



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

G.E.MI. 361801000

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Aspropyrgos Attika, Greece

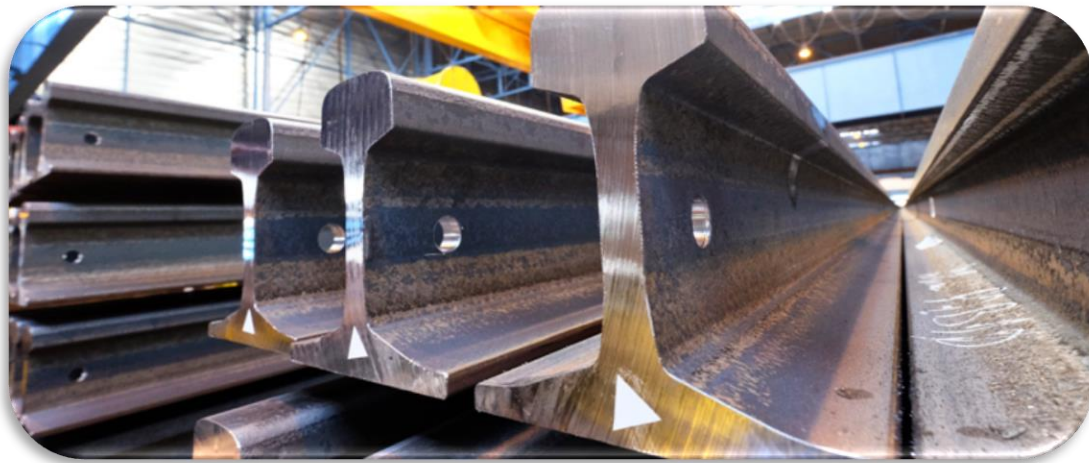
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INTERIM FINANCIAL STATEMENTS AS OF

JUNE 30, 2021

According to IFRS and Law 3556/2007



September 2021

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1 Statements of Members of the Board of Directors

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

1. PANAGIOTIS I. BITROS
2. ANTONIOS P. KARADELOGLOU
3. MICHAEL C. SAMONAS

in our above-mentioned capacity declare that:

as far as we know:

- A. the enclosed financial statements of SIDMA STEEL S.A. for the period of 1.1.2021 to 30.06.2021, drawn up in accordance with the applicable accounting standards, reflect in a true manner the assets and liabilities, equity and results of SIDMA STEEL 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 STEEL 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.

Aspropyrgos, September 17, 2021

**CHAIRMAN OF THE BOARD
OF DIRECTORS**

C.E.O.

**MEMBER OF THE BOARD
OF DIRECTORS**

PANAGIOTIS I. BITROS

ANTONIOS P. KARADELOGLOU

MICHAEL C. SAMONAS

2 Review Report on Interim Financial Information

To the Board of Directors of the Company "SIDMA S.A STEEL PRODUCTS"

Review Report on Interim Financial Information

Introduction

We have reviewed the accompanying separate and consolidated statement of financial position of the Company SIDMA S.A. STEEL PRODUCTS as of 30th June, 2021, 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.

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, 17th September 2021

The Certified Accountant

Elpida Leonidou

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



Ορκωτοί Ελεγκτές Σύμβουλοι Επιχειρήσεων
Ζεφύρου 58, 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 2021

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 (01.01.2021-30.06.2021) 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 STEEL 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 2021 and the most significant transactions between the Company and related parties.

3.2 Performance and Financial Position

The Macroeconomic Environment

The first half of 2021, together with the recovery of the global economy from the COVID-19 pandemic, has seen the steel industry recording a strong growth accompanied by an upward market in most goods, with steel prices worldwide at their highest levels over time. The increasing demand is the one that led to high prices for iron ore, the essential component for the steel industry, resulting in an increase in the prices of the products marketed by the Group.

The Business Environment

In this context, SIDMA STEEL recorded strong growth rates in the first half of 2021, both at the group and company level, presenting profitable results.

More specifically, in the first half of the year, the consolidated turnover of **SIDMA STEEL Group** stood at EUR 106.5 million or 73.8% higher than in the corresponding period of 2020, while, along with the sales of dealerships, it amounted to EUR 130.3 million from EUR 75.9 million, up by 71.7% compared to last year. The above increases are mainly due to the average sales price, as it increased by 47.1% compared to the previous semester, respectively increasing turnover. Earnings before tax, interest, and amortisation (EBITDA) amounted to EUR 19,068 thousand from EUR 1,841 thousand last year, while profits before tax amounted to EUR 28,290 thousand against losses of EUR 1,768 thousand in the corresponding period last year. The difference in profit or loss before tax is mainly due to operational profitability due to the expanded gross profit margins. The gross profit rate increased by 166.8%, from 8.1% in the first half of 2020 to 21.6 % this year, while, in absolute terms, gross profit increased by 364% or by EUR 18 million compared to last year, to EUR 23 million. The remaining amount of the increase in profitability is due to the accounting treatment of the refinancing of the Company's debt obligations, which was completed on 5 February 2021. Per the requirements of IFRS 9, the new debt obligations were reflected at their fair value, resulting in a decrease of EUR 14.3 million with the

corresponding improvement in the Group's and the Company's results. The Group's Equity is now positive and amounts to EUR 12.7 million.

At the **Company** level, the turnover in the first half of the year was EUR 70.6 million, against EUR 41.3 million, showing an increase of 70.9%, while along with the sales of dealerships, it amounted to EUR 94.4 million from EUR 55.9 million in the corresponding period of 2020, increasing by 68.9%. As at the Group level, the highest rate of increase is due to the rise in sales prices, as mentioned above. The results before tax, interest, and amortisation (EBITDA) amounted to EUR 14.3 million, from EUR 1.6 million in the corresponding period last year. At the same time, the pre-tax profit was EUR 24.3 million against losses of 1.0 million in the corresponding period last year for the reasons mentioned above. Of the difference of EUR 25 million, about half relates to the operational profitability of the Company and the remainder to the presentation of its new debt obligations in the fair value.

Regarding the subsidiaries, both **SIDMA Bulgaria** and **SIDMA Romania** increased their turnover by 81.3% and 76.6%, respectively, compared to the first half of 2020. More specifically, SIDMA Bulgaria's turnover amounted to EUR 21.9 million against EUR 12.1 million while SIDMA Romania's was EUR 14.5 million compared to EUR 8.2 million in the first half of 2020.

In terms of the other aggregates of the subsidiaries, **SIDMA Bulgaria** recorded an increase, in terms of operational profitability (EBITDA) from EUR 236 thousand last year to EUR 2,627 thousand this year, but also in pre-tax results, recording profits of EUR 2,375 thousand this year compared to losses of EUR 58 thousand last year.

At the EBITDA level, **SIDMA Romania** showed operational profitability of EUR 2.2 million, while at the pre-tax profit level, it showed profits of EUR 1,682 thousand from losses of EUR 704 thousand last year.

The Group's liquidity increased by EUR 4.2 million or 25% and amounted to EUR 21 million.

Finally, it is worth noting that the combination of the strengthening of Company's equity, the positive results of the half year and the refinancing of the Company's loans, which ended in February of this year, dramatically improved the financial ratios of Capital Structure and Interest Coverage. Specifically, on 30/06/2021 the am ratios are as follows:

- Net Debt to Equity Ratio = 2.7,
- Interest Coverage Ratio (EBITDA / Net Interest) = 7.5.

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 - 30.06.2021 | 01.01 - 30.06.2020 | Δ (%) |
|-----------------------|--------------------|--------------------|--------------|
| Turnover | 106.413.721 | 61.267.492 | 73,7% |
| Consignment Sales | 23.860.934 | 14.637.472 | 63,0% |
| Total Sales | 130.274.656 | 75.904.964 | 71,6% |
| Gross Profit Margin | 23.102.550 | 4.966.715 | 365,1% |
| Earnings before taxes | 28.286.714 | (1.768.244) | N/A |
| EBITDA | 19.126.524 | 1.841.172 | 938,8% |

| Company | 01.01 - 30.06.2021 | 01.01 - 30.06.2020 | Δ (%) |
|-----------------------|--------------------|--------------------|--------------|
| Turnover | 70.565.198 | 41.279.088 | 70,9% |
| Consignment Sales | 23.860.934 | 14.637.472 | 63,0% |
| Total Sales | 94.426.133 | 55.916.560 | 68,9% |
| Gross Profit Margin | 17.437.575 | 4.106.081 | 324,7% |
| Earnings before taxes | 24.242.507 | (997.688) | N/A |
| EBITDA | 14.278.127 | 1.615.647 | 783,7% |

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

| Group | 01.01 - 30.06.2021 | 01.01 - 31.12.2020 | Δ (%) |
|--|--------------------|--------------------|--------|
| Gross Margin (Gross Profit/ Turnover) | 21,71% | 8,11% | 13,6% |
| EBITDA Margin: (EBITDA/ Turnover) | 17,97% | 3,01% | 15,0% |
| Net Profit Margin (Profit before Tax / Turnover) | 26,58% | -2,89% | 29,5% |
| Liquidity Ratio Current Assets/Current Liabilities (2) | 1,35 | 0,61 | 121,7% |
| Interest cover ratio EBITDA / Net Interest | 7,67 | 0,74 | 929,1% |

| Company | 01.01 - 30.06.2021 | 01.01 - 31.12.2020 | Δ (%) |
|--|--------------------|--------------------|--------|
| Gross Margin (Gross Profit/ Turnover) | 24,71% | 9,95% | 14,8% |
| EBITDA Margin: (EBITDA/ Turnover) | 20,23% | 3,91% | 16,3% |
| Net Profit Margin (Profit before Tax / Turnover) | 34,35% | -2,42% | 36,8% |
| Liquidity Ratio Current Assets/Current Liabilities (2) | 1,54 | 0,62 | 147,1% |
| Interest cover ratio EBITDA / Net Interest | 7,49 | 0,92 | 709,5% |

* Net interest does not include

- Income/expenses from valuing bond loans at fair value (IFRS 9)
- Leasing financial costs (IFRS 16)
- Bond loans issue costs

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

During the first half of the financial year 2021, as well as after its expiry, the following important events took place by the date of the drafting of this decision:

A. Refinancing of the Company's Loan Liabilities

On 5 February 2021, joint bond loans were disbursed to refinance the Company's existing debt obligations as follows:

- a common secured bond loan of forty-four million six hundred and thirty-five thousand euros (EUR 44,635,000), which was covered by the banks "National Bank of Greece SA," "EUROBANK SA," "ALPHA BANK SA," and "Piraeus Bank SA" as original bondholders;
- a common secured bond loan of seven million one hundred seventy-seven thousand euros (EUR 7,177,000), which was covered by the banks "National Bank of Greece SA," and "EUROBANK SA" as original bondholders;
- a common secured bond loan of twenty-four million nine hundred and eighty thousand euros (EUR 24,980,000), which was covered by the banks "National Bank of Greece SA," "EUROBANK SA," "ALPHA BANK SA," and "ATTICA BANK SA" as original bondholders,

as provided for by the contractual documents for the issuance of these bond loans signed on 16 October 2020.

