ANNUAL FINANCIAL REPORT

OF ELVAL S.A. HELLENIC ALUMINIUM INDUSTRY

FOR THE FISCAL YEAR 2011

Index

The present Annual Financial Report of ELVAL Hellenic Aluminium Industry S.A. for the fiscal year 2011, 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.athex.gr**).

This report has been translated from the original Greek report that have been prepared in the Greek language. In the event that differences exist between this translation and the original, the Greek report will prevail over this document.

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 2011, 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 SA. 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 SA. and Group ELVAL, as well as the entities included in consolidation, including their risks and uncertainties they facing up.

Athens, March 23, 2012

The Chairman of the B.o.D.	The Vice President of the B.o.D.	A Member of the B.o.D.
MILTIADIS LIDORIKIS Id.C.No N 032204	DIMITRIOS KYRIAKOPOULOS Id.C.No N 329672	NIKOLAOS KOUDOUNIS Id.C.No AE 012572

Annual Report of the Board of Directors for fiscal year 2011

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 2011, namely from 1 January 2011 to 31 December 2011.

ELVAL Group (hereinafter the "Group") consolidates the Company and the following associated companies:

Entity name	Country of registration	Holding percentage	Method of consolidation
ETEM SA	Greece	64.78%	Full Consolidation
SYMETAL SA	Greece	99.99%	Full Consolidation
VIOMAL SA	Greece	50.00%	Full Consolidation
ELVAL COLOUR SA	Greece	97.29%	Full Consolidation
VIEXAL SA	Greece	73.33%	Full Consolidation
BRIDGNORTH ALUMINIUM Ltd	England	75.00%	Full Consolidation
BLYTHE Ltd	Cyprus	100.00%	Full Consolidation
STEELMET ROMANIA SA	Romania	52.96%	Full Consolidation
KANAL SA	Greece	91.20%	Full Consolidation
ATHENS ART CENTRE SA	Greece	100.00%	Full Consolidation
ANOXAL SA	Greece	100.00%	Full Consolidation
ALURAME Spa	Italy	82,50%	Full Consolidation
ANAMET SA	Greece	26.67%	Equity Method
STEELMET SA	Greece	29.56%	Equity Method
DIAPEM COMMERCIAL SA	Greece	33.33%	Equity Method
VEPEM SA	Greece	50.00%	Equity Method
ELKEME SA	Greece	40.00%	Equity Method
TEPRO METAL AG	Germany	46.35%	Equity Method
METAL GLOBE Doo	Serbia	40.00%	Equity Method
AFSEL SA	Greece	50.00%	Equity Method

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

General Comments

The efforts that had started in 2010 to take advantage of the increased capacity having arisen from the completion of the long investment plan were pursued in 2011; as a result, 232,000 tons of rolled products were produced in the Inofita plant compared to 225,000 tons in the previous year. The main volume of production was channelled into international markets either directly by the Company or indirectly via its subsidiaries. Due to the strong demand on the part of the European markets, increased prices were attained which, combined with the higher volume, resulted in a corporate turnover of €687 million, i.e. 15% increase; gross profit of €37.4 million; earnings before interest, taxes, depreciation and amortization of €52.9 million; and profit before tax of €20.7 million, increased by 81% compared to 2010 (earnings per share € 0.136 compared to € 0.076 in 2010).

In 2011, the Company was faced with increased energy cost which rose even higher during the last quarter due to the imposition special consumption tax on natural gas, and also with increased financing cost owing to the considerable rise in margins imposed by the Banks. In addition, due to the drop in the primary aluminium price at the end of the year, a provision was raised for the impairment of inventories which are not covered by hedging contracts (un-hedged inventory), this totalling €3.3 million.

Investment expenditures amounted to €21.9 million and mainly concerned repayments of the long investment plan; during the year, however, subsidies equal to €3.2 million were collected and, thus, net investment expenditures amounted to €18.7 million. As part of the rationalization of the Group's structure, ELVAL obtained the entire direct holding in ELVAL COLOUR by acquiring 22% from ETEM. In addition, a majority holding was acquired in the Italian subsidiary ALURAME Spa which had its share capital increased so as to become the Group's trading branch in Italy. Total corporate expenses for the increase in holdings stood at €18.2 million.

The Company's liquidity improved considerably with net borrowing standing at €126.4 million compared to €152.6 million on 31.12.2010. The increased profitability before taxes and depreciation along with the efforts made for optimum management of working capital led to a decrease in net borrowing, this also arising from the lower production in December owing to the plant's maintenance. The liquidity risk generated by the circumstances prevailing in the Greek economy was tackled by holding cash at very high levels.

At Group level, all companies operating in the rolling sector registered growth and profitability. On the contrary, the extrusion sector is still contracted, primarily due to the problems facing the domestic building activity. In this context, the consolidated turnover stood at €1,062.3 million, gross profit at €84.8 million, earnings before interest, taxes, depreciation and amortization at €82.4 million, profit before tax at €23.1 million and, finally, earnings per share amounted to €0.140 compared to €0.069 in 2010.

Consolidated investment expenditures amounted to €41.3 million and the Group's net borrowing stood at €232.7 million, being reduced by 17% from €280.8 million in 2010.

In addition to the important financial performance, the Company's other activities should not be overlooked. In 2011, the third Corporate Responsibility and Sustainable Development Report was drafted, for which commendation was awarded by the University of the Aegean with respect to the successful implementation of the international reference standard on CSR GRI G3. Moreover, the respective 2009 Report was praised by the Quality Net Foundation in the categories "Best Approach to issues of work conditions & practices" and "Best approach to the implementation of Reporting standards" in the context of BRAVO 2011 institution.

In addition, ELVAL Group was presented with an award in the first event of the new institution "True Leaders" that was inaugurated this year by ICAP. ICAP awarded 25 companies and 26 groups of companies distinguished in the Greek market in 2010, based on four objective criteria:

1. Inclusion in the 500 more profitable companies or 200 more profitable groups according to their EBITDA in 2010

2. Inclusion in the 500 Companies or 200 Groups having the highest number of workforce and having increased their personnel from 2009 to 2010

3. Classification in the top 10 positions of their sector (sales-based)

4. High ICAP Credit Rating from BB to AA (as for Groups, the Company is evaluated).

Finally, the Company had successfully carried out the certification procedure of the Occupational Health and Safety Management System according to OHSAS (Occupational Health and Safety Assurance System) 18001:2007 Standard by TUV HELLAS, being consistent with its policy primarily focused on the Health and Safety of employees and living up to its commitment to act as Responsible Company

a. Important events during 2011

1. Participation of subsidiary ELVAL COLOUR SA in capital increase of other company

On 14 January 2011, Company's subsidiary ELVAL COLOUR S.A. participated in the capital increase of the company named CCS CONSULTANT & CONSTRUCTION SOLUTIONS S.A. and on 31 December 2011 the Group holds the percentage of 91.79%.

2. Acquisition of holding in ELVAL COLOUR SA

For reasons related to the internal reorganization of ELVAL Group, the Board of Directors of the parent Company and subsidiary's ETEM SA decided on their meetings on May 30, 2011, the sale of ETEM's 22% stake in ELVAL COLOUR SA to the Company for €9.4 million. The above transactions were completed on 5 July 2011.

3. Acquisition of Alurame Spa

The Company acquired 80% of ALURAME SRL, a commercial firm having its registered office in Milan, Italy, from the related party "STEELMET S.A." in exchange for the total consideration of €48,000 and participated in its share capital increase. The Company and its subsidiary SYMETAL S.A. participated in the share capital increase of ALURAME SRL with the amount of €1,340,000 and €250,000 respectively while also decided the conversion of its legal personality into ALURAME Spa. Before the above actions, Company had 20% stake in ALURAME amounted to €12,000 and classified it as Available-for-sale financial asset. The Group on 31 December 2011 holds 82.5 % in ALURAME.

4. Increase in share capital of the subsidiary company SYMETAL SA

On 6 July 2011, subsidiary SYMETAL SA, decided to increase its share capital by €7,400,016. The Company participated in the increase, which took place to cover its own participation in the approved subsidized investment under Law 3299/04, by paying €7,399,934 in cash retaining its ownership to 99.99%.

b. Course of operations – financial data

Market information – International economic environment

In 2011, strong demand was registered especially in the European markets for aluminium rolled products while on the contrary the Greek market was marked by a considerable drop, this having the corresponding effect on prices. Specifically, high conversion prices (selling price without aluminium price) prevailed in international markets and, in some cases, reached record highs. The Company had adequate capacity and took advantage of the high prices through high volumes of production/ sales.

Primary aluminium average price (LME) rose by 10% and 5% in USD and EURO respectively compared to 2010 and stood at €1,719/ton compared to €1,637/ton in 2010. Moreover, in early 2011, it reached the highest levels of the last three years (prices that had not been registered since mid 2008, before the international crisis broke out) but dropped considerably by the end of the year (€ 1,523/ton on 30.12.2011).

In addition, the Euro/USD rate registered considerable volatility and ranged from 1.29 to 1.48 $/€ (average rate: 1.39 $/€)

Production - Turnover

The capacity of the plant at Inofita gradually increased through incorporation of the new investment plan. By taking advantage of this increased capacity, the production of the plant rose to 232.6 thousand tons compared to 225.5 thousand tons in 2010, while sales rose to 231.6 thousand tons compared to 222.1 thousand tons in 2010. In detail, Company sales per category are set out in the table below:

Sales breakdown ELVAL SA						
Sales category	**Amounts in tons**		**Amounts in thousand Euros**		**Difference (%) in volume and in value**	
	2011	**2010**	**2011**	**2010**	**2011/2010**	**2011/2010**
1. Production						
Domestic*	70,574	80,540	155,381,56	184,840,36	-12.37%	-15.94%
Exports	161,048	141,604	483,988,00	382,305,79	13.73%	26.60%
Sub-total	**231,622**	**222,144**	**639,369,56**	**567,146,15**	**4.27%**	**12.73%**
2. Other sales and income from services	--	--	47,856,54	29,806,30	-	60.56%
Grand total	**231,622**	**222,144**	**687,226,10**	**596,952,45**	**4.27%**	**15.12%**

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

Turnover in the consolidated income statement stood at €1,062.3 million – after eliminating inter-company sales equal to €170.8 million – and is increased by 14.2% compared to 2010. Approximately 46.2% of the consolidated turnover originated from the Company and the rest came mainly from ETEM SA, BRIDGNORTH ALUMINIUM LTD and SYMETAL SA with €98.6 million, €194 million and €146.4 million respectively, after the elimination of inter-company transactions.

Exports

Given the problems facing the Greek economy, net sales in Greece are continuously decreasing. In 2011, sales within Greece stood at 26.8%, of which 43.4% were made to the subsidiary SYMETAL which, in turn, exports 85.7% of its production. In detail, the destinations of our products are presented in the table below:

GEOGRAPHICAL DISTRIBUTION SALES (in thousand €)				
	GROUP		COMPANY	
	2011		2011	
Geographical sector	**Amount**	**%**	**Amount**	**%**
Greece	132,049	12.43%	184,506	26.85%
European Union	731,474	68.85%	381,857	55.56%
Other European countries	65,199	6.14%	31,416	4.57%
Asia	50,682	4.77%	29,995	4.36%
America	76,962	7.24%	58,197	8.47%
Africa	3,346	0.31%	474	0.07%
Oceania	2,638	0.25%	781	0.11%
Total	**1,062,350**	**100.00%**	**687,226**	**100.00%**

Overall, during 2011, the Group was present in more than 80 countries on a worldwide scale. Apart from Greece, the main countries are Germany, Italy, France, Poland, Bulgaria, United Kingdom, Turkey and USA to which almost 57.7% of Group sales are directed.

Investments - Participations

In 2011, investment expenditures amounted to €21.9 million and €41.3 million for the Company and the Group respectively. The investment plan was completed in the InofIta plant and its capacity output rose to 240,000 tons of finished products. In the context of the law on development, subsidies equal to €3.2 million and €10.3 million were collected during 2011 at company and Group level respectively.

During 2011, ETEM transferred 22% of ELVAL COLOUR to the Company so that the latter could directly own the entire holding. ELVAL COLOUR operates in aluminium coil coating and since 2010 has assumed the production and trade of ETALBOND. In addition, through its newly-acquired subsidiary CONSULTANT & CONSTRUCTION SOLUTIONS, it also operates in the production and trade of aluminium coated corrugated sheets for architectural purposes.

Also, in 2011, a majority holding was acquired in ALURAME Spa, which was strengthened through a share capital increase so as to become the trading branch of ELVAL in Italy.

Notes on the Balance Sheet

Property, plant and equipment in Company's financial statements have been affected by the above investments that having an increase by €21.9 million and were reduced by annual depreciation, thus being decreased by €0.6 million while investments in subsidiaries and associates appear increased by €18.2 million following the above transactions.

Current Assets rose by €3.5 million. Generally, working capital is reduced in relation to 2010. The value of inventories amounted to €148.8 million, being marginally increased, and trade receivables stood at €99.5 million. However, tax receivables appear to be increased by €8.6 million due to the delay in VAT refund. In addition, cash stood at high levels in order to hedge the liquidity risk generated by the circumstances prevailing in the Greek economy.

In Liabilities, equity appears higher due to the profitability while borrowing is lower by €4 million compared to the previous fiscal year. During the year, new long-term bond and non-bond loans were taken out totalling €20.9 million to repay in part the instalments paid (€41.5 million).

The Group financial statements arose from the consolidation of the respective statements of the parent Company and its subsidiaries and associates as set out in the table at the beginning of this report. For the first time, the subsidiary ALURAME Spa has been consolidated by applying the full consolidation method given that the Company acquired a majority holding in its share capital.

Participation in other companies, i.e. HELLENIC CABLES SA, ALPHA TRUST SA based in Athens, EVETAM SA based in Volos, and DIA.BI.PE.THI.V SA based in the Industrial Zone of Thisvi in Viotia is included in the Group financial statements as available-for-sale financial assets because participation therein is less than 20%.

Full consolidation entries resulted into non-controlling interests in Share Capital amounting to €28.7 million and in Reserves and Profits amounting to €9.1 million (namely, a total amount of €37.8 million) which appear in Liabilities.

The Trade Receivables and Trade Payables shown in Assets and Liabilities of the consolidated balance sheet respectively arose after offsetting inter-company receivables – liabilities totalling €30.5 million.

Notes on Income Statements

Company sales rose by 15.1% and amounted to €687 million, concerning mainly the sale of 231.6 thousand tons of aluminium rolled products. Prices, apart from the metal price included in the consideration and covered by hedging contracts so that the Company’s results are not affected, were at high levels (mainly during the first quarters of the year). The cost of goods sold increased by 13.2% at €649.8 million, being affected by increased depreciation by €1.9 million, the impairment loss for inventories amounting to €3.3 million and the increased energy cost. Specifically, the energy cost had a considerable effect on the results of the last quarter owing to the imposition of special consumption tax on natural gas.

Finally, high prices led to a 62.3% increase in gross profits at €37.4 million and to operating profits of €25.5 million.

High interest rates and high average borrowing had a considerable impact on the Company's financial cost, this leading to a 71.4% increase in interest charges from €5.6 million in 2010 to €9.6 million in 2011.

Profit before tax amounted to €20.7 million, i.e. an 81% increase in relation to 2010. Taxes amount to €3.9 million, of which the amount of €3 million concerns deferred taxes. Current taxes refer to the amount of €284,000 which arises from the taxation of tax-free reserves to meet the own participation in a subsidized investment plan (according to the decision of the annual Ordinary General Meeting of shareholders on 15.06.2011), and also the amount of €535,000 as income tax. Income tax was affected by the tax losses of 2008 and 2009 that were offset and the tax-free reserves set aside as per Law 2601/98 from prior-period investments, and arose from the following proposal of distribution:

	IFRS	Tax
Profit before taxes	20,712,217	18,062,379
Less Prior year losses	-	(4,804,834)
Less Deferred tax	(3,066,338)	-
Profit for distribution	**17,645,879**	**13,257,545**
PROFIT DISTRIBUTION 2011		
Income tax	535,405	535,405
Statutory reserve	828,489	828,489
Un-taxed reserves based on Law 2601/98	11,890,000	11,890,000
Retained earnings	4,391,985	3,651
Total	**17,645,879**	**13,257,545**

As for the year 2011, it is recommended to not distribute dividend to boost liquidity.

At a consolidated level, sales stood at €1,062.3 million after elimination of intra-company sales equal to €170.8 million, and profit before tax stood at €23.1 million. Earnings were negatively affected by ETEM Group and ANOXAL SA while the other Group companies had a positive effect thereupon. Final post-earnings after tax stood at €14.8 million (earnings after taxes and minority interest equal to €17.4 million compared to €8.5 million in 2010). In detail, the rolling sector rose by 17.8% in sales and 45.9% in operating profits while the extrusion sector further shrank by 37.5% compared to 2010.

The ratios presenting the financial position of the Company and Group between 2011 and 2010 were as follows.

RATIOS	GROUP		COMPANY	
	2010	2009	2010	2009
Profitability (% of sales)				
Gross profit	7.98%	8.28%	5.44%	3.86%
Earnings before interest, taxes, depreciation and amortization (EBITDA)	7.75%	7.36%	7.70%	6.10%
Earnings / (losses) after taxes and non-controlling interests	1.64%	0.92%	2.45%	1.59%
Evolution (%)				
Sales	14.17%	34.82%	15.12%	46.27%
Earnings before interest, taxes, depreciation and amortization (EBITDA)	20.33%	57.21%	45.39%	76.12%
Earnings / (losses) after taxes and non-controlling interests	103.91%	232.34%	77.29%	502.64%
Financial (%)				
Interest expense / Earnings before interest, taxes, depreciation and amortization (EBITDA)	22.1%	18.0%	18.2%	15.4%
Liquidity (:1)				
General Liquidity (Current Assets / Current Liabilities)	1.82	1.90	1.79	2.25
Debt (:1)				
Total Liabilities / Equity	0.89	0.91	0.53	0.53
Bank Loans / Equity	0.54	0.57	0.31	0.32
Equity / Total Liabilities	1.21	1.19	1.88	1.90
Fixed Assets turnover (:1)				
Equity / Non-current assets	1.10	1.05	1.06	1.07

2. Subsequent events after the year ending 2011

On March 20, 2012 the Company acquired 1,800,000 shares of ETEM SA that corresponds to 6% of its share capital. After the above action, the Company holds 21,240,530 shares, which corresponds to 70.78% interest in ETEM's share capital.

