



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
G.E.MI. 361801000

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**INTERIM FINANCIAL STATEMENTS AS OF
JUNE 30, 2020
According to IFRS and Law 3556/2007**



September 2020

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1 Statements of Members of the Board of Directors

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

1. MARCEL L. AMARIGLIO
2. NIKOLAOS P. MARIOU
3. DANIEL D. BENARDOUT

in our above-mentioned capacity declare that:

as far as we know:

- A. the enclosed financial statements of SIDMA S.A. for the period of 1.1.2020 to 30.06.2020, drawn up in accordance with the applicable accounting standards, reflect in a true manner the assets and liabilities, equity and results of SIDMA S.A., as well as of the entities included in Group consolidation, taken as a whole

and

- B. the enclosed report of the Board of Directors reflects in a true manner the development, performance and financial position of SIDMA S.A., and of the businesses included in Group consolidation, taken as a whole, including the description of the principal risks and uncertainties it faces.

Halandri, September 25, 2020

CHAIRMAN OF THE BOARD
OF DIRECTORS

VICE-CHAIRMAN OF THE BOARD
OF DIRECTORS

C.E.O.

MARCEL L. AMARIGLIO

DANIEL D. BENARDOUT

ANTONIOS P. KARADELOGLOU

2 Review Report on Interim Financial Information

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

Introduction

We have reviewed the accompanying separate and consolidated statement of financial position of the Company SIDMA S.A. STEEL PRODUCTS as at 30th June, 2020, the relative separate and consolidated 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 condensed interim financial information, included in the six-month Financial Report according to Law 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 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 to 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 condensed financial information is not prepared, in all material respects, in accordance with IAS 34.

Substantial Uncertainty associated with Continuing Activity

We draw your attention to note 5.5.3 to the condensed interim financial statements, which describes the fact that, as at 30th June, 2020, due to accumulated losses, the total value of the Company's and Group's Equity has become negative, and the total value of the Company's and the Group's short-term liabilities exceeds the total value of their current assets by € 55.8 million and € 65.1 million respectively. Moreover, as recorded in the same note, also following the decision of the General Meeting of its Shareholders as of 31/8/2020, the Company is currently at the stage of signing loan agreements with the lending banks in order to restructure its loan liabilities, thus reclassifying short-term liabilities into long-term. Furthermore, as stated in the explanatory note 5.5.3, the above conditions indicate the existence of material uncertainty regarding the ability of the Group and the Company to continue as a going concern. Our conclusions are not qualified in respect of this matter.

Report on Other Legal and Regulatory Requirements

Based on our review, we did not identify any material misstatement or error in the representations of the members of the Board of Directors and the information included in the six-month Board of Directors Management Report, as required under article 5 and 5a of Law 3556/2007, in respect of the accompanying interim condensed separate and consolidated financial information.

Athens, 25th September 2020

The Certified Accountant

Elpida Leonidou

I.C.P.A Reg.: No 19801



Ορκωτοί Ελεγκτές Σύμβουλοι Επιχειρήσεων
Ζεφύρου 56, 17564 Παλαιό Φάληρο
Α.Μ. ΣΟΕΛ 127

3 Semi-Annual Board of Directors' Management Report on the Financial Statements for the period from 1 January to 30 June 2020

3.1 Introduction

The present Half Year Report of the Board of Directors, which follows, refers to the first half year of the current period (01.01.2020-30.06.2020) is in line with the relevant stipulations of the law 3556/2007 and the executive decisions of the 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 addition, it contains a description of the principal risks and uncertainties that could affect the Group and the Company during the second half of 2020 and the most significant transactions between the Company and related parties.

3.2 Performance and Financial Position

The spread of the COVID-19 pandemic had an impact on the global economy in the first half of 2020 and will continue to affect the Greek economy for a period that remains to be seen. The first two months of the year saw the Greek economy start with very positive growth prospects but then the lockdown measures and the rising uncertainty in regard to the progress of the pandemic led to a serious deterioration. In its quarterly report on the second quarter, the Foundation for Economic and Industrial Research (IOBE) indicates that the recession of the economy during 2020 is expected to be deeper than initially estimated while major interventions of monetary and fiscal policy continue to be implemented. According to the latest estimates of the European Commission, Greek GDP will shrink this year by 9.0%.

Under these circumstances, the consolidated turnover of SIDMA Group during the first half of the year amounted to €61.3 million or 10.3% lower compared to the respective period of 2019. Taking into account agency sales, the turnover amounted to €75.9 million from €85.9 million, i.e. it was reduced by 11.7% compared to last year. The above decreases are mainly due to the average selling price as it dropped in relation to last year's six-month period by 5.4%, thus entailing the respective decrease in turnover. On the contrary, the sales volume recorded a slighter drop, less than 3%, compared to the respective last-year period. Earnings before interest, taxes, depreciation and amortisation (EBITDA) amounted to €1,826k from €2,395k last year while pre-tax results stood at losses of €1,768k compared to €331k in the respective last-year period. The variation in pre-tax results is mainly due to the restructuring of a part of the parent company's borrowing which took place last year and is the outcome of the company's negotiations with the banks.

At Company level, the turnover of parent SIDMA in the first half of the year stood at €41.3 million from €43.3 million, registering a 4.8% drop. Taking into account agency sales, it stood at €55.9 million from €60.9 million in the respective period of 2019, i.e. an 8.2% decrease. Such decrease is largely due to the drop in selling prices, as also cited above. EBITDA amounted to €1.6 million from €1.8 million in the respective last-year period while pre-tax results stood at losses of €1.0 million compared to profits of €0.1 million in the respective last-year period for the reasons referred to above.

With respect to the subsidiaries, both SIDMA Bulgaria and SIDMA Romania saw a drop in their turnover by 9.8% and 32.2% respectively compared to the first half of 2019. More specifically, the turnover of SIDMA Bulgaria amounted to €12.1 million compared to €13.4 million while the turnover of SIDMA Romania stood at €8.2 million compared to €12.1 million in the first half of 2019.

In terms of the subsidiaries' other financial figures, SIDMA Bulgaria recorded a drop in operating profitability (EBITDA) from €367k last year to €233k this year and a decrease in its results from profits of €65k last year to losses of €61k this year.

In terms of EBITDA, SIDMA Romania recorded zero operating profitability while its pre-tax results stood at losses of €704k from €481k last year.

The Group's liquidity was increased by €2 million or 33% and amounted to €8.3 million.

3.3 Basic Alternative Performance Measures

The Company uses Alternative Performance Measures (APMs) in decision-making with regard to its financial, operational and strategic planning, as well as when evaluating and publishing its performance. These APMs serve to understand the financial and operating results of the company, its financial position and cash flow in a better way. Alternative measures (APMs) should always be considered in conjunction with the financial results prepared under IFRS and under no circumstances replace them.

For the Group and Company performance, we use figures such as Turnover, Gross Profit, Earnings Before Tax and EBITDA (Operating Profit before Tax, Interest, Investment Results and Depreciation) as well as indicators such as Gross Profit Margin, the EBITDA Margin, Net Profit Margin, the General Liquidity Ratio, and the Interest Coverage Indicator.

Group	01.01 - 30.06.2020	01.01 - 31.12.2019	Δ (%)
Turnover	61.267.492	68.331.872	-10%
Consignment Sales	14.637.472	17.588.633	-17%
Total Sales	75.904.964	85.920.504	-12%
Gross Margin	4.966.715	5.464.504	-9%
Profit before taxation	(1.768.244)	(331.013)	434%
EBITDA	1.841.172	2.394.744	-23%

Company	01.01 - 30.06.2020	01.01 - 31.12.2019	Δ (%)
Turnover	41.279.088	43.344.864	-4,8%
Consignment Sales	14.637.472	17.588.633	-16,8%
Total Sales	55.916.560	60.933.497	-8,2%
Gross Margin	4.106.081	4.145.161	-0,9%
Profit before taxation	(997.688)	90.118	-1207,1%
EBITDA	1.615.647	1.794.338	-10,0%

The main APMs for the Group and the Company are as follows:

Group	01.01 - 30.06.2020	01.01 - 31.12.2019	Δ (%)
Gross Margin			
(Gross Profit/ Turnover)	8,11%	8,00%	0,1%
EBITDA Margin:			
(EBITDA/ Turnover)	3,01%	3,50%	-0,5%
Net Profit Margin			
(Profit before Tax / Turnover)	-2,89%	-0,48%	-2,4%
Liquidity Ratio			
Current Assets/Current Liabilities (2)	0,87	0,89	-2,3%
Interest cover ratio			
EBITDA / Net Interest	0,74	1,47	-49,2%

Company	01.01 - 30.06.2020	01.01 - 31.12.2019	Δ (%)
Gross Margin			
(Gross Profit/ Turnover)	9,95%	9,56%	0,4%
EBITDA Margin:			
(EBITDA/ Turnover)	3,91%	4,14%	-0,2%
Net Profit Margin			
(Profit before Tax / Turnover)	-2,42%	0,21%	-2,6%
Liquidity Ratio			
Current Assets/Current Liabilities (2)	0,97	0,98	-0,9%
Interest cover ratio			
EBITDA / Net Interest	0,92	2,13	-56,7%

3.4 Significant Events in the First Semester of the Current Fiscal Year

During the first semester of the fiscal year 2020 and beyond, until the date of writing this document, the following major events have taken place:

Ordinary General Meeting

15 shareholders accounting for 75.91% of the share capital and voting rights attended the Ordinary General Meeting of company shareholders that was held in Athens on 25 May 2020 and unanimously approved the following:

- The Management Report of the Board of Directors and Auditors, and the annual Financial Statements on 2019;
- Discharge of members of the Board of Directors and the Chartered Accountant for 2019;
- Election of Chartered Accountants and approval of their fees for 2020;
- Remuneration Report of the Company for the period from 01.01.2019 to 31.12.2019, in accordance with article 112 of Law 4548/2018;

- Authorisation of Directors and General Management of the company to participate in the Boards of Directors or Management of affiliated entities;
- Election of a new Board of Directors;
- Appointment of the members of the Audit Committee.
- The recommendation of the Board of Directors to vote in favour of the following item involving the share capital increase through contribution in kind is an advisable and adequate measure to enhance the Company's liquidity and address the decrease in its equity as part of the measures adopted pursuant to article 119(4) of Law 4548/2018.
- The increase in the Company's share capital up to the amount of four million five hundred eighty-four thousand euros and sixty cents (€4,584,000.60) through the issue of three million three hundred ninety-five thousand five hundred fifty-six (3,395,556) ordinary registered shares with voting rights and a nominal value of one euro and thirty-five cents each (€1.35) in favour of BITROS STEEL S.A., without other shareholders having any pre-emption right. These shares will be covered through contribution in kind, i.e. assets and liabilities involving the trade and processing of steel products of BITROS STEEL SA.
- Amendment to the company's Articles of Association so as to adapt to the provisions of Law 4548/2018.
- Extension of the term of the ordinary corporate bond of €4,000,000.00, if so required by the Bondholders' Representative, from 31.12.2019 to 30.06.2020.
- With respect to the aforementioned loan, the recommendation of the Board of Directors to have the General Meeting of Shareholders authorise the Board of Directors to apply for an extension of the ordinary corporate bond of 4,000,000.00 from 31.12.2019 to 30.06.2020.

3.5 Main Risks and Uncertainties for the Second Half of 2020

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

3.5.1 Credit Risk

The Group implies a policy of credit insurance through insurance companies resulting in a percentage of 80% of its claims being secured with a 10% equity stake. Wholesale sales are mainly made to customers with an appropriate credit history. Retail sales are made in cash. On 30/06/2020, the Management believes that there is no material credit-risk exposure that has not already been covered by provisions for bad debts. Indicatively, we mention that the percentage of uninsured bad debts on the turnover for the group, in the last three years, ranged approximately at 0.03%. It has also organized a credit control department, charged with assessing the creditworthiness of its customers as well as determining their credit limits.

