credit risk of customers, the latter are grouped according to their credit characteristics, the maturity characteristics of their receivables and any past problems of collectability they have shown. Trade and other receivables include mainly wholesale customers of the Group. Customers characterized as being of “high risk” are included in a special list of customers and future sales should be collected in advance and approved by the Board of Directors. Depending on the background of the customer and his properties, the Group demands collateral securities or other security (e.g. letters of guarantee) in order to secure its receivables, if possible.

The Group and the Company record impairment provisions that reflect their assessment of losses and expected credit losses from customers, other receivables and investments in securities. This provision mainly consists of impairment losses of specific receivables that are estimated based on given circumstances that they will be materialized though they have not been finalized yet, as well as provision for expected credit losses according to the Group’s and Company’s analysis which was formulated pursuant to the implementation of IFRS 9.

### **Investments**

Investments are classified by the Group pursuant to the purpose for which they were acquired. The Management decides on adequate classification of the investment at the time of acquisition and reviews such classification on each presentation date.

The Management estimates that there will be no payment default for such investments.

### **Guarantees**

The Group’s and Company’s policy consist in not providing any financial guarantees, unless the Board of Directors decides so on an exceptional basis and pursuant to Article 99-101 of L. 4548/2018. The guarantees that the Group and the Company have been provided are in low level and do not pose a significant risk.

### **Liquidity risk**

Liquidity risk is the inability of the Group and the Company to discharge its financial obligations when they mature. The approach adopted by the Group to manage liquidity is to ensure, by holding absolutely necessary cash and adequate credit limits from cooperating banks, that it will always have adequate liquidity to cover its obligations when they mature, under normal or more difficult conditions, without there being unacceptable losses or its reputation being jeopardised. Noted that on the 30<sup>th</sup> of June 2020, the Group and the Company held an amount of Euro 32.0 million and 19.3 million respectively in cash and the necessary approved (but unused) credit lines, so it can easily serve short and medium term obligations. For investing purposes, the Group and the Company take care for obtaining any new loan, where is appropriate. The Group and the Company hold discussions with banks timely for the refinancing of maturing loans when and where needed.

To avoid liquidity risk the Group and the Company make a cash flow provision for one year when preparing the annual budget as well as a monthly rolling provision for three months to ensure that it has adequate cash to cover its operating needs, including fulfilment of its financial obligations. This policy does not take into account the impact of extreme conditions which cannot be foreseen.

### **Market Risk**

Market risk is the risk of fluctuations in raw material prices, exchange rates and interest rates, which affect the Group’s results or the value of its financial instruments. The purpose of risk management in respect of market conditions is to control Group exposure to such risks in the context of acceptable parameters while at the same time improving performance.



The Group enters into transactions involving derivative financial instruments so as to hedge a part of the risks arising from market conditions.

### **Fluctuation risk of metal prices (Aluminium, Copper, Zinc, other metals and gas)**

The Group and the Company bases both their purchases and sales on stock market prices/ indexes for the price of copper and other metals used and contained in its products. In addition, the Company is exposed to risk from fluctuation of gas prices, as part of its production cost. The risk from metal price fluctuation and gas is covered by hedging instruments (as futures on London Metal Exchange-LME). The Group does not include transactions with hedge (hedging) over the structural inventory so any drop in metals prices could adversely affect its results through a devaluation of stocks.

### **Exchange rate risk**

The Group and the Company are exposed to foreign exchange risk in relation to the sales and purchases carried out and the loans issued in a currency other than the functional currency of Group companies, which is mainly Euro. The currencies in which these transactions are held are mainly EUR, USD, GBP and other currencies of SE Europe.

Over time, the Group and the Company hedge the greatest part of their estimated exposure to foreign currencies in relation to the anticipated sales and purchases as well as receivables and liabilities in foreign currency. The Group and the company enter mainly into currency forward contracts with external counterparties so as to deal with the risk of the exchange rates varying, which mainly expire within less than a year from the balance sheet date. When deemed necessary, these contracts are renewed upon expiry. As the case may be, the foreign exchange risk may be hedged by taking out loans in the respective currencies.

Loan interest is denominated in the same currency with that of cash flows, which arises from the Group's operating activities and is mostly Euro.

The investments of the Group in other subsidiaries are not hedged because these exchange positions are considered to be long-term.

### **Interest rate risk**

The Group finances its investments and its needs for working capital from bank and bond loans with the result that interest charges reduce its results. Rising interest rates have a negative impact on results since borrowing costs for the Group rise.

### **Capital management**

The Groups' and Company's policy is to maintain a strong capital base to ensure investor, creditor and market trust in the Group and to allow Group activities to expand in the future. The Board of Directors monitors the return on capital which is defined by the Group as net results divided by total equity.

The Board of Directors tries to maintain equilibrium between higher returns that would be feasible through higher borrowing levels and the advantages and security offered by a strong and robust capital structure.

The Group does not have a specific plan for own shares purchase.

There were no changes in the approach adopted by the Group in how capital was managed during the first half of 2020.

## Macro-economic environment (Covid-19)

The impact of the current Covid-19 pandemic has had an adverse impact on global economic conditions. ElvalHalcor and its subsidiaries responded swiftly to the pandemic, prioritising the health and safety of its employees, suppliers and customers and social distancing measures were successfully implemented without disrupting production activity. However, the imposition of restrictions in movement and production in major export destination countries negatively affected exports mainly in March, April and May with the drop in industrial products directed to the automotive and transportation industry, partly offset by the sales to the packaging industry for food and beverages. For the first six months of 2020, the Group and the Company incurred expenses of EUR 1.7 million and EUR 1.3 million respectively, directed for taking additional measures and personal protective equipment according to the recommendations of health committees.

In addition, the slowdown of the world economic outlook is expected to affect negatively a number of companies operating in different segments. The Group and the Company increased the posting of the “impairment loss on receivables and contract assets” for the expected credit losses (IFRS 9) following the increase of the risk factors, hence impacting the six-month financial results negatively, in order to include the new short-term conditions of the global market in the financial statements. It is noteworthy, that the sales of ElvalHalcor are made to companies with long term commercial ties and presence in the local market and they do not face any risks deriving from the macroeconomic environment. In spite of that, the Management constantly evaluates the situation and its possible ramifications, in order to secure that all necessary measures and actions have been taken for the mitigation of any impact to the Group’s and the Company’s activities.

In spite of the lockdowns in the global economy, the materialization of the investment programmes was completed with minor delays, and the unhindered operation of the production facilities throughout the pandemic provided an advantage over many European producers. The availability and the prices of the basic raw materials follow the international market, and are not affected by the domestic situation in any country. The extensive measures of the lockdowns in many economies reduced temporarily the availability of scrap, while the traffic of raw materials was disrupted for a short period in some major shipping ports. ElvalHalcor overcame successfully the irregularities in the supply chain, as it has access to multiple sources for raw materials, and acted in time by increasing the safety inventory in critical materials.

Finally, it is noted that on 12.03.2020, ElvalHalcor announced the commencement of investigations and initiation of preliminary phase antidumping (AD) and countervailing duty (CVD) investigation by the United States International Trade Commission (USITC) to determine whether there is a reasonable indication that an industry in the United States is materially injured or threatened with material injury, or the establishment of an industry in the United States is materially retarded, by reason of imports of common alloy aluminum sheet from Greece and seventeen other countries (Bahrain, Brazil, Croatia, Egypt, Germany, India, Indonesia, Italy, Korea, Oman, Romania, Serbia, Slovenia, South Africa, Spain, Taiwan and Turkey). The preliminary investigation was triggered in response to a petition filed by US domestic producers versus the said eighteen exporting countries. ELVALHALCOR participates in the AD investigation as a producer of common alloy aluminum sheet in Greece, cooperates with the audit authorities and will keep the investment community informed about the progress of the investigations and the potential impact on its financial results. The preliminary decision by the authorities is expected on the 6<sup>th</sup> of October 2020.

### C. Development of Group activities during the second half of 2020

For the remainder of 2020 ElvalHalcor follows up developments closely and is ready to address any temporary fluctuations in demand. As the Company faces successfully so far the situation stemming from the Covid-19 pandemic, its strategic advantages, such as the customer-centric philosophy, the investments, the production capacity and high flexibility provide the ability to exploit any future opportunity. In parallel, the Company stays focused in its long term growth strategy of increasing exports both in Europe as well as outside Europe, and increasing capacity and market shares in products with compelling prospects in the context of a cyclical and sustainable economy.

### D. Important transactions with affiliated parties

Transactions with affiliated parties mainly concern purchases, sales and processing of copper aluminium and zinc products or raw materials (finished or semi-finished). Through such transactions, the companies take advantage of the Group's size and attain economies of scale.

Transactions between affiliated parties within the meaning of IAS 24 are broken down as follows:

*Transactions of the parent company with subsidiaries (amounts in thousands Euros)*

Company	Sales of Goods, Services and Assets	Purchases of Goods, Services and Assets	Receivables	Payables
SYMETAL SA	56,349	7,204	7,216	-
SOFIA MED AD	28,159	5,596	30,072	-
ELVAL COLOUR SA	10,495	361	11,278	-
FITCO SA	6,249	1,885	3,901	-
VIOMAL SA	2,964	56	2,067	23
VEPAL SA	404	14,759	-	14,475
ANOXAL SA	189	3,800	-	870
TECHOR PIPE SYSTEMS SA	-	-	-	643
EPIRUS METALWORKS SA	19	9	4,491	192
CABLEL WIRES SA	49	-	51	-
TECHOR SA	-	24	-	-
<b>ΣΥΝΟΛΟ</b>	<b>104,878</b>	<b>33,669</b>	<b>59,076</b>	<b>16,203</b>

SofiaMed SA buys from ElvalHalcor raw materials and semi-finished products of copper and copper alloys, depending on its needs, as well as finished products which distributes to the Bulgarian market. In addition, ElvalHalcor provides technical, administrative and commercial support services to Sofia Med. Respectively, ElvalHalcor buys from SofiaMed raw materials, semi-finished products according to its needs, as well as finished products which distributes to the Greek market.

Fitco SA buys from ElvalHalcor raw materials. ElvalHalcor processes Fitco's materials and deliver back semi-finished products. It also provides Fitco with administrative support services. In its turn, Fitco sells raw materials to ElvalHalcor.

