Interim Financial Report
as at 30 June 2017
(1 January - 30 June 2017)

Based on Law 3556/2007

THE CHAIRMAN OF THE BOARD OF DIRECTORS	A MEMBER OF THE BOARD OF DIRECTORS	THE GENERAL MANAGER AND MEMBER OF THE BoD	THE GROUP'S FINANCIAL MANAGER
THEODOSIOS PAPAGEORGOPOULOS ID Card No. AN 051682	GEORGE PASSAS ID Card No. Φ 020251	PERIKLIS SAPOUNTZIS ID Card No. AK 121106	SPYRIDON KOKKOLIS ID Card No. X701209

HALCOR S.A.

G.C.Registry.: 303401000

NO. in S.A. Register 2836/06/B/86/48

Seat: Athens Tower, Building B, 2-4, Messoghion Avenue, 11527, Athens

HALCOR S.A.

Interim Financial Report

as at 30 June 2017

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Statements by Board of Directors members
(pursuant to Article 5(2) of Law 3556/2007)

The members of the Board of Directors of the company with the name HALCOR S.A.-METAL PROCESSING, trading as HALCOR S.A., whose registered offices are in Athens, at 2-4, Messogion Avenue:

1. Theodosios Papageorgopoulos, Chairman of the Board of Directors;

2. Nikolaos Koudounis, Board Member, specifically appointed to that end by Decision dated 13 September 2017 of the Company's Board of Directors;

3. George Passas, Board Member, specifically appointed to that end by Decision dated 13 September 2017 of the Company's Board of Directors;

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 HALCOR S.A. for the period from 1 January 2017 to 30 June 2017, 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 2017 for HALCOR 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 HALCOR S.A. contains the true information required by Article 5(6) of Law 3556/2007.

Athens, 13 September 2017

Confirmed by

The Chairman of the Board	The Board-appointed Member	The Board-appointed Member
THEODOSIOS PAPAGEORGOPOULOS	NIKOLAOS KOUDOUNIS	GEORGE PASSAS
ID Card No. AN 051682	ID Card No. AE 012572	ID Card No. Φ 020251

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 2017 (1 January 2017 - 30 June 2017). 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.

This report details financial information on the Group and Company of "Halcor S.A. - Metal Processing" (hereinafter referred to for the purpose of brevity as "Company" or "Halcor") 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 and Financial Standing of HALCOR Group

Consolidated turnover from continued operations rose in the first half of 2017 to Euro 465.3 million compared to Euro 353.6 million during the respective period of 2016 marking an increase by 31.6%, primarily due to the increased average metal prices but also to the volume increase by 14.0%.

In the first half of 2017, the average price of copper was higher by 26.1% and reached Euro 5,312 per ton versus Euro 4,213 per ton in the first half of 2016, while the average price of zinc was higher by 54.3% at Euro 2,486 per ton versus Euro 1,611 per ton. In terms of volumes in the first half of 2017, sales of copper tubes accounted for 44% of total sales mix, rolled products for 31%, copper bus bars for 10% and brass rods for 15%.

Consolidated gross profit from continued operations rose to Euro 35.9 million versus 19.3 million in the first half of 2016. Consolidated adjusted earnings before interest, taxes, depreciation and amortization from continued operations (a-EBITDA) amounted in the first half of 2017 to profit of Euro 23.8 million against Euro 17.0 million for the respective prior year period, while earnings before interest and taxes from continued operations (EBIT) amounted to profit of Euro 24.5 million against Euro 8.5 million in the respective period last year. Consolidated results from continued operations reached in the first half of 2017 profit of Euro 10.3 million compared to profits of Euro 0.1 million in the first half of 2016. Finally, consolidated results after tax and non-controlling interests amounted to profit of Euro 6.8 million or Euro 0.0067 per share versus profit of Euro 0.7 million or Euro 0.0067 per share in the first six months of 2016.

Regarding the Company, earnings before interest, taxes, depreciation and amortization (EBITDA) amounted in the first half of 2017 to Euro 14.5 million compared to Euro 9.6 million in the corresponding period last year, while results after tax stood at the first half of 2017 at profit of Euro 1.8 million against losses of Euro 1.9 million at the first half of 2016.

In regards to the cost, reductions in energy prices coupled with optimizing production processes led to a further reduction in industrial cost and helped to strengthen the competitiveness of the Group's products abroad. Moreover, the increased prices of metals affected positively the profitability.

Finally, the high financial cost continued to negatively affect the profitability of the Group compared to our main competitors.

In the first half of 2017, the Halcor Group carried out total investments of Euro 3.7 million, out of which Euro 1.0 million regarded the upgrading of the production facilities of the parent Company and its subsidiary Fitco SA in Inofyta, focusing mainly in the Tubes Plant and Euro 2.6 million were related to the improvement of productivity, the production of high added value products and the increase in capacity of its subsidiary Sofia Med SA in Bulgaria.

Halcor with the 03.05.2017 and 04.05.2017 meetings of the Board of Directors decided to sell and transfer to the non-listed company Elval the 88.88% of the share capital of the subsidiary Sofia Med for the amount of Euro 101.2 million, which is considered fair and reasonable, according to a valuation report executed by an independent chartered accountant. During the first six months of 2017 the amount of Euro 15 million has been paid and the rest is expected to be paid by 31.12.2017. The General assemblies of the companies have already approved this action.

In the context of the aforementioned sale of shares to Elval, from which Halcor will receive Euro 86.2 million by 31.12.2017, the Company is negotiating with the bond holders the partial repayment of the bond loan, which has a total value of Euro 162.5 million, with extension of the bonds maturity to five years' time an action which will secure the necessary liquidity. As a result, the company asked and received decision (waiver – letter of consent) for the postponement of the payment of a bond of Euro 9.0 million maturing on 27.06.2017 with the option to pay until 30.11.2017.

With the decision on 19.07.2017 the Board of Directors of Halcor decided the initiation of preparatory acts for the merger by absorption of the non-listed to the Athens stock exchange company Elval from Halcor, following the provisions of art.68 para.2 and 69-77a of C.L. 2190/1920, as well as art. 1-5 of L.2166/1993, as in force. The transformation balance sheet's date was set to be the 31st of July 2017. The management of the merging companies, assigned to the independent auditing company "TMS AUDITORS S.A." to proceed with the valuation of the Merging Companies as well as the preparation of the relative valuation report and to the independent auditing company "ABACUS AUDITORS S.A." to determine the book value of the assets of the merging companies and prepare the relevant report. At this point, neither a valuation of the merging companies has been made, nor a share exchange ratio has been proposed. Halcor estimates that the intended merger will have been completed by 31.12.2017, while, in any case, the completion of the merger is subject to all necessary, by Law, decisions and approvals. Through this merger by absorption, a substantial, strongly export-oriented, industrial and financial entity shall be formed, in the non-ferrous metals processing sector, listed on the ATHEX. The larger economic size and the broader business footprint of the Company will facilitate access to the financial markets, while the new corporate entity will be able to benefit from economies of scale and synergies.

Financial standing

Halcor'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

		30/6/2017		31/12/2016	
Liquidity =	Current Assets	238,485,841	0.97	192,691,091	1.01
	Current Liabilities	244,807,047		191,307,985	

COMPANY

		30/6/2017		31/12/2016	
Liquidity =	Current Assets	146,347,357	0.80	120,297,187	0.82
	Current Liabilities	183,390,653		147,194,907	

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 2017 and 2016 were as follows:

GROUP

		30/6/2017		31/12/2016	
Leverage =	Equity	107,435,110	0.29	99,548,749	0.29
	Loans & Borrowings	365,288,080		346,345,732	

COMPANY

		30/6/2017		31/12/2016	
Leverage =	Equity	82,052,887	0.33	79,215,415	0.33
	Loans & Borrowings	249,939,843		240,776,368	

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 2017 as well as the prior year the calculation for the Group and the Company was as follows:

GROUP

		30/6/2017		31/12/2016	
Return on Invested Capital =	Operating profit / (loss)	24,503,147	5.2%	19,616,679	4.4%
	Equity + Loans & Borrowings	472,723,190		445,894,480	

COMPANY

		30/6/2017		31/12/2016	
Return on Invested Capital =	Operating profit / (loss)	11,036,801	3.3%	15,836,936	4.9%
	Equity + Loans & Borrowings	331,992,730		319,991,783	

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 closing period of 2017 and 2016 were as follows:

GROUP		30/6/2017		31/12/2016	
Return on Equity =	Net Profit / (Loss) Equity	7,660,722 107,435,110	7.1%	1,719,735 99,548,749	1.7%

COMPANY		30/6/2017		31/12/2016	
Return on Equity =	Net Profit / (Loss) Equity	1,805,719 82,052,887	2.2%	-21,002,264 79,215,415	-26.5%

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.

EUR		GROUP		COMPANY	
From Continued operations		**2016**	**2015**	**2016**	**2015**
Operating profit / (loss)		**24,503,147**	**8,502,992**	**11,036,801**	**6,329,940**
	Adjustments for:				
	+ Depreciation	7,686,783	7,493,242	3,325,256	3,232,374
	+ Amortization	372,293	350,964	152,119	131,058
	- Amortization of Grants	(107,632)	(122,876)	(55,540)	(55,540)
EBITDA		**32,454,591**	**16,224,322**	**14,458,636**	**9,637,832**

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

EUR		GROUP		COMPANY	
From Continued operations		**2016**	**2015**	**2016**	**2015**
EBITDA		**32,454,591**	**16,224,322**	**14,458,636**	**9,637,832**
	Adjustments for:				
	+ Loss / - Profit from Metal	(8,618,848)	820,697	(2,400,470)	1,062,751
a - EBITDA		**23,835,743**	**17,045,019**	**12,058,166**	**10,700,584**

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 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 characterising the specific market and the country in which customers are active, affect less the credit risk since no geographical concentration of credit risk is noticed. No client exceeds 10% of sales 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 principle, 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 receivability they have shown. Trade and other receivables include mainly wholesale customers of the Group. Any customers characterised as being of "high risk" are included in a special list of customers and future sales must be received in advance and approved by the Board of Directors. Depending on the background of the customer and its status, the Group demands real or other security (e.g. letters of guarantee) in order to secure its receivables, if possible.

