Interim Financial Report

for the period

from the 1st of January to the 30th of September 2011

The attached Interim Financial Statements are those approved by the Board of Directors of "MYTILINEOS HOLDINGS S.A." at 16 November 2011 and have been published to the electronic address www.mytilineos.gr. It is noted that the published, in the press, brief financial data aim to provide the user with general information but do not present a full picture of the Company's and Group's financial results and position, according to International Accounting Standards.

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1.A Income Statement

(Amounts in thousands €)	MYTILINEOS GROUP				MYTILINEOS S.A.			
	1/1-30/09/2011	1/1-30/09/2010	1/7-30/09/2011	1/7-30/09/2010	1/1-30/09/2011	1/1-30/09/2010	1/7-30/09/2011	1/7-30/09/2010
Sales	**1,138,560**	**764,518**	**427,881**	**349,030**	**2,678**	**-**	**2,678**	**-**
Cost of sales	(971,389)	(603,103)	(366,359)	(294,090)	(2,604)	-	(2,604)	-
Gross profit	**167,171**	**161,415**	**61,522**	**54,940**	**74**	**-**	**74**	**-**
Other operating income	18,123	12,347	4,165	3,264	5,451	13,158	67	120
Distribution expenses	(2,375)	(1,371)	(926)	(284)	-	-	-	-
Administrative expenses	(39,858)	(33,259)	(12,705)	(11,791)	(10,510)	(12,894)	(3,026)	(4,119)
Research & Development expenses	(295)	(214)	(237)	(214)	-	-	-	-
Other operating expenses	(16,307)	(9,234)	(6,165)	(789)	(326)	(1,704)	177	2,361
Earnings before interest and income tax	**126,458**	**129,684**	**45,654**	**45,125**	**(5,310)**	**(1,440)**	**(2,708)**	**(1,639)**
Financial income	5,271	5,943	2,796	848	3,345	5,008	1,191	1,576
Financial expenses	(35,098)	(17,095)	(12,690)	(6,907)	(16,463)	(9,766)	(5,743)	(2,977)
Other financial results	(415)	1,196	(347)	22	17,226	(11,130)	(753)	(16,837)
Share of profit of associates	3,203	(1,967)	1,726	486	-	-	-	-
Profit before income tax	**99,419**	**117,761**	**37,139**	**39,575**	**(1,203)**	**(17,328)**	**(8,013)**	**(19,877)**
Income tax expense	(21,864)	(26,448)	(9,222)	(6,326)	(167)	534	233	9
Profit for the period	**77,555**	**91,313**	**27,917**	**33,249**	**(1,370)**	**(16,795)**	**(7,780)**	**(19,868)**
Result from discontinuing operations	(1,976)	(5,933)	(202)	(2,158)	-	-	-	-
Profit for the period	**75,579**	**85,381**	**27,715**	**31,091**	**(1,370)**	**(16,795)**	**(7,780)**	**(19,868)**
Attributable to:								
Equity holders of the parent	*46,093*	*57,432*	*15,555*	*17,722*	*(1,370)*	*(16,795)*	*(7,780)*	*(19,868)*
Non controlling Interests	*29,486*	*27,949*	*12,160*	*13,369*	-	-	-	-
Basic earnings per share	*0.4321*	*0.5374*	*0.1458*	*0.1658*	*(0.0128)*	*(0.1572)*	*(0.0729)*	*(0.1859)*
Diluted earnings per share	*0.4321*	*0.5374*	*0.1458*	*0.1658*	*(0.0128)*	*(0.1572)*	*(0.0729)*	*(0.1859)*
				Summury of Results from continuing operations				
Earnings before income tax,financial results,depreciation and amortization (Cicular No.34 Hellenic Capital Market) (A)	149,797	144,473	55,646	50,308	(4,963)	(1,199)	(2,592)	(1,605)
Oper.Earnings before income tax,financial results,depreciation and amortization (B)	**164,633**	**152,033**	**57,613**	**40,589**	**(4,963)**	**(1,199)**	**(2,592)**	**(1,605)**
Earnings before interest and income tax	126,458	129,684	45,654	45,125	(5,310)	(1,440)	(2,708)	(1,639)
Profit before income tax	99,419	117,761	37,139	39,575	(1,203)	(17,328)	(8,013)	(19,877)
Profit for the period	77,555	91,313	27,917	33,249	(1,370)	(16,795)	(7,780)	(19,868)

(A)Definition of line item: Earnings before income tax,financ results,depr&amort (Cicular No.34 Hellenic Capital Market)	
Profit before income tax	99,419
Plus: Financial results	30,242
Plus: Capital results	(3,203)
Plus: Depreciation	23,339
Earnings before income tax,financial results,depreciation and amortization	**149,797**
(B)Definition of line item: OperEarnings before income tax,financ.res,depr&amort	
Profit before income tax	99,419
Plus: Financial results	30,242
Plus: Capital results	(3,203)
Plus: Depreciation	23,339
Subtotal	**149,797**
Plus: Other operating results (I)	-
Plus: Other operating results (II)	14,836
Oper.Earnings before income tax,financial results,depreciation and amortization	**164,633**

(*) For the determination of Group EBITDA, the Group included in other operating results the Group's share on the profit from the construction of fixed assets on account of subsidiaries and related companies when these are active in one of its reported Business Segments. The reason for that is that such profits will be released in the Group accounts on a net profitability level over the same period as depreciation is charged.

1.B Statement of Comprehensive Income

	MYTILINEOS GROUP		MYTILINEOS S.A.	
	30/09/2011	30/09/2010	30/09/2011	30/09/2010
(Amounts in thousands €)				
Other comprehensive income:				
Net profit(loss) for the period	75,579	85,381	(1,370)	(16,795)
Exchange differences on translation of foreign operations	(5,824)	1,312	-	-
Available for sale financial assets	-	-	-	-
Cash Flow hedging reserve	(4,219)	(26,411)	-	-
Stock Option Plan	-	-	-	-
Share of other comprehensive income of associates	-	-	-	-
Income tax relating to components of other comprehensive income	0	-	-	-
Total comprehensive income for the period	**65,536**	**60,282**	**(1,370)**	**(16,795)**
Total comprehensive income for the period attributable to:				
Equity attributable to parent's shareholders	37,123	32,118	(1,370)	(16,795)
Non controlling Interests	28,413	28,164	-	-

2. Statement of Financial Position

(Amounts in thousands €)	MYTILINEOS GROUP 30/09/2011	MYTILINEOS GROUP 31/12/2010	MYTILINEOS S.A. 30/09/2011	MYTILINEOS S.A. 31/12/2010
Assets				
Non current assets				
Tangible Assets	1,011,146	981,162	10,440	10,518
Goodwill	209,401	209,401	-	-
Intangible Assets	258,882	242,954	422	431
Investments in Subsidiary Companies	-	-	891,780	938,733
Investments in Associate Companies	16,757	13,179	42	42
Deferred Tax Receivables	82,664	51,886	603	563
Financial Assets Available for Sale	3,398	3,527	37	37
Other Long-term Receivables	7,313	14,131	105,116	103,834
	1,589,563	**1,516,239**	**1,008,440**	**1,054,157**
Current assets				
Total Stock	128,826	111,245	-	-
Trade and other receivables	641,059	573,711	3,080	4,272
Other receivables	196,498	147,249	60,216	85,696
Financial assets at fair value through profit or loss	654	1,832	443	1,219
Derivatives	4,713	2,329	-	-
Cash and cash equivalents	236,690	208,587	6,218	13,927
	1,208,440	**1,044,951**	**69,958**	**105,114**
Non Current Assets Available for Sale	46,920	57,404	-	-
Assets	**2,844,922**	**2,618,595**	**1,078,398**	**1,159,271**
Liabilities & Equity				
EQUITY				
Share capital	127,545	127,618	125,100	125,173
Share premium	277,917	283,875	125,656	131,613
Fair value reserves	(1,224)	2,994	-	-
Treasury Stock Reserve	(104,566)	(110,597)	(104,566)	(110,597)
Other reserves	148,899	148,803	95,198	95,198
Translation reserves	(25,270)	(20,519)	-	-
Retained earnings	337,592	291,575	235,029	236,399
Equity attributable to parent's shareholders	**760,894**	**723,749**	**476,417**	**477,786**
Non controlling Interests	137,143	120,504	-	-
EQUITY	**898,036**	**844,253**	**476,417**	**477,786**
Non-Current Liabilities				
Long-term debt	645,610	562,053	424,807	424,815
Derivatives	-	-	-	-
Deferred tax liability	106,064	110,785	46,322	48,082
Liabilities for pension plans	29,759	35,495	798	750
Other long-term liabilities	70,005	185,771	36,688	75,962
Provisions	7,666	12,069	1,268	1,268
Non-Current Liabilities	**859,105**	**906,172**	**509,884**	**550,876**
Current Liabilities				
Trade and other payables	728,222	617,195	17,405	-
Tax payable	74,653	51,195	191	3,381
Short-term debt	215,834	132,846	19,873	56,870
Current portion of non-current liabilities	-	46,500	-	46,500
Derivatives	6,632	29	-	-
Other payables	57,683	16,081	54,628	23,858
Current portion of non-current provisions	70	167	-	-
Current Liabilities	**1,083,094**	**864,014**	**92,097**	**130,609**
LIABILITIES	**1,942,199**	**1,770,186**	**601,981**	**681,485**
Liabilities related to non current assets available for sale	4,687	4,156	-	-
Liabilities & Equity	**2,844,922**	**2,618,595**	**1,078,398**	**1,159,271**

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3. Statement of changes in Equity (Group)

(Amounts in thousands €)	Share Capital	Share Capital above par	Treasury Stock Reserve	Revaluation Reserves	Other Reserves	Translation Reserves	Retained Earnings	Total	Minorities	Total
	MYTILINEOS GROUP									
Opening Balance 1st January 2010, according to IFRS -as published-	**114.405**	**197.745**	**-**	**43.485**	**148.493**	**(28.511)**	**218.759**	**694.377**	**69.463**	**763.840**
Equity movement based on IAS 8	11.003	99.499	(110.596)	-	-	(2)	-	**(96)**	96	**-**
Adjusted Opening Balance 1st January 2010, according to IFRS from application of IAS 8	**125.408**	**297.245**	**(110.596)**	**43.485**	**148.493**	**(28.513)**	**218.759**	**694.281**	**69.559**	**763.840**
Change in equity										
Dividends	-	-	-	-	-	-	-	**-**	(5.817)	**(5.817)**
Impact from acquisition of share in subsidiaries	-	-	-	-	-	-	(221)	**(221)**	18.793	**18.572**
Transfer to reserves	-	-	-	-	310	-	956	**1.266**	(1.266)	**-**
Share Capital increase		-	-	-	-	-	-	-	10.453	**10.453**
Transactions with owners	**-**	**-**	**-**	**-**	**310**	**-**	**735**	**1.045**	**22.163**	**23.208**
Net profit(loss) for the period	-	-	-	-	-	-	57.432	**57.432**	27.949	**85.380**
Other comprehensive income after taxes:										
Exchange differences on translation of foreign operations	-	-	-	-	-	1.097	-	**1.097**	215	**1.312**
Cash Flow hedging reserve	-	-	-	(26.411)	-	-		**(26.411)**	-	**(26.411)**
Share of other comprehensive income of associates	-	-	-	-	-	-	-	**-**	-	**-**
Total comprehensive income for the period	**-**	**-**	**-**	**(26.411)**	**-**	**1.097**	**57.432**	**32.118**	**28.164**	**60.281**
Closing Balance 30/09/2010	**125.408**	**297.245**	**(110.596)**	**17.074**	**148.803**	**(27.416)**	**276.925**	**727.444**	**119.886**	**847.329**
Opening Balance 01/01/2011, according to IFRS -as published-	**127.618**	**261.700**	**(110.597)**	**2.994**	**148.803**	**(20.519)**	**313.750**	**723.749**	**120.504**	**844.253**
Equity movement based on IAS 8	-	22.174	-	-	-	-	(22.174)	-	-	-
Adjusted Opening Balance 1st January 2011, according to IFRS from application of IAS 8	**127.618**	**283.874**	**(110.597)**	**2.994**	**148.803**	**(20.519)**	**291.576**	**723.749**	**120.504**	**844.253**
Change in equity										
Dividends	-	-	-	-	-	-	-	**-**	(12.124)	**(12.124)**
Impact from acquisition of share in subsidiaries	-	-	-	-	20	-	-	**20**	(25)	**(5)**
Transfer to reserves	-	-	-	-	76		(76)	**-**	-	**-**
Increase/ Decrease of Capital	(73)	(5.957)	6.030	**-**	**-**	**-**	**-**	**-**	375	**375**
Transactions with owners	**(73)**	**(5.957)**	**6.030**	**-**	**96**	**-**	**(76)**	**20**	**(11.774)**	**(11.754)**
Net profit(loss) for the period	-	-	-	-	-	-	46.093	**46.093**	29.486	**75.578**
Other comprehensive income after taxes:										
Exchange differences on translation of foreign operations	-	-	-	-	-	(4.751)	-	**(4.751)**	(1.073)	**(5.823)**
Cash Flow hedging reserve	-	-	-	(4.218)				**(4.218)**	-	**(4.218)**
Tax on other comprehensive income	-	-	-	-	-	-	-	-	-	**-**
Total comprehensive income for the period	**-**	**-**	**-**	**(4.218)**	**-**	**(4.751)**	**46.093**	**37.124**	**28.413**	**65.537**
Closing Balance 30/09/2011	**127.545**	**277.917**	**(104.566)**	**(1.224)**	**148.899**	**(25.270)**	**337.592**	**760.894**	**137.143**	**898.036**