B. Ordinary General Meeting

At the Ordinary General Meeting of the Company's shareholders held in Athens on 10 June 2021, persons representing 82.59% of the Share Capital and voting rights attended and unanimously approved the following:

- The Annual Financial Statements for the financial year 2020, with the relevant reports of the Board of Directors and the Certified Auditors, as well as the non-payment of a dividend due to the absence of profits to be distributed, per Article 160(2) of Law 4548/2018.
- The overall management carried out by the Board of Directors during the financial year 2020 and the exemption of the Certified Auditors from all liability for compensation for the financial year 2020, per Article 117(1)(c) of Law 4548/2018.
- The payment of remunerations and allowances to the Directors for the financial year 2020, as well as the prior approval to pay the fees and allowances of the Directors for the financial year 2021, per Article 109 of Law 4548/2018.
- The Company's Remuneration Report for the period 01/01/2020 to 31/12/2020, per Article 112 of Law 4548/2018.
- The election of Certified Auditors and the approval of their remuneration for 2021.
- The granting of authorisation to Directors and the General Management of the Company to participate in the Boards of Directors or the Management of affiliated companies.
- The election of a new Board of Directors.
- The definition of the type, members, and duration of the Audit Committee.
- The Policy on the Suitability of the Directors per Article 3 of Law 4706/2020 and Circular No. 60/2020 of the Hellenic Capital Market Commission ("Guidelines for the Suitability Policy

referred to in Article 3 of Law 4706/2020"), as drafted and approved by the Board of Directors at its Meeting of 14/05/2021.

- The amendment of the Policy on the Directors' Emoluments per articles 110 and 111 of Law 4548/2018, as approved by the Board of Directors during the Meeting of 14/05/2021.
- The issue of a joint secured bond loan under the provisions of Law 4548/2018 and Article 14 of Law 3156/2003 of up to EUR 5,307,000, which will be covered by the National Bank of Greece SA in the context of covering the share capital increase of its subsidiary Sidma ROMANIA SRL with a view to the restructuring of the latter's loans.
- The amendment of Article 2 of the articles of association concerning the corporate seat, as follows:
"Article 2
1. The Company's registered seat is in the Municipality of Aspropyrgos, Attica.
2. The Company may establish branches or offices in other cities in Greece or abroad by decision of its Board of Directors, which shall, at the same time, determine their competence."

Finally, at the General Meeting, the Company's Shareholders took note of:

- The annual report on the Audit Committee's proceedings presented by the Chairman of the Audit Committee.
- The statement of equity presented by the Board of Directors.

C. Publication of the minutes of the Board of Directors regarding the sale of real estate to an affiliated company.

On 3 September, the minutes of the Board of Directors were published in the GENERAL COMMERCIAL REGISTRY (GEMI) for the approval of a special permit under Articles 99(2) and 101(1) of Law 4548/2018 for the sale of the Company's property in Oinofyta to an affiliated company.

3.5 Main Risks and Uncertainties for the Second Half of 2021

The Company and the Group face certain risks and uncertainties that may adversely impact their operation, financial performance, and prospects; therefore, a robust risk management program has been developed to evaluate such risks and their management strategies. The corporate governance system adopted by the Company includes adequate and effective risk management functions, which are continuously applied to the parent company and its subsidiaries in all their divisions, departments, and facilities through the procedures and policies in place.

Considering the impact of COVID-19, the fluctuation of steel prices on stock markets, and the provisions of Law 4706/2020 on Corporate Governance of Sociétés Anonymes, the Company's risk management plan was strengthened by the establishment of separate Risk Management and Regulatory Compliance units, which have their own Operating Rules and Policies. Furthermore, the Chief Risk Officer and the Chief Compliance Officer are selected by the Company's Managing Director, following its Recruitment Policies and Procedures; they possess the appropriate knowledge and relevant professional experience for the performance of their duties, have access to every organisational unit of the Company, and take note of any information required for the performance of their duties.

At the operational level, an inventory, detailed description, and evaluation of the most significant risks the Company may face were carried out, while at the same time checking the degree of the Company's compliance with the applicable legal and regulatory framework. The major risks and uncertainties to which the Company and the Group may be exposed in the second half of 2021 are summarised in the table below. The corrective measures that have been implemented or are expected to be implemented are also recorded.

| Categories of risks | Description of major risks | Potential impact | Main ways of addressing the risks | Correlation of risks with major issues |
|---------------------|--|--|--|---|
| Goodwill risk | Inability to innovate and meet customer needs | Decrease in sales, loss of market share, and economic damage | <ul style="list-style-type: none"> • Implementing a quality policy and a sustainable development policy • Improving our core customer capabilities for cooperation and development with top customers • Deploying our partners in distribution networks | Economic impact |
| Goodwill risk | Environmental pollution | Economic sanctions, damage to our operating licence, and increased business costs | <ul style="list-style-type: none"> • Strict checks on compliance with environmental legislation are in place | Packaging, recycling, and waste management |
| Goodwill risk | Corruption and bribery | Economic sanctions, damage to our corporate reputation, spending time to resolve legal issues, and financial damage | <ul style="list-style-type: none"> • Establishing a programme for anonymously reporting incidents that are not in line with our Company's Code of Conduct and Business Ethics • Establishing evaluation questionnaires for our suppliers and partners | Corporate governance, business ethics and anti-corruption |
| Operational risk | Inability to attract, maintain and employ a sufficient number of trained and experienced staff | Failure to implement the Company's development plans | <ul style="list-style-type: none"> • Promoting the development of managers and improving workers' skills • Promoting an inclusive working environment and creating a shared value among workers | Workers' well-being, development, and participation |
| Operational risk | Serious accidents at work | Death or injury of an employee | <ul style="list-style-type: none"> • Establishing strict controls on hygiene and safety at the Company's premises • Continuous education and training of employees | Human resources, Health and Safety, the well-being of employees |
| Operational risk | Leak, loss, theft of personal access codes to the Company's computer system | Breach of corporate and personal confidentiality, leak of information, and loss of the Company's competitive advantage | <ul style="list-style-type: none"> • Implementing controls on proper use and security of computers • Implementing password policies • Education and training of staff | Security of information systems |
| Financial risk | Risks of the macroeconomic environment (including the impact of COVID-19) | Decrease in sales and commercial activity, impact on liquidity, and economic damage | <ul style="list-style-type: none"> • Strict credit-control of customers • Sufficient customer dispersion • Maintaining sufficient liquidity of the Company | Economic impact |

| Categories of risks | Description of major risks | Potential impact | Main ways of addressing the risks | Correlation of risks with major issues |
|---------------------|---|---|---|--|
| Financial risk | Credit risk, interest rate risk, liquidity risk, risk of fluctuations in raw material prices, foreign exchange risk | Impact on liquidity and economic damage | <ul style="list-style-type: none"> • Strict credit-control of customers • Sufficient customer dispersion • Maintaining sufficient liquidity of the Company • Our Company is constantly reviewing actions such as reorganising structures, limiting support costs, and exploiting its assets to improve its financial position | Economic impact |

The main risks will be closely monitored in the second half of the year to recognise any significant changes in the environment of risk factors.

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

3.5.1 Credit Risk

The Parent company as well as its subsidiaries have a policy to insure their credit sales through insurance companies and, therefore, no significant concentrations of credit risk are generated. Wholesale sales are mainly made to customers with an appropriate credit history. In the first semester of 2021, no customer participated in the turnover by more than 2.0%, while there was dispersion to many customers. Retail sales are made in cash. On 30/06/2021, the Management believes that there is no material credit risk exposure that has not already been covered by provisions for bad debts. It has also organized a credit control department, charged with assessing the creditworthiness of its customers as well as determining their credit limits. The Group's exposure to credit risk is limited to financial assets, which are as follows:

| Financial Assets | Group | | Company | |
|-----------------------------|-------------------|-------------------|-------------------|-------------------|
| | 30.06.2021 | 31.12.2020 | 30.06.2021 | 31.12.2020 |
| Cash and cash equivalents | 20.923.289 | 16.742.221 | 17.457.735 | 15.748.471 |
| Trade and other receivables | 74.902.948 | 52.263.379 | 64.262.631 | 46.642.957 |
| Total | 95.826.237 | 69.005.600 | 81.720.365 | 62.391.428 |

3.5.2 Interest Rate Risk

The interest rate risk mainly arises from long-term and short-term loans. Loans with variable interest rates expose the Group to cash flow risk. 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.

The table shows the sensitivity to the Period Results and the Stockholders' Equity in case of a possible change in the Group's interest rates by +/- 1%.

| amounts in thousand € | Group | | | | Company | | | |
|---------------------------|-----------------|-----------|------------------|-----------|-----------------|---------|------------------|---------|
| | Effect to P & L | | Effect to Equity | | Effect to P & L | | Effect to Equity | |
| | +1% | -1% | +1% | -1% | +1% | -1% | +1% | -1% |
| 30th June 2021 | (1.194.147) | 1.194.147 | (1.194.147) | 1.194.147 | (988.804) | 988.804 | (988.804) | 988.804 |
| 31st December 2020 | (1.145.939) | 1.145.939 | (1.145.939) | 1.145.939 | (940.414) | 940.414 | (940.414) | 940.414 |

3.5.3 Liquidity Risk

The financial statements of the company have been prepared based on the going concern principle. The Group has a consistent practice not to make use of all its available lines and to have credit lines or cash holdings of at least 7.5 % of the total at any time. At 30.06.2021, the Group kept cash holdings of EUR 20.1 million.

Following the completion of the disbursement of the bond loans in February 2021 and the valuation of the new loan liabilities at their fair value, per the requirements of IFRS 9, the Company's and the Group's Equity Capital has been straightened out, and there are no longer grounds as found in Article 119(4) of Law 4548/2018. The same applies to the working capital of both the Group and the Company, which is now positive and as of 30/06/2021 amounts to € 32 million and € 35 million respectively.

