Annual Report 2006

MYTILINEOS
HOLDINGS S.A.

Chairman's Statement

Dear Shareholders and cooperators,

Business dexterity is based on Vision and we, in Mytilineos Group, build our strategy on this basis. Besides, the results of 2006 confirmed fully our expectations for high rates of development and profit.

We always seek opportunities which push forward our evolution and expand our work in the sectors of our activity. This is what makes us different. We realize the opportunities arising in the newly shaped business environment and we exploit them dynamically, in favour of our shareholders.

More specifically, in the Energy and Metallurgy sectors we are moving forward with large investments and international cooperations, while at the same time we are implementing a program for the reduction raw material expenses, in order to significantly increase our financial sizes.

In the EPC Projects Sector, the Group was established in 2006 as the most specialized constructor of energy works in Greece, while our international expansion is now a reality. We are the first company who undertook the construction of a turn-key energy production plant abroad and the prospects are favourable for the future.

With vision, method, and steady developmental strategy, 2007 is going to be another landmark in our course. Each year is a step closer to our goal: continuation of profit with consistency and respect for the values of fair competition and corporate responsibility.

We hope that this year also, as up to now in our long course, the shareholders, employees, cooperators and the local communities shall stand by our side, helping our constant effort for a healthy development in favour of our shareholders.

Evangelos Mytilineos

Board of Directors

EVANGELOS MYTILINEOS

CHAIRMAN AND MANAGING DIRECTOR (EXECUTIVE MEMBER)

IOANNIS MYTILINEOS

VICE PRESIDENT (NON EXECUTIVE MEMBER)

GEORGE KONTOUZOGLOU

EXECUTIVE DIRECTOR (EXECUTIVE MEMBER)

NIKOLAOS MOUSAS

MEMBER (NON EXECUTIVE)

CHRISTOS DIAMANTOPOULOS

MEMBER (INDEPENDENT - NON EXECUTIVE)

APOSTOLOS GEORGIADIS

MEMBER (INDEPENDENT – NON EXECUTIVE)

GEORGE LYMPERAKIS

MEMBER (INDEPENDENT – NON EXECUTIVE)

Contents

1. Summary of Financial Figures

1.1 Financial Figures of Mytilineos Holdings S.A.

I. Summary of Financial Figures (amounts in ths €)

	2004	2005	2006
	IFRS	IFRS	IFRS
TURNOVER (SALES)	148,659	164,101	132,329
GROSS OPERATING PROFITS	21,768	12,492	18,878
OPERATING EXPENSES	11,857	13,030	12,884
FINANCIAL RESULTS	(2,864)	46,239	60,765
EBITDA	11,405	(218)	2,742
NET INCOME	7,046	45,700	57,222
NET INCOME FOR APPROPRIATION	5,643	44,834	46,395
DIVIDENDS	8,104	16,208	24,312
PROFIT CARRIED FORWARD	9,394	27,246	53,624
TOTAL GROSS FIXED CAPITAL	14,752	14,800	14,435
DEPRECIATION	2,802	3,118	2,989
TOTAL NET FIXED CAPITAL	11,950	11,682	11,445
TOTAL CURRENT ASSETS	88,313	130,264	72,450
TOTAL ASSETS	342,157	383,884	470,445
TOTAL EQUITY	199,562	236,249	259,882
TOTAL LIABILITIES	142,595	147,635	210,563

1.2 Consolidated Financial Figures of Mytilineos Holdings S.A.

II. Summary of Consolidated Financial Figures (amounts in ths €)

	2004	2005	2006
	IFRS	IFRS	IFRS
TURNOVER (SALES)	311,218	746,628	843,348
GROSS OPERATING PROFITS	63,290	163,607	212,032
OPERATING EXPENSES	28,095	25,499	32,642
NEGATIVE GOODWILL PROFIT	-	137,466	19,242
FINANCIAL RESULTS	(5,893)	19,117	34,038
EBITDA	42,236	158,419	188,258
NET INCOME	29,302	294,691	204,327
NET PROFIT FOR DISTRIBUTION	20,207	256,200	156,977
REFORMED PROFIT (P.D. 348/85)	-	-	-
DIVIDENDS	7,020	22,882	38,051
PROFIT CARRIED FORWARD	(27,459)	165,687	220,482
TOTAL GROSS FIXED CAPITAL	(162,254)	903,786	1,037,610
DEPRECIATION	61,334	472,782	496,650
TOTAL NET FIXED CAPITAL	100,920	431,003	540,960
TOTAL CURRENT ASSETS	281,419	541,872	509,446
TOTAL ASSETS	563,951	1,175,439	1,366,185
TOTAL EQUITY	237,785	707,834	779,138
TOTAL LIABILITIES	326,167	467,605	587,047

2. Information About the Editing of the Annual Report and the Company's Auditors

2.1 General

The present Annual Report contains all information and financial data necessary in order the shareholders, investors, and their consultants to be able to correctly assess the company's property, financial situation, the results of fiscal year 2006, and the company's prospects.

2.2 Annual Report Editors

The editing and distribution of the Annual Report was effected according to the provisions of the current legislation.

Responsible for the editing and accuracy of its information are:

- Mr. Dimou Ioannis, Chief Financial Officer, 5-7 Patroklou street, Marousi, 210 - 68 77 300.
- Mr. Kontos Nikolaos, Investor Relations Officer, 5-7 Patroklou street, Marousi, 210 - 68 77 300.
- Mr. Tzanoglou Nikolaos, Head of Accounting Department, 5-7 Patroklou street, Marousi, 210 - 68 77 300.

The Company's Board of Directors states that all of its members are informed of this Report's contents and, together with its editors, affirm that:

- All information and data contained herein are complete and true.
- There are no other data and no events the hiding or omission of which could make misleading the whole or part of the data and information contained in the Annual Report.
- No judicial differences or refereeing are pending against the Company or its subsidiaries which could affect heavily their financial situation, apart from those mentioned in a special paragraph below.

2.3 Regular Certified Auditors – Accountants

The Company is being audited by certified auditors. For the fiscal year ending 31/12/2006 the audit was conducted by the certified auditor Mr. Kazas Vasileios, citizen of Athens, reg. nr. SOEL 13281 of Grant Thorton company (44 V. Konstantinou str., 116 35 Athens, tel. 210 - 7280000).

The auditing certificates of the regular certified accountants are included in the Appendix of this Annual Report, under the annual financial statements.

2.4 Tax Auditing

There are no litigations or arbitrations pending against the Group that may have a significant impact on its financial position or operations. The fiscal years that have not been inspected by the tax authorities for each of the Group's companies are as follows:

COMPANY	YEARS NOT INSPECTED BY TAX AUTHIRITIES
MYTILINEOS S.A. Maroussi, Athens	2005-2006
METKA S.A., N. Heraklio, Athens	2005-2006
SERVISTEEL, Volos	2003-2006
E.K.M.E. S.A. Municipality of Ehedorou, Thessaloniki	2001-2006
RODAX A.T.E.E., N.Heraklio, Athens	2005-2006
ELEMKA S.A., N.Heraklio, Athens	2005-2006
DROSCO HOLDINGS LIMITED, Cyprus	2003-2006
BRIDGE ACCESSORIES & CONSTRUCTION SYSTEMS S.A., Maroussi, Athens	1st Year
ALUMINIUM OF GREECE S.A.	2006
DELFI DISTOMON A.M.E.	2005-2006
ELVO, Thessaloniki	2006
SOMETRA S.A., Sibiu Romania	2003-2006
MYTILINEOS FINANCE S.A., Luxemburg	-
STANMED TRADING LTD, Cyprus	2004-2006
MYTILINEOS BELGRADE D.O.O., Serbia	1999-2006
MYVEKT INTERNATIONAL SKOPJE	1999-2006
RDA TRADING, Guernsey Islands	-
DEFENSE MATERIAL INDUSTRY S.A.-MYTILINEOS AND Co, Maroussi, Athens	2003-2006
MYTILINEOS POWER GENERATION & SUPPLIES S.A., Maroussi, Athens	2001-2006
INDUSTRIAL RESEARCH PROGRAMS ''BEAT'', Halandri, Athens	2003-2006
MYTILINEOS RENEWABLE WIND POWER S.A, Maroussi, Athens	2003-2006
NORTH AEGEAN RENEWABLES, Maroussi, Athens	1st Year
GENIKI VIOMICHANIKI, Maroussi, Athens	2003-2006
MYTILINEOS HELLENIC WIND POWER S.A., Maroussi, Athens	2001-2006
AIOLIKI ANDROU TSIROVLIDI S.A.,Maroussi,Athens	2003-2006
AIOLIKI NEAPOLEOS S.A., Maroussi, Athens	2003-2006
AIOLIKI EVOIAS PIRGOS S.A., Maroussi, Athens	2003-2006
AIOLIKI EVOIAS POUNTA S.A., Maroussi, Athens	2003-2006
AIOLIKI EVOIAS HELONA S.A., Maroussi, Athens	2003-2006
AIOLIKI ANDROU RAHI XIROKABI S.A., Maroussi, Athens	2003-2006
AIOLIKI PLATANOU S.A., Maroussi, Athens	2003-2006
AIOLIKI SAMOTHRAKIS S.A., Maroussi, Athens	2003-2006
AIOLIKI EVOIAS DIAKOFTIS S.A., Maroussi, Athens	2003-2006

AIOLIKI SIDIROKASTROU S.A., Maroussi, Athens	2003-2006
HELLENIC SOLAR S.A., Maroussi Athens	1st Year
SPIDER S.A., Maroussi Athens	2002-2006
THORIKI S.A.I.C., Maroussi, Athens	2003-2006
DELTA PROJECT S.A., Moshato, Athens	2003-2006
THERMOREMA S.A., Moshato, Athens	2003-2006
KASTANIOTIKO S.A., Moshato, Athens	2003-2006
POUGAKIA S.A., Moshato Athens	2003-2006
DELTA PROJECT CONSTRUCT SRL, Boucouresti, Romania	2005-2006
KALOMOIRA S.A., Moshato, Athens	2003-2006
DELTA ENERGY S.A., Moshato, Athens	2003-2006
FOIVOS ENERGY S.A., Amfiklia Fthiotidas	2002-2006
YDROXOOS S.A., Moshato, Athens	2004-2006
PEPONIAS S.A., Moshato, Athens	2004-2006
FTHIOTIKI ENERGY S.A., Moshato, Athens	2003-2006
YDRIA ENERGY S.A., Moshato, Athens	2005-2006
AIOLIKI MARTINOU S.A., Moshato, Athens	2005-2006
ARGIRI ENERGY S.A., Moshato, Athens	2003-2006
EN.DY. S.A., Moshato, Athens	2003-2006
FOTINOS TILEMAXOS S.A., Moshato, Athens	2003-2006
THESSALIKI ENERGY S.A., Moshato, Athens	2002-2006
ENERGY CONSTRUCTION DEVELOPMENT WESTERN GREECE S.A., Agrinio Aitoloakarnanias	1999-2006
IONIA ENERGY S.A., Moshato, Athens	1st Year
ELECTRONWATT S.A., Moshato, Athens	1st Year
BUSINESS ENERGY S.A., Alimos, Athens	1st Year

During the reporting period, tax authorities' inspection assessed tax differences, amounting to € 5.811.577. The assessed tax differences are offset against relevant provisions.

For the fiscal years that have not been inspected by the tax authorities (as reported in the above table), there is a possibility of additional tax imposition. Therefore the group assesses, on an annual basis, the contingent liabilities regarding additional taxes from tax inspections in respect of prior years and makes relevant provisions where this is deemed necessary.

2.5 Information

The Annual Report is provided for free to the investors, after the publication of the annual financial statements and in no less than ten (10) working days before the Annual General Meeting of the shareholders. A copy of the Annual Report is submitted to the Capital Market Committee and the Athens Stock Exchange.

For more information, the investors may contact the Company's offices (5-7 Patroklou street, Marousi, 210- 68 77 300, E-mail: nko@mytilineos.gr, Mr. Nikolaos Kontos – Group's Investor Relations Officer) during working days and hours. The Company's site (http://www.mytilineos.gr) contains an electronic form of this Annual Report as well as the ones of the previous two fiscal years, and additional important information for the Company.

3. Important Information for the Company

3.1 Public Offers

During the last and the current fiscal year the Company submitted a public offer for the acquisition of the shares of the Athens Stock Market company DELTA Project S.A.

The acceptance period extended from July 25 2006 to August 23 2006, and Mytilineos S.A. offered to all shareholders who would accept, a cash payment of 4.86 per every timely, proper and valid, common, nominal, voting share of DELTA Project S.A.

3.2 Acquisitions and Stakes to the Share Capital of Other Companies

During the last and the current fiscal year the Company purchased or acquired a stake to the share capital of other companies as follows:

- Acquired a 61.97% stake in the share capital of the listed in the Athens Stock Exchange company «DELTA PROJECT SA» for € 30,720,793 and through this an indirect stake in its subsidiaries. The Group consolidated «DELTA PROJECT S.A.» from 12,.06,2006, as this was the date that control was deemed to be acquired. At 12/6/2006 the Group acquire 5,578,000 shares or percentage 44.62% for € 13,166. Additionally, at 13/10/2006 Mytilineos Holdings S.A., acquired 2,168,622 shares of DELTA PROJECT with a price of eight euro (8 Euro) per share, exerting the sellers' put option right. As a result of this, Group's turnover is increased €3,923,848, Group's EBIT decreased by €274,.039 and Group's Equity is increased by €2,349,121. If «DELTA PROJECT Group» was consolidated form the beginning of the period the Group's turnover would be increased by €6,146,921 and Group's Earning after tax would be decreased by €2,863,295. The effect of the above acquisition was a goodwill of € 12,171,361.
- Acquired at 16/6/2006 a 100% stake in the company «GENERAL STEEL-TRADING SA» for € 74,030, which is consolidated for the first time under MYTILINEOS GROUP. The consolidation of the above company was from 16/6/2006, date at which control was to deemed to be acquired. This business combination had no effect in the Group's results. It is noted also that the BOD of MYTILINEOS SA at 26/06/2006 has decided the spin-off of the metal trading sector and its contribution to the above mentioned company which has been renamed to THORIKI S.A.I.C, with Balance Sheet restructure date the 30/06/2006. The spin-off was formally approved by the Prefect of East Attica (No EM23085/26.10.06).
- During the period 01.01 – 30.09.2006, the Group's sudsidiary, «THORIKI S.A.I.C» transfer it's interest in HELLENIC'S COPPER MINES LTD (29,69%). From this transaction, the result before taxes of this subsidiary, was decreased by Euro 6.9m
- Established the company «HELLENIC SOLAR SA", a 100% subsidiary, at 1/6/2006. the company was consolidated for the first time at the reporting period.
- The Group at 11/09/2006 acquired a 100% interest in the company «SPIDER ENERGY SA for Euro 6.85m. The Group consolidated the above company from 11/09/2006, date at which control was to deemed to be acquired.
- The Group participates also with 100% to the Share Capital of the newly established company «NORTH AEGEAN R.E.S. S.A.".

3.3 Disclosures Related to Contingent Assets

Disclosures Related to Contingent Assets

The account of assets «Other receivables» includes a litigation claim of the parent company from Export Credit Insurance Organization (ECIO), amounting to € 14,509,364. The above claim has been granted to the company (decision EA 6619/2004) by the Court of Appeal of Athens. According to the Court's decision ECIO is obliged to pay to MYTILINEOS A.E. compensation which amounts to € 16,069,095.48 plus interest, until full repayment and ensured by an equal amount letter of credit. There are no other litigations which have an important impact on company's and Group's financial position.

Disclosures Related to Contingent Liabilities

In 1998 the company proceed to an agreement with the Romanian governmental service ARSA for the acquisition of a controlling stake in the former governmental entity SOMETRA. The agreement had provisions regarding the obligation of the acquirer to make investments in the field of technology and environment for the years 1999-2003. The agreement had also the provision for arbitration in case of differences upon performance. ARSA, on the back of its claim for violation of the agreement provisions regarding investment obligations, has appealed in the arbitration court asserting payments for non performance related to the investments of the years 2001-2003. The arbitration court has already proceed to the substance of the difference and the Group management believes that there will be no material liability beyond the amount of 1.6m $ that is considered as a realistic provision.

There are no litigations or arbitrations pending against the Group that may have a significant impact on its financial position or operations.

3.4 Other Contingent Assets & Liabilities

The Group accumulated claims from insurance companies, relating to damages incurred at the construction process amounting to € 3,1k have been received until 31.12.2006.

The Group has new accumulated claims amounting to € 1.4k. The outcome of the above mentioned claims is in the stage of finalization by the insurance companies.

In addition the Group has submitted demands to its construction customers, amounting to € 1,500k for executed work that is not related to Contractual Obligations.

3.5 Own Share Purchase

During the reporting period the Group bought treasury shares, specifically, 250,120 shares amounting to€ 6,553,566 (Decision of Ordinary General Shareholders' Meeting at 14/06/2006.

4. Market Overview

4.1 General Market Overview

Mytilineos Holdings S.A. belongs to branch code 512.2 «Wholesale trade of Metals and Minerals» according to the National Statistics Service of Greece (ESYE). The primary activity of Mytilineos S.A. today is the international trade of metals and minerals, as well as having equity stakes in other companies.

4.2 Products.

The Group's main trading activities focus on:

- Non-ferrous base metals: lead, zinc, aluminum and their alloys.
- Ores and minerals: raw materials processed to obtain base metals.
- Steel products: materials used in construction projects and metal manufacturing industries.
- Wires: raw materials in the manufacturing of wire ropes, wire netting and construction grids. The main consumer of wire is the construction sector.

4.3 Market Trends

The price course of the base metals during 2006 surpassed even the most optimistic forecasts, with impressive, to say the least, results. Prices of all metals increased at unusual rates and ranged to an average of +18.9% up to +81.2% , while the relevant index (LMEX) run at +68.43%.

The explosive mixture of upward, although not simultaneous, movement in all developed countries and China, with an obvious and essential inability of the supply to follow sufficiently after many years of under-investment in productive and developmental structures in the metal sectors, seemed to reach a peak during 2006. The global growth came up to 4,9% (4,7% in 2005), with China being the leader (+10,5%) and the industrial countries maintaining the high rate (+2,9%) of the last three years.

At the same time, the participation of short-term and general long-term investment funds which seek higher yields and a more effective diversification of their portfolio, continued to pick up boosting the prices, and the volatility, accordingly.

As per the average yield, copper and aluminum, the metals affecting more the relevant indices, showed an increase of 82.7% and 35.3% respectively, while zinc achieved the best average yield for a second year, with an increase of 136.9%.

4.3.1 Aluminum

Aluminum showed a mean yield of 35.3% maintaining the steady upward course of the recent years and confirming the forecasts of a more balanced growth, compared to the other metals. Demand remains high (+6.9% globally +3.0% Western world) reflecting the growth both in rapid developing China (+20%) and in countries which recently came out of phases of moderated development (European Union, Japan). The rapid growth in the transport and industrial products sector in order to cover basic infrastructures in developing countries, seems to counterbalance the recent continuous downfall of the constructions sector in the United States. The final product supply seems to respond partially (+6% globally +2.0% Western world), while the level of reported stocks is lower, corresponding to the estimated deficit of the production balance (-310 th.), and comes up to approximately 2.6 million tons.

The year's average price comes up to $2,566.79/ton, the year's closing price is $2,850.00/ton, the average price change for each quarter compared to the previous one is 16.6% (1st q.), 9.6% (2nd q.), -6.5% (3rd q.), and 9.7% (4th q.), while the fluctuation range is $3,275.00-$2,267.00.

4.3.2 Zinc

The price of zinc sprang impressively during the year, achieving an average rise of 136.9%. Its price course is not only a result of the amplifying supply-demand parameters and the steady fall of the reported stocks, but also of an obvious turn of important investing capitals into metals which, due to size, were not attractive during the previous years. The global demand is quite higher (+5%) than 2005 (+1,3%), mainly due to the development of China (+13%) and the Western countries (+2,5%), while the production of finished metal follows with the same pace (+5,4%), maintaining the final balance deficit to the previous year's level (approx. 300-320 th. tons). The reduction of the stocks is approximately the same (300-360 th. tons), the reported stocks fell into approx. 450 th. tons, while the rise of production on a mining level remained steady (+3,2%).

The average price for the year is $3,272.62/ton, closing price is $4,331.00/ton, the average price change for each quarter compared to the previous one is 36.7% (1st q.), 46.8% (2nd q.), 2.2% (3rd q.), and 25.0% (4th q.), while the fluctuation range is $46,19.00-$1,919.00.

4.3.3. Lead

Lead maintained the upward course of the last three years and achieved an average increase of 32%. Demand remained once more to very high levels for this metal (+5% globally +1,35% Western world) mainly due to the rapid increase of Chinese export of industrial batteries (approx. 30% of the total demand). Production of finished metal, including the steadily increasing recycling, ranged at the levels of the total consumption (+5,5%-6% globally) but considerably lower than the respective of 2005 (+8.3%). The mining increase rate remained lower (+2,5%-4,5%) compared to previous year (+8,8%), mainly due to unintended losses in Australia, while the estimated production balance (allowing for a sale of small strategic reserves) appears made up, and the levels of recorded reserves are approximately at the level of 2005 (300 th tons)

The average price for the year is $1,287.49/ton, closing price is $1,775.00/ton, the average price change for each quarter compared to the previous one is 18.4% (1st q.), -11,4% (2nd q.), 8.1% (3rd q.) and 36.8% (4th q.), while the fluctuation range is $1,809.00-$914.50.

5. Information for MYTILINEOS HOLDINGS S.A.

5.1 General Information

Mytilineos Holdings S.A. belongs to branch code 512.2 «Wholesale trade of Metals and Minerals» according to the National Statistics Service of Greece (ESYE). The company was founded in 1990 (Gov. Gazette nr. 4422/20.12.1990). The company's headquarters initially were in Athens, 6 Papadiamantopoulou street. In February 2003, headquarters were moved to Kifisia, 11 Georganta street (Gazette 447/10.2.93), and in 1999 headquarters were once again moved to Paradisos of Amarousion, 5-7 Patroklou str., tel. 210-68 77 300 (Gazette 6355/3.8.99). The company is registered to the Record of Joint-Stock Companies of the Ministry of Development, Department of Joint-Stock Companies and Credit, reg. nr 23103/06/B/90/26. Its duration has been set to 50 years and the initial share capital was 400,000,000 GRD (€ 1,173,881.14) fully paid and allocated in 400.000 shares of face value 1,000 GRD (€ 2.93) each.

The Company's goals are:

a. Participation to the share capital of other companies, establishment of subsidiary companies of any legal kind, control and management of those companies, as well as selling of the above stakes.
b. Consulting and servicing any natural or legal person in the areas of organization, management, and business administration, risk management, information systems, financial management, as well as in tax and accounting issues of short-term and strategic programming, including the study, acquisition, and maintenance of data and information, and its distribution for profit.
c. The Company can function as warrantor in favor of third parties, legal entities or natural persons, which are financially related to it, provided that this facilitates its objectives.
d. The purchase, building, and reselling of real estate.

In order to attain its goals, the company may:

a. Sign any kind of agreement with natural or legal persons, native or foreign.
b. Participate in any kind of contests, auctions, etc., granted to the lower or highest bidder.
c. Participate in any business with the same or similar goal, of any type.
d. Cooperate with any natural or legal person.
e. Establish branches or agencies anywhere in Greece or abroad.
f. Represent, manage, act on behalf, and acquire, fully or partly, any business of a natural or legal person, Greek or foreign, having the same or similar goal.

5.2 Background

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

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

Towards this goal, the main steps in the Group's growth and evolution were:

Through a series of acquisitions from 1991 to 1994, the Group consolidated all activities of its subsidiary firms into the parent company, which in 1995 was listed on the Athens Stock Exchange Parallel Market.

The Group's international position was strengthened significantly through a number of strategic agreements signed with metal, mining, and mineral companies of Southeast Europe from 1996 to 1997.

The 1998 acquisition of Romania's Sometra S.A. and the 1999 acquisition of Cyprus-based Hellenic Copper Mines LTD placed the Group at the forefront of the European metal market.

With the 1999 acquisition of METKA S.A., a major metal construction company in Greece, the Group extends its activity. The Company has experience and know-how in the energy sector and cooperates in matters of construction and maintenance with major Greek businesses, like the Public Electricity Company.

Moreover, METKA possesses equipment and through its participation in defense programs is one of the companies of Southeastern Europe which is specialized in complex and high-quality construction.

In 2000, the Group acquired a 43% of the state-owned vehicle industry ELVO S.A. through a process of privatization, and undertook its management aiming to turn it into a profitable and competitive private company. During 2001-2004 the company made profit after a long period of negative financial results.

In 2001, Mytilineos Group entered the sector of energy production and trade and has already put forward an extended investment program amounting to € 300 million. The goal is to exploit the new possibilities created in Greece after the deregulation of the electric energy and natural gas markets. For this reason, the Group has founded 2 new companies: Mytilineos Power Generation and Supplies S.A. and Mytilineos Hellenic Wind Power S.A.

Moreover, in May 2005 Mytilineos Holdings S.A. announced the conclusion of the acquisition of Alcan's Inc. control percentage in the company Aluminum of Greece S.A.

The acquisition of Aluminum of Greece S.A., one of the largest mining, metallurgical, and industrial complexes in Greece is an important step for the further development of Mytilineos Holdings S.A. The Group employs today, in Greece and abroad, a total personnel of 4,500.

Finally, during 2006 the Group acquired the companies Delta Project and Spider Energy Co.

This action, apart from strengthening the Group's portfolio in the Renewable Energy Sources sector (RES) creates also an investment force in the RES, with an investment plan of €360 million until 2010. Moreover, METKA signed a strategic cooperation agreement with ALSTOM, for a joint project undertaking and realization in the general area of Southeastern Europe. The Group employs today, in Greece and abroad, a total personnel of 4,500.

5.3 Group's Activities - Main Events 2006

The sectors of activity of Mytilineos Holdings are: Metallurgy and Mining, Energy, EPC Projects, and Vehicle Industry.

5.3.1 Metallurgy and Mining Sector

The Group's metallurgical and mining activities worked in an extremely favorable environment due to the high purchase prices, investments that create value and good technical performance.

ALUMINUM OF GREECE

Following an intensely deficient 2005, the world alumina market turned to surplus during 2006 due to an impressive increase in production, mainly in China (+70%). This development was reflected to the dramatic fall of the spot prices which, from 600$/t (first trimester) fell into 210$/t (last trimester). However, a price increase has been noticed during early 2007 (from 210$/t to 350-400 $/t for spot prices).

Aluminum's stock market price moved upwards from the beginning of 2006, reaching 3,200/3,300$/t in the middle of May. After that, it retreated into the level of 2,500$/t for a few months and upturned again during the last trimester and early 2007, ranging now between 2,600-2,900$/t.

The positive price course of aluminum as well as the continuous improvement of the cost accounting data (expense reduction program of ATE-2) and the satisfactory technical and operational performance of the factory, were reflected to the financial results of 2006 after taxes and minority rights, which showed an increase of 48,6% compared to 2005.

The production of hydrated alumina in 2006 reached 780 th. tons (782 th. tons in 2005), while the production of primary cast aluminum reached 165 th. tons, approximately the same as in 2005.

The sales of non-hydrated alumina in 2006 came up to 444 th. tons (455 th. tons in 2005) while the sales of aluminum products came up to:

- 111.7 th. tons in piles compared to 107.6 th. tons in 2005
- 47.7 th. tons in plates compared to 52.0 th. tons in 2005
- 3.8 th. tons in sows compared to 3.5 th. tons in 2005

The subsidiary mining company Delphi Distomon operated smoothly in 2006, with sales of bauxite which reached 887 th. tons compared to 823 th. tons in 2005.

The announced € 260 million investment program for 2006-2008 is being realized as anticipated. The construction of the Co-generation Power Plant is nearly concluded, the Wagstaff investment for a qualitative/quantitative improvement of the production of aluminum piles is finished, and the study for an extension of the alumina production potential from 0.8 to 1.1 million tons annually is under way.

2007 is expected to be a very good year, as the aluminum prices are maintained high, and the very good prospects surpass the first half of the year. Also, the realization/conclusion of the production expense program ATE-2 is expected to affect positively the results and the cash flow of the company.

SOMETRA

During 2006, the Group made significant investment of $ 6 million at the zinc/lead production industrial facilities in Copsa Mica of Rumania. The facilities were modernized, the environmental protection improved and the plant's production capability increased by 20%-25%, into 62 million tons of zinc and 18 million tons of lead annually. This is especially important today due the high international metal prices. The zinc/lead production was less in 2006 due to the shutdown during the upgrading works, and reached 45/10 th. tons respectively.

5.3.2 Energy Sector

In 2001, Mytilineos Group entered the sector of energy production and trade and has already put to course an extensive investment program in order to exploit the possibilities created in Greece after the de-regulation of the electric energy and natural gas markets.

For this reason «MYTILINEOS HOLDINGS S.A.» founded two new subsidiaries «MYTILINEOS POWER GENERATION AND SUPPLIES S.A.» (MPGS) and «MYTILINEOS HELLENIC WIND POWER S.A.».

Since 2006, there is one operative wind park of 17 MW at Sidirokastro of Serres - the first wind park constructed in Central Macedonia. According to the Group's operational plan, each year at least one new wind park out of the Group's portfolio shall be implemented.

In the context of its dynamic presence in the energy sector, the Group took over DELTA PROJECT, an Athens Stock Market company since 2004. This company is activated in the design and realization of «turn key» units for industries, as well as in the area of Renewable Energy Sources (RES) through the:

- Erection of Small Hydroelectric Power Stations (SHPS) and Wind Parks
- Construction of Hydroturbines and Peripheral Energy Electromechanical Equipment
- Participation to the financing, development, and commercial exploitation of RES stations

DELTA PROJECT possesses 30 power production units, mainly through its subsidiaries DELTA ENERGY Co. SA and IONIA ENERGY Co. SA, of which:

- 3 operating hydroelectric units of total power 7MW,
- 8 hydroelectric units of total power 21MW which are under construction and are expected to be finished within 2008,
- 16 hydroelectric units and two wind parks of a total power 47.84MW and 18MW respectively which are under development,
- Applications for acquisition of power production licenses from wind parks of 65MW total power.

This agreement reinforces significantly the potential and development prospects of Mytilineos Group in the energy sector, since it boosts the capability to develop renewable energy projects adding considerable know-how, apart from the wind parks, for the development of hydroelectric power production units.

The Group's potential and growth in the Energy Sector is significant, since the total licensed electric power from renewable energy sources now surpasses the 600 MW, and the general total (thermal and renewable sources) surpasses the 1,700 MW. This gives a precedence to the Group in view of the gradual deregulation of the electric power in Greece. At the same time, its wide-range activity in the Energy market (project construction, energy-steam co-production, electricity import, production from thermal and renewable sources), places in a strategically flexible position the Group, allowing it to take business decisions which improve its profit, according to the existing conditions of the still under development Greek market.

A major event in 2006 for the establishment of the Group's strategic position in the Energy sector was also the decision to contest jointly with ELLINIKI TECHNODOMIKI S.A. for the public metallurgical area of Vevi at Florina prefecture (60% AKTOR, 30% METKA, 10% MPGS). This is the first cooperation of the two Groups, who intend to cooperate also in the future for the acquisition of other lignite exploitations.

The Group also decided to implement straightaway its investment plan for the construction and operation of an independent power production station at the country's southern system (Agios Nikolaos of Viotia). In this context, Mytilineos SA authorized MPGS SA to construct and operate an independent commercial power station of 412 MW installed power. The subsidiary MPGS possesses all necessary approvals and licenses and is ready to begin the construction. This will be a gas-powered, combined cycle station. The commercial power station of Agios Nikolaos shall produce approximately 2500 GWh annually which shall dispose to the market of gross electric energy, in suppliers and selected clients. The total investment surpasses € 215 million.

The construction of the new combined cycle unit shall begin in March 2007 by subsidiary METKA SA. The time schedule anticipates completion of the project in June 2009. The unit shall be placed beside the Co-generation Power Plant (Thermal and Power) of 334 MW, which is under construction and shall be put to operation in July 2007.

The natural gas transfer pipe (of length 29 km and diameter 20 inches), which shall feed both stations, is already under construction and will be finished in May 2007. With this project, the Group completes the first phase of the Energy Center of Agios Nikolaos which was presented in 2005. This Energy Center of a total power 746 MW, placed in the country's southern system, shall add power gradually (until 2009) to the country's electrical system. Its total annual production represents approximately a 10% of the total consumption of the interconnected system, and approximately a 35% of the consumption of the Attika prefecture. Thus, it shall both stabilize the southern part of the electrical system, which is already burdened, and shall reduce considerably the possibility of a black out.

Finally, in April 2006, MPGS received a license for trading electric energy of 310MW total power. In early 2007, MPGS shall begin importing electric energy both from the Northern Interconnections of Greece and from Italy. The company has already shaped and continues to expand its cooperation network in the area of electric power trading in Southeastern Europe and Italy. Thus, its goal is not only to import/export power in Greece but also to become a power supplier in the general region of Southeastern Europe.

5.3.3 EPC Projects Sector

In the EPC Projects Sector, the Group operates through METKA S.A. and its subsidiaries. During 2006, METKA had a considerable activity in the Energy, Defense, and Infrastructure sectors.

More specifically, the METKA Group undertook or continued from previous year the following projects:

Energy Projects

- ***SES Lavrio, Attika***

METKA won the relevant tendering process of the Public Electricity Company and undertook as an EPC Contractor the study, supply, transportation, installation and initialization of operation of a combined cycle, single axis, natural gas fired Unit Nr. 5, of 377.66MW power. The contract was signed on 2/1/2004. The total cost of the project is € 194 million and the contractor undertakes also the long-term maintenance of the gas-turbine, initially for 6 years. The value of the maintenance is € 19.8 million, and the Public Electricity Company has the right to extend the maintenance period for 6 more years, with an additional cost of € 18.9 million.

The contractor's obligation includes the following: design, study, manufacture, construction, supply, tests in the factories, transportation and storage in the area of the Project, assembly, installation, on-site tests, operation of the equipment, spare parts supply, supply of all required services (technical or other), as well as the design, study, and construction of the necessary Civil Engineer works and all necessary auxilliary premises, the demolition, dismantling and disposal of old constructions and equipment, connection with the natural gas network of the Public Gas Supply Company, and connection with the 400 kV Substation.

This very important project, with high and specialized demands and short deadline, was a challenge which METKA confronted with the know how and experience of an internationally competitive company, and a project contributing to the solution of the energy problem in our country. The first ignition of Unit Nr. 5 was effected in February 2006 and its commercial operation started in April 2006.

Turnover for 2006 reached €12.13 million.

■ *Power and Thermal Co-production Station for ALUMINUM OF GREECE S.A.*

METKA S.A. undertook as an EPC contractor the timely, workmanly, complete, economical, and safe execution of the Co-production Project of Aluminum of Greece (AOG) which includes the Study, Supply, Transportation, Installation, and Initialization of Operation of a Co-production natural gas fired Station of 316MW and 252 MWth power. The contract was signed in July 2005. The Co-production Station will cover the power and thermal (through steam) needs of the Aluminum and Alumina production plant at Agios Nikolaos of Viotia.

More specifically, the above project, which will be executed in 25 months from the contract date and has a budget of €180 million includes the design, study, manufacture, fabrication, supply, tests, transportation, assembly, supply of any required services (technical or other), the study and construction of appropriate Civil Engineer works, connection to the natural gas network, and to the network of Electric Energy Transfer with a sub-station of 150kv.

The main parts of the project are :

- Two (2) Gas-turbines with their generators and auxiliary installations.
- Two (2) Boilers of emission thermal recovery with 4 funnels (including the detour funnels).
- One (1) Steam-turbine with an in-between bleed-off, its generator and compressor, and all auxiliary items.
- One (1) double-fueled Boiler.
- Complete cooling, steam, water supply, condensate, production of de-ionized water, compressed air, chlorinating, fire-protection and sensing, and air-conditioning systems.
- One (1) Sub-station of 150kV, as well as the construction of the necessary buildings for installing the electrical equipment.
- System for the Automation and Monitoring of the Station's operation
- All necessary interconnections with the existing networks and installations.

Turnover for 2006 reached €138.88 million.

■ *Filter Replacement at SES Megalopoli*

The replacement of the existing electrostatic lignite filters of Unit III at SES Megalopoli, continued during 2006. The value of the contract is € 15.9 million. The project was realized by METKA – ALSTOM POWER SWEDEN A.B. consortium, with participation percentages 69.3% and 30.7% respectively. The work started in March 2003 after signing the relevant contract with the Public Electricity Company, and was concluded in March 2006 with the commercial operation of the last filter. With the contract supplements nr. 1, 3 & 4 which were signed in February 2004, May 2005, and September 2005, the total contractual value became € 16.4 million.

The project concerns the replacement of the six electrostatic lignite filters at the top of the boiler-room of Unit III at SES Megalopoli, and includes the following: study, design, equipment manufacture, tests in the factories, supply, transportation and storage in the area of the Project, assembly, installation, on-site tests, operation of the equipment, gas distribution model test, dismantling and disposal of old equipment, spare parts supply, and supply of all required technical services related to the project.

The project is expected to contribute decisively to a reduction of the pollution emission and improvement of the environment of Central Peloponese.

Turnover for 2006 reached €1.01 million.

Filters for SES Agios Dimitrios

Following an international tendering process by the Public Electricity Company, the consortium METKA - ALSTOM POWER SWEDEN A.B., undertook in September 2004 the project «Upgrading the existing electrostatic ash filters and addition of new ones on Units I, II, III, and IV of SES Agios Dimitrios».

The METKA-ALSTOM Group has already executed successfully a similar project, which concerned the supply, installation and operation of Electrostatic Filters on Units III and IV of SES Kardia.

The project - which is of contractual value €130 million, €89 million of which concern METKA - includes the design, study, manufacture, supply, assembly, on-site installation and operation of all equipment (Electrostatic Filters, emmission ducts, system for the removal of suspended ash, emission thermal recovery system, electrical equipment, control systems, etc.), as well as the study and construction of the necessary Civil Engineer works. According to the contract, the above contractual value may be revised.

The project includes also the dismantling and relocation of the existing operating units which are in the area of installation of the new equipment, as well as the upgrading of the existing electrostatic filters and the supply of spare parts.

METKA has a leading role in the Group, participating with approx. 68.5%, and has undertaken, among others, the following responsibilities:

- representation of the Group in the eyes of the Head of the project – that is, the Public Electricity Company.
- study, design, and construction of the necessary Civil Engineer works
- study, design, and supply of the biggest part of the mechanical equipment which includes basic elements like the emission suction fans, etc.
- study, design, and supply of the electrical equipment and control systems.
- installation of all equipment and initialization of their operation.

The on-site works started in October 2004, by dismantling the existing equipment and doing the appropriate excavations. Concluded are today the works concerning the filters of Units I and II, and those Units are commercially operative. Electromechanical works are now being effected in Units III and IV. Unit IV is anticipated to be turned-off in August 2007, for the three-month interconnection period, and Unit III in February 2008. Works are expected to be concluded (following the interconnection delay by the Public Electricity Company) in March 2008.

Turnover for 2006 reached €56.5 million.

New Projects in 2006

TITAN Factory Works – Zlatna Panega Cement, Bulgaria

METKA undertook in early 2006 the construction and erection of a vertical concrete mill, with a production potential of 80-135 tons of concrete per hour and 2.4MW power, as well as other auxiliary equipment, including bag filters, belt-conveyors, bin transporters, ash silos, cement clinkers, hydraulic networks, etc.

After that, METKA undertook the fabrication and erection of two electrostatic filters and the reconstruction of a clinker cooler, together with their tubes in the plant's furnace exits.

Finally, it undertook the project of converting two electrostatic filters into hybrid ones (half electrostatic and half bag filters) at the pre-heaters of the two furnaces, as well as the tubes of the one unit's pre-heater.

In total, the value of all METKA contracts in 2006 comes up to €4,4 million and includes 1,400 tons of industrialized constructions, and erection of 2,500 tons. After the conclusion of the works, the biggest part of the renovation and expansion of the factory shall have been realized, thus doubling the concrete production.

Turnover for 2006 was €2.9 million.

Ilarion Hydroelectric Project (HEP), Small Ilarion HEP and small Papadia HEP

METKA was the lowest bidder in the relevant EPC tendering process, and undertook as EPC contractor the study, construction, assembly, erection, tests and initialization of operation of the hydroelectric units of the Ilarion HEP (2 units of 77,45 MW each), the small Ilarion HEP (a unit of 4,2 MW), and the small Papadia HEP (a unit of 0,57 MW) – the total power being 159,67 MW. The contract was signed on 31/7/2006 and the total contractual value is €28.1 million.

The contractor's obligation includes the design, study, industrialization, construction, supply, tests in factory, transportation and storage in the area of the project, assembly, installation, on-site tests, and initialization of the operation of the hydro-turbines, the speed regulators, valves, generators, transformers, sub-station equipment of 150 kV, medium voltage boards, portal cranes, gate barriers, and auxiliary electromechanical equipment for the Ilarion HEP, the small Ilarion HEP, and the small Papadia HEP, as well as spare part supply and supply of any required service, technical or other.

This is a demanding project, which confirms the specialized knowledge that METKA has acquired in hydroelectric works during the last 20 years.

The works are expected to be concluded in the middle of 2009, and the commercial operation shall start at the end of 2009. Smaller parts of the project concerning the small hydroelectric units are expected to be concluded up to mid-2008.

Belt-stations for Kardia and Mavropigi Mines

METKA was the lowest bidder in the relevant EPC tendering process and undertook in October 2006 the project Supply, Installation, and Testing of Belt-stations for the electric movement of belt-conveyors with short-circuited cursors and frequency converters at the mines of Pedia Kardias and Mavropigi Lignite Center of West Macedonia.

The project has a contractual value of 26.4 million and includes the design, study, industrialization, fabrication, supply, tests in the factories, transportation and storage at the project site, assembly, installation, tests on-site, equipment initialization, spare part supply, supply of any needed service, technical or other, of all the necessary equipment of sixtyone belt-stations and the relevant belt-conveyor movement engines.

The purpose of the project is to acquire the necessary equipment for the movement of the new belt-conveyors which are being manufactured by the EPC at the Pedia Kardias and Mavropigi mines. Only six belt-stations are going to replace already operative belt-stations.

The studies and needed supplies for this project, as well as the fabrication, tests and initialization of its biggest part shall be effected within 2007. The rest of the project, including the fabrication of the rest of the equipment and the respective tests, is anticipated to be concluded in June 2008.

Repair of Unit IV at SES Ptolemaida

METKA undertook from ALSTOM INFRASTRUCTURE HELLAS SA a considerable part of the above project which includes the following:

a Study – Supply – Erection of the damaged metal constructions, the small tube-supports and valves, the thermal insulation of the high-pressure parts, the boiler plating (roof and walls).

b Fabrication of all equipment supplied by ALSTOM, including main tubing and suspensions, entrance collector with interconnecting tubes, control and safety valves, gauges and monitors.

c Controls and thermal processing of the weldings.

The works commenced on December 8 2006 (METKA/ALSTOM contract date) and are expected to be concluded on April 4 2007, with the project's delivery to the Public Electricity Company.

METKA's payment is €3.8. Turnover for 2006 was €1.1 million.

Power Station in Pakistan's Karachi

METKA was the lowest bidder in an international tendering process and undertook from Karachi Electricity Supply Company Ltd (KESC) the project «Design, Study, Industrialization, and Supply of two (2) open-cycle gas-turbines GE LM6000 and two (2) combined-cycle gas-turbines GE LM6000, capable of using two types of fuel (natural gas and petroleum) including a steam-turbine, an exhaust capture boiler, and all the necessary equipment, of a 220MW total power», at the city Karachi of Pakistan.

The entrusting was effected on 22/12/2006, the contract signed on 23/01/2007, and the contractual value is €110 εκατ.

According to the contract, the four gas-turbine units shall be put to operation on 31/07/2007, 30/08/2007, 30/09/2007, and 30/01/2008 respectively, while the date of operation of the combined-cycle turbine is 22/12/2008.

This project is a first effort for METKA to expand its activities in country with great prospects in the energy market. The successful conclusion of the said project may lead to a series of similar works in Pakistan, a market of 160,000,000 people with many shortages but increasing demand for electric power. Also, this is a challenge for METKA and its personnel which, based on their experience from similar energy projects in Greece, are now responding to the demands of the global energy market.

Defense Projects

Neptune Submarine Upgrade

The production for the upgrade of the Neptune submarines continued in 2006. The contract with the company HDW (HOWALDTSWERKE-DEUTSCHE WERFT) was signed on 26/1/2004.

Turnover for 2006 was €700 th.