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4. Statement of changes in Equity (Company)

	MYTILINEOS S.A.							
	Share capital	Share premium	Fair value reserves	Treasury Stock Reserve	Other reserves	Translation reserves	Retained earnings	Total
Opening Balance 1st January 2010 ,according to IFRS -as published-	**125,173**	**147,542**	**-**	**(110,597)**	**95,198**	**-**	**250,285**	**507,602**
Change in equity								
Transactions with owners	-	-	-	-	-	-	-	-
Net profit(loss) for the period	-	-	-	-	-	-	(16,795)	(16,795)
Other comprehensive income:								
Share of other comprehensive income of associates	-	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	-	-	**(16,795)**	**(16,795)**
Closing Balance 30/09/2010	**125,173**	**147,542**	**-**	**(110,597)**	**95,198**	**-**	**233,490**	**490,807**
Opening Balance 1st January 2011 ,according to IFRS -as published-	**125,173**	**131,613**	**-**	**(110,597)**	**95,198**	**-**	**236,399**	**477,786**
Change in equity								
Increase / (Decrease) of Share Capital	(73)	(5,957)	-	6,030	-	-	-	-
Transactions with owners	**(73)**	**(5,957)**	**-**	**6,030**	**-**	**-**	**-**	**-**
Net profit(loss) for the period	-	-	-	-	-	-	(1,370)	(1,370)
Other comprehensive income:								
Share of other comprehensive income of associates	-	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	-	-	**(1,370)**	**(1,370)**
Closing Balance 30/09/2011	**125,100**	**125,656**	**-**	**(104,566)**	**95,198**	**-**	**235,029**	**476,417**

5. Cash Flow Statement

(Amounts in thousands €)	MYTILINEOS GROUP 1/1-30/09/2011	MYTILINEOS GROUP 1/1-30/09/2010	MYTILINEOS S.A. 1/1-30/09/2011	MYTILINEOS S.A. 1/1-30/09/2010
Cash flows from operating activities				
Cash flows from operating activities	93.594	159.154	(2.592)	(26.468)
Interest paid	(28.685)	(9.655)	(15.829)	(5.149)
Taxes paid	(32.054)	(25.942)	(756)	(1.785)
Net Cash flows continuing operating activities	**32.855**	**123.556**	**(19.177)**	**(33.401)**
Net Cash flows discontinuing operating activities	**8.223**	**1.467**	**-**	**-**
Net Cash flows from continuing and discontinuing operating activities	**41.077**	**125.024**	**(19.177)**	**(33.401)**
Net Cash flow from continuing and discontinuing investing activities				
Purchases of tangible assets	(84.179)	(117.055)	(144)	(63)
Purchases of intangible assets	(2.337)	(2.329)	(118)	(37)
Sale of tangible assets	373	432	2	4
Dividends received	67	(584)	11.070	5.255
Loans to related parties	-	-	-	-
Purchase of financial assets at fair value through profit and loss	(56)	-	-	-
Acquisition of associates	-	11.365	-	-
Acquisition /Sale of subsidiaries (less cash)	(20.005)	(70.512)	633	(61.336)
Sale of financial assets held-for-sale	345	1.619	-	-
Sale of financial assets at fair value through profit and loss	403	-	-	-
Interest received	2.637	2.937	2.126	3.166
Grants received	(263)	1.085	-	-
Other cash flows from investing activities	-	56	-	-
Net Cash flow from continuing investing activities	**(103.015)**	**(172.986)**	**13.568**	**(53.010)**
Net Cash flow from discontinuing investing activities	**(142)**	**(16)**	**-**	**-**
Net Cash flow from continuing and discontinuing investing activities	**(103.157)**	**(173.002)**	**13.568**	**(53.010)**
Net Cash flow continuing and discontinuing financing acti vities				
Proceeds from issue of share capital	-	-	-	-
Tax payments	(6)	-	-	-
Dividends payed to parent's shareholders	(12.265)	(6.337)	-	-
Return of share capital to shareholders	-	-	50.150	-
Proceeds from borrowings	84.700	50.050	30.969	-
Repayments of borrowings	(65.644)	(5.330)	(46.500)	(1.000)
Payment of finance lease liabilities	-	(28)	-	-
Net Cash flow continuing financing activities	**6.784**	**38.354**	**34.619**	**(1.000)**
Net Cash flow from discontinuing financing activities	**-**	**(83)**	**-**	**-**
Net Cash flow continuing and discontinuing financing acti vities	**6.784**	**38.271**	**34.619**	**(1.000)**
Net (decrease) / increase in cash and cash equivalents	**(55.296)**	**(9.707)**	**29.009**	**(87.412)**
Cash and cash equivalents at beginning of period	75.740	91.155	(42.943)	40.302
Less:Cash and cash equivalents at beginning of period from discontinuing activities	848	232	-	-
Exchange differences in cash and cash equivalents	170	197	278	(583)
Net cash at the end of the period	**21.462**	**81.877**	**(13.655)**	**(47.693)**
Overdrafts	**(215.827)**	**(139.415)**	**(19.873)**	**(58.686)**
Cash and cash equivalent	**236.690**	**220.180**	**6.218**	**10.993**
Cash and cash equivalents at end of period from discontinuing activities	**599**	**1.112**	**-**	**-**
Net cash at the end of the period	**21.462**	**81.877**	**(13.655)**	**(47.693)**

6. Information about MYTILINEOS HOLDINGS S.A.

MYTILINEOS Holdings S.A. is today one of the biggest industrial Groups internationally, activated in the sectors of Metallurgy, EPC, Energy, and Defence. The Company, which was founded in 1990 as a metallurgical company of international trade and participations, is an evolution of an old metallurgical family business which began its activity in 1908.

Devoted to continuous growth and progress and aiming to be a leader in all its activities, the Group promotes through its long presence its vision to be a powerful and competitive European Group of “Heavy Industry”.

The group’s headquarters is located in Athens – Maroussi (5-7 Patroklou Str., P.C. 151 25) and its shares were listed in the Athens Stock Exchange in 1995.

The financial statements for the period ended 30 September 2011 (along with the respective comparative information for the previous year 2010), were approved by the Board of directors on 16 November 2011.

7. Additional Information

7.1 Basis for preparation of the financial statements

The accompanying consolidated financial statements that constitute the Group’s consolidated financial

statements for the period from 01.01 to 30.09.2011 have been prepared in accordance with International Financial Reporting Standards (“IFRS”), adopted by the European Union, and more specifically with the provisions of IAS 34 “Interim financial reporting”. Moreover, the consolidated financial statements have been compiled on the basis of the historic cost principle as is amended by the readjustment of specific asset and liability items into market values, the going concern principle and are in accordance with the International Financial Reporting Standards (IFRS) that have been issued by the International Accounting Standards Board (IASB) and their interpretations that have been issued by the International Financial Reporting Interpretations Committee (IFRIC) of the IASB.

The reporting currency is Euro (currency of the country of the domicile of the parent Company) and all amounts are reported in thousands unless stated otherwise.

According to the IFRS, the preparation of the Financial Statements requires estimations during the application of the Company's accounting principles. Important admissions are presented wherever it has been judged appropriate.

The accounting principles, applied by the Group for the reporting period are consistent with the accounting principles applied for the fiscal year 2010, apart from the following:

- Reclassification in Group Equity of a net amount of 22.174€ from the consolidated "Share Premium" to the "Retained Earnings" (22.274 €) respectively, which relates to the subsidiary Protergia. At the first full consolidation of Group Protergia within MYTILINEOS Group the "Share Premium" of Protergia' s Equity was eliminated and thus any further change concerning this account should be presented at MYTILINEOS Group Equity under "Retained Earnings". The correction of the aforementioned accounting error requires according to § 43 of IAS 8 "Accounting Policies, Changes in Accounting Estimates and Errors" the retrospective restatement of the prior period.
- Reclassification in Group Statement of Financial Position as at 31.12.2010, of a net amount of 50.150€ from "Other Receivables" to "Trade Debtors" for comparability purposes.

7.2 New accounting principles and interpretations of IFRIC

New and amended IFRS and IFRIC interpretations which became effective for the accounting periods beginning January 1, 2011, noted below:

- IFRIC 19 Extinguishing Financial Liabilities with Equity Instruments
- IFRIC 14 The Limit on a Defined Benefit Asset, Minimum Funding Requirements and their Interaction (Amended)
- IAS 32 Classification on Right Issues (Amended)
- IAS 24 Related Party Disclosures (Revised)
- In May 2010 the IASB issued its third omnibus of amendments to its standards, primarily with a view to removing inconsistencies and clarifying wording.
- IFRS 3 Business Combinations
- IFRS 7 Financial Instruments: Disclosures
- IAS 1 Presentation of Financial Statements
- IAS 27 Consolidated and Separate Financial Statements
- IAS 34 Interim Financial Reporting

- IFRIC 13 Customer Loyalty Programs

The adoption of the above new and amended IFRS and IFRIC interpretations did not have an impact on the financial statements or performance of the Group or the Company. The following new and amended IFRS and IFRIC interpretations have been issued but are not effective for the financial year beginning January 1, 2011. They have not been early adopted and the Group and the Company are in the process of assessing their impact, if any, on the financial statements:

IFRS 7 Financial Instruments, effective for annual periods beginning on or after July 1, 2011. The purpose of this amendment is to allow users of financial statements to improve their understanding of transfer transactions of financial assets (e.g. securitizations), including understanding the possible effects of any risks that may remain with the entity which transferred the assets. The amendment also requires additional disclosures if a disproportionate amount of transfer transactions are undertaken around the end of a reporting period. This amendment has not yet been endorsed by the EU.

IFRS 9 Financial Instruments – Phase 1 financial assets and financial liabilities, classification and measurement: The new standard is effective for annual periods beginning on or after January 1, 2013. Phase 1 of this new IFRS introduces new requirements for classifying and measuring financial assets and financial liabilities. Early adoption is permitted. This standard has not yet been endorsed by the EU.

IFRS 10 Consolidated Financial Statements, effective for annual periods beginning on or after January 1, 2013. IFRS 10 supersedes IAS 27 *"Consolidated and Separate Financial Statements"* and establishes principles for the presentation and preparation of consolidated financial statements when an entity controls one or more other entities. This new standard has not yet been endorsed by the EU. The Group is in the process of assessing the impact of this interpretation on its financial statements.

IFRS 11 Joint Arrangements, effective for annual periods beginning on or after January 1, 2013. IFRS 11 supersedes IAS 31 *"Joint Ventures"* and establishes principles for the financial reporting by parties to a joint arrangement. This new standard has not yet been endorsed by the EU. The Group is in the process of assessing the impact of this interpretation on its financial statements.

IFRS 12 Disclosure of interests in Other Entities, effective for annual periods beginning on or after January 1, 2013. IFRS 12 applies to entities that have an interest in a subsidiary, a joint arrangement, an associate or an unconsolidated structured entity. This new standard has not yet been endorsed by the EU. The Group is in the process of assessing the impact of this interpretation on its financial statements.

IFRS 13 Fair Value Measurement, effective for annual periods beginning on or after January 1, 2013. IFRS 13: a) Defines fair value, b) sets out in a single IFRS a framework for measuring fair value and c) requires disclosures about fair value measurements. This new standard has not yet been endorsed by the EU. The Group is in the process of assessing the impact of this interpretation on its financial statements.

IAS 12 Income taxes: The new standard is effective for annual periods beginning on or after January 1, 2012. The purpose of this amendment is to provide a practical approach for measuring deferred tax liabilities and deferred tax assets when investment property is measured using the fair value model in IAS 40 "Investment Property". This amendment has not yet been endorsed by the EU.

7.3 Pro forma figure "Operating Earnings before Financial & Investment results, Tax, Depreciation & Amortization" (Group EBITDA)

Pro forma figures (EBITDA, EBITDA margin, free cash flow, net debt) are not governed by the International Financial Reporting Standards (IFRS). Thus, these figures are calculated and presented by the Group in a way that provides a more fair view of the financial performance of its Business Sectors. The Group defines "Group EBITDA" as the Operating earning before any interest income and expenses, investment results, depreciation, amortization and before the effects of any special factors. "Group EBITDA" is an important indicator used by Mytilineos Group to manage the Group's operating activities and to measure the performance of the individual segments.

The special factors that affect the Group's net profit / (losses) and EBITDA are the following:

- The Group's share in the EBITDA of associates when these are active in one of its reported Business Segments.

- The Group's share on the profit from the construction of fixed assets on account of subsidiaries and associates when these are active in one of its reported Business Segments.

