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**Company's No 7946/06/B/86/2 in the register of Societes Anonymes**

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**Half Year Financial Report  
(1 January-30 June 2011)**

**Pursuant to article 5, of Law no. 3556/2007**



**June 2011**

**Note:**

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

**HALF YEAR FINANCIAL REPORT  
 (1ST OF JANUARY 2011 TO 30TH OF JUNE 2011)**

The present Half Year Financial Report is compiled according to article 5 of the law. 3556/2007 and the decision 7/448/11.10.2007 and 1/434/2007 of the Hellenic Capital Market Commission and includes:

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## **1 Statements of Members of the Board in accordance with article 4 of Law 3556/2007**

The members of the Board of Directors of SIDMA S.A.:

1. MARCEL L. AMARIGLIO
2. SARANTOS K. MILIOS
3. DANIEL D. BENARDOUT

in our above-mentioned capacity, according to article 5 of the law. 3556/2007, we state and we assert that to the best of our knowledge:

- A. the enclosed half-year financial statements of SIDMA S.A. for the period of 1.1.2011 to 30.06.2011, drawn up in accordance with the applicable accounting standards (IAS 1), depicting in a truthful way the assets and the liabilities, the equity and the results of the Group and the Company, as well as the companies' which are included in the consolidation as total, according to what is stated in paragraphs 3 to 5 of the article 5 of the law 3556/2007.

and

- B. The half-year review of the company and the group for the period 01.01.2011-30.06.2011, which was compiled according to the standing accounting standards is the one which have been approved by the Board of Directors of SIDMA S.A. on August 29th, 2011 and have been published by posting it on the internet at the address [www.sidma.gr](http://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 and for five years with certain elements of financial information but they do not present a comprehensive view of the financial position and the results of operation of the Company and the Group, in accordance with the International Financial Reporting Standards.

Halandri, August 29, 2011

CHAIRMAN OF THE BOARD  
OF DIRECTORS

VICE-CHAIRMAN OF THE BOARD  
OF DIRECTORS

C.E.O.

MARCEL L. AMARIGLIO

SARANTOS K. MILIOS

DANIEL D. BENARDOUT

## **2 Half year report of the board of directors for the period 01.01.2011-30.06.2011**

The present Half Year Report of the Board of Directors which follows, refers to the first half year of the current period (01.01.2011-30.06.2011) was compiled and is in line with the relevant stipulations of the law 3556/2007 (Government Gazette 91A/30.04.2007) and more specifically article 5 and the executive decisions of the Hellenic Capital Market Commission and the issued decisions and especially the Decision no 7/448/11.10.2007 and 1/434/2007 of the Board of Directors of Hellenic Capital Market Commission.

The present report contains in a brief, but substantive manner all the important units, which are necessary, based on the above-mentioned legislative frame and depicts in a truthful way all the relevant indispensable according to the law information, in order to deduce a substantive and well-founded appraisal of the activity, during the time period in question, of the company "SIDMA SA" as well as the Group. In the Group, apart from SIDMA, are also included the following companies:

- a) PANELCO S.A. which is located in Halandri, in which SIDMA participates by 94%,
- b) SIDMA WORLDWIDE LIMITED, a holding company which is located in Cyprus, in which SIDMA participates by 100%,
- c) SIDMA ROMANIA SRL which is located in Bucharest, Romania, in which SIDMA participates by 100% and
- d) SIDMA BULGARIA S.A. which is located in Sofia, Bulgaria, in which SIDMA participates by 100%.

The present report was compiled according to the terms and conditions of article 5 of law 3556/2007 and of article 4 of the Decision 7/448/11.10.2007 of the Board of Directors of the Hellenic Capital Market Commission, accompanies the half year financial statements of this period (1.1.2011-30.6.2011).

Given that the Company also compiles consolidated financial results, the present report is single, the main point of reference is the consolidated financial figures of the Company and the associate companies, and the parent company's figures are referred to when it is considered necessary in order to better understand its content.

This report is included uncut with the financial statements of the company and the other elements that are obliged by the law elements and statements of the half year financial report that refers to the first half year of 2011.

The units of the Report and their content are as follows:

## **CONTENTS**

- 2.1 Review of Major Events for the Company and the Group During the first semester of 2011
  - 2.1.1 General Overview
  - 2.1.2 New Investments
  - 2.1.3 Market Review
  
- 2.2 Financial Results
  - 2.2.1 Financial Results of the the first semester of 2011
  - 2.2.2 Risk Management
  
- 2.3 Objectives and Prospects for the second semester of 2011
  
- 2.6 Important Transactions between the Company and Related Parties
  
- 2.7 Post Balance Sheet Events

## **2.1 Review of Major Events for the Company and the Group During the first semester of 2011**

### **2.1.1 General overview**

Although the main financial figures of both the parent company and the Group for the first half of 2011 were attained under particularly adverse circumstances, they are reduced in terms of sales but obviously improved in terms of operating profitability compared to the previous fiscal year.

In detail, at Group level, the turnover stood at € 58.0 million from € 62.4 million during the first half of 2010. Taking into account the company's sales on behalf of third parties (agency) during the first half of 2011, the turnover stood at € 74.9 million from € 83.7 million during the first half of last year. Earnings before interest, taxes, depreciation and amortization (EBITDA) rose by 81.8% and stood at € 1.4 million compared to € 0.8 million during the first half of the previous year. Pre-tax results were improved in comparison with last year and stood at losses of € 3.8 million in relation to losses of € 4.2 million during the first half of 2010. This was supported by the slight improvement in the gross profit margin by approximately 2% and also by the considerable decrease in the operating expenses by 13%.

At company level, the turnover of SIDMA stood at € 34.3 million from € 38.2 million during the first half of 2010. Taking into account the company's sales on behalf of third parties (agency), sales stood at € 51.1 million from € 59.5 million during the first half of 2010. Earnings before interest, taxes, depreciation and amortization (EBITDA) were also considerably improved compared to last-year earnings and amounted to € 765,000 in relation to € 336,000 in the first half of 2010, namely they registered a 128% increase while pre-tax results were equal to losses of € 2.6 million compared to losses of € 2.4 million in the previous year. At company level, the operating expenses were reduced by 11% in relation to those of the previous year while the gross profit margin rose by 19%.

### **International activity**

As regards the subsidiaries in the Balkans, the turnover of SIDMA ROMANIA rose by 8% while that of SIDMA BULGARIA remained at last-year levels. In addition, the contribution of international sales to the Group's total turnover rose from 25% in the first half of 2010 to 34% in the first half of 2011, namely by 36%.

During the last two years, the Group has been making considerable efforts to expand its activities to international markets either through the parent company's exports or through its foreign subsidiaries. In this context, SIDMA ROMANIA rented industrial premises to start running as of the next quarter a distribution centre of its products in Timisoara, which is an important industrial centre in Romania.

**Liquidity and Borrowing**

On 30 June 2011, SIDMA had cash on hand equal to € 18.3 million while the company's net bank loans stood at € 60 million. The company entered into refinancing agreements with the cooperating banks with respect to its long-term loans that will mature during 2011, and also to the transfer of their repayment to September 2013 and September 2016 as regards a bond loan equal to € 10.5 million and another bond loan equal to € 49 million respectively. Loan refinancing will take place before the end of September 2011.

**Transfer of Aspropyrgos facilities**

The Aspropyrgos facilities were fully transferred at Inofyta and the operation of the warehouse in Inofyta was brought to an end so as to attain economies of scale and proceed to the commercial operation of the Aspropyrgos facilities.

**Photovoltaic farms**

The company has undertaken to carry out a photovoltaic system project of 3.5 MW total power in all the facilities of the company and its subsidiary Panelco. The connection terms to the Public Power Corporation have already been approved and the first 1-MW generation license has been granted by the Hellenic Transmission System Operator S.A. (DESMIE). The company aims at starting operating the first system of approximately 1 MW total power in Oreokastro in early 2012. In addition, during the current period, the company collected a subsidy equal to € 243,000 with respect to the completion of an investment in 200 KW photovoltaic systems that started two years ago in the company's own facilities in Aspropyrgos and Oreokastro according to Law No. 3299/2004 on development.

**Ordinary General Meeting Resolutions**

19 shareholders representing 76.395% of the share capital and voting rights attended the Ordinary General Meeting of company shareholders that was held in Athens on 16 June 2011 and unanimously approved the following:

- The activity report of the Board of Directors and Auditors and the Annual Financial Statements of the fiscal year 2010;
- Discharge of the members of the Board of Directors and the Chartered Auditor for 2010;
- Election of Chartered Auditors and approval of their fees for 2011;
- The fees paid to BoD members associated with dependent labour relation for 2010 and preliminary approval of their fees for 2011;
- Election of a new Board of Directors;
- Election of the members of the audit committee in line with article 37 of Law No. 3693/2008;
- Issue of ordinary bond loans amounting to € 60,000,000 at the maximum;
- Amendment of the terms of the Managing Director's employment contract, according to article 23a of Codified Law 2190/1920.

### 2.1.2 New investments

During the first half of 2011, SIDMA made investments totalling approximately € 1.7 million which mainly concerned the completion of construction of the new warehouses in Inofyta and the expenses incurred for transporting and translocating the production machinery from Aspropyrgos to Inofyta and Oreokastro.

### 2.1.3 Market review

During the first quarter of 2011, the demand in the domestic market was considerably reduced compared to the respective last-year period while the Balkan markets remained at approximately last-year levels. The selling prices rose during the first two months and remained stable in March.

In the second quarter, the domestic market was faced with strong liquidity problems. More and more sector companies, even old ones, discontinued their operations while the banks stated their inability to provide financing at prior-year levels. The prices in the international market dropped and gave signs of stabilization towards the end of the quarter. In general, consumption in the European area was better compared to 2010 but still lags considerably behind the figures of the period 2008 – 2009. The Balkan markets registered a drop which, however, gave signs of reversal towards the end of the period.

