

ANNUAL FINANCIAL REPORT

OF ELVAL S.A HELLENIC ALUMINIUM INDUSTRY

BASED ON ARTICLE 4 L.3556/2007 FOR THE FISCAL YEAR 2014

ELVAL
HELLENIC ALUMINIUM INDUSTRY S.A.
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The present Annual Financial Report of ELVAL Hellenic Aluminium Industry S.A for the fiscal year 2014, can be found in the official web site of ELVAL S.A. (www.elval.gr) and the official web site of Athens Stock Exchange (www.helex.gr).

Statements of the Board of Directors' Members

(In accordance with article 4 par. 2 of Law 3556/2007)

Hereby we state and confirm that according to our knowledge the Annual Financial Statements of ELVAL S.A HELLENIC ALUMINIUM INDUSTRY for the fiscal year 2014, which were drawn up in accordance with the applicable accounting standards, reflect in a true manner the actual details and figures of the assets and liabilities, the equity and the profit and loss of ELVAL S.A and Group ELVAL, as well as the entities included in consolidation.

Also hereby we state and confirm that according to our knowledge the Annual Report of the Board of Directors presents in a true manner the evolution, the performance and the financial position of ELVAL S.A and Group ELVAL, as well as the entities included in consolidation, including their risks and uncertainties they are facing up.

Athens, March 12, 2015

The Chairman of the
B.o.D.

MILTADIS
LIDORIKIS
Id.C.No N 032204

The Vice President of the
B.o.D.

DIMITRIOS
KYRIAKOPOULOS
Id.C.No N 329672

A Member of the
B.o.D.

NIKOLAOS
KOUDOUNIS
Id.C.No AE 012572

Annual Report of the Board of Directors for fiscal year 2014

Dear shareholders,

In the context of the provisions of Law 2190/1920 and Law 3556/2007, the relevant implementing decisions of the Board of Directors of the Hellenic Capital Market Commission and the Articles of Association of “ELVAL S.A- ALUMINIUM HELLENIC INDUSTRY” (hereinafter the “Company”), we herewith submit this Annual Financial Report of the Board of Directors for the fiscal year 2014, namely from 1 January 2014 to 31 December 2014.

ELVAL Group (hereinafter the “Group”) consolidates the Company and the following entities:

<u>Entity name</u>	<u>Country of registration</u>	<u>Holding percentage</u>	<u>Method of consolidation</u>
SYMETAL S.A.	Greece	99.99%	Full Consolidation
VIOMAL S.A.	Greece	50.00%	Full Consolidation
CCS S.A.	Greece	99.44%	Full Consolidation
VIEXAL S.A.	Greece	73.33%	Full Consolidation
BRIDGNORTH ALUMINIUM Ltd	UK	75.00%	Full Consolidation
BLYTHE Ltd	Cyprus	100.00%	Full Consolidation
STEELMET ROMANIA S.A.	Romania	60.00%	Full Consolidation
ATHENS ART CENTRE S.A.	Greece	100.00%	Full Consolidation
ANOXAL S.A.	Greece	100.00%	Full Consolidation
ALURAME Spa	Italy	82,50%	Full Consolidation
ETEM BG	Bulgaria	100.00%	Full Consolidation
ETEM S.C.G D.O.O	Serbia	100.00%	Full Consolidation
ETEM SYSTEMS SRL	Romania	100.00%	Full Consolidation
ETEM SYSTEMS UKR	Ukraine	100.00%	Full Consolidation
ETEM ALBANIA	Albania	100.00%	Full Consolidation
QUANTUM PPROFILES	Bulgaria	100.00%	Full Consolidation
ETEM COMMERCIAL S.A.	Greece	100.00%	Full Consolidation
ALU BUILD SRL	Italy	100.00%	Full Consolidation
AL-AMAR	Libya	90.00%	Full Consolidation
MOPPETS Ltd	Cyprus	100.00%	Full Consolidation
GENECOS SA	France	51.65%	Full Consolidation
ANAMET S.A.	Greece	26.67%	Equity Method
STEELMET S.A.	Greece	35.22%	Equity Method
DIAPEM COMMERCIAL S.A.	Greece	33.33%	Equity Method
VEPEM S.A.	Greece	50.00%	Equity Method
ELKEME S.A.	Greece	67.50%	Equity Method
TEPRO METAL AG	Germany	46.46%	Equity Method
AFSEL S.A.	Greece	50.00%	Equity Method
METAL AGENCIES Ltd	UK	44,99%	Equity Method

1. Development, performance and financial position of the Company and the Group

a. General Comments

During 2014 the consolidated sales volume increased by 6.2% and rose to 350.9 thousand tons, resulting to a turnover of Euro 1,060 million increased by 5.1% compared to 2013. The Group's gross profit amounted to Euro 84.4 million compared to Euro 82.1 million and earnings before interest, taxes, depreciation and amortization (EBITDA) increased by 6.5% amounting to Euro 78.9 million compared to Euro 74.2 million in the previous year. The net financial results increased marginally to Euro 12.9 million and the profits before taxes amounted to Euro 18.6 million compared to Euro 15.5 million in 2013. The tax is significantly reduced, considering that in 2013 they were one - off overtaxed because of the recalculation of the deferred tax, due to the increase of the tax rate and, finally the profits after taxes and non-controlling interest increased to Euro 17 million from Euro 365 thousand. Earnings per share amounted to 0.1370 Euro compared to Euro 0.0029 last year.

The rolling sector, consisted of the Parent Company ELVAL with production plants in Oinofyta (Thiva) and Agios Thomas, SYMETAL with production plant in Oinofyta and BRIDGNORTH ALUMINIUM Ltd with production plant in the United Kingdom, was profitable also in 2014. The sales volume of rolling products amounted to 332.8 thousand tons and the sector's operational profits amounted to Euro 43.4 million. On the other hand, the extrusion sector continued to generate losses and the operational loss amounted to Euro 15.2 million.

The Company's sales volume increased by 11.3% and the turnover amounted to Euro 724.9 million, while the profits before interest, taxes, depreciation and amortization (EBITDA) increased to Euro 52.6 million. It is noted that the Company's results have been affected by the results of the operation of the absorbed company ELVAL COLOUR as well as by the operation in December of the absorbed ETEM. The increased sales volume counterbalanced the lower Conversion Prices and in terms of cost, this was positively influenced from the reduction of energy costs but negatively influenced from the increased premiums that prevailed in the international aluminium markets.

During 2014 positive operational flows of Euro 23.3 million were registered, but outflows of Euro 61.5 million for significant investment programs were also registered. Furthermore, a distribution to the shareholders amounting to Euro 9.9 million, was also registered (Euro 0.08 per share). Finally, the net borrowing of the Group amounted to Euro 247.5 million compared to Euro 207.8 million at December 31st 2013.

Finally, during 2014 the Group had a significant presence in trade fairs such as the ALUMINIUM 2014 - 10th World Trade Fair in Düsseldorf, POSEIDONIA in June and SYMETAL took part in INTERPACK trade fair, again in Düsseldorf.

b. Important events during 2014

1. Completion of absorption of the subsidiary ELVAL COLOUR

On the 30th of May 2014, the absorption of the 100% subsidiary ELVAL COLOUR S.A. from ELVAL S.A. was concluded in accordance with the provisions of article 69-78 of P.L. 2190/1920 and articles 1-5 of L. 2166/1993.

2. Completion of absorption of the subsidiary ETEM

On the 1st of December 2014, the absorption of the subsidiary ETEM S.A. from ELVAL S.A. was concluded in accordance with the provisions of article 69-77a of P.L. 2190/1920 and article 54 of L. 4172/2013.

c. Course of operations – financial data

Market information – International economic environment

For the year 2014, although the international business environment was not adverse for the Group, the conditions of the Greek economy set restrictions to the Group's profitability. The continuing subdued construction activity continues to strike the extrusion sector of the Group. In the rolling sector, the energy cost, despite its reduction, continues to be non-competitive as is the cost of borrowing. Despite these facts, the prices of our end products in the international markets remained in satisfactory levels, although reduced compared to 2013.

The price of primary aluminium demonstrated an upward trend with an average price becoming to 1,405 per ton, compared to 1,395 per ton in 2013 with a significant increase at the end of the year. In the aluminium market, apart from the aluminium market value in the London Metal Exchange (LME), great influence has the "premium" that is added in the market price. During 2014 the "premium" was extremely high and in some cases it was impossible to charge only a portion of it.

The Euro-dollar exchange rate floated between 1.2141 and 1.3953 and the average exchange rate amounted to 1.3285 dollars per Euro. The favourable Euro-dollar exchange rate towards the end of 2014 did not have a significant effect on the Company's results and by extension on the Group's.

Production - Turnover

In detail, the sales of the Company per category are presented in the table below:

SALES BREAKDOWN						
	AMOUNTS IN TONS		AMOUNTS IN THOUSAND EUROS		DIFFERENCE (%) IN VOLUME & IN VALUE	
	2014	2013	2014	2013	2014/2013	2014/2013
1. Company						
DOMESTIC	77,323	76,835	172,939	172,684	0.64%	0.15%
INTERNATIONAL SALES	182,161	156,374	503,709	441,091	16.49%	14.20%
TOTAL	259,484	233,209	676,648	613,774	11.27%	10.24%
2. Group						
DOMESTIC	30,679	33,422	83,576	89,566	-8.21%	-6.69%
INTERNATIONAL SALES	320,254	297,185	873,463	815,310	7.76%	7.13%
TOTAL	350,933	330,607	957,039	904,876	6.15%	5.76%

* Domestic sales include end products manufactured using customers' raw material (processing)

At Company level, the production volume of rolling products amounted to 255 thousand tons (compared to 241 thousand tons in 2013) and the sales volume to 259.5 thousand tons, increased by 11.3% and the sales value that increased by 10.2%, amounted to Euro 676.6 million.

At Group level, the sales volume increased by 6.2% and amounted to 350.9 thousand tons, compared to 330.6 thousand tons last year and the sales value amounted to Euro 957 million, compared to Euro 905 million last year.

Geographical Destinations

The Group's sales in Greece are conducted through the plants of the companies at Oinofyta, Agios Thomas, Mandra – Attica, Nea Artaki and the branches in Thessaloniki and Magoula. Group's subsidiaries promote Group products abroad.

The destinations of Company's and Group's products are presented in the table below:

GEOGRAPHICAL DISTRIBUTION OF SALES (in thousand €)				
Geographical sector	GROUP		COMPANY	
	2014		2014	
	Amount	%	Amount	%
Greece	104,002	9.81%	186,689	25.76%
European Union	673,754	63.54%	377,883	52.13%
Other European countries	100,080	9.44%	42,100	5.81%
Asia	69,835	6.59%	41,681	5.75%
America	106,266	10.02%	74,854	10.32%
Africa	4,852	0.45%	888	0.12%
Oceania	1,609	0.15%	766	0.11%
Total	1,060,398	100.00%	724,861	100.00%

In particular, during 2014, the Group was present in more than 90 countries on a worldwide scale. Apart from Greece the main countries are Germany, Italy, France, Poland, the Netherlands, United Kingdom, Turkey and the USA, to which almost 59% of the Group sales are directed.

Investments - Participations

During 2014 in the Oinofyta plant the new Continuous Casting Line of total value of Euro 17 million, commenced operation. The new unit includes a new melting furnace that will soon operate as "Green Melt" and is expected to reduce even more our environmental footprint and give us wider opportunities of aluminium scrap purchasing. The production through continuous casting will assist in increasing the total production capacity of the plant and will be used mainly in the production of Foilstock rolls. In addition, the upgrading of the coating production line is completed and down payments have been paid for the acquisition of new machinery. The Company's investing outflows amounted to Euro 27.2 million.

At Group level, investment flows amounted to Euro 61.5 million. Apart from the aforementioned investments of the Company, Euro 20.1 million were disbursed for the important investment program in progress in the plant in the United Kingdom and Euro 5 million from SYMETAL subsidiary.

In 2014 a restructuring of the Group took place after the absorption of ELVAL COLOUR in May and ETEM in December. Moreover, the Group participated in the share capital increase of the related French Company GENECOS S.A. with the amount of Euro 4.2 million (Euro 3.0 million the Company and Euro 1.2 million ALURAME Spa subsidiary). Furthermore, an additional percentage stake of the subsidiary CCS S.A. was acquired, thus amounting the total percentage stake at 99.44%.

Notes on the Balance Sheet

As for the Company's Balance Sheet (it is noted that data of the absorbed companies ELVAL COLOUR and ETEM are embodied):

Current assets amount to Euro 356.2 million. The value of inventories appears increased due to the higher incorporated price of prime aluminium (LME). Receivables appear also increased due to the high aluminium price and the increased sales volumes during the last months of the year. Note that these receivables include receivables from the Greek State totalling Euro 23.5 million, that concern receivables from VAT refund and receivables from differences from tax audits for which the Company has proceeded to an administrative appeal.

In liabilities, the equity increased due to the absorption of ELVAL COLOUR but decreased due to the absorption of ETEM. Furthermore, equity was reduced by Euro 2 million due to changes in personnel compensation and distribution to shareholders of Euro 12 million with the corresponding tax.

Borrowing amounted to Euro 196.0 million, out of which Euro 135.7 million is long-term. Note that incorporated loans of the absorbed companies ELVAL COLOUR and ETEM of Euro 9 million and Euro 56 million Respectively.

On the Consolidated Statement:

The consolidated financial statements are the result of the consolidation of the respective financial statements of the parent Company, the subsidiaries and associates as presented in the table in the beginning of this report.

The stake in other companies i.e. HELLENIC CABLES S.A., ALPHATRUST S.A., having their registered offices in Athens, and DIA.VI.PE.THI.V S.A., whose registered office is in the Industrial Zone of Thisvi, Viotia, is included in the consolidated Financial Statements as available-for-sale financial assets.

Full consolidation entries resulted into non-controlling interest in share capital and in Reserves and Profits amounting to Euro 16.7 million and Euro 18.8 million respectively (namely a total amount of Euro 35.5 million) which appear in Liabilities.

The accounts of Trade Receivables and Suppliers shown in Assets and Liabilities of the Consolidated Balance Sheet respectively arose after crossing out (offsetting) inter-company receivables and liabilities totalling Euro 56.9 million.

Notes on Income Statements

The item of Company's Sales amounts to Euro 724.9 million, increased by 10.9% due to the increased by 11.3% sales volumes. The higher aluminium market values counterbalanced the small reduction in the prices of processing. Consolidated sales amounted to Euro 1,060.4 million, increased by 5.1% compared to 2013 that apart from the Company's sales include the turnover of ETEM Group amounted to Euro 89.1 million, BRIDGWORTH ALUMINIUM Ltd to Euro 218 million and SYMETAL S.A. to Euro 181.3 million. From the sum of the sales, inter-company sales of Euro 201.4 million are deducted.

The Company's cost of sales stood at Euro 687.7 million, increased by 10.2%, affected by the higher market values and premium of the aluminium. There was a reduction of the energy cost and a reversal of the provision for inventories impairment totalling Euro 2.7 million that was formed in 2013. The respective consolidated cost totalled Euro 976.0 million, increased by 5.4%.

Administrative expenses stood at Euro 14.2 million for the company and Euro 26.8 million for the Group (compared to Euro 11.2 million and Euro 24.5 million in 2013 respectively). It is noted that expenses of Euro 1 million were made in the context of the Group's restructuring.

Financial expenses of the Group remained high due to the expensive borrowing and the net financial result stood at Euro 12.9 million, compared to Euro 12.5 million in 2013.

Finally, earnings before tax stood at Euro 17.3 million, increased by 10.5% in relation to the respective earnings of 2013 and the consolidated at Euro 18.6 million, increased by 19.7 %.

Regarding the results per sector, rolling sector maintained its profitability whereas the extrusion sector continued to register losses also in 2014. In detail:

<i>Amounts in Euros</i>	Aluminium Rolling		Aluminium Extrusion	
	31/12/2014	31/12/2013	31/12/2014	31/12/2013
EBITDA	81,895,029	80,314,648	(9,962,635)	(10,704,027)
Profit/(loss) before taxes	36,740,870	35,738,334	(21,010,824)	(21,559,213)

For the fiscal year 2014, the taxes analysis is the following:

	GROUP	COMPANY
<i>Amounts in Euros</i>	31/12/2014	31/12/2014
Current income tax	(6,888,661)	(2,817,730)
Deferred tax	3,976,818	2,998,401
Total Income Tax	(2,911,843)	180,671

The current income tax for 2014 includes differences stemming from tax audits for the years 2008-2011 amounting to Euro 1.5 million. Note that the deferred tax in 2013, has been increased on an one-off basis by Euro 9.7 million and Euro 12.9 million for the Company and the Group respectively due to a change in the tax rate from 20% to 26%.

Finally, earnings after taxes and non-controlling interest are established at Euro 17.5 million and Euro 17.0 thousand for the Company and the Group respectively.

After the absorptions of companies that took place in 2014 the Legal Reserve exceeds 1/3 of the Share Capital and there is no further obligation for its formation. Moreover, for the year 2014, due to the accumulated losses of the absorbed company ETEM, it is suggested not to distribute dividend.

Ratios

The ratios presenting the financial position of the Company and Group between 2014 and 2013 were as follows:

RATIOS	GROUP		COMPANY	
	31/12/2014	31/12/2013	31/12/2014	31/12/2013
Profitability (% of sales)				
Gross profit	7.96%	8.14%	5.13%	4.56%
Earnings before interest, taxes, depreciation and amortization (EBITDA)	7.45%	7.35%	7.26%	7.02%
Earnings / (losses) after taxes and non-controlling interests	1.60%	0.04%	2.41%	0.65%
Evolution (%)				
Sales	5.15%	-5.20%	10.90%	-6.25%
Earnings before interest, taxes, depreciation and amortization (EBITDA)	6.49%	-7.82%	14.74%	-1.88%
Earnings / (losses) after taxes and non-controlling interests	4561.43%	-98.33%	310.00%	-73.81%
Financial (%)				
Interest expense / Earnings before interest, taxes, depreciation and amortization (EBITDA)	23.7%	23.2%	20.6%	21.1%
Liquidity (:1)				
General Liquidity (Current Assets / Current Liabilities)	2.55	2.91	2.33	3.25
Debt (:1)				
Total Liabilities / Equity	0.84	0.79	0.70	0.48
Bank Loans / Equity	0.48	0.45	0.39	0.23
Equity / Total Liabilities	1.26	1.33	1.43	2.10
Fixed Assets turnover (:1)				
Equity / Non-current assets	1.11	1.12	1.01	1.07

2. Subsequent events after the year ending 2014

- On the 16th of January 2015, the Company announced the commencement of the separation process of the sector of painting aluminium coils for architectural use and the sector of production and trading of etalbond.
- On February 24th 2015, the Company announced that minority shareholders filed a case to the Courts, with the request to cancel the absorption of ETEM by ELVAL S.A. With all the due respect to the judicial judgment, ELVAL S.A. believes that the aforesaid lawsuit will not be admitted by the Court.

3. Transactions with related parties

Company's related parties have been identified based on requirements of IAS 24 and comprise of its subsidiaries, its associates, VIOHALCO S.A which controls the Company (together with its related parties) and the members of the Board of Directors and the key management personnel.

The Company purchases goods and services from these related parties, sells goods, provides services to them and receives dividends. A summary of Company's transactions with related parties is the following:

Company, 1/- 31/12/2014 amounts in €						
Entities	Relation	Sales	Purchases	Receivables	Payables	Dividend income
ETEM S.A.	Subsidiary	1,903,522	840,482	-	-	-
ETEM BG	Subsidiary	32,136,144	7,614,336	27,141,959	6,464,033	-
ETEM S.C.G d.o.o	Subsidiary	291,820	4,709	31,811	1,282	-
VIEXAL S.A	Subsidiary	-	1,945,748	-	89,407	165,658
VIOMAL S.A	Subsidiary	4,536,925	168,621	2,258,456	285,735	-
GENECOS S.A.	Subsidiary	-	-	747,326	44,174	-
CCS S.A.	Subsidiary	1,565,620	3,467	1,913,741	3,944	-
ETEM Commercial S.A.	Subsidiary	330	-	2,180	(10,000)	-
STEELMET ROMANIA S.A.	Subsidiary	1,231,111	149,181	142,900	46,553	-
BRIDGNORTH ALUMINIUM Ltd	Subsidiary	82,683	269,035	82,683	35	-
SYMETAL S.A.	Subsidiary	111,314,762	11,284,546	9,775,844	-	-
ANOXAL S.A.	Subsidiary	1,378,400	6,789,845	-	3,215,457	-
ALURAME Spa	Subsidiary	829,086	690,390	633,925	189,876	-
ALUIBUILD SRL	Subsidiary	-	-	1,905,614	-	-
ETEM SYSTEMS SRL	Subsidiary	11,099	-	557	33,562	-
AL-AMAR	Subsidiary	-	-	737,130	-	-
QUANTUM PROFILES SA	Subsidiary	-	-	31,962	-	-
ETEM ALBANIA	Subsidiary	-	-	244,544	-	-
ATHENS ART CENTER S.A.	Subsidiary	-	4,719	-	-	-
Total subsidiaries		155,281,502	29,765,079	45,650,632	10,364,058	165,658
ELKEME S.A.	Associate	82,527	601,987	230	309,803	-
AFSEL S.A.	Associate	42,858	914,218	17,200	266,203	172,000
ANAMET S.A.	Associate	303,266	3,949,336	130,404	178,189	-
TEPROMETAL AG	Associate	14,515,339	2,367,581	2,479,823	632,117	-
MKC GMBH (*)	Associate	1,163,358	-	225,830	-	-
STEELMET S.A.	Associate	-	2,841,016	4,472	333,936	37,600
BASE METAL TICARET (*)	Associate	-	516,203	-	77,097	-
METAL AGENCIES Ltd	Associate	4,015,624	98,640	789,561	52,247	-
DIAMEM COMMERCIAL S.A.	Associate	1,550	1,846	4,416	159,745	-
Total associates		20,124,522	11,290,827	3,651,936	2,009,337	209,600
SOVEL S.A	Other	2,602,335	32,400	2,098,568	13,743	-
SIDENOR S.A.	Other	2,358,395	21,364	2,043,621	12,512	-
HALCOR S.A	Other	388,228	193,938	529,330	75,969	-
CPW AMERICA CO	Other	322,329	-	105,777	62	-
FULGOR S.A.	Other	204,683	66,379	448,897	-	-
ERGOSTEEL S.A	Other	68,589	376,714	-	122,671	-
ETIL S.A	Other	11,512	311,875	-	41,869	-
TEKA SYSTEMS S.A	Other	-	6,149,893	-	2,085,153	-
LESCO EOOD	Other	-	771,513	-	40,286	-
ICME ECAB	Other	-	415,695	241	19,950	-
Other entities	Other	3,687,982	1,872,899	282,708	293,869	2,756
Total other		9,644,053	10,212,670	5,509,142	2,706,084	2,756
GRAND TOTAL		185,050,077	51,268,576	54,811,710	15,079,479	378,014

(*) Subsidiary of TERPOMETAL AG Group

Company, 2013 amounts in €						
Entities	Relation	Sales	Purchases	Receivables	Payables	Dividend income
ETEM S.A.	Subsidiary	6,761,153	1,593,355	4,231,523	-	-
ETEM BG	Subsidiary	18,301,290	5,449,613	6,253,216	11,586	-
ETEM S.C.G d.o.o	Subsidiary	76,951	8,404	-	-	-
VIEXAL S.A.	Subsidiary	-	1,756,656	-	94,409	-
VIOMAL S.A.	Subsidiary	5,138,852	57,229	3,017,955	-	-
ELVAL COLOUR S.A.	Subsidiary	8,323,265	22,892,170	-	7,170,363	-
CCS S.A.	Subsidiary	1,687,044	-	1,160,167	-	-
ETEM Commercial S.A.	Subsidiary	360	-	1,838	(10,000)	-
STEELMET ROMANIA S.A	Subsidiary	849,512	132,416	41,000	45,449	-
BRIDGNORTH ALUMINIUM Ltd	Subsidiary	93,994	186,400	60,000	-	1,166,395
SYMETAL S.A.	Subsidiary	100,391,531	11,444,390	1,616,540	21,553	-
ANOXAL S.A.	Subsidiary	158,174	5,579,779	-	672,546	-
ALURAME Spa	Subsidiary	211,996	444,770	73,390	27,688	-
Total subsidiaries		141,994,122	49,545,182	16,455,629	8,033,594	1,166,395
ELKEME S.A.	Associate	-	402,194	-	205,410	-
AFSEL S.A.	Associate	5,160	837,502	-	317,468	139,500
ANAMET S.A.	Associate	242,744	2,602,827	16,422	96,199	-
TEPROMETAL AG	Associate	10,392,817	2,165,651	1,972,485	598,111	-
MKC GMBH (*)	Associate	1,204,638	-	147,740	-	-
BASE METAL TICARET (*)	Associate	158,653	435,885	-	94,640	-
STEELMET S.A.	Associate	-	2,312,013	-	324,001	75,200
METAL AGENCIES Ltd	Associate	2,043,985	110,915	505,813	100,930	-
DIAPEM COMMERCIALS S.A.	Associate	1,550	1,847	2,810	157,473	-
Total associates		14,049,547	8,868,834	2,645,270	1,894,232	214,700
GENECOS S.A.	Other	1,826,212	477,173	756,319	73,448	-
HALCOR S.A.	Other	358,207	137,714	1,034,428	-	-
ERGOSTEEL S.A.	Other	120,830	550,155	-	83,374	-
HELLENIC CABLES S.A.	Other	336,045	7,881,666	-	64,447	-
LESCO EOOD	Other	-	549,935	-	55,365	-
TEKA SYSTEMS S.A.	Other	-	5,314,229	-	2,609,861	-
Other entities	Other	703,331	1,520,830	682,046	434,337	-
Total other		3,344,625	16,431,702	2,472,793	3,320,832	-
GRAND TOTAL		159,388,294	74,845,718	21,573,692	13,248,658	1,381,095

(*) Subsidiary of TERPOMETAL AG Group

Benefits to Key Management Personnel	GROUP		COMPANY	
	31/12/2014	31/12/2013	31/12/2014	31/12/2013
Amounts in €				
Fees - benefits to the members of the Board of Directors and executives	3,943,880	4,210,633	2,225,929	1,998,987

A summary of ELVAL Group transactions with related parties is the following:

Group – 2014 amounts in €				
Entities	Sales	Purchases	Receivables	Payables
ANAMET S.A	508,282	3,992,411	185,916	178,189
TEPROMETALL AG	20,509,510	2,962,685	4,166,886	758,689
MKC GMBH	1,171,570	28,973	225,830	14,697
BASE METAL TICARET	2,424,578	675,112	3,175	136,369
STEELMET S.A	88,798	3,256,553	17,901	380,493
METAL AGENCIES LTD	16,964,812	378,876	2,447,812	355,643
SOFIA MED	221,896	4,533,790	178,524	1,260,094
CPW AMERICA CO	340,314	-	105,777	62
ICME ECAB	4,374,789	703,055	2,340,550	42,990
HALCOR S.A	1,263,609	6,972,352	827,256	1,257,623
HELLENIC CABLES S.A	541,504	690,698	88,015	353,148
SIDENOR S.A	2,765,215	21,364	2,087,915	12,512
TEKA SYSTEMS S.A	34,136	6,910,553	217	2,208,179
FULGOR S.A.	465,679	4,048,687	459,087	12,544
SOVEL S.A.	2,736,475	32,400	2,131,857	13,743
LESCO EOOD	-	970,256	-	100,416
CORINTH PIPEWORKS S.A.	424,000	7,769	50,023	9,556
Other entities	4,582,919	5,136,191	451,693	1,490,251
Grand total	59,418,086	41,321,725	15,768,434	8,585,198

Group – 2013 amounts - in €				
Entities	Sales	Purchases	Receivables	Payables
ANAMET S.A	400,096	2,602,827	51,410	96,199
TEPROMETALL AG	17,425,446	2,745,154	3,309,850	981,743
MKC GMBH	1,210,171	23,255	148,265	24,277
BASE METAL TICARET	601,193	645,766	19,881	151,104
STEELMET S.A	57,944	3,165,759	12,768	638,044
GENECOS S.A	1,829,608	537,457	757,006	121,434
METAL AGENCIES LTD	13,835,841	413,303	3,238,217	424,670
SOFIA MED	238,350	5,497,623	441,600	82,575
ICME ECAB	213,552	460,831	52,743	56,827
STEELMET CYPRUS LTD	1,720,351	301,988	1,627,332	22,413
HALCOR S.A	1,363,718	6,151,961	1,290,693	18,381
HELLENIC CABLES S.A	786,483	8,302,411	52,959	306,105
SIDENOR S.A	58,364	20,667	31,851	1,524
TEKA SYSTEMS S.A	21,916	5,797,951	1,299	3,109,225
Other entities	2,366,563	7,022,085	1,018,013	1,747,960
Grand total	42,129,596	43,689,038	12,053,890	7,782,481

4. Main risks and uncertainties

The Group's risk management policies are applied in order to identify and analyse the risks facing the Group, set risk-taking limits and apply relevant control systems. The risk management policies and relevant systems are re-examined occasionally so as to take into account any changes in the market and the Group's activities.