ElvalHalcor purchases aluminium scrap from the production process of Symetal which is re-used as raw material (re-casting). ElvalHalcor, occasionally sells spare parts and other materials to Symetal and provides other supportive services.

ElvalHalcor S.A. sell final aluminum products to Viomal which constitute the raw material and Viomal sells back to ElvalHalcor the returns for its production process.

Elval Colour S.A. buys final products from ElvalHalcor, which are used as raw material and ElvalHalcor processes Elval Colour materials.

Vepal S.A. processes ElvalHalcor products and delivers semi-finished and finished products. ElvalHalcor sells raw materials to Vepal and Vepal provides supporting administrative services.

Anoxal S.A. processes ElvalHalcor's raw materials and ElvalHalcor provides administrative services. Furthermore, Anoxal purchases from ElvalHalcor materials (spare parts and other consumables) for its production process.

Epirus Metalworks purchases raw materials from ELVALHALCOR, proceed with the process and then sales finished products to ELVALHALCOR. ELVALHALCOR provides administrative services to Epirus Metalworks.

ELVALHALCOR provides administrative services to Cable Wires.

*Transactions of the parent company with other affiliated companies (amounts in thousands of Euro)*

Company	Sales of Goods, Services and Assets	Purchases of Goods, Services and Assets	Receivables	Payables
CENERGY GROUP	1,383	4,835	2,096	2,403
STEELMET GROUP	9	6,310	167	1,334
INTERNATIONAL TRADE	164,699	-	18,164	-
METAL AGENCIES LTD	22,484	65	3,902	29
TEPROMKC GMBH	36,194	945	8,980	149
REYNOLDS CUIVRE SA	19,931	206	8,398	87
ETEM Aluminium Extrusions SA	17,324	4,517	10,129	501
UEHEM	16,351	41	2,642	11
STEELMET ROMANIA SA	4,888	188	-	1,683
ETEM COMMERCIAL	5,757	1,049	17,647	-
GENECOS SA	2,135	173	1,123	0
BASE METAL TICARET VE SANAYI A.S.	-	359	-	180
ANAMET AE	228	1,355	111	15
ALURAME SPA	68	831	-	425
ETEM SCG DOO	121	1	73	2
HC ISITMA	67	13	41	-
VIANATT SA	59	-	38	-
METALIGN S.A.	14	201	7	4
METALLOURGIA ATTIKIS SA	41	4	19	-
TEKA SYSTEMS SA	18	5,567	-	4,148
ELKEME SA	99	720	15	567
VIEXAL SA	0	1,468	56	108
VIENER SA	3	441	49	66
SIDENOR INDUSTRIAL S.A	3,193	40	3,493	21
SOVEL SA	15,049	11	8,291	-
ETEM BG SA	21	-	19,054	116
OTHER	753	1,646	1,829	644
<b>TOTAL</b>	<b>310,887</b>	<b>30,988</b>	<b>106,325</b>	<b>12,492</b>

Cenergy Group buys raw materials from ElvalHalcor according to their needs. In its turn, it sells copper scrap to ElvalHalcor from the products returned during its production process. CPW America CO trades ElvalHalcor's products in the American market.

Steelmet S.A. provides ElvalHalcor with administration and organization services.

International Trade trades ElvalHalcor's Group products in Belgium and other countries of Central European countries.

Metal Agencies LTD acts as merchant - central distributor of ElvalHalcor Group in Great Britain.

TEPROMKC GmbH trades ElvalHalcor products in the German market.

Steelmet Romania trades ElvalHalcor products in the Romanian market.

Teka Systems S.A. undertakes to carry out certain industrial constructions for Halcor and provides consulting services in IT issues and SAP support and upgrade.

Anamet S.A. provides ElvalHalcor with considerable quantities of copper and brass scrap.

Viexal SA provides ElvalHalcor with travelling services.

Viohalco S.A. rents buildings - industrial premises to ElvalHalcor .

Genecos, as well as its subsidiary Reynolds Cuivre sell ElvalHalcor's products and represent Halcor in the French market.

UACJ ELVAL HEAT EXCHANGER MATERIALS purchases from ElvalHalcor finished aluminium products and distributes them in the international markets.

ETEM BG purchases from ElvalHalcor aluminium billets and in return sells aluminium scrap from its production process to ElvalHalcor.

ETEM Aluminium Extrusions SA purchases from ELVALHALCOR aluminium billets and sells in its turn aluminium scrap from its production process to ELVALHALCOR.

ETEM COMMERCIAL SA rents industrial facilities from ELVALHALCOR, purchases aluminium billets and sells in its turn aluminium scrap from its production process to ELVALHALCOR.

*Transactions of ELVALHALCOR Group with other affiliated companies (amounts in thousands Euros)*

Company	Sales of Goods, Services and Assets	Purchases of Goods, Services and Assets	Receivables	Payables
CENERGY GROUP	3,105	18,286	4,253	8,341
STEELMET GROUP	16	6,790	173	1,463
INTERNATIONAL TRADE	229,212	0	25,339	0
METAL AGENCIES LTD	39,457	119	7,887	79
TEPROMKC GMBH	57,763	1,646	15,055	307
REYNOLDS CUIVRE SA	29,111	239	13,091	112
SIDENOR INDUSTRIAL	3,193	43	3,494	23
STEELMET ROMANIA SA	7,550	294	336	1,724
ETEM COMMERCIAL SA	5,771	1,122	17,664	39
GENECOS SA	3,779	193	1,589	2
ALURAME SPA	132	1,036	0	509
ANAMET AE	303	1,417	218	32
ETEM Aluminium Extrusions SA	17,324	4,517	10,130	501
ETEM BG SA	332	163	19,253	206
VIANATT SA	59	0	38	0
VIOHALCO SA	0	0	265	0
SOVEL SA	15,049	11	8,292	0
VIEXAL SA	0	1,729	57	134
VIENER SA	3	2,621	112	436
SIDMA SA	130	827	57	544
TEKA SYSTEMS SA	18	6,213	458	4,758
OTHER	17,963	4,172	4,705	1,770
<b>ΣΥΝΟΛΟ</b>	<b>430,272</b>	<b>51,439</b>	<b>132,465</b>	<b>20,981</b>

*Fees of Executives and Board members (amounts in thousands Euros)*

The table below sets out the fees paid to executives and members of the Board of Directors:

	<b>GROUP</b>	<b>COMPANY</b>
BoD fees	713	162
Management executives fees	4,553	2,458

**E. Subsequent events**

1. On 1/7/2020 the increase of share capital of “ANOXAL S.A.” was decided, by EUR 2.0 million with cash, by increase of the nominal value of the existing shares by 16 EUR per share. Therefore, the share capital of ANOXAL amounts to EUR 4,505,256 divided to 125,146 shares of nominal value 36 Euro each.
2. On 14/7/2020 ELVALHALCOR participated in the capital increase of NedZink B.V. by the amount of EUR 4 million, therefore the participation of ELVALHALCOR remained at 50%.

**Athens, 17 September 2020**

**The Vice Chairman of  
the Board of Directors**

**The Member of the Board  
of Directors**

**The Member of the  
Board of Directors**

**DIMITRIOS  
KYRIAKOPOULOS**

**STAVROS  
VOLOUDAKIS**

**PERIKLIS  
SAPOUNTZIS**



[Translation from the original text in Greek]

## **Report on Review of Interim Financial Information**

**To the Board of directors of ELVALHALCOR HELLENIC COPPER AND ALUMINIUM INDUSTRY S.A.**

### **Introduction**

We have reviewed the accompanying condensed company and consolidated statement of financial position of ELVALHALCOR HELLENIC COPPER AND ALUMINIUM INDUSTRY S.A. (the “Company”), as of 30 June 2020 and the related condensed company and consolidated statements of profit or loss, comprehensive income, changes in equity and cash flow statements for the six-month period then ended, and the selected explanatory notes that comprise the interim condensed financial information and which form an integral part of the six-month financial report as required by L.3556/2007.

Management is responsible for the preparation and presentation of this condensed interim financial information in accordance with International Financial Reporting Standards as they have been adopted by the European Union and applied to interim financial reporting (International Accounting Standard “IAS 34”). Our responsibility is to express a conclusion on this interim condensed financial information based on our review.

### **Scope of Review**

We conducted our review in accordance with International Standard on Review Engagements 2410, “Review of Interim Financial Information Performed by the Independent Auditor of the Entity”. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing, as they have been transposed into Greek Law and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

### **Conclusion**

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed interim financial information is not prepared, in all material respects, in accordance with IAS 34.

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**Report on other legal and regulatory requirements**

Our review has not revealed any material inconsistency or misstatement in the statements of the members of the Board of Directors and the information of the six-month Board of Directors Report, as defined in articles 5 and 5a of Law 3556/2007, in relation to the accompanying condensed interim financial information.



PriceWaterhouseCoopers S.A  
Kifisias Avenus 268  
15232 Halandri  
SOEL Reg. No. 113