## 2.2 Financial Results

### 2.2.1 Financial Results for the first semester of 2011

The major financial accounts of the financial year 1/1-30/06/2011 are presented below:

<b>Group</b>	<b>01.01 - 30.06.2011</b>	<b>01.01 - 30.06.2010</b>	<b>Δ (%)</b>
Turnover	58.039.247	62.378.727	-7,0%
Consignment Sales	16.807.426	21.287.679	-21,0%
Total Sales	74.846.673	83.666.405	-10,5%
Operating Results (EBITDA)	1.442.534	793.385	81,8%
Earnings before taxes	-3.790.888	-4.152.295	-8,7%
Net Earnings after Taxes and Minority Interests	-3.858.168	-3.249.416	18,7%
Gross Margin	8,71%	8,58%	1,6%
EBITDA Margin	2,49%	1,27%	95,4%
Net Profit Margin	-6,65%	-5,21%	27,6%

<b>Company</b>	<b>01.01 - 30.06.2011</b>	<b>01.01 - 30.06.2010</b>	<b>Δ (%)</b>
Turnover	34.310.713	38.186.126	-10,1%
Consignment Sales	16.807.426	21.287.679	-21,0%
Total Sales	51.118.139	59.473.805	-14,0%
Operating Results (EBITDA)	765.285	335.777	127,9%
Earnings before taxes	-2.560.867	-2.421.884	5,7%
Net Earnings after Taxes	-2.631.223	-1.905.892	38,1%
Gross Margin	9,52%	8,03%	18,5%
EBITDA Margin	2,23%	0,88%	153,7%
Net Profit Margin	-7,67%	-4,99%	53,7%



### 2.2.2 Risk Management

The major financial risks and the corresponding actions taken by the Company are presented below:

<b>Risk</b>	<b>Company's Projections</b>
1. Credit Risk (Risk associated with doubtful customers)	The group covers credit risk in co-operation with insurance companies. More than 80% of customer receivables are insured and as result no significant credit risk exists. At the same time, the Company operates a credit risk control department, which exclusively deals with customers' credit rating and determines the appropriate credit limits.
2. Interest Rate Risk (affects financing cost)	The Company does not consider that is imminent an interest rate hike due to uncertain economic conditions at the Euro zone area. For this reason has not executed any transactions (derivatives) for interest rate risk management. Such transactions would have a negative carry and thus would adversely affected company results, at least in the short term.
3. Liquidity Risk	<ul style="list-style-type: none"> <li>• The Company in co-operation with banks has secured the necessary credit limits.</li> <li>• Depending the case, the Company may make use of various financial instruments, such as leasing, etc.</li> <li>• The Company limits its risk through the significant dispersion of its customer base. It is worth noting that the Company has a broad client base and that no one representing more than 2.5% of its total turnover.</li> </ul>
4. Volatility of Raw Material Prices	Steel price volatility affects gross profit margin of the company. During periods of upward price trends, the gross profit margin increases whereas in periods of downward price trends decreases. In view of the above situation, the Company applies a stable inventory policy in times of stable demand. Moreover, through its long-term co-operation with its suppliers, the Company get timely information on upward or downward trends in raw material prices.
5. Foreign Exchange Risk	The Group operates in Europe and the majority of its transactions are in Euro. Nevertheless, a minor portion of raw material purchases is nominated in USD. In these cases, Foreign exchange risk is managed mainly through the use of forward exchange contracts. These derivatives are measured at fair values and recognized as asset or liability in the financial statements. Regarding investments in foreign subsidiaries, whose equity is exposed to

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	translation exchange risk, the Group's policy is to use loans in the respective currency as physical hedging instrument insofar as this is possible in order to reduce exposure to risk in case local currencies are depreciated in relation to Euro.
6. Decrease in sales volume due to the overall drop in consumption	<p>The Group is affected by a number of external factors which it cannot influence such as the financial insecurity and the recession in the domestic market.</p> <p>The Group aims to improve continuously the quality of materials and customer service and make up for the lost volume of sales incurred in the domestic market through the Balkan markets. Increasing the market share of the foreign subsidiaries will help attain this objective.</p>

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### **2.3 Objectives and Prospects for the second semester of 2011**

The results of the company for the rest of the year will depend on the level of raw materials international prices as well as on the demand for company products in the markets in which it operates. The prices on the international market, following the drop registered in the second quarter of the year, were stabilized despite the decreased demand owing to the high production cost of steelworks. An eventual further slight drop in the prices of certain steel products is forecasted by the end of the year without, however, this having been confirmed.

As regards the demand in the domestic market, our company estimates that it will remain at low levels with liquidity problems throughout the rest of the year since the financial situation in Greece is not improved.

On an international scale, the Bulgarian market is stagnant while the market in Romania gives signs of recovery. The subsidiary SIDMA ROMANIA, in the context of expansion of its activity to major provincial towns beyond Bucharest, leased an industrial warehouse in Timisoara which will start operating within the next quarter. Such move will boost sales in areas where the company's presence was limited to date.

Company Management has taken serious steps to curtail the expenses in relation to previous fiscal years and has also elaborated a plan of adjustment to low consumption in the domestic market. It still focuses on its liquidity by restricting its inventories and also by attempting to diminish the time of credit granted to its clientele, such attempt being difficult in a market suffering severely from lack of liquidity.

## 2.4 Important Transactions between the Company and Related Parties

The most important transactions of the Company with parties related to it, in the sense of International Accounting Standard 24, are the transactions carried out with its subsidiaries (enterprises related to it in the sense used in article 42e of Codified Law 2190/1920), which are listed in the following table:

Sales of goods/services		Purchases of Goods/Services	
Company	Amount in €	Company	Amount in €
SIDENOR S.A.	974.399	SIDENOR S.A.	172.976
SOVEL S.A.	24.520	ELKEME S.A.	0
PROSIDER S.A.	0	STOMANA S.A	605.889
ETIL S.A.	87.577	PANELCO S.A.	2.354
BET S.A.	170	SIDMA ROMANIA SRL	8.038
AEIFOROS S.A.	0	SIDMA BULGARIA SA	19.306
PANELCO S.A.	9.419	TEKA SYSTEMS S.A.	29.006
CORINTH PIPEWORKS S.A.	66.017	ANTIMET S.A.	30.163
ATTICA METALIC WORKS S.A.	242.600	VIEXAL LTD	4.036
PROSAL S.A.	75.186	HALCOR S.A.	4.090
ERLIKON WIRE PROCESSING S.A.	213.866	ELVAL S.A.	0
SIDMA ROMANIA SRL	82.894	ERLIKON WIRE PROCESSING S.A.	105.524
SIDMA BULGARIA SA	622.824	ETIL S.A.	13.692
FITCO SA	2.153	AEIFOROS S.A.	0
HELLENIC CABLES S.A.	15.984	<b>TOTAL</b>	<b>995.075</b>
ETEM S.A.	123		
VITROUVIT S.A.	1.942		
VIOMAL S.A.	116.620		
HALCOR S.A.	13.881		
ELVAL S.A.	8.485		
ARGOS S.A.	44.577		
ANOXAL SA	448		
DIA.VI.PE.THI.V AU	0		
PROSAL TUBES SA	380.829		
SYMETAL SA	431		
BIANATT	0		
ANAMET SA	16.071		
SIDERAL SHPK	0		
<b>TOTAL</b>	<b>3.001.015</b>		

<b>Receivables</b>	
<b>Company</b>	<b>Amount in €</b>
SIDENOR S.A.	161.861
PROSIDER S.A.	12.632
SOVEL SA	11.146
PANELCO S.A.	9.641
CORINTH PIPEWORKS S.A.	15.281
PROSAL S.A.	4.602
ERLIKON WIRE PROCESSING S.A.	29.731
SIDMA ROMANIA SRL	288.869
SIDMA BULGARIA SA	9.244
VITROUVIT	2.388
ANTIMET S.A.	710.267
HELLENIC CABLES S.A.	9.678
HALCOR S.A.	12.226
ETIL S.A.	94.126
FITCO SA	2.648
PROSAL TUBES SA	3.938
ATTICA METALIC WORKS S.A.	72.806
ETEM S.A.	0
VIOMAL S.A.	74.947
ARGOS S.A.	29.805
ELVAL S.A.	73.351
SYMETAL SA	1.399
ANAMET SA	16.071
SIGMA SA	-220
BIANATT	-1
SIDERAL SHPK	41
<b>TOTAL</b>	<b>1.646.475</b>

<b>Payables</b>	
<b>Company</b>	<b>Amount in €</b>
SIDENOR S.A.	8.516.928
ETIL S.A.	19.075
AEIFOROS S.A.	0
CORINTH PIPEWORKS S.A.	657.049
ELKEME S.A.	0
SIDMA BULGARIA SA	6.037
ERLIKON WIRE PROCESSING S.A.	2.030.503
VIEXAL LTD	1.863
SIDMA ROMANIA SRL	-460
TEKA SYSTEMS S.A.	22.040
PROSAL S.A.	618.771
ANTIMET S.A.	53.342
HALCOR S.A.	29.934
PANELCO S.A.	2.896
HELLENIC CABLES S.A.	28.967
STOMANA S.A	72.833
ELVAL S.A.	1.057
<b>TOTAL</b>	<b>12.060.835</b>

## 2.5 Post Balance Sheet Events

Based on a decision of the Board of Directors dated 25/08/2011, the company has entered into a bond loan agreement equal to € 49 million with its cooperating banks in order to refinance the existing bond loan equal to € 51.5 million. In addition, based on a decision of the Board of Directors dated 23/08/2011, the company modified the five-year bond loan schedule dated 09/09/2008, which amounted to € 8 million, through the issue of additional debentures equal to € 2.5 million, thus raising the total amount of the bond loan to € 10.5 million. The modified bond loan will mature in September 2013.

### **3 Independent Auditor's Report on the Interim Financial Information**

#### **To the Shareholders of "SIDMA S.A STEEL PRODUCTS"**

##### **Introduction**

We have reviewed the accompanying separate and consolidated condensed statement of financial position of "SIDMA S.A. STEEL PRODUCTS (the "Company") and of its subsidiaries as at 30 June 2011 and the relative separate and consolidated condensed statements of comprehensive income, changes in equity and cash flows for the six-month period then ended, as well as the selected explanatory notes, that constitute the interim financial information, which is an integral part of the six-month financial report under the article 5 of L. 3556/2007. Management is responsible for the preparation and presentation of this condensed interim financial information, in accordance with International Financial Reporting Standards, as adopted by the European Union (EU) and which apply to Interim Financial Reporting (International Accounting Standard "IAS 34"). Our responsibility is to express a conclusion on this condensed interim financial information based on our review.