Credit Risk

Credit risk is the risk of the Group's loss in cases where a customer or third party in a financial transaction does not fulfil his contractual obligations and is mainly related to trade receivables and securities investments.

(a) Trade and other receivables

Group exposure to credit risk is primarily affected by the features of each customer. The demographic data of the Group's clientele, including payment default risk characterising the specific market and the country in which customers are active, affect the credit risk less since no geographical concentration of credit risk has been noted.

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

While monitoring the credit risk of customers, the latter are grouped according to their credit characteristics, the maturity characteristics of their receivables and any past problems of receivability they have demonstrated. Trade and other receivables include mainly wholesale customers of the Group. Any customers characterised as being "high risk" are included in a special list of customers and future payments must be received in advance and approved by the Board of Directors. Depending on the background of the customer and its status, the Group demands real or other security (e.g. letters of guarantee) in order to secure its receivables, if possible.

The Group makes impairment provisions which reflect its assessment of losses from customers, other receivables and investments in securities. This provision mainly consists of impairment losses of specific receivables estimated based on given circumstances that may materialize though have not been finalized yet.

(b) Investments

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

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

(c) Guarantees

The Group's policy requires that no financial guarantees are provided. By way of exception, however, such guarantees can be provided only to subsidiaries and affiliates based on a resolution passed by the Board of Directors.

Liquidity risk

Liquidity risk is the Group's inability to honour its financial obligations when they mature. The approach adopted by the Group in order to manage liquidity is to ensure, by adequate fiscal management and sufficient credit limits from cooperating banks, that it will always have satisfactory levels of liquidity to meet its obligations when they mature, under ordinary or more difficult conditions, without there being unacceptable losses or its reputation being jeopardised.

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

Market Risk

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

The Group enters transactions involving derivative financial instruments in order to counterbalance some of the risks arising from market conditions.

(a) Fluctuation risk of metal prices (aluminium)

The Group bases both its purchases and sales on stock market prices / indexes for the price of aluminium used and contained in its products. The risk from metal price fluctuation is covered by hedging instruments (futures on London Metal Exchange-LME). The Group, however, does not use hedging instruments for the entire stock of its operation and, as a result, any drop in metal prices may have a negative effect on its results through inventory impairment.

(b) Exchange rate risk

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

Over time, the Group counterbalances the greatest part of its estimated exposure to foreign currencies in relation to the anticipated sales and purchases as well as receivables and liabilities in foreign currency. In most of the cases, the Group signs foreign currency forward contracts with its foreign counterparties in order to hedge the risk of foreign exchange rate fluctuations, which expire normally in less than one year from the balance sheet date. When deemed necessary, these contracts are renewed upon expiry. Per case, the foreign exchange risk may be covered by taking out loans in respective currencies.

Loan interest is denominated in the same currency as cash flow, which arises from the Group's operating activities and is mainly Euro.

The Group's investments in other subsidiaries are not hedged because these exchange positions are considered as long-term.

(c) Interest rate risk

The Group finances its investments and its needs for working capital from bank and bond loans resulting in interest charges affecting its results. Rising interest rates will have a negative impact as the Group's borrowing costs will increase.

Interest rate risk is mitigated since part of the Group's borrowing is set at fixed rates either directly or using financial instruments (interest rate swaps).

Risk of macroeconomic and operating environment in Greece

During 2015, the continuous discussions at national and international level as to re-evaluation of the terms of Greece's finance program, have retained the macroeconomic and financial environment in the country volatile.

The return to economic stability depends largely on the actions and decisions of institutions in the country and abroad.

However, taking into account the nature of business of Group, as export for the most part, as well as the sound financial condition of both Company and the Group, any negative developments are not expected to significantly affect its normal operation. Nevertheless, Group's top management continuously evaluates the situation in Greece and its potential consequences so as to ensure that all necessary and possible measures and actions to minimize any impact on Company and Group's activity are taken in time.

Capital management

The Group's policy is to maintain a strong capital base to ensure investor, creditor and market trust in the Group and to allow Group activities to expand in the future. The Board of Directors monitors the return on capital which is defined by the Group as net results divided by total equity, save non-controlling interests. The Board of Directors also monitors the level of dividends distributed to holders of common shares.

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

The Group does not have a specific plan for own shares purchase. There have not been made any changes in Group's approach according to the Capital management.

5. Outlook and development

Within the conditions of uncertainty that prevail in Greece, the challenge is to strengthen further the Group's figures with extrovert destination. While aiming at this target, extensive investment programs take place continuously that seek to increase the production capacity of all production units, the production of improved products for specialized solution and the reduction of the production cost. For the year 2015, the prospects regarding the sales volume are positive for the utilization of the production capacity of the Group's plants.

Apart from the investments on production, continuous efforts are made for the Group's restructuring, aiming at offering complete solutions to the customers, especially in the sector of architectural applications. In this framework, after the absorption of ETEM, efforts are made to strengthen the extrusion sector in order to stabilize and recover.

6. Corporate Governance Statement

1. Code of Corporate Governance

The Company has adopted the practices of Corporate Governance as for its management and operation, as these are specified under the applicable institutional framework and the Hellenic Corporate Governance Code (HCGC), (hereinafter the “Code”) which is available on the website:

http://www.helex.gr/documents/10180/2227277/HCGC_GR_20131022.pdf/e8e7b6da-6dd0-4c30-90e9-79fe9ca8383d

In the context of preparation of the Annual Report of the Board of Directors, the Company reviewed the Code. Based on this review, the Company concluded that it applies the special practices for listed companies which are set out and described in the Code, with the exception of the following practices for which the respective explanations are listed below:

- **Part A.II (2.2, 2.3): Size and composition of the Board.** The Board of Directors consists in its majority of executive members. The number of the non-executive members of the current Board of Directors is 5 against 6 executive members. The independent non-executive members of the current Board of Directors are two (2) out of eleven (11) and, therefore, their number is less than the one third of all its members, as indicated in the Code. Under the current circumstances, it was deemed that the increase in the number of independent members would not improve the company's effective operation.
- **Part A.V (5.4-5.8): Nomination of Board members.** There was no committee to nominate members until the time this Statement was drafted for the same reasons as above.
- **Part A.VII (7.1–7.3): Evaluation of Board of Directors and its Committees.** Until the time this Statement was drafted, the Company had not chosen any specific collective method to evaluate the effectiveness of the Board of Directors and its Committees.
- **Part B.I (1.4): Establishment of Audit Committee.** Audit committee consists of non-executive members exclusively but at their majority they are not independent. This choice was made in order to attain, via the persons making up the Committee, the know-how required for its adequate function.
- **Part C.I (1.6-1.9): Level and structure of remuneration.** Until the time this Statement was drafted, there was no Remuneration Committee. The issue will be soon reviewed.

The established task group from the Management, with the mission to study and overview all the necessary actions needed in order to be found all the necessary committees provided for in the Code is in the process of evaluation and in a short period of time, will express its opinion for the adoption, with or without deviation, of the above practices.

The Company does not implement any other Corporate Governance practices than the special practices of the Code and the provisions of the Law 3873/2010.

2. Main characteristics of the Internal Control and Risk Management Systems in relation to the preparation of the Financial Statements and financial reports.

i. Description of main characteristics and details of the Internal Control and Risk Management Systems in relation to the preparation of the consolidated financial statements.

The Internal Control System of the Company covers the control procedures involving the operation of the Company, its compliance with the requirements of supervisory authorities, risk management and preparation of financial reports.

The Internal Audit Department controls the proper implementation of each procedure and internal control system regardless of their accounting or non-accounting content and evaluates the enterprise by reviewing its activities, acting as a service to the Management.

The Internal Control System aims, among others, to secure the thoroughness and reliability of the data and information required for the accurate and timely determination of the Company's financial situation and the generation of reliable financial statements.

As regards the preparation of financial statements, the Company reports that the financial reporting system of "ELVAL S.A - Hellenic Aluminium Industry" uses an accounting system that is adequate for reporting to Management and external users. The financial statements and other analyses reported to Management on a quarterly basis are prepared on an individual and consolidated basis in compliance with the International Financial Reporting Standards, as adopted by the European Union for reporting purposes to Management, and also for the purpose of publication in line with the applicable regulations and on a quarterly basis. Both administrative information and financial reports to be published include all the necessary details about an updated internal control system including analyses of sales, cost/expenses and operating profits as well as other data and indexes. All reports to Management include the data of the current period compared to the respective data of the budget, as the latter has been approved by the Board of Directors, and to the data of the respective period of the year before the report.

All published interim and annual financial statements include all necessary information and disclosures about the financial statements, in compliance with the International Financial Reporting Standards, as adopted by the European Union, reviewed by the Audit Committee and respectively approved in their entirety by the Board of Directors.

Controls are implemented with respect to: a) risk identification and evaluation as for the reliability of financial statements; b) administrative planning and monitoring of financial figures; c) fraud prevention and disclosure; d) roles and powers of executives; e) year closing procedure including consolidation (e.g. recorded procedures, access, approvals, agreements, etc.) and f) safeguarding the data provided by information systems.

The internal reports to Management and the reports required under Codified Law 2190/1920 and by the supervisory authorities are prepared by the Financial Services Division, which is staffed with adequate and experienced executives to this effect. Management takes steps to ensure that these executives are adequately updated about any changes in accounting and tax issues concerning both the Company and the Group.

The Company has established separate procedures as to how to collect the necessary data from the subsidiary companies, and secures the reconciliation of individual transactions and the implementation of the same accounting principles by the aforementioned companies.

ii. Annual evaluation of corporate strategy, main business risks and Internal Control Systems.

The Company's Board of Directors states that it has examined the main business risks facing the Group as well as the Internal Control Systems. On an annual basis, the Board of Directors reviews the corporate strategy, main business risks and Internal Control Systems.

iii. Provision of non-audit services to the Company by its legal auditors and evaluation of the effect this fact may have on the objectivity and effectiveness of mandatory audit, taking also into consideration the provisions of Law 3693/2008.

The statutory auditors of the Company for the fiscal year 2014, i.e. "KPMG Certified Auditors A.E.", who have been elected by the Ordinary General Meeting of the Company's Shareholders on 27 May 2014, do not provide non-audit services to the Company and its subsidiaries apart from those prescribed under law.

3. Public takeover offers - Information

- There are no binding takeover bids and/or rules of mandatory assignment and mandatory takeover of the Company's shares or any statutory provision on takeover.
- There are no third-party public offers to take over the Company's share capital during the last and current year.
- In case the Company takes part in such a procedure, this will take place in accordance to applicable laws.

4. General Meeting of the Shareholders and rights of shareholders

The General Meeting is convened and operates in compliance with the provisions of the Articles of Association and the relevant provisions of Law 2190/1920, as amended and in force today. The Company makes the necessary publications in line with the provisions of Law 3884/2010 and generally takes all steps required for the timely and thorough information of shareholders in regard to the exercise of their rights. The latter is ensured by publishing the invitations to General Meetings and uploading them on the Company's website, the text of which contains a detailed description of shareholders rights and how these can be exercised.

5. Composition and operation of the Board of Directors, the Supervisory Bodies and the Committees of the Company

Roles and responsibilities of the Board of Directors

The Company's Board of Directors is responsible for the long-term strategy and operational goals of the Company and generally for the control and decision-making within the framework of the provisions of Codified Law 2190/1920 and the Articles of Association, and for compliance with corporate governance principles.

The Board of Directors convenes at the necessary intervals so as to perform its duties effectively.

The role and responsibilities of the Board of Directors are summed up as follows:

- Supervision and monitoring of Company operations as well as control of attainment of business goals and long-term plans;
- Formulation and specification of Company core values and objectives;
- Securing the alignment of the adopted strategy with Company goals.
- The Board of Directors ensures that there are no situations of conflict of interests and examines any incidents or cases of deviation from the confidential information policy;
- Ensuring the reliability and approval of the Company's Financial Statements prior to their final approval by the Ordinary General Meeting;
- Securing the execution of its business activity on a daily basis through a special authorization system, while other affairs falling under its scope of responsibility are implemented under special decisions.
- The secretary of the Board of Directors is appointed for each Board of Directors and his main responsibilities are to support the Chairman and the operation of the Board in general.

The existing Board of Directors of the Company consists of 11 members of whom:

- 6 are executive members (Vice-Chairman & 5 Members)
- 3 are non-executive members (Chairman & 2 Members)
- 2 are independent, non-executive members (Other Members)

The current Board of Directors of ELVAL S.A-Hellenic Aluminium Industry consists of the following:

- Lidorikis Miltiadis, non-executive member, Chairman
- Kyriakopoulos Dimitrios, Vice Chairman - executive member
- Katsaros Konstantinos, executive member
- Koudounis Nikolaos, executive member
- Stasinopoulos Michael, executive member
- Varouchas Lambros, executive member
- Kyriazis Andreas, independent non-executive member
- Bakouris Konstantinos, non-executive member
- Voloudakis Stavros, executive member
- Kouklelis Konstantinos, non-executive member
- Decoster Gerard, independent non-executive member

The members of the Board are elected for a one-year term by the General Meeting of the Shareholders.

The existing Board of Directors of the Company was originally elected by the Ordinary General Shareholders Meeting on 27 May 2014 while its present composition was formed after non-executive member Abraham's Megir death and replacement from Mr. Stavros Voloudakis in 29 October 2014. The replacement approved in the Extraordinary General Shareholders Meeting on 28 November 2014. Its term of office shall expire the day of the Ordinary General Assembly meeting of the current year 2015.

The Board of Directors met 97 times during 2014 with 10 of its 11 members attending in person.

Brief curriculum vitae of the Board members follow.

Lidorikis Miltiadis: Mr. Lidorikis is Chairman of the Company's Board of Directors. He is a graduate of Law School of Athens University. He has served as Director of the Hellenic Development Bank (ETVA), General Manager of the National Organization of Greek Handicraft (EOEX), Vice-chairman of the Hellenic Society of Business Administration (EEDE), Chairman of the Hellenic Society of Public Relations, Managing Director of "Hellenic Exports", a subsidiary of ETVA and General Manager of "XENIA S.A", a subsidiary of the Greek National Tourism Organization. He has also been a Board member of the Aluminium Association of Greece.

Kyriakopoulos Dimitrios: Mr. Kyriakopoulos studied Business Administration in Athens University of Economics and Business and has a degree in Business studies from the City of London College and in Marketing from the British Institute of Marketing. He started his professional career in Procter and Gamble and in 1975 he started his long association with Warner Lambert assuming management posts. In 1983, after spending 2 years at the principal establishment of Warner Lambert in the USA as Europe Consumer Products Manager, he assumed the post of Chairman, Managing Director and General Manager of the company in Greece. Since 1985, he assumed parallel duties, at first as Regional Director of Middle East/ Africa and further as Regional President of consumer products for Italy, France and Germany. During 2000-2003 he was President of ADAMS (Confectionery Division of Pfizer) for Europe/ Middle East/ Africa. In 2004 he assumed the post of deputy managing director of KAE S.A. In 2006, he became vice-chairman of non-ferrous metals of STEELMET S.A and as of June 2007 he is the Vice-chairman of ELVAL S.A.

Katsaros Konstantinos: Mr. Katsaros is a graduate mechanical-electrical engineer of the National Technical University of Athens; aircraft constructor/ engineer of Ecole Nationale Supérieure d' Aeronautique (Paris) and holds a PhD in Engineering of Paris University. He has been working for ELVAL since 1974 and deals mainly with the Company's international development. In the past, he had worked for 6 six years for Pechiney in France. He is a member of the Board of Directors of many Group companies; chairman and vice-chairman of the Aluminium Association of Greece and currently he is a Board of Directors' member of the European Aluminium Association.

Koudounis Nikolaos: Mr. Koudounis is a graduate of Athens University of Economics and Business. He has been working for VIOHALCO Group since 1968 and he has been the Chief Financial Officer of ELVAL S.A (1983), General Manager of ELVAL S.A (2000) and Managing Director of FITCO S.A (2004). He already participates as an executive director in the Boards of ELVAL S.A, HALCOR S.A, DIA.VI.PE.THI.V S.A (Chairman of BoD), FITCO S.A (Chairman of BoD) and other Group companies. He is also the Chairman of the Board of Mainland Greece Association of Industries.

Stasinopoulos Michael: Mr. Stassinopoulos holds a master degree from the London School of Economics and also a degree in Management Sciences and a master degree in Shipping, Trade and Finance from The City University. He serves as a member of the executive committee of

Viohalco Hellenic since 1995 and is a member of the board of Elval Hellenic Aluminium Industry SA. In the past, Mr. Stassinopoulos served as a member of the board of the Federation of Greek Industries and the Greek-Japanese Chamber of Commerce

Varouchas Lambros: Mr. Varouchas is a Mechanical - Electrical Engineer, graduate of the National Technical University of Athens; he has been working for the Group since 1969. In ELVAL he has served as Plant Manager while, from 1983 to 2004, he had the position of the Technical Manager with main responsibility the design and implementation of ELVAL's strategic investment program. From 2005 he holds the position of the General Manager in ELVAL S.A.. He is member of Board of Directors and responsible in technical issues of subsidiary Bridgnorth Aluminium Ltd.

Kyriazis Andreas: Mr. Kyriazis is a graduate of the Chemistry Department of Physics and Mathematics School of Athens University. He has served as Chairman of the Central Union of Greek Chambers, the Union of Balkan Chambers, the Chamber of Commerce and Industry of Athens, the Hellenic Productivity Centre, the Hellenic Society of Business Administration, and the Association of Timber Industry. He has also served as Vice-chairman of the Union of the European Chamber of Commerce and Industry and General Secretary of the Union of Greek Chemists.

Bakouris Konstantinos: Mr. Konstantinos Bakouris is member on the Board of ELVAL and HALCOR. Mr. Bakouris has been the Chairman of Corinth Pipeworks since 2005. He started his career in 1968 in ESSO PAPPAS. Two years later he became Financial Manager of UNION CARBIDE in Athens and six years later he became Managing Director. In 1985 he assumed the responsibility for the company's consumer products as Europe Vice-chairman. In 1986 he was elected Chairman of RALSTON PURINA for Europe. In 1998 he returned to Greece as Managing Director of the Olympic Games Organizational Committee "Athens 2004". From 2001 to 2002 he was the Chairman of the Hellenic Centre for Investment (EKE). From 2004 to 2008 he also served as Chairman of NET MED N.V., the parent company of NOVA subscribers' television. He is Chairman of International Transparency Hellas and Chairman of the Greek-Russian Business Council. He has a MBA from DE PAUL University in Chicago.

Voloudakis Stavros: Mr. Voloudakis is a Production and Management Engineer with an MSc in Artificial Intelligence (UGA), while he holds the position of Deputy General Manager in the Administrative - Financial Sector of ELVAL S.A.. He has been working for the Group since 2003.

Kouklelis Konstantinos: Mr. Kouklelis is Energy Manager of VIOHALCO Group and Chairman of the Union of Industrial Energy Consumers (EVIKEN). Since 2001 he has assumed various management posts in VIOHALCO Group. From 1980 to 2000 he was the Chief Financial Officer of ALUMINIUM DE GRECE and from 1976 to 1980 he was a top financial executive of ESSO PAPPAS. He is a member on the Board of the Hellenic Federation of Enterprises (SEV) Council for Sustainable Development and the Union of Listed companies (ENEISET). For several of years he has served as a Board member of SEV and as a Board member of the Foundation for Economic and Industrial Research (IOBE). He is an economist and has graduated from Geneva University. He has an MBA from the University of Chicago.

Decoster Gerard: Mr. Decoster is an economist and has been Chairman of the Board of Directors of ALUMINIUM DE GRECE from 1978 to 1988.

Audit Committee

i. Description of the composition, operation, work, responsibilities and of the issues discussed during Committee meetings

The Audit Committee, which is elected and operates according to Law 3693/2008 (Article 37), consists of three non-executive members of the Board of Directors, one of which is independent, and his main task, in the context of the obligations described by the above law, is to support the Company's Board of Directors to fulfil its mission to safeguard the effectiveness of accounting and financial systems, audit mechanisms, business risk management systems, assure compliance with the legal and regulatory framework, and effectively implement Corporate Governance principles.

More specifically, the Audit Committee has the following responsibilities:

- To examine the effectiveness of all Management levels in relation to the safeguarding of the resources they manage and their compliance with the Company's established policy and procedures;
- To evaluate the procedures and data in terms of adequacy as for the attainment of objectives and assess the policy and the programme concerning the activity under review;
- To control periodically the various functions of different divisions or departments so as to ensure that their various functions are carried out regularly, comply with Management instructions, Company policy and procedures, and that they abide by Company objectives and standards of management practice;
- To review internal audit reports and specifically:
 - to evaluate the adequacy of their scope;
 - to confirm the accuracy of reports;
 - to examine the adequacy of documentation of the results.

The Audit Committee receives the following reports on audit activity:

- Extraordinary reports
- Quarterly financial audit reports
- Ordinary annual audit reports
- Corporate Governance Reports

The Audit Committee examines and ensures the independence of the Company's external auditors and takes cognisance of their findings and the Audit Reports on the annual or interim financial statements of the Company. At the same time, it recommends corrective actions and procedures so as to deal with any findings or failures in areas of financial reports or other important functions of the Company.

According to its Operation Regulation, the Audit Committee consists of one independent and non-executive member of the Board of Directors and two non-executive members who have the necessary knowledge and experience for the Committee's work.

The existing Audit Committee consists of the following persons:

Members: Kyriazis Andreas: independent non-executive member of the Board.
Bakouris Konstantinos: non-executive member of the Board
Kouklelis Konstantinos: non-executive member of the Board

ii. Number of Committee meetings and frequency of each member's participation in meetings

The Audit Committee met 4 times during 2014 having full quorum but was not attended by the statutory auditors as prescribed under the Code.

iii. Evaluation of effectiveness and performance of the Committee

Until the time this Statement was drafted, no special procedures had been established to evaluate the effectiveness of the Audit Committee. Company Management will establish such procedures in the future.

7. Explanatory Report of the Board of Directors to the Ordinary General Meeting of Shareholders (par. 7 & 8, art. 4 of Law 3556/2007)

a) Structure of Share Capital

The share capital of the Company amounts to EUR 40,179,924 and is divided into 125,562,262 ordinary unregistered shares with a nominal value of EUR 0.32 each. All shares are listed and traded in the large-cap equities market of Athens Stock Exchange. The shares of the Company are dematerialized, unregistered and have voting rights.