Co-production of LEOPARD 2-Hel tanks

A. Co-operation with KMW (Krauss Maffey Wegman) continued during 2006, for the production of 170 Leopard 2-Hel Armored Vehicles for the Greek Armed Forces. The €125.36 million contract will ensure a long-term production at the Volos Factory. A delivery of 36 tank towers and 36 tank hulls together with the relevant mechanical packages was effected timely during 2006. Turnover for 2006 was €38.8 million.
B. In the context of the above Program, a contract has also been signed with Rheinmetall Landsysteme company for a co-production of 12 collecting vehicles of the ARV Leopard 2-Hel. The contract value is €9.1 million. Turnover for 2006 is €1.2 million.
C. Finally, in the context of the above Program, a contract has been signed with Rheinmetall Waffe Munition company for a co-production of 170 armored firearm stands for the Leopard 2-Hel tank. The value of the contract is €2.63 million and turnover for 2006 reached €1.7 million.

Various

Volos Real Estate

During 2006, the construction of a residential complex in a property on the beach front of Volos continued. Construction began in 2003, after securing the relevant license. METKA purchased the property at € 2.35 million after share capital increase. During 2005, 9 apartments were sold, of a total value €1,732,529.00. During 2006, 4 apartments were sold, of a total value €851,027.64. The construction of the complex was finished early 2007.

Maintenance Works in the Plant of Aluminum of Greece

METKA has undertaken by Aluminum of Greece S.A. the annual maintenance of the company's plant and facilities in Agios Nikolaos of Viotia. Turnover for 2006 was €7.1 million.

Various Projects

Apart from the above mentioned projects, METKA executed during 2006 various other – already contracted - with a total turnover which surpassed €2.1 million.

5.3.4 Vehicle Manufacturing Sector

With the acquisition, in August 2000, of a 43% share in ELVO (Hellenic Vehicle Industry), the largest enterprise of its kind in Greece, Mytilineos Holdings S.A. has significantly strengthened the industrial profile of the Group, especially in the field of defense systems and armaments. This acquisition complements the Group's activities in electromechanical equipment, and in minerals and metallurgy.

ELVO's activity in 2006 was very low, with a high personnel underemployment, due to the Ministry of Defense's significant delay in the appointment of subcontractors.

ELVO's backlog right now reaches €100 million and concerns 2 main contracts: 301 specialized vehicles 1-2 tv which were contracted in March 2006 and the assembly and final tests of 140 LEOPARD tanks, as well as the contract for a construction of buses for the urban transport organization of Thessaloniki.

5.4 Human Resources

Mytilineos Holdings S.A. personnel and administrative officers and other employees are carefully selected.

ALLOCATION LEVEL OF PERSONNEL

	THE GROUP		THE COMPANY	
	31/12/2006	**31/12/2005**	**31/12/2006**	**31/12/2005**
Full Time Employees	2,360	3,314	60	63
Part Time Employees	1,154	419	3	2
Total	**3,514**	**3,733**	**63**	**65**

Mytilineos Holdings S.A. provides continuous training for its personnel and is in full compliance with all worker safety and health regulations. In addition to mandatory state insurance coverage, the company offers all staff supplementary insurance through the ALICO AIG Life Insurance Company. ALICO AIG Life's group policy provides employees with coverage for accidents, health care, and life insurance Relations between the Group's administration and employees are excellent.

5.5 Fixed Assets – Guarantees and Real Securities

MYTILINEOS S.A. fully owned on 31/12/2006 the following landed property:

5.5.1 Land – Building Facilities

- Land plot of approx. 18,000 m2 at the 29th km of the National Road Athens-Lamia, of value € 1,068,000.00.
- Land plot of approx. 7,300 m2 at the 47th km of the National Road Athens-Lamia, in Avlona of Attika, of value € 311,000.00.
- Land plot of 67,533 m2 in the area of Kalamata, of value € 802,000.00.
- Land plot of approx. 7,072 m2 in Aspropyrgos of Attika, of value € 884,000.00, and ground floor industrial storehouse of approx. 2,200 m2 within the above land plot, of value € 875,284.00.
- Land plot of approx. 761 m2 in Paradeisos of Amarousion and a building of 1,530 m2 for the company's new private headquarters, of total value € 4,481,161.00.
- Land plot of approx. 13,600 m2 at the industrial area of Ioannina, of acquisition value € 250,000.00, and industrial storehouse of approx. 2,000 m2 within the above land plot, of value € 808,870.00.Land plot of approx. 15,466.5 m2 in Thessaloniki – Sindos Industrial Area, of acquisition values € 850,000.00, and the buildings contained: a factory of 2,078.77 m2, offices of 249.04 m2, storehouse of 252.74 m2, of total value € 702,849.00.
- An first-floor apartment of 53.46 m2 in Midias street, nr. 35, at the Peraia community of Thessaloniki, with an acquisition value of € 72,254.00.

It should be noted that the Company has branches at the 29th km of the National Road Athens-Lamia, in Aspropyrgos of Attika, as well as a storehouse in Thessaloniki – Sindos Industrial Area, in private land plots, for deliveries and receipts of goods. It also has a branch in the Industrial Area of Ioannina, in a private land plot, for deliveries, receipts, and sales of goods.

5.5.2 Mechanical Equipment – Technical Installations

The privately owned mechanical equipment consists of:

- Two (2) portal cranes, moving in a straight line, with a 5MT lifting capacity each, installed in the distribution center of the Ioannina Industrial Area.
- One (1) portal crane, moving in a straight line, with 10MT lifting capacity, installed in Aspropyrgos of Attika.
- One (1) portal crane, moving in a straight line, with 2X8MT lifting capacity, installed in Aspropyrgos of Attika.
- One (1) portable electronic scale of 5MT.
- One (1) electric weight-bridge of 18 meters and weight capacity 60MT, in Afidnes of Attika.
- One (1) electric weight-bridge of 18 meters and weight capacity 60MT, in Aspropyrgos of Attika.
- Other auxiliary facilities (personnel installation buildings, tool storehouses, etc.)

5.5.3 Fixed Assets – Guarantees and Real Securities

5.5.3.1 Tangible Assets

Land, Buildings and Machinery were valued, as at the transition date to IFRS (01/01/2004), at deemed cost according to the provisions of IFRS 1. The «deemed cost» cost is considered as the fair value of the fixed assets at the transition date to IFRS, which was defined after a study by an independent Property Valuator.

There are no mortgages or collaterals on the fixed assets, regarding Group loans.

GROUP

amounts in €	**Land & Buildings**	**Vehicles & Mechanical Equipment**	**Furniture and Other Equipment**	**Tangible Assets Under Construction**	**Total**
Gross Book value	81,666,572	72,901,576	6,149,989	1,535,808	162,253,944
Accumulated Depreciation and/or Impairment	(24,277,931)	(32,513,139)	(4,542,969)	-	(61,334,039)
Book Value as at 1 January 2005	**57,388,641**	**40,388,436**	**1,607,020**	**1,535,808**	**100,919,906**
Gross Book Value	260,753,468	556,544,166	19,713,448	66,774,590	903,785,672
Accumulated Depreciation and/or mpairment	(39,446,575)	(416,689,911)	(16,645,790)	-	(472,782,276)
Book value as at 31 December 2005	**221,306,893**	**139,854,255**	**3,067,658**	**66,774,590**	**431,003,396**
Gross Book value	269,637,347	609,570,744	21,782,753	136,619,063	1,037,609,907
Accumulated Depreciation and/or Impairment	(43,471,191)	(435,208,243)	(17,970,177)	-	(496,649,611)
Book Value as at 31 December 2006	**226,166,156**	**174,362,501**	**3,812,576**	**136,619,063**	**540,960,296**

amounts in €	Land & Buildings	Vehicles & Mechanical Equipment	Furniture and Other Equipment	Tangible Assets Under Construction	Total
Book Value as at 1 January 2005	**57,388,641**	**40,388,436**	**1,607,020**	**1,535,808**	**100,919,906**
Additions	471,955	4,322,678	613,523	17,387,150	22,795,306
Additions from Acquisition/ Consolidation of Subsidiaries	163,664,870	99,219,832	1,435,033	60,208,949	324,528,684
Additions from Acquisition/ Consolidation of Subsidiaries	20,131	(2)	3	(1)	20,131
Sales-Reductions	0	(594,229)	(1,881)	(370,081)	(966,191)
Depreciation	(1,127,947)	(4,895,868)	(587,443)	-	(6,611,258)
Reclassifications	(191,838)	(3,102)	2	(12,175,645)	(12,370,583)
Net Foreign Exchange Differences	1,081,081	1,416,509	1,401	188,410	2,687,401
Book Value as at 31 December 2005	**221,306,893**	**139,854,255**	**3,067,658**	**66,774,590**	**431,003,396**
Additions from Acquisition/ Consolidation of Subsidiaries	5,215,994	11,185,280	312,913	14,845,330	31,559,517
Additions	718,588	42,317,362	1,378,506	86,820,151	131,234,607
Sales-Reductions	(10,466,268-)	(1,491,943)	(168,744-)	-	(12,126,956-)
Depreciation	(3,074,320)	(17,069,365)	(778,830)	-	(20,922,516-)
Reclassifications	269,090-	115,365	1,071	(31,821,009)	(31,435,484-)
Net Foreign Exchange Differences	12,196,181	(548,452)	2	-	11,647,731
Book Value as at 31 December 2006	**226,166,156**	**174,362,501**	**3,812,576**	**136,619,062**	**540,960,295**

COMPANY

amounts in €	Land & Buildings	Vehicles & Mechanical Equipment	Furniture and Other Equipment	Tangible Assets Under Construction	Total
Gross Book Value	13,226,896	607,598	917,697	-	14,752,191
Accumulated Depreciation and/or Impairment	(1,615,937)	(480,701)	(705,131)	-	(2,801,768)
Book Value as at 1 January 2005	**11,610,959**	**126,897**	**212,566**	**-**	**11,950,423**
Gross Book Value	13,183,163	626,916	990,254	-	14,800,333
Accumulated Depreciation and/or Impairment	(1,846,841)	(501,966)	(769,541)	-	(3,118,349)
Book Value as at 31 December 2005	**11,336,322**	**124,950**	**220,712**	**-**	**11,681,984**
Gross Book Value	13,183,163	158,325	1,093,304	-	14,434,792
Accumulated Depreciation and/or Impairment	(2,077,746)	(98,912)	(812,366)	-	(2,989,024)
Book Value as at 31 December 2006	**11,105,418**	**59,412**	**280,938**	**-**	**11,445,768**

amounts in €	Land & Buildings	Vehicles & Mechanical Equipment	Furniture and Other Equipment	Tangible Assets Under Construction	Total
Book Value as at 1 January 2005	**11,610,959**	**126,897**	**212,566**	**-**	**11,950,423**
Additions	-	24,608-	72,557	-	97,164
Additions from Acquisition/Consolidation of Subsidiaries	-	-	-	-	-
Additions from Acquisition/Consolidation of Subsidiaries	-	-	-	-	-
Sales-Reductions	-	(5,290)	-	-	(5,290)
Depreciation	(230,904)	(21,265)	(64,411)	-	(316,580)
Reclassifications	(43,732)	-	-	-	(43,732)
Net Foreign Exchange Differences	-	-	-	-	-
Book Value as at 31 December 2005	**11,336,323**	**124,950**	**220,712**	**-**	**11,681,985**
Additions from Acquisition/Consolidation of Subsidiaries	-	-	-	-	-
Additions	-	237,977	229,441	-	467,418
Sales-Reductions	-	(386,412)	(87,632)	-	(474,044)
Depreciation	(230,904)	(19,628)	(82,655)	-	(333,187)
Reclassifications	(1)	102,526-	1,071-	-	103,596
Net Foreign Exchange Differences	-	-	-	-	-
Book Value as at 31 December 2006	**11,105,418**	**59,412**	**280,938**	**-**	**11,445,768**

Mytilineos S.A. has signed insurance contracts for all its fixed assets, with a duration until 31/12/2006.

INSURANCE TABLE OF MYTILINEOS S.A. (amounts in €)

INSURANCE COMPANIES	COVERED RISKS / COVERED ITEMS	AMOUNT
AIG GREECE	FIRE INSURANCE & SIDE RISKS	
	(BUILDING – 5-7 PATROKLOU STR.)	3,978,090
AGROTIKI INSURANCE COMPANY	MERCHANDISE – STOREHOUSE INSURANCE	
	(ASPROPYRGOS – SINDOS – IOANNINA)	3,770,000
AGROTIKI INSURANCE COMPANY	STOREHOUSE INSURANCE	
	(ASPROPYRGOS – SINDOS – IOANNINA)	2,805.274

6. Information Concerning Equity, Shareholders, the Administration and the Personnel of the Company

6.1 Share Capital Development

The Company's share capital reaches today the amount of twenty four million three hundred twelve thousand two hundred and four euro (24,312,204), and is divided into 40,520,340 common innominate shares of a nominal value € 0.60 each. The share capital reached this amount after successive increases, as follows:

- According to the Company's statutes, the initial share capital was four hundred million drachmas (400,000,000), divided into (400.000) innominate shares, of nominal and sale value one thousand drachmas (1,000) each. This amount was fully paid in cash (Gov. Gazette 4422/20.12.1990, S.A. and L.T.D. companies issue).
- Following the BOD's decision on May 12 1992 and the authorization of the General Meeting of the Company's Shareholders on May 8 1992, there was a Share Capital increase by GRD 100,000,000 through payment in cash and the issue of 100,000 thousand innominate shares, of a nominal and sale value GRD 1,000 each (Gov. Gazette 450/10.02.93 S.A. and L.T.D. companies issue).
- Further to a decision of the General Meeting of the Company's shareholders on June 20 1994, there was an increase of the Share Capital by GRD 1,846,000 i) through a capitalization of the surplus value obtained by the revaluation of the Company's fixed assets based on law 2065/92 (GRD 1,844,636, and ii) through cash payment of GRD 1,364, with the issue of 1,846 new innominate shares, of a nominal value GRD 1,000 each.
- The following decisions were taken by the Extraordinary General Meetings of February 6 1995 and September 15 1994:
- Devaluation of each Company's share from GRD 1,000 to GRD 250. Thus, four new shares had the value of one old.
- Share Capital increase by GRD 85,405,000 through the issue of 341,620 new common shares of a nominal value GRD 250 and sale value GRD 1,200 each. This capital increase was covered by a public offer for subscription and import of all shares to the Parallel Market of the Athens Stock Market. A reserve fund of GRD 324,539,000 was created through a share premium account.

Following a decision by the Extraordinary General Meeting of the Company's Shareholders on October 25 1996, each share's nominal value was lowered from GRD 250 into GRD 100. The total shares number increased by 3,523,506 and reached 5,872,510. The new shares were distributed for free (three new ones for every two old).

The Annual General Meeting of June 17 1997, decided the following:

1. A Share Capital increase by GRD 88,088,000 through payment in cash and the issue of 880,880 new common innominate shares, of a nominal value GRD 100 each and sale value GRD 3,300 each.
2. Distribution of the new shares through a public offer for subscription. For this reason, the old shareholders waived their preemption right.
3. The transfer of the Company's share from the Parallel to the Main Market of the Athens Stock Exchange.

Thus, the Company's share capital came up to GRD 675,339,000, divided into 6,753,390 common shares of a nominal value GRD 100 each.

- A Share Capital increase was decided by the Extraordinary General Meeting of the Company's Shareholders on November 11 1997, through a capitalization of the surplus value which resulted by the revaluation of the Company's fixed assets according to law 2065/1992 (GRD 93,097,955), and a partial capitalization of the share premium account (GRD 1,257,580,045). Thus, the total share capital increase was GRD 1,350,678,000 through an issue of 13,506,780 new common innominate shares, of a nominal value GRD 100 each. The new shares were distributed for free to the old shareholders (two new shares for each old one).

- The Extraordinary General Meeting of the Company's Shareholders on July 28 1998 decided the following:

1. A Share Capital increase by GRD 16,208,136,000 through a cash payment and the issue of 16,208,136 new common innominate shares, of a nominal value GRD 100 and sale value GRD 1,000 each. The new shares were distributed through a preemption right to the existing shareholders of the Company (eight new for each ten old).

2. A Share Capital increase by GRD 405,203,400 through a capitalization of the share premium account, and the issue of 4,052,034 new common innominate shares, of a nominal value GRD 100 each. The new shares were distributed for free to the old shareholders (two new shares for each ten old).

Therefore, the Company's share capital reached GRD 4,052,034,000, divided into 40,052,034 common shares, of a nominal value GRD 100 each.

- The Repeated General Meeting of the Company's Shareholders on July 12 1999, decided the following:

1. A Share Capital increase by GRD 4,052,034,000 through an issue of 40,520,340 new common innominate shares, of a nominal value GRD 100 and sale value GRD 1,250 each. The new shares were distributed through a preemption right in favor of the old shareholders (one new share for each one old);

2. A conversion of the Company's innominate shares into nominal and the relevant modification of the article 6 of the statutes, based on the clauses of law 2328/95 (article 15).

Following the above, the Company's Share Capital reached GRD 8,104,068,000, divided into 81,040,680 common shares, of a nominal value GRD100 each.

- The Annual General Meeting of the Company's Shareholders on June 28 2000 decided the following:

1. An increase of the share's nominal value from GRD 100 to GRD 200.

Thus, the Company's share capital reached GRD 8,104,068,000, divided into 40,520,340 dematerialized shares, of a nominal value GRD 200 each.

- The Annual General Meeting of 01.09.2001, which confirmed the decision of the General Assembly of 29.06.2001, decided:

1. An increase of the GRD 8,104,068,000 Share Capital through a capitalization of the surplus value obtained from the revaluation of the Company's fixed assets based on law 2065/1992 (GRD 180,315,513) through an increase of the share's nominal value from GRD 200 into GRD 204.45.

2. The conversion of the Share Capital and the share's nominal value into euro.

Therefore, the company's Share Capital is GRD 8,284,383,513 or euro 24,312,204 divided into 40,520,340 shares of a nominal value GRD 204.45 or euro 0.60 each.

6.2 Share Capital

i) Share Capital

amounts in €	Number of Shares	Common Shares	Above Par	Treasury Shares	Total
Balance as at 01/01/2005	**40,520,340**	**24,312,204**	**183,906,926**	**(5,161,261)**	**203,057,869**
Share Issue	-	-	-	-	-
Purchase of Parent's Shares (Treasury Shares)	-	-	-	-	-
Sale of Parent's Shares (Treasury Shares)	-	-	3,613,838	5,161,261	8,775,099
Balance as at 31/12/2005	**40,520,340**	**24,312,204**	**187,520,764**	**-**	**211,832,968**
Share Issue	-	-	-	-	-
Purchase of Parent's Shares (Treasury Shares)	(250,120)	(150,072)	(6,403,494)	-	(6,553,566)
Sale of Parent's Shares (Treasury Shares)	-	-	-	-	-
Balance 31/12/2006	**40,270,220**	**24,162,132**	**181,117,270**	**-**	**205,279,402**

The «above par» account has resulted from the issuance of shares above their par values.

ii) Fair Value & Translation Reserves

GROUP

	FAIR VALUE RESERVES		TRANSLATION RESERVES	
amounts in €	Hedging Reserves	Reserves from Revaluations of Available for Sale Financial Assets	Reserves for Exchange Rate Differences	Total
Balance as at 01/01/2005			**(1,596,271)**	**(1,596,271)**
Revaluation	-	-	-	-
Gross Total	-	-	-	-
Less:Tax	-	-	-	-
Evaluation Profit/Loss Transferred to Equity	-	18,621,523	-	18,621,523
Profit (Loss) Transferred to P&L After Sales	-	(3,277,785)	-	(3,277,785)
Profit (Loss) Transferred to Result Carried Forward	-	-	(1,670,610)	(1,670,610)
Cash Flow Hedging	(176,083)	-		(176,083)
Balance as at 31/12/2005	**(176,083)**	**15,343,738**	**(3,266,881)**	**11,900,774**
Revaluation	-	-	-	-
Evaluation profit/loss transferred to equity	(28,973,601)	4,512,663	-	(24,460,938)
Profit (Loss) Transferred to P&L after Sales	8,678,908	(3,048,849)	-	5,630,059
Tax on Transfers	5,019,877	(365,954)	-	4,653,923
Exchange Differences:	-	-	-	-
Group			(6,576,748)	(6,576,748)
Balance as at 31/12/2006	**(15,450,900)**	**16,441,599**	**(9,843,629)**	**(8,852,929)**

Statement of Changes in Equity (Group)

ποσά σε €	Attributable to the group's shareholders								
	Share Capital	Share Capital above par	Revaluation Reserves	Other Reserves	Translation Reserves	Result carried forward	Total	Minorities	Total
Opening Balance 01/01/2005, According to IFRS	**24,312,204**	**178,745,666**	**0**	**(27,491)**	**(1,596,271)**	**(27,488,611)**	**173,945,498**	**63,839,258**	**237,784,756**
Change in Equity for the Period 01/01 - 31/12/2005									
Sales on Treasury Stock		8,775,098					8,775,098		8,775,098
Tax on Share Capital Increase						(243,121)	(243,121)	(237,266)	(480,387)
Profit from Revaluation after Tax							0		0
- Financial Assets Available for Sale							0		0
Profit (Loss) from Revaluation Recognized Directly in Equity			18,621,523				18,621,523	7,619,491	26,241,014
Minus: Profit (Loss) Transferred to Income Statement due to Sale			(3,277,785)				(3,277,785)	(4,186,047)	(7,463,832)
- Cash Flow Hedging Reserve			(176,083)				(176,083)	(224,875)	(400,958)
- Translation Reserve					(1,670,610)		(1,670,610)	77,690	(1,592,920)
Net profit(loss) Recognized Directly in Equity	**0**	**8,775,098**	**15,167,655**	**0**	**(1,670,610)**	**(243,121)**	**22,029,022**	**3,048,993**	**25,078,015**
Dividends payments						(18,029,968)	(18,029,968)	(15,643,206)	(33,673,174)
Impact from Subsidiary's Share Capital increase							0	(34,436,799)	(34,436,799)
Impact from Subsidiary's Share Acquisition								(5,445,310)	(5,445,310)
Impact from Company Acquisition							0	231,277,860	231,277,860
Impact from Subsidiary Disposal								30,398,070	30,398,070
Impact from Subsidiary's Share Capital Incresae							0	650,475	650,475
Net Profit(Loss)				46,384		211,492,637	211,539,021	44,660,960	256,199,981
Total recognized profit(loss)	**0**	**8,775,098**	**15,167,655**	**46,384**	**(1,670,610)**	**193,219,548**	**215,538,075**	**254,511,042**	**470,049,116**
Closing Balance 31/12/2005	**24,312,204**	**187,520,764**	**15,167,655**	**18,894**	**(3,266,881)**	**165,730,937**	**389,483,572**	**318,350,300**	**707,833,872**
Opening Balance 01/01/2006, according to IFRS	**24,312,204**	**187,520,764**	**15,167,655**	**18,894**	**(3,266,881)**	**165,730,937**	**389,483,572**	**318,350,300**	**707,833,872**
Change in Equity for the Period 01/01 - 31/12/2006									
Profit from Revaluation after Tax									
Reserves					(6,576,748)		(6,576,748)	(350,004)	(6,926,752)
Translation Reserves				(1,241,547)			(1,241,547)	(10,531)	(1,252,078)
- Financial Assets Available for Sale									
Profit (Loss) from Revaluation Recognized Directly in Equity			4,512.663				4,512,663	5,072,432	9,585,095
Minus: Profit (Loss) Transferred to Income Statement due to Sale			(3,048,849)				(3,048,849)	(3,427,040)	(6,475,889)
Profit (Loss) from Revaluation Recognized Directly in Equity			(28,973,601)				(28,973,601)	(32,567,607)	(61,541,208)
Minus: Profit (Loss) Transferred to Income Statement due to Sale			8,678,908				8,678,908	9,755,476	18,434,383
- Tax on Items Recognized Directly in Equity			4,653,924				4,653,924	5,231,216	9,885,141
Net profit(loss) Recognized Directly in Equity	**0**	**0**	**(14,176,955)**	**(1,241,547)**	**(6,576,748)**	**0**	**(21,995,250)**	**(16,296,059)**	**(38,291,309)**
Dividends payments						(16,208,126)	(16,208,126)	(21,981,725)	(38,189,852)
Subsidiaries' Treasury Stock	(150,072)	(6,403,494)					(6,553,566)		(6,553,566)
Approval of 2005 Dividends by the General Assebly				34,704,502		(34,704,502)	0		0
Minority interests form subsidiary acquisition							0	(27,888,903)	(27,888,903)
Minority interests form subsidiary disposal							0	24,543,078	24,543,078
Impact from Subsidiary's Share Capital increase							0	350,772	350,772
Net profit(loss)						98,970,655	98,970,655	51,752,452	150,723,107
Total recognized profit(loss)	**(150,072)**	**(6,403,494)**	**(14,176,955)**	**33,462,955**	**(6,576,748)**	**48,058,026**	**54,213,713**	**10,479,616**	**64,693,328**
Closing Balance 31/12/2006	**24,162,132**	**181,117,270**	**990,700**	**33,481,849**	**(9,843,629)**	**213,788,963**	**443,697,285**	**328,829,915**	**779,137,712**

Statement of Changes in Equity (Company)

amounts in €	Share Capital	Share Capital Above Par	Other Reserves	Profit(Loss) Carried Forward	Total
	Attributable to the Parent's Shareholders				
Opening balance at 01/01/2005					
According to Previous GAAP	24,312,204	146,689,881	35,364,088	5,866,997	212,233,170
IFRS Transmition Adjustments	-	37,217,045	(34,627,046)	(15,261,419)	(12,671,420)
Opening Balance at 01/01/2005 According to IFRS	**24,312,204**	**183,906,926**	**737,042**	**(9,394,422)**	**199,561,750**
Adjustments in Shareholders Equity for the Period 01/01-31/12/05					
Dividents Payment	-	-		(8,147,800)	(8,147,800)
Net Profit for the Period 01/01-31/12/05	-	-	46,384	44,788,532	44,834,916
Total Recognised Profit(loss) for the Period	-	-	46,384	36,640,732	36,687,116
Closing Balance at 31/12/2005	**24,312,204**	**183,906,926**	**783,426**	**27,246,310**	**236,248,866**
Opening balance at 01/01/2006 according to IFRS	**24,312,204**	**183,906,926**	**783,427**	**27,246,309**	**236,248,866**
Adjustments in Shareholders Equity for the period 01/01-31/12/06					
Acquisition of Treasury Stock	(150,072)	(6,403,494)	-	-	(6,553,566)
Approval of 2005 Profit Distribution	-	-	3,808,559.41	(3,808,559.64)	-
Dividends Payment	-	-	-	(16,208,126.36)	(16,208,126)
Net Profit for the Period 01/01-31/12/06	-	-	-	46,394,915.23	46,394,915
Total Recognised Profit(Loss) for the Period	**(150,072)**	**(6,403,494)**	**3,808,559**	**26,378,229.23**	**23,633,223**
Closing Balance at 31/12/2006	**24,162,132**	**177,503,432**	**4,591,987**	**53,624,538**	**259,882,088**

6.3 Share Book Value

According to the financial statements of 31/12/2006, which conform to the International Financial Recording Standards, the parent company's own capital were € 259,882,088 and the Group's € 779,137,712. Based on the total share number (40,520,340 on 31/12/2005), the book value per share came up to € 6.4 for the parent company and € 19.2 for the Group.

6.4 Shareholders

On 31/12/2006 there were 22,298 shareholders. According to the Company's records, main shareholders on 31/12/2005 were:

SHAREHOLDERS	No. OF SHARES	(%)
EVANGELOS MYTILINEOS	6,942,646	17.13
IOANNIS MYTILINEOS	7,521,615	18.56
MORGAN STANLEY & CO INTERNATIONAL LTD	3,109,514	7.67
FOREIGN INSTITUTIONAL INVESTORS	8,132,432	20.07
DOMESTIC INSTITUTIONAL INVESTORS	6,337,318	15.64
RETAIL	8,476,815	20.93
TOTAL	**40,520,340**	**100.00**

The Company's shares are nominal and highly floated. According to the above information, the free float percentage was 64.31%. We should also stress the especially increased percentage of the foreign and Greek institutional investors, which is a result of the efforts of the Management and the Investor Relations Department to offer complete information to the Investing community regarding the company's activities and prospects.

SHARE DISTRIBUTION

Shareholders with less than 100 shares	14,464
Shareholders with 100 up to 500 shares	8,294
Shareholders with 500 up to 1.000	1,152
Shareholders with 1.000 up to 2.000	667
Shareholders with 2.000 up to 5.000 shares	393
Shareholders with more than 5.000 shares	328
Total	**22,298**

6.5 Shareholder Rights

Each share of the Company has all the rights and obligations determined by Law and the Company's statutes. However, the statutes cannot contain more limitations than those anticipated by the Law. The possession of shares means, ipso facto, that the owners accept the Company's statutes and all legal decisions of the Board of Directors and the General Assembly, even if they did not participate.

The Company's statutes do not contain special rights in favor of specific shareholders.

- The Company's shares are freely negotiable.
- Based on the provisions of articles 39 and after of law 2396/96 as modified by laws 2533/97 and 2651/1998, the Company's shares were made intangible and registered to the electronic records of the Joint-Stock Company named «Central Depository of Securities» The activation of the above provisions for making the stocks intangible resulted from the decision 2.3.1999 of the Capital Market Committee.
- The shareholder's responsibility is limited to the face value of the shares he possesses. Shareholders participate to the administration and profits of the Company according to the law and the provisions of the statutes. The rights and obligations resulting from the possession of shares are transferred to any general or specific successor of the shareholder.
- Shareholders exert their rights pertaining to the administration of the Company only through the General assemblies.
- Shareholders have a preference right in any future increase of the Company's share capital, in proportion to their stake, as determined in article 13, paragraph 5 of Coded Law 2190/1920.
- The shareholder's creditors and their successors in no way can they initiate a confiscation of any Company's property or sealing of its accounting books, neither ask for its allotment or liquidation or mingle in any way to its administration or management.
- Each shareholder, irrespective of where he lives, he is supposed to have as a permanent address the Company's headquarters as regards to his relations with it, and is subjected to the Greek legislation. For any dispute among the Company and the shareholders or any third party one should exclusively address the regular courts, and action can be brought against the Company only in front of the Courts of its headquarters.
- Each share provides the right of one vote. Share co-possessors can vote in the General Assembly only if they designate a representative for the shares they have in common. Until they do so, their rights are suspended.
- Each shareholder may participate to the Company's General Assembly either in person or through a plenipotentiary. In order to participate, a shareholder must submit a relevant certificate by the Central Depository of Securities (C.D.S), according to the provisions of law 2396/96, at least five (5) days before the date of the General Assembly. Within the same period he should also submit the receipt(s) of the share deposit and the documents of representation, and the shareholder should be given a receipt for his entrance to the General Assembly. Shareholders not following the above conditions, shall participate to the General Assembly only through a special permit from it.

- Shareholders representing a 5% of the paid share capital:

1. Have the right to ask for an audit from the Court of First Instance of the Company's headquarters, according to articles 40 , 40e of law N.2190/1920 and,
2. May ask for a Special General Assembly of the shareholders. The Board of Directors is obliged to summon an Assembly in a period not exceeding thirty (30) days from the date of submission of the request to the President of the Board. In their request, the shareholder(s) should mention the matters for which the General Assembly is called to decide upon.

- Each shareholder may ask ten (10) days before the Regular General Assembly for the Company's annual financial statements and the relevant reports of the Board of Directors and the Auditors.
- Each share's dividend id paid within two months from the date of the General Assembly which approved the annual financial statements. The way and place of the payment shall be made known through the Press.
- Shareholders who neglect to ask the payment of their dividends, have no interest rights. Dividends not asked to be paid within five years from the claimable period, are annulled.

6.6 Board of Directors and Management Executives' Remuneration

Board of Directors

EVANGELOS MYTILINEOS, Executive Member, Chairman and Managing Director € 1,850,000.00.

GEORGE KONTOUZOGLOU, Executive Member, Executive Director € 117,182.68.

NIKOLAOS MOUSAS, Non Executive Member € 119,078.50.

CHRISTOS DIAMANTOPOULOS, Non Executive Independent Member € 14,000.00.

APOSTOLOS GEORGIADIS, Non Executive, Independent Member € 19,800.00.

GEORGE LYMPERAKIS, Non Executive, Independent Member € 19,800.00.

Management Executives

Total wages of the managers, excluding BOD members, for 2006 was € 1,093,660.11.

6.7 Participation of the BOD Members and Main Shareholders to the Share Structure and the BOD of Other Companies

PARTICIPATIONS OF BOD MEMBERS AND COMPANY'S MAIN SHAREHOLDERS

BOD MEMBERS	COMPANY	BOD POSITION	STAKE
EVANGELOS MYTILINEOS			
	THORIKI S.A.	CHAIRMAN & MANAGING DIRECTOR	-
	HELLENIC VEHICLE INDUSTRY (ELVO) S.A.	VICE PRESIDENT	-
	DEFENSE MATERIAL INDUSTRY S.A.	PRESIDENT	50
	ALUMINUM OF GREECE S.A.	VICE PRESIDENT	-

IOANNIS MYTILINEOS			
	THORIKI S.A.	VICE PRESIDENT & MANAGING DIRECTOR	-
	DEFENSE MATERIAL INDUSTRY	VICE PRESIDENT	50
	METKA S.A.	PRESIDENT	-
	ALUMINUM OF GREECE S.A.	VICE PRESIDENT	-
GEORGE KONTOUZOGLOU			
	SOMETRA S.A.	VICE PRESIDENT	-
	THORIKI S.A.	MEMBER	-
	MYTILINEOS RES S.A.	VICE PRESIDENT	-
NIKOLAOS MOUSAS			
	MYTILINEOS POWER GENERATION AND SUPPLIES S.A.	MEMBER	-
	ALUMINUM OF GREECE S.A.	MEMBER	-
LYMPERAKIS GEORGE			
	ALKO HELLAS S.A.	MEMBER	-

The members of the BOD and the Company's shareholders with a percentage at least 10%, declare that they do not participate to the BOD or share capital of other companies with a percentage over 10%, neither have administrative influence or any relation with other companies except the above and those mentioned in Chapter 7 concerning the Affiliated Companies.

Also, there is no business relation among the Company and the ones in which the BOD members and the Company's main shareholders participate, except those mentioned in Chapter 7 concerning the Affiliated Companies.

6.8 Insiders

The company is fully governed by the provisions of the Hellenic Capital Market Commission concerning Manipulating the market and access to privileged information, as such is defined by Decision No: 347/12.07.2005 and Law 3340/2005, and has disclosed to the Investment community the list of liable individuals, namely individuals who have access to privileged information. The list of insiders of Mytilineos Holdings S.A. are:

Board of Directors

- Evangelos Mytilineos: Chairman and Managing Director.
- Ioannis Mytilineos: Vice President (Non Executive Member).
- George Kontouzoglou: Executive Director (Executive Member).
- Nikolaos Mousas: Member (Executive).
- Christos Diamantopoulos: Member (Non Executive Independent).
- Apostolos Georgiadis: Member (Non Executive Independent).
- George Lyberakis Member (Non Executive Independent).Administration

Administration:

Benroubi Ntinos:	Vehicle Manufacturing Division Director.
Giannakopoulos Stamatis:	Corporate Secretary.
Desipris Ioannis:	Energy Division Director.
Diakopoulos Dimitris:	Head of Legal Department.
Dimou Ioannis:	Group Chief Financial Officer
Karaindros Elenos:	Strategy, Mergers & Acquisitions Manager.
Kasdas Spiridon:	Metallurgy & Mining Division Director.
Kontos Nikos:	Group Investor Relations Officer.
Pallas George:	EPC Division Director.
Papageorgiou Antonis:	Internal Audit Manager.
Philipi Maria:	Communication Manager.
Tzanoglou Nikos	Head of Accounting Department

Auditors

- Kazas Vassilios
- Deligiannis George

The company informs, based on the law, the Capital Market and the Investment Community for possible changes.

7. Corporate Governance - Internal Audit

The company has adopted Corporate Governance Principles in line with those established by Greek legislation and by international best practices. These principles, on which the organization and management of the company are ultimately based, strive for transparency in investor relations and the indemnity of shareholders' interest.

7.1 Board of Directors

The Board of Directors of Mytilineos S.A. is the trustee of the Group's Corporate Governance Principles. It is comprised by 2 executive and 5 non-executive members. From the non-executive members, 2 satisfy the conditions set by law 3016/2002, and can be called «independent".

According to the Company's statutes, the Board of Directors consists of 3 to 9 persons and has a five year duration. The current Board of Directors was elected from the Regular Assembly of the Shareholders on 23/05/2005 and is composed of the following persons:

1. Evangelos Mytilineos, son of George and Kiriaki, Businessman, citizen of Marousi-Attika, 5-7 Patroklou street, born in Athens in 1954, ID nr. I 082392 issued by the 24th Athens PD on 17.5.1972, tax reg. nr. 15250950 of Psychico tax dept., Chairman and Managing Director.
2. Ioannis Mytilineos, son of George and Kiriaki, Civil Engineer, citizen of Marousi-Attika, 5-7 Patroklou street, born in Athens in 1955, ID nr. S 683930, issued by the Erithrea PD on 2.4.1998, tax reg. nr. 14950864 of the 8th tax dept. of Athens, Vice President.
3. George – Fanourios or Fanarios Kontouzoglou, son of Stamatis and Kiriaki, Economist, citizen of Marousi-Attika, 5-7 Patroklou street, born in Athens in 1946, ID nr. Π 073899, issued by the Psychico PD on 26.2.1991, tax reg. nr. 002701137 of Psychico tax dept., Executive Member.
4. Nikolaos Mousas, son of Dimothenes, Lawyer, citizen of Philothei-Attika, 4, Distomou street, born in Athens on the 30th of September 1962, ID nr. S 095216, issued by the Psychico PD on 16.04.1996, tax reg. nr 042191127 of the 21st Athens tax dept., Member.
5. Christos Diamantopoulos, son of Panagiotis and Maria, University Professor, citizen of Kifisia, 2 Gounari str., born in Athens on 21.11.1950, ID nr. X 679216 issued on 13.10.2004 by Kifisia PD, tax reg. nr 042311062 of Kifisia tax dept., Member.
6. Apostolos Georgiadis, son of Stavros and Stavroula, University Professor, citizen of Athens, 35 Omirou str., born in Kalamata of Messinia on 5.3.1935, ID nr. N 086522 issued by the 24th Athens PD on 13.1.1986, tax reg. nr 005631591 of Psychico tax dept., Member.
7. George Lymperakis, son of Spyridon and Antigone, bank employee, citizen of Zappion, 10 Isiodou str., born in Athens in 1925, ID nr. I 553762 issued by Kavala PD on 15.01.1974, tax reg. nr. 000816431 of the 4th Athens tax dept., Member.

The service of this Board of Directors ends June 30, 2010.

According to the BOD proceedings of 07/11/2005, the Company's Board of Directors assigns the Chairman and Managing Director, Mr. Evangelos Mytilineos, the following powers and authorities:

To manage and administrate all works and affairs of the Company, to represent and bind the Company in front of any third party – that is, in front of any Greek or foreign Public, Municipal or Community, Administrative, Military, Professional, Consular, Church or Other Authority, as well as in front of all Greek or foreign Public Organizations, Institutions, Banks, and generally legal entities of public or private law, as well as in front of any third party which is a natural or legal person, Greek or foreign, for all acts anticipated by the law and the statutes and in front of any court of justice, Greek or foreign, of any degree and jurisdiction, including Arios Pagos and the National Council.

The Board of Directors transfers all of its powers and gives the Chairman and Managing Director the order, proxy, authorization, and jurisdiction to act and legally represent the Company in front of the above mentioned and to bind the Company with his signature under the corporate seal which includes the full company's name and headquarter address, for any company act or action through which the company undertakes a responsibility, and shall acquire general rights in front of any third natural or legal person, to direct and coordinate all phases of the Company's development, to agree contracts of cooperation or representation with other companies, in Greece or abroad, for any company act or action through which the company undertakes a responsibility, and has the right to decide and act in front of third parties according to his judgement and without any limitation.

Moreover, the Company's BOD, apart from the above limitless authorities of the Chairman, Mr. Evangelos Mytilineos, decided that the Company shall also be represented by the following persons:

1. George – Fanourios or Fanarios Kontouzoglou, Executive Member, for signing or endorsing securities of any amount and undertaking the relevant obligations on behalf of the Company, binding the Company by signing under its seal, which includes the full company's name and headquarter address.
2. Messrs George – Fanourios or Fanarios Kontouzoglou, Executive Member apart from the above authorities, Ioannis Dimou, Chief Financial Officer of the Group and Spiridon Kasdas, Metallurgy and Mining Division Director, for all the above authorities of the Chairman and Managing Director, with a mutual signature of two (2) of the above three (3) mentioned persons, excluding the following, for which a BOD approval is required.

More specifically, a previous approval of the Board of Directors is necessary for:

- Granting financial guaranty of the Company to third party.
- Relinquishing real securities (forfeit or mortgaging) of the Company's chattel or immovables.
- Taking loans or credit by the Company for any reason, amounting to more than € 15,000,000 per case.
- Granting loans to third party for any reason, excluding the company's personnel.
- Purchasing or selling shares of other companies, as well as any other securities, of any form and amount.
- Buying fixed assets from the Company, of value more than € 5,000,000 per case, as well as selling fixed assets of the Company, which when acquired had a value of over € 1,000,000.
- Relinquishing company rights to third party based on its fixed assets.
- Signing contracts, offers or other documents and agreeing for any liability of the company which surpasses the € 5.000.000, excluding the limitless authority of Mr. George Kontouzoglou for issuing or endorsing securities of any amount and undertaking the relevant obligations on behalf of the Company.
- Establishing branches abroad.

- Establishing subsidiaries in Greece or abroad or participation of the Company to other companies.

Employing or firing executives which report directly to the Managing Director.

It should be noted that messrs. Evangelos and Ioannis Mytilineos, Executive Member, Chairman and Managing Director, and Non-executive Member, BOD Vice President respectively, are brothers, and George Kontouzoglou, BOD Executive Member is their stepbrother.

7.2 Administation

High-level managers of MYTILINEOS S.A. are the following:

- Giannakopoulos Stamatis: Corporate Secretary. Degree in Mining Engineering and Metallurgy (NTUA) specialized in Energy – Lignite mines and Investment. Works in the Group since 2000.
- Benroubi Dinos: Vehicle Manufacturing Division Director. B.Sc., M.Sc., Mechanical Engineering Rice University, Houston, Texas, M.Sc. in Management, Troy State University, Alabama. Works in the Group since January 2006.
- Desipris Ioannis: Energy Division Director. Dr. Chemical Engineer B(Sc) South Bank University, London, UK, PHD Leeds University, Leeds, UK. Works in the Group since 2000.
- Diakopoulos Dimitrios: Head of the Legal Department. Graduated from the Athens University Law School. Post-graduate studies (D.E.A.) in Paris V University. Works with the Group since July 2006.
- Dimou Ioannis: Group Chief Financial Officer. Business Administration and Finance at the Economic University of Athens. Works in the Company since March 2005.
- Karaindros Elenos: Strategy, Mergers & Acquisitions Manager. BA in Economics from the Economy University of Athens, MSc Shipping, Trade & Finance (Cass Business School – City University). Works in the Company since March 2006.
- Kasdas Spiridon: Metallurgy & Mining Division Director. Electrical Mechanical Engineer, graduate of the National Metsovion University. Works in the Group since September 2005.
- Pallas George: General Manager – Project Sector. Mechanical/Electrical Engineer (National Polytechnic). Works with the Group since January 2000.

All members of the BOD and executives of the company are Greek citizens.

None of the BOD members and the executives of the Company has been convicted for disgraceful actions or financial crimes and none is related to judicial pendencies concerning bankruptcy, crime, and prohibition to exert:

- business activity,
- stock market transactions,
- work as investment consultant, high executive in banks and insurance companies, executive of stock market companies, etc.

Finally, no loans have been granted towards the Administration and Management members of the Company.

7.3 Internal Audit

Internal Auditing is a basic and essential element of corporate governance. The Internal Audit department of Mytilineos S.A. is an independent organizational unit that reports to the company's Board of Directors. Its responsibilities include the evaluation and improvement of risk management and internal auditing methodology. The unit also verifies compliance with legislated policies and with procedures set by the company's Internal Regulation of Operations, and the current legislation.

The direction of internal audit comprises a part of the whole system of internal audit and its duties include monitoring the operational and business risks, forestalling, improving functions and performance, and ensuring proper corporate governance.

Internal audit helps all company members, including those of the high-level management and the auditing committee, to practice more effectively their duties.

More specifically, the direction of internal audit is responsible for:

- Ensuring conformity with the operational regulations of the company, the processes, the current legislation, and the regulating clauses.
- Assuring a lawful image of the company's transactions.
- Securing the reliability and completeness of the financial and operational information produced and mediums used.
- Preparing a flexible annual auditing plan which contains every risk and auditing point acknowledged by the administration.
- Rating competence and efficiency, as well as promoting a continuous and quality improvement of the auditing processes and risk management.
- Submitting reports to the board of directors and the auditing committee as regards the auditing processes of the company's activities, including the possibilities for improving those processes, as well as information for a satisfactory or not resolution of those matters.
- Coordinating and supervising other monitoring, checking, and observing functions (risk management, conformity, security, legality, ethics, environment, external audit).
- Examining the working context of the external auditors, so as to provide a maximum auditing coverage and a minimum of double efforts.
- Submitting summary periodic reports to the management and the audit committee concerning the activities of the direction.
- Preparing and following the direction's budget.