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 SA 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 and provides services to them and receives dividends. Following is a summary of Company's transactions with related parties:

Company, 2011 amounts - in €						
Entities	Relation	Sales	Purchases	Receivables	Payables	Dividend income
ETEM SA	Subsidiary	259,931	121,776	759,928	-	-
ETEM SA (BG) (*)	Subsidiary	1,890,938	2,010	369,395	31,182	-
ETEM S.C.G d.o.o (*)	Subsidiary	243,987	74,450	-	74,450	-
VIEXAL SA	Subsidiary	-	1,058,429	-	68,463	-
VIOMAL SA	Subsidiary	6,269,588	345,746	3,943,287	148,387	180,320
ELVAL COLOUR SA	Subsidiary	4,991,781	22,161,042	-	5,298,570	-
CCS AE (***)	Subsidiary	2,021,725	13,611	1,574,663	9,260	-
KANAL SA	Subsidiary	360	-	1,082	-	-
STEELMET ROMANIA SA	Subsidiary	1,180,889	133,818	60,919	32,913	-
BRIDGNORTH ALUMINIUM LTD	Subsidiary	60,000	806,322	-	-	-
SYMETAL SA	Subsidiary	98,970,610	13,307,931	11,469,310	-	-
ANOXAL SA	Subsidiary	331,208	5,068,324	205,586	-	-
ALURAME Spa	Subsidiary	-7,176	889,158	-	321,320	-
Total subsidiaries		**116,213,840**	**43,982,617**	**18,384,170**	**5,984,545**	**180,320**
ELKEME SA	Associates	-	400,000	-	369,000	-
AFSEL SA	Associates	5,160	696,725	15,484	665,817	-
ANAMET SA	Associates	267,076	3,041,973	5,823	124,571	-
TEPROMETAL AG	Associates	6,009,664	1,834,936	375,954	368,380	-
MKC GMBH (**)	Associates	1,883,197	32,313	102,938	447	-
BASE METAL TICARET (**)	Associates	-	231,002	-	47,533	-
STEELMET SA	Associates	-	1,988,318	-	226,416	-
METAL GLOBE	Associates	-	-	-	6,320	-
DIAMEM COMMERCIALS SA	Associates	1,550	1,847	3,212	170,177	-
Total associates		**8,166,647**	**8,227,114**	**503,411**	**1,978,661**	**-**
GENECOS SA	Other	1,750,891	652,519	534,914	169,040	-
METAL AGENCIES LTD	Other	2,615,104	7,978	266,195	2,840	-
HALCOR SA	Other	424,375	403,515	185,499	109,420	-
ERGOSTEEL S.A	Other	51,041	307,731	27,529	102,450	-
HELLENIC CABLES SA	Other	3,351,899	2,563,190	2,658,632	983,035	-
TELECABLES SA	Other	152,600	583,132	-	-	-
TEKA SYSTEMS SA	Other	38	4,054,419	-	1,818,240	-
Other entities	Other	84,773	1,173,460	56,652	198,526	1,684
Total other		**8,430,720**	**9,745,944**	**3,729,421**	**3,383,551**	**1,684**
GRAND TOTAL		**132,811,207**	**61,955,675**	**22,617,002**	**11,346,758**	**182,004**

Company, 2010 amounts - in €						
Entities	Relation	Sales	Purchases	Receivables	Payables	Dividend income
ETEM SA	Subsidiary	2,876,436	44,174	2,063,026	-	-
STEELMET SA (BG) (*)	Subsidiary	1,179,717	15,639	528,269	29,172	-
ETALBOND SA (*)	Subsidiary	1,257,061	3,360	-	-	-
ETEM S.C.G d.o.o (*)	Subsidiary	25,763	-	25,763	-	-
VIEXAL LTD	Subsidiary	-	507,975	3,631	31,994	-
VIOMAL SA	Subsidiary	6,038,022	620,685	3,956,906	445,928	859,740
ELVAL COLOUR SA	Subsidiary	2,311,627	18,444,631	-	7,530,802	-
KANAL SA	Subsidiary	360	-	559	-	-
STEELMET ROMANIA SA	Subsidiary	989,179	152,898	390,075	53,511	-
BRIDGNORTH ALUMINIUM LTD	Subsidiary	60,600	-	514,402	310,639	1,572,540
SYMETAL SA	Subsidiary	115,697,990	16,847,711	28,816,950	-	-
ANOXAL SA	Subsidiary	87,635	1,984,184	-	-1,994,417	-
Total subsidiaries		**130,524,390**	**38,621,257**	**36,299,581**	**6,407,629**	**2,432,280**
ELKEME SA	Associates	-	416,000	-	462,250	-
AFSEL SA	Associates	5,160	501,303	9,207	335,424	-
ANAMET SA	Associates	1,617	4,371,036	1,640	178,491	-
TEPROMETAL AG	Associates	12,046,489	1,399,483	6,009,506	2,764,786	-
MKC GMBH (**)	Associates	1,906,334	3,441	590,010	848	-
STEELMET SA	Associates	-	1,975,330	-	-	619,600
METAL GLOBE	Associates	349,910	8,015	348,070	6,320	-
DIAMEM COMMERCIALS SA	Associates	1,550	1,847	1,606	172,905	-
Total associates		**14,311,060**	**8,676,455**	**6,960,039**	**3,921,024**	**619,600**
GENECOS SA	Other	1,786,889	594,198	622,324	71,421	-
METAL AGENCIES LTD	Other	2,669,034	8,636	944,896	60,099	-
STEELMET CYPRUS LTD	Other	-	319,737	-	-	-
HALCOR SA	Other	556,846	426,444	228,960	91,117	-
ERGOSTEEL S.A	Other	82,737	457,899	16,266	118,258	-
HELLENIC CABLES SA	Other	1,028,344	2,155,270	588,592	852,485	-
SIDENOR S.A.	Other	4,113	252,909	5,058	60,328	-
TELECABLES SA	Other	123,533	650,378	231,583	362,309	-
TEKA SYSTEMS SA	Other	185	3,570,922	-	1,214,974	-
Other entities	Other	36,389	1,463,672	14,313	234,852	308
Total other		**6,288,070**	**9,900,065**	**2,651,992**	**3,065,843**	**308**
GRAND TOTAL		**151,123,520**	**57,197,777**	**45,911,612**	**13,394,496**	**3,052,188**

(*) Subsidiaries of Group ETEM
(**) Subsidiary of Group TEPROMETAL
(***) Subsidiary of Group ELVAL COLOUR

Benefits to Key Management Personnel	GROUP		COMPANY	
Amounts in €	31/12/2011	31/12/2010	31/12/2011	31/12/2010
Fees - benefits to the members of the Board of Directors and executives	3.846.332	3.398.604	1.734.763	1.702.106

Following is a summary of ELVAL Group transactions with related parties:

Group – 2011 amounts - in € Entities	Sales	Purchases	Receivables	Payables
ANAMET SA	1,160,237	3,041,973	-126,001	124,571
TEPROMETALL AG	12,287,604	2,697,957	1,857,560	759,161
MKC GMBH	1,950,937	61,430	102,938	1,445
BASE METAL TICARET	-	433,844	-	86,805
STEELMET SA	35,679	2,717,368	3,556	524,905
GENECOS SA	1,757,808	719,998	538,361	184,021
METAL AGENCIES LTD	13,568,618	291,336	2,371,240	186,686
SOFIA MED	731,850	7,453,940	431,277	428,513
STEELMET CYPRUS LTD	34,000	425,424	46,630	32,329
HALCOR SA	1,052,328	14,219,934	264,406	537,283
HELLENIC CABLES SA	3,868,281	3,222,132	2,908,008	1,332,142
SIDENOR SA	856,553	12,924	35,760	4,259
TEKA SYSTEMS SA	25,040	5,201,049	1,982	2,425,880
Other entities	1,664,232	5,934,507	825,448	2,430,532
Grand total	**38,993,169**	**46,433,816**	**9,261,165**	**9,058,532**

Group – 2010 amounts - in € Entities	Sales	Purchases	Receivables	Payables
ANAMET SA	1,619,952	4,748,269	85,533	178,491
TEPROMETALL AG	19,410,996	2,025,063	8,591,436	3,489,245
MKC GMBH	2,011,867	13,071	595,310	2,277
STEELMET SA	28,690	2,684,083	1,562	211,812
GENECOS SA	1,801,171	629,988	626,035	91,327
METAL AGENCIES LTD	13,330,148	138,343	3,405,663	323,536
SOFIA MED	199,832	5,337,563	22,246	1,689,635
STEELMET CYPRUS LTD	121,000	792,383	45,556	133,995
HALCOR SA	1,113,260	16,183,746	325,409	2,384,940
HELLENIC CABLES SA	1,577,471	2,390,030	1,002,232	1,058,943
SIDENOR SA	859,051	325,671	46,619	60,787
TEKA SYSTEMS SA	23,813	4,380,981	4,126	1,660,900
Other entities	9,992,671	5,849,152	2,252,471	2,345,415
Grand total	**52,089,922**	**45,498,343**	**17,004,198**	**13,631,303**

4. Main risks and uncertainties

The Group's risk management policies are applied in order to identify and analyze 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. Customer SYMETAL S.A. exceeds 10% of sales and also 10% of customers' open balance. However, SYMETAL has an extensive clientele and none of its end customers exceed 10% while the company applies the credit policy and credit insurance used by the Company.

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.

When monitoring the credit risk of customers, the latter are grouped according to their credit characteristics, the maturity characteristics of their receivables and any past problems of receivability they have 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 consists mainly of impairment losses of specific receivables that are 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 the Euro, the USD and the 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 futures 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 the Euro.

The Group's investments in other subsidiaries are not hedged because these exchange positions are considered e 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).

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.

5. Outlook and development

The conditions in the Greek economy in 2012 are expected to generate a challenging environment that will require increased efforts to overcome the adverse effects on the Company's operating cost, such as increased financing cost and increased energy cost, especially due to the considerable imposition of excise tax on natural gas. To maintain cost at competitive levels, saving plans are elaborated for all procedures. In addition to cost containment, special care shall be given to safeguarding and boosting liquidity.

The Group's strong export orientation and mainly the trust shown by the strategic clientele base suffice to maintain the sales volume at high levels in 2012 too. Trust is shown concretely by major international groups obtaining products through long-term contracts following successive tests and certifications.

Meanwhile, the primary pursuit of the extrusion sector is to boost its extrovert attitude while attempting to expand the international markets in which it operates. Apart from bolstering our position in the existing markets, we try to penetrate new ones, such goal demanding long and strenuous certification procedures. The Group, however, is able to meet all challenges and further strengthen.

6. Corporate Governance Statement

1. Code of Corporate Governance

The Company and the Group have adopted the practices of Corporate Governance as for its management and operation, as these are specified under the applicable institutional framework and the Corporate Governance Code recently published by the Hellenic Federation of Enterprises (SEV) (hereinafter the "code") and available on its website.

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

- **Part A.2 2.2 & 2.3: Size and composition of the Board.** 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.5 5.5. 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.7 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.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.1.1.6. Level and structure of remuneration.** Until the time this Statement was drafted, there was no Remuneration Committee. The issue will be soon reviewed.

The Company does not implement any other corporate governance practices than the special practices of the Corporate Governance Code of SEV and the provisions of 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 2011, i.e. "KPMG Certified Auditors A.E.", who have been elected by the Ordinary General Meeting of the Company's Shareholders on 15 June 2011, 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:

- 4 are executive members (Vice-Chairman & 3 Members)
- 5 are non-executive members (Chairman & 4 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
- Panagiotopoulos Ioannis, executive member
- Koudounis Nikolaos, executive member
- Kyriazis Andreas, independent non-executive member
- Bakouris Konstantinos, non-executive member
- Megir Abraham, non-executive member
- Kouklelis Konstantinos, non-executive member
- Wagner Reinhold, 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 elected by the Ordinary General Meeting on 15 June 2011 and its term of office shall expire the day of the Ordinary General Assembly meeting of the current year 2012.

The Board of Directors met 61 times during 2011 with 9 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 SA. In 2006, he became vice-chairman of non-ferrous metals of STEELMET SA and as of June 2007 he is the Vice-chairman of ELVAL SA.

Katsaros Konstantinos: Mr. Katsaros is a graduate mechanical-electrical engineer of the National Technical University of Athens; aircraft constructor/ engineer of Ecole Nationale Superieure d’ Aeronautique (Paris) and holds a PhD in Natural Sciences 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 on the Board of Directors of many Group companies; chairman and vice-chairman of the Aluminium Association of Greece and currently he is the chairman of aluminium rolling plants in Europe.

Panagiotopoulos Ioannis: Mr. Panagiotopoulos is a graduate of Athens University of Economics and Business and the Training Institute in Business Administration of the same University. He has been working for VIOHALCO Group of companies since 1968 in the Financing Division of Group companies. From 2005 to 2008, he was the Chairman of ELVAL SA. Since 2005 he is the vice-chairman of ERLIKON SA and also a Board member of SOVEL SA and other companies of VIOHALCO Group.

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 Financial Manager of ELVAL SA (1983), General Manager of ELVAL SA (2000) and Managing Director of FITCO SA (2004). He already participates as an executive director in the Boards of ELVAL SA, HALCOR SA, DIA.VI.PE.THI.V SA (Chairman of BoD), FITCO SA (Chairman of BoD) and other Group companies. He is also the Chairman of the Board of Mainland Greece Association of Industries.

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.

Megir Abraham: Mr. Megir is a graduate of Athens University of Economics and Business. He works for the VIOHALCO Group of Companies from 1983 to 1997 as Exports Director of ELVAL SA and from 1997 to date as a consultant to international companies of VIOHALCO Group as well as to ELVAL SA and STEELMET SA.

Kouklelis Konstantinos: Mr. Kouklelis is Energy Manager of VIOHALCO Group and Chairman of the Union of Industrial Energy Consumers (EBIKEN). Since 2001 he has assumed various management posts in VIOHALCO Group. From 1980 to 2000 he was the Financial Manager 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 Foundation for Economic and Industrial Research (IOBE), of the Hellenic Federation of Enterprises (SEV) Council for Sustainable Development and the Union of Listed Companies (ENEISET). For a number of years he was a Board member of SEV. He is an economist and has graduated from Geneva University. He has an MBA from the University of Chicago.

Wagner Reinhold: Mr. Wagner is an Electrical Engineer and has worked for Alcan for 37 years. He started as maintenance engineer and finally became executive vice-chairman of Alcan Canada. He has been responsible for Alcan business in Europe.

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.
Megir Abraham: 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 2011 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 Board's 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 37,230,244.50 and is divided into 124,100,815 ordinary unregistered shares with a nominal value of EUR 0.30 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 31/12/2011, the significant (over 5%) holdings are established as follows:

- VIOHALCO S.A.: 68.53% of voting rights and 68.53% of share capital
- Mr. Evagelos Stasinopoulos: 8.17% of voting rights (to which a 6.27% holding of WHEATLAND HOLDINGS LTD has been added);
- WHEATLAND HOLDINGS LTD: 6.27% of 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.
- In pursuance of Article 13(13) of Codified Law 2190/1920 and a decision of the General Meeting made on 18.6.2002, during the month of December of the years 2006-2013 the Board of Directors of the Company shall increase the Company's share capital without amending its Articles of Association by issuing new shares in the context of implementation of an approved Stock Option Plan, details of which are given in note 18 of the Annual Financial Statements for the year 2011.

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 € 143.8 million on 31/12/2011 (Company: € 92.3 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 2011 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	14/01/2011	Announcement	Announcement for the participation of ELVAL COLOUR S.A. in the capital increase of CCS	www.elval.gr > Investor relations > News – Announcements > Announcements >2011
2	25/01/2011	Announcement	Issuance of Common Bond Loans	-//-
3	28/03/2011	Announcement	Financial Calendar 2011	-//-
4	29/03/2011	Press release	Financial Results of FY 2010	-//-
5	30/03/2011	Financial Statements	Annual Financial Statements according to IFRS 2010	www.elval.gr > Investor relations > Financial Statements >2010
6	30/03/2011	Financial Statements	Figures and information according to IFRS 2010	-//-
7	06/04/2011	Press release	Presentation to the Association of Greek Institutional Investors	www.elval.gr > Investor relations > News – Announcements > Announcements >2011
8	14/04/2011	Announcement	Statement on posted article	-//-
9	20/05/2011	Announcement	Issuance of Common Bond Loan	-//-
10	23/05/2011	Announcement	Notice of the Annual General Shareholders Meeting	-//-
11	27/05/2011	Press release	Financial Results - 1st Quarter 2011	-//-
12	30/05/2011	Financial Statements	1st Q 2011 Interim financial statements according to IFRS	www.elval.gr > Investor relations > Financial Statements >2011
13	30/05/2011	Financial Statements	1st Q 2011 Figures and information according to IFRS	-//-
14	02/06/2011	Announcement	Announcement for the purchase of ELVAL COLOUR S.A.	www.elval.gr > Investor relations > News – Announcements > Announcements >2011
15	15/06/2011	Press release	Press release of Annual General Shareholders Meeting	-//-
16	15/06/2011	Announcement	Resolutions of Annual General Shareholders Meeting	-//-
17	22/06/2011	Announcement	Announcement for purchase of stake in ALURAME Spa	-//-
18	30/06/2011	Announcement	New Board of Directors	-//-
19	05/07/2011	Announcement	Completeness of purchase of participation to ELVAL COLOUR S.A from ETEM S.A.	-//-
20	11/07/2011	Announcement	Announcement for participation to the share capital increase of SYMETAL S.A.	
21	29/08/2011	Press release	Financial Results 6M 2011	-//-
22	30/08/2011	Financial Statements	2nd Q 2011 Interim financial report	www.elval.gr > Investor relations > Financial Statements >2011
23	30/08/2011	Financial Statements	2nd Q 2011 Figures and information according to IFRS	-//-
24	10/10/2011	Announcement	Issuance of common bond loans	www.elval.gr > Investor relations > News – Announcements > Announcements >2011
25	03/11/2011	Announcement	Announcement for ELVAL's Stock Option Plan	-//-
26	15/11/2011	Press release	Financial results for 9M 2011	-//-
27	16/11/2011	Financial Statements	3rd Q 2011 Interim financial statements according to IFRS	www.elval.gr > Investor relations > Financial Statements >2011
28	16/11/2011	Financial Statements	3rd Q 2011 Figures and information according to IFRS	-//-
29	06/12/2011	Announcement	Expiration of the 2011 exercise period of the stock option s offered to the company's Management	www.elval.gr > Investor relations > News – Announcements > Announcements >2011
30	19/12/2011	Announcement	Issuance of common bond loan	-//-

* 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 2011 and deliberate on the other issues set by the General Meeting.

Athens, March 23, 2012

The Chairman of the B.o.D.

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MILTIADIS 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 ALUMINUM INDUSTRY SA (the "Company") which comprise the stand-alone and consolidated statement of financial position as of 31 December 2011 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 2011 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, 26 March 2012

KPMG Certified Auditors A.E.

KPMG Certified Auditors A.E
3, Stratigou Tombra Str
153 42 Aghia Paraskevi
Greece
AM SOEL 114

Harry Sirounis, Certified Auditor Accountant
AM SOEL 19071

Annual Financial Statements (Group and Company)

according to International Financial Reporting Standards

for the fiscal year 2011

The Chairman of the B.o.D.	A Member of the B.o.D.	The General Manager	The Finance Director
MILTIADIS LIDORIKIS Id.C.No N 032204	NIKOLAOS KOUDOUNIS Id.C.No AE 012572	LAMBROS VAROUCHAS Id.C.No. AB 535203	NIKOLAOS PSIRAKIS Id.C.No T 015643 Reg. No. 9239 CLASS A'

ELVAL
HELLENIC ALUMINIUM INDUSTRY S.A.
Societe Anonyme Registration Number 3954/06/B/86/13
2-4 Mesogeion Ave., Athens Tower

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I. Statements of financial position

Amounts in Euros	Note	GROUP 31/12/2011	GROUP 31/12/2010	COMPANY 31/12/2011	COMPANY 31/12/2010
ASSETS					
Non-current assets					
Property, plant and equipment	7	498,088,543	510,748,757	289,288,175	288,547,036
Intangible assets	9	3,705,910	3,259,911	2,211,992	2,333,087
Investment properties	8	6,875,450	6,924,331	-	-
Investments in subsidiaries	10	-	-	173,194,113	154,962,040
Investments in associates	11	9,270,128	7,414,082	5,261,934	5,261,934
Available-for-sale investments	12	1,477,709	1,634,990	887,322	899,322
Derivatives	16	1,003,434	531,184	-	352,330
Other receivables	15	2,915,320	3,740,025	1,477,877	1,595,136
Total non-current assets		**523,336,494**	**534,253,280**	**472,321,413**	**453,950,885**
Current assets					
Inventories	14	265,494,705	268,985,895	148,757,215	145,237,435
Trade and Other receivables	15	196,703,581	202,755,535	114,714,913	131,736,768
Derivatives	16	5,864,769	10,944,636	3,475,088	8,544,269
Cash on hand and cash equivalents	17	59,795,132	15,633,974	26,239,143	4,085,485
Total current assets		**527,858,187**	**498,320,040**	**293,186,359**	**289,603,957**
Total assets		**1,051,194,681**	**1,032,573,320**	**765,507,772**	**743,554,842**
EQUITY					
Capital and reserves attributable to equity holders of the Company					
Share capital	18	37,230,245	37,230,245	37,230,245	37,230,245
Share premium	18	158,760,404	158,760,404	158,760,404	158,760,404
Foreign exchange differences due to consolidation of foreign subsidiaries		(4,365,085)	(5,838,071)	-	-
Fair value reserves	19	683,040	4,291,857	(683,594)	3,502,948
Other reserves	19	166,820,423	166,630,776	133,770,876	134,055,038
Retained earnings		177,790,132	156,665,220	170,826,361	153,720,089
Total equity attributable to equity holders of the Company		**536,919,159**	**517,740,431**	**499,904,292**	**487,268,724**
Non-controlling interests		37,773,103	43,421,376	-	-
Total equity		**574,692,262**	**561,161,807**	**499,904,292**	**487,268,724**
LIABILITIES					
Long-term liabilities					
Loans	20	104,830,652	139,975,330	49,800,350	80,993,153
Derivatives	16	652,722	289,363	295,418	211,879
Employee benefits	21	10,224,131	9,362,094	6,940,652	6,405,801
Government grants	22	21,968,164	13,309,625	11,870,461	9,544,237
Provisions	24	1,077,457	-	-	-
Deferred tax liability	13	47,047,352	46,295,975	32,458,808	30,669,562
Total long-term liabilities		**185,800,478**	**209,232,387**	**101,365,689**	**127,824,632**
Short-term liabilities					
Trade and other payables	23	93,489,342	97,288,001	56,123,179	48,710,909
Income tax payable	28	4,834,782	2,985,205	1,271,670	27,623
Loans	20	187,682,238	156,505,800	102,808,777	75,647,378
Derivatives	16	4,427,552	5,131,382	4,034,165	4,075,576
Provisions	24	268,027	268,738	-	-
Total short-term liabilities		**290,701,941**	**262,179,126**	**164,237,791**	**128,461,486**
Total liabilities		**476,502,419**	**471,411,513**	**265,603,480**	**256,286,118**
Total equity and liabilities		**1,051,194,681**	**1,032,573,320**	**765,507,772**	**743,554,842**

The notes on pages 8 to 43 constitute an integral part of these financial statements.