3.5.2 Interest Rate Risk

The interest rate risk mainly arises from long-term and short-term loans. The Group's borrowing is largely floating rate and therefore depends directly on the amount and changes in interest rates, which exposes the Group to cash flow risk. The Group's policy is to continuously monitor interest rate trends as well as the duration of its financing needs.

For the Group, an increase of / (decrease) in interest rates by +/- 1% would result (607) thousand € and 607 thousand € respectively for the results and the Group's Equity.

The Group does not consider a rapid increase in Euribor interest rates being possible given the economic situation and development prospects of the Eurozone countries and therefore it has not carried out any interest rate risk management transactions.

3.5.3 Liquidity Risk

The Group's standard practice is not to make use of all available lines, but to have disposable credit limits or cash flows at least 7.5% of the total on any occasion. On 30/06/2020, the Group maintained reserves of € 8,3 million. The company's financial statements have been prepared based on the principle of going concern.

Due to the accumulated losses, the total value of the Equity of the Company and the Group has become negative. Also, the total value of the short-term liabilities of the Company and the Group on June 30, 2020, exceeds the total value of their current assets by € 55,831 thousand, and € 65,074 thousand, respectively. The above facts indicate the existence of substantial uncertainty which may raise significant doubts about the ability of the Company and the Group to continue their operations.

However, € 53,878 thousand relate to long-term bond loans of the company which, due to their maturity within 12 months from the date of publication, have been classified as short-term borrowing. The management of the company after the decision of the General Meeting of shareholders of 31/8/2020, the shareholders of which decided to issue Joint Bond Loans totaling € 76.8 million with a 10 years repayment schedule, is in the final stage of signing loan agreements with the creditor banks for the purpose of refinancing its bank liabilities. The result of this restructuring will be the shift of short-term borrowing up to € 70 million to long-term, resulting in the improvement of the company's working capital. Taking into account the above movement in the Financial Statements of 30/06/2020 the working capital of the Company and the Group would be positive.

Also on September 24, 2020, as mentioned in note 5.24, following the decision of the General Meeting of Shareholders of 25/05/2020, was signed between BITROS METALLURGICAL SA. and the company, an agreement for the transfer of assets and liabilities of BITROS METALLURGICAL SA. against company securities. The transferor undertook the obligation to contribute to the Company the assets and liabilities as they are formed on the date of the contribution 31/08/2020, to cover the increase of the share capital of the company, in accordance with the provisions of article 17 N 4548/2018, up to the amount of € 4,584,000.60, through the issue of 3,395,556 common, registered shares, nominal value € 1.35 each with the difference between the nominal value of the new shares and the offering price, total amount € 3,421,571.20 in credit of the account "Difference from the issue of premium shares". The increase of the Company's equity from the above contribution amounts to € 8.01 million with also a positive effect on the Company's working capital.

Within the framework of any emergency to enhance liquidity beyond the cost saving program already implemented, the Group evaluates moves which can bring significant benefits. Namely, it examines a series of actions to improve its financial position, such as the restructuring of structures, the limitation

of supporting expenditure and the appropriate use of assets that will bring benefits without affecting the Parent company and the Group from operating smoothly.

The maturity of the Group's financial liabilities is as follows:

Group	30.06.2020			31.12.2019		
	Up to 6 months	6-12 months	1-5 years	Up to 6 months	6-12 months	1-5 years
Long-term borrowings	44.724.760	54.189.720	8.846.888	41.058.205	54.462.793	9.347.681
Trade Payables	36.236.519	-	-	40.902.973	-	-
Other Payables	3.661.300	-	-	3.030.595	-	-
Current Tax Liabilities	-	-	-	-	-	-
Total	84.622.579	54.189.720	8.846.888	84.991.773	54.462.793	9.347.681

Company	30.06.2020			31.12.2019		
	Up to 6 months	6-12 months	1-5 years	Up to 6 months	6-12 months	1-5 years
Long-term borrowings	31.460.691	53.877.720	1.229.303	28.293.313	53.852.722	1.338.321
Trade Payables	28.878.696	-	-	31.314.809	-	-
Other Payables	3.330.264	-	-	2.844.080	-	-
Current Tax Liabilities	-	-	-	-	-	-
Total	62.452.202	53.877.720	1.229.303	62.452.202	53.852.722	1.338.321

3.5.4 Risk of Fluctuation of Raw Material Prices

The selling prices of the produced products are largely dictated by the prices of the raw materials. Fluctuations in the international prices of steel products affect (positively or negatively) the profit margin of the Group, as changes in the selling prices of products cannot be fully synchronized with the prices of our still unreceived orders, and the prices of our stocks. The gross profit margin of the Group is positively affected in the case of rising prices of raw materials and negatively in the opposite case. The fluctuation of the prices of the products traded by the Group cannot be covered by hedging operations, because of which its results are affected respectively through devaluation or appreciation of inventories.

Indicatively we mention that from January 2017 to June 2020 the difference between maximum and minimum price, for three of the most important products of the Group, was € 87 / MT for hot rolled materials, € 101 / MT for cold rolled materials and € 118 / MT for galvanized materials or 15% on the average price of the period. Respectively, the gross profit rate fluctuated in the order of 250 basis points between maximum and minimum price.

However, the Group implements a conservative stock policy, maintains constant contact and excellent cooperation with all its key suppliers, as a result of which it is immediately informed about all the upward or downward trends in the prices of raw materials and is positioned appropriately.

An increase in prices results to an increase in gross profit margins. Nevertheless, we are not able to quantify the exact relationship between them.

3.5.5 Currency Risk

The Group operates in Europe and therefore the bulk of its transactions is carried out in Euros. However, a small part of the Group's goods purchases is made in US Dollars. In order to address this risk, the Group carries currency forward contracts.

In addition, the Group is exposed to currency risks from investments in foreign countries (Subsidiary company in Romania). As a natural hedge for investments in foreign subsidiaries whose net position is exposed to foreign exchange rate risk, the Group's policy is to use borrowings in the respective currency - if possible - in order to reduce exposure to risk in case of devaluation of local currencies against the Euro.

3.5.6 Macroeconomic environment (Covid -19)

The growth momentum of the Company and the Group for the remaining year will mainly depend on the duration and intensity of the Covid-19 pandemic, the outbreak of which weighs heavily on demand for the products of the Group's companies. Pursuant to the latest developments, it is estimated that the Covid-19 pandemic will have negative impacts on global economy for at least 2020 and probably for the following years. The Greek economy will not be an exception. It is expected to be considerably affected in 2020 and hopefully will recover in the upcoming year provided that a pharmaceutical means of dealing with the virus will be discovered within a relatively short period of time. At the moment, Greece seems to respond positively to the handling of the situation, but Greek economy remains exposed, like almost all countries around the globe. Note that a high degree of uncertainty surrounds any estimates about the effect of the pandemic over the upcoming period, as it is still ongoing. Although Company Management has taken and will continue to take measures they deem expedient to overcome smoothly all possible turbulences, they cannot give any assurances that these external factors will not have a negative effect on demand for the Group's products and, therefore, the financial position and results of the Group. However, as presented in section "Performance and Financial Position", the effect of the pandemic on company sales (quantitative) during the first half of the year is less than 3%.

3.6 Objectives and Prospects for the remainder of 2020

The pandemic of the novel coronavirus has generated strong effects on global economic activity. Although economies are at a stage of restart, even though experiencing fluctuations, the likelihood of a quick, V-shaped recovery is fading away. As part of economy support programmes, central banks on both sides of the Atlantic have announced quantitative easing programmes. In Greece, where the greatest part of corporate activities are carried out, an increase in public investments is expected as a result of the Government's announcements to speed up project implementation as well as a consequence of recovery measures from the COVID-19 pandemic. Given the market share it has, SIDMA expects to benefit from the new projects, although they cannot possibly make an accurate prediction of their development over time due to the continuing effect of the pandemic.

With respect to foreign subsidiaries, the Romanian economy displayed signs of resilience during the first quarter of the year according to the summer report of the European Commission (July 2020¹).

¹ https://ec.europa.eu/economy_finance/forecasts/2020/summer/ecfin_forecast_summer_2020_ro_en.pdf

The real GDP was increased by 2.4% y-o-y (0.3% in Q1), mainly driven by private consumption and accumulation of reserves. However, it fell sharply as of the second quarter of the year. The drop in external demand and, by extension, net exports slowed down growth. Private consumption was decreased as a result of restrictions on movement and reduced income. The drop in economic activity of the Romanian subsidiary's key trading partners is expected to have a significant effect on its exports for the remaining year as well. Overall, following the significant drop in the first half of 2020, the economic activity is expected to regain some ground toward the end of the year. However, the real GDP is expected to drop by 6% in 2020 and then rebound by 4% in 2021. SIDMA Romania monitors closely market developments and negotiates the restructuring of its loans in order to decrease its financial cost and improve its equity.

Accordingly, in Bulgaria, despite the good economic performance at the beginning of the year, the pandemic and the measures required for dealing with it had negative effects on economic activity in accordance with the summer predictions of the European Commission (July 2020²). SIDMA Bulgaria recorded drop in its activity but at a more moderate pace than SIDMA Romania. The year-on-year increase of the real GDP was decreased from 3.4% in 2019 to 1.2% during the first quarter of 2020. Domestic demand dropped due to the lower private consumption and the shrinking of investments. The deterioration of the business climate started being felt in April while short-term indexes gave signs of a sharp decline. Private consumption was decreased while the considerably deteriorated international environment weighed heavily on the exports of goods. It is expected that private consumption will recover toward the end of the year and will expand at a moderate pace in 2021, as consumer confidence will be gradually restored. Investments are expected to resume their positive quarterly growth only in the upcoming year, mainly because uncertainty remains at high levels. Exports are expected to gradually increase during the second half of the year up until 2021. Overall, the real GDP is expected to drop by approximately 7% in 2020 and then rebound by 5.3% in 2021.

With respect to the EU-28, the World Steel Association³ anticipates a 15.8% drop in the demand for steel in 2020, to be followed by a 10.4% increase in 2021. These prospects were also corroborated by the European Steel Association (EUROFER) which stated in its last report that they do not expect any amelioration of market conditions earlier than the fourth quarter or early 2021 although many things depend on the progress of the pandemic. They also add that at the moment they will not publish any quantitative provisions for 2020 and 2021 noting that, "Volatility around any possible developments in the coming months remains too high to allow reliable forecasts". However, a relative recovery has been noticed recently in international demand which, in conjunction with reduced availability following the decision of Steelworks to discontinue the operation of many production lines as of the end of 2019, gives rise to a strong upward trend of steel prices.

As regards the remainder of 2020, it would be too risky to make any forecast. Currently, the Company focuses on completing the absorption of the steel segment of BITROS STEEL S.A. and signing the agreements to refinance its loans. It aims at improving its operation, its financial performance, cash flows and generally its financial position.