Athens, 17 September 2020  
The Certified Auditor

Konstantinos Michalatos  
SOEL Reg. No. 17701



**INTERIM  
CONDENSED FINANCIAL  
INFORMATION**

**FOR THE PERIOD  
01.01.2020 – 30.06.2020**

**I. Interim Statement of Financial Position**

	<i>Note:</i>	GROUP		COMPANY	
		30.06.2020	31.12.2019	30.06.2020	31.12.2019
		€ '000	€ '000	€ '000	€ '000
<b>ASSETS</b>					
<b>Non-current assets</b>					
Property, plant and equipment	6	842,457	813,265	574,920	543,612
Right of use assets		19,721	19,274	17,901	17,292
Intangible assets and goodwill	7	79,746	79,983	70,806	71,068
Investment property		6,485	6,589	19,436	20,045
Investments in subsidiaries	8	-	-	267,327	264,672
Investments in associates	8	83,767	85,801	80,965	80,965
Other Investments	8	3,662	3,611	1,733	1,682
Deferred income tax assets		888	1,167	-	-
Derivatives	12	84	1	84	1
Trade and other receivables		2,621	2,629	2,391	2,374
		<b>1,039,431</b>	<b>1,012,320</b>	<b>1,035,563</b>	<b>1,001,710</b>
<b>Current Assets</b>					
Inventories		486,073	469,952	301,844	300,058
Trade and other receivables		257,686	215,700	218,479	195,619
Income tax receivables		1,577	1,577	-	-
Derivatives	12	3,931	949	677	861
Cash and cash equivalents		31,958	48,688	19,345	16,243
		<b>781,225</b>	<b>736,865</b>	<b>540,345</b>	<b>512,781</b>
Assets held for sale	14	536	4,495	-	-
<b>Total assets</b>		<b>1,821,192</b>	<b>1,753,680</b>	<b>1,575,908</b>	<b>1,514,491</b>
<b>EQUITY</b>					
<b>Capital and reserves attributable to the Company's equity holders</b>					
Share capital		146,344	146,344	146,344	146,344
Share premium		65,030	65,030	65,030	65,030
Reserves		309,175	305,261	315,549	315,592
Retained earnings/(losses)		222,015	230,553	193,999	200,460
<b>Equity attributable to owners of the company</b>		<b>742,565</b>	<b>747,188</b>	<b>720,922</b>	<b>727,427</b>
Non-Controlling Interest		13,631	14,084	-	-
<b>Total equity</b>		<b>756,196</b>	<b>761,272</b>	<b>720,922</b>	<b>727,427</b>
<b>LIABILITIES</b>					
<b>Non-current liabilities</b>					
Loans and Borrowings	9	468,380	440,374	396,570	361,663
Lease liabilities	9	11,283	11,813	10,110	10,502
Derivatives	12	800	12	789	12
Deferred tax liabilities		55,080	58,783	45,912	48,950
Employee benefits		18,248	17,929	12,947	12,776
Grants		16,462	17,365	9,203	9,811
Provisions	10	1,444	1,410	1,260	1,260
		<b>571,698</b>	<b>547,685</b>	<b>476,791</b>	<b>444,972</b>
<b>Current liabilities</b>					
Trade and other payables		262,284	258,979	221,406	211,850
Contract liabilities		10,399	8,722	3,680	6,802
Current tax liabilities		17,486	13,099	14,546	12,087
Loans and Borrowings	9	194,913	158,595	131,188	107,005
Lease liabilities	9	4,040	3,798	3,368	3,091
Derivatives	12	4,014	1,369	3,896	1,147
Provisions	10	162	162	110	110
		<b>493,298</b>	<b>444,723</b>	<b>378,195</b>	<b>342,093</b>
<b>Total liabilities</b>		<b>1,064,996</b>	<b>992,408</b>	<b>854,986</b>	<b>787,065</b>
<b>Total equity and liabilities</b>		<b>1,821,192</b>	<b>1,753,680</b>	<b>1,575,908</b>	<b>1,514,491</b>

The attached notes on pages 24 to 43 constitute an integral part of these Interim Condensed Financial Information.

**II. Interim Statement of Profit or Loss**

	GROUP		COMPANY	
	30.06.2020	30.06.2019	30.06.2020	30.06.2019
	€ '000	€ '000	€ '000	€ '000
<b>Revenue</b>	<b>998,769</b>	<b>1,080,955</b>	<b>688,124</b>	<b>765,741</b>
Cost of sales	(940,182)	(1,005,004)	(649,299)	(717,325)
<b>Gross profit</b>	<b>58,587</b>	<b>75,951</b>	<b>38,825</b>	<b>48,416</b>
Other Income	6,705	5,581	5,011	5,059
Selling and Distribution expenses	(10,723)	(10,953)	(6,011)	(5,695)
Administrative expenses	(27,206)	(23,160)	(19,112)	(16,630)
Impairment loss on receivables and contract assets	(417)	149	(112)	(41)
Other Expenses	(5,604)	(5,265)	(4,245)	(3,044)
<b>Operating profit / (loss)</b>	<b>21,342</b>	<b>42,302</b>	<b>14,356</b>	<b>28,066</b>
Finance Income	103	113	89	245
Finance Costs	(12,353)	(13,321)	(9,273)	(9,752)
Dividends	-	50	1,164	633
<b>Net Finance income / (cost)</b>	<b>(12,250)</b>	<b>(13,158)</b>	<b>(8,020)</b>	<b>(8,875)</b>
Share of profit/ (loss) of equity-accounted investees, net of tax	(215)	2,352	-	-
<b>Profit/(Loss) before income tax</b>	<b>8,877</b>	<b>31,496</b>	<b>6,336</b>	<b>19,192</b>
Income tax expense	(1,071)	(11,640)	83	(8,156)
<b>Profit/(Loss) for the year</b>	<b>7,806</b>	<b>19,856</b>	<b>6,419</b>	<b>11,036</b>
<b>Attributable to:</b>				
Owners of the Company	7,575	19,516	6,419	11,036
Non-controlling Interests	231	340	-	-
	<b>7,806</b>	<b>19,856</b>	<b>6,419</b>	<b>11,036</b>
<b>Shares per profit to the shareholders for period (expressed in € per share)</b>				
Basic and diluted	0.0202	0.0520	0.0171	0.0294

The attached notes on pages 24 to 43 constitute an integral part of these Interim Condensed Financial Information.

### III. Interim Statement of Other Comprehensive Income

	GROUP		COMPANY	
	30.06.2020	30.06.2019	30.06.2020	30.06.2019
	€ '000	€ '000	€ '000	€ '000
<b>Profit / (Loss) of the period from continued operations</b>	<b>7,806</b>	<b>19,856</b>	<b>6,419</b>	<b>11,036</b>
<u>Items that will never be reclassified to profit or loss</u>				
Equity investments in FVOCI - net change in fair value	-	(843)	-	(843)
Related tax	-	236	-	236
<b>Total</b>	<b>-</b>	<b>(607)</b>	<b>-</b>	<b>(607)</b>
<u>Items that are or may be reclassified to profit or loss</u>				
Foreign currency translation differences	(432)	(179)		
Gain / (Loss) of changes in fair value of cash flow hedging - effective portion	83	(855)	(2,484)	(1,300)
Gain / (Loss) of changes in fair value of cash flow hedging - reclassified to profit or loss	1,011	2,760	292	2,730
Other movements	(245)	-	-	-
Related Tax	158	(458)	586	(421)
<b>Total</b>	<b>575</b>	<b>1,268</b>	<b>(1,666)</b>	<b>1,008</b>
<b>Other comprehensive income / (expense) after tax</b>	<b>575</b>	<b>661</b>	<b>(1,666)</b>	<b>401</b>
<b>Total comprehensive income / (expense) after tax</b>	<b>8,381</b>	<b>20,517</b>	<b>4,753</b>	<b>11,437</b>
<b>Attributable to:</b>				
Owners of the company	7,868	20,126	4,753	11,437
Non-controlling interests	513	391		
<b>Total comprehensive income / (expense) after tax</b>	<b>8,381</b>	<b>20,517</b>	<b>4,753</b>	<b>11,437</b>

The attached notes on pages 24 to 43 constitute an integral part of these Interim Condensed Financial Information.

**IV. Statement of Changes in Equity**

GROUP € '000	Paid-in Capital	Share Premium	Acquisition Reserve	Reserves	Results carried forward	Foreign Exchange translation reserve	Total	Non- Controlling Interest	Total Equity
<b>Balance as at 1 January 2019</b>	<b>146,344</b>	<b>65,030</b>	<b>69,588</b>	<b>211,485</b>	<b>224,310</b>	<b>31</b>	<b>716,788</b>	<b>13,679</b>	<b>730,468</b>
Net Profit / (Loss) for the period	-	-	-	-	19,516	-	19,516	340	<b>19,856</b>
Other comprehensive income	-	-	-	789	-	(179)	611	50	<b>660</b>
<b>Total comprehensive income</b>	-	-	-	789	19,516	(179)	20,126	391	<b>20,517</b>
<b><u>Transactions with the shareholder's directly in equity</u></b>									
Transfer of reserves	-	-	-	3,018	(2,950)	-	68	(68)	-
Dividend	-	-	-	-	(11,257)	-	(11,257)	-	<b>(11,257)</b>
<b>Total transactions with the shareholders</b>	-	-	-	3,018	(14,207)	-	(11,189)	(68)	<b>(11,257)</b>
<b>Balance as at 30 June 2019</b>	<b>146,344</b>	<b>65,030</b>	<b>69,588</b>	<b>215,292</b>	<b>229,619</b>	<b>(148)</b>	<b>725,725</b>	<b>14,002</b>	<b>739,728</b>
<b>Balance as at 1 January 2020</b>	<b>146,344</b>	<b>65,030</b>	<b>69,588</b>	<b>235,969</b>	<b>230,555</b>	<b>(295)</b>	<b>747,190</b>	<b>14,084</b>	<b>761,272</b>
Net Profit / (Loss) for the period	-	-	-	-	7,575	-	7,575	231	<b>7,806</b>
Other comprehensive income	-	-	-	969	(245)	(432)	292	282	<b>574</b>
<b>Total comprehensive income</b>	-	-	-	969	7,330	(432)	7,867	513	<b>8,381</b>
<b><u>Transactions with the shareholder's directly in equity</u></b>									
Transfer of reserves	-	-	-	3,377	(3,377)	-	-	-	-
Dividend	-	-	-	-	(11,257)	-	(11,257)	-	<b>(11,257)</b>
Change in ownership interests	-	-	-	-	(1,234)	-	(1,234)	(966)	<b>(2,200)</b>
<b>Total of transactions with the Shareholder's</b>	-	-	-	3,377	(15,868)	-	(12,491)	(966)	<b>(13,457)</b>
<b>Balance as at 30 June 2020</b>	<b>146,344</b>	<b>65,030</b>	<b>69,588</b>	<b>240,315</b>	<b>222,017</b>	<b>(727)</b>	<b>742,566</b>	<b>13,631</b>	<b>756,196</b>

The attached notes on pages 24 to 43 constitute an integral part of these Interim Condensed Financial Information.