The Group makes impairment provisions which reflect its assessment of 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.

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 policy consists in not providing any financial guarantees, unless the Board of Directors decides so on an exceptional basis. The guarantees that the Group has given are in low level and do not pose a significant risk.

Liquidity risk

Liquidity risk is the inability of the Group 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 30th of June, 2017, the Group had an amount of Euro 9.7 million in cash and the necessary approved (but unused) credit lines, so it can easily serve short and medium term obligations.

To avoid liquidity risk the Group makes 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 (copper, zinc, other metals)

The Group bases both its purchases and sales on stock market prices/ indexes for the price of copper and other metals used and contained in its products. The risk from metal price fluctuation is covered by hedging instruments (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 is 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 Euro, USD, GBP and other currencies of SE Europe.

Over time, the Group hedges the greatest part of its estimated exposure to foreign currencies in relation to the anticipated sales and purchases as well as receivables and liabilities in foreign currency. The Group enters 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' 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 save non-convertible preferential shares and minority interests.

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 2017.

C. Development of Group activities during the second half of 2017

The development of the Group during the second half will significantly depend on the continuation of the recovery in international markets. The expectations vary per geographic area with the demand in most European countries to be slightly on an uptrend, while on an uptrend is expected to move in the United States as well with for industrial products is forecasted to move slightly on higher levels.

For the second half of 2017, the completion of the merger between the two companies will be the main pillar of the formulation of the future plans of the two merging companies. The Group will continue to have as a primary strategic target the expansion through the increase of exportation as much in Europe as in markets outside Europe, and the increase of market shares in industrial products and the strengthening of its activity in new markets.

D. Important transactions with affiliated parties

Transactions with affiliated parties mainly concern purchases, sales and processing of copper and zinc products (finished and 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 thousand Euros)

Company	Sales of goods, services & assets	Purchases of goods, sevices & assets	Receivables	Payables
SOFIA MED	5,750	1,261	30,466	-
FITCO	11,321	3,897	8,513	706
OTHER	-	-	3	434
Total	**17,071**	**5,158**	**38,982**	**1,139**

Sofia Med SA buys from Halcor raw materials and semi-finished products of copper and copper alloys, depending on its needs. Halcor also provides technical, administrative and commercial support services.

Fitco SA buys from Halcor raw materials. Halcor processes Fitco's materials and deliver back semi-finished products. It also provides Fitco with administrative support services.

Transactions of the parent company with affiliated companies (amounts in thousand Euros)

Company	Sales of goods, services & assets	Purchases of goods, sevices & assets	Receivables	Payables
CENERGY GROUP	2,248	6,185	2,023	672
STEELMET GROUP	-	1,286	1	238
INTERNATIONAL TRADE	6,071	-	1,784	-
REYNOLDS CUIVRE	17,241	62	4,062	46
STEELMET ROMANIA	3,508	6	-	79
METAL AGENCIES	28,461	7	3,830	7
TEPRO METALL	94	24	-	79
MKC	18,248	103	5,858	47
VIENER	-	1,089	1	3
METALVALIUS	5	2,752	5	343
ANAMET SA	241	6,394	957	887
VIANATT	68	-	59	-
HC ISITMA	18	6	152	6
TEKA SYSTEMS	12	145	14	80
VIEXAL	0	152	1	14
ELVAL	99	400	-	16,361
VIOHALCO	-	85	98	87
OTHER RELATED	222	1,325	881	354
Total	**76,536**	**20,021**	**19,724**	**19,303**

Cenergy group consolidates Hellenic Cables S.A., buys from Halcor raw materials depending on its needs. In its turn, it sells copper scrap to Halcor from the products returned during its production process. Furthermore, Cenergy consolidates CPW America Co which sells Halcor's products to the market of America.

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

International Trade acts as an in-between the companies of Halcor's Group and their customers with the target of trade financing through international banks. International Trade consolidates:

1. MKC GMBH, which trades Halcor products in the German market.

2. Steelmet Romania, which trades Halcor products in the Romanian market.

3. Tepro Metall AG, which trades (through its subsidiary MKC) Halcor products and represents the latter in the German market.

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

5. Metal Agencies LTD which acts as merchant - central distributor of the Halcor Group in Great Britain.

Teka systems S.A. undertakes to carry out certain industrial constructions on behalf of Halcor and provides consulting services in IT issues and SAP support and upgrade.

Anamet S.A. provides Halcor with considerable quantities of copper, brass and zinc scrap.

Viexal Ltd. provides Halcor with travelling services.

CPW America Co trades Halcor products in the American market.

Viohalco S.A. provides Halcor with buildings - industrial premises for renting.

Metalvalius sells to and purchases from Halcor significant quantities of copper and brass scrap.

Transactions of HALCOR Group with other affiliated companies (amounts in thousand Euros)

Company	Sales of goods, services & assets	Purchases of goods, sevices & assets	Receivables	Payables
CENERGY GROUP	4,335	6,775	2,885	771
STEELMET GROUP	-	1,286	1	238
INTERNATIONAL TRADE	6,071	-	1,784	-
REYNOLDS CUIVRE	27,555	62	6,454	611
STEELMET ROMANIA	4,945	12	1	81
METAL AGENCIES	44,750	16	5,235	23
TEPRO METALL	1,657	199	161	211
MKC	32,835	108	8,617	52
VIENER	-	1,225	1	3
METALVALIUS	4,776	37,497	12	5,059
HC ISITMA	18	6	152	6
TEKA SYSTEMS	12	147	23	129
VIEXAL	0	322	1	33
ELVAL	170	479	69	16,585
VIOHALCO	-	85	98	87
OTHER RELATED	679	10,963	2,203	1,675
Total	**127,804**	**59,181**	**27,697**	**25,564**

Fees of Executives and Board members (amounts in thousand Euros)

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

	Group	**Company**
Total fees of management executives & Board members	1,366	597

Z. Subsequent events

1. With the decision on 19.07.2017 the Board of Directors of Halcor decided the initiation of preparatory acts for the merger by absorption of the non-listed to the Athens stock exchange company Elval from Halcor, following the provisions of art.68 para.2 and 69-77a of C.L. 2190/1920, as well as art. 1-5 of L.2166/1993, as in force. The transformation balance sheet's date was set to be the 31st of July 2017. The management of the merging companies, assigned to the independent auditing company "TMS AUDITORS S.A." to proceed to the valuation of the Merging Companies as well as the preparation of the relative valuation report and to the independent auditing company "ABACUS AUDITORS S.A." to determine the book value of the assets of the merging companies and prepare the relevant report. At this point, neither a valuation of the merging companies has been made, nor a share exchange ratio has been proposed. Halcor estimates that the intended merger will have been completed by 31.12.2017, while, in any case, the completion of the merger is subject to all necessary, by Law, decisions and approvals. Through this merger by absorption, a substantial, strongly export-oriented, industrial and financial entity shall be formed, in the non-ferrous metals processing sector, listed on the ATHEX.

2. On 31.07.2017, Halcor and the non-listed associate company Elval signed the agreement for transferring two million one hundred ninety thousand four hundred fifty five (2,190,455) common shares which stand for a percentage of 88.88% of the share capital of the company Sofia Med S.A., for the price of Euro 101.2 million, for which HALCOR collected as a down payment, the amount of Euro 15.0 million. The payment of the remaining amount of Euro 86.2 million, will be done by 31.12.2017 at the latest.

Athens, 13 September 2017

The Chairman of the Board of Directors
Theodossios Papageorgopoulos

[Translation from the original text in Greek]

Report on Review of Interim Financial Information

To the Shareholders of “HALCOR METAL WORKS S.A.”

Introduction

We have reviewed the accompanying condensed company and consolidated statement of financial position of “HALCOR METAL WORKS S.A.” (the “Company”) as of 30 June 2017 and the related condensed company and consolidated statements of income and comprehensive income, changes in equity and cash flows 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 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 interim financial information is not prepared, in all material respects, in accordance with IAS 34.

Other Matter

The financial statements of the Company “HALCOR METAL WORKS S.A.” for the year ended 31 December 2016 were audited by another Certified Auditor Accountant whose report, dated 30 March 2017, expressed an unmodified opinion on those statements.

Reference to Other Legal and Regulatory Requirements

Our review has not revealed any inconsistency or discrepancy of the other information of the six-month financial report, as required by article 5 of L.3556/2007, with the accompanying interim condensed financial information.