² https://ec.europa.eu/economy_finance/forecasts/2020/summer/ecfin_forecast_summer_2020_bg_en.pdf

³ <https://www.spglobal.com/en/research-insights/articles/european-steel-industry-looks-for-way-forward-amid-coronavirus-demand-blow>

3.7 Important Transactions between the Company and Related Parties

The most important transactions of the Company with parties related to it, are listed in the following table:

Name	SALES			
	01/01-30/06/2020		01/01-30/06/2019	
	Group	Company	Group	Company
AEIFOROS BULGARIA S.A.	11.824	-	16.036	-
DOJLAN STEEL LTD	-	-	3.291	3.291
ECORESET A.E.	8.328	8.328	611	611
ETEM BULGARIA SA	-	-	3.738	3.738
FITCO AE	4.098	4.098	4.663	4.663
FULGOR AE	158.477	158.477	215.113	215.113
ICME ECAB SA	36.242	-	88.400	-
SIDMA BULGARIA	-	-	-	156.115
SIGMA IC. S.A.	21.293	-	31.555	-
SOFIA MED AD	32.853	1.901	46.432	-
SOVEL AE	26.840	26.840	16.730	16.730
STOMANA SA	152.429	-	66.621	-
TEKA SYSTEMS SA	2.146	2.146	-	-
AEIFOROS S.A.	4.199	4.199	5.423	5.423
ANAMET SA	8.889	8.889	5.945	5.945
ANTIMET SA	317.067	317.067	319.912	319.912
BIANATT	472	472	5.647	5.647
VIOMAL S.A.	66.235	66.235	73.735	73.735
DIA.VI.PE.TH	623	623	166	166
ELVAL HALCOR	135.812	135.812	645.805	645.805
HELLENIC CABLES INDUSTRY S.A.	8.553	8.553	36.187	36.187
ERGOSTEEL S.A.	1.139	1.139	67.188	67.188
ERLIKON S.A.	16.041	16.041	13.783	13.783
ETEM S.A.	158	158	-	-
ETIL S.A.	67.221	67.221	62.547	62.547
THERMOLITH S.A.	-	-	1.009	1.009
METALLOURGIA ATTIKIS S.A.	235.603	235.603	121.486	121.486
EPIRUS METALLOURGY	429.186	429.186	-	-
SIDENOR S.A.	10.839	10.839	21.935	21.935
SYMETAL S.A.	-	-	1.584	1.584
CORINTHIAN PIPEWORKS INDUSTRY S.A.	94.302	94.302	63.648	63.648
TOTAL	1.850.868	1.598.128	1.939.188	1.846.260

Name	OTHER INCOME			
	01/01-30/06/2020		01/01-30/06/2019	
	Group	Company	Group	Company
ECORESET S.A.	423	423	14	14
FULGOR S.A.	1.780	1.780	990	990
ICME ECAB SA	-	-	-	-
SIDEROM STEEL Srl	72.869	-	196.049	-
SIDMA ROMANIA SA	-	5.928	-	-
SIDMA BULGARIA SA	-	6.409	-	-
SOVEL S.A.	-	-	80	80
STOMANA SA	190.922	-	289.697	65.523
TEKA SYSTEMS S.A.	2	2	-	-
AEIFOROS S.A.	-	-	130	130
ANAMET S.A.	26	26	43	43
ANTIMET S.A.	-	-	540	540
BIANATT	633	633	816	816
VIOMAL S.A.	-	-	23	23
ELVAL HALCOR	174.036	174.036	61.720	61.720
HELLENIC CABLES S.A.	-	-	50	50
ERGOSTEEL S.A.	-	-	3.400	3.400
ERLIKON S.A.	136.190	136.190	127.005	127.005
ETEM S.A.	50	50	-	-
ETIL S.A.	55	55	110	110
THERMOLITH S.A.	-	-	55	55
PROSIDER S.A.	-	-	-	-
SIDENOR S.A.	684.464	684.464	792.132	792.132
SYMETAL S.A.	-	-	-	-
CORINTHIAN PIPEWORKS INDUSTRY S.A.	195.354	195.354	229.362	229.362
TOTAL	1.456.804	1.205.350	1.702.217	1.281.993

Name	PURCHASES			
	01/01-30/06/2020		01/01-30/06/2019	
	Group	Company	Group	Company
PROSAL TUBES SA	-	-	13.221	-
SIDEROM STEEL Srl	1.818.939	-	4.902.716	-
STOMANA SA	8.280.875	2.774.327	9.402.826	3.192.287
ELVAL HALCOR	125.513	125.513	37.750	37.750
ERLIKON S.A.	6.370	6.370	15.018	15.018
SIDENOR S.A.	302.107	302.107	690.378	690.378
CORINTHIAN PIPEWORKS INDUSTRY S.A.	4.933	-	20.089	18.651
TOTAL	10.538.737	3.208.316	15.081.999	3.954.085

OTHER EXPENSES

Name	01/01-30/06/2020		01/01-30/06/2019	
	Group	Company	Group	Company
ETEM BULGARIA SA	-	-	1.728	1.728
ICME ECAB SA	761	-	567	-
METALCO BULGARIA	6.849	-	-	-
METALIGN	152.468	152.468	152.343	152.343
SIDERAL SHPK	10.528	10.528	14.226	14.226
TEKA SYSTEMS SA	40.621	33.090	52.153	32.614
VIENER SA	177.882	177.882	147.442	147.442
ANTIMET SA	47.125	47.125	37.624	37.624
VITRUVIT A.E.	1.962	1.962	-	-
VIEXAL	1.055	1.055	3.875	2.764
ELVAL HALCOR	5.481	5.481	2.933	2.933
HELLENIC CABLES S.A.	-	-	3.879	3.879
SIDENOR S.A.	25	25	-	-
STEELMET S.A.	6.297	6.297	-	-
TOTAL	451.053	435.913	416.770	395.553

LIABILITIES

Name	01/01-30/06/2020		31/12/2019	
	Group	Company	Group	Company
CENERGY SA	-	-	-	-
ETEM Aluminium Extrusions SA	1.876	1.876	1.876	1.876
ICME ECAB SA	183	-	125	-
METALCO BULGARIA	508	-	-	-
METALIGN	-	-	31.484	31.484
SIDERAL SHPK	3.363	3.363	7.318	7.318
SIDEROM STEEL Srl	3.559.322	-	5.336.060	-
SIDMA BULGARIA SA	-	(14)	-	(14)
STOMANA SA	4.597.689	1.206.845	6.171.244	2.060.878
TEKA SYSTEMS SA	13.817	7.637	17.317	13.395
VIENER SA	35.305	35.305	28.675	28.675
ANTIMET SA	55.115	55.115	29.671	29.671
VIEXAL EPE	-	-	-	-
VITRUVIT A.E.	1.463	1.463	-	-
VIANATT S.A.	-	-	-	-
HELLENIC CABLES S.A.	5.841	5.841	5.841	5.841
ELVAL HALCOR S.A.	57.289	57.289	33.910	33.910
ERLIKON S.A.	2.656.242	2.656.242	2.512.907	2.512.907
SIDENOR S.A.	14.214.517	14.214.517	12.304.673	12.304.673
STEELMET S.A.	-	-	56.609	56.609
STEELMET PROPERTY S.A.	7.312	7.312	248	248
CORINTH PIPEWORKS S.A.	4.534.215	4.529.286	7.018.240	7.015.776
TOTAL	29.744.058	22.782.077	33.556.199	24.103.247

Name	RECEIVABLES			
	01/01-30/06/2019		01/01-31/12/2019	
	Group	Company	Group	Company
DOJRAN STEEL DOO	127	127	127	127
ECORESET SA	12.561	12.561	7.159	7.159
ETEM ALBANIA SA	(1.066)	(1.066)	(1.066)	(1.066)
ETEM BULGARIA SA	(1)	(1)	(1)	(1)
FITCO SA	841	841	-	-
FULGOR SA	115.539	115.539	103.523	103.523
ICME ECAB SA	-	-	60.697	-
PROSAL TUBES SA	30	30	30	30
SIDEROM STEEL Srl	22.818	-	213.442	-
SIDMA ROMANIA SA	-	0	-	-
SIDMA BULGARIA SA	-	6.409	-	-
SIDMA CYPRUS Ltd	-	2	-	2
SIGMA AD	12.972	-	17.880	-
SOFIA MED AD	12.085	1.901	2.401	-
SOVEL SA	34.263	34.263	31.130	31.130
STOMANA SA	-	-	11.731	-
TEKA SYSTEMS SA	-	-	-	-
AIFOROS SA	474	474	5.217	5.217
ANAMET SA	12.598	12.598	5.958	5.958
ANTIMET SA	963.801	963.801	974.896	974.896
VEPAL S.A.	-	-	-	-
VIANATT S.A.	973	973	8.492	8.492
VIOMAL S.A.	35.682	35.682	30.927	30.927
DIA.VI.PE.TH	1.025	1.025	123	123
ELVAL HALCOR S.A.	239.521	239.521	212.425	212.425
HELLENIC CABLES S.A.	3.109	3.109	3.056	3.056
ERGOSTEEL S.A.	1.413	1.413	2.025	2.025
ERLIKON S.A.	13.220	13.220	23.712	23.712
ETEM S.A.	841	841	-	-
ETIL S.A.	74.336	74.336	83.212	83.212
METALLOURGIA ATTIKIS S.A.	179.235	179.235	99.632	99.632
EPIRUS METALLOURGY	276.386	276.386	-	-
SIDENOR S.A.	51.111	51.111	104.642	104.642
SIMETAL S.A.	-	-	2.164	2.164
HELLENIC CABLES S.A.	86.201	86.201	79.261	79.261
TOTAL	2.150.097	2.110.532	2.082.797	1.776.647

Management & Directors' Fees

The Management & Director's fees for the Group and the Company during 30.06.2020 and the prior period are as follows:

	Group		Company	
	1.1 - 30.06.2020	1.1 - 30.06.2019	1.1 - 30.06.2020	1.1 - 30.06.2019
Management Fees (short-term)	291.543	259.379	206.838	134.440
Board of Directors fees (short-term)	84.981	121.824	73.800	110.643
Total	376.524	381.202	280.638	245.083

3.8 Post Balance Sheet Events

- The Extraordinary General Meeting held on 31 August 2020 unanimously approved the issue of three ordinary secured corporate bonds totalling: a. €44,635,000, b. €7,177,000 and c. €24,980,000.
- On 24 September 2020, further to the decision made on 25.05.2020 by the General Meeting of Shareholders, BITROS STEEL S.A. and the Company entered into a transfer agreement involving the assets and liabilities of BITROS STEEL S.A. in exchange for company securities. The transferor assumed the obligation to contribute to the Company its assets and liabilities as they are established on the date the contribution took place (31.08.2020) so to cover the increase in the company's share capital in accordance with the provisions of article 17 of Law 4548/2018, up to the amount of €4,584,000.60 through the issue of 3,395,556 ordinary registered shares with a nominal value of €1.35 each with the total difference of €3,214,571.80 between the nominal value of the new shares and the selling price credited to the Share premium account.

The contribution of assets and liabilities is broken down in the table below.

(Amounts in 000 Euro)	Affect in Group & Company figures
ASSETS	
Current Assets	
Inventories	4.169
Other receivables	11
Trade receivables	5.871
Cash and cash equivalents	5.431
Total Current Assets	15.481
Total Assets	15.481
EQUITY	
Shareholders of the mother company	
Share Capital	4.584
Share Premium	3.422
Total Equity	8.006
LIABILITIES	
Short-term liabilities	
Trade payables	407
Short-term loans	6.866
Other short-term payables	203
Total Short-term Liabilities	7.476
Total Liabilities	7.476
Total Equity & Liabilities	15.481

There are no other significant subsequent events that should be reported under the International Financial Reporting Standards (IFRS).

Halandri, 25 September 2020

MAN OF THE BOARD OF DIRECTORS

C.E.O.