II. Income statements

For the year ended 31 December		GROUP		COMPANY	
Amounts in Euros	**Note**	**2011**	**2010**	**2011**	**2010**
Sales		**1,062,349,616**	**930,484,322**	**687,226,102**	**596,952,449**
Cost of sales	*25*	(977,554,506)	(853,447,902)	(649,835,189)	(573,914,429)
Gross profit		**84,795,110**	**77,036,420**	**37,390,913**	**23,038,020**
Other operating income	*25*	8,303,288	11,078,290	4,527,218	2,784,530
Selling and distribution expenses	*27*	(32,552,493)	(37,933,878)	(5,191,224)	(4,425,392)
Administrative expenses	*25*	(23,212,596)	(21,980,372)	(10,880,528)	(10,615,925)
Other operating expenses	*27*	(3,794,536)	(5,296,267)	(299,993)	(87,433)
Operating results		**33,538,773**	**22,904,193**	**25,546,386**	**10,693,800**
Finance income	*26*	5,897,122	4,746,239	4,619,684	3,329,460
Finance expense	*26*	(18,215,929)	(12,298,203)	(9,635,857)	(5,620,714)
Income from dividends	*27*	1,684	118,956	182,004	3,052,189
Net finance costs		**(12,317,123)**	**(7,433,008)**	**(4,834,169)**	**760,935**
Share of profit from associates	*11*	1,849,058	1,118,738	-	-
Profit before tax		**23,070,708**	**16,589,923**	**20,712,217**	**11,454,735**
Income tax expense	*28*	(8,274,954)	(9,315,137)	(3,890,107)	(1,966,298)
Profit for the year		**14,795,754**	**7,274,786**	**16,822,110**	**9,488,437**
Distributed to:					
Equity holders of the Company		17,378,763	8,522,747	16,822,110	9,488,437
Non-controlling interest		(2,583,009)	(1,247,961)	-	-
		14,795,754	**7,274,786**	**16,822,110**	**9,488,437**
Earnings per share attributable to the shareholders of the Company for the period (Euros)					
Basic & diluted	*32*	0.140	0.069	0.136	0.076
Depreciation and amortization for the period	*7, 8 & 9*	50,427,401	46,555,941	28,289,319	26,362,828

The notes on pages 8 to 43 constitute an integral part of these financial statements.

III. Statements of comprehensive income

For the year ended 31 December		GROUP		COMPANY	
Amounts in Euros	*Note*	2011	2010	2011	2010
Profit for the year		**14,795,754**	**7,274,786**	**16,822,110**	**9,488,437**
Foreign currency translation differences		1,950,904	1,456,917	-	-
Net change in available-for-sale financial assets		(145,770)	-	-	-
Net change in fair value of cash flow hedges	*19*	(4,293,711)	811,960	(5,463,635)	(1,158,540)
Income tax on other comprehensive income	*28*	978,301	(213,880)	1,277,093	278,050
Other comprehensive income after taxes		**(1,510,276)**	**2,054,997**	**(4,186,542)**	**(880,490)**
Total comprehensive income for the year		**13,285,478**	**9,329,783**	**12,635,568**	**8,607,947**
Attributable to:					
Equity holders of the Company		15,101,108	9,905,608	12,635,568	8,607,947
Non-controlling interests		(1,815,630)	(575,825)	-	-
Total comprehensive income for the year		**13,285,478**	**9,329,783**	**12,635,568**	**8,607,947**

The notes on pages 8 to 43 constitute an integral part of these financial statements.

ELVAL
HELLENIC ALUMINIUM INDUSTRY S.A.

IV. Statements of changes in equity

Amounts in Euros	Share capital *(note 18)*	Foreign exchange differences	Fair value reserves *(note 19)*	Other reserves *(note 19)*	Retained earnings	Total	Non-controlling interest	Total Equity
GROUP								
Balance as of 1 January 2010	**195,990,649**	**(6,769,420)**	**3,977,858**	**165,561,830**	**151,109,356**	**509,870,273**	**47,522,432**	**557,392,705**
Profit / (loss) for the year	-	-	-	-	8,522,747	8,522,747	(1,247,961)	7,274,786
Foreign currency translation differences	-	1,064,223	(7,189)	-	-	1,057,034	399,883	1,456,917
Valuation of derivatives for cash flow hedges	-	-	325,827	-	-	325,827	272,253	598,080
Total comprehensive income for the year	-	1,064,223	318,638	-	8,522,747	9,905,608	(575,825)	9,329,783
Change of percentage in subsidiaries	-	(7,566)	(4,639)	1,306,514	(3,200,229)	(1,905,920)	(2,110,081)	(4,016,001)
Increase of share capital	-	-	-	(12,420)	8,198	(4,222)	10,539	6,317
Transfer of reserves	-	-	-	(225,148)	225,148	-	-	-
Dividend	-	(125,308)	-	-	-	(125,308)	(1,425,689)	(1,550,997)
Total transactions with owners	-	(132,874)	(4,639)	1,068,946	(2,966,883)	(2,035,450)	(3,525,231)	(5,560,681)
Balance as of 31 December 2010	**195,990,649**	**(5,838,071)**	**4,291,857**	**166,630,776**	**156,665,220**	**517,740,431**	**43,421,376**	**561,161,807**
Balance as of 1 January 2011	**195,990,649**	**(5,838,071)**	**4,291,857**	**166,630,776**	**156,665,220**	**517,740,431**	**43,421,376**	**561,161,807**
Profit / (loss) for the year	-	-	-	-	17,378,763	17,378,763	(2,583,009)	14,795,754
Foreign currency translation differences	-	1,472,986	28,728	-	-	1,501,714	449,189	1,950,904
Valuation of available-for-sale financial assets	-	-	-	-	(141,824)	(141,824)	(3,946)	(145,770)
Valuation of derivatives for cash flow hedges	-	-	(3,637,545)	-		(3,637,545)	322,136	(3,315,410)
Total comprehensive income for the year	-	1,472,986	(3,608,817)	-	17,236,939	15,101,108	(1,815,630)	13,285,478
Change of percentage in subsidiaries	-	-	-	-	4,077,620	4,077,620	(4,077,620)	-
Acquisition of subsidiaries	-	-	-	-	-	-	425,215	425,215
Increase of share capital	-	-	-	-	-	-	82	82
Transfer of reserves	-	-	-	189,647	(189,647)	-	-	-
Dividend	-	-	-	-	-	-	(180,320)	(180,320)
Total transactions with owners	-	-	-	189,647	3,887,973	4,077,620	(3,832,643)	244,977
Balance as of 31 December 2011	**195,990,649**	**(4,365,085)**	**683,040**	**166,820,423**	**177,790,132**	**536,919,159**	**37,773,103**	**574,692,262**

	Share capital *(note 18)*	Fair value reserves *(note 19)*	Other reserves *(note 19)*	Retained earnings	Total Equity
COMPANY					
Balance as of 1 January 2010	**195,990,649**	**4,383,438**	**135,262,123**	**143,024,567**	**478,660,777**
Profit / (loss) for the year	-	-	-	9,488,437	9,488,437
Valuation of derivatives for cash flow hedges	-	(880,490)	-	-	(880,490)
Total comprehensive income for the year	-	(880,490)	-	9,488,437	8,607,947
Transfer of reserves	-	-	(1,207,085)	1,207,085	-
Total transactions with owners	-	-	(1,207,085)	1,207,085	-
Balance as of 31 December 2010	**195,990,649**	**3,502,948**	**134,055,038**	**153,720,089**	**487,268,724**
Balance as of 1 January 2011	**195,990,649**	**3,502,948**	**134,055,038**	**153,720,089**	**487,268,724**
Profit / (loss) for the year	-	-	-	16,822,110	16,822,110
Valuation of derivatives for cash flow hedges	-	(4,186,542)	-	-	(4,186,542)
Total comprehensive income for the year	-	(4,186,542)	-	16,822,110	12,635,568
Transfer of reserves	-	-	(284,161)	284,161	-
Total transactions with owners	-	-	(284,161)	284,161	-
Balance as of 31 December 2011	**195,990,649**	**(683,594)**	**133,770,876**	**170,826,361**	**499,904,292**

The notes on pages 8 to 43 constitute an integral part of these financial statements.

V. Statements of cash flow

For the year ended 31 December		GROUP		COMPANY	
Amounts in Euros	***Note***	**2011**	**2010**	**2011**	**2010**
Operating activities					
Profit / (loss) for the year		23,070,708	16,589,923	20,712,217	11,454,735
Adjustments for:					
Depreciation of plant and equipments	*7*	48,645,429	44,949,836	27,288,666	25,516,698
Amortization of intangible assets	*9*	1,435,501	1,157,836	1,000,653	846,130
Depreciation of investment property	*8*	346,471	448,270	-	-
Amortization of government grants	*22*	(1,614,587)	(1,020,467)	(917,716)	(659,564)
Impairment of property, plant and equipment	*27*	349,991	-	-	-
Results from investing activities		(5,554,128)	(8,611,476)	(5,406,897)	(6,386,128)
Finance expense and related expenses	*26*	17,274,804	10,808,803	9,635,857	5,620,714
Impairment loss on inventories	*14*	3,918,528	266,569	3,326,946	-
Provisions for impairments on trade receivables		1,695,885	7,433,246	453,554	91,441
Other provisions		1,909,041	675,110	534,851	327,897
Change in inventories		628,486	(52,067,033)	(6,846,727)	(25,877,928)
Change in trade and other receivables		9,722,118	(11,136,017)	17,110,048	(20,194,380)
Change in trade and other payables (except bank loan liabilities)		(7,037,050)	4,041,311	920,569	633,718
Interest paid		(17,316,861)	(11,790,731)	(9,383,097)	(5,194,151)
Income tax paid		(5,420,791)	(4,396,308)	(232,377)	(201,921)
Net cash flows from / (used in) operating activities		**72,053,545**	**(2,651,128)**	**58,196,547**	**(14,022,739)**
Investing activities					
Acquisition of subsidiaries, associates and other investments		(2,224,657)	(4,816,257)	(18,220,073)	(14,530,263)
Purchase of property, plant and equipment	*7*	(40,527,784)	(44,104,838)	(21,212,089)	(21,793,633)
Purchase of intangible assets	*9*	(785,907)	(296,109)	(643,051)	(111,276)
Proceeds from sale of property, plant and equipment	*7*	4,735,057	633,098	18,099	49,921
Sales of investment property		-	6,718,565	-	-
Interest received		4,840,751	3,757,547	4,619,684	3,329,460
Dividends received		1,684	118,956	182,004	2,911,255
Net cash flows from / (used in) investing activities		**(33,960,856)**	**(37,989,038)**	**(35,255,426)**	**(30,144,536)**
Financing activities					
Proceeds from borrowings		62,446,267	100,015,636	20,897,123	59,000,000
Repayment of borrowings		(94,272,344)	(76,335,416)	(41,540,353)	(31,394,666)
Net change in short-term loans		27,510,680	10,382,655	16,611,827	15,041,825
Payment of finance lease liabilities		-	(813)	-	-
Proceeds from government grants	*22*	10,273,126	1,308,402	3,243,940	-
Dividends paid		-	(1,425,819)	-	(130)
Net cash flows from / (used in) financing activities		**5,957,729**	**33,944,645**	**(787,463)**	**42,647,029**
Net (decrease) / increase in cash on hand and cash equivalents		**44,050,418**	**(6,695,521)**	**22,153,658**	**(1,520,246)**
Cash and cash equivalents at the beginning of year	*17*	15,633,974	22,130,113	4,085,485	5,605,731
Exchange differences on cash and cash equivalents		110,740	199,382	-	-
Cash and cash equivalents at the end of year		**59,795,132**	**15,633,974**	**26,239,143**	**4,085,485**

The notes on pages 8 to 43 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 10 and Note 11 respectively.

The Group is active in rolling and extrusion of aluminium products, in Greece, Great Britain 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, Inofita, Viotia. Company’s electronic address is **www.elval.gr.**

Company’s shares are listed on the Athens Stock Exchange. ELVAL is subsidiary of VIOHALCO.

The present financial statements are subject to the approval of the Company’s Ordinary General Meeting that is expected to convene on June 14, 2012.

2. Basis of preparation

2.1. Statement of compliance

Company’s and Group’s annual financial statements included herein (the “Financial statements”) concern the fiscal year that ended on 31 December 2011 and have been prepared in accordance with International Financial Reporting Standards (“IFRS”) as adopted by the European Union. The International Financial Reporting Standards issued by the International Accounting Standards Board (IASB) may vary from those adopted by the European Union.

The financial Statements have been approved from the Board of Directors of the Company on March 23, 2012.

2.2. Basis of measurement

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

2.3. 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.

2.4. 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 13, 28)

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 14)

The Group estimates the valuation of the inventory at the lower of cost and net realizable value

VI. Notes to annual financial statements

2. Basis of preparation (continued)

2.4 Use of estimates and judgments (continued)

(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.

(d) Provisions (Notes 14, 15 and 24)

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.

VI. Notes to annual financial statements

3. Significant accounting policies

The accounting policies set out below have been applied consistently to all periods presented in these consolidated financial statements, and have been applied consistently by Group entities.

3.1 Basis of consolidation

(a) Accounting for 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. Control is the power to govern the financial and operating policies of an entity so as to obtain benefits from its activities. In assessing control, the Group takes into consideration potential voting rights that currently are exercisable.

The Group measures goodwill at the acquisition date as:

- the fair value of the consideration transferred; plus
- the recognised amount of any non-controlling interests in the acquiree; less
- the fair value of the identifiable assets acquired and liabilities assumed.

When the excess is negative, a bargain purchase gain is recognised immediately in profit and loss. Costs related to the acquisition that the Group incurs in connection with a business combination are recognised immediately in profit and loss. Any contingent consideration payable is recognised at fair value at the acquisition date.

(b) Accounting of acquisitions of non-controlling interests

Acquisitions of non-controlling interests are accounted for as transactions with owners in their capacity as owners and therefore no goodwill is recognized as a result of such transactions. As for the change non-controlling interests that took place during the year, please see note 10.

(c) Investments in 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. Subsequently it is accounted for as an investment in an associate or as an available-for-sale financial asset depending on the level of influence retained.

(d) Investments in associates

Associated companies are companies over which the Group exercises significant influence, but not control, which, in general, applies when the holding percentage in the voting rights ranges between 20% and 50%. Investments in associates are accounted for using the equity method and recognised initially at their acquisition cost. The Group's investment includes goodwill identified on acquisition, net of any accumulated impairment losses. When the Group's share of losses exceeds its interest in an investment in associate the carrying amount of that interest is reduced to zero and no recognition of further losses are recognized except to the extent that the Group has an obligation or has made payments on behalf of the associate.

In the Company's financial statements, investments in associates are recorded at cost.

(e) 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.

VI. Notes to annual financial statements

3. Significant accounting policies (continued)

3.2. Foreign currency

(a) Transactions and balances in foreign currency

Transactions that are carried out in a foreign currency are converted to the Company's functional currency based on the exchange rate that is applicable on the day the transaction is carried out. Profits and losses from foreign exchange differences that arise from the settlement of such transactions during the period and from the conversion of monetary assets that are expressed in a foreign currency based on the exchange rate that is applicable on the balance sheet date are recorded in profit and loss.

(b) Group Companies in foreign currency

The figures recorded in the financial statements of the Group companies (none of which operate in a hyperinflation economy) that are expressed in a different functional currency from the Group's presentation currency, are converted as follows:

- Assets and liabilities, including goodwill and fair value adjustments arising on acquisition, are converted in euro based on the exchange rates that are applicable on the balance sheet date,
- Income and expenses are converted in euro based on the period's average exchange rates unless the average exchange rate is not a reasonable estimation of the accumulated affect of the exchange rates that were applicable on the day on which the transactions were carried out, in which case, income and expenses are converted based on the actual exchange rates that were applicable on the day on which the transactions were carried out and
- Any foreign exchange difference that may arise is recorded in an equity reserve named "Foreign exchange differences due to consolidation" and transferred to profit and loss when these companies are sold.

3.3. Property, plant and equipment

(a) Recognition and measurement

Items in property, plant and equipment are measured at cost less accumulated depreciation and accumulated impairment losses. The acquisition cost includes all the expenses that are directly attributable to the acquisition of the asset. The cost of self-constructed assets includes the cost of materials and direct labour, any other costs directly attributable to bringing the assets to a working condition for their intended use and capitalised borrowing costs.

Further expenditures that executed after a purchase of an item of property plant and equipment are recognized in the carrying amount of the item or as a separate item of property plant and equipment only if there is a possibility that future economic benefits shall flow to the Group and only if the cost of the new item can be measured reliably. Repair and maintenance costs are recognized in profit and loss when these are incurred.

Gains and losses on disposal of an item of property, plant and equipment are determined by comparing the proceeds from disposal with the carrying amount of property, plant and equipment and are recognised in 'other operating income' or 'other operating expenses' in profit and loss.

(b) Depreciation

Land is not depreciated. Depreciation is recognized in profit and loss on a straight-line basis over the estimated useful lives of each part of an item of property, plant and equipment, which are set as follows:

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

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

VI. Notes to annual financial statements

3. Significant accounting policies (continued)

3.4. Intangible assets

Intangible assets that are acquired separately are recognized at their acquisition cost while intangible assets that are acquired through business acquisitions are recognized at their fair value on the date of acquisition. They are subsequently measured at this amount less accumulated amortisation and any possible accumulated impairment. Intangible assets may have either a definite or indefinite useful life. The cost of intangible assets that have a definite useful life are amortized during the period of their estimated useful life with the straight line method. Intangible assets are amortized from the date on which they become available. Intangible assets with an indefinite useful life are not amortized but are periodically subject (at least annually) to an impairment test of their value. Residual values are not recognized. The useful life of intangible assets is evaluated on an annual basis.

Software licenses are estimated at their acquisition cost less accumulated amortisation and accumulated impairment losses. These assets are amortized on a straight-line basis over the estimated useful lives, which ranges between 3 to 4 years. Expenditures that are required for the development and maintenance of software programs are recognised as an expense when these programs are developed.

3.5. 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.

3.6. Impairment

(a) Non-derivative financial assets

A financial asset not classified as at fair value through profit or loss is assessed at each reporting date to determine whether there is objective evidence that it is impaired. A financial asset is impaired if there is objective evidence of impairment as a result of one or more events that occurred after the initial recognition of the asset, and that loss event(s) had an impact on the estimated future cash flows of that asset that can be estimated reliably. Objective evidence that financial assets are impaired includes default or delinquency by a debtor, indications that a debtor or issuer will enter bankruptcy, adverse changes in the payment status of borrowers or issuers, economic conditions that correlate with defaults. In this case, the asset's recoverable amount or cash generating unit is estimated and if its carrying amount exceeds the estimated recoverable amount, an impairment loss is recognized, which is recorded directly in the profit and loss. The recoverable amount of an asset is the greater of its value in use and its fair value less cost to sell.