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

| | Group | | | | | | | |
|----------------------|-------------------|------------------|-------------------|-------------------|-------------------|-------------------|------------------|-------------------|
| | 30.06.2021 | | | | 31.12.2020 | | | |
| | Up to 6 months | 6-12 months | 1-5 years | More than 5 years | Up to 6 months | 6-12 months | 1-5 years | More than 5 years |
| Long-term borrowings | 37.630.841 | 2.120.998 | 25.336.312 | 40.914.654 | 52.867.017 | 53.877.343 | 8.407.186 | - |
| Trade Payables | 39.820.106 | - | - | - | 31.875.442 | - | - | - |
| Other Payables | 9.377.072 | - | - | - | 4.582.984 | - | - | - |
| Total | 86.828.019 | 2.120.998 | 25.336.312 | 40.914.654 | 89.325.443 | 53.877.343 | 8.407.186 | 0 |

| | Company | | | | | | | |
|----------------------|-------------------|------------------|-------------------|-------------------|-------------------|-------------------|------------------|-------------------|
| | 30.06.2021 | | | | 31.12.2020 | | | |
| | Up to 6 months | 6-12 months | 1-5 years | More than 5 years | Up to 6 months | 6-12 months | 1-5 years | More than 5 years |
| Long-term borrowings | 24.063.220 | 1.808.998 | 18.436.870 | 40.914.654 | 39.959.358 | 53.167.720 | 1.263.191 | - |
| Trade Payables | 29.834.299 | - | - | - | 24.454.017 | - | - | - |
| Other Payables | 8.574.189 | - | - | - | 4.326.660 | - | - | - |
| Total | 62.471.708 | 1.808.998 | 18.436.870 | 40.914.654 | 68.740.034 | 53.167.720 | 1.263.191 | 0 |

3.5.4 Risk of Fluctuation of Raw Material Prices

The sale prices of the manufactured products are largely dictated by the prices of the raw material. The fluctuations in the international prices of steel products affect (positively or negatively) the Group's profit margin, since the fluctuation of the sale prices of the products cannot be entirely synchronized with the prices of our not yet received orders and the prices of our inventory. The Group's gross profit margin is positively affected in case of increasing prices of the raw materials and negatively otherwise. The fluctuation of the prices of the products distributed by the Group cannot be covered by hedging, therefore its earnings are affected accordingly due to devaluation or overvaluation of the inventory. Indicatively we report that during a four-and-a-half-year period, from January 2017 to June 2021, the difference between the maximum and minimum CIF price of three of the most important products of the Group, as well as the standard deviation, are as follows:

| €/ MT | Hot Rolled Materials | Cold Rolled Materials | Galvanized Materials |
|-------------------------------------|-------------------------|--------------------------|-------------------------|
| Minimum to Maximum Value Difference | 512 | 641 | 525 |
| Standard Deviation | 88 | 99 | 85 |

Correspondingly, the gross profit margin had fluctuations of the order of 1517 base points between maximum and minimum prices. An increase of the prices corresponds to an increase of the gross profit %, without being able to quantify the exact ratio between them. For every 50 base points of fluctuation of the gross profit %, the effect on the 2021 and 2020 earnings would be approximately:

| GROUP | 2021 | | 2020 | |
|--------------|---------|----------|----------|----------|
| | 50 b.p. | -50 b.p. | +50 b.p. | -50 b.p. |
| THOUSANDS € | | | | |
| Net Earnings | 532 | -532 | 306 | -306 |
| Equity | 532 | -532 | 306 | -306 |

| COMPANY | 2021 | | 2020 | |
|--------------|---------|----------|----------|----------|
| | 50 b.p. | -50 b.p. | +50 b.p. | -50 b.p. |
| THOUSANDS € | | | | |
| Net Earnings | 353 | -353 | 206 | -206 |
| Equity | 353 | -353 | 206 | -206 |

3.5.5 Currency Risk

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

In addition, the Group is exposed to currency risks from investments in foreign countries. Specifically, for the subsidiary in Romania, as a natural hedge the Group's policy is to use borrowings in the respective currency - whenever this is possible - to reduce exposure to risk in case of devaluation of local currency against the Euro. The foreign exchange risk problem does not apply to the Bulgarian subsidiary because its currency is locked against the euro.

The tables with the remaining receivables and liabilities in Foreign Currency for the Group are as follows:

| amounts in € | Group | | | |
|----------------------------|----------------|--------------------|--------------|---------------------|
| | 30/6/2021 | | 31/12/2020 | |
| | USD | RON | USD | RON |
| Financial Current Assets | 109.109 | 9.164.619 | 1.442 | 3.562.346 |
| Financial Liabilities | - | (17.305.250) | - | (15.982.575) |
| Short-term elements | 109.109 | (8.140.630) | 1.442 | (12.420.230) |
| Financial Current Assets | - | - | - | - |
| Financial Liabilities | - | (853.333) | - | (1.086.580) |
| Long-term elements | - | (853.333) | - | (1.086.580) |

The change in the results and the Stockholders' Equity of the Group from a possible change in the foreign currency exchange rate is as follows:

| | 30/6/2021 | | | |
|-------------------------------|-----------|--------|-----------|-----------|
| | + 10% | - 10% | + 10% | - 10% |
| amounts in € | USD | | RON | |
| Profits (losses) before taxes | (9.919) | 12.123 | (153.212) | 187.259 |
| Equity | (9.919) | 12.123 | 548.915 | (670.896) |

| | 31/12/2020 | | | |
|-------------------------------|------------|-------|---------|-----------|
| | + 10% | - 10% | + 10% | - 10% |
| amounts in € | USD | | RON | |
| Profits (losses) before taxes | (131) | 160 | 116.352 | (142.207) |
| Equity | (131) | 160 | 727.318 | (888.945) |

3.6 Objectives and Prospects for the remainder of 2021

For the rest of 2021, as the number of COVID-19 cases started to stabilize and a large part of the vulnerable population was vaccinated, with the overall vaccination rate in Greece close to the EU average, we believe that the domestic economy is expected to maintain its growth momentum, maintaining the demand for steel at high levels.

The growth prospects of the Greek economy have been revised upwards by the European Commission¹, which now forecasts growth of 6.0 % of GDP (compared with 4.2%) for this year, due to the expected further normalization in the second half of 2021, as vaccines are deployed, and there is additional budget support. According to the report, fiscal measures taken earlier this year, coupled with the push from the country's Recovery and Resilience Plan, are expected to boost domestic demand, which will be the main driver of growth in both 2021 and 2022. In particular, the investment will be boosted by the Recovery Fund appropriation, of which EUR 4 billion is expected to flow this year to Greece (approximately 2.3 % of GDP) and 5.3 billion in the coming years up to and including 2026. In fact, domestic investment is foreseen to rise by 11.5 % this year and by 20% in 2022, which is expected to contribute further to boosting demand for steel products. As the market leader, SIDMA hopes to benefit from the increased demand for steel products described above.

Moreover, the European economy is also foreseen to recover faster than previously expected, as activity in the first quarter of the year exceeded expectations and improved health situation led to a faster easing of restrictions to control the pandemic in the second quarter. As in Greece, the Recovery and Resilience Facility (RRF) is expected to contribute significantly to growth in the European economy. The total wealth to be generated by the RRF over the time horizon of the forecasts is expected to reach around 1.2% of the EU's real GDP.

As regards foreign subsidiaries, Romania's economy performed strongly in the first quarter of this year, according to the European Commission's summer report (July 2021²). Real GDP grew by 2.8 % compared to the previous quarter, supported mainly by private consumption and investment. Net exports, on the contrary, were significantly negative, reflecting weak external demand and disruptions in the supply chain. On an annual basis, real GDP is projected to increase by 7.4% in 2021 and 4.9 % in 2022. Private consumption is expected to remain very strong, supported by the lifting of restrictions, particularly for sectors severely affected by the pandemic, such as arts, entertainment, restaurants, and hotels, and relatively strong wage growth in the first months of the year. Investment is expected to remain strong, supported by both the private and public sectors. SIDMA Romania closely monitors

¹ https://ec.europa.eu/commission/presscorner/detail/el/ip_21_3481

² https://ec.europa.eu/economy_finance/forecasts/2021/summer/ecfin_forecast_summer_2021_ro_en.pdf

market developments and is expected to complete the restructuring of its loans and improve its equity within the year.

Respectively, in Bulgaria, despite persistent restrictions on economic activity related to the pandemic, the country's real GDP increased by 2.5% in the first quarter of 2021 compared to the previous quarter due to exports and private consumption, according to the European Commission's summer report (European Commission, July 2021³). Consumer confidence reached pre-crisis levels in April and May, suggesting further improvement in domestic consumer demand this year. In the second half of the year, household consumption is expected to continue to expand, in line with the improvement in the labour market. Real GDP growth is expected to reach 4.6% in 2021 and 4.1% in 2022.

Regarding the steel market, the WorldSteel Association⁴ predicts that world steel demand will increase by 5.8% in 2021 and reach 1,874 billion metric tonnes (mt). Demand will increase further by 2.7% in 2022 and will reach 1,925 billion tonnes. In addition, Eurofer⁵ in its latest report in August 2021, the European Steel Association predicts that apparent consumption of steel in the EU is expected to recover in 2021 and return above 2017 levels in 2022 thanks to a continuous increase in demand from steel-using sectors.

It is worth mentioning that the uncertainty and risks surrounding growth prospects – both at the local and regional level – are not negligible but remain balanced overall. The expected fourth wave of the COVID-19 pandemic is likely to affect short-term growth prospects and geopolitical developments that remain among the biggest challenges for the Greek economy. The important thing, however, is that all analysts and economic agents adopt in their basic scenarios the optimistic estimates for the evolution of growth rates for the rest of the year and in 2022. And this is, without a doubt, good news for Company and the Group.