MARCEL L. AMARIGLIO

ANTONIOS P. KARADELOGLOU

4 Interim Condensed Financial Statements for the period ended as at 30.06.2020
4.1 Statement of Financial Position

SIDMA S.A.					
Statement of Financial Position					
for the period from 1st January to 30th June 2020					
Amounts in EURO					
	Notes	Group		Company	
		30.06.2020	31.12.2019	30.06.2020	31.12.2019
Assets					
Non Current Assets					
Tangible Assets	5.8	49.670.755	50.403.043	39.867.197	40.329.337
Intangible assets	5.9	470.922	487.576	44.751	59.113
Investments in subsidiaries		0	0	11.175.716	11.175.716
Other non current assets		83.423	82.456	79.276	78.255
		50.225.100	50.973.076	51.166.940	51.642.421
Current Assets					
Inventories		19.638.286	23.429.462	15.017.488	16.794.841
Trade receivables	5.10	43.860.392	42.656.614	38.152.242	35.750.618
Other receivables	5.11	1.938.652	3.476.758	1.737.945	3.201.605
Cash and cash equivalents		8.300.674	6.239.117	6.808.220	5.357.805
		73.738.005	75.801.951	61.715.894	61.104.870
Total Assets		123.963.105	126.775.026	112.882.835	112.747.291
EQUITY					
Shareholders of the mother company:					
Share Capital	5.12	13.752.001	13.752.001	13.752.000	13.752.000
Share Premium		9.875.000	9.875.000	9.875.000	9.875.000
Reserves		21.825.162	21.728.620	18.915.678	18.915.678
Retaining Earnings		-73.009.742	-71.262.072	-52.310.286	-51.333.172
		-27.557.580	-25.906.451	-9.767.609	-8.790.494
Non-controlling interests		0	0	0	0
		-27.557.580	-25.906.451	-9.767.609	-8.790.494
Liabilities					
Non Current Liabilities					
Long-term loans	5.13	8.846.888	9.347.681	1.229.303	1.338.321
Grants for investments in fixed assets		88.259	109.096	88.259	109.096
Deferred Tax Liabilities		2.926.709	2.979.449	2.968.875	3.024.655
Provision for Retirement benefit obligation		846.531	790.685	816.636	760.790
		12.708.387	13.226.911	5.103.073	5.232.862
Current Liabilities					
Short-term loans	5.13	44.724.760	41.058.205	31.460.691	28.293.313
Trade Payables		36.236.519	40.902.973	28.878.696	31.314.809
Current installments of long-term loans	5.13	54.189.720	54.462.793	53.877.720	53.852.722
Other Payables	5.14	3.661.300	3.030.595	3.330.265	2.844.080
		138.812.298	139.454.566	117.547.371	116.304.923
Total Equity and Liabilities		123.963.105	126.775.026	112.882.835	112.747.292

The accompanying notes form an integral part of these condensed interim six-month Financial Statements

4.2 Statement of Comprehensive Income

SIDMA S.A.					
Statement of Comprehensive Income					
for the period from 1st January to 30th June 2020					
Amounts in EURO					
	Notes	Group		Company	
		1.1 - 30.06.2020	1.1 - 30.06.2019	1.1 - 30.06.2020	1.1 - 30.06.2019
Turnover (sales)		61.267.492	68.331.872	41.279.088	43.344.864
Cost of Sales		-56.300.776	-62.867.367	-37.173.007	-39.199.703
Gross Profit		4.966.715	5.464.504	4.106.081	4.145.161
Other income		2.456.811	2.533.985	1.973.247	1.957.828
Administrative Expenses		-2.073.349	-1.901.893	-1.593.032	-1.404.223
Distribution/Selling Expenses		-4.598.038	-4.673.866	-3.692.181	-3.652.674
Other expenses		-60.535	-119.282	-56.814	-115.073
Operating Profit (EBIT)		691.605	1.303.449	737.301	931.018
Finance Costs (net)		-2.459.849	-1.634.462	-1.734.989	-840.900
Income from investing operations		0	0	0	0
Profit before taxation		-1.768.244	-331.013	-997.688	90.118
Less: Income Tax Expense		47.330	25.254	47.330	25.254
Profit/ (loss) after taxation for continued operations (a)		-1.720.913	-305.759	-950.358	115.372
Profit/ (loss) after taxation for discontinued operations (b)		0	0	0	0
Profit/ (loss) after taxation (a)+(b)		-1.720.913	-305.759	-950.358	115.372
<i>Attributable to:</i>					
Shareholders of the mother Company		-1.720.913	-305.759		
Non-controlling interests		0	0		
		-1.720.913	-305.759		
Basic earnings (losses) after tax per share		-0,169	-0,030	-0,093	0,011
EBITDA		1.841.172	2.394.744	1.615.647	1.794.338
Revaluation of assets in fair values					
Actuarial gain/losses		-35.206	-43.013	-35.206	-43.013
Deferred Taxation		8.449	12.474	8.449	12.474
Exchange differences		96.541	89.014		
Other Comprehensive Income after taxes		69.784	58.475	-26.757	-30.539
Total Comprehensive Income after taxes		-1.651.129	-247.284	-977.115	84.833
<i>Attributable to:</i>					
Shareholders of the mother Company		-1.651.129	-247.284		
Non-controlling interests		0	0		
		-1.651.129	-247.284		

The accompanying notes form an integral part of these condensed interim six-month Financial Statements.

4.3 Statements of Changes in Equity

SIDMA S.A.						
Consolidated Statement of changes in net equity for the period from for the period from 1st January to 30th June 2020						
Amounts in EURO	Group					
	SHAREHOLDER'S EQUITY					
	Share Capital	Share Premium	Reserves	Reserves from the revaluation of fixed assets in fair value	Retained Earnings	Equity of the shareholders
Net Equity Balance on 01.01.2019	13.752.000	9.875.000	21.783.318	-208.084	-69.234.629	-24.032.395
Profit (+)/Loss (-) after taxation	0	0	0	0	-305.759	-305.759
Other Comprehensive Income						0
Revaluation of assets in fair values						0
Interest Hedging (swap)						0
Actuarial gain/losses					-43.013	-43.013
F.X. Differences				89.014		89.014
Other Equity Adjustments						0
Deferred Taxation					12.474	12.474
Other Comprehensive Income after taxes	0	0	0	89.014	-30.539	58.476
Total Comprehensive Income after taxes	0	0	0	89.014	-336.298	-247.283
Net Equity Balance on 30.06.2019	13.752.000	9.875.000	21.783.318	-119.069	-69.570.927	-24.279.678
Net Equity Balance on 01.01.2020	13.752.000	9.875.000	21.783.318	-54.694	-71.262.075	-25.906.451
Profit (+)/Loss (-) after taxation	0	0	0	0	-1.720.913	-1.720.913
Other Comprehensive Income						0
Actuarial gain/losses	0	0	0		-35.206	-35.206
F.X. Differences	0	0	0	96.541	0	96.541
Deferred Taxation					8.450	8.450
Other Comprehensive Income after taxes	0	0	0	96.541	-26.757	69.785
Total Comprehensive Income after taxes	0	0	0	96.541	-1.747.670	-1.651.129
Net Equity Balance on 30.06.2020	13.752.000	9.875.000	21.783.318	41.848	-73.009.745	-27.557.580

The accompanying notes form an integral part of these condensed interim six-month Financial Statements

SIDMA S.A.					
Statement of changes in net equity for the period from 1st January to 30th June 2020					
Amounts in EURO	Company				
	Share Capital	Share Premium	Reserves	Retained Earnings	Total Equity
Net Equity Balance on 01.01.2019	13.752.000	9.875.000	18.915.678	-50.021.386	-7.478.709
Profit (+)/Loss (-) after taxation	0	0	0	115.372	115.372
Other Comprehensive Income					0
Interest Hedging (swap)	0	0	0	0	0
Actuarial gain/losses	0	0	0	-43.013	-43.013
Deferred Taxation	0	0	0	12.474	12.474
Other Comprehensive Income after taxes	0	0	0	-30.539	-30.539
Total Comprehensive Income after taxes	0	0	0	84.833	84.833
Net Equity Balance on 30.06.2019	13.752.000	9.875.000	18.915.678	-49.936.554	-7.393.876
Net Equity Balance on 01.01.2020	13.752.000	9.875.000	18.915.678	-51.333.173	-8.790.495
Profit (+)/Loss (-) after taxation	0	0	0	-950.358	-950.358
Other Comprehensive Income					0
Interest Hedging (swap)	0	0	0	0	0
Actuarial gain/losses	0	0	0	-35.206	-35.206
Deferred Taxation	0	0	0	8.449	8.449
Other Comprehensive Income after taxes	0	0	0	-26.757	-26.757
Total Comprehensive Income after taxes	0	0	0	-977.115	-977.115
Net Equity Balance on 30.06.2020	13.752.000	9.875.000	18.915.678	-52.310.287	-9.767.610

The accompanying notes form an integral part of these condensed interim six-month Financial Statements

4.4 Cash Flows Statements

SIDMA S.A.				
Cash Flow Statement				
for the period from 1st January to 30th June 2020				
Amounts in EURO	Group		Company	
	1.1 - 30.06.2020	1.1 - 30.06.2019	1.1 - 30.06.2020	1.1 - 30.06.2019
Operating Activities				
Profit before taxation	-1.768.244	-331.013	-997.688	90.118
Adjustments for:				
Depreciation & amortization	1.170.404	1.112.200	899.183	884.225
Depreciation of granted assets	-20.837	-20.906	-20.837	-20.906
Provisions	113.299	-6.583	13.802	-6.583
Income from prior years' provisions	-6.613	-727	-390	0
Exchange Differences	-394.595	-145.731	0	0
Income and expenses from investing activities	-13.818	-4.441	-13.339	-4.155
Other non cash income/expenses	114.566	-944.263	0	-1.000.000
Finance Costs	2.981.835	2.537.660	1.748.327	1.845.056
Adjustments for changes in working capital				
Decrease/(increase) in inventories	3.791.176	-3.331.190	1.777.353	-1.298.571
Decrease/(increase) in receivables	240.310	-2.314.743	-938.760	-3.109.496
(Decrease)/increase in payables(except bank loans and overdrafts)	-3.729.080	5.285.733	-1.995.507	3.670.365
Less:				
Financial Costs paid	-2.910.212	-2.538.695	-1.677.193	-1.846.091
Total inflows / (outflows) from operating activities (a)	-431.808	-702.698	-1.205.050	-796.038
Investing activities				
Acquisition of subsidiaries	0	0	0	0
Purchase of tangible and intangible assets	-402.658	-187.249	-394.035	-123.476
Proceeds on disposal of tangible and intangible assets	22.627	1.500	22.627	1.500
Dividends received	1.749	2.543	1.270	2.257
Total inflows / (outflows) from investing activities (b)	-378.282	-183.206	-370.139	-119.719
Financing Activities				
New bank loans raised	3.261.901	-5.207	3.104.471	0
Repayments of loans	-309.083	-1.473.023	0	-1.072.600
Total inflows / (outflows) from financing activities (c)	2.871.647	-1.478.230	3.025.602	-1.072.600
Net Increase/(Decrease) in cash and cash equivalents (a) + (b) + (c)	2.061.556	-2.364.134	1.450.414	-1.988.357
Cash and cash equivalents at the beginning of the period	6.239.118	9.248.762	5.357.806	7.097.932
Cash and cash equivalents from the absorption of subsidiary company	0	0	0	0
Cash and cash equivalents at the end of the period	8.300.674	6.884.628	6.808.220	5.109.574

The accompanying notes form an integral part of these condensed interim six-month Financial Statements.

5 Notes of the Interim Financial Statements of the six months of 2020

5.1 General Information about the Company and the Group

The parent 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 54th, ATHENS – LAMIA N.R., 320 11 INOFYTA and its website is www.sidma.gr. The company's shares are listed on the Athens Stock Exchange under the category of Basic Metals.

In the Consolidated financial statements, the following companies are included:

- "SIDMA WORLDWIDE LIMITED" (100% Subsidiary) based in Cyprus.
- The 100% subsidiaries "SIDMA Romania SRL" based in Romania and "SIDMA Bulgaria S.A." based in Bulgaria, with the same purpose as the parent company through the Cyprus holding company "SIDMA WORLDWIDE LIMITED».