Pursuant to the Company's Articles of Association, the rights and obligations of shareholders are as follows:

- Right on dividend from the annual profits of the Company. Dividend per share is paid to its holder within two (2) months from the date the General Meeting having approved the financial statements was held. The right to dividend collection is deleted following five (5) years from the end of the year during which its distribution was approved by the General Meeting.
- Pre-emption right to each rise in share capital and subscription for new shares
- Right to participate in the General Meeting of shareholders
- The attribute of shareholder automatically signifies that the latter accepts the Company's Articles of Association and the decisions made by its bodies provided they are in line with such Articles and Law.
- The shares of the Company are indivisible and the Company acknowledges only a single owner of each share. All co-owners of a share by entirety as well as those having the usufruct or bare ownership thereof shall be represented at the General Meeting by a single person appointed by the same following agreement. In case of disagreement, the share of the foregoing persons shall not be represented.
- The liability of shareholders shall be limited to the nominal capital of each share.

b) Restrictions on the transfer of Company shares

Shares of the Company shall be transferred as per legal stipulations and the Articles of Association lay no restrictions whatsoever on the transfer thereof.

c) Significant direct or indirect holdings within the meaning of art. 9 and 10 of Law 3556/2007

On 31/12/2014, the significant (over 5%) holdings are established as follows:

- VIOHALCO S.A/NV: percentage of 72.67% of the voting rights and 72.67% of the share capital

d) Shares providing special audit rights

There are no shares of the Company providing their holders with special audit rights.

e) Restrictions on voting right

The Company's Articles of Association do not lay down any restrictions on the voting rights arising from its shares. The rules of the Company's Articles of Association regulating voting issues are set forth in Article 24.

f) Agreements between Shareholders of the Company

The Company has not been notified of any agreements between its shareholders that may entail restrictions on the transfer of its shares or on the exercise of the voting rights arising from its shares.

g) Rules applying to the appointment and replacement of BoD members and amendment of the Articles of Association

The rules stipulated by the Company's Articles of Association as regards the appointment and replacement of members of the Board of Directors and to amendments thereof do not differ from the stipulations of Codified Law 2190/1920.

h) Competence of the BoD to issue new shares or purchase own shares

- Article 6(1) of the Company's Articles of Association stipulates that only the General Meeting of shareholders held with a two-thirds (2/3) quorum of the paid-up share capital shall be entitled to increase the Company's share capital through the issue of new shares by way of decision made by a 2/3 majority of the represented votes.
- The Company's Articles of Association do not stipulate the assignment of any rights falling under the competence of the General Meeting with respect to the issue of shares and share capital increase to the BoD or certain members of the latter.
- The Board of Directors shall purchase own shares in the context of a decision made by the General Meeting pursuant to Article 16 of Codified Law 2190/1920.

i) Important agreements put into effect, amended or expiring in the case of change of control following public offer

The agreements of joint bonded loans issue of both the Company and the consolidated companies, which were fully taken over by Banks have a total balance equal to € 157.1 million on 31/12/2014 (Company: € 145.9 million) include a clause on the change of control which provides the bond-holders with the right of early termination.

There are no other agreements that are put into effect, amended or expiring in case the control of the Company changes.

j) Agreements with members of the Board of Directors or personnel of the Company

There are no agreements concluded between the Company and members of its BoD or its personnel that stipulate the payment of indemnity especially in the case of resignation or dismissal without any well-founded reasons or termination of their tenure or employment.

8. Information of article 10 Law 3401/2005

The information under Article 10 of Law 3401/2005 for the year 2014 as published and made available to the public through the Company website (www.elval.gr) are presented in the table below:

No	Date	Category	Description	Place in Company's web site
1	08/01/2014	Announcement	Decisions of extraordinary General Meeting of 8.1.2014	www.elval.gr \ Investor relations\ News – Announcements\ Announcements\ 2014
2	20/03/2014	Announcement	ELVAL announces new investment by its Bridgnorth Aluminium subsidiary in the U.K.	--/
3	20/03/2014	Announcement	Synopsis of draft merger agreement ELVAL - ELVAL COLOUR	--/
4	26/03/2014	Announcement	Financial calendar 2014	--/
5	27/03/2014	Announcement	Financial results for the year 2013	--/
6	27/03/2014	Financial Statements	FY 2013 Financial Report	www.elval.gr \ Investor relations\ Financial Statements\ 2013
7	27/03/2014	Financial Statements	Summarised Financial Data & Information 12M 2013	--/
8	08/04/2014	Announcement	Announcement of Merger Through Absorption	www.elval.gr \ Investor relations\ News – Announcements\ Announcements\ 2014
9	10/04/2014	Announcement	Change of Financial Calendar 2014	--/
10	06/05/2014	Announcement	Notice of Ordinary General Shareholder's Meeting	--/
11	21/05/2014	Press release	Financial results on 1st Q 2014	--/
12	21/05/2014	Financial Statements	Interim Condensed financial statements 3M 2014	www.elval.gr \ Investor relations\ Financial Statements\ 2014
13	21/05/2014	Financial Statements	Summarised Financial Data & Information 3M 2014	--/
14	26/05/2014	Announcement	Modification of Company's object of its by-laws during annual shareholders meeting on 27 May 2014	www.elval.gr \ Investor relations\ News – Announcements\ Announcements\ 2014
15	27/05/2014	Announcement	Resolutions of the Annual General Shareholders Meeting 27/5/2014	--/
16	27/05/2014	Press release	Press Release of the Annual General Shareholders Meeting	--/
17	28/05/2014	Announcement	Expansion of Company's Object	--/
18	28/05/2014	Announcement	Announcement of Distribution of Tax-Free Reserves	--/
19	28/05/2014	Announcement	New Board of Directors	--/
20	30/05/2014	Announcement	Completion of Absorption of ELVAL COLOUR S.A from ELVAL S.A	--/
21	12/06/2014	Announcement	ELVAL S.A. and subsidiary ETEM S.A. merger	--/
22	20/06/2014	Announcement	Announcement	--/
23	15/07/2014	Announcement	Tax Certificate for the Fiscal Year 2013	--/
24	28/08/2014	Press release	Financial results for the 1st half of 2014	--/
25	28/08/2014	Financial Statements	6M 2014 Financial Report	www.elval.gr \ Investor relations\ Financial Statements\ 2014
26	28/08/2014	Financial Statements	Summarised Financial Data & Information 6M 2014	--/
27	29/08/2014	Announcement	ELVAL S.A. and subsidiary ETEM S.A. merger	www.elval.gr \ Investor relations\ News – Announcements\ Announcements\ 2014
28	25/09/2014	Announcement	Announcement on the Merger Procedure	--/
29	02/10/2014	Press release	ELVAL S.A. and subsidiary ETEM S.A. Merger	--/
30	23/10/2014	Announcement	ELVAL S.A. and subsidiary ETEM S.A. Merger	--/
31	30/10/2014	Announcement	Notification of Change of Composition of the Board of Directors	--/
32	31/10/2014	Announcement	Notice of Extraordinary General Shareholders' Meeting	--/
33	20/11/2014	Announcement	Modification of Art 5 of Company's Statute during the extraordinary Shareholders Meeting of 24 Nov.	--/
34	24/11/2014	Announcement	Resolutions of extraordinary Shareholders Meeting 24.11.2014	--/
35	24/11/2014	Press release	Press release extraordinary Shareholders Meeting 24.11.2014	--/
36	26/11/2014	Press release	Financial results for the 9 months of 2014	--/
37	26/11/2014	Financial Statements	Interim Condensed financial statements 9M 2014	www.elval.gr \ Investor relations\ Financial Statements\ 2014
38	26/11/2014	Financial Statements	Summarised Financial Data & Information 9M 2014	--/
39	01/12/2014	Announcement	Increase in Share Capital through Increase in the Share's Nominal Value and Listing of New Shares	www.elval.gr \ Investor relations\ News – Announcements\ Announcements\ 2014

40	05/12/2014	Announcement	Amount of Share Capital and Number of Shares and Voting Rights According to L. 3556/2007	-/-
41	16/12/2014	Announcement	Participation in the Share Capital Increase of the Company GENECOS S.A.	-/-
* Financial Statements of Group subsidiaries can be found in Company's website www.elval.gr \ Investors Relations\ Financial Results\ Financial Statements of subsidiaries.				

Following the aforementioned, dear Shareholders, we kindly request you approve the Company's and the Group's Financial Statements and this report for the year from 1 January to 31 December 2014 and deliberate on the other issues set by the General Meeting.

Athens, 12 March 2015

The Chairman of the B.o.D.

MILTADIS LIDORIKIS

Independent Auditors' Report
(Translated from the original in Greek)

To the Shareholders of
ELVAL HELLENIC ALUMINIUM INDUSTRY S.A

Report on the Financial Statements

We have audited the accompanying stand-alone and consolidated financial statements of ELVAL HELLENIC ALUMINIUM INDUSTRY SA (the "Company") which comprise the stand-alone and consolidated statement of financial position as of 31 December 2014 and the stand-alone and consolidated statements of income and comprehensive income, changes in equity and cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these stand-alone and consolidated financial statements in accordance with International Financial Reporting Standards as adopted by the European Union, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these stand-alone and consolidated financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the stand-alone and consolidated financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the company's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of stand-alone and consolidated the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the stand-alone and consolidated financial statements give a true and fair view of the financial position of ELVAL HELLENIC ALUMINUM INDUSTRY SA as of 31 December 2014 and of its financial performance and its cash flows for the year then ended, in accordance with International Financial Reporting Standards as adopted by the European Union.

Report on Other Legal and Regulatory Requirements

- (a) The Board of Directors' Report includes a corporate governance statement, which provides the information set by paragraph 3d of article 43a of C.L. 2190/1920.
- (b) We verified that the contents of the Board of Directors' Report are consistent and correspond with the accompanying stand-alone and consolidated financial statements within the scope set by articles 37, 43a and 108 of C.L. 2190/1920.

Athens, 13 March 2015

KPMG Certified Auditors A.E.
AM SOEL 114

KPMG Certified Auditors A.E.
Stratigou Tombra 3
153 42 Aghia Paraskevi
Greece
AM SOEL114

Nick Vouniseas, Certified Auditor Accountant
AM SOEL 18701

Annual Financial Statements (Group and Company)
for the fiscal year 2014
according to International Financial Reporting Standards

The Chairman of the
B.o.D.

**MILTIADIS
LIDORIKIS**
Id.C.No N 032204

A Member of the
B.o.D.

**NIKOLAOS
KOUDOUNIS**
Id.C.No AE 012572

The General Manager

**LAMBROS
VAROUCHAS**
Id.C.No. AB 535203

The Finance
Director

**NIKOLAOS
PSIRAKIS**
Id.C.No T 015643

Reg. No. 9239 CLASS A'

ELVAL
HELLENIC ALUMINIUM INDUSTRY S.A
GE.MI. No 340401000
2-4 Mesogeion Ave., Athens Tower

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I. Statements of financial position

<i>Amounts in Euros</i>	<i>note</i>	GROUP		COMPANY	
		31/12/2014	31/12/2013	31/12/2014	31/12/2013
ASSETS					
Non-current assets					
Property, plant and equipment	9	520,863,425	508,552,668	340,600,301	299,936,047
Intangible assets	10	1,773,712	2,210,404	481,205	674,380
Investment properties	11	7,886,420	1,506,166	7,886,420	-
Investments in subsidiaries	12	-	-	140,893,215	177,035,597
Investments in equity-accounted investees	13	9,415,275	9,937,499	6,150,675	6,016,294
Available-for-sale investments	14	944,980	1,071,542	938,974	868,460
Derivatives	15	886,606	295,219	147,168	-
Trade and other receivables	16	1,657,007	1,768,678	1,480,008	1,390,796
Total non-current assets		543,427,425	525,342,176	498,577,966	485,921,574
Current assets					
Inventories	17	301,376,518	283,887,052	189,690,235	167,822,941
Trade and other receivables	16	205,380,618	175,414,394	160,545,663	97,409,337
Derivatives	15	7,652,247	1,625,765	3,212,674	579,740
Cash on hand and cash equivalents	18	25,787,335	40,963,818	2,776,978	16,279,780
Total current assets		540,196,718	501,891,029	356,225,550	282,091,798
Total assets		1,083,624,143	1,027,233,205	854,803,516	768,013,372
EQUITY					
Capital and reserves attributable to equity holders of the Company					
Share capital	19	40,179,924	37,230,245	40,179,924	37,230,245
Share premium	19	168,212,806	158,760,404	168,212,806	158,760,404
Foreign exchange differences due to consolidation of foreign subsidiaries		266,256	(4,685,372)	-	-
Fair value reserves	21	2,922,545	(872,512)	481,764	(1,110,308)
Other reserves	20	215,602,176	199,208,467	201,618,957	161,588,608
Retained earnings		142,290,010	167,168,106	91,918,963	163,545,238
Total equity attributable to equity holders of the Company		569,473,717	556,809,338	502,412,414	520,014,187
Non-controlling interests	12	35,528,243	29,489,955	-	-
Total equity		605,001,960	586,299,293	502,412,414	520,014,187
LIABILITIES					
Long-term liabilities					
Loans	22	178,431,718	175,925,875	135,658,750	100,033,989
Derivatives	15	148,149	285,283	10,203	-
Employee benefits	23	11,951,201	9,383,570	10,142,960	6,851,715
Government grants	24	26,009,929	29,247,769	15,207,102	15,568,675
Provisions	25	1,155,476	1,079,525	-	-
Deferred tax liability	27	49,340,684	52,550,692	38,404,239	38,679,419
Total long-term liabilities		267,037,157	268,472,714	199,423,254	161,133,798
Short-term liabilities					
Trade and other payables	26	109,846,760	88,142,484	89,521,165	61,001,947
Income tax payable	27	3,159,604	8,474,240	635,000	3,493,281
Loans	22	94,909,138	72,846,706	60,302,604	20,308,864
Derivatives	15	3,362,283	2,555,959	2,459,079	2,061,295
Provisions	25	307,241	441,809	50,000	-
Total short-term liabilities		211,585,026	172,461,198	152,967,848	86,865,387
Total liabilities		478,622,183	440,933,912	352,391,102	247,999,185
Total equity and liabilities		1,083,624,143	1,027,233,205	854,803,516	768,013,372

The notes on pages 10 to 49 constitute an integral part of these financial statements.

II. Income statements

For the year ended 31 December

<i>Amounts in Euros</i>	<i>note</i>	GROUP		COMPANY	
		2014	2013	2014	2013
Sales	7,8	1,060,397,558	1,008,502,309	724,861,094	653,613,828
Cost of sales	28	(975,964,783)	(926,361,222)	(687,707,447)	(623,796,484)
Gross profit		84,432,775	82,141,087	37,153,647	29,817,344
Other operating income	29	8,815,736	8,822,409	6,163,560	5,446,971
Selling and distribution expenses	28	(30,772,683)	(28,331,005)	(6,741,453)	(4,421,181)
Administrative expenses	28	(26,816,874)	(24,544,258)	(14,198,267)	(11,238,966)
Other operating expenses	29	(3,811,936)	(2,152,763)	(312,358)	(102,930)
Operating results before non-recurring items		31,847,018	35,935,470	22,065,129	19,501,238
Impairments of non-financial assets		-	(7,500,000)	-	-
Operating results		31,847,018	28,435,470	22,065,129	19,501,238
Finance income	30	5,841,051	4,719,532	5,665,356	4,434,773
Finance expense	30	(18,735,833)	(17,197,300)	(10,837,691)	(9,690,142)
Income from dividends	30	2,756	-	378,014	1,381,095
Net finance costs		(12,892,026)	(12,477,768)	(4,794,321)	(3,874,274)
Share of profit / (loss) from equity-accounted investees	13	(345,340)	(412,322)	-	-
Profit before tax		18,609,652	15,545,380	17,270,808	15,626,964
Income tax expense	27	(2,911,843)	(18,711,013)	180,671	(11,370,520)
Profit / (loss) for the year		15,697,809	(3,165,633)	17,451,479	4,256,444
Distributed to:					
Equity holders of the Company		17,017,586	365,069	17,451,479	4,256,444
Non-controlling interest		(1,319,777)	(3,530,702)	-	-
		15,697,809	(3,165,633)	17,451,479	4,256,444
Earnings per share attributable to the shareholders of the Company for the period (€ per share)					
Basic & diluted	33	0.137	0.003	0.140	0.034

The notes on pages 10 to 49 constitute an integral part of these financial statements.

III. Statements of comprehensive income

For the year ended 31 December

Amounts in Euros

Profit/(Loss) for the year

Items that will not be transferred to profit or loss in future periods:

Remeasurements of the employee benefit liability

Income tax on other comprehensive income

Items that are or may be reclassified subsequently to profit or loss:

Foreign currency translation differences

Net change in available-for-sale financial assets

Net change in fair value of cash flow hedges

Income tax on other comprehensive income

Other comprehensive income after taxes

Total comprehensive income for the year

Attributable to:

Equity holders of the Company

Non-controlling interests

Total comprehensive income for the year

		GROUP		COMPANY	
	<i>note</i>	2014	2013	2014	2013
Profit/(Loss) for the year		15,697,809	(3,165,633)	17,451,479	4,256,444
<i>Items that will not be transferred to profit or loss in future periods:</i>					
Remeasurements of the employee benefit liability	23	(2,399,112)	4,330,606	(1,943,070)	3,076,258
Income tax on other comprehensive income	27	623,768	(1,125,957)	505,198	(799,827)
<i>Items that are or may be reclassified subsequently to profit or loss:</i>					
Foreign currency translation differences		6,486,799	(1,672,210)	-	-
Net change in available-for-sale financial assets	14	(86,369)	(153,160)	(220,668)	(18,862)
Net change in fair value of cash flow hedges	21	5,824,343	(2,313,634)	2,372,116	(733,012)
Income tax on other comprehensive income	27	(1,330,188)	675,835	(559,376)	240,400
Other comprehensive income after taxes		9,119,241	(258,519)	154,200	1,764,957
Total comprehensive income for the year		24,817,050	(3,424,152)	17,605,679	6,021,401
Attributable to:					
Equity holders of the Company		23,910,849	675,582	17,605,679	6,021,401
Non-controlling interests		906,201	(4,099,734)	-	-
Total comprehensive income for the year		24,817,050	(3,424,152)	17,605,679	6,021,401

The notes on pages 10 to 49 constitute an integral part of these financial statements.

IV. Statements of changes in equity

		Attributable to the equity holders of the Company						Non-controlling interests (note 12)	Total equity
	note	Share capital and share premium (note 19)	Foreign exchange differences due to consolidation	Fair value reserves (note 21)	Other reserves (note 20)	Retained earnings	Total		
<i>Amounts in Euros</i>									
GROUP									
		195,990,649	(3,420,059)	674,697	180,729,883	182,309,485	556,284,655	35,177,433	591,462,088
		Total comprehensive income							
		-	-	-	-	365,069	365,069	(3,530,702)	(3,165,633)
		-	(1,232,960)	(36,397)	-	-	(1,269,357)	(402,854)	(1,672,211)
		-	-	(1,397,473)	-	-	(1,397,473)	(280,144)	(1,677,617)
		-	-	(113,339)	-	-	(113,339)	-	(113,339)
		-	-	-	-	3,090,682	3,090,682	113,966	3,204,648
		-	(1,232,960)	(1,547,209)	-	3,455,751	675,582	(4,099,734)	(3,424,152)
		Transactions with owners							
	12	-	-	-	671,378	(684,044)	(12,666)	(1,188,161)	(1,200,827)
		-	-	-	(105,880)	-	(105,880)	-	(105,880)
		-	-	-	17,913,086	(17,913,086)	-	-	-
		-	(32,353)	-	-	-	(32,353)	(399,583)	(431,936)
		-	(32,353)	-	18,478,584	(18,597,130)	(150,899)	(1,587,744)	(1,738,643)
		195,990,649	(4,685,372)	(872,512)	199,208,467	167,168,106	556,809,338	29,489,955	586,299,293
		195,990,649	(4,685,372)	(872,512)	199,208,467	167,168,106	556,809,338	29,489,955	586,299,293
		Total comprehensive income							
		-	-	-	-	17,017,586	17,017,586	(1,319,777)	15,697,809
		-	4,845,783	31,845	-	-	4,877,628	1,609,170	6,486,798
		-	-	3,827,125	-	-	3,827,125	644,574	4,471,699
		-	-	(63,913)	-	-	(63,913)	-	(63,913)
		-	-	-	-	(1,747,577)	(1,747,577)	(27,766)	(1,775,343)
		-	4,845,783	3,795,057	-	15,270,009	23,910,849	906,201	24,817,050
		Transactions with owners							
	12	12,402,081	105,845	-	5,554,328	(19,380,659)	(1,318,405)	1,281,305	(37,100)
	12	-	-	-	-	-	-	3,911,032	3,911,032
		-	-	-	20,767,446	(20,767,446)	-	-	-
		-	-	-	(9,928,065)	-	(9,928,065)	(60,250)	(9,988,315)
		12,402,081	105,845	-	16,393,709	(40,148,105)	(11,246,470)	5,132,087	(6,114,383)
		208,392,730	266,256	2,922,545	215,602,176	142,290,010	569,473,717	35,528,243	605,001,960

IV. Statements of changes in equity (continued)

<i>Amounts in Euros</i>	<i>note</i>	Share capital and share premium (note 19)	Fair value reserves (note 21)	Other reserves (note 20)	Retained earnings	Total Equity
COMPANY						
Balance as of 1 January 2013		195,990,649	(598,834)	146,342,408	172,258,563	513,992,786
Profit / (loss) for the period		-	-	-	4,256,444	4,256,444
Valuation of derivatives for cash flow hedges		-	(497,516)	-	-	(497,516)
Valuation of available-for-sale investments		-	(13,958)	-	-	(13,958)
Remeasurements of the employee benefit liability		-	-	-	2,276,431	2,276,431
Total comprehensive income for the period		-	(511,474)	-	6,532,875	6,021,401
Transactions with owners						
Transfer of reserves		-	-	15,246,200	(15,246,200)	-
Total transactions with owners		-	-	15,246,200	(15,246,200)	-
Balance as of 31 December 2013		195,990,649	(1,110,308)	161,588,608	163,545,238	520,014,187
Balance as of 1 January 2014						
Balance as of 1 January 2014		195,990,649	(1,110,308)	161,588,608	163,545,238	520,014,187
Profit / (loss) for the period		-	-	-	17,451,479	17,451,479
Valuation of derivatives for cash flow hedges		-	1,755,366	-	-	1,755,366
Valuation of available-for-sale investments		-	(163,294)	-	-	(163,294)
Remeasurements of the employee benefit liability		-	-	-	(1,437,872)	(1,437,872)
Total comprehensive income for the period		-	1,592,072	-	16,013,607	17,605,679
Transactions with owners						
Transfer of reserves		-	-	20,484,502	(20,484,502)	-
Absorption of subsidiaries	12	12,402,081	-	29,473,912	(67,155,380)	(25,279,387)
Dividend		-	-	(9,928,065)	-	(9,928,065)
Total transactions with owners		12,402,081	-	40,030,349	(87,639,882)	(35,207,452)
Balance as of 31 December 2014		208,392,730	481,764	201,618,957	91,918,963	502,412,414

The notes on pages 10 to 49 constitute an integral part of these financial statements.

V. Statements of cash flow

For the year ended 31 December

Amounts in Euros

Operating activities

	<i>note</i>	GROUP		COMPANY	
		2014	2013	2014	2013
Profit before taxes for the year		18,609,652	15,545,380	17,270,808	15,626,964
<u>Adjustments for:</u>					
Depreciation of fixed assets	9,11	48,992,751	47,241,716	32,193,222	27,661,320
Amortization of intangible assets	10	1,219,078	1,337,860	511,958	632,714
Amortization of government grants	24	(3,080,470)	(2,850,106)	(2,140,839)	(1,928,803)
Impairment of property, plant and equipment		-	7,500,000	-	-
Results from investing activities		(5,058,448)	(5,316,668)	(6,033,199)	(7,387,649)
Finance expense and related expenses	30	18,091,984	16,767,071	10,822,475	9,690,142
Impairment losses / (reversal of impairment losses) on inventories	17	(1,349,277)	2,807,506	(2,726,081)	3,131,781
Loss from the sale of financial assets at fair value through profit or loss		-	1,542,411	-	1,542,411
Impairment loss on equity shares	13,14,30	40,193	152,720	15,216	-
Impairment loss on trade receivables	34	3,880,450	421,626	87,506	111,782
Other provisions		739,781	317,614	282,202	413,607
Change in inventories		(16,039,129)	(3,673,618)	3,162,665	(12,915,682)
Change in trade and other receivables		(28,982,515)	10,783,871	(39,199,587)	16,214,174
Change in trade and other payables (except bank loan liabilities)		12,541,378	(13,754,454)	7,459,947	(7,306,827)
Interest paid		(18,049,047)	(17,716,410)	(10,865,675)	(10,170,094)
Income tax paid		(8,274,291)	(4,944,225)	(2,755,099)	(258,553)
Net cash flows from / (used in) operating activities		23,282,090	56,162,294	8,085,519	35,057,287

Investing activities

Acquisition of subsidiaries, associates and other investments	12	-	(14,210,824)	(3,000,000)	(14,226,480)
Proceeds from sale of financial assets at fair value through profit or loss		-	10,957,585	-	10,957,585
Purchase of property, plant and equipment	9	(61,195,638)	(69,053,741)	(27,161,483)	(36,814,550)
Purchase of intangible assets	10	(280,532)	(116,890)	(6,947)	(17,261)
Proceeds from sale of property, plant and equipment	9	44,767	2,340,421	18,634	11,929
Sales of intangible assets		-	1,656	-	378
Interest received		5,438,584	5,913,644	5,664,928	5,977,185
Dividends received		202,356	171,825	360,814	1,327,420
Net cash flows from / (used in) investing activities		(55,790,463)	(63,996,324)	(24,124,054)	(32,783,794)

Financing activities

Proceeds from borrowings	22	24,590,578	158,956,000	-	100,475,000
Repayment of borrowings	22	(19,580,143)	(72,541,958)	(7,112,212)	(33,040,657)
Net change in short-term loans	22	18,880,700	(87,027,297)	17,006,713	(68,107,482)
Proceeds from government grants	24	340,586	10,302,881	57,780	6,543,505
Dividends paid		(9,973,740)	(431,936)	(9,913,490)	-
Net cash flows from / (used in) financing activities		14,257,981	9,257,690	38,791	5,870,366
Net (decrease) / increase in cash on hand and cash equivalents		(18,250,392)	1,423,660	(15,999,744)	8,143,859
Cash and cash equivalents at the beginning of year	18	40,963,818	39,899,778	16,279,780	8,135,921
Exchange differences on cash and cash equivalents		630,088	(359,620)	-	-
Acquisition of subsidiary		2,443,821	-	-	-
Absorption of subsidiaries		-	-	2,496,942	-
Cash and cash equivalents at the end of year		25,787,335	40,963,818	2,776,978	16,279,780

The notes on pages 10 to 49 constitute an integral part of these financial statements.

VI. Notes to annual financial statements

1. General Information

The financial statements presented here include the corporate financial statement of ELVAL S.A HELLENIC ALUMINIUM INDUSTRY (the “Company”) and the consolidated financial statements of the Company, its subsidiaries (together the “Group”) and its associates. Company’s subsidiaries and associates are presented in Note 12 and Note 13 respectively. The Group is active in rolling and extrusion of aluminium products, in Greece, U.K and Bulgaria and promotes its products international, primarily to the European Union, the United States of America and the Far East.

The Company is seated in Greece, 2-4 Mesogheion Ave, Athens and its main facilities are located at the 57th kilometre of the Athens-Lamia National Road, Oinofyta, Viotia. Company’s electronic address is www.elval.gr.

