



SIDMA S.A.
S T E E L P R O D U C T S

Company's No 7946/06/B/86/2 in the register of Societes Anonymes
39 P. Ralli St., 177 78, Athens, Greece.
Tel: 210 3498200, Fax: 210 3475856
www.sidma.gr

INTERIM FINANCIAL STATEMENTS
For the period Jan 1st to June 30th, 2006

ACCORDING TO
INTERNATIONAL FINANCIAL REPORTING STANDARD 34
("IFRS")



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SIDMA S.A.

Interim Financial Statements

For the period Jan 1st to March 31st, 2006

The attached financial statements were approved by the Board of Directors of SIDMA S.A. on August 4, 2006 and they are posted on the internet at the company's site «www.sidma.gr». The attention of the reader is drawn to the fact that the extracts published in the press aim at providing the public with certain elements of financial information but do not present an integrated view of the financial position and the results of operations of the Company and the Group, in accordance with International Financial Reporting Standards.

MARCEL L. AMARIGLIO
CHAIRMAN OF THE BOARD
SIDMA S.A.

Independent Auditors' Report

To:

The Shareholders of "SIDMA S.A STEEL PRODUCTS"

We have reviewed the accompanying interim financial statements of "SIDMA S.A. STEEL PRODUCTS", for the six-month period ended 30 June 2006. These interim financial statements are the responsibility of the Company's management.

We conducted our review in accordance with the Greek Review Standard, which is based on the International Standard on Review Engagements. This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the interim financial statements are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data, and thus provides less assurance than an audit. We have not performed an audit and, accordingly, we do not express an audit opinion.

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim financial statements do not give a true and fair view in accordance with the International Financial Reporting Standards that have been adopted by the European Union.

Athens, August 21, 2006
The Certified Public Accountant

Sotiris Ger.Vardaramatos
SOEL Reg.No.12851
SOL S.A.
SOEL Reg.No.125

1 Consolidated Balance Sheet

SIDMA S.A.					
Balance sheet					
For the period from 1st January to 30th June 2006					
<i>Amounts in Euros</i>					
		Group		Company	
		30.6.2006	31.12.2005	30.6.2006	31.12.2005
Assets	Notes				
Non Current Assets					
Tangible Assets	9	41.008.367,56	35.087.883,67	31.490.532,70	26.944.534,54
Intangible assets		685.393,34	634.302,97	656.070,48	606.261,94
Investments in subsidiaries	10		0,00	4.838.601,32	4.622.101,32
Investments in associates		152.966,50	149.441,50		0,00
Other non current assets		96.949,80	62.121,22	39.079,80	39.326,80
		41.943.677,20	35.933.749,36	37.024.284,30	32.212.224,60
Current Assets					
Inventories		31.995.897,05	21.904.309,23	27.371.141,54	19.649.683,88
Trade receivables		93.683.687,68	77.037.856,34	83.249.585,41	65.937.610,42
Other receivables		3.232.788,54	4.003.742,24	2.836.672,55	2.076.639,38
Cash and cash equivalents		5.620.333,64	9.898.658,99	5.128.360,25	9.592.838,46
		134.532.706,91	112.844.566,80	118.585.759,75	97.256.772,14
Total Assets		176.476.384,11	148.778.316,16	155.610.044,05	129.468.996,74
EQUITY					
Shareholders of the mother company:					
Share Capital		13.500.000,00	13.500.000,00	13.500.000,00	13.500.000,00
Share Premium		9.875.000,00	9.875.000,00	9.875.000,00	9.875.000,00
Reserves		11.815.191,09	11.710.537,88	11.668.380,57	11.668.380,57
Retaining Earnings		18.289.947,38	16.417.762,03	18.278.970,86	16.126.569,77
		53.480.138,47	51.503.299,91	53.322.351,43	51.169.950,34
Minority:		1.468.011,20	1.397.305,38		
		54.948.149,67	52.900.605,29	53.322.351,43	51.169.950,34
Liabilities					
Non Current Liabilities					
Bank Loans & obligations under finance leases		52.736.406,03	1.138.008,26	51.228.749,41	52.751,94
Grants for investments in fixed assets	11	1.199.954,55	1.257.607,41		0,00
Deferred Tax Liabilities	12	2.526.928,16	2.425.446,64	2.417.166,40	2.332.020,45
Provision for Retirement benefit obligation		936.077,00	912.314,00	914.460,00	896.736,00
		57.399.365,74	5.733.376,31	54.560.375,81	3.281.508,39
Current Liabilities					
Bank overdrafts & obligations under finance leases		11.942.179,75	61.617.214,52	939.127,49	50.991.073,63
Trade Payables		43.432.171,72	22.873.333,53	39.712.470,24	19.665.742,71
Other Payables		5.189.450,76	4.065.028,99	4.455.016,91	3.643.188,10
Income tax and duties		3.565.066,47	1.588.757,52	2.620.702,17	717.533,57
		64.128.868,70	90.144.334,56	47.727.316,81	75.017.538,01
Total Equity and Liabilities		176.476.384,11	148.778.316,16	155.610.044,05	129.468.996,74