It is noted that the Group financial statements, prepared according to IAS 21 and IAS 28, include: The Group's profit realized in connection with the construction of fixed assets on account of subsidiaries and associates, when these are active in one of its reported Business Segments. Such profits are deducted from the Group's equity and fixed assets and released in the Group accounts over the same period as depreciation is charged. Consequently, for the calculation of EBITDA (operational results before depreciation), the Group does not eliminate the profit from the construction of fixed assets as its recovery through their use will effect only the profit after depreciation. The amount of € 14,8 mil. presented in the "Income Statement" represents the gain from the construction of power plants on the account of ENDESA HELLAS S.A. and KORINTHOS POWER S.A.

The Group states that the calculation of "Group EBITDA" may differ from the calculation method used by other companies/groups. However, "Group EBITDA" is calculated with consistency in each financial reporting period and any other financial analysis presented by the Group. Specifically financial results contain interest income/expense, while investment results contain gains/loss of financial assets at fair value through profit and loss, share of results in associates companies and gains/losses from the disposal of financial assets (such as subsidiaries and associates).

Finally, the proforma figure "Group EBITDA" should not be confused with the figure "Earnings before income tax, financial results, depreciation and amortization" calculated for the purposes of 6/448/11.10.2007 resolution of the Hellenic Capital Committee, according to Circular No. 34, as the purpose of the latter is not to define proforma figures like EBITDA despite the familiar terminology used.

7.4 Group Structure and method of Consolidation

Group companies, included in the consolidated financial statements are:

Name of subsidiaries, associates and joint ventures	Country of Incorporation	Percentage	Consolidation method
MYTILINEOS S.A.	Greece	**Parent**	
METKA S.A.	Greece	56,19%	Full
SERVISTEEL	Greece	56,18%	Full
E.K.M.E. S.A.	Greece	22,48%	Full
RODAX A.T.E.E.	Greece	56,19%	Full
ELEMKA S.A.	Greece	46,92%	Full
BRIDGE ACCESSORIES & CONSTRUCTION SYSTEMS S.A.	Greece	35,19%	Full
ENERGY CONSTRUCTION DEVELOPMENT WESTERN GREECE S.A.	Greece	56,19%	Full
DELFI DISTOMON A.M.E.	Greece	100,00%	Full
ALOUMINION S.A.	Greece	100,00%	Full
RENEWABLE SOURCES OF KARYSTIA SA	Greece	100,00%	Full
ELVO	Greece	43,00%	Equity
DEFENSE MATERIAL INDUSTRY S.A.-MYTILINEOS AND Co,	Greece	100,00%	Full
INDUSTRIAL RESEARCH PROGRAMS ''BEAT''	Greece	35,00%	Equity
GENIKI VIOMICHANIKI	Greece	Joint Management	Full
THORIKI S.A.I.C.	Greece	100,00%	Full
THERMOREMA S.A.	Greece	40,00%	Equity
DELTA ENERGY S.A.	Greece	90,00%	Full
FOIVOS ENERGY S.A.	Greece	90,00%	Full
YDROXOOS S.A.	Greece	90,00%	Full
PEPONIAS S.A.	Greece	67,20%	Full
FTHIOTIKI ENERGY S.A.	Greece	31,50%	Equity
YDRIA ENERGY S.A.	Greece	89,10%	Full
EN.DY. S.A.	Greece	90,00%	Full
FOTINOS TILEMAXOS S.A.	Greece	90,00%	Full
THESSALIKI ENERGY S.A.	Greece	90,00%	Full
IONIA ENERGY S.A.	Greece	49,00%	Equity
ELECTRONWATT S.A.	Greece	10,00%	Equity
BUSINESS ENERGY S.A.	Greece	49,00%	Equity
PROTERGIA S.A.	Greece	100,00%	Full
NORTH AEGEAN RENEWABLES	Greece	100,00%	Full
MYTILINEOS HELLENIC WIND POWER S.A.	Greece	80,00%	Full
AIOLIKI ANDROU TSIROVLIDI S.A.	Greece	80,20%	Full
AIOLIKI NEAPOLEOS S.A.	Greece	80,20%	Full
AIOLIKI EVOIAS PIRGOS S.A.	Greece	80,20%	Full
AIOLIKI EVOIAS POUNTA S.A.	Greece	80,20%	Full
AIOLIKI EVOIAS HELONA S.A.	Greece	80,20%	Full
AIOLIKI ANDROU RAHI XIROKABI S.A.	Greece	80,20%	Full
AIOLIKI PLATANOU S.A.	Greece	80,20%	Full
AIOLIKI SAMOTHRAKIS S.A.	Greece	80,20%	Full
AIOLIKI EVOIAS DIAKOFTIS S.A.	Greece	80,20%	Full
AIOLIKI SIDIROKASTROU S.A.	Greece	80,20%	Full
HELLENIC SOLAR S.A.	Greece	100,00%	Full
SPIDER S.A.	Greece	100,00%	Full
GREENENERGY A.E.	Greece	80,00%	Full
BUSINESS ENERGY TPOIZINIA	Greece	49,00%	Equity
MOVAL S.A.	Greece	100,00%	Full
ARGYRITIS GEA S.A.	Greece	100,00%	Full
ANEMOSTRATA RENEWABLE ENERGY SOURCES S.A.	Greece	20,00%	Full
ANEMODRASI RENEWABLE ENERGY SOURCES S.A.	Greece	100,00%	Full
ANEMORAHI RENEWABLE ENERGY SOURCES S.A.	Greece	100,00%	Full
ANEMOSKALA RENEWABLE ENERGY SOURCES S.A.	Greece	20,00%	Full
KATAVATIS RENEWABLE ENERGY SOURCES S.A.	Greece	100,00%	Full
HORTEROU S.A.	Greece	100,00%	Full
KISSAVOS DROSERI RAHI S.A.	Greece	100,00%	Full
KISSAVOS PLAKA TRANI S.A.	Greece	100,00%	Full
KISSAVOS FOTINI S.A.	Greece	100,00%	Full
AETOVOUNI S.A.	Greece	100,00%	Full
LOGGARIA S.A.	Greece	100,00%	Full
KILKIS PALEON TRIETHNES S.A.	Greece	100,00%	Full
ANEMOROE S.A.	Greece	100,00%	Full
FERRITIS S.A.	Greece	100,00%	Full
VYRILLOS S.A.	Greece	100,00%	Full
OSTENITIS S.A.	Greece	100,00%	Full
KORINTHOS POWER S.A.	Greece	65,00%	Full
IKAROS ANEMOS SA (*)	Greece	100,00%	Full
KERASOUDA SA (*)	Greece	100,00%	Full
ARGOSTYLIA AIOLOS SA (*)	Greece	20,00%	Full
M & M GAS Co S.A.	Greece	50,00%	Full
RDA TRADING	Guernsey Islands	99,97%	Full
MYVEKT INTERNATIONAL SKOPJE	FYROM	95,01%	Full
MYTILINEOS FINANCE S.A.	Luxemburg	99,97%	Full
RODAX ROMANIA SRL, Bucharest	Romania	46,87%	Full
METKA BRAZI SRL	Romania	99,97%	Full
SOMETRA S.A.	Romania	99,97%	Full
DELTA PROJECT CONSTRUCT SRL	Romania	99,97%	Full
STANMED TRADING LTD	Cyprus	56,13%	Full
DROSCO HOLDINGS LIMITED	Cyprus	56,13%	Full
MYTILINEOS ELGRADO D.O.O.	Serbia	92,79%	Full
POWER PROJECT SANAYI INSAAT TICARET LIMITED SIRKETI	Turkey	56,13%	Full

(*) Companies founded in 2010

7.5 Significant information

During the reporting period, the Group proceed to the following:

In February 2011 "M and M Natural Gas S.A.", the company established jointly with MOTOR OIL CORINTH REFINERIES S.A. and operating under the trade name "M & M Gas Co S.A.", has obtained from the Ministry of Environment, Energy and Climate Change a licence for the supply of natural gas. This licence grants to "M&M GAS" the right to sell natural gas to eligible customers, in accordance with the provisions of Law 3428/2005. The licence has been issued for a term of 20 years.

At the 10th of May 2010, the Annual General Meeting of the shareholders of the Company resolved to the non distribution of dividends from the results of the financial year 01.01.2010 – 31.12.2010.

On the 3rd of June commenced the commercial operation of the second power plant, out of a total of three such stations that form the first stage of the MYTILINEOS Group s investment plan in the energy sector. The most modern combined cycled power station ever to be build in Greece, this gas fired unit, with a nominal output capacity of 444 MW, went through trial operation with complete success, marking the completion and full operation of the energy centre of Ag. Nikolaos, Viotia. The first stage of the MYTILINEOS Group's investment plan in the energy sector, involving projects totalling €1 billion in value, will be completed with the entry into trial operation of the Group's third power plant in Ag.Theodori, Korinthia, which is expected to begin commercial operation in the last quarter of 2011.

The 2nd Repeat General Meeting of the Company's Shareholders that was held on 3 June 2011 deliberated and resolved to: A) The decrease of the Company's share capital by €6,030,410.86 through the cancellation of 5,635,898 own shares, with corresponding amendment of article 5 par. 1 of the Company's Articles of Association. As a result of the aforementioned decrease, the Company's share capital shall amount to €119,142,830.80, divided into 111,348,440 registered shares with a nominal value of €1.07 each. B) The increase of the Company's share capital by the amount of €5,957,141.54 through capitalisation of reserves against the issue of 5,567,422 new shares, with corresponding amendment of article 5 of the Company's Articles of Association. As a result of the aforementioned increase, the Company's share capital shall amount to €125,099.972.34, divided into 116,915,862 registered shares with a nominal value of €1.07 each.

At the 28th of June the Board of Directors of the subsidiary company "METKA S.A." decided a merger through absorption of its 100% subsidiary "RODAX TECHNICAL AND COMMERCIAL

COMPANY", in line with the provisions of the commercial legislation and particularly of article 78 of C.L. 2190/1920 and additionally of the provisions of law 2166/1993, in order to take advantage of the tax initiatives provided. RODAX has acquired high levels of know-how and specialization in the design, study, construction, and commissioning of electrical systems in power plants, automations and other energy/industrial facilities. Its activity is supplementary to the Company's and its know-how shall supply added value to the Company aiming to maximize benefits and profit for the shareholders. In this context, the consolidation of RODAX's assets with those of the Company was chosen. During the aforementioned BoD session, it was decided to start the merger procedure through absorption of RODAX by the Company with a Transformation Balance Sheet dated 30.06.2011. The above transformation shall be completed provided that there is an approval by the authorized bodies of the transformed companies, which are expected to decide within the third trimester of 2011, and that all required approvals shall be granted by the relevant supervising authorities. The merger shall result to economies of scale which will amplify the Company's profit and, therefore the shareholders' benefits. At the same time, the unification of manpower, capital, and know-how makes the Company especially competitive in the domestic and international markets of its activity.

In June, MYTILINEOS S.A. sold its 100% participation in the subsidiary company "DELFI DISTOMON S.A." to the also 100% subsidiary "ALOUMINIO S.A." at a price of € 23m and realized a profit of € 4m.

On October 4th, the subsidiary company "METKA S.A." received the Letter of Award for a new 1250MW thermal power plant in Iraq, following a tendering process. The project concerns engineering, installation and commissioning of an open cycle natural gas fired power plant, in Basra Province in Southern Iraq and the project value amounts to US$ 348,870,000. METKA's backlog of projects is expected to be increased by a further €260 million to stand to an overall total of c€2 billion, of which 92% concerns international contracts. The necessary procedures for signing of the contract will be completed in the near future.

In September, the Extraordinary General Meeting of ALUMINIUM SA (100% subsidiary of MYTILINEOS SA) resolved to the decrease of its share capital by € 30,09m and to the equivalent return of cash to the shareholders. The decrease was realised by a decrease of the nominal value of its 5.900.000 shares by 5,10€ per share.

7.6 Cash and Cash equivalents

(Amounts in thousands €)	MYTILINEOS GROUP 30/09/2011	MYTILINEOS GROUP 31/12/2010	MYTILINEOS S.A. 30/09/2011	MYTILINEOS S.A. 31/12/2010
Cash	323	226	12	20
Bank deposits	192,855	139,878	5,705	9,407
Time deposits & Repos	43,512	68,482	500	4,500
Total	**236,690**	**208,587**	**6,218**	**13,927**

7.7 Loans

(Amounts in thousands €)	MYTILINEOS GROUP 30/09/2011	MYTILINEOS GROUP 31/12/2010	MYTILINEOS S.A. 30/09/2011	MYTILINEOS S.A. 31/12/2010
Long-term debt				
Bank loans	90,916	44,593	46,500	-
Loans from related parties	11	(169)	-	-
Bonds	554,683	517,629	378,307	424,815
Total	**645,610**	**562,053**	**424,807**	**424,815**
Short-term debt				
Overdraft	145,048	50,388	13,873	18,175
Bank loans	70,786	82,459	6,000	38,695
Leasing liabilities	-	-	-	-
Total	**215,834**	**132,846**	**19,873**	**56,870**
Current portion of non-current liabilities	-	46,500	-	46,500

7.8 Discontinued operations

The Group applies IFRS 5 "Non-current assets held for sale & discontinues operations", and presents separately the assets and liabilities of the subsidiary company SOMETRA S.A., following the suspension of the production activity of the Zinc-Lead production plant in Romania, and presents also the amounts recognized in the income statement separately from continuing operations. Following is presented the analysis of the relevant assets and liabilities as well as the profit and loss of the discontinued operations.