Company’s shares are listed on the Athens Stock Exchange. The consolidated financial statements of the Group are included in the consolidated financial statements of VIOHALCO S.A/NV traded on EURONEXT Belgium and in Athens Stock Exchange.

2. Basis of preparation

Company’s and Group’s annual financial statements included herein (the “Financial statements”) concern the fiscal year that ended on 31 December 2014 and have been prepared in accordance with International Financial Reporting Standards (“IFRS”) as adopted by the European Union..

The financial Statements have been approved from the Board of Directors of the Company on 12 March 2015.

3. Functional and presentation currency

These financial statements are presented in Euro, which is the Company’s functional and presentation currency. All financial information presented in Euro has been rounded to the nearest unit.

4. Use of estimates and judgments

The preparation of the Group’s financial statements in accordance with the IFRS requires management to make judgments, estimations and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may eventually differ from these estimates.

The management’s estimations and judgements are reviewed on an ongoing basis and are based on historical figures and expectations of future events, which are deemed fair pursuant to current market prices.

Estimations and judgements that have a significant risk of causing a material adjustments to the carrying amounts of assets and liabilities in the following 12 months concern:

(a) Income tax (note 27)

The companies of the Group are subject to different legislations of income tax. In order to define the provision of the Group for income taxes a substantial concept of the above is required. Upon the normal flow of the business a lot of transactions and estimates take place for which the exact estimation of the tax is uncertain. In the event that the final taxes arising after the tax audits are different than the amounts that were initially recorded, these differences will affect the income tax and the provisions for deferred taxes in the fiscal year that the determination of the tax differences took place.

(b) Inventory (note 17)

The Group makes estimates for calculation of the net realizable value.

(c) Impairment

The Group makes estimates about the valuation of the assets that are not measured at fair value (Investments in subsidiaries and associates; Property, plant and equipment; Intangible assets; Investment property) for indications of impairment. Especially regarding property, plant and equipment, the Group evaluates the recoverability thereof based on the value in use of the cash generating unit under which such assets fall. The calculated value in use is based on a five-year business plan prepared by the Management and, thus, it is sensitive to the verification or not of expectations relating to the attainment of sales objectives, gross margin percentages, operating results, growth rates and discount rates of the estimated cash flows.

VI. Notes to annual financial statements

4. Use of estimates and judgments (continued)

(d) Provisions (Notes 23 and 25)

The provisions are estimated in the present value of the expenses which based on the best evaluation of management, they are required to cover the current liabilities on the balance sheet date. The rate of discount used for the determination of the current value reflecting the current market estimates for the time value of the money and increases regarding the specific liability.

(e) Measurement of fair values

A number of the Group's accounting policies and disclosures require the measurement of fair values, for both financial and non-financial assets and liabilities.

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

Level A: Quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level B: Inputs observable, either directly or indirectly.

Level C: Non-observable data for the asset or liability

Level B includes inputs other than quoted prices included in Level A that are observable for the asset or liability, either directly or indirectly. Over-the-counter derivative financial instruments which are based on broker quotes are classified in this level.

The non-observable prices are classified to Level C. The fair value of shares not traded in an active market is defined based on the provisions of the Group for the future profitability of the issuer after taking into account the expected growth rate of its operations as well as the discounted interest rate. The fair value of financial liabilities are estimated based on the present value of the future cash flows that arise from specific contracts using the effective interest rate that is available for the Group for the use of similar financial instruments.

The Group recognizes transfers between levels of the fair value hierarchy at the end of the reporting period during which the change has occurred.

Further information about the assumptions made in measuring fair values is included in the note 34.

5. Basis of measurement

These financial statements have been prepared on the historical cost basis except the derivative financial instruments.

6. Significant accounting policies

The Group has consistently applied the accounting policies to all periods presented in these consolidated financial statements, except for the adoption of new Standards, amendments on Standards and Interpretations which became effective for the annual periods beginning on or after 1 January 2014 which didn't have impact on the Group's financial statements:

- a) IAS 32 (Amendment) "Financial Instruments: Presentation"
- b) IAS 36 (Amendment) "Recoverable amount disclosures for non-financial assets"
- c) IAS 39 (Amendment) "Financial Instruments: Recognition and Measurement"

6.1 Basis of consolidation

(a) Business combinations

Business combinations are accounted for using the acquisition method as at the acquisition date, which is the date on which control is transferred to the Group. The consideration transferred in the acquisition is generally measured at fair value, as are the identifiable net assets acquired. Any goodwill that arises is tested annually for impairment. Any gain on a bargain purchase is recognised in profit or loss immediately. Transaction costs are expensed as incurred, except if related to the issue of debt or equity securities.

The consideration transferred does not include amounts related to the settlement of pre-existing relationships. Such amounts are generally recognised in profit or loss.

VI. Notes to annual financial statements

6. Significant accounting policies (continued)

6.1 Basis of consolidation (continued)

Any contingent consideration payable is measured at fair value at the acquisition date. If the contingent consideration is classified as equity, then it is not remeasured and settlement is accounted for within equity. Otherwise, subsequent changes in the fair value of the contingent consideration are recognised in profit or loss.

(b) Non-controlling interests

NCI are measured at their proportionate share of the acquiree's identifiable net assets at the acquisition date.

Changes in the Group's interest in a subsidiary that do not result in a loss of control are accounted for as equity transactions.

(c) Subsidiaries

Subsidiaries are entities that the Group, directly or indirectly, controls their financial and operating policies. Subsidiary companies are fully consolidated from the day control over them is acquired and cease to be consolidated from the day this control is no longer exist.

In its financial statements, the Company measures holdings in subsidiaries at their acquisition cost less any impairment of their value.

(d) Loss of control

Upon the loss of control, the Group derecognises the assets and liabilities of the subsidiary, any non-controlling interests and the other components of equity related to the subsidiary. Any surplus or deficit arising on the loss of control is recognised in profit or loss. If the Group retains any interest in the previous subsidiary, then such interest is measured at fair value at the date that control is lost.

(e) Interests in equity-accounted investees

The Group's interests in equity-accounted investees comprise interests in associates and joint ventures.

Associates are those entities in which the Group has significant influence, but not control or joint control, over the financial and operating policies. A joint venture is an arrangement in which the Group has joint control.

Interests in associates and the joint venture are accounted for using the equity method. They are recognised initially at cost, which includes transaction costs. Subsequent to initial recognition, the consolidated financial statements include the Group's share of the profit or loss and OCI of equity-accounted investees, until the date on which significant influence or joint control ceases.

(f) Transactions eliminated in consolidation

Inter-company transactions, balances and non-realised profits from transactions between Group companies are eliminated in preparing the consolidated financial statements. The same applies to non-realised losses, unless there are indications that the value of the fixed asset that was transferred has been impaired.

6.2 Foreign currency

(a) Foreign currency transactions

Transactions in foreign currencies are translated to the respective functional currencies of Group companies at exchange rates at the dates of the transactions.

Monetary assets and liabilities denominated in foreign currencies are translated to the functional currency at the exchange rate at the reporting date. Non-monetary assets and liabilities that are measured at fair value in a foreign currency are translated to the functional currency at the exchange rate when the fair value was determined. Foreign currency differences are generally recognised in profit or loss. Non-monetary items that are measured based on historical cost in a foreign currency are not translated.

VI. Notes to annual financial statements

6. Significant accounting policies (continued)

6.2 Foreign currency (continued)

However, foreign currency differences arising from the translation of the following items are recognised in OCI:

- Available-for-sale equity investments (except on impairment, in which case foreign currency differences that have been recognised in OCI are reclassified to profit or loss).
- A financial liability designated as a hedge of the net investment in a foreign operation to the extent that the hedge is effective.
- Cash flow hedges to the extent that the hedges are effective.

(b) Foreign operations

The assets and liabilities of foreign operations, including goodwill and fair value adjustments arising on acquisition, are translated into euro at the exchange rates at the reporting date. The income and expenses of foreign operations are translated into euro at the exchange rates at the dates of the transactions.

Foreign currency differences are recognised in OCI and accumulated in the “Foreign exchange differences due to consolidation of foreign subsidiaries reserve”, except to the extent that the translation difference is allocated to NCI.

When a foreign operation is disposed of in its entirety or partially such that control, significant influence or joint control is lost, the cumulative amount in the translation reserve related to that foreign operation is reclassified to profit or loss as part of the gain or loss on disposal. If the Group disposes of part of its interest in a subsidiary but retains control, then the relevant proportion of the cumulative amount is reattributed to NCI. When the Group disposes of only part of an associate or joint venture while retaining significant influence or joint control, the relevant proportion of the cumulative amount is reclassified to profit or loss.

6.3 Property, plant and equipment

(a) Recognition and measurement

Items of property, plant and equipment are measured at cost less accumulated depreciation and any accumulated impairment losses. The cost of certain items of property, plant and equipment at 1 January 2004, the Group’s date of transition to IFRS, was determined with reference to its fair value at that date.

If significant parts of an item of property, plant and equipment have different useful lives, then they are accounted for as separate items (major components) of property, plant and equipment.

Any gain or loss on disposal of an item of property, plant and equipment is recognised in profit or loss.

(b) Subsequent expenditure

Subsequent expenditure is capitalised only if it is probable that the future economic benefits associated with the expenditure will flow to the Group.

(c) Depreciation

Depreciation is calculated to write off the cost of items of property, plant and equipment less their estimated residual values using the straight-line method over their estimated useful lives, and is generally recognised in profit or loss. Land is not depreciated.

The estimated useful lives of property, plant and equipment are as follows:

-	Buildings	10-20	years
-	Machinery	2-25	years
-	Motor vehicles	4-6	years
-	Other equipment	5-7	years

The depreciation method, the residual values and useful lives are reviewed at each reporting date if this is necessary.

VI. Notes to annual financial statements

6. Significant accounting policies (continued)

6.4 Intangible assets and goodwill

(a) Goodwill

Goodwill arising on the acquisition of subsidiaries is measured at cost less accumulated impairment losses.

(b) Software

Software licenses are estimated at their acquisition cost less accumulated amortisation and accumulated impairment losses. Expenditures that are required for the maintenance of software programs are recognised as an expense when these programs are developed.

(c) Other intangible assets

Other intangible assets that are acquired by the Group and have finite useful lives are measured at cost less accumulated amortisation and any accumulated impairment losses.

(d) Amortisation

Amortisation is calculated to write off the cost of intangible assets less their estimated residual values using the straight-line method over their estimated useful lives, and is generally recognised in profit or loss. Goodwill is not amortised.

The estimated useful lives are 3-4 years.

6.5 Investment property

Investment properties related to lands and buildings which are not used from the Group for own use. Lands are measured at their cost less any impairments and buildings are depreciated on a straight-line basis over their estimated useful lives. Based on Management's estimations, the fair value of investment properties as of 31 December 2014 does not differ significantly from the value that is noted in the balance sheet.

6.6 Financial instruments

The Group classifies non-derivative financial assets into the following categories: "financial assets at fair value through profit or loss", "Cash and receivables", "available-for-sale financial assets".

The Group classifies non-derivative financial liabilities into the "Other financial liabilities" category.

(a) Non-derivative financial assets and financial liabilities – recognition and derecognition

The Group initially recognises Cash and receivables on the date when they are originated. All other financial assets and financial liabilities are initially recognised on the trade date.

The Group derecognises a financial asset when the contractual rights to the cash flows from the asset expire, or it transfers the rights to receive the contractual cash flows in a transaction in which substantially all of the risks and rewards of ownership of the financial asset are transferred, or it neither transfers nor retains substantially all of the risks and rewards of ownership and does not retain control over the transferred asset.

The Group derecognises a financial liability when its contractual obligations are discharged or cancelled, or expire.

Financial assets and financial liabilities are offset and the net amount presented in the statement of financial position when, and only when, the Group has a legal right to offset the amounts and intends either to settle them on a net basis or to realise the asset and settle the liability simultaneously.

VI. Notes to annual financial statements

6. Significant accounting policies (continued)

6.6 Financial instruments (continued)

(b) Non-derivative financial assets – measurement

Financial assets at fair value through profit or loss

A financial asset is classified as at fair value through profit or loss if it is classified as held-for-trading or is designated as such on initial recognition. Directly attributable transaction costs are recognised in profit or loss as incurred. Financial assets at fair value through profit or loss are measured at fair value and changes therein, including any interest or dividend income, are recognised in profit or loss.

Trade and other receivables

These assets are initially recognised at fair value and subsequent to initial recognition, they are measured at amortised cost using the effective interest method.

Cash and cash equivalents

Cash on hand and equivalent cash accounts include cash on hand, sight deposits, short-term (up to 3 months) high-liquid and low-risk investments.

Available-for-sale financial assets

These assets are initially recognised at fair value plus any directly attributable transaction costs. Subsequent to initial recognition, they are measured at fair value and changes therein, other than impairment losses and foreign currency differences on debt instruments are recognised in OCI and accumulated in the “Fair value” reserve. When these assets are derecognised, the gain or loss accumulated in equity is reclassified to profit or loss.

(c) Non-derivative financial liabilities – measurement

Non-derivative financial liabilities include loans and borrowings and are initially recognised at fair value less any directly attributable transaction costs. Subsequent to initial recognition, these liabilities are measured at amortised cost using the effective interest method.

(d) Share capital

Ordinary shares are classified as equity. Expenses that are directly associated with the issuance of shares capital, after the deduction of the relative income tax, appear as a reduction of equity.

6.7 Derivatives and hedge accounting

The Group holds derivative financial instruments for cash flow hedge. Derivatives include futures to hedge the financial risk from the change of the stock exchange price of the aluminum, as well as of the parity of USDollar or the British Pound and interest rate swaps to hedge the risk of future cash flows of the Group from the variation of interest rates.

The results from the liquidated acts of hedging are recognized in profit and loss when effected (difference of interest on interest rate swaps and stock exchange results in aluminum and foreign currency).

Derivatives are recognised at fair value both initially and subsequently. The method by which profits and losses are recognised depends on whether derivatives are designated as a hedging instrument or are held for trading. Derivatives are recognised when the transaction is entered into by the Group as hedges for the fair value of receivables, liabilities or commitments (fair value hedges) or very probable transactions (cash flow hedges).

Cash flow hedge

The effective proportion of change in the fair value of derivatives defined as cash flow change hedges are recorded to “Fair value” reserve. The gain or loss on the non-effective proportion is recorded to the profit or loss.

The amounts accounted to “Fair value” reserve are carried forward to the results of the periods where the hedged items affect profits or losses.

VI. Notes to annual financial statements

6. Significant accounting policies (continued)

6.7 Derivatives and hedge accounting (continued)

When a hedge item matures or is sold or when the hedging proportion no longer meets the hedge accounting criteria, the profits and losses accrued to 'Equity' remain as a reserve and are carried forward to the results when the hedged asset affects profits or losses. In the case of a hedge on a forecast future transaction which is no longer expected to be realized, the profits or losses accrued to Equity are carried forward to profit and loss.

The Group in regular basis, examines the effectiveness of the cash flow hedge and in every reporting date records in 'Equity' the result of the valuation of the open positions to the part that valuation is effective.

6.8 Impairment

(a) Non-derivative financial assets

Financial assets not classified as at fair value through profit or loss, including an interest in an equity accounted investee, are assessed at each reporting date to determine whether there is objective evidence of impairment.

Objective evidence that financial assets are impaired includes:

- default or delinquency by a debtor;
- restructuring of an amount due to the Group on terms that the Group would not consider otherwise;
- indications that a debtor or issuer will enter bankruptcy;
- adverse changes in the payment status of borrowers or issuers;
- the disappearance of an active market for a security; or
- observable data indicating that there is measurable decrease in expected cash flows from a group of financial assets.

Financial assets measured at amortised cost

The Group considers evidence of impairment for these assets at both an individual asset and a collective level. All individually significant assets are individually assessed for impairment. Those found not to be impaired are then collectively assessed for any impairment that has been incurred but not yet individually identified. Assets that are not individually significant are collectively assessed for impairment. Collective assessment is carried out by grouping together assets with similar risk characteristics.

An impairment loss is calculated as the difference between an asset's carrying amount and the present value of the estimated future cash flows discounted at the asset's original effective interest rate. Losses are recognised in profit or loss and reflected in an allowance account. When the Group considers that there are no realistic prospects of recovery of the asset, the relevant amounts are written off. If the amount of impairment loss subsequently decreases and the decrease can be related objectively to an event occurring after the impairment was recognised, then the previously recognised impairment loss is reversed through profit or loss.

Available-for-sale financial assets

Impairment losses on available-for-sale financial assets are recognised by reclassifying the losses accumulated in the "Fair value" reserve to profit or loss. The amount reclassified is the difference between the acquisition cost and the current fair value, less any impairment loss previously recognised in profit or loss. If the fair value of an impaired available-for-sale debt security subsequently increases and the increase can be related objectively to an event occurring after the impairment loss was recognised, then the impairment loss is reversed through profit or loss; otherwise, it is reversed through OCI.

VI. Notes to annual financial statements

6. Significant accounting policies (continued)

6.8 Impairment (continued)

Equity-accounted investees

An impairment loss in respect of an equity-accounted investee is measured by comparing the recoverable amount of the investment with its carrying amount. An impairment loss is recognised in profit or loss, and is reversed if there has been a favourable change in the estimates used to determine the recoverable amount.

(b) Non-financial assets

At each reporting date, the Group reviews the carrying amounts of its non-financial assets (other than investment property, inventories and deferred tax assets) to determine whether there is any indication of impairment. Goodwill is tested annually for impairment. Assets that have indefinite lives are not depreciated but are subject to an impairment test on an annual basis and when certain facts indicate that their carrying amounts may not be recovered.

The recoverable amount of an asset or CGU is the greater of its value in use and its fair value less costs to sell. Value in use is based on the estimated future cash flows, discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset or CGU.

An impairment loss is recognised if the carrying amount exceeds its recoverable amount.

Impairment losses are recognised in profit or loss.

An impairment loss in respect of goodwill is not reversed. An impairment loss is reversed only to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined, net of depreciation or amortisation, if no impairment loss had been recognised.

6.9 Inventories

Inventories are measured at the lower of cost and net realisable value. The cost of inventories is based on the annual average weighted cost method and includes production and conversion costs and other costs incurred in bringing them to their existing location and condition. Financial expenses are not included to the cost of inventories. Net realisable value is the estimated selling price in the ordinary course of business, less the estimated costs of completion and selling expenses.

6.10 Income tax

The income tax of the year includes both current and deferred tax. Income tax is calculated according to the tax legislation and tax rates applied in the countries the Group operates and is recorded in profit and loss unless it concerns amounts that are directly recorded in Equity, in which case it is recorded in 'Equity'.

(a) Current income tax

Current income tax is the tax expected to be paid on the taxable income for the year, based on tax rates on the balance sheet date and any adjustment to prior-period payable tax.

(b) Deferred income tax

Deferred income tax arises from temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes. Deferred tax is not recognised for:

- temporary differences on the initial recognition of assets or liabilities in a transaction that is not a business combination and that affects neither accounting nor taxable profit or loss;
- temporary differences related to investments in subsidiaries, associates and joint arrangements to the extent that the Group is able to control the timing of the reversal of the temporary differences and it is probable that they will not reverse in the foreseeable future; and
- taxable temporary differences arising on the initial recognition of goodwill

VI. Notes to annual financial statements

6. Significant accounting policies (continued)

6.10 Income tax (continued)

Deferred tax assets are recognised for unused tax losses, unused tax credits and deductible temporary differences to the extent that it is probable that future taxable profits will be available against which they can be used. Deferred tax assets are reviewed at each reporting date and are reduced to the extent that it is no longer probable that the related tax benefit will be realised.

Deferred tax is measured at the tax rates that are expected to be applied to temporary differences when they reverse, using tax rates enacted or substantively enacted at the reporting date.

Deferred tax assets and liabilities are offset only if certain criteria are met.

6.11 Employee benefits

(a) Short term fringe benefits

Short-term personnel fringe benefits in the form of cash or in kind are recorded as an expense when these accrue.

(b) Defined contribution plans

The defined contribution plan is a program whereby the Company pays a determined amount to a third party legal entity without any other obligation for the period following the termination of employment of personnel. The duties towards benefits in defined contribution plan are registered as an expense in the profit and loss during their year of realization.

(c) Defined benefit plans

The Group's net obligation in respect of defined benefit plans is calculated separately for each plan by estimating the amount of future benefit that employees have earned in the current and prior periods, discounting that amount and deducting the fair value of any plan assets.

The calculation of defined benefit obligations is performed annually by independent qualified actuary using the projected unit credit method.

Remeasurements of the net defined benefit liability, which comprise actuarial gains and losses, the return on plan assets (excluding interest) and the effect of the asset ceiling (if any, excluding interest), are recognised immediately in OCI. The discount rate concern European bonds of low credit risk "I Boxx AA-rated Euro corporate bond 10+year". Net interest expense and other expenses related to defined benefit plans are recognised in profit or loss.

When the benefits of a plan are changed or when a plan is curtailed, the resulting change in benefit that relates to past service or the gain or loss on curtailment is recognised immediately in profit or loss. The Group recognises gains and losses on the settlement of a defined benefit plan when the settlement occurs.

(d) Employment fringe termination benefits

Employment termination fringe benefits are paid when employees decide to retire prior to their respective date of retirement. The Group records these fringe benefits when it is bound, or when it terminates the employment of existing employees based on a detailed schedule for which there is no possibility of withdrawal or when it offers these fringe benefits as an incentive for voluntary retirement. Employment termination fringe benefits that are due in 12 months after the balance sheet date are discounted.

(e) Profit sharing plans

The Group records a liability and a corresponding expense for profit sharing. This amount is included in post-tax profits less any reserves stipulated by law.

VI. Notes to annual financial statements

6. Significant accounting policies (continued)

6.12 Government grants

Government grants are recognised at their fair value when it is certain that the grant will be received and that the Group will comply with all stipulated terms.

Government grants that concern operating expenses are recognised in profit and loss so that these will match the expenses that they will cover.

Government grants regarding the purchase of property, plant and equipment are presented in “Long-term liabilities” as deferred income and are transferred as income to the profit and loss based on a straight-line basis over the expected useful lives of the assets.

6.13 Provisions

Provisions are calculated at the present value of expenses that, based on the Management’s best possible estimation, are required to cover the present liability on the reporting date. The discount rate that is used in determining the present value reflects the current market estimations for the temporal value of money and increases that concern the specific liability. Contingent assets and liabilities are not recognized in the financial statements.

6.14 Leases

Leases of property, plant and equipment, in which the Group substantially maintains all the risks and benefits of ownership, are classified as financial leasing. Financial leasing is capitalised from the moment the lease begins at the lower amount between the fixed asset’s fair value and the present value of the minimum lease payments. Financial leases net of financial expenses are classified on “Liabilities”. The part of financial expenses that concerns financial leasing is recorded in profit and loss during the term of the lease. Items of property, plant and equipment that were acquired through financial leasing are depreciated over the shorter period between the useful lives thereof and the term of their lease.

Leases, in which the lessor substantially maintains all the risks and benefits of ownership, are classified as operating leases. Payments that are made with regard to operating leases are recognised in profit and loss proportionately during the term of the lease.

6.15 Revenue recognition

(a) Sale of goods

Revenue from the sales of goods is recognised when the significant risks and rewards of ownership have been transferred to the buyer, recovery of consideration is probable and the associated costs and possible return of goods can be estimated reliably. The returns of money are accounted for at each reporting date as reduction of sales.

(b) Services

Revenue from services is accounted for in the period in which the services are rendered, based on their stage of completion with relation to services provided overall.

(c) Rental income

Rental income is recognised as revenue on a straight-line basis over the term of the lease.

VI. Notes to annual financial statements

6. Significant accounting policies (continued)

6.16 Finance income and finance costs

The Group's finance income and finance costs include:

- Interest income
- Interest expense
- Foreign currency gain or loss on loans and borrowings
- Dividend income
- The net gain or loss on the disposal of available-for-sale financial assets
- The net gain or loss on financial assets that are recognised in profit or loss; and
- Impairment losses recognised on financial assets

Interest income or expense is recognised using the effective interest method. Dividend income is recognised in profit or loss on the date that the Group's right to receive payment is established upon their approval of their distribution.

6.17 Segment reporting

An operating segment is a component of the Group that engages in business activities from which it may earn revenues and incur expenses, including revenues and expenses that relate to transactions with any of the Group's other components. All operating segments' operating results are reviewed regularly by the chief operating decision maker which is considered to be the Board of Directors that is responsible for measuring the business performance of the segments.

6.18 New Standards and Interpretations

A number of new Standards, Amendments to Standards and Interpretations are effective for annual periods beginning on or after 1 January 2015. The Group does not intend to early adopt of these standards. The new Standards and Interpretations that may have an effect to the financial statements of the Group are as follows:

a) IFRS 9 "Financial instruments" (effective for annual periods beginning on or after January 1, 2018): The Standard will replace IAS 39 and deals with the classification and measurement of financial assets and financial liabilities. The Group is assessing the potential impact on its consolidated financial statements resulting from the application of IFRS 9. IFRS 9 "Financial instruments" has not yet been endorsed by the European Union.

b) IFRS 15 "Revenue from Contracts with Customers" (effective for annual periods beginning after 1 January 2017): IFRS 15 establishes a comprehensive framework for determining whether, how much and when revenue is recognized. It replaces existing revenue recognition guidance, including IAS 18 "Revenue", IAS 11 "Construction Contracts" and IFRIC 13 "Customer Loyalty Programs". The Group is assessing the potential impact on its consolidated financial statements resulting from the application of IFRS 15. IFRS 15 "Revenue from Contracts with Customers" has not yet been endorsed by the European Union.

VI. Notes to annual financial statements

7. Operating segments

For management purposes the Group is organized into divisions and business units based on the production of aluminium products. The Group has three reportable operating segments that generate revenues. The third reportable segment has been formed by the aggregation of operating segments. Therefore, the Group reportable operating segments are summarized as follows:

- **Rolling segment** which produces and sells aluminium strips, aluminium coils, aluminium sheets and foil.
- **Extrusion segment** which produces and sells architectural systems, industrial profiles and composite panels.
- **Segment “Other”** which consists of the following operating segments: a) *Aluminium and paper products segment*, which produces combined aluminium and paper products b) *Aluminium formation segment*, which focuses on the formation of aluminium strips used in the construction of door and window roller shutters in buildings c) *Metal processing and recycling* and d) *Other services*.