Mytilineos Holdings S.A. has an internal audit department since 17/09/2001. Head of the department is Mr. Antonis Papageorgiou.

7.4 Audit Committee

The Audit Committee is comprised by non-executive members of the Board and its mission is to conduct objective internal and external audits and facilitate an effective communication among the auditors and the Board.

The audit committee ascertains the legal and unprejudiced conduct of internal and external audits within the company and assures an effective communication among the auditors and the board of directors.

The audit committee is elected by the company's board of directors, which also designates its duties and way of operation.

Main duties of the audit committee are to assure reliable financial analyses and reports, safeguard the proper functioning of the internal audit system, and supervise the work of the company's internal audit direction.

7.5 Investor Relations Department

The Athens Stock Exchange's announcements, the Quality Criteria of Publicity of the Stock Exchange Companies, and the existing legislation – in particular the Code of Ethics of the Stock Exchange Companies – as well as the need to create a two-way communication among the Stock Market Company and the Investors, the Supervising Authorities and all other interested and involved parties, lead to the creation of the Investor Relations Department of Mytilineos Group.

The main goal of the Investor Relations Department is to program and realize all necessary actions for informing the structural investors, domestic or foreign, and to take care for a timely and proper information and servicing of the shareholders of all the Group's companies, according to the clauses of the regulating organizations (Athens Stock Exchange, Capital Market Committee, etc), assuring their proper, immediate and equal information, in line with a proper and lawful operation of the Group.

Head of the Investor Relations Department of the Mytilineos Group is Mr. Nikolaos Kontos.

7.5.1 Corporate Announcements Service

The corporate announcements service is responsible for monitoring the company's obligations towards the Capital Market Committee and the Athens Stock Market. More specifically, it is responsible for the company's conformity with the following obligations (article 14 of Behavior Regulation):

7.6 Business Risk Management

7.6.1 Financial Risk Factors

The Group is exposed to several financial risks such as market risk (volatility in foreign exchange rates, interest rates, market prices), credit risk and liquidity risk. The risk management of the Group aims at mitigating the negative impact on the Group's financial performance stemming from the volatility of cost and sales variables. The Group makes use of derivative financial instruments in order to hedge its exposure in certain kinds of risk.

The risk management policy is being applied by the Treasury Department. The steps followed are the following:

(a) evaluating the risks related to the Group's activities and operations
(b) design the methodology and choose the appropriate financial products to mitigate the risks and
(c) execute/implement, according to the approved procedure by the management, the risk management strategy.

7.6.2 Market Risk

(i) Foreign Exchange Risk

The Group is activated in a global level and consequently is exposed to foreign exchange risk emanating mainly from the US dollar. This kind of risk mainly results from commercial transactions in foreign currency as well as net investments in foreign entities. For managing this type of risk, the Group Treasury Department enters into derivative or non derivative financial instruments with financial institutions on behalf and in the name of group companies.

In Group level these financial instruments are characterized as exchange rate risk hedges for certain assets , liabilities or foreseen commercial transactions.

The Group holds investments in foreign entities, the net assets of which are exposed at foreign exchange risk. The foreign exchange risk of this kind results from the US dollar parity against euro and is partially hedged by respective liabilities (i.e. bank loans) of the same currency.

(ii) Price Risk

Regarding price risk the Group is exposed to the following types:

(a) price risk from volatility in the prices of financial assets classified either as held for trading or as available for sale.
(b) price risk from fluctuations in the prices of variables that determine either the sales and/or the cost of sales of the group entities (i.e. products' prices (LME), raw materials, other cost elements etc.).

(iii) Interest Rate Risk.

Group's interest bearing assets comprises only of cash and cash equivalents.

Additionally, the Group maintains its total bank debt in products of floating interest rate. In respect of its exposure to floating interest payments, the Group evaluates the respective risks and where deemed necessary considers the use of appropriate interest rate derivatives.

7.6.3 Credit Risk

Regarding credit risk, the group is monitoring its receivables on a constant basis and secures any exposure, where this deemed necessary, either through factoring or through insurance contracts.

7.6.4 Liquidity Risk

The Group manages liquidity risk, by retaining sufficient cash and immediately liquidated financial assets as well as sufficient credit lines with Banks and Suppliers in relation to the required financing of operations and investments.

Hedging Accounting

The Group uses Derivative financial instruments such as Commodity Futures and Currency Forwards in order to mitigate the risk related to its business activities along with the risk related to the funding of such activities.

At inception of the hedging transaction, the Group validates the hedging relationship between the underlying and the hedging instrument as far as its risk management strategy is concerned. The Group also verifies the hedging efficiency from the beginning of the hedging relationship and on a continuing basis.

All derivative financial instruments are initially recognized at fair value as at the date of settlement and are valued on a mark - to - market basis on each balance sheet date. The result of this valuation is recognized as an asset when positive and as a liability when negative.

When a derivative financial instrument is no longer regarded as hedging instrument any difference in its fair value is recognized in profit and loss.

There are three kinds of hedges.

Fair Value Hedging

Fair value hedging is regarded when hedging the exposure in the fluctuations of the fair value of a recognized asset, liability, contingent liability or part of them that could have a negative impact on results.

When hedging accounting, concerning fair value hedge, is followed then any profit or loss from revaluation is recognized in profit and loss.

Cash Flow Hedging

The Group enters into Cash Flow Hedging transactions in order to cover the risks that cause fluctuations in its cash flows and arise either from an asset or a liability or a forecasted transaction.

On revaluation of open positions, the effective part of the hedging instrument is recognized directly in Equity as «Hedging Reserve» while the ineffective part is recognized in Profit & Loss. The amounts recognized in Equity are transferred in profit and loss at the same time as the underlying.

When a hedging instrument has expired, sold, settled or does not qualify for hedging accounting all accumulated profit or loss recognized in Equity, stays in Equity until the final settlement of the underlying. If the underlying is not expected to be settled then any profit or loss recognized in Equity is transferred to profit and loss account.

Hedging of a Net Investment

Hedging of a foreign investment is regarded for accounting purposes in a way similar to cash flow hedging.

The effective part of the hedging result is recognized directly in Equity while any ineffective part is recognized in profit and loss. Accumulated profit or loss recognized in Equity is transferred in profit and loss account at the time of disposal of the investment.

Determination of Fair Value

The fair value of financial instruments trading in an active market is defined by the published prices as of the date of the financial statements.

The fair value of financial instruments not traded in active market is defined through the use of valuation techniques and assumptions based on relevant market information as of the date of the financial statements.

8. Share Price Movement

8.1 Earnings per Share

The following table shows the earnings per share for the period 2005-2006:

	GROUP		COMPANY	
(amounts in €)	**31/12/2006**	**31/12/2005**	**31/12/2006**	**31/12/2005**
Profit Attributable to Equity Holders of the Parent	105,579,076	211,539,021	46,394,915	44,834,915
Weighted Average Number of Shares	40,520,340	40,520,340	40,520,340	40,520,340
Basic Earnings per Share	2.61	5.22	1.14	1.11

Profits per share have been calculated on the basis of the weighted number of stocks. In determining the weighted number of stocks, the share capital increases paid in cash and the capitalization of reserves are taken into account.

8.2 Stock Price Movement

The company was initially listed on the Parallel Market of the Athens Stock Exchange (ASE) in July 1995. In August 1997 the company proceeded with a share capital increase through a public offering and its shares have been transferred to the ASE Main Market. The company's shares are subject to free trading on the ASE, and are highly marketable. The closing price on 31.12.2006 was € 30,00 per share.

The average trading volume for fiscal year 2006 reached 198,731 shares per day (01.01.2006 – 31.12.2006).

Mytilineos common stock is included in the following indices:

Athens Stock Exchange General Index (ASE General Index Composite – ASE), Athens Stock Exchange Large Capitalization Index, Non Ferrous Metals, FTSE/ASE Mid-40, FTSE/ASE 140, FTSE Med 100, MSCI Small Cap., HSBC Small Cap, EPSI 50.

The summarized statistical data regarding the share price movement during 01.01.2005 – 31.12.2005 are shown in the following table and charts.

STOCK MARKET DATA FOR 2006

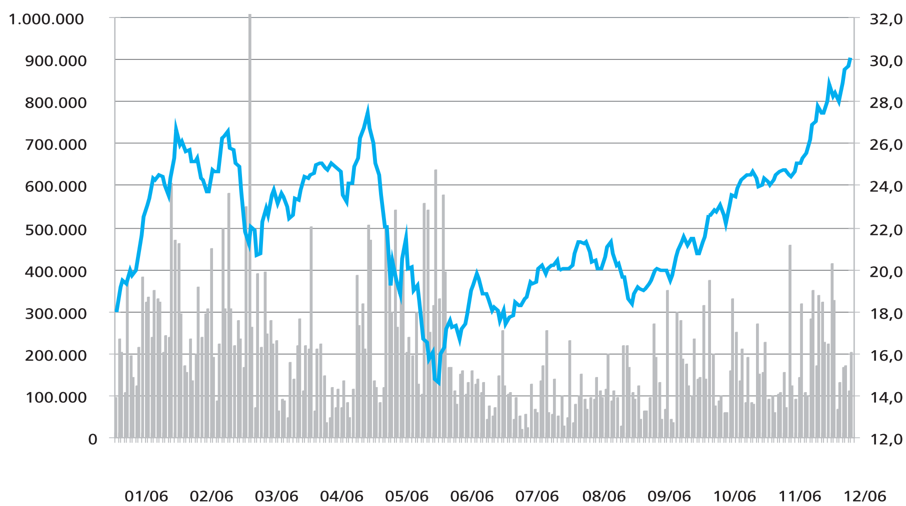
Average Price	€ 22.29
Minimum Price	€ 14.56
Maximum Price	€ 30.00
Average Daily Trading Volume	198,731 shares
Net Dividend per Share for 2006	€ 0.60

STATISTICAL SHARE DATA

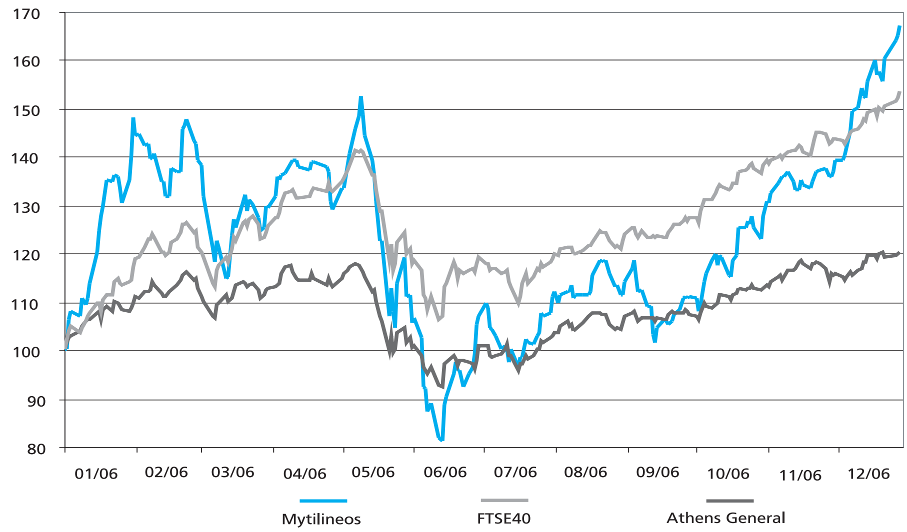
Listing Price	€ 3.52
Closing Price 31/12/1997	€ 3.74
Closing Price 31/12/1998	€ 11.10
Closing Price 31/12/1999	€ 8.10
Closing Price 31/12/2000	€ 8.94
Closing Price 31/12/2001	€ 5.18
Closing Price 31/12/2002	€ 2.08
Closing Price 31/12/2003	€ 5.40
Closing Price 31/12/2004	€ 6.76
Closing Price 31/12/2005	€ 18.24
Closing Price 29/12/2006	€ 30.00
Yield 31/12/1997 – 31/12/1998	197.1%
Yield 31/12/1998 – 31/12/1999	237.03%
Yield 31/12/1999 – 31/12/2000	-77.01%
Yield 31/12/2000 – 31/12/2001	-42.05%
Yield 31/12/2001 – 31/12/2002	-59.84%
Yield 31/12/2002 – 31/12/2003	61.48%
Yield 31/12/2003 – 31/12/2004	25.18%
Yield 31/12/2004 – 31/12/2005	169.82%
Yield 31/12/2005 – 31/12/2006	64.47%

8.3 Graphs

Share Price Movement and Trading Volume Development (01.01.2006 - 31.12.2006)



Mytilineos' Share Price in Comparison with the General Index and FTSE/ASE Mid Cap 40 (01.01.2006 - 31.12.2006)



8.4 Presentations to Institutional Investors

Mytilineos S.A., meeting the conditions for the qualitative criteria of the Athens Stock Exchange, implemented a series of presentations both to the domestic and to the international investment community during 2006

DATE	TYPE OF EVENT	COUNTRY	ORGANISATION
12/01/2006	Roadshow	France	Eurocorp
30/01/2006	Roadshow	G. Britain	UBS
23/02/2006	Conference Call	Greece	Mytilineos S.A.
20/03/2006	Presentation	Greece	AGII
24/03/2006	Roadshow	G. Britain	UBS
29/03/2006	Roadshow	G. Britain	Deutsche
30/03/2006	Roadshow	France	P&K
05/04/2006	Roadshow	U.S.A	HSBC
04/05/2006	Roadshow	Greece	UBS
11/05/2006	Conference Call	Greece	Mytilineos S.A.
03/08/2006	Conference Call	Greece	Mytilineos S.A.
10/08/2006	Roadshow	Ιταλία	UBS
08/10/2006	Roadshow	France – Belgium - Germany	HSBC
13/10/2006	Roadshow	Cyprus	Alpha Finance
23/11/2006	Conference Call	Greece	Mytilineos S.A.
04/12/2006	Roadshow	Holland - Sweden	Alpha Finance

8.5 Corporate Actions Calendar 2007

Mytilineos Holdings S.A. presents in the following table the Schedule of Intended Corporate Actions and 2006 Financial Calendar:

Release of Fiscal Year 2006 Results: Tuesday, February 27th 2007.
Annual Briefing of Analysts and Institutional Investors – Association of Greek Institutional Investors: Wednesday, March 14th 2007.
Annual General Shareholder Meeting: Tuesday, April 24th 2007.
Ex-dividend date: Thursday, April 26th 2007.
Dividend payout: Monday, May 7th 2007.
Release of First Quarter 2007 Results: Thursday, May 10th 2007.
Release of Six Month 2007 Results: Thursday, August 2nd 2007.
Release of Nine Month 2007 Results: Thursday, November 8th 2007.

9. Affiliated Companies

9.1 Group Structure

Group companies, included in the consolidated financial statements are:

	Percentage	Consolidation method
MYTILINEOS S.A. Maroussi, Athens	Parent	
METKA S.A., N.Heraklio,Athens	52.91%	Line by line
SERVISTEEL, Volos	52.91%	Line by line
E.K.M.E. S.A. Municipality of Ehedorou, Thessaloniki	21.16%	Line by line
RODAX A.T.E.E., N.Heraklio, Athens	52.91%	Line by line
ELEMKA S.A., N.Heraklio, Athens	46.17%	Line by line
DROSCO HOLDINGS LIMITED, Cyprus	44.17%	Line by line
BRIDGE ACCESSORIES & CONSTRUCTION SYSTEMS S.A., Maroussi, Athens	33.13%	Line by line
ALUMINIUM OF GREECE B.E.A.E.	47.08%	Line by line
DELFI DISTOMON A.M.E.	47.08%	Line by line
ELVO, Thessaloniki	43.00%	Equity
SOMETRA S.A., SIBIU Romania	92.79%	Line by line
MYTILINEOS FINANCE S.A., Luxemburg	99.97%	Line by line
STANMED TRADING LTD, Cyprus	99.97%	Line by line
MYTILINEOS BELGRADE D.O.O., Serbia	99.97%	Line by line
MYVEKT INTERNATIONAL SKOPJE	99.97%	Line by line
RDA TRADING, Guernsey Islands	99.97%	Line by line
DEFENSE MATERIAL INDUSTRY S.A.-MYTILINEOS AND Co, Maroussi, Athens	100.00%	Line by line
MYTILINEOS POWER GENERATION & SUPPLIES S.A., Maroussi, Athens	100.00%	Line by line
INDUSTRIAL RESEARCH PROGRAMS ''BEAT'', Halandri, Athens	35.00%	Equity
MYTILINEOS RENEWABLE WIND POWER S.A, Maroussi, Athens	100.00%	Line by line
NORTH AEGEAN RENEWABLES, Maroussi, Athens	100.00%	Line by line
GENIKI VIOMICHANIKI, Maroussi, Athens	Common management	Line by line
MYTILINEOS HELLENIC WIND POWER S.A., Maroussi, Athens	80.00%	Line by line
AIOLIKI ANDROU TSIROVLIDI S.A., Maroussi, Athens	80.20%	Line by line
AIOLIKI NEAPOLEOS S.A., Maroussi, Athens	80.20%	Line by line
AIOLIKI EVOIAS PIRGOS S.A., Maroussi, Athens	80.20%	Line by line
AIOLIKI EVOIAS POUNTA S.A., Maroussi, Athens	80.20%	Line by line
AIOLIKI EVOIAS HELONA S.A., Maroussi, Athens	80.20%	Line by line
AIOLIKI ANDROU RAHI XIROKABI S.A., Maroussi, Athens	80.20%	Line by line
AIOLIKI PLATANOU S.A., Maroussi, Athens	80.20%	Line by line
AIOLIKI SAMOTHRAKIS S.A., Maroussi, Athens	80.20%	Line by line
AIOLIKI EVOIAS DIAKOFTIS S.A., Maroussi, Athens	80.20%	Line by line
AIOLIKI SIDIROKASTROU S.A., Maroussi, Athens	80.20%	Line by line
HELLENIC SOLAR S.A.,Maroussi, Athens	100.00%	Line by line
SPIDER S.A., Maroussi Athens	100.00%	Line by line

THORIKI S.A.I.C., Maroussi, Athens	100.00%	Line by line
DELTA PROJECT S.A., Moshato, Athens	61.97%	Line by line
THERMOREMA S.A., Moshato, Athens	24.79%	Line by line
KASTANIOTIKO S.A., Moshato, Athens	58.62%	Line by line
POUGAKIA S.A., Moshato Athens	58.93%	Line by line
DELTA PROJECT CONSTRUCT SRL, Boucouresti, Romania	58.87%	Line by line
KALOMOIRA S.A., Kallithea, Athens	12.39%	Equity
DELTA ENERGY S.A., Moshato, Athens	55.77%	Line by line
FOIVOS ENERGY S.A., Amfiklia Fthiotidas	55.77%	Line by line
YDROXOOS S.A., Moshato, Athens	55.77%	Line by line
YDROXOOS S.A., Moshato, Athens	55.77%	Line by line
PEPONIAS S.A., Moshato, Athens	34.86%	Line by line
FTHIOTIKI ENERGY S.A., Moshato, Athens	19.52%	Equity
YDRIA ENERGY S.A., Moshato, Athens	55.77%	Line by line
AIOLIKI MARTINOU S.A., Moshato, Athens	55.77%	Line by line
ARGIRI ENERGY S.A., Moshato, Athens	55.77%	Line by line
EN.DY. S.A., Moshato, Athens	55.77%	Line by line
FOTINOS TILEMAXOS S.A., Moshato, Athens	55.77%	Line by line
THESSALIKI ENERGY S.A., Moshato, Athens	55.77%	Line by line
ENERGY CONSTRUCTION DEVELOPMENT WESTERN GREECE S.A., Moshato Athens	61.97%	Line by line
IONIA ENERGY S.A., Moshato, Athens	30.37%	Equity
ELECTRONWATT S.A., Moshato, Athens	6.20%	Equity
BUSINESS ENERGY S.A., Alimos, Athens	15.44%	Equity

During the reporting period, the Group:

- acquired a 61,97% stake in the share capital of the listed in the Athens Stock Exchange company «DELTA PROJECT SA» for € 30.720.793 and through this an indirect stake in its subsidiaries. The Group consolidated «DELTA PROJECT S.A.» from 12.06.2006, as this was the date that control was deemed to be acquired. At 12/6/2006 the Group acquire 5.578.000 shares or percentage 44.62% for € 13.166. Additionally, at 13/10/2006 Mytilineos Holdings S.A., acquired 2,168,622 shares of DELTA PROJECT with a price of eight euro (8 Euro) per share, exerting the sellers' put option right. As a result of this, Group's turnover is increased €3.923.848, Group's EBIT decreased by €274.039and Group's Equity is increased by €2.349.121. If «DELTA PROJECT Group» was consolidated form the beginning of the period the Group's turnover would be increased by €6.146.921 and Group's Earning after tax would be decreased by €2.863.295. The effect of the above acquisition was a goodwill of € 12.171.361 as shown at the following table:
- Acquired at 16/6/2006 a 100% stake in the company «GENERAL STEEL-TRADING SA» for € 74.030, which is consolidated for the first time under MYTILINEOS GROUP. The consolidation of the above company was from 16/6/2006, date at which control was to deemed to be acquired. This business combination had no effect in the Group's results. It is noted also that the BOD of MYTILINEOS SA at 26/06/2006 has decided the spin-off of the metal trading sector and its contribution to the above mentioned company which has been renamed to THORIKI S.A.I.C, with Balance Sheet restructure date the 30/06/2006. The spin-off was formally approved by the Prefect of East Attica (No EM23085/26.10.06).
- During the period 01.01 – 30.09.2006, the Group's sudsidiary, «THORIKI S.A.I.C» transfer it's interest in HELLENIC'S COPPER MINES LTD (29,69%). From this transaction, the result before taxes of this subsidiary, was decreased by Euro 6.9m
- Established the company «HELLENIC SOLAR SA", a 100% subsidiary, at 1/6/2006. the company was consolidated for the first time at the reporting period.
- Furthermore, during the reporting period the Group acquired an additional 3.17% (47,08%) stake in the subsidiary «Aluminum of Greece SA» and an additional 1.71%(52.91%) stake in the subsidiary «METKA SA". The «Aluminum of Greece S.A.» stake increase is due to buy & sell transactions that have influenced the Financial Statements as follows:

Amounts in €

ALUMINIUM OF GREECE S.A.		Acqusition Cost (A)	Sales Value (B)	Company Fair Value	Group's share in Fair Value (C)	No of Shares	% Purchases / (Sales)	Κέρδος Πώλησης (Ατομικός)	Goodwill on Acquisition (A-C)	Profit on Sale of Company's Share (B-C)	Profit from Acquisition of Company's Share(C-A)
Sale	Trough Private Placement	-10,097,345	44,293,374	457,153,209	-24,695,719	-2,331,320	-5.40%	34,196,197		19,597,655	-
Purchase	Through the ASE	16,253,938		454,110,496	9,603,468	912,659	2.11%	-	6,650,470	-	-
Purchase	Call Option	9,335,029		457,156,311	28,497,641	2,690,210	6.23%	-		-	19,162,612
Purchase	Through the ASE	940,430		430,521,871	494,307	49,550	0.11%	-	446,122	-	-
Purchase	Through the ASE	562,112		445,820,437	397,649	38,493	0.09%	-	164,463	-	-
Purchase	Through the ASE	124,000		448,476,490	80,143	7,712	0.02%	-	43,857	-	-
		17,118,163				**1,367,304**	**3.17%**	**34,196,197**	**7,304,912**	**19,597,655**	**19,162,612**

The ALUMINIUM OF GREECE S.A. stake increase is due to purchase transactions that have influenced the Financial Statements as follows:

Amounts in €

METKA		Acqusition Cost (A)	Sales Value (B)	Company Fair Value	Group's share in Fair Value (C)	No of Shares	% Purchases / (Sales)	Κέρδος Πώλησης (Ατομικός)	Goodwill on Acquisition (A-C)	Profit on Sale of Company's Share (B-C)	Profit from Acquisition of Company's Share(C-A)
Purchase	Through the ASE	4,739,770	-	105,138,910	1,102,169	544,597	1.05%	-	3,637,601	-	-
Purchase	Through the ASE	2,081,812	-	95,572,500	474,384	257,862	0.50%	-	1,607,428	-	-
Purchase	Through the ASE	1,221,445	-	102,384,907	370,771	188,131	0.36%	-	850,674	-	-
Purchase	Through the ASE	1,784,916	-	107,571,138	519,700	250,985	0.48%	-	1,265,215	-	-
Sale	Through the ASE	-1,773,505	3,535,500	119,325,659	-838,371	-365,000	-0.70%	1,761,995	-1,497,872	1,199,257	-
Purchase	Through the ASE	118,043	-	119,325,659	28,482	12,400	0.02%	-	89,561	-	-
		8,172,480	**-**	**-**	**-**	**888,975**	**1.71%**	**-**	**5,952,608**	**1,199,257**	**-**

- The Group at 11/09/2006 acquired a 100% interest in the company «SPIDER ENERGY SA for Euro 6.85m. The Group consolidated the above company from 11/09/2006, date at which control was to deemed to be acquired.

- The Group participates also with 100% to the Share Capital of the newly established company «NORTH AEGEAN R.E.S. S.A.".

- MYTILINEOS GROUP S.A. Board of Directors, based on its decision of 20.12.2006, finalized the way and conditions according to which the Group's renewable energy subsidiaries shall be incorporated to «DELTA MECHANICAL EQUIPMENT AND INTEGRATED PROJECTS S.A.» (DELTA PROJECT S.A), thus making DELTA PROJECT S.A. the Group's investing branch in the renewable energy sector. In the context of realizing the above decision, MYTLINEOS GROUP S.A. transferred to MYTILINEOS RENEWABLE ENERGY SOURCES S.A. (MRES) - a 100% subsidiary - the following: a) its 80% stake in «MYTILINEOS WIND POWER S.A.", b) its stake in the renewable energy project companies (subsidiaries of MYTILINEOS WIND POWER S.A. by 99%) which amounts to 1% of each company's share capital c) its 99% stake in «HELLENIC PHOTOVOLTAIC COMPANY S.A.» and «NORTH AEGEAN RENEWABLE SOURCES S.A.", d) its 100% stake in «SPIDER ENERGY COMPANY S.A.". After that, MRES shall be incorporated to DELTA PROJECT S.A. through a merger, according to the provisions of articles 69 and after of law 2190/1920, and articles 1 to 5 of 2166/1993, and according to merchant law in general. In order to realize the Company's decision for an independent role of DELTA PROJECT S.A. in the renewable energy sector, a secession of the (i) construction of mechanical equipment, machines, and metal constructions, and (ii) integrated industrial and energy project construction sectors from DELTA PROJECT S.A. and their incorporation to the 100% non-stock market subsidiary of DELTA PROJECT S.A. «WESTERN GREECE TECHNICAL ENERGY DEVELOPMENT S.A.» (WGTED) according to the provisions of article 4 of law 2166/ 1993, of 2190/1920, and all other relevant laws was also decided. The seceded sector of integrated industrial and energy project construction represents a percentage of more than 30% of the turnover of DELTA PROJECT S.A. according to last fiscal year. The Board of Directors of MRES, DELTA PROJECT, and WGTED decided on 29.12.2006 to commence both the merging procedure of MRES by DELTA PROJECT S.A. and the secession of the above sectors of DELTA PROJECT and their integration to WGTED with a balance sheet transformation date 31.12.2006, as well as to appoint sworn auditors which will assess the accounting value of MRES and the property of the seceded sectors, and independent financial institutions for the assessment of the property of the transformed companies. The Company, after receiving the required approval from the relevant monitoring authorities, shall distribute an informative bulletin to the investors according to the provisions of the law.

10. Financial Results of MYTILINEOS HOLDINGS S.A.

10.1. Basis for Preparation of the Financial Statements

The consolidated financial statements of MYTILINEOS S.A. as of December 31st 2006 covering the entire 2006 fiscal year, have been compiled based on the historic cost principle as is amended by the readjustment of specific asset and liability items into market values, the going concern principle and are in accordance with the International Financial Reporting Standards (IFRS) that have been issued by the International Accounting Standards Board (IASB) and their interpretations that have been issued by the International Financial Reporting Interpretations Committee (IFRIC) of the IASB.

The IASB has issued a series of standards that are referred to as the «IFRS Stable Platform 2005". The Group uses the IFRS Stable Platform 2005 from January 1st, 2005 onwards.

Basic Accounting Principles

The accounting principles under which the attached financial statements have been prepared and the Group applies consistently are the following:

New Accounting Principles and Interpretations of IFRIC

The IASB and the IFRIC have already issued a series of new accounting principles and interpretations which are mandatory for the periods starting the 1st January 2007.

- ***IAS 19 (amendment) – Employee Benefits (Mandatory Application from 1/1/2006)***

The amendment introduces an alternative option for the recognition of actuarial profit and losses. The Group does not intend to change the followed accounting policy as regards to the recognition of actuarial profit and losses and thus its financial statements are not expected to be affected.

- ***Amendment of IAS 21 – Changes in Foreign Exchange Rates (Mandatory Application from 1/1/2006)***

The amendment clarifies that the monetary items between any Group subsidiary and a foreign economic unit may be considered as part of the Group's investment in this economic unit. The foreign exchange differences that emerge are transferred to the net position during the consolidation if the settlement of the monetary item is not expected to take place in the foreseeable future. The amendment is not expected to affect the Group's financial statements as there are no monetary items, which are expected to settle in the foreseeable future.

- ***IAS 39 (Amendment), The Fair Value Option***

This amendment limits the classification of financial instruments as financial instruments valued at fair value through the results. The Group is not expected to be affected by the adoption of the amendment as all the financial instruments classified as valued at fair value through the results are held for trade purposes.

- ***IFRIC 4. Determining Whether a Receivable Includes a Lease***

This interpretation sets the criteria in order to assess whether a lease is included in an agreement that does not have the legal form of a lease. Each agreement that gives the right to use a specific asset in exchange for payments will be considered as a lease. The implementation of IFRIC 4 is not expected to change the accounting of any of the Group's existing contracts.

- ***IFRIC 10, Interim Financial Statements and Impairment***

This interpretation states that the specific requirements of IAS 36 (regarding goodwill) and IAS 39 (regarding financial assets available for sale) precede general requirements of IAS 34 and thus impairment losses that are recognized for such items in the interim period cannot be reversed in subsequent periods. The Group was not affected by the adoption of the interpretation as it has not gone forward with reversing impairment losses.

- ***IFRIC 8, Scope of IFRS 2***

This interpretation requires the implementation of IFRS 2 during the treatment of all transactions relating to issuing participating titles, where the recognizable price collected is less than the fair value of participating titles issued. The Group was not affected by the adoption of the interpretation.

- ***IAS 39 and IFRS 4 (Amendment), Financial Guarantee Contracts***

Financial guarantee contracts are presented by the issuer as financial instruments. Their initial recognition takes place at fair values the day the guarantee was provided and their subsequent calculation is made at the higher value between, (a) the initial value minus calculated depreciations, in order to recognize the income from commissions that is accrued during the contract (IAS 18) with the straight line method and (b) the best possible estimation of the required expense for the settlement of a possible financial liability during the Balance Sheet date (IAS 37). If the issuer considers that such contracts constitute insurance contracts, then he must choose whether to apply IAS 39 «Financial instruments: recognition and measurement» or IFRS 4 «Insurance contracts".

- ***IFRS 6 «Exploration for and Evaluation of Mineral Assets»***

is mandatory to be used since 1/1/2006. The use of the above principle did not affect the Consolidated Financial Statements.

- ***IAS 39 (Amendment), Cash Flow Hedging in Foreseen Intercompany Transactions***

The amendment allows for an intercompany transaction to be classified as the underlying in a foreign exchange cash flow hedge in the consolidated financial statements under the condition that, a) the transaction is highly possible to realize and qualifies for hedging accounting under the provisions of IAS 39, b) the transaction will be realised in a currency different from the functional currency of the company and c) the exchange rate risk will affect the consolidated income statement. The amendment will not affect the Group's consolidated income statement since there are no intercompany transactions classified as underlying items.

Standards, Amendments and Interpretations with Mandatory Application from 2006 that are not Related to the Group's Activities

- IFRS 1 (Amendment), First adoption of IFRS
- IFRS 6 Exploration and evaluation of mineral resources

- IFRS 6 (Amendment), Exploration and evaluation of mineral resources
- IFRIC 5 Rights from investment in decommissioning, restoration and environmental rehabilitation funds.
- IFRIC 6 Liabilities arising from activities in specific sectors – management of electrical and electronic waste.
- IFRIC 7 Implementation of restatement method in hyper inflationary economies.
- IFRIC 9 Re-evaluation of embedded derivatives

Standards, Amendments and Interpretations in Existing Standards with a Subsequent Implementation Date (for which the Group has not Gone Forward with Optional Implementation).

The International Accounting Standards Board and the Interpretations Committee have already issued a series of new accounting standards and interpretations, which are not mandatory for the accounting periods beginning on January 1st 2006.

The Group's assessment regarding the effect of the aforementioned new standards and interpretations, is as follows:

- ***IAS 1 (amendment) Capital disclosures***

Due to the issuance of IFRS 7, further disclosures were added to IAS 1 in order for a company to provide useful information to users regarding the objectives, policies and management procedures for its capital. The group will apply the amendments of IAS 1 from 1/1/2007.

- ***IFRS 7, Disclosures of Financial Instruments***

IFRS 7 requires, apart from IAS 32, disclosures for all financial instruments (except those that fall under other standards – i.e. IAS 27, 28, 31). IFRS 7 requires the disclosure of the importance of financial instruments for the company's performance and financial status. Also, qualitative and quantitative information regarding the risks emanating from the use of the financial instruments. The Group will apply IFRS 7 from 1/1/2007.

- ***IFRS 8. Operating Sectors***

IFRS 8 replaces IAS 14 and sets different disclosure requirements regarding the information by activity sectors. IFRS 8 is effective from 1/1/2009 and is expected to be adopted by the Group then.

IFRIC 11 IFRS 2- Transactions in participating titles of the same company of companies of the same group

The interpretation provides instructions regarding whether a payment agreement based on the value of the entity's shares, which receives goods or services as an exchange for its own participating titles, will be accounted for as a transaction settled with participating titles or as a transaction settled with cash. IFRIC 11 is effective from 1/1/2007 and is not expected to affect the Group's financial statements.

IFRIC 12 Service Concession Agreements

IFRIC 12 handles the way with which the concession managers of a service concession must apply IFRS to account for the liabilities they undertake and the rights provided to them in the service concession agreements. IFRIC 12 is effective from 1/1/2008 and is not expected to affect the Group's financial statements.

Important Accounting Decisions, Estimations and Assumptions

The compilation of financial statements according to IFRS requires the management to make decisions, perform estimations and use assumptions that affect the amounts presented in the financial statements, the assets, liabilities, income and expenses. The actual results may differ due to such estimations. Estimations are continuously enhanced and are based on historical data and other factors, such as expectations for future events expected to realize under current conditions.

Accounting Decisions

During the implementation procedure for accounting policies, decisions are made by the management, which relate to the following:

- Classification of investments.
- Recoverability of receivables accounts.
- Impairment of inventories.
- Classification of a lease as operating or financial.

Assumptions and Estimations

The presentation of the value of specific assets and liabilities in the financial statements requires the use of estimations that are based on assumptions relating to the values and conditions not known with certainty during the compilation date of the financial statements. The Group continuously evaluates the estimations it makes based on historical data, the research of specialized consultants, the trends and methods considered appropriate for the estimation of specific conditions as well as estimations regarding how the assumptions made may change in the future.

Assumptions and estimations are required for the presentation of:

- Possible reductions in goodwill.
- Provisions for future payable income tax and deferred taxes.
- The fair value of derivatives and other financial instruments.
- Provisions amounts.
- Contingent receivables and liabilities.

Possible Reductions in Goodwill

The Group test goodwill for impairment annually and whenever events or circumstances make it more likely than not that an impairment may have occurred, such as a significant adverse change in the business climate or a decision to sell or dispose of a reporting unit. Determining whether an impairment has occurred requires valuation of the respective reporting unit, which we estimate using a discounted cash flow method. When available and as appropriate, we use comparative market multiples to corroborate discounted cash flow results. In applying this methodology, we rely on a number of factors, including actual operating results, future business plans, economic projections and market data.

If this analysis indicates goodwill s impaired, measuring the impairment requires a fair value estimate of each identified tangible and intangible asset. In this case we supplement the cash flow approach discussed above with independent appraisals, as appropriate.

We test other identified intangible assets with defined useful lives and subject to amortization by comparing the carrying amount to the sum of undiscounted cash flows expected to be generated by the asset. We test intangible assets with indefinite lives annually for impairment using a fair value method such as discounted cash flows.

The Group tests annually whether goodwill has suffered any impairment, in accordance with the accounting policy stated in Note 6. The recoverable amounts of cash-generating units have been determined based on value-in-use calculations.

Budget of Construction Contracts

The treatment for income and expenses of a construction contract, depends on whether the final result of the contract can be reliably estimated. When the result of a construction contract can be estimated reliably then all income and expenses related to the contract are recognized as such during the time period of the contract. The Group uses the percentage of completion method to determine the appropriate amount of income and expense to be recognized in each period. The percentage of completion is calculated as the contracted cost realized over the total budgeted cost of construction for each project.

Income Tax

Group and company is subject to income taxes in numerous jurisdictions. Significant estimates are required in determining the provision for income taxes. There are many transactions and calculations for which the ultimate tax determination is uncertain during the ordinary course of business. Group and company recognises liabilities for anticipated tax audit issues based on estimates of whether additional taxes will be due. Where the final tax outcome of these matters is different from the amounts that were initially recorded, such differences will impact the income tax and deferred tax provisions in the period in which such determination is made.

Provisions

Doubtful accounts are reported at the amounts likely to be recoverable based on historical experience of customer default. As soon as it is learned that a particular account is subject to a risk over and above the normal credit risk (e.g., low creditworthiness of customer, dispute as to the existence or the amount of the claim, etc.), the account is analyzed and written down if circumstances indicate the receivable is uncollectible.

Provisions for environmental rehabilitation are reported at the amounts that are likely to be claimed against the Group in order to settle the liability

Contingencies

The Group is involved in litigation and claims in the normal course of operations. Management is of the opinion that any resulting settlements would not materially affect the financial position of the Group as at December 31, 2006. However, the determination of contingent liabilities relating to the litigation and claims is a complex process that involves judgments as to the outcomes and interpretation of laws and regulations. Changes in the judgments or interpretations may result in an increase or decrease in the Company's contingent liabilities in the future.

10.2 Board of Directors Management Report

General Review

For the MYTILINEOS GROUP 2006 was a landmark, a year of important development its highlights being the full consolidation of «Aluminium Of Greece S.A.", the acquisition of Delta Project S.A. & the strategic alliance with ALSTOM.

In 2005, the acquisition of «Aluminium Of Greece S.A.» marked a new era for the Group. In 2006, the Group came closer to its goals of becoming a significant player in the Energy market through important acquisitions and strategic alliances. A business initiative which reinforces our present and forebodes a future full of significant prospects.

In 2006 the Group acquired DELTA PROJECT an Athens Stock Market company since 2004 which deals with the design and implementation of complete 'turn key' units on behalf of industries, with the construction of hydroturbines, as well as with the development, construction, and exploitation of power production units from renewable sources (mainly wind parks and hydroelectric units).

DELTA PROJECT possesses directly or through its subsidiaries DELTA ENERGY S.A. and IONIA ENERGY S.A. 30 power production units as follows:

- 3 operational hydroelectric units of a total installed power 7 MW,
- 8 hydroelectric units of a total installed power 21 MW, which are in the process of construction (expected to be all completed until 2008),
- 16 hydroelectric units and two wind parks of a total power 47.84MW and 18MW respectively, which are in a development phase,
- Applications for getting power production licenses for wind parks of a total power 65MW.

The above deal reinforces significantly the potential and development prospects of MYTILINEOS Group in the energy sector, since it improves the capability to develop projects of renewable energy sources, through the addition of considerable know-how both in the wind parks and in the development and construction of hydroelectric power production units.

We should specifically point out the commencement of the process for incorporating all the Group's activities relating to Renewable Energy Sources to DELTA Project S.A.; a plan announced immediately after the acquisition of DELTA Project. Those movements reinforce considerably the Group's potential and growth prospects in the Energy sector, since the total licensed electric power from renewable energy sources now surpasses the 440 MW, and the general total (thermal and renewable sources) surpasses the 1,500 MW; this gives a precedence to the Group in view of the gradual deregulation of the energy market in Greece. At the same time, its wide-range activity in the Energy market (project construction, energy-steam co-production, electricity import, production from thermal and renewable sources), places in a strategically flexible position the Group, allowing it to take business decisions which improve its profit, according to the existing conditions of the still under development Greek market.

A major event of this year was also the decision to contest jointly with ELLINIKI TECHNODOMIKI S.A. for the public metallurgical area of Vevi at Florina prefecture. It is now known that the two Groups intend to cooperate also in the future for the acquisition of other lignite exploitations.

During this year, METKA strengthened its position as the most specialized energy projects' contructor in Greece, especially after the sucessful costruction, both as regards time and cost, and as regards the capacity factor (a 55.5% which is the highest among all PPC units, with obvious financial and environmental benefits) of Unit V with a power of 385 MW at the EPC's energy center in Lavrio. Meanwhile, METKA initialized a strategic cooperation with the ALSTOM company, in order to jointly undertake and realize projects in the general area of Southeastern Europe. The continuation of METKA's significant course shall be marked by its expansion into an international level, the completion of the energy-steam co-production station for 'Aluminum of Greece S.A.', and its participation – jointly with ALSTOM – to the EPC tendering process for the construction of a combined cycle power station at Aliveri.

Our positive course and the success of our strategic planning were clearly reflected in our financial results of 2006. This fiscal year was an excellent one for the Group, that increased its turnover by 13%, its EBITDA by 14% and its profit after Tax and minorities by 8,1% compared to 2005.

Finally, both the significant financial performance of the Group for 2006 and the positive prospects for the fore-coming year of 2007 were reflected also in the share price that had a significant increase during the year.

Prospects for the Forthcoming year (2007)

The positive results and the prospects for further development will also characterized the new year.

More specifically, in 2007 we expect momentous development on all areas of our activity:

- **In Metallurgy:** based on the metals high prices, the retention of the positive trends and the realization of our cost cutting plan, we expect an important increase of our figures. Furthermore we have entered into derivative financial products in order to secure the currently high metal prices for a significant part of Aluminium production.
- **In Energy:** the establishment of the Group as the most specialized constructor of Energy projects in Greece, parallel to exploring the possibility of international strategic alliances and extending its activities in the production and trading of electric energy in the currently formed, deregulated energy market. The Group has decided to immediately initiate the investment plan for a merchant power plant of 412 MW at Agios Nikolaos site in Biotia, south of Greece. The process up to now strongly suggests that the liberalization of the electricity market in Greece is ante portas with large companies' investments to essentially contribute to competition. In this respect Tender procedures, which were initialized back in 2000 in order to give incentives and subsidies to prospective local investors for isolated power units are considered by MYTILINEOS as no longer necessary. Within this framework MYTILINEOS HOLDINGS agreed to proceed with the construction and operation of a new Merchant Independent Power Production Plant of 412 MW for which MYTILINEOS has been granted all necessary Licenses and Permits to start construction immediately. The plant is of combined cycle technology and shall operate with natural gas as prime fuel. The new merchant plant of Agios Nikolaos shall produce 2500 MWh annually to supply the wholesale market, supply companies and individual consumers. Total investment will exceed the amount of € 215 Mio. The new power station is to be built by METKA EPC Contractor, a listed subsidiary of MYTILINEOS and is planned to be operable by June 2009. This new unit is to be built nearby the Group's CHP plant of 334 MW, which is under construction and shall be operable in July 2007. The interconnector pipeline to serve with gas both power stations is underway and ready in May 2007. The construction of the CCGT by MYTILINEOS HOLDINGS signals the conclusion of the first phase of Agios Nikolaos Energy Centre, first system of the country. The total annual production represents about 10% of the total annual consumption of the interconnected system and about 35% of the electricity consumption of the Greater Athens Area. To this respect it shall stabilize the suffering southern part of the electricity system and shall diminish the danger of black outs.
- **In constructions:** the continuation of the important progress with the construction of the «Electricity- Steam Cogeneration Plant", the Leopard tank in Volos factory and the completion of other EPC projects both in Greece and abroad, as well as the maximisation of the significant advantages from the recent strategic alliance with ALSTOM in Greece and in the broader South Eastern Europe region
- **Defence:** a further development of the activities of the group companies ELVO and METKA and the reinforcement of the Group's position in the production of conventional and tracked vehicles in Greece and neighbouring region.