##### **Scope of Review**

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit.

Accordingly, we do not express an audit opinion.

##### **Conclusion**

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim financial information is not prepared, in all material respects, in accordance with International Accounting Standard "IAS 34".

##### **Report on Other Legal and Regulatory Requirements**

Our review did not identify any inconsistency or mismatching of the other data of the provided by the article 5 of L. 3556/2007 six-month financial report with the accompanying financial information.

Athens, August 30 2011

Certified Public Accountant Auditor

Anastasios F. Dallas

Institute of CPA (SOEL) Reg. No 27021

Associated Certified Public Accountants s.a.

member of Crowe Horwath International

3, Fok. Negri Street – 112 57 Athens, Greece

Institute of CPA (SOEL) Reg. No. 125

## 4 Interim Financial Information

### 4.1 Statement of Financial Position

<b>SIDMA S.A.</b>					
<b>Statement of Financial position for the period from</b>					
<b>1 January to 30 June 2011</b>					
amounts in euros					
		<b>Group</b>		<b>Company</b>	
		<b>30/06/2011</b>	<b>31/12/2010</b>	<b>30/06/2011</b>	<b>31/12/2010</b>
<b>Assets</b>	Notes				
<b>Non Current Assets</b>					
Tangible Assets	5.7	48.512.524	48.164.041	31.969.480	31.140.150
Intangible assets	5.7	996.895	1.058.570	295.707	343.705
Investments in subsidiaries	5.8	0	0	17.790.127	17.790.127
Other non current assets		93.385	70.219	66.673	41.811
Deferred Tax Assets		3.268.090	3.464.949	2.165.351	2.317.826
		<b>52.870.894</b>	<b>52.757.779</b>	<b>52.287.338</b>	<b>51.633.619</b>
<b>Current Assets</b>					
Inventories		25.884.176	26.133.544	13.424.515	14.847.317
Trade receivables	5.9	61.287.430	61.888.731	44.951.104	45.080.032
Other receivables		5.315.318	4.937.384	4.212.164	3.974.893
Cash and cash equivalents		23.786.091	27.530.626	18.287.363	19.420.501
Non-current assets held for sale	5.7	10.097.698	10.097.698	10.097.698	10.097.698
		<b>126.370.713</b>	<b>130.587.983</b>	<b>90.972.844</b>	<b>93.420.441</b>
<b>Total Assets</b>		<b>179.241.607</b>	<b>183.345.763</b>	<b>143.260.181</b>	<b>145.054.060</b>
<b>EQUITY</b>					
Share Capital		13.500.000	13.500.000	13.500.000	13.500.000
Share Premium		9.875.000	9.875.000	9.875.000	9.875.000
Reserves		14.191.126	14.179.169	12.848.789	12.836.832
Revaluation Reserve		958.285	958.285	0	0
Other Reserves		-934.785	-934.785	0	0
Retaining Earnings		-10.972.466	-7.518.657	-394.715	1.908.032
<b>Equity of the mother company (a)</b>		<b>26.617.159</b>	<b>30.059.012</b>	<b>35.829.074</b>	<b>38.119.864</b>
Minority rights (b)		460.947	511.495	0	0
<b>Total Equity (c)= (a)+(b)</b>		<b>27.078.106</b>	<b>30.570.507</b>	<b>35.829.074</b>	<b>38.119.864</b>
<b>Liabilities</b>					
<b>Non Current Liabilities</b>					
Non-current Bank Loans	5.13	6.839.263	14.189.045	5.000.000	5.000.000
Grants for investments in fixed assets		797.582	663.442	193.779	0
Provision for Retirement benefit obligation		1.135.028	1.240.522	1.023.789	1.136.552
Other non-current liabilities		0	362.600	0	362.600
<b>Total Non-Current Liabilities</b>		<b>8.771.873</b>	<b>16.455.608</b>	<b>6.217.568</b>	<b>6.499.152</b>
<b>Current Liabilities</b>					
Current Bank Loans	5.13	97.497.869	32.789.818	73.361.059	10.455.745
Trade Payables		22.846.638	27.747.257	17.178.512	22.031.858
Non-current bank loans payable within next year		10.605.864	65.480.090	0	59.875.574
Other Payables		10.871.848	9.416.307	9.806.494	7.764.008
Income tax and duties		1.569.409	886.176	867.475	307.859
		<b>143.391.627</b>	<b>136.319.648</b>	<b>101.213.539</b>	<b>100.435.044</b>
<b>Total Equity and Liabilities</b>		<b>179.241.607</b>	<b>183.345.763</b>	<b>143.260.181</b>	<b>145.054.060</b>

**4.2 Statement of Comprehensive Income**

		<b>SIDMA S.A.</b>			
		<b>Comprehensive Income Statement for the period from</b>			
		<b>1 January</b>	<b>to</b>	<b>30 June 2011</b>	
amounts in euros	Notes	<b>Group</b>			
		<b>1/1-30/6/2011</b>	<b>1/1-30/6/2010</b>	<b>1/4-30/6/2011</b>	<b>1/4-30/6/2010</b>
Turnover (sales)	5.11	58.039.247	62.378.727	29.033.068	34.892.820
Cost of Sales		-52.982.539	-57.028.844	-27.212.158	-30.942.728
<b>Gross Profit</b>		<b>5.056.708</b>	<b>5.349.882</b>	<b>1.820.910</b>	<b>3.950.092</b>
Other income		2.280.447	1.991.456	1.324.123	998.485
Administrative Expenses		-1.968.935	-2.466.615	-1.102.722	-1.335.082
Distribution/Selling Expenses		-5.070.354	-5.223.907	-2.716.673	-2.666.567
Other expenses		-280.219	-678.012	-244.922	-654.500
<b>Operating Profit (EBIT)</b>		<b>17.647</b>	<b>-1.027.196</b>	<b>-919.284</b>	<b>292.427</b>
Finance Costs (net)		-3.809.275	-3.135.422	-2.477.628	-2.259.073
Income from investing operations		739	10.323	750	-3.765
<b>Profit before taxation</b>		<b>-3.790.888</b>	<b>-4.152.295</b>	<b>-3.396.162</b>	<b>-1.970.412</b>
Less: Income Tax Expense	5.10	-121.939	780.786	18.122	461.864
<b>Profit/(loss) after taxation for continued operations (a)</b>		<b>-3.912.827</b>	<b>-3.371.509</b>	<b>-3.378.040</b>	<b>-1.508.548</b>
<b>Profit/(loss) after taxation for discontinued operations (b)</b>		0	0	0	0
<b>Profit/(loss) after taxation (a)+(b)</b>		<b>-3.912.827</b>	<b>-3.371.509</b>	<b>-3.378.040</b>	<b>-1.508.548</b>
<u>Attributable to:</u>					
Equity Holders of the parent		-3.858.168	-3.249.416	-3.348.972	-1.445.464
Minority interest		-54.659	-122.094	-29.068	-63.084
		<b>-3.912.827</b>	<b>-3.371.509</b>	<b>-3.378.040</b>	<b>-1.508.548</b>
Interest Hedging		496.254	249.275	408.332	430.705
F.X. Differences		11.467	4.317	-47.783	11.107
Deferred Taxation		-99.251	-57.333	-81.666	-99.062
<b>Other Comprehensive Income after taxes</b>	5.12	<b>408.470</b>	<b>196.258</b>	<b>278.883</b>	<b>342.750</b>
<b>Total Comprehensive Income after taxes</b>		<b>-3.504.357</b>	<b>-3.175.251</b>	<b>-3.099.157</b>	<b>-1.165.798</b>
<u>Attributable to:</u>					
Equity Holders of the parent		-3.453.810	-3.055.032	-3.069.935	-1.100.279
Minority interest		-50.548	-120.219	-29.222	-65.519
		<b>-3.504.357</b>	<b>-3.175.251</b>	<b>-3.099.157</b>	<b>-1.165.798</b>
<b>Profit after taxes per share - (€)</b>	5.14	<b>-0,3858</b>	<b>-0,3249</b>	<b>-0,3349</b>	<b>-0,1445</b>
Depreciation & Amortization Expense		1.424.887	1.820.581	695.935	910.353
<b>EBITDA</b>		<b>1.442.534</b>	<b>793.385</b>	<b>-223.348</b>	<b>1.202.780</b>

<b>SIDMA S.A.</b>					
<b>Comprehensive Income Statement for the period from</b>					
<b>1 January to 30 June 2011</b>					
amounts in euros		<b>Company</b>			
	Notes	<b>1/1-30/6/2011</b>	<b>1/1-30/6/2010</b>	<b>1/4-30/6/2011</b>	<b>1/4-30/6/2010</b>
Turnover (sales)	<b>5.11</b>	34.310.713	38.186.126	16.897.436	20.485.058
Cost of Sales		-31.045.341	-35.119.668	-15.777.969	-18.330.030
<b>Gross Profit</b>		<b>3.265.372</b>	<b>3.066.459</b>	<b>1.119.467</b>	<b>2.155.029</b>
Other income		1.739.954	1.763.999	1.027.477	903.436
Administrative Expenses		-1.115.369	-1.359.527	-699.021	-687.956
Distribution/Selling Expenses		-3.770.010	-3.993.474	-1.930.005	-1.969.488
Other expenses		-231.413	-364.196	-223.473	-353.996
<b>Operating Profit (EBIT)</b>		<b>-111.466</b>	<b>-886.739</b>	<b>-705.555</b>	<b>47.025</b>
Finance Costs (net)		-2.450.140	-1.546.040	-1.396.767	-1.031.073
Income from investing operations		739	10.895	750	1.987
<b>Profit before taxation</b>		<b>-2.560.867</b>	<b>-2.421.884</b>	<b>-2.101.572</b>	<b>-982.061</b>
Less: Income Tax Expense	<b>5.10</b>	-70.356	515.992	-41.504	207.542
<b>Profit/(loss) after taxation for continued operations (a)</b>		<b>-2.631.223</b>	<b>-1.905.892</b>	<b>-2.143.076</b>	<b>-774.519</b>
<b>Profit/(loss) after taxation for discontinued operations (b)</b>		<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Profit/(loss) after taxation (a)+(b)</b>		<b>-2.631.223</b>	<b>-1.905.892</b>	<b>-2.143.076</b>	<b>-774.519</b>
Interest Hedging		410.595	237.102	411.552	446.516
F.X. Differences		0	0	0	0
Deferred Taxation		-82.119	-54.534	-82.310	-102.699
<b>Other Comprehensive Income after taxes</b>	<b>5.12</b>	<b>328.476</b>	<b>182.569</b>	<b>329.242</b>	<b>343.817</b>
<b>Total Comprehensive Income after taxes</b>		<b>-2.302.747</b>	<b>-1.723.323</b>	<b>-1.813.834</b>	<b>-430.702</b>
<b>Profit after taxes per share - (€)</b>	<b>5.14</b>	<b>-0,2631</b>	<b>-0,1906</b>	<b>-0,2143</b>	<b>-0,0775</b>
Depreciation & Amortization Expense		876.752	1.222.516	419.209	611.474
<b>EBITDA</b>		<b>765.285</b>	<b>335.777</b>	<b>-286.346</b>	<b>658.500</b>