(Amounts in thousands €)	MYTILINEOS GROUP 30/09/2011	31/12/2010
Assets		
Non current assets		
Tangible Assets	13,872	16,245
Intangible Assets	0	1
Deferred Tax Receivables	1,056	1,039
Other Long-term Receivables	2	2
Non current assets	**14,930**	**17,288**
Current assets		
Total Stock	24,666	31,124
Trade and other receivables	5,413	6,974
Other receivables	1,312	1,170
Cash and cash equivalents	599	848
Current assets	**31,990**	**40,116**
Assets	**46,920**	**57,404**
Liabilities & Equity		
Non-Current Liabilities		
Long-term debt	58	54
Non-Current Liabilities	**58**	**54**
Current Liabilities		
Trade and other payables	4,353	3,872
Short-term debt	0	0
Other payables	276	230
Current Liabilities	**4,629**	**4,102**
LIABILITIES	**4,687**	**4,156**
Liabilities & Equity	**4,687**	**4,156**

(Amounts in thousands €)	MYTILINEOS GROUP 1/1-30/09/2011	1/1-30/09/2010
Sales	**7,686**	**5,436**
Cost of sales	(7,342)	(9,037)
Gross profit	**344**	**(3,601)**
Other operating income	172	2,147
Distribution expenses	(1,320)	(1,092)
Administrative expenses	(1,320)	(2,503)
Other operating expenses	117	(906)
Earnings before interest and income tax	**(2,005)**	**(5,955)**
Financial income	8	4
Financial expenses	(5)	(10)
Profit before income tax	**(2,002)**	**(5,961)**
Income tax expense	26	28
Profit for the period	**(1,976)**	**(5,933)**
Result from discontinuing operations	-	-
Profit for the period	**(1,976)**	**(5,933)**
Attributable to:	-	-
Equity holders of the parent	*(1,976)*	*(5,933)*
Basic earnings per share	*(0.0185)*	*(0.0555)*

7.9 Encumbrances

There are no encumbrances over the Company's and the Group's assets.

7.10 Commitments

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

	MYTILINEOS GROUP	
(Amounts in thousands €)	**30/09/2011**	**31/12/2010**
Commitments from construction contracts		
Value of pending construction contracts	1,671,909	2,220,479
Granted guarantees of good performance	432,188	499,922
Total	**2,104,097**	**2,720,402**

7.11 Contingent Assets & Contingent Liabilities

Disclosures related to contingent liabilities

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

COMPANY	Years Not Inspected by Tax Authorities
MYTILINEOS S.A. Maroussi, Athens	2007-2010
METKA S.A., N. Heraklio, Athens	2010
SERVISTEEL, Volos	2008-2010
E.K.M.E. S.A. Municipality of Ehedorou, Thessaloniki	2005-2010
RODAX A.T.E.E., N.Heraklio, Athens	2008-2010
RODAX BRAZI SRL, Bucharest	2010
ELEMKA S.A., N.Heraklio, Athens	2007-2010
DROSCO HOLDINGS LIMITED, Cyprus	2003-2010
BRIDGE ACCESSORIES & CONSTRUCTION SYSTEMS S.A., Maroussi, Athens	2007-2010
ENERGY CONSTRUCTION DEVELOPMENT WESTERN GREECE S.A., Agrinio Aitoloakarnanias	2007-2010
METKA BRAZI SRL, Bucharest ROMANIA	2010
POWER PROJECT - Turkey	1st Fiscal year
DELFI DISTOMON A.M.E.	2006-2010
ALOUMINION S.A.	2008 - 2010
RENEWABLE SOURCES OF KARYSTIA SA	2005-2010
SOMETRA S.A., Sibiu Romania	2003-2010
MYTILINEOS FINANCE S.A., Luxemburg	2007-2010
STANMED TRADING LTD, Cyprus	2004-2010
MYTILINEOS ELGRADO D.O.O., Serbia	1999-2010
MYVEKT INTERNATIONAL SKOPJE	1999-2010
RDA TRADING, Guernsey Islands	2007-2010
DELTA PROJECT CONSTRUCT SRL, Boucouresti, Romania	2005-2010
DEFENSE MATERIAL INDUSTRY S.A.-MYTILINEOS AND Co, Maroussi, Athens	2003-2010
INDUSTRIAL RESEARCH PROGRAMS ''BEAT'', Halandri, Athens	2003-2010
GENIKI VIOMICHANIKI, Maroussi, Athens	2003-2010
THORIKI S.A.I.C., Maroussi, Athens	2009-2010
THERMOREMA S.A., Moshato, Athens	2007-2010
KALOMOIRA S.A., Moshato, Athens	2003-2010
DELTA ENERGY S.A., Moshato, Athens	2010
FOIVOS ENERGY S.A., Amfiklia Fthiotidas	2010
YDROXOOS S.A., Moshato, Athens	2010
PEPONIAS S.A., Moshato, Athens	2010
FTHIOTIKI ENERGY S.A., Moshato, Athens	2003-2010
YDRIA ENERGY S.A., Moshato, Athens	2010
EN.DY. S.A., Moshato, Athens	2010
FOTINOS TILEMAXOS S.A., Moshato, Athens	2010
THESSALIKI ENERGY S.A., Moshato, Athens	2010
IONIA ENERGY S.A., Moshato, Athens	2010
ELECTRONWATT S.A., Moshato, Athens	2006-2010
BUSINESS ENERGY S.A., Alimos, Athens	2006-2010
PROTERGIA S.A.	2003-2010
NORTH AEGEAN RENEWABLES, Maroussi, Athens	2010
MYTILINEOS HELLENIC WIND POWER S.A., Maroussi, Athens	2010
AIOLIKI ANDROU TSIROVLIDI S.A.,Maroussi,Athens	2010
AIOLIKI NEAPOLEOS S.A., Maroussi, Athens	2010
AIOLIKI EVOIAS PIRGOS S.A., Maroussi, Athens	2010
AIOLIKI EVOIAS POUNTA S.A., Maroussi, Athens	2010
AIOLIKI EVOIAS HELONA S.A., Maroussi, Athens	2010
AIOLIKI ANDROU RAHI XIROKABI S.A., Maroussi, Athens	2010
AIOLIKI PLATANOU S.A., Maroussi, Athens	2010
AIOLIKI SAMOTHRAKIS S.A., Maroussi, Athens	2010
AIOLIKI EVOIAS DIAKOFTIS S.A., Maroussi, Athens	2010
AIOLIKI SIDIROKASTROU S.A., Maroussi, Athens	2010
HELLENIC SOLAR S.A., Maroussi Athens	2010
SPIDER S.A., Maroussi Athens	2010
GREENENERGY A.E.	2007-2010
BUSINESS ENERGY TPOIZINIA	2007-2010
MOVAL S.A.	2010
ARGYRITIS GEA S.A.	2010
ANEMOSTRATA RENEWABLE ENERGY SOURCES S.A.	2008 - Ext. fiscal year
ANEMODRASI RENEWABLE ENERGY SOURCES S.A.	2008 - Ext. fiscal year
ANEMORAHI RENEWABLE ENERGY SOURCES S.A.	2008 - Ext. fiscal year
ANEMOSKALA RENEWABLE ENERGY SOURCES S.A.	2008 - Ext. fiscal year
KATAVATIS RENEWABLE ENERGY SOURCES S.A.	2008 - Ext. fiscal year
HORTEROU S.A.	Ext. fiscal year
KISSAVOS DROSERI RAHI S.A.	Ext. fiscal year
KISSAVOS PLAKA TRANI S.A.	Ext. fiscal year
KISSAVOS FOTINI S.A.	Ext. fiscal year
AETOVOUNI S.A.	Ext. fiscal year
LOGGARIA S.A.	Ext. fiscal year
IKAROS ANEMOS SA	Ext. fiscal year
KERASOUDA SA	Ext. fiscal year
ARGOSTYLIA AIOLOS SA	Ext. fiscal year
M & M GAS Co S.A.	Ext. fiscal year
KORINTHOS POWER S.A.	2010
KILKIS PALEON TRIETHNES S.A.	Ext. fiscal year
KILKIS VIKROUNOS S.A.	Ext. fiscal year
FERRITIS S.A.	Ext. fiscal year
VYRILLOS S.A.	Ext. fiscal year
OSTENITIS S.A.	Ext. fiscal year

In May 2011 begun the regular tax audit for the subsidiary company "DELFI DISTOMO SA" for the financial years 2006 to 2009. The company has set up, during the previous years, a relevant tax provision of an amount of € 165.000.

For the fiscal years that have not been inspected by the tax authorities (as reported in the above table), there is a possibility of additional tax imposition. Therefore the Group assesses, on an annual basis, the contingent liabilities regarding additional taxes from tax inspections in respect of prior years and makes relevant provisions where this is deemed necessary. The Management assesses that apart from the recorded provisions which as at 30.09.2011 amount to € 2,8 mil., any tax differences that may arise in the future will not have a material impact on the financial position, results and cash flows of the Group.

7.12 Other Contingent Assets & Liabilities

1) The subsidiary company "ALUMINION S.A" (hereinafter called the "Subsidiary") has filed a lawsuit against the Public Power Company (PPC) (hereinafter called the "Supplier") regarding the validity of the termination of the initial electricity supply contract by the latter. In addition, "ALUMINION S.A." disputes the validity of the increase of electricity supply prices enforced by the Supplier in July 2008 by virtue of the relevant Ministerial decree (Ministry of Development) regarding the abolishment of regulated invoices for the high voltage customers and the obligation of the Supplier to negotiate with said customers subject to a ceiling of a 10% increase on the effective up to 30/6/2008 invoice.
More specifically the Subsidiary disputes the electricity pricing from the Supplier in total as it has not resulted from any negotiations, as provided by the Ministerial decree, while ıin effect it is a variation of the already revoked former industrial tariff with a flat 10% increase. Moreover, the position of the Subsidiary is as such:

- it disputed from the very beginning the unilaterally imposed 10% increase, requesting the issuance of a credit note form the Supplier. Following the Supplier's reluctance to issue such an invoice the Subsidiary proceeded with the issuance of such credit note itself.
- it accepted with reservations the rest of the invoiced amount acting in good faith and for a transitional period until the final conclusion of the negotiations that the two parties should have entered into. However, as the reasonable time for the two parties to enter in negotiations had elapsed, the Subsidiary disputes actively the total of the invoice.

Moreover, the Subsidiary and the Supplier, following respective BOD decisions, referred the resolution of the above-mentioned dispute to Arbitration before the President of the Supreme Court of Greece to resolve on the interpretation of the relevant Ministerial Decree. More specifically, whether the 10% increase over the former tariff, has been legally imposed, without prior negotiations of the parties involved, as well as whether the Supplier had the right and/or the

obligation to enter into negotiations with the Subsidiary regarding the terms of their power supply contract, especially referring to the pricing mechanism, with the cap of a price equal to the former tariff increased by 10% and without any floor.

In compliance with the contents of the Arbitration Court Ruling issued on 25.02.2010 - between the Greek "Public Power Corporation (PPC) S.A." and "ALUMINIUM S.A."-, the 100% subsidiary "ALUMINIUM S.A." will enter into negotiations with the PPC S.A. under the principles of good faith and commercial values. The aim of the negotiations which commenced on the 23rd March 2010 will be to reach an agreement of the terms under which PPC will supply electricity power to ALUMINIUM S.A. to cover fully or partly the needs of our subsidiary and to settle the transactions between the two parties for the period from 01.07.2008 to the date of the final agreement.

Considering the aforementioned Ministerial decree and the above Court Ruling, the Management of ALUMINIUM S.A. estimated the maximum contingent liability towards PPC for the period 01.07.2008 – 31.12.2009 and was posted as a provision in the results of the period.

On 4.8.2010, the negotiations between the PPC and our ALUMINIUM S.A. have established a framework for agreement, based on which the two companies will proceed to sign a new agreement regarding the supply of electrical power between ALUMINIUM S.A. and the PPC. However, until today the two parties have not entered into a final agreement. The agreement provides for the supply by PPC to ALUMINIUM S.A. of a total of 4,710 hours of electrical power at a tariff of €40.7/MWh. For the remaining period of time, ALUMINIUM S.A. will supply itself the electrical power needed to cover its requirements. The duration of the agreement is set to 25 years, however a provision is also included for renegotiation of its terms after 31/12/2013, depending on the conditions that will prevail in the energy market at that time and on the respective CO_2 emission rights. Finally, having this framework into force since 1.7.2010, a mutually beneficial solution is established for the settlement of the obligations between the two companies.

Finally, this frame agreement may be effected retrospectively, from 1/7/2010, while also it established the mechanism for the repayment of the balance of ALUMINIUM SA to PPC as of 30/6/2010, amount to 82,6 m€. Specifically, the agreement between the two parties provides for a down payment, of 20 m€, from ALUMINIUM SA to PPC, while at the same time PPC will return to ALUMINUM the amount of 9,1 mil € corresponding to the open balance of the advances held according the old contract. Thereafter, the agreement provides monthly payments, amount to:

€ 1m if the average monthly LME price is up to $ 2,500 / ton,

€ 1,5 m if the average monthly LME price is between 2,500 and $ 3,000 / ton

€ 2m if the average monthly LME price is above $ 3,000 / ton

The above installments bear interest equal to the average monthly Euribor plus 1% and have duration until December 2013.