³ https://ec.europa.eu/economy_finance/forecasts/2021/summer/ecfin_forecast_summer_2021_bg_en.pdf

⁴ <https://www.worldsteel.org/en/dam/jcr:976723ed-74b3-47b4-92f6-81b6a452b86e/World%2520Steel%2520in%2520Figures%25202021.pdf>

⁵EUROFER Economic Report. Economic And Steel Market Outlook 2021-2022, August 2021

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 tables:

| Company | 01/01-30/06/2021 | | 01/01-30/06/2020 | |
|------------------------------|------------------|------------------|------------------|------------------|
| | Group | Company | Group | Company |
| AEIFOROS BULGARIA S.A. | 31.492 | - | 11.824 | - |
| DOJRAN STEEL LTD | 3.343 | 3.343 | - | - |
| ECORESET SA | 12.460 | 12.460 | 8.328 | 8.328 |
| ETEM BULGARIA SA | - | - | - | - |
| FITCO SA | 14.514 | 14.514 | 4.098 | 4.098 |
| FULGOR SA | 325.265 | 325.265 | 158.477 | 158.477 |
| ICME ECAB SA | 88.040 | - | 36.242 | - |
| SIDMA Romania S.R.L. | - | 22.827 | - | - |
| SIDMA BULGARIA | - | - | - | - |
| SIGMA IC. S.A. | - | - | 21.293 | - |
| SOFIA MED AD | 72.196 | - | 32.853 | 1.901 |
| SOVEL SA | 90.558 | 90.558 | 26.840 | 26.840 |
| STOMANA SA | 1.690.560 | - | 152.429 | - |
| TEKA SYSTEMS SA | 48.871 | 48.871 | 2.146 | 2.146 |
| AEIFOROS SA | 4.761 | 4.761 | 4.199 | 4.199 |
| ANAMET SA | 15.337 | 15.337 | 8.889 | 8.889 |
| ANTIMET SA | 317.886 | 317.886 | 317.067 | 317.067 |
| ANOXAL SA | 33.912 | 33.912 | - | - |
| VIANATT SA | - | - | 472 | 472 |
| VIOMAL SA | 150.714 | 150.714 | 66.235 | 66.235 |
| DIA.VI.PE.THI.V. SA | 301 | 301 | 623 | 623 |
| ELVALHALCOR S.A. | 290.941 | 290.941 | 135.812 | 135.812 |
| HELLENIC CABLES S.A. | 15.991 | 15.991 | 8.553 | 8.553 |
| ERGOSTEEL SA | 106.345 | 106.345 | 1.139 | 1.139 |
| ERLIKON WIRE PROCESSING S.A. | 30.277 | 30.277 | 16.041 | 16.041 |
| ETEM SA | 3.739 | 3.739 | 158 | 158 |
| ETIL S.A. | 48.771 | 48.771 | 67.221 | 67.221 |
| THERMOLITH S.A. | - | - | - | - |
| ATTICA METALIC WORKS S.A. | 311.684 | 311.684 | 235.603 | 235.603 |
| EPIRUS METALWORKS SA | - | - | 429.186 | 429.186 |
| SIDENOR STEEL INDUSTRY SA | 34.161 | 34.161 | 10.839 | 10.839 |
| SYMETAL S.A. | 171 | 171 | - | - |
| CORINTH PIPEWORKS S.A. | 55.741 | 55.741 | 94.302 | 94.302 |
| Total | 3.798.034 | 1.938.572 | 1.850.869 | 1.598.128 |

Asset Sales

| Company | 01/01-30/06/2021 | | 01/01-30/06/2020 | |
|---------------------|------------------|----------|------------------|---------------|
| | Group | Company | Group | Company |
| SIDMA BULGARIA S.A. | - | - | - | - |
| TEKA SYSTEMS SA | - | - | - | - |
| VIOMAL SA | - | - | - | - |
| ELVALHALCOR S.A. | - | - | 11.713 | 11.713 |
| Total | 0 | 0 | 11.713 | 11.713 |

| Company | Other Income | | | |
|------------------------------|------------------|----------------|------------------|------------------|
| | 01/01-30/06/2021 | | 01/01-30/06/2020 | |
| | Group | Company | Group | Company |
| ECORESET SA | 1.012 | 1.012 | 423 | 423 |
| FULGOR SA | 5.159 | 5.159 | 1.780 | 1.780 |
| SIDEROM STEEL SRL | 137.517 | - | 72.869 | - |
| SIDMA ROMANIA SA | - | - | - | 5.928 |
| SIDMA BULGARIA SA | - | - | - | 6.409 |
| SOVEL SA | 792 | 792 | - | - |
| STOMANA SA | 302.589 | - | 190.922 | - |
| TEKA SYSTEMS SA | 180 | 180 | 2 | 2 |
| AEIFOROS SA | - | - | - | - |
| ANAMET SA | 22 | 22 | 26 | 26 |
| ANTIMET SA | - | - | - | - |
| ANOXAL SA | 900 | 900 | - | - |
| VIANATT SA | - | - | 633 | 633 |
| VIOMAL SA | - | - | - | - |
| ELVALHALCOR S.A. | 176.593 | 176.593 | 174.036 | 174.036 |
| HELLENIC CABLES S.A. | - | - | - | - |
| ERGOSTEEL SA | 320 | 320 | - | - |
| ERLIKON WIRE PROCESSING S.A. | 28.355 | 28.355 | 136.190 | 136.190 |
| ETEM SA | 100 | 100 | 50 | 50 |
| ETIL S.A. | 135 | 135 | 55 | 55 |
| THERMOLITH S.A. | - | - | - | - |
| SIDENOR STEEL INDUSTRY SA | 188.796 | 188.796 | 684.464 | 684.464 |
| CORINTH PIPEWORKS S.A. | 70.325 | 70.325 | 195.354 | 195.354 |
| Total | 912.794 | 472.688 | 1.456.804 | 1.205.350 |

| Company | Purchases | | | |
|------------------------------|-------------------|------------------|-------------------|------------------|
| | 01/01-30/06/2021 | | 01/01-30/06/2020 | |
| | Group | Company | Group | Company |
| LESCO | 19.276 | 19.276 | - | - |
| SIDMA Romania S.R.L. | - | 24.297 | 1.818.939 | - |
| STOMANA SA | 12.515.257 | 4.266.446 | 8.280.875 | 2.774.327 |
| SIDEROM STEEL SRL | 3.442.775 | - | - | - |
| ELVALHALCOR S.A. | 206.478 | 206.478 | 125.513 | 125.513 |
| ERLIKON WIRE PROCESSING S.A. | 7.115 | 7.115 | 6.370 | 6.370 |
| SIDENOR STEEL INDUSTRY SA | 318.239 | 318.239 | 302.107 | 302.107 |
| CORINTH PIPEWORKS S.A. | 22.247 | - | 4.933 | - |
| Total | 16.531.386 | 4.841.851 | 10.538.737 | 3.208.316 |

Other Expenses

| Company | 01/01-30/06/2021 | | 01/01-30/06/2020 | |
|---------------------------------|------------------|----------------|------------------|----------------|
| | Group | Company | Group | Company |
| EEM BULGARIA SA | - | - | - | - |
| ICME ECAB SA | 1.498 | - | 761 | - |
| METALCO BULGARIA S.A. | 8.126 | - | 6.849 | - |
| METALIGN | 149.821 | 149.821 | 152.468 | 152.468 |
| SIDERAL SHPK | - | - | 10.528 | 10.528 |
| TEKA SYSTEMS SA | 42.808 | 31.739 | 40.621 | 33.090 |
| VIENER SA | 235.692 | 235.692 | 177.882 | 177.882 |
| ANTIMET SA | 50.546 | 50.546 | 47.125 | 47.125 |
| VIANATT SA | - | - | - | - |
| VITROUVIT SA | - | - | 1.962 | 1.962 |
| VIEXAL S.A. | - | - | 1.055 | 1.055 |
| ELVALHALCOR S.A. | 5.875 | 5.875 | 5.481 | 5.481 |
| HELLENIC CABLES S.A. | - | - | - | - |
| SIDENOR STEEL INDUSTRY SA | - | - | 25 | 25 |
| STEELMET S.A. | - | - | - | - |
| Steelmet Property Services S.A. | 5.897 | 5.897 | 6.297 | 6.297 |
| Total | 500.262 | 479.569 | 451.054 | 435.913 |

Asset Purchases

| Company | 01/01-30/06/2021 | | 01/01-30/06/2020 | |
|-----------------|------------------|---------------|------------------|--------------|
| | Group | Company | Group | Company |
| TEKA SYSTEMS SA | 24.731 | 24.731 | 2.421 | 2.421 |
| VITROUVIT SA | 2.665 | 2.665 | 1.962 | 1.962 |
| Total | 27.395 | 27.395 | 4.383 | 4.383 |

Liabilities

| Company | 01/01-30/06/2021 | | 01/01-30/06/2020 | |
|---------------------------------|-------------------|-------------------|-------------------|-------------------|
| | Group | Company | Group | Company |
| EEM Aluminium Extrusions SA | 1.876 | 1.876 | 1.876 | 1.876 |
| ICME ECAB SA | 254 | - | 183 | - |
| METALCO BULGARIA SA | - | - | 508 | - |
| SIDMA Romania S.R.L. | - | - | - | - |
| SIDERAL SHPK | - | - | 3.363 | 3.363 |
| SIDEROM STEEL SRL | 4.592.557 | - | 3.559.322 | - |
| SIDMA BULGARIA SA | - | 141 | - | (14) |
| STOMANA SA | 7.874.560 | 2.696.116 | 4.597.689 | 1.206.845 |
| TEKA SYSTEMS SA | 13.282 | 11.534 | 13.817 | 7.637 |
| VIENER S.A. | 74.891 | 74.891 | 35.305 | 35.305 |
| ANTIMET SA | 59.293 | 59.293 | 55.115 | 55.115 |
| LESCO LTD | 13.142 | 13.142 | - | - |
| VITROUVIT SA | (78) | (78) | 1.463 | 1.463 |
| HELLENIC CABLES S.A. | - | - | 5.841 | 5.841 |
| ELVALHALCOR S.A. | 244.976 | 244.976 | 57.289 | 57.289 |
| ERLIKON WIRE PROCESSING S.A. | 2.226.459 | 2.226.459 | 2.656.242 | 2.656.242 |
| SIDENOR STEEL INDUSTRY SA | 11.477.344 | 11.477.344 | 14.214.517 | 14.214.517 |
| STEELMET S.A. | - | - | - | - |
| Steelmet Property Services S.A. | 7.312 | 7.312 | 7.312 | 7.312 |
| CORINTH PIPEWORKS S.A. | 8.307.301 | 8.303.859 | 4.534.215 | 4.529.286 |
| Σύνολο | 34.893.170 | 25.116.867 | 29.744.058 | 22.782.077 |