### 4.3 Statement of Changes in Equity (group)

		SIDMA S.A. Consolidated Statement of changes in net equity for the period from 1 January to 30 June 2011								
		Group							MINORITY	TOTAL EQUITY
		SHAREHOLDERS'S EQUITY								
amounts in euros	notes	Share Capital	Share Premium	Reserves	Reserves from the revaluation of fixed assets in fair value	Goodwill from the acquisition of subsidiary company	Retained Earnings	Equity of the shareholders	Minority	Total Equity
<b>Net Equity Balance at 01 January 2010</b>		<b>13.500.000</b>	<b>9.875.000</b>	<b>14.142.222</b>	<b>958.285</b>	<b>-934.785</b>	<b>-1.018.095</b>	<b>36.522.626</b>	<b>1.917.097</b>	<b>38.439.723</b>
<b>Changes in Equity 1/1-30/6/2010</b>									<b>0</b>	<b>0</b>
<i>Adjustments in Equity excluding P&amp;L amounts</i>										
Stock Options		0	0	18.473	0	0	0	18.473	0	18.473
<b>Total adjustments in Equity</b>		<b>0</b>	<b>0</b>	<b>18.473</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>18.473</b>	<b>0</b>	<b>18.473</b>
Total Comprehensive Income after taxes		0	0	0	0	0	-3.055.032	-3.055.032	-120.219	-3.175.251
<b>Net Equity Balance at 30 June 2010</b>		<b>13.500.000</b>	<b>9.875.000</b>	<b>14.160.695</b>	<b>958.285</b>	<b>-934.785</b>	<b>-4.073.127</b>	<b>33.486.067</b>	<b>1.796.878</b>	<b>35.282.945</b>
<b>Net Equity Balance at 01 January 2011</b>		<b>13.500.000</b>	<b>9.875.000</b>	<b>14.179.169</b>	<b>958.285</b>	<b>-934.785</b>	<b>-7.518.657</b>	<b>30.059.012</b>	<b>511.495</b>	<b>30.570.507</b>
<b>Changes in Equity 1/1-30/6/2011</b>										
<i>Adjustments in Equity excluding P&amp;L amounts</i>										
Stock-options		0	0	11.957	0	0	0	11.957	0	11.957
<b>Total adjustments to the Equity</b>		<b>0</b>	<b>0</b>	<b>11.957</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>11.957</b>	<b>0</b>	<b>11.957</b>
Total Comprehensive Income		0	0	0	0	0	-3.453.810	-3.453.810	-50.548	-3.504.357
<b>Net Equity Balance at 30 June 2011</b>		<b>13.500.000</b>	<b>9.875.000</b>	<b>14.191.126</b>	<b>958.285</b>	<b>-934.785</b>	<b>-10.972.467</b>	<b>26.617.159</b>	<b>460.947</b>	<b>27.078.106</b>

#### 4.4 Statement of Changes in Equity (company)

<b>SIDMA S.A.</b>						
<b>Company's Statement of changes in equity for the period from</b>						
<b>1 January to 30 June 2011</b>						
<b>Company</b>						
amounts in euros	notes	<b>Share Capital</b>	<b>Share Premium</b>	<b>Reserves</b>	<b>Retained Earnings</b>	<b>Total Equity</b>
<b>Net Equity Balance at 01 January 2010</b>		<b>13.500.000</b>	<b>9.875.000</b>	<b>12.799.885</b>	<b>5.967.437</b>	<b>42.142.322</b>
<b>Changes in Equity 1/1-30/6/2010</b>						
<b>Adjustments in Equity excluding P&amp;L amounts</b>						
Tax free reserves from prior year profits		0	0	18.473	0	18.473
<b>Total adjustments in Equity</b>		<b>0</b>	<b>0</b>	<b>18.473</b>	<b>0</b>	<b>18.473</b>
Total Comprehensive Income after Taxes		0	0	0	-1.723.323	-1.723.323
<b>Net Equity Balance at 30 June 2010</b>		<b>13.500.000</b>	<b>9.875.000</b>	<b>12.818.358</b>	<b>4.244.114</b>	<b>40.437.471</b>
<b>Net Equity Balance at 01 January 2011</b>		<b>13.500.000</b>	<b>9.875.000</b>	<b>12.836.832</b>	<b>1.908.032</b>	<b>38.119.864</b>
<b>Changes in Equity 1/1-30/6/2011</b>						
<b>Adjustments in Equity excluding P&amp;L amounts</b>						
Stock-options		0	0	11.957	0	11.957
<b>Total adjustments to the Equity</b>		<b>0</b>	<b>0</b>	<b>11.957</b>	<b>0</b>	<b>11.957</b>
Total Comprehensive Income after Taxes		0	0	0	-2.302.747	-2.302.747
<b>Net Equity Balance at 30 June 2011</b>		<b>13.500.000</b>	<b>9.875.000</b>	<b>12.848.789</b>	<b>-394.715</b>	<b>35.829.074</b>

**4.5 Cash Flows Statement**

<b>SIDMA S.A.</b>				
<b>Cash Flow Statement for the period from</b>				
<b>1 January to 30 June 2011</b>				
<i>amounts in euros</i>				
	<b>Group</b>		<b>Company</b>	
	<b>1/1-30/6/2011</b>	<b>1/1-30/6/2010</b>	<b>1/1-30/6/2011</b>	<b>1/1-30/6/2010</b>
<b>Operating Activities</b>				
Profit before taxation	-3.790.888	-4.152.295	-2.560.867	-2.421.884
<b>Adjustments for:</b>				
Depreciation & amortization	1.534.378	1.880.219	926.603	1.222.516
Depreciation of granted assets	-109.489	-59.638	-49.851	0
Provisions	181.428	698.153	140.719	395.422
Income from previous year's provisions	-155.407	0	-121.525	0
Exchange Differences	122.538	330.310	0	0
Income and expenses from investing activities	-219.279	-152.648	-167.462	-112.658
Other non cash income/expenses	-17.117	-10.673	0	0
Finance Costs	5.695.837	4.084.403	2.753.598	1.758.953
<b>Adjustments for changes in working capital</b>				
Decrease/(increase) in inventories	249.367	-2.346.924	1.422.802	-1.573.843
Decrease/(increase) in receivables	-260.103	-10.515.636	-236.532	-8.163.335
(Decrease)/increase in payables(except bank loans and overdrafts)	-2.019.901	9.512.059	-1.884.160	8.377.832
Less:				
Financial Costs paid	-6.118.071	-3.921.504	-3.138.008	-1.589.412
Taxes paid	0	-2.517	0	0
<b>Total inflows / (outflows) from operating activities (a)</b>	<b>-4.906.708</b>	<b>-4.656.691</b>	<b>-2.914.682</b>	<b>-2.106.408</b>
<b>Investing activities</b>				
Acquisition of subsidiaries	0	0	0	0
Purchase of tangible and intangible assets	-1.744.711	-343.502	-1.708.701	-267.023
Proceeds on disposal of tangible and intangible assets	1.506	27.199	1.506	23.627
Dividends received	0	0	0	0
Interests received	196.686	118.509	150.050	91.586
<b>Total inflows / (outflows) from investing activities (b)</b>	<b>-1.546.520</b>	<b>-197.795</b>	<b>-1.557.145</b>	<b>-151.810</b>
<b>Financing Activities</b>				
Share Capital Increase	0	0	0	0
New bank loans raised	5.145.032	11.935.553	3.095.059	6.068.989
Repayments of loans	-2.617.192	0	0	0
Repayments of financial leasing agreements	-62.779	-149.689	0	0
Dividends paid	0	0	0	0
Grants received	243.630	0	243.630	0
<b>Total inflows / (outflows) from financing activities (c)</b>	<b>2.708.691</b>	<b>11.785.864</b>	<b>3.338.689</b>	<b>6.068.989</b>
<b>Net Increase/(Decrease) in cash and cash equivalents (a) +(b) + (c)</b>	<b>-3.744.536</b>	<b>6.931.379</b>	<b>-1.133.138</b>	<b>3.810.771</b>
<b>Cash and cash equivalents at the beginning of the period</b>	<b>27.530.626</b>	<b>12.773.930</b>	<b>19.420.501</b>	<b>11.249.019</b>
<b>Cash and cash equivalents at the end of the period</b>	<b>23.786.091</b>	<b>19.705.309</b>	<b>18.287.363</b>	<b>15.059.790</b>

## **5 Additional Information on the Interim Financial Statements**

### **5.1 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 30 VASILEOS GEORGIOU ST., 152 33 ATHENS, while the location of the company's central offices is 54<sup>th</sup>, ATHENS – LAMIA N.R., 320 11 INOFYTA and its site is [www.sidma.gr](http://www.sidma.gr). The company is listed on the Athens Stock Exchange under the category of Basic Metals. Athens Stock Exchange B.o.D dated 23/5/2011 decided the lift of the Supervision placed on the shares of the company following the satisfaction of the relevant criteria as provided for in the ATHEX Rulebook. The transfer of shares of the company to the Medium & Small Capitalisation Category was effective as of 24<sup>th</sup>, May, 2011.