The attached financial statements were approved by the Company's Board of Directors on 25.9.2020 and are available on the Company's website www.sidma.gr.

5.2 Basis for preparation of financial statements

The accompanying interim condensed financial statements of the Group and the Company dated 30 June 2020 covering the period from 1 January 2020 to 30 June 2020 have been prepared in accordance with the historical cost convention as amended by the revaluation of specific assets in fair values and under the going concern principle.

The accompanying interim condensed financial statements of the Group and the Company are in accordance with the International Financial Reporting Standards (IFRS) as issued by the International Accounting Standards Board (IASB) and their interpretations, as issued by the IFRIC of the IASB, and in particular are in accordance with IAS. 34 on Interim Financial Statements.

The interim condensed financial statements do not include all the information and notes required in the annual financial statements of the Company and the Group as at 31 December 2019 and should be read in conjunction with them.

The presentation currency of the financial statements is the euro.

5.3 Changes in Accounting Policies

5.3.1 New Standards, Interpretations, Revisions and Amendments to existing Standards that are effective and have been adopted by the European Union

The following new Standards, Interpretations and amendments of IFRSs have been issued by the International Accounting Standards Board (IASB), are adopted by the European Union, and their application is mandatory from or after 01/01/2020.

- **Revision of the Conceptual Framework for Financial Reporting (effective for annual periods starting on or after 01/01/2020)**

In March 2018, the IASB issued the revised Conceptual Framework for Financial Reporting (Conceptual Framework), the objective of which was to incorporate some important issues that were not covered, as well as update and clarify some guidance that was unclear or out of date. The revised Conceptual Framework includes a new chapter on measurement, which analyzes the concept on measurement, including factors to be considered when selecting a measurement basis, concepts on presentation and disclosure, and guidance on derecognition of assets and liabilities from financial statements. In addition, the revised Conceptual Framework includes improved definitions of an asset and a liability, guidance supporting these definitions, update of recognition criteria for assets and liabilities, as well as clarifications in important areas, such as the roles of stewardship, prudence and measurement uncertainty in financial reporting. The amendments do not affect the consolidated Financial Statements.

- **Amendments to References to the Conceptual Framework in IFRS Standards (effective for annual periods starting on or after 01/01/2020)**

In March 2018, the IASB issued Amendments to References to the Conceptual Framework, following its revision. Some Standards include explicit references to previous versions of the Conceptual Framework. The objective of these amendments is to update those references so that they refer to the revised Conceptual Framework and to support transition to the revised Conceptual Framework. The amendments do not affect the consolidated Financial Statements.

- **Amendments to IAS 1 and IAS 8: "Definition of Material" (effective for annual periods starting on or after 01/01/2020)**

In October 2017, the IASB published narrow-scope amendments to IFRS 9. Under the existing requirements of IFRS 9, an entity would have measured a financial asset with negative compensation at fair value through profit or loss as the "negative compensation" feature would have been viewed as introducing potential cash flows that were not solely payments of principal and interest. Under the amendments, companies are allowed to measure particular prepayable financial assets with so-called negative compensation at amortized cost or at fair value through other comprehensive income if a specified condition is met. The amendments do not affect the consolidated and separate Financial Statements.

- **Amendments to IFRS 9, IAS 39 and IFRS 7: “Interest Rate Benchmark Reform” (effective for annual periods starting on or after 01/01/2020)**

In September 2019, the IASB issued amendments to some specific hedge accounting requirements to provide relief from potential effects of the uncertainty caused by the Interest Rate Benchmark reform. The amendments are designed to support the provision of useful financial information by companies during the period of uncertainty arising from the phasing out of interest – rate benchmarks such as interbank offered rates (IBORs). It requires companies to provide additional information to investors about their hedging relationships which are directly affected by these uncertainties. The amendments do not affect the consolidated Financial Statements.

- **Amendments to IFRS 3: “Definition of a Business” (effective for annual periods starting on or after 01/01/2020)**

In October 2018, the IASB issued narrow-scope amendments to IFRS 3 to improve the definition of a business. The amendments will help companies determine whether an acquisition made is of a business or a group of assets. The amended definition emphasizes that the output of a business is to provide goods and services to customers, whereas the previous definition focused on returns in the form of dividends, lower costs or other economic benefits to investors and others. In addition to amending the wording of the definition, the Board has provided supplementary guidance. The amendments do not affect the consolidated Financial Statements.

5.3.2 New Standards, Interpretations, Revisions and Amendments to existing Standards that have not been applied yet or have not been adopted by the European Union

The following new Standards, Interpretations and amendments of IFRSs have been issued by the International Accounting Standards Board (IASB), but their application has not started yet or they have not been adopted by the European Union.

- **Amendments to IFRS 16 “Leases” Covid-19 – Related Rent Concessions (effective for annual periods starting on or after 01/06/2020)**

In May 2020, the IASB issued amendments to IFRS 16 that provide lessees with an exemption from assessing whether a Covid-19-related rent concession is a lease modification. More specifically, the amendments clarify that if certain conditions are met, lessees are not required to assess whether particular Covid-19-related rent concessions are lease modifications. Instead, lessees that apply the practical expedient, would account for those rent concessions as if they were not lease modifications. It applies to Covid-19-related rent concessions that reduce lease payments due on or before June 30, 2021. The Group will examine the impact of the above on its Financial Statements, though it is not expected to have any. The above have not been adopted by the European Union.

- **Amendments to IFRS 4 “Insurance Contracts” – deferral of IFRS 9 (effective for annual periods starting on or after 01/01/2021)**

In June 2020, the IASB issued amendments that declare deferral of the date of initial application of IFRS 17 by two years, to annual periods beginning on or after January 1, 2023. As a consequence, the IASB also extended the fixed expiry date for the temporary exemption from applying IFRS 9 “Financial Instruments” in IFRS 4 “Insurance Contracts”, so that the entities are required to apply IFRS 9 for annual periods beginning on or after January 1, 2023. The Group will examine the impact of the above on its Financial Statements, though it is not expected to have any. The above have not been adopted by the European Union.

- **Amendments to IFRS 9, IAS 39, IFRS 7, IFRS 4 and IFRS 16: “Interest Rate Benchmark Reform – Phase 2” (effective for annual periods starting on or after 01/01/2021)**

In August 2020, the IASB has finalized its response to the ongoing reform of IBOR and other interest benchmarks by issuing a package of amendments to IFRS Standards. The amendments complement those issued in 2019 and focus on the effects on financial statements when a company replaces the old interest rate benchmark with an alternative benchmark rate as a result of the reform. More specifically, the amendments relate to how a company will account for changes in the contractual cash flows of financial instruments, how it will account for a change in its hedging relationships as a result of the reform, as well as relevant information required to be disclosed. The Group will examine the impact of the above on its Financial Statements, though it is not expected to have any. The above have not been adopted by the European Union.

- **Amendments to IFRS 3 “Business Combinations”, IAS 16 “Property, Plant and Equipment”, IAS 37 “Provisions, Contingent Liabilities and Contingent Assets” and “Annual Improvements 2018-2020” (effective for annual periods starting on or after 01/01/2022)**

In May 2020, the IASB issued a package of amendments which includes narrow-scope amendments to three Standards as well as the Board’s Annual Improvements, which are changes that clarify the wording or correct minor consequences, oversights or conflicts between requirements in the Standards. More specifically:

- **Amendments to IFRS 3 Business Combinations** update a reference in IFRS 3 to the Conceptual Framework for Financial Reporting without changing the accounting requirements for business combinations.
- **Amendments to IAS 16 Property, Plant and Equipment** prohibit a company from deducting from the cost of property, plant and equipment amounts received from selling items produced while the company is preparing the asset for its intended use. Instead, a company will recognize such sales proceeds and related cost in profit or loss.
- **Amendments to IAS 37 Provisions, Contingent Liabilities and Contingent Assets** specify which costs a company includes when assessing whether a contract will be loss-making.

- **Annual Improvements 2018-2020** make minor amendments to IFRS 1 First-time Adoption of International Financial Reporting Standards, IFRS 9 Financial Instruments, IAS 41 Agriculture and the Illustrative Examples accompanying IFRS 16 Leases.

The Group will examine the impact of the above on its Financial Statements, though it is not expected to have any. The above have not been adopted by the European Union.

- **IFRS 17 “Insurance Contracts” (effective for annual periods starting on or after 01.01.2023)**

In May 2017, the IASB issued a new Standard, IFRS 17, which replaces an interim Standard, IFRS 4. The aim of the project was to provide a single principle-based standard to account for all types of insurance contracts, including reinsurance contracts that an insurer holds. A single principle-based standard would enhance comparability of financial reporting among entities, jurisdictions and capital markets. IFRS 17 sets out the requirements that an entity should apply in reporting information about insurance contracts it issues and reinsurance contracts it holds. Furthermore, in June 2020, the IASB issued amendments, which do not affect the fundamental principles introduced when IFRS 17 has first been issued. The amendments are designed to reduce costs by simplifying some requirements in the Standard, make financial performance easier to explain, as well as ease transition by deferring the effective date of the Standard to 2023 and by providing additional relief to reduce the effort required when applying the Standard for the first time. The Group will examine the impact of the above on its Financial Statements, though it is not expected to have any. The above have not been adopted by the European Union.

- **Amendments to IAS 1 “Classification of Liabilities as Current or Non-current” (effective for annual periods starting on or after 01/01/2023)**

In January 2020, the IASB issued amendments to IAS 1 that affect requirements for the presentation of liabilities. Specifically, they clarify one of the criteria for classifying a liability as non-current, the requirement for an entity to have the right to defer settlement of the liability for at least 12 months after the reporting period. The amendments include: (a) specifying that an entity’s right to defer settlement must exist at the end of the reporting period; (b) clarifying that classification is unaffected by management’s intentions or expectations about whether the entity will exercise its right to defer settlement; (c) clarifying how lending conditions affect classification; and (d) clarifying requirements for classifying liabilities an entity will or may settle by issuing its own equity instruments. Furthermore, in July 2020, the IASB issued an amendment to defer by one year the effective date of the initially issued amendment to IAS 1, in response to the Covid-19 pandemic. The Group will examine the impact of the above on its Financial Statements, though it is not expected to have any. The above have not been adopted by the European Union.

5.4 Important accounting estimates and judgements of Management

Management estimates and judgements are constantly reviewed and based on historical data and expectations for future events, which are deemed reasonable pursuant to current circumstances. Company Management makes accounting estimates and assumptions with respect to the evolution of future events which, by definition, will scarcely coincide with the respective actual results.

Accounting estimates and judgments have not changed in comparison with those of 31.12.2019, while containing no unusual events that require further disclosures in relation to the annual Financial Statements. The main estimates and judgements referring to events whose development could affect the items of financial statements after 30.06.2020 concern mainly provisions for contingent taxes, provisions for impairment of reserves and receivables and estimates regarding the useful life of depreciable fixed assets.

5.5 Risk Management

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

5.5.1 Credit Risk

The Group implies a policy of credit insurance through insurance companies resulting in a percentage of 80% of its claims being secured with a 10% equity stake. Wholesale sales are mainly made to customers with an appropriate credit history. Retail sales are made in cash. On 30/06/2020, the Management believes that there is no material credit-risk exposure that has not already been covered by provisions for bad debts. Indicatively, we mention that the percentage of uninsured bad debts on the turnover for the group, in the last three years, ranged at 0.03%. It has also organized a credit control department, charged with assessing the creditworthiness of its customers as well as determining their credit limits.

5.5.2 Interest Rate Risk

The interest rate risk mainly arises from long-term and short-term loans. The Group's borrowing is largely floating rate and therefore depends directly on the amount and changes in interest rates, which exposes the Group to cash flow risk. The Group's policy is to continuously monitor interest rate trends as well as the duration of its financing needs.