All the above are goals that make part of our strategic planning towards a continuous promotion and development of synergies among our four different sectors of our activities.

Ladies and Gentlemen shareholders,, during 2006 MYTILINEOS GROUP increase its dynamics through its strategic choices, promoted its presence in the Metallurgy Sector and extended its activity in the Defence and Energy Sectors.

During 2007, with aspiration and efficiency we shall continue to promote our goal of attaining a leading role in the European Heavy Industry Market.

Factors of Added Value and Performance Evaluation

The group monitors its performance through the analysis of five (5) basic sectors:

((a) Metallurgy & Mining Sector, where «Aluminium Of Greece", its subsidiary «Delfoi Distomon» and the activity of basic metals of the 100% Groups' subsidiary «Thoriki S.A.I.C.» are incorporated. This sectors accounted for the 62% of group's Sales and the 66,6% of the Group's EBITDA. The performance of this sector is expected to account for the greatest part of the Group's results within 2007 as well as 2006 .

(b) The Alumina contract is monitored separately. In 2005, this contract accounted for the 20% of Group's Sales and the 25.6% of the Group's EBITDA.

(c) The Construction Projects Sector operated by the subsidiary METKA and its affiliated companies, is another important sector for the Group. In 2006, this sector accounted for the 17.3% of the Group's Sales and the 6,6% of the Group's EBITDA.

(d) In 2006 the Groups' first Wind Park in Sidirokastro became fully operated. Moreover, the Group established new energy companies and acquired others. The Groups' Energy Sector operated by DEPRO Group, MHWP Group, SOLAR SA, SPIDER SA, NORTH AEGEAN R.E.S. and MPGS. In 2006, this sector accounted for the 0,4% of the Group's Sales and the 1,15% of the Group's EBITDA, while we expect that its contribution to the 2007 results will be of great importance for the Group.

(e) The fifth and the last sector of activity is the one of defence systems in which the Group operates through its associate ELVO S.A. The turnover of this sector is not presented in the consolidated financial statements as ELVO is not fully consolidated, since the Group cannot establish «control» as defined by IFRS. 2006 was a difficult year for that sector mainly due to delays in new projects' assignment, while we expect that 2007 will be an accordingly difficult year in which the financial results are expected to be maintained at the same levels as in 2005.

The Group's policy is to monitor its performance on a month to month basis thus tracking on time and effectively the deviations from its goals and undertaking necessary corrective actions. The group evaluates its financial performance using the following generally accepted Key Performance Indicators (KPI's).

- ROCE (Return On Capital Employed): this ratio divides EBIT with the total Capital Employed if the Group which is the sum of Equity, Total of Bank Loans and Long Term Provisions.
- ROE (Return On Equity): this ratio divides Earning After Tax(EAT) with the Group's Shareholders' Equity.
- EVA(Economic Value Added): this figure is calculated by multiplying the difference of ROCE and Cost of Capital with the Capital Employed as defined above and reflects the amount added to the economic value of the firm. In order to calculate the Cost of Capital the group uses the WACC formula.

The above indicators for 2006 as compare to 2005 are as follows:

	31/12/2006	**31/12/2005**
ROCE	15%	15%
ROE	17%	17%
EVA (in € m)	60	56

CORPORATE GOVERNANCE

The company has adopted Corporate Governance Principles in line with those established by Greek legislation and by international best practices. These principles, on which the organization and management of the company are ultimately based, strive for transparency in investor relations and the indemnity of stakeholders' interest.

The Board of Directors of Mytilineos S.A. is the trustee of the Group's Corporate Governance Principles. It is comprised by 2 executive and 5 non-executive members. From the non-executive members, 3 satisfy the conditions set by law 3016/2002, and can be called «independent".

The Audit Committee is comprised by non-executive members of the Board and its mission is to conduct objective internal and external audits and facilitate an effective communication among the auditors and the Board. Its responsibilities are to ensure compliance with the rules of Corporate Governance, guarantee a proper operation of the Internal Audit System and supervise the works of the company's Internal Audit Department.

Internal Auditing is a basic and essential element of corporate governance. The Internal Audit department of Mytilineos S.A. is an independent organizational unit that reports to the company's Board of Directors. Its responsibilities include the evaluation and improvement of risk management and internal auditing methodology. The unit also verifies compliance with legislated policies and with procedures set by the company's Internal Regulation of Operations, and the current legislation.

Mytilineos Holdings S.A. has an internal audit department since 17/09/2001. Head of the department is Mr. Papageorgiou Antonios. The Head of Internal Audit has a full time employment relationship to our company.

Dividend Policy

Regarding the distribution of dividends the Board Of Directors, considering among others the Group's performance, the prospects and the Capital Expenditure plans, proposes the distribution of dividends of 0,60€/share as opposed to 0,40€/share in 2005. This proposed dividend is subject to the approval of the General Assembly.

Evangelos Mytilineos
Chairman & Managing Director

10.3 Information Regarding the Issues of Paragraph 1 of Article 11α L.3371/2005 of Mytilineos Holdings S.A.

This explanatory report of the Board of Directors is submitted to the Ordinary General Shareholders' Meeting and contains detailed information regarding the issues of paragraph 1 of article 11α L.3371/2005.

I. Company's Share Capital Structure

The share capital of Mytilineos Holding S.A amounts to 24.312.204 euro, divided into 40.520.340 common registered shares with voting right and a par value of 0,60 euro each. Each share provides one voting right. The shares of Mytilineos Holding S.A are listed on the Securities Market of the Athens Exchange.

The rights of the Company's shareholders with respect to their shares are proportional to the share capital stake to which the paid-in share value corresponds. Each share incorporates all the rights and obligations that are stipulated by the Law and Company's Articles of Association, and more specifically:

- The right to dividends from the annual profits or liquidation profits of the Company. A percentage of 35% of the net profits following deduction only of the statutory reserves or 6% of the paid in capital (and in particular the larger of the two amounts) is distributed from the profits of each year to the shareholders as an initial dividend while the distribution of an additional dividend is resolved upon by the General Meeting. The General Meeting determines the added dividend. Dividends are entitled to each shareholder who is registered in the Shareholders' Register held by the Company on the date of approval of the financial statements by the Ordinary General Shareholders' Meeting. The dividend for each share is paid to its holder within two (2) months from the date on which the Ordinary General Meeting approved the annual financial statements according to the announced schedule of intended actions. The payment date and the payment method of the dividend are available through the Athens Exchange's website, the Company's official website and is also released through the Press. The right to receive payment of the dividend is subject to a time limitation and the respective unclaimed amount goes to the State upon the lapse of five years from the end of the year during which the General Meeting approved the distribution of the said dividend.

- The right to reclaim the amount of one's contribution during the liquidation or, similarly, the writing off of the capital representing the share, provided that this is resolved upon by the General Meeting,
- The right of pre-emption at every share capital increase of the Company via cash payment or the issuance of new shares.
- Each shareholder is entitled to request the annual financial statements along with the relevant reports of the Board of Directors and the Auditors of the Company.
- Shareholders participate in the Company's General Meeting which constitute the following rights: legitimacy, presence, participation in discussions, submission of proposals on the items of the agenda, entry of one's opinion on the minutes of the Meeting and finally the right to vote.
- The General Meeting of Company's Shareholders retain all its rights and obligations during the winding up (according to paragraph 3 of article 41 of the Articles of Association).

The shareholders' responsibility is limited to the nominal value of the shares held..

II. Restrictions for Transferring Company Shares

The transfer of Company shares takes place based on procedures stipulated by the law and the Athens Exchange's regulation, while there are no restrictions set by the Articles of Association for transfer of shares.

III.Important Indirect/Direct Participations According to Presidential Decree (PD) 51/1992

The Shareholders (natural or legal entity) that hold direct or indirect a more than 5% of Company's Shares are presented in the following table.

Name	Percentage
Evangelos Mytilineos	17.13
Ioannis Mytilineos	18.56
Morgan Stanley & Co International LTD	7.67

IV. Shares with Special Control Rights

There are no Company shares that provide special control rights to their holders.

V. Restrictions on Voting Rights

No restrictions on voting rights emanate from the Company shares according to the Articles of Association..

VI. Agreements Between Company Shareholders

The Company is not aware of any agreements among its shareholders, which would result in restrictions on the assignment of its shares or exercise of the voting rights stemming from such shares.

VII. Regulations Regarding the Assignment and Replacement of BoD Members and Amendments of the Articles of Association

For the assignment and replacement of BoD members as well as for amendments of its Articles of Association, the Company follows the provisions of C.L. 2190/1920

VIII. Responsibility of the BoD for the Issuance of New Shares or Acquisition of Own Shares

A) According to the provisions of article 13 par. 1 item b) of C.L. 2190/1920 and the article 5 of the Articles of Association, the Company's Board of Directors has the right, following a relevant decision by the General Shareholder's Meeting that is subject to the publicity announcements of article 7b of C.L. 2190/1920, to increase the Company's share capital with the issuance of new shares, through a decision by the Board of Directors that is made with a majority of at lease two thirds (2/3) of its total members.
In this case, Company's share capital may be increased by no more than the share capital amount paid up on the date when the Board of Directors was granted such power by the General Meeting, This power of the Board of Directors may be renewed by the General Meeting for a period that may not exceed five year per instance of renewal..

B) According to the provisions of article 13 par. 9 item b) of C.L. 2190/1920, the General Meeting may establish a stock option planfor the members of the Board of Directors and Company's staff, in accordance with the specific terms of such decision. The decision of the General Meeting defines, in particular, the highest number of shares to be issued, which may not exceed, by law, this number cannot extravagate the 1/10 of the existed shares.

The BoD regulates by resolution any other detail not otherwise regulated by the General Meeting, issues stock options certificates and shares for the the entitled persons, who exercise their options, increasing the share capital accordingly and certifying such increase in December of every year.

According to the decision of the B' Repeated of General Meeting of the Shareholder at 14.6.2006 was established a plan for the acquisition of shares by the members of BoD and employees, which are going to last from three to five years, in form of options for the acquisition of shares (stock option), on the basis of which, a maximum of 1.215.610 options may be granted for the acquisition of shares at a price equivalent with the 80% of the antedate six month average stock exchange price of the approval. With the above decision the BoD is entitled to specify, according to the decision of the General Assembly, the details for the execution of the program along with the prerequisites for the stock options release and the beneficiaries. As of today no decision has been taken by the Board of Directors of the company.

C) According to the provisions of the paragraphs 5-13 of article 16 par. 9 item b) of C.L. 2190/1920, the listed companies may acquire own shares through the Athens Stock Exchange, according to decision of the General Meeting until the 10% of total shares, in order to support the stock exchange price. In the Meeting held on 14.6.2006 the General Meeting of Shareholders, making use of the above possibility provided by the Law, decide that the Company should acquire, during the period 14.6.2006 - 13.6.2007 no more than 4.054.034 shares, equivalent to 10% of total existing shares, in order to support the stock exchange price of its share, in a price range between € 5 (minimum) and € 35 (maximum). In the Meeting held on 16.2.2006 the General Meeting of Shareholders amended the initial decision in a price range between € 5 (minimum) and € 50 (maximum). In the context of implementing the aforementioned General Meeting decision, the Company's BoD defines by resolution, prior to the start of the individual trading period, the principal trading terms, in particular the maximum number of own shares to be acquired, maximum and minimum price and time period that shares shall be acquired.

IX. Important Agreement which is Amended / Terminated in Case a change arises in the company's control following a public offer.

There are no agreements which enter into force, are amended or terminated in the event of change in the control of the Company following a public offer.

X. Agreement between the Company and BoD Members or Employees Regarding the Termination of their Terms / Employment

There is no agreement between the Company and the BoD members or staff providing for the payment of any compensation specifically in the event of resignation or dismissal without cause, or termination of their mandate or employment as a result of a Public Acquisition Offer

The provisions formed for retirement compensations as a result of the provisions of the L.3371/2005, amounts to 329 k€ on 31.12.2006. The above amount is divided into 151 k€ for members of the BoD and 178 k€ for staff members who held General Director, Deputy General Director and Assistant General Director positions.

Evangelos Mytilineos
Chairman & Managing Director

10.4 Auditor's Report

To the Shareholders of MYTILINEOS S.A.

Report on the Financial Statements

We have audited the financial statements of MYTILINAIOS HOLDINGS S.A. (the «Company"), and the consolidated financial statements of the Company and its subsidiaries (the «Group"), which comprise the balance sheet as at 31 December 2006, and the income statement, statement of changes in shareholders' equity and cash flow statement for the year then ended, and a summary of significant accounting policies and other explanatory notes.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Financial Reporting Standards. This responsibility includes: designing, implementing and maintaining internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

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 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 entity'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 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 aforementioned financial statements present fairly, in all material respects, the financial position of the company and the Group as of 31 December 2006 and of its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards that have been adopted by the European Union.

Report on Other Legal and Regulatory Requirements

In our opinion, the Board of Directors' Report is consistent with the aforementioned financial statements.

Athens, 26 February 2007
Chartered Accountants
Vassilis Kazas
SOEL R.N. 13281

A.M. SOEL 127
Chartered Accountants
Vassileos Konstantinou 44
116 35 Athens

10.5 Annual Financial Statements at the Consolidated and Parent Basis

10.5.1 Income Statement

amounts in €	THE GROUP		THE COMPANY	
	01/01-31/12/06	01/01-31/12/05	01/01-31/12/06	01/01-31/12/05
Sales	**843,348,070**	**734,473,251**	**132,329,416**	**164,100,541**
Cost of Sales	(631,316,183)	(572,036,040)	(113,451,184)	(151,608,961)
Gross Profit	**212,031,888**	**162,437,211**	**18,878,232**	**12,491,581**
Other Operating Income	14,768,538	30,859,453	3,716,021	8,757,430
Distribution Expenses	(13,239,057)	(9,438,005)	(5,259,396)	(5,093,238)
Administrative Expenses	(32,642,917)	(23,329,557)	(7,624,408)	(6,070,959)
Other Operating Expenses	(16,963,693)	(23,033,998)	(7,305,078)	(10,623,649)
Research & Development Expenses	(152,944)	-	-	-
Earnings before Interest and Income Tax	**163,801,814**	**137,495,104**	**2,405,370**	**(538,836)**
Financial Income	3,497,562	5,603,882	1,745,651	2,648,657
Financial Expenses	(11,832,854)	(15,281,482)	(7,693,522)	(8,912,432)
Other Financial Results	34,038,417	27,990,907	60,765,095	52,502,987
Negative Goodwill	19,242,077	137,465,657	-	-
Share of Profit of Associates	(4,419,693)	804,213	-	-
Profit before Income Tax	**204,327,325**	**294,078,281**	**57,222,594**	**45,700,376**
Income Tax Expense	(47,350,130)	(38,331,625)	(10,827,679)	(865,461)
Profit for the Period	**156,977,194**	**255,746,656**	**46,394,915**	**44,834,915**
Result from Discontinuing Operations	356,425	453,325	-	-
Profit for the Period	**157,333,620**	**256,199,982**	**-**	**-**
Attributable to:				
Equity Holders of the Parent	105,579,076	211,539,021	46,394,915	44,834,915
Minority Interest	51,754,543	44,660,960	-	-
Basic Earnings per Share	**2.61**	**5.22**	**1.15**	**1.11**
Earnings before Income Tax, Financial Results,Depreciation and Amortization	**188,257,680**	**157,750,142**	**2,741,602**	**(217,530)**
Earnings before Income Tax and Financial Results	**163,801,814**	**137,495,104**	**2,405,370**	**(538,836)**
Earnings before Income Tax	**204,327,325**	**294,078,281**	**57,222,594**	**45,700,376**
Earnings for the Period	**156,977,194**	**256,199,982**	**46,394,915**	**44,834,915**

10.5.2 Balance Sheet

amounts in €	THE GROUP		THE COMPANY	
ASSETS	**31/12/2006**	**31/12/2005**	**31/12/2006**	**31/12/2005**
Non-Current Assets				
Tangible Assets	540,960,295	431,003,395	11,445,768	11,681,984
Goodwill	128,257,177	102,273,669	-	-
Intangible Assets	57,786,478	14,477,282	47,381	-
Investments in Subsidiary Companies	-	-	365,810,620	218,175,243
Investments in Associate Companies	30,247,173	31,861,403	15,920,830	17,211,381
Deferred Tax Receivables	26,069,199	9,107,480	4,623,678	6,370,631
Financial Assets Available for Sale	70,317,907	42,118,108	39,384	36,831
Other Long-term Receivables	3,100,976	2,725,958	107,092	143,965
	856,739,205	**633,567,296**	**397,994,752**	**253,620,034**
Current Assets				
Inventories	203,057,887	154,347,805	-	666,445
Trade and Other Receivables	177,395,158	219,846,301	10,707,436	100,555,240
Other Receivables	95,379,341	92,592,893	56,332,185	20,801,715
Other Current Assets	10,502,793	5,836,146	85,019	3,955,036
Financial Assets at Fair Value through Profit or Loss	7,736,578	6,519,348	3,024,669	3,598,807
Cash and Cash Equivalents	15,373,860	62,729,359	2,301,371	687,066
	509,445,616	**541,871,852**	**72,450,681**	**130,264,309**
Total Assets	**1,366,184,821**	**1,175,439,148**	**470,445,432**	**383,884,343**
EQUITY AND LIABILITIES				
Equity				
Share Capital	24,162,132	24,312,204	24,162,132	24,312,204
Share Premium	181,117,270	187,520,764	177,503,432	183,906,926
Fair Value Reserves	990,699	15,167,654	-	-
Other Reserves	33,481,850	18,894	4,591,987	783,427
Translation Reserves	(9,843,629)	(3,266,881)	-	-
Retained Earnings	220,481,924	165,687,205	53,624,538	27,246,309
Equity Attributable to Parent's Shareholders	**450,390,245**	**389,439,840**	**259,882,088**	**236,248,866**
Minority Interests	**328,747,467**	**318,394,032**	**-**	**-**
Total Equity	**779,137,712**	**707,833,872**	**259,882,088**	**236,248,866**
Non-Current Liabilities				
Long-Term Debt	37,421,006	52,139,169	21,328,695	41,973,764
Derivatives	6,811,204	2,766,257	5,345,713	2,766,257
Deferred Tax Liability	48,494,888	38,178,269	13,949,573	16,977,385
Liabilities for Pension Plans	34,647,563	32,485,516	650,123	389,373
Other Long-Term Liabilities	38,231,865	28,534,975	-	-
Provisions	19,771,825	11,895,325	-	-
Total Non-Current Liabilities	**185,378,351**	**165,999,511**	**41,274,104**	**62,106,780**
Current Liabilities				
Trade and Other Payables	103,438,292	142,860,325	-	5,556,853
Tax Payable	57,935,003	47,987,168	12,462,072	12,936,898
Short-Term Debt	156,004,485	51,493,894	98,331,867	30,581,917
Current Portion of Non-Current Liabilities	17,564,120	24,683,954	17,564,120	24,683,954
Liabilities to Subsidiaries	-	-	39,138,463	8,325,740
Derivatives	38,043,373	2,722,720	546,731	2,157,990
Other Payables	28,430,821	31,629,015	1,245,987	1,285,345
Current Portion of Non-Current Provisions	252,666	228,689	-	-
Total current liabilities	**401,668,761**	**301,605,765**	**169,289,240**	**85,528,698**
Total Liabilities	**587,047,112**	**467,605,277**	**210,563,344**	**147,635,478**
Total Equity and Liabilities	**1,366,184,823**	**1,175,439,148**	**470,445,432**	**383,884,343**

10.5.3 Cash Flow Statement

amounts in €	THE GROUP		THE COMPANY	
	2006	2005	2006	2005
Cash Flows from Operating Activities				
Cash Flows from Operating Activities	116,231,606	130,082,886	48,026,672	(48,828,790)
Interest Paid	(10,199,796)	(14,843,811)	(7,693,522)	(8,912,432)
Income Tax Paid	(59,942,419)	(53,658,226)	(17,229,960)	(8,623,722)
Net Cash Flows from Operating Activities	**46,089,391**	**61,580,849**	**23,103,189**	**(66,364,944)**
Cash Flows from Investing Activities				
Purchases of Tangible Assets	(88,281,074)	(81,704,208)	(511,914)	(52,868)
Purchases of Intangible Assets	(2,189,601)	(2,936,993)	(50,426)	-
Sale of Tangible Assets	12,951,326	557,905	367,659	-
Dividends Received	297,856	176,423	20,298,792	17,312,349
Loans to Related Parties	(0)	-	(33,914,860)	-
Purchase of Financial Assets Held-for-Sale	(30,132,625)	(17,710,481)	(2,553)	-
Purchase of Financial Assets at Fair Value Through Profit and Loss	(6,487,291)	(8,123,029)	(2,784,291)	(5,678,640)
Derivatives Settlement	-	72,157,333	-	-
Acquisition of Associates	-	(817,080)	-	-
Acquisition /Sale of Subsidiaries (Less Cash)	(47,271,396)	43,188,347	(31,328,813)	(67,523,355)
Sale of Financial Assets held-for-Sale	21,415,222	4,557,439	-	285,276
Sale of Financial Assets at Fair Value Through Profit and Loss	5,933,627	25,085,542	3,939,238	118,202,142
Interest received	3,826,159	5,796,473	1,745,651	2,648,657
Cash Flows from Discontinued Operations	(2,271,407)	14,272		
Cash Received from Loans to Associates	-	-	-	-
Grants Received	14,068,620	185,282	-	-
Other Cash Flows from Investing Activities	1,017,993	(271,848)	-	-
Net Cash Flow from Investing Activities	**(117,122,591)**	**40,155,377**	**(42,241,517)**	**65,193,562**
Cash Flow from Financing Activities				
Proceeds from Issue of Share Capital	1,587,235	801,823	-	-
Sale of Treasury Shares	(6,553,565)	8,775,098	(6,553,566)	-
Subsidiaries' Share Capital return to Minorities' Shareholders	-	(34,436,799)	-	-
Dividends Paid to Parent's Shareholders	(38,050,707)	(22,881,869)	(16,208,126)	(8,104,068)
Proceeds from Borrowings	49,569,461	15,200,000	-	8,304,268
Repayments of Borrowings	(54,739,644)	(27,014,247)	(17,049,282)	(22,014,247)
Cash flows from Discontinued Operations	(200,240)	(350,160)	-	-
Payment of Finance Lease Liabilities	(67,803)	(30,177)	-	-
Net Cash flow Financing Activities	**(48,455,264)**	**(59,936,331)**	**(39,810,974)**	**(21,814,046)**
Net (Decrease) / Increase in Cash and Cash Equivalents	**(119,488,465)**	**41,799,895**	**(58,949,301)**	**(22,985,428)**
Cash and Cash Equivalents at Beginning of Period	(12,678,968)	(54,653,748)	(54,578,805)	(31,593,378)
Exchange Differences in Cash and Cash Equivalents	**(118,694)**	**-**	**(66,510)**	**-**
Net Cash at the End of the Period	**(132,286,126)**	**(12,853,853)**	**(113,594,617)**	**(54,578,806)**
Overdrafts	**(147,659,987)**	**(75,583,212)**	**(115,895,987)**	**(55,265,871)**
Cash and Cash Equivalent	**15,373,860**	**62,729,358**	**2,301,371**	**687,066**
Net Cash at the End of the Period	**(132,286,127)**	**(12,853,854)**	**(113,594,617)**	**(54,578,806)**

10.6 Segment Reporting

Primary Reporting Format – Business Segments

The Group is active in three main business segments: Metallurgy, Constructions and Energy.

Segment's results are as follows:

01/01-31/12/06 **Amounts in €**	**Metallurgy**	**Constructions**	**Energy**	**Other**	**Total**
Total Gross Segment Sales	986,499,072	294,197,271	3,562,991	2,695,586	1,286,954,921
Inter-Company Sales	(295,093,518)	-	(100,000)	-	(295,193,518)
Inter-Segment Sales	-	(148,413,332)	-	-	(148,413,332)
Sales	**691,405,554**	**145,783,939**	**3,462,991**	**2,695,586**	**843,348,071**
Operating Profit	155,636,207	7,108,851	1,067,890	(11,083)	163,801,865
Financial Results	28,169,076	(1,015,655)	(1,303,776)	(146,520)	25,703,126
Share of Profit/(Loss) of Associates	-	-	(109,543)	(4,310,150)	(4,419,693)
Proft from Company Acquisition	-	-	-	19,242,077	19,242,077
Profit Before Income Tax	**183,805,283**	**6,093,196**	**(345,428)**	**14,774,325**	**204,327,375**
Income Tax	(33,413,700)	(14,448,346)	518,738	(6,822)	(47,350,130)
Profit For The Period	**150,391,583**	**(8,355,151)**	**173,310**	**14,767,503**	**156,977,245**
Result from Discontinuing Operations					356,425
Segment Depreciation	18,484,403	4,950,951	1,020,511	-	24,455,865
Segment EBITDA	**174,120,610**	**12,059,802**	**2,088,401**	**(11,083)**	**188,257,680**

01/01-31/12/05 **Amounts in €**	**Metallurgy**	**Constructions**	**Energy**	**Other**	**Total**
Total Gross Segment Sales	705,898,791	220,348,156	-	-	926,246,948
Inter-Company Sales	(191,658,666)	(115,031)	-	-	(191,773,697)
Inter-Segment Sales	-	-	-	-	0
Sales	**514,240,125**	**220,233,125**	**-**	**-**	**734,473,251**
Operating Profit	92,494,792	46,193,668	(1,176,721)	(16,634)	137,495,105
Financial Results	32,799,903	(13,380,174)	(189,107)	(917,315)	18,313,307
Share of Profit/(Loss) of Associates	-	-	-	804,213	804,213
Proft from Company Acquisition	-	-	-	137,465,657	137,465,657
Profit Before Income Tax	**125,294,695**	**32,813,494**	**(1,365,828)**	**137,335,921**	**294,078,281**
Income Tax	(24,445,519)	(13,870,239)	(6,601)	(9,266)	(38,331,625)
Profit For The Period	**100,849,175**	**18,943,255**	**(1,372,428)**	**137,326,655**	**255,746,657**
Result from Discontinuing Operations	-	-	-	-	453,325
Segment Depreciation	15,288,267	4,965,178	1,592	-	20,255,037
Segment EBITDA	**107,783,059**	**51,158,846**	**(1,175,128)**	**(16,634)**	**157,750,142**

Segment's assets and liabilities are as follows:

31/12/2006

Amounts in €	Metallurgy	Constructions	Energy	Other	Total
Assets	**1,049,167,490**	**186,476,832**	**97,556,248**	**13,693,838**	**1,346,894,407**
Unallocated Assets	-	-	-	-	19,290,414
Consolidated Assets	-	-	-	-	1,366,184,822
Liabilities	**413,476,481**	**86,597,795**	**73,005,756**	**-16,946,252**	**556,133,781**
Unallocated Liabilities	-	-	-	-	30,913,330
Consolidated Liabilities	**-**	**-**	**-**	**-**	**587,047,111**

31/12/2005

Amounts in €	Metallurgy	Constructions	Energy	Other	Total
Assets	**831,624,175**	**248,232,024**	**14,308,614**	**9,064,300**	**1,103,229,113**
Unallocated Assets	-	-	-	-	72,210,034
Consolidated Assets	831,624,175	248,232,024	14,308,614	9,064,300	1,175,439,148
Liabilities	**266,568,069**	**165,976,113**	**14,893,912**	**4,048,729**	**451,486,822**
Unallocated Liabilities	-	-	-	-	16,118,455
Consolidated Liabilities	**-**	**-**	**-**	**-**	**467,605,277**

Secondary Reporting Format – Geographical Segments

The Group is active in Greece where it has its Headquarters. It operates also in Euro zone and other countries.

Group's sales allocation to geographical segments, are as follows.

amounts in €	01/01-31/12/06	01/01-31/12/05
Greece	386,736,206	411,390,339
Eurozone	178,294,905	135,298,796
Other Countries	278,316,959	187,784,117
Sales from Continued Operations	843,348,070	734,473,251
Sales from Discontinued Operations	460,715	12,155,238
Total	**843,348,070**	**734,473,251**

Following there is an analysis of sales per type:

amounts in €	01/01-31/12/06	01/01-31/12/05
Sale of Commodities	173,872,135	195,690,880
Sales of Goods Produced	396,317,716	298,345,358
Sales of Other Inventory	3,343,403	2,485,449
Services	21,688,404	21,495,706
Sale of Property	851,028	1,732,529
Constructions	247,130,451	213,990,133
Other	144,934	733,196
Total	**843,348,070**	**734,473,251**

10.7 Brief Financial Information

10.7.1 Goodwill

The Group's goodwill is analysed as follows::

amounts in €	Goodwill
Gross Book Value	123,814,570
Accumulated Depreciation and/or Impairment	-
Book Value as at January 1st 2005	**123,814,570**
Gross Book Value	102,273,669
Accumulated Depreciation and/or Impairment	-
Book Value as at December 31st 2005	**102,273,669**
Gross Book Value	128,257,177
Accumulated Depreciation and/or Impairment	-
Book Value as at September 30st 2006	**128,257,177**

amounts in €	Goodwill
Book Value as at 01/01/2005	**123,814,569.9**
Additions	1,311,644.6
Reductions	(22,852,545)
Impairment	-
Book Value as at 31/12/2005	**102,273,669.5**
Additions	27,481,379
Reductions	(1,497,872)
Impairment	-
Book Value as at 31/12/2006	**128,257,176.5**

The allocation of Goodwill among the group's subsidiaries is as follows:

amounts in €	Recognized Goodwill as at 31/12/2006	Recognized Goodwill as at 31/12/2005
METKA S.A.	106,778,982	100,962,024
ALUMINIUM OF GREECE S.A.	7,411,591	106,678
DELTA PROJECT	12,171,361	-
SPIDER	305,957	-
SOMETRA	350,771	-
MYTILINEOS RENEWABLE WIND POWER S.A,	33,549	-
MYTILINEOS HELLENIC WIND POWER S.A.	460,813	460,813
MYTILINEOS POWER GENERATION & SUPPLIES S.A.	744,154	744,154
TOTAL	**128,257,177**	**102,273,668**

For «METKA S.A.» and «Aluminum Of Greece S.A.» the recoverable amount of the recognized goodwill, has been assessed using their Net Selling Prices (Market capitalization) minus any sales expenses.

In 000 €	Carrying amount	Recoverable amount	Difference
The Group METKA	133,60	148,36	14,76
The Group Aluminum of Greece	86,92	175,46	88,54
The Group Delta Project	30,72	64,91	34,19

For the other companies, the recoverable amount of the recognized goodwill, was assessed using their value in use.

The «value in use» was determined based on management estimates that were verified by an independent valuator. For the calculation of the value in use the discounted cash flows method was used.

In 000 €	Carrying amount	Recoverable amount	Difference
SOMETRA	25,61	36,30	10,68
SPIDER*	6,85		
The Group MYTILINEOS HELLENIC WIND POWER SA*	3,37		
The Group MYTILINEOS POWER GENERATIONS & SUPPLIES SA*	2,26		
MYTILINEOS RENEWABLE WIND POWER*	0,09		

For the companies SPIDER, MYTILINEOS HELLENIC WIND POWER S.A. GROUP, MYTILINEOS POWER GENERATION & SUPPLIES S.A GROUP and MYTILINEOS RENEWABLE WIND POWER S.A, recoverable amount it's the same with the carrying amount. According to Management's estimation the recoverable amount of those companies is higher than the carrying amount but because of the development of the segment's Business Plan and of the negotiations which are on progress, would not be appropriate to present the recoverable value. The management is pledged that the recoverable amount of those companies is at least the same with the carrying amount.

10.7.2 Intangible Assets

amounts in €	GROUP				
	Software	Inhouse Generated	Energy Stations' Licenses	Other intangible Assets	Total
Gross Book value	154,580	-	-	134,731	289,312
Accumulated Depreciation and/or Impairment	(130,714)	-	-	-	(130,714)
Book Value as at 01/01/2005	**23,867**	**-**	**-**	**134,731**	**158,598**
Gross Book value	6,329,372	-	-	63,803,842	70,133,214
Accumulated Depreciation and/or Impairment	(5,369,649)	-	-	(50,286,282)	(55,655,931)
Book Value as at 31/12/2005	**959,723**	**-**	**-**	**13,517,559**	**14,477,282**
Gross Book value	7,022,789	-	44,298,049	65,876,405	117,197,242
Accumulated Depreciation and/or Impairment	(5,722,684)	-	-	(53,688,080)	(59,410,765)
Book Value as at 31/12/2006	**1,300,105**	**-**	**44,298,049**	**12,188,324**	**57,786,478**

amounts in €	GROUP				
	Software	Inhouse Generated	Energy Stations' Licenses	Other intangible Assets	Total
Book Value as at 01/01/2005	**23,867**	**-**	**-**	**134,731**	**158,598**
Additions	956,383	-	-	14,138,450	15,094,834
Sales-Reductions	-	-	-	-	-
Depreciation	(20,527)	-	-	(811,036)	(831,563)
Reclassifications	-	-	-	-	-
Net Foreign Exchange Differences	-	-	-	55,414	55,414
Book Value as at 31/12/2005	**959,723**	**-**	**-**	**13,517,559**	**14,477,282**
Additions from acquisition of subsidiaries	196,682	-	44,298,049	985,105	45,479,836
Additions	416,254	-	-	1,773,348	2,189,602
Sales-Reductions	-	-	-	-	-
Depreciation	(272,554)	-	-	(4,087,688)	(4,360,242)
Reclassifications	-	-	-	-	-
Net Foreign Exchange Differences	-	-	-	-	-
Book Value as at 31/12/2006	**1,300,105**	**-**	**44,298,049**	**12,188,324**	**57,786,478**

The company MYTILINEOS S.A. at 31/12/2006 hold Intangible Assets amount to € 47.381 regarding software.

10.7.3 Investments in Affiliated Companies

	GROUP	
amounts in €	**31/12/06**	**31/12/05**
Opening Balance	31,861,403	35,272,639
Share of Profit/Loss (After Taxation and Minority Interest)	(1,020,508)	(1,411,236)
Additions	(593,722)	-
Reversal of Received Dividends	-	(2,000,000)
Balance at End of Period	**30,247,173**	**31,861,403**

Investments in associates as at 31st December 2006 include Goodwill of € 11.903.243 regarding ELVO.

10.7.4 Deferred Tax

	THE GROUP				THE COMPANY			
amounts in €	**31/12/2006**		**31/12/2005**		**31/12/2006**		**31/12/2005**	
Asset	Liability	Asset	Liability	Asset	Liability	Asset	Liability	
Non Current Assets								
Intangible Assets	989,259	11,554,605	1,144,221	8,472	209,473	-	1,113,419	-
Tangible Assets	13,593,003	27,147,346	909,207	30,072,187	-	1,186,713	-	1,390,640
Financial Assets Available to Sale	-	257,322	33,545	434,759	-	257,322	-	434,759
Long-term Assets	840	840	-	-	-	-	-	-
Current Assets								
Stock	413,363	205,836	-	-	-	-	-	-
Construction Contracts	7,891,431	11,645,536	7,847,596	7,443,174	-	-	-	-
Receivables	4,395,555	1,606,979	3,824,668	1,048	2,936,796	-	3,824,194	-
Financial Assets Available to Sale	-	70,077	-	114,315	-	70,077	-	114,315
Financial Assets at Fair Value	-	-	-	-	-	-	-	-
Reserve								
Reserves' Defer Tax Liability	309,025	16,048,861	-	11,974,647	-	8,896,080	-	10,319,452
Long-term Liabilities								
Employee Benefits	6,987,291	-	6,995,589	4,074	4,298	-	4,986	-
Investment Subsidies	108,351	-	-	-	-	-	-	-
Other Long-term Liabilities	4,814,074	920,800	2,892,831	485,632	-	10,316	-	(38,075)
Short-term Liabilities								
Provisions	499	3,529,176	-	3,756,562	-	2,189,816	-	3,756,293
Contingent Liabilities	18,161	2,947	-	-	-	-	-	-
Employee Benefits	1,707,547	-	990,292	-	-	-	-	-
Liabilities from Derivatives	9,740,533	-	163,772	-	-	-	-	-
Liabilities from Financing Leases	66,443	669,747	3,655	9,324	-	-	-	-
Other Short-term Liabilities	1,574,276	36,017	1,428,032	-	1,473,111	-	1,428,032	-
Other Contingent Defer Taxes	-	1,339,250	-	1,000,000	-	1,339,250	-	1,000,000
Offsetting	**(26,540,451)**	**(26,540,451)**	**(17,125,927)**	**(17,125,927)**			**-**	**-**
Total	**26,069,199**	**48,494,888**	**9,107,480**	**38,178,269**	**4,623,678**	**13,949,573**	**6,370,631**	**16,977,385**

10.7.5 Financial Assets Available for Sale

"Financial assets available for sale» include an amount of € 69.838.573 (8.82% of the share capital of Aluminum of Greece) which is concern treasure shares and the Group's investments in « ELVAL S.A.", «VIOHALCO S.A.» and « COMPANY OF INDUSTRIAL RESEARCH & METALS TECHONOLOGICAL DEVELOPMENTS". These investments are carried at fair values as at 31.12.2006.

	GROUP	
amounts in €	**31/12/06**	**31/12/05**
Balance at Beginning of The Period	42,118,108	36,831
Exchange Rate Differences	-	-
Additions	5,797,286	-
From Acquisition of Subsidiary	75,000	11,236,326
Sales/write-offs	-	-
Sale of Investment	(17,385,028)	364,951
Aluminum of Greece - Treasury Shares	39,358,573	17,710,481
Valuation of Treasury Shares at Fair Value	353,968	12,769,519
Balance at End of The Period	**70,317,907**	**42,118,108**
Non-current Assets	70,317,907	42,118,108
Current Assets	-	-
	70,317,907	**42,118,108**

10.7.6 Other Long-Term Receivables

	THE GROUP		THE COMPANY	
amounts in €	**31/12/2006**	**31/12/2005**	**31/12/2006**	**31/12/2005**
Customers - Withholding Guarantees				
Falling Due after One Year (from note 6.9)	2,354,396	1,982,000	-	-
Given Guarantees	746,580	743,958	107,092	143,965
Total Other Long-term Liabilities	**3,100,976**	**2,725,958**	**107,092**	**143,965**

These receivables fall due after one year,

10.7.7 Inventories

	THE GROUP		THE COMPANY	
amounts in €	**31/12/2006**	**31/12/2005**	**31/12/2006**	**31/12/2005**
Raw Materials	78,684,075	86,159,621	-	-
Semi-finished Products	46,053,293	28,248,148	-	-
Finished Products	26,266,008	12,741,162	-	666,445
Work in Progress	11,941,474	6,261,385	-	-
Merchandise	1,048,340	459,981	-	-
Others	41,484,556	22,816,815	-	-
Total	**205,477,745**	**156,687,112**	**-**	**666,445**
Raw Materials	-	(40,125)	-	-
Merchandise	(1,128,294)	(1,128,294)	-	-
Others	(1,291,565)	(1,170,888)	-	-
	(2,419,859)	(2,339,307)	-	-
Total Net Realizable Value	**203,057,886**	**154,347,805**	**-**	**666,445**

10.7.8 Customers and Other Trade Receivables

amounts in €	GROUP		COMPANY	
	31/12/2006	**31/12/2005**	**31/12/2006**	**31/12/2005**
Customers	149,935,233	191,886,249	10,707,436	89,731,266
Notes Receivable	3,815	3,815	-	-
Checks Receivable	23,520,648	13,924,215	-	10,823,974
Less:Impairment Provisions	(2,411,842)	(681,081)	-	-
Net Trade Receivables	171,047,854	205,133,197	10,707,436	100,555,240
Advances for Inventory Purchases	6,347,304	16,695,103	-	-
Total	**177,395,158**	**221,828,300**	**10,707,436**	**100,555,240**
Non-current Assets (see note 6.7)	1,819,689	1,982,000	-	-
Current Assets	177,395,158	219,846,300	10,707,436	100,555,240
	179,214,847	**221,828,300**	**10,707,436**	**100,555,240**

	31/12/2006	**31/12/2005**	**31/12/2006**	**31/12/2005**
Customers	101,934,454	191,886,249	10,707,436	89,731,266
Receivable from Customers for Constructional Contracts	48,000,778	-	-	-
Notes Receivable	3,815	3,815	-	-
Checks Receivable	23,520,648	13,924,215	-	10,823,974
Less:Impairment Provisions	(2,411,842)	(681,081)	-	-
Advances for Inventory Purchases	6,347,304	16,695,103	-	-
	177,395,158	**221,828,300**	**10,707,436**	**100,555,240**

The Group's receivables and liabilities from construction contracts are analyzed in the following tables:

Constructional Contracts	GROUP	
ποσά σε €	**31/12/06**	**31/12/05**
Contractual Income Recognized According to The Percentage of Completion Method	281,485,284	207,393,494
Contractual Costs Incurred and Recognized Profit (Minus Recognized Losses) up to Year End	474,604,412	587,867,365
Total	**756,089,695**	**795,260,859**
Advances Received	**01/01 - 31/12/2006**	**01/01 - 31/12/2005**
Clients' Holdings for Good Performance	278,948,199	207,393,494
Receivables for Construction Contracts According to The Percentage of Completion	467,487,196	560,094,519
Liabilities Related to Construction Contracts According to The Percentage of Completion	(173,327)	-
Total	**746,262,069**	**767,488,013**
Received Advances		
Receivable in 12 Months	45,765	-
Receivable over 12 Months	-	-
	45,765	**-**
Commitments from Construction Contracts		
Granted Guarantees of Good Performance	494,000	-
Granted Guarantees of Good Payment	1,361,216	-
Total	**1,855,216**	**-**

10.7.9 Other Receivables

amounts in €	GROUP		COMPANY	
	31/12/2006	31/12/2005	31/12/2006	31/12/2005
Other Debtors	21,955,315	19,733,839	15,667,930	17,825,588
Receivables from The State	68,313,723	63,552,658	5,097,067	2,976,127
Others Receivables	5,131,797	9,327,890	-	-
Receivables from Related Parties	-	-	35,567,188	-
Loans Given to Related Parties	-	-	-	-
Less: Provision for Bad Debts	(21,494)	(21,494)	-	-
Net Receivables	95,379,341	92,592,893	56,332,185	20,801,715
Total	**95,379,341**	**92,592,893**	**56,332,185**	**20,801,715**
Non-current Assets	-	-	-	-
Current Assets	95,379,341	92,592,893	56,332,185	20,801,715
	95,379,341	**92,592,893**	**56,332,185**	**20,801,715**

Receivables at Fair Value are as Follows:

amounts in €	GROUP		COMPANY	
	31/12/2006	31/12/2005	31/12/2006	31/12/2005
Other Debtors	21,933,821	19,712,345	15,667,930	17,825,588
Receivables from The State	68,313,723	63,552,658	5,097,067	2,976,127
Others Receivables	5,131,797	9,327,890	-	-
Receivables from Related Parties	-	-	35,567,188	-
Loans Given to Related Parties	-	-	-	-
	95,379,341	**92,592,893**	**56,332,185**	**20,801,715**

10.7.10 Other Current Assets

amounts in €	GROUP		COMPANY	
	31/12/2006	31/12/2005	31/12/2006	31/12/2005
Prepaid Expenses for Construction Contracts	-	-	-	-
Accrued Income - Prepaid Expenses	10,502,793	5,836,146	85,019	3,955,036
	10,502,793	**5,836,146**	**85,019**	**3,955,036**

10.7.11 Derivatives Financial Instruments

	31/12/2006		31/12/2005	
amounts in €	**Assets**	**Liabilities**	**Assets**	**Liabilities**
Commoditiy Derivatives				
Futures/Forwards	-	44,307,846	-	2,766,257
Currency & Interest Rates Derivatives:				
Foreign Exchange Forward	-	-	-	-
Currency / Interest Rate Swaps	-	546,731	-	2,722,721
Options	-	-	-	-
Other	-	-	-	-
Total	**-**	**44,854,577**	**-**	**5,488,977**

All derivatives open positions have been marked to market. Fair values of the «interest rate swaps", are confirmed by the financial institutions that the Group has as counterparties.

Foreign exchange forwards: The Group has entered into foreign exchange forwards to manage exchange rate risk.

Commodities derivatives: The Group hedges risk from the change at fair value of commodities, proceeding in exchange at London Metal Exchange (LME) at foreign exchange forwards and contracts of future achievement (futures) with amenable title metals that it trades.