In the consolidated financial statements the following companies are included:

- **PANELCO S.A** (94% subsidiary), which area of activity is the industrial production and manufacturing of metal and thermo-insulating elements. The company's headquarters are also located at 30 VASILEOS GEORGIOU ST., 152 33 ATHENS, while the location of the company's central offices is 54<sup>th</sup>, ATHENS – LAMIA N.R., 320 11 INOFYTA.
- **SIDMA WORLDWIDE LIMITED** (100% Subsidiary) whose sole purpose is to participate in SIDMA's subsidiaries in the Balkans Area. The 100% holding subsidiary "SIDMA WORLDWIDE LIMITED" was founded in Cyprus.
- The 100% subsidiaries **SIDMA Romania SRL** founded in Romania and **SIDMA Bulgaria S.A.** founded in Bulgaria, with the same purpose as the mother company through the Cyprus holding company SIDMA WORLDWIDE LIMITED.

### **5.2 Basis for preparation of financial statements**

The Group Interim Financial Statements of SIDMA S.A cover the first six months of the fiscal year 2011 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 31.12.2011 according to IFRS.

### **5.3 Principal Accounting Policies**

The accounting principles that have been used in the preparation and presentation of the interim financial statements of the period 01.01.2011-30.06.2011 are in accordance with those used for the preparation of the Company and Group financial statements of previous periods, apart from the amendments to standards and interpretations that have been issued and are mandatory for periods beginning during the current reporting period or subsequent reporting periods. The Group's evaluation of the effect of these new standards, amendments to standards and interpretations is described below.

#### **5.4 New standards, amendments to standards and interpretations**

Certain new standards, amendments to standards and interpretations have been issued that are mandatory for periods beginning during the current financial year and subsequent years. The Group's evaluation of the effect of these new standards, amendments to standards and interpretations is as follows:

Standards and Interpretations effective for the current financial year

##### **IAS 24 (Revised) "Related Party Disclosures"**

This amendment attempts to reduce disclosures of transactions between government-related entities and clarify related-party definition. More specifically, it removes the requirement for government-related entities to disclose details of all transactions with the government and other government-related entities, clarifies and simplifies the definition of a related party and requires the disclosure not only of the relationships, transactions and outstanding balances between related parties, but of commitments as well in both the consolidated and the individual financial statements. This revision does not affect the Group's financial statements.

##### **IAS 32 (Amendment) "Financial Instruments: Presentation"**

This amendment clarifies how certain rights issues should be classified. In particular, based on this amendment, rights, options or warrants to acquire a fixed number of the entity's own equity instruments for a fixed amount of any currency are equity instruments if the entity offers the rights, options or warrants pro rata to all of its existing owners of the same class of its own non-derivative equity instruments. This amendment is not relevant to the Group.

##### **IFRIC 19 "Extinguishing Financial Liabilities with Equity Instruments"**

This interpretation addresses the accounting by the entity that issues equity instruments to a creditor in order to settle, in full or in part, a financial liability. This interpretation is not relevant to the Group.

##### **IFRIC 14 (Amendment) "The Limit on a Defined Benefit Asset, Minimum Funding Requirements and their Interaction"**

The amendments apply in limited circumstances: when an entity is subject to minimum funding requirements and makes an early payment of contributions to cover those requirements. The amendments permit such an entity to treat the benefit of such an early payment as an asset. This interpretation is not relevant to the Group.

#### Amendments to standards that form part of the IASB's 2010 annual improvements project

The amendments set out below describe the key changes to IFRSs following the publication in May 2010 of the results of the IASB's annual improvements project. Unless otherwise stated the following amendments do not have a material impact on the Group's financial statements.

### **IFRS 3 "Business Combinations"**

The amendments provide additional guidance with respect to: (i) contingent consideration arrangements arising from business combinations with acquisition dates preceding the application of IFRS 3 (2008); (ii) measuring non-controlling interests; and (iii) accounting for share-based payment transactions that are part of a business combination, including un-replaced and voluntarily replaced share-based payment awards.

### **IFRS 7 "Financial Instruments: Disclosures"**

The amendments include multiple clarifications related to the disclosure of financial instruments.

### **IAS 1 "Presentation of Financial Statements"**

The amendment clarifies that entities may present an analysis of the components of other comprehensive income either in the statement of changes in equity or within the notes.

### **IAS 27 "Consolidated and Separate Financial Statements"**

The amendment clarifies that the consequential amendments to IAS 21, IAS 28 and IAS 31 resulting from the 2008 revisions to IAS 27 are to be applied prospectively.

### **IAS 34 "Interim Financial Reporting"**

The amendment places greater emphasis on the disclosure principles that should be applied with respect to significant events and transactions, including changes to fair value measurements, and the need to update relevant information from the most recent annual report.

### **IFRIC 13 "Customer Loyalty Programmes"**

The amendment clarifies the meaning of the term 'fair value' in the context of measuring award credits under customer loyalty programmes.

### Standards and Interpretations effective from periods beginning on or after 1 January 2012

### **IFRS 7 (Amendment) "Financial Instruments: Disclosures" – transfers of financial assets (effective for annual periods beginning on or after 1 July 2011)**

This amendment sets out disclosure requirements for transferred financial assets not derecognised in their entirety as well as on transferred financial assets derecognised in their entirety but in which the reporting entity has continuing involvement. It also provides guidance on applying the disclosure requirements. This amendment has not yet been endorsed by the EU.

### **IAS 12 (Amendment) "Income Taxes" (effective for annual periods beginning on or after 1 January 2012)**

The amendment to IAS 12 provides a practical approach for measuring deferred tax liabilities and deferred tax assets when investment property is measured using the fair value model in IAS 40 "Investment Property". This amendment has not yet been endorsed by the EU.

**IAS 1 (Amendment) "Presentation of Financial Statements"** (effective for annual periods beginning on or after 1 July 2012)

The amendment requires entities to separate items presented in other comprehensive income into two groups, based on whether or not they may be recycled to profit or loss in the future. This amendment has not yet been endorsed by the EU.

**IAS 19 (Amendment) "Employee Benefits"** (effective for annual periods beginning on or after 1 January 2013)

This amendment makes significant changes to the recognition and measurement of defined benefit pension expense and termination benefits (eliminates the corridor approach) and to the disclosures for all employee benefits. The key changes relate mainly to recognition of actuarial gains and losses, recognition of past service cost / curtailment, measurement of pension expense, disclosure requirements, treatment of expenses and taxes relating to employee benefit plans and distinction between "short-term" and "other long-term" benefits. This amendment has not yet been endorsed by the EU.

**IFRS 9 "Financial Instruments"** (effective for annual periods beginning on or after 1 January 2013)

IFRS 9 is the first Phase of the Board's project to replace IAS 39 and deals with the classification and measurement of financial assets and financial liabilities. The IASB intends to expand IFRS 9 in subsequent phases in order to add new requirements for impairment and hedge accounting. The Group is currently investigating the impact of IFRS 9 on its financial statements. The Group cannot currently early adopt IFRS 9 as it has not been endorsed by the EU. Only once approved will the Group decide if IFRS 9 will be adopted prior to 1 January 2013.

**IFRS 13 "Fair Value Measurement"** (Effective for annual periods beginning on or after 1 January 2013)

IFRS 13 provides new guidance on fair value measurement and disclosure requirements. These requirements do not extend the use of fair value accounting but provide guidance on how it should be applied where its use is already required or permitted by other standards within IFRSs. IFRS 13 provides a precise definition of fair value and a single source of fair value measurement and disclosure requirements for use across IFRSs. Disclosure requirements are enhanced and apply to all assets and liabilities measured at fair value, not just financial ones. This standard has not yet been endorsed by the EU.

**Group of standards on consolidation and joint arrangements** (effective for annual periods beginning on or after 1 January 2013)

The IASB has published five new standards on consolidation and joint arrangements: IFRS 10, IFRS 11, IFRS 12, IAS 27 (amendment) and IAS 28 (amendment). These standards are

effective for annual periods beginning on or after 1 January 2013. Earlier application is permitted only if the entire “package” of five standards is adopted at the same time. These standards have not yet been endorsed by the EU. The Group is in the process of assessing the impact of the new standards on its consolidated financial statements. The main provisions are as follows:

**IFRS 10 “Consolidated Financial Statements”**

IFRS 10 replaces all of the guidance on control and consolidation in IAS 27 and SIC 12. The new standard changes the definition of control for the purpose of determining which entities should be consolidated. This definition is supported by extensive application guidance that addresses the different ways in which a reporting entity (investor) might control another entity (investee). The revised definition of control focuses on the need to have both power (the current ability to direct the activities that significantly influence returns) and variable returns (can be positive, negative or both) before control is present. The new standard also includes guidance on participating and protective rights, as well as on agency/ principal relationships.

**IFRS 11 “Joint Arrangements”**

IFRS 11 provides for a more realistic reflection of joint arrangements by focusing on the rights and obligations of the arrangement, rather than its legal form. The types of joint arrangements are reduced to two: joint operations and joint ventures. Proportional consolidation of joint ventures is no longer allowed. Equity accounting is mandatory for participants in joint ventures. Entities that participate in joint operations will follow accounting much like that for joint assets or joint operations today. The standard also provides guidance for parties that participate in joint arrangements but do not have joint control.

**IFRS 12 “Disclosure of Interests in Other Entities”**

IFRS 12 requires entities to disclose information, including significant judgments and assumptions, which enable users of financial statements to evaluate the nature, risks and financial effects associated with the entity’s interests in subsidiaries, associates, joint arrangements and unconsolidated structured entities. An entity can provide any or all of the above disclosures without having to apply IFRS 12 in its entirety, or IFRS 10 or 11, or the amended IAS 27 or 28.