2 Consolidated Income Statement

SIDMA S.A.					
Profit & Loss Statement					
For the period from 1st January to 30th June 2006					
<i>Amounts in Euros</i>					
	Notes	Group			
		1/1 - 30/06/2006	1/1 - 30/06/2005	1/4 - 30/06/2006	1/4 - 30/06/2005
Turnover (sales)	13	71.615.209,20	63.253.776,04	38.368.979,91	32.232.704,54
Cost of Sales		-60.640.023,03	-55.438.950,35	-31.194.202,40	-28.893.557,26
Gross Profit		10.975.186,17	7.814.825,69	7.174.777,51	3.339.147,28
Other income/expenses		2.536.573,15	2.631.350,14	1.266.433,77	1.758.464,38
Administrative Expenses		-1.690.801,33	-2.344.395,13	-896.922,02	-1.643.688,83
Distribution/Selling Expenses		-4.510.302,60	-3.872.421,08	-2.469.753,43	-2.170.242,56
Operating Profit (EBIT)		7.310.655,39	4.229.359,62	5.074.535,83	1.283.680,27
Finance Costs (net)		-1.589.324,32	-1.279.499,58	-904.985,62	-627.762,00
Losses resulted from the consolidation of the associations with the equity method		-211.290,00	0,00	-221.376,50	0,00
Profit before taxation		5.510.041,07	2.949.860,04	3.948.173,71	655.918,27
Less: Income Tax Expense		-1.758.219,62	-740.375,30	-1.280.280,72	-6.462,77
Profit after taxation		3.751.821,45	2.209.484,74	2.667.892,99	649.455,50
<i>Attributable to:</i>					
Shareholders of the mother Company		3.663.515,63	2.127.378,05	2.592.817,55	601.238,13
Minority Rights		88.305,82	82.106,69	75.075,44	48.217,37
		3.751.821,45	2.209.484,74	2.667.892,99	649.455,50
Profit after taxes per share - (€)	14	<u>0,37</u>	<u>0,26</u>	<u>0,26</u>	<u>0,07</u>

SIDMA S.A.
Profit & Loss Statement
For the period from 1st January to 30th June 2006

Amounts in Euros

	Notes	Company			
		1/1 - 30/06/2006	1/1 - 30/06/2005	1/4 - 30/06/2006	1/4 - 30/06/2005
Turnover (sales)	13	62.335.388,33	55.432.701,54	32.689.859,12	27.824.961,54
Cost of Sales		-53.186.693,64	-48.999.237,13	-26.706.651,14	-25.340.588,93
Gross Profit		9.148.694,69	6.433.464,41	5.983.207,98	2.484.372,61
Other income/expenses		2.459.462,84	2.563.784,50	1.268.295,57	1.725.233,99
Administrative Expenses		-1.336.517,24	-2.015.102,06	-801.175,38	-1.455.657,52
Distribution/Selling Expenses		-3.883.130,85	-3.536.132,96	-2.072.255,30	-1.901.761,37
Operating Profit (EBIT)		6.388.509,44	3.446.013,89	4.378.072,87	852.187,71
Finance Costs (net)		-1.073.067,05	-1.024.043,97	-482.367,97	-501.126,43
Losses resulted from the consolidation of the associations with the equity method		0,00	0,00	0,00	0,00
Profit before taxation		5.315.442,39	2.421.969,92	3.895.704,90	351.061,28
Less: Income Tax Expense		-1.538.764,24	-577.139,40	-1.124.489,73	87.782,36
Profit after taxation		3.776.678,15	1.844.830,52	2.771.215,17	438.843,64
Profit after taxes per share - (€)	14	<u>0,38</u>	<u>0,22</u>	<u>0,28</u>	<u>0,05</u>