Interest rate and cross currency swaps: The Group has entered into «interest rate and cross currency swaps» with financial institutions that as at 31st December 2005 are analyzed as follows:

CROSS CURRENCY INTEREST RATE SWAPS

		Exchange of Currencies		Exchange of Interest - rates	
Bank	**Expiry**	**Receives**	**Pays**	**Receives**	**Pays**
Ethniki	19/6/2008	$11.142.669	€10.317.286	6month Libor	6month Euribor + 0,12%
Piraeus	19/6/2008	$9.333.000	€8.566.315	6month Libor	6month Euribor + 0,12%
Piraeus	19/6/2008	$9.333.000	€8.488.404	6month Libor	6month Euribor + 0,12%
Eurobank	19/6/2008	$9.333.000	€8.333.036	6month Libor	6month Euribor + 0,12%
Eurobank	19/6/2008	$9.333.000	€8.273.936	6month Libor	6month Euribor + 0,12%

Cash Flow Hedging

During the reported period the Group has entered in derivatives transactions regarding Commodity Futures and Currency Forwards. These transactions are considered by the Group as hedging instruments that mitigate the risk of fluctuations in cash flows from the volatility in aluminum prices along with the risk of devaluation of receivables due to volatility in euro/dollar exchange rate.

- ***Commodity Futures***

The Group has decided to enter into Cash flow hedging through Commodity Futures and foresees that to be perfectly effective during 2007 and 2008. The revaluation of open positions resulted in a loss of 44m €. This amount after the deferred tax deductions amounted to 33m € and was recognized directly in Equity.

- ***Currency Forwards***

The Group has also decided to enter into Cash flow hedging through Currency Forwards and foresees that to be perfectly effective during 2007 and 2008. The revaluation of open positions resulted in a profit of 6.3m €. This amount after the deferred tax deductions amounted to 4.8m € and was recognized directly in Equity.

The Group uses Currency Forwards as hedging instruments for mitigating the risk of devaluations in its trade receivables due to fluctuations in the euro/dollar exchange rate and not the fair value risk of the sold commodity.

10.7.12 Financial Assets at Fair Value Through the Income Statement.

These are high-liquidity placements in shares and mutual funds with a short-term investment horizon:

amounts in €	GROUP		COMPANY	
Opening Balance	6,519,348	21,828,799	3,598,807	13,548,551
Additions	6,488,145	3,004,820	2,785,145	742,124
Sales	(5,353,672)	(18,381,374)	(3,359,282)	(11,011,446)
Fair Value Adjustments	82,757	398,714	-	319,577
Exchange Rate Differences	-	(331,611)	-	-
Balance at end of the period	**7,736,578**	**6,519,348**	**3,024,669**	**3,598,807**

10.7.13 Cash and Cash Equivalents

amounts in €	GROUP		COMPANY	
	31/12/2006	**31/12/2005**	**31/12/2006**	**31/12/2005**
Cash	5,484,633	27,862,796	6,190	18,408
Bank Deposits	9,889,227	29,700,111	2,295,181	668,658
Repos	-	5,166,451	-	-
Total	**15,373,860**	**62,729,358**	**2,301,371**	**687,066**

The effective weighted average interest rate for bank deposits is as follows:

	01/01-31/12/06	**01/01-31/12/05**
Deposits EUR	2.06%	2.03%
Deposits USD	2.69%	1.51%

Group's cash management involves deposits in Euro or foreigner currency and in overnight Libor-Euribor interest rates. Interest received underlies a 10% taxation.

10.7.14 Loan Liabilities

amounts in €	GROUP		COMPANY	
	31/12/2006	**31/12/2005**	**31/12/2006**	**31/12/2005**
Long Term Liabilities				
Bank Loans	14,256,964	39,574,027	8,778,695	29,423,764
Loans from Parent Company	-	-	-	-
Leasing Liabilities	898,233	15,142	-	-
Bonds	22,265,809	12,550,000	12,550,000	12,550,000
Other	0	0	-	-
Total Long-Term Loans	**37,421,006**	**52,139,169**	**21,328,695**	**41,973,764**
Short Term Liabilities				
Overdraft	118,536,995	34,134,277	98,331,867	30,581,917
Bank Loans	36,310,770	17,359,617	-	-
Leasing Liabilities	1,156,720	-	-	-
Secured Loans	-	-	-	-
Long Term Bank Loan Falling Due within One Year	17,564,120	24,683,954	17,564,120	24,683,954
Total Short Term Loans	173,568,605	76,177,848	115,895,987	55,265,871
Total Loans	**210,989,611**	**128,317,017**	**137,224,682**	**97,239,636**

The effective weighted average borrowing rate for the group, as at the balance sheet date is as follows:

	31/12/2006		
	€	US$	Other
Short Term Bank Loans	4.0%	6.036%	-
Long Term Bank Loans	2.745%	6.140%	-
Banking Undertakings	4.020%	6.036%	-

	31/12/2005		
	€	US$	Other
Short Term Bank Loans	4.23%	4.290%	-
Long Term Bank Loans	-	4.180%	-
Banking Undertakings	4.230%	4.290%	-

10.7.15 Employee Benefit Liabilities

amounts in €	GROUP	
	2006	2005
Liabilities on Balance Sheet:		
Defined Contribution Schemes	2,827,328	2,225,980
Defined Benefit Schemes	31,820,235	30,259,536
Total	**34,647,563**	**32,485,516**

amounts in €	COMPANY	
	2006	2005
Liabilities on Balance Sheet:		
Pension Benefits	650,123	389,373
Total	**650,123**	**389,373**

The amounts recognized on P&L are:

amounts in €	GROUP					
	2006			2005		
	Non contribution Benefit Scheme	Defined Benefit Scheme	Total	Non contribution Benefit Scheme	Defined Benefit Scheme	Total
Current Employment Cost	2,713,845	2,852,620	5,566,465	2,533,930	2,774,868	5,308,798
Interest Cost on Benefits	1,329,828	696,478	2,026,306	1,194,845	700,342	1,895,187
Expected Return on Benefit Scheme Assets	-	268,968	268,968	-	214,156	214,156
Past Employment Cost Recognition	-	-	-	-	-	-
Actuarial Profit (Loss) Recognized in Current Year	2,306,469	36,516	2,342,985	993,753	1,220,355	2,214,108
(Profit) Loss from Adjustments	379,058	-	379,058	-	-	-
Expenses Recognized on P&L	**6,729,200**	**3,316,646**	**10,045,846**	**4,722,528**	**4,481,409**	**9,203,937**
Expected Return on Benefit Scheme Assets	-	268,968	268,968	-	214,156	214,156
Actuarial Profit (Loss) on Benefit Scheme	-	143,524	143,524	-	-	-
Realised Return on Benefit Scheme Assets	**-**	**412,491**	**412,491**	**-**	**214,156**	**214,156**

The amounts registered in the consolidated balance sheet are the following:

amounts in €	GROUP					
	2006			2005		
	Non contribution Benefit Scheme	Defined Benefit Scheme	Total	Non contribution Benefit Scheme	Defined Benefit Scheme	Total
Present Value of Defined Benefit Scheme						
- Fully or Partially Contributed	-	13,929,560	13,929,560	-	13,339,852	13,339,852
Minus: Fair Value of Benefit Scheme Assets	-	(5,596,183)	(5,596,183)	-	(4,283,120)	(4,283,120)
	-	**8,333,377**	**8,333,377**	**-**	**9,056,732**	**9,056,732**
Present Value of Defined Benefit Scheme						
- Fully or Partially Contributed	23,486,857	-	23,486,857	21,202,804	-	21,202,804
Net Actuarial Profit (Loss)						
Not Recognized on Balance Sheet	-	-	-	-	-	-
Past Employment Cost						
Not Recognized on Balance Sheet	-	-	-	-	-	-
	23,486,857	-	23,486,857	21,202,804	-	21,202,804
Net Pension Contribution on Balance Sheet	**23,486,857**	**8,333,377**	**31,820,234**	**21,202,804**	**9,056,732**	**30,259,536**

The amounts included in the consolidated Income Statement are as follows:

amounts in €	GROUP					
	2006			2005		
	Non contribution Benefit Scheme	Defined Benefit Scheme	Total	Non contribution Benefit Scheme	Defined Benefit Scheme	Total
Opening Balance	21,202,804	13,339,852	34,542,656	25,524,552	16,608,277	42,132,829
Employment Cost	2,518,348	2,852,620	5,370,968	2,468,552	2,774,868	5,243,420
Interest Cost	1,233,060	696,478	1,929,538	1,112,824	700,342	1,813,166
Actuarial Profit (Loss)	2,380,745	854,714	3,235,459	993,753	1,220,355	2,214,108
Reimbursements	3,848,099	3,814,104	7,662,203	8,896,877	7,963,989	16,860,866
Benefit Scheme Contribution - 31st December	**23,486,858**	**13,929,560**	**37,416,418**	**21,202,804**	**13,339,852**	**34,542,656**

The main actuarial assumption used for accounting purposes are the following:

amounts in €	2006	2005
	Defined Benefit Scheme	Defined Benefit Scheme
Opening Balance	4,283,120	3,952,954
Expected Return on Benefit Scheme Assets	4,283,120	3,952,954
Actuarial Profit	268,968	214,156
Translation Differences of Foreign Schemes	818,199	-
Employee Contribution	-	-
Employer Contribution	-	-
Reimbursements	4,040,000	8,080,000
Liabilities from Business Combinations	3,814,104	7,963,989
Closing Balance	**5,613,407**	**40,063**

The main actuarial assumption used for accounting purposes are the following:

amounts in €	2006	2005
Discount Rate	5,25%	5,25%
Expected Return on Benefit Scheme Assets	5.00%	5.00%
Future Salaries Increase	4.00%	3.50%
Future Pensions Increase	4.00%	3.50%

10.7.16 Other Long-Term Liabilities

Η ανάλυση των λοιπών μακροπρόθεσμων υποχρεώσεων του Ομίλου και της Εταιρείας έχει ως εξής:

amounts in €	GROUP	
	31/12/06	31/12/05
Received Guarantees - Grants-Leasing		
Opening Balance	6,528,893	122,786
Sudsidiary Companies Subsidies	4,333,796	-
Additions	17,994,174	6,757,386
Transfer at Profits/Loss	(352,527)	(351,280)
Balance at End of Period	**28,504,336.8**	**6,528,893**
Other		
Opening Balance	12,969	12,969
Additions	873,721	-
Recursion	(416,003)	-
Exchange Rate Differences	(1,352)	-
Balance at End of Period	469,335	12,969
Rights for using Assets Acquired through Compensative Benefits		
Opening Balance	9,291,770	9,980,000
Additions	-	-
Depreciation for the Period	(2,202,985)	(688,230)
Transferred to Short Term	(3,334,565)	-
Balance at End of Period	3,754,221	9,291,770
Advances of Customers		
Opening Balance	15,725,237	16,524,000
Additions	-	-
Depreciation for The Period Transferred at Profit/Loss	(6,886,700)	(798,763)
Balance at End of Period	**8,838,537**	**15,725,237**
Total	**41,566,430**	**31,558,869**
Long Term Liabilities	38,231,865	28,534,975
Short Term Liabilities (see note 6.22)	3,334,565	3,023,894
	41,566,430	**31,558,869**

10.7.17 Provisions

Provisions referring to Group and Company are recognized if the following are met: (a) legal or implied liabilities exist as a consequence of past events, (b) there is a possibility of settlement that will require the outflow if economic benefits and (c) the amount of the liability can be measured reliably. More specifically, the Group recognizes provisions for environmental restorations as a result of exploitation of mineral resources processed mainly for the production of Alumina and Aluminum. All provisions are reviewed at each balance-sheet date and are adjusted accordingly so that they reflect the present value of expenses that will be required for the restoration of the environment. Contingent receivables are not recognized in the financial statements but are disclosed if there is a possibility of an inflow of economic benefits.

amounts in €	GROUP			
	Environmental Restoration	Tax Liabilities	Other	Total
01/01/2005	**-**	**-**	**50,610**	**50,610**
Additional Provisions for The Period	7,480,511	1,200,000	3,214,814	11,895,325
Additional Provisions for The Period	-	-	220,918	220,918
Unrealised Reversed Provisions	-	-	-	-
Exchange Rate Differences	-	-	-	-
Realised Provisions for The Period	-	-	(42,838)	(42,838)
31/12/2005	**7,480,511**	**1,200,000**	**3,443,503**	**12,124,014**
-Long Term				11,895,325
-Short Term (see note 6.19)				228,689
Additions from Acquisition of Subsidiary	-	-	4,440	4,440
Additional Provisions for The Period	(24,045)	2,150,000	6,422,681	8,548,636
Unrealised Reversed Provisions	-	-	(1,512,938)	(1,512,938)
Exchange Rate Differences	-	-	-	-
Realised Provisions for The Period	(423,316)	(200,000)	(16,346)	(639,661)
31/12/2006	**7,033,150**	**3,150,000**	**8,341,341**	**6,629,166**
-Long Term	-	-	-	19,771,825
-Short Term (see note 6.19)	-	-	-	252,666

10.7.18 Suppliers and Other Liabilities

amounts in €	GROUP		COMPANY	
	31/12/2006	31/12/2005	31/12/2006	31/12/2005
Suppliers	87,972,084	87,881,115	-	5,556,853
Checks Payable	838,918	-	-	-
Customers' Advances	13,926,532	37,252,310	-	-
Liabilities to Customers for Project Implementation	700,758	17,726,899	-	-
Total	**103,438,292**	**142,860,325**	**-**	**5,556,853**

10.7.19 Current Tax Liabilities

amounts in €	GROUP		COMPANY	
	31/12/2006	31/12/2005	31/12/2006	31/12/2005
Tax Expense for The Period	46,950,189	31,256,235	7,633,336	5,724,706
Tax Audit Differences	4,957,601	5,876,470	2,494,274	-
Tax Liabilities	6,027,213	10,854,463	2,334,463	7,212,191
Total	**57,935,003**	**47,987,168**	**12,462,072**	**12,936,898**

10.7.20 Other Short-Term Liabilities

amounts in €	GROUP		COMPANY	
	31/12/2006	31/12/2005	31/12/2006	31/12/2005
Liabilities to Related Parties	-	-	39,138,463	8,325,740
Accrued Expense	6,910,826	6,041,746	-	-
Social Security Insurance	3,855,345	3,863,628	119,256	114,212
Dividends Payable	1,139,680	1,668,139	518,952	876,744
Deferred Income-Grants (from note 6.18)	3,334,565	3,023,894	-	-
Others Liabilities	13,190,405	17,031,608	607,779	294,389
Total	**28,430,821**	**31,629,015**	**40,384,449**	**9,611,085**

10.7.21 Cost of Goods Sold

COST OF GOOD SOLD	GROUP		COMPANY	
amounts in €	**01/01-31/12/06**	**01/01-31/12/05**	**01/01-31/12/06**	**01/01-31/12/05**
Retirement Benefits	(3,014,089)	(5,066,973.93)	-	-
Other Emploee Benefits	(80,964,268)	(90,805,989.15)	-	-
Inventory Cost	(277,827,303)	(284,060,104.62)	113,451,184	(151,608,961)
Third Party Expenses	(80,410,127)	(54,095,031.76)	-	-
Third Party Benefits	(140,055,074)	(102,884,211.12)	-	-
Assets Repair and Maintenance Cost	(837,945)	(659,942.42)	-	-
Operating Leases Rent	(641,946)	(305,787.89)	-	-
Taxes & Duties	(257,429)	(189,195.66)	-	-
Advertisement	(37,068)	(44,495.14)	-	-
Other Expenses	(23,968,793)	(14,433,740.99)	-	-
Assets Depreciation	(23,302,139)	(19,490,567.02)	-	-
	(631,316,183)	**(572,036,040)**	**113,451,184**	**(151,608,961)**

10.7.22 Administrative / Distribution Expenses

ADMINISTRATIVE EXPENSES	GROUP		COMPANY	
amounts in €	**01/01-31/12/06**	**01/01-31/12/05**	**01/01-31/12/06**	**01/01-31/12/05**
Retirement Benefits	(370,925)	(339,084)	-	--
Other Emploee Benefits	(9,573,092)	(6,134,231)	(3,207,048)	(2,087,022)
Inventory Cost	(111,967)	(577)	-	-
Third Party Expenses	(11,631,894)	(10,124,224)	(2,840,712)	(2,558,751)
Third Party Benefits	(2,410,536)	(1,558,991)	(285,486)	(183,036)
Assets Repair and Maintenance Cost	(517,605)	(331,182)	(59,898)	(56,167)
Operating Leases Rent	(860,582)	(822,569)	(222,203)	(225,672)
Taxes & Duties	(314,154)	(193,993)	-	-
Advertisement	(367,280)	(170,321)	(45,723)	(64,363)
Other Expenses	(5,483,799)	(2,862,755)	(854,528)	(735,283)
Assets Depreciation	(1,001,085)	(791,629)	(108,810)	(160,666)
Total	**(32,642,918)**	**(23,329,556)**	**(7,624,408)**	**(6,070,959)**

DISTRIBUTION EXPENSES	GROUP		COMPANY	
amounts in €	**01/01-31/12/06**	**01/01-31/12/05**	**01/01-31/12/06**	**01/01-31/12/05**
Retirement Benefits	(82,227.18)	(528)	-	-
Other Emploee Benefits	(3,550,428.86)	(3,465,246)	(1,692,355)	(1,746,630)
Inventory Cost	(674.17)	(1,658)	-	-
Third Party Expenses	(4,951,738.62)	(2,868,693)	(2,007,113)	(1,993,792)
Third Party Benefits	(1,193,689.21)	(902,234)	(190,324)	(274,025)
Assets Repair and Maintenance Cost	(143,138.48)	(55,163)	(39,932)	(44,053)
Operating Leases Rent	(339,323.44)	(24,769)	(148,135)	(38,669)
Taxes & Duties	(40,306.88)	(185,508)	-	-
Advertisement	(49,232.68)	(47,604)	(28,453)	(46,521)
Other Expenses	(2,536,896.33)	(1,565,390)	(928,708)	(788,908)
Assets Depreciation	(351,400.70)	(321,212)	(224,377)	(160,640)
Total	**(13,239,057)**	**(9,438,005)**	**(5,259,396)**	**(5,093,238)**

R & D Expenses	GROUP	
amounts in €	**01/01-31/12/06**	**01/01-31/12/05**
Other Emploee Benefits	(147,524)	-
Third Party Expenses	(4,300)	-
Taxes & Duties	(38)	-
Other Expenses	(987)	-
Assets Depreciation	(95)	-
Total	**(152,944)**	**-**

10.7.23 Other Operating Income / Expenses

amounts in €	GROUP		COMPANY	
	01/01-31/12/06	**01/01-31/12/05**	**01/01-31/12/06**	**01/01-31/12/05**
Other Operating Income				
Grants Amortization	38,576	36,937	-	-
Income from Subsidies	579,366	120,815	6,860	8,376
Compensations	-	3,625	-	220
Profit from Foreign Exchange Differences	6,146,536	14,297,270	3,514,976	8,617,335
Rent Income	1,499,858	1,631,101	86,612	59,479
Sales Commission Income	-	125,949	-	41,644
Other	4,480,556	4,075,347	107,573	30,376
Income from Reversal of Unrealized Provisions	284,700	10,307,095	-	-
Profit from Sale of Fixed Assets	1,738,945	261,312	-	-
Total	**14,768,537**	**30,859,453**	**3,716,021**	**8,757,430**
Other Operating Expenses				
Losses from Foreign Exchange Differences	(8,899,347)	(12,277,849)	(6,440,133)	(10,450,096)
Provision for Bad Debts	(786,926)	(1,832,701)	-	-
Loss from Sale of Fixed Assets	(211,130)	(38,434)	-	-
Other	(6,380,754)	(3,955,004)	(252,878)	(68,235)
Real Estate Tax and Other Taxes	(666,985)	(383,623)	(612,067)	(105,318)
Compensations	(18,500)	(4,546,388)	-	-
Total	**(16,963,642)**	**(23,033,998)**	**(7,305,078)**	**(10,623,649)**

10.7.24 Financial Income / Expenses

amounts in €	GROUP		COMPANY	
	01/01-31/12/06	01/01-31/12/05	01/01-31/12/06	01/01-31/12/05
Interest Income from:				
- Banks	1,666,621	2,592,655	11,919	21,507
- Customers	91,691	15,170	-	15,170
- Interest Rate Swaps	1,733,732	2,923,395	1,733,732	2,611,979
- Grants Loans	1,538	1,000	-	-
- Other	3,980	71,661	-	-
	3,497,562	**5,603,882**	**1,745,651**	**2,648,657**
Interest Expenses from:				
- Discounts of Employees' Benefits Liability Due to Service Termination	(1,610,777)	(148,129)	(17,522)	-
- Bank Loans	(7,785,295)	(5,947,610)	(5,834,971)	(5,925,197)
- Bank Overdraft Accounts	(154,114)	(1,180,497)	-	-
- Letter of Credit Commissions	(103,705)	(4,715,403)	(29,804)	(23,482)
- Interest Rate Swaps	(1,663,318)	(2,695,596)	(1,663,318)	(2,695,596)
- Factoring	(55,134)	(151,082)	(55,134)	(151,082)
- Financial Leases	(8,308)	(1,170)	-	-
- Other Banking Expenses	(452,203)	(465,671)	(92,773)	(117,074)
	(11,832,854)	**(15,281,482)**	**(7,693,522)**	**(8,912,432)**

10.7.25 Other Financial Results

amounts in €	GROUP		COMPANY	
	01/01-31/12/06	01/01-31/12/05	01/01-31/12/06	01/01-31/12/05
Derivatives:	5,038,262	-	5,038,262	-
Profit / (Loss) from Fair Value of Other Financial Instrument through Profit/Loss	(490,736)	(75,082)	-	-
- Fair Value Profit	285,699	1,642,986	285,699	1,642,437
Profit / (Loss) from The Sale of Financial Instruments	29,183,801	26,213,425	35,142,342	33,548,201
Income from Dividends	21,390	209,579	20,298,792	17,312,349
Total	**34,038,417**	**27,990,907**	**60,765,095**	**52,502,987**

10.7.26 Consolidations of Companies

During the reporting period, the Group:

Acquired a 61,97% stake in the share capital of the listed in the Athens Stock Exchange company «DELTA PROJECT SA» for € 30.720.793 (7.746.622 shares) and through this an indirect stake in its subsidiaries.

The Group consolidated «DELTA PROJECT S.A.» from 12.06.2006, as this was the date that control was deemed to be acquired. At 12/6/2006 the Group acquire 5.578.000 shares or percentage 44.62% for € 13.166. At 13/10/2006 Group exercised put option right and acquired 2.168.622 shares or percentage 17.35% for 8 € per share.

As a result of this, Group's turnover is increased €3.923.848, Group's EBIT decreased by €274.039and Group's Equity is increased by €2.349.121. If «DELTA PROJECT Group» was consolidated form the beginning of the period the Group's turnover would be increased by €6.146.921 and Group's Earning after tax would be decreased by €2.863.295. The effect of the above acquisition was a goodwill of € 12.171.361 as shown at the following table:

Amounts in €	GOODWILL FROM DELTA PROJECT ACQUISITION	
Date of acquisition	12/06/2006	13/10/2006
Acquired Percentage	44.62%	17.35%
Shares (Total) :	12,500,000	12,500,000
Acquired Shares :	5,578,000	2,168,622
Par Value (per share) :	0.34	0.34
Acquisition Price (per share.) :	2.45	8.00
Cost of Acquisition		
- Cash Paid	13,666,100	17,348,976
- Direct Expenses Related to Acquisition	124,198	27,758
- Distribution of Reserves Prior to Acquisition	-446,240	-
Total value of Acquisition	13,344,058	17,376,734
Less: Fair Value of Assets and Liabilities Acquired	13,289,276	5,260,156
Profit from Acquisition	**54,782**	**12,116,578**

Respectively, the assets acquired and the liabilities undertaken by the Group are as follows:

	12/6/2006		13/10/2006	
Amounts in €	**Book value**	**Fair value**	**Book value**	**Fair value**
Property, Plant and Equipment	29,074,979	29,074,979	31,057,272	31,057,272
Goodwill	6,176,447	-	6,207,909	-
Intangible Assets	159,188	36,259,188	290,182	36,390,182
Deferred Tax Asset	1,138,820	1,138,820	743,938	743,938
Available for Sale Investments	462,088	462,088	1,110,830	1,110,830
Other Non-current	447,888	447,888	372,181	372,181
Inventories	578,140	578,140	802,246	802,246
Trade and Other Receivables	7,427,878	7,427,878	3,355,212	3,355,212
Other Assets	5,597,058	5,597,058	5,401,965	5,401,965
Cash and Cash Equivalents	1,392,290	1,392,290	1,405,783	1,405,783
Deferred TaX Liabilities	(880,497)	(9,905,497)	(1,242,249)	(10,267,249)
Other Non-current Liabilities	(4,292,168)	(4,292,168)	(4,266,168)	(4,266,168)
Loans	(26,626,060)	(26,626,060)	(27,934,561)	(27,934,561)
Trade and Other payables	(4,104,906)	(4,104,906)	(2,280,335)	(2,280,335)
Tax Payable	(872,409)	(872,409)	(999,771)	(999,771)
Other Current Liabilities	(4,231,546)	(4,231,546)	(1,662,214)	(1,662,214)
Minority Interest	(2,565,186)	(2,565,186)	(2,909,619)	(2,909,619)
Total Equity		29,780,557		30,319,691
Acquired Percentage		44.624%		17.349%
Fair Value		**13,289,276**		**5,260,156**

It is noted that the fair value of the tangible and intangible assets acquired, the liabilities undertaken, as well as the contingent liabilities assumed were determined provisionally as the final evaluation regarding the fair value of the intangible assets recognized is still pending.

The provisional values of the operation and construction licenses recognized amount to € 36.1m.

The Group at 11/09/2006 acquired a 100% interest in the company «SPIDER ENERGY SA", a 100% subsidiary, for Euro 6.85m. The Group consolidated the above company from 11/09/2006, date at which control was to deemed to be acquired.

The effect of the above acquisition was a goodwill of € 305.956 as shown at the following table:

Amounts in €	**GOODWILL FROM SPIDER ACQUISITION**
Date of acquisition	11/09/2006
Acquired Percentage	100%
Shares (Total) :	250,000
Acquired Shares :	250,000
Par Value (per share) :	1.00
Acquisition Price (per share.) :	-
Cost of Acquisition	-
- Cash Paid	6,850,000
- Direct Expenses Related to Acquisition	-
- Distribution of Reserves Prior to Acquisition	-
Total Value of Acquisition	6,850,000
Less: Fair Value of Assets and Liabilities Acquired	6,544,044
Profit from Acquisition	**305,956**

Respectively, the assets acquired and the liabilities undertaken by the Group are as follows:

Amounts in €	**Book Value**	**Fair Value**
Property, Plant and Equipment	81,555	81,555
Intangible Assets	-	8,500,000
Deferred Tax Asset	27,965	27,965
Other Assets	29,056	29,056
Cash and Cash Equivalents	30,657	30,657
Deferred Tax Liabilities	-	(2,125,000)
Trade and Other Payables	-	-
Tax Payable	(189)	(189)
Total Equity	169,422	6,544,044
Acquired Percentage		100%
Fair Value		**6,544,044**

It is noted that the fair value of the tangible and intangible assets acquired, the liabilities undertaken, as well as the contingent liabilities assumed were determined provisionally as the final evaluation regarding the fair value of the intangible assets recognized is still pending.

The provisional values of the operation and construction licenses recognized amount to _ 8.5m.

10.7.27 Income Tax

Income tax for the Group and Company differs from the theoretical amount that would result using the nominal tax rate prevailing at year end over the accounting profits. The reconciliation of this difference is analyzed as follows:

amounts in €	**GROUP**		**COMPANY**	
	31/12/2006	**31/12/2005**	**31/12/2006**	**31/12/2005**
Income Tax	49,593,685	(15,892,565)	7,633,336	4,448,843
Tax Audit Differences	5,811,809	(10,874,788)	4,475,203	241,128
Deferred Taxation	(8,055,364)	(5,909,134)	(1,280,860)	(3,583,382)
Total	**(47,350,130)**	**(32,676,487)**	**(10,827,679)**	**1,106,589**

10.7.28 Cash Flows from Operating Activities

amounts in €	GROUP		COMPANY	
	2006	2005	2006	2005
Cash Flows from Operating Activities				
Profit for The Period	157,333,620	256,199,982	46,394,915	44,834,915
Adjustments for:				
Tax	47,350,130	38,490,718	10,827,679	865,461
Depreciation of Property, Plant and Equipment	22,759,974	18,496,167	333,187	321,306
Depreciation of Intangible Assets	2,125,472	2,079,760	3,045	-
Impairments	394,000	-	-	-
Provisions	2,662,098	1,712,960	260,750	-
Income from Reversal of Prior Year's Provisions	(70,173)	(387,489)	-	(24,898)
Profit / Loss from Sale of Tangible Assets	(1,849,131)	(287,649)	2,787	-
Profit/Loss from Fair Value Valuation of Investment Property	(41,157,463)	(14,266,349)	(35,958,262)	-
Profit / Loss from Fair Value Valuation of Derivatives	920,448	(11,488,184)	(545,043)	(11,488,184)
Profit / Loss from Fair Value Valuation of Financial Assets at Fair Value through Profit and Loss	(7,506)	74,533	-	-
Profit / Loss from Sale of Held-for-sale Financial Assets	(10,838,897)	(7,000,182)	-	-
Profit / Loss from Sale of Financial Assets at Fair Value through Profit and Loss	(580,809)	(4,510,199)	(580,809)	(33,548,201)
Interest Income	(3,829,261)	(5,804,488)	(1,745,651)	(2,648,657)
Interest Expenses	11,917,893	14,864,947	7,693,522	8,912,432
Dividends	(21,390)	(240,188)	(20,298,792)	(17,312,349)
Grants Amortization	(429,581)	(265,430)	-	-
Profit from Company Acquisition	(72,891)	(137,465,657)	-	-
Parent Company's Portion to The Profit of Associates	4,419,693	(1,445,398)	-	-
Loans Exchange Differences	(9,660,133)	8,317,207	(2,135,505)	8,522,889
Cash Flows from Discontinued Operations	(459,348)	161,002	-	-
Other Exchange Differences	7	4,388,299	-	6,522,881
	180,906,751	**161,624,361**	**4,251,823**	**4,957,595**
Changes in Working Capital				
(Increase)/Decrease in Stocks	(92,425,060)	(56,506,175)	(955,336)	486,311
(Increase)/Decrease in Trade Receivables	7,926,857	(124,712,785)	(5,597,539)	(51,790,888)
(Increase)/Decrease in Other Receivables	(6,137,404)	(504,291)	-	(6,596,863)
Increase / (Decrease) in Liabilities	20,588,554	156,847,217	50,327,724	4,090,158
Provisions	5,371,908	(6,690,339)	-	-
Pension Plans	-	24,898	-	24,898
Other	-	-	-	-
	(64,675,144)	**(31,541,475)**	**43,774,849**	**(53,786,384)**
Net Cash Flows Operating Activities	**116,231,606**	**130,082,886**	**48,026,672**	**(48,828,790)**

10.7.29 Discontinued Operations

For the purpose of better and fulfill information and in order for the financial statements to be comparable there is a need to present the financial statement for the discontinued operation.

Group's subsidiary «METKA S.A.» on the back of its 2/5/06 BOD decision proceed with the disposal of eight thousand (8,000) shares of the company «3KP» that constitute its total investment in the company, or a percentage of 40% of its share capital for the price of 124.2€/share, or € 993,600. The disposal of the above mentioned investment was deemed as necessary due to poor synergies as compared to expectations regardless the profitability of the investment.

The profit of the current period for the discontinued operation is € 356,425 which breaks down to €23,611 from operational profit and € 332,814 as profit from the sale of the discontinued operation.

amounts in €	GROUP		COMPANY	
	01/01-31/12/06	01/01-31/12/05	01/01-31/12/06	01/01-31/12/05
Sales	460,715	-	12,155,238	-
Cost of Sales	(366,926)	-	(10,985,307)	-
Gross Profit	**93,790**	**-**	**1,169,931**	**-**
Other Operating Income	73,321	-	10,463	-
Distribution Expenses	-	-	-	-
Administrative Expenses	(135,824)	-	(497,505)	-
Other Operating Expenses	(3,252)	-	(69,472)	-
Research & Development Expenses	-	-	-	-
Earnings Before Interest and Income Tax	**28,035**	**-**	**613,417**	**-**
Financial Income	15,031	-	22,677	-
Financial Expenses	(5,909)	-	(23,676)	-
Other Financial Results	-	-	-	-
Negative Goodwill	-	-	-	-
Share of Profit of Associates	-	-	-	-
Profit Before Income Tax	**37,157**	**-**	**612,418**	**-**
Income Tax Expense	(13,546)	-	(159,093)	-
Profit for The Period	**23,611**	**-**	**453,325**	**-**
Profit from Sale of Discontinued Operation	332,814	-	-	-
Profit for The Period	356,425	-	453,325	-
Attributable to:				
Equity Holders of The Parent	-	-	-	-
Minority Interest	-	-	-	-
Basic Earnings per Share	-	-	-	-
Summary				
Earnings Before Income Tax, Financial Results, Depreciation and Amortization	45,350	-	668,876	-
Earnings Before Income Tax and Financial Results	28,035	-	613,417	-
Earnings Before Income Tax	37,157	-	612,418	-
Earnings for The Period	356,425	-	453,325	-

10.7.30 Commitments

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

amounts in €	GROUP		COMPANY	
	31/12/2006	**31/12/2005**	**31/12/2006**	**31/12/2005**
Commitments from Construction Contracts	31/12/2006	31/12/2005	31/12/2006	31/12/2005
Value of Pending Construction Contracts	223,710,867	445,822,976	-	-
Granted Guarantees of Good Performance	111,744,450	77,166,752	-	-
Total	**335,455,317**	**522,989,728**	**-**	**-**

10.7.31 Post Balance Sheet Events

The «First Instance Court» with its 4872/07 decision, released in 5/1/2007, accepted the 4872/2006 application of the subsidiary ALUMINIUM OF GREECE and therefore temporarily postponed the results of the termination of electricity supply contract until the discussion of the main trial. Based on the above mentioned decision the Public Power Company (PPC) must fulfill, in the mean time and until the final trial discussion, all the obligations that arise from the 25/6/1960 power supply contract, as amended and applied.

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

10.8 Dividend Policy

The following table shows the Company's dividend policy for the period 2004-2006.

DIVIDEND POLICY TABLE

amounts in €	2004	2005	2006
Profit Attributable to Shareholders of the Parent	14,399,322.72	44,834,915.07	46.394.915
Dividend	8,104,068.00	16,208,136.00	24,312,204.00
% on Profits	56.28	36.15	52.40

In fiscal year 2006, the total dividend distributed was € 24,312,204,00 (increased by 50%% compared to previous year). The company's fixed policy, also anticipated by law 2190/1920, is to pay a dividend that either corresponds to at least 35% of the profits before taxes (after deducting the Company's costs, the regular reserves and the corresponding tax), or a 6% of the paid share capital after deducting the corresponding tax – whichever amount is larger. The dividend is paid within two months after the Annual General Shareholders' Meeting which approves the Company's annual financial statements. In mapping out its dividend policy, the Group plans a reasonable amount of dividends for shareholders, and takes into account the expected growth in financial indices and the requirements for working capital.

10.8.1 Taxation on Dividends

Greek law (2238/1994) states that companies whose shares are listed on the Athens Stock Exchange, with the exception of banks, are subject to income tax amounting to 35% of their taxable profits before any earnings distribution.

Hence, Mytilineos' dividends are distributed after the deduction of income taxes from the company's profits. There is no tax obligation pending for shareholders from the respective total amount of earnings arising from dividend payments.

The date for the acquisition of income from dividend payments is taken to be the date of the acceptance of the company's financial statements at its shareholders' annual general meeting.

According to Greek law, the dividend arising from subsidiary companies' earnings that is to be paid to their parent company will be paid during the following fiscal period and hence will be included in the parent company's earnings of the following fiscal period, with the exception of pre-dividends payments in the actual fiscal period. Dividends arising form the parent company's earnings, which are partly formed from the distributed earnings of companies in which the parent company has an interest, are paid during the fiscal period following the period of receipt.

Earnings of the parent company arising from dividend payments are subject to tax of up to 5%, which are taxed at a rate of 35% since they were already taxed.

Intragroup Transactions

01/01-31/12/06

amounts in € SALES	PURCHASES MYTILINEOS S.A	DE-PRO	WIND POWER GROUP	HELLENIC SOLAR S.A.	MYTILINEOS POWER GENERATION & SUPPLIES S.A.	GENIKI VIOMICHANIKI	DEFENSE MATERIAL INDUSTRY	MYTILINEOS RENEWABLE WIND POWER S.A	MYTILINEOS FINANCE S.A.	ALLUMINIUM OF GREECE	METKA S.A.	SOMETRA S.A.	THORIKI S.A.	WPN AEGEAN	ELVO S.A.	TOTALS
MYTILINEOS S.A. Sales	-	-	4,375	-	398	398	-	-	7,117,385	5,617	162,647	83,963,046	33,000	-	170,520	91,457,385
MYTILINEOS S.A. Other operating income-	-	-	15,495	360	1,409	1,409	1,409	720,00	-	-	36,130	-	-	240	-	57,172
DE-PRO	-	-	-	-	-		-		-		-		-	-	-	-
WIND POWER GROUP-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HELLENIC SOLAR S.A.	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
MYTILINEOS POWER GENERATION & SUPPLIES S.A..	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
GENIKI VIOMICHANIKI	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
DEFENSE MATERIAL INDUSTRY	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
MYTILINEOS RENEWABLE WIND POWER S.A	-	-	100,000	-	-	-	-	-	-	-	-	-	-	-	-	100,000
"MYTILINEOS FINANCE S.A."	405,501	-	-	-	-	-	-	-	-	7,199,433	-	32,115	-	-	-	7,637,049
"MYTILINEOS FINANCE S.A.- Χρηματ/κά"	566,855	-	-	-	-	-	-	-	-	-	-	-	-	-	-	566,855
ALLUMINIUM OF GREECE Sales	-	-	-	-	-	-	-	-	122,492,528	-	41,694	-	-	-	-	122,534,222
THORIKI S.A.	-	-	-	-	-	-	-	-	-	340,000	529,811	40,312,647	-	-	-	41,182,458
ALLUMINIUM OF GREECE Other operating income	-	-	-	-	12,366	-	-	-	-	-	-	-	-	-	-	12,366
METKA S.A.	42,400	-	-	-	19,541	-	-	-	-	438,842	-	-	-	-	-	500,784
SOMETRA S.A.	50,228,724	-	-	-	-	-	-	-	-	-	-	-	28,986,379	-	-	79,215,103
WIN AEGEAN	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	0
ELVO -	-	-	-	-	-	-	-	-	-		271,672	-	-	-	-	271,672
TOTAL	**51,243,480**	**-**	**119,870**	**360**	**33,714**	**1,806**	**1,409**	**720**	**129,609,913**	**7,545,050**	**770,282**	**124,307,809**	**29,019,379**	**240**	**609,362**	**343,263,394**

INTERCOMPANY RECEIVABLES - PAYBLES

01/01-31/12/06

amounts in €

RECEIVABLES \ PAYABLES	MYTILINEOS S.A	DE-PRO	WIND POWER GROUP	HELLENIC SOLAR S.A.	MYTILINEOS POWER GENERATION & SUPPLIES S.A.	GENIKI VIOMICHANIKI	DEFENSE MATERIAL INDUSTRY	MYTILINEOS RENEWABLE WIND POWER S.A	MYTILINEOS FINANCE S.A.	ALLUMINIUM OF GREECE	METKA S.A.	SOMETRA S.A.	THORIKI S.A.	WPN AEGEAN	ELVO S.A.	TOTALS
MYTILINEOS S.A. Customers / Creditors	-	-	-	18,853.65	372.96	1,932.70	155,349.45	0.00	10,308,545.92	-	3,694.50	10,119.75	-	0.00	16,910.70	10,516,028.27
MYTILINEOS S.A. Other Receiv. / Long-term Liabil.	-	-	-	75,000.00	-	0.00	-	-	29,151.88	-	-	-	-	-	-	874,151.88
MYTILINEOS S.A. Other Receiv. / Creditors	-	-	-	673,000.00	20,000.00	0.00	-	-	0.00	-	-	-	35,993,793.07	-	-	36,686,793.07
DE-PRO	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	0.00
WIND POWER GROUP	-	-	-	-	-	199,250.44	-	-	-	-	-	-	-	-	-	199,250.44
HELLENIC SOLAR S.A.	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	0.00
MYTILINEOS POWER GENERATION & SUPPLIES S.A.	-	-	-	-	-	-	-	-	1,200.00	-	-	-	-	-	-	1,200.00
MYTILINEOS POWER GENERATION & SUPPLIES S.A. Other Receiv./ Creditors	-	-	-	0.00	0.00	-	-	-	-	-	-	-	-	-	-	0.00
GENIKI VIOMICHANIKI	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	0.00
DEFENSE MATERIAL INDUSTRY	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	0.00
MYTILINEOS RENEWABLE WIND POWER S.A	-	-	-	119,000.00	-	-	-	-	-	-	-	-	-	-	-	119,000.00
THORIKI S.A.	-	-	-	-	-	-	-	-	-	-	404,600.00	348,323.73		-157,433,726.27	-	158,186,650.00
MYTILINEOS FINANCE S.A	-	39,134,353.93	-	-	-	-	-	-	-	-	929,667.21	-	2,720.80	105,071.79	-	40,171,813.73
ALLUMINIUM OF GREECE	-	0.00	-	-	-	0.00	-	-	-	8,384,850,58	-	16,444,739.00	-	-	-	24,829,589.58
METKA S.A.	-	4,108.58	-	-	-	61,172.77	-	-	-	-	16,572,233.00-	-	-	-	221,660.67	16,859,175.02
SOMETRA S.A.	-	-	-	-	-	-	-	-	-	-	-	-	56,085,611.11	-	-	56,085,611.11
WIN AEGEAN	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	0.00
ELVO	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	0.00
TOTAL	**-**	**39,138,462.51**	**0,00**	**885,853.65**	**20,372.96**	**262,355.91**	**155,349.45**	**0.00**	**10,338,897.80**	**8,384,850,58**	**17,910,194.71**	**16,803,182.48**	**92,082,124.98**	**157,538,798.06**	**238,571.37**	**344,529,263.10**

RELATED PARTY TRANSACTIONS ACCORDING TO IAS 24

amounts in €	GROUP		COMPANY	
	31/12/2006	31/12/2005	31/12/2006	31/12/2005
Stock Sales				
Parent Company				
Subsidiaries	-	-	83,975,124.47	75,022,452.83
Associates	-	-	-	-
Other Related Parties	-	-	-	-
Total	**-**	**-**	**83,975,124.47**	**75,022,452.83**
Stock Purchases				
Parent Company	-	-	-	-
Subsidiaries	-	-	50,240,801.80	47,079,836.98
Associates	-	-	-	-
Other Related Parties	-	-	-	-
Total	**-**	**-**	**50,240,801.80**	**47,079,836.98**
Services Sales				
Parent Company	-	-	-	-
Subsidiaries	-	-	7,368,672.60	1,508,605.40
Associates	438,226.20	258,184.04	240.00	170,520.00
Other Related Parties	556,559.83	15,868.14	-	-
Total	**994,786.03**	**274,052.18**	**7,368,912.60**	**1,679,125.40**
Services Purchases				
Parent Company	-	-	-	-
Subsidiaries	-	-	1,002,677.81	543,011.64
Associates	271,672.25	151,291.37	-	-
Other Related Parties	134,982.62	37,547.65	-	-
Total	**406,654.87**	**188,839.02**	**1,002,677.81**	**543,011.64**
Loans Given to Related Parties				
Parent Company	-	-	-	-
Subsidiaries	-	-	33,914,859.53	-
Associates	-	-	-	-
Other Related Parties	-	-	-	-
Total	**-**	**-**	**33,914,859.53**	**-**
Loans Received from Related Parties				
Parent Company	-	-	-	-
Subsidiaries	-	-	39,138,462.51	8,304,268.39
Associates	-	-	-	-
Other Related Parties	-	-	-	-
Total	**-**	**-**	**39,138,462.51**	**8,304,268.39**
Balance from Sales/Purchases of Stock/Services				
Parent Company	-	-	-	-
Subsidiaries	-	-	12,066,269.45	78,499,033.23
Associates	225,551.12	16,910.70	16,910.70	16,910.70
Other Related Parties	1933898.96	44799.64	-	-
Total	**2,159,450.08**	**61,710.34**	**12,083,180.15**	**78,515,943.93**
Balance from Sales/Purchases of Stock/Services				
Parent Company	-	-	-	-
Subsidiaries	-	-	-	21,471.42
Associates	75,482.71	-	-	-
Other Related Parties	3,642.16	41,788.00	-	-
Total	**79,124.87**	**41,788.00**	**-**	**21,471.42**

APPENDICES

APPENDIX A

Clarifications on the Compilation of Financial Statements According to I.F.R.S

APPENDIX B

Corporate Actions

APPENDIX C

- Financial Statements of MYTILINEOS SA and Group for 1st Quarter 2006.
- Financial Statements of MYTILINEOS SA and Group for 1st Half 2006 and Certified Auditor's Accountant's Certification.
- Financial Statements of MYTILINEOS SA and Group for 1st Nine-Months of 2006.
- Annual Financial Statements of MYTILINEOS SA and Group for 2006 and Certified Auditor's Accountant's Certification.
- Annual Financial Statements of METKA SA and Group for 2006 and Certified Auditor's Accountant's Certification.
- Annual Financial Statements of ALUMINUM OF GREECE SA and Group for 2006 and Certified Auditor's Accountant's Certification.