| Company | Receivables | | | |
|----------------------------------|------------------|------------------|------------------|------------------|
| | 01/01-30/06/2021 | | 01/01-30/06/2020 | |
| | Group | Company | Group | Company |
| DOJLAN STEEL LTD | 2.052 | 2.052 | 127 | 127 |
| ECORESET SA | 5.888 | 5.888 | 12.561 | 12.561 |
| ETEM SH.P.K. | (1.066) | (1.066) | (1.066) | (1.066) |
| ETEM BULGARIA SA | (1) | (1) | (1) | (1) |
| FITCO SA | 10.721 | 10.721 | 841 | 841 |
| FULGOR SA | 279.754 | 279.754 | 115.539 | 115.539 |
| ICME ECAB SA | 15.206 | - | - | - |
| PROSAL TUBES SA | 30 | 30 | 30 | 30 |
| SIDEROM STEEL SRL | 152.802 | - | 22.818 | - |
| SIDMA BULGARIA SA | - | - | - | 6.409 |
| SIDMA Romania S.R.L. | - | 22.827 | - | - |
| SIDMA WORLDWIDE (CYPRUS) LIMITED | 835 | 2 | - | 2 |
| SIGMA AD | - | - | 12.972 | - |
| SOFIA MED AD | 35.956 | - | 12.085 | 1.901 |
| SOVEL SA | 98.581 | 98.581 | 34.263 | 34.263 |
| STOMANA SA | 246 | - | - | - |
| AEIFOROS SA | 5.966 | 5.966 | 474 | 474 |
| ANAMET SA | 5.667 | 5.667 | 12.598 | 12.598 |
| ANTIMET SA | 1.108.720 | 1.108.720 | 963.801 | 963.801 |
| ANOXAL SA | 4.476 | 4.476 | - | - |
| VIANATT SA | - | - | 973 | 973 |
| VIOMAL SA | 102.482 | 102.482 | 35.682 | 35.682 |
| DIA.VI.PE.THI.V. SA | - | - | 1.025 | 1.025 |
| ELVALHALCOR S.A. | 395.077 | 395.077 | 239.521 | 239.521 |
| HELLENIC CABLES S.A. | 2.410 | 2.410 | 3.109 | 3.109 |
| ERGOSTEEL SA | 117.434 | 117.434 | 1.413 | 1.413 |
| ERLIKON WIRE PROCESSING S.A. | (613) | (613) | 13.220 | 13.220 |
| ETEM SA | 5.652 | 5.652 | 841 | 841 |
| ETIL S.A. | 48.796 | 48.796 | 74.336 | 74.336 |
| ATTICA METALIC WORKS S.A. | 151.543 | 151.543 | 179.235 | 179.235 |
| EPIRUS METALWORKS SA | - | - | 276.386 | 276.386 |
| SIDENOR STEEL INDUSTRY SA | 77.525 | 77.525 | 51.111 | 51.111 |
| SYMETAL S.A. | 210 | 210 | - | - |
| CORINTH PIPEWORKS S.A. | 77.564 | 77.564 | 86.201 | 86.201 |
| Total | 2.703.910 | 2.521.695 | 2.150.097 | 2.110.532 |

3.8 Post Balance Sheet Events

- **Publication of the minutes of the Board of Directors regarding the sale of real estate to an affiliated company.**

On 3 September, the minutes of the Board of Directors were published in the GENERAL COMMERCIAL REGISTRY (GEMI) for the approval of a special permit under Articles 99(2) and 101(1) of Law 4548/2018 for the sale of the Company's property in Oinofyta to an affiliated company.

3.9 Non-financial Information

"SIDIREMPORIKI MAKEDONIAS SIDMA STEEL SOCIÉTÉ ANONYME" is active in the marketing and industrial processing of steel products and the design, production, and marketing of polyurethane thermal insulation panels. The company is a Société Anonyme headquartered in Aspropyrgos, Attica (188, Megaridos Avenue, 193 00). It has branches in the Industrial Area of Lamia and Oreokastro, Thessaloniki.

It is listed on the Athens Stock Exchange, and its internet address is www.sidma.gr

The company has placed the active contribution and substantial promotion of sustainable development at the center of its business activity. Supporting the Greek economy, ensuring a safe and fair working environment, reducing the impact of its activities on the environment, producing energy from renewable sources (RES) are some of the Company's initiatives to ensure sustainable development.

3.9.1 Our Vision and mission

To remain first in the Greek steel market and to gain a prominent position in the Balkan market.

To be favoured by our customers by understanding their needs and responding promptly, respecting our commitments, offering innovative solutions with high-quality products and services at competitive prices.

To ensure the above through teamwork, with high-level executives and partners, in a safe working environment that offers opportunities for career development and the acquisition of knowledge and skills.

To be, in the wider society, a model company that combines tradition and integrity with continuous growth and development. To stand out for our sensitivity towards our people and the efforts we make to improve the social environment.

3.9.2 Our business principles

From the beginning of its operation, our company has been inspired by the perception that a company can be competitive and profitable and, at the same time, operate with principles and social responsibility.

This perception defines our responsibilities toward all those influenced by our business activities. Our commitment to principles and our social responsibility are confirmed daily by the behaviour of all of us and are crucial for the continuation of our course.

The Management considers it its responsibility to inform all employees, partners, and suppliers of the company about the principles that govern its operation.

The company's operation vis-à-vis each affiliated group takes place in the following contexts:

- **Vis-à-vis our Shareholders:** We seek to protect their investment and ensure a satisfactory return on their capital under conditions of full transparency.
- **Vis-à-vis our Customers:** We make every effort to provide quality products & services that meet our customers' needs on competitive terms.
- **Vis-à-vis our employees:** We recognize that our people are our power. The respect for their rights, the safeguarding of good and safe working conditions without discrimination, and their development are a prerequisite for achieving our corporate goals.
- **Vis-à-vis our Business Partners:** We believe in mutually beneficial relationships with suppliers of products and services and the contractors who cooperate with us. We are committed to abiding by the Code of Conduct towards them. They make the same commitment too.
- **Vis-à-vis Society:** We act as responsible corporate citizens and contribute to the prosperity and progress of society as a whole.

3.9.3 Corporate Governance

Making a continuous effort to respond consistently to the participants' expectations, SIDMA Steel implements the law and the regulatory framework relating to its activities, in particular the applicable provisions on combating corruption.

Effective Corporate Governance does not consist of a defined programme but a continuous effort to integrate into the parameters proposed each time, in combination with the ever-increasing expectations of society. The proper corporate structure and processes result in successful Corporate Governance, which promotes corporate recognition and reputation.

In the context of the timely adaptation to the provisions of Law 4706/2020 and the decisions/guidelines of the Hellenic Capital Market Commission, our company proceeded to

- The revision of the company's Internal Rules of Operation and the drafting of rules of operation for its principal subsidiaries;
- The implementation of a training policy for the members of the BoD, a policy for their evaluation, and a procedure for notifying the dependent relations of its independent members;
- The adoption of the Rules of Operation of the Nominations Committee and the Committee on Remuneration and Nomination of Candidate Board Members;
- Updating the Audit Committee's rules of operation;
- The revision of the Remuneration Policy;
- The establishment of a Committee on Remuneration and Nomination of Candidate Board Members;
- The adoption of a policy on the suitability of BoD members;
- Updating the Internal Audit Unit's rules of operation;
- The adoption of a policy and process for the periodic evaluation of the Internal Audit System.

3.9.4 Labour issues

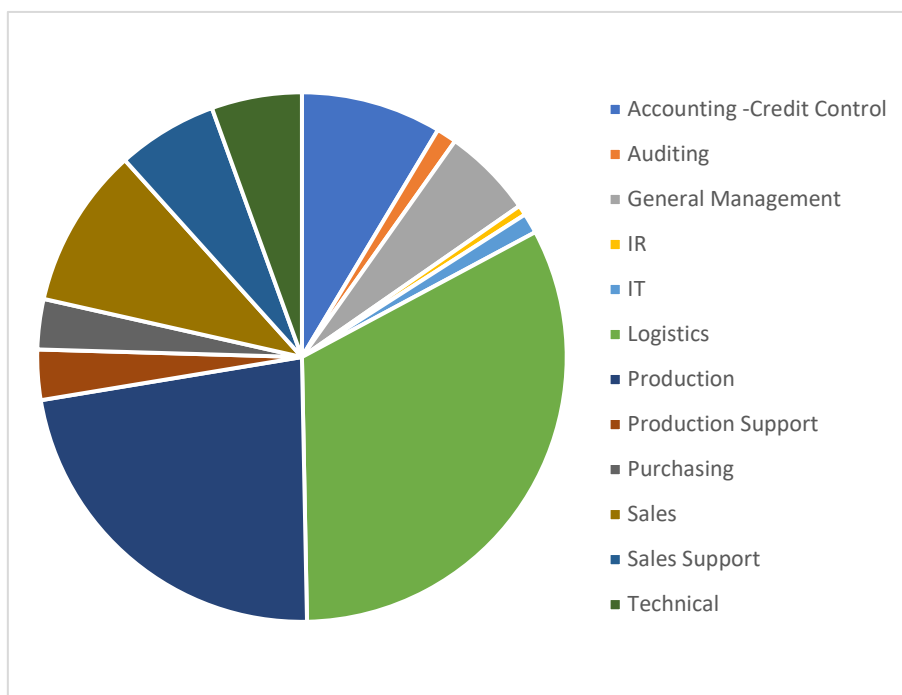
Our company relies heavily on its workforce to achieve its corporate goals, as the know-how of its employees is one of its competitive advantages. A fundamental principle of the company's modern and human-centred philosophy is attracting, maintaining, and developing professionals with enthusiasm, a high sense of responsibility, creativity, and a shared vision for the future.

Our aim is for our personnel to consist of talented people who move forward with us with energy, creativity, and inspiration, are characterised by respect for corporate principles and values, and actively participate in the company's daily effort for success in a particularly demanding and highly evolving area.