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. Assets that are depreciated are assessed for impairment when there are indications that their carrying amounts will not be recovered.

If an impairment loss is recognized, on each reporting date the Group examines if the conditions that led to the recognition thereof continue to exist. In this case, the asset's recoverable value is re-determined and The impairment loss is reversed only to the extend that the asset's carrying amount does not exceed the carrying amount that would have determined, net of depreciation and amortization, if no impairment loss had recognized.

(b) Non-financial assets

The carrying amounts of the Group's non-financial assets, other than investment property, inventories and deferred tax assets, are reviewed at each reporting date to determine whether there is any indication of impairment. Goodwill and indefinite-lived intangible assets are tested annually for impairment.

3.7. Non-derivative financial instruments

Non-derivative financial instruments consist of trade and other receivables, investments in securities and bonds, cash and cash equivalents, loans and trade and other payables. The classification of the above instruments is based on the purpose for which they were acquired. The Management decides on the classification at the time the asset was initially recognised and re-examines its classification on every reporting date.

VI. Notes to annual financial statements

3. Significant accounting policies (continued)

3.7. Non-derivative financial instruments (continued)

(a) Trade and other receivables

Receivables from customers are initially recorded at their fair values and subsequently measured at their amortized cost using the effective interest method, less any impairment losses. Impairment losses are recognised when there is an objective indication that the Group is not in a position to collect all the amounts that are due, pursuant to relative contractual terms. The impairment loss is equal to the difference between the carrying amount of the receivables and the present value of the estimated future cash flows, discounted with the effective interest rate. The impairment loss is recorded in profit and loss.

(b) Available-for-sale financial assets

Includes non-derivative financial assets that are specifically attributed to this sub-category or cannot be classified as held-to-maturity or as fair value item through profit and loss. The purchase and sale of an investment is recognized on the day the transaction is carried out, which is also the day on which the Group is committed to purchase or sell the asset. Investments are initially recorded at their fair value plus any expense associated with the transaction. Available-for-sale financial assets are subsequently measured at fair value and the relevant gains or losses are recognised in “Fair value reserve" account in owners’ equity until they are sold or impaired. The fair value of those items traded on an active market corresponds to the closing price. As for other items for which fair value cannot be reliably determined, fair value corresponds to acquisition cost. Impairment loss is recognized through transfer of the accumulated loss from reserves to operating results. The accumulated loss that is transferred is the difference between the acquisition cost after depreciation through the effective interest rate and the current fair value less the impairment already posted to prior-period results. Impairment losses that have been recognized in the results cannot be reversed through profit or loss for these financial assets. The Group examines for impairment test the items that traded on an active market and when the reduction of their fair value is significant, it is recognized in profit and loss.

(c) 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.

(d) Loans and borrowings

Loans are initially recorded at their fair value, decreased by any possible direct expenses that are required in order to complete the transaction. They are subsequently measured at their amortized cost using the effective interest rate method. Any difference between the amount that has been collected (net of relative expenses) and the settlement value is recorded in profit and loss during the period of the loan based on the effective interest rate method. The recognition stops if they are paid, cancelled or sold.

3.8. 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).

The Group in regular basis, examines the effectiveness of the cash flow hedge, on a business and an accounting basis, and in every reporting date records in ‘Equity’ the result of the valuation of the open positions to the part that valuation is effective.

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).

VI. Notes to annual financial statements

3. Significant accounting policies (continued)

3.8. Derivatives and hedge accounting (continued)

(a) Fair value hedge

Changes in the fair value of derivatives which are defined as fair value hedges are posted to the results as are the changes in the fair value of the hedged assets which are attributed to the risk offset.

b) Cash flow hedge

The effective proportion of change in the fair value of derivatives defined as cash flow change hedges are recorded to an equity reserve. The gain or loss on the non-effective proportion is recorded to the Income Statement. The amounts accounted as an equity reserve are carried forward to the results of the periods where the hedged items affect profits or losses.

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

3.9. 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.

3.10. 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, appeal as a reduction of equity.

3.11. Income tax

The income tax of the year includes both current and deferred tax. Income tax is calculating according 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'.

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.

Deferred income tax is recognized using the balance sheet method that arises from temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes.

(a) Deferred income tax is not accounted for if it derives from the initial recognition of an asset or liability item in a transaction that is not a business combination, which when the transaction took place, affected neither the accounting nor the taxation profit or loss.

(b) Deferred income tax is determined based on the tax rates that are applicable on the balance sheet date.

Deferred tax claims are recognised to the extent that a future taxable profit will arise from the use of the temporary difference that creates the deferred tax claim.

(c) Deferred income tax is recognised for the temporary differences that arise from investments in subsidiaries and related companies, with the exception of the case in which inversion of temporary differences is controlled by the Group and it is possible that the temporary differences will not invert in the foreseeable future.

VI. Notes to annual financial statements

3. Significant accounting policies (continued)

3.12. 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 established benefits plans are any other pension plan apart from the defined contribution plan. The liability that is recorded in the Statement of Financial Position with regard to defined benefit plan is the present value of the commitment for the benefit less the fair value of the plan's assets, the changes that arise from non-recognised actuarial profits and losses and the cost of past service. The commitment of the defined benefit is calculated by an independent actuary with the projected unit credit method. The discount rate concern European bonds of low credit risk «I Boxx AA-rated Euro corporate bond 10+year». Actuarial profits and losses that arise from adjustments on the basis of historic data and are above or below the margin of 10% of the accumulated liability are recorded in the results within the expected average insurance term of the plan's participants. The cost of past service is recorded directly in the results, with the exception of the case in which changes to the plan depend on the remaining term of the employee's past service. In this case, the cost of past service is recorded in the results based on the fixed method within the maturing.

(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. In the case of employment termination in which the Group is not able to determine the number of employees who will take advantage of this incentive, these fringe benefits are not accounted for but are recorded as a potential liability.

(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.

3.13. 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.

VI. Notes to annual financial statements

3. Significant accounting policies (continued)

3.14. Provisions

Provisions are recognised when:

(a) There is a present legal or inferred commitment as a result of past events

(b) Outflow of funds may be demanded for the commitment's settlement

(c) The amount may be reasonably estimated

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.

3.15. Revenue recognition

Revenue includes the fair value of the sale of goods and services, net of Value Added Tax, discounts and returns. Inter-company revenues within the Group are fully eliminated. Revenue is recognised as follows:

(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) Interest income

Interest income is recognized when interest is rendered accrued with the use of the effective interest rate method.

(d) Dividends

Dividend income is recognized in profit and loss, on the date that the Group's right to receive payment has been established upon their approval of their distribution.

(e) Rental income

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

3.16. 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.

VI. Notes to annual financial statements

3. Significant accounting policies (continued)

3.17. 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.

3.18. New Standards and Interpretations

A number of new Standards, Amendments to Standards and Interpretations are effective for annual periods beginning after 1 January 2011, and have not been applied in preparing these financial statements. The Group will examine the effect on its financial statements as soon as they will be adopted by the European Union. The Group expects that the main effects will come from:

(a) IFRS 9 "Financial Instruments"
(b) IFRS 10 "Consolidated Financial Statements"
(c) IFRS A 11 "Joint Arrangements"
(d) IFRS 13 "Fair Value Measurement"

and from the changes in IAS 19 "Employee Benefits". New disclosures will arrive from IAS 1 "Presentation of Financial Statements" and IFRS 12 "Disclosure of Interests in Other Entities"

VI. Notes to annual financial statements

4. 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. More quantitative information on these notifications is included throughout the Financial Statements.

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.

(a) 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.

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. Customer SYMETAL SA. exceeds 10% of the period's total sales and 10% of the open balances of customers but its customer base is extensive and there is no final customer in Group level that exceeds 10% of period's total sales and 10% of the open balance.

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.

VI. Notes to annual financial statements

4. Financial risk management (continued)

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.

(b) 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 is 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.

(c) 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.

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, 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.

VI. Notes to annual financial statements

4. Financial risk management (continued)

iii. 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).

(d) 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.

5. Determination of fair values

The fair values of financial assets that are traded in active markets (e.g. derivatives, shares, bonds, mutual funds) are set according to the market prices that are valid on the balance sheet date.

The fair values of financial assets that are not traded in active markets are estimated through the use of evaluation techniques and standards based on market data on the reporting date.

The carrying amount of receivables from customers less provisions for doubtful commercial claims is deemed to approximate its fair value.

The fair value of financial liabilities, for the purpose of being recorded in financial statements, 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.

VI. Notes to annual financial statements

6. 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* d) *Advisory services* in sale of aluminium products and e) *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 December 31, 2010:

31 December 2010 – amounts in €	**Rolling**	**Extrusion**	**Other**	**Eliminations and adjustments**		**Group**	
Sales to third parties	776,565,147	108,665,548	45,253,627	-		**930,484,322**	
Inter-segment	170,073,313	2,092,086	6,825,968	(178,991,367)	*1*	-	
Total sales	**946,638,460**	**110,757,634**	**52,079,595**	**(178,991,367)**		930,484,322	
Operating results	**32,146,120**	**(9,596,898)**	**882,236**	**(527,265)**	*2*	**22,904,193**	
Share of profit / (loss) from associates and dividend income	1,119,047	118,647	-	-		**1,237,694**	*3*
Finance income	3,552,680	1,175,953	41,141	(23,535)	*4*	**4,746,239**	
Finance expense	(7,073,785)	(4,813,245)	(434,708)	23,535	*4*	**(12,298,203)**	
Depreciation and amortization	37,429,454	6,661,467	2,465,021	-		**46,555,942**	
Income tax expense	(7,609,759)	(193,455)	(1,511,923)	-		**(9,315,137)**	
Capitalization expenses	34,097,951	9,874,952	428,044	-		**44,400,947**	*5*
Segment assets	**771,939,922**	**170,892,913**	**82,338,394**	**7,402,091**	*6*	**1,032,573,320**	
Segment liabilities	**333,545,596**	**117,886,332**	**19,979,585**	**-**		**471,411,513**	

1 Total inter-segment eliminations.
2 Operating results does not include inter-segment eliminations and adjustments amounted to €(527,265).
3 The share of profit / (loss) of associates and dividend income constitutes of share of profit from associates amounted to €1,118,738 and dividend income from other investments amounted to €118,956.
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 €7,402,091 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 December 31, 2010:

Information for geographical sectors- amounts in €	**Sales to third parties**	**Non-current assets**
Greece	197,487,719	505,786,690
European Union	565,744,467	22,560,391
Other European countries	47,769,186	-
Asia	58,045,375	-
America	52,886,008	-
Africa	4,389,348	-
Oceania	4,162,219	-
Total	**930,484,322**	**528,347,081**

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

6. Operating segments (continued)

The following table present sales, results, assets and liabilities of Group’s operating segments for the year ended December 31, 2011:

31 December 2011 – amounts in €	**Rolling**	**Extrusion**	**Other**	**Eliminations and adjustments**		**Group**	
Sales to third parties	914,421,983	98,568,453	49,359,180	-		**1,062,349,616**	
Inter-segment	159,093,219	1,780,864	9,945,670	(170,819,753)	*1*	**-**	
Total sales	**1,073,515,202**	**100,349,317**	**59,304,850**	**(170,819,753)**		**1,062,349,616**	
Operating results	**46,677,678**	**(13,196,942)**	**174,299**	**(116,262)**	*2*	**33,538,773**	
Share of profit / (loss) from associates and dividend income	1,809,317	41,425	-	-		**1,850,742**	*3*
Finance income	4,812,217	972,600	148,060	(35,755)	*4*	**5,897,122**	
Finance expense	(12,492,677)	(5,394,840)	(364,167)	35,755	*4*	**(18,215,929)**	
Depreciation and amortization	40,864,516	7,007,146	2,555,739	-		**50,427,401**	
Income tax expense	(8,344,788)	225,916	(156,082)	-		**(8,274,954)**	
Capitalization expenses	37,428,040	6,260,889	280,628	-		**43,969,557**	*5*
Segment assets	**819,873,284**	**161,867,793**	**60,183,478**	**9,270,126**	*6*	**1,051,194,681**	
Segment liabilities	**339,849,472**	**119,328,553**	**17,324,394**	**-**		**476,502,419**	

1 Total inter-segment eliminations.
2 Operating results does not include inter-segment eliminations and adjustments amounted to €(116,262).
3 The share of profit / (loss) of associates and dividend income constitutes of share of profit from associates amounted to €1,849,058 and dividend income from other investments amounted to €1,684.
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 €9,270,126 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 December 31, 2011:

Information for geographical sectors- amounts in €	**Sales to third parties**	**Non-current assets**
Greece	132,049,194	495,768,209
European Union	731,473,504	22,171,820
Other European countries	65,199,412	-
Asia	50,682,282	-
America	76,961,611	-
Africa	3,345,985	-
Oceania	2,637,628	-
Total	**1,062,349,616**	**517,940,029**

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

VI. Notes to annual financial statements

7. Property, plant and equipment

GROUP

Amounts in Euros	Land	Buildings	Plant and machinery	Transportation means	Furniture and fixtures	Assets under construction	Total
Cost							
Balance as of 1 January 2010	**57,549,867**	**114,322,769**	**525,495,284**	**13,544,854**	**12,631,794**	**51,336,740**	**774,881,308**
Foreign exchange differences	115,541	143,276	1,696,980	42,613	(7,600)	397,064	**2,387,874**
Additions	-	505,401	5,038,709	448,529	654,148	37,458,051	**44,104,838**
Sales - deletions	-	-	(947,592)	(156,419)	(120,567)	(61,718)	**(1,286,296)**
Destructions	-	-	(3,444)	(15,219)	(44,810)	(117,688)	**(181,161)**
Reclassification	-	2,922,208	54,175,451	-	-	(57,097,659)	**-**
Transfer to intangible assets	-	-	-	-	-	(1,547,973)	**(1,547,973)**
Transfer from investment properties	-	329,440	3,128,973	5,940	75,649	(2,859,701)	**680,301**
Balance as of 31 December 2010	**57,665,408**	**118,223,094**	**588,584,361**	**13,870,298**	**13,188,614**	**27,507,116**	**819,038,891**
Accumulated depreciation							
Balance as of 1 January 2010	**-**	**(32,131,632)**	**(209,627,993)**	**(10,125,102)**	**(10,516,520)**	**-**	**(262,401,247)**
Foreign exchange differences	-	(115,430)	(1,435,238)	(32,372)	(24,328)	-	**(1,607,368)**
Depreciation	-	(6,000,614)	(37,157,283)	(981,214)	(810,725)	-	**(44,949,836)**
Sales – deletions	-	1,466	451,915	93,137	86,851	-	**633,369**
Destructions	-	-	9,501	-	25,447	-	**34,948**
Reclassification	-	-	151	(277)	126	-	**-**
Balance as of 31 December 2010	**-**	**(38,246,210)**	**(247,758,947)**	**(11,045,828)**	**(11,239,149)**	**-**	**(308,290,134)**
Net book value as at 31December 2010	**57,665,408**	**79,976,884**	**340,825,414**	**2,824,470**	**1,949,465**	**27,507,116**	**510,748,757**
Cost							
Balance as of 1 January 2011	**57,665,408**	**118,223,094**	**588,584,361**	**13,870,298**	**13,188,614**	**27,507,116**	**819,038,891**
Foreign exchange differences	53,810	138,995	1,757,655	52,631	(2,084)	19,991	**2,020,998**
Additions	586,392	3,656,368	6,721,560	728,406	1,166,453	30,017,001	**42,876,180**
Sales - deletions	-	(40,695)	(14,738,860)	(219,028)	(103,754)	(22,061)	**(15,124,398)**
Destructions	-	-	(1,592)	-	(43,872)	-	**(45,464)**
Acquisition of subsidiaries	-	-	22,709	43,734	88,279	-	**154,722**
Impairment	-	-	(352,629)	-	(1,213)	-	**(353,842)**
Reclassification / transfer to intangibles	85,294	4,502,444	23,883,632	3,450	267,125	(30,071,932)	**(1,329,987)**
Balance as of 31 December 2011	**58,390,904**	**126,480,206**	**605,876,836**	**14,479,491**	**14,559,548**	**27,450,115**	**847,237,100**
Accumulated depreciation							
Balance as of 1 January 2011	**-**	**(38,246,210)**	**(247,758,947)**	**(11,045,828)**	**(11,239,149)**	**-**	**(308,290,134)**
Foreign exchange differences	-	(53,887)	(1,266,511)	(40,518)	21,159	-	**(1,339,757)**
Depreciation	-	(6,518,997)	(40,349,306)	(945,316)	(831,810)	-	**(48,645,429)**
Sales – deletions	-	2,713	8,726,753	190,780	40,157	-	**8,960,403**
Destructions	-	-	1,098	-	43,923	-	**45,021**
Impairment	-	-	2,678	-	1,172	-	**3,850**
Acquisition of subsidiaries	-	-	(18,313)	(24,259)	(74,913)	-	**(117,485)**
Reclassification / transfer to intangibles	-	947	234,027	-	-	-	**234,974**
Balance as of 31 December 2011	**-**	**(44,815,434)**	**(280,428,521)**	**(11,865,141)**	**(12,039,461)**	**-**	**(349,148,557)**
Net book value as at 31December 2011	**58,390,904**	**81,664,772**	**325,448,315**	**2,614,350**	**2,520,087**	**27,450,115**	**498,088,543**

COMPANY

	Land	Buildings	Plant and machinery	Transportation means	Furniture and fixtures	Assets under construction	Total
Cost							
Balance as of 1 January 2010	**34,524,366**	**61,012,417**	**315,315,696**	**8,382,065**	**7,414,698**	**18,365,025**	**445,014,267**
Additions	-	193,668	1,819,194	234,291	289,875	19,256,605	**21,793,633**
Sales- deletions	-	-	(106,304)	(23,390)	(3,583)	-	**(133,277)**
Reclassification	-	700,702	26,594,838	-	-	(27,295,540)	**-**
Transfer to intangible assets	-	-	-	-	-	(1,547,973)	**(1,547,973)**
Balance as of 31 December 2010	**34,524,366**	**61,906,787**	**343,623,424**	**8,592,966**	**7,700,990**	**8,778,117**	**465,126,650**
Accumulated depreciation							
Balance as of 1 January 2010	**-**	**(19,098,175)**	**(117,893,815)**	**(7,253,850)**	**(6,904,912)**	**-**	**(151,150,752)**
Depreciation of the period	-	(3,524,720)	(21,284,589)	(377,548)	(329,841)	-	**(25,516,698)**
Sales- deletions	-	-	63,483	23,390	963	-	**87,836**
Balance as of 31 December 2010	**-**	**(22,622,895)**	**(139,114,921)**	**(7,608,008)**	**(7,233,790)**	**-**	**(176,579,614)**
Net book value as at 31December 2010	**34,524,366**	**39,283,892**	**204,508,503**	**984,958**	**467,200**	**8,778,117**	**288,547,036**
Cost							
Balance as of 1 January 2011	**34,524,366**	**61,906,787**	**343,623,424**	**8,592,966**	**7,700,990**	**8,778,117**	**465,126,650**
Additions	-	5,254,049	3,418,979	462,771	409,448	18,731,491	**28,276,738**
Sales- deletions	-	-	(10,720)	(74,995)	(3,018)	(368)	**(89,101)**
Reclassification	-	1,690,733	13,512,453	-	53,711	(15,493,404)	**(236,507)**
Balance as of 31 December 2011	**34,524,366**	**68,851,569**	**360,544,136**	**8,980,742**	**8,161,131**	**12,015,836**	**493,077,780**
Accumulated depreciation							
Balance as of 1 January 2011	**-**	**(22,622,895)**	**(139,114,921)**	**(7,608,008)**	**(7,233,790)**	**-**	**(176,579,614)**
Depreciation of the period	-	(3,890,106)	(22,821,570)	(301,671)	(275,319)	-	**(27,288,666)**
Sales- deletions	-	-	1,858	74,751	2,066	-	**78,675**
Balance as of 31 December 2011	**-**	**(26,513,001)**	**(161,934,633)**	**(7,834,928)**	**(7,507,043)**	**-**	**(203,789,605)**
Net book value as at 31December 2011	**34,524,366**	**42,338,568**	**198,609,503**	**1,145,814**	**654,088**	**12,015,836**	**289,288,175**

On Group's and Company's property, plant and equipment, no encumbrances and mortgages exist.