Appendix A

Clarifications on the Compilation of Financial Statements According to I.F.R.S

Segment Reporting

A business segment is defined as a group of assets and operations engaged in providing goods and services which are subject to different risks and returns than those of other business segments.

A geographical segment is engaged in providing products or services within a particular economic environment that are subject to risks and returns that are different from those of segments operating in other economic environments.

The Group's business is active in Metallurgy, Constructions and in the Generation and Trading of Energy. Geographically the Group is activated in the Greek market, the Euro zone and Other Countries.

Consolidation

Subsidiaries: All the companies that are managed or controlled, directly or indirectly, by another company (parent) either through the majority of voting rights or through its dependence on the know-how provided from the Group. Therefore, subsidiaries are companies in which control is exercised by the parent. Mytilineos S.A. acquires and exercises control through voting rights. The existence of potential voting rights that are exercisable at the time the financial statements are prepared, is taken into account in order to determine whether the parent exercises control over the subsidiaries. Subsidiaries are consolidated completely (full consolidation) using the purchase method from the date that control over them is acquired and cease to be consolidated from the date that control no longer exists.

MYTILINEOS S.A. exercises control over, the listed on the ATHENS STOCK EXCHANGE, ALUMINUM OF GREECE, METKA and DELTA PROJECT. Due to the large dissemination of these stocks, «control» over these Firms can be determined even in cases that the Group holds stakes lower than 50% of the total voting rights. In such cases, «control» is determined through the representation of the majority of the chairs of the BoD.

The acquisition of a subsidiary by the Group is accounted for using the purchase method. The acquisition cost of a subsidiary is the fair value of the assets given as consideration, the shares issued and the liabilities undertaken on the date of the acquisition plus any costs directly associated with the transaction. The individual assets, liabilities and contingent liabilities that are acquired during a business combination are valued during the acquisition at their fair values regardless of the participation percentage. The acquisition cost over and above the fair value of the individual assets acquired is booked as goodwill. If the total cost of the acquisition is lower than the fair value of the individual assets acquired, the difference is immediately transferred to the income statement.

Specifically as regards to business combinations that had taken place prior to the Group's transition date to the IFRS (January 1st, 2004) the exemption provided under IFRS 1 was used and the purchase method was not used retroactively. Based on this exemption the Company did not recalculate the acquisition cost of the subsidiaries that had been acquired prior to the date of transition to the IFRS, nor the fair value of the acquired assets and liabilities at the date of acquisition. Consequently, the goodwill recognized as at the transition date, based on the IFRS 1 exemption, was calculated under the prior accounting principles and was presented in the same way as the group's last published financial statements before the transition to IFRS. During the transition date, the review went forward with the impairment review of goodwill.

Inter-company Transactions, balances and unrealized profits from transactions between Group companies are eliminated in consolidation. Unrealized losses are also eliminated except if the transaction provides indication of impairment of the transferred asset. The accounting principles of the subsidiaries have been amended so as to be in conformity to the ones adopted by the Group.

For the accounting of transactions with minority, the Group applies the accounting principle based on which such transactions are handled as transactions with third parties beyond the Group. The sales towards the minority create profit and losses for the Group, which are booked in the results. The purchases by the minority create goodwill, which is the difference between the price paid and the percentage of the book value of the equity of the subsidiary acquired.

Associates: Associates are companies on which the Group can exercise significant influence but not «control» and which do not fulfill the conditions to be classified as subsidiaries or joint ventures. The assumptions used by the group imply that holding a percentage between 20% and 50% of a company's voting rights suggests significant influence on the company. Investments in associates are initially recognized at cost and are subsequently valued using the Equity method. At the end of each period, the cost of acquisition is increased by the Group's share in the associates' net assets change and is decreased by the dividends received from the associates.

Any goodwill arising from acquiring associates is contained in the cost of acquisition. Whether any impairment of this goodwill occurs, this impairment decreases the cost of acquisition by equal charge in the income statement of the period. The Group, applying IFRS 3, does not amortize goodwill. Therefore, goodwill is presented at its net book value as at 31.12.2003, less any impairment losses.

After the acquisition, the Group's share in the profits or losses of associates is recognized in the income statement, while the share of changes in reserves is recognized in Equity. The cumulated changes affect the book value of the investments in associated companies. When the Group's share in the losses of an associate is equal or larger than the carrying amount of the investment, including any other doubtful debts, the Group does not recognize any further losses, unless it has guaranteed for liabilities or made payments on behalf of the associate or those that emerge from ownership.

Unrealized profits from transactions between the Group and its associates are eliminated according to the Group's percentage ownership in the associates. Unrealized losses are eliminated, except if the transaction provides indications of impairment of the transferred asset. The accounting principles of the associates have been adjusted to be in conformity to the ones adopted by the Group.

Foreign Currency Translation

The measurement of the items in the financial statements of the Group's companies is based on the currency of the primary economic environment in which the Group operates (operating currency). The consolidated financial statements are reported in euros, which is the operating currency and the reporting currency of the parent Company and all its subsidiaries.

Transactions in foreign currencies are converted to the operating currency using the rates in effect at the date of the transactions.

Profits and losses from foreign exchange differences that result from the settlement of such transactions during the period and from the conversion of monetary items denominated in foreign currency using the rate in effect at the balance sheet date are posted to the results. Foreign exchange differences from non-monetary items that are valued at their fair value are considered as part of their fair value and are thus treated similarly to fair value differences.

The Group's foreign activities in foreign currency (which constitute an inseparable part of the parent's activities), are converted to the operating currency using the rates in effect at the date of the transaction, while the asset and liability items of foreign activities, including surplus value and fair value adjustments, that arise during the consolidation, are converted to euro using the exchange rates that are in effect as at the balance sheet date.

The individual financial statements of companies included in the consolidation, which initially are presented in a currency different than the Group's reporting currency, have been converted to euros. The asset and liability items have been converted to euros using the exchange rate prevailing at the balance sheet date. The income and expenses have been converted to the Group's reporting currency using the average rates during the aforementioned period. Any differences that arise from this process, have been debited / (credited) to the Equity under the «Translation Reserves» account.

Tangible Assets

Fixed assets are reported in the financial statements at acquisition cost or deemed cost, as determined based on fair values as at the transition dates, less accumulated depreciations and any impairment suffered by the assets. The acquisition cost includes all the directly attributable expenses for the acquisition of the assets.

Subsequent expenditure is added to the carrying value of the tangible fixed assets or is booked as a separate fixed asset only if it is probable that future economic benefits will flow to the Group and their cost can be accurately and reliably measured. The repair and maintenance cost is booked in the results when such is realized.

Depreciation of tangible fixed assets (other than Land which are not depreciated) is calculated using the straight line method over their useful life, as follows:

Land	25-35 years
Mechanical equipment	4-20 years
Vehicles	4-10 years
Other equipment	4-7 years

The residual values and useful economic life of tangible fixed assets are subject to reassessment at each balance sheet date. When the book value of tangible fixed assets exceeds their recoverable amount, the difference (impairment) is immediately booked as an expense in the income statement.

Upon sale of the tangible fixed assets, any difference between the proceeds and the book value are booked as profit or loss to the results. Expenditure on repairs and maintenance is booked as an expense in the period they occur.

Self-constructed tangible fixed assets constitute an addition to the acquisition cost of tangible assets at a value that includes the direct cost of employee's salaries (including the relevant employer's contributions), the cost of materials used and other general costs.

Regarding, borrowing costs, the group applies the benchmark treatment of IAS 23 «Borrowing Costs", according to which all borrowing costs are transferred to the income statement as they occur regardless.

Intangible Assets

The intangible assets include Surplus Value, the rights of use of Property, plant and equipment, as well as software licenses.

Goodwill on Acquisition: is the difference between the asset's acquisition cost and fair value and the net assets of the subsidiary / associate company as at the acquisition date. During the acquisition date, the company recognizes this surplus value, emerged from acquisition, as an asset and presents it in cost. This cost is equal to the amount by which the acquisition cost exceeds the company's share in the net assets of the acquired company.

After the initial recognition, the surplus value is valued at cost less any accumulated impairment losses. The surplus value is not depreciated, but is reviewed on an annual basis for possible decrease in its value (impairment), if there are events that indicate such a loss according to IAS 36.

In the case where acquisition cost is less than the company's stake in the acquired company's net assets, the former recalculates the acquisition cost and valuates the assets, liabilities and contingent liabilities of the acquired company. Any difference prevailing after the recalculation is recognized directly in the income statement as a profit.

Right of Use of Tangible Assets: Rights of exploitation of tangible assets that are granted in the frames of conventions of manufacture of work (compensative profits) are valued in cost of acquisition, which equals their fair value at the date of their concession, less accumulated depreciation. Depreciation is calculated using the «production units method".

Software: Software licenses are valued in cost of acquisition less accumulated depreciation. Depreciation is calculated using the straight line method during the assets' useful life that range from 1 to 3 years.

Production, Installation and Operation Licenses of Renewable Energy Assets and Thermal Energy Assets: The different types of licenses entitles the group either with the right to construct an energy asset or the right to produce and sell energy. Current market conditions provide adequate evidence about the recoverable amount of such licenses. Therefore the Group has recognized licenses as intangible assets at fair value less depreciation and less any provision for impairment. The Group runs impairment tests on a yearly basis using the following methodology:

i) Attach possibility factors according to management estimation regarding the construction of assets under license
ii) Runs Discounted Cash Flows (DCF) methodology using assumptions prevailing at the energy market. The period regarded by the management for provisions exceeds the five years encouraged by IAS 36 as, especially for the renewable energy assets, there is satisfactory visibility for a substantially longer period.
iii) The final recoverable amount is calculated for a total portfolio of either renewable or thermal energy assets by multiplying the overall possibility factor with the outcome of the DCF valuation.
iv) Finally, the Group compares the recoverable value calculated to be the value-in-use of the assets with their carrying amounts. When the recoverable value is less than the carrying amount an equal impairment provision is charged to the income statement.

For the reported period, the recoverable value of the licenses acquired by the group exceeds their carrying amount.

Impairment of Assets

Assets with an indefinite useful life are not depreciated and are subject to an impairment review annually and when some events suggest that the book value may not be recoverable any resulting difference is charged to the period's results. Assets that are depreciated are subject to an impairment review when there is evidence that their value will not be recoverable. The recoverable value is the greater between the net sales value and the value in use. An impairment loss is recognized by the company when the book value of these assets (or cash generating unit- CGU) is greater than its recoverable amount.

Net sales value is the amount received from the sale of an asset at an arm's length transaction in which participating parties have full knowledge and participate voluntarily, after deducting any additional direct cost for the sale of the asset, while value in use is the present value of estimated future cash flows that are expected to flow into the company from the use of the asset and from its disposal at the end of its estimated useful life.

Financial Instruments

Financial instrument is any contract that creates a financial asset in an enterprise and a financial liability or Equity instrument in another.

The financial instruments of the Group are classified in the following categories according to the substance of the contract and the purpose for which they were purchased.

i) Financial Instruments Valued at Fair Value Through the Income Statement

These comprise assets that satisfy any of the following conditions:

- Financial assets that are held for trading purposes (including derivatives, except those that are designated and effective hedging instruments, those that are acquired or incurred for the purpose of sale or repurchase and, finally, those that are part of a portfolio of designated financial instruments).
- Upon initial recognition it is designated by the company as an instrument valued at fair value, with any changes recognized through the Income Statement.

In the Balance-sheet of the Group the exchanges and the assessment at fair value of derivatives they are portrayed in separate items of Asset and Liabilities with titled « Derivatives Financial Assets ». The changes at fair value of derivatives are registered in income statement.

ii) Loans and Receivables

They include non-derivative financial assets with fixed or predefined payments which are not traded in active markets. The following are not included in this category (loans and receivables):

a) Receivables from down payments for the purchase of goods or services,
b) Receivables relating to tax transactions, which have been legislatively imposed by the state,
c) Any receivable not covered by a contract which gives the company the right to receive cash or other financial fixed assets.

Loans and receivables are included in current assets, except those with a maturity date exceeding 12 months from the balance sheet date. The latter are included in the non-current assets.

iii) Investments Held to Maturity

These include non derivative financial assets with fixed or defined payments and specific maturity and which the Group intends to hold until their maturity.

The Group did not hold investments of this category.

iv) Financial Assets Available for Sale

These include non derivative financial assets that are either designated as such or cannot be included in any of the previous categories.

Financial assets available for sale are valued at fair value and the relevant profit or loss is booked in Equity reserves until such assets are sold or characterized as impaired.

During the sale, or when they are characterized as impaired, the profit or loss is transferred to the results. Impairment losses that have been booked to the results are not reversed through the results. The purchases and sales of investments are recognized during the transaction date, which is also the date the Group commits to purchase or sell the item. Investments are initially recognized at fair value plus costs directly related to the transaction. Costs directly related to the transaction are not added for items valued at fair value through the income statement. Investments are written-off when the right on cash flows from investments mature or is transferred and the Group has essentially transferred all the risks and rewards implied by the ownership.

The loans and receivables are recognized in amortized cost using the effective interest method.

The realized and unrealized profits or losses arising from changes in the fair value of financial assets valued at fair value through the income statement, are recognized in the profit and loss of the period they occur.

The fair values of financial assets that are traded in active markets, are defined by their prices. For non-traded assets, fair values are defined with the use of valuation techniques such as analysis of recent transactions, comparative items that are traded and discounted cash flows. The securities that are not traded in an active market that have been classified in the category Financial assets available for sale, and whose fair value cannot be determined in an accurate and reliable way, are valued at their acquisition cost.

At each balance sheet date the Group assess whether there are objective indications that lead to the conclusion that financial assets have been impaired. For company shares that have been classified as financial assets available for sale, such an indication consists of a significant or extended decline in the fair value compared to the acquisition cost. If impairment is established, any accumulated loss in Equity, which is the difference between acquisition cost and fair value, is transferred to the results.

Inventories

At the balance sheet date, inventories are valued at the lower of acquisition cost and net realizable value. Net realizable value is the estimated sales price during the normal course of the company's business less any relevant sales expenses. The cost of inventories does not include financial expenses.

Trade Receivables

Receivables from customers are initially booked at their fair value and are subsequently valued at their amortized cost using the method of the effective interest rate, less the provision for impairment. In the event that the amortized cost or the cost of a financial asset exceeds the present value, then this asset is valued at its recoverable amount, i.e. at the present value of the future cash flows of the asset, which is calculated using the real initial interest rate.

The relevant loss is immediately transferred to the period's profit and loss. The impairment losses, i.e. when there is objective evidence that the Group is unable to collect all the amounts owed based on the contractual terms, are recognized in the income statement.

Cash and Cash Equivalents

Cash and cash equivalents include cash in the bank and in hand as well as short term highly liquid investments such as money market products and bank deposits. Money market products are financial assets which are valued at fair value through the profit and loss account.

Non-Current Assets Classified as Held for Sale

The assets available for sale also include other assets (including Goodwill) and tangible fixed assets that the Group intends to sell within one year from the date they are classified as «Held for sale".

The assets classified as «Held for sale» are valued at the lowest value between their book value immediately prior to their classification as available for sale, and their fair value less the sale cost. Assets classified as «Held for sale» are not subject to depreciation. The profit or loss that results from the sale and reassessment of assets «Held for sale» is included in «other income» and «other expenses» respectively, in the income statement.

The Group has not classified non-current assets as Held for sale.

Share Capital

Expenses incurred for the issuance of shares reduce, after deducting the relevant income tax, the proceeds from the issue. Expenses related to the issuance of shares for the purchase of companies are included in the acquisition cost of the company acquired.

Where any Group company purchases the Company's equity share capital (Treasury shares), the consideration paid, including any directly attributable incremental costs is deducted from equity attributable to the Company's equity holders until the shares are cancelled, reissued or disposed of. Where such shares are subsequently sold or reissued, any consideration received, net of any directly attributable incremental transaction costs, is included in equity attributable to the Company's equity holders. Treasury stock does not hold any voting rights.

Income Tax & Deferred Tax

The tax for the period comprises current income tax and deferred tax, i.e. the tax charges or tax credits that are associated with economic benefits accruing in the period but have been assessed by the tax authorities in different periods. Income tax is recognized in the income statement of the period, except for the tax relating to transactions that have been booked directly to Equity. In such case the related tax is, accordingly, booked directly to Equity.

Current income taxes include the short-term liabilities or receivables from the fiscal authorities that relate to taxes payable on the taxable income of the period and any additional income taxes from previous periods (tax audit differences).

Current taxes are measured according to the tax rates and tax laws prevailing during the financial years to which they relate, based on the taxable profit for the year. All changes to the short-term tax assets or liabilities are recognized as part of the tax expense in the income statement.

Deferred income tax is determined according to the liability method which results from the temporary differences between the book value and the tax base of assets or liabilities. Deferred tax is not booked if it results from the initial recognition of an asset or liability in a transaction, except for a business combination, which when it occurred did not affect neither the accounting nor the tax profit or loss.

Deferred tax assets and liabilities are valued based on the tax rates that are expected to be in effect during the period in which the asset or liability will be settled, taking into consideration the tax rates (and tax laws) that have been put into effect or are essentially in effect up until the balance sheet date. In the event where it is impossible to identify the timing of the reversal of the temporary differences, the tax rate in effect on the day after the balance sheet date is used.

Deferred tax assets are recognized to the extent that there will be a future tax profit to be set against the temporary difference that creates the deferred tax asset.

Deferred income tax is recognized for the temporary differences that result from investments in subsidiaries and associates, except for the case where the reversal of the temporary differences is controlled by the Group and it is possible that the temporary differences will not be reversed in the foreseeable future.

Most changes in the deferred tax assets or liabilities are recognized as part of the tax expense in the income statement. Only changes in assets or liabilities that affect the temporary differences are recognized directly in the Equity of the Group, such as the revaluation of property value, that results in the relevant change in deferred tax assets or liabilities being charged against the relevant Equity account.

Employee Benefits

Short-Term Benefits: Short-term employee benefits (except post-employment benefits) monetary and in kind are recognized as an expense when they accrue. Any unpaid amount is booked as a liability, while in the case where the amount paid exceeds the amount of services rendered, the company recognizes the excess amount as an asset (prepaid expense) only to the extent that the prepayment will lead to a reduction of future payments or to reimbursement.

Post-Employment Benefits: Post-employment benefits comprise pensions or other benefits (life insurance and medical insurance) the company provides after retirement as an exchange for the employees' service with the company. Thus, such benefits include defined contribution schemes as well as defined benefits schemes. The accrued cost of defined contribution schemes is booked as an expense in the period it refers to.

- ***Defined Contribution Scheme***

According to the defined contributions scheme, the (legal or implied) obligation of the company is limited to the amount that it has been agreed that it will contribute to the entity (i.e. pension fund) that manages the contributions and provides the benefits. Thus the amount of benefits the employee will receive depends on the amount the company will pay (or even the employee) and from the paid investments of such contributions.

The payable contribution from the company to a defined contribution scheme, is either recognized as a liability after the deduction of the paid contribution, or as an expense.

- ***Defined Benefits Scheme***

The liability that is reported in the balance sheet with respect to this scheme is the present value of the liability for the defined benefit less the fair value of the scheme's assets (if there are such) and the changes that arise from any actuarial profit or loss and the service cost. The commitment of the defined benefit is calculated annually by an independent actuary with the use of the projected unit credit method. The yield of long-term Greek Government Bonds is used as a discount rate.

The actuarial profit and losses are liability items for the company's benefits and for the expense that will be recognized in the results. Such that emerge from adjustments based on historical data and are over or under the 10% margin of the accumulated liability, are booked in the results in the expected average service time of the scheme's participants. The cost for the service time is directly recognized in the results except for the case where the scheme's changes depend on the employees' remaining service with the company. In such a case the service cost is booked in the results using the straight line method within the maturity period.

Benefits for Employment Termination: Termination benefits are payable when employment is terminated before the normal retirement date, or whenever an employee accepts voluntary redundancy in exchange for these benefits. The Group books these benefits when it is committed, either when it terminates the employment of existing employees according to a detailed formal plan for which there is no withdrawal possibility, or when it provides such benefits as an incentive for voluntary redundancy. When such benefits are deemed payable in periods that exceed twelve months from the Balance Sheet date, then they must be discounted based on the yields of investment grade corporate or government bonds.

In the case of an offer that is made to encourage voluntary redundancy, the valuation of benefits for employment termination must be based on the number of employees that are expected to accept the offer.

In case of an employment termination where there is inability to asses the number of employees to use such benefits, a disclosure for a contingent liability is made but no accounting treatment is followed.

Grants

The Group recognizes Government Grants that cumulatively satisfy the following criteria:

a) There is reasonable certainty that the company has complied or will comply to the conditions of the grant and
b) it is probable that the amount of the grant will be received.

Government Grants are booked at fair value and are systematically recognized as revenues according to the principle of matching the grants with the corresponding costs that they are subsidizing.

Government Grants that relate to assets are included in long-term liabilities as deferred income and are recognized systematically and rationally as revenues over the useful life of the fixed asset.

Provisions

Provisions are recognized when the Group has present obligations (legal or constructive) as a result of past events, their settlement through an outflow of resources is probable and the exact amount of the obligation can be reliably estimated. Provisions are reviewed during the date when each balance sheet is compiled so that they may reflect the present value of the outflow that is expected to be required for the settlement of the obligation. Contingent liabilities are not recognized in the financial statements but are disclosed, except if the probability that there will be an outflow of resources that embody economic benefits is very small. Contingent claims are not recognized in the financial statements but are disclosed provided that the inflow of economic benefits is probable.

Recognition of Income and Expenses

Income: Income includes the fair value of goods and services sold, net of Value Added Tax, discounts and returns. Intercompany revenue within the Group is eliminated completely. The recognition of revenue is done as follows:

- **Construction Projects Contracts**: The income from the execution of construction contracts is accounted for in the period the project is constructed, based on its completion stage.
- **Sale of Goods**: Sales of goods are recognized when the Group transfers goods to customers, the goods are

accepted by them and the collection of the resulting claim is reasonably assured.

- **Provision of Services**: Income from the provision of services is accounted for in the period during which the services are rendered, based on the stage of completion of the service in relation to the total services to be rendered.
- **Income from Assigned Rights for Use of Tangible Assets** (Compensative Benefits): The fair value of the assigned rights is recognized as deferred income and are amortized through the income statement according to the completion of the contracts for which these rights have been assigned.
- **Income Interest**: Interest income is recognized on a time proportion basis using the effective interest rate. When there is impairment of assets, their book value is reduced to their recoverable amount which is the present value of the expected future cash flows discounted using the initial real interest rate. Interest is then booked using the same interest rate calculated on the impaired (new book) value.
- **Dividends**: Dividends are accounted for as revenue when the right to receive payment is established.

Expenses: Expenses are recognized in the results on an accrued basis. The payments made for operating leases are transferred to the results as an expense, during the time the lease is used. Interest expenses are recognized on an accrued basis.

Leases

Group Company as Lessee: Leases of fixed assets with which all the risks and benefits related with ownership of an asset are transferred to the Group, regardless of whether the title of ownership of the asset is eventually transferred or not, are finance leases.

These leases are capitalized at the inception of the lease at the lower of the fair value of the asset and the present value of the minimum lease payments. Each lease payment is apportioned between the reduction of the liability and the finance charge so that a fixed interest rate on the remaining financial liability is achieved. The relevant liabilities from leases, net of financial expenses, are reported as liabilities. The part of the financial expense that relates to finance leases is recognized in the income statement during the term of the lease. Fixed assets acquired through finance leases are depreciated over the shorter of their useful life and the lease term.

Lease agreements where the lessor transfers the right of use of an asset for an agreed period of time, without transferring, however, the risks and rewards of ownership of the fixed asset are classified as operating leases. Payments made with respect to operating leases (net of any incentives offered by the lessor) are recognised in the income statement proportionately throughout the term of the lease.

Group Company as Lessor: When fixed assets are leased through financial leasing, the present value of the lease is recognized as a receivable. The difference between the gross amount of the receivable and its present value is registered as a deferred financial income. The income from the lease is recognized in the period's results during the lease using the net investment method, which represents a constant periodic return.

Fixed assets that are leased through operating leases are included in the balance sheet's tangible assets. They are depreciated during their expected useful life on a basis consistent with similar self-owned tangible assets. The income from the lease (net of possible incentives given to the lessees) is recognized using the constant method during the period of the lease.

Construction Contracts

Construction contracts refer to the construction of assets or a group of affiliated assets specifically for customers according to the terms provided for in the relevant contracts and whose execution usually lasts for a period of over one fiscal year.

The expenses that refer to the contract are recognized when occur.

In the case where the result of one construction contract may not by reliably valuated, and especially in the case where the project is at a premature state, then:

- The income must be recognized only to the extent that the contractual cost may be recovered, and
- The contractual cost must be recognized in the expenses of the period in which it was undertaken.

Thus, for such contracts income is recognized in order for the profit from the specific project to equal zero.

When the result of a construction contract can be valuated reliably, the contract's income and expenses are recognized during the contract's duration, respectively as income and expense.

The Group uses the «percentage of completion» method to define the appropriate income and expense amount that will be recognized in a specific period.

The completion stage is measured based on the contractual cost that has been realized up to the balance sheet date compared to the total estimated construction cost of each project.

When it is likely for the total contract cost to exceed the total income, then the expected loss is directly recognized in the period's results as an expense.

For the calculation of the cost realized until the end of the period, any expenses related to future activities regarding the contract are excluded and appear as a project under construction. The total cost that was realized and the profit/loss that was recognized for each contract is compared with the progressive invoices until the end of the period.

When the realized expenses plus the net profit (less the losses) that have been recognized, exceed the progressive invoices, the difference appears as a receivable from construction contract customers in the account «Customers and other receivables". When the progressive invoices exceed the realized expenses plus the net profit (less the losses) that have been recognized, the balance appears as a liability towards construction contract customers in the account «Suppliers and other liabilities".

Dividend Distribution

The distribution of dividends to the shareholders of the parent company is recognized as a liability in the consolidated financial statements at the date on which the distribution is approved by the General Meeting of the shareholders.

Appendix B

Corporate Actions

DATE	SUBJECT	SITE
29/12/06	Notification of decisions for participation in Mergers, Splits, Takeovers, Acquisitions, Transfer of Shares / RES Transformation	www.mytilineos.gr/www.ase.gr
28/12/.06	Notification of Transactions	www.mytilineos.gr/www.ase.gr
27/12/06	Confirmation – Press clarification articles in THEMA and AXIA newspapers concerning the negotiations of Mytilineos Group with EON – Endessa	www.mytilineos.gr/www.ase.gr
27/12/06	Notification of Transactions	www.mytilineos.gr/www.ase.gr
19/12/06	Notification of Transactions	www.mytilineos.gr/www.ase.gr
18/12/06	Notification of Transactions	www.mytilineos.gr/www.ase.gr
5/12/06	Notification of Transactions	www.mytilineos.gr/www.ase.gr
8/12/06	Notification of Transactions	www.mytilineos.gr/www.ase.gr
7/12/06	Notification of Transactions	www.mytilineos.gr/www.ase.gr
30/11/06	Notification of Transactions	www.mytilineos.gr/www.ase.gr
24/11/06	Financial Results data based on IFRS / First 9 months of 2006	www.mytilineos.gr/www.ase.gr
24/11/06	Notification of Transactions	www.mytilineos.gr/www.ase.gr
23/11/06	Financial Results data based on IFRS / First 9 months of 2006	www.mytilineos.gr/www.ase.gr
22/11/06	Announcement concerning comments on Financial / Accounting Statements for the first 9 months of 2006	www.mytilineos.gr/www.ase.gr
22/11/06	Notification of Transactions	www.mytilineos.gr/www.ase.gr
21/11/06	Notification of Transactions	www.mytilineos.gr/www.ase.gr
20/11/06	Notification of Transactions	www.mytilineos.gr/www.ase.gr
16/11/06	Notification of Transactions	www.mytilineos.gr/www.ase.gr
15/11/06	Notification of Transactions	www.mytilineos.gr/www.ase.gr
9/11/06	Notification of Transactions	www.mytilineos.gr/www.ase.gr
3/11/06	Announcement of other important events / Approval of a split of the Commercial Sector of Ferrous and Non-Ferrous Metals of the Company	www.mytilineos.gr/www.ase.gr
3/11/06	Notification of Transactions	www.mytilineos.gr/www.ase.gr
2/11/06	Notification of Transactions	www.mytilineos.gr/www.ase.gr
1/11/06	Notification of Transactions	www.mytilineos.gr/www.ase.gr
31/120/06	Notification of Transactions	www.mytilineos.gr/www.ase.gr
30/10/06	Notification of Transactions	www.mytilineos.gr/www.ase.gr
24/10/06	Notification of Transactions	www.mytilineos.gr/www.ase.gr
20/10/06	Announcement of other important events /Production increase of 20-25% in SOMETRA After the New Investments	www.mytilineos.gr/www.ase.gr
20/10/06	Notification of Transactions	www.mytilineos.gr/www.ase.gr
18/10/06	Notification of Transactions	www.mytilineos.gr/www.ase.gr
17/10/06	Notification of Transactions	www.mytilineos.gr/www.ase.gr
16/10/06	Notification of Transactions	www.mytilineos.gr/www.ase.gr
13/10/06	Transaction Notification / Approval of Share Release of «DELTA MECHANICAL EQUIPMENT AND INTEGRATED PROJECTS SA»	www.mytilineos.gr/www.ase.gr
13/10/06	Notification of Transactions	www.mytilineos.gr/www.ase.gr
12/10/06	Change of BOD composition or High Managerial Executives / Mr. Papageorgiou in charge of Internal Audit	www.mytilineos.gr/www.ase.gr
10/10/06	Notification of Transactions	www.mytilineos.gr/www.ase.gr
9/10/06	Notification of Transactions	www.mytilineos.gr/www.ase.gr
9/10/06	Notification of Transactions	www.mytilineos.gr/www.ase.gr
4/10/06	Transaction execution notification Put option right for the sale of shares of «DELTA MECHANICAL EQUIPMENT AND INTEGRATED PROJECTS SA»	www.mytilineos.gr/www.ase.gr

4/10/06	SHARE IMPORT FROM SHARE CAPITAL INCREASE AFTER EXECUTION OF A STOCK OPTION PLAN	www.mytilineos.gr/www.ase.gr
3/10/06	Confirmation – Press clarification / Concerning Possible Cooperation of Subsidiary METKA with French Alstom	www.mytilineos.gr/www.ase.gr
3/10/06	Notification of Transactions	www.mytilineos.gr/www.ase.gr
2/10/06	Notification of Transactions	www.mytilineos.gr/www.ase.gr
29/9/06	Business developments in the Company / Strategic cooperation of Mytilineos Group and ELLINIKI TECHNODOMIKI	www.mytilineos.gr/www.ase.gr
28/9/06	Notification of Transactions	www.mytilineos.gr/www.ase.gr
27/9/06	Notification of Transactions	www.mytilineos.gr/www.ase.gr
27/9/06	Confirmation – Press clarification Concerning a possible cooperation of subsidiary METKA with a Company of Energy Technology Supply	www.mytilineos.gr/www.ase.gr
26/9/06	Decisions of the 2nd Repetitive General Assembly of 25/9/06	www.mytilineos.gr/www.ase.gr
26/9/06	Notification of Transactions	www.mytilineos.gr/www.ase.gr
26/9/06	Confirmation – Press clarification Concerning the leasing and exploitation of the Vevi Lignite Mine	www.mytilineos.gr/www.ase.gr
26/9/06	Notification of Transactions	www.mytilineos.gr/www.ase.gr
22/9/06	Notification of Transactions	www.mytilineos.gr/www.ase.gr
21/9/06	Confirmation – Press clarification Article of SYMVOULOS newspaper entitled «WIND RUMORS FOR DOMIKI»	www.mytilineos.gr/www.ase.gr
21/9/06	Notification of Transactions	www.mytilineos.gr/www.ase.gr
19/9/06	Financial Results data based on IFRS	www.mytilineos.gr/www.ase.gr
19/9/06	Notification of Transactions	www.mytilineos.gr/www.ase.gr
18/9/06	Notification of Transactions	www.mytilineos.gr/www.ase.gr
15/9/06	Notification of Transactions	www.mytilineos.gr/www.ase.gr
14/9/06	Notification of Transactions	www.mytilineos.gr/www.ase.gr
11/9/06	Business developments in the Company / Acquisition of Spider Energy Co.	www.mytilineos.gr/www.ase.gr
11/9/06	Pre-announcement of a 2nd Repetitive General Assembly of 25/09/2006	www.mytilineos.gr/www.ase.gr
11/9/06	Decisions of the 1st Repetitive General Assembly of 11/09/2006	www.mytilineos.gr/www.ase.gr
8/9/06	Confirmation – Press clarification Articles of IMERISIA newspaper concerning Participation to the Privatization Process of Remin Baia Mare Mines	www.mytilineos.gr/www.ase.gr
7/9/06	Confirmation – Press clarification Article of REPORTER site concerning Participation to the Privatization Process of Remin Baia Mare Mines	www.mytilineos.gr/www.ase.gr
5/9/06	Notification of Transactions	www.mytilineos.gr/www.ase.gr
1/9/06	Notification of Transactions	www.mytilineos.gr/www.ase.gr
30/8/09	Notification of Transactions	www.mytilineos.gr/www.ase.gr
29/8/06	Pre-announcement of 1st Repetitive General Assembly of 11/09/2006	www.mytilineos.gr/www.ase.gr
29/8/06	Decisions of the Special General Assembly	
of 29/08/2006	www.mytilineos.gr/www.ase.gr	
24/8/06	Notification of the decision to submit a public offer for the acquisition of DELTA Project shares according to valid clauses	www.mytilineos.gr/www.ase.gr
23/8/06	Notification of Transactions	www.mytilineos.gr/www.ase.gr
17/8/06	Notification of Transactions	www.mytilineos.gr/www.ase.gr
16/8/06	Notification of Transactions	www.mytilineos.gr/www.ase.gr
11/8/06	Notification of Transactions	www.mytilineos.gr/www.ase.gr
4/8/06	Notification of Transactions	www.mytilineos.gr/www.ase.gr
4/8/06	Pre-announcement of a Special General Assembly on 29/08/2006	www.mytilineos.gr/www.ase.gr
3/8/06	Financial Results data based on IFRS / First 6 months of 2006	www.mytilineos.gr/www.ase.gr
3/8/06	Announcement concerning comments on Financial / Accounting Statements for the first 6 months of 2006	www.mytilineos.gr/www.ase.gr
26/7/06	Notification of Transactions	www.mytilineos.gr/www.ase.gr

24/7/06	Notification of the decision to submit a public offer	
	for the acquisition of DELTA Project shares according to valid clauses	www.mytilineos.gr/www.ase.gr
17/7/06	Financial Results data based on IFRS	www.mytilineos.gr/www.ase.gr
30/6/06	Announcement of Other Important Events / Exhibitory Directive of ELTA	www.mytilineos.gr/www.ase.gr
28/6/06	Financial Results data based on IFRS	
27/6/06	Split of ferrous and non-ferrous metal sector	www.mytilineos.gr/www.ase.gr
26/6/06	Shareholder Percentage Change of Stock Market Company / Morgan Stanley	www.mytilineos.gr/www.ase.gr
23/6/06	Decision to Buy Own Shares	www.mytilineos.gr/www.ase.gr
19/6/06	Notification of the decision to submit a public offer	
	for the acquisition of DELTA Project shares according to valid clauses	www.mytilineos.gr/www.ase.gr
15/6/06	Decisions of the Special General Assembly of 14/06/2006	www.mytilineos.gr/www.ase.gr
15/6/06	Notification of Transactions	www.mytilineos.gr/www.ase.gr
14/6/06	Notification of Transactions	www.mytilineos.gr/www.ase.gr
13/6/06	Notification of decisions for participation in Mergers, Splits, T	
	akeovers, Acquisitions, Transfer of Shares / Takeover of DELTA Project SA	www.mytilineos.gr/www.ase.gr
2/6/06	Decisions of the 1st Repetitive General Assembly of 01/06/2006	www.mytilineos.gr/www.ase.gr
31/5/06	Notification of decisions for participation in Mergers, Splits,	
	Takeovers, Acquisitions, Transfer of Shares / Takeover of DELTA Project SA	www.mytilineos.gr/www.ase.gr
31/5/06	Pre-announcement of 2nd Repetitive General Assembly of 14/06/2006	www.mytilineos.gr/www.ase.gr
31/5/06	Notification of Transactions	www.mytilineos.gr/www.ase.gr
30/5/06	Decisions of Repetitive General Assembly of 30/05/2006	www.mytilineos.gr/www.ase.gr
25/5/06	Notification of Transactions	www.mytilineos.gr/www.ase.gr
24/5/06	Shareholder Percentage Change of Stock Market Company	www.mytilineos.gr/www.ase.gr
25/6/06	Notification of Transactions	www.mytilineos.gr/www.ase.gr
23/5/06	Announcement of Other Important Events /	
	Mytilineos SA proceeds to an interconnection of Islands of Southwest Aegean	www.mytilineos.gr/www.ase.gr
22/5/06	Shareholder Percentage Change of Stock Market Company / Morgan Stanley	www.mytilineos.gr/www.ase.gr
22/5/06	Pre-announcement of Special General Assembly on 14/06/2006	www.mytilineos.gr/www.ase.gr
19/5/06	Notification of Transactions	www.mytilineos.gr/www.ase.gr
18/5/06	Pre-announcement of 1st Repetitive General Assembly 30/05/2006	www.mytilineos.gr/www.ase.gr
18/5/06	Dividend Issue / Payment Notification	www.mytilineos.gr/www.ase.gr
18/5/06	Announcement of other important events Consolidated financial info	
	of special purpose for the 1st trimester of 2006	www.mytilineos.gr/www.ase.gr
18/5/06	Confirmation – Press article clarification of IMERISIA and EXPRESS newspapers	
	concerning a possible establishment of Aluminum Production Unit at the UAE	www.mytilineos.gr/www.ase.gr
17/5/06	Dividend Issue / Payment	www.mytilineos.gr/www.ase.gr
16/5/06	Decisions of Regular General Assembly of 16/05/2006	www.mytilineos.gr/www.ase.gr
16/5/06	Dividend Issue / Payment	www.mytilineos.gr/www.ase.gr
11/5/06	Announcement concerning comments on Financial	
	/ Accounting Statements for the first trimesters of 2006	www.mytilineos.gr/www.ase.gr
11/5/06	Financial Results data based on IFRS / 1st trimester of 2006	www.mytilineos.gr/www.ase.gr
11/5/06	Announcement concerning comments on Financial	
	/ Accounting Statements for the first trimester of 2006	www.mytilineos.gr/www.ase.gr
10/5/06	Financial Results data based on IFRS / 1st trimester of 2006	www.mytilineos.gr/www.ase.gr
8/5/06	Announcement of other important events / Binding Agreement	
	among Mytilineos SA and main shareholders of DELTA PROJECT SA	www.mytilineos.gr/www.ase.gr
4/5/06	Announcement of other important events /	
	Strengthening of MYTILINEOS Group in Energy	www.mytilineos.gr/www.ase.gr
4/5/06	Confirmation – Press clarification of articles concerning	
	a possible acquisition of Spider Energy Co.	www.mytilineos.gr/www.ase.gr
28/4/06	Notification of Transactions	www.mytilineos.gr/www.ase.gr

25/4/06	Notification of Transactions	www.mytilineos.gr/www.ase.gr
19/4/06	Pre-announcement of Regular General Assembly of 16/05/2006	www.mytilineos.gr/www.ase.gr
10/4/06	Announcement of other important events / Inauguration of Mytilineos Group's first wind park	www.mytilineos.gr/www.ase.gr
7/4/06	Notification of Transactions	www.mytilineos.gr/www.ase.gr
6/4/06	Notification of Transactions	www.mytilineos.gr/www.ase.gr
31/3/06	Notification of decisions for participation in Mergers, Splits, Takeovers, Acquisitions, Transfer of Shares / Acquisition of Aluminum of Greece's shares from Alcan	www.mytilineos.gr/www.ase.gr
31/3/06	Announcement of other important events / Aluminum of Greece SA share unloading with a Private Placement	www.mytilineos.gr/www.ase.gr
31/3/06	Notification of Transactions	www.mytilineos.gr/www.ase.gr
30/3/06	Announcement of other important events / Aluminum of Greece SA unloading of 2,300,00 shares	www.mytilineos.gr/www.ase.gr
30/3/06	Notification of Transactions	www.mytilineos.gr/www.ase.gr
24/3/06	Financial Results data based on IFRS / 12 months of 2005	www.mytilineos.gr/www.ase.gr
23/3/06	Confirmation – Press clarification of article «Mytilineos in Energy Production from Carbon» in IMERISIA newspaper	www.mytilineos.gr/www.ase.gr
22/3/06	Financial Results data based on IFRS / 12 months of 2005	www.mytilineos.gr/www.ase.gr
13/3/06	Announcement of other important events / Presentation in front of Analysts on 23/02/2006	www.mytilineos.gr/www.ase.gr
9/3/06	Notification of Transactions	www.mytilineos.gr/www.ase.gr
8/3/06	Announcement concerning comments on Financial / Accounting Statements of 2005	www.mytilineos.gr/www.ase.gr
23/2/06	Notification of Transactions	www.mytilineos.gr/www.ase.gr
22/2/06	Announcement concerning comments on Financial / Accounting Statements of 2005	www.mytilineos.gr/www.ase.gr
20/2/06	Confirmation – Press clarification / Article «Stock Market Companies Out of Control» in ELEFTHEROTIPIA newspaper	www.mytilineos.gr/www.ase.gr
16/2/06	Confirmation – Press clarification /Article «Cheap Electricity or Shutdown of Aluminum of Greece?» in ELEFTHEROTIPIA newspaper	www.mytilineos.gr/www.ase.gr
15/2/06	Confirmation – Press clarification / ISOTIMIA newspaper	www.mytilineos.gr/www.ase.gr
14/2/06	Confirmation – Press clarification	
2/2/06	Notification of Transactions	www.mytilineos.gr/www.ase.gr
23/1/06	Notification of Transactions	www.mytilineos.gr/www.ase.gr
20/1/06	Program of Target Company Acts 2007	www.mytilineos.gr/www.ase.gr
20/1/06	Notification of Transactions	www.mytilineos.gr/www.ase.gr
19/1/06	Change of BOD composition or High Managerial Executives – Mr. Benroubis takes over as General Manager of the Vehicle Industry Sector	www.mytilineos.gr/www.ase.gr
18/1/06	Notification of Transactions	www.mytilineos.gr/www.ase.gr
17/1/06	Notification of Transactions	www.mytilineos.gr/www.ase.gr
10/1/06	Notification of decisions for participation in Mergers, Splits, Takeovers, Acquisitions, Transfer of Shares / Sale of ELEMKA shares	www.mytilineos.gr/www.ase.gr

MYTILINEOS
HOLDINGS S.A.

Figures and information for the fiscal year of 1st January 2006 until 31st March 2006 *(In compliance with the stipulations of decision 17/336/21.04.2005 & P.D. 360/1985)*
(Published according to law 2190/1920, art.135 for Companies preparing annual financial statements, consolidated or not, according to the IFRS
The figures presented below aim to give summary information about the financial position and results of MYTILINEOS S.A. and its subsidiaries.
The reader who aims to form a full opinion on the company's financial position and results, must access the interim financial statements prepared according to the International Financial Reporting Standards and the Auditor's Report where this is required. Indicatively, the reader can visit the company's web site, where the above financial statements are posted.