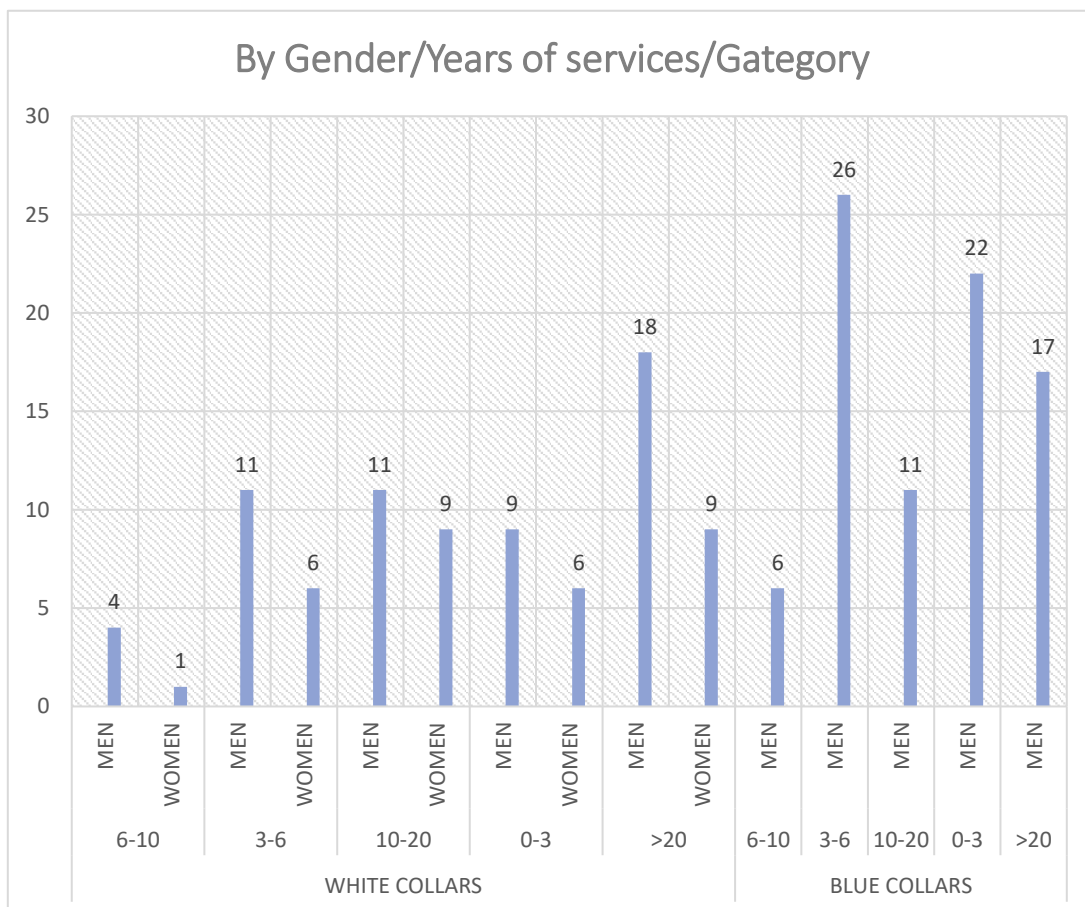
Providing a safe working environment, which also motivates employees and treats them with respect, giving equal opportunities to all, is our priority.

The relations with the employees are based on the principle of equal treatment. Both the integration and the course of each employee within the company are judged based on their qualifications, performance, and capabilities, without any discrimination.

Breakdown of Company by function



By Gender/Years of services/Category



The training of employees is a constant priority so that every worker has the appropriate knowledge and experience to respond more effectively to their role and develop their skills.

We promote and support the lifelong training and development of our people through modern and flexible educational programs.

During the first half of 2021, the following training was implemented per module.



At the same time, we evaluate and recognise the effort and performance of our workforce; we offer incentives to reward performance, ensure a safe and pleasant working environment and ensure respect for work-life balance.

At SIDMA STEEL, we build and develop relationships of trust with our human resources. We envision the future, and we want to share it with them.

3.9.5 Health & Safety

SIDMA Steel's goal of is to offer its employees a safe working environment and create a Workplace Safety Culture.

Our Company recognises Occupational Health and Safety as an absolute priority. Our primary concern is avoiding incidents and creating and maintaining a work environment where risks have been identified, assessed, prevented, and eliminated.

At SIDMA Steel, we are committed to developing and implementing effective systems, standards, and practices for Health and Safety at Work that tie in with our business activities.

The Company, in cooperation and through consultation with its employees, implements the Workplace Health and Safety Programme through the structural implementation of ISO 45001:2018 standard, which aims to provide and maintain a Healthy and Safe Work Environment and to minimise risks for its employees, visitors, contractors and those potentially affected by the Company's activities, while meeting customers' expectations for safe, high-quality products and services.

We invest in the prevention and training of employees and associates in the field of health and safety.

3.9.6 Response to the COVID-19 pandemic

In the first half of 2021, as well as in 2020, when tackling the COVID-19 pandemic prevailed, the continuous monitoring of health developments and measures by the State was required, with revisions of response policies in all our facilities. Guidelines were also developed for employees on prevention measures and the proper implementation of personal protection measures, continuous inspections of the implementation of actions, and the immediate management of any incident.

Absolute priority was given to the protection of the workforce's health and, at the same time, to the safe and uninterrupted continuation of the facilities' operation.

As from the beginning of 2020, remote working was planned for those employees who could work remotely, providing them with the appropriate equipment and the relevant training, and, at the same time, implementing all the necessary infrastructure to support safe teleworking.

We paid particular attention to the continuing training of employees, the compliance with hygiene rules, and the provision of necessary personal protective equipment such as gloves, masks, and antiseptics. It also implemented additional technical interventions and re-arrangements where possible (installation of protective Plexiglas sheets, upgrading of air conditioners, taking appropriate organizational measures to maintain distances, preventive disinfection in all facilities)

3.9.7 Environment

The environment does not belong to us; we borrow it from the next generations, and we have to deliver it suitable for living. SIDMA Steel, firmly committed to carrying out all its business activities with a sense of social responsibility, takes due account of the impact they can have on the environment and its objectives for sustainable development and is committed to:

- Conducting its business activities in accordance with applicable law and applying high environmental standards at the intercompany level;
- Taking all necessary measures to prevent pollution from gases, liquids, or solids;
- Determining the objects and purposes of environmental interventions;
- Evaluating and improving its overall environmental performance;
- Implementing the continuous training and information of personnel on environmental matters;
- Consolidating the concept of ecological sensitivity and environmental vision, which inspires the highest hierarchy level throughout the pyramid of employees in the company.

3.9.8 Quality

Firmly committed to the production, marketing, and shaping of high-quality products and the provision of high-quality services with the aim of complete customer satisfaction, SIDMA Steel implements the appropriate processes to:

- ensure that the procedures are adequate, efficient, and meet the requirements of its customers; encourage innovation, improved communication, team spirit, and cooperation between the different divisions of the company, including suppliers, collaborating contractors, and customers
- implement modern administrative procedures and scientific methods
- encourage continuous improvement in the processes that support its activities.

In this context, we are committed to:

- Implementing a Quality System per the requirements of ELOT EN ISO 9001:2015 Standard.
- Applying the relevant Greek and Community legislation.

- We are committed to continuously improving the effectiveness of the Quality System.
- We comply with customer requirements and legal and technical requirements for the products and services we provide.
- We recognise and meet the demands of the Company's stakeholders.
- We provide products and services that meet our customers' requirements, needs, and expectations and take seriously into account the feedback from our customers (comments, complaints, suggestions).
- We set objectives for Quality and follow their course.
- We ensure that every employee is fully informed about their specific responsibilities for Quality by participating in the preparation, implementation, and evaluation of the activities related to Quality.
- We make sure that the Company's human resources receive the necessary education, training, and information.
- We have the necessary financial and human resources, training, and tools needed to support the process of continuous quality improvement.
- We use modern practices and means and optimize our internal operations.
- We identify potential occupational hazards and implement measures to eliminate them. We recognize business opportunities and take action to take advantage of them.
- We make sure that the applied methods and procedures respect the environment and are safe for employees.

The Quality Management System is constantly monitored through various indicators in terms of its performance. Based on the continuous information and the annual review of the System, the Management commits to establishing new objectives and targets and providing the necessary resources to fulfil them.

3.9.9 Code of Conduct and Business Ethics - Regulatory Compliance

In early 2021, our company reviewed and adopted a new Code of Conduct and Business Ethics, which was approved by its Board of Directors.

The Company's Code of Conduct & Business Ethics includes the fundamental principles, rules, and values that shape the framework of corporate activities and determine its daily conduct and practice. This set of rules and principles describes the behavior that the company expects of its people and the way in which its business is conducted with its customers, suppliers, and other partners. The Company always operates under the respective framework of laws, regulations, and internal policies. Nevertheless, the Company, recognizing that the legislative framework cannot provide for every business conduct, considers it essential for its customers, suppliers, people, and other stakeholders to understand fully what it represents and how it operates.

The Code of Conduct & Business Ethics of SIDMA Steel SA has been based on the ten principles of the UN Global Compact, which aims to align business with the ten globally accepted principles in the areas of human rights, working conditions, the environment, and the fight against corruption. In addition to the Company's Code of Conduct, the OECD Guidelines for companies with an international presence have been considered.

The Code has been translated into all the languages of the countries in which the Group operates and into English. Since its implementation, all employees have been continuously trained.

Aspropyrgos, 16 September 2021

CHAIRMAN OF THE BOARD OF

DIRECTORS

MARCEL L. AMARIGLIO

NIKOLAOS MARIOY

PANAGIOTIS KONSTANTINOY

VICE PRESIDENT

VICTOR A. PISANTE

MEMBERS

STAVROS GATOPOYLOS

GERASIMOS VARDARAMATOS

C.E.O.

ANTONIOS P. KARADELOGLOU

MICHAEL SAMONAS

VASILEIA MANOLI

EFSTATHIA SALAKA

4 Interim Condensed Financial Statements for the period ended as at 30.06.2021

4.1 Statement of Financial Position

| SIDMA S.A. | | | | | |
|---|-------------|--------------------|--------------------|--------------------|--------------------|
| Statement of Financial Position | | | | | |
| for the period from 1st January to 30th June 2021 | | | | | |
| Amounts in EURO | | | | | |
| | Notes | Group | | Company | |
| | | 30.06.2021 | 31.12.2020 | 30.06.2021 | 31.12.2020 |
| Assets | | | | | |
| Non Current Assets | | | | | |
| Tangible Assets | 5.8 | 43.020.058 | 43.004.055 | 31.930.794 | 31.747.592 |
| Intangible assets | 5.9 | 536.300 | 503.520 | 114.375 | 79.603 |
| Investments in subsidiaries | 5.10 | 0 | 0 | 13.675.716 | 11.175.716 |
| Other non current assets | | 82.529 | 80.655 | 77.662 | 76.531 |
| | | 55.138.886 | 56.118.230 | 57.298.546 | 55.609.442 |
| Current Assets | | | | | |
| Inventories | 5.11 | 24.619.881 | 18.471.851 | 17.440.901 | 13.730.821 |
| Trade receivables | 5.12 | 73.068.974 | 48.311.383 | 63.030.444 | 43.093.143 |
| Other receivables | 5.13 | 1.751.445 | 3.871.341 | 1.154.525 | 3.474.284 |
| Cash and cash equivalents | | 20.923.289 | 16.742.221 | 17.457.735 | 15.748.471 |
| | | 120.363.589 | 87.396.796 | 99.083.604 | 76.046.719 |
| Total Assets | | 175.502.476 | 143.515.026 | 156.382.150 | 131.656.161 |
| EQUITY | | | | | |
| Shareholders of the mother company: | | | | | |
| Share Capital | 5.14 | 18.336.001 | 18.336.001 | 18.336.000 | 18.336.000 |
| Share Premium | | 13.296.000 | 13.296.000 | 13.296.000 | 13.296.000 |
| Reserves | | 27.557.271 | 27.475.282 | 23.060.221 | 23.060.222 |
| Retaining Earnings | | -46.535.621 | -72.358.524 | -29.399.661 | -51.179.352 |
| | | 12.653.650 | -13.251.241 | 25.292.560 | 3.512.870 |
| Non-controlling interests | | 0 | 0 | 0 | 0 |
| | | 12.653.650 | -13.251.241 | 25.292.560 | 3.512.870 |
| Liabilities | | | | | |
| Non Current Liabilities | | | | | |
| Long-term loans | 5.15 | 66.250.965 | 8.407.186 | 59.351.524 | 1.263.191 |
| Grants for investments in fixed assets | | 47.376 | 68.166 | 47.376 | 68.166 |
| Deferred Tax Liabilities | | 6.666.345 | 4.249.437 | 6.516.645 | 4.101.452 |
| Provision for Retirement benefit obligation | | 935.123 | 838.693 | 893.339 | 802.727 |
| | | 73.899.810 | 13.563.483 | 66.808.884 | 6.235.537 |
| Current Liabilities | | | | | |
| Short-term loans | 5.15 | 35.493.066 | 52.867.015 | 22.254.218 | 39.959.357 |
| Trade Payables | | 39.820.106 | 31.875.442 | 29.834.299 | 24.454.017 |
| Current installments of long-term loans | 5.15 | 4.258.772 | 53.877.343 | 3.618.000 | 53.167.720 |
| Other Payables | 5.16 | 9.377.072 | 4.582.984 | 8.574.189 | 4.326.660 |
| | | 88.949.016 | 143.202.784 | 64.280.707 | 121.907.754 |
| Total Equity and Liabilities | | 175.502.475 | 143.515.026 | 156.382.150 | 131.656.161 |