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VI. Notes to annual financial statements

8. Investment properties

Investment properties as of 31 December 2011 and 2010 consists of lands and buildings owned by Company's subsidiaries and are analysed as follows:

Amounts in Euros	GROUP	
Cost	**31/12/2011**	**31/12/2010**
Opening balance-net	**6,924,331**	**10,989,192**
Foreign exchange differences	(9,879)	-
Additions	307,469	-
Sales	-	(2,936,289)
Transfers from / (to) property, plant and equipment	-	(680,302)
Depreciation	(346,471)	(448,270)
Closing balance	**6,875,450**	**6,924,331**
Income from leases acknowledged	85,147	1,090,733
Direct operating expenses related to investment property by which leases are received	(337,072)	(414,944)
Total	**(251,925)**	**675,789**

9. Intangible assets

Group's intangible assets as of 31 December 2011 and 2010 are analysed as follows:

GROUP

Amounts in Euros	**Trade marks and licenses**	**Software**	**Other**	**Total**
Cost				
Balance as of 1 January 2010	**69,542**	**11,955,215**	**289,373**	**12,314,130**
Foreign exchange differences	-	1,483	3,508	4,991
Additions	-	296,109	-	296,109
Sales – deletions	-	(2,416)	-	(2,416)
Transfers from assets under construction	-	1,448,125	99,848	1,547,973
Balance as of 31 December 2010	**69,542**	**13,698,516**	**392,729**	**14,160,787**
Accumulated amortization				
Balance as of 1 January 2010	**(18,035)**	**(9,520,741)**	**(194,669)**	**(9,733,445)**
Foreign exchange differences	-	(8,503)	(3,508)	(12,011)
Amortization	(16,593)	(1,112,498)	(28,745)	(1,157,836)
Sales – deletions	-	2,416	-	2,416
Reclassifications	-	(25,346)	25,346	-
Balance as of 31 December 2010	**(34,628)**	**(10,664,672)**	**(201,576)**	**(10,900,876)**
Net book value as of 31 December 2010	**34,914**	**3,033,844**	**191,153**	**3,259,911**
Cost				
Balance as of 1 January 2011	**69,542**	**13,698,516**	**392,729**	**14,160,787**
Foreign exchange differences	-	(1,149)	3,471	2,322
Additions	-	785,907	-	785,907
Sales – deletions	-	-	(35,000)	(35,000)
Acquisition of subsidiaries	-	95,840	-	95,840
Reclassifications	-	76,446	(76,446)	-
Transfers from property, plant and equipment	482,200	847,787	-	1,329,987
Balance as of 31 December 2011	**551,742**	**15,503,347**	**284,754**	**16,339,843**
Accumulated amortization				
Balance as of 1 January 2011	**(34,628)**	**(10,664,672)**	**(201,576)**	**(10,900,876)**
Foreign exchange differences	-	157	(3,471)	(3,314)
Amortization	(87,625)	(1,315,811)	(32,065)	(1,435,501)
Sales – deletions	-	-	35,000	35,000
Acquisition of subsidiaries	-	(94,268)	-	(94,268)
Reclassifications	-	40,418	(40,418)	-
Transfers from property, plant and equipment	-	(234,974)	-	(234,974)
Balance as of 31 December 2011	**(122,253)**	**(12,269,150)**	**(242,530)**	**(12,633,933)**
Net book value as of 31 December 2011	**429,489**	**3,234,197**	**42,224**	**3,705,910**

VI. Notes to annual financial statements

9. Intangible assets (continued)

Company's intangible assets as of 31 December 2011 and 2010 are analysed as follows:

COMPANY	
Amounts in Euros	**Software**
Cost	
Balance as of 1 January 2010	**7,873,445**
Additions	111,276
Transfers from property, plant and equipment	1,547,973
Balance as of 31 December 2010	**9,532,694**
Accumulated amortization	
Balance as of 1 January 2010	**(6,353,477)**
Amortization	(846,130)
Balance as of 31 December 2010	**(7,199,607)**
Net book value as of 31 December 2010	**2,333,087**
Cost	
Balance as of 1 January 2011	**9,532,694**
Additions	643,051
Transfers from property, plant and equipment	236,507
Balance as of 31 December 2011	**10,412,252**
Accumulated amortization	
Balance as of 1 January 2011	**(7,199,607)**
Amortization	(1,000,653)
Balance as of 31 December 2011	**(8,200,260)**
Net book value as of 31 December 2011	**2,211,992**

10. Investments in subsidiaries

Company's investments in subsidiaries are analyzed as follows:

	COMPANY	
Amounts in Euros	**31/12/2011**	**31/12/2010**
Opening balance	**154,962,040**	**141,232,033**
Additions	18,220,073	13,730,007
Transfer from available-for-sale investments	12,000	-
Closing balance	**173,194,113**	**154,962,040**

Ownership percentages are analyzed below:

		Holding percentage 2011			**Holding percentage 2010**		
Entity Name	**Country**	**Direct**	**Indirect**	**Total**	**Direct**	**Indirect**	**Total**
ETEM SA	Greece	64.78%	-	64.78%	64.78%	-	64.78%
VIEXAL SA	Greece	73.33%	-	73.33%	73.33%	-	73.33%
VIOMAL SA	Greece	50.00%	-	50.00%	50.00%	-	50.00%
ELVAL COLOUR SA	Greece	97.29%	-	97.29%	75.29%	14.25%	89.54%
SYMETAL SA	Greece	99.99%	-	99.99%	99.99%	-	99.99%
STEELMET ROMANIA SA	Romania	40.00%	12.96%	52.96%	40.00%	12.96%	52.96%
BLYTHE Ltd	Cyprus	100.00%	-	100.00%	100.00%	-	100.00%
BRIDGNORTH Ltd	UK	75.00%	-	75.00%	75.00%	-	75.00%
ATHENS ART CENTRE SA	Greece	100.00%	-	100.00%	100.00%	-	100.00%
KANAL SA	Greece	75.00%	16.20%	91.20%	75.00%	16.20%	91.20%
ANOXAL SA	Greece	100.00%	-	100.00%	100.00%	-	100.00%
ALURAME Spa	Italy	70.00%	12.50%	82.50%	-	-	-

VI. Notes to annual financial statements

10. Investments in subsidiaries (continued)

Acquisition of subsidiaries

1. The Company acquired 80% of ALURAME SRL, a commercial firm having its registered office in Milan, Italy, from the related party "STEELMET S.A." in exchange for the total consideration of €48,000 and participated in its share capital increase. The Company and its subsidiary SYMETAL S.A. participated in the share capital increase of ALURAME SRL with the amount of €1,340,000 and €250,000 respectively while also decided the conversion of its legal personality into ALURAME Spa. Before the above actions, Company had 20% stake in ALURAME amounted to €12,000 and classified it as "Available-for-sale investment". The Group on 31 December 2011 holds 82.5 % percent stake in ALURAME.

ALURAME Spa. contributed sales of €0.9 million and profit of €54 thousand in Group's results for the year ended 31 December 2011.

2. Company's subsidiary ELVAL COLOUR S.A. participated in the capital increase of the company named CCS CONSULTANT & CONSTRUCTION SOLUTIONS S.A. and on 31 December 2011 the Group holds 91.79% percent stake in its share capital.

CCS SA contributed sales of €2.5 million and loss of €176.7 thousand in Group's results for the year ended 31 December 2011.

Acquisition of non-controlling interests

In July 2011, the Company acquired from subsidiary ETEM SA, its 22% stake in subsidiary ELVAL COLOUR SA for €9,432,139 in cash, increasing its ownership from 89.54% to 97.29%. The above change of non-controlling interests in entity over which control is already exists, recognized directly in Equity in Group's financial statements.

Share capital increase

Subsidiary SYMETAL SA, decided in July 2011 to increase its share capital by €7,400,016. The Company participated in the increase, which took place to cover its own participation in the approved subsidized investment under Law 3299/04, by paying €7,399,934 in cash retaining its ownership to 99.99%.

11. Investments in associates

Company's and Group's investments in associates are analyzed as follows:

	GROUP		COMPANY	
Amounts in Euros	**31/12/2011**	**31/12/2010**	**31/12/2010**	**31/12/2010**
Opening balance	**7,414,082**	**6,188,024**	**5,261,934**	**4,461,678**
Share of profit/ (loss) *(note 27)*	1,849,058	1,118,738	-	-
Additions	-	800,256	-	800,256
Foreign exchange differences	6,988	(73,336)	-	-
Dividends received (-)	-	(619,600)	-	-
Closing balance	**9,270,128**	**7,414,082**	**5,261,934**	**5,261,934**

Brief financial information for associates:

Entity Name	Country	Assets	Liabilities	Sales	Share of profit / (loss)	Holding percentage
2010						
ANAMET SA	Greece	41,764,084	35,143,001	224,018,206	1,067,614	26.67%
VEPEM SA	Greece	35,196	292	-	(2,593)	50.00%
TEPROMETAL AG	Germany	29,256,129	20,685,597	106,249,075	9,503	46.35%
DIAPEM COMMERCIAL SA	Greece	657,886	26,023	-	(2,560)	33.33%
ELKEME SA	Greece	2,343,903	312,598	2,112,108	2,969	40.00%
STEELMET SA	Greece	5,645,156	3,928,235	16,101,950	(15,312)	29.56%
METAL GLOBE Doo	Serbia	1,261,590	1,714,109	2,659,287	-	40.00%
AFSEL SA	Greece	364,814	62,976	501,871	59,117	50.00%
ENERGY SOLUTIONS	Bulgaria	2,061,221	3,799,236	1,271,578	-	38.60%
COPPERPROM LTD (*)	Greece	77,438	56,706	135,724	-	20.00%
		83,467,417	**65,728,773**	**353,049,799**	**1,118,738**	

VI. Notes to annual financial statements

11. Investments in associates (continued)

Entity Name	Country	Assets	Liabilities	Sales	Share of profit / (loss)	Holding percentage
2011						
ANAMET SA	Greece	39,402,049	28,938,566	256,043,419	1,010,322	26.67%
VEPEM SA	Greece	30,226	942	-	(2,810)	50.00%
TEPROMETAL AG	Germany	27,811,882	18,073,235	117,572,215	565,367	46.35%
DIAPEM COMMERCIAL SA	Greece	657,510	22,469	-	1,059	33.33%
ELKEME SA	Greece	2,332,025	239,862	1,757,703	24,343	40.00%
STEELMET SA	Greece	5,844,468	4,101,487	14,968,729	38,977	29.56%
METAL GLOBE Doo	Serbia	379,474	979,606	99,637	-	40.00%
AFSEL SA	Greece	775,501	265,665	696,725	170,374	50.00%
ENERGY SOLUTIONS	Bulgaria	1,141,533	454,550	31,983	41,426	6.03%
COPPERPROM LTD (*)	Greece	49,529	46,257	42,295	-	20.00%
		78,424,197	**53,122,639**	**391,212,706**	**1,849,058**	

(*) Associates of ETEM S.A. The holding percentage concern the participation of ETEM S.A. to these companies

12. Available-for-sale investments

Available-for-sale financial assets concern investments in domestic and foreign companies with holding percentage less than 20%.

Amounts in Euros	**GROUP**	**COMPANY**
Balance at 1 January 2010	**1,634,990**	**899,322**
Balance at 31 December 2010	**1,634,990**	**899,322**
Additions	488	-
Valuation of available-for-sale financial assets	(145.769)	-
Transfer to investment in subsidiaries	(12.000)	(12,000)
Balance at 31 December 2011	**1.477.709**	**887,322**

13. Deferred tax

The total change in deferred tax is as follows:

	GROUP			COMPANY		
	Assets	**Liabilities**	**Total**	**Assets**	**Liabilities**	**Total**
Balance 1 January 2010	**8,733,523**	**(52,842,272)**	**(44,108,749)**	**5,172,299**	**(34,527,485)**	**(29,355,186)**
Foreign exchange differences	(6,805)	-	**(6,805)**	-	-	-
(Debit) / credit of profit and loss	(2,745,420)	778,880	**(1,966,540)**	(2,700,247)	1,107,821	**(1,592,426)**
(Debit) / credit of equity	(213,879)	-	**(213,879)**	278,050	-	**278,050**
Balance as of 31 December 2010	**5,767,419**	**(52,063,392)**	**(46,295,973)**	**2,750,102**	**(33,419,664)**	**(30,669,562)**
Balance 1 January 2011	**5,767,419**	**(52,063,392)**	**(46,295,973)**	**2,750,102**	**(33,419,664)**	**(30,669,562)**
Foreign exchange differences	708	(9,123)	**(8,415)**	-	-	-
(Debit) / credit of profit and loss	(2,366,301)	645,036	**(1,721,265)**	(3,450,878)	384,540	**(3,066,338)**
(Debit) / credit of equity	-	978,301	**978,301**	1,277,092	-	**1,277,092**
Balance as of 31 December 2011	**3,401,826**	**(50,449,178)**	**(47,047,352)**	**576,316**	**(33,035,124)**	**(32,458,808)**

Changes in deferred tax assets and liabilities are as follows:

GROUP - *Amounts in Euros*	**Balance 1/1/2010**	Foreign exchange differences	(Debit) / credit of profit and loss	(Debit) / credit of equity	**Balance 31/12/2010**	Foreign exchange differences	(Debit) / credit of profit and loss	(Debit) / credit of equity	**Balance 31/12/2011**
Revaluation of assets/ Differences in depreciation rates	**(50,498,212)**	(40,442)	1,277,725	-	**(49,260,929)**	2,050	2,015,738	-	**(47,243,141)**
Difference in provisions	**1,807,689**	-	870,422	-	**2,678,111**	-	(120,279)	-	**2,557,832**
Non – recognised intangible assets	**44,484**	-	(277,118)	-	**(232,634)**	-	21,293	-	**(211,341)**
Hedging	**(1,333,577)**	2,796	-	(213,879)	**(1,544,660)**	(11,173)	54,351	978,301	**(523,181)**
Tax losses	**6,764,433**	28,059	(3,788,813)	-	**3,003,679**	(325)	(2,186,980)	-	**816,374**
Untaxed reserves	**1,734,156**	-	-	-	**1,734,156**	-	(1,734,156)	-	**-**
Tax-rate differences in subsidiaries	**(2,344,061)**	-	-	-	**(2,344,061)**	-	(127,454)	-	**(2,471,515)**
Other	**(283,661)**	2,781	(48,756)	-	**(329,636)**	1,034	356,222	-	**27,620**
	(44,108,749)	**(6,805)**	**(1,966,540)**	**(213,879)**	**(46,295,975)**	**(8,414)**	**(1,721,265)**	**978,301**	**(47,047,352)**

COMPANY - *Amounts in Euros*	**Balance 1/1/2010**	(Debit) / credit of profit and loss	(Debit) / credit of equity	**Balance 31/12/2010**	(Debit) / credit of profit and loss	(Debit) / credit of equity	**Balance 31/12/2011**
Revaluation of assets/ Differences in depreciation rates	**(34,527,485)**	1,107,821	-	**(33,419,664)**	833,748	-	**(32,585,916)**
Difference in provisions	**555,653**	739,043	-	**1,294,696**	(889,277)	-	**405,419**
Non – recognised intangible assets	**35,213**	(287,551)	-	**(252,338)**	(46,948)	-	**(299,286)**
Hedging	**(1,384,245)**	-	278,050	**(1,106,195)**	-	1,277,092	**170,897**
Tax losses	**4,253,513**	(3,147,252)	-	**1,106,261**	(1,106,261)	-	**-**
Untaxed reserves	**1,734,156**	-	-	**1,734,156**	(1,734,156)	-	**-**
Other	**(21,991)**	(4,487)	-	**(26,478)**	(123,444)	-	**(149,922)**
	(29,355,186)	**(1,592,426)**	**278,050**	**(30,669,562)**	**(3,066,338)**	**1,277,092**	**(32,458,808)**

VI. Notes to annual financial statements

14. Inventories

Group's and the Company's inventories as of 31 December 2011 and 2010 are analysed as follows:

Inventories	**GROUP**		**COMPANY**	
Amounts in Euros	**31/12/2011**	**31/12/2010**	**31/12/2011**	**31/12/2010**
Merchandise	15,261,564	16,638,971	1,711	1,777
Finished products	64,097,411	66,541,804	34,943,229	32,694,905
Semi-finished	59,166,270	49,698,525	53,152,928	44,857,926
By-products and scrap	13,687,459	12,930,442	12,358,871	11,278,812
Work in progress	14,692,174	14,343,507	-	-
Raw and indirect materials - consumables - spare parts and packaging materials	93,489,143	96,713,831	42,875,907	45,461,750
Down-payments for the purchase of inventory	10,107,559	13,207,162	9,557,311	11,748,061
Total	**270.501.580**	**270.074.242**	**152.889.957**	**146.043.231**
Impairments for worthless, delayed and destroyed inventory:				
Merchandise	(874,133)	(282,551)	-	-
Raw and indirect materials - consumables - spare parts and packaging materials	(805,796)	(805,796)	(805,796)	(805,796)
	(1,679,929)	**(1,088,347)**	**(805,796)**	**(805,796)**
Impairment loss on inventories	(3,326,946)	-	(3,326,946)	-
Total net realizable value	**265,494,705**	**268,985,895**	**148,757,215**	**145,237,435**

Due to the drop in the primary aluminium price at the end of the year, a provision was raised for impairment of inventories which are not covered by hedging contracts (un-hedged inventory), this totalling € 3.3 million.

15. Trade and Other receivables

Group's and the Company's receivables as at 31 December 2011 and 2010 are analysed as follows:

Current Assets	**GROUP**		**COMPANY**	
Amounts in Euros	**31/12/2011**	**31/12/2010**	**31/12/2011**	**31/12/2010**
Customers	154,047,386	153,809,770	75,938,270	76,814,566
Receivables from related parties *(note 31)*	9,261,165	17,004,198	22,617,002	45,907,981
Notes - cheques receivables	23,844,484	28,315,272	2,980,155	2,595,271
Less: Allowance for customers	(22,821,210)	(21,125,325)	(2,075,756)	(1,622,202)
Net receivables from customers	**164,331,825**	**178,003,915**	**99,459,671**	**123,695,616**
Plus:				
Other down payments	466,707	605,777	407,978	450,345
Current tax claims	21,967,324	14,662,937	11,070,964	2,472,558
Receivables from dividends of subsidiaries	-	-	-	3,631
Sundry debtors	10,272,789	9,817,970	4,111,364	5,449,682
Less: Allowance for sundry debtors	(335,064)	(335,064)	(335,064)	(335,064)
Total trade and other receivables	**196,703,581**	**202,755,535**	**114,714,913**	**131,736,768**

Non-current Assets	**GROUP**		**COMPANY**	
Amounts in Euros	**31/12/2011**	**31/12/2010**	**31/12/2011**	**31/12/2010**
Long-term receivables against related parties	20,907	20,907	-	-
Long term notes	789,228	1,814,276	-	-
Other long-term receivables	2,105,185	1,904,842	1,477,877	1,595,136
Total other long-term receivables	**2,915,320**	**3,740,025**	**1,477,877**	**1,595,136**
Total receivables	**199,618,901**	**206,495,560**	**116,192,790**	**133,331,904**

The ageing analysis after allowances for customers is analyzed as follows:

Customers	**GROUP**		**COMPANY**	
Amounts in Euros	**31/12/2011**	**31/12/2010**	**31/12/2011**	**31/12/2010**
Neither past due nor impaired	**111,900,198**	**123,378,115**	**89,978,217**	**113,685,617**
Due				
Up to 6 months	20,693,035	21,705,033	6,501,299	7,414,728
> 6 months	7,894,108	4,605,495	-	-
Total	**140,487,341**	**149,688,643**	**96,479,516**	**121,100,345**

VI. Notes to annual financial statements

15. Trade and Other receivables (continued)

The above total amounts also include receivables from related parties amounting in Group level to €9,261,165 (2010: €17,004,198) and in Company level to €22,617,002 (2010: €45,907,981).