For the Group, an increase of / (decrease) in interest rates by +/- 1% would result (607) thousand € and 607 thousand € respectively for the results and the Group's Equity.

The Group does not consider a rapid increase in Euribor interest rates being possible given the economic situation and development prospects of the Eurozone countries and therefore it has not carried out any interest rate risk management transactions.

5.5.3 Liquidity Risk

The Group's standard practice is not to make use of all available lines, but to have disposable credit limits or cash flows at least 7.5% of the total on any occasion. On 30/06/2020, the Group maintained reserves of € 8,3 million. The company's financial statements have been prepared based on the principle of going concern.

Due to the accumulated losses, the total value of the Equity of the Company and the Group has become negative. Also, the total value of the short-term liabilities of the Company and the Group on June 30, 2020, exceeds the total value of their current assets by € 55,831 thousand, and € 65,074 thousand, respectively. The above facts indicate the existence of substantial uncertainty which may raise significant doubts about the ability of the Company and the Group to continue their operations.

However, € 53,878 thousand relate to long-term bond loans of the company which, due to their maturity within 12 months from the date of publication, have been classified as short-term borrowing. The management of the company after the decision of the General Meeting of shareholders of 31/8/2020, the shareholders of which decided to issue Joint Bond Loans totalling € 76.8 million with a 10 years repayment schedule, is in the final stage of signing loan agreements with the creditor banks for the purpose of refinancing its bank liabilities. The result of this restructuring will be the shift of short-term borrowing up to € 70 million to long-term, resulting in the improvement of the company's working capital. Considering the above movement in the Financial Statements of 30/06/2020 the working capital of the Company and the Group would be positive.

Also, on September 24, 2020, as mentioned in note 5.24, following the decision of the General Meeting of Shareholders of 25/05/2020, was signed between BITROS METALLURGICAL SA. and the company, an agreement for the transfer of assets and liabilities of BITROS METALLURGICAL SA. against company securities. The transferor undertook the obligation to contribute to the Company the assets and liabilities as they are formed on the date of the contribution 31/08/2020, to cover the increase of the share capital of the company, in accordance with the provisions of article 17 N 4548/2018, up to the amount of € 4,584,000.60, through the issue of 3,395,556 common, registered shares, nominal value € 1.35 each with the difference between the nominal value of the new shares and the offering price, total amount € 3,421,571.20 in credit of the account "Difference from the issue of premium shares". The increase of the Company's equity from the above contribution amounts to € 8.01 million with also a positive effect on the Company's working capital.

Within the framework of any emergency to enhance liquidity beyond the cost saving program already implemented, the Group evaluates moves which can bring significant benefits. Namely, it examines a series of actions to improve its financial position, such as the restructuring of structures, the limitation of supporting expenditure and the appropriate use of assets that will bring benefits without affecting the Parent company and the Group from operating smoothly.

The maturity of the Group's financial liabilities is as follows:

Group	30.06.2020			31.12.2019		
	Up to 6 months	6-12 months	1-5 years	Up to 6 months	6-12 months	1-5 years
Long-term borrowings	44.724.760	54.189.720	8.846.888	41.058.205	54.462.793	9.347.681
Trade Payables	36.236.519	-	-	40.902.973	-	-
Other Payables	3.661.300	-	-	3.030.595	-	-
Current Tax Liabilities	-	-	-	-	-	-
Total	84.622.579	54.189.720	8.846.888	84.991.773	54.462.793	9.347.681

Company	30.06.2020			31.12.2019		
	Up to 6 months	6-12 months	1-5 years	Up to 6 months	6-12 months	1-5 years
Long-term borrowings	31.460.691	53.877.720	1.229.303	28.293.313	53.852.722	1.338.321
Trade Payables	28.878.696	-	-	31.314.809	-	-
Other Payables	3.330.264	-	-	2.844.080	-	-
Current Tax Liabilities	-	-	-	-	-	-
Total	62.452.202	53.877.720	1.229.303	62.452.202	53.852.722	1.338.321

5.5.4 Risk of Fluctuation of Raw Material Prices

The selling prices of the produced products are largely dictated by the prices of the raw materials. Fluctuations in the international prices of steel products affect (positively or negatively) the profit margin of the Group, as changes in the selling prices of products cannot be fully synchronized with the prices of our still unreceived orders, and the prices of our stocks. The gross profit margin of the Group is positively affected in the case of rising prices of raw materials and negatively in the opposite case. The fluctuation of the prices of the products traded by the Group cannot be covered by hedging operations, because of which its results are affected respectively through devaluation or appreciation of inventories.

Indicatively we mention that from January 2017 to June 2020 the difference between maximum and minimum price, for three of the most important products of the Group, was € 87 / MT for hot rolled materials, € 101 / MT for cold rolled materials and € 118 / MT for galvanized materials or 15% on the average price of the period. Respectively, the gross profit rate fluctuated in the order of 250 basis points between maximum and minimum price.

However, the Group implements a conservative stock policy, maintains constant contact and excellent cooperation with all its key suppliers, as a result of which it is immediately informed about all the upward or downward trends in the prices of raw materials and is positioned appropriately.

An increase in prices results to an increase in gross profit margins. Nevertheless, we are not able to quantify the exact relationship between them.

5.5.5 Currency Risk

The Group operates in Europe and therefore the bulk of its transactions is carried out in Euros. However, a small part of the Group's goods purchases is made in US Dollars. To address this risk, the Group carries currency forward contracts.

In addition, the Group is exposed to currency risks from investments in foreign countries (Subsidiary company in Romania). As a natural hedge for investments in foreign subsidiaries whose net position is

exposed to foreign exchange rate risk, the Group's policy is to use borrowings in the respective currency - is possible - in order to reduce exposure to risk in case of devaluation of local currencies against the Euro.

5.6 Group's structure

The parent company and the subsidiaries included in the Consolidated Financial Statements, with the percentage of participation and the country located as in 30/06/2020, 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
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 was no change in the above percentages.

The Consolidated Financial Statements of SIDMA S.A. are included under Equity Method, in the Consolidated Financial Statements of Consolidated Financial Statements of VIOHALCO S.A. group of companies, domiciled in Brussels. The percentage applied for the consolidation of the period 1.1.2020 – 30.06.2020 is 33,76%.

5.7 Operating Segments

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 had identified two reportable profit generating segments, "Steel segment" and "Other".

Amounts in Euros	1.1 - 30.06.2020				1.1 - 30.06.2019			
	Steel	Other	Intergroup	Total	Steel	Other	Intergroup	Total
Sales to other companies	61.077.049	190.443	0	61.267.492	68.139.962	191.910	0	68.331.872
Sales to the companies of group	0	0	0	0	0	0	0	0
Total Sales	61.077.049	190.443	0	61.267.492	68.139.962	191.910	0	68.331.872
Operational Profits	572.756	118.848	0	691.605	1.183.684	119.765	0	1.303.449
Finance cost	-2.459.849	0	0	-2.459.849	-1.635.962	0	0	-1.635.962
Result from investing activities	0	0	0	0	1.500	0	0	1.500
Profit before taxation	-1.887.092	118.848	0	-1.768.244	-450.778	119.765	0	-331.013
Profit after taxation	-1.834.295	113.382	0	-1.720.913	-420.073	114.314	0	-305.759
Depreciation	1.086.591	62.976	0	1.149.567	1.028.494	62.801	0	1.091.295
EBITDA	1.659.348	181.824	0	1.841.172	2.212.178	182.566	0	2.394.744
Amounts in Euros	1.1 - 30.06.2020				1.1 - 30.06.2019			
	Steel	Other	Intergroup	Total	Steel	Other	Intergroup	Total
Non Current Assets	122.563.218	1.399.887	0	123.963.105	125.387.036	1.387.990	0	126.775.026
	122.563.218	1.399.887	0	123.963.105	125.387.036	1.387.990	0	126.775.026
Long-term & Short-term Liabilities	151.243.089	277.596	0	151.520.685	152.349.066	332.412	0	152.681.478
	151.243.089	277.596	0	151.520.685	152.349.066	332.412	0	152.681.478

Moreover, below are presented the geographic segments.

Amounts in Euro Company	1.1 - 30.06.2020			1.1 - 30.06.2019		
	Greece	Abroad	Total	Greece	Abroad	Total
SIDMA S.A.	36.029.679	5.249.409	41.279.088	37.810.822	5.377.927	43.188.749
SIDMA BULGARIA S.A.	0	11.714.551	11.714.551	0	13.052.084	13.052.084
SIDMA ROMANIA SRL	0	8.273.853	8.273.853	0	12.091.038	12.091.038
Total	36.029.679	25.237.812	61.267.492	37.810.822	30.521.050	68.331.872

5.8 Property, Plant and Equipment

The tangible fixed assets of the Group and the Company as of 30.06.2020 are shown in the following tables:

Tangible Assets	Group						Grand Total
	Land	Buildings	Machinery	Transportation	Other equipment	Assets under construction	
Acquisition cost							
Acquisition cost or deemed cost 1.1.2019	17.900.201	27.481.838	12.310.249	1.727.861	2.111.954	20.571	61.552.675
Right-of-use assets under operating lease (IFRS 16)	0	0	0	366.250	0	0	366.250
Right-of-use assets additions	0	191.333	0	75.685	0	0	267.018
Additions	0	10.047	104.142	79.381	43.138	435.484	672.192
Sales or Deletions	0	0	-53.743	-56.031	-20.853	0	-130.627
Transfers	0	7.373	27.989	0	25.867	-61.229	0
Exchange differences	-45.276	-58.777	-24.515	10	-182	0	-128.740
Acquisition cost or deemed cost 31.12.2019	17.854.925	27.631.815	12.364.122	2.193.156	2.159.924	394.826	62.598.769
Depreciation							
Accumulated Depreciation 01.01.2019	0	-1.968.212	-4.379.557	-1.708.041	-1.993.288	0	-10.049.098
Depreciation of the right-of-use assets	0	-52.182	0	-168.828	0	0	-221.010
Depreciation of the year	0	-842.993	-1.086.799	-29.232	-54.511	0	-2.013.535
Transfers	0	0	0	0	0	0	0
Depreciation of sold or deleted assets	0	0	13.718	56.031	18.167	0	87.915
Accumulated Depreciation 31.12.2019	0	-2.863.386	-5.452.638	-1.850.071	-2.029.632	0	-12.195.727
Book value in 31.12.2019	17.854.925	24.768.429	6.911.484	343.085	130.292	394.826	50.403.042
Acquisition cost							
Acquisition cost or deemed cost 1.1.2020	17.854.925	27.631.815	12.364.122	2.193.156	2.159.924	394.826	62.598.769
Right-of-use assets additions	0	0	0	94.542	0	0	94.542
Additions	0	3.008	17.054	0	8.788	359.489	388.339
Sales or Deletions	0	0	0	0	-107.576	0	-107.576
Transfers	0	0	46.799	0	6.369	-53.168	0
Exchange differences	-23.807	-29.367	-12.243	-456	-75	0	-65.947
Acquisition cost or deemed cost 30.06.2020	17.831.118	27.605.456	12.415.733	2.287.243	2.067.430	701.148	62.908.127
Depreciation							
Accumulated Depreciation 01.01.2020	0	-2.863.386	-5.452.638	-1.850.071	-2.029.632	0	-12.195.727
Depreciation of the right-of-use assets	0	-26.091	0	-116.981	0	0	-143.072
Depreciation of the year	0	-419.290	-543.454	-17.743	-25.662	0	-1.006.149
Transfers	0	0	0	0	0	0	0
Depreciation of sold or deleted assets	0	0	0	0	107.576	0	107.576
Accumulated Depreciation 30.06.2020	0	-3.308.768	-5.996.092	-1.984.795	-1.947.718	0	-13.237.373
Book value in 30.06.2020	17.831.118	24.296.688	6.419.641	302.448	119.712	701.147	49.670.754