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 2021 | | | | | |
| Amounts in EURO | | | | | |
| | Notes | Group | | Company | |
| | | 1.1 - 30.06.2021 | 1.1 - 30.06.2020 | 1.1 - 30.06.2021 | 1.1 - 30.06.2020 |
| Turnover (sales) | 5.18 | 106.413.721 | 61.267.492 | 70.565.198 | 41.279.088 |
| Cost of Sales | | -83.311.171 | -56.300.776 | -53.127.623 | -37.173.007 |
| Gross Profit | | 23.102.550 | 4.966.715 | 17.437.575 | 4.106.081 |
| Other income | | 2.929.513 | 2.456.811 | 2.258.050 | 1.973.247 |
| Administrative Expenses | | -2.132.378 | -2.073.349 | -1.505.423 | -1.593.032 |
| Distribution/Selling Expenses | | -5.254.074 | -4.598.038 | -4.180.338 | -3.692.181 |
| Other expenses | | -294.204 | -60.535 | -290.850 | -56.814 |
| Operating Profit (EBIT) | | 18.351.407 | 691.605 | 13.719.014 | 737.301 |
| Finance Costs (net) | 5.19 | 10.965.607 | -2.471.692 | 11.553.794 | -1.746.832 |
| Income from investing operations | | -1.030.300 | 11.843 | -1.030.300 | 11.843 |
| Profit before taxation | | 28.286.714 | -1.768.244 | 24.242.507 | -997.688 |
| Less: Income Tax Expense | 5.17 | -2.688.128 | 47.330 | -2.688.128 | 47.330 |
| Profit / (loss) after taxation for continued operations | | 25.598.585 | -1.720.913 | 21.554.379 | -950.358 |
| <u>Attributable to:</u> | | | | | |
| Shareholders of the mother Company | | 25.598.585 | -1.720.913 | | |
| Non-controlling interests | | 0 | 0 | | |
| | | 25.598.585 | -1.720.913 | | |
| Other Comprehensive Income | | | | | |
| Amounts not reclassified in the P&L in next periods | | | | | |
| Actuarial gain/losses | | -48.732 | -35.206 | -47.625 | -35.206 |
| Deferred Taxation | | 273.047 | 8.449 | 272.936 | 8.449 |
| | | 224.315 | -26.757 | 225.311 | -26.757 |
| Amounts reclassified in the P&L in next periods | | | | | |
| Exchange differences | | 81.989 | 96.541 | | |
| Deferred Taxation | | 0 | 0 | 0 | 0 |
| Other Comprehensive Income after taxes | | 81.989 | 96.541 | 0 | 0 |
| Total Comprehensive Income after taxes | | 25.904.889 | -1.651.129 | 21.779.690 | -977.115 |
| <u>Attributable to:</u> | | | | | |
| Shareholders of the mother Company | | 25.904.889 | -1.651.129 | | |
| Non-controlling interests | | 0 | 0 | | |
| | | 25.904.889 | -1.651.129 | | |
| Basic earnings (losses) after tax per share | 5.20 | 1,885 | -0,169 | 1,587 | -0,093 |

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 2021 | | | | | | | | | |
| Amounts in EURO | Group SHAREHOLDER'S EQUITY | | | | | | | | |
| | Share Capital | Share Premium | Reserves | Reserves from the revaluation of fixed assets in fair value | FX differences reserve | Retained Earnings | Equity of the shareholders | Non- controlling interests | Total Equity |
| Net Equity Balance on 01.01.2021 | 18.336.001 | 13.296.000 | 12.688.604 | 14.686.243 | 100.438 | -72.358.525 | -13.251.239 | 0 | -13.251.239 |
| Profit (+)/Loss (-) after taxation | 0 | 0 | 0 | 0 | 0 | 25.598.585 | 25.598.585 | 0 | 25.598.585 |
| Other Comprehensive Income | | | | | | | | | |
| Actuarial gain/losses | 0 | 0 | 0 | 0 | 0 | -48.732 | -48.732 | 0 | -48.732 |
| F.X. Differences | 0 | 0 | 0 | 0 | 81.989 | 0 | 81.989 | 0 | 81.989 |
| Deferred Taxation | 0 | 0 | 0 | 0 | 0 | 273.047 | 273.047 | 0 | 273.047 |
| Other Comprehensive Income after taxes | 0 | 0 | 0 | 0 | 81.989 | 224.315 | 306.305 | 0 | 306.305 |
| Total Comprehensive Income after taxes | 0 | 0 | 0 | 0 | 81.989 | 25.822.901 | 25.904.890 | 0 | 25.904.890 |
| Net Equity Balance on 30.06.2021 | 18.336.001 | 13.296.000 | 12.688.604 | 14.686.243 | 182.428 | -46.535.625 | 12.653.651 | 0 | 12.653.651 |
| Net Equity Balance on 01.01.2020 | 13.752.000 | 9.875.000 | 12.688.604 | 9.094.714 | -54.694 | -71.262.075 | -25.906.451 | 0 | -25.906.451 |
| Profit (+)/Loss (-) after taxation | 0 | 0 | 0 | 0 | 0 | -1.720.913 | -1.720.913 | 0 | -1.720.913 |
| Other Comprehensive Income | | | | | | | | | |
| Actuarial gain/losses | 0 | 0 | 0 | 0 | 0 | -35.206 | -35.206 | 0 | -35.206 |
| F.X. Differences | 0 | 0 | 0 | 0 | 96.541 | 0 | 96.541 | 0 | 96.541 |
| Deferred Taxation | 0 | 0 | 0 | 0 | 0 | 8.450 | 8.450 | 0 | 8.450 |
| Other Comprehensive Income after taxes | 0 | 0 | 0 | 0 | 96.541 | -26.756 | 69.785 | 0 | 69.785 |
| Total Comprehensive Income after taxes | 0 | 0 | 0 | 0 | 96.541 | -1.747.670 | -1.651.128 | 0 | -1.651.128 |
| Net Equity Balance on 30.06.2020 | 13.752.000 | 9.875.000 | 12.688.604 | 9.094.714 | 41.848 | -73.009.745 | -27.557.579 | 0 | -27.557.579 |

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 2021 | | | | | |
| Amounts in EURO | Company | | | | |
| | Share Capital | Share Premium | Reserves | Retained Earnings | Total Equity |
| Net Equity Balance on 01.01.2021 | 18.336.001 | 13.296.000 | 23.060.221 | -51.179.352 | 3.512.871 |
| Profit (+)/Loss (-) after taxation | 0 | 0 | 0 | 21.554.379 | 21.554.379 |
| Other Comprehensive Income | | | | | 0 |
| Actuarial gain/losses | 0 | 0 | 0 | -47.625 | -47.625 |
| Deferred Taxation | 0 | 0 | 0 | 272.936 | 272.936 |
| Other Comprehensive Income after taxes | 0 | 0 | 0 | 225.311 | 225.311 |
| Total Comprehensive Income after taxes | 0 | 0 | 0 | 21.779.690 | 21.779.690 |
| Net Equity Balance on 30.06.2021 | 18.336.001 | 13.296.000 | 23.060.221 | -29.399.662 | 25.292.560 |
| 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 | | | | | |
| 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 | -52.310.288 | -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 2021 | | | | |
| Amounts in EURO | Group | | Company | |
| | 1.1 - 30.06.2021 | 1.1 - 30.06.2020 | 1.1 - 30.06.2021 | 1.1 - 30.06.2020 |
| Operating Activities | | | | |
| Profit before taxation | 28.286.714 | -1.768.244 | 24.242.507 | -997.688 |
| Adjustments for: | | | | |
| Depreciation & amortization | 795.907 | 1.170.404 | 579.903 | 899.183 |
| Depreciation of granted assets | -20.790 | -20.837 | -20.790 | -20.837 |
| Provisions | 18.474 | 113.299 | 14.104 | 13.802 |
| Income from prior years' provisions | -703 | -6.613 | 8 | -390 |
| Exchange Differences | -127.211 | -394.595 | 0 | 0 |
| Income and expenses from investing activities | 1.030.151 | -13.818 | 1.030.295 | -13.339 |
| Bond loan impairment | -14.852.457 | 0 | -14.852.457 | 0 |
| Other non cash income/expenses | 108.254 | 114.566 | 0 | 0 |
| Finance Costs | 3.774.457 | 2.981.835 | 3.298.771 | 1.748.327 |
| Adjustments for changes in working capital | | | | |
| Decrease/(increase) in inventories | -6.148.029 | 3.791.176 | -3.710.079 | 1.777.353 |
| Decrease/(increase) in receivables | -22.639.858 | 240.310 | -17.619.715 | -938.760 |
| (Decrease)/increase in payables(except bank loans and overdrafts) | 12.979.176 | -3.729.080 | 9.763.172 | -1.995.507 |
| Less: | | | | |
| Financial Costs paid | -3.128.760 | -2.910.212 | -2.653.276 | -1.677.193 |
| Taxes paid | 1.868 | 0 | 42 | 0 |
| Total inflows / (outflows) from operating activities (a) | 77.193 | -431.808 | 72.486 | -1.205.050 |
| Investing activities | | | | |
| Acquisition of subsidiaries | 1.000 | 0 | -2.499.000 | 0 |
| Purchase of tangible and intangible assets | -1.007.549 | -402.658 | -798.177 | -394.035 |
| Proceeds on disposal of tangible and intangible assets | 0 | 22.627 | 0 | 22.627 |
| Dividends received | 148 | 1.749 | 4 | 1.270 |
| Total inflows / (outflows) from investing activities (b) | -1.006.400 | -378.282 | -3.297.172 | -370.139 |
| Financing Activities | | | | |
| New bank loans raised | 72.654.565 | 3.261.901 | 72.443.238 | 3.104.471 |
| Repayments of loans | -67.439.092 | -309.083 | -67.442.322 | 0 |
| Repayments of financial leasing agreements | -105.199 | -81.172 | -66.965 | -78.869 |
| Total inflows / (outflows) from financing activities (c) | 5.110.275 | 2.871.647 | 4.933.950 | 3.025.602 |
| Net Increase/(Decrease) in cash and cash equivalents (a) + (b) + (c) | 4.181.067 | 2.061.556 | 1.709.263 | 1.450.414 |
| Cash and cash equivalents at the beginning of the period | 16.742.221 | 6.239.118 | 15.748.471 | 5.357.806 |
| Cash and cash equivalents from the absorption of subsidiary company | 0 | 0 | 0 | 0 |
| Cash and cash equivalents at the end of the period | 20.923.288 | 8.300.674 | 17.457.735 | 6.808.220 |