COMPANY € '000	Paid-in Capital	Share Premium	Acquisition Reserve	Reserves	Results carried forward	Total
<b>Balance as at 1 January 2019</b>	<b>146,344</b>	<b>65,030</b>	<b>83,153</b>	<b>208,753</b>	<b>202,634</b>	<b>705,914</b>
Net Profit / (Loss) for the period	-	-	-	-	11,036	<b>11,036</b>
Other comprehensive income	-	-	-	401	-	<b>401</b>
Total comprehensive income	-	-	-	<b>401</b>	<b>11,036</b>	<b>11,437</b>
<b>Transactions with the shareholder's directly in equity</b>						
Transfer of reserves	-	-	-	2,367	(2,367)	-
Dividend	-	-	-	-	(11,257)	(11,257)
Total transactions with the shareholders	-	-	-	<b>2,367</b>	<b>(13,624)</b>	<b>(11,257)</b>
<b>Balance as at 30 June 2019</b>	<b>146,344</b>	<b>65,030</b>	<b>83,153</b>	<b>211,521</b>	<b>200,045</b>	<b>706,094</b>
<b>Balance as at 1 January 2020</b>	<b>146,344</b>	<b>65,030</b>	<b>83,153</b>	<b>232,439</b>	<b>200,460</b>	<b>727,427</b>
Net Profit / (Loss) for the period	-	-	-	-	6,419	<b>6,419</b>
Other comprehensive income	-	-	-	(1,666)	-	<b>(1,666)</b>
Total comprehensive income	-	-	-	(1,666)	6,419	<b>4,753</b>
<b>Transactions with the shareholder's directly in equity</b>						
Transfer of reserves	-	-	-	1,623	(1,623)	-
Dividend	-	-	-	-	(11,257)	<b>(11,257)</b>
<b>Total transactions with the shareholders</b>	-	-	-	1,623	(12,881)	<b>(11,257)</b>
<b>Balance as at 30 June 2020</b>	<b>146,344</b>	<b>65,030</b>	<b>83,153</b>	<b>232,396</b>	<b>193,999</b>	<b>720,922</b>

The attached notes on pages 24 to 43 constitute an integral part of these Interim Condensed Financial Information.

**V. Interim Statement of Cash Flows**

	GROUP		COMPANY	
	30.06.2020	30.06.2019	30.06.2020	30.06.2019
	€ '000	€ '000	€ '000	€ '000
<b>Cash flows from operating activities</b>				
Profit / (loss) after taxes	7,806	19,856	6,419	11,036
Adjustments for:				
Tax	1,071	11,640	(84)	8,156
Depreciation and Amortization	<b>30,744</b>	<b>27,833</b>	<b>20,298</b>	<b>18,131</b>
Depreciation of tangible assets	29,872	26,868	19,160	16,774
Depreciation of right of use assets	1,173	1,376	786	1,048
Depreciation of intangible assets	497	413	351	331
Depreciation of Investment Property	104	117	608	607
Amortization of grants	(902)	(942)	(607)	(628)
Finance Income	(103)	(113)	(89)	(245)
Dividends	-	(50)	(1,164)	(633)
Share of profit/ (loss) of equity-accounted investees, net of tax	214	(2,352)	-	-
Interest charges & related expenses	12,353	13,321	9,273	9,752
(Profit) / loss from sale of tangible assets	425	(25)	(66)	(5)
(Profit) / loss from sale of intangible assets	-	(1)	-	(1)
Impairment/ (Reversal of Impairment) on fixed assets	(4)	-	-	-
Loss from assets and investment property write off	890	-	860	-
Impairment/ (Reversal of Impairment) of receivables	1,259	1,210	112	(783)
	<b>54,655</b>	<b>71,319</b>	<b>35,560</b>	<b>45,408</b>
Decrease / (increase) in inventories	(16,942)	6,320	(1,786)	31,829
Decrease / (increase) in receivables	(42,404)	(42,972)	(22,972)	(17,198)
(Decrease) / Increase in liabilities (minus banks)	16,858	31,742	19,050	19,602
(Decrease) / Increase in defined benefit obligation	319	324	172	188
(Decrease) / Increase in contract liabilities	1,677	(1,207)	(3,122)	(1,649)
	<b>(40,491)</b>	<b>(5,793)</b>	<b>(8,658)</b>	<b>32,773</b>
Interest charges & related expenses paid	(12,837)	(13,157)	(9,854)	(8,990)
Income tax paid	(2,161)	(718)	(2,161)	(280)
<b>Net Cash flows from operating activities</b>	<b>(834)</b>	<b>51,651</b>	<b>14,887</b>	<b>68,911</b>
<b>Cash flows from investing activities</b>				
Purchase of tangible assets	(60,523)	(50,623)	(51,309)	(42,813)
Purchase of intangible assets	(44)	(153)	(88)	(91)
Purchase of investment property	-	(13)	-	(13)
Proceeds from sales of fixed assets	258	144	71	109
Proceeds from sales of intangible assets	-	40	350	40
Proceeds from sale of other investments	-	39	-	39
Dividends received	56	206	201	206
Interest received	90	97	89	94
Acquisition of investments	(6,300)	(1,268)	(6,302)	(6,268)
Acquisition of other investments	(77)	-	(51)	-
<b>Net Cash flows from investing activities</b>	<b>(66,539)</b>	<b>(51,531)</b>	<b>(57,040)</b>	<b>(48,698)</b>
<b>Cash flows from financing activities</b>				
Dividends paid	(11,257)	(11,257)	(11,257)	(11,257)
Loans received	114,501	58,535	90,774	32,695
Loans settlement	(50,176)	(48,572)	(32,594)	(41,598)
Payment of lease liabilities	(2,424)	(1,755)	(1,667)	(1,450)
<b>Net cash flows from financing activities</b>	<b>50,643</b>	<b>(3,050)</b>	<b>45,255</b>	<b>(21,609)</b>
<b>Net (decrease)/ increase in cash and cash equivalents</b>	<b>(16,731)</b>	<b>(2,930)</b>	<b>3,102</b>	<b>(1,396)</b>
Cash and cash equivalents at the beginning of period	48,688	34,241	16,243	22,470
<b>Cash and cash equivalents at the end of period</b>	<b>31,958</b>	<b>31,311</b>	<b>19,345</b>	<b>21,074</b>

The attached notes on pages 24 to 43 constitute an integral part of these Interim Condensed Financial Information.



## **VI. Notes to the Interim Condensed Financial Information as at 30th June 2020**

### **1. Information about the Group**

ELVALHALCOR HELLENIC COPPER AND ALUMINIUM INDUSTRY S.A was created by the merger by absorption of "ELVAL HELLENIC ALUMINIUM INDUSTRY S.A." (hereinafter "ELVAL") by the listed "HALCOR METAL WORKS S.A." (hereinafter "HALCOR") with the 131569/30-11-2017 of the Ministry of Economy and Development.

The duration of the company has been set until 31.12.2200. It is listed on Athens Stock Exchange and is a subsidiary of Viohalco. The Company is registered at the Companies registry (M.A.E.) with number 2836/06/B/86/48 and registration number (Γ.Ε.ΜΗ.) 303401000.

These Interim Condensed Financial Information (herein also the "Financial Information") of the Company for the period ended on 30 June 2020 include the individual and the consolidated financial statements of ElvalHalcor (together the "Group"). The names of subsidiaries and affiliated companies are presented in Note 11 of the Financial Statements.

The Interim Condensed Financial Information of ElvalHalcor is included in the Interim Condensed Consolidated Financial Statements of Viohalco SA/NV that is traded on the EURONEXT stock exchange in Belgium as well as in the Athens Exchange.

The principal activities of the Group lie in the production, processing and trade and representation of products made of copper, copper alloys, aluminium, aluminium alloys and zinc as well as from other metals or alloys, and any type of their products. The Group is operating in Greece, Bulgaria and Turkey.

The number of personnel at the end of the current period was for the Company 1,473 (31.12.2019: 1,475) and for the Group 2,999 (31.12.2019: 2,997).

The Company is seated in Greece, 2-4 Mesogeion Ave., Athens Tower, Building B, 11525, Athens. The central offices of the Company and its contact address are located at the 62nd km of "Athens-Lamia" National Highway, Inofyta (Pref. of Viotia), GR-32011. The company's website is [www.elvalhalcor.com](http://www.elvalhalcor.com).

### **2. Basis of preparation of the Interim Condensed Financial Information**

#### **(a) Compliance Statement**

The Interim Condensed Financial Information of the Group and the Company was prepared in accordance with the IFRS as adopted by the European Union with respect to IAS 34 Interim Financial Reporting. Selected explanatory notes are included to explain events and transactions that are significant to justify the changes in financial position and results of the Group since the last annual financial statements on 31<sup>st</sup> December, 2019. The Interim Condensed Financial Statements do not include all the information required for thorough annual financial statements.

This Interim Condensed Financial Information has been approved by the Board of Directors of the Company on 17<sup>th</sup> September 2020.

This Interim Condensed Financial Information is presented in Euro, which is the operational currency of the Company. The amounts included in the Interim Condensed Financial Information are presented in thousands of Euro rounded up/down to the nearest thousands (any differences in totals are due to rounding up/down).

#### **(b) Application of Estimates and Judgments**

Preparation of Interim Condensed Financial Information in line with the IFRS, requires Management to make assessments and assumptions which affect the implementation of accounting policies, and the accounting balances of assets, liabilities, income and expenses. The actual results may finally differ from such estimates.

The same estimates and judgments which were adopted for the application of the accounting principles regarding the annual individual and consolidated financial statements as at 31 December 2018 were also applied for the preparation of the Interim Condensed Financial Information.

### **3. Significant accounting policies**

The Interim Condensed Financial Information has been prepared following the same accounting policies as adopted during the preparation of the financial statements of 31 December 2019 which are presented in detail in the notes of the annual financial statements, except for new and amended IFRS and IFRIC interpretations that became effective for the accounting periods beginning on the 1st of January 2020, as noted below:

**New standards, amendments to existing standards and interpretations:** Certain new standards, amendments to existing standards and interpretations that are mandatory for periods beginning on or after 1.1.2020 have been issued. The Group's evaluation regarding the effect of those new standards, amendments to standards and interpretations is as follows:

#### **Standards and Interpretations effective for the current financial year**

##### **IFRS 3 (Amendments) 'Definition of a business'**

The amended definition emphasises that the output of a business is to provide goods and services to customers, whereas the previous definition focused on returns in the form of dividends, lower costs or other economic benefits to investors and others. It further clarifies that, to be considered a business, an acquired set of activities and assets must include, at a minimum, an input and a substantive process that together significantly contribute to the ability to create outputs. Finally, it introduces an optional concentration test that permits a simplified assessment of whether an acquired set of activities and assets is not a business.

##### **IAS 1 and IAS 8 (Amendments) 'Definition of material'**

The amendments clarify the definition of material and how it should be applied by including in the definition guidance which until now was featured elsewhere in IFRS. In addition, the explanations accompanying the definition have been improved. Finally, the amendments ensure that the definition of material is consistent across all IFRSs.