Athens, 13 September 2017

PricewaterhouseCoopers S.A.
Certified Auditors - Accountants
268, Kifissias Avenue
152 32 Halandri
SOEL Reg No 113

The Certified Auditor Accountant

Konstantinos Michalatos
SOEL Reg No 17701

HALCOR

INTERIM CONDENSED FINANCIAL STATEMENTS

FOR THE PERIOD 01.01.2017 – 30.06.2017

Statement of Financial Position

EUR	Note	GROUP 30/6/2017	GROUP 31/12/2016	COMPANY 30/6/2017	COMPANY 31/12/2016
ASSETS					
Non-current assets					
Property, plant and equipment	7	284,825,998	288,749,488	126,377,481	128,732,855
Intangible assets and goodwill	8	1,228,725	1,502,276	704,465	770,350
Investment property		5,443,805	5,443,805	3,697,501	3,697,501
Equity-accounted investees	9	68,865,472	71,862,661	39,855,888	39,855,888
Investments in subsidiaries	9	-	-	113,866,113	113,866,113
Other investments		2,586,497	2,508,672	2,586,497	2,508,672
Deferred income tax assets		2,904,000	3,681,104	-	-
Trade and other receivables		919,242	915,571	860,206	857,301
		366,773,739	**374,663,577**	**287,948,150**	**290,288,680**
Current Assets					
Inventories	10	140,512,792	119,258,774	56,015,521	63,246,954
Trade and other receivables		87,524,396	48,654,787	82,561,735	48,551,633
Derivatives		768,044	934,132	319,211	51,257
Cash and cash equivalents		9,680,609	23,843,398	7,450,890	8,447,342
		238,485,841	**192,691,091**	**146,347,357**	**120,297,187**
Total assets		**605,259,580**	**567,354,668**	**434,295,507**	**410,585,866**
EQUITY					
Capital and reserves attributable to the Company's equity holders					
Share capital		38,486,258	38,486,258	38,486,258	38,486,258
Share premium		67,138,064	67,138,064	67,138,064	67,138,064
Other reserves		146,878,061	149,051,103	102,806,504	103,201,233
Retained earnings/(losses)		(155,286,630)	(164,512,636)	(126,377,940)	(129,610,140)
Equity attributable to owners of the company		**97,215,753**	**90,162,789**	**82,052,887**	**79,215,415**
Non-Controlling Interest		10,219,357	9,385,961	-	-
Total equity		**107,435,110**	**99,548,750**	**82,052,887**	**79,215,415**
LIABILITIES					
Non-current liabilities					
Loans & Borrowings	11	217,126,111	239,603,953	141,181,960	155,673,116
Derivatives		-	-	-	-
Deferred tax liabilities		29,943,180	30,856,578	24,689,941	25,496,011
Employee benefits		2,575,444	2,501,083	1,687,627	1,658,441
Grants		3,282,688	3,446,320	1,202,440	1,257,980
Provisions		90,000	90,000	90,000	90,000
		253,017,423	**276,497,935**	**168,851,967**	**184,175,548**
Current liabilities					
Trade and other payables		95,132,259	82,272,027	73,679,764	60,112,023
Current tax liabilities		1,344,090	1,207,979	931,132	893,988
Loans & Borrowings	11	148,161,969	106,741,778	108,757,884	85,103,252
Derivatives		92,729	1,086,200	21,873	1,085,645
Provisions		76,000	-	-	-
		244,807,047	**191,307,985**	**183,390,653**	**147,194,907**
Total liabilities		**497,824,470**	**467,805,920**	**352,242,620**	**331,370,455**
Total equity and liabilities		**605,259,580**	**567,354,668**	**434,295,507**	**410,585,865**

Interim Statement of Profit or Loss

		GROUP		COMPANY	
EUR					
Continuing operations	**Note**	**30/6/2017**	**30/6/2016**	**30/6/2017**	**30/6/2016**
Revenue	5	**465,325,253**	**353,577,107**	**242,855,654**	**218,875,889**
Cost of sales		(429,441,851)	(334,275,300)	(225,221,644)	(205,672,656)
Gross profit		**35,883,402**	**19,301,807**	**17,634,010**	**13,203,233**
Other Income		4,167,798	3,038,949	2,119,656	1,133,507
Selling and distribution expenses		(4,400,252)	(3,938,607)	(2,868,687)	(2,570,223)
Administrative expenses		(6,993,696)	(6,693,249)	(4,800,367)	(4,619,861)
Other expenses		(4,154,105)	(3,205,908)	(1,047,811)	(816,715)
Operating result (EBIT)		**24,503,147**	**8,502,992**	**11,036,801**	**6,329,940**
Finance income		21,827	3,929,942	17,829	25,149
Finance costs		(11,820,727)	(12,356,217)	(7,467,487)	(8,018,857)
Dividend		-	-	80,000	-
Net financial result	12	**(11,798,900)**	**(8,426,275)**	**(7,369,658)**	**(7,993,708)**
Share of profit/ (loss) of equity-accounted investees, net of tax		(2,401,565)	(27,710)	-	-
Profit/ (Loss) before income tax		**10,302,682**	**49,006**	**3,667,143**	**(1,663,767)**
Income tax	6	(2,641,960)	437,773	(1,861,424)	(233,076)
Profit/ (loss) from continued operations		**7,660,722**	**486,779**	**1,805,719**	**(1,896,843)**
Discontinued Operations					
Profit / (Loss) from Discontinued Operations		-	(215,646)	-	
Total Profit / (Loss) for the period)		**7,660,722**	**271,133**	**1,805,719**	**(1,896,843)**
Profit/ (loss) attributable to:					
Owners of the company					
From Continuing Operations		6,805,106	678,580	1,805,719	(1,896,843)
From Discontinued Operations		-	(272,325)	-	-
		6,805,106	**406,255**	**-**	**-**
Non-controlling interests					
From Continuing Operations		855,616	(191,801)	-	-
From Discontinued Operations		-	56,679	-	-
		855,616	**(135,122)**	**1,805,719**	**(1,896,843)**
Earnings per share from continued operations(in € per share)					
Basic and diluted		0.0672	0.0067	0.0178	(0.0187)
Earnings per share from discontinued operations(in € per share)					
Basic and diluted		-	(0.0027)	-	-

The attached notes on pages 22 through 42 constitute an integral part of these interim condensed financial statements.

Interim Statement of Comprehensive Income

	GROUP		COMPANY	
EUR	**30/6/2017**	**30/6/2016**	**30/6/2017**	**30/6/2016**
Profit / (Loss)	**7,660,722**	**271,133**	**1,805,719**	**(1,896,843)**
Items that are or may be reclassified to profit or loss				
Foreign currency translation differences	(521,532)	111,941	-	-
Gain / (Loss) of changes in fair value of cash flow hedging - effective portion	1,288,502	3,404,202	2,366,112	(205,620)
Gain / (Loss) of changes in fair value of cash flow hedging - reclassified to profit or loss	(292,423)	(811,068)	(1,034,387)	414,292
Related Tax	(248,908)	(347,306)	(299,972)	(60,516)
Total	**225,639**	**2,357,769**	**1,031,753**	**148,156**
Total comprehensive income / (expense) after tax	**7,886,361**	**2,628,902**	**2,837,472**	**(1,748,687)**
Discontinued Operations				
Other comprehensive income related to discontinued operations (after tax)	-	(767,861)	-	-
Total Profit / (Loss) for the period after discountinued operations	**7,886,361**	**1,861,041**	**2,837,472**	**(1,748,687)**
Total comprehensive income attributable to:				
Owners of the company	7,052,965	2,214,974	2,837,472	(1,748,687)
Non-controlling interests	833,397	(353,934)		
Total comprehensive income / (expense) after tax	**7,886,361**	**1,861,041**	**2,837,472**	**(1,748,687)**
Total comprehensive income attributable to owners of the parent				
From Continuing Operations	7,052,965	3,044,230	2,837,472	(1,748,687)
From Discontinued Operations	-	(829,255)	-	-
Total	**7,052,965**	**2,214,974**	**2,837,472**	**(1,748,687)**
Total comprehensive income attributable to non-controlling interests				
From Continuing Operations	833,397	(199,682)	-	-
From Discontinued Operations	-	(154,252)	-	-
Total	**833,397**	**(353,934)**	**-**	**-**

The attached notes on pages 22 through 42 constitute an integral part of these interim condensed financial statements.

Statement of Changes in Equity

EUR	Share capital	Share premium	Reserves at Fair Value	Other reserves	Reserves for Revaluation of Fixed Assets to Fair Value	Results carried forward	Foreign exchange differences due to consolidation	Total	Non-Controlling Interest	Total Equity
GROUP										
Balance as at 1 January 2016	**38,486,258**	**67,138,064**	**(1,484,893)**	**73,926,929**	**113,013,558**	**(201,561,080)**	**(6,909,206)**	**82,609,630**	**25,057,595**	**107,667,225**
Net Profit / (Loss) for the period	-	-	-	-	-	406,255	-	406,255	(135,122)	271,133
Other comprehensive income	-	-	2,156,008	-	(487,977)	-	140,689	1,808,719	(218,812)	1,589,907
Total comprehensive income	-	-	2,156,008	-	(487,977)	406,255	140,689	2,214,974	(353,934)	1,861,040
Transactions with the shareholder's directly in equity										
Transfer of reserves	-	-	-	-	(3,098,924)	3,098,924	-	-	-	-
Dividend	-	-	-	-	-	(181,669)	-	(181,669)	(124,989)	(306,658)
Total transactions with the shareholders	-	-	-	-	(3,098,924)	2,917,255	-	(181,669)	(124,989)	(306,658)
Change in participations to subsidiaries										
Change in participations to subsidiaries	-	-	-	17	(4,888,594)	24,863,061	-	19,974,484	(5,246,684)	**14,727,800**
Total transactions with the shareholders	-	-	-	17	(4,888,594)	24,863,061	-	19,974,484	(5,246,684)	14,727,800
Balance as at 30 June 2016	**38,486,258**	**67,138,064**	**671,115**	**73,926,946**	**104,538,062**	**(173,374,509)**	**(6,768,518)**	**104,617,419**	**19,331,989**	**123,949,407**
Balance as at 1 January 2017	**38,486,258**	**67,138,064**	**117,372**	**68,644,531**	**80,396,707**	**(164,512,637)**	**(107,507)**	**90,162,789**	**9,385,960**	**99,548,749**
Net Profit / (Loss) for the period	-	-	-	-	-	6,805,106	-	6,805,106	855,616	7,660,722
Other comprehensive income	-	-	769,390	-	-	-	(521,532)	247,859	(22,220)	225,639
Total comprehensive income	-	-	769,390	-	-	6,805,106	(521,532)	7,052,965	833,397	7,886,361
Transactions with the shareholder's directly in equity										
Transfer of reserves	-	-	-	-	(2,420,900)	2,420,900	-	-	-	-
Total transactions with the shareholders	-	-	-	-	(2,420,900)	2,420,900	-	-	-	-
Balance as at 30 June 2017	**38,486,258**	**67,138,064**	**886,762**	**68,644,531**	**77,975,807**	**(155,286,630)**	**(629,039)**	**97,215,753**	**10,219,357**	**107,435,110**

The attached notes on pages 22 through 42 constitute an integral part of these interim condensed financial statements.