The finalization of the above agreement and sign of a new power supply contract is subject to the regulatory control and approval of the Energy Regulatory Authority, to which the BOD's of the two parties have submitted their draft agreement. Furthermore, the enforcement of this agreement has as a prerequisite the final settlement of various regulatory issues associated either with the process of electricity purchasing directly from Aluminium or the relevant ministerial decisions to validate the codes that will allow the issuance of the commercial operation license of the cogeneration plant. Pending the above, both parties agreed on 16/12/2010 to apply retrospectively from 1/7/2010 the new pricing agreement as follows:

- 40,7 € / MWh for the monthly equivalent of a total of 4,710 hours per year

The System Marginal Price for the monthly equivalent of the remaining 4050 hours per year.
Additionally, the two parties agreed on the enforcement of the repayment mechanism for the balance of 82,6 mil € through the down payment of € 20mil from ALUMINIUM to PPC as well as the repayment of the monthly installments, amount to 1 m€ from 1/7/2010 until 30/11/2010.

In 30/6/2011 the Regulatory Authority for Energy (RAE) issued its 798/2011 decision regarding the draft agreement submitted by the two parties. In said decision, RAE states its opinion and comments on basic and substantial terms of the draft agreement, thus setting the base for renegotiation between the two parties.

Prior to the above mentioned decision, in 6/6/2011, RAE also issued its 692/2011 decision setting the Basic Pricing Principles for the High Voltage (H.V.) Clients such as ALUMINIUM S.A. In said decision, RAE clearly states that regulated tariffs in High Voltage have been abolished from 1/7/2008 and PPC should have negotiated personalised contracts with its clients. According to its 692/2011 decision RAE sets the Basic Pricing Principles as follows:

- Invoiced prices should reflect the actual cost of supply
- Invoiced prices should not produce any differences among clients with similar characteristics or cross subsidies among clients with different characteristics
- Invoiced prices should not distort free competition
- Invoices should reflect all separate charges in accordance with the unbundling principle
- Any re-pricing mechanism should be transparent and providing sufficient options for managing the risk of future price volatility

Following the issuance of the above decisions of [RAE], ALUMINIUM and PPC appointed negotiation teams to discuss the renegotiation of the above-mentioned terms in the light of the binding decision of RAE .

Due to disagreement of the parties on two basic issues discussed on the above-mentioned decisions of [RAE] ALUMINIUM, as it was previously agreed, stated, in 31/8/2011, its view, according to which: a. low tariff hours, should be on the basis of real demand and production mix and not on the basis of a regulated determination as existed in the old industrial tariff (A-150) and b. the formulation of a fair proposal for the pricing of electricity during the remaining hours, according to the guidelines described in the pre-mentioned decisions issued by [RAE].

To come to a final agreement, ALUMINIUM and PPC referred the resolution of the above-mentioned dispute to an Arbitration before [RAE] (according to article 37, N. 4001/2011), in order the latter to set the final terms of a Power Purchase Agreement to be signed by the two parties.
Following that, ALUMINIUM decided to pay € 25.624.000 against its overall open balance with PPC, reserving its right to offset this amount with the final price as this will be determined by the arbitrator.

ALUMINIUM has recorded provisions for electricity consumed in the period 1/7/2010-30/9/2011 up to the amount of € 162,08 mio out of which, € 63 mio regards the period 1/7 - 31/12/2010 and € 99,08 mio the period 1/1 - 30/9/2011. PPC, for said period, has issued, accounts amounting to € 185,51 mio, (€ 64,8 mio regards the period 1/7-31/12/2010 and € 120,7 mio the period 1/1-30/9/2011) out of which, € 153,22 mio regards to the value of electricity consumed and € 32,3 mio regards other regulated charges, for which the two parties have a declared disagreement set under the judgment of [RAE]. The difference between the provisions recorded by ALUMINIUM and the statements of accounts issued by PPC for the period 1/7/2010 - 30/9/2011, amounts to € 23,43 mio.

The total obligation to PPC as of 30/9/2011 amounts to € 61,97 mio. Out of which € 45,6 mio regards the remaining part of the € 82,6 mio agreed balance as of 30/6/2010, € 13,78 mio the amount of August account as sent by PPC and €2,59 mio the difference above the ceiling, set by the Ministerial decision number D5/HL/B/F29/23860/2007, which is not acceptable by ALUMINIUM.
The difference between ALUMINIUM provisions and PPC statement of accounts for the reported period, derives from the already declared disagreement on certain points of the draft agreement, on which [RAE] decisions 798/30.06.2011 and 692/6-6-2011 strongly support ALUMINIUM's position. Therefore, ALUMINIUM, applying the decisions of [RAE] on the terms of the draft agreement with PPC, re-estimated its contingent liability to PPC for the electricity consumed during the period 1/1-30/9/2011 recording the necessary adjustments in the results of said period. On the contrary, PPC did not proceed to any adjustments according to the decision of [RAE].

In compliance with the aforementioned draft frame agreement, PPC has sent to ALUMINIUM S.A. invoices amounting to 64,88 million € for the period 1/7 – 31/12/2010 and 64,65 million € for the period 1/1/ - 31/5/2011, while it has not sent any invoice for June 2011. Respectively, the provisions included by ALUMINIUM S.A. in its financial statements, regarding the value of electricity consumption from 1/7/2010 to 30/6/2011, cover, according to Management estimates, the maximum liability that could potentially arise, following the recent decisions of RAE and based on the provisions and principles established by the latter regarding the invoicing of electricity to H.V. clients.

The Management regularly evaluates said case and is in a position to revaluate – either increasing, or decreasing – the realised provision regarding the maximum possible liability .

2) On 27/7/2011, the Greek Government, via the Ministry of Environment, Energy & Climate Change, disclosed to the subsidiary of the Group «ALUMINIUM S.A.» a decision of the European Commission requesting the recovery of state aid. According to said decision, the difference between the price of electricity applied by by PPC, under the implementation of the regulated High Voltage tariff - (A-150) and the price arising from the implementation of the old "Pechiney formula" Agreement between the two parties, for the period between January 2007 and March 2008, amounted to 17,4 mio euros. During said period, Aluminium SA, paid the lower "Pechiney formula, by virtue of a decision on injunction measures issued by the First Instance Court of Athens, estimating that the Agreement of 1960 had not expired. European Commission's arguments supporting said decision are focused on the following points:

i) Selective implementation of «preferential tariffs» only in favor of ALUMINIUM S.A.

ii) The Committee considers that the seller (PPC) has no reason to charge «reduced prices». Taking into account the fact that PPC rejected the extension of the Old Agreement, the Commission concludes that by accepting that the 1960 Agreement had not been duly terminated, thus applying the Pechiney formula, granted an advantage for ALUMINIUM, given the fact that the price did not correspond to «regular prices» applied to other large industrial (high voltage) consumers.

iii) Finally, the Commission deduces that this pricing formula distorts competition affecting the transactions between Member States as this "preferential pricing" was applied for a company that operates in a sector the products of which are widely traded between the Member States.

According to the Management, the decision of EU with regard to the recovery by the Greek Government of the € 17,4mio, considered as state aid, is based on the wrong assumption that the regulated High Voltage tariff ([A]150),was the legitimate and fair tariff for the supply of electric energy ("market tariff"). In fact, for the period of report of the injunction decision (1/2007 –

3/2008) the Greek market, against the relevant EU Legislation (Directive 2003/54/[EK]) was a regulated energy market with PPC holding a dominant position. In consequence, the decision of EU is based on the assumption that ALUMINIUM SA (former ALUMINIUM of GREECE), by paying anything less than the administratively regulated High Voltage tariff imposed by PPC as the dominant supplier and the Ministry of Development as the competent authority, to all industrial customers (including ALUMINIUM), received a state aid which indeed favoured its position against its competitors in the European market. As recognized by the European Committee in the frame of case No. 2195/2009, regulated tariff A-150 should have been abolished already since the incorporation of 2nd energy parcel (OD. 2003/54/EK) in order to allow competition in the electric energy market to operate and terminate the cross subsidization of consumers belonging to the same customer category. This was also repeatedly noted by RAE since 2007. The fact that PPC unilaterally imposed to ALUMINIUM the regulated High Voltage tariff, since the expiration of the initial term of the 1960 power supply agreement, indicates its abusive behaviour of the state - owned monopoly which takes advantage of its dominating position in order to increase its income based on government intervention. If PPC actually negotiated in good faith with its High Voltage customers, the tariff imposed to ALUMINIUM would be determined on real market terms and the criteria determined on RAE decisions 692/2011 and 798/2011 which would have lead to a much lower tariff. Moreover, at the period in question, ALUMINIUM according to the injunction measures decision, actually paid a higher electricity price compared to the market price paid by industries in other EU members. Finally, even though the decision recognizes that no domestic competition exists for ALUMINIUM it wrongfully determines the "relative market" by characterizing the difference of the tariff paid by ALUMINIUM and the tariff paid by other industrial consumers as illegal state aid.

According to the above, the Management is of the opinion that the decision of EU is unfounded and wrong, while at the same time lacking of sufficient justification.

In conclusion, the Management's initial position is that this decision will be successfully challenged before the competent European Court. Thus the "difference" of 17.4 million €, referred to in the aforementioned decision, constitutes a contingent liability, which, however, has a very low probability to demand an outflow of economic resources for its settlement.

7.13 Provisions

The Group's and the Company's recorded provisions as at 30.09.2011 are analyzed bellow:

	MYTILINEOS GROUP				
(Amounts in thousands €)	Litigation Provision	Environmental Restoration	Tax liabilities	Other	Total
01/01/2010	**-**	**4.498**	**4.456**	**3.773**	**12.727**
Additions from acquisition/consolidation of subsidiaries	-	-	-	-	-
Sale of Subsidiary	-	-	-	(23)	(23)
Additional provisions for the period	-	-	860	108	969
Unrealised reversed provisions	-	-	-	-	-
Exchange rate differences	-	-	-	-	-
Realised provisions for the period	-	(383)	(1.050)	(2)	(1.435)
31/12/2010	**-**	**4.115**	**4.267**	**3.855**	**12.236**
Long Term	-	4.115	4.267	3.688	12.069
Short Term	-	-	-	167	167
Additions from acquisition/consolidation of subsidiaries	-	-	-	-	-
Sale of Subsidiary	-	-	-	-	-
Additional provisions for the period	-	-	640	109	749
Unrealised reversed provisions	-	-	-	-	-
Exchange rate differences	-	-	-	-	-
Realised provisions for the period	-	(1.050)	(2.150)	(2.050)	(5.250)
30/09/2011	**-**	**3.065**	**2.757**	**1.914**	**7.736**
Long Term	-	3.065	2.757	1.845	7.666
Short Term	-	-	-	70	70

	MYTILINEOS S.A.				
(Amounts in thousands €)	Litigation Provision	Environmental Restoration	Tax liabilities	Other	Total
01/01/2010	**-**	**-**	**1.002**	**266**	**1.268**
Additions from acquisition/consolidation of subsidiaries	-	-	-	-	-
Sale of Subsidiary	-	-	-	-	-
Additional provisions for the period	-	-	-	-	-
Unrealised reversed provisions	-	-	-	-	-
Exchange rate differences	-	-	-	-	-
Realised provisions for the period	-	-	-	-	-
31/12/2010	**-**	**-**	**1.002**	**266**	**1.268**
Long Term	-	-	1.002	266	1.268
Short Term	-	-	-	-	-
Additions from acquisition/consolidation of subsidiaries	-	-	-	-	-
Sale of Subsidiary	-	-	-	-	-
Additional provisions for the period	-	-	-	-	-
Unrealised reversed provisions	-	-	-	-	-
Exchange rate differences	-	-	-	-	-
Realised provisions for the period	-	-	-	-	-
30/09/2011	**-**	**-**	**1.002**	**266**	**1.268**
Long Term	-	-	1.002	266	1.268
Short Term	-	-	-	-	-

Environmental Restoration. This provision represents the present value of the estimated costs to reclaim quarry sites and other similar post-closure obligations.

Tax Liabilities. This provision relates to future obligations that may result from tax audits.

Other provisions. Comprise other provisions relating to other risks none of which are individually material to the Group and to contingent liabilities arising from current commitments.