BALANCE SHEET

Amounts in 000' s EURO

	The Group		The Company	
	31/03/2006	31/12/2005	31/03/2006	31/12/2005
ASSETS				
Fixed Assets	670.898	633.567	278.677	253.620
Inventories	146.841	154.348	1.058	666
Trade and other receivables	204.515	219.846	94.676	100.555
Other	193.113	167.678	56.499	29.043
TOTAL ASSETS	1.215.367	1.175.439	430.910	383.884
LIABILITIES				
Long Term Liabilities	167.720	166.000	63.122	62.107
Short Term Borrowings	90.378	76.178	75.610	55.266
Other short term Liabilities	194.642	225.427	23.351	30.262
Total Liabilities (a)	**452.740**	**467.605**	**162.083**	**147.635**
Share Capital	24.312	24.312	24.312	24.312
Other reserves & retained earnings	423.647	365.127	244.515	211.937
Equity attributable to parent's Shareholders	**447.959**	**389.439**	**268.827**	**236.249**
Minority Interests (c)	314.668	318.395	-	-
Total Equity (d)	**762.627**	**707.834**	**268.827**	**236.249**
TOTAL LIABILITIES (a) + (d)	1.215.367	1.175.439	430.910	383.884

INCOME STATEMENT

Amounts in 000' s EURO

	The Group		The Company	
	1/1-31/3/2006	1/1-31/3/2005	1/1-31/3/2006	1/1-31/3/2005
Sales	203.450	188.142	40.567	38.585
Gross profit	50.453	40.601	4.868	4.610
Profit before tax, borrowings and investments	38.671	34.695	(877)	2.841
Profit before tax, borrowings investments and depreciation	43.829	39.685	(797)	2.919
Profit from company acquisition (negative goodwill)	19.163	127.205	-	-
Profit before tax	**86.818**	**162.196**	**34.553**	**1.385**
Less Taxes	(15.335)	(13.521)	(1.974)	(1.044)
Profit after tax	**71.483**	**148.675**	**32.579**	**341**
Distributed at:				
Shareholders of the Parent	59.314	141.863	-	-
Minority interests	12.168	6.812	-	-
Profit after Tax per Share (in euro/share)	1,46	3.50	0,80	0,01

STATEMENTS OF CHANGES IN EQUITY

Amounts in 000' s EURO

	The Group		The Company	
	1/1-31/3/2006	1/1-31/3/2005	1/1-31/3/2006	1/1-31/3/2005
Equity at the beginning of the period (01/01/2006 and 01/01/2005)	707.834	237.785	236.249	199.562
Profit / (Loss) after Taxes	(14.507)	232.601	-	-
Increase / (Decrease) in Share Capital	-	-	-	-
Distributed divident	(2.183)	12.909	-	-
Income charged directly to equity	71.483	148.675	32.579	341
Increase of minority interests (acquisition of Subsidiary)	-	-	-	-
Total Equity at the end of the period (31.03.2006 and 31.03.2005)	**762.627**	**631.970**	**268.828**	**199.903**

CASH FLOW STATEMENT

Amounts in 000' s EURO

	The Group		The Company	
	1/1-31/3/2006	1/1-31/3/2005	1/1-31/3/2006	1/1-31/3/2005
Operating Activities				
Profit before Tax	86.818	162.196	34.553	1.385
Plus (Less) Adjiustments for:				
Depreciations	5.224	4.987	81	78
Provisions	581	94	-	-
Exchange differences	(1.225)	1.451	(1.476)	1.982
Results (revenues, expenses, profit, loss)from Investment Activities	(48.603)	(128.796)	(34.475)	327
Debit Interest and similar expenses	1.124	1.796	699	1.135
Plus (Less) Adjiustments for Working Capital accounts or generated from operations:				
Decrease / (Increase) in Inventories	2.123	(8.312)	(392)	(618)
Decrease / (Increase) in Trade and Other Receivables	(24.158)	25.083	(27.238)	(12.331)
(Decrease) / Increase in Liabilities (except Banks)	(26.915)	(24.704)	(5.359)	4.238
Increase / (Decrease) in other current assets	(1.395)	(9.685)	-	222
Less:				
Debit Interest and similar expenses Paid	(687)	(632)	(273)	(198)
Taxes Paid	(3.202)	(2.236)	-	-
Net Cash Flow from Operating Activities (A)	**(10.315)**	**21.242**	**(33.880)**	**(3.780)**
Investing Activities				
Acquisition of subsidiary, associates and other investments	(31.578)	41.568	(26.024)	(72.114)
Purchase of intagible assets, property and equipment	(26.039)	(4.211)	(37)	(6)
Disposals from sale of tangible assets	33	136	2	-
Purchase of financial assets available for sale	61.990	-	40.275	-
Interest received	338	609	1	1
Proceeds from borrowing of affiliated parties	57	50	57	-
Proceeds from dividends	-	-	-	-
Net cash from investing activities (B)	**4.801**	**38.152**	**14.274**	**(72.119)**
Financing Activities				
Proceeds from Share Capital Increase	-	3.299	-	-
Proceeds from Borrowings	53.452	77.839	39.451	76.602
Payment of Borrowings	-	(14.913)	-	(6.223)
Payments of finance lease Liabilities (capital)	(4)	-	-	-
Payments of finance lease Liabilities (interest)	-	-	-	-
Dividends paid	(233)	(2)	-	-
Net cash from financing activities (C)	53.215	66.223	39.451	70.379
Net Increase / (Decrease) in cash and cash equivalent (A) + (B) + (C)	**47.701**	**125.617**	**19.845**	**(5.520)**
Cash and cash equivalent at the beginning of the period	**(12.679)**	**958**	**(54.579)**	**(4.267)**
Cash and cash equivalent at the end of the period	**35.022**	**126.575**	**(34.734)**	**(9.787)**

GENERAL INFORMATION

1. Group Structure - Group Companies that are included in the consolidated financial statements with their respective locations, percentage of ownership and the years pending inspection from tax authorities are as follow:

COMPANY	YEARS NOT INSPECTED BY TAX AUTHORITIES	Percentage
MYTILINEOS S.A. Maroussi, Athens	2003-2005	**Parent**
METKA S.A., N. Heraklio, Athens	2005	52,25% (1)
SERVISTEEL, Volos	2003-2005	52,25% (3)
E.K.M.E. S.A. Municipality of Ehedorou, Thessaloniki	2001-2005	20,90% (3)
3.Κ.Π. A.T.E.E., Abelokipoi, Athens	2003-2005	20,90% (3)
RODAX A.T.E.E.N. Heraklio, Athens	2001-2005	52,25% (3)
ELEMKA S.A., N. Heraklio, Athens	1999-2005	43,63% (3)
ALUMINIUM OF GREECE B.E.A.E.	2004-2005	46,86% (1)
DELFI DISTOMON A.M.E.	2002-2005	46,86% (3)
ELVO A.B.E., Thessaloniki	2004-2005	43,00% (2)
SOMETRA S.A., SIBIU Romania	2004-2005	87,96% (1)
MYTILINEOS FINANCE S.A., Luxemburg	2000-2005	99,97% (1)
STANMED TRADING LTD , Cyprus	2003-2005	99,97% (3)
MYTILINEOS BELGRADE D.O.O., Serbia	1999-2005	99,97% (3)
MYVEKT INTERNATIONAL SKOPJE	1999-2005	99,97% (3)
RDA TRADING, Guernsey Islands	1999-2005	99,97% (3)
DEFENSE MATERIAL INDUSTRY S.A. - MYTILINEOS AND Co, Maroussi, Athens	2003-2005	100,00% (1)
MYTILINEOS POWER GENERATION & SUPPLIES S.A., Maroussi, Athens	2001-2005	100,00% (1)
INDUSTRIAL RESEARCH PROGRAMS "BEAT". Halandri. Athens	2003-2005	35,00% (2)
G. SIDIROMETALLICA S.A.., Maroussi, Athens	2002-2005	50,00% (1)
HELLENIC COPPER MINES LTD, Cyprus	-	39,16% (2)
GENIKI VIOMICHANIKI, Maroussi, Athens	2003-2005	Common management
MYTILINEOS HELLENIC WIND POWER S.A. , Maroussi, Athens	2001-2005	80,00% (1)
AIOLIKI ANDROU TSIROVLIDI S.A., Maroussi, Athens	2003-2005	80,20% (3)
AIOLIKI NEAPOLEOS S.A., Maroussi, Athens	2003-2005	80,20% (3)
AIOLIKI EVOIAS PIRGOS S.A., Maroussi, Athens	2003-2005	80,20% (3)
AIOLIKI EVOIAS POUNTA S.A., Maroussi, Athens	2003-2005	80,20% (3)
AIOLIKI EVOIAS HELONA S.A., Maroussi, Athens	2003-2005	80,20% (3)
AIOLIKI ANDROU RAHI XIROKABI S.A.., Maroussi, Athens	2003-2005	80,20% (3)
AIOLIKI PLATANOU S.A., Maroussi, Athens	2003-2005	80,20% (3)
AIOLIKI SAMOTHRAKIS S.A., Maroussi, Athens	2003-2005	80,20% (3)
AIOLIKI EVOIAS DIAKOFTIS S.A., Maroussi, Athens	2003-2005	80,20% (3)
AIOLIKI SIDIROKASTROU S.A, Maroussi, Athens	2003-2005	80,20% (3)

NOTES:

(1) *Controling Shares - Full Consolidation Method*
(2) *Companies held directly - Equity Consolidation*
(3) *Companies held indirectly*
(4) *Horizontal Consolidation (common Management)*

2. The holding of the subsidiary "METKA SA" in the company "3KP SA" (40%) was sold on the 3rd of May 2006. The above transaction's output will be depicted in the Group's financial statements for the period 01/01 – 30/06/2006.
3. Parent company "MYTILINEOS HOLDINGS SA" reached an agreement on 04/05/2006 regarding the acquisition of 100% of the share capital of "SPIDER ENERGY SA" and jointly, with the major shareholder Mr Evangelos Mytilineos, on 08/05/2006, proceed in a binding agreement for the acquisition of 52.6% of the share capital of "DELTA PROJECT".
4. During the reported period, the parent company "MYTILINEOS HOLDINGS SA", acquired an extra 6.23% stake in its subsidiary "ALUMINUM OF GREECE SA". This acquisition resulted in a profit of € 19.1m that has evenly increased the consolidated "Profit before Tax" and is depicted in "Profit from company acquisition". During the same period the parent company also made a placement for a 5.4% of its subsidiary "ALUMINUM OF GREECE SA". The placement, resulted in a profit of € 34.2m for the parent and € 19.6m for the group, increasing respectively the "Profit before tax" account.
5. The basic accounting principles applied in the consolidated balance sheet of 31/12/2005 has not been altered.
6. There are no encumbrances to the company's and Group's assets.
7. The account of assets "Other receivables" includes a litigation claim of the parent company from Export Credit Insurance Organization (ECIO), amounting to € 14.509.364. The above claim has been granted to the company (decision EA 6619/2004) by Court of Appeal of Athens. According to the Court's decision ECIO is obliged to pay to MYTILINEOS S.A. compensation which amounts to € 16.069.095.48 plus interest, until full repayment and ensured by an equal amount letter of credit. There are no other litigations which have an important impact on company's and Group's financial position.
8. The number of employees at the end of the reporting period are as follows:

	The Group		The Company	
	31/03/2006	31/03/2005	31/03/2006	31/03/2005
FULL TIME EMPLOYEES	2.468	2.582	76	63
PART TIME EMPLOYEES	1.165	1.163	0	2
TOTAL	3.633	3.745	76	65

9. Company's transactions with related parties (according to IAS 24) as of 31/12/2005 are as follows: Purchases: € 1.327 thousand – Sales: € 8.122 thousand. The balance of the company's receivables and payables with its related parties (according to IAS 24) is respectively € 76 thousand and € 8.308 thousand. Group's transactions with related parties (according to IAS 24) as of 31/12/2005 are as follows: Purchases: € 77 thousand – Sales: € 905 thousand – Receivables: € 349 thousand – Payables: € 53 thousand.
10. Earnings per share has been calculated on the basis of net profits distribution over the number of shares.
11. Capital Expenditure for the first quarter 2006: Group € 14.765 thousand Company € 0,00, respectively: Group € 3.244 thousand Company € 0,00
12. Auditors Report is not required.
13. First quarter 2006 Group's and Company's Financial statements approved by the Board of Directors on 10th of May 2006.
The members of the Board are as follows: Evangelos Mytilineos, Ioannis Mytilineos, George Kontouzoglou, Nikolaos Mousas, Xristos Diamantopoulos, Apostolos Georgiadis, George Lymperakis.

MYTILINEOS HOLDINGS S.A.

Company's number 23103/06/B/90/26 in the register of Societes Anonymes
5-7 Patroklou Str., 115 25 Maroussi

Figures and information for the period of 1st January 2006 until 30 June 2006 *(In compliance with the stipulations of decision 17/336/21.04.2005 & P.D. 360/1985)*

The figures illustraded below aim to give summary information about the financial position of MYTILINEOS S.A. and its subsidiaries. We advise the reader before making any investment decision or other transaction concerning the company, to visit the company's web site (www.mytilineos.gr) in which the financial statements according to the International Financial Reporting Standards together with the Audit Report of the External Auditors (when necessary) are presented. ***The Chartered accountant: Kazas Vassilis, Audit firm: Grant Thornton, Review Report: Unqualified Opinion***

BALANCE SHEET

Amounts in 000' s EURO

	The Group		The Company	
	30/06/2006	31/12/2005	30/06/2006	31/12/2005
ASSETS				
Fixed Assets	731.132	633.567	304.556	253.620
Inventories	157.678	154.348	1.622	666
Trade and other receivables	231.495	219.846	112.603	100.555
Other	121.584	167.678	23.749	29.043
TOTAL ASSETS	**1.241.889**	**1.175.439**	**442.530**	**383.884**
LIABILITIES				
Long Term Liabilities	181.253	165.999	58.954	62.106
Short Term Borrowings	76.005	76.178	47.964	55.266
Other short term Liabilities	216.287	225.428	59.152	30.263
Total Liabilities (a)	**473.545**	**467.605**	**166.070**	**147.635**
Share Capital	24.312	24.312	24.312	24.312
Other reserves & retained earnings	427.653	365.128	252.148	211.937
Total Shareholders Equity (b)	**451.965**	**389.440**	**276.460**	**236.249**
Minority Interests (c)	316.379	318.394	-	-
Total Equity (d)	**768.344**	**707.834**	**276.460**	**236.249**
TOTAL LIABILITIES (a) + (d)	**1.241.889**	**1.175.439**	**442.530**	**383.884**

INCOME STATEMENT

Amounts in 000' s EURO

	The Group				The Company			
	1/1-30/6/2006	1/1-30/6/2005	1/4-30/6/2006	1/4-30/6/2005	1/1-30/6/2006	1/1-30/6/2005	1/4-30/6/2006	1/4-30/6/2005
Sales Turnover	453.295	368.763	249.845	180.622	135.046	68.418	94.479	29.833
Gross profit	113.374	85.924	62.921	45.323	17.047	6.023	12.178	1.413
Profit before tax, borrowings and investments results	92.026	72.200	53.355	37.505	7.679	1.300	8.557	(1.541)
Profit before tax, borrowings investments and depreciation results	102.435	82.260	58.607	42.578	7.839	1.461	8.636	(1.458)
Profit from company acquisition (negative goodwill)	19.241	136.960	79	9.755	-	-	-	-
Profit before tax	141.349	215.479	54.531	53.283	62.855	19.793	28.302	18.408
Less Taxes	(26.935)	(25.022)	(11.599)	(11.502)	(6.436)	(82)	(4.461)	963
Profit after tax	114.414	190.457	42.932	41.781	56.419	19.711	23.841	19.371
Distributed at:								
Shareholders of the Parent	87.220	170.175	27.906	28.313	56.419	19.711	23.841	19.371
Minority interests	27.194	20.282	15.026	13.468	-	-	-	-
Profit after Tax per Share (in euro/share)	2,15	4,20	0.69	0.70	1,39	0,49	0,59	0.48

GENERAL INFORMATION

1. Group Structure - Group Companies that are included in the consolidated financial statements with their respective locations, percentage of ownership and the years pending inspection from tax authorities are as follow:

COMPANY	YEARS NOT INSPECTED BY TAX AUTHORITIES	Percentage
MYTILINEOS S.A. Maroussi, Athens	2005	Parent
METKA S.A., N. Heraklio, Athens	2005	53,11% [1]
SERVISTEEL, Volos	2003-2005	53,11% [3]
E.K.M.E. S.A. Municipality of Ehedorou, Thessaloniki	2001-2005	21,24% [3]
RODAX A.T.E.E. N. Heraklio, Athens	2001-2005	53,11% [3]
ELEMKA S.A., N. Heraklio, Athens	1999-2005	44,35% [3]
ALUMINIUM OF GREECE B.E.A.E.	2004-2005	47,07% [1]
DELFI DISTOMON A.M.E.	2005	47,07% [3]
ELVO A.B.E., Thessaloniki	2004-2005	43,00% [2]
SOMETRA S.A., SIBIU Romania	2004-2005	87,96% [1]
MYTILINEOS FINANCE S.A., Luxemburg	-	99,97% [1]
STANMED TRADING LTD , Cyprus	2004-2005	99,97% [3]
MYTILINEOS BELGRADE D.O.O., Serbia	1999-2005	99,97% [3]
MYVEKT INTERNATIONAL SKOPJE	1999-2005	99,97% [3]
RDA TRADING, Guernsey Islands	-	99,97% [3]
DEFENSE MATERIAL INDUSTRY S.A. - MYTILINEOS AND Co. Maroussi, Athens	2003-2005	100,00% [1]
MYTILINEOS POWER GENERATION & SUPPLIES S.A., Maroussi, Athens	2001-2005	100,00% [1]
INDUSTRIAL RESEARCH PROGRAMS "BEAT", Halandri, Athens	2003-2005	35,00% [2]
G. SIDIROMETALLICA S.A.., Maroussi, Athens	2003-2005	50,00% [1]
HELLENIC COPPER MINES LTD, Cyprus	-	39,16% [2]
GENIKI VIOMICHANIKI, Maroussi, Athens	2003-2005	Common management
MYTILINEOS HELLENIC WIND POWER S.A. , Maroussi, Athens	2001-2005	80,00% [1]
AIOLIKI ANDROU TSIROVLIDI S.A., Maroussi, Athens	2003-2005	80,20% [3]
AIOLIKI NEAPOLEOS S.A., Maroussi, Athens	2003-2005	80,20% [3]
AIOLIKI EVOIAS PIRGOS S.A., Maroussi, Athens	2003-2005	80,20% [3]
AIOLIKI EVOIAS POUNTA S.A., Maroussi, Athens	2003-2005	80,20% [3]
AIOLIKI EVOIAS HELONA S.A., Maroussi, Athens	2003-2005	80,20% [3]
AIOLIKI ANDROU RAHI XIROKABI S.A.., Maroussi, Athens	2003-2005	80,20% [3]
AIOLIKI PLATANOU S.A., Maroussi, Athens	2003-2005	80,20% [3]
AIOLIKI SAMOTHRAKIS S.A., Maroussi, Athens	2003-2005	80,20% [3]
AIOLIKI EVOIAS DIAKOFTIS S.A., Maroussi, Athens	2003-2005	80,20% [3]
AIOLIKI SIDIROKASTROU S.A., Maroussi, Athens	2003-2005	80,20% [3]
GENERAL STEEL-TRADING S.A., N. Heraklio, Athens	2003-2005	100,00% [1]
HELLENIC SOLAR S.A., Maroussi, Athens	1st Year	100,00% [1]
DELTA PROJECT S.A.., Moshato, Athens	2003-2005	44,62% [1]
THERMOREMA S.A., Moshato, Athens	2003-2005	17,85% [3]
KASTANIOTIKO S.A., Moshato, Athens	2003-2005	42,21% [3]
POUGAKIA S.A., Moshato, Athens	2003-2005	42,44% [3]
DELTA PROJECT CONSTRUCT SRL, Boucouresti, Romania	2005	42,39% [3]
KALOMOIRA S.A., Moshato, Athens	2003-2005	8,92% [2]
DELTA ENERGY S.A., Moshato, Athens	2003-2005	40,16% [3]
FOIVOS ENERGY S.A., Amfiklia Fthiotidas	2002-2005	40,16% [3]
YDROXOOS S.A., Moshato, Athens	2004-2005	40.16% [3]
PEPONIAS S.A., Moshato, Athens	2004-2005	24,10% [3]
FTHIOTIKI ENERGY S.A., Moshato, Athens	2003-2005	14,06% [2]
YDRIA ENERGY S.A., Moshato, Athens	2005	40,16% [3]
AIOLIKI MARTINOU S.A., Moshato, Athens	2005	24,10% [3]
ARGIRI ENERGY S.A., Moshato, Athens	2003-2005	40,16% [3]
EN.DY S.A., Moshato, Athens	2003-2005	40,16% [3]
FOTINOS TILEMAXOS S.A., Moshato Athens	2003-2005	40,16% [3]
THESSALIKI ENERGY S.A., Moshato Athens	2002-2005	40,16% [3]
ENERGY CONSTRUCTION DEVELOPMENT WESTERN GREECE S.A., Agrinio Aitoloakarnanias	1999-2005	40,16% [3]
IONIA ENERGY S.A., Moshato, Athens	1st Year	21,87% [2]
ELECTRONWATT S.A., Athens	1st Year	4,46% [2]
BUSINESS ENERGY S.A., Alimos Athens	1st Year	11,11% [2]

NOTES:

[1] *Controling Shares - Full Consolidation Method*
[2] *Companies held directly - Equity Consolidation*
[3] *Companies held indirectly*
[4] *Horizontal Consolidation (common Management)*

2. The subsidiary company 3KP ATEE. Ampelokipoi, Athens, in which the Group held an indirect interest of 21.24% has been incorporated, with the full consolidation method, to the Group's Financial Statements. The Group's investment in the above subsidiary was sold at 3/5/2006. The operation of the above subsidiary, is presented in the interim consolidated Financial Statements of 30/06/2006 as a "Discontinued Operation" according to the provisions of IFRS 5.
3. Parent company "MYTILINEOS HOLDINGS S.A." conducted a proposal on 4/5/2006 for the acquisition of the 100% of the share capital of "SPIDER ENERGY S.A.'. Up to the date of the interim financial statements this transaction was not completed and the Group had not obtained control over the above mentioned company.
4. The Group has consolidated for the first time the following subsidiaries: a) "HELLENIC SOLAR S.A.", established at 1/6/2006, b) the listed company "DELTA PROJECT S.A." in which the group acquired a 44.624% stake at 15/6/2006 and c) "GENERAL STEEL- TRADING S.A.". 100% acquired at 16/6/2006. The Group's parent company has control over the above-mentioned companies.
5. The Parent Company' s BOD of 26/6/2006 decided the spin-off of the Metal and Steel Trading sector and its contribution to the acquired company "GENERAL STEEL-TRADING S.A.".
6. During the reported period, the parent company "MYTILINEOS HOLDINGS SA", acquired an additional 6,44% stake in its subsidiary "ALUMINUM OF GREECE SA". This acquisition resulted in a profit of € 19,16m that has evenly increased the consolidated "Profit before Tax" and is depicted in "Profit from company acquisition". During the same period the parent company also made a placement for a 5.40% of its subsidiary "ALUMINUM OF GREECE SA". The placement, resulted in a profit of € 34,2m for the parent and € 19.6m for the group, increasing respectively the "Profit before tax" account.
7. The basic accounting principles applied in the consolidated balance sheet of 31/12/2005 has not been altered.
8. There are no encumbrances to the company's and Group's assets.

CASH FLOW STATEMENT

Amounts in 000' s EURO

	The Group		The Company	
	1/1-30/6/2006	1/1-30/6/2005	1/1-30/6/2006	1/1-30/6/2005
Operating Activities				
Profit before Tax	141.349	215.479	62.855	19.794
Plus (Less) Adjiustments for:				
Depreciations	10.459	10.159	159	161
Provisions	1.647	61	-	-
Exchange differences	912	8.668	(490)	8.323
Results (revenues, expenses, profit, loss)from Investment Activities	(52.600)	(172.749)	(56.053)	(27.085)
Debit Interest and similar expenses	4.637	4.904	3.623	4.291
Plus (Less) Adjiustments for Working Capital accounts or generated from operations:				
Decrease /(Increase) in Inventories	(37.672)	(75.003)	(955)	553
Decrease /(Increase) in Trade and Other Receivables	(30.969)	(3.890)	(13.794)	(17.704)
(Decrease) / Increase in Liabilities (except Banks)	38.213	2.510	27.861	(16.018)
Increase /(Decrease) in other current assets	(1.159)	22.757	-	8.849
Less:				
Debit Interest and similar expenses Paid	(4.466)	(5.280)	(3.623)	(4.291)
Taxes Paid	(28.970)	(18.531)	(5.878)	-
Net Cash Flow from Operating Activities (A)	**41.383**	**(10.915)**	**13.705**	**(23.127)**
Investing Activities				
Acquisition of subsidiary, associates and other investments	1.575	30.944	(17.681)	(72.376)
Purchase of intagible assets, property and equipment	(15.182)	(14.615)	(51)	-
Disposals from sale of tangible assets	196	279	13	14
Sales of financial assets available for sale	5.428	12.536	3.058	-
Interest received	2.172	1.475	927	-
Proceeds from borrowing of affiliated parties	-	90	385	-
Proceeds from dividends	-	16.783	20.299	16.775
Net cash from investing activities (B)	**(5.811)**	**47.492**	**6.950**	**(55.587)**
Financing Activities				
Proceeds from Share Capital Increase	-	2.479	-	-
Proceeds from Borrowings	22.474	17.768	37.766	4.609
Payment of Borrowings	(8.728)	(12.221)	(8.728)	(10.781)
Payments of finance lease Liabilities (capital)	(16)	-	-	-
Dividends paid	(36.540)	(8.104)	(16.165)	(8.104)
Net cash from financing activities (C)	**(22.810)**	**(78)**	**12.873**	**(14.276)**
Net Increase / (Decrease) in cash and cash equivalent (A) + (B) + (C)	**12.762**	**36.499**	**33.528**	**(92.990)**
Cash and cash equivalent at the beginning of the period	**(12.679)**	**(24.564)**	**(54.579)**	**(10.355)**
Cash and cash equivalent at the end of the period	**83**	**11.935**	**(21.051)**	**(103.345)**

STATEMENTS OF CHANGES IN EQUITY

Amounts in 000' s EURO

	The Group		The Company	
	1/1-30/6/2006	1/1-30/6/2005	1/1-30/6/2006	1/1-30/6/2005
Equity at the beginning of the period (01/01/2006 and 01/01/2005 respectively)	707.834	237.785	236.249	199.561
Profit / (Loss) after Taxes	114.414	190.457	56.419	19.711
Distributed divident	(38.298)	(33.673)	(16.208)	(8.147)
Increase / (Decrease) in Share Capital	23.705	610	-	-
Income charged directly to equity	(39.311)	245.261	-	-
Total Equity at the end of the period 30.06.2006 and 30.06.2005)	**768.344**	**640.440**	**276.460**	**211.125**

9. The account of assets "Other receivables" includes a litigation claim of the parent company from Export Credit Insurance Organization (ECIO). amounting to € 14.509.364. The above claim has been granted to the company (decision EA 6619/2004) by Court of Appeal of Athens. According to the Court's decision ECIO is obliged to pay to MYTILINEOS S.A. compensation which amounts to € 16.069.095.48 plus interest, until full repayment and ensured by an equal amount letter of credit. There are no other litigations which have an important impact on company's and Group's financial position.
10. The number of employees at the end of the reporting period are as follows:

	The Group		The Company	
	30/06/2006	30/06/2005	30/06/2006	30/06/2005
FULL TIME EMPLOYEES	2.278	3.314	83	63
PART TIME EMPLOYEES	1.341	419	2	2
TOTAL	3.619	3.733	85	65

11. Company's transactions with related parties (according to IAS 24) as of 31/12/2005 are as follows: Purchases: € 31.252 thousand – Sales: € 53.704 thousand. The balance of the company's receivables and payables with its related parties (according to IAS 24) is respectively € 81.910 thousand and € 21.355 thousand. Group's transactions with related parties (according to IAS 24) as of 31/12/2005 are as follows: Purchases: € 233 thousand – Sales: € 3.805 thousand – Receivables: € 420 thousand – Payables: € 0 thousand.
12. Earnings per share has been calculated on the basis of net profits distribution over the number of shares.
13. Capital Expenditure for the first half 2006: Group € 48.310 thousand Company € 0,00, respectively: Group € 11.346 thousand Company € 0,00.
14. First half 2006 Group's and Company's Financial statements approved by the Board of Directors on 2nd of August 2006.
    The members of the Board are as follows: Evangelos Mytilineos, Ioannis Mytilineos, George Kontouzoglou, Nikolaos Mousas, Xristos Diamantopoulos, Apostolos Georgiadis, George Lymperakis.

THE PRESIDENT OF THE BOARD	THE VICE-PRESIDENT OF THE BOARD	GROUP CHIEF FINANCIAL OFFICER	THE CHIEF ACCOUNTANT
EVANGELOS MYTILINEOS	**IOANNIS MYTILINEOS**	**IOANNIS DIMOU**	**NIKOLAOS TZANOGLOU**
I.D. No : I 082392/1972	I.D. No : Σ 683930/1998	I.D. No : P 102714/1993	I.D. No : M 195608/1982

MYTILINEOS
HOLDINGS S.A.

Company's number 23103/06/B/90/26 in the register of Societes Anonymes
5-7 Patroklou Str., 115 25 Maroussi
Figures and information for the period of 1st January 2006 until 30 September 2006 *(According to 2/396/31.8.2006 resolution of Greek Capital committee)*
The figures illustraded below aim to give summary information about the financial position of MYTILINEOS S.A. and its subsidiaries.We advise the reader before making any investment decision or other transaction concerning the company,to visit the company's web site in which the financial statements according to the International Financial Reporting Standards together with the Audit Report of the External Auditors (when necessary) are presented.
The Company's Web Site: *www.mytilineos.gr.* ***Board of Directors approval day:*** *22 November 2006.*
The Chartered accountant: *Kazas Vassilis,* ***Audit firm:*** *Grant Thornton,* ***Review Report:*** *Not required*

BALANCE SHEET
Amounts in 000' s EURO

	The Group		The Company	
	30/09/2006	31/12/2005	30/09/2006	31/12/2005
ASSETS				
Fixed Assets	789.490	633.567	393.356	253.620
Invetories	147.659	154.348	-	666
Trade and other receivables	218.846	219.846	8.087	100.555
Other	125.914	167.678	26.091	29.043
TOTAL ASSETS	**1.281.909**	**1.175.439**	**427.534**	**383.884**
LIABILITIES				
Long Term Liabilities	179.789	166.000	59.380	62.107
Short Term Borrowings	91.928	76.178	47.908	55.266
Other Short Term Liabilities	212.975	225.427	49.338	30.262
Total Liabilities (a)	**484.692**	**467.605**	**156.626**	**147.635**
Share Capital	24.312	24.312	24.312	24.312
Other reserves & retained earnings	445.291	365.128	246.596	211.937
Equity attributable to parent's shareholders (b)	**469.603**	**389.440**	**270.908**	**236.249**
Minority interests (c)	327.614	318.394	-	-
Total Equity (d)	**797.217**	**707.834**	**270.908**	**236.249**
TOTAL LIABILITIES (a) + (d)	**1.281.909**	**1.175.439**	**427.534**	**383.884**

INCOME STATEMENT
Amounts in 000' s EURO

	The Group				The Company			
	1/1-30/9/2006	1/1-30/9/2005	1/7-30/9/2006	1/7-30/9/2005	1/1-30/9/2006	1/1-30/9/2005	1/7-30/9/2006	1/7-30/9/2005
Sales Turnover	**649.032**	**531.844**	**196.198**	**170.633**	**135.089**	**111.511**	**43**	**43.093**
Gross profit	**162.228**	**118.084**	**48.947**	**33.676**	**17.090**	**10.179**	**43**	**4.156**
Profit before tax, borrowings and investments results	**133.949**	**84.215**	**41.951**	**13.312**	**3.208**	**(7.152)**	**(4.471)**	**(8.452)**
Profit before tax, borrowings investments and depreciation results	**149.382**	**98.910**	**46.991**	**18.295**	**3.444**	**(6.912)**	**(4.395)**	**(8.373)**
Profit from company acquisition (negative goodwill)								
Profit before tax	**179.957**	**236.031**	**38.977**	**21.842**	**58.154**	**24.873**	**(4.701)**	**5.079**
Less Taxes	(39.906)	(32.676)	(12.985)	(8.086)	(7.287)	241	(851)	323
Profit after taxes from continuing operations (a)	**140.051**	**203.355**	**25.992**	**13.756**	**50.867**	**25.114**	**(5.552)**	**5.402**
Profit after taxes from discontinued operations (b)	**356**	**967**	-	**90**	-	-	-	-
Profit after taxes (from continuing and discontinued operations) (a)+(b)	**140.407**	**204.322**	**25.992**	**13.846**	**50.867**	**25.114**	**(5.552)**	**5.402**
Distributed at:								
Shareholders of the Parent	103.137	178.077	15.917	7.882	50.867	25.114	(5.552)	5.402
Minority interests	37.270	26.245	10.076	5.964				
Profit after Tax per Share in euro/share	2.55	4,39	0.39	0,19	1,26	0,62	(0.14)	0.13

GENERAL INFORMATION

1. Group Structure - Group Companies that are included in the consolidated financial statements with their respective locations, percentage of ownership and the years pending inspection from tax authorities are as follow:

COMPANY	YEARS NOT INSPECTED BY TAX AUTHORITIES	Percentage
MYTILINEOS S.A. Maroussi, Athens	2005	Parent
METKA S.A., N.Heraklio,Athens	2005	53.59% (1)
SERVISTEEL, Volos	2003-2005	53.59% (3)
E.K.M.E. S.A. Municipality of Ehedorou, Thessaloniki	2001-2005	21.44% (3)
RODAX A.T.E.E., N.Heraklio, Athens	2001-2005	53.59% (3)
ELEMKA S.A., N.Heraklio, Athens	1999-2005	46.36% (3)
ALUMINIUM OF GREECE S.A.	2004 -2005	47.08% (1)
DELFI DISTOMON A.M.E.	2005	47,08%
ELVO, Thessaloniki	2004-2005	43.00% (2)
GENIKI VIOMICHANIKI, Maroussi, Athens	2003-2005	Common Management
MYTILINEOS FINANCE S.A., Luxemburg	-	99.97% (1)
STANMED TRADING LTD, Cyprus	2004-2005	99.97% (3)
MYTILINEOS BELGRADE D.O.O., Serbia	1999-2005	99.97% (3)
MYVEKT INTERNATIONAL SKOPJE	1999-2005	99.97% (3)
RDA TRADING, Guernsey Islands	-	99.97% (3)
DEFENSE MATERIAL INDUSTRY S.A.-MYTILINEOS AND Co, Maroussi, Athens	2003-2005	100.00%(1)
MYTILINEOS POWER GENERATION & SUPPLIES S.A., Maroussi, Athens	2001-2005	100.00%(1)
INDUSTRIAL RESEARCH PROGRAMS 'BEAT', Halandri, Athens	2003-2005	35.00% (3)
G.SIDIROMETALLICA S.A., Maroussi, Athens	2003-2005	50.00% (2)
NORTH AEGEAN RENEWABLES, Maroussi, Athens	1st Year	100.00%(1)
THORIKI S.A.I.C., Maroussi, Athens	2003-2005	100.00% (2)
SOMETRA S.A., Sibiu Romania	2004-2005	87.96% (1)
MYTILINEOS HELLENIC WIND POWER S.A., Maroussi, Athens	2001-2005	80.00% (1)
AIOLIKI ANDROU TSIROVLIDI S.A., Maroussi, Athens	2003-2005	80.20% (3)
AIOLIKI NEAPOLEOS S.A., Maroussi, Athens	2003-2005	80.20% (3)
AIOLIKI EVOIAS PIRGOS S.A., Maroussi, Athens	2003-2005	80.20% (3)
AIOLIKI EVOIAS POUNTA S.A., Maroussi, Athens	2003-2005	80.20% (3)
AIOLIKI EVOIAS HELONA S.A., Maroussi, Athens	2003-2005	80.20% (3)
AIOLIKI ANDROU RAHI XIROKABI S.A., Maroussi, Athens	2003-2005	80.20% (3)
AIOLIKI PLATANOU S.A., Maroussi, Athens	2003-2005	80.20% (3)
AIOLIKI SAMOTHRAKIS S.A., Maroussi, Athens	2003-2005	80.20% (3)
AIOLIKI EVOIAS DIAKOFTIS S.A., Maroussi, Athens	2003-2005	80.20% (3)
AIOLIKI SIDIROKASTROU S.A., Maroussi, Athens	2003-2005	80.20% (3)
HELLENIC SOLAR S.A., Maroussi Athens	1st Year	100.00%(1)
DELTA PROJECT S.A., Moshato, Athens	2003-2005	44,62% (1)
THERMORFMA S.A., Moshato, Athens	2003-2005	17,85% (1)
KASTANIOTIKO S.A., Moshato, Athens	2003-2005	42,21% (1)
POUGAKIA S.A., Moshato Athens	2003-2005	42,44% (1)
DELTA PROJECT CONSTRUCT SRL, Boucouresti, Romania	2005	42,39% (1)
KALOMOIRA S.A., Moshato, Athens	2003-2005	8,92% (2)
DELTA ENERGY S.A., Moshato, Athens	2003-2005	40,16% (1)
FOIVOS ENERGY S.A., Amfiklia Fthiotidas	2002-2005	40,16% (1)
YDROXOOS S.A., Moshato, Athens	2004-2005	40,16% (1)
PEPONIAS S.A., Moshato, Athens	2004-2005	24,10% (1)
FTHIOTIKI ENERGY S.A., Moshato, Athens	2003-2005	14,06% (2)
YDRIA ENERGY S.A., Moshato, Athens	2005	40,16% (1)
AIOLIKI MARTINOU S.A., Moshato, Athens	2005	24,10% (1)
ARGIRI ENERGY S.A., Moshato, Athens	2003-2005	40,16% (1)
EN.DY. S.A., Moshato, Athens	2003-2005	40,16% (1)
FOTINOS TILEMAXOS S.A., Moshato, Athens	2003-2005	40,16% (1)
THESSALIKI ENERGY S.A., Moshato, Athens	2002-2005	40,16% (1)
ENERGY CONSTRUCTION DEVELOPMENT WESTERN GREECE S.A., Agrinio Aitoloakarnarias	1999-2005	40,16% (1)
IONIA ENERGY S.A., Moshato, Athens	1st Year	21,87% (2)
ELECTRONWATT S.A., Moshato, Athens	1st Year	4,46% (2)
BUSINESS ENERGY S.A., Alimos, Athens	1st Year	11,11% (2)

NOTES:
(1) Controling Shares - Full Consolidation Method
(2) Companies held directly - Equity Consolidation
(3) Companies held indirectly
(4) Horizontal Consolidation (common Management)

2. First time consolidation of the following companies: a) « SOLAR S.A.» founded in 01/06/2006 (100% Stake), b) «DELTA PROJECT S.A. P.L.C.» acquired in 15/06/2006 (44.624% Stake), c) «GENERAL STEEL-TRADING S.A.» acquired in 16/06/2006 (100% Stake), renamed in 27/09/06 to «THORIKI S.A.I.C.», d) «NORTH AEGEAN R.E.S. S.A.» founded in 01/09/2006 (100% Stake) and e) «SPIDER ENERGY S.A.» acquired in 11/09/2006 (100% Stake).
3. During the reported period, the parent company "MYTILINEOS HOLDINGS SA" acquired an additional 6,44% stake in its subsidiary "ALUMINUM OF GREECE SA". This acquisition resulted in a profit of € 19,6m that has evenly increased the consolidated "Profit before Tax" and is depicted in 'Profit from company acquisition'. During the same period company also made a placement for a 5,40% of its subsidiary "ALUMINUM OF GREECE SA". The placement, resulted in a profit of € 34.2m for the parent and € 19.6m for the group, increasing respectively the "Profit before Tax" account.
4. With the Prefecture of East Attica decision protocol number 23085, issued on the 26th October 2006, the spin-off of the MYTILINEOS HOLDINGS S.A.'s Metal & Steel Trading Services sector and its transfer to the subsidiary company of MYTILINEOS HOLDINGS S.A. (by 100%), "THORIKI S.A.I.C." (ex "GENERAL STEEL - TRADING S.A."), based on the sectors' assets as presented in the 30th June 2006 Accounting Reports was approved. The spin-off effect has been illustrated in the above Consolidated Financial Statement of the current period. More specifically, Sales amount to € 54,7 mil. and Earnings after Tax amount to € -9.13 mil. During the presented period «THORIKI S.A.I.C.» sold its stake (29,69%) on Hellenic Copper Mines, which is consolidated using the equity method. The above transaction resulted to a reduction of «THORIKI S.A.I.C.»'s Earnings before Tax by € 6,9 mil.
5. The subsidiary company 3KP ATEE, Ampelokipoi, Athens, in which the Group held an indirect interest of 21.24% has been incorporated, with the full consolidation method, to the Group's Financial Statements. The Group's investment in the above subsidiary was sold at 3/5/2006. The operation of the above subsidiary, is presented in the interim consolidated Financial Statements of 30/06/2006 as a "Discontinued Operation" according to the provisions of IFRS 5
6. There are no encumbrances to the company's and Group's assets.

CASH FLOW STATEMENT
Amounts in 000' s EURO

	The Group		The Company	
	1/1-30/9/2006	1/1-30/9/2005	1/1-30/9/2006	1/1-30/9/2005
Operating Activities				
Profit before Tax	180.314	236.998	58.154	24.873
Plus (Less) Adjustments for:				
Depreciations	15.433	14.737	236	240
Provisions	2.336	3.159	-	-
Exchange differences	(4.786)	5.896	(1.202)	5.898
Results (revenues, expenses, profit, loss)from Investment Activities	(67.847)	(156.600)	(56.503)	(34.667)
Debit Interest and similar expenses	6.937	7.890	4.963	5.919
Plus (Less) Adjustments for Working Capital accounts or	-	-	-	-
generated from operations:	-	-	-	-
Decrease /(Increase) in Inventories	(30.908)	(7.510)	(886)	65
Decrease /(Increase) in Trade and Other Receivables	(37.777)	(64.010)	(37.499)	(27.062)
(Decrease) / Increase in Liabilities (except Banks)	52.777	72.037	39.580	4.840
Increase /(Decrease) in other current assets	(901)	14.891	-	7.333
Less:	-	-	-	-
Debit Interest and similar expenses Paid	(6.764)	(7.881)	(4.963)	(5.919)
Taxes Paid	(44.887)	(47.221)	(11.835)	(5.588)
Net Cash Flow from Operating Activities (A)	**63.927**	**72.386**	**(9.956)**	**(24.069)**
Investing Activities				
Acquisition of subsidiary, associates and other investments	(21.903)	45.723	(19.463)	(67.523)
Purchase of intagible assets, property and equipment	(56.463)	(54.370)	(51)	(91)
Disposals from sale of tangible assets	12.088	553	13	14
Sales of financial assets available for sale	2.557	26.809	1.189	7.034
Interest received	2.516	3.425	930	1.295
Proceeds from borrowing of affiliated parties	-	70	829	-
Proceeds from dividends	8	443	20.299	16.775
Net cash from investing activities (B)	**(61.197)**	**22.653**	**3.746**	**(42.496)**
Financing Activities				
Proceeds from Share Capital Increase	-	(5.120)	-	-
Proceeds from Borrowings	18.531	13.781	37.766	539
Payment of Borrowings	(23.699)	(9.085)	(13.729)	(6.215)
Payments of finance lease Liabilities (capital)	(46)	(23)	-	-
Repayments of Financial Leasing liabilities	-	-	-	-
Dividends paid	(37.329)	(23.648)	(16.395)	(8.104)
Net cash from financing activities (C)	**(42.543)**	**(24.095)**	**7.641**	**(13.780)**
Net Increase / (Decrease) in cash and cash equivalent (A) + (B) + (C)	**(39.813)**	**79.944**	**1.432**	**(80.344)**
Cash and cash equivalent at the beginning of the period	**(12.680)**	**(24.564)**	**(54.656)**	**(10.355)**
Cash and cash equivalent at the end of the period	**(52.493)**	**46.380**	**(53.224)**	**(90.700)**

STATEMENTS OF CHANGES IN EQUITY
Amounts in 000' s EURO

	The Group		The Company	
	1/1-30/9/2006	1/1-30/9/2005	1/1-30/9/2006	1/1-30/9/2005
Equity at the beginning of the period (01/01/2006 and 01/01/2005 respectively)	707.840	237.785	236.249	199.562
Profit / (Loss) before taxes	140.407	204.322	50.867	25.114
Distributed divident	(38.297)	(33.673)	(16.208)	(8.148)
Profit / (Loss) after Taxes	351	232.592	-	-
Income charged directly to equity	(13.084)	(17.472)	-	-
Acquisition / (disposal) of treasury stock	-	8.775	-	-
Total Equity at the end of the period (30/09/2006 and 30/09/2005 respectively)	**797.217**	**632.329**	**270.908**	**216.528**

7. The account of assets 'Other receivables' includes a litigation claim of the parent company from Export Credit Insurance Organization (ECIO), amounting to € 14.509.364. The above claim has been granted to the company (decision EA 6619/2004) by Court of Appeal of Athens. According to the Court's decision ECIO is obliged to pay to MYTILINEOS S.A. compensation which amounts to € 16.069.095,48 plus interest, until full repayment and ensured by an equal amount letter of credit. There are no other litigations which have an important impact on company's and Group's financial position.
8. The basic accounting principles applied in the consolidated balance sheet of 31/12/2005 has not been altered.
9. The number of employees at the end of the reporting period are as follows:

	The Group		The Company	
	30/09/2006	30/09/2005	30/09/2006	30/09/2005
FULL TIME EMPLOYEES	2.315	3.314	83	63
PART TIME EMPLOYEES	1.237	419	2	2
TOTAL	3.552	3.733	85	65

10. Company's transactions with related parties (according to IAS 24) as of 31/12/2005 are as follows: Purchases:€ 36.655 thousand – Sales: € 83.366 thousand. The balance of the company's receivables and payables with its related parties (according to IAS 24) is respectively € 105.703 thousand and € 35.835 thousand. Group's transactions with related parties (according to IAS 24) as of 31/12/2005 are as follows: Purchases:€ 391 thousand – Sales:€ 208 thousand – Receivables:€ 239 thousand – Payables:€ 0 thousand.
Management Remuneration & Fridge benefits for the Parent Company and the Group amount to € 2,7 mil and € 8,519 mil., respectively.
Management's debts to Parent Company and Group amount to € 0,00 και € 0,00, respectively, while, Parent Company's and Group's debts to Management amount to € 0,00 and € 4.000, respectively.
11. MYTILINEOS HOLDINGS S.A., in 13/10/2006 acquired 2.168.622 shares or 17,35% interest on «DELTA PROJECT S.A. P.L.C.», (8 euros / share), through the exercise of a put option. Thus, MYTILINEOS HOLDINGS S.A.'s interest on «DELTA PROJECT S.A. P.L.C.» raised to 61,97%.
12. Earnings per share has been calculated on the basis of net profits distribution over the number of shares.
13. Capital Expenditure for the first nine months 2006: € 78 552 thousand Company € 0 thousand.
14. The members of the Board are as follow: Evangelos Mytilineos, Ioannis Mytilineos, George Kontouzoglou, Nikolaos Mousas, Xristos Diamantopoulos, Apostolos Georgiadis, George Lymperakis.