Statement of Changes in Equity

EUR	Share capital	Share premium	Reserves at Fair Value	Other reserves	Reserves for Revaluation of Fixed Assets to Fair Value	Results carried forward	Total
COMPANY							
Balance as at 1 January 2016	**38,486,258**	**67,138,064**	**(1,036,252)**	**68,499,331**	**37,689,396**	**(105,005,446)**	**105,771,351**
Net Profit / (Loss) for the period	-	-	-	-	-	(1,896,843)	**(1,896,843)**
Other comprehensive income	-	-	148,156	-	-	-	**148,156**
Total comprehensive income	-	-	148,156	-	-	(1,896,843)	**(1,748,687)**
Transactions with the shareholder's directly in equity							
Transfer of reserves	-	-	-	-	(1,431,039)	1,431,039	-
Loss of Control of subsidiary	-	-	-	-	-	3,893,716	**3,893,716**
Total transactions with the shareholders	-	-	-	-	(1,431,039)	5,324,755	3,893,716
Balance as at 30 June 2016	**38,486,258**	**67,138,064**	**(888,096)**	**68,499,331**	**36,258,357**	**(101,577,535)**	**107,916,380**
Balance as at 1 January 2017	**38,486,258**	**67,138,064**	**(1,356,376)**	**68,499,331**	**36,058,278**	**(129,610,140)**	**79,215,415**
Net Profit / (Loss) for the period	-	-	-	-	-	1,805,719	**1,805,719**
Other comprehensive income	-	-	1,031,753	-	-	-	**1,031,753**
Total comprehensive income	-	-	1,031,753	-	-	1,805,719	**2,837,472**
Transactions with the shareholder's directly in equity							
Transfer of reserves	-	-	-	-	(1,426,482)	1,426,482	-
Total transactions with the shareholders	-	-	-	-	(1,426,482)	1,426,482	-
Balance as at 30 June 2017	**38,486,258**	**67,138,064**	**(324,623)**	**68,499,331**	**34,631,796**	**(126,377,940)**	**82,052,887**

The attached notes on pages 22 through 42 constitute an integral part of these interim condensed financial statements.

Statement of Cash Flows

	Note	GROUP		COMPANY	
EUR		**30/6/2017**	**30/6/2016**	**30/6/2017**	**30/6/2016**
Cash flows from operating activities					
Profit / (loss) after taxes		7,660,722	271,133	1,805,719	(1,896,843)
Adjustments for:					
Income tax		2,641,960	1,362,315	1,861,424	233,076
Depreciation and amortization of PP&E and intangible assets		8,059,076	7,844,206	3,477,375	3,363,432
Amortization of grants		(107,632)	(122,876)	(55,540)	(55,540)
Investing activities result (income, expenses, profits and losses)		2,379,738	(26,712)	62,171	(25,619)
Interest charges & related expenses		11,820,727	11,928,642	7,467,487	7,977,307
Profit(-) / loss from sale of tangible assets		-	11,017	-	-
Profit (-) / loss from sale of investments		-	(5,421,065)	-	(677,635)
Decrease / increase (-) in inventories		(21,254,017)	(1,521,747)	7,231,433	(5,444,131)
Decrease / increase (-) in receivables		(38,869,546)	(16,232,170)	(34,010,103)	(8,978,825)
Decrease (-) / increase in liabilities		(5,040,036)	8,037,981	(4,583,027)	7,606,720
Increase/ decrease(-) in other provisions		-	(4,761,076)	-	-
Interest charges & related expenses paid		(11,238,603)	(11,655,687)	(7,418,849)	(8,119,034)
Discontinued operations	17	-	(10,697,944)	-	-
Net cash from/used in (-) operating activities		**(43,947,612)**	**(20,983,984)**	**(24,161,910)**	**(6,017,092)**
Cash flows from investing activities					
Purchase of tangible assets		(3,671,594)	(3,755,382)	(865,788)	(2,015,792)
Purchase of intangible assets		(76,591)	(226,955)	(72,233)	(181,956)
Sales of Fixed Assets and Intangible Asset		-	3,000	-	3,000
Interest received		-	25,742	17,829	25,619
Acquisition of other investments/available for sale investments		(77,825)	-	(77,825)	-
Increase in paricipation in other investments and joint-ventures		15,000,000	9,999,844	15,000,000	9,999,844
Discontinued operations	17	-	(3,974,529)	-	-
Net Cash flows from investing activities		**11,173,990**	**2,071,720**	**14,001,982**	**7,830,715**
Cash flows from financing activities					
Dividends paid to shareholders of the parent		-	(306,658)	-	-
Proceeds from new borrowings		26,262,583	10,193,336	9,163,475	-
Repayment of borrowings		(7,651,750)	(10,810,258)	-	(7,200,253)
Discontinued operations	17	-	2,699,735	-	-
Net cash flows from financing activities		**18,610,833**	**1,776,154**	**9,163,475**	**(7,200,253)**
Net (decrease)/ increase in cash and cash equivalents		**(14,162,789)**	**(17,136,110)**	**(996,453)**	**(5,386,629)**
Cash and cash equivalents at the beginning of period		23,843,398	34,786,380	8,447,342	11,809,811
Effects of movements in exchange rates on cash held		-	(7,378)	-	-
Cash and cash equivalents at the end of period		**9,680,609**	**17,642,892**	**7,450,889**	**6,423,181**

The attached notes on pages 22 through 42 constitute an integral part of these interim condensed financial statements.

Notes to the Interim Condensed Financial Statements as at 30 June 2017

1. Information about the Company

HALCOR S.A. – METAL PROCESSING (former VECTOR S.A.-Metal processing) ("HALCOR" or the "Company") was established in Athens in 1977.

The Interim Consolidated Condensed Financial Statements (the "Financial Statements") of the Company for the period ended on 30 June 2017 consist of the Company and its subsidiaries (the "Group").

The individual and consolidated financial statements of the Company for the year ended on 31 December 2016 and on the interim periods are available at the Company's website www.halcor.com.

The Financial Statements of Halcor are included in the consolidated Financial Statements Viohalco SA / NV that is traded on a stock exchange EURONEXT, Belgium.

The principal activities of the Group lie in the production and trade of rolling and extrusion products made of copper and copper alloys, zinc rolling products. The Group is operating in Greece, Bulgaria and Turkey.

The Company is seated in Greece, 2-4 Messogion Ave., Athens Tower, Building B, 11527, Athens. The principal establishment of the Company and its contact address are located at the 62nd km of "Athens-Lamia" National Highway, Inofyta (Pref. of Viotia), GR-32011.

2. Basis of Presentation of Financial Statements

(a) Statement of compliance

The Interim Condensed Financial Statements have been compiled in accordance with the IFRS as adopted by the European Union with respect to interim financial reporting (IAS 34). 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 December 31, 2016. The Interim Condensed Financial Statements do not include all the information required for thorough annual financial statements.

The financial statements were approved by the Company's Board of Directors on 13th of September 2017.

The amounts indicated in the Interim Condensed Financial Statements are denominated in Euro and are rounded up/down to the nearest unit.

(b) Estimates and assumptions

Preparation of interim condensed financial statements requires sound judgement when the Management uses assumptions and estimates which affect the application of the accounting policies and the stated sums of asset and liability items, revenues and expenses. The actual results may finally differ from such assumptions and estimates.

The important estimates and assumptions made by the Management when applying the Group's accounting policies and the sources of information used in the calculation and determination of any uncertainty and in the preparation of financial statements are the same with those applied to the preparation of the annual individual and consolidated financial statements as at 31 December 2016.

(c) Measurement of Fair Values

When measuring the fair value of an asset or a liability, the Group uses market observable data as far as possible. Fair values are categorized into different levels in a fair value hierarchy based on the inputs used in the valuation techniques as follows:

- Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities
- Level 2: inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).
- Level 3: inputs for the asset or liability that are not based on observable market data (unobservable inputs)

Further information about the assumptions made in measuring fair values is included in Note 16 – Fair values of financial instruments.

3. Significant accounting policies

The interim financial statements have been prepared using accounting policies consistent with those adopted for the preparation of the annual financial statements as of December 31, 2016 and which are comprehensively presented in the notes of the annual financial statements, except for the adoption of the following new and amended IFRS and IFRIC interpretations which became effective for the accounting periods beginning 1st of January, 2017, noted below:

Standards and Interpretations effective for the current financial year

There are no new standards, amendments to standards and interpretations that are mandatory for periods beginning on 1.1.2017.

A) Standards and Interpretations effective for subsequent periods

IFRS 9 "Financial Instruments" and subsequent amendments to IFRS 9 and IFRS 7 (effective for annual periods beginning on or after 1 January 2018)

IFRS 9 replaces the guidance in IAS 39 which deals with the classification and measurement of financial assets and financial liabilities and it also includes an expected credit losses model that replaces the incurred loss impairment model used today. IFRS 9 establishes a more principles-based approach to hedge accounting and addresses inconsistencies and weaknesses in the current model in IAS 39. The Group is currently investigating the impact of IFRS 9 on its financial statements.