##### **IFRS 9, IAS 39 and IFRS 7 (Amendments) 'Interest rate benchmark reform'**

The amendments modify some specific hedge accounting requirements to provide relief from potential effects of the uncertainty caused by the IBOR reform. In addition, the amendments require companies to provide additional information to investors about their hedging relationships which are directly affected by these uncertainties.

The Group and the Company are currently evaluating the impact of the aforementioned standards and interpretations, however no significant effect is expected by the adoption.

#### **Standards and Interpretations effective for subsequent periods**

##### **IFRS 17 'Insurance contracts' and Amendments to IFRS 17 (effective for annual periods beginning on or after 1 January 2023)**

IFRS 17 has been issued in May 2017 and, along with the Amendments to IFRS 17 issued in June 2020, supersedes IFRS 4. IFRS 17 establishes principles for the recognition, measurement, presentation and disclosure of insurance contracts within the scope of the Standard and its objective is to ensure that an entity provides relevant information that faithfully represents those contracts. The new standard solves the comparison problems created by IFRS 4 by requiring all insurance contracts to be accounted for in a consistent manner. Insurance obligations will be accounted for using current values instead of historical cost. The standard has not yet been endorsed by the EU.

**IFRS 16 (Amendment) 'Covid-19-Related Rent Concessions' (effective for annual periods beginning on or after 1 June 2020)**

The amendment provides lessees (but not lessors) with relief in the form of an optional exemption from assessing whether a rent concession related to Covid-19 is a lease modification. Lessees can elect to account for rent concessions in the same way as they would for changes which are not considered lease modifications. The amendment has not yet been endorsed by the EU.

**IFRS 4 (Amendment) 'Extension of the Temporary Exemption from Applying IFRS 9' (effective for annual periods beginning on or after 1 January 2021)**

The amendment changes the fixed expiry date for the temporary exemption in IFRS 4 'Insurance Contracts' from applying IFRS 9 'Financial Instruments', so that entities would be required to apply IFRS 9 for annual periods beginning on or after 1 January 2023. The amendment has not yet been endorsed by the EU.

**IAS 16 (Amendment) 'Property, Plant and Equipment – Proceeds before Intended Use' (effective for annual periods beginning on or after 1 January 2022)**

The amendment prohibits an entity from deducting from the cost of an item of PP&E any proceeds received from selling items produced while the entity is preparing the asset for its intended use. It also requires entities to separately disclose the amounts of proceeds and costs relating to such items produced that are not an output of the entity's ordinary activities. The amendment has not yet been endorsed by the EU.

**IAS 37 (Amendment) 'Onerous Contracts – Cost of Fulfilling a Contract' (effective for annual periods beginning on or after 1 January 2022)**

The amendment clarifies that 'costs to fulfil a contract' comprise the incremental costs of fulfilling that contract and an allocation of other costs that relate directly to fulfilling contracts. The amendment also clarifies that, before a separate provision for an onerous contract is established, an entity recognises any impairment loss that has occurred on assets used in fulfilling the contract, rather than on assets dedicated to that contract. The amendment has not yet been endorsed by the EU.

**IFRS 3 (Amendment) 'Reference to the Conceptual Framework' (effective for annual periods beginning on or after 1 January 2022)**

The amendment updated the standard to refer to the 2018 Conceptual Framework for Financial Reporting, in order to determine what constitutes an asset or a liability in a business combination. In addition, an exception was added for some types of liabilities and contingent liabilities acquired in a business combination. Finally, it is clarified that the acquirer should not recognise contingent assets, as defined in IAS 37, at the acquisition date. The amendment has not yet been endorsed by the EU.

**IAS 1 (Amendment) 'Classification of liabilities as current or non-current' (effective for annual periods beginning on or after 1 January 2023)**

The amendment clarifies that liabilities are classified as either current or non-current depending on the rights that exist at the end of the reporting period. Classification is unaffected by the expectations of the entity or events after the reporting date. The amendment also clarifies what IAS 1 means when it refers to the 'settlement' of a liability. The amendment has not yet been endorsed by the EU.

**Annual Improvements to IFRS Standards 2018–2020 (effective for annual periods beginning on or after 1 January 2022)**

The amendments set out below include changes to four IFRSs. The amendments have not yet been endorsed by the EU.

#### IFRS 9 'Financial instruments'

The amendment addresses which fees should be included in the 10% test for derecognition of financial liabilities. Costs or fees could be paid to either third parties or the lender. Under the amendment, costs or fees paid to third parties will not be included in the 10% test.

#### IFRS 16 'Leases'

The amendment removed the illustration of payments from the lessor relating to leasehold improvements in Illustrative Example 13 of the standard in order to remove any potential confusion about the treatment of lease incentives.

#### IAS 41 'Agriculture'

The amendment has removed the requirement for entities to exclude cash flows for taxation when measuring fair value under IAS 41.

### **4. Financial Assets and Risk Management**

#### **Financial Risk Management – Credit Risk due to trade transactions**

The Group's risk management policies remain the same as that described in the annual financial statements of 31<sup>st</sup> of December 2019.

### **5. Operating Segments**

Information per segment is based on the structure of the information to the Group's management and internal reporting system. The Group is organized in business centres and business units based on the production of copper and copper alloys. In particular, it consists of two reportable operating segments. The operating segments of the Group are as follows:

- Aluminium products: Aluminium segment produces and sells a wide range of aluminium products and alloys
- Copper products: Copper segment produces and sells rolled and extruded copper and copper alloys products

In the following tables presented information regarding the financial results of the aforementioned segments for the period ending 30 June 2020 and 2019.

€ '000

**6 months until 30 June 2020**

<b>Total revenue per segment</b>			
Inter-segment revenue			
Cost of sales			
<b>Gross profit</b>			
Other Income			
Selling and Distribution expenses			
Administrative expenses			
Impairment loss on receivables and contract assets			
Other Expenses			
<b>Operating profit / (loss)</b>			
Finance Income			
Finance Costs			
<b>Net Finance income / (cost)</b>			
Share of profit/ (loss) of equity-accounted investees, net of tax			
<b>Profit/(Loss) before income tax</b>			
Income tax expense			
<b>Profit/(Loss) for the year</b>			

	Aluminum	Copper	Total
	475,603	523,251	998,854
	(58)	(27)	(85)
	(439,703)	(500,479)	(940,182)
	<b>35,842</b>	<b>22,745</b>	<b>58,587</b>
	3,016	3,689	6,705
	(5,865)	(4,857)	(10,723)
	(16,769)	(10,437)	(27,206)
	(20)	(397)	(417)
	(1,148)	(4,456)	(5,604)
	<b>15,056</b>	<b>6,286</b>	<b>21,342</b>
	35	68	103
	(5,620)	(6,733)	(12,353)
	<b>(5,585)</b>	<b>(6,665)</b>	<b>(12,250)</b>
	417	(632)	(215)
	<b>9,887</b>	<b>(1,010)</b>	<b>8,877</b>
	(1,692)	621	(1,071)
	<b>8,195</b>	<b>(389)</b>	<b>7,806</b>

**30.06.2020**

Total assets	1,032,077	789,115	<b>1,821,192</b>
Total liabilities	611,013	453,984	<b>1,064,996</b>

**Capital expenditure**

Fixed Assets			
Right of use assets			
Intangible Assets			
<b>Total</b>			

	Aluminum	Copper	Total
	52,448	8,413	60,860
	1,425	225	1,650
	44	-	44
	<b>53,917</b>	<b>8,637</b>	<b>62,554</b>

**6 months until 30 June 2020**

Depreciation of fixed assets			
Depreciation of right of use assets			
Amortization of intangible assets			
Depreciation of investments in real estate			
<b>Total depreciation and amortization</b>			

	Aluminum	Copper	Total
	(19,744)	(10,127)	(29,872)
	(873)	(301)	(1,173)
	(206)	(292)	(497)
	(70)	(34)	(104)
	<b>(20,893)</b>	<b>(10,753)</b>	<b>(31,646)</b>

€ '000

**6 months until 30 June 2019**
**Total revenue per segment**

Inter-segment revenue

Cost of sales

**Gross profit**

Other Income

Selling and Distribution expenses

Administrative expenses

Impairment loss on receivables and contract assets

Other Expenses

**Operating profit / (loss)**

Finance Income

Finance Costs

Dividends

**Net Finance income / (cost)**

Share of profit/ (loss) of equity-accounted investees

**Profit/(Loss) before income tax**

Income tax expense

**Profit/(Loss) for the year**

	Aluminum	Copper	Total
	535,949	545,099	<b>1,081,047</b>
	(80)	(13)	<b>(93)</b>
	(485,665)	(519,339)	<b>(1,005,004)</b>
	<b>50,204</b>	<b>25,747</b>	<b>75,951</b>
	3,091	2,490	<b>5,581</b>
	(6,029)	(4,924)	<b>(10,953)</b>
	(14,125)	(9,035)	<b>(23,160)</b>
	29	120	<b>149</b>
	(2,235)	(3,031)	<b>(5,265)</b>
	<b>30,935</b>	<b>11,367</b>	<b>42,302</b>
	15	98	<b>113</b>
	(6,046)	(7,275)	<b>(13,321)</b>
	-	50	<b>50</b>
	<b>(6,031)</b>	<b>(7,127)</b>	<b>(13,158)</b>
	357	1,996	<b>2,352</b>
	<b>25,261</b>	<b>6,236</b>	<b>31,496</b>
	(9,131)	(2,509)	<b>(11,640)</b>
	<b>16,129</b>	<b>3,727</b>	<b>19,856</b>

**31.12.2019**

Total assets

Total liabilities

	978,435	775,245	<b>1,753,680</b>
	536,607	455,801	<b>992,408</b>

**6 months until 30 June 2019**
**Capital expenditure**

Fixed Assets

Right of use assets

Intangible Assets

Investment Property

**Total**

	Aluminum	Copper	Total
	64,940	8,799	<b>73,739</b>
	536	5,567	<b>6,103</b>
	153	-	<b>153</b>
	13	-	<b>13</b>
	<b>65,643</b>	<b>14,366</b>	<b>80,008</b>

**6 months until 30 June 2019**

Depreciation of fixed assets

Depreciation of right of use assets

Amortization of intangible assets

Depreciation of investments in real estate

**Total depreciation and amortization**

	Aluminum	Copper	Total
	(18,411)	(8,397)	(26,868)
	(1,008)	(429)	(1,376)
	(224)	(189)	(413)
	(70)	(47)	(117)
	<b>(19,713)</b>	<b>(9,062)</b>	<b>(28,775)</b>

The Sales of the Group according to the geographical distribution is as follows:

	<b>GROUP</b>		<b>COMPANY</b>	
	<b>30.06.2020</b>	<b>30.06.2019</b>	<b>30.06.2020</b>	<b>30.06.2019</b>
	<b>€ '000</b>	<b>€ '000</b>	<b>€ '000</b>	<b>€ '000</b>
Greece	89,790	84,401	141,353	142,656
Other EU & UK	666,168	701,775	424,866	456,317
Other European countries	88,524	91,353	45,968	43,409
Asia	64,915	65,782	25,152	25,897
America	61,908	110,825	40,357	86,870
Africa	24,307	22,050	8,483	7,973
Oceania	3,157	4,768	1,944	2,620
<b>Total</b>	<b>998,769</b>	<b>1,080,955</b>	<b>688,124</b>	<b>765,741</b>

## 6. Property, Plant and Equipment

For the current period the movement in PPE is depicted in the following pages.