From the above amounts receivables from notes and cheques are excluded, which are as follows:

GROUP		COMPANY	
31/12/2011	**31/12/2010**	**31/12/2011**	**31/12/2010**
23,844,484	28,315,272	2,980,155	2,595,271

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:

	GROUP		COMPANY	
Amounts in Euros	**31/12/2011**	**31/12/2010**	**31/12/2011**	**31/12/2010**
Opening balance	**21,125,325**	13,692,079	**1,622,202**	1,530,761
Charge of the year	1,909,389	7,633,395	453,554	91,441
Deletions	(298,593)	(199,348)	-	-
Foreign exchange differences	85,089	(801)	-	-
Closing balance	**22,821,210**	**21,125,325**	**2,075,756**	**1,622,202**

16. Derivatives

Fair value of derivatives as at 31 December 2011 and 2010, is analyzed as follows:

Derivatives	GROUP		COMPANY	
Amounts in Euros	**31/12/2011**	**31/12/2010**	**31/12/2011**	**31/12/2010**
Non-current assets				
Foreign exchange swaps	999,894	167,537	-	-
Fx future contracts	642	196,270	-	193,434
Future contracts (metal)	2,898	167,377	-	158,896
Total	**1,003,434**	**531,184**	**-**	**352,330**
Current assets				
Interest rate swaps	-	440,062	-	440,062
Foreign exchange swaps	1,607,198	733,377	-	-
Fx future contracts	396,863	872,644	362,001	599,439
Future contracts (metal)	3,860,708	8,898,553	3,113,087	7,504,768
Total	**5,864,769**	**10,944,636**	**3,475,088**	**8,544,269**
Long-term liabilities				
Interest rate swaps	622,413	37,253	265,433	-
Foreign exchange swaps	-	32,183	-	-
Fx future contracts	26,072	219,927	25,748	211,879
Future contracts (metal)	4,237	-	4,237	-
Total	**652,722**	**289,363**	**295,418**	**211,879**
Short-term liabilities				
Interest rate swaps	28,250	56,394	-	-
Fx future contracts	1,754,904	1,099,358	1,418,504	428,056
Future contracts (metal)	2,644,398	3,975,630	2,615,661	3,647,520
Total	**4,427,552**	**5,131,382**	**4,034,165**	**4,075,576**

Company's and Group's results from the acts of hedging recorded in the profit and loss for the fiscal year 2011 & 2010 and 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:

	GROUP		COMPANY	
Amounts in Euros	**31/12/2011**	**31/12/2010**	**31/12/2011**	**31/12/2010**
Future contracts (metal)	14,232,778	6,826,058	12,206,521	7,282,355
Interest rate swaps	(205,701)	-	(205,701)	-
fx futures	954,593	(8,348,542)	1,153,388	(8,664,925)

17. Cash and cash equivalents

Cash and cash equivalents for the Group and the Company for the fiscal year 2011 & 2010 analyzed as follows:

	GROUP		COMPANY	
Amounts in Euros	**31/12/2011**	**31/12/2010**	**31/12/2011**	**31/12/2010**
Cash on hand	173,799	281,663	23,697	10,706
Short-term bank deposits	59,621,333	15,352,311	26,215,446	4,074,779
Total	**59,795,132**	**15,633,974**	**26,239,143**	**4,085,485**

The sort-term bank deposits concerns sight and time deposits at their greatest part.

VI. Notes to annual financial statements

18. Share capital

The share capital as of 31 December 2011 and 2010 analysed to 124,100,815 shares of €0.30 per share nominal value

The Company has adopted an options offer up to the rate of 1.23% of the number of the existing common registered shares up to the time of adoption (1,520,600 options), adjusted in future modifications of the number of shares in which the share capital is divided, under the following terms and conditions:

A) Beneficiaries of the option program: Members of the Board of Directors, Company's employees or employees to related companies

B) Price at which options exercised: The closing price of Company's share in the Athens Stock Exchange on fifteenth of June 2002, namely €2.96 per option.

C) Exercise of options: Options are secured gradually by 10% annually, beginning from the first business day of November 2002 until the first business day of November 2011. The above secured options are exercised from the first business day of November until the last business day of November for either of the years 2006 up to 2013. Following this closing date any option that is not exercised is cancelled.

In 2011, no share options have been exercised.

19. Reserves

Company's and Group's reserves as at 31 December 2010 and 2011 are analysed as follows:

GROUP		**Other reserves**				
Amounts in Euros	**Fair value reserves**	**Legal reserve**	**Special reserve**	**Untaxed reserve**	**Other reserves**	**Total**
Balance as of 1 January 2010	**3,977,858**	**13,376,237**	**12,658,821**	**138,088,426**	**1,438,346**	**165,561,830**
Foreign exchange differences	(7,191)	-	-	-	-	-
Transfer from distribution	-	195,504	-	593,270	193,164	**981,938**
Capitalization / issuance of share capital	-	(11,801)	(618)	-	-	**(12,420)**
Reclassification	-	-	(293,334)	(913,752)	-	**(1,207,086)**
Change of percentage in subsidiaries	(4,639)	224,871	263,606	716,934	101,103	**1,306,514**
Result recognized directly in equity	325,829	-	-	-	-	-
Balance as of 31 December 2010	**4,291,857**	**13,784,810**	**12,628,475**	**138,484,878**	**1,732,613**	**166,630,776**
Balance as of 1 January 2011	**4,291,857**	**13,784,810**	**12,628,475**	**138,484,878**	**1,732,613**	**166,630,776**
Foreign exchange differences	28,728	-	-	-	-	-
Transfer from distribution	-	152,986	-	295,108	25,713	**473,807**
Reclassification	-	-	1,136,643	(1,420,803)	-	**(284,160)**
Result recognized directly in equity	(3,637,545)	-	-	-	-	-
Balance as of 31 December 2011	**683,040**	**13,937,796**	**13,765,118**	**137,359,183**	**1,758,326**	**166,820,423**

VI. Notes to annual financial statements

19. Reserves (continued)

COMPANY		Other reserves				
Amounts in Euros	Reserves at fair value	Legal reserves	Special reserves	Untaxed reserves	Other reserves	Total other reserves
Balance as of 1 January 2010	**4,383,438**	**10,085,033**	**9,925,026**	**114,923,683**	**328,381**	**135,262,123**
Reclassification	-	-	(293,333)	(913,752)	-	**(1,207,085)**
Result recognized directly in equity	(880,490)	-	-	-	-	-
Balance as of 31 December 2010	**3,502,948**	**10,085,033**	**9,631,693**	**114,009,931**	**328,381**	**134,055,038**
Balance as of 1 January 2011	**3,502,948**	**10,085,033**	**9,631,693**	**114,009,931**	**328,381**	**134,055,038**
Reclassification	-	-	1,136,643	(1,420,803)	-	**(284,161)**
Result recognized directly in equity	(4,186,543)	-	-	-	-	-
Balance as of 31 December 2011	**(683,594)**	**10,085,032**	**10,768,335**	**112,589,128**	**328,381**	**133,770,876**

Fair value reserve

The fair value reserves related to valuation of the derivatives used by the Group and the Company (contracts of futures and contracts of interest rate swaps) to hedge the risk from the change in Companies' and Groups' future cash flows. In Company level, the valuation of the derivatives as of 31 December 2011 revealed a loss amounted at €0.9mil. (2010: gain €4.6 mil), which, after the deduction of the corresponding deferred tax asset of €0.2mil. (2010: deferred tax liability of €1.1 mil.), appears to decrease Company's Equity.

In Group level, the valuation of the derivatives brought a gain of €1.2 mil. (2010: gain €5.8 million) which after the deduction of the corresponding deferred tax liability €0.5 mil. (2010: deferred tax liability of €1.5 mil.) appears to raise Groups' Equity.

The net change in fair value of cash flow hedges as it is shown in statement of comprehensive income concerns the net change in the fair value reserves as at 31/12/2011 and 31/12/2010.

Legal reserve

Pursuant to the Greek Trade legislation, the companies are obliged, from their FY 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:

(a) Blocked reserves to cover equity participation of subsidized investment programs. The Ordinary General Meeting of 15th of June 2011 decided the creation of special reserves, in order to cover the equity participation of investing programs subject to the provisions of development law 3299/2004.

(b) Non-distributed tax-exempt earnings based on special provisions of development laws (on the condition that there are sufficient earnings for their creation).

(c) Reserves from tax-exempt income and reserves specially taxed regarded income from interest for which tax deduction has occurred in the source.

VI. Notes to annual financial statements

20. Loans and liabilities from leasing activities

Long-term and short-term loans are analyzed as followed:

	GROUP		COMPANY	
Amounts in Euros	**31/12/2011**	**31/12/2010**	**31/12/2011**	**31/12/2010**
Long-term loans				
Bank loans	31,700,808	25,080,683	6,864,000	9,592,000
Bond loans	73,129,844	114,894,647	42,936,350	71,401,153
Total long-term loans	**104,830,652**	**139,975,330**	**49,800,350**	**80,993,153**
Short-term loans				
Long-term loans paid in next 12 months period	77,516,851	73,851,310	52,089,926	41,540,353
Bank loans	110,165,387	82,654,490	50,718,851	34,107,025
Total short-term loans	**187,682,238**	**156,505,800**	**102,808,777**	**75,647,378**
Total loans	**292,512,890**	**296,481,130**	**152,609,127**	**156,640,531**
The maturity dates of the long-term loans are presented below:				
Between 1 to 2 years	67,943,857	89,054,369	37,385,706	49,901,464
Between 2 to 5 years	32,173,970	43,644,305	10,414,644	29,091,689
More than 5 years	4,712,825	7,276,656	2,000,000	2,000,000
	104,830,652	**139,975,330**	**49,800,350**	**80,993,153**

The short-term loans for Group and Company as at 31/12/2011, include loans in \$ amount to €21.8 mill. (loans in \$28.2 mill.).

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

31/12/2010	GROUP			COMPANY		
	€	**US\$**	**£**	**€**	**US\$**	**£**
Bank loans (short-term)	3.6%	4.6%	4.2%	5.3%	4.6%	4.2%
Bank loans (long-term)	2.7%	-	-	2.4%	-	-
Bonds	2.5%	-	-	2.5%	-	-

31/12/2011	GROUP			COMPANY		
	€	**US\$**	**£**	**€**	**US\$**	**£**
Bank loans (short-term)	5.8%	6.0%	6.6%	6.7%	6.0%	6.6%
Bank loans (long-term)	3.4%	-	3.84%	3.0%	-	-
Bonds	4.6%	-	-	5.5%	-	-

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

During the year, based on relevant decisions of the Ordinary General Meeting on 16 June 2010, the Company entered into seven new ordinary bond loan agreements totalling €20.9 mill. from which € 13.6 mill. will be repaid during two years, € 3.5 mill. will be repaid during three years and € 3.8 mill. will be repaid during four years.

There are no mortgages in Company's and Group's loans. In Group loans, there are covenants that are fully met, in order to ensure them.

VI. Notes to annual financial statements

21. 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 2011 and 2010 is analysed as follows:

	GROUP		COMPANY	
Amounts in Euros	**31/12/2011**	**31/12/2010**	**31/12/2011**	**31/12/2010**
Statement of Financial Position liabilities for:				
Retirement benefits	**10,224,131**	**9,362,094**	**6,940,652**	**6,405,801**
Present value of obligations	11,675,595	11,321,357	8,214,911	7,967,363
Unrecognized actuarial profits / (losses)	(1,022,582)	(1,486,467)	(1,079,778)	(1,350,215)
Unrecognized past service cost	(428,882)	(472,796)	(194,481)	(211,347)
Liability in the Statement of Financial Position	**10,224,131**	**9,362,094**	**6,940,652**	**6,405,801**
Changes in net liability recognised:				
Net liability at the beginning of the period	9,362,094	8,915,722	6,405,801	6,077,904
Acquisition of subsidiary	50,201	-	-	-
Benefits paid	(570,503)	(827,672)	(513,821)	(641,085)
Total expense recognised in profit and loss *(note 25)*	1,382,339	1,274,044	1,048,672	968,982
Net liability at the end of the period	**10,224,131**	**9,362,094**	**6,940,652**	**6,405,801**
Charges to the Income Statement				
Retirement benefits *(note 25)*	1,382,339	1,274,044	1,048,672	968,982
Analysis of expenditures that were recognised in the Income Statement				
Service cost	729,042	695,875	473,886	468,941
Interest cost	507,315	525,780	353,710	380,334
Cost of additional benefits	(175,895)	(356,928)	177,812	(81,219)
Cost of settlement from employee transfers	4,361	150,655	-	143,363
Expenses	51,656	64,337	43,264	57,563
Cost of past service during the period	265,860	194,325	-	-
Total expenditure that was recognised in the Income Statement *(note 25)*	**1,382,339**	**1,274,044**	**1,048,672**	**968,982**
The main actuarial acknowledgments that were used for accounting purposes are the following:				
Discount rate	4.6%	4.7%	4.6%	4.7%
Future salary increases	4.5%	4.5%	4.5%	4.5%

22. Government grants

The government grants for the fiscal years 2011 and 2010 are as follows:

	GROUP		COMPANY	
Amounts in Euros	**31/12/2011**	**31/12/2010**	**31/12/2011**	**31/12/2010**
Balance at the beginning of the period	**13,309,625**	13,021,690	**9,544,237**	10,203,801
Government grants received	10,273,126	1,308,402	3,243,940	-
Amortization of government grants *(note 27)*	(1,614,587)	(1,020,467)	(917,716)	(659,564)
Balance at the end of the fiscal year	**21,968,164**	**13,309,625**	**11,870,461**	**9,544,237**

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

VI. Notes to annual financial statements

23. Trade and other payables

Trade and other payables as of 31 December 2011 and 2010 are analyzed as follows:

	GROUP		COMPANY	
Amounts in Euros	**31/12/2011**	**31/12/2010**	**31/12/2011**	**31/12/2010**
Suppliers	63,631,728	61,857,351	33,053,335	25,513,770
Notes payable	65,919	65,919	-	-
Cheques payable	421,652	413,900	-	-
Customer down-payments	3,516,381	5,269,025	907,498	3,896,275
Liabilities to insurance organisations	2,965,666	2,804,312	1,623,799	1,452,469
Amounts due to related parties *(note 31)*	9,058,531	13,631,303	11,346,758	13,394,496
Dividends payable	22,598	22,598	22,598	22,598
Sundry creditors	4,967,246	2,890,753	949,637	510,071
Accrued income	34,560	28,062	4,366,824	-
Accrued expenses	6,647,210	6,329,694	2,611,414	2,047,085
Other transitory credit accounts	426,586	1,181,734	420,365	1,155,740
Sundry taxes	1,731,265	2,793,350	820,951	718,405
Total trade and other payables	**93,489,342**	**97,288,001**	**56,123,179**	**48,710,909**

24. Provisions

GROUP
Long-term liabilities

Amounts in Euros	**Claims**	**Other provisions**	**Total**
1 January 2010	**-**	**-**	**-**
Provision charges for the year	-	-	-
31 December 2010	**-**	**-**	**-**
Provision charges for the year	-	1,077,457	1,077,457
31 December 2011	**-**	**1,077,457**	**1,077,457**

Short-term liabilities

Amounts in Euros	**Claims**	**Other provisions**	**Total**
1 January 2010	**40,000**	**-**	**40,000**
Provision charges for the year	228,738	-	228,738
31 December 2010	**268,738**	**-**	**268,738**
Provision charges for the year	-	119,717	**119,717**
Used provisions for the year	(120,428)	-	**(120,428)**
31 December 2011	**148,310**	**119,717**	**268,027**

The other long-term and short-term provisions concern provisions recognized by international subsidiaries regarding their obligation to meet environmental terms in relation to properties bought in 2011 abroad.

VI. Notes to annual financial statements

25. Expenses

Group's and Company's operating expenses for fiscal years 2010 and 2011 are allocated among 'Cost of sales', 'Selling and distribution expenses' and 'Administrative expenses' as follows:

GROUP - *amounts in Euros* **31/12/2010**	*Note*	Cost of sales	Selling and distribution expenses	Administrative expenses	Total
Employee benefits		58,836,266	10,500,376	10,218,531	**79,555,173**
Cost of inventories recognised as an expense		608,708,037	22,723	(9,766)	**608,720,994**
Depreciation-Amortization	*7,8 & 9*	42,411,785	2,396,151	1,748,005	**46,555,941**
Insurance costs		2,748,029	673,696	329,694	**3,751,419**
Rents		3,238,425	1,151,714	716,084	**5,106,223**
Transportation		13,657,351	7,117,452	542,714	**21,317,517**
Promotional and advertisement expenses		7,591	3,752,079	273,956	**4,033,626**
Services of third parties		44,589,082	1,974,910	5,221,427	**51,785,419**
Provisions		84,070	993,814	-	**1,077,884**
Other expenses		79,167,266	9,350,963	2,939,727	**91,457,956**
Total		**853,447,902**	**37,933,878**	**21,980,372**	**913,362,152**
31/12/2011					
Employee benefits		59,379,821	9,967,215	10,277,676	**79,624,712**
Cost of inventories recognised as an expense		718,796,783	24,517	22,158	**718,843,458**
Depreciation-Amortization	*7,8 & 9*	46,312,355	2,032,205	2,082,841	**50,427,401**
Insurance costs		2,924,395	731,365	391,938	**4,047,698**
Rents		3,182,990	1,215,732	564,489	**4,963,211**
Transportation		18,909,968	7,660,819	633,749	**27,204,536**
Promotional and advertisement expenses		28,890	2,474,852	207,375	**2,711,117**
Services of third parties		58,601,741	3,205,737	6,607,638	**68,415,116**
Provisions		24,113	2,122,047	14,294	**2,160,454**
Other expenses		69,393,450	3,118,004	2,410,438	**74,921,892**
Total		**977,554,506**	**32,552,493**	**23,212,596**	**1,033,319,595**

COMPANY - *amounts in Euros* **31/12/2010**	*Note*	Cost of sales	Selling and distribution expenses	Administrative expenses	Total
Employee benefits		27,509,461	2,477,614	4,208,920	**34,195,995**
Cost of inventories recognised as an expense		417,964,543	1,997	437	**417,966,977**
Depreciation-Amortization	*7,8 & 9*	25,190,540	586,144	586,144	**26,362,828**
Insurance costs		1,749,290	120,987	194,081	**2,064,358**
Rents		1,224,230	221,911	199,632	**1,645,773**
Transportation		12,259,489	304,996	365,297	**12,929,782**
Promotional and advertisement expenses		-	50,249	181,995	**232,244**
Services of third parties		32,300,287	212,200	3,924,162	**36,436,649**
Other expenses		55,716,589	449,294	955,257	**57,121,140**
Total		**573,914,429**	**4,425,392**	**10,615,925**	**588,955,746**
31/12/2011					
Employee benefits		27,271,481	2,559,836	4,384,608	**34,215,925**
Cost of inventories recognised as an expense		488,790,889	731	146	**488,791,766**
Depreciation-Amortization	*7,8 & 9*	27,116,865	586,227	586,227	**28,289,319**
Insurance costs		1,805,853	127,142	206,863	**2,139,858**
Rents		1,236,725	170,273	198,545	**1,605,543**
Transportation		15,534,606	346,079	431,132	**16,311,817**
Promotional and advertisement expenses		10,062	99,611	187,130	**296,803**
Services of third parties		40,285,755	613,326	3,812,611	**44,711,692**
Other expenses		47,782,953	687,999	1,073,266	**49,544,218**
Total		**649,835,189**	**5,191,224**	**10,880,528**	**665,906,941**

Other expenses concern energy costs and results from the acts of hedging. On Group level, "Services of third parties" for year ended 2011, include audit services from Group auditors amount to €307,833, audit services from other auditors amount to €5,574, other services from auditors amount to €2,028 and other non-audit services of €11,471.