IFRS 15 "Revenue from Contracts with Customers" (effective for annual periods beginning on or after 1 January 2018)

IFRS 15 has been issued in May 2014. The objective of the standard is to provide a single, comprehensive revenue recognition model for all contracts with customers to improve comparability within industries, across industries, and across capital markets. It contains principles that an entity will apply to determine the measurement of revenue and timing of when it is recognised. The underlying principle is that an entity will recognise revenue to depict the transfer of goods or services to customers at an amount that the entity expects to be entitled to in exchange for those goods or services. The Group is currently investigating the impact of IFRS 15 on its financial statements.

IFRS 16 "Leases" (effective for annual periods beginning on or after 1 January 2019)

IFRS 16 has been issued in January 2016 and supersedes IAS 17. The objective of the standard is to ensure the lessees and lessors provide relevant information in a manner that faithfully represents those transactions. IFRS 16 introduces a single lessee accounting model and requires a lessee to recognise assets and liabilities for all leases with a term of more than 12 months, unless the underlying asset is of low value. IFRS 16 substantially carries forward the lessor accounting requirements in IAS 17. Accordingly, a lessor continues to classify its leases as operating leases or finance leases, and to account for those two types of leases differently. The Group is currently investigating the impact of IFRS 16 on its financial statements. The standard has not yet been endorsed by the EU.

IFRS 17 "Insurance contracts" (effective for annual periods beginning on or after 1 January 2021)

IFRS 17 has been issued in May 2017 and 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.

IAS 12 (Amendments) "Recognition of Deferred Tax Assets for Unrealised Losses" (effective for annual periods beginning on or after 1 January 2017)

These amendments clarify the accounting for deferred tax assets for unrealised losses on debt instruments measured at fair value. The amendments have not yet been endorsed by the EU.

IAS 7 (Amendments) "Disclosure initiative" (effective for annual periods beginning on or after 1 January 2017)

These amendments require entities to provide disclosures that enable users of financial statements to evaluate changes in liabilities arising from financing activities. The amendments have not yet been endorsed by the EU.

IFRS 2 (Amendments) "Classification and measurement of Shared-based Payment transactions" (effective for annual periods beginning on or after 1 January 2018)

The amendment clarifies the measurement basis for cash-settled, share-based payments and the accounting for modifications that change an award from cash-settled to equity-settled. It also introduces an exception to the principles in IFRS 2 that will require an award to be treated as if it was wholly equity-settled, where an employer is obliged to withhold an amount for the employee's tax obligation associated with a share-based payment and pay that amount to the tax authority. The amendments have not yet been endorsed by the EU.

IFRS 4 (Amendments) "Applying IFRS 9 *Financial instruments* with IFRS 4 *Insurance contracts*" (effective for annual periods beginning on or after 1 January 2018)

The amendments introduce two approaches. The amended standard will: a) give all companies that issue insurance contracts the option to recognise in other comprehensive income, rather than profit or loss, the volatility that could arise when IFRS 9 is applied before the new insurance contracts standard is issued; and b) give companies whose activities are predominantly connected with insurance an optional temporary exemption from applying IFRS 9 until 2021. The entities that defer the application of IFRS 9 will continue to apply the existing financial instruments standard—IAS 39. The amendments have not yet been endorsed by the EU.

IAS 40 (Amendments) "Transfers of Investment Property" <u>(effective for annual periods beginning on or after 1 January 2018)</u>

The amendments clarified that to transfer to, or from, investment properties there must be a change in use. To conclude if a property has changed use there should be an assessment of whether the property meets the definition and the change must be supported by evidence. The amendments have not yet been endorsed by the EU.

IFRIC 22 "Foreign currency transactions and advance consideration" <u>(effective for annual periods beginning on or after 1 January 2018)</u>

The interpretation provides guidance on how to determine the date of the transaction when applying the standard on foreign currency transactions, IAS 21. The Interpretation applies where an entity either pays or receives consideration in advance for foreign currency-denominated contracts. The interpretation has not yet been endorsed by the EU.

IFRIC 23 "Uncertainty over income tax treatments" <u>(effective for annual periods beginning on or after 1 January 2019)</u>

The interpretation explains how to recognise and measure deferred and current income tax assets and liabilities where there is uncertainty over a tax treatment. IFRIC 23 applies to all aspects of income tax accounting where there is such uncertainty, including taxable profit or loss, the tax bases of assets and liabilities, tax losses and credits and tax rates. The interpretation has not yet been endorsed by the EU.

Annual Improvements to IFRSs 2014 (2014 – 2016 Cycle)

The amendments set out below describe the key changes to two IFRSs. The amendments have not yet been endorsed by the EU.

<u>*IFRS 12 "Disclosures of Interests in Other Entities"*</u>

The amendment clarified that the disclosures requirement of IFRS 12 are applicable to interest in entities classified as held for sale except for summarised financial information. The amendment is effective for annual periods beginning on or after 1 January 2017.

<u>*IAS 28 "Investments in associates and Joint ventures"*</u>

The amendments clarified that when venture capital organisations, mutual funds, unit trusts and similar entities use the election to measure their investments in associates or joint ventures at fair value through profit or loss (FVTPL), this election should be made separately for each associate or joint venture at initial recognition. The amendment is effective for annual periods beginning on or after 1 January 2018.

B) Influence from the adoption of IFRS 9 and IFRS 15

<u>IFRS 9</u>

IFRS 9 Financial Instruments addresses the classification, measurement and derecognition of financial assets and financial liabilities, introduces new rules for hedge accounting and a new impairment model for financial assets. The Group and the Company have decided not to adopt IFRS 9 until it becomes mandatory on 1 January 2018.

The Group and the Company do not expect the new guidance to have a significant impact on the classification and measurement of its financial assets for the following reasons:

- The debt instruments that are currently classified as available-for-sale (AfS) financial assets appear to satisfy the conditions for classification as at fair value through other comprehensive income (FVOCI) and hence there will be no change to the accounting for these assets.
- A FVOCI election is available for the equity instruments which are currently classified as AfS.
- Debt instruments currently classified as held-to-maturity and measured at amortised cost appear to meet the conditions for classification at amortised cost under IFRS 9.

There will be no impact either on the Group's or the Company's accounting for financial liabilities, as the new requirements only affect the accounting for financial liabilities that are designated at fair value through profit or loss and the group does not have any such liabilities. The derecognition rules have been transferred from IAS 39 and have not been changed.

The new hedge accounting rules will align the accounting for hedging instruments more closely with the Group's and the Company's risk management practices, as the standard introduces a more principles-based approach. The Group's and the Company's existing hedge relationships appear to satisfy the provisions of IFRS 9. As a consequence, the Group and the Company do not expect a significant impact from the hedge accounting treatment.

In regards to the new impairment model which requires the recognition of impairment provisions based on expected credit losses (ECL), The Group and the Company estimate that there will not be any significant impact to increase of the provision for credit losses considering that the existing impairment model includes parameters for probability of default.

Finally, the new standard also introduces expanded disclosure requirements and changes in presentation; these are expected to change the nature and extent of the both the Group's and the Company's disclosures financial statements about its financial instruments particularly on the first adoption of the new standard.

IFRS 15

This new standard will replace IAS 18 which covers revenue arising from the sale of goods and the rendering of services and IAS 11 which covers construction contracts. The new standard is based on the principle revenue recognition when control of a good or service transfers to a customer. The standard permits either a full retrospective or a modified retrospective approach for the adoption. It is effective for first interim periods beginning on or after 1 January 2018. The Group and the Company will adopt the new standard from 1 January 2018.

No significant impact is expected with the new rules which will align the accounting used by the Group and the Company with the standard's provisions.

4. Financial risk

Financial Risk Management - Credit risk of trade

As a result of the ongoing economic, there was a re-examination of the credit limits per customer and no significant changes were accrued according to their insurance limits. The Group will continue to monitor and modify the customer credit limits when necessary.

As for the rest, the Group's policy in respect of issues related to hedging policy of copper and generally for the management of risk remains the same as that described in the annual financial statements of 31st December, 2016.

Classification of fair values

The policy of classification at fair value and the valuation of financial assets do not differ from the previous year ended at 31st December 2016.

5. Operating segments

An operating segment is based on the structure of the information to the Group's management and internal reporting system. The Group is organized into business centers and business units based on the production of copper and copper alloys. More specifically, for the six-month period ending on 30.06.2017 and taking into consideration the deconsolidation of the Cables segment and the Services segment, the Group is present only in the Copper segment.

Sales based on their geographical allocation are briefly presented as follows:

EUR	GROUP		COMPANY	
Revenue	**30/6/2017**	**30/6/2016**	**30/6/2017**	**30/6/2016**
Greece	21,305,025	24,537,519	26,620,245	28,682,904
European Union	316,083,669	227,508,595	152,152,994	134,796,211
Other European countries	54,239,799	43,452,819	34,311,689	26,714,578
Asia	33,278,591	22,291,026	8,853,688	8,211,957
America	28,848,021	23,071,090	17,346,141	15,381,547
Africa	10,540,005	11,927,957	3,570,772	5,088,692
Oceania	1,030,143	788,101	125	-
Total	**465,325,253**	**353,577,107**	**242,855,655**	**218,875,889**

The effect of the discontinued operations in the geographical allocation of the sales for the six month period of 2016 was as follows:

EUR Revenue	**Continued Operations**	**Discontinued Operations**	**Total**
Greece	24,537,519	68,265,064	92,802,583
European Union	227,508,595	131,337,030	358,845,625
Other European countries	43,452,819	1,217,466	44,670,285
Asia	22,291,026	4,358,809	26,649,835
America	23,071,090	4,030,366	27,101,456
Africa	11,927,957	445,823	12,373,781
Oceania	788,101	6,527	794,628
Total	**353,577,107**	**209,661,086**	**563,238,193**

6. Taxation

Income tax was calculated based on the best estimate of the Group’s Management about the average annual tax rate that is expected to apply by the end of the year.