**GROUP**
**€ '000**
**Cost**

Balance as at 31 December 2019

	Fields - Plots	Buildings	Machinery	Transportation equipment	Furniture & other equipment	Fixed assets under construction	Total
	<b>103,194</b>	<b>205,641</b>	<b>921,678</b>	<b>19,808</b>	<b>24,364</b>	<b>170,816</b>	<b>1,445,503</b>

**Accumulated depreciation**

Balance as at 31 December 2019

	-	(95,286)	(499,729)	(15,427)	(20,990)	(806)	(632,238)
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**Carrying amount as at 31 December 2019**

	<b>103,194</b>	<b>110,355</b>	<b>421,949</b>	<b>4,381</b>	<b>3,375</b>	<b>170,010</b>	<b>813,265</b>
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**Cost**
**Balance as at 1 January 2020**

Effect of movement in exchange rates

Additions

Disposals

Write offs

Other reclassifications

**Balance as at 30 June 2020**

	<b>103,194</b>	<b>205,641</b>	<b>921,678</b>	<b>19,808</b>	<b>24,364</b>	<b>170,816</b>	<b>1,445,503</b>
	-	(1)	(0)	-	(0)	(9)	(10)
	605	260	2,018	885	648	56,445	60,860
	-	-	(2,522)	(117)	(35)	(305)	(2,978)
	-	-	(1,009)	(120)	-	(27)	(1,157)
	30	1,499	4,446	-	165	(6,357)	(217)
	<b>103,830</b>	<b>207,399</b>	<b>924,610</b>	<b>20,456</b>	<b>25,143</b>	<b>220,563</b>	<b>1,502,001</b>

**Accumulated depreciation**
**Balance as at 1 January 2020**

Effect of movement in exchange rates

Depreciation of the period

Disposals

Write offs

**Balance as at 30 June 2020**

	-	(95,286)	(499,729)	(15,427)	(20,990)	(806)	(632,238)
	-	(2)	0	-	0	-	(2)
	-	(5,724)	(23,134)	(412)	(601)	-	(29,872)
	-	-	2,156	111	28	-	2,296
	-	-	147	120	4	-	271
	-	<b>(101,012)</b>	<b>(520,560)</b>	<b>(15,608)</b>	<b>(21,558)</b>	<b>(806)</b>	<b>(659,544)</b>

**Carrying amount as at 30 June 2020**

	<b>103,830</b>	<b>106,386</b>	<b>404,050</b>	<b>4,849</b>	<b>3,585</b>	<b>219,757</b>	<b>842,457</b>
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**COMPANY**
**€ '000**
**Cost**

Balance as at 31 December 2019

	Fields - Plots	Buildings	Machinery	Transportation equipment	Furniture & other equipment	Fixed assets under construction	Total
Balance as at 31 December 2019	56,105	138,296	652,250	16,038	15,094	152,305	1,030,088

**Accumulated depreciation**

Balance as at 31 December 2019

Balance as at 31 December 2019	-	(64,955)	(395,072)	(12,927)	(13,395)	(127)	(486,477)
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**Carrying amount as at 31 December 2019**

<b>Carrying amount as at 31 December 2019</b>	<b>56,105</b>	<b>73,341</b>	<b>257,177</b>	<b>3,111</b>	<b>1,699</b>	<b>152,178</b>	<b>543,612</b>
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**Cost**
**Balance as at 1 January 2020**

<b>Balance as at 1 January 2020</b>	<b>56,105</b>	<b>138,296</b>	<b>652,250</b>	<b>16,038</b>	<b>15,094</b>	<b>152,305</b>	<b>1,030,088</b>
Additions	110	223	1,605	885	421	48,421	51,665
Disposals	-	-	(16)	(106)	(35)	(272)	(428)
Write offs	-	-	(980)	(120)	-	(27)	(1,127)
Other reclassifications	30	122	342	-	61	(609)	(52)
<b>Balance as at 30 June 2020</b>	<b>56,245</b>	<b>138,642</b>	<b>653,201</b>	<b>16,697</b>	<b>15,542</b>	<b>199,818</b>	<b>1,080,145</b>

**Accumulated depreciation**
**Balance as at 1 January 2020**

<b>Balance as at 1 January 2020</b>	<b>-</b>	<b>(64,955)</b>	<b>(395,072)</b>	<b>(12,927)</b>	<b>(13,395)</b>	<b>(127)</b>	<b>(486,477)</b>
Depreciation of the period	-	(3,483)	(15,000)	(341)	(336)	-	(19,160)
Disposals	-	-	10	106	28	-	144
Write offs	-	-	147	120	-	-	267
<b>Balance as at 30 June 2020</b>	<b>-</b>	<b>(68,438)</b>	<b>(409,916)</b>	<b>(13,041)</b>	<b>(13,703)</b>	<b>(127)</b>	<b>(505,226)</b>

**Carrying amount as at 30 June 2020**

<b>Carrying amount as at 30 June 2020</b>	<b>56,245</b>	<b>70,204</b>	<b>243,285</b>	<b>3,655</b>	<b>1,839</b>	<b>199,691</b>	<b>574,920</b>
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The reporting line "Additions" of Property, Plant and Equipment includes amount of Euro 1,780 thousand corresponding to capitalized borrowing costs, for the period ending 30.06.2020, for the Group and the Company alike.

## 7. Intangible Assets and Goodwill

€ '000	Goodwill	Cost of development	Trademarks and licenses	Software	Other	Total
<b>Cost</b>						
Balance as at 31 December 2019	27,158	42	50,475	20,164	117	97,957
<b>Accumulated amortization and impairment</b>						
Balance as at 31 December 2019	-	(42)	(196)	(17,658)	(77)	(17,973)
<b>Carrying amount as at 31 December 2019</b>	<b>27,158</b>	<b>-</b>	<b>50,279</b>	<b>2,505</b>	<b>40</b>	<b>79,983</b>
<b>Cost</b>						
<b>Balance as at 1 January 2020</b>	<b>27,158</b>	<b>42</b>	<b>50,475</b>	<b>20,164</b>	<b>117</b>	<b>97,957</b>
Additions	-	-	-	44	-	44
Other reclassifications	-	-	-	217	-	217
<b>Balance as at 30 June 2020</b>	<b>27,158</b>	<b>42</b>	<b>50,475</b>	<b>20,425</b>	<b>117</b>	<b>98,217</b>
<b>Accumulated amortization and impairment</b>						
<b>Balance as at 1 January 2020</b>	<b>-</b>	<b>(42)</b>	<b>(196)</b>	<b>(17,659)</b>	<b>(77)</b>	<b>(17,973)</b>
Amortization for the period	-	-	(37)	(458)	(2)	(497)
<b>Balance as at 30 June 2020</b>	<b>-</b>	<b>(42)</b>	<b>(233)</b>	<b>(18,116)</b>	<b>(79)</b>	<b>(18,470)</b>
<b>Carrying amount as at 30 June 2020</b>	<b>27,158</b>	<b>-</b>	<b>50,242</b>	<b>2,309</b>	<b>37</b>	<b>79,746</b>
<b>Cost</b>						
<b>Balance as at 31 December 2019</b>	<b>22,118</b>	<b>47,370</b>	<b>15,620</b>	<b>85,108</b>		
<b>Accumulated depreciation</b>						
Balance as at 31 December 2019	-	(134)	(13,905)	(14,039)		
<b>Carrying amount as at 31 December 2019</b>	<b>22,118</b>	<b>47,236</b>	<b>1,714</b>	<b>71,068</b>		
<b>Cost</b>						
<b>Balance as at 1 January 2020</b>	<b>22,118</b>	<b>47,370</b>	<b>15,620</b>	<b>85,108</b>		
Additions	-	-	88	88		
<b>Balance as at 30 June 2020</b>	<b>22,118</b>	<b>47,370</b>	<b>15,708</b>	<b>85,196</b>		
<b>Accumulated amortization and impairment</b>						
<b>Balance as at 1 January 2020</b>	<b>-</b>	<b>(134)</b>	<b>(13,905)</b>	<b>(14,039)</b>		
Amortization for the period	-	(34)	(317)	(351)		
<b>Balance as at 30 June 2020</b>	<b>-</b>	<b>(168)</b>	<b>(14,223)</b>	<b>(14,390)</b>		
<b>Carrying amount as at 30 June 2020</b>	<b>22,118</b>	<b>47,203</b>	<b>1,485</b>	<b>70,806</b>		

## 8. Subsidiaries, equity accounted investees and other investments

On 01.04.2020, ELVALHALCOR acquired, through a purchase agreement, the ownership of 1,610,000 common registered shares, issued by the company under the trade name "VIOMAL S.A.-ALUMINIUM INDUSTRY", which represent 25% of its paid up share capital, in consideration of EUR 2.2 million. Following the aforementioned purchase, ELVALHALCOR's participation in VIOMAL's share capital amounts to 75%.

On 14.02.2020, the share capital increase of "EPIRUS METALWORKS S.A." was completed by the amount of Euro 455,500.00 with the issuance of forty five thousand five hundred and fifty (45,550) new registered shares with a nominal value of ten (€10.00) euros each.