7.14 Trade Receivables

(Amounts in thousands €)	MYTILINEOS GROUP 30/09/2011	MYTILINEOS GROUP 31/12/2010	MYTILINEOS S.A. 30/09/2011	MYTILINEOS S.A. 31/12/2010
Customers	553,235	366,149	3,045	4,237
Notes receivable	4	4	-	-
Checks receivable	9,643	53,128	35	35
Less:Impairment Provisions	(4,114)	(3,845)	-	-
Net trade Receivables	**558,768**	**415,436**	**3,080**	**4,272**
Advances for inventory purchases	-	-	-	-
Advances to trade creditors	82,291	158,274	-	-
Total	**641,059**	**573,711**	**3,080**	**4,272**

7.15 Other Long Term Receivables

(Amounts in thousands €)	MYTILINEOS GROUP 30/09/2011	MYTILINEOS GROUP 31/12/2010	MYTILINEOS S.A. 30/09/2011	MYTILINEOS S.A. 31/12/2010
Customers - Withholding quarantees falling due after one year	4,188	3,682	-	-
Given Guarantees	1,087	930	231	168
Other long term receivables	2,039	9,520	-	-
Long - term receivables from related parties	-	-	104,885	103,666
Other Long-term Receivables	**7,313**	**14,131**	**105,116**	**103,834**

The Long-term receivables from related parties as of 30.09.2011 relate to intercompany loans. On 8 April 2009 MYTILINEOS S.A. granted a 4 year loan to the subsidiary company "ARGYRITIS S.A.", of an amount of € 59 mil. at a 6 month Euribor interest plus spread. In addition, on 4 May 2009 MYTILINEOS S.A. granted a 3 year loan to the associated company "PROTERGIA S.A.", of an amount of € 15 mil. at a 6 month Euribor interest plus spread.

7.16 Trade Creditors

(Amounts in thousands €)	MYTILINEOS GROUP 30/09/2011	MYTILINEOS GROUP 31/12/2010
Suppliers	277,314	281,271
Notes Payable	-	-
Cheques Payable	13,159	579
Customers' Advances	260,731	278,110
Liabilities to customers for project implementation	177,018	57,235
Total	**728,222**	**617,195**

7.17 Sale of Treasury Shares

On 7.12.2007, the Board of Directors of the Company resolved on the commencement of the plan regarding the acquisition of treasury shares, in implementation of the decision of the Extraordinary General Meeting of the Company's shareholders of 07.12.2007. In the period from 13.12.2007 until 06.12.2009, the Company will acquire up to 6.053.907 treasury shares, at a minimum acquisition price of 2,08 €/share and a maximum acquisition price of 25 €/share (amounts adjusted for the shares split of 19.12.2007). Following the cancellation of 5,635,898 own shares by the 2nd Repeat General Meeting of the Company's Shareholders, as at 30.09.2011, the Company has overall acquired 4.735.603 treasury shares, which corresponds to 4,05% of its share capital.

7.18 Earnings per Share

Earnings per share have been calculated on the total weighted average number of common and preference shares excluding the average number of treasury shares.

	MYTILINEOS GROUP				MYTILINEOS S.A.			
(Amounts in thousands €)	**1/1-30/09/2011**	**1/1-30/09/2010**	**1/7-30/09/2011**	**1/7-30/09/2010**	**1/1-30/09/2011**	**1/1-30/09/2010**	**1/7-30/09/2011**	**1/7-30/09/2010**
Equity holders of the parent	46,093	57,432	15,555	17,722	(1,370)	(16,795)	(7,780)	(19,868)
Weighted average number of shares	106,681	106,863	106,681	106,863	106,681	106,863	106,681	106,863
Basic earnings per share	**0.4321**	**0.5374**	**0.1458**	**0.1658**	**(0.0128)**	**(0.1572)**	**(0.0729)**	**(0.1859)**
Diluted effects of share options	-	-	-	-	-	-	-	-
Diluted earnings per share	**0.4321**	**0.5374**	**0.1458**	**0.1658**	**(0.0128)**	**(0.1572)**	**(0.0729)**	**(0.1859)**
Continuing Operations (Total)								
Equity holders of the parent	48,068	63,365	15,758	19,880	(1,370)	(16,795)	(7,780)	(19,868)
Weighted average number of shares	106,681	106,863	106,681	106,863	106,681	106,863	106,681	106,863
Basic earnings per share	**0.4506**	**0.5930**	**0.1477**	**0.1860**	**(0.0128)**	**(0.1572)**	**(0.0729)**	**(0.1859)**
Diluted effects of share options	-	-	-	-	-	-	-	-
Diluted earnings per share	**0.4506**	**0.5930**	**0.1477**	**0.1860**	**(0.0128)**	**(0.1572)**	**(0.0729)**	**(0.1859)**
Discontinuing Operations (Total)								
Equity holders of the parent	(1,976)	(5,933)	(202)	(2,158)				
Weighted average number of shares	106,681	106,863	106,681	106,863				
Basic earnings per share	**(0.0185)**	**(0.0555)**	**(0.0019)**	**(0.0202)**	-	-	-	-
Diluted effects of share options	-	-	-	-				
Diluted earnings per share	**(0.0185)**	**(0.0555)**	**(0.0019)**	**(0.0202)**	-	-	-	-

As at 30.09.2011 the Group and the Company have no diluted earnings per share.

7.19 Number of employees

The number of employees for the reporting period and the respective previous period for the Group and the Company, is:

	MYTILINEOS GROUP		MYTILINEOS S.A.	
	30/09/2011	30/09/2010	30/09/2011	30/09/2010
Full time employees	1,671	1,611	86	95
Part time employees	333	320	-	-
Total	**2,004**	**1,931**	**86**	**95**

7.20 Management remuneration and fringes

	MYTILINEOS GROUP		MYTILINEOS S.A.	
(Amounts in thousands €)	30/09/2011	30/09/2010	30/09/2011	30/09/2010
Short term employee benefits				
- Wages and Salaries and BOD Fees	10,163	12,221	2,563	4,493
- Insurance service cost	229	258	115	133
- Bonus	-	60	-	-
- Other remunerations	60	-	-	-
	10,452	**12,539**	**2,678**	**4,626**
Pension Benefits:				
- Defined benefits scheme	42	70	-	-
- Defined contribution scheme	100	134	49	44
- Other Benefits scheme	-	-	-	-
Payments through Equity	-	-	-	-
Total	**10,594**	**12,742**	**2,726**	**4,670**

No loans have been given to members of BoD or other management members of the Group (and their families).

7.21 Cash Flows from Operating Activities

(Amounts in thousands €)	MYTILINEOS GROUP 1/1-30/09/2011	MYTILINEOS GROUP 1/1-30/09/2010	MYTILINEOS S.A. 1/1-30/09/2011	MYTILINEOS S.A. 1/1-30/09/2010
Cash flows from operating activities				
Profit for the period	**77.555**	**91.313**	**(1.370)**	**(16.795)**
Adjustments for:				
Tax	21.866	26.448	167	(534)
Depreciation of property,plant and equipment	18.529	14.093	220	158
Depreciation of intangible assets	4.945	1.302	127	83
Impairments	-	-	-	16.686
Provisions	144	(2.815)	-	-
Income from reversal of prior year's provisions	(2.981)	(347)	-	-
Profit / Loss from sale of tangible assets	117	(297)	(5)	(6)
Profit/Loss from fair value valuation of investment property	-	(2.274)	(3.989)	-
Profit / Loss from fair value valuation of derivatives	(223)	-	-	-
Profit/Loss from fair value valuation of financ.assets at fair value through PnL	830	(741)	775	283
Profit / Loss from sale of held-for-sale financial assets	(593)	(221)	-	-
Interest income	(4.218)	(5.710)	(3.345)	(5.008)
Interest expenses	26.002	12.379	16.463	9.766
Dividends	(68)	-	(14.012)	(5.839)
Grants amortization	(336)	(303)	-	-
Profit from company acquisition	(202)	-	-	-
Parent company's portion to the profit of associates	(3.001)	1.967	-	-
Loans Exchange differences	(452)	(3.007)	(422)	1.644
Other differences	(3.600)	2.653	-	-
	56.761	**43.128**	**(4.020)**	**17.235**
Changes in Working Capital				
(Increase)/Decrease in stocks	(17.581)	(18.568)	-	-
(Increase)/Decrease in trade receivables	(83.860)	(186.253)	6.536	(23.718)
(Increase)/Decrease in other receivables	270	93	-	-
Increase / (Decrease) in liabilities	66.179	229.280	(3.787)	(3.234)
Pension plans	(5.730)	160	49	44
	(40.722)	**24.713**	**2.798**	**(26.908)**
Cash flows from operating activities	**93.594**	**159.154**	**(2.592)**	**(26.468)**

7.22 Other Long term Liabilities

	MYTILINEOS GROUP		MYTILINEOS S.A.	
(Amounts in thousands €)	**30/09/2011**	**31/12/2010**	**30/09/2011**	**31/12/2010**
Received guarantees - Grants-Leasing				
Total Opening	**30,543**	**26,233**	**-**	**-**
Received guarantees - Grants-Leasing from Subsidiaries' aquisiti	-	846	-	-
Additions	3,375	-	-	-
Transfer at profits/loss	-	(89)	-	-
Transfer from / (to) Short term	(3,833)	(239)	-	-
Depreciation for the period	(388)	(448)	-	-
Discont. operations / Sales of subsidiary	-	4,241	-	-
Exchange rate differences	-	-	-	-
Closing Balance	**29,697**	**30,543**	**-**	**-**
Advances of customers				
Total Opening	**69,083**	**4,045**	**-**	**-**
Received guarantees - Grants-Leasing from Subsidiaries' aquisiti	-	-	-	-
Additions	213,910	402,821	-	-
Transfer at profits/loss	-	-	-	-
Transfer from / (to) Short term	137,612	(49,603)	-	-
Depreciation for the period	(417,823)	(288,180)	-	-
Discont. operations / Sales of subsidiary	-	-	-	-
Exchange rate differences	-	-	-	-
Closing Balance	**2,782**	**69,083**	**-**	**-**
Other				
Total Opening	**76,456**	**151**	**75,962**	**-**
Received guarantees - Grants-Leasing from Subsidiaries' aquisiti	-	-	-	-
Additions	(158)	76,680	-	75,962
Transfer at profits/loss	-	-	-	-
Transfer from / (to) Short term	(57,048)	-	(39,274)	-
Depreciation for the period	-	(520)	-	-
Discont. operations / Sales of subsidiary	0	144	-	-
Exchange rate differences	-	-	-	-
Closing Balance	**19,249**	**76,456**	**36,688**	**75,962**
Suppliers holdings for good performance				
Total Opening	**9,689**	**-**	**-**	**-**
Received guarantees - Grants-Leasing from Subsidiaries' aquisiti	-	-	-	-
Additions	8,965	13,901	-	-
Transfer at profits/loss	-	-	-	-
Transfer from / (to) Short term	12,169	3,825	-	-
Depreciation for the period	(12,496)	(8,037)	-	-
Discont. operations / Sales of subsidiary	-	-	-	-
Exchange rate differences	(50)	-	-	-
Closing Balance	**18,278**	**9,689**	**-**	**-**
Total	**70,005**	**185,771**	**36,688**	**75,962**

7.23 Related Party Transactions according to IAS 24

(Amounts in thousands €)	MYTILINEOS GROUP 30/09/2011	MYTILINEOS GROUP 30/09/2010	MYTILINEOS S.A. 30/09/2011	MYTILINEOS S.A. 30/09/2010
Stock Sales				
Subsidiaries	-	-	2,678	-
Total	**-**	**-**	**2,678**	**-**
Stock Purchases				
Subsidiaries	-	-	2,604	-
Total	**-**	**-**	**2,604**	**-**
Services Sales				
Subsidiaries	-	-	8,222	15,480
Associates	-	77	-	77
Total	**-**	**77**	**8,222**	**15,557**
Services Purchases				
Subsidiaries	-	-	465	285
Associates	-	28	-	28
Management remuneration and fringes	10,594	12,742	2,726	4,670
Total	**10,594**	**12,771**	**3,191**	**4,984**

	MYTILINEOS GROUP 30/09/2011	MYTILINEOS GROUP 31/12/2010	MYTILINEOS S.A. 30/09/2011	MYTILINEOS S.A. 31/12/2010
Loans given to Related Parties				
Subsidiaries	-	-	104,884	102,794
Total	**-**	**-**	**104,884**	**102,794**
Loans received from Related Parties				
Subsidiaries	-	-	52,564	20,607
Total	**-**	**-**	**52,564**	**20,607**
Balance from sales of stock/services receivable				
Subsidiaries	-	-	52,875	82,229
Associates	43	40	43	40
Management remuneration and fringes	58	32	13	4
Total	**101**	**72**	**52,931**	**82,273**
Guarantees granted to related parties				
Subsidiaries	-	-	115,815	60,845
Total	**-**	**-**	**115,815**	**60,845**
Balance from sales/purchases of stock/services payable				
Subsidiaries	-	-	17,424	532
Management remuneration and fringes	97	194	-	7
Total	**97**	**194**	**17,424**	**539**

The above mentioned related party transactions are on a pure commercial basis. The Group or any of its related parties has not entered in any transactions that were not in an arm's length basis, and do not intent to participate in such transactions in the future. No transaction from the above mentioned was under any special terms. It is noted that since 1.7.2010 PROTERGIA S.A. (ex ENDESA) is a 100% subsidiary of MYTILINEOS and thus fully consolidated.

7.24 Capital Expenditure

The Group realized capital expenditures for the six month period ended September 30, 2011 of €86.517 thousands which relate to investments of the energy division (€40.542 thousands for the nine month period ended September 30, 2010).