**IAS 27 (Amendment) “Separate Financial Statements”**

This Standard is issued concurrently with IFRS 10 and together, the two IFRSs supersede IAS 27 “Consolidated and Separate Financial Statements”. The amended IAS 27 prescribes the accounting and disclosure requirements for investment in subsidiaries, joint ventures and associates when an entity prepares separate financial statements. At the same time, the Board relocated to IAS 27 requirements from IAS 28 “Investments in Associates” and IAS 31 “Interests in Joint Ventures” regarding separate financial statements.

**IAS 28 (Amendment) “Investments in Associates and Joint Ventures”**

IAS 28 “Investments in Associates and Joint Ventures” replaces IAS 28 “Investments in Associates”. The objective of this Standard is to prescribe the accounting for investments in



associates and to set out the requirements for the application of the equity method when accounting for investments in associates and joint ventures, following the issue of IFRS 11.

## 5.5 Group's structure

The mother company and the subsidiaries included in the Consolidated Financial Statements, with the percentage of participation and the country located as in 30th June 2011, are presented in the following table:

Company	Direct percentage of participation	Indirect percentage of participation	Total percentage	Country	Consolidation Method	Activity Sectors
SIDMA S.A.	Mother	-	Mother	Greece	Full	STEEL SERVICE CENTER
PANELCO S.A.	94%	0%	80%	Greece	Full	PANELS
SIDMA WORLDWIDE LIMITED	100%	0%	100%	Cyprus	Full	HOLDING
SIDMA ROMANIA SRL	0%	100%	100%	Romania	Full	STEEL SERVICE CENTER
SIDMA BULGARIA S.A	0%	100%	100%	Bulgaria	Full	STEEL SERVICE CENTER

During the current period, there were no changes to the percentages of the participation to the Share Capital of the above companies, in comparison with the previous reporting period.

Consolidated Financial Statements of SIDMA S.A. group of companies is included under Equity Method, to the Consolidated Financial Statements of SIDENOR S.A. group of companies, located in Athens, Mesogion 2-4 Str. The percentage applied for the consolidation of the period 01.01.2011 – 30.06.2011 is 24.23%.

## 5.6 Financial information by sector

Commencing fiscal year 2009, the Group applies IFRS 8 "Operating Segments" which replaces IAS 14 "Segment Reporting". In accordance with IFRS 8, reportable operating segments are identified based on the "management approach". This approach stipulates external segment reporting based on the Group's internal organizational and management structure and on key figures of internal financial reporting to the chief operating decision maker who, in the case of SIDMA Group, is considered to be the Chief Executive Officer that is responsible for measuring the business performance of the segments.

For management purposes the Group is organized into business units based on the nature of the product and services provided. SIDMA has identified two reportable profit generating segments, "Steel segment" and "Panel segment".

Steel segment is comprised of the activities of steel transformation and trading of the mother company SIDMA SA plus SIDMA ROMANIA SRL and SIDMA BULGARIA SA.

Panel segment is comprised of the activities of the industrial panel manufacturing and trading of metal and thermo-insulating elements (Panels) of the subsidiary company PANELCO SA.

Operating Segments								
	Period from 1/1-30/6/2011				Period from 1/1-30/6/2010			
	Steel Segment	Panel Segment	Elimination of Intercompany Transactions	Total	Steel Segment	Panel Segment	Elimination of Intercompany Transactions	Total
<b>Turnover (sales)</b>								
Sales to third parties	52.708.204	5.331.043	0	58.039.247	56.257.944	6.120.783	0	62.378.727
Intercompany sales	812.140	66.178	-878.318	0	237.763	0	-237.763	0
<b>Total sales per segment</b>	<b>53.520.345</b>	<b>5.397.221</b>	<b>-878.318</b>	<b>58.039.247</b>	<b>56.495.707</b>	<b>6.120.783</b>	<b>-237.763</b>	<b>62.378.727</b>
<b>Profit from operations</b>	<b>583.492</b>	<b>-566.187</b>	<b>342</b>	<b>17.647</b>	<b>-441.549</b>	<b>-539.562</b>	<b>-46.085</b>	<b>-1.027.196</b>
<b>Profit before taxes</b>	<b>-2.900.900</b>	<b>-890.330</b>	<b>342</b>	<b>-3.790.888</b>	<b>-3.321.783</b>	<b>-783.855</b>	<b>-46.658</b>	<b>-4.152.295</b>
<b>Profit after taxes</b>	<b>-3.002.104</b>	<b>-910.987</b>	<b>263</b>	<b>-3.912.827</b>	<b>-2.723.044</b>	<b>-610.468</b>	<b>-37.997</b>	<b>-3.371.509</b>
<b>Balance Sheet</b>								
<b>Assets</b>								
Segment assets	158.834.616	20.406.991	0	179.241.607	169.240.945	23.164.493	0	192.405.438
Related companies' assets	30.204.013	5.668	-30.209.681	0	25.003.671	6.079	-25.009.750	0
<b>Total assets</b>	<b>189.038.630</b>	<b>20.412.659</b>	<b>-30.209.681</b>	<b>179.241.607</b>	<b>194.244.616</b>	<b>23.170.572</b>	<b>-25.009.750</b>	<b>192.405.439</b>
<b>Liabilities</b>								
Segment long-term and short-term liabilities	139.442.661	12.720.839	0	152.163.500	142.972.360	14.150.135	0	157.122.495
Liabilities to related companies	302.428	9.641	-312.069	0	188.839	36.134	-224.972	0
<b>Total liabilities</b>	<b>139.745.089</b>	<b>12.730.480</b>	<b>-312.069</b>	<b>152.163.500</b>	<b>143.161.199</b>	<b>14.186.269</b>	<b>-224.972</b>	<b>157.122.495</b>

Moreover, below are presented the geographic segments. Geographical segments provide products or services within a particular economic environment that is subject to risks and returns that are different from those of components operating in other economic environments. Regarding geographic segment, the majority of group sales take place in Greece. Nevertheless the portion of sales outside Greece is growing rapidly.

Amounts in Euro Company	1/1-30/6/2011			1/1-30/6/2010		
	Greece	Abroad	Total	Greece	Abroad	Total
SIDMA S.A.	29.099.863	4.501.097	<b>33.600.959</b>	36.515.093	1.555.077	<b>38.070.170</b>
PANELCO S.A.	3.840.584	1.490.459	<b>5.331.043</b>	5.260.106	860.677	<b>6.120.783</b>
SIDMA BULGARIA S.A.	0	6.590.435	<b>6.590.435</b>	0	6.662.330	<b>6.662.330</b>
SIDMA ROMANIA SRL	0	12.516.809	<b>12.516.809</b>	0	11.525.443	<b>11.525.443</b>
<b>Total</b>	<b>32.940.446</b>	<b>25.098.801</b>	<b>58.039.247</b>	<b>41.775.198</b>	<b>20.603.528</b>	<b>62.378.727</b>

Note: Intra-group transactions have been written-off

## 5.7 Tangible and Intangible Assets

The tangible and intangible assets of the Group and the Company are analyzed as follows:

	Group						Grand Total
	Land	Buildings	Machinery	Transportation	Other equipment	Assets under construction	
Acquisition Cost or Deem Cost at Balance at 01 January 2010	17.472.288	29.333.077	24.791.925	1.898.054	1.667.592	753.849	<b>75.916.783</b>
less: Accumulated depreciation	0	-3.680.521	-9.438.888	-944.672	-1.242.691	0	<b>-15.306.773</b>
Exchange differences	-92.827	-215.555	-62.552	-4.956	-4.090	-1.081	<b>-381.061</b>
<b>Book Value in 01 January 2010</b>	<b>17.379.461</b>	<b>25.437.001</b>	<b>15.290.484</b>	<b>948.425</b>	<b>420.811</b>	<b>752.768</b>	<b>60.228.949</b>
Additions	0	668.042	441.734	25.261	80.441	287.187	<b>1.502.665</b>
Sales or Deletions	0	0	-49.419	-47.334	-53	-484.194	<b>-581.000</b>
Non-current assets held for sale	-6.362.000	-3.688.655	-47.043	0	0	0	<b>-10.097.698</b>
Depreciation	0	-833.000	-1.774.075	-165.247	-125.208	0	<b>-2.897.530</b>
Depreciation of sold or deleted assets	0	0	47.512	42.704	16	0	<b>90.232</b>
Exchange differences	-20.110	-43.845	-16.516	-336	-670	-101	<b>-81.577</b>
Acquisition Cost or Deem Cost at Balance at 31 December 2010	11.110.288	26.312.464	25.137.196	1.875.981	1.747.979	556.842	<b>66.740.750</b>
less: Accumulated depreciation	0	-4.513.522	-11.165.451	-1.067.216	-1.367.883	0	<b>-18.114.071</b>
Exchange differences	-112.937	-259.400	-79.068	-5.292	-4.760	-1.182	<b>-462.638</b>
<b>Book Value in 31 December 2010</b>	<b>10.997.351</b>	<b>21.539.543</b>	<b>13.892.678</b>	<b>803.474</b>	<b>375.337</b>	<b>555.660</b>	<b>48.164.042</b>
Additions	0	-4.777	327.665	13.286	82.932	1.422.170	<b>1.841.275</b>
Sales or Deletions	0	0	0	0	-13.830	-120.692	<b>-134.522</b>
Depreciation	0	-398.456	-887.638	-101.035	-61.382	0	<b>-1.448.512</b>
Depreciation of sold or deleted assets	0	0	0	0	13.064	0	<b>13.064</b>
Exchange differences	17.988	40.168	16.188	769	756	1.306	<b>77.176</b>
Acquisition Cost or Deem Cost at Balance at 30 June 2011	11.110.288	26.307.686	25.464.861	1.889.267	1.817.082	1.858.320	<b>68.447.504</b>
less: Accumulated depreciation	0	-4.911.977	-12.053.088	-1.168.251	-1.416.201	0	<b>-19.549.518</b>
Exchange differences	-94.948	-219.231	-62.880	-4.522	-4.003	124	<b>-385.462</b>
<b>Book Value in 30 June 2011</b>	<b>11.015.339</b>	<b>21.176.477</b>	<b>13.348.893</b>	<b>716.494</b>	<b>396.877</b>	<b>1.858.443</b>	<b>48.512.524</b>