Tangible Assets	Company						Grand Total
	Land	Buildings	Machinery	Transportation	Other equipment	Assets under construction	
Acquisition cost							
Acquisition cost or deemed cost 1.1.2019	13.662.000	22.419.321	10.070.653	1.489.927	1.884.079	20.570	49.546.550
Right-of-use assets under operating lease (IFRS 16)	0	0	0	244.709	0	0	244.709
Right-of-use assets additions	0	0	0	54.290	0	0	54.290
Additions	0	10.047	46.349	85.753	31.680	435.484	609.313
Sales or Deletions	0	0	-53.743	-56.031	-5.941	0	-115.715
Transfers	0	7.373	27.989	0	25.867	-61.229	0
Acquisition cost or deemed cost 31.12.2019	13.662.000	22.436.741	10.091.248	1.818.648	1.935.685	394.825	50.339.147
Depreciation							
Accumulated Depreciation 01.01.2019	0	-1.349.949	-3.728.292	-1.478.863	-1.784.544	0	-8.341.648
Depreciation of the right-of-use assets	0	0	0	-122.944	0	0	-122.944
Depreciation of the year	0	-675.634	-879.322	-19.428	-46.524	0	-1.620.908
Depreciation of sold or deleted assets	0	0	13.718	56.031	5.941	0	75.690
Transfers	0	0	0	0	0	0	0
Accumulated Depreciation 31.12.2019	0	-2.025.583	-4.593.896	-1.565.205	-1.825.127	0	-10.009.810
Book value in 31.12.2019	13.662.000	20.411.159	5.497.352	253.443	110.558	394.825	40.329.337
Acquisition cost							
Acquisition cost or deemed cost 1.1.2020	13.662.000	22.436.741	10.091.248	1.818.648	1.935.685	394.825	50.339.147
Right-of-use assets additions	0	0	0	39.428	0	0	39.428
Additions	0	3.008	9.025	0	8.195	359.489	379.716
Sales or Deletions	0	0	0	0	-107.576	0	-107.576
Transfers	0	0	46.799	0	6.369	-53.168	0
Acquisition cost or deemed cost 30.06.2020	13.662.000	22.439.749	10.147.071	1.858.076	1.842.674	701.146	50.650.716
Depreciation							
Accumulated Depreciation 01.01.2020	0	-2.025.583	-4.593.896	-1.565.205	-1.825.127	0	-10.009.810
Depreciation of the right-of-use assets	0	0	0	-79.286	0	0	-79.286
Depreciation of the year	0	-336.462	-440.407	-3.029	-22.099	0	-801.997
Depreciation of sold or deleted assets	0	0	0	0	107.576	0	107.576
Transfers	0	0	46.799	0	6.369	-53.168	0
Accumulated Depreciation 30.06.2020	0	-2.362.044	-4.987.504	-1.647.520	-1.733.281	-53.168	-10.783.517
Book value in 30.06.2020	13.662.000	20.077.705	5.159.567	210.556	109.392	647.978	39.867.198

Land, buildings and equipment are valued at fair value. The means of transport and vehicles, other equipment and assets under construction are stated at cost less accumulated depreciation.

There are pledges over the fixed assets of the Group for loans as described in paragraph 5.21.2.

5.9 Intangible Assets

The intangible assets for the Group and the Company are shown in the following tables:

Amounts in €	Group			Company
	Goodwill	Software	Total	Software
Acquisition cost				
Acquisition cost or deemed cost 1.1.2019	419.115	1.584.442	2.003.557	1.428.100
Additions	0	13.199	13.199	12.275
Transfers	0	0	0	0
Exchange differences	0	(144)	(144)	0
Acquisition cost or deemed cost 31.12.2019	419.115	1.597.497	2.016.612	1.440.375
Depreciation				
Accumulated Depreciation 01.01.2019	0	(1.479.126)	(1.479.126)	(1.336.537)
Depreciation of the year	0	(49.909)	(49.909)	(44.724)
Transfers	0	0	0	0
Accumulated Depreciation 31.12.2019	0	-1.529.035	-1.529.035	-1.381.262
Book value in 31.12.2019	419.115	68.462	487.577	59.113
Acquisition cost				
Acquisition cost or deemed cost 1.1.2020	419.115	1.597.497	2.016.612	1.440.375
Additions	0	3.537	3.537	3.537
Exchange differences	0	(52)	(52)	0
Acquisition cost or deemed cost 30.06.2020	419.115	1.600.982	2.020.097	1.443.912
Depreciation				
Accumulated Depreciation 01.01.2020	0	(1.529.035)	(1.529.035)	(1.381.262)
Depreciation of the year	0	(20.140)	(20.140)	(17.900)
Accumulated Depreciation 30.06.2020	0	-1.549.175	-1.549.175	-1.399.161
Book value in 30.06.2020	419.115	51.807	470.922	44.751

The goodwill arose from the acquisition of a subsidiary, which is considered as a special cash flow generating unit and consists of an operating sector (Steel). Goodwill impairment test is conducted annually and when there are indications of impairment. In such cases the company takes the requested provisions.

5.10 Investments in subsidiaries

The Company participates 100% in the subsidiary SIDMA WORLDWIDE LIMITED and the subsidiary SIDMA WORLDWIDE LIMITED participates 100% in turn in SIDMA BULGARIA and SIDMA ROMANIA.

The value of the participation in the subsidiary SIDMA WORLDWIDE LIMITED in the individual financial statements was as follows:

	Company	
	30.06.2020	31.12.2019
Balance at the beginning of the year	11.175.716	11.417.082
Decrease of investment due to merger with subsidiary PANELCO	0	-2.441.366
Impairment provision	0	2.200.000
Impairment provision reversal	0	0
Balance at the end of the year	11.175.716	11.175.716

The value of the subsidiaries, SIDMA BULGARIA and SIDMA ROMANIA, of the company SIDMA WORLDWIDE LIMITED was as follows:

	Company	
	30.06.2020	31.12.2019
SIDMA Bulgaria	7.894.953	7.894.953
SIDMA Romania	3.280.763	3.280.763
Balance at the end of the year	11.175.716	11.175.716

	Balance at the beginning of the year	Cummulative Impairment	30.06.2020
SIDMA Bulgaria	7.894.953	0	7.894.953
SIDMA Romania	8.839.635	-5.558.872	3.280.763
Balance at the end of the year	16.734.588	-5.558.872	11.175.716

5.11 Inventories

The reserves of the Group and the Company are analyzed in the following table:

<i>Amounts in Euros</i>	Group		Company	
	30.06.2020	31.12.2019	30.06.2020	31.12.2019
Merchandise	5.638.285	6.870.274	4.786.596	5.607.907
Finished and semi-finished products	4.435.046	4.607.645	3.483.845	3.505.810
Raw, auxiliary materials and spare parts	8.842.899	11.018.235	6.747.047	7.681.125
Payments in advances to suppliers	722.056	933.308	0	0
Total	19.638.286	23.429.462	15.017.488	16.794.841

The Group's reserves show strong seasonality between the interim financial reporting periods and the end of each year.

To secure the loans of the Group and the Company there is floating insurance on a group of stocks mentioned in note 5.21.2 below.

5.12 Customers and trade receivables

Trade receivables as of 30.06.2020 are analysed below:

	Group		Company	
	30.06.2020	31.12.2019	30.06.2020	31.12.2019
Customers	30.940.554	29.374.682	25.353.598	23.137.147
Notes receivable	670.798	1.190.633	0	0
Cheques receivable	14.413.328	14.237.071	14.259.710	14.074.538
Less: Allowances for doubtful trade receivables	-2.164.288	-2.145.772	-1.461.066	-1.461.066
Total	43.860.392	42.656.614	38.152.242	35.750.618

The Company has established criteria for providing credit to customers which are broadly based on the size of the client's business, the economic circumstances, and the assessment of relevant financial information. At each balance sheet date, all overdue or doubtful receivables are estimated to determine the need or non-

provision for doubtful receivables. Any deletion of customer balances is charged to the existing provision for bad and doubtful debts.

The fair values of the receivables coincide approximately with the book values.

5.13 Other receivables

The analysis of other receivables of the Group and the Company as of 30.06.2020 is as follows:

	Group		Company	
	30.06.2020	31.12.2019	30.06.2020	31.12.2019
Receivables from the State (taxes, etc)	34.565	30.262	14.225	14.153
Purchases in transit	0	2.479.226	0	2.479.226
Prepaid expenses	168.518	194.818	136.594	157.135
Accrued Income	7.176	176.315	707	176.315
Sundry debtors	1.696.699	596.138	1.586.420	374.776
Total	1.938.652	3.476.759	1.737.945	3.201.605

5.14 Share capital

After absorbing the subsidiary PANELCO, the share capital of SIDMA SA amounts to a total of € 13,752,000.45, divided into 10,186,667 common registered shares of nominal value € 1.35 each. There was no change during the current period.

5.15 Borrowings

The financial obligations of the Group and the Company as of 30.06.2020 and 31.12.2019 are analysed below:

	Group		Company	
	30.06.2020	31.12.2019	30.06.2020	31.12.2019
Long-term loan liabilities				
Bond loans	53.677.720	53.677.720	53.677.720	53.677.720
Long-term bank loans	9.168.163	9.886.694	1.350.000	1.425.000
Long-term Leasing Obligations	190.726	246.060	79.303	88.323
Less: Current installments of long-term loans	-54.189.720	-54.462.793	-53.877.720	-53.852.722
Total long-term liabilities (a)	8.846.889	9.347.681	1.229.303	1.338.321
Short-term loan liabilities				
Short-term bank loans	28.700.031	28.606.656	16.248.598	16.397.432
Financing through factoring	197.544	198.240	89.851	120.272
Short-term Leasing Obligations	15.827.184	12.253.309	15.122.242	11.775.609
Total short-term liabilities (b)	44.724.759	41.058.205	31.460.691	28.293.313
Plus: Current installments of long-term loans (c)	54.189.720	54.462.793	53.877.720	53.852.722
Grand Total (a)+(b)+(c)	107.761.368	104.868.679	86.567.714	83.484.356

As regards the borrowing (long term and short-term loans), the following table of future payments for the Group and the Company on 30.06.2020 and 31.12.2019 is presented.

	Group		Company	
	30.06.2020	31.12.2019	30.06.2020	31.12.2019
Up to 1 year	98.914.479	95.520.998	85.338.411	82.146.035
Between 1 and 5 years	8.846.889	9.347.681	1.229.303	1.338.321
More than 5 years	0	0	0	0
Total	107.761.368	104.868.679	86.567.714	83.484.356

The Company's bond loans as of 30.06.2020 totaling € 53.7 million are analyzed as follows:

- The initial bond loan amounting to € 49m with representative of the bond lenders "EUROBANK BANK ERGASIAS SA", received, upon a request made by the Company in June 2020, the consent of the bondholders to be extended until 30.09.2020. The company has also applied for an extension of the loan until December 2020 and is awaiting bond approval. On 30.06.2020 the balance of the bond loan amounted to € 46.5 million.
- The bond loan of the absorbed company Panelco SA of initial issue amounting to € 4 million with "NATIONAL BANK OF GREECE SA". The company received the consent of the bond lender for the extension of the loan until 30/09/2020 and at the same time has requested the loan extension until December 2020. On 30.06.2020 the balance of the bond loan amounted to € 3.7 million.
- The bond loan of the absorbed company Panelco SA of initial issue amounting to € 4 million with "EUROBANK BANK ERGASIAS SA". The company received the consent of the bond lender for the extension of the loan until 30.09.2020 and at the same time has requested the extension of the loan until December 2020. On 30.06.2020 the balance of the loan amounted to € 3.5.