## 9. Loans and Borrowings

	GROUP		COMPANY	
	30.06.2020	31.12.2019	30.06.2020	31.12.2019
	€ '000	€ '000	€ '000	€ '000
<b>Non-current</b>				
Borrowings	172,043	168,328	106,984	98,265
Bond Loans	296,337	272,046	289,585	263,398
Lease liabilities (ex. finance leases)	7,718	8,996	7,718	8,996
Lease liabilities (ex. operating leases)	3,566	2,817	2,393	1,506
<b>Total</b>	<b>479,663</b>	<b>452,186</b>	<b>406,680</b>	<b>372,164</b>
<b>Current</b>				
Borrowings	126,995	87,758	79,148	55,400
Current portion of Long-term borrowings	23,327	19,437	14,674	11,778
Bond Loans	44,591	51,400	37,366	39,826
Lease liabilities (ex. finance leases)	2,567	2,376	2,567	2,376
Lease liabilities (ex. operating leases)	1,473	1,422	801	715
<b>Total</b>	<b>198,953</b>	<b>162,393</b>	<b>134,556</b>	<b>110,096</b>
	GROUP		COMPANY	
	30.06.2020	31.12.2019	30.06.2020	31.12.2019
	€ '000	€ '000	€ '000	€ '000
Between 1 and 2 years	256,200	68,919	242,413	55,476
Between 2 and 5 years	165,056	325,602	116,533	280,218
Over 5 years	58,407	57,666	47,734	36,471
<b>Total</b>	<b>479,663</b>	<b>452,186</b>	<b>406,680</b>	<b>372,164</b>

On 13.05.2020, "ELVALHALCOR S.A." announced the issuance of a common bond loan amounting to Euro twenty million (EUR 20,000,000) with "PIRAEUS BANK S.A." with the aim to finance current and general business needs. The loan has two years maturity with the option of extension for two more years and is issued according to L.3156/2003 and L.4548/2018.

On 30.06.2020, “ELVALHALCOR S.A.” announced the issuance of a common bond loan amounting to Euro twenty five million (EUR 25,000,000) with “NATIONAL BANK OF GREECE S.A.” and “NBG BANK MALTA LIMITED” with the aim to cover long-term working capital needs. The loan has a three-year tenure with payment at maturity and is issued according to L.4548/2018.

On 14.07.2020 “ELVALHALCOR S.A.” signed the issuance of a common bond loan, amounting to Euro 8.8 million (€8.800.000) with “EUROBANK S.A.”, which will be directed for the refinancing of existing loans. The loan has a five-year maturity with the option to extend for a further two years and issued under the L. 3156/2003 and the L. 4548/2018.

The Group and the Company has pledged assets of total amount Euro 663 million and Euro 542 million respectively.

## 10. Contingent Assets - Liabilities

Until 30.06.2020 the Group and the Company have posted a provision for tax unaudited years amounted to Euro 1.4 million and 1.2 million respectively. In addition, a general provision for other expenses of Euro 162 thousand and 110 thousand is posted at Group level and Company level respectively.

There are no other pending cases for the Group aside from the ones mentioned above.

## 11. Taxation

The breakdown of current and deferred income tax is as follows:

€ '000	GROUP		COMPANY	
	30.06.2020	30.06.2019	30.06.2019	30.06.2018
Current tax expense	(4,337)	(11,448)	(2,459)	(8,506)
Deferred tax (expense)/ income	3,266	(192)	2,542	350
<b>Tax expense</b>	<b>(1, 071)</b>	<b>(11,640)</b>	<b>83</b>	<b>(8,156)</b>

For the fiscal year 2020 the Company as well as its subsidiaries mentioned below have been included in the audit by the Certified Auditors under the provisions of L. 4174/2013; the audit is ongoing.

The companies of the Group are susceptible to tax due to unaudited years by the tax authorities. The provisions for these years are presented in note 10. The unaudited years and the method of consolidation are as follows:

Company		Country	Business	Direct Participation	Indirect Participation	Consolidation Method	Unaudited Fiscal Years
ELVALHALCOR	-	GREECE	Industrial	-	-	-	2014-2019
FITCO A.E.	(1)	GREECE	Industrial	100,00%	0,00%	Consolidation in Full	2014-2019
SOFIA MED S.A.	(1)	BULGARIA	Industrial	89,56%	0,00%	Consolidation in Full	-
EPIRUS METALWORKS S.A.	(1)	GREECE	Industrial	99,99%	0,00%	Consolidation in Full	2019
TECHOR A.E.	(1)	GREECE	Industrial	100,00%	0,00%	Consolidation in Full	2014-2019
ELKEME S.A.	(2)	GREECE	Metallurgical Research	92,50%	0,00%	Equity Method	2010-2019
VIEXAL S.A.	(2)	GREECE	Services	26,67%	0,00%	Equity Method	2014-2019
VIENER S.A.	(2)	GREECE	Energy	41,32%	0,00%	Equity Method	2012-2019
CENERGY HOLDINGS S.A.	(2)	BELGIUM	Holdings	25,16%	0,00%	Equity Method	-
INTERNATIONAL TRADE S.A.	(2)	BELGIUM	Commercial	29,97%	0,00%	Equity Method	-
TECHOR PIPE SYSTEMS	(3)	ROMANIA	Industrial	0,00%	100,00%	Consolidation in Full	-
HC ISITMA A.S.		TURKEY	Industrial	50,00%	0,00%	Equity Method	-
STEELMET S.A.	(2)	GREECE	Services	29,50%	0,00%	Equity Method	2014-2019
SYMETAL S.A.	(1)	GREECE	Industrial	100,00%	0,00%	Consolidation in Full	2014-2019
ELVAL COLOUR A.E.	(1)	GREECE	Industrial	100,00%	0,00%	Consolidation in Full	2013 & 2017,2018,2019
VEPAL S.A.	(1)	GREECE	Industrial	100,00%	0,00%	Consolidation in Full	2013-2019
ANOXAL S.A.	(1)	GREECE	Industrial	100,00%	0,00%	Consolidation in Full	2014-2019
VIOMAL S.A.	(1)	GREECE	Industrial	75,00%	0,00%	Consolidation in Full	2012-2019
ROULOC A.E.	(4)	GREECE	Industrial	0,00%	100,00%	Consolidation in Full	2016-2019
ELVAL COLOUR IBERICA S.A.	(4)	SPAIN	Commercial	0,00%	100,00%	Consolidation in Full	2018-2019
UACJ ELVAL HEAT EXCHANGER MATERIALS GmbH		GERMANY	Commercial	50,00%	0,00%	Equity Method	-
NEDZINK B.V.		NETHERLANDS	Industrial	50,00%	0,00%	Equity Method	-
CABLEL WIRES A.E.	(1)	GREECE	Industrial	100,00%	0,00%	Consolidation in Full	2014-2019

(1) Subsidiary of ELVALHALCOR

(2) Subsidiary of Viohalco SA

(3) Subsidiary of Techor S.A.

(4) Subsidiary of Elval Colour S.A.

## 12. Fair Value Measurement of Financial Instruments

The different levels have been defined as follows:

- Level 1: consists of shares and exchange traded derivatives which are based on market prices.
- Level 2: consists of OTC derivatives that are based on prices from brokers.
- Level 3: consists of unlisted shares. They come from estimates of the Company as there are no observable market data.

The financial information concerning financial instruments of Level 3, refers to holdings in domestic and foreign companies with a stake less than 20%. These holdings which are not quoted and whose fair value cannot be reliably measured, are valued at cost and are subject to impairment testing.

<b>GROUP</b>	<b>31.12.2019</b>			
	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>	<b>Total</b>
<b>€ '000</b>				
Other Investments	-	-	3,611	<b>3,611</b>
Derivative financial assets	660	290	-	<b>950</b>
Derivative financial liabilities	(1,147)	(234)	-	<b>(1,381)</b>
	<b>30.06.2020</b>			
Other Investments	-	-	3,662	<b>3,662</b>
Derivative financial assets	3,601	413	-	<b>4,014</b>
Derivative financial liabilities	(4,641)	(174)	-	<b>(4,814)</b>
	<b>31.12.2019</b>			
<b>COMPANY</b>	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>	<b>Total</b>
<b>€ '000</b>				
Other Investments	-	-	1,682	<b>1,682</b>
Derivative financial assets	636	226	-	<b>862</b>
Derivative financial liabilities	(1,055)	(104)	-	<b>(1,159)</b>
	<b>30.06.2020</b>			
Other Investments	-	-	1,733	<b>1,733</b>
Derivative financial assets	575	186	-	<b>761</b>
Derivative financial liabilities	(4,562)	(123)	-	<b>(4,685)</b>

Derivatives of level 1 comprise futures traded in 'London Metal Exchange – LME' for which there is an observable market price for all prompt dates on which the contract is settled. The mark-to-market valuations of the futures are based on evening evaluations of LME, the same exists for the counterparties' valuations in contracts, which are LME brokers. Derivatives of level 2 comprise forward FX contracts. The valuation stems from the counterparty banks and is based valuation model.

### 13. Transactions with Related Parties

Transactions as presented below refer to transactions with related parties.

€' 000	GROUP		COMPANY	
	30.06.2020	30.06.2019	30.06.2020	30.06.2019
<b>Sales of goods</b>				
Subsidiaries	-	-	101,648	107,425
Associates	386,451	421,061	267,871	320,932
Joint Ventures	67	57	67	57
Other investments	42,340	29,194	41,469	28,264
	<b>428,858</b>	<b>450,312</b>	<b>411,055</b>	<b>456,677</b>
<b>Sales of services</b>				
Subsidiaries	-	-	3,221	3,445
Associates	662	603	372	383
Joint Ventures	-	-	-	-
Parent	-	96	-	96
Other investments	697	876	640	854
	<b>1,359</b>	<b>1,578</b>	<b>4,233</b>	<b>4,776</b>
<b>Sales of fix assets</b>				
Subsidiaries	-	-	9	31
Associates	-	1	-	1
Joint Ventures	-	-	-	-
Other investments	55	31	-	20
	<b>55</b>	<b>32</b>	<b>9</b>	<b>52</b>
<b>Purchases of goods</b>				
Subsidiaries	-	-	9,864	34,435
Associates	17,808	7,129	4,374	4,913
Joint Ventures	13	-	13	-
Other investments	8,737	14,000	7,903	13,638
	<b>26,558</b>	<b>21,129</b>	<b>22,154</b>	<b>52,986</b>
<b>Purchases of services</b>				
Subsidiaries	-	-	18,937	17,456
Associates	15,636	10,232	11,463	8,180
Joint Ventures	-	227	-	102
Other investments	2,621	8,380	1,702	4,217
	<b>18,257</b>	<b>18,839</b>	<b>32,102</b>	<b>29,956</b>
<b>Purchases of fix assets</b>				
Subsidiaries	-	-	4,892	10
Associates	1,006	1,992	747	1,746
Other investments	5,618	2,797	4,786	2,659
	<b>6,624</b>	<b>4,788</b>	<b>10,424</b>	<b>4,414</b>

Services towards and from affiliated parties, as well as sales and purchases of goods, are performed in accordance with the pricelists, which apply to non-affiliates.