Management monitors the operating results of the operating segments separately for the purpose of making decisions about resource allocation and performance assessment. Segment performance is evaluated based on operating results which in certain respects, as explained in the table below, is measured differently from operating results in the consolidated financial statements.

Transactions between operating segments occur in the normal course of business in a manner similar to transactions with related parties.

The following table present sales, results, assets and liabilities of Group’s operating segments for the year ended 31 December 2014:

31 December 2014 – amounts in €	Rolling	Extrusion	Other	Eliminations and adjustments	Group
Sales to third parties	939,521,116	65,504,585	55,371,857	-	1,060,397,558
Inter-segment	154,929,551	5,743,474	22,826,350	(183,499,375)	-
Total sales	1,094,450,667	71,248,059	78,198,207	(183,499,375)	1,060,397,558
Operating results	43,027,008	(15,654,965)	3,665,915	809,060	31,847,018
Share of profit / (loss) from associates and dividend income	(342,584)	-	-	-	(342,584)
Finance income	5,773,387	182,434	84,389	(199,159)	5,841,051
Finance expense	(11,716,940)	(5,538,293)	(1,679,759)	199,159	(18,735,833)
Depreciation and amortization	41,546,850	6,040,249	2,624,730	-	50,211,829
Income tax expense	(3,334,994)	1,997,747	(1,574,596)	-	(2,911,843)
Capitalization expenses	52,474,972	8,433,574	567,624	-	61,476,170
Segment assets	889,592,215	107,702,034	76,914,619	9,415,275	1,083,624,143
Segment liabilities	416,957,972	47,629,528	14,034,683	-	478,622,183

1 Total inter-segment eliminations

2 Operating results does not include inter-segment eliminations and adjustments amounted to €809,060.

3 The share of profit / (loss) of associates and dividend income constitutes of share of loss from associates amounted to €(345,340) and dividend income from other investments amounted to €2,756.

4 Inter-segment eliminations of finance income / (expense).

5 Capitalization expenses include purchases of property, plant and equipment and purchases of intangible assets.

6 Segment assets does not include investments in associates amount to €9,415,275 which are monitored in Group level.

The following table present sales to third parties and non-current assets based on geographical location, the year ended 31 December 2014:

Information for geographical sectors- amounts in €	Sales to third parties	Non-current assets
Greece	104,001,784	425,378,955
European Union	673,754,044	110,476,262
Other European countries	100,080,330	-
Asia	69,835,445	-
America	106,265,327	-
Africa	4,851,765	4,083,615
Oceania	1,608,863	-
Total	1,060,397,558	539,938,832

Non-current assets consist of property, plant and equipment, intangible assets, investment properties and investments in equity-accounted investees.

VI. Notes to annual financial statements

7. Operating segments (continued)

The following table present sales, results, assets and liabilities of Group's operating segments for the year ended 31 December 2013:

31 December 2013 – amounts in €	Rolling	Extrusion	Other	Eliminations and adjustments		Group
Sales to third parties	873,339,125	76,225,966	58,937,218	-		1,008,502,309
Inter-segment	181,808,971	8,214,309	9,679,858	(199,703,138)	1	-
Total sales	1,055,148,096	84,440,275	68,617,076	(199,703,138)		1,008,502,309
Operating results	43,222,032	(16,742,012)	2,030,767	(75,317)	2	28,435,470
Share of profit / (loss) from associates and dividend income	(412,322)	-	-	-		(412,322) 3
Finance income	4,491,633	293,260	89,003	(154,364)	4	4,719,532
Finance expense	(11,563,013)	(5,110,461)	(678,190)	154,364	4	(17,197,300)
Depreciation and amortization	39,476,096	6,447,918	2,655,562	-		48,579,576
Income tax expense	(18,891,807)	1,631,482	(1,450,688)	-		(18,711,013)
Capitalization expenses	65,062,498	3,762,337	345,796	-		69,170,631 5
Impairments of assets	-	(7,500,000)	-	-		(7,500,000)
Segment assets	833,231,673	125,186,052	58,877,981	9,937,499	6	1,027,233,205
Segment liabilities	319,818,996	102,733,725	18,381,191	-		440,933,912

1 Total inter-segment eliminations

2 Operating results does not include inter-segment eliminations and adjustments amounted to €(75,317)

3 The share of profit / (loss) of associates and dividend income constitutes of share of profit from associates amounted to €(412,322)

4 Inter-segment eliminations of finance income / (expense)

5 Capitalization expenses include purchases of property, plant and equipment and purchases of intangible assets

6 Segment assets does not include investments in associates amount to €9,937,499 which are monitored in Group level

The following table present sales to third parties and non-current assets based on geographical location, the year ended 31 December 2013:

Information for geographical sectors- amounts in €	Sales to third parties	Non-current assets
Greece	106,806,545	484,186,473
European Union	622,843,810	38,020,269
Other European countries	89,426,880	-
Asia	78,045,890	-
America	105,844,459	-
Africa	3,799,406	-
Oceania	1,735,319	-
Total	1,008,502,309	522,206,742

Non-current assets consist of property, plant and equipment, intangible assets, investment properties and investments in equity-accounted investees.

8. Sales

Amounts in Euros	GROUP		COMPANY	
	31/12/2014	31/12/2013	31/12/2014	31/12/2013
Sale of goods	1,054,459,150	994,393,329	719,567,716	645,720,234
Sale of services	5,938,408	14,108,980	5,293,378	7,893,594
	1,060,397,558	1,008,502,309	724,861,094	653,613,828

VI. Notes to annual financial statements

9. Property, plant and equipment

	Land	Buildings	Plant and machinery	Transportation means	Furniture and fixtures	Assets under construction	Total
GROUP - Amounts in Euros							
Cost							
Balance as of 1 January 2013	60,558,585	133,141,298	622,954,839	15,095,452	15,082,858	37,158,634	883,991,666
Foreign exchange differences	(83,405)	(192,623)	(1,354,017)	(43,261)	(2,579)	(99,281)	(1,775,166)
Additions	3,733,030	4,646,932	6,170,628	487,457	523,033	53,492,661	69,053,741
Sales	(1,564)	-	(335,745)	(220,483)	(54,709)	(2,086,241)	(2,698,742)
Destructions	(28,609)	15,777	62,398	(19,151)	(3,654)	(62,276)	(35,515)
Impairment	-	(4,546,845)	(10,987,173)	-	-	-	(15,534,018)
Transfers to / from investment property	(33,633)	5,257,419	-	-	-	-	5,223,786
Reclassification / transfer to intangibles	-	3,551,101	24,130,616	48,418	225,309	(28,553,684)	(598,240)
Balance as of 31 December 2013	64,144,404	141,873,059	640,641,546	15,348,432	15,770,258	59,849,813	937,627,512
Accumulated depreciation							
Balance as of 1 January 2013	-	(51,645,653)	(314,041,834)	(12,472,357)	(12,799,225)	-	(390,959,069)
Foreign exchange differences	-	59,089	1,168,386	36,614	1,735	-	1,265,824
Depreciation	-	(7,290,390)	(38,202,216)	(692,708)	(952,983)	-	(47,138,297)
Sales	-	-	207,128	139,575	41,688	-	388,391
Destructions	-	(14,953)	(118,800)	18,829	4,084	-	(110,840)
Impairment	-	2,046,845	5,987,173	-	-	-	8,034,018
Transfers to / from investment property	-	(554,871)	-	-	-	-	(554,871)
Reclassification	-	-	1,153	(1,153)	-	-	-
Balance as of 31 December 2013	-	(57,399,933)	(344,999,010)	(12,971,200)	(13,704,701)	-	(429,074,844)
Net book value at 31 December 2013	64,144,404	84,473,126	295,642,536	2,377,232	2,065,557	59,849,813	508,552,668
Cost							
Balance as of 1 January 2014	64,144,404	141,873,059	640,641,546	15,348,432	15,770,258	59,849,813	937,627,512
Foreign exchange differences	247,151	621,622	4,492,793	130,888	(5,945)	1,788,202	7,274,711
Additions	-	549,583	2,437,366	550,854	775,625	56,882,210	61,195,638
Sales / deletions	-	(5,270)	(380,760)	(56,073)	(11,562)	(49,718)	(503,383)
Transfer from inventory	-	-	4,198,239	-	-	-	4,198,239
Transfers to investment property	(3,914,551)	(5,391,542)	-	-	-	(10,712)	(9,316,805)
Acquisition of subsidiary	-	-	-	190,000	-	-	190,000
Transfers to intangible assets	-	-	-	-	-	(460,112)	(460,112)
Reclassification	-	10,744,143	56,241,524	105,156	154,773	(67,245,596)	-
Balance as of 31 December 2014	60,477,004	148,391,595	707,630,708	16,269,257	16,683,149	50,754,087	1,000,205,800
Accumulated depreciation							
Balance as of 1 January 2014	-	(57,399,933)	(344,999,010)	(12,971,200)	(13,704,701)	-	(429,074,844)
Foreign exchange differences	-	(213,275)	(4,084,993)	(116,177)	5,048	-	(4,409,397)
Depreciation	-	(7,410,179)	(39,767,792)	(684,902)	(989,858)	-	(48,852,731)
Sales / deletions	-	10,266	297,087	28,641	10,076	-	346,070
Transfers to investment property	-	2,796,527	-	-	-	-	2,796,527
Acquisition of subsidiary	-	-	-	(148,000)	-	-	(148,000)
Balance as of 31 December 2014	-	(62,216,594)	(388,554,708)	(13,891,638)	(14,679,435)	-	(479,342,375)
Net book value at 31 December 2014	60,477,004	86,175,001	319,076,000	2,377,619	2,003,714	50,754,087	520,863,425
COMPANY - Amounts in Euros							
Cost							
Balance as of 1 January 2013	36,618,072	71,325,496	370,446,642	9,393,817	8,481,496	25,651,839	521,917,362
Additions	3,732,450	4,472,914	2,338,969	383,452	313,622	25,611,435	36,852,842
Sales / deletions	-	-	(22,619)	-	(12,645)	-	(35,264)
Readjustments	-	15,777	182,786	-	-	(26,023)	172,540
Reclassification	-	2,870,176	20,418,326	-	76,749	(23,365,251)	-
Balance as of 31 December 2013	40,350,522	78,684,363	393,364,104	9,777,269	8,859,222	27,872,000	558,907,480
Accumulated depreciation							
Balance as of 1 January 2013	-	(30,447,379)	(184,682,871)	(8,201,060)	(7,820,606)	-	(231,151,916)
Depreciation of the period	-	(4,161,921)	(22,787,913)	(338,081)	(373,405)	-	(27,661,320)
Sales / deletions	-	-	20,984	-	12,139	-	33,123
Readjustments	-	(14,953)	(176,638)	(322)	593	-	(191,320)
Balance as of 31 December 2013	-	(34,624,253)	(207,626,438)	(8,539,463)	(8,181,279)	-	(258,971,433)
Net book value at 31 December 2013	40,350,522	44,060,110	185,737,666	1,237,806	677,943	27,872,000	299,936,047

VI. Notes to annual financial statements

9. Property, plant and equipment (continued)

COMPANY- Amounts in Euros	Land	Buildings	Plant and machinery	Transportation means	Furniture and fixtures	Assets under construction	Total
Cost							
Balance as of 1 January 2014	40,350,522	78,684,363	393,364,104	9,777,269	8,859,222	27,872,000	558,907,480
Additions	-	421,547	2,570,722	433,764	445,930	23,289,520	27,161,483
Sales / deletions	-	(5,270)	(33,962)	(8,000)	(5,239)	(29,866)	(82,337)
Transfers to intangible assets	-	-	-	-	-	(81,311)	(81,311)
Transfers to investment property	(3,914,551)	(5,391,542)	-	-	-	-	(9,306,093)
Absorption of subsidiaries	12,765,359	20,815,113	48,505,275	1,178,160	2,904,237	1,060,005	87,228,149
Reclassification	-	3,879,745	25,740,687	73,710	11,095	(29,705,237)	-
Balance as of 31 December 2014	49,201,330	98,403,956	470,146,826	11,454,903	12,215,245	22,405,111	663,827,371
Accumulated depreciation							
Balance as of 1 January 2014	-	(34,624,253)	(207,626,438)	(8,539,463)	(8,181,279)	-	(258,971,433)
Depreciation of the period	-	(4,927,090)	(26,341,505)	(401,319)	(491,074)	-	(32,160,988)
Absorption of subsidiaries	-	(9,079,101)	(22,088,004)	(1,017,245)	(2,760,787)	-	(34,945,137)
Transfers to investment property	-	2,796,527	-	-	-	-	2,796,527
Sales / deletions	-	10,266	33,962	4,700	5,033	-	53,961
Balance as of 31 December 2014	-	(45,823,651)	(256,021,985)	(9,953,327)	(11,428,107)	-	(323,227,070)
Net book value at 31 December 2014	49,201,330	52,580,305	214,124,841	1,501,576	787,138	22,405,111	340,600,301

On property, plant and equipment of €363.8 mill. have been used encumbrances of €190.8 mill..

10. Intangible assets

GROUP - Amounts in Euros	Trade marks and licenses	Software	Other	Total
Cost				
Balance as of 1 January 2013	551,742	16,043,800	287,515	16,883,057
Foreign exchange differences	-	(879)	(2,536)	(3,415)
Additions	-	116,890	-	116,890
Sales / deletions	-	(18,639)	-	(18,639)
Transfers from property, plant and equipment	35,320	562,920	-	598,240
Balance as of 31 December 2013	587,062	16,704,092	284,979	17,576,133
Accumulated amortization				
Balance as of 1 January 2013	(259,128)	(13,498,497)	(277,356)	(14,034,981)
Foreign exchange differences	-	644	2,536	3,180
Amortization	(126,396)	(1,201,305)	(10,159)	(1,337,860)
Deletions/Settlements	-	3,932	-	3,932
Balance as of 31 December 2013	(385,524)	(14,695,226)	(284,979)	(15,365,729)
Net book value as of 31 December 2013	201,538	2,008,866	-	2,210,404
Cost				
Balance as of 1 January 2014	587,062	16,704,092	284,979	17,576,133
Foreign exchange differences	-	(2,324)	8,274	5,950
Additions	-	280,532	-	280,532
Deletions/Settlements	-	(1,132)	-	(1,132)
Acquisition of subsidiary	-	37,000	-	37,000
Transfers from property, plant and equipment	210,226	249,886	-	460,112
Balance as of 31 December 2014	797,288	17,268,054	293,253	18,358,595
Accumulated amortization				
Balance as of 1 January 2014	(385,524)	(14,695,226)	(284,979)	(15,365,729)
Foreign exchange differences	-	1,085	(8,274)	(7,189)
Amortization	(133,759)	(1,085,319)	-	(1,219,078)
Deletions/Settlements	-	7,113	-	7,113
Balance as of 31 December 2014	(519,283)	(15,772,347)	(293,253)	(16,584,883)
Net book value as of 31 December 2014	278,005	1,495,707	-	1,773,712

VI. Notes to annual financial statements

10. Intangible assets (continued)

COMPANY - Amounts in Euros		Software
Cost		
Balance as of 1 January 2013		10,280,970
Additions		17,261
Sales		(378)
Balance as of 31 December 2013		10,297,853
Accumulated amortization		
Balance as of 1 January 2013		(8,990,827)
Amortization		(632,714)
Sales		68
Balance as of 31 December 2013		(9,623,473)
Net book value as of 31 December 2013		674,380
Cost		
Balance as of 1 January 2014		10,297,853
Additions		6,947
Absorption of subsidiaries		3,833,836
Transfers from property, plant and equipment		81,311
Balance as of 31 December 2014		14,219,947
Accumulated amortization		
Balance as of 1 January 2014		(9,623,473)
Amortization		(511,958)
Absorption of subsidiaries		(3,603,311)
Balance as of 31 December 2014		(13,738,742)
Net book value as of 31 December 2014		481,205

11. Investment property

<i>Amounts in Euros</i>	GROUP		COMPANY	
	31/12/2014	31/12/2013	31/12/2014	31/12/2013
Opening balance	1,506,166	6,278,499	-	-
Foreign exchange differences	(4)	-	-	-
Absorption of subsidiaries	-	-	1,409,089	-
Depreciation	(140,020)	(103,419)	(32,234)	-
Transfers from investment property	6,520,278	226,751	6,509,565	-
Transfers to investment property	-	(4,895,665)	-	-
Closing balance	7,886,420	1,506,166	7,886,420	-
Cost	11,932,304	2,615,500	11,932,304	-
Accumulated depreciation	(4,045,884)	(1,109,334)	(4,045,884)	-

Investment properties consist of lands and buildings used for industrial and commercial uses. The estimated useful life of investment property is 20-25 years.

VI. Notes to annual financial statements

12. Investment in subsidiaries

Company's investments in subsidiaries are analyzed as follows:

	COMPANY	
	31/12/2014	31/12/2013
<i>Amounts in Euros</i>		
Opening balance	177,035,597	175,813,113
Additions	3,037,100	1,222,484
Sales	(39,179,482)	-
Closing balance	140,893,215	177,035,597

Ownership percentages are analyzed below:

Entity Name	Field of activity	Country	Holding percentage 2014			Holding percentage 2013		
			Direct	Indirect	Total	Direct	Indirect	Total
BRIDGNORTH Ltd	Aluminium rolling	UK	75.00%	-	75.00%	75.00%	-	75.00%
VIOMAL S.A.	Formation of aluminium products	Greece	50.00%	-	50.00%	50.00%	-	50.00%
SYMETAL S.A.	Aluminium rolling & aluminium - paper products	Greece	99.99%	-	99.99%	99.99%	-	99.99%
STEELMET ROMANIA S.A.	Commercial	Romania	60.00%	-	60.00%	40.00%	14.16%	54.16%
BLYTHE Ltd	Services	Cyprus	100.00%	-	100.00%	100.00%	-	100.00%
ANOXAL S.A.	Metal processing and recycling	Greece	100.00%	-	100.00%	100.00%	-	100.00%
ALURAME Spa	Commercial	Italy	70.00%	12.50%	82.50%	70.00%	12.50%	82.50%
VIEXAL S.A.	Services	Greece	73.33%	-	73.33%	73.33%	-	73.33%
ATHENS ART CENTRE S.A.	Services	Greece	100.00%	-	100.00%	100.00%	-	100.00%
GENECOS S.A.	Commercial	France	38.43%	13.22%	51.65%	-	-	-
ETEM S.A.	Aluminium extrusion	Greece	-	-	-	70.78%	-	70.78%
ETEM BULGARIA S.A.	Aluminium extrusion	Bulgaria	100.00%	-	100.00%	-	70.78%	70.78%
QUANTUM PROFILES S.A.	Aluminium extrusion	Bulgaria	100.00%	-	100.00%	-	70.78%	70.78%
ETEM ALBANIA SHPK	Commercial	Albania	100.00%	-	100.00%	-	70.78%	70.78%
LLC ETEM SYSTEMS UKR	Commercial	Ukraine	100.00%	-	100.00%	-	70.78%	70.78%
S.C. ETEM SYSTEMS S.R.L.	Commercial	Romania	100.00%	-	100.00%	-	70.78%	70.78%
ETEM COMMERCIAL S.A.	Commercial	Greece	100.00%	-	100.00%	-	70.78%	70.78%
ETEM SCG D.O.O.	Commercial	Serbia	100.00%	-	100.00%	-	70.78%	70.78%
ALU BUILD S.R.L	Commercial	Italy	100.00%	-	100.00%	-	70.78%	70.78%
MOPPETS LIMITED	Commercial	Cyprus	100.00%	-	100.00%	-	70.78%	70.78%
AL - AMAR	Aluminium extrusion	Libya	90.00%	-	90.00%	-	63.70%	63.70%
ELVAL COLOUR S.A.	Coating of aluminium rolled products	Greece	-	-	-	100.00%	-	100.00%
CCS S.A.	Commercial	Greece	99.44%	-	99.44%	-	98.13%	98.13%

Absorption of subsidiary companies

On the 30th of May 2014, the absorption of the 100% subsidiary ELVAL COLOUR S.A. from ELVAL S.A. was concluded in accordance with the provisions of article 69-78 of P.L. 2190/1920 and articles 1-5 of L. 2166/1993.

The values of assets and liabilities of ELVAL COLOUR S.A. at the date of absorption are analysed as follows:

<i>Amounts in thousands EURO</i>	
ASSETS	
Property, plant and equipment	32,135
Intangible assets	8
Investments	3,710
Inventory	14,318
Accounts receivables	17,860
Cash and cash equivalents	3,040
Total assets	71,071
LIABILITIES	
Long-term liabilities	16,024
Short-term liabilities	8,349
Total liabilities	24,373
EQUITY	46,698

After the elimination of Company's participation to subsidiary ELVAL COLOUR S.A. with its equity, the total Company's equity raise by €24.6 mill..

VI. Notes to annual financial statements

12. Investment in subsidiaries (continued)

Acquisition of non-controlling interests

a) On the 1st of December 2014, the absorption of the subsidiary ETEM S.A. from ELVAL S.A. was concluded in accordance with the provisions of article 69-77a of P.L. 2190/1920 and article 54 of L. 4172/2013. The Company proceeded to a capital increase (*note 19*) in order to acquire the remaining 29.22% of the share capital of ETEM S.A.. The General Shareholder's Meetings of the two companies, decided the exchange of six (6) shares of ETEM with one (1) new share of ELVAL while the shareholders of ELVAL will maintain the same number of shares they own, according to the Report drafted pursuant to article 71 of Codified Law 2190/1920 by the independent firms Deloitte Business Solutions S.A. and RSM Greece S.A., for determining the relative values of the merging companies and drafted report of the auditing firm ABACUS Auditors S.A. for the assessment of the assets. The absorption approved from the Ministry of Development based on decision Ref. No. 64947/01-12-2014.

The values of assets and liabilities of ETEM S.A. at the date of absorption are analysed as follows:

<i>Amounts in thousands EURO</i>	
ASSETS	
Property, plant and equipment	19,596
Intangible assets	220
Investment property	1,409
Investments	22,034
Inventory	7,919
Accounts receivables	8,168
Cash and cash equivalents	200
Total assets	59,546
LIABILITIES	
Long-term liabilities	37,042
Short-term liabilities	29,577
Total liabilities	66,619
EQUITY	(7,073)

After ETEM's absorption, the Group acquired non-controlling interests of €1.6 mill. (loss) through a capital increase with nominal value of €2.9 mill. and fair value of €1.8 mill., and there has been an accounting loss of €3.4 mill. which directly accounted in Equity.

After the elimination of Company's participation of €42 mill. to subsidiary ETEM S.A. with its equity, the total Company's equity decreased by €49.6 mill..

b) On December, the Company acquired an additional interest of 1.31% in its subsidiary CCS S.A. for €37.1 thousand in cash, increasing its ownership from 98.13% to 99.44%.

The changes in Company's ownership interest in subsidiary CCS S.A. is shown below:

<i>Amounts in thousands Euro</i>	
Ownership cost at the beginning of the period	-
Ownership cost from the absorption of ELVAL COLOUR S.A.	3,562.5
Acquisition of non-controlling interests	37.1
Ownership cost at the end of the period	3,599.6

c) On December, after the conclusion of ETEM's absorption, the Company increased its ownership in subsidiary companies ETEM BULGARIA S.A., QUANTUM PROFILES S.A., ETEM ALBANIA SHPK, LLC ETEM SYSTEMS UKR, S.C. ETEM SYSTEMS S.R.L., ETEM SCG D.O.O., ETEM COMMERCIAL S.A., ALU BUILD S.R.L., MOPPETS Ltd., for 29.22%, in subsidiary company AL-AMAR for 26.30% and in subsidiary company STEELMET ROMANIA S.A. for 5.84%.

Acquisition of subsidiary

On December 2014, the Company and its subsidiary ALURAME Spa participated in the capital increase of the French related party GENECOS S.A.. The Company contributed €3,000,000 in cash while subsidiary ALURAME Spa contributed €1,251,000 in cash. After the completion of the above actions, the Group holds 51.65% percentage stake in GENECOS S.A.

VI. Notes to annual financial statements

12. Investment in subsidiaries (continued)

The values of identifiable assets and liabilities at the date of the acquisition are analysed as follows:

<i>Amounts in thousands EURO</i>	
Property, plant and equipment	42
Intangible assets	37
Inventory	1,859
Accounts receivables	2,776
Cash and cash equivalents	6,695
Short-term liabilities	(3,320)
Total identifiable net assets acquired	8,089
Capital increase contribution in cash	(4,251)
NCI, based on their proportionate interest in the recognized amounts of the assets and liabilities	(3,911)
Difference	73

The difference of €73 thousand has been included in “Other expenses” of Group’s Income statement.