	Company						Grand Total
	Land	Buildings	Machinery	Transportation	Other equipment	Assets under construction	
Acquisition Cost or Deem Cost at Balance at 01 January 2011	14.502.877	19.161.041	15.745.758	1.370.250	1.288.466	108.001	<b>52.176.393</b>
less: Accumulated depreciation	0	-2.142.080	-6.109.403	-587.869	-1.040.780	0	<b>-9.880.134</b>
<b>Book Value in 01 January 2010</b>	<b>14.502.877</b>	<b>17.018.961</b>	<b>9.636.354</b>	<b>782.381</b>	<b>247.686</b>	<b>108.001</b>	<b>42.296.259</b>
Additions	0	41.539	287.178	7.443	73.712	766.031	<b>1.175.903</b>
Sales or Deletions	0	0	-48.528	-57.030	-53	-472.490	<b>-578.100</b>
Non-current assets held for sale	-6.362.000	-3.688.655	-47.043	0	0	0	<b>-10.097.698</b>
Depreciation	0	-506.806	-1.047.927	-112.042	-82.062	0	<b>-1.748.837</b>
Depreciation of sold or deleted assets	0	0	47.199	45.408	16	0	<b>92.623</b>
Acquisition Cost or Deem Cost at Balance at 31 December 2010	8.140.877	15.513.925	15.937.364	1.320.664	1.362.125	401.542	<b>42.676.498</b>
less: Accumulated depreciation	0	-2.648.886	-7.110.132	-654.503	-1.122.827	0	<b>-11.536.348</b>
<b>Book Value in 31 December 2010</b>	<b>8.140.877</b>	<b>12.865.039</b>	<b>8.827.233</b>	<b>666.161</b>	<b>239.298</b>	<b>401.542</b>	<b>31.140.150</b>
Additions	0	0	189.133	13.131	77.822	1.405.404	<b>1.685.490</b>
Sales or Deletions	0	0	0	0	-13.830	0	<b>-13.830</b>
Depreciation	0	-217.851	-519.113	-73.844	-44.585	0	<b>-855.393</b>
Depreciation of sold or deleted assets	0	0	0	0	13.064	0	<b>13.064</b>
Acquisition Cost or Deem Cost at Balance at 30 June 2011	8.140.877	15.513.925	16.126.497	1.333.795	1.426.117	1.806.946	<b>44.348.158</b>
less: Accumulated depreciation	0	-2.866.737	-7.629.245	-728.347	-1.154.348	0	<b>-12.378.677</b>
<b>Book Value in 30 June 2011</b>	<b>8.140.877</b>	<b>12.647.188</b>	<b>8.497.252</b>	<b>605.448</b>	<b>271.770</b>	<b>1.806.946</b>	<b>31.969.481</b>

The item of fixed assets under construction mainly concerns the construction of new warehouses in Inofyta.

On 31.12.2010, company Management reassessed the useful life of machinery and thus its accumulated depreciation is reduced by € 676,000 for the company (of which, the amount of €

224,000 concerns the current period) and € 833,000 for the Group (of which, the amount of € 277,000 concerns the current period) in relation to the depreciation that would have arisen if the useful life of machinery had not been changed.

There are no liens on the properties of the company and the Group, save the properties of the subsidiary SIDMA Romania S.R.L. on which statutory mortgages equal to € 6.5 million have been registered.

As of 01/07/2010 the value of the plot and the non-depreciated balance of the premises in Aspropyrgos, which company Management decided to sell, have been transferred to the item "Non-current assets held for sale". The said property was measured at its book value which is less than the fair value less selling expenses.

	Group		
	Consolidation differences as goodwill	Software programs	Grand Total
Acquisition Cost or Deem Cost at Balance at 01 January 2010	691.115	1.268.877	1.959.992
less: Accumulated depreciation	0	-721.547	-721.547
Exchange differences	0	-1.685	-1.685
<b>Book Value in 01 January 2010</b>	<b>691.115</b>	<b>545.644</b>	<b>1.236.760</b>
Additions	0	18.994	<b>18.994</b>
Sales or Deletions	0	-1.450	<b>-1.450</b>
Depreciation	0	-195.707	<b>-195.707</b>
Depreciation of sold or deleted assets	0	0	<b>0</b>
Exchange differences	0	-27	<b>-27</b>
Acquisition Cost or Deem Cost at Balance at 31 December 2010	691.115	1.286.421	<b>1.977.536</b>
less: Accumulated depreciation	0	-917.254	<b>-917.254</b>
Exchange differences	0	-1.712	<b>-1.712</b>
<b>Book Value in 31 December 2010</b>	<b>691.115</b>	<b>367.455</b>	<b>1.058.570</b>
Additions	0	24.126	<b>24.126</b>
Sales or Deletions	0	0	<b>0</b>
Depreciation	0	-85.866	<b>-85.866</b>
Depreciation of sold or deleted assets	0	0	<b>0</b>
Exchange differences	0	65	<b>65</b>
Acquisition Cost or Deem Cost at Balance at 30 June 2011	691.115	1.310.547	<b>2.001.662</b>
less: Accumulated depreciation	0	-1.003.120	<b>-1.003.120</b>
Exchange differences	0	-1.647	<b>-1.647</b>
<b>Book Value in 30 June 2011</b>	<b>691.115</b>	<b>305.780</b>	<b>996.895</b>

The goodwill arose from the acquisition of a subsidiary which is considered a specific cash flow generating unit and, based on the results of the impairment test, no losses have arisen.

	Company	
	Software programs	Grand Total
Acquisition Cost or Deem Cost at Balance at 01 January 2011	1.121.796	<b>1.121.796</b>
less: Accumulated depreciation	-652.465	<b>-652.465</b>
<b>Book Value in 01 January 2010</b>	<b>469.331</b>	<b>469.331</b>
Additions	18.604	<b>18.604</b>
Sales or Deletions	0	<b>0</b>
Depreciation	-144.230	<b>-144.230</b>
Depreciation of sold or deleted assets	0	<b>0</b>
Acquisition Cost or Deem Cost at Balance at 31 December 2010	1.140.400	<b>1.140.400</b>
less: Accumulated depreciation	-796.695	<b>-796.695</b>
<b>Book Value in 31 December 2010</b>	<b>343.705</b>	<b>343.705</b>
Additions	23.212	<b>23.212</b>
Sales or Deletions	0	<b>0</b>
Depreciation	-71.210	<b>-71.210</b>
Depreciation of sold or deleted assets	0	<b>0</b>
Acquisition Cost or Deem Cost at Balance at 30 June 2011	1.163.612	<b>1.163.612</b>
less: Accumulated depreciation	-867.904	<b>-867.904</b>
<b>Book Value in 30 June 2011</b>	<b>295.708</b>	<b>295.708</b>

## 5.8 Investments in Subsidiaries

During the current interim period, 01.01-30.06.2011, there was no change either in the percentage participation or in the composition of the capital shares of the mother company's and the subsidiaries, as well.

## 5.9 Customers and other trade receivables

On 30/06/2011, receivables equal to € 31.831.309 (2010: 32.488.502) and € 45.052.773 (2010: 46.630.100) concerned customers with no arrears in the repayment of their debt (balances up to 150 days from invoice's issue) for the Company and the Group respectively.

Ageing	Group		Company	
	30/6/2011	31/12/2010	30/6/2011	31/12/2010
0-120	35.596.717	35.846.274	22.787.133	22.154.016
121-150	9.456.056	10.783.826	9.044.176	10.334.486
151-180	6.716.001	6.365.288	6.413.726	6.042.914
180+	6.101.906	5.815.833	5.178.614	5.361.329
<b>Total</b>	<b>57.870.680</b>	<b>58.811.222</b>	<b>43.423.648</b>	<b>43.892.746</b>

Customer receivables from expiry of which a period less than three months has elapsed are not considered impaired. On 30.06.2011, customer receivables that have expired and have not been impaired amounted to € 11.592.340 (2010: 11.404.243) for the Company and € 12.817.907 (2010: 12.181.121) for the Group. These receivables concern customers that have no record of collection risk. The company records the level of receivables and makes a provision for doubtful debts, if a collection risk is acknowledged. To recognize a possible incapability of

collection, the company might judge based on how long the debt exist, the bankruptcy of the debtor or the debtor's incapability to meet his payment deadlines in general.

The breakdown of Customer receivables is as follows:

	Group		Company	
	30/6/2011	31/12/2010	30/6/2011	31/12/2010
Customers	32.264.764	29.358.678	23.611.938	21.863.623
Notes receivable	2.441.368	1.531.611	202.147	63.064
Cheques receivable	23.164.548	27.920.933	19.609.563	21.966.059
Doubtful customers & other debtors	7.196.331	6.737.532	3.398.181	2.938.012
Less: Impairment provisions	-3.779.581	-3.660.023	-1.870.726	-1.750.726
<b>Total</b>	<b>61.287.430</b>	<b>61.888.731</b>	<b>44.951.104</b>	<b>45.080.032</b>

### 5.10 Income Tax & Deferred Tax

- The Tax expense that corresponds to the period ended on 30th of June 2011 was not estimated, because the company presented losses.
- The Group has chosen to use a tax rate of 20% in order to estimate the deferred taxes arising from temporary differences between the book value and the tax base of assets or liabilities for both periods.

### 5.11 Revenues

Sales for the period 01.01.2011 – 30.06.2011, are analyzed by category of products and services (using Greek Statistical Service Codes – STAKOD 03) as follows:

Amounts in Euros	1/1-30/6/2011		1/1-30/6/2010	
	Group	Company	Group	Company
27.10 Manufacture of basic iron, steel and ferro-alloys	29.549.509	22.352.451	32.228.220	25.077.844
51.52 Wholesale of metals and metal ores	22.180.588	10.858.650	22.582.967	11.444.259
28.11 Manufacture of metal structures and parts of structures	5.209.539	0	5.903.516	0
28.51 Treatment and coating of metals	1.096.930	1.096.930	1.657.468	1.657.468
27.22 Manufacture of steel tubes	2.682	2.682	6.556	6.556
<b>Grand Total</b>	<b>58.039.248</b>	<b>34.310.713</b>	<b>62.378.727</b>	<b>38.186.126</b>

Moreover, the parent company performed on behalf of third parties (Consignment), during the first six months of 2011, sales amounted to € **16.807.426** compared to sales of € **21.287.679** during the relevant period of 2010.