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

EUR	GROUP		COMPANY	
	30/6/2017	**30/6/2016**	**30/6/2017**	**30/6/2016**
Income tax for the period	(3,027,163)	(7,639)	(2,967,467)	-
Deferred tax for the period	385,203	445,412	1,106,043	(233,076)
	(2,641,960)	**437,773**	**(1,861,424)**	**(233,076)**

Tax audit of the Company and its subsidiary Fitco SA is not completed by the Statutory Auditor in accordance with Article 82, par. 5 N. 2238/1994, as amended, for the year 2016 as to date. However, it is expected to be completed within the fiscal year of 2017. At the completion of the audit, the Group's and the Company's management is not expecting any additional liabilities to be recorded other than the ones posted on these financial statements.

The Company has been notified with the no. 353/0/1118 – 21.12.2015 audit notification for the fiscal years 2009 & 2010. Until today no audit has been carried out and as a consequence it has not been issued or sent to the Company any audit report for those fiscal years. The Company has received from the tax authorities audit notification for the fiscal year 2012. The audit has not started yet. It is noted that for this fiscal year, the Company was audited in the context of the Annual Tax Certificate as described in par.5 of art. 82 of L.2238/1994 and the respective Tax Compliance Certificate (with no remarks) was issued by KPMG S.A..

During 2017, the Italian Tax Authorities notified Halcor of deed of assessment, invoking the existence of a permanent establishment in Italy for years 2009-2014 within the activities carried out by "ALURAME". HALCOR entirely rejects the claims contained in the deed of assessment and agreed to enter into a settlement agreement with the Revenue Agency disclaiming any responsibility. Through the settlement, the repayment period of the attributable amount was extended to 5 years, minimizing the cash flow effects on the operation of the company. The total amount charged amounts to € 2.4 million and was recorded in results of the period.

The unaudited years of Group companies are presented in note 14.

7. Land, buildings and equipment

During the current period, additions in terms of land, buildings and equipment at Group level stood at Euro 3,671,594 (1st half of 2016: Euro 3,755,382) while there were no sales (1st half of 2016: Euro 3,000).

At Company level, additions stood at Euro 865,788 (1st half of 2016: Euro 2,015,792) while there were no sales (1st half of 2016: Euro 3,000).

The Group has undertaken commitments for purchase of PPE amount of Euro 1,188 thousand. (31/12/2016: Euro 2,042 thousand).

8. Intangible assets

During the current period, additions of intangible assets at Group level amounted to Euro 76,591 (1st half of 2016: Euro 226,955) while no sales were made.

At company level, additions amounted to Euro 72,233 (1st half of 2016: Euro 181,956) while no sales were made.

9. Participations

Halcor with the 03.05.2017 and 04.05.2017 meetings of the Board of Directors decided to sell and transfer to the non-listed company Elval the 88.88% of the share capital of the subsidiary Sofia Med for the total price of Euro 101.2 million, which is considered fair and reasonable according to the valuation of independent chartered accountant. During the first six months of 2017 the amount of Euro 15 million was paid and the remaining is expected to be paid by 31.12.2017. The General Assemblies of the companies have already approved this action.

With the decision on 19.07.2017 the Board of Directors of Halcor decided the initialization of the preparatory actions for the merger by absorption of the the non-listed to the Athens Stock Exchange company Elval by Halcor, according to the provisions of art.68 para.2 and 69-77a of C.L. 2190/1920, as well as art. 1-5 of L.2166/1993, as in force. Halcor estimates that the intended merger Halcor estimates that the intended merger will have been completed by 31.12.2017, while, in any case, the completion of the merger is subject to all necessary, by Law, decisions and approvals. As a consequence of the merger is the creation of an entity within which Sofia Med S.A. will remain a company which will be fully consolidated, therefore the financial figures of Sofia Med have been consolidated in full in the financial figures of Halcor Group.

A presentation of Sofia Med's financial figures is as follows:

Elements of the Statement of Financial Position

EUR	**30/6/2017**	**31/12/2016**
	SOFIA MED	SOFIA MED
Percentage of Non-Controlling Interest	11.12%	11.12%
Non-Current Assets	135,644,456	137,649,969
Current Assets	112,105,643	79,001,536
Non-current Liabilities	68,911,506	75,653,433
Current Liabilities	86,937,900	56,591,952
Net Assets	**91,900,694**	**84,406,120**
Attributable to NCI	**10,219,357**	**9,385,961**

Statemets of Total Comprehensive Income

EUR	30/6/2017	30/6/2016
Revenue	**213,302,765**	**142,972,862**
Cost of sales	(197,053,119)	(138,237,222)
Gross profit	**16,249,646**	**4,735,640**
Other Income	2,025,724	1,901,473
Selling and distribution expenses	(1,201,472)	(973,251)
Administrative expenses	(1,787,565)	(1,678,827)
Other expenses	(2,873,374)	(2,052,835)
Operating result (EBIT)	**12,412,958**	**1,932,200**
Finance income	40	970
Finance costs	(3,859,606)	(3,847,034)
Net finance income / (costs)	**(3,859,566)**	**(3,846,064)**
Profit/ (Loss) before income tax	**8,553,392**	**(1,913,865)**
Income tax	(859,001)	189,035
Profit/ (loss) from continued operations	**7,694,391**	**(1,724,830)**
Items that are or may be reclassified to profit or loss		
Gain / (Loss) of changes in fair value of cash flow hedging - effective portion	(892,870)	3,520,848
Gain / (Loss) of changes in fair value of cash flow hedging - reclassified to profit or loss	670,851	(1,410,437)
Related Tax	22,202	(211,041)
Total	**(199,817)**	**1,899,370**
Total comprehensive income / (expense) - after tax	**7,494,574**	**174,540**

Cash Flows *EUR*	30/6/2017	30/6/2016
Cash-Flows from Operating Activities	(26,140,383)	(10,965,375)
Cash-Flows from Investing Activities	2,404,576	(1,651,459)
Cash-Flows from Financing Activities	9,927,773	12,193,340
Effect on Cash and Cash equivalents	**(13,808,034)**	**(423,494)**
Net (decrease)/ increase in cash and cash equivalents	**(13,808,034)**	**(423,494)**
Cash and cash equivalents at the beginning of period	14,938,980	1,859,067
Effects of movements in exchange rates on cash held	-	-
Cash and cash equivalents at the end of period	**1,130,946**	**1,435,573**

The transactions of Sofia Med with the rest of Halcor Group for the six months of 2017 were as follows:

Amounts in thousands EURO

Sales of goods, services & assets to Halcor Group Companies (incl. Halcor)	Purchases of goods, sevices & assets from sHalcor Group Companies (incl. Halcor)	Receivables from Halcor Group Companies (incl. Halcor)	Payables to Halcor Group Companies (incl. Halcor)
3,858	5,898	1,051	30,541

10. Inventories

For the period of 2017 for the Group and the Company there was no incident that triggered the revaluation of inventory to the Net Realizable Value stemming from a decline of the prices of metals in the international markets, as the price trend was upwards.

11. Loans - Financial Leases

	GROUP		COMPANY	
EUR	**30/6/2017**	**31/12/2016**	**30/6/2017**	**31/12/2016**
Long-term				
Bank Borrowing	66,854,979	73,550,071	-	-
Bond loans	150,271,132	166,053,883	141,181,960	155,673,116
Total long-term loans	**217,126,111**	**239,603,953**	**141,181,960**	**155,673,116**
Short-term				
Bank borrowing	110,144,808	86,155,755	72,695,972	65,828,809
Bond loans	38,017,161	20,586,023	36,061,911	19,274,443
Total short-term loans	**148,161,969**	**106,741,778**	**108,757,844**	**85,103,252**
Total loans	**365,288,080**	**346,345,732**	**249,939,843**	**240,776,368**

Loan maturities are as follows:

	GROUP		COMPANY	
EUR	**30/6/2017**	**31/12/2016**	**30/6/2017**	**31/12/2016**
Between 1 and 2 years	217,126,111	229,946,553	141,181,960	146,015,716
Between 2 and 5 years	-	9,657,400	-	9,657,400
	217,126,111	**239,603,953**	**141,181,960**	**155,673,116**

During the current period, the Group level the loans taken out amounted to Euro 26,262,583 while the sum of Euro 7,651,750 was repaid.

In the context of the aforementioned sale of shares to Elval, the company is negotiating with the bond holder's the partial repayment of the value of Euro 162.5 million with the extension of the bonds maturity to five years' time. As a result, the company asked and received decision (waiver – letter of consent) for the postponement of the payment of a bond of Euro 9.0 million maturing on 27.06.2017 with option to pay until the 30.11.2017.

The fair values of loans are approximately equal to their book values as loans bear mainly floating interest rates. The book values of the Group's loans concern loans issued in Euro.

For the Group's and the Company's bank loans, mortgages on properties of Euro 279 million and Euro 216.7 million were set up respectively.