3 Consolidated Statement of Changes in Equity

Amounts in Euros	Group					MINORITY	
	SHAREHOLDER'S					Minority rights	Total equity
	Share capital	Share premium	Reserves	Retained earnings	Equity of the shareholders		
Balance at 01.01.2005	10.125.000		11.551.643	17.096.107	38.772.750	1.510.935	40.283.685
Changes to equity 01.01 - 30.6.2005							
Profit/ (Loss) from valuation of SWAPS				-553.500	-553.500		-553.500
Adjustments charged directly to equity				-174.673	-174.673		-174.673
Manager Fees to be distributed				-496.675	-496.675		-496.675
Adjustments charged directly to equity				-1.224.848	-1.224.848		-1.224.848
Share Capital Increase	3.375.000	9.875.000			13.250.000		13.250.000
Dividends payable				-2.860.000	-2.860.000		-2.860.000
Buying out of minority proportion						-636.183	-636.183
Profit after income tax				2.127.378	2.127.378	82.107	2.209.485
Total adjustments to the Equity	3.375.000	9.875.000		-1.957.470	11.292.530	-554.076	10.738.454
Balance at 30.6.2005	13.500.000	9.875.000	11.551.643	15.138.637	50.065.280	956.858	51.022.139
Balance at 01.01.2006	13.500.000	9.875.000	11.710.538	16.417.762	51.503.300	1.397.305	52.900.605
Changes to equity 01.01 - 30.6.2006							
Profit/ (Loss) from valuation of SWAPS -adjustments charged directly to equity				25.723	25.723		25.723
Adjustments charged directly to equity				25.723	25.723		25.723
Dividends payable				-1.200.000	-1.200.000		-1.200.000
Directors' fees payable				-512.400	-512.400	-17.600	-530.000
Profit after income tax				3.663.516	3.663.516	88.306	3.751.821
Total adjustments to the Equity				1.976.839	1.976.839	70.706	2.047.544
Balance at 30.6.2006	13.500.000	9.875.000	11.710.538	18.394.601	53.480.139	1.468.011	54.948.150

Amounts in Euros	Company				
	Share capital	Share premium	Reserves	Retained earnings	Total equity
Balance at 01.01.2005	10.125.000		11.542.183	17.084.332	38.751.516
Changes to equity 01.01 - 30.6.2005					
Profit/ (Loss) from valuation of SWAPS -adjustments charged directly to equity				-553.500	-553.500
Adjustments charged directly to equity				-206.152	-206.152
Manager Fees to be distributed				-496.675	-496.675
Adjustments charged directly to equity				-1.256.327	-1.256.327
Share Capital Increase	3.375.000	9.875.000			13.250.000
Dividends payable				-2.860.000	-2.860.000
Profit after income tax				1.844.831	1.844.831
Total adjustments to the Equity	3.375.000	9.875.000		-2.271.496	10.978.504
Balance at 30.6.2005	13.500.000	9.875.000	11.542.183	14.812.836	49.730.019
Balance at 01.01.2006	13.500.000	9.875.000	11.668.381	16.126.570	51.169.950
Changes to equity 01.01 - 30.6.2006					
Profit/ (Loss) from valuation of SWAPS -adjustments charged directly to equity				25.723	25.723
Adjustments charged directly to equity				25.723	25.723
Dividends payable				-1.200.000	-1.200.000
Directors' fees payable				-450.000	-450.000
Profit after income tax				3.776.678	3.776.678
Total adjustments to the Equity				2.152.401	2.152.401
Balance at 30.6.2006	13.500.000	9.875.000	11.668.381	18.278.971	53.322.351