### 5.12 Other Comprehensive Income after taxes

The analysis of the Other Comprehensive Income after Taxes is shown below and results from the valuation of the Interest Hedging instruments and the impact of the relevant differed taxation.

amounts in euros	Group		Company	
	1.1 - 30.6.2010	1.1 - 30.06.2009	1.1 - 30.6.2010	1.1 - 30.06.2009
Interest Hedging	496.254	249.275	410.595	237.102
FX Differences	11.467	4.317	0	0
Differed Taxation	-99.251	-57.333	-82.119	-54.534
<b>Other Comprehensive Income after taxes</b>	<b>408.470</b>	<b>196.258</b>	<b>328.476</b>	<b>182.569</b>

### 5.13 Long and Short Term Debt

Long-term loans refer mainly to bond loans issued by the Company and the Group, which are ordinary, non-convertible and are divided into ordinary, unregistered bonds, provide bondholders with interest collection, have a term of three to five years and are payable upon maturity. Of the aforementioned loans amount € 59,9 millions and € 64,9 millions for the Company and the Group respectively are due in 2011.

The company has entered into a bond loan agreement equal to € 49 million with its cooperating banks in order to refinance the existing maturing bond loan equal to € 51.5 million. The loan will have a five-year term.

	Group		Company	
	30/6/2011	30/6/2010	30/6/2011	30/6/2010
<b>Long-term liabilities</b>				
Long-term bank loans	6.839.263	14.189.045	5.000.000	5.000.000
Obligations under finance leasing (long-terms)	0	0	0	0
<b>Total long-term liabilities (a)</b>	<b>6.839.263</b>	<b>14.189.045</b>	<b>5.000.000</b>	<b>5.000.000</b>
<b>Short-term liabilities</b>				
Short-term bank loans	94.387.824	32.727.039	72.151.802	10.455.745
Obligations under finance leasing	788	62.779	0	0
Current installments of long-term loans	12.505.864	65.480.090	0	59.875.574
Financing through factoring	1.209.257	0	1.209.257	0
<b>Total long-term liabilities (b)</b>	<b>108.103.733</b>	<b>98.269.908</b>	<b>73.361.059</b>	<b>70.331.319</b>
<b>Grand Total (a)+(b)</b>	<b>114.942.996</b>	<b>112.458.953</b>	<b>78.361.059</b>	<b>75.331.319</b>

	Group		Company	
	30/6/2011	30/6/2010	30/6/2011	30/6/2010
Up to 1 year	87.998.667	77.779.761	73.361.059	70.331.319
Between 1 and 2 years	20.105.066	22.873.630	0	0
Between 2 and 5 years	6.839.263	11.805.562	5.000.000	5.000.000
More than 5 years	0	0	0	0
<b>Total</b>	<b>114.942.996</b>	<b>112.458.953</b>	<b>78.361.059</b>	<b>75.331.319</b>

On 30.06.2011 the Group had total debt of € 115 millions with weighted average borrowing cost of 6,2% whereas the company had total debt of € 78,4 millions with weighted average borrowing cost of 5,7%.

Both Long and Short term debts are unsecured apart from a prenotation that has been registered on the properties of "SIDMA Romania S.R.L.", totalling € 6.5 millions to secure a bond loan amounting to € 4.6 millions. Also € 12,2 millions post-dated checks and blocked bank-accounts have been assigned to secure a bond loan amounting to € 10 millions.

### 5.14 Earnings per share

	Group		Company	
	30/06/2011	30/06/2010	30/06/2011	30/06/2010
Profit/loss to the Shareholders of the mother company	-3.858.168	-3.249.416	-2.631.223	-1.905.892
Weighted number of shares	10.000.000	10.000.000	10.000.000	10.000.000
Basic Earnings/losses Per Share (EURO/share)	-0,3858	-0,3249	-0,2631	-0,1906

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.

### **5.15 Non-audited Fiscal Years**

The Company and the subsidiary PANELCO S.A. have been audited by the competent tax authorities until, and including, 2007.

The other companies of the Group: SIDMA WORLDWIDE CYPRUS LTD has been tax audited for 2009, SIDMA ROMANIA SRL until, and including September 2008, while SIDMA BULGARIA S.A. has not been audited by the competent tax authorities for fiscal year 2005 through 2010 respectively and due to the losses that were presented, there is no provision for additional taxes.

As for fiscal years that have not been audited in tax terms (including those of this period of 2011), the results of both Company and Group have been charged with provisions for contingent tax liabilities totalling € 120,000 and € 267,000 respectively.

### **5.16 Share Capital**

The share capital of SIDMA SA consists of 10.000.000 ordinary shares with a par value of € 1,35. All shares are equally eligible to receive dividends and the repayment of capital and represent one vote at the shareholders' meeting of the company. There was no change during the current period.

### **5.17 Contingent liabilities and commitments**

The Group has contingent liabilities in relation to banks, other guarantees and other issues arising in the course of its ordinary business activity. No substantial charges are expected to arise from the contingent liabilities. No additional payments are expected after the date these financial statements are drawn up.

### **Court cases**

The Company and its subsidiaries are involved (in the capacity of both defendant and plaintiff) in various court cases and arbitration procedures in the course of their ordinary operation. The Management and the legal advisers estimate that the pending affairs will be settled without any significant negative impact on the Group's or the Company's consolidated financial position or on the results of their operation. On 30 June 2011, the provision for all manner of disputed claims or differences under arbitration or doubtful debts stands at € 3.780 thousand and € 1.871 thousand for the Group and the Company respectively.

### **Guarantees**

On 30 June 2011 the Group had the following contingent assets & liabilities:



### Contingent assets

- It had accepted letters of guarantee so as to secure receivables, which totalled € 1.278 thousand.

### Contingent liabilities

- It had issued performance bonds totalling € 9 thousand.
- It had provided letters of guarantee so as to secure payables, which totalled € 3.239 thousand.
- Guarantees equal to € 12.2 million (post-dated cheques and blocked demand account) have been assigned to secure bank financing

### **Existing liens**

A statutory mortgage equal to € 6.5 million has been registered on the properties of the subsidiary "SIDMA Romania S.R.L" to secure the repayment of bank loans amounting to € 4.5 million on 30.06.2011. There are no liens or other encumbrances on the other fixed assets of Group companies.

### **5.18 Number of Personnel**

<b>No. of persons</b>	<b>Group</b>		<b>Company</b>	
	30/06/2011	30/06/2010	30/06/2011	30/06/2010
Average no. of personnel	276	309	150	175

### **5.19 Related Parties**

The following are related parties transactions, according to IAS 24 in the end of the current period, 30.06.2011:

#### **1. Sales & purchases of goods, services and fixed assets:**

<b>Amounts in euros</b>	<b>1/1-30/6/2011</b>	
	<b>Group</b>	<b>Company</b>
<b>Sales of goods and services</b>		
Subsidiaries	0	709.753
Other companies of the group	1.396.699	978.532
<b>Total</b>	<b>1.396.699</b>	<b>1.688.286</b>

<b>Amounts in euros</b>	<b>1/1-30/6/2011</b>	
	<b>Group</b>	<b>Company</b>
<b>Purchases of goods and services</b>		
Subsidiaries	0	27.344
Other companies of the group	4.352.880	885.920
<b>Total</b>	<b>4.352.880</b>	<b>913.265</b>

<b>Amounts in euros</b>	<b>1/1-30/6/2011</b>	
	<b>Group</b>	<b>Company</b>
<b>Other income</b>		
Subsidiaries	0	5.383
Other companies of the group	1.307.584	1.307.347
<b>Total</b>	<b>1.307.584</b>	<b>1.312.730</b>

<b>Amounts in euros</b>	<b>1/1-30/6/2011</b>	
	<b>Group</b>	<b>Company</b>
<b>Other expenses</b>		
Subsidiaries	0	2.354
Other companies of the group	86.696	79.456
<b>Total</b>	<b>86.696</b>	<b>81.810</b>

#### **2. Receivable and payable:**

Amounts in euros	1/1-30/6/2011		Amounts in euros	1/1-30/6/2011	
	Group	Company		Group	Company
<b>Receivables</b>			<b>Payables</b>		
Subsidiaries	0	307.754	Subsidiaries	0	8.473
Other companies of the group	1.546.472	1.338.721	Other companies of the group	14.335.300	12.052.362
<b>Total</b>	<b>1.546.472</b>	<b>1.646.475</b>	<b>Total</b>	<b>14.335.300</b>	<b>12.060.835</b>

### 3. Management & Director's Fees

The Management & Director's fees for the Group and the Company during 30.06.2011 and the prior period are as follows:

Amounts in euros	Group		Company	
	1/1-30/6/2011	1/1-30/6/2010	1/1-30/6/2011	1/1-30/6/2010
Management Fees	494.944	551.308	275.403	325.726
Board of Directors fees	176.584	176.220	116.961	120.920
	<b>671.528</b>	<b>727.528</b>	<b>392.363</b>	<b>446.646</b>

Apart from these, there were no other transactions, receivables or payables to the members of the Board of Directors and management.

### 5.20 Post Balance Sheet Events

The company has entered into a five-year bond loan agreement equal to € 49 million with its cooperating banks.

In addition, based on a decision of the company's Board of Directors dated 23/08/2011, the five-year bond loan schedule dated 09/09/2008, which amounted to € 8 million, was modified through the issue of additional debentures equal to € 2.5 million, thus raising the total amount of the bond loan to € 10.5 million.

### Halandri - August 29, 2011

PRESIDENT OF THE BOARD  
OF DIRECTORS

VICE PRESIDENT OF THE BOARD  
OF DIRECTORS

MARCEL L. AMARIGLIO

SARANTOS K. MILIOS

THE CHIEF EXECUTIVE  
OFFICER

THE CHIEF FINANCIAL  
OFFICER

ACCOUNTING DEP. HEAD

DANIEL D. BENARDOUT

MICHAEL C. SAMONAS

PARIS G. PAPAGEORGIU