

MYTILINEOS HOLDINGS S.A.

Announcement

MYTILINEOS HOLDINGS S.A. announces that the merger by absorption of the Group's wholly-owned subsidiary "DELTA RENEWABLE ENERGY SOURCES S.A." by "ENDESA HELLAS POWER GENERATION AND TRADING S.A." was approved by decision EM 13795/30.06.2008 of the Prefecture of Athens (East Sector), entered into the Sociétés Anonymes Register of the Prefecture on 30.06.2008. Following the completion of the above transformation, a corresponding payment in cash was made by Spain's ENDESA Group for the increase of the share capital of the joint company established by the two Groups, which is also the absorbing company in the merger.

The contribution of the above energy assets of the MYTILINEOS Group and the corresponding payment in cash by Spain's ENDESA Group mark the implementation of the third phase of the strategic alliance agreement between the two Groups. At the same time, the parties launch into the fourth and last stage of the agreement, which involves the completion of the contribution of the 334 MW Combined Heat and Power (CHP) Cogeneration Plant in Agios Nikolaos, Viotia, to "ENDESA HELLAS S.A.". This procedure is expected to be completed within the third quarter of 2008. After completion of all the above procedures, the capitalisation of "ENDESA HELLAS POWER GENERATION AND TRADING S.A." will stand at around 1.2 billion Euro, comprising a significant number of renewable energy plants in operation and in the licensing stage, together with thermal plants in operation, with the company's indebtedness standing at nil. The minimum value [start-up value] that corresponds to the MYTILINEOS Group exceeds €5.12 per share.