Brief financial information for subsidiaries with significant non-controlling interests

<i>31/12/2014 – amounts in Euros</i>	STEELMET	VIOMAL	BRIDGNORTH	Other	Total
	ROMANIA	S.A.	Ltd		
Non-controlling interest percentage stake	40.00%	50.00%	25.00%		
Non-current assets	565,074	4,644,960	56,086,757		
Current assets	6,257,666	6,778,861	90,439,075		
Long-term liabilities	-	3,156,015	25,353,933		
Short-term liabilities	1,953,696	3,431,795	14,035,180		
Equity	4,869,044	4,836,011	107,136,719		
Non-controlling interests in €	1,947,618	2,418,006	26,784,180	4,378,439	35,528,243
Sales	17,862,121	10,578,684	218,008,574		
Earnings / (losses)	(90,850)	(359,281)	12,018,921		
Other comprehensive income	(793,052)	-	9,037,407		
Total comprehensive income for the period	(883,902)	(359,281)	21,056,328		
Non-controlling interests in earnings / (losses)	(36,340)	(179,641)	3,004,730	(4,108,526)	(1,319,777)
Non-controlling interests in other comprehensive income	(317,221)	-	2,259,352	283,847	2,225,978
Cash flow from operating activities	(233,231)	(163,820)	5,663,877		
Cash flow from investing activities	(115,521)	(133,173)	(20,105,621)		
Cash flow from financing activities	43,200	(343,628)	11,483,181		
Change in cash and cash equivalents	(305,552)	(640,621)	(2,958,563)		

<i>31/12/2013 - amounts in Euros</i>	ETEM	VIOMAL	BRIDGNORTH	Other	Total
	S.A.	S.A.	Ltd		
Non-controlling interest percentage stake	29.22%	50.00%	25.00%		
Non-current assets	72,261,049	4,972,416	37,764,044		
Current assets	54,325,329	8,126,921	72,705,678		
Long-term liabilities	42,934,142	3,618,156	9,962,179		
Short-term liabilities	74,635,113	4,230,356	14,427,152		
Equity	9,017,124	5,250,825	86,080,390		
Non-controlling interests in €	2,634,804	2,625,413	21,520,098	2,709,640	29,489,955
Sales	84,440,275	11,199,943	212,153,356		
Earnings / (losses)	(19,933,857)	(654,058)	10,580,794		
Other comprehensive income	96,372	-	(2,555,204)		
Total comprehensive income for the period	(19,837,485)	(654,058)	8,025,590		
Non-controlling interests in earnings / (losses)	(5,824,673)	(327,029)	2,645,199	(24,199)	(3,530,702)
Non-controlling interests in other comprehensive income	28,160	-	(638,801)	41,609	(569,032)
Cash flow from operating activities	622,393	(439,192)	17,401,657		
Cash flow from investing activities	(3,635,225)	(92,949)	(22,060,667)		
Cash flow from financing activities	2,997,937	(470,313)	(2,891,928)		
Change in cash and cash equivalents	(14,895)	(1,002,454)	(7,550,938)		

VI. Notes to annual financial statements

13. Investment in equity-accounted investees

<i>Amounts in Euros</i>	GROUP		COMPANY	
	31/12/2014	31/12/2013	31/12/2014	31/12/2013
Opening balance	9,937,499	10,039,114	6,016,294	5,512,294
Share of profit/ (loss)	(345,340)	(412,322)	-	-
Additions	-	510,000	-	504,000
Foreign exchange differences	39,916	(72,480)	-	-
Transfers from available-for-sale investments	-	149,597	-	-
Transfers to available-for-sale investments	-	(47,310)	-	-
Impairment	-	-	(15,216)	-
Absorption of subsidiaries	-	-	149,597	-
Dividends	(216,800)	(229,100)	-	-
Closing balance	9,415,275	9,937,499	6,150,675	6,016,294

The associated company METAL GLOBE Doo deleted into 2014. In Group's financial statements it has already been impaired while an impairment of €15,216 was recognized in Company's "Financial expenses".

Brief financial information follows:

	Country	Activity	Assets	Liabilities	Sales	Share of profit / (loss)	Holding percentage
2014 - Amounts in €							
ANAMET S.A.	Greece	Commercial	66,394,175	61,042,275	213,533,307	(859,420)	26.67%
VEPEM S.A.	Greece	Commercial	14,777	3,094	-	(2,905)	50.00%
TEPROMETAL AG	Germany	Commercial	28,075,605	16,717,180	114,049,726	420,165	46.46%
DIAPEM COMMERCIAL S.A.	Greece	Commercial	666,137	15,665	-	9,353	33.33%
ELKEME S.A.	Greece	Metal research	1,902,336	181,083	1,561,596	(49,480)	67.50%
STEELMET S.A.	Greece	Services	4,917,932	3,495,186	13,637,349	84,854	35.22%
AFSEL S.A.	Greece	Services	866,196	228,260	914,218	202,042	50.00%
METAL AGENCIES Ltd	UK	Commercial	24,856,794	24,458,498	108,954,234	(149,949)	44.99%
			127,693,952	106,141,241	452,650,430	(345,340)	

	Country	Activity	Assets	Liabilities	Sales	Share of profit / (loss)	Holding percentage
2013 - Amounts in €							
ANAMET S.A.	Greece	Commercial	54,288,842	45,489,745	240,111,165	(652,971)	26.67%
VEPEM S.A.	Greece	Commercial	17,494	-	-	(2,724)	50.00%
TEPROMETAL AG	Germany	Commercial	30,467,266	20,022,339	114,209,057	180,871	46.43%
DIAPEM COMMERCIAL S.A.	Greece	Commercial	638,052	15,650	-	(1,114)	33.33%
ELKEME S.A.	Greece	Metal research	2,037,407	242,851	1,426,075	(202,438)	65.31%
STEELMET S.A.	Greece	Services	4,209,660	2,841,290	13,525,213	92,197	33.57%
METAL GLOBE Doo	Serbia	Commercial	75,578	753,090	-	-	40.00%
AFSEL S.A.	Greece	Services	830,056	252,206	837,502	181,337	50.00%
METAL AGENCIES Ltd	UK	Commercial	27,094,989	26,400,666	117,502,451	(7,480)	44.99%
			119,659,344	96,017,837	487,611,463	(412,322)	

14. Available-for-sale investments

<i>Amounts in Euros</i>	GROUP		COMPANY	
	31/12/2014	31/12/2013	31/12/2014	31/12/2013
Equity securities listed to active markets	58,167	144,536	58,167	144,536
Equity securities non-listed to active markets	886,813	927,006	880,807	723,924
Balance as of 31 December 2013	944,980	1,071,542	938,974	868,460

For the Group and for the year ended 31 December 2014, there were losses from the valuation of equity securities recognised in OCI amounted to €63,913 (net from deferred tax €22,456) while an impairment loss of €40,193 recognized in profit or loss. For the Company and for the year ended 31 December 2014, there were losses from the valuation of equity securities recognised in OCI amounted to €163,294 (net from deferred tax €57,374).

Information about the Group's exposure to credit and market risks and fair value measurement, is included in note 34.

VI. Notes to annual financial statements

15. Derivatives

The fair values of derivatives as at 31 December 2014 and 2013, are analyzed as follows:

Derivatives <i>Amounts in Euros</i>	GROUP		COMPANY	
	31/12/2014	31/12/2013	31/12/2014	31/12/2013
Non-current assets				
Foreign exchange swaps	-	295,219	-	-
Forwards	739,438	-	-	-
Future contracts	147,168	-	147,168	-
Total	886,606	295,219	147,168	-
Current assets				
Foreign exchange swaps	-	587,102	-	-
Forwards	2,755,576	167,556	5,185	114,674
Future contracts	4,896,671	871,107	3,207,489	465,066
Total	7,652,247	1,625,765	3,212,674	579,740
Long-term liabilities				
Interest rate swaps	81,794	154,693	-	-
Foreign exchange swaps	-	130,590	-	-
Forwards	56,152	-	-	-
Future contracts	10,203	-	10,203	-
Total	148,149	285,283	10,203	-
Short-term liabilities				
Interest rate swaps	187,004	213,623	-	-
Forwards	1,983,366	425,673	1,634,351	216,770
Future contracts	1,191,913	1,916,663	824,728	1,844,525
Total	3,362,283	2,555,959	2,459,079	2,061,295

Group's and Company's results from the acts of hedging recorded in the profit and loss for the fiscal year 2014 & 2013 that presented for metal future contracts and fx future contracts in the "Sales" and the "Cost of sales" while for interest rate swaps in the "Financial income / (expenses)" are as follows:

<i>Amounts in Euros</i>	GROUP		COMPANY	
	31/12/2014	31/12/2013	31/12/2014	31/12/2013
Future contracts (metal)	(2,284,988)	2,184,354	(500,796)	152,177
Interest rate swaps	-	(111,172)	-	(111,172)
Foreign exchange swaps	1,665,787	250,530	-	-
Forwards	(237,053)	645,402	(987,939)	620,528

Information about the Group's exposure to credit and market risks and fair value measurement, is included in note 34.

16. Trade and other receivables

Current Assets <i>Amounts in Euros</i>	GROUP		COMPANY	
	31/12/2014	31/12/2013	31/12/2014	31/12/2013
Customers	158,471,848	138,607,924	89,348,509	63,224,492
Receivables from related parties (note 32)	15,768,434	12,053,890	54,811,710	21,573,692
Notes - cheques receivables	15,036,877	14,984,542	11,331,197	607,389
Less: Allowance for customers	(24,985,546)	(21,063,201)	(23,411,941)	(2,269,983)
Net receivables from customers	164,291,613	144,583,155	132,079,475	83,135,590
Plus:				
Other down payments	706,388	540,047	447,115	401,095
Current tax claims	29,062,106	19,821,699	23,501,606	10,312,078
Sundry debtors	11,683,970	10,832,952	4,880,926	3,924,033
Less: Allowance for sundry debtors	(363,459)	(363,459)	(363,459)	(363,459)
Total trade and other receivables	205,380,618	175,414,394	160,545,663	97,409,337
Non-current Assets				
<i>Amounts in Euros</i>				
Long-term receivables against related parties	-	20,907	-	-
Other long-term receivables	1,657,007	1,747,771	1,480,008	1,390,796
Total other long-term receivables	1,657,007	1,768,678	1,480,008	1,390,796
Total receivables	207,037,625	177,183,072	162,025,671	98,800,133

Information about the Group's exposure to credit and market risks and impairment losses for trade and other receivables, is included in note 34.

VI. Notes to annual financial statements

17. Inventories

<i>Amounts in Euros</i>	GROUP		COMPANY	
	31/12/2014	31/12/2013	31/12/2014	31/12/2013
Merchandise	18,091,270	11,914,744	8,796,439	1,594
Finished products	60,910,974	86,749,538	38,421,583	53,925,953
Semi-finished	68,524,411	59,154,835	63,396,286	53,647,287
By-products and scrap	16,046,672	9,756,661	15,066,474	9,674,298
Work in progress	15,448,595	11,871,028	-	-
Raw and indirect materials - consumables - spare parts and packaging materials	117,540,178	98,300,809	58,988,101	43,669,563
Down-payments for the purchase of inventory	8,299,202	10,973,499	8,294,392	10,841,823
Total	304,861,302	288,721,114	192,963,275	171,760,518
Impairments:				
Merchandise	(1,091,257)	(439,621)	(938,894)	-
Finished products	(40,397)	(83,010)	-	-
Semi-finished	(18,984)	(83,130)	-	-
Raw materials	-	(2,726,081)	-	(2,726,081)
Indirect materials - consumables - spare parts and packaging materials	(2,334,146)	(1,502,220)	(2,334,146)	(1,211,496)
	(3,484,784)	(4,834,062)	(3,273,040)	(3,937,577)
Total net realizable value	301,376,518	283,887,052	189,690,235	167,822,941

The total amount of €2.7 mill. from the provision of impairment losses on inventories formed on 31 December 2013 was used and recorded in "Cost of sales".

18. Cash and cash equivalents

<i>Amounts in Euros</i>	GROUP		COMPANY	
	31/12/2014	31/12/2013	31/12/2014	31/12/2013
Cash on hand	73,744	25,665	10,158	2,502
Short-term bank deposits	25,713,591	40,938,153	2,766,820	16,277,278
Total	25,787,335	40,963,818	2,776,978	16,279,780

The short-term bank deposits, at their largest part, concern time deposits with maturity of less than 3 months.

19. Share capital and share premium

The share capital as of 31 December 2013 amounted to €37,230,245 analysed to 124,100,815 shares of €0,30 per share nominal value.

On 24th of November 2014 and following the decisions taken by the Company's Extraordinary General shareholders Meeting concerning the absorption of ETEM S.A., an increase in the Company's share capital was decided as follows:

a) by €2,718,290.80 due to absorption of subsidiary ETEM S.A. in compliance with the provisions of Articles 68(2) and 69-77a of Law 2190/20, commercial laws on S.A. and the provisions of Article 54 of Law 4172/2013; and

b) by €231,388.54 through capitalization of taxed reserves according to Article 72 of Law 4172/2013, followed by the corresponding increase in the share's nominal value from €0.30 to €0.32.

The share capital as of 31 December 2014 amounted to €40,179,924 analysed to 125,562,262 shares of €0,32 per share nominal value.

The share premium is a complement of the share capital resulting from its increase by issuing shares in cash at a value higher than their nominal value.

VI. Notes to annual financial statements

20. Reserves

GROUP	Other reserves				
	Legal reserve	Special reserve	Untaxed reserve	Other reserves	Total other reserves
<i>Amounts in Euros</i>					
Balance as of 1 January 2013	15,166,255	14,620,145	149,089,267	1,854,216	180,729,883
Distribution	918,035	75,621	14,600,000	-	15,593,656
Share capital increase	-	-	(105,880)	-	(105,880)
Change of participation in subsidiaries	59,868	-	417,246	194,264	671,378
Reclassification	594,377	2,061,953	-	(336,900)	2,319,430
Balance as of 31 December 2013	16,738,535	16,757,719	164,000,633	1,711,580	199,208,467
Distribution	847,761	-	(2,526,788)	12,518,408	10,839,381
Change of participation in subsidiaries	1,157,770	1,309,843	2,863,876	222,839	5,554,328
Reclassification	-	540,443	(540,443)	-	-
Balance as of 31 December 2014	18,744,066	18,608,005	163,797,278	14,452,827	215,602,176

COMPANY	Other reserves				
	Legal reserves	Special reserves	Untaxed reserves	Other reserves	Total other reserves
<i>Amounts in Euros</i>					
Balance as of 1 January 2013	10,913,532	11,356,205	123,744,290	328,381	146,342,408
Distribution	646,200	-	14,600,000	-	15,246,200
Balance as of 31 December 2013	11,559,732	11,356,205	138,344,290	328,381	161,588,608
Distribution	578,200	-	(2,526,788)	12,505,024	10,556,436
Absorption of subsidiaries	3,318,262	4,599,750	20,362,862	1,193,039	29,473,913
Balance as of 31 December 2014	15,456,194	15,955,955	156,180,364	14,026,444	201,618,957

According to the provisions of article 72 of L. 4172/2013, the General Shareholders Meeting of May 27th 2014 decided to impose a 19% tax on non-taxable reserves of L. 2238/1994 amounting to €13.7 million, thus fulfilling every tax obligation of the Company and its shareholders. The tax that arose stood at €2.6 million. From the net balance, an amount of €9.9 million was distributed to the shareholders (0.08 euro per share), an amount of €830 thousand was bound as a special reserve to cover own participation in the investment program. Finally, according to the General Shareholders Meeting of November 24th, 2014, an amount of €231 thousand was capitalized.

Legal reserve

Pursuant to the Greek Trade legislation, the companies are obliged, from their fiscal year profits, to form 5% as a legal reserve until it reaches one third of their paid share capital. The distribution of the legal reserve is prohibited.

Special and untaxed reserves

The special reserves and the tax-free reserves include:

- Blocked reserves to cover equity participation of subsidized investment programs.
- Non-distributed tax-exempt earnings based on special provisions of development laws (on the condition that there are sufficient earnings for their creation).
- Reserves from tax-exempt income and reserves specially taxed regarded income from interest for which tax deduction has occurred in the source.

21. Fair value reserves

GROUP - Amounts in Euros	Hedging reserve	Available-for-sale investments	Total
		reserve	
Balance as of 1 January 2013	674,697	-	674,697
Foreign exchange differences	(36,397)	-	(36,397)
Valuation in equity	(1,397,473)	(113,339)	(1,510,812)
Balance as of 31 December 2013	(759,173)	(113,339)	(872,512)
Foreign exchange differences	31,845	-	31,845
Valuation in equity	3,827,125	(63,913)	3,763,212
Balance as of 31 December 2014	3,099,797	(177,252)	2,922,545

COMPANY - Amounts in Euros	Hedging reserve	Available-for-sale investments	Total
		reserve	
Balance as of 1 January 2013	(598,834)	-	(598,834)
Valuation in equity	(497,516)	(13,958)	(511,474)
Balance as of 31 December 2013	(1,096,350)	(13,958)	(1,110,308)
Valuation in equity	1,755,366	(163,294)	1,592,072
Balance as of 31 December 2014	659,016	(177,252)	481,764

VI. Notes to annual financial statements

12. Fair value reserves (continued)

Hedging reserve

The hedging reserve concerns the valuation of the derivatives used by the Group and the Company to hedge the risk from the change of their future cash flows.

Available-for-sale investments reserve

The available-for-sale investments reserve comprises the cumulative net change in the fair value of available-for-sale financial assets until the assets are derecognised or impaired.

22. Loans and liabilities from leasing activities

Long-term and short-term loans are analysed as follows:

<i>Amounts in Euros</i>	GROUP		COMPANY	
	31/12/2014	31/12/2013	31/12/2014	31/12/2013
Long-term loans				
Long-term secured bank loans	32,688,509	19,187,178	3,000,000	4,000,000
Long-term unsecured bank loans	1,857,459	2,223,708	-	-
Secured bond issues	143,885,750	154,514,989	132,658,750	96,033,989
Total long-term loans	178,431,718	175,925,875	135,658,750	100,033,989
Short-term loans				
Short-term secured bank loans	6,453,449	7,065,544	1,000,000	1,000,000
Short-term unsecured bank loans	75,242,458	57,084,952	46,089,373	10,612,654
Secured bond issues	13,213,231	8,696,210	13,213,231	8,696,210
Total short-term loans	94,909,138	72,846,706	60,302,604	20,308,864
Total loans	273,340,856	248,772,581	195,961,354	120,342,853
The maturity dates of the long-term loans are presented below:				
Between 1 to 2 years	40,343,362	19,012,745	27,486,480	11,630,239
Between 2 to 5 years	138,088,356	156,393,786	108,172,270	88,403,750
More than 5 years	-	519,344	-	-
	178,431,718	175,925,875	135,658,750	100,033,989

Fair values of loans are approximately equal with their carrying amounts due to their floating rate interest. The Group has sufficient credit limits to cover future needs.

In Group loans, there are covenants that are fully met, in order to ensure them.

The actual weighed average interest rates at the balance sheet date are the following:

31/12/2014	GROUP			COMPANY		
	€	US\$	£	€	US\$	£
Bank loans (short-term)	5.3%	7.7%	6.9%	7.8%	7.7%	6.9%
Bank loans (long-term)	3.5%	4.7%	-	2.9%	-	-
Bonds	5.6%	-	-	5.6%	-	-
31/12/2013	GROUP			COMPANY		
	€	US\$	£	€	US\$	£
Bank loans (short-term)	5.6%	7.6%	4.5%	7.9%	7.6%	6.9%
Bank loans (long-term)	3.3%	-	4.5%	2.8%	-	-
Bonds	4.2%	-	-	4.4%	-	-

Information about the Group's exposure to interest rate, foreign currency and liquidity risk is included in Note 34.

VI. Notes to annual financial statements

23. Employee benefits

The Group has fulfilled its obligations for pension programs set from the law. Pursuant to the Greek labor law, employees are entitled to an indemnification in the event of their discharge or their retirement, the amount of which is variable depending on the wages, their years of service and the manner by which they withdraw from the company (discharge or retirement). Employees that resign or are discharged justifiably are not entitled to an indemnification. The payable indemnity in the event of retirement is equal to 40% of the indemnification which would be payable in the event of unjustifiable discharge. The Group charges its results for accumulated benefits in each period with a corresponding increase of the retirement liability. Benefits that are paid to pensioners during each period are charged against this liability. The Company's and Group's liability for personnel compensation as of 31 December 2014 and 2013 is analysed as follows:

<i>Amounts in Euros</i>	GROUP		COMPANY	
	31/12/2014	31/12/2013	31/12/2014	31/12/2013
Statement of Financial Position liabilities for:				
Present value of obligations	11,951,201	9,383,570	10,142,960	6,851,715
Changes in net liability recognised:				
Net liability at the beginning of the period	9,383,570	13,587,645	6,851,715	9,514,366
Benefits paid	(804,683)	(466,449)	(531,021)	(132,008)
Absorption of subsidiary	-	-	1,115,973	-
Total expense recognised in profit and loss (note 28)	973,202	592,979	763,223	545,615
Net liability at the end of the period	9,552,089	13,714,175	8,199,890	9,927,973
Remeasurements of the employee benefit liability recognised in OCI (note 27)	2,399,112	(4,330,605)	1,943,070	(3,076,258)
Present value of liability at the end of the period	11,951,201	9,383,570	10,142,960	6,851,715
Charges to the Income Statement				
Retirement benefits (note 28)	973,202	592,979	763,223	545,615
Analysis of expenditures recognised in the Income Statement				
Service cost	319,333	569,775	205,778	281,545
Interest cost	279,902	349,916	233,967	244,964
Cost of additional benefits	46,391	(931,133)	-	-
Cost of settlement from employee transfers	-	5,331	-	-
Expenses	327,576	75,175	323,478	19,106
Cost of past service during the period	-	523,915	-	-
Total expenditure recognised in the Income Statement (note 28)	973,202	592,979	763,223	545,615
The main actuarial acknowledgments that were used for accounting purposes are the following:				
Discount rate	1.5%	3.2%	1.5%	3.2%
Future salary increases	1.8%	2.0%	1.8%	2.0%

If the discount rate used was lower by 0.5%, then the present value of the Company's obligation would be 7.3% higher at the end of the period. If the discount rate used was higher by 0.5%, then the present value of the Company's obligation at the end of the period would be 6.6% lower.

24. Government grants

The government grants for the fiscal years 2014 and 2013 are as follows:

<i>Amounts in Euros</i>	GROUP		COMPANY	
	31/12/2014	31/12/2013	31/12/2014	31/12/2013
Balance at the beginning of the period	29,247,769	21,794,994	15,568,675	10,953,973
Government grants received	340,586	10,302,881	57,780	6,543,505
Reversal of amortization of grants	641,237	-	-	-
Transfer to liabilities	(1,139,193)	-	-	-
Absorption of subsidiaries	-	-	1,721,486	-
Amortization of government grants (note 29)	(3,080,470)	(2,850,106)	(2,140,839)	(1,928,803)
Balance at the end of the fiscal year	26,009,929	29,247,769	15,207,102	15,568,675

The above grants have been received against investments in property, plant and equipment.

VI. Notes to annual financial statements

25. Provisions

Long-term liabilities		
Other provisions	GROUP	
<i>Amounts in Euros</i>		
1 January 2013	1,102,806	
Foreign exchange differences	(23,281)	
31 December 2013	1,079,525	
Foreign exchange differences	75,951	
31 December 2014	1,155,476	
Short-term liabilities		
Other provisions	GROUP	COMPANY
<i>Amounts in Euros</i>		
1 January 2013	253,313	-
Foreign exchange differences	(2,587)	-
Provision charges for the year	321,862	-
Used provisions for the year	(130,779)	-
31 December 2013	441,809	-
Foreign exchange differences	8,439	-
Absorption	-	309,926
Provision charges for the year	876,993	-
Used provisions for the year	(1,020,000)	(259,926)
31 December 2014	307,241	50,000

The other long-term and short-term provisions mostly concern provisions recognized by Group's foreign subsidiary regarding its obligation to meet environmental terms in relation to properties bought in 2011 abroad.

26. Trade and other payables

Trade and other payables as of 31 December 2014 and 2013 are analyzed as follows:

<i>Amounts in Euros</i>	GROUP		COMPANY	
	31/12/2014	31/12/2013	31/12/2014	31/12/2013
Suppliers	76,693,841	61,807,132	57,631,127	35,826,761
Cheques payable	154,852	141,790	-	-
Customer down-payments	2,336,284	2,695,028	1,495,055	1,391,948
Liabilities to insurance organisations	2,486,730	2,758,482	1,808,674	1,599,293
Amounts due to related parties (<i>note 32</i>)	8,585,198	7,782,481	15,079,479	13,248,658
Dividends payable	36,626	22,050	36,626	22,050
Sundry creditors	5,436,114	2,687,578	3,897,569	733,090
Accrued income	16,787	-	3,570,788	3,820,971
Accrued expenses	9,287,799	6,119,731	2,831,524	1,683,524
Other transitory credit accounts	1,714,311	1,965,681	1,713,667	1,823,571
Sundry taxes	3,098,218	2,162,531	1,456,656	852,081
Total trade and other payables	109,846,760	88,142,484	89,521,165	61,001,947

Information about the Group's exposure foreign currency and liquidity risk is included in Note 34.

27. Income tax expense

The income tax presented in the Income Statements is analysed as follows:

<i>Amounts in Euros</i>	GROUP		COMPANY	
	31/12/2014	31/12/2013	31/12/2014	31/12/2013
Current tax	(6.888.661)	(9.806.986)	(2.817.730)	(4.073.431)
Deferred tax	3.976.818	(8.904.027)	2.998.401	(7.297.089)
Total Income Tax	(2.911.843)	(18.711,013)	180.671	(11,370,520)

According to the tax law No. 4110/2013 of the Greek State, the corporate income tax rate of legal entities in Greece is set at 26% for fiscal year 2013 and onwards.

VI. Notes to annual financial statements

27. Income tax expense (continued)

Income tax recognised in other comprehensive income

GROUP	2014			2013		
	Before tax	Tax	Net of tax	Before tax	Tax	Net of tax
<i>Amounts in Euros</i>						
Remeasurements of the employee benefit liability	(2,399,111)	623,768	(1,775,343)	4,330,605	(1,125,957)	3,204,648
Foreign exchange differences	6,486,798	-	6,486,798	(1,672,211)	-	(1,672,211)
Net change in available-for-sale investments	(86,369)	22,456	(63,913)	(153,161)	39,822	(113,339)
Net change in fair value of cash flow hedges	5,824,343	(1,352,644)	4,471,699	(2,313,632)	636,015	(1,677,617)
	9,825,661	(706,420)	9,119,241	191,601	(450,120)	(258,519)

COMPANY	2014			2013		
	Before tax	Tax	Net of tax	Before tax	Tax	Net of tax
<i>Amounts in Euros</i>						
Remeasurements of the employee benefit liability	(1,943,070)	505,198	(1,437,872)	3,076,258	(799,827)	2,276,431
Net change in available-for-sale investments	(220,668)	57,374	(163,294)	(18,862)	4,904	(13,958)
Net change in fair value of cash flow hedges	2,372,116	(616,750)	1,755,366	(733,012)	235,496	(497,516)
	208,378	(54,178)	154,200	2,324,384	(559,427)	1,764,957

Reconciliation of income tax using Company's effective tax rate

<i>Amounts in Euros</i>	GROUP			COMPANY		
	31/12/2014	31/12/2013		31/12/2014	31/12/2013	
Profit before tax	18,609,652	15,545,380		17,270,808	15,626,964	
Tax rate	26%	26%		26%	26%	
	(4,838,510)	(4,041,799)		(4,490,410)	(4,063,011)	
Exempt income	1.8%	328,596	(48,155)	0.9%	152,141	363,029
Untaxed reserves	-0.4%	(70,468)	5,200,000	-0.4%	(70,468)	5,200,000
Change in tax rate	-	-	(12,929,116)	-	-	(9,688,673)
Difference tax rate of foreign subsidiaries	0.1%	12,789	36,676	-	-	-
Permanent tax differences	19.4%	3,616,183	(5,009,373)	37.8%	6,532,661	(658,634)
Tax audit	-8.1%	(1,511,283)	-	-8.7%	(1,494,103)	-
Tax provision for reserves	-	-	(2,657,095)	-	-	(2,523,231)
Tax audit provision	-2.4%	(449,150)	(150,000)	-2.6%	(449,150)	-
Reversal of tax for dividends from abroad	-	-	887,849	-	-	-
	-15.6%	(2,911,843)	(18,711,013)	1.0%	180,671	(11,370,520)

In September 2014 the Tax Audit Authority for Large Enterprises (KEMEEP) issued and served to the Company the final corrective administrative decisions of determination of the income tax for the fiscal years 2009 – 2012 (reporting periods 2008 – 2011), for the amount of additional taxes and increases amounting to €3.6 million that has been paid. The company submitted an administrative appeal to the Directorate of Dispute Settlement of the General Secretariat of Public Revenue (GSPR) of the Ministry of Finance, that in January 2015 charged the Company with Accounting Differences of a total amount of €7.4 million (compared to €9.7 million from the Regular Tax Audit), out of which an income tax of €1.6 million, plus a tax increase of €1 million, i.e. a total amount of €2.6 million. The Company filed a case at the tax courts for part of the differences and for the rest charged its fiscal year results with additional taxes of €1.5 million. The difference of €2.1 million compared to the amount paid appears as receivables from the Greek State.