4 Consolidated Statement of Cash Flows

SIDMA S.A.				
Cash Flow Statement				
For the period from 1st January to 30th June 2006				
<i>Amounts in Euros</i>				
	Group		Company	
	1/1 - 30/06/2006	1/1 - 30/06/2005	1/1 - 30/06/2006	1/1 - 30/06/2005
Operating Activities				
Profit before taxes	5.510.041,07	2.949.860,04	5.315.442,39	2.421.969,92
Adjustments for:				
Depreciation & amortization	1.155.090,18	899.955,43	810.740,09	658.889,29
Provisions	6.039,00	44.512,00	0,00	42.392,00
Other non cash income	227.630,46	-670.909,07	-230.908,21	-650.358,33
Debit interest	1.819.024,94	1.279.499,58	1.519.346,22	1.024.043,97
Adjustments for changes in working capital				
Decrease/(increase) in inventories	-10.091.587,82	-4.754.596,46	-7.721.457,66	-4.102.963,70
Decrease/(increase) in receivables	-16.906.530,65	-6.063.411,94	-17.843.026,16	-5.134.188,61
(Decrease)/increase in payables(except bank loans and overdrafts)	20.305.056,11	4.269.933,96	19.667.445,10	3.287.006,37
Less:				
Debit interest paid	-1.819.024,94	-1.279.499,58	-1.519.346,22	-1.024.043,97
Taxes paid	-134.163,91	-1.872.302,97	0,00	-1.954.041,28
Total inflows / (outflows) from operating activities (a)	71.574,44	-5.196.959,01	-1.764,46	-5.431.294,34
Investing activities				
Acquisition of subsidiaries	-214.815,00	-944.024,00	-216.500,00	-946.789,32
Purchase of tangible and intangible assets	-7.440.869,34	-2.641.439,07	-5.717.161,69	-1.746.410,41
Proceeds from disposal of tangible and intangible assets	11.073,50	0,00	4.073,50	0,00
Total inflows / (outflows) from investing activities (b)	-7.644.610,84	-3.585.463,07	-5.929.588,19	-2.693.199,73
Financing Activities				
Share Capital Increase	0,00	13.250.000,00	0,00	13.250.000,00
Proceeds from undertaken loans	56.719.871,07	6.967.773,36	51.500.000,00	6.119.247,18
Repayments of loans	-54.453.496,25	-196.038,20	-50.032.936,80	0,00
Dividends paid	-188,76	0,00	-188,76	0,00
Proceeds from grants	1.028.525,00	0,00	0,00	0,00
Total inflows / (outflows) from financing activities (c)	3.294.711,06	20.021.735,16	1.466.874,44	19.369.247,18
Net Increase/(Decrease) in cash and cash equivalents (a) + (b) + (c)	-4.278.325,34	11.239.313,08	-4.464.478,21	11.244.753,11
Cash and cash equivalents at the beginning of the period	9.898.658,99	814.161,98	9.592.838,46	793.670,99
Cash and cash equivalents at the end of the period	5.620.333,65	12.053.475,06	5.128.360,25	12.038.424,10

5 General Information about the Company and the Group

The mother company, SIDMA S.A., is a Société Anonyme which operates in processing and trading steel products in Greece. The company's headquarters are located at 39 P. RALLI ST., 177 78 ATHENS, its site is www.sidma.gr. The company is listed on the Athens Stock Exchange under the category of Basic Metals.

In the Consolidated financial statements the following companies are included:

1. PANELCO S.A (78% subsidiary). The company "PANELCO Production of Overlay Materials and Drapes" is located in Athens (134 M. Alexandrou Str., Keramikos). Its area of activity is the industrial production and manufacturing of metal and thermo-insulating elements, used in covering buildings, industrial and refrigeration chambers, and generally in modern metal structures. The company also seeks to produce and build drapes of all forms, and any related products, while also pursuing the trading, application, import and export of such products.
2. "SIDMA WORLDWIDE LIMITED" (100% Subsidiary) whose sole purpose is to participate in SIDMA's subsidiaries in the Balkans Area.
3. "SID-PAC steel and construction products SRL" (50% subsidiary through "SIDMA WORLDWIDE LIMITED"). SID-PAC was founded in Romania in March 2005 as a joint venture with the Packer Plada group and is involved in trading steel products as well as the production and promotion of polyurethane steel sandwich panels.
4. "SID-PAC BULGARIA S.A.". (75% subsidiary through "SIDMA WORLDWIDE LIMITED"). SID-PAC was founded in Bulgaria in August 2005 in cooperation with the Packer Plada group and will serve as an autonomous Steel Service Center and distribution network for the local market.

All of the above companies are consolidated in full except from "SID-PAC steel and construction products SRL" which is equity consolidated.

6 Basis for preparation of financial statements

The Group Interim Financial Statements of SIDMA S.A cover the first six months of the fiscal year 2006 and have been compiled based on IAS 34 "Interim Financial Statements". They are part of the annual Financial Statements of SIDMA S.A which will be compiled on the 31.12.2006 according to IFRS.

7 Principal Accounting Policies

The principal accounting policies used in the preparation of the accompanying financial statements of the first six months of 2006 are consistent with those applied by the Company to the preparation of the financial statements as of 31 December 2005.

8 Financial information by sector

The Group's domicile and the main country it operates in is Greece. Therefore, the Primary information sector is the Geographic one in accordance with the published financial statements of the fiscal year 2005. The main activity area of the company is Greece, and a small but growing part takes place at third countries. The results for each segment for the first six months of the fiscal year 2006 were the following:

Amounts in thousands €	1/1/06 - 30/06/06			1/1/05 - 30/06/05		
	Greece	Foreign counties	Grand Total	Greece	Foreign counties	Grand Total
Group Companies						
Parent company SIDMA S.A.	58.497	3.560	62.057	52.031	3.146	55.177
Subsidiary company PANELCO S.A.	7.223	1.878	9.101	7.092	985	8.077
SID-PAC Bulgaria	0	457	457	0	0	0
Group's turnover	65.720	5.438	71.615	59.123	4.131	63.254

9 Intangible Assets

During the period ended on 30 of June 2006, SIDMA S.A. invested the amount of € 5.369.740 buying a plot at Inofita area and improving its mechanical equipment. Moreover, PANELCO S.A. invested the amount of € 989.983 and SID-PAC BULGARIA S.A. invested the amount of € 431.468.