12. Restatement of prior year amounts

In 2016 Halcor contributed shares of the companies Metal Agencies, Alurame, Steelmet Romania, Genecos and Tepro Metal receiving in exchange shares of International Trade. The result from the exchange ratio of the share of the aforementioned companies in relation to the book value was posted in the income statement and affected by Euro 3.9 million at consolidated level. At company level during the initial publication the amount of Euro 3.9 million was included in the Income statement under financial results. At year end closing on 31.12.2016 it was posted directly in equity as a transaction between two parties that operate under common control (common control transaction). Subsequently, for comparability reasons in the present publication the comparable figures for 30.06.2016 were restated as follows:

Amounts in thousands of EUR	**30/6/2016**		**30/6/2016**
Statement of Profit or Loss	**At initial publication**		**Restated**
Revenue	**218,876**		**218,876**
Cost of Sales	(205,673)		(205,673)
Gross Profit	**13,203**		**13,203**
Operating result (EBIT)	6,330		6,330
Net financial results	**(4,100)**	**(3,894)**	**(7,994)**
Profit / (Loss) before tax	**2,230**		**(1,664)**
Income Tax	(233)		(233)
Profit / (Loss) from continued operations	**1,997**		**(1,897)**

Statement of Cash Flows

Amounts in thousands of EUR	**At initial publication**		**Restated**
	30/6/2016		**30/6/2017**
Cash flows from operating activities			
Profit / (loss) after taxes	1,997	(3,894)	(1,897)
Adjustments for:	-		-
Income tax	233		233
Depreciation and amortization of PP&E and intangible assets	3,363		3,363
Depreciation of Investment Property	-		-
Amortization of grants	(56)		(56)
Investing activities result (income, expenses, profits and losses)	(26)		(26)
Interest charges & related expenses	7,977		7,977
Profit (-) / loss from sale of investments	(4,571)	3,894	(678)
Decrease / increase (-) in inventories	(5,444)		(5,444)
Decrease / increase (-) in receivables	(8,979)		(8,979)
Decrease (-) / increase in liabilities	7,607		7,607
Increase/ decrease(-) in other provisions	-		-
Interest charges & related expenses paid	(8,119)		(8,119)
Net cash from/used in (-) operating activities	**(6,017)**		**(6,017)**
Net Cash flows from investing activities	**7,831**		**7,831**
Net cash flows from financing activities	**(7,200)**		**(7,200)**
Net (decrease)/ increase in cash and cash equivalents	**(5,387)**		**(5,387)**
Cash and cash equivalents at the beginning of period	11,810		11,810
Effects of movements in exchange rates on cash held	-		-
Cash and cash equivalents at the end of period	**6,423**		**6,423**

Interim Statement of Changes in Equity
Amounts in Thousands EURO
At initial publication

	Share capital	Share premium	Reserves at Fair Value	Other reserves	Reserves for Revaluation of Fixed Assets to Fair Value	Results carried forward	Total
Balance as at 1 January 2016	**38,486**	**67,138**	**(1,036)**	**68,499**	**37,689**	**(105,005)**	**105,771**
Net Profit / (Loss) for the period	-	-	-	-	-	1,997	**1,997**
Other comprehensive income	-	-	148	-	-	-	**148**
Total comprehensive income	-	-	148	-	-	1,997	**2,145**
Transactions with the shareholder's directly in equity							
Transfer of reserves	-	-	-	-	(1,431)	1,431	-
Loss of Control of subsidiary	-	-	-	-	-	-	-
Total transactions with the shareholders	-	-	-	-	(1,431)	1,431	**-**
Balance as at 30 June 2016	**38,486**	**67,138**	**(888)**	**68,499**	**36,258**	**(101,578)**	**107,916**

Adjustments

	Share capital	Share premium	Reserves at Fair Value	Other reserves	Reserves for Revaluation of Fixed Assets to Fair Value	Results carried forward	Total
Balance as at 1 January 2016	-	-	-	-	-	-	-
Net Profit / (Loss) for the period	-	-	-	-	-	(3,894)	**(3,894)**
Other comprehensive income	-	-	-	-	-	-	**-**
Total comprehensive income	-	-	-	-	-	(3,894)	**(3,894)**
Transactions with the shareholder's directly in equity							
Transfer of reserves	-	-	-	-	-	-	-
Loss of Control of subsidiary	-	-	-	-	-	3,894	**3,894**
Total transactions with the shareholders	-	-	-	-	-	3,894	**3,894**
Balance as at 30 June 2016	-	-	-	-	-	-	-

Restated

	Share capital	Share premium	Reserves at Fair Value	Other reserves	Reserves for Revaluation of Fixed Assets to Fair Value	Results carried forward	Total
Balance as at 1 January 2016	**38,486**	**67,138**	**(1,036)**	**68,499**	**37,689**	**(105,005)**	**105,771**
Net Profit / (Loss) for the period	-	-	-	-	-	(1,897)	**(1,897)**
Other comprehensive income	-	-	148	-	-	-	**148**
Total comprehensive income	-	-	148	-	-	(1,897)	(1,749)
Transactions with the shareholder's directly in equity							
Transfer of reserves	-	-	-	-	(1,431)	1,431	**-**
Loss of Control of subsidiary	-	-	-	-	-	3,894	**3,894**
Total transactions with the shareholders	-	-	-	-	(1,431)	5,325	**3,894**
Balance as at 30 June 2016	**38,486**	**67,138**	**(888)**	**68,499**	**36,258**	**(101,578)**	**107,916**

In addition, on December 2016 the Company contributed shares of Hellenic Cables 21,431,038 i.e. percentage 72.53%, and acquired 47,847,092 shares of Cenergy Holdings SA. As a consequence of this action was the loss of control of Hellenic Cables and Steelmet. At consolidated level after the publication of the six month period results on 30.06.2016 the aforementioned companies were consolidated in full. For comparability reasons the figures of the first six months of 2016 were restated so that they present separately the continued operations from the discontinued operations. Analytical information are being presented in note 17.

13. Contingent liabilities/ assets

Furthermore, there is a balance of other provisions for other expenses: Group Euro 90 thousand in the long-term liabilities and Euro 76 thousand in the short-term liabilities and Company Euro 90 thousand. in the long-term liabilities.

There are no other cases than those cited above that are pending against the Group.

14. Tax unaudited financial years

The Group companies may be liable for income taxes due to financial years that have not been audited by tax authorities.

Tax audit of the Company and its subsidiary Fitco SA is not completed by the Statutory Auditor in accordance with Article 82, par. 5 N. 2238/1994, as amended, for the year 2016 as to date. However, it is expected to be completed with the fiscal year of 2017. At the completion of the audit, the Group's and the Company's management is not expecting any additional liabilities to be recorded other than the ones posted on these financial statements.

In the following table these unaudited years of the companies that are consolidated by Halcor either fully or using the equity method are broken down as follows:

Company		Country	Activity	Direct Participation	Indirect Participation	Method of Consolidation	Unaudited Years
HALCOR S.A.	(1)	GREECE	Industrial	-	-	-	2009-2010 & 2016
FITCO S.A.	(1)	GREECE	Industrial	100.00%	0.00%	Consolidation in Full	2016
SOFIA MED S.A.	(1)	BULGARIA	Industrial	88.88%	0.00%	Consolidation in Full	2011 - 2016
TECHOR S.A.	(1)	GREECE	Industrial	100.00%	0.00%	Consolidation in Full	2010 & 2014 - 2016
ELKEME S.A.	(2)	GREECE	Metallurgical Research	25.00%	0.00%	Equity Method	2010 & 2016
VIEXAL S.A.	(2)	GREECE	Services	26.67%	0.00%	Equity Method	2010-2011
VIENER S.A.	(2)	GREECE	Energy	20.66%	0.00%	Equity Method	2012-2016
CENERGY HOLDINGS S.A.	(2)	BELGIUM	Holding	25.16%	0.00%	Equity Method	-
INTERNATIONAL TRADE	(2)	BELGIUM	Commercial	26.00%	0.00%	Equity Method	-
TECHOR PIPE SYSTEMS	(3)	ROMANIA	Industrial	0.00%	100.00%	Consolidation in Full	-
HC ISITMA	-	TURKEY	Industrial	50.00%	0.00%	Equity Method	-
STEELMET S.A.	(1)	GREECE	Services	29.50%	0.00%	Equity Method	2010 & 2016

(1) Subsidiray of Halcor S.A.
(2) Subsidiary of Viohalco SA
(3) Subsidiary of Techor SA

The Group and the Company have not posted any provisions since in their judgement the differences that may rise are not significant.

15. Financial Assets & Liabilities – Fair values and financial risk management

A. Fair value of financial assets and liabilities

The different levels have been defined as follows:

- Level 1: consists of exchange traded derivatives which are based on market prices.
- Level 2: consists of OTC derivatives that are based on prices from brokers.
- Level 3: Includes shares not listed. The values come from estimates of the Company as there are no observable market data. They include investments in domestic and foreign companies with a stake of less than 20%. These participations, which do not have a quoted market price and the fair value cannot be reliably measured, are measured at historical cost and are subject to impairment testing.

30/6/2017	Carrying amount	First Level	Second Level	Third Level	Total
EUR					
Available-for-sale financial assets	2,586,497	-	-	2,586,497	**2,586,497**
Financial instruments at fair value	-	-	-	-	**-**
Derivative financial assets	768,044	768,044	-	-	**768,044**
	3,354,541	**768,044**	**-**	**2,586,497**	**3,354,541**
Derivative financial liabilities	(92,729)	(30,477)	(62,251)	-	**(92,729)**
	3,261,812	**737,566**	**(62,251)**	**2,586,497**	**3,261,812**

31/12/2016	Carrying amount	First Level	Second Level	Third Level	Total
EUR					
Available-for-sale financial assets	2,508,672	-	-	2,508,672	**2,508,672**
Financial instruments at fair value	-	-	-	-	**-**
Derivative financial assets	934,132	770,932	163,201	-	**934,132**
	3,442,804	**770,932**	**163,201**	**2,508,672**	**3,442,804**
Derivative financial liabilities	(1,086,200)	(1,085,645)	(556)	-	**(1,086,200)**
	2,356,604	**(314,713)**	**162,645**	**2,508,672**	**2,356,604**

30/6/2017	Carrying amount	First Level	Second Level	Third Level	Total
EUR					
Available-for-sale financial assets	2,586,497	-	-	2,586,497	**2,586,497**
Financial instruments at fair value	-	-	-	-	**-**
Derivative financial assets	319,211	319,211	-	-	**319,211**
	2,905,708	**319,211**	**-**	**2,586,497**	**2,905,708**
Derivative financial liabilities	(21,873)	(21,873)	-	-	**(21,873)**
	2,883,834	**297,338**	**-**	**2,586,497**	**2,883,834**

31/12/2016	Carrying amount	First Level	Second Level	Third Level	Total
EUR					
Available-for-sale financial assets	2,508,672	-	-	2,508,672	**2,508,672**
Financial instruments at fair value	-	-	-	-	**-**
Derivative financial assets	51,257	-	51,257	-	**51,257**
	2,559,929	**-**	**51,257**	**2,508,672**	**2,559,929**
					-
Derivative financial liabilities	(1,085,645)	(1,085,645)	-	-	**(1,085,645)**
	1,474,284	**(1,085,645)**	**51,257**	**2,508,672**	**1,474,284**

At Company level, the Δ of Euro 77,200 was from the purchase of 1,000 shares i.e. a percentage of 2% of the foreign company C.M.S. SrL which operates in the sale of copper tubes in the area of Italy, a participation that was classified as Available-for-Sale.