Employee benefits for fiscal years 2011 and 2010 are analysed as follows:

	GROUP		COMPANY	
Amounts in Euros	**31/12/2011**	**31/12/2010**	**31/12/2011**	**31/12/2010**
Personnel fees and expenses	62,675,412	63,117,323	25,242,609	25,381,036
Social security expenses	12,062,273	11,918,682	6,322,493	6,289,748
Defined contribution plan	310,485	297,077	-	-
Retirement benefits (Defined benefit plan) *(note 21)*	1,382,339	1,274,044	1,048,672	968,982
Other personnel fringe benefits	3,194,203	2,948,047	1,602,151	1,556,229
Total	**79,624,712**	**79,555,173**	**34,215,925**	**34,195,995**

In Group level for year 2011, other personnel fringe benefits related to distribution of earnings to personnel and to members of B.o.D and consequential benefits of personnel (food, training, etc.). For the Company, other personnel fringe benefits concern consequential benefits of personnel.

The number of employees at the end of 2011: Company: 713 (2010: 707), Group: 2,141 (2010: 2,230).

VI. Notes to annual financial statements

26. Finance income / expenses

Group's and Company's financial income and expenses for fiscal years 2011 and 2010 are analysed as follows:

	GROUP		COMPANY	
Amounts in Euros	**31/12/2011**	**31/12/2010**	**31/12/2011**	**31/12/2010**
Finance income				
Interest income	406,658	435,222	20,201	9,346
Interest income from clients	4,434,093	3,322,325	4,434,570	3,320,114
Foreign exchange differences	758,641	901,863	-	-
Other	297,730	86,829	164,913	-
Total finance income	**5,897,122**	**4,746,239**	**4,619,684**	**3,329,460**
Finance expenses				
Interest expense and related expenses	(17,274,804)	(10,808,803)	(9,635,857)	(5,620,714)
Foreign exchange differences	(873,764)	(1,053,513)	-	-
Other	(67,361)	(435,887)	-	-
Total finance expense	**(18,215,929)**	**(12,298,203)**	**(9,635,857)**	**(5,620,714)**
Finance income / (expenses) - net	**(12,318,807)**	**(7,551,964)**	**(5,016,173)**	**(2,291,254)**

27. Other operating income / (expenses)

Group's and Company's other operating income and expenses for fiscal years 2011 and 2010 are analysed as follows:

	GROUP		COMPANY	
Amounts in Euros	**31/12/2011**	**31/12/2010**	**31/12/2011**	**31/12/2010**
Other operating income				
Subsidies	79,453	214,453	79,453	99,908
Income from incidental activities	1,892,637	2,065,002	-	-
Amortization of government grants received *(note 22)*	1,614,587	1,020,467	917,716	659,564
Income from services	81,397	1,267,164	124,800	124,800
Buildings and machinery rents	697,599	915,269	1,025,831	650,333
Insurance indemnification	2,177,594	422,577	164,139	50,969
Profit / (loss) from the sale of property, plant and equipment	(1,428,938)	(19,829)	7,674	4,479
Other income	3,188,959	5,193,187	2,207,605	1,194,477
Total other operating income	**8,303,288**	**11,078,290**	**4,527,218**	**2,784,530**
Other operating expenses				
Development expenses	(293,841)	(290,484)	-	-
Impairment loss on property, plant and equipment	(349,991)	-	-	-
Other expenses	(3,150,704)	(5,005,783)	(299,993)	(87,433)
Total other operating expenses	**(3,794,536)**	**(5,296,267)**	**(299,993)**	**(87,433)**

Income from dividends for fiscal years 2011 and 2010 is analyzed below:

	GROUP		COMPANY	
Amounts in Euros	**31/12/2011**	**31/12/2010**	**31/12/2011**	**31/12/2010**
Income from dividends	1,684	118,956	182,004	3,052,189

Share of profit / (loss) from associates for fiscal years 2011 and 2010 is presented below:

	GROUP	
Amounts in Euros	**31/12/2011**	**31/12/2010**
Share of profit / (loss) from associates		
Share of profit from associates	1,851,868	1,139,203
Share of loss from associates	(2,810)	(20,465)
Total *(note 11)*	**1,849,058**	**1,118,738**

VI. Notes to annual financial statements

28. Income tax expense

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

	GROUP		COMPANY	
Amounts in Euros	**31/12/2011**	**31/12/2010**	**31/12/2011**	**31/12/2010**
Current tax	(6,553,688)	(7,348,597)	(823,769)	(373,872)
Deferred tax *(note 13)*	(1,721,266)	(1,966,540)	(3,066,338)	(1,592,426)
Total income tax	**(8,274,954)**	**(9,315,137)**	**(3,890,107)**	**(1,966,298)**

The reconciliation of income tax using Company's effective tax rate is analyzed as follows:

		GROUP			COMPANY	
Amounts in Euros		**31/12/2011**	**31/12/2010**		**31/12/2011**	**31/12/2010**
Profit before tax		**23,070,705**	**16,589,923**		**20,712,219**	**11,454,735**
Tax rate		*20%*	*24%*		*20%*	*24%*
		(4,614,141)	**(3,981,581)**		**(4,142,444)**	**(2.749.136)**
Exempt income	**-0.4%**	(85,245)	(136,564)	**0.3%**	52,292	379,094
Configuration of tax unaudited reserves	**9.1%**	2,093,839	(219,300)	**10.1%**	2,093,839	(219,300)
Used tax audit provision	**-**	-	(205,322)	**-**	-	-
Change in tax rate	**2.0%**	453,945	915,431	**0.9%**	195,642	947,515
Difference tax rate of foreign subsidiaries	**-6.6%**	(1,531,338)	(712,426)	**-**	-	-
Permanent tax differences	**-11.9%**	(2,754,557)	(4,306,001)	**-1.7%**	(355,280)	(169.900)
Untaxed reserves	**-7.5%**	(1,734,156)	-	**-8.4%**	(1,734,156)	-
Tax audit results	**-0.1%**	(22,106)	(169,555)	**-**	-	-
Tax audit provision	**-0.4%**	(81,195)	(35,000)	**-**	-	-
Social responsibility contribution	**-**	-	(390,248)	**-**	-	(6,637)
Dividend tax	**-**	-	(74,571)	**-**	-	(147,934)
	-35.9%	**(8,274,954)**	**(9,315,137)**	**-18.8%**	**(3,890,107)**	**(1.966.298)**

Current tax liabilities	**GROUP**		**COMPANY**	
Amounts in Euros	**31/12/2011**	**31/12/2010**	**31/12/2011**	**31/12/2010**
Income tax	4,834,782	2,985,205	1,271,670	27,623

Income tax recognized in other comprehensive income

GROUP	**2011**			**2010**		
Amounts in Euros	*Before tax*	*Tax (expense) benefit*	*Net of tax*	*Before tax*	*Tax (expense) benefit*	*Net of tax*
Foreign exchange differences	1,950,904	-	1,950,904	1,456,917	-	1,456,917
Net change in available-for-sale investments	(145,770)	-	(145,770)	-	-	-
Net change in fair value of cash flow hedges	(4,293,711)	978,301	(3,315,410)	811,960	(213,880)	598,080
	(2,488,577)	**978,301**	**(1,510,276)**	**2,268,877**	**(213,880)**	**2,054,997**

COMPANY	**2011**			**2010**		
Amounts in Euros	*Before tax*	*Tax (expense) benefit*	*Net of tax*	*Before tax*	*Tax (expense) benefit*	*Net of tax*
Net change in fair value of cash flow hedges	(5,463,635)	1,277,093	(4,186,542)	(1,158,540)	278,050	(880,490)
	(5,463,635)	**1,277,093**	**(4,186,542)**	**(1,158,540)**	**278,050**	**(880,490)**

In accordance with the Greek tax regulations, the income tax rate was 24% for 2010 and following the new tax law 3943/2011, the income tax rate is 20% for 2011 onwards.

With respect to the financial years up to and including 2010, the profits or losses declared for tax purposes remain provisional until such time as the tax authorities examine the returns and the records of the tax payer and a final assessment is issued. From the financial year 2011 and onwards, all Greek Societe Anonyme and Limited Liability Companies that are required to prepare audited statutory financial statements must in addition obtain an "Annual Tax Certificate" as provided for by paragraph 5 of Article 82 of L.2238/1994. This "Annual Tax Certificate" must be issued by the same statutory auditor or audit firm that issues the audit opinion on the statutory financial statements. Upon completion of the tax audit, the statutory auditor or audit firm must issue to the entity a "Tax Compliance Report" which will subsequently be submitted electronically to the Ministry of Finance, by the statutory auditor or audit firm. This "Tax Compliance Report" must be submitted to the Ministry of Finance, within ten days from the date of approval of the financial statements by the General Meeting of Shareholders.

VI. Notes to annual financial statements

28. 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	Method of consolidation	Tax-unaudited years
ELVAL SA	Greece	Parent	Parent	2008-2011
ETEM SA	Greece	64.78%	Full Consolidation	2008-2011
SYMETAL SA	Greece	99.99%	Full Consolidation	2009-2011
VIOMAL SA	Greece	50.00%	Full Consolidation	2008-2011
ELVAL COLOUR SA	Greece	89.54%	Full Consolidation	2007-2011
VIEXAL SA	Greece	73.33%	Full Consolidation	2010-2011
BRIDGNORTH ALUMINIUM Ltd	UK	75.00%	Full Consolidation	2003-2011
BLYTHE Ltd	Cyprus	100.00%	Full Consolidation	-
STEELMET ROMANIA SA	Romania	52.96%	Full Consolidation	2002-2011
KANAL SA	Greece	91.20%	Full Consolidation	2010-2011
ATHENS ART CENTRE SA	Greece	100.00%	Full Consolidation	2005-2011
ANOXAL SA	Greece	100.00%	Full Consolidation	2010-2011
ALURAME Spa	Italy	82.50%	Full Consolidation	-

In Group level the provision for tax-unaudited years, amount to €233,817 and in Company level amount to €27,623.

29. Commitments

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

1. Contractual commitments	**GROUP**	
Amounts in Euros	**31/12/2011**	**31/12/2010**
Property, plant and equipment	1,503,536	2,043,444
	1,503,536	**2,043,444**

2. Liabilities from operating leases	**GROUP**		**COMPANY**	
Amounts in Euros	**31/12/2011**	**31/12/2010**	**31/12/2011**	**31/12/2010**
Up to 1 year	870,352	1,032,472	481,035	457,564
From 1-5 years	2,358,018	2,527,377	1,580,732	1,112,658
More than 5 years	220,627	339,380	220,627	165,955
	3,448,997	**3,899,229**	**2,282,394**	**1,736,177**

Expenses from operating leases included in rents *(note 25).*

30. Contingent assets / liabilities

Group's and Company's contingencies that appear as a result of the normal flow of operations are as follows:

Contingent liabilities	**GROUP**		**COMPANY**	
Amounts in Euros	**31/12/2011**	**31/12/2010**	**31/12/2011**	**31/12/2010**
Letters of guarantee for securing liabilities to suppliers	9,094,554	8,280,646	2,707,314	4,195,947
Letters of guarantee for securing the good performance of contracts with customers	30,000	40,000	30,000	40,000
Other	38,363,604	48,773,825	32,689,866	47,673,825

Contingent assets	**GROUP**	
Amounts in Euros	**31/12/2011**	**31/12/2010**
Letters of guarantee for securing receivables from customers	228,775	186,981
Other assets	1,291,400	475,900

VI. Notes to annual financial statements

31. Transactions with related parties

Group's and Company's main transactions with related parties for the year 2011 and year 2010 and the corresponding receivables and liabilities as of 31 December 2011 and 31 December 2010 analyzed as follows:

Transactions	**GROUP**		**COMPANY**	
Amounts in Euros	**31/12/2011**	**31/12/2010**	**31/12/2011**	**31/12/2010**
Sales of goods				
Subsidiaries	-	-	115,176,826	128,051,350
Associates	15,323,352	23,330,938	8,066,204	14,178,134
Other related parties	22,578,308	20,300,387	7,920,244	5,645,519
	37,901,660	**43,631,325**	**131,163,274**	**147,875,003**
Sales of services				
Subsidiaries	-	-	1,037,014	2,473,040
Associates	154,995	133,797	100,443	132,927
Other related parties	809,674	8,324,800	510,476	642,550
	964,669	**8,458,597**	**1,647,933**	**3,248,517**
Sales of property, plant and equipment				
Associates	540	-	-	-
Other related parties	126,300	-	-	-
	126,840	-	-	-
Purchases of goods				
Subsidiaries	-	-	14,860,121	16,342,751
Associates	3,235,162	5,028,402	3,033,593	4,335,126
Other related parties	25,676,106	24,845,152	2,722,459	2,645,998
	28,911,268	**29,873,554**	**20,616,173**	**23,323,875**
Purchases of services				
Subsidiaries	-	-	29,122,495	22,278,506
Associates	6,898,308	5,850,326	5,193,521	4,341,328
Other related parties	4,785,759	4,943,136	2,904,455	3,173,938
	11,684,067	**10,793,462**	**37,220,471**	**29,793,772**
Purchases of property, plant and equipment				
Associates	190,400	-	-	-
Other related parties	5,648,081	4,831,327	4,119,030	4,080,130
	5,838,481	**4,831,327**	**4,119,030**	**4,080,130**
Benefits to Management				
Fees – benefits to the members of the B.o.D. and executives	3,846,332	3,398,604	1,734,763	1,702,106

Year-end balances	**GROUP**		**COMPANY**	
Amounts in Euros	**31/12/2011**	**31/12/2010**	**31/12/2011**	**31/12/2010**
Receivables from related parties:				
Subsidiaries	-	-	18,384,170	36,299,581
Associates	2,040,564	9,816,247	503,411	6,960,039
Other related parties	7,220,601	7,187,951	3,729,421	2,651,992
Total receivables from related parties	**9,261,165**	**17,004,198**	**22,617,002**	**45,911,612**
Liabilities to related parties:				
Subsidiaries	-	-	5,984,545	6,407,628
Associates	2,829,608	5,059,117	1,978,661	3,921,025
Other related parties	6,228,924	8,572,186	3,383,552	3,065,843
Total liabilities to related parties	**9,058,532**	**13,631,303**	**11,346,758**	**13,394,496**

32. Earnings per share

Basic and diluted earnings per share are as follows:

Basic and Diluted earnings per share	**GROUP**		**COMPANY**	
Amounts in Euros	**31/12/2011**	**31/12/2010**	**31/12/2011**	**31/12/2010**
Earnings that correspond to Company's shareholders	17,378,760	8,522,747	16,822,111	9,488,437
Weighted average number of shares	124,100,815	124,100,815	124,100,815	124,100,815
Basic earnings per share *(Euros per share)*	**0.140**	**0.069**	**0.136**	**0.076**

VI. Notes to annual financial statements

33. Financial risk management

(a) Credit risk

The Financial assets subject to credit risk are as follows:

	GROUP		COMPANY	
Amounts in Euros	**31/12/2011**	**31/12/2010**	**31/12/2011**	**31/12/2010**
Available-for-sale financial assets	1,477,709	1,634,990	887,322	899,322
Customers	140,487,341	149,688,643	96,479,516	121,100,345
Cash in hand and cash equivalents	59,795,132	15,633,974	26,239,143	4,085,485
Derivatives	6,868,203	11,475,820	3,475,088	8,896,599
Total	**208,628,385**	**178,433,427**	**127,081,069**	**134,981,751**

(b) Liquidity risk

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

GROUP *(Amounts in Euros)*

Financial liabilities	**31/12/2010**	**<1 year**	**1- 2 years**	**2-5 years**	**>5**	**Total**
Bank debt	111,524,124	86,443,441	14,458,840	6,773,760	3,848,083	**111,524,124**
Bond loans	184,957,007	70,062,360	74,595,529	36,870,546	3,428,572	**184,957,007**
Trade and other payables	97,288,001	95,884,228	514,642	797,114	92,017	**97,288,001**
	393,769,132	**252,390,029**	**89,569,011**	**44,441,420**	**7,368,672**	**393,769,132**

Derivatives *(Analysis per category)*	**31/12/2010**	**<1 year**	**1- 2 years**	**2-5 years**	**Total**
Nominal value of interest rate swaps (in €)	30,000,000	26,250,000	3,750,000	-	**30,000,000**
Nominal value of foreign exchange forward contracts (in $)	(46,189,099)	(45,145,085)	(1,044,014)	-	**(46,189,099)**
Nominal value of foreign exchange forward contracts (in $)	60,483,942	47,213,944	10,279,998	2,990,000	**60,483,942**
Nominal value of foreign exchange forward contracts (in £)	7,561,037	7,561,037	-	-	**7,561,037**
Nominal value of aluminum Derivatives	34,382,547	35,797,241	(1,414,694)	-	**34,382,547**
	86,238,427	**71,677,137**	**11,571,290**	**2,990,000**	**86,238,427**

GROUP *(Amounts in Euros)*

Financial liabilities	**31/12/2011**	**<1 year**	**1- 2 years**	**2-5 years**	**>5**	**Total**
Bank debt	148,721,121	117,020,313	7,628,658	19,359,326	4,712,824	**148,721,121**
Bond loans	143,791,770	70,661,926	60,315,200	12,814,644	-	**143,791,770**
Trade and other payables	93,489,342	93,222,693	266,649	-	-	**93,489,342**
	386,002,233	**280,904,932**	**68,210,507**	**32,173,970**	**4,712,824**	**386,002,233**

Derivatives *(Analysis per category)*	**31/12/2011**	**<1 year**	**1- 2 years**	**2-5 years**	**Total**
Nominal value of interest rate swaps (in €)	29,059,170	3,750,000	15,000,000	10,309,170	**29,059,170**
Nominal value foreign exchange swap contracts (in $)	(84,020,705)	(48,765,109)	(27,164,068)	(8,091,528)	**(84,020,705)**
Nominal value of foreign exchange forward contracts (in $)	40,879,794	37,829,993	3,049,801	-	**40,879,794**
Nominal value of foreign exchange forward contracts (in £)	6,990,625	6,851,663	138,962	-	**6,990,625**
Nominal value of aluminum Derivatives	(3,712,765)	(3,990,787)	278,022	-	**(3,712,765)**
	(10,803,881)	**(4,324,240)**	**(8,697,283)**	**2,217,642**	**(10,803,881)**

VI. Notes to annual financial statements

33. Financial risk management (continued)

(b) Liquidity risk (continued)

COMPANY *(Amounts in Euros)*						
Financial liabilities	**31/12/2010**	**<1 year**	**1- 2 years**	**2-5 years**	**>5**	**Total**
Bank debt	45,427,025	35,835,025	2,728,000	4,864,000	2,000,000	**45,427,025**
Bond loans	111,213,506	39,812,353	47,173,464	24,227,689	-	**111,213,506**
Trade and other payables	48,710,909	48,710,909	-	-	-	**48,710,909**
	205,351,440	**124,358,287**	**49,901,464**	**29,091,689**	**2,000,000**	**205,351,440**

Derivatives *(Analysis per category)*	**31/12/2010**	**<1 year**	**1- 2 years**	**2-5 years**	**Total**
Nominal value of interest rate swaps (in €)	22,500,000	22,500,000	-	-	**22,500,000**
Nominal value of foreign exchange forward contracts (in $)	52,227,481	39,340,808	9,896,673	2,990,000	**52,227,481**
Nominal value of foreign exchange forward contracts (in £)	370,670	370,670	-	-	**370,670**
Nominal value of aluminum derivatives	23,346,994	24,848,088	(1,501,094)	-	**23,346,994**
	98,445,145	**87,059,566**	**8,395,579**	**2,990,000**	**98,445,145**

COMPANY *(Amounts in Euros)*						
Financial liabilities	**31/12/2011**	**<1 year**	**1- 2 years**	**2-5 years**	**>5**	**Total**
Bank debt	60,310,851	53,446,851	1,864,000	3,000,000	2,000,000	**60,310,851**
Bond loans	92,298,276	49,361,926	35,521,706	7,414,644		**92,298,276**
Trade and other payables	56,124,594	56,124,594	-	-	-	**56,124,594**
	208,733,721	**158,933,371**	**37,385,706**	**10,414,644**	**2,000,000**	**208,733,721**