THE PRESIDENT OF THE BOARD	THE VICE-PRESIDENT OF THE BOARD	GROUP CHIEF FINANCIAL OFFICER	THE CHIEF ACCOUNTANT
EVANGELOS MYTILINEOS	**IOANNIS MYTILINEOS**	**IOANNIS DIMOU**	**NIKOLAOS TZANOGLOU**
I.D. No : I 082392/1972	I.D. No : Σ 683930/1998	I.D. No : P 102714/1993	I.D. No : M 195608/1982

MYTILINEOS
HOLDINGS S.A.

FIGURES AND INFORMATION FOR THE FISCAL YEAR OF 1ST JANUARY 2006 UNTIL 31ST DECEMBER 2006

(Published according to law 2190/1920, art.135 for Companies preparing annual financial statements, consolidated or not, according to the IFRS

The figures presented below aim to give summary information about the financial position and results of MYTILINEOS S.A. and its subsidiaries.

The reader who aims to form a full opinion on the company's financial position and results, must access the annual financial statements prepared according to the International Financial Reporting Standards and the Auditor's Report. Indicatively , the reader can visit the company's web site, where the above financial statements are posted.

COMPANY'S PROFILE

Head Office:	5-7 Patroklou Str.,Maroussi
Companies Registration Number:	23103/06/B/90/26
Vat number:	094316669
Competent Authority:	Ministry of Development-Direction of Commerce
Board of Directors Composition:	Evangelos Mytilineos
	Ioannis Mytilineos
	George Kontouzoglou
	Nikolaos Mousas
	Xristos Diamantopoulos
	Apostolos Georgiadis
	George Lymperakis
Date of Appproval of financial Statements:	26/02/2007
The certified Auditor:	KAZAS VASSILIS
Auditing Company:	Grant Thornton
Type of Auditor's opinion:	Unqualified
Company's Web Site:	www.mytilineos.gr

BALANCE SHEET

Amounts in 000' s EURO

	The Group		The Company	
	31/12/2006	31/12/2005	31/12/2006	31/12/2005
ASSETS				
Fixed Assets	856.739	633.567	397.995	253.620
Invetories	203.058	154.348	-	666
Trade and other receivables	177.395	219.846	10.707	100.555
Other	128.993	167.678	61.743	29.043
TOTAL ASSETS	**1.366.185**	**1.175.439**	**470.445**	**383.884**
LIABILITIES				
Long Term Liabilities	185.378	166.000	41.274	62.107
Short Term Borrowings	173.569	76.178	115.896	55.266
Other Short Term Liabilities	228.100	225.427	53.393	30.262
Total Liabilities (a)	**587.047**	**467.605**	**210.563**	**147.635**
Share Capital	24.162	24.312	24.162	24.312
Other reserves & retained earnings	426.228	365.128	235.720	211.937
Total Shareholders Equity (b)	**450.390**	**389.440**	**259.882**	**236.249**
Minority interests (c)	328.748	318.394	-	-
Total Equity (d)	**779.138**	**707.834**	**259.882**	**236.249**
TOTAL LIABILITIES (a) + (d)	**1.366.185**	**1.175.439**	**470.445**	**383.884**

INCOME STATEMENT

Amounts in 000' s EURO

	The Group		The Company	
	1/1-31/12/2006	1/1-31/12/2005	1/1-31/12/2006	1/1-31/12/2005
Total Sales Turnover	**843.348**	**734.473**	**132.329**	**164.101**
Gross profit	**212.032**	**162.437**	**18.878**	**12.492**
Profit before tax, borrowings investments and depreciation	**188.258**	**157.750**	**2.742**	**(218)**
Profit before tax, borrowings and investments results	**163.802**	**137.495**	**2.405**	**(539)**
Profit from company acquisition (negative goodwill)	**19.242**	**137.466**	**-**	**-**
Profit before tax	**204.327**	**294.078**	**57.223**	**45.700**
Less Taxes	(47.350)	(38.331)	(10.828)	(865)
Profit after taxes from continuing operations	**156.977**	**255.747**	**46.395**	**44.835**
Profit after taxes from discontinued operations	**356**	**453**	**-**	**-**
Profit after taxes (from continuing and discontinued operations)	**157.333**	**256.200**	**46.395**	**44.835**
Distributed at:				
Parent's shareholders	105.579	211.539	46.395	44.835
Minorities	51.754	44.661		
Profit after Tax per Share in Eurocent/share	2,61	5,22	1,15	1,11
Proposed Dividend per Share			0,6	0,4

GENERAL INFORMATION

1. Group Structure - Group Companies that are included in the consolidated financial statements with their respective locations and percentage of ownership are as follow:

COMPANY	YEARS NOT INSPECTED BY TAX AUTHORITIES	Percentage
MYTILINEOS S.A. Maroussi, Athens	2005-2005	**Parent**
METKA S.A., N.Heraklio,Athens	2005-2006	52,91% [1]
SERVISTEEL, Volos	2003-2006	52,91% [1]
E.K.M.E. S.A. Municipality of Ehedorou, Thessaloniki	2001-2006	21,16% [2]
RODAX A.T.E.E., N.Heraklio, Athens	2005-2006	52,91% [1]
ELEMKA S.A., N.Heraklio, Athens	2005-2006	45,17% [1]
DROSCO HOLDINGS LIMITED, Cyprus	2003-2006	44,17% [1]
BRIDGE ACCESSORIES & CONSTRUCTION SYSTEMS S.A., Maroussi, Athens	1st Year	33,13% [1]
ALUMINIUM OF GREECE B.E.A.E.	2006	47,08% [1]
DELFI DISTOMON A.M.E.	2005-2006	47,08% [1]
ELVO, Thessaloniki	2006	43,00% [2]
SOMETRA S.A., SIBIU Romania	2003-2006	92,79% [1]
MYTILINEOS FINANCE S.A., Luxemburg	-	99,97% [1]
STANMED TRADING LTD, Cyprus	2004-2006	99,97% [1]
MYTILINEOS BELGRADE D.O.O., Serbia	1999-2006	99,97% [1]
MYVEKT INTERNATIONAL SKOPJE	1999-2006	99,97% [1]
RDA TRADING, Guernsey Islands	-	99,97% [1]
DEFENSE MATERIAL INDUSTRY S.A.-MYTILINEOS AND Co, Maroussi, Athens	2003-2006	100,00% [1]
MYTILINEOS POWER GENERATION & SUPPLIES S.A., Maroussi, Athens	2001-2006	100,00% [1]
INDUSTRIAL RESEARCH PROGRAMS "BEAT", Halandri, Athens	2003-2006	35,00% [2]
MYTILINEOS RENEWABLE WIND POWER S.A. Maroussi, Athens	2003-2006	100,00% [1]
NORTH AEGEAN RENEWABLES, Maroussi, Athens	1st Year	100,00% [1]
GENIKI VIOMICHANIKI, Maroussi, Athens	2003-2006	Common management [4]
MYTILINEOS HELLENIC WIND POWER S.A., Maroussi, Athens	2001-2006	80,00% [1]
AIOLIKI ANDROU TSIROVLIDI S.A., Maroussi, Athens	2003-2006	80,20% [1]
AIOLIKI NEAPOLEOS S.A., Maroussi, Athens	2003-2006	80,20% [1]
AIOLIKI EVOIAS PIRGOS S.A., Maroussi, Athens	2003-2006	80,20% [1]
AIOLIKI EVOIAS POUNTA S.A., Maroussi, Athens	2003-2006	80,20% [1]
AIOLIKI EVOIAS HELONA S.A., Maroussi, Athens	2003-2006	80,20% [1]
AIOLIKI ANDROU RAHI XIROKABI S.A., Maroussi, Athens	2003-2006	80,20% [1]
AIOLIKI PLATANOU S.A., Maroussi, Athens	2003-2006	80,20% [1]
AIOLIKI SAMOTHRAKIS S.A., Maroussi, Athens	2003-2006	80,20% [1]
AIOLIKI EVOIAS DIAKOFTIS S.A., Maroussi, Athens	2003-2006	80,20% [1]
AIOLIKI SIDIROKASTROU S.A., Maroussi, Athens	2003-2006	80,20% [1]
HELLENIC SOLAR S.A.,Maroussi, Athens	1st Year	100,00% [1]
SPIDER S.A., Maroussi Athens	2002-2006	100,00% [1]
THORIKI S.A.I.C., Maroussi, Athens	2003-2006	100,00% [1]
DELTA PROJECT S.A., Moshato, Athens	2003-2006	61,97% [1]
THERMOREMA S.A., Moshato, Athens	2003-2006	24,79% [2]
KASTANIOTIKO S.A., Moshato, Athens	2003-2006	58,62% [1]
POUGAKIA S.A., Moshato Athens	2003-2006	58,93% [1]
DELTA PROJECT CONSTRUCT SRL, Boucouresti, Romania	2005-2006	58,87% [1]
KALOMOIRA S.A., Kallithea, Athens	2003-2006	12,39% [2]
DELTA ENERGY S.A., Moshato, Athens	2003-2006	55,77% [1]
FOIVOS ENERGY S.A., Amfiklia Fthiotidas	2002-2006	55,77% [1]
YDROXOOS S.A., Moshato, Athens	2004-2006	55,77% [1]
PEPONIAS S.A., Moshato, Athens	2004-2006	34,86% [2]
FTHIOTIKI ENERGY S.A., Moshato, Athens	2003-2006	19,52% [2]
YORIA ENERGY S.A., Moshato, Athens	2005-2006	55,77% [1]
AIOLIKI MARTINOU S.A., Moshato, Athens	2005-2006	55,77% [1]
ARGIRI ENERGY S.A., Moshato, Athens	2003-2006	55,77% [1]
EN.DY. S.A., Moshato, Athens	2003-2006	55,77% [1]
FOTINOS TILEMAXOS S.A., Moshato, Athens	2003-2006	55,77% [1]
THESSALIKI ENERGY S.A., Moshato, Athens	2002-2006	55,77% [1]
ENERGY CONSTRUCTION DEVELOPMENT WESTERN GREECE S.A., Moshato Athens	1999-2006	61,97% [1]
IONIA ENERGY S.A., Moshato, Athens	1st Year	30,37% [2]
ELECTRONWATT S.A., Moshato, Athens	1st Year	6,20% [2]
BUSINESS ENERGY S.A., Alimos, Athens	1st Year	15,44% [2]

NOTES:

[1] *Controling Shares - Full Consolidation Method*
[2] *Companies held directly - Equity Consolidation*
[3] *Companies held indirectly*
[4] *Horizontal Consolidation (common Management)*

2. The Group's consolidated financial statements incorporate for the first time the following companies: a) « SOLAR S.A.» founded in 01/06/2006 (100% Stake), b) DELTA PROJECT S.A., a listed company acquired at a 44.624% stake by MYTILINEOS HOLDINGS S.A. on 13/06/2003. Additionally, at 13/10/2006, the mother company exercised the put option and additionally took over 17.35%. Afterwards the mother company's percentage amount to 61.97%.c) «GENERAL STEEL-TRADING S.A.» acquired on 16/06/2006 (100% Stake), renamed in 27/09/06 to «THORIKI S.A.I.C.»., d) «NORTH AEGEAN R.E.S. S.A.» founded in 01/09/2006 (100% Stake) and e) «SPIDER ENERGY S.A.» acquired in 11/09/2006 (100% Stake).
3. During the reported period, the parent company "MYTILINEOS HOLDINGS SA" acquired an additional 6,44% stake in its subsidiary " ALUMINUM OF GREECE SA". This acquisition resulted in a profit of € 19.6m that has evenly increased the consolidated "Profit before Tax" and is depicted in "Profit from company acquisition". During the same period company also made a placement for a 5,40% of its subsidiary "ALUMINUM OF GREECE SA". The placement, resulted in a profit of € 34.2m for the parent and € 19.6m for the group, increasing respectively the "Profit before Tax" account.
4. With the Prefecture of East Attica decision protocol number 23085, issued on the 26th October 2006, the spin-off of the MYTILINEOS HOLDINGS S.A.'s Metal & Steel Trading Services sector and its transfer to the subsidiary company of MYTILINEOS HOLDINGS S.A. (by 100%), "THORIKI S.A.I.C." (ex "GENERAL STEEL - TRADING S.A."), based on the spin-off balance sheet of 30th June 2006. The spin-off effect has been illustrated in the above Consolidated Financial Statement of the current period. More specifically, Sales amount to € 54,7 mil. and Earnings after Tax amount to € -9,13 mil. During the presented period «THORIKI S.A.I.C.» sold its stake (29.69%) on Hellenic Copper Mines, which is consolidated using the equity method. The above transaction resulted to a reduction of «THORIKI S.A.I.C.»'s Earnings before Tax by € 6,9 mil.
5. The subsidiary company 3KP ATEE, Ampelokipoi, Athens, in which the Group held an indirect interest of 21.24% has been incorporated, with the full consolidation method, to the Group's Financial Statements. The Group's investment in the above subsidiary was sold at 3/5/2006. The operation of the above subsidiary, is presented in the interim consolidated Financial Statements of 30/06/2006 as a "Discontinued Operation" according to the provisions of IFRS 5.
6. At 20/12/2006 the BoD of Mytilineos Holding S.A. decided to incorporate under the umbrella of DELTA PROJECT S.A. all its subsidiaries active in renewable energy sources (RES). For that reason: a) Mytilineos Holding S.A. at 28/12/2006 transferred to its 100% subsidiary MYTILINEOS RENEWABLE WIND POWER S.A., all the above mentioned subsidiaries. b) Decided the merger of MYTILINEOS RENEWABLE WIND POWER S.A. with DELTA PROJECT S.A. The date of transformation decided to be the 31st December 2006. c) Decided the spin off of DELTA PROJECT "EPC" sector with transformation date that of 31st December 2006.
7. According to the decision of the General Shareholders' Meeting of Mytilineos Holding S.A. on 14/06/2006, the company released a share buyback plan. According to the above decision, the company acquired, in 2006, 250.120 shares (0.61% of the Company's Share Capital). After the completion of phase (b) of the plan, Mytilineos Holding S.A. holds 1.281.998 treasury shares (3.09% of the Company's Share Capital).
8. There are no encumbrances to the company's and Group's assets.

CASH FLOW STATEMENT

Amounts in 000' s EURO

	The Group		The Company	
	1/1-31/12/2006	1/1-31/12/2005	1/1-31/12/2006	1/1-31/12/2005
Operating Activities				
Profit before Tax	204.684	294.691	57.223	45.700
Plus (Less) Adjustments for:				
Depreciations	24.456	20.576	337	321
Provisions	2.986	1.325	261	(25)
Exchange differences	(9.779)	12.706	(2.202)	15.046
Results (revenues, expenses, profit, loss)from Investment Activities	(53.015)	(182.699)	(59.126)	(64.997)
Debit interest and similar expenses	11.915	14.865	7.694	8.912
Plus (Less) Adjustments for Working Capital accounts or generated from operations:				
Decrease /(Increase) in Inventories	(92.425)	(56.506)	(955)	486
Decrease /(Increase) in Trade and Other Receivables	7.927	(124.713)	(5.598)	(51.791)
(Decrease) / Increase in Liabilities (except Banks)	25.960	150.182	50.328	4.115
Increase /(Decrease) in other current assets	(6.137)	(504)	-	(6.597)
Cash flow from discotinuing operations	(459)	160	-	-
Less:				
Debit Interest and similar expenses Paid	(10.200)	(14.844)	(7.694)	(8.912)
Taxes Paid	(59.942)	(53.658)	(17.230)	(8.624)
Net Cash Flow from Operating Activities (A)	**45.971**	**61.581**	**23.038**	**(66.366)**
Investing Activities				
Acquisition of subsidiary, associates and other investments	(47.271)	42.371	(31.329)	(67.523)
Purchase of intagible assets, property and equipment	(89.453)	(84.913)	(562)	(53)
Sales of intagible assets, property and equipment	12.951	558	368	-
Purchase of financial assets available for sale	(30.133)	(17.710)	(3)	-
Purchase of financial assets in fair value through profit/loss	(6.487)	(8.123)	(2.784)	(5.679)
Sales of financial assets available for sale	21.415	76.715	-	285
Sales of financial assets in fair value through profit/loss	5.934	25.086	3.939	118.202
Interest received	17.895	5.982	1.746	2.649
Proceeds from loan repayments of affiliated parties	-	-	(33.915)	-
Cash flow from discotinuing operations	(2.271)	14	-	-
Proceeds from dividends	298	176	20.299	17.312
Net cash from investing activities (B)	**(117.122)**	**40.156**	**(42.241)**	**65.193**
Financing Activities				
Proceeds from Share Capital Increase	(4.966)	(24.860)	(6.554)	-
Proceeds from Loans	49.569	15.200	-	8.304
Loan payments	(54.740)	(27.014)	(17.049)	(22.014)
Payments of finance lease Liabilities (capital)	(68)	(30)	-	-
Lease liabilities paid (annuities)	-	-	-	-
Cash flow from discotinuing operations	(200)	(350)	-	-
Dividends paid	(38.051)	(22.882)	(16.208)	(8.104)
Net cash from financing activities (C)	**(48.456)**	**(59.936)**	**(39.811)**	**(21.814)**
Net Increase / (Decrease) in cash and cash equivalent (A) + (B) + (C)	**(119.607)**	**41.801**	**(59.014)**	**(22.987)**
Cash and cash equivalent at the beginning of the period	**(12.679)**	**(54.654)**	**(54.579)**	**(31.593)**
Cash and cash equivalent at the end of the period	**(132.286)**	**(12.853)**	**(113.593)**	**(54.580)**

STATEMENT OF CHANGES IN EQUITY

Amounts in 000' s EURO

	The Group		The Company	
	31/12/2006	31/12/2005	31/12/2006	31/12/2005
Equity at the beginning of the period (01/01/2006 and 01/01/2005)	707.834	237.785	236.249	199.562
Profit (Loss) before taxes	157.333	256.200	46.395	44.835
Total	**865.167**	**493.985**	**282.644**	**244.397**
Increase / (Decrease) in Share Capital	-	-	-	-
Distributed divident	(38.190)	(33.673)	(16.208)	(8.148)
Income charged directly to equity	(41.285)	238.747	-	-
Increase of minority interests (acquisition of Subsidiary)	(6.554)	8.775	(6.554)	-
Total Equity at the end of the period (31/12/2006 and 31/12/2005)	**779.138**	**707.834**	**259.882**	**236.249**

9. The account of assets "Other receivables" includes a litigation claim of the parent company from Export Credit Insurance Organization (ECIO), amounting to € 14.509.364. The above claim has been granted to the company (decision EA 6619/2004) by Court of Appeal of Athens. According to the Court's decision ECIO is obliged to pay to MYTILINEOS S.A. compensation which amounts to €16.069.095,48 plus interest, until full repayment and ensured by an equal amount letter of credit. There are no other litigations which have an important impact on company's and Group's financial position.
10. The basic accounting principles applied in the consolidated balance sheet of 31/12/2005 has not been altered.
11. The number of employees at the end of the reporting period are as follows:

	The Group		The Company	
	31/12/2006	31/12/2005	31/12/2006	31/12/2005
FULL TIME EMPLOYEES	2.360	3.314	60	63
PART TIME EMPLOYEES	1.154	419	3	2
TOTAL	3.514	3.733	63	65

12. Related Party Transactions in 2006, according to the requirements of I.A.S. 24 are as follows:

Amounts in Euro	***Group***	***Company***
a) Sales of goods and services	994.786	91.344.037
b) Purchases of good and services	406.655	51.243.480
c) Receivables from related parties	2.159.450	12.083.180
d) Payables to related parties	79.125	39.138.463
e) Key management compensations	9.803.789	3.263.222
f) Receivables from key management	-	-
g) Payables to key management in above	1.496.000	-

13. Earnings per share has been calculated by applying net profit over the weighted average number of shares during the reported period.
14. Capital Expenditure for 2006: € 97.481 thousand Company € 518 thousand.
15. The "First Instance Court" with its 4872/07 decision, released in 5/1/2007, accepted the 4872/2006 application of the subsidiary ALUMINIUM OF GREECE and therefore temporarily postponed the results of the termination of electricity supply contract until the discussion of the main trial. Based on the above mentioned decision the Public Power Company (PPC) must fulfill, in the mean time and until the final trial discussion, all the obligations that arise from the 25/6/1960 power supply contract, as amended and applied.

THE PRESIDENT OF THE BOARD	THE VICE-PRESIDENT OF THE BOARD	GROUP CHIEF FINANCIAL OFFICER	THE CHIEF ACCOUNTANT
EVANGELOS MYTILINEOS	**IOANNIS MYTILINEOS**	**IOANNIS DIMOU**	**NIKOLAOS TZANOGLOU**
I.D. No: AB649316/2006	I.D. No: AE044243/2007	I.D. No: P102714/1993	I.D. No: M195608/1982

METKA

METAL CONSTRUCTIONS OF GREECE S.A.

Company's number 10357/06/B/86/113 in the register of Societes Anonymes
11 Mar.Antypa Str., 141 21 N.Iraklio
FIGURES AND INFORMATION FOR THE FISCAL YEAR OF 1ST JANUARY 2006 UNTIL 31ST DECEMBER 2006
(Published according to law 2190/1920, art.135 for Companies preparing annual financial statements, consolidated or not, according to the IFRS)
The figures presented below aim to give summary information about the financial position and results of METKA S.A. and its subsidiaries.
The reader who aims to form a full opinion on the company's financial position and results, must access the annual financial statements prepared according to the International Financial Reporting Standards and the Auditor's Report. Indicatively , the reader can visit the company's web site, where the above financial statements are posted.

COMPANY'S PROFILE

Head Office:	11 Mar. Antypa Str., N.Iraklio
Companies Registration Number:	10357/06/B/86/113
Vat number:	094017290
Competent Authority:	Ministry of Development-Direction of Commerce
Board of Directors Composition:	Ioannis Mytilineos Nikolaos Bakirtzoglou Georgios Pallas Georgios Ikonomu Filipos Zotos Iosif Avagianos Ioannis Antoniadis
Date of Appproval of financial Statements:	20/02/2007
The Certified Auditor:	DELIGIANNIS GEORGE
Auditing Company:	Grant Thornton
Type of Auditor's opinion:	Unqualified
Company's Web Site:	www.metka.gr

BALANCE SHEET

Amounts in 000' s EURO

	The Group		The Company	
	31/12/2006	31/12/2005	31/12/2006	31/12/2005
ASSETS				
Fixed Assets	79.658	90.533	94.063	108.370
Inventories	23.107	30.315	21.729	28.697
Trade and other receivables	111.786	113.475	96.916	100.223
Other	11.225	32.305	2.631	19.035
TOTAL ASSETS	**225.776**	**266.628**	**215.339**	**256.325**
LIABILITIES				
Long Term Liabilities	27.624	35.873	24.759	31.483
Short Term Borrowings	2.208	770	3	13
Other short term Liabilities	73.221	129.333	78.018	135.153
Total Liabilities (a)	**103.053**	**165.976**	**102.780**	**166.649**
Shareholders Equity (b)	111.043	86.002	112.559	89.676
Minority Interests (c)	11.680	14.650	-	-
Total Equity (d) = (b) + (c)	**122.723**	**100.652**	**112.559**	**89.676**
TOTAL EQUITY AND LIABILITIES (a) + (d)	**225.776**	**266.628**	**215.339**	**256.325**

INCOME STATEMENT

Amounts in 000' s EURO

	The Group		The Company	
	1/1-31/12/2006	1/1-31/12/2005	1/1-31/12/2006	1/1-31/12/2005
Sales Turnover	**294.147**	**212.801**	**266.423**	**198.865**
Gross Profit	**68.293**	**56.739**	**56.182**	**49.125**
Profit before taxes, borrowings, investments and depreciation results	**60.806**	**52.546**	**52.274**	**46.324**
Profit before taxes, borrowings and investments results	**55.872**	**47.984**	**48.199**	**42.580**
Profit before taxes	**54.856**	**52.066**	**50.339**	**46.594**
Less: Taxes	14.448	13.813	11.870	12.254
Profit after taxes from continuing operations (a)	**40.408**	**38.253**	**38.469**	**34.340**
Profit after taxes from discontinued operations (b)	**356**	**453**	**-**	**-**
Profit after taxes (from continuing and discontinued operations) (a)+ (b)	**40.764**	**38.706**	**38.469**	**34.340**
Attributable to:				
Shareholders	40.635	37.397		
Minority interests	129	1.309		
Net Profit per share-basic (in Euro)	0,78	0,72	0,74	0,66
Proposed Dividends per Share (in Euro)			0,40	0,30

GENERAL INFORMATION

1. Group Structure - Group Companies that are included in the consolidated financial statements with their respective locations and percentage of ownership by the Company are as follows:

COMPANY	TAX UNAUDITED FISCAL YEARS	Percentage %
METKA S.A., N. Iraklio, Athens	**2005-2006**	**Parent**
RODAX A.T.E.E., N. Iraklio, Athens	**2005-2006**	**100,00% (1)**
SERVISTEEL, Volos	**2003-2006**	**99,98% (1)**
E.K.M.E. S.A, Municipality of Ehedorou,Thessaloniki	**2001-2006**	**40,00% (1)**
ELEMKA S.A , N.Iraklio, Athens	**2005-2006**	**83,50% (1)**
DROSCO HOLDINGS LIMITED, Nicosia, Cyprus	**2003-2006**	**83,50% (2)**
BRIDGE ACCESSORIES & CONSTRUCTION SYSTEMS SA,Marousi,Athens	**-**	**62,625% (2)**

Notes:(1) Controling Shares - Full Consolidation Method
(2) Companies Held Indirectly

- Up to 03/05/2006 the subsidiary company 3.K.P. A.T.E.E., Abelokipoi, Athens has been incorporated , with full consolidation method to the consolidated statements.The investment of the above subsidiary (equivalent participation 40%) was sold at 03/05/2006. The operations of the above subsidiary are presented to the annual financial statements as of 31/12/2006, within the I.F.R.S 5 framework, as discontinued operations.

3KP's contribution to the consolidated financial income statement is as follows:

Amounts in 000's Euro	1/1-31/12/2006	1/1-31/12/2005
Sales Turnover	461	12.155
Profit before taxes, borrowings, investments and depreciation results	45	669
Profit before taxes	370	612
Analyzed as follows:		
Profit from discontinued operation	37	612
Profit from the sale of discontinued operation	333	0

At 10/10/2006 the subsidiary company of the Group, ELEMKA S.A., N.Iraklio,Athens ,acquired the 100% of DROSCO HOLDINGS LIMITED, Nicosia, Cyprus which on 12/10/2006 acquired the 75% of the company BRIDGE ACCESSORIES & CONSTRUCTION SYSTEMS S.A., Marousi, Athens.

Both companies have been incorporated, with full consolidation method to the consolidated statements of 31/12/2006.

Also, up to 30/12/2005 they have been incorporated, with equity method to the consolidated statements the following companies:

MYTILINEOS POWER GENERATION & SUPPLIES S.A, Maroussi, Athens, Held directly equivalent % participation 33,00%

MYTILINEOS HELLENIC WIND POWER S.A., Maroussi, Athens, Held directly with equivalent % participation 24,00%

The investments in the above assosiates were sold at 31/12/2005.

2. The financial statements of METKA Group are incorporated with full consolidation method in the consolidated financial statements of Mytilineos Group, that is based in Greece and owns 52,91% of METKA Group.
3. The basic accounting principles applied in the consolidated Balance Sheet of 31/12/05 have not been altered.
4. There are no encumbrances to the company's and Group's assets.
5. There is no ligitation which might have an important impact on the company's and the Group's assets
6. The number of employees at the end of the reporting period are as follows:

	The Group		The Company	
	31-Dec-06	31-Dec-05	31-Dec-06	31-Dec-05
FULL TIME EMPLOYEES	307	250	188	194
DAILY - WAGE EMPLOYEES	199	243	102	91
Total	**506**	**493**	**290**	**285**

7. Intercompany transactions of 2006, according to I.A.S. 24 are as follows:

Amounts in 000's Euro	Group	Company
a) Sales of goods and services	154.881	153.473
b) Purchases of goods and services	1.028	49.021
c) Receivables from related parties	23.224	22.864
d) Payables to related parties	162	25.279
e) Key management compensations	3.253	2.559
f) Receivables from key management	0	0
g) Payables to key management included in above	1.449	1.449

8. Earnings per share have been calculated on the basis of net profits distribution over the numbers of shares.
9. Capital Expenditure of 2006 amounted to: Group: € 3.905 thousand. Company: € 2.121 thousand

CASH FLOW STATEMENT

Amounts in 000' s EURO

	The Group		The Company	
	1/1-31/12/2006	1/1-31/12/2005	1/1-31/12/2006	1/1-31/12/2005
Operating Activities				
Profit before Taxes	55.226	52.679	50.339	46.594
Plus (Less) Adjustments for:				
Depreciations	4.951	4.618	4.075	3.744
Provisions	621	1.350	125	791
Results (revenues, expenses, profit, loss) from Investment Activities	(584)	(5.036)	(3.140)	(4.569)
Unrealised foreign currency (gain)/losses	19	-	19	-
Changes in pension obligations	(9)	-	14	-
Debit Interest and similar expenses	149	82	29	9
Plus (Less) Adjustments for Working Capital accounts or generated from operations:				
Decrease /(Increase) in Inventories	7.207	(17.001)	6.968	(16.839)
Decrease /(Increase) in Trade and Other Receivables	9.101	(1.801)	10.001	(8.746)
Increase /(Decrease) in Liabilities (except Banks)	(56.540)	47.729	(55.559)	55.548
(Increase) / Decrease in other current assets	1.144	6.072	1.135	6.091
Less:				
Debit Interest and similar expenses Paid	(149)	(82)	(29)	(9)
Taxation Paid	(21.027)	(10.884)	(18.563)	(8.411)
Net Cash Flow from Operating Activities (A)	**109**	**77.726**	**(4.586)**	**74.203**
Investing Activities				
Acquisition of subsidiary, associates and other investments	(3)	(4.176)	-	(4.331)
Purchase of intagible assets, property and equipment	(3.774)	(3.610)	(1.990)	(3.163)
Purchase of financial assets at fair value through profit and loss	(3.703)	(2.444)	-	(1.994)
Sales of intagible assets, property and equipment	425	374	263	365
Sales of financial assets available for sale	5.795	8.547	5.795	8.547
Sales of financial assets at fair value through profit and loss	1.994	4.814	1.994	-
Interest received	340	725	137	660
Proceeds from borrowing of affiliated parties	-	8.300	-	8.300
Proceeds from Subsidiary's Share Capital decrease	1.006	-	1.006	-
Sales of Subsidiaries (less subsidiary's cash)	(2.448)	-	994	-
Sales of Investments to associates	-	1.322	-	1.322
Proceeds of dividends	298	11	4.991	412
Net cash from investing activities (B)	**(70)**	**13.863**	**13.190**	**10.118**
Financing Activities				
Proceeds from Share Capital increase	15	1	-	(1)
Proceeds from Borrowings	33.805	5.000	22.244	5.000
Payments of borrowings	(32.298)	(5.000)	(22.244)	(5.000)
Payments of finance lease Liabilities (capital)	(68)	(30)	(10)	(30)
Share Capital returned to the Shareholders	-	(70.133)	-	(70.133)
Dividends paid	(16.356)	(10.763)	(15.556)	(10.313)
Net cash from financing activities (C)	**(14.902)**	**(80.925)**	**(15.566)**	**(80.477)**
Net Increase / (Decrease) in cash and cash equivalent (A) + (B) + (C)	**(14.863)**	**10.664**	**(6.962)**	**3.844**
Cash and cash equivalent at the beginning of the period	**19.822**	**9.158**	**8.259**	**4.416**
Cash and cash equivalent at the end of the period	**4.959**	**19.822**	**1.297**	**8.260**

STATEMENT OF CHANGES IN EQUITY

Amounts in 000' s EURO

	The Group		The Company	
	31/12/2006	31/12/2005	31/12/2006	31/12/2005
Equity at the beginning of the period (01/01/2006 and 01/01/2005)	100.652	144.338	89.676	137.611
Profit / (Loss) after Taxes	40.764	38.706	38.468	34.339
Dividends paid	(16.185)	(10.390)	(15.585)	(10.390)
Subsidiary's share capital decrease	(1.510)	(70.133)	-	(70.133)
Income charged directly to equity	(22)	(2.201)	-	(1.751)
Increase of minority interests (acquisition of Subsidiary)	15	332	-	-
Decrease of minority interests (sale of subsidiary)	(991)	-	-	-
Total Equity at the end of the period (31.12.2006 and 31.12.2005)	**122.723**	**100.652**	**112.559**	**89.676**

THE PRESIDENT OF THE BOARD	THE MANAGING DIRECTOR	THE FINANCIAL DIRECTOR	THE CHIEF ACCOUNTANT
IOANNIS MYTILINEOS	**GEORGE PALLAS**	**GEORGE MAMMAS**	**SPYRIDON PETRATOS**
I.D. NO: AE044243/2007	I.D. NO: M 565448/1983	I.D. NO M 164917/1982	I.D. NO AB263393/2006

ALUMINIUM OF GREECE

ALUMINIUM OF GREECE S.A.

FIGURES AND INFORMATION FOR THE FISCAL YEAR OF 1ST JANUARY 2006 UNTIL 31ST DECEMBER 2006

(Published according to law 2190/1920, art.135 for Companies preparing annual financial statements, consolidated or not, according to the IFRS

The figures presented below aim to give summary information about the financial position and results of ALUMINIUM OF GREECE SA and its subsidiaries.

The reader who aims to form a full opinion on the company's financial position and results, must access the annual financial statements prepared according to the International Financial Reporting Standards and the Auditor's Report. Indicatively , the reader can visit the company's web site, where the above financial statements are posted.

COMPANY'S PROFILE

Head Office:	16, Kifissias Str. Maroussi 151 25
Companies Registration Number:	6045/06/B/86/102
Competent Authority:	Ministry of Development-Direction of Commerce
Board of Directors Composition:	Jason Stratos, Evangelos Mytilineos, Ioannis Mytilineos, Spiridon Casdas, Iosif Avayanos, Stamatis Giannakoopulos, Nikolaos Moussas, Dimitrios Papadopoulos, Michalis Sfantzikopoulos
Date of Appproval of financial Statements:	23/02/2007
The certified Auditor:	Kazas Vassilis, Deligiannis Georgios
Auditing Company:	Grant Thornton
Type of Auditor's opinion:	Unqualified
Company's Web Site:	www.alhellas.gr

BALANCE SHEET

Amounts in 000' s EURO

	The Group		The Company	
	31/12/2006	31/12/2005	31/12/2006	31/12/2005
ASSETS				
Fixed Assets	419.463	342.554	429.732	352.454
Inventories	66.651	62.705	65.506	60.764
Trade and other receivables	73.589	68.042	73.459	68.030
Other	66.080	103.230	61.884	99.370
TOTAL ASSETS	**625.783**	**576.531**	**630.581**	**580.618**
LIABILITIES				
Long Term Liabilities	72.395	54.249	68.529	50.094
Short Term Borrowings	-	-	-	-
Other short term Liabilities	116.546	74.263	122.717	76.042
Total Liabilities (a)	**188.941**	**128.512**	**191.246**	**126.136**
Share Capital	180.889	210.585	180.889	210.585
Other reserves & retained earnings	255.949	237.431	258.446	243.897
Total Shareholders Equity (b)	**436.838**	**448.016**	**439.335**	**454.482**
Minority Interests (c)	4	3	-	-
Total Equity (d) = (b) + (c)	**436.842**	**448.019**	**439.335**	**454.482**
TOTAL LIABILITIES (e) = (a) + (d)	**625.783**	**576.531**	**630.581**	**580.618**

INCOME STATEMENT

Amounts in 000' s EURO

	The Group		The Company	
	1/1-31/12/2006	1/1-31/12/2005	1/1-31/12/2006	1/1-31/12/2005
Sales Turnover	**470.935**	**382.158**	**470.911**	**382.139**
Gross profit	**106.269**	**65.456**	**101.181**	**61.254**
Profit before tax, borrowings investments and depreciation results	**110.226**	**79.230**	**103.528**	**73.830**
Profit before tax, borrowings and investments results	**96.747**	**66.077**	**92.612**	**63.361**
Profit before tax	**106.546**	**75.479**	**102.464**	**74.040**
Less Taxes	29.166	23.421	29.055	23.061
Profit after tax	**77.380**	**52.058**	**73.409**	**50.979**
Distributed at:				
Shareholders of the Parent	77.379	52.058	73.409	50.979
Minority interests	0,87	0,54	-	-
Profit after Tax per Share (in Euro/share)	1,91	1,22	1,81	1,20
Minority interests	-	-	0,80	0,60

STATEMENT OF CHANGES IN EQUITY

Amounts in 000' s EURO

	The Group		The Company	
	31/12/2006	31/12/2005	31/12/2006	31/12/2005
Equity at the beginning of the period (01/01/2006 and 01/01/2005)	448.019	429.529	454.482	437.071
Profit / (Loss) after Taxes	77.380	52.058	73.409	50.979
	525.399	**481.587**	**527.891**	**488.050**
Distributed divident	(24.586)	(21.578)	(24.586)	(21.578)
Income charged directly to equity	(33.844)	5.720	(33.843)	5.720
Purchase (Sale) of Share Equities	(30.127)	(17.710)	(30.127)	(17.710)
Total Equity at the end of the period 31.12.2006 and 31.12.2005)	**436.842**	**448.019**	**439.335**	**454.482**

CASH FLOW STATEMENT

Amounts in 000' s EURO

	The Group		The Company	
	1/1-31/12/2006	1/1-31/12/2005	1/1-31/12/2006	1/1-31/12/2005
Operating Activities				
Profit before Tax	106.546	75.479	102.464	74.040
Plus (Less) Adjustments for:				
Depreciations	13.479	13.153	10.916	10.470
Provisions	5.806	(6.690)	6.126	(6.740)
Exchange differences	118	(206)	118	(206)
Results (revenues, expenses, profit, loss)from Investment Activities	(13.547)	(9.749)	(13.249)	(10.962)
Debit Interest and similar expenses	1.778	164	1.678	162
Plus (Less) Adjustments for Working Capital accounts or generated from operations:				
Decrease /(Increase) in Inventories	(3.946)	(15.104)	(4.743)	(15.383)
Decrease /(Increase) in Trade and Other Receivables	(8.413)	(19.765)	(8.379)	(21.582)
(Decrease) / Increase in Liabilities (except Banks)	(8.189)	17.235	(3.532)	18.897
Less:				
Debit Interest and similar expenses Paid	(231)	(164)	(230)	(162)
Taxes Paid	(16.541)	(34.000)	(16.414)	(33.400)
Net Cash Flow from Operating Activities (a)	**76.860**	**20.353**	**74.755**	**15.134**
Investing Activities				
Purchase of intagible assets, property and equipment	(100.634)	(64.241)	(98.643)	(61.730)
Grants Received	14.025	185	14.025	185
Disposals from sale of tangible assets	12.158	184	11.900	121
Purchase / Sale of financial assets available for sale	15.620	7.457	15.620	7.457
Interest received	1.068	2.303	1.020	2.277
Proceeds from dividends	-	154	-	1.453
Net cash from investing activities (b)	**(57.763)**	**(53.958)**	**(56.078)**	**(50.237)**
Financing Activities				
Share buy back	(30.127)	(17.710)	(30.127)	(17.710)
Dividends paid	(24.785)	(21.527)	(24.785)	(21.527)
Net cash from financing activities (c)	**(54.912)**	**(39.237)**	**(54.912)**	**(39.237)**
Net Increase / (Decrease) in cash and cash equivalent (a) + (b) + (c)	**(35.815)**	**(72.842)**	**(36.235)**	**(74.340)**
Cash and cash equivalent at the beginning of the period	**41.188**	**114.030**	**38.932**	**113.272**
Cash and cash equivalent at the end of the period	**5.373**	**41.188**	**2.697**	**38.932**

GENERAL INFORMATION

1. Group Structure - Group Companies that are included in the consolidated financial statements with their respective locations and percentage of ownership are as follows:

Εταιρεία	Percentage
ALUMINIUM OF GREECE S.A., Athens	**Parent**
DELPHES - DISTOMON S.A.M, Athens	99,98% [1]

Notes: [1] *Companies held directly - Full Consolidation Method*

2. The basic accounting principles have been applied in the balance sheet of 31.12.2005.

3. The company ALUMINIUM OF GREECE S.A. has not been tax audited for the year 2006. The company DELPHES - DISTOMON S.A.M. has not been tax audited for the years 2005 & 2006

4. There are no encumbrances on the company's assets.

5. There are no cases under dispute or arbitration nor any decisions of courts or arbitrations which might have a material effect on the company's financial position or operation.

6. The financial statements of ALUMINIUM OF GREECE S.A. - Group of Companies are included in the consolidated financial statements of MYTILINEOS HOLDINGS S.A., a Group of Companies, with registered offices in Greece and a 47.08% holding in the ALUMINIUM OF GREECE S.A. - Group of Companies.

7. The number of employees in the Group and the Company is as follows:

The Group		The Company	
31/12/2006	31/12/2005	31/12/2006	31/12/2005
1.171	1.190	1.047	1.061

8. The disclosures of related parties at 31/12/2006 are presented below:

Amount in 000's Euro	The Group	The Company
a) Sales of goods and services	122.565	121.685
b) Purchases of goods and services	130.790	153.051
c) Claims	16.426	16.438
d) Liabilities	16.739	24.965
e) Transactions and fees of executives and members of administration staff.	3.178	3.048
f) Claims of administration staff members and executives	-	-
g) Liabilities of administration staff members and executives	47	47

9. The investments for the period from 1/1 to 31/12/2006 were (in thousand Euros): The Group: € 106.533 The Company: €104.537.

10. The company, ALUMINIUM OF GREECE S.A., based on the decision of The extraordinary General Shareholders Meeting completed in the 9th of February 2006, increased the share capital through reserves capitalization and decreased company's share nominal price with a simultaneous issuance of 21.578.040 new common shares, which resulted in the issuance of one new share for each and every old one, that were distributed to the company's shareholders for free.

11. The earnings per share were estimated using the earning distribution based on weighted average number of shares. Due to the company's nominal share price decrease and the simultaneous increase of the total number of shares from 21.578.040 to 43.156.080 with the distribution of 21.578.040 new shares, which were distributed to the company's shareholders for free, a retroactive readjustment of the computed ratio Earnings per Share of all the periods presented in the financial statements.

12. The sales analysis based on STAKOD (National Statistical Authorities Codes) code 274.2 (in thousand Euros): The Group € 470.935 The Company € 470.911.

13. Registered Headoffices of ALUMINIUM OF GREECE S.A. and DELPHES - DISTOMON S.A.M. have been relocated to 16, Kifissias Str. Maroussi - 151 25

14. Events after the balance sheet date

- The tax audit for the company ALUMINIUM OF GREECE S.A. has been completed for the years 2004 up to 2005.
- The "First Instance Court" with its 4872/07 decision, released on 5/1/2007, accepted the 4872/2006 application of the company and therefore temporarily postponed the results of the termination of electricity supply contract until the discussion of the main trial. Based on the above mentioned decision the Public Power Company (PPC) must fulfill, in the mean time and until the final trial discussion, all the obligations that arise from the 25/6/1960 power supply contract, as amended and applied.

THE PRESIDENT OF THE BOARD	THE MANAGING DIRECTOR	CHIEF FINANCIAL OFFICER
Jason STRATOS	**Spiridon CASDAS**	**Apostolos N. MITSOVOLEAS**
I.D. No B161117	I.D. No M877045	I.D. No K346673