7.25 Segment reporting

Primary reporting format – business segments

MYTILINEOS Group is active in three main operating business segments: Metallurgy, Constructions and Energy. In identifying its operating segments, management generally follows the Group's service lines, which represent the main products and services provided by the Group. Each of these operating segments is managed separately as each of these service lines requires different technologies and other resources as well as marketing approaches. The adoption of IFRS 8 has not affected the identified operating segments for the Group compared to the recent annual financial statement.

The Group has applied IFRS 5 "Non Current Assets Available for Sale & Discontinued Operations" and present separately the assets, liabilities and results which are going to be transferred to the new company for the reporting period and for the respective period of the previous year and presents the subsidiary company SOMETRA S.A. due to the temporary suspension of the production activity of the Zinc-Lead production plant in Copsa Mica, Romania. The above mentioned assets, liabilities and results are those which are presented in the following tables under the Energy segment and transferred to column "Discontinued Operations".

Segment's results are as follows:

(Amounts in thousands €) **1/1-30/09/2011**	**Metallurgy**	**Constructions**	**Energy**	**Others**	**Less: Discontinuing Operations**	**Total**
Total Gross Sales	439.732	719.592	120.202	2.678	7.686	1.274.517
Intercompany sales	(45.172)	(12.005)	(8.947)	(2.678)	-	(68.802)
Inter-segment sales	-	(54.055)	(13.100)	-	-	(67.155)
Net Sales	**394.560**	**653.532**	**98.154**	**-**	**7.686**	**1.138.560**
					-	
Earnings before interest and income tax	**22.244**	**96.041**	**16.765**	**(10.596)**	**(2.005)**	**126.458**
Financial results	(2.792)	(7.561)	(3.186)	(16.701)	3	(30.237)
Share of profit of associates	-	3.001	202	-	-	3.203
Profit from company acquisition	-	-	-	-	-	-
Profit before income tax	**19.452**	**91.481**	**13.781**	**(27.297)**	**(2.002)**	**99.419**
Income tax expense	(1.126)	(20.163)	(382)	(167)	26	(21.812)
Profit for the period	**18.326**	**71.318**	**13.399**	**(27.464)**	**(1.976)**	**77.555**
Result from discontinuing operations	-	-	-	-	(1.976)	1.976
Assets depreciation	**14.063**	**4.200**	**6.552**	**347**	**1.824**	**23.339**
Other operating included in EBITDA	-	14.836	-	-	-	14.836
Oper.Earnings before income tax,financial results, depreciation and amortization	**36.307**	**115.077**	**23.317**	**(10.249)**	**(181)**	**164.633**

(Amounts in thousands €) 1/1-30/09/2010	Metallurgy	Constructions	Energy	Others	Less: Discontinuing Operations	Total
Total Gross Sales	364.254	487.210	14.498	-	5.436	860.526
Intercompany sales	(21.079)	-	(550)	-	-	(21.629)
Inter-segment sales	-	(68.045)	(6.334)	-	-	(74.379)
Net Sales	**343.175**	**419.164**	**7.614**	**-**	**5.436**	**764.518**
					-	
Earnings before interest and income tax	**34.850**	**102.692**	**(742)**	**(13.070)**	**(5.955)**	**129.684**
Financial results	(1.366)	(7.688)	(494)	(414)	(6)	(9.956)
Share of profit of associates	-	-	(896)	(1.071)	-	(1.967)
Profit from company acquisition	-	-	-	-	-	-
Profit before income tax	**33.484**	**95.004**	**(2.132)**	**(14.555)**	**(5.961)**	**105.839**
Income tax expense	563	(29.389)	2.355	51	28	(26.392)
Profit for the period	**34.047**	**65.615**	**223**	**(14.504)**	**(5.933)**	**79.447**
Result from discontinuing operations	-	-	-	-	(5.933)	5.933
Assets depreciation	**12.059**	**3.423**	**955**	**242**	**1.889**	**14.789**
Other operating included in EBITDA	-	7.655	(94)	-	-	7.560
Oper.Earnings before income tax,financial results, depreciation and amortization	**46.908**	**113.770**	**118**	**(12.828)**	**(4.066)**	**143.901**

Segment's assets and liabilities are as follows:

	Continuing Operations				Discontinuing Operations	
(Amounts in thousands €)	**Metallurgy**	**Constructions**	**Energy**	**Others**	**Metallurgy**	**Total**
	Μεταλλουργία	**Κατασκευές**	**Παραγωγή Εμπορεία Ενέργειας**	**Λοιπά**	**Μεταλλουργία**	**Σύνολο**
30/9/2011						
Assets	671.913	970.515	1.126.953	28.621	46.920	**2.844.922**
Consolidated assets	671.913	970.515	1.379.037	28.621	46.920	**2.844.922**
Liabilities	373.721	640.338	406.768	521.372	4.687	**1.946.886**
Consolidated liabilities	373.721	640.338	406.768	521.372	4.687	**1.946.886**

	Continuing Operations				Discontinuing Operations	
(Amounts in thousands €) 31/12/2010	**Metallurgy**	**Constructions**	**Energy**	**Others**	**Metallurgy**	**Total**
Assets	669.004	842.244	960.061	89.882	57.404	**2.618.595**
Consolidated assets	669.004	842.244	960.061	89.882	57.404	**2.618.595**
Liabilities	235.365	541.344	349.861	643.616	4.156	**1.774.342**
Consolidated liabilities	235.365	541.344	349.861	643.616	4.156	**1.774.342**

7.26 Post – Balance Sheet events

In November 2011 – MYTILINEOS Holdings S.A. and S&B Industrial Minerals S.A. ("S&B") announce the initial agreement for the gradual acquisition of S&B's bauxite operations in Greece by MYTILINEOS' fully owned subsidiary ALUMINIUM S.A.

The steps foreseen for the implementation of this agreement are as follows:

1. Initially, S&B's bauxite activity will be contributed to Delphi Distomon ("D.D"), a fully-owned subsidiary of ALUMINIUM S.A.

2. In the resulting corporate structure (“New D.D.”), ALUMINIUM S.A. will buy part of S&B’s share so that its participation in the “New D.D.” reaches 51%, leading in parallel to its control of the “New D.D.”

3. The remaining 49% share held by S&B in “New D.D.” will be acquired gradually by ALUMINIUM S.A. over the next thirty (30) months.

The acquisition price has initially been agreed at € 61.072.000, to be confirmed upon completion of the financial, legal, tax and technical Due Diligence.

There are no other significant subsequent events, apart from the above mentioned, which should be announced for the purposes of I.F.R.S.

HOLDINGS MYTILINEOS

E. Figures and Information

MYTILINEOS HOLDINGS

Company's No 23103/06/B/90/26 in the register of Societes Anonymes
5-7 Patroklou Str. Maroussi

FIGURES AND INFORMATION FOR THE FISCAL YEAR OF 1 JANUARY 2011 UNTIL 30 September 2011
According to 4/507/28.04.2009 resolution of Greek Capital Committee,
The figures presented below aim to give summary information about the financial position and results of MYTILINEOS S.A. and its subsidiaries.
The reader who aims to form a full opinion on the company's financial position and results, must access the company's website where the financial statements prepared according to the International Financial Reporting Standards and the Auditor's Report, when this is required, are published. Indicatively, the reader can visit the company's web site, where the above financial statements are posted.

COMPANY PROFILE

Company website:	www.mytilineos.gr
Date of approval of the Financial Statements by the Board of Directors:	16 November 2011
The Certified Auditor:	Konstantinou Sotiris, Michalios Manolis
Auditing Company:	GRANT THORNTON
Type of Auditor's opinion:	Not required

STATEMENT OF FINANCIAL POSITION
Amounts in 000's €

	THE GROUP 30/9/2011	THE GROUP 31/12/2010	THE COMPANY 30/9/2011	THE COMPANY 31/12/2010
Tangible Assets	1.031.146	981.162	10.440	10.510
Intangible Assets	259.802	242.954	422	431
Other non current assets	359.535	292.134	997.578	1.040.306
Inventories	138.926	111.345	-	-
Trade Receivables	641.059	573.751	3.000	4.272
Other Current Assets	431.555	359.996	65.977	100.842
Non current assets available for sale	48.820	57.404	-	-
Total Assets	2.864.922	2.618.595	1.078.368	1.159.371
EQUITY AND LIABILITIES				
Share Capital	127.545	127.610	125.100	125.573
Treasury stock reserve	(104.596)	(110.597)	(104.596)	(110.597)
Retained earnings and other reserves	737.915	706.728	455.983	462.310
Equity attributable to parent's Shareholders (a)	760.884	723.749	476.417	477.786
Minority Interests (b)	137.142	120.504	-	-
Total Equity (c) = (a) + (b)	898.036	844.253	476.417	477.786
Long term Borrowings	645.610	582.053	424.807	424.815
Provisions and other long term liabilities	213.494	344.119	85.077	126.061
Short term borrowings	215.834	179.246	19.873	103.370
Other short term liabilities	887.260	604.667	72.224	27.239
Non current liabilities available for sale	4.697	4.155	-	-
Total Liabilities (d)	1.966.896	1.774.342	601.951	681.585
TOTAL EQUITY AND LIABILITIES (c) + (d)	2.864.922	2.618.595	1.078.368	1.159.371

STATEMENT OF CHANGES IN EQUITY
Amounts in 000's €

	THE GROUP 30/9/2011	THE GROUP 30/9/2010	THE COMPANY 30/9/2011	THE COMPANY 30/9/2010
Equity at the beginning of the period (01.01.2011 and 01.01.2010 respectively)	844.253	763.040	477.786	507.602
Total comprehensive income for the period after tax (continuing/ discontinuing operations)	65.536	60.281	(1.370)	(16.795)
Increase / (Decrease) in Share Capital	-	10.453	-	-
Dividends paid	(12.124)	(5.017)	-	-
Impact from acquisition of share in subsidiaries	(5)	18.572	-	-
Treasury shares purchased	-	-	-	-
Other movements from subsidiaries	375	-	-	-
Equity at the end of the period (30.09.2011 and 30.09.2010 respectively)	898.036	847.329	476.417	490.807

ADDITIONAL DATA AND INFORMATION

1. Companies included in the consolidated financial statements together with country located, participation of interest and method of consolidation in the six months of 2011, are presented in note 7.4 of the interim financial statements. MYTILINEOS SA and its subsidiaries METKA SA, ALUMINIUM SA and PROTERGIA SA, jointly incorporated, by a 25% stake each, in LUXEMBURG the company MYTILINEOS FINANCIAL PARTNERS SA.

2. The fiscal years that are unaudited by the tax authorities for the Company and the Group's subsidiaries are presented in detail in note 7.11 of the interim financial statements.

3. The basic accounting policies in the consolidated balance sheet of 31 December 2010 have not been altered, apart from the reclassification in Group Equity of a net amount of 22.174€ from the consolidated "Share Premium" to the "Retained Earnings" (22.174 €) respectively, which relates to the subsidiary Protergia. (note 3 of the interim financial statements).

4. No liens and pledges exist on the Company's and Group's assets.

5. The number of employees and workers at the end of the reporting period is as follows:

	THE GROUP 30/9/2011	THE GROUP 30/9/2010	THE COMPANY 30/9/2011	THE COMPANY 30/9/2010
Employees	1.671	1.611	86	95
Workers	333	320	-	-
	2.004	1.931	86	95

6. Capital Expenditure for the nine months of 2011: Group 86.517 thousand and Company €262 thousand.

7. Earnings per share has been calculated on the basis of net profits over the weighted average number of shares.

8. Following the resolution of the 2nd Repeat General Meeting of the Company's Shareholders on 3 June 2011 for the cancellation of 5,635,898 own shares, the Company owns 4.735.603 treasury shares, which corresponds to 4,05% of its share capital.

9. Related party transactions and balances for the reported period, according to I.A.S. 24 are as follows:

Amounts in 000's €	THE GROUP	THE COMPANY
Revenues	-	10.900
Expenses	-	3.069
Receivables	-	157.892
Liabilities	40	69.980
Key management personnel compensations	10.800	2.726
Receivables from key management personnel	58	13
Payables to key mananagement personnel	97	-

10. Apart from the lawsuit against PPC mentioned in note 18 and the decision of the European Commission in note 19, there are no litigation matters which have a material impact on the financial position of the Company and the Group. The Group's tax provision balance for contigent tax obligations as of 30 September 2011 amounts to € 2,0m and for the company to € 1m . Other provision's balance as of 30 September 2011 amounts to € 5m for the Group and € 266m for the Company.

11. In the Statement of Changes in Equity, the amounts included in the line "Total comprehensive income for the period after tax (continuing/ discontinuing operations)" for the year end 30 June 2011 and 2010 are presented in the table below:

	THE GROUP 30/9/2011	THE GROUP 30/9/2010	THE COMPANY 30/9/2011	THE COMPANY 30/9/2010
Net profit(loss) for the period	75.579	85.381	(1.370)	(16.795)
Exchange differences on translation of foreign operations	(5.824)	1.312	-	-
Cash Flow hedging reserve	(4.219)	(26.411)	-	-
Stock Option Plan	-	-	-	-
Income tax relating to components of other comprehensive income discontinuing operations)	-	-	-	-
	65.536	60.282	(1.370)	(16.795)

12. At the 10th of May 2010, the Annual General Meeting of the shareholders of the Company resolved to the non distribution of dividends from the results of the financial year 01.01.2010 – 31.12.2010.