The "Derivative financial assets" classified as level 1 are comprised of futures on 'London Metal Exchange – LME' for which there is a market valuation for prompt dates when the contract is settled. The mark-to-market valuations futures are based on evening evaluations of the LME, as is being done on counter-parties of the contracts, who are LME brokers.

The “Derivative financial assets” classified as level 2 are comprised of forward contracts. The valuation of forward contracts is provided by the counterparty banks according to financial modeling.

There were no transfers between levels.

B. Management of Financial Risk

During the first half of 2017, the objectives and the risk management policies for financial risks have not been changed compared to the objectives and policies that have been implemented for the fiscal year ending 31st of December 2016.

16. Transactions with affiliated parties

The transactions with affiliated parties are analyzed on the following page:

	GROUP		COMPANY	
EUR	**30/6/2017**	**30/6/2016**	**30/6/2017**	**30/6/2016**
Sale of goods				
Subsidiaries	-	-	16,687,561	28,964,930
Associates	6,066,795	11,667	6,066,795	11,667
Joint Ventures	11,680	48,771	11,680	48,771
Parent	-	-	-	-
Other	121,463,301	61,044,843	70,177,662	61,540,448
	127,541,776	**61,105,281**	**92,943,697**	**90,565,816**
Sale of services				
Subsidiaries	-	-	383,435	324,491
Associates	4,545	-	4,545	-
Joint Ventures	6,602	2,198	6,602	2,198
Parent	-	174,206	-	62,286
Other	250,933	4,251,000	268,077	1,833,669
	262,081	**4,427,404**	**662,659**	**2,222,644**
Sale of fixed assets				
Subsidiaries	-	-	-	-
Associates	-	-	-	-
Joint Ventures	-	-	-	-
Parent	-	-	-	-
Other	400	1,600	400	-
	400	**1,600**	**400**	**-**
Purchase of goods				
Subsidiaries	-	-	5,127,662	1,176,461
Associates	1,414,845	1,973,119	1,172,284	231,805
Joint Ventures	6,249	-	6,249	-
Parent	-	-	-	-
Other	53,852,821	44,616,570	16,203,103	11,586,500
	55,273,915	**46,589,689**	**22,509,298**	**12,994,767**
Purchase of services				
Subsidiary companies	-	-	30,539	11,478
Associates	209,729	194,214	69,308	50,618
Joint Ventures	-	-	-	-
Parent	85,080	203,910	85,080	85,080
Other	2,565,833	6,113,330	2,106,752	4,089,583
	2,860,642	**6,511,454**	**2,291,679**	**4,236,759**
Purchase of fixed assets				
Subsidiaries	-	-	-	10,466
Associates	-	13,858	-	8,548
Joint Ventures	-	-	-	-
Parent	-	-	-	-
Other	1,046,726	511,976	378,313	237,905
	1,046,726	**525,834**	**378,313**	**256,919**

Services to and from affiliated parties as well as sales and purchases of goods are effectuated in accordance with the prices apply for non-affiliates.

Benefits to Key Management Personnel				
EUR	**GROUP**		**COMPANY**	
	30/6/2017	**30/6/2016**	**30/6/2017**	**30/6/2016**
Fees & Benefits to the members of the BoD and executives	1,366,282	1,321,925	596,624	682,290
	1,366,282	**1,321,925**	**596,624**	**682,290**

Balances as at period end from sales and purchase of goods, services and fixed assets etc:

	GROUP		**COMPANY**	
EUR	**30/6/2017**	**31/12/2016**	**30/6/2017**	**31/12/2016**
Receivables from related parties:				
Subsidiaries	-	-	38,982,124	23,292,006
Associates	1,820,882	280,134	1,820,882	280,134
Joint Ventures	152,225	148,975	152,225	148,975
Parent	97,721	267,233	97,721	267,233
Other	25,625,956	19,505,557	17,653,064	14,341,591
	27,696,784	**20,201,898**	**58,706,015**	**38,329,939**
Liabilities to related parties:				
Subsidiaries	-	-	1,139,363	1,201,453
Associates	41,227	37,380	16,386	21,807
Joint Ventures	6,249	-	6,249	-
Parent	86,611	173,223	86,611	173,223
Other	25,429,760	12,426,212	19,193,386	5,486,131
	25,563,847	**12,636,815**	**20,441,996**	**6,882,614**

17. Discontinued operations

In December 2016, the Company contributed 21,431,038 shares of Hellenic Cables ie. percentage of 72.53% and acquired 47,847,092 shares of Cenergy Holdings SA. following the strategic decision to acquire access to the first line of high-growth sectors such as energy, telecommunications and construction, sectors where Cenergy Holdings SA is operating. As a result of the loss of control of the Hellenic Cables group was the loss of control of Steelmet S.A. in which Halcor owned directly a 29.56% and indirectly through Hellenic Cables a 21.44%. The participation of Halcor in Steelmet was reclassified at the equity accounted investees on the 31st of December 2016. The result of Steelmet S.A. until the 31 December 2016 was included in the consolidated financial statements of Halcor from discontinued operations.

After the contribution the Company will continue to have transactions with the contributed sector. During the respective six month periods of 2016 the financial figures of the respective companies were included in the financial statements with the full consolidation method. Therefore for comparability reasons the consolidated figures of the period ending 30.06.2016 have been restated. In the present the financial figures of the respective companies have been reclassified to the discontinued operations and intra-company transactions have been eliminated in a way that reflects the continuance of the operations as the management of the Company believes that this presentation will be useful to the users of the financial statements. To achieve this, the management decided to eliminate from the results of the discontinued operations the profit between sectors (and costs thereof, less unrealized profits) that occurred prior to the deconsolidation. Because the sale from and to the activities will continue, the sales and the purchases of the continuing operations are being presented in continuing operations.

The income statement and the statement of comprehensive income of the respective period was restated to present the continued operation separately from the discontinued operations.

The Comprehensive Income, the Result and the Cash-flows related to the discontinued operations for the period ending 30.06.2016 are as follows:

EUR	
Results of Discontinued Operations	**30/6/2016**
Sales	273,023,676
Elimination of inter-segment revenue	(63,362,590)
External Sales	**209,661,086**
Cost of Sales	**(189,680,462)**
Other Income and Expense	(8,143,530)
Net Financial Income / (Expense)	(10,252,653)
Profit / (Loss) before tax	**1,584,442**
Income Tax	(1,800,088)
Profit / (Loss) after tax	**(215,646)**
Other items of the Comprehensive income	
Profit from Revaluation of Fixed Assets to Fair Value	(786,402)
Foreign currency translation differences	28,748
Gain / (Loss) of changes in fair value of cash flow hedging	(10,207)
Total comprehensive income / (expense) after tax from discontinued operations	**(767,861)**

EUR	**30/6/2016**
Cash-flows from Discontinued operations	
Cash-flows from Operating activities	(10,697,944)
Cash-flows from Investing activities	(3,974,529)
Cash-flows from Financing activities	2,699,735
Net Cash Increase/ (Decrease) generated by the operation	**(11,972,739)**

18. Subsequent events

1. With the decision on 19.07.2017 the Board of Directors of Halcor decided the initiation of preparatory acts for the merger by absorption of the non-listed to the Athens stock exchange company Elval from Halcor, following the provisions of art.68 para.2 and 69-77a of C.L. 2190/1920, as well as art. 1-5 of L.2166/1993, as in force. The transformation balance sheet's date was set to be the 31st of July 2017. The management of the merging companies, assigned to the independent auditing company "TMS AUDITORS S.A." to proceed to the valuation of the Merging Companies as well as the preparation of the relative valuation report and to the independent auditing company "ABACUS AUDITORS S.A." to determine the book value of the assets of the merging companies and prepare the relevant report. At this point, neither a valuation of the merging companies has been made, nor a share exchange ratio has been proposed. Halcor estimates that the intended merger will have been completed by 31.12.2017, while, in any case, the completion of the merger is subject to all necessary, by Law, decisions and approvals. Through this merger by absorption, a substantial, strongly export-oriented, industrial and financial entity shall be formed, in the non-ferrous metals processing sector, listed on the ATHEX.

2. On 31.07.2017, Halcor and the non-listed associate company Elval signed the agreement for transferring two million one hundred ninety thousand four hundred fifty five (2,190,455) common shares which stand for a percentage of 88.88% of the share capital of the company Sofia Med S.A., for the price of Euro 101.2 million, for which HALCOR collected as a down payment, the amount of Euro 15.0 million. The payment of the remaining amount of Euro 86.2 million, will be done by 31.12.2017 at the latest.