The Management of the company is in the process of renegotiating with the lending banks to sign a new long-term lending agreement. Group loans in foreign currency amounted to € 7,0 mil (RON 34 mil.). The average loan interest for the Group and the Company amounted to 4.59% and 4.04% respectively.

To secure the Group's and the company's loans, there exist real estate liens and floating security on stocks as shown in paragraphs 5.21.1 and 5.21.2 below.

5.16 Other Current Liabilities

The analysis of other short-term liabilities of the Group and the Company on 30.06.2020 is as follows:

	Group		Company	
	30.06.2020	31.12.2019	30.06.2020	31.12.2019
Advances from trade debtors	435.756	515.931	417.415	510.456
Social Security	118.729	222.574	118.729	222.574
Sundry debtors	1.627.428	1.923.148	1.627.760	1.783.793
Accrued Expenses	206.518	264.361	206.518	248.081
Other short-term liabilities	811.674	93.844	598.791	68.438
Other (accruals or deferred income)	461.195	10.736	361.051	10.736
Total	3.661.299	3.030.595	3.330.264	2.844.079

5.17 Income Tax

Deferred tax of the Group and the Company is analysed as follows:

	Group		Company	
	30.06.2020	30.06.2019	30.06.2020	30.06.2019
Deferred Tax	47.330	25.254	47.330	25.254
Total	47.330	25.254	47.330	25.254

5.18 Turnover (Sales)

Sales for the period ended 30.06.2020 are analysed by category of products and services (using Greek Statistical Service Codes) as follows:

	1.1 - 30.06.2020		1.1 - 30.06.2019	
	Group	Company	Group	Company
Manufacture of basic iron, steel and ferro-alloys	28.628.336	18.404.109	31.996.514	20.952.749
Wholesale of metals and metal ores	21.566.155	11.801.978	24.882.712	10.939.469
Manufacture of metal structures and parts of structures	5.614.555	5.614.555	6.415.410	6.415.410
Treatment and coating of metals	3.807.157	3.807.157	3.546.411	3.546.411
Production of Electricity	190.443	190.443	191.910	191.910
Manufacture of steel tubes	1.460.846	1.460.846	1.298.916	1.298.916
Total	61.267.492	41.279.088	68.331.871	43.344.864

The turnover amounts as appeared in the P&L Account, do not include the sales made by the parent company on behalf of third parties (consignment) amounting to EUR 14,637,472. The respective amount of the first six months of 2019 was EUR 17,588,633. The above amounts should be considered for the calculation of any ratios based on the turnover of the Group and the Company.

5.19 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.

	Group		Company	
	30.06.2020	30.06.2019	30.06.2020	30.06.2019
Profit to the Shareholders of the mother company	-1.720.913	-305.759	-950.358	115.372
Weighted number of shares	10.186.667	10.186.667	10.186.667	10.186.667
Basic Earnings Per Share (EURO/share)	-0,1689	-0,0300	-0,0933	0,0113

5.20 Non-audited Fiscal Years

The company has been tax audited up to and including fiscal year 2010. For the fiscal years 2011 to 2018 included, the Company received a Tax Compliance Report, according to par. 5 of article 82 of L. 2238/1994 and article 65A par.1 of L.4174 /2013, without any substantial differences. According to circular POL. 1006/2016, the companies which have been subject to the above special tax audit are not exempted from the regular audit carried out by the competent tax authorities. The Company's Management reckons that in any future re-audits by the tax authorities, if conducted, additional tax differences with significant effect on the Financial Statements will not incur.

For the fiscal year 2019, the special audit to obtain a Tax Compliance Report is in progress and the related tax certificates are expected to be granted upon publication of the Interim Condensed Financial Statements for the period 1.1.2020 – 30.06.2020. If, until the completion of the tax audit, additional tax liabilities arise, the Company believes that these will not have a significant effect on the Interim Condensed Financial Statements. It should be noted that, in accordance with the recent legislation, the audit and the issuance of the Tax Compliance Report apply for the fiscal years 2016 onwards on a voluntary basis.

For the other companies of the Group, the following applies: "SIDMA WORLDWIDE CYPRUS" has been tax audited until the fiscal year 2011 included, "SIDMA Romania S.R.L." until September 2008 included, while

"SIDMA Bulgaria S.A." has not been tax audited for the years 2005 to 2019. Due to accumulated tax losses, no additional taxes are foreseen.

5.21 Contingent liabilities and commitments

5.21.1 Guarantees

On 30 June 2020, the Group and the Company had the following contingent assets & liabilities:

Guarantees for assets

- Issuance of letter of guarantees as assurance for receivables, amounting to € 898 thousand for the Group and the Company.

Guarantees for liabilities

- Issuance of performance guarantees amounting to € 13 thousand for the Group and the Company.
- Issuance of letter of guarantees as assurance for payables, amounting to € 13,923 thousand for the Group and the Company.
- Guarantees (post-dated cheques and receivables) amounting to € 1.5 million, for loans of approximately € 2.3 million for the subsidiaries in Romania and Bulgaria.
- Issuance of guarantees amounting to € 14.4 million and letters of guarantees amounting to € 2.1 million for the assurance of bank financing of € 14.3 million.

5.21.2 Encumbrances

The Group's and Company's assets are mortgaged for mortgages totalling € 70.3 million as detailed below:

- a) The company has consented to a priority mortgage on its property of € 46.5 million as a collateral for the common bond loan of the same amount and of € 8 million on PANELCO's premises at BI.PE. Lamias as a collateral on Bond loans amounting to € 7.2 m. total.
- b) The company has consented to establish a movable security right amounting to € 9 million in accordance with Law 2844/2000, on a group of stocks for the Common Bond Loan of € 46.5 million and the bilateral Bond Loans amounting to € 7.2 million of the absorbed subsidiary PANELKO.
- c) An amount of € 7.3 million (mortgage on the subsidiary's facilities and machinery in Bulgaria, SIDMA Bulgaria, as well as the setting up of a floating-rate security over its stock and receivables) for loans with a nominal value of € 6.6 million.
- d) A statutory mortgage equal to € 5.0 million has been registered on the properties, € 1.2 million on stocks and € 0.5 million on the mechanical equipment of the subsidiary "SIDMA Romania S.R.L", respectively, to secure the repayment of bank loans amounting to nominal value of € 7.7 million.

5.21.3 Legal Affairs

There are no legal or arbitration decisions by judicial or arbitration bodies that may have an impact on the financial position or operating results of the Group companies.

5.22 Number of Personnel

No. of persons	Group		Company	
	1.1 - 30.06.2020	1.1 - 30.06.2019	1.1 - 30.06.2020	1.1 - 30.06.2019
Average no. of personnel	223	224	145	144

5.23 Related Parties

The following are related parties' transactions, according to IAS 24 in the end of the current period, 30.06.2020:

1. Sales of goods and services

Amounts in euros	1.1 - 30.06.2020		1.1 - 30.06.2019	
	Group	Company	Group	Company
Sales of goods and services				
Subsidiaries	0	0	0	156.115
Other companies of the group	1.850.868	1.598.128	1.939.188	1.690.145
Total	1.850.868	1.598.128	1.939.188	1.846.260

Amounts in euros	1.1 - 30.06.2020		1.1 - 30.06.2019	
	Group	Company	Group	Company
Other income				
Subsidiaries	0	12.336	0	0
Other companies of the group	1.456.804	1.193.014	1.702.217	1.281.993
Total	1.456.804	1.205.350	1.702.217	1.281.993

2. Purchases of goods and services

Amounts in euros	1.1 - 30.06.2020		1.1 - 30.06.2019	
	Group	Company	Group	Company
Purchases of goods and services				
Subsidiaries	0	0	0	0
Other companies of the group	10.538.737	3.208.316	15.081.999	3.954.085
Total	10.538.737	3.208.316	15.081.999	3.954.085

Amounts in euros	1.1 - 30.06.2020		1.1 - 30.06.2019	
	Group	Company	Group	Company
Other expenses				
Subsidiaries	0	0	0	0
Other companies of the group	451.054	435.913	416.770	395.553
Total	451.054	435.913	416.770	395.553

3. Receivables

Amounts in euros	1.1 - 30.06.2020		1.1 - 30.06.2019	
	Group	Company	Group	Company
Receivables				
Subsidiaries	0	6.410	0	2
Other companies of the group	2.150.932	2.104.122	2.082.797	1.776.645
Total	2.150.932	2.110.532	2.082.797	1.776.647

4. Payables

Amounts in euros	1.1 - 30.06.2020		1.1 - 30.06.2019	
	Group	Company	Group	Company
Payables				
Subsidiaries	0	-14	0	-14
Other companies of the group	29.744.058	22.782.092	33.556.199	24.103.261
Total	29.744.058	22.782.077	33.556.199	24.103.247

5. Management & Directors' Fees

The Management & Director's fees for the Group and the Company during 30.06.2020 and the prior period are as follows:

	Group		Company	
	1.1 - 30.06.2020	1.1 - 30.06.2019	1.1 - 30.06.2020	1.1 - 30.06.2019
Management Fees (short-term)	291.543	259.379	206.838	134.440
Board of Directors fees (short-term)	84.981	121.824	73.800	110.643
Total	376.524	381.202	280.638	245.083

The above fees are payable in the short term. Apart from these, there were no other transactions, receivables or payables to the members of the Board of Directors and management.

5.24 Post Balance Sheet Events

- The Extraordinary General Meeting held on 31 August 2020 unanimously approved the issue of three ordinary secured corporate bonds totalling: a. €44,635,000, b. €7,177,000 and c. €24,980,000.
- On 24 September 2020, further to the decision made on 25.05.2020 by the General Meeting of Shareholders, BITROS STEEL S.A. and the Company entered into a transfer agreement involving the assets and liabilities of BITROS STEEL S.A. in exchange for company securities. The transferor assumed the obligation to contribute to the Company its assets and liabilities as they are established on the date the contribution took place (31.08.2020) so to cover the increase in the company's share capital in accordance with the provisions of article 17 of Law 4548/2018, up to the amount of €4,584,000.60 through the issue of 3,395,556 ordinary registered shares with a nominal value of €1.35 each with the total difference of €3,214,571.80 between the nominal value of the new shares and the selling price credited to the Share premium account.

The contribution of assets and liabilities is broken down in the table below.

(Amounts in 000 Euro)	Affect in Group & Company figures
ASSETS	
<i>Current Assets</i>	
Inventories	4.169
Other receivables	11
Trade receivables	5.871
Cash and cash equivalents	5.431
Total Current Assets	15.481
Total Assets	15.481
EQUITY	
Shareholders of the mother company	
Share Capital	4.584
Share Premium	3.422
Total Equity	8.006
LIABILITIES	
Short-term liabilities	
Trade payables	407
Short-term loans	6.866
Other short-term payables	203
Total Short-term Liabilities	7.476
Total Liabilities	7.476
Total Equity & Liabilities	15.481

There are no other significant subsequent events that should be reported under the International Financial Reporting Standards (IFRS).

5.25 Approval of interim financial statements

The interim condensed separate and consolidated financial statements for the period ended 30 June 2020 were approved by the Board of Directors of the company on 25.09.2020 and have been published at www.sidma.gr.

Halandri – September 25, 2020

**PRESIDENT OF THE BOARD
OF DIRECTORS**

MARCEL L. AMARIGLIO

**VICE PRESIDENT OF THE BOARD
OF DIRECTORS**

DANIEL D. BENARDOUT

CHIEF EXECUTIVE OFFICER

ANTONIOS P. KARADEOLOGLOU

**THE CHIEF FINANCIAL
OFFICER**

MICHAEL C. SAMONAS

ACCOUNTING DEP. HEAD

PARIS G. PAPAGEORGIOU