13. On the 3rd of June commenced the commercial operation of the gas fired power plant in Ag. Nikolaos, with a nominal output capacity of 444 MW, which belonge to the subsidiary company PROTERGIA S.A.

14. At the 28th of June the Board of Directors of the subsidiary company "METKA S.A." decided a merger through absorption of its 100% subsidiary "RODAX TECHNICAL AND COMMERCIAL COMPANY", in line with the provisions of law 2166/1993. The above transformation shall be completed provided that there is an approval by the authorized bodies of the transformed companies, which are expected to decide within the third trimester of 2011, and that all required approvals shall be granted by the relevant supervising authorities.

15. The 2nd Repeat General Meeting of the Company's Shareholders that was held on 3 June 2011 deliberated and resolved to: A) The decrease of the Company's share capital by €6,030,410.86 through the cancellation of 5,635,898 own shares, with corresponding amendment of article 5 par. 1 of the Company's Articles of Association. As a result of the aforementioned decrease, the Company's share capital shall amount to €119,142,030.80, divided into 111,348,440 registered shares with a nominal value of €1.07 each. B) The increase of the Company's share capital by the amount of €5,957,141.54 through capitalisation of reserves against the issue of 5,567,422 new shares, with corresponding amendment of article 5 of the Company's Articles of Association. As a result of the aforementioned increase, the Company's share capital shall amount to €125,099,872.34, divided into 116,915,862 registered shares with a nominal value of €1.07 each.

16. In June, MYTILINEOS S.A. sold its 100% participation in the subsidiary company "DELFI DISTOMON S.A." to the also 100% subsidiary "ALOUMINIO S.A." at a price of €23m and realized a profit of € 4m.

17. In September, the Extraordinary General Meeting of ALUMINIUM SA (100% subsidiary of MYTILINEOS SA) resolved to the decrease of its share capital by € 33,09m and to the equivalent return of cash to the shareholders. The decrease was realised by a decrease of the nominal value of its 5.900.000 shares by 5,50€

THE PRESIDENT OF THE BOARD & CHIEF EXECUTIVE OFFICER
EVANGELOS MYTILINEOS
I.D. No AB649316/2006

THE VICE-PRESIDENT OF THE BOARD
IOANNIS MYTILINEOS
I.D. No AE044243/2007

INCOME STATEMENT
Amounts in 000's €

THE GROUP

	1/1-30/9/11 Continuing Operations	1/1-30/9/11 Discontinuing Operations	1/1-30/9/11 Total	1/1-30/9/10 Continuing Operations	1/1-30/9/10 Discontinuing Operations	1/1-30/9/10 Total
Sales Turnover	1.138.560	7.686	1.146.246	764.518	5.435	769.953
Gross profit / (loss)	167.171	344	167.516	161.415	(3.601)	157.814
Profit / (Loss) before tax, financial and investment results	126.458	(2.005)	124.453	129.694	(5.955)	123.739
Profit / (Loss) before tax	99.419	(2.002)	97.417	117.761	(5.961)	111.801
Less taxes	(21.864)	26	(21.838)	(26.448)	28	(26.420)
Profit / (Loss) after tax (A)	77.555	(1.976)	75.579	91.313	(5.933)	85.381
Equity holders of the parent Company	48.068	(1.976)	46.093	63.365	(5.933)	57.432
Minority Interests	29.486	-	29.486	27.949	-	27.949
Other comprehensive income after tax (B)	(10.043)	-	(10.043)	(25.099)	-	(25.099)
Total comprehensive income after tax (A) + (B)	67.512	(1.976)	65.536	66.215	(5.933)	60.282
Owners of the Company	39.099	(1.976)	37.123	38.051	(5.933)	32.118
Minority Interests	28.413	-	28.413	28.164	-	28.164
Net profit after tax per share (in Euro/share)	0,4506	(0,0185)	0,4321	0,5930	(0,0555)	0,5374
Profit / (Loss) before tax, financial, investment results, depreciation and amortization	149.797	(181)	149.615	144.473	(4.066)	140.407

	1/7-30/9/11 Continuing Operations	1/7-30/9/11 Discontinuing Operations	1/7-30/9/11 Total	1/7-30/9/10 Continuing Operations	1/7-30/9/10 Discontinuing Operations	1/7-30/9/10 Total
Sales Turnover	427.881	2.254	430.135	349.030	2.379	351.409
Gross profit / (loss)	61.522	(266)	61.256	54.940	(327)	54.612
Profit / (Loss) before tax, financial and investment results	45.654	-	-	-	-	-
Profit / (Loss) before tax	37.138	(206)	36.933	39.575	(2.166)	37.409
Less taxes	(9.222)	4	(9.218)	(6.326)	8	(6.318)
Profit / (Loss) after tax (A)	27.917	(202)	27.715	33.249	(2.158)	31.091
Equity holders of the parent Company	15.758	(202)	15.555	19.880	(2.158)	17.722
Minority Interests	12.160	-	12.160	13.369	-	13.369
Other comprehensive income after tax (B)	(3.614)	-	(3.614)	(46.597)	-	(46.597)
Total comprehensive income after tax (A) + (B)	24.304	(202)	24.101	(13.348)	(2.158)	(15.505)
Owners of the Company	13.079	(202)	12.876	(24.975)	(2.158)	(27.132)
Minority Interests	11.225	-	11.225	11.627	-	11.627
Net profit after tax per share (in Euro/share)	0,1477	(0,0019)	0,1458	0,1860	(0,0202)	0,1658
Profit / (Loss) before tax, financial, investment results, depreciation and amortization	55.646	390	56.035	50.308	(1.528)	48.781

THE COMPANY

	1/1-30/9/11	1/1-30/9/10	1/7-30/9/11	1/7-30/9/10
Sales Turnover	2.678	-	2.678	-
Gross profit / (loss)	74	-	74	-
Profit / (Loss) before tax, financial and investment results	(5.310)	(1.440)	(2.708)	(1.639)
Profit / (Loss) before tax	(1.203)	(17.328)	(8.013)	(19.877)
Less taxes	(167)	534	233	9
Profit / (Loss) after tax (A)	(1.370)	(16.795)	(7.780)	(19.868)
Equity holders of the parent Company	(1.370)	(16.795)	(7.780)	(19.868)
Minority Interests	-	-	-	-
Other comprehensive income after tax (B)	-	-	-	-
Total comprehensive income after tax (A) + (B)	(1.370)	(16.795)	(7.780)	(19.868)
Owners of the Company	(1.370)	(16.795)	(7.780)	(19.868)
Minority Interests	-	-	-	-
Net profit after tax per share (in Euro/share)	(0,0120)	(0,1572)	(0,0728)	(0,1859)
Profit / (Loss) before tax, financial, investment results, depreciation and amortization	(4.863)	(1.399)	(2.592)	(1.605)

CASH FLOW STATEMENT
Amounts in 000's €

	THE GROUP 1/1-30/9/11	THE GROUP 1/1-30/9/10	THE COMPANY 1/7-30/9/11	THE COMPANY 1/7-30/9/10
Operating activities				
Profit before tax (continuing operations)	99.419	117.761	(1.203)	(17.328)
Profit before tax (discontinuing operations)	(2.002)	(5.961)	-	-
Adjustments for:				
Depreciation	25.162	16.670	347	242
Impairments	-	-	-	16.686
Provisions	(2.037)	(3.162)	-	-
Exchange differences	(452)	(3.007)	(422)	1.644
Other Operating Results	(3.600)	2.653	-	-
Results (income, expenses, gains and losses) of investing activities	(7.357)	(7.276)	(20.575)	(10.570)
Interest expense	26.002	12.379	16.463	9.766
Adjustments related to working capital accounts or to operating activities				
(Increase)/Decrease in stocks	(17.581)	(18.580)	-	-
(Increase)/Decrease in trade receivables	(83.590)	(106.160)	6.526	(23.718)
Increase / (Decrease) in liabilities (excluding banks)	60.449	228.440	(3.738)	(3.193)
Less:				
Interest expense paid	(29.605)	(9.655)	(15.829)	(5.149)
Income tax paid	(32.054)	(25.942)	(756)	(1.765)
Cash flows from discontinuing operating activities	8.281	5.843	-	-
Cash flows from operating activities (a)	41.077	125.624	(19.177)	(33.401)
Investing activities				
(Acquisition) / Sale of subsidiaries (less cash)	(20.005)	(59.147)	633	(61.336)
Purchases of tangible and intandible assets	(86.517)	(119.394)	(262)	(103)
Sale of tangible and intangible assets	373	1.573	2	4
Subsidies received	(263)	-	-	-
Purchase of financial assets at fair value through profit and loss	(56)	-	-	-
Sale of financial assets held-for-sale	345	1.619	-	-
Sale of financial assets at fair value through profit and loss	403	-	-	-
Interest received	2.637	2.837	2.126	3.166
Loans to / from related parties	-	-	-	-
Dividends received	67	(584)	11.070	5.255
Cash flows from discontinuing investing activities	(142)	(35)	-	-
Cash flows from investing activities (b)	(103.157)	(173.002)	13.568	(53.010)
Financing activities				
Capital Increase tax paid	(6)	-	-	-
Capital Increase	-	-	-	-
Proceeds from loans	84.700	50.050	30.969	-
Loan repayments	(65.644)	(5.330)	(46.500)	(1.000)
Payment of finance lease liabilities	-	(20)	-	-
Dividends paid	(12.265)	(6.337)	-	-
Return of capital to a shareholders	-	-	50.150	-
Cash flow discontinuing financing activities	-	(83)	-	-
Cash flows from continuing financing activities (c)	6.784	38.271	34.619	(1.000)
Net (decrease) / increase in cash and cash equivalents of the period (a) + (b) + (c)	(55.296)	(9.707)	29.009	(87.412)
Cash and cash equivalents at beginning of period	76.758	91.584	(42.664)	39.719
Net cash at the end of the period	21.462	81.877	(13.655)	(47.693)

18. In 30/6/2011 the Regulatory Authority for Energy (RAE) issued its 798/2011 decision regarding the draft agreement submitted by ALOUMINIO SA, 100% subsidiary of MYTILINEOS HOLDINGS, and PPC. In said decision, RAE states its opinion and comments on basic and substantial terms of the draft agreement, thus setting the base for renegotiation between the two parties. Prior to the above mentioned decision, in 6/5/2011, RAE also issued its 692/2011 decision setting the Basic Pricing Principles for the High Voltage (H.V.) Clients such as ALUMINIUM S.A. Based on the aforementioned, the Management of ALUMINIUM S.A. has invited PPC to renegotiate the terms of the draft agreement as well as the frame agreement based on the principles established by RAE in its Nos. 692/2011 and 798/2011 decisions, reasonably considering that the results of the new negotiation will lead to a more favourable final price than the one arising from the draft frame agreement temporarily in effect as from 1/7/2010.As the two parties did not reach to any agreement and in order to settle the matter, they resolved to address it for arbitration to RAE according to art. 37 of L. 4001/2011. Therefore, the provisions included by ALUMINIUM S.A. in its financial statements, regarding the value of electricity

19. On 27/7/2011, the Greek Government, via the Ministry of Environment, Energy & Climate Change, disclosed to the subsidiary of the Group «ALUMINIUM S.A.» a decision of the European Commission requesting the recovery of state aid. According to said decision, the difference between the price of electricity applied by by PPC, under the implementation of the regulated High Voltage tariff - (A-150) and the price arising from the implementation of the old "Pechiney formula" Agreement between the two parties, for the period between January 2007 and March 2008, amounted to 17,4 mio euros. The Management's initial position is that this decision will be successfully challenged before the competent European Court. Thus the "difference" of 17.4 million €, referred to in the aforementioned decision, constitutes a contingent liability, which, however, has a very low probability to demand an outflow of economic resources for its settlement (Note 7.12 of the Financial Report).

20. In November MYTILINEOS Holdings S.A. and S&B Industrial Minerals S.A. ("S&B") reached an initial agreement for the gradual acquisition of S&B's bauxite operations in Greece by MYTILINEOS' fully owned subsidiary ALUMINIUM S.A. The steps foreseen for the implementation of this agreement are as follows: 1. Initially, S&B's bauxite activity will be contributed to Delphi Distomon ("D.D"), a fully owned subsidiary of ALUMINIUM S.A. 2. In the resulting corporate structure ("New D.D."), ALUMINIUM S.A. will buy part of S&B's share so that its participation in the "New D.D." reaches 51%, leading in parallel to its control of the "New D.D." 3. The remaining 49% share held by S&B in "New D.D." will be acquired gradually by ALUMINIUM S.A. over the next thirty (30) months. The acquisition price has initially been agreed at € 61.072.000, to be confirmed upon completion of the financial, legal, tax and technical Due Diligence.

21. Certain prior year / period amounts have been reclassified for presentation purposes.

Maroussi, 16 November 2011

THE GROUP CHIEF FINANCIAL OFFICER
IOANNIS KALAFATAS
I.D. No AZ 550040/2008

THE GROUP FINANCIAL CONTROLLER
ANASTASIOS DELIGEORGIS
I.D. No Π 195231/1989