<b>Benefits to Key Management Personnel</b>	<b>GROUP</b>		<b>COMPANY</b>	
	<b>30.06.2020</b>	<b>30.06.2019</b>	<b>30.06.2020</b>	<b>30.06.2019</b>
Fees - benefits to the members of the Board of Directors and executives	5,266	5,989	2,621	2,619
	<b>5,266</b>	<b>5,989</b>	<b>2,621</b>	<b>2,619</b>

End-of-period and End-of-year respective balances from sales / purchases of goods, services, fixed assets, etc.

<b>€' 000</b>	<b>GROUP</b>		<b>COMPANY</b>	
	<b>30.06.2020</b>	<b>31.12.2019</b>	<b>30.06.2020</b>	<b>31.12.2019</b>
<b>Receivables from related parties</b>				
Subsidiaries	-	-	59,076	55,073
Associates	70,588	53,510	45,592	39,084
Joint Ventures	41	-	41	-
Parent	265	269	264	264
Other investments	61,571	51,401	60,428	50,678
	<b>132,465</b>	<b>105,179</b>	<b>165,401</b>	<b>145,099</b>
<b>Payables to related parties</b>				
Subsidiaries	-	-	16,203	10,049
Associates	14,153	9,309	7,041	7,599
Joint Ventures	-	-	-	-
Parent	-	13	-	-
Other investments	6,827	7,374	5,451	5,240
	<b>20,981</b>	<b>16,697</b>	<b>28,695</b>	<b>22,888</b>

#### 14. Held for Sale

The amount of Euro 0.5 million is the book value of machinery. The aforementioned asset is classified in the Copper Sector. Provisions of par. 8 of IFRS 5 are in effect for the aforementioned equipment given the fact that the Management is implementing a plan for its sale which is expected to be materialized in 2020.



## 15. Macro-economic environment

The impact of the current Covid-19 pandemic has had an adverse impact on global economic conditions. ElvalHalcor and its subsidiaries responded swiftly to the pandemic, prioritising the health and safety of its employees, suppliers and customers and social distancing measures were successfully implemented without disrupting production activity. However, the imposition of restrictions in movement and production in major export destination countries negatively affected exports in March and April with the drop in industrial products directed to the automotive and transportation industry, partly offset by the sales to the packaging industry for food and beverages. For the first six months of 2020, the Group and the Company suffered expenses of EUR 1.7 million and EUR 1.3 million respectively, directed for taking additional measures and personal protective equipment according to the recommendations of health committees.

In addition, the slowdown of the world economic outlook is expected to affect negatively a number of companies operating in different segments. The Group and the Company increased the posting of the “impairment loss on receivables and contract assets” for the expected credit losses (IFRS 9) following the increase of the risk factors, hence impacting the six-month financial results negatively, in order to include the new short-term conditions of the global market in the financial statements. It is noteworthy, that the sales of ElvalHalcor are made to companies with long term commercial ties and presence in the local market and they do not face any risks deriving from the macroeconomic environment. In spite of that, the Management constantly evaluates the situation and its possible ramifications, in order to secure that all necessary measures and actions have been taken for the mitigation of any impact to the Group’s and the Company’s activities.

In spite of the lockdowns in the global economy, the materialization of the investment programmes was completed with minor delays, and the unhindered operation of the production facilities throughout the pandemic provided an advantage over many European producers. The availability and the prices of the basic raw materials follow the international market, and are not affected by the domestic situation in any country. The extensive measures of the lockdowns in many economies reduced temporarily the availability of scrap, while the traffic of raw materials was disrupted for a short period in some major shipping ports. ElvalHalcor overcame successfully the irregularities in the supply chain, as it has access to multiple sources for raw materials, and acted in time by increasing the safety inventory in critical materials.

Finally, it is noted that on 12.03.2020, ElvalHalcor announced the commencement of investigations and initiation of preliminary phase antidumping (AD) and countervailing duty (CVD) investigation by the United States International Trade Commission (USITC) to determine whether there is a reasonable indication that an industry in the United States is materially injured or threatened with material injury, or the establishment of an industry in the United States is materially retarded, by reason of imports of common alloy aluminum sheet from Greece and seventeen other countries (Bahrain, Brazil, Croatia, Egypt, Germany, India, Indonesia, Italy, Korea, Oman, Romania, Serbia, Slovenia, South Africa, Spain, Taiwan and Turkey). The preliminary investigation was triggered in response to a petition filed by US domestic producers versus the said eighteen exporting countries. ELVALHALCOR participates in the AD investigation as a producer of common alloy aluminum sheet in Greece, cooperates with the audit authorities and will keep the investment community informed about the progress of the investigations and the potential impact on its financial results. The preliminary decision by the authorities is expected on the 6<sup>th</sup> of October 2020.

## 16. EBITDA and a-EBITDA

**EBITDA:** It is the measure of profitability of the entity before taxes, financial, depreciation and amortization. It is calculated by adjusting the depreciation and amortization to the operating profit as this is reported in the statement of profit and loss.

€ '000	GROUP		COMPANY	
	30.06.2020	30.06.2019	30.06.2020	30.06.2019
Operating profit / (loss)	21,342	42,302	14,356	28,066
Adjustments for:				
+ Depreciation of fix assets & investment property	29,975	26,985	19,768	17,381
+ Amortization of intangible assets	497	413	351	331
+ Depreciation of ROU	1,173	1,376	786	1,048
- Amortization of Grants	(902)	(942)	(607)	(628)
<b>EBITDA</b>	<b>52,085</b>	<b>70,134</b>	<b>34,653</b>	<b>46,197</b>

**a – EBITDA:** adjusted EBITDA is a measure of the profitability of the entity after adjustments for:

- Metal result
- Restructuring Costs
- Special Idle costs
- Impairment of fixed assets
- Impairment of Investments
- Profit / (Loss) of sales of fixed assets and investments if included in the operational results
- Other impairments

For the current and the respective previous period the figures were as follows:

€ '000	GROUP		COMPANY	
	30.06.2020	30.06.2019	30.06.2020	30.06.2019
EBITDA	52,085	70,134	46,197	54,045
Adjustments for:				
+ Loss / - Profit from Metal Lag	12,709	8,344	5,770	5,712
+ Impairment of Assets / - Gain from sales of Assets	1,310	-	795	-
<b>a - EBITDA</b>	<b>66,105</b>	<b>78,479</b>	<b>41,218</b>	<b>51,910</b>

(A) Value of Metal in Sales	716,475	804,410	444,809	521,327
(B) Value of Metal in Cost of Sales	(724,396)	(808,252)	(445,918)	(522,865)
(C) Result of Hedging Instruments	(4,789)	(4,503)	(4,661)	(4,174)
<b>(A+B+C) Metal Result in Gross Profit</b>	<b>(12,709)</b>	<b>(8,344)</b>	<b>(5,770)</b>	<b>(5,712)</b>

**ALUMINIUM**

	30.06.2020	30.06.2019
	€ '000	€ '000

Operating Profit / (Loss)	15,056	30,935
Adjustments for:		
+ Depreciation	20,893	19,713
- Amortization of Grants	(795)	(834)
EBITDA	<b>35,154</b>	<b>49,813</b>
EBITDA	<b>35,154</b>	<b>49,813</b>
Adjustments for:		
+ Loss / (Profit) from Metal Lag	3,276	3,852
+ Impairment of Assets / - Gain from sales of Assets	466	-
a - EBITDA	<b>38,896</b>	<b>53,665</b>

**ALUMINIUM**

	30.06.2020	30.06.2019
	€ '000	€ '000

(A) Value of Metal in Sales	258,059	306,326
(B) Value of Metal in Cost of Sales	(256,965)	(306,647)
(C) Result of Hedging Instruments	(4,370)	(3,531)
<b>(A+B+C) Metal Result in Gross Profit</b>	<b>(3,276)</b>	<b>(3,852)</b>

**COPPER**

	30.06.2020	30.06.2019
	€ '000	€ '000

Operating Profit / (Loss)	6,286	11,367
Adjustments for:		
+ Depreciation	10,753	9,062
- Amortization of Grants	(108)	(108)
EBITDA	<b>16,931</b>	<b>20,321</b>
EBITDA	<b>16,931</b>	<b>20,321</b>
Adjustments for:		
+ Loss / (Profit) from Metal Lag	9,433	4,492
+ Impairment of Assets / - Gain from sales of Assets	845	-
a - EBITDA	<b>27,209</b>	<b>24,813</b>

	<b>COPPER</b>	
	<b>30.06.2020</b>	<b>30.06.2019</b>
	<b>€ '000</b>	<b>€ '000</b>
(A) Value of Metal in Sales	458,416	498,084
(B) Value of Metal in Cost of Sales	(467,431)	(501,604)
(C) Result of Hedging Instruments	(418)	(972)
<b>(A+B+C) Metal Result in Gross Profit</b>	<b>(9,433)</b>	<b>(4,492)</b>

In order to handle the coronavirus pandemic, the Group and the Company suffered expenses of EUR 1.7 million and EUR 1.3 million respectively. If those expenses did not occur the a-EBITDA would amount to EUR 67.8 million and EUR 42.5 million for the Group and the Company respectively.

### **17. Events after the balance sheet date**

1. On 1/7/2020 the increase of share capital of "ANOXAL S.A." was decided, by EUR 2.0 million with cash, by increase of the nominal value of the existing shares by 16 EUR per share. Therefore, the share capital of ANOXAL amounts to EUR 4,505,256 divided to 125,146 shares of nominal value 36 Euro each.
2. On 14/7/2020 ELVALHALCOR participated in the capital increase of NedZink B.V. by the amount of EUR 4 million, therefore the participation of ELVALHALCOR remained at 50%.