In Group level the provision for tax-unaudited years, amount to €875,000 and in Company level amount to €635,00

In 2014, Annual Tax Certificates as provided for by paragraph 5 of Article 82 of L.2238/1994, were issued with unqualified opinion for the parent Company and its subsidiaries ETEM S.A, SYMETAL S.A, VIOMAL S.A, ELVAL COLOUR S.A., CCS S.A. and ANOXAL S.A for the tax audit of the fiscal year 2013.

VI. Notes to annual financial statements

27. Income tax expense (continued)

The fiscal years that the companies of the Group have not been audited by the tax authorities are set out in the following table:

Entity name	Country	Holding percentage	Consolidation Method	Tax-unaudited years
ELVAL S.A.(*)	Greece	Parent	Parent	2008-2010 & 2014
SYMETAL S.A.	Greece	99.99%	Full Consolidation	2009-2010 & 2014
VIOMAL S.A.	Greece	50.00%	Full Consolidation	2008-2010 & 2014
VIEXAL S.A.	Greece	73.33%	Full Consolidation	2010-2011 & 2014
BRIDGNORTH ALUMINIUM Ltd	UK	75.00%	Full Consolidation	2003-2014
BLYTHE Ltd	Cyprus	100.00%	Full Consolidation	2010-2014
STEELMET ROMANIA S.A.	Romania	60.00%	Full Consolidation	2010-2014
ATHENS ART CENTRE S.A.	Greece	100.00%	Full Consolidation	2005-2014
ANOXAL S.A.	Greece	100.00%	Full Consolidation	2010 & 2014
ALURAME Spa	Italy	82.50%	Full Consolidation	2010-2014
GENECOS S.A.	France	51.65%	Full Consolidation	2005-2014
ETEM BULGARIA S.A.	Bulgaria	100.00%	Full Consolidation	2008-2014
QUANTUM PROFILES S.A.	Bulgaria	100.00%	Full Consolidation	2013-2014
ETEM ALBANIA SHPK	Albania	100.00%	Full Consolidation	2011-2014
LLC ETEM SYSTEMS UKR	Ukraine	100.00%	Full Consolidation	2006-2014
S.C. ETEM SYSTEMS S.R.L.	Romania	100.00%	Full Consolidation	2008-2014
ETEM COMMERCIAL S.A.	Greece	100.00%	Full Consolidation	2010-2014
ETEM SCG D.O.O.	Serbia	100.00%	Full Consolidation	2011-2014
ALU BUILD S.R.L.	Italy	100.00%	Full Consolidation	2010-2014
MOPPETS Ltd	Cyprus	100.00%	Full Consolidation	2010-2014
AL - AMAR	Libya	90.00%	Full Consolidation	2006-2014
CCS S.A.	Greece	99.44%	Full Consolidation	2010 & 2014

(*) The tax-unaudited years 2008-2010 of parent company ELVAL S.A. concern the unaudited years of the absorbed companies ETEM S.A. and ELVAL COLOUR S.A.

Movement in deferred tax balances, assets and (liabilities)

GROUP	Balance 1/1/2013	Foreign exchange differences	(Debit) / credit of profit and loss	(Debit) / credit of equity	Balance 31/12/2013	Foreign exchange differences	(Debit) / credit of profit and loss	(Debit) / credit of equity	Balance 31/12/2014
Deferred tax – amounts in €	(46,528,774)	(11,025)	(11,084,875)	-	(57,624,674)	(47,026)	3,431,481	-	(54,240,219)
Fixed Assets	(228,576)	-	468,465	-	239,889	-	190,242	-	430,131
Intangible assets	3,899,731	612	1,076,976	(1,125,957)	3,851,362	(655)	379,957	623,770	4,854,434
Difference in provisions	(404,882)	11,810	-	636,015	242,944	(12,865)	-	(1,352,642)	(1,122,563)
Hedging	-	-	-	39,822	39,822	-	-	22,456	62,278
Available-for-sale	113,927	(5)	(349)	-	113,573	17	(7,411)	-	106,179
Tax losses	(892,173)	-	892,173	-	-	-	-	-	-
Tax-rate differences in subsidiaries	843,460	(651)	(256,417)	-	586,392	135	(17,451)	-	569,076
Other	(43,197,287)	741	(8,904,027)	(450,119)	(52,550,692)	(60,394)	3,976,818	(706,416)	(49,340,684)

COMPANY	Balance 1/1/2013	(Debit) / credit of profit and loss	(Debit) / credit of equity	Balance 31/12/2013	(Debit) / credit of profit and loss	(Debit) / credit of equity	Absorption of subsidiaries	Balance 31/12/2014
Deferred tax – amounts in €	(31,420,880)	(7,532,083)	-	(38,952,963)	3,791,664	-	(8,632,470)	(43,793,769)
Fixed Assets	(299,241)	424,668	-	125,427	179,398	-	94,688	399,513
Intangible assets	830,876	(889,946)	(799,827)	(858,897)	(922,750)	505,198	5,868,733	4,592,284
Difference in provisions	149,707	-	235,496	385,203	-	(616,747)	-	(231,544)
Hedging	-	-	4,904	4,904	-	22,456	34,918	62,278
Available-for-sale	(83,362)	700,272	-	616,910	(49,911)	-	-	566,999
Other	(30,822,900)	(7,297,089)	(559,427)	(38,679,419)	2,998,401	(89,093)	(2,634,131)	(38,404,239)

VI. Notes to annual financial statements

28. Expenses

<i>Amounts in Euros</i>	GROUP		COMPANY	
	31/12/2014	31/12/2013	31/12/2014	31/12/2013
Employee benefits	81,267,721	78,933,950	40,637,592	33,257,695
Cost of inventories recognised as an expense	727,406,326	658,304,261	526,448,788	457,257,252
Energy cost	40,057,748	46,004,983	25,311,245	28,296,592
Depreciation-Amortization	50,211,829	48,579,576	32,705,180	28,294,034
Insurance costs	4,613,170	4,199,114	2,615,195	2,273,893
Rents	3,646,122	3,979,944	1,465,402	1,415,615
Transportation	31,157,455	28,271,755	23,550,087	18,881,876
Promotional and advertisement expenses	1,315,021	1,320,514	654,296	321,581
Services of third parties	46,821,640	64,219,432	33,103,486	49,073,437
Provisions	4,498,155	2,550,310	87,506	111,782
Other expenses	42,559,153	42,872,646	22,068,390	20,272,874
Total cost of sales, selling, distribution and administrative expenses	1,033,554,340	979,236,485	708,647,167	639,456,631

Other expenses mostly concern results from the acts of hedging. On Group level, “Services of third parties” for year ended 2014, include audit services from Group auditors of €231,562, audit services from other auditors of €119,279, other services from auditors of €24,757 and other non-audit services of €121,400.

Employee benefits for fiscal years 2014 and 2013 are analysed as follows:

<i>Amounts in Euros</i>	GROUP		COMPANY	
	31/12/2014	31/12/2013	31/12/2014	31/12/2013
Personnel fees and expenses	62,426,291	62,953,256	30,109,858	24,291,702
Social security expenses	13,636,769	11,867,890	7,642,695	6,746,230
Defined contribution plan	458,338	354,654	-	-
Retirement benefits (Defined benefit plan)	973,202	592,979	763,223	545,615
Other personnel fringe benefits	3,773,121	3,165,171	2,121,816	1,674,148
Total	81,267,721	78,933,950	40,637,592	33,257,695

In Group level for year 2014, other personnel fringe benefits related to distribution of earnings to personnel and consequential benefits of personnel (food, training, etc.). For the Company, other personnel fringe benefits concern consequential benefits of personnel.

Number of employees at the end of the year 2014: Company: 916 (year 2013: 727), Group: 2,211 (year 2013: 2,159).

29. Other operating income / (expenses)

<i>Amounts in Euros</i>	GROUP		COMPANY	
	31/12/2014	31/12/2013	31/12/2014	31/12/2013
Other operating income				
Subsidies	327,578	29,267	209,901	15,170
Income from incidental activities	533,680	532,964	-	-
Amortization of government grants received (<i>note 24</i>)	3,080,470	2,850,106	2,140,839	1,928,803
Income from services	268,689	392,499	91,057	124,800
Buildings and machinery rents	276,735	371,814	895,319	965,771
Insurance indemnification	58,059	17,239	25,762	14,116
Profit / (loss) from the sale of property, plant and equipment	38,246	30,878	20,123	9,864
Foreign exchange differences	885,259	745,161	-	-
Other income	3,347,020	3,852,481	2,780,559	2,388,447
Total other operating income	8,815,736	8,822,409	6,163,560	5,446,971
Other operating expenses				
Development expenses	(437,966)	(270,526)	-	-
Impairment loss on property, plant and equipment	-	(7,500,000)	-	-
Foreign exchange differences	(573,142)	(1,033,470)	-	-
Penalties	(1,053,876)	-	-	-
Other expenses	(1,746,952)	(848,766)	(312,358)	(102,930)
Total other operating expenses	(3,811,936)	(9,652,763)	(312,358)	(102,930)

VI. Notes to annual financial statements

30. Finance income / (expenses) and dividend income

<i>Amounts in Euros</i>	GROUP		COMPANY	
	31/12/2014	31/12/2013	31/12/2014	31/12/2013
Finance income				
Interest income	163,950	146,697	27,836	66,354
Interest income from clients	5,274,634	5,766,946	5,473,793	5,766,946
Foreign exchange differences	195,552	263,079	428	-
Gain from the sale of warrants	-	3,442,139	-	3,442,139
Loss from the sale of securities	-	(4,984,551)	-	(4,984,551)
Impairments of available-for-sale investments	(40,193)	(152,720)	-	-
Other	247,108	237,942	163,299	143,885
Total finance income	5,841,051	4,719,532	5,665,356	4,434,773
Finance expenses				
Interest expense and related expenses	(18,068,266)	(16,739,133)	(10,822,475)	(9,690,142)
Foreign exchange differences	(642,742)	(429,984)	-	-
Impairment of associates	-	-	(15,216)	-
Other	(24,825)	(28,183)	-	-
Total finance expense	(18,735,833)	(17,197,300)	(10,837,691)	(9,690,142)
Finance income / (expenses) - net	(12,894,782)	(12,477,768)	(5,172,335)	(5,255,369)

Dividend income for 2014 and 2013 is as follows:

<i>Amounts in Euros</i>	GROUP		COMPANY	
	31/12/2014	31/12/2013	31/12/2014	31/12/2013
Dividend income	2,756	-	378,014	1,381,095

31. Commitments

1, Contractual commitments <i>Amounts in Euros</i>	GROUP		COMPANY	
	31/12/2014	31/12/2013	31/12/2014	31/12/2013
Property, plant and equipment	29,002,198	7,809,462	2,317,905	3,208,729

The Group leases cars and buildings by operating leases. The future payable total leases in accordance to the operating leases are as follows:

2, Liabilities from operating leases <i>Amounts in Euros</i>	GROUP		COMPANY	
	31/12/2014	31/12/2013	31/12/2014	31/12/2013
Up to 1 year	1,175,953	1,202,629	690,640	448,062
From 1-5 years	1,913,156	2,282,847	1,151,982	898,375
More than 5 years	1,118	-	1,118	-
	3,090,227	3,485,476	1,843,740	1,346,437

Expenses from operating leases are included in rents (*note 28*).

VI. Notes to annual financial statements

32. Transactions with related parties

Group's and Company's main transactions with related parties for the year 2014 and year 2013 and the corresponding receivables and liabilities as of 31 December 2014 and 31 December 2013 analysed as follows:

Transactions <i>Amounts in Euros</i>	GROUP		COMPANY	
	31/12/2014	31/12/2013	31/12/2014	31/12/2013
Sales of goods				
Subsidiaries	-	-	154,004,595	140,637,902
Associates	41,449,358	33,388,885	19,769,060	13,865,294
Other related parties	17,211,933	7,798,622	9,395,884	2,891,261
	58,661,291	41,187,507	183,169,539	157,394,457
Sales of services				
Subsidiaries	-	-	1,276,907	1,356,220
Associates	452,116	184,993	355,462	184,253
Other related parties	302,709	747,736	248,169	453,364
	754,825	932,729	1,880,538	1,993,837
Sales of property, plant and equipment				
Associates	1,970	270	-	-
Other related parties	-	9,090	-	-
	1,970	9,360	-	-
Purchases of goods				
Subsidiaries	-	-	19,590,932	18,401,606
Associates	4,020,796	2,641,125	3,949,336	2,600,600
Other related parties	18,423,329	15,655,362	1,899,009	1,387,735
	22,444,125	18,296,487	25,439,277	22,389,941
Purchases of services				
Subsidiaries	-	-	10,174,147	31,143,576
Associates	8,838,614	8,469,782	7,341,491	6,268,234
Other related parties	3,163,120	3,512,745	1,898,755	2,054,255
	12,001,734	11,982,527	19,414,393	39,466,065
Purchases of property, plant and equipment				
Other related parties	6,875,866	13,410,024	6,414,906	12,989,712
Benefits to Management				
Fees – benefits to the members of the B,o,D, and executives	3,943,880	4,210,633	2,225,929	1,998,987
Year-end balances				
<i>Amounts in Euros</i>				
Receivables from related parties:				
Subsidiaries	-	-	45,650,632	16,455,629
Associates	7,072,703	6,961,933	3,651,936	2,645,270
Other related parties	8,695,731	5,091,957	5,509,142	2,472,793
Total receivables from related parties	15,768,434	12,053,890	54,811,710	21,573,692
Liabilities to related parties:				
Subsidiaries	-	-	10,364,058	8,033,594
Associates	2,604,949	3,051,823	2,009,337	1,894,232
Other related parties	5,980,249	4,730,658	2,706,084	3,320,832
Total liabilities to related parties	8,585,198	7,782,481	15,079,479	13,248,658

33. Earnings per share

Basic and diluted earnings per share for the fiscal years 2014 and 2013 are as follows:

Basic and Diluted earnings per share <i>Amounts in Euros</i>	GROUP		COMPANY	
	31/12/2014	31/12/2013	31/12/2014	31/12/2013
Earnings that correspond to Company's shareholders	17,017,586	365,069	17,451,479	4,256,444
Weighted average number of shares	124,220,934	124,100,815	124,220,934	124,100,815
Earnings per share (Euros per share)	0.137	0.003	0.141	0.034

VI. Notes to annual financial statements

34. Financial instruments – Fair values and risk management

(a) Accounting classifications and fair values

GROUP		Carrying amount					Fair value			
		Note	Hedging instruments	Cash and receivables	Available-for-sale	Other financial liabilities	Total	Level A	Level B	Level C
31/12/2014 –										
<i>Amounts in Euros</i>										
Financial assets measured at fair value										
-Forwards	15	3,495,014	-	-	-	3,495,014	-	3,495,014	-	3,495,014
-Future contracts	15	5,043,839	-	-	-	5,043,839	5,043,839	-	-	5,043,839
-Securities	14	-	-	944,980	-	944,980	58,167	-	886,813	944,980
Total		8,538,853	-	944,980	-	9,483,833	5,102,006	3,495,014	886,813	9,483,833
Financial assets not measured at fair value										
-Trade and other receivables	16	-	164,291,613	-	-	164,291,613	-	-	-	164,291,613
-Cash and cash equivalents	18	-	25,787,335	-	-	25,787,335	-	-	-	25,787,335
Total		-	190,078,948	-	-	190,078,948	-	-	-	190,078,948
Financial liabilities measured at fair value										
-interest rate swaps	15	268,798	-	-	-	268,798	-	268,798	-	268,798
-Forwards	15	2,039,518	-	-	-	2,039,518	-	2,039,518	-	2,039,518
-Future contracts	15	1,202,116	-	-	-	1,202,116	1,202,116	-	-	1,202,116
Total		3,510,432	-	-	-	3,510,432	1,202,116	2,308,316	-	3,510,432
Financial liabilities not measured at fair values										
-Loans	22	-	-	-	273,340,856	273,340,856	-	-	-	273,340,856
-Trade and other payables	26	-	-	-	109,846,760	109,846,760	-	-	-	109,846,760
Total		-	-	-	383,187,616	383,187,616	-	-	-	383,187,616

GROUP		Carrying amount					Fair value			
		Note	Hedging instruments	Cash and receivables	Available-for-sale	Other financial liabilities	Total	Level A	Level B	Level C
31/12/2013 –										
<i>Amounts in Euros</i>										
Financial assets measured at fair value										
-Foreign exchange swaps	15	882,321	-	-	-	882,321	-	882,321	-	882,321
-Forwards	15	167,556	-	-	-	167,556	-	167,556	-	167,556
-Future contracts	15	871,107	-	-	-	871,107	871,107	-	-	871,107
-Securities	14	-	-	1,071,542	-	1,071,542	144,536	-	927,006	1,071,542
Total		1,920,984	-	1,071,542	-	2,992,526	1,015,643	1,049,877	927,006	2,992,526
Financial assets not measured at fair value										
-Trade and other receivables	16	-	144,583,155	-	-	144,583,155	-	-	-	144,583,155
-Cash and cash equivalents	18	-	40,963,818	-	-	40,963,818	-	-	-	40,963,818
Total		-	185,546,973	-	-	185,546,973	-	-	-	185,546,973
Financial liabilities measured at fair value										
-interest rate swaps	15	368,316	-	-	-	368,316	-	368,316	-	368,316
-foreign exchange swaps	15	130,590	-	-	-	130,590	-	130,590	-	130,590
-Forwards	15	425,673	-	-	-	425,673	-	425,673	-	425,673
-Future contracts	15	1,916,663	-	-	-	1,916,663	1,916,663	-	-	1,916,663
Total		2,841,242	-	-	-	2,841,242	1,916,663	924,579	-	2,841,242
Financial liabilities not measured at fair values										
-Loans	22	-	-	-	248,772,581	248,772,581	-	-	-	248,772,581
-Trade and other payables	26	-	-	-	88,142,484	88,142,484	-	-	-	88,142,484
Total		-	-	-	336,915,065	336,915,065	-	-	-	336,915,065

VI. Notes to annual financial statements

34. Financial instruments – Fair values and risk management (continued)

(a) Accounting classifications and fair values (continued)

COMPANY		Carrying amount					Fair value				
		Note	Hedging instruments	Cash and receivables	Available-for-sale	Other financial liabilities	Total	Level A	Level B	Level C	Total
31/12/2014 –											
<i>Amounts in Euros</i>											
Financial assets measured at fair value											
	-Forwards	15	5,185	-	-	-	5,185	-	5,185	-	5,185
	-Future contracts	15	3,354,657	-	-	-	3,354,657	3,354,657	-	-	3,354,657
	-Shares	14	-	-	938,974	-	938,974	58,167	-	880,807	938,974
	Total		3,359,842	-	938,974	-	4,298,816	3,412,824	5,185	880,807	4,298,816
Financial assets not measured at fair value											
	-Trade and other receivables	16	-	132,079,475	-	-	132,079,475	-	-	-	132,079,475
	-Cash and cash equivalents	18	-	2,776,978	-	-	2,776,978	-	-	-	2,776,978
	Total		-	134,856,453	-	-	134,856,453	-	-	-	134,856,453
Financial liabilities measured at fair value											
	-Forwards	15	1,634,351	-	-	-	1,634,351	-	1,634,351	-	1,634,351
	-Future contracts	15	834,931	-	-	-	834,931	834,931	-	-	834,931
	Total		2,469,282	-	-	-	2,469,282	834,931	1,634,351	-	2,469,282
Financial liabilities not measured at fair values											
	-Loans	22	-	-	-	195,961,354	195,961,354	-	-	-	195,961,354
	-Trade and other payables	26	-	-	-	89,521,165	89,521,165	-	-	-	89,521,165
	Total		-	-	-	285,482,519	285,482,519	-	-	-	285,482,519

COMPANY		Carrying amount					Fair value				
		Note	Hedging instruments	Cash and receivables	Available-for-sale	Other financial liabilities	Total	Level A	Level B	Level C	Total
31/12/2013 –											
<i>Amounts in Euros</i>											
Financial assets measured at fair value											
	- Forwards	15	114,674	-	-	-	114,674	-	114,674	-	114,674
	-Future contracts	15	465,066	-	-	-	465,066	465,066	-	-	465,066
	-Shares	14	-	-	868,460	-	868,460	144,536	-	723,924	868,460
	Total		579,740	-	868,460	-	1,448,200	609,602	114,674	723,924	1,448,200
Financial assets not measured at fair value											
	-Trade and other receivables	16	-	83,135,590	-	-	83,135,590	-	-	-	83,135,590
	-Cash and cash equivalents	18	-	16,279,780	-	-	16,279,780	-	-	-	16,279,780
	Total		-	99,415,370	-	-	99,415,370	-	-	-	99,415,370
Financial liabilities measured at fair value											
	-Forwards	15	216,770	-	-	-	216,770	-	216,770	-	216,770
	-Future contracts	15	1,844,525	-	-	-	1,844,525	1,844,525	-	-	1,844,525
	Total		2,061,295	-	-	-	2,061,295	1,844,525	216,770	-	2,061,295
Financial liabilities not measured at fair values											
	-Loans	22	-	-	-	120,342,853	120,342,853	-	-	-	120,342,853
	-Trade and other payables	26	-	-	-	61,001,947	61,001,947	-	-	-	61,001,947
	Total		-	-	-	181,344,800	181,344,800	-	-	-	181,344,800

VI. Notes to annual financial statements

34. Financial instruments – Fair values and risk management (continued)

(b) Measurement of fair values

Type	Valuation technique
Derivatives	<i>Market comparison technique:</i> The fair values are based on broker quotes. Similar contracts are traded in an active market and the quotes reflect the actual transactions in similar instruments
Equity securities traded in active markets	<i>Market value:</i> price as traded in active market.
Equity securities not traded in active markets	<i>Discounted cash flows:</i> The fair value of shares not traded in an active market is defined based on the provisions of the Group for the future profitability of the issuer after taking into account the expected growth rate of its operations as well as the discounted interest rate.
Other financial liabilities	<i>Discounted cash flows:</i> The fair value of financial liabilities are estimated based on the present value of the future cash flows that arise from specific contracts using the effective interest rate that is available for the Group for the use of similar financial instruments

Level C fair values

The following table shows a reconciliation from the opening to the closing balances for Level C fair values:

Available-for-sale investments – Amounts in Euro	GROUP	COMPANY
Balance at 1/1/2013	1,479,709	887,322
Net change in fair value in OCI	(219,851)	(85,552)
Impairment in profit or loss	(152,720)	-
Transfers to Level A	(77,846)	(77,846)
Transfers to equity-accounted investees	(149,596)	-
Transfers from equity-accounted investees	47,310	-
Balance at 01/01/2014	927,006	723,924
Absorption	-	156,883
Impairment in profit or loss	(40,193)	-
Balance at 31/12/2014	886,813	880,807

(c) Financial risk management

This note provides information regarding the exposure of the Group to each of the above risks, the goals of the Group, its risk assessment and management policies and procedures, as well as the Group's capital management.

The Group's risk management policies are implemented in order to identify and analyse risks faced by the Group as well as set risk-taking limits and implement controls thereon. Risk management policies and related systems are periodically monitored, in order to ensure that they incorporate the changes in market conditions and in the Group's activities.

The Internal Audit department is responsible for monitoring compliance with risk management policies and procedures. The department carries out regular as well as special audits in order to ascertain compliance with proper procedures and its findings are communicated to the Board of Directors.

VI. Notes to annual financial statements

34. Financial instruments – Fair values and risk management (continued)

(c) Financial risk management (continued)

Credit risk

Credit risk is the risk of loss for the Group in the case a customer or third party in a financial instrument transaction, does not fulfil his contractual obligations and is mainly related to the receivables from customers and to investments in securities.

The Financial assets subject to credit risk are as follows

<i>Amounts in Euros</i>	GROUP		COMPANY	
	31/12/2014	31/12/2013	31/12/2014	31/12/2013
Available-for-sale financial assets	944,980	1,071,542	938,974	868,460
Customers (less impairment losses)	164,291,613	144,583,155	132,079,475	83,135,590
Cash in hand and cash equivalents	25,787,335	40,963,818	2,776,978	16,279,780
Derivatives	8,538,853	1,920,984	3,359,842	579,740
	199,562,781	188,539,499	139,155,269	100,863,570

i. Customers and other receivables

The Group's exposure to credit risk is mainly affected by the characteristics of each customer. The demographic characteristics of the Group's client base, including the risk of default payments that characterizes the specific market and the country where customers operate in, affect credit risk less as there is no geographic concentration of credit risk.

The Board of Directors has established a credit policy, according to which each new customer is examined on an individual basis for his credit ability before the ordinary payment terms are proposed to such. The examination of credit ability performed by the Group includes the examination of bank resources and other third party resources for credit rating, if available. Credit lines are defined for each customer, and are re-examined according to the current conditions, while if necessary the sales and payment terms are readjusted. The credit lines of customers are mainly defined according to the insurance limit received for them from insurance companies and following the receivables are insured according to such limits.

During the monitoring of customer credit risk, customers are grouped according to their credit characteristics, the maturity characteristics of their receivables and any possibly prior payment problems displayed. Customers and other receivables mainly include wholesale customers of the Group. Customers characterized as "high risk" are placed in a special customer statement and future sales must be pre-collected and approved by the Board of Directors. According to the customer's history and capacity, in order to secure its receivables, the Group requests real guarantees or collateral (i.e. letters of guarantee), when possible.