10 Investments in Subsidiaries

During the period ended on 30th of June 2006, SIDMA S.A. increased its shareholding to SIDMA WORLDWIDE LIMITED, based at Cyprus, by the amount of € 216.500. The total amount invested in the above holding company is now € 1.725.603.

11 Government grants

During the period ended on 30th of June 2006, the Group's subsidiary, PANELCO S.A., received the last part of a government grand amounted to € 1.028.525. The government grand related to capital expenditure realized by PANELCO S.A. at its Lamia plant under the Governmental Development Law 2601/98.

12 Income Tax & Deferred Tax

The Tax expense that corresponds to the period ended on 30th of June 2006 was estimated using a tax rate of 29% compared to the tax rate of 32% that was used to calculate the Tax expense of the relative period of 2005.

The Group has chosen to use a tax rate of 25% in order to estimate the deferred taxes arising from temporary differences between the book value and the tax base of assets or liabilities.

13 Revenues

Sales for the period ended on 30th of June 2006, in € thousand, are analysed by category of products and services (using Greek Statistical Service Codes - STAKOD) as follows:

Amounts in thousands €		1.1-30.06.2006		1.1-30.06.2005	
		Group	Company	Group	Company
271.0	Manufacture of basic iron, steel and ferro-alloys	39.055	39.315	36.466	36.722
515.2	Wholesale of metals and metal ores	21.662	21.166	17.805	17.533
281.1	Manufacture of metal structures and parts of structures	9.044	0	7.805	
285.1	Treatment and coating of metals	1.854	1.854	1.173	1.173
272.2	Manufacture of steel tubes	0	0	5	5
	Grand Total	71.615	62.335	63.254	55.433

Moreover, the parent company performed on behalf of third parties, during the first six months of FY 2006, (Consignment) sales amounted to € 35.373 thousand compared to sales of € 29.836 thousand during the relative period of 2005.

14 Earnings per share

The earnings per share have been calculated using the net results attributable to shareholders of SIDMA S.A. as numerator. AS denominator, the weighted average number of outstanding shares for the period was used.

Earnings per share	Group		Company	
	1.1-30.6.2006	1.1-30.6.2005	1.1-30.6.2006	1.1-30.6.2005
Profit after tax concerning the shareholders of the parent company (1)	3.663.516	2.127.378	3.776.678	1.844.831
Weighted average number of shares (2)	10.000.000	8.333.333	10.000.000	8.333.333
Profit after tax per share (1)/(2)	0,37	0,26	0,38	0,22

15 Non-audited Fiscal Years

The Company has been audited by the competent tax authorities until, and including, 2005. The difference of € 8.628 between the provision of € 170.000 and the actual tax paid – € 178.628 – has been charged at the period ended on 30th of June 2006. The subsidiary Panelco has been audited by the competent tax authorities until, and including, 2003. A provision for *tax audit differences* that may result from the tax authorities audit for the fiscal years 2004 and 2005 has been taken into account and amounts to € 50.000. Finally, for the first six months of the FY 2006, SIDMA took a provision for possible tax differences amounted to € 70.000 and € 50.000 at the group and company level respectively.

16 Number of Personnel

The number of personnel employed at the end of the current period was 278 and 201 as far as the Group and the Company is concerned respectively. The personnel employed at the end of the period 1.1. to 30.06.2005 was 268 and 201 respectively.

17 Post Balance Sheet Events

According to the decision of the Annual General Meeting of the shareholders of SIDMA S.A. on the 8th of June 2006, the Prefecture of Athens approved (decision no 18597/30.06.2006) the increase of PANELCO's share capital by € 750.000.

The mother company on 17/07/2006 participated in the aforementioned share capital increase by € 585.000 so that its total investment in PANELCO amounts to € 3.697.998,32.

ATHENS - August 4, 2006

**PRESIDENT OF THE BOARD
OF DIRECTORS**

**VICE PRESIDENT OF THE BOARD
OF DIRECTORS**

MARCEL L. AMARIGLIO

MENELAOS A. TASOPOULOS

THE GENERAL DIRECTOR

**THE CHIEF FINANCIAL
OFFICER**

ACCOUNTING DEP. HEAD

DANIEL D. BENARDOUT

MICHAEL C. SAMONAS

PARIS G. PAPAGEORGIOY