Derivatives *(Analysis per category)*	**31/12/2011**	**<1 year**	**1- 2 years**	**Total**
Nominal value of interest rate swaps (in €)	15,000,000	-	15,000,000	**15,000,000**
Nominal value of foreign exchange forward contracts (in $)	39,508,386	36,501,029	3,007,357	**39,508,386**
Nominal value of foreign exchange forward contracts (in £)	158,773	158,773	-	**158,773**
Nominal value of aluminum derivatives	5,285,938	5,330,352	(44,414)	**5,285,938**
	59,953,097	**41,990,154**	**17,962,943**	**59,953,097**

(c) Foreign exchange risk

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

GROUP *(Amounts in Euros)*	**31/12/2010**				
Foreign exchange risk	**€**	**$**	**£**	**Other**	**Total**
Trade and other receivables	148,395,921	31,441,769	7,465,296	15,452,549	202,755,535
Loans	(276,182,426)	(9,842,532)	(10,456,172)	-	(296,481,130)
Trade and other payables	(69,066,872)	(14,037,673)	(6,046,237)	(8,137,219)	(97,288,001)
Cash and cash equivalents	14,859,405	(55,849)	225,269	605,149	15,633,974
	(181,993,972)	**7,505,715**	**(8,811,844)**	**7,920,479**	**(175,379,622)**
Derivatives for hedging (nominal value)	(6,206,930)	48,336,673	5,143,264	-	47,273,007
Total Risk	**(188,200,902)**	**55,842,388**	**(3,668,580)**	**7,920,479**	**(128,106,615)**

GROUP *(Amounts in Euros)*	**31/12/2011**				
Foreign exchange risk	**€**	**$**	**£**	**Other**	**Total**
Trade and other receivables	141,729,779	31,108,225	6,451,945	17,413,632	196,703,581
Loans	(257,463,855)	(21,809,541)	(11,973,753)	(1,265,741)	(292,512,890)
Trade and other payables	(64,442,443)	(16,348,144)	(4,705,890)	(7,992,865)	(93,489,342)
Cash and cash equivalents	26,997,575	3,979,329	12,434,939	16,383,289	59,795,132
	(153,178,944)	**(3,070,131)**	**2,207,241**	**24,538,315**	**(129,503,519)**
Derivatives for hedging (nominal value)	(10,331,911)	40,879,793	6,990,625	-	37,538,507
Total Risk	**(163,510,855)**	**37,809,662**	**9,197,866**	**24,538,315**	**(91,965,012)**

VI. Notes to annual financial statements

33. Financial risk management (continued)

(c) Foreign exchange risk (continued)

COMPANY *(Amounts in Euros)*	**31/12/2010**				
Foreign exchange risk	**€**	**$**	**£**	**Other**	**Total**
Trade and other receivables	110,920,209	19,892,477	421,792	502,290	131,736,768
Loans	(146,797,824)	(9,842,532)	(175)	-	(156,640,531)
Trade and other payables	(42,577,029)	(5,847,785)	(235,504)	(50,591)	(48,710,909)
Cash and cash equivalents	3,904,609	13,721	167,155	-	4,085,485
	(74,550,035)	**4,215,881**	**353,268**	**451,699**	**(69,529,187)**
Derivatives for hedging (nominal value)	-	52,227,481	370,670	-	52,598,151
Total Risk	**(74,550,035)**	**56,443,362**	**723,938**	**451,699**	**(16,931,036)**

COMPANY *(Amounts in Euros)*	**31/12/2011**				
Foreign exchange risk	**€**	**$**	**£**	**Other**	**Total**
Trade and other receivables	91,993,149	21,609,281	553,176	559,307	114,714,913
Loans	(130,797,580)	(21,809,541)	(2,006)		(152,609,127)
Trade and other payables	(43,831,233)	(12,024,798)	(220,853)	(46,295)	(56,123,179)
Cash and cash equivalents	10,145,351	1,702,319	16,472	14,375,001	26,239,143
	(72,490,313)	**(10,522,739)**	**346,789**	**14,888,013**	**(67,778,250)**
Derivatives for hedging (nominal value)	-	39,508,386	158,773	-	39,667,159
Total Risk	**(72,490,313)**	**28,985,647**	**505,562**	**14,888,013**	**(28,111,091)**

Sensitivity analysis:

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

GROUP	**Profit and loss**		**Equity**	
(Amounts in Euros)	**2011**	**2010**	**2011**	**2010**
$	279,103	(682,338)	(3,716,345)	(4,394,243)
£	(200,658)	801,077	(635,511)	(467,569)
Leva	(578,856)	(614,325)	-	-
Ron	(78,168)	(20,586)	-	-
COMPANY	**2011**	**2010**	**2011**	**2010**
$	956,613	(383,262)	(3,591,671)	(4,747,953)
£	(31,526)	(32,115)	(14,434)	(33,697)

(d) Interest rate risk

The risk from interest rate fluctuations is as follows:

	GROUP		**COMPANY**	
Amounts in Euros	**31/12/2011**	**31/12/2010**	**31/12/2011**	**31/12/2010**
Fixed interest rates				
Financial liability items	18,750,000	30,000,000	15,000,000	22,500,000
	18,750,000	**30,000,000**	**15,000,000**	**22,500,000**
Floating interest rates				
Financial liability items	273,762,890	266,481,131	137,609,127	134,140,531
	273,762,890	**266,481,131**	**137,609,127**	**134,140,531**

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

	Profit and loss		**Equity**	
GROUP	**2011**	**2010**	**2011**	**2010**
Floating interest rate	+/-550,758	+/-706,528	-	-
Interest rate swaps	-	-	+/-35,121	+/-135,922
COMPANY				
Floating interest rate	+/-374,854	+/-351,810	-	-
Interest rate swaps	-	-	+/-18,600	+/-69,000

VI. Notes to annual financial statements

33. Financial risk management (continued)

(e) Capital Management

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:

	GROUP		COMPANY	
Amounts in €	**2011**	**2010**	**2011**	**2010**
Total debt	292,512,890	296,481,130	152,609,127	156,640,531
Less: Cash and cash equivalents	(59,795,133)	(15,633,974)	(26,239,143)	(4,085,485)
Net debt	**232,717,757**	**280,847,156**	**126,369,984**	**152,555,046**
EBITDA	82,351,587	68,439,668	52,917,989	36,397,064
Net debt / EBITDA	**2.83**	**4.10**	**2.39**	**4.19**

(f) Fair values

The table below analyses financial instruments carried at fair value, by valuation method. The different levels have been defined as follows:
Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities
Level 2: inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly
Level 3: inputs for the asset or liability that are not based on observable market data.

GROUP				**COMPANY**		
2011 – *Amounts in €*	**Level 1**	**Level 3**	**Total**	**Level 1**	**Level 3**	**Total**
Available for sale financial assets	-	1,477,709	1,477,709		887,322	887,322
Derivative financial assets	6,868,203	-	6,868,203	3,475,088	-	3,475,088
	6,868,203	1,477,709	8,345,912	3,475,088	887,322	4,362,410
Derivative financial liabilities	(5,080,274)	-	(5,080,274)	(4,329,583)	-	(4,329,583)
	1,787,929	**1,477,709**	**3,265,638**	**(854,495)**	**887,322**	**32,827**
2010 – *Amounts in €*						
Available for sale financial assets	-	1,634,990	1,634,990	-	899,322	899,322
Derivative financial assets	11,475,820	-	11,475,820	8,896,598	-	8,896,598
	11,475,820	1,634,990	13,110,810	8,896,598	899,322	9,795,920
Derivative financial liabilities	(5,420,744)	-	(5,420,744)	(4,287,456)	-	(4,287,456)
	6,055,076	**1,634,990**	**7,690,066**	**4,609,142**	**899,322**	**5,508,464**

34. Subsequent events

On 20 March 2012, the Company acquired 1,800,000 shares of ETEM SA that corresponds to 6% of its share capital. After the above action, ELVAL SA holds 21,240,530 shares, which corresponds to 70.78% interest of ETEM's share capital.

Summarized financial data and information

Summarised financial data and information for the fiscal year from January 1 to December 31, 2011
(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 AUMINIUM 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.

S.A. Reg. No : 3954/06/B/86/13
Registered Office address: 2-4 Messogion Av. Athens Tower
Supervising Authority: Ministry of Development
Web address for the Company: www.elval.gr
Board of Directors.: Miltiadis Lidorikis (Chairman and non executive member), Dimitrios Kyriakopoulos (Vice Chairman and executive member), John Panagiotopoulos (executive member), Konstantinos Katsaros (executive member), Nicholas Koudounis (executive member), Andreas Kyriazis (independent, non executive member), Konstantinos Bakouris (non executive member), Avraam Megir (non executive member), Konstantinos Kouklelis (non executive member), Reinhold Wagner (non executive member), Gerard Decoster (independent, non executive member).
Date of approval of the financial statements (from which the summarised figures are derived): March 23, 2012
Certified Auditor: HARRY SIROUNIS (REG.No SOEL 19071)
Audit Firm: KPMG CERTIFIED AUDITORS A.E.
Review type: Unqualified opinion

STATEMENTS OF FINANCIAL POSITION (Group and Company) - *amounts in Euro*

	GROUP		COMPANY	
	31 DEC. 2011	31 DEC. 2010	31 DEC. 2011	31 DEC. 2010
ASSETS				
Property, plant and equipment	498,088,543	510,748,757	289,288,175	288,547,036
Investment property	6,875,450	6,924,331	-	-
Intangible assets	3,705,910	3,259,911	2,211,992	2,333,087
Other non-current assets	14,666,591	13,320,281	180,821,246	163,070,762
Inventories	265,494,705	268,985,895	148,757,215	145,237,435
Trade receivables	164,331,825	178,003,915	99,459,671	123,695,616
Other current assets	98,031,657	51,330,230	44,969,473	20,670,906
Total assets	**1,051,194,681**	**1,032,573,320**	**765,507,772**	**743,554,842**
TOTAL EQUITY AND LIABILITIES				
Share capital	37,230,245	37,230,245	37,230,245	37,230,245
Other shareholders' equity	499,688,914	480,510,186	462,674,047	450,038,479
Total shareholders' equity (a)	536,919,159	517,740,431	499,904,292	487,268,724
Non-controlling interest (b)	37,773,103	43,421,376	-	-
Total equity (c) = (a) + (b)	574,692,262	561,161,807	499,904,292	487,268,724
Long-term loans and borrowings	104,830,652	139,975,330	49,800,350	80,993,153
Provisions / Other long-term liabilities	80,969,826	69,257,057	51,565,339	46,831,479
Short-term loans and borrowings	187,682,238	156,505,800	102,808,777	75,647,378
Other short-term liabilities	103,019,703	105,673,326	61,429,014	52,814,108
Total liabilities (d)	476,502,419	471,411,513	265,603,480	256,286,118
TOTAL EQUITY AND LIABILITIES (e) = (c) + (d)	**1,051,194,681**	**1,032,573,320**	**765,507,772**	**743,554,842**

STATEMENTS OF CHANGES IN EQUITY (Group and Company) - *amounts in Euro*

	GROUP		COMPANY	
	31 DEC. 2011	31 DEC. 2010	31 DEC. 2011	31 DEC. 2010
Equity at the beginning of the year (01/01/2011 and 01/01/2010 respectively)	561,161,807	557,392,705	487,268,724	478,660,777
Total comprehensive income for the year after taxes	13,285,478	9,329,783	12,635,568	8,607,947
Increase of share capital	82	6,317	-	-
Acquisition of subsidiary	425,215	-	-	-
Dividends	(180,320)	(1,550,997)	-	-
Change in investments in subsidiaries	-	(4,016,001)	-	-
Equity at the end of the year (31/12/11 and 31/12/10 respectively)	**574,692,262**	**561,161,807**	**499,904,292**	**487,268,724**

STATEMENTS OF CASH FLOW (Group and Company - indirect method) - *amounts in Euro*

	GROUP		COMPANY	
	1 Jan.-31 Dec. 2011	1 Jan.-31 Dec. 2010	1 Jan.-31 Dec. 2011	1 Jan.-31 Dec. 2010
Operating activities				
Profit before taxes for the year (continuing operations)	23,070,708	16,589,923	20,712,217	11,454,735
Plus / less adjustments for:				
Depreciation of property, plant and equipment and amortization of intangible assets	50,427,401	46,555,942	28,289,319	26,362,828
Amortization of government grants	(1,614,587)	(1,020,467)	(917,716)	(659,564)
Impairment of property, plant and equipment and intangible assets	349,991	-	-	-
Provisions	7,523,454	8,374,925	4,315,351	419,338
Results (income, expenses, profit, loss) from investing activity	(5,554,128)	(8,611,476)	(5,406,897)	(6,386,128)
Interest expense and related expenses	17,274,804	10,808,803	9,635,857	5,620,714
Plus / less adjustments for changes in working capital accounts or related to operating activities:				
Decrease/ (increase) of inventories	628,486	(52,067,033)	(6,846,727)	(25,877,928)
Decrease/ (increase) of receivables	9,722,118	(11,136,017)	17,110,048	(20,194,380)
Decrease/ (increase) of liabilities (except liabilities from bank loans)	(7,037,050)	4,041,311	920,569	633,718
Less:				
Interest payable and related expenses paid	(17,316,861)	(11,790,731)	(9,383,097)	(5,194,151)
Taxes paid	(5,420,791)	(4,396,308)	(232,377)	(201,921)
Total net cash (used in) / generated from operating activities (a)	**72,053,545**	**(2,651,128)**	**58,196,547**	**(14,022,739)**
Investing activities				
(Acquisition) / sales of subsidiaries, associates and other investments	(2,224,657)	(4,816,257)	(18,220,073)	(14,530,263)
Purchases of property, plant and equipment and intangible assets	(41,313,692)	(44,400,947)	(21,855,140)	(21,904,909)
Proceeds from sale of property, plant and equipment and intangible assets	4,735,057	7,351,663	18,099	49,921
Interest received	4,840,751	3,757,547	4,619,684	3,329,460
Dividends received	1,684	118,956	182,004	2,911,255
Total net cash (used in) / generated from investing activities (b)	**(33,960,857)**	**(37,989,038)**	**(35,255,426)**	**(30,144,536)**
Financing activities				
Proceeds from issued long-term loans	62,446,267	100,015,636	20,897,123	59,000,000
Payment of loans / change in short term loans	(66,761,664)	(65,952,761)	(24,928,526)	(16,352,841)
Payment of finance lease liabilities	-	(813)	-	-
Proceeds from government grants	10,273,126	1,308,402	3,243,940	-
Dividends paid	-	(1,425,819)	-	(130)
Total net cash (used in) / generated from financing activities (c)	**5,957,729**	**33,944,645**	**(787,463)**	**42,647,029**
Net increase / (decrease) in cash and cash equivalents for the year (a) + (b) + (c)	**44,050,417**	**(6,695,521)**	**22,153,658**	**(1,520,246)**
Cash and cash equivalents at the beginning of the year	15,633,974	22,130,113	4,085,485	5,605,731
Foreign currency translations differences in cash equivalents at the beginning of the year	110,741	199,382	-	-
Cash and cash equivalents at the end of the year	**59,795,132**	**15,633,974**	**26,239,143**	**4,085,485**

STATEMENTS OF COMPREHENSIVE INCOME (Group and Company) - *amounts in Euro*

	GROUP		COMPANY	
	1 Jan.-31 Dec. 2011	1 Jan.-31 Dec. 2010	1 Jan.-31 Dec. 2011	1 Jan.-31 Dec. 2010
	Continuing operations	Continuing operations	Continuing operations	Continuing operations
Total Sales	**1,062,349,616**	**930,484,322**	**687,226,102**	**596,952,449**
Gross profit	**84,795,110**	**77,036,420**	**37,390,913**	**23,038,020**
Profit / (loss) before taxes, financing and investing results	**33,538,773**	**22,904,193**	**25,546,386**	**10,693,800**
Profit / (loss) before taxes	**23,070,708**	**16,589,923**	**20,712,217**	**11,454,735**
Income tax expense	(8,274,954)	(9,315,137)	(3,890,107)	(1,966,298)
Total profit / (loss) after taxes (A)	**14,795,754**	**7,274,786**	**16,822,110**	**9,488,437**
Equity holders of the parent	17,378,763	8,522,747	16,822,110	9,488,437
Non-controlling interest	(2,583,009)	(1,247,961)	-	-
	14,795,754	**7,274,786**	**16,822,110**	**9,488,437**
Other comprehensive income after taxes (B)	**(1,510,276)**	**2,054,997**	**(4,186,542)**	**(880,490)**
Total comprehensive income (A) + (B)	**13,285,478**	**9,329,783**	**12,635,568**	**8.607.947**
Equity holders of the parent	15,101,108	9,905,608	12,635,568	8,607,947
Non-controlling interest	(1,815,630)	(575,825)	-	-
	13,285,478	**9,329,783**	**12,635,568**	**8,607,947**
Earnings per share after taxes - basic (in Euro)	**0.1400**	**0.0687**	**0.1356**	**0.0765**
Proposed dividend per share (in Euro)	**0.0**	**0.0**	**0.0**	**0.0**
Earnings before interest, taxes, depreciation and amortization	**82,351,587**	**68,439,668**	**52,917,989**	**36,397,064**
Depreciation expense	50,427,401	46,555,942	28,289,319	26,362,828

Additional data and information:

1. Companies that are included in the Group's financial statements of the fiscal year 2011 are presented in note 28 of the annual financial statements including locations, percentage Group ownership and consolidation method.

2. ALURAME Spa and CCS CONSULTANT & CONSTRUCTION SOLUTIONS SA have been consolidated for the first time in Group's financial statements due to acquisition and participation to their share capital increase (see note 10 of the financial statements).

3. The fiscal years that are unaudited by the tax authorities for the Company and the Group's subsidiaries are presented in note 28 of the annual financials statements.

4. The Company's financial statements are included in the consolidated financial statements prepared by:

Company name	Country	Percentage holding	Consolidation method
VIOHALCO S.A.	Greece	68.53%	Full consolidation

5. There are no encumbrances on the Company's fixed assets.

6. 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 €233.8 thousand and in company level amount to €27.6 thousand. Groups' other provisions as at 31.12.11 amount to €268.0 thousand.

7. The number of the personnel at the end of the period was as follows: Company 713 (31.12.2010: 707), Group 2,141 (31.12.2010: 2,230).

8. 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:

(Amounts in thousand Euros)	**GROUP**	**COMPANY**
i) Revenues	38,993.2	132,811.2
ii) Expenses	46,433.8	61,955.7
iii) Claims	9,261.2	22,617.0
iv) Liabilities	9,058.5	11,346.8
v) Allowances to members of Management or Executives	3,846.3	1,734.8
vi) Claims from members of Management or Executives	-	-
vii) Liabilities to members of Management or Executives	-	-

9. Other comprehensive income after taxes consist of:
   - Group: foreign currency translations differences amount to € 1,950.9 thousand, valuation of available for sale assets amount to € (145.8) and derivatives valuation from cash flow hedging amount to € (3,315.4) thousand
   - Company: derivatives valuation from cash flow hedging amount to € (4,186.5) thousand

10. Subsequent events after the 31[ST] December 2011 are mentioned in note 34 of the financial statements.

11. In the Income Statement the account "taxes" is analyzed as follows:

   - Group: 31.12.2011 income tax € (6,553.7) thousand, deferred tax € (1,721.3) thousand - 31.12.2010 € (7,348.6) thousand and € (1.966.5) thousand, respectively.
   - Company: 31.12.2011 income tax € (823.8) thousand, deferred tax € (3,066.3) thousand - 31.12.2010 € (373.9) thousand and € (1,592.4) thousand, respectively.

Athens, March 26, 2012

THE CHAIRMAN OF THE B.O.D.	A MEMBER OF THE B.O.D	THE GENERAL MANAGER	THE FINANCIAL MANAGER
MILTIADIS LIDORIKIS	NIKOLAOS KOUDOUNIS	LAMBROS VAROUCHAS	NICOLAOS PSIRAKIS
Id.C.No. N 032204	Id.C.No. AE 012572	Id.C.No. AB 535203	AT T 015643
			Reg. No. 9239 CLASS A'