The Group registers an impairment provision, which represents its estimation for losses regarding its customers, other receivables and investments in securities. This provision is mainly comprised of impairment losses of specific receivables that it is estimated (based on the given conditions) that they will be realized but have not yet been finalized.

The ageing analysis of customers is presented below:

Customers <i>Amounts in Euros</i>	GROUP		COMPANY	
	31/12/2014	31/12/2013	31/12/2014	31/12/2013
Neither past due nor impaired	141,608,900	121,071,237	125,104,584	80,791,616
Due				
Up to 6 months	18,795,436	15,754,753	6,490,297	2,343,974
> 6 months	3,887,277	7,757,165	484,594	-
Total	164,291,613	144,583,155	132,079,475	83,135,590

The above "Neither past due nor impaired" amounts also include receivables from related parties.

VI. Notes to annual financial statements

34. Financial instruments – Fair values and risk management (continued)

(c) Financial risk management (continued)

Credit risk (continued)

The Group and the Company have made an adequate provision in order to cover a bad debt risk. The movement in the allowance for impairment in respect of receivables from customers is as follows:

<i>Amounts in Euros</i>	GROUP		COMPANY	
	31/12/2014	31/12/2013	31/12/2014	31/12/2013
Opening balance	21,063,201	20,719,525	2,269,983	2,191,459
Charge of the year	3,880,450	421,626	87,506	111,782
Deletions	-	(62,537)	-	(33,258)
Reversal	7,236	-	-	-
Absorption of subsidiaries	-	-	21,054,452	-
Foreign exchange differences	34,659	(15,413)	-	-
Closing balance	24,985,546	21,063,201	23,411,941	2,269,983

ii. Investments

Investments are classified by the Group according to the purpose for which they were acquired. The Management decides on the proper classification of the investment when such is initiated and re-examines the classification at each balance sheet date.

iii. Guarantees

The Group has a policy not to provide financial guarantees, except for by exception, guarantees to subsidiaries or affiliated companies following a decision by the Board of Directors.

Liquidity risk

Liquidity risk is the risk that the Group would be unable to fulfill its financial obligations when they fall due. The approach adopted by the Group for the liquidity management is to secure, through holding the minimum necessary cash and sufficient credit limits from cooperating banks, that will always have enough liquidity in order to fulfill its financial liabilities when those become due, under normal as well as difficult conditions, without sustaining non-acceptable losses or risking the Group's reputation.

In order to avoid liquidity risks, the Group realizes a cash flow provision for a period of one year during the preparation of the annual budget, and a monthly rolling three-month provision in order to secure that it has adequate cash equivalents to cover its operating needs, including covering its financial liabilities. This policy does not take into account the relevant effect from extreme conditions that cannot be forecasted.

The analysis of financial liabilities and derivatives (buys are presented with plus and sells are presented with minus) is based on their maturity, as follows:

GROUP (*Amounts in Euros*)

Financial liabilities	31/12/2014	<1 year	1- 2 years	2-5 years
Bank debt	116,236,042	81,690,074	9,366,082	25,179,886
Bond loans	157,098,981	13,213,231	30,977,280	112,908,470
Open bank accounts	5,833	5,833	-	-
Trade and other payables	109,846,760	109,846,760	-	-
	383,187,616	204,755,898	40,343,362	138,088,356

Derivatives (*Analysis per category*)

	31/12/2014	<1 year	1- 2 years
Nominal value of foreign exchange swaps	(76,579,540)	(63,094,290)	(13,485,250)
Nominal value of interest rate swaps (in £)	8,916,100	1,426,371	7,489,729
Nominal value of foreign exchange forward contracts (in \$)	23,023,115	23,023,115	-
Nominal value of foreign exchange forward contracts (in £)	863,096	863,096	-
Nominal value of aluminum derivatives	(21,816,354)	(24,713,280)	2,896,926
	(65,593,583)	(62,494,988)	(3,098,595)

VI. Notes to annual financial statements

34. Financial instruments – Fair values and risk management (continued)

(c) Financial risk management (continued)

Liquidity risk (continued)

GROUP (Amounts in Euros)

Financial liabilities	31/12/2013	<1 year	1- 2 years	2-5 years	>5
Bank debt	85,559,623	64,148,737	6,137,107	14,754,435	519,344
Bond loans	163,211,199	8,696,210	12,875,639	141,639,350	-
Open bank accounts	1,758	1,758	-	-	-
Trade and other payables	88,142,484	88,142,484	-	-	-
	336,915,064	160,989,189	19,012,746	156,393,785	519,344

Derivatives (Analysis per category)

	31/12/2013	<1 year	1- 2 years	2-5 years
Nominal value of foreign exchange swaps	(81,356,264)	(18,773,787)	(28,062,065)	(34,520,412)
Nominal value of interest rate swaps (in £)	9,662,649	1,332,614	1,332,614	6,997,421
Nominal value of foreign exchange forward contracts (in \$)	(22,305,749)	(22,305,749)	-	-
Nominal value of foreign exchange forward contracts (in £)	(6,350,569)	(6,350,569)	-	-
Nominal value of aluminum derivatives	6,443,679	6,443,679	-	-
	(93,906,254)	(39,653,812)	(26,729,451)	(27,522,991)

COMPANY (Amounts in Euros)

Financial liabilities	31/12/2014	<1 year	1- 2 years	2-5 years
Bank debt	50,089,373	47,089,373	1,000,000	2,000,000
Bond loans	145,871,981	13,213,231	26,486,480	106,172,270
Trade and other payables	89,521,165	89,521,165	-	-
	285,482,519	149,823,769	27,486,480	108,172,270

Derivatives (Analysis per category)

	31/12/2014	<1 year	1- 2 years
Nominal value of foreign exchange forward contracts (in \$)	23,023,115	23,023,115	-
Nominal value of foreign exchange forward contracts (in £)	863,096	863,096	-
Nominal value of aluminum Derivatives	(12,134,305)	(15,031,231)	2,896,926
	11,751,906	8,854,980	2,896,926

COMPANY (Amounts in Euros)

Financial liabilities	31/12/2013	<1 year	1- 2 years	2-5 years
Bank debt	15,612,654	11,612,654	1,000,000	3,000,000
Bond loans	104,730,199	8,696,210	10,630,239	85,403,750
Trade and other payables	61,001,947	61,001,947	-	-
	181,344,800	81,310,811	11,630,239	88,403,750

Derivatives (Analysis per category)

	31/12/2013	<1 year
Nominal value of foreign exchange forward contracts (in \$)	(26,423,105)	(26,423,105)
Nominal value of foreign exchange forward contracts (in £)	(589,357)	(589,357)
Nominal value of aluminum Derivatives	14,098,336	14,098,336
	(12,914,126)	(12,914,126)

Market risk

Market risk corresponds to risk from changes in the prices of raw materials, foreign exchange rates and interest rates that affect the Group's results or the value of its financial instruments. The aim of market condition risk management is to control the Group's exposure to such risks in the context of acceptable parameters, by optimizing performance at the same time.

The Group realizes transaction on financial derivatives in order to hedge part of the risk from market conditions.

VI. Notes to annual financial statements

34. Financial instruments – Fair values and risk management (continued)

(c) Financial risk management (continued)

Market risk (continued)

i. Risk from Fluctuation of Prices of Metal Raw Materials (aluminium)

The Group bases both its purchases and its sales on market prices/indices for the price of aluminium it uses and that are included in its products. The risk from the fluctuation of metal prices is covered with hedging (futures contracts on the London Metal Exchange – LME). However the Group does not cover its entire basic operational stock with hedging and as a result a possible decrease in metal prices may negatively affect its results through the devaluation of stocks

ii. Foreign exchange risk

The Group is exposed to foreign exchange risk in its sales and purchases and in loans that have been issued in currencies other than the operating currency of the Group's companies, which is principally the Euro. Currencies in which such transactions take place is mainly the Euro, USD and GBP.

Throughout time, the Group hedges the largest part of its estimated exposure to foreign currency in relation to estimated sales and purchases, as well as its receivables and liabilities in foreign currency. The Group mainly takes position into foreign exchange futures contracts with external third parties to face risk from changes in exchange rates. Such contracts mainly expire in less than one year from the balance sheet date. When deemed necessary, the contracts are renewed at their maturity. In some cases foreign exchange risk may be covered also with loans in the respective currencies.

The loan interest is in the same currency as that used in the cash flows, which arise from the Group's operating activities, mainly the Euro.

The Group's investments in other subsidiaries are not hedged, as such foreign exchange positions are considered long-term.

The risk from changes in foreign exchange fluctuations is as follows:

GROUP (amounts in Euros)	31/12/2014			
Foreign exchange risk	€	\$	£	Other
Trade and other receivables	149,695,803	37,197,571	5,548,178	12,939,066
Loans	(246,626,662)	(3,829,379)	(21,825,652)	(1,059,163)
Trade and other payables	(86,069,700)	(9,209,289)	(8,627,850)	(5,939,921)
Cash and cash equivalents	14,502,577	2,364,006	8,267,575	653,177
	(168,497,982)	26,522,909	(16,637,749)	6,593,159
Derivatives for hedging (nominal value)	-	2,716,628	(3,857,035)	-
Total Risk	(168,497,982)	29,239,537	(20,494,784)	6,593,159

GROUP (amounts in Euros)	31/12/2013			
Foreign exchange risk	€	\$	£	Other
Trade and other receivables	125,627,257	28,398,548	8,582,839	12,805,750
Loans	(237,901,333)	(189,049)	(9,663,554)	(1,018,645)
Trade and other payables	(70,283,765)	(5,901,569)	(5,655,499)	(6,301,651)
Cash and cash equivalents	27,467,921	3,440,999	8,945,185	1,109,713
	(155,089,920)	25,748,929	2,208,971	6,595,167
Derivatives for hedging (nominal value)	-	(8,666,766)	(5,761,212)	-
Total Risk	-	17,082,163	(3,552,241)	6,595,167

VI. Notes to annual financial statements

34. Financial instruments – Fair values and risk management (continued)

(c) Financial risk management (continued)

Market risk (continued)

COMPANY (amounts in Euros)	31/12/2014			
	€	\$	£	Other
Foreign exchange risk				
Trade and other receivables	133,410,261	24,988,172	2,115,486	31,744
Loans	(192,131,975)	(3,829,379)	-	-
Trade and other payables	(86,217,915)	(2,984,507)	(245,242)	(73,501)
Cash and cash equivalents	2,112,981	472,951	190,178	868
	(142,826,648)	18,647,237	2,060,422	(40,889)
Derivatives for hedging (nominal value)	-	-	-	-
Total Risk	(142,826,648)	18,647,237	2,060,422	(40,889)

COMPANY (amounts in Euros)	31/12/2013			
	Trade and other receivables	80,081,299	16,027,538	1,267,767
Loans	(120,152,898)	(189,049)	(906)	-
Trade and other payables	(60,201,219)	(408,311)	(312,475)	(79,942)
Cash and cash equivalents	14,842,366	1,177,597	259,817	-
	(85,430,452)	16,607,775	1,214,203	(47,209)
Derivatives for hedging (nominal value)	-	(12,784,122)	-	-
Total Risk	-	3,823,653	1,214,203	(47,209)

Sensitivity Analysis:

If the foreign currency increased by 10% against the euro, the effect would be:

GROUP	Profit and loss		Equity	
	2014	2013	2014	2013
\$	(2,411,173)	(2,340,812)	(246,966)	787,888
£	1,512,523	(200,816)	350,640	523,747
Leva	(163,515)	(158,953)	-	-
Ron	(324,106)	(311,074)	-	-
COMPANY	2014	2013	2014	2013
\$	(1,695,203)	(1,509,798)	-	1,162,193
£	(187,311)	(110,382)	-	-

Interest rate risk

The Group finances its investments as well as its needs in working capital through bank debt and corporate bond loans, and as a consequence its results are charged with interest expense, Increasing trends in interest rates will have a negative effect on results as the Group will be charged with additional borrowing costs.

Interest rate risk is contained as part of the group's loans are with fixed interest rates, either directly or through the use of financial instruments (interest rate swaps).

The risk from interest rate fluctuations is as follows:

Amounts in Euros	GROUP		COMPANY	
	31/12/2014	31/12/2013	31/12/2014	31/12/2013
Fixed interest rates				
Financial liability items	9,857,143	23,234,077	3,000,000	5,000,000
	9,857,143	23,234,077	3,000,000	5,000,000
Floating interest rates				
Financial liability items	263,483,713	225,538,504	192,961,354	115,342,853
	263,483,713	225,538,504	192,961,354	115,342,853

If interest rates increased / decreased by 0.25% the effect on profit and loss and equity would be as follows:

GROUP	Profit and loss		Equity	
	2014	2013	2014	2013
Floating interest rate	+/-660,030	+/-795,297	-	-
Interest rate swaps	-	-	+/-54,564	+/-44,777
COMPANY				
Floating interest rate	+/-476,809	+/-485,615	-	-

VI. Notes to annual financial statements

34. Financial instruments – Fair values and risk management (continued)

(c) Financial risk management (continued)

Risk of macroeconomic and operating environment in Greece

During 2015, the continuous discussions at national and international level as to re-evaluation of the terms of Greece's finance program, have retained the macroeconomic and financial environment in the country volatile.

The return to economic stability depends largely on the actions and decisions of institutions in the country and abroad.

However, taking into account the nature of business of Group, as export for the most part, as well as the sound financial condition of both Company and the Group, any negative developments are not expected to significantly affect its normal operation. Nevertheless, Group's top management continuously evaluates the situation in Greece and its potential consequences so as to ensure that all necessary and possible measures and actions to minimize any impact on Company and Group's activity are taken in time.

Capital management

The policy of the Board of Directors corresponds to maintaining a powerful capital base, in order to maintain trust in the Group from investors, creditors and the market and to allow the future development of the Group's activities. The Board of Directors monitors the return on capital, which is defined by the Group as the net results divided with the total equity, excluding non-controlling interest. The Board of Directors also monitors the level of dividends to shareholders of common shares.

The Board of Directors tries to maintain a balance between the highest returns that would be plausible with higher debt levels and the advantages and security that would be provided by a powerful and healthy capital position.

The Group does not have a specific plan for purchase of own shares. There were no changes in the approach adopted by the Group as regards to capital management during the period.

The Group monitors and examines its capital adequacy overall based on the ratio: Net debt to EBITDA (earnings before interest, taxes, depreciation & amortization). The ratio was as follows:

<i>Amounts in Euros</i>	GROUP		COMPANY	
	2014	2013	2014	2013
Total debt	273,340,856	248,772,581	195,961,354	120,342,853
Less: Cash and cash equivalents	(25,787,335)	(40,963,818)	(2,776,978)	(16,279,780)
Net debt	247,553,521	207,808,763	193,184,376	104,063,073
EBITDA	78,978,377	74,164,940	52,629,470	45,866,469
Net debt / EBITDA	3.13	2.80	3.67	2.27

35. Subsequent events

- On the 16th of January 2015, the Company announced the commencement of the separation process of the sector of aluminium coils for architectural use and the sector of production and trading of etalbond.
- On February 24th 2015, the Company announced that minority shareholders filed a case to the Courts, with the request to cancel the absorption of ETEM by ELVAL S.A. With all the due respect to the judicial judgment, ELVAL S.A. believes that the aforesaid Lawsuit will not be admitted by the Court.

Summarized financial data and information



Summarised financial data and information for the fiscal year from January 1 to December 31, 2014 (According to article 135 of Law 2190 for companies publishing annual statements in accordance with IAS/IFRS)

The figures illustrated below, derived from Company's and Group's Financial Statements, aim to give summary information about the financial position and results of ELVAL S.A. HELLENIC ALUMINIUM INDUSTRY S.A. and the Group ELVAL S.A. Any reader who aims to invest or make any transaction with the Company, should visit the Company's web site (www.elval.gr), where he/she should have access to the Company's and Group's Financial Statements, as provided by the International Financial Reporting Standards, as well as to the audit report of the independent auditor.

GEMIS No.: 340401000

Registered Office address: 2-4 Messogion Av. Athens Tower

Supervising Authority: Ministry of Development (Department for limited companies)

Web address: www.elval.gr

Board of Director's: Miltiades Lidorakis (Chairman and non-executive member), Dimitrios Kyriakopoulos (Vice Chairman and executive member), Michael Stasinopoulos (executive member), Konstantinos Katsaros (executive member), Nicholas Koudounis (executive member), Lampros Varouchas (executive member), Andreas Kyriazis (independent, non-executive member), Konstantinos Bakouris (non-executive member), Stavros Voloudakis (executive member), Konstantinos Koukélis (non-executive member), Gerard Decoster (independent, non-executive member).

Date of approval of the financial statements (from which the summarised figures are derived): 12 March 2015

Certified Auditor: NICK VOUNSEAS (REG.No SOEL 18701)

Audit Firm: KPMG CERTIFIED AUDITORS A.E.

Review type: Unqualified opinion

STATEMENT OF FINANCIAL POSITION (Group and Company) - amounts in Euro	GROUP		COMPANY		STATEMENT OF COMPREHENSIVE INCOME (Group and Company) - amounts in Euro				
	31 DEC. 2014	31 DEC. 2013	31 DEC. 2014	31 DEC. 2013	1 Jan.-31 Dec. 2014	1 Jan.-31 Dec. 2013	1 Jan.-31 Dec. 2014	1 Jan.-31 Dec. 2013	
ASSETS					Continuing operations	Continuing operations	Continuing operations	Continuing operations	
Property, plant and equipment	520.863.425	508.552.668	340.600.301	299.936.047	1.060.397.558	1.008.502.309	724.861.094	653.613.828	
Investment property	7.886.420	1.506.166	7.886.420	481.205	84.432.775	82.141.087	37.153.647	29.817.344	
Intangible assets	1.773.712	2.210.404	481.205	674.380					
Other non-current assets	12.903.868	13.072.938	148.610.040	185.311.147					
Inventories	301.376.518	283.887.052	189.690.236	167.822.941	18.609.652	15.545.380	17.270.808	15.626.964	
Trade receivables	164.291.613	144.583.155	132.079.475	83.135.590	Profit / (loss) before taxes, financing and investing results	31.847.018	28.435.470	22.065.129	19.501.238
Other current assets	74.528.587	73.420.822	34.455.840	31.133.267	Income tax expense	(2.911.843)	(18.711.013)	180.671	(11.370.520)
Total assets	1.083.624.143	1.027.233.205	654.803.516	768.013.372	Total profit / (loss) after taxes (A)	15.697.809	(3.165.633)	17.451.479	4.256.444
TOTAL EQUITY AND LIABILITIES					Equity holders of the parent	17.017.586	365.069	17.451.479	4.256.444
Share capital	40.179.924	37.230.245	40.179.924	37.230.245	Non-controlling interest	(1.319.777)	(3.530.702)	-	-
Other shareholders' equity	529.293.793	519.579.093	462.232.490	482.783.942	Other comprehensive income after taxes (B)	9.119.241	(258.519)	154.200	1.764.957
Total shareholders' equity (a)	569.473.717	556.809.338	502.412.414	520.014.187	Total comprehensive income (A) + (B)	24.817.050	(3.424.152)	17.605.679	6.021.401
Non-controlling interest (b)	35.528.243	29.489.955	-	-	Equity holders of the parent	23.910.849	675.582	17.605.679	6.021.401
Total equity (c) = (a) + (b)	605.001.960	586.299.293	502.412.414	520.014.187	Non-controlling interest	906.201	(4.089.734)	-	-
Long-term loans and borrowings	178.431.718	175.925.875	135.658.750	100.033.989	Total equity (c) = (a) + (b)	24.817.050	(3.424.152)	17.605.679	6.021.401
Provisions / Other long-term liabilities	88.605.439	92.546.839	63.764.504	61.099.809	Earnings per share after taxes - basic (in Euro)	0,1370	0,0029	0,1405	0,0343
Short-term loans and borrowings	94.909.138	72.846.706	60.302.604	20.308.864	Proposed dividend per share (in Euro)	0,0000	0,0000	0,0000	0,0000
Other short-term liabilities	116.675.888	99.614.492	92.665.244	66.556.523	Earnings before interest, taxes, depreciation and amortization	78.978.377	74.164.940	52.629.470	45.866.469
Total liabilities (d)	478.622.183	440.933.912	352.391.102	247.999.185	Depreciation expense	50.211.829	48.579.576	32.705.180	28.294.034
TOTAL EQUITY AND LIABILITIES (e) = (c) + (d)	1.083.624.143	1.027.233.205	654.803.516	768.013.372					
STATEMENT OF CHANGES IN EQUITY (Group and Company) - amounts in Euro									
	31 DEC. 2014	31 DEC. 2013	31 DEC. 2014	31 DEC. 2013					
Equity at the beginning of the year (01/01/2014 and 01/01/2013 respectively)	586.299.293	591.462.088	520.014.187	513.992.786	Additional data and information:				
Total comprehensive income for the year after taxes	24.817.050	(3.424.152)	17.605.679	6.021.401	1. Companies that are included in the Group's financial statements of the fiscal year 2014 are presented in note 27 of the annual financial statements including locations, percentage Group ownership and consolidation method.				
Increase of share capital	-	(105.880)	-	-	2. The fiscal years that are unaudited by the tax authorities for the Company and the Group's subsidiaries are presented in note 27 of the annual financial statements.				
Acquisition of subsidiary	3.911.032	-	-	-	3. Group's financial statements are included in the consolidated financial statements prepared by VIOHALCO S.A.N.V based in Belgium with 72,67%.				
Dividends	(9.988.315)	(431.936)	(9.928.065)	-	4. Encumbrances on property, plant and equipment have been used to secure the Group bond loans.				
Absorption of subsidiary	-	-	(25.279.387)	-	5. There are no pending court decisions or differences under arbitration, which may have a significant effect on the Company's and Group's financial position. In group level, the provisions for tax unaudited years amount to €875 thousand and in company level amount to €635 thousand. Groups' other provisions as at 31.12.14 amount to €1,462.7 thousand.				
Acquisition of non-controlling interests	(37.100)	(1.200.827)	-	-	6. The number of the personnel at the end of the period was as follows: Company 916 (31.12.2013: 727), Group 2.211 (31.12.2013: 2.159).				
Equity at the end of the year (31/12/2014 and 31/12/2013 respectively)	605.001.960	586.299.293	502.412.414	520.014.187	7. The cumulative amounts of sales and purchases from the beginning of the financial year and the balances of the Company's receivables and obligations at the end of the period, resulting from it's transactions with associated parties, following the I.A.S. 24, are as follows:				
STATEMENT OF CASH FLOW (Group and Company - indirect method) - amounts in Euro									
	1 Jan.-31 Dec. 2014	1 Jan.-31 Dec. 2013	1 Jan.-31 Dec. 2014	1 Jan.-31 Dec. 2013					
Operating activities									
Profit before taxes for the year (continuing operations)	18.609.652	15.545.380	17.270.808	15.626.964					
Plus / less adjustments for:									
Depreciation of property, plant and equipment and amortization of intangible assets	50.211.829	48.579.576	32.705.180	28.294.034					
Amortization of government grants	(3.080.470)	(2.850.106)	(2.140.839)	(1.928.803)					
Impairment of property, plant and equipment	-	7.500.000	-	-					
Provisions	3.270.954	3.546.746	(2.356.373)	3.657.170					
Results (income, expenses, profit, loss) from investing activity	(5.018.255)	(3.621.537)	(6.017.983)	(5.845.238)					
Interest expense and related expenses	18.091.984	16.767.071	10.822.475	9.690.142					
Plus / less adjustments for changes in working capital accounts or related to operating activities:									
Decrease / (increase) of inventories	(16.039.129)	(3.673.618)	3.162.665	(12.915.682)					
Decrease / (increase) of receivables	(28.982.515)	10.783.871	(39.199.587)	16.214.174					
Decrease / (increase) of liabilities (except liabilities from bank loans)	12.541.378	(13.754.454)	7.459.947	(7.306.827)					
Less:									
Interest payable and related expenses paid	(18.049.047)	(17.716.410)	(10.865.675)	(10.170.094)					
Taxes paid	(8.274.291)	(4.944.225)	(2.755.099)	(258.553)					
Total net cash (used in) / generated from operating activities (a)	23.282.090	56.162.294	8.085.519	35.057.287					
Investing activities									
(Acquisition) / sales of subsidiaries, associates and other investments	-	(3.253.239)	(3.000.000)	(3.268.895)					
Purchases of property, plant and equipment and intangible assets	(61.476.170)	(69.170.631)	(27.168.430)	(36.831.811)					
Proceeds from sale of property, plant and equipment and intangible assets	44.767	2.342.077	18.634	12.307					
Interest received	5.438.584	5.913.644	5.664.928	5.977.185					
Dividends received	202.356	171.825	360.814	1.327.420					
Total net cash (used in) / generated from investing activities (b)	(55.790.463)	(63.996.324)	(24.124.054)	(32.783.794)					
Financing activities									
Proceeds from issued long-term loans	24.590.578	158.956.000	-	100.475.000					
Payment of loans / change in short term loans	(699.443)	(159.569.255)	9.894.501	(101.148.139)					
Proceeds from government grants	340.586	10.302.891	57.780	6.543.505					
Dividends paid	(9.973.740)	(431.936)	(9.913.490)	-					
Total net cash (used in) / generated from financing activities (c)	14.257.981	9.257.690	38.791	5.870.366					
Net increase / (decrease) in cash and cash equivalents for the year (a) + (b) + (c)	(18.250.392)	1.423.660	(15.999.744)	8.143.859					
Cash and cash equivalents at the beginning of the year	40.963.818	39.899.778	16.279.780	8.135.921					
Foreign currency translations differences in cash at the beginning of the year	630.088	(359.620)	-	-					
Cash from acquisition of subsidiary	2.443.821	-	-	-					
Cash from subsidiary absorption	-	-	2.496.942	-					
Cash and cash equivalents at the end of the year	25.787.335	40.963.818	2.776.978	16.279.780					

Athens, March 13, 2015

THE CHAIRMAN OF THE B.O.D.
MILTIADES LIDORAKIS
Id.C.No. N032204

A MEMBER OF THE B.O.D
NIKOLAOS KOUDOUNIS
Id.C.No. AE012572

THE GENERAL MANAGER
LAMPROS VAROUCHAS
Id.C.No. AB 535203

THE FINANCIAL MANAGER
NIKOLAOS PSIRAKIS
Id.C.No. T015643
Reg. No. 9239 CLASS A'