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 2021

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 GEORGIU 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 17.9.2021 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 2021 covering the period from 1 January 2021 to 30 June 2021 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 of 31 December 2020 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 01/01/2021.

- **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 amendments affect/ do not affect the consolidated/ separate Financial Statements.

- **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 amendments affect/ do not affect the consolidated/ separate Financial Statements.

- **Amendments to IFRS 16 “Leases”: Covid-19 – Related Rent Concessions beyond 30 June 2021 (effective for annual periods starting on or after 01/04/2021)**

In March 2021, the IASB issued amendments to the practical expedient of IFRS 16, that extend the application period by one year to cover Covid-19-related rent concessions that reduce only lease payments due on or before 30 June 2022. The amendments affect/ do not affect the consolidated/ separate 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 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 been adopted by the European Union with effective date of 01/01/2022.

• 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.

- **Amendments to IAS 1 "Presentation of Financial Statements" (effective for annual periods starting on or after 01/01/2023)**

In February 2021, the IASB issued narrow-scope amendments that pertain to accounting policy disclosures. The objective of these amendments is to improve accounting policy disclosures so that they provide more useful information to investors and other primary users of the financial statements. More specifically, companies are required to disclose their material accounting policy information rather than their significant accounting policies. 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 8 "Accounting Policies, Changes in Accounting Estimates and Errors: Definition of Accounting Estimates" (effective for annual periods starting on or after 01/01/2023)**

In February 2021, the IASB issued narrow-scope amendments that they clarify how companies should distinguish changes in accounting policies from changes in accounting estimates. That distinction is important because changes in accounting estimates are applied prospectively only to future transactions and other future events, but changes in accounting policies are generally also applied retrospectively to past transactions and other past events. 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 12 "Income Taxes: Deferred Tax related to Assets and Liabilities arising from a Single Transaction" (effective for annual periods starting on or after 01/01/2023)**

In May 2021, the IASB issued targeted amendments to IAS 12 to specify how companies should account for deferred tax on transactions such as leases and decommissioning obligations – transactions for which companies recognise both an asset and a liability. In specified circumstances, companies are exempt from recognising deferred tax when they recognise assets or liabilities for the first time. The amendments clarify that the exemption does not apply and that companies are required to recognise deferred tax on such transactions. 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.

5.3.3 Transitional provisions for the implementation of the final agenda item entitled "Allocation of service periods (IAS 19)"

The Committee for the Interpretation of International Financial Reporting Standards ("the Commission") issued in May 2021 the final decision on the agenda entitled "Attributing Benefits to Periods of Service" (IAS 19). (IAS 19)" which includes explanatory material regarding the manner of distribution of benefits in periods of service on a specific program of defined benefits analogous to that defined in article 8 of L.3198 / 1955 regarding the provision of compensation due to retirement (the "Defined Benefits Program of Labor Law"). In particular, the above final decision of the Committee's agenda provides explanatory information on the application of the basic principles and rules of IAS 19 as regards the distribution of benefits in periods of service like that of the Workers' Defined Benefits Program. Law. This explanatory information differentiates the way in which the basic principles and rules of IAS 19 have been applied in Greece in the past in this regard, and therefore according to what is defined in the "IASB Due Process Handbook (par 8.6)", the entities that prepare their financial statements in accordance with IFRS are required to amend their accounting policy in this regard. In view of the above, the above final decision of the Committee's agenda will be treated as a change in accounting policy, in accordance with paragraphs 19-22 of IAS 8. The change in accounting policy will be applied retroactively with a corresponding adjustment of the starting balance of each affected item funds for the older of the presented periods and other comparative amounts for each previous period presented as if the new accounting policy had always been in use. The disclosure requirements of IAS 8 in the event of a change in accounting policy should be applied accordingly. The effect of the implementation of the final decision on the agenda of the Commission is immediate.

The Group, however, had prematurely implemented the above accounting policy change with a reporting date of 31/12/2020, making use of the relevant possibility given by the Commission until the final decision was taken. Therefore, the above application does not constitute a change in accounting policy for the six-month period ended on 30/06/2021.

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 31.12.2020, 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 30.06.2021 concern mainly provisions for contingent taxes, provisions for impairment of reserves and receivables, estimates regarding the useful life of depreciable fixed assets as well as estimates for the market interest rate of the new bond loan of the parent company.

Fair values and interest rates on loans

Under the loan restructuring agreement of the Group's parent company described in Note 5.15, the resulting new loans were recognized at fair value at the date of their initial recognition and are subsequently carried

at amortized cost. The fair value was calculated based on the market interest rates for respective loans which was estimated at 7%.

This assessment was based on two methodologies:

- on the yields of traded corporate bonds of Greek companies of comparable maturity,
- on a risk-free interest rate plus a risk premium for loans with similar characteristics (duration, collateral and guarantees, financial position of the issuer, etc.)

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 Parent company as well as its subsidiaries have a policy to insure their credit sales through insurance companies and, therefore, no significant concentrations of credit risk are generated. Wholesale sales are mainly made to customers with an appropriate credit history. In 2021, no customer participated in the turnover by more than 2.0%, while there was dispersion to many customers. Retail sales are made in cash. On 30/06/2021, the Management believes that there is no material credit risk exposure that has not already been covered by provisions for bad debts. It has also organized a credit control department, charged with assessing the creditworthiness of its customers as well as determining their credit limits. The Group's exposure to credit risk is limited to financial assets, which are as follows:

| Financial Assets | Group | | Company | |
|-----------------------------|-------------------|-------------------|-------------------|-------------------|
| | 30.06.2021 | 31.12.2020 | 30.06.2021 | 31.12.2020 |
| Cash and cash equivalents | 20.923.289 | 16.742.221 | 17.457.735 | 15.748.471 |
| Trade and other receivables | 74.902.948 | 52.263.379 | 64.262.631 | 46.642.957 |
| Total | 95.826.237 | 69.005.600 | 81.720.365 | 62.391.428 |

5.5.2 Interest Rate Risk

The interest rate risk mainly arises from long-term and short-term loans. Loans with variable interest rates expose the Group to cash flow risk. 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.

The table shows the sensitivity to the Period Results and the Stockholders' Equity in case of a possible change in the Group's interest rates by +/- 1%.

| amounts in thousand € | Group | | | | Company | | | |
|---------------------------|-----------------|-----------|------------------|-----------|-----------------|---------|------------------|---------|
| | Effect to P & L | | Effect to Equity | | Effect to P & L | | Effect to Equity | |
| | +1% | -1% | +1% | -1% | +1% | -1% | +1% | -1% |
| 30th June 2021 | (1.194.147) | 1.194.147 | (1.194.147) | 1.194.147 | (988.804) | 988.804 | (988.804) | 988.804 |
| 31st December 2020 | (1.145.939) | 1.145.939 | (1.145.939) | 1.145.939 | (940.414) | 940.414 | (940.414) | 940.414 |

5.5.3 Liquidity Risk

The financial statements of the company have been prepared based on the going concern principle.

The Group has a consistent practice not to make use of all its available lines and to have credit lines or cash holdings of at least 7.5 % of the total at any time. At 30.06.2021, the Group kept cash holdings of EUR 20.1 million.

Following the completion of the disbursement of the bond loans in February 2021 and the valuation of the new loan liabilities at their fair value, per the requirements of IFRS 9, the Company's and the Group's Equity Capital has been straightened out, and there are no longer grounds as found in Article 119(4) of Law 4548/2018. The same applies to the working capital of both the Group and the Company, which is now positive and as of 30/06/2021 amounts to € 32 million and € 35 million respectively.

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

| | Group | | | | | | | |
|----------------------|-------------------|------------------|-------------------|-------------------|-------------------|-------------------|------------------|-------------------|
| | 30.06.2021 | | | | 31.12.2020 | | | |
| | Up to 6 months | 6-12 months | 1-5 years | More than 5 years | Up to 6 months | 6-12 months | 1-5 years | More than 5 years |
| Long-term borrowings | 37.630.841 | 2.120.998 | 25.336.312 | 40.914.654 | 52.867.017 | 53.877.343 | 8.407.186 | - |
| Trade Payables | 39.820.106 | - | - | - | 31.875.442 | - | - | - |
| Other Payables | 9.377.072 | - | - | - | 4.582.984 | - | - | - |
| Total | 86.828.019 | 2.120.998 | 25.336.312 | 40.914.654 | 89.325.443 | 53.877.343 | 8.407.186 | 0 |

| | Company | | | | | | | |
|----------------------|-------------------|------------------|-------------------|-------------------|-------------------|-------------------|------------------|-------------------|
| | 30.06.2021 | | | | 31.12.2020 | | | |
| | Up to 6 months | 6-12 months | 1-5 years | More than 5 years | Up to 6 months | 6-12 months | 1-5 years | More than 5 years |
| Long-term borrowings | 24.063.220 | 1.808.998 | 18.436.870 | 40.914.654 | 39.959.358 | 53.167.720 | 1.263.191 | - |
| Trade Payables | 29.834.299 | - | - | - | 24.454.017 | - | - | - |
| Other Payables | 8.574.189 | - | - | - | 4.326.660 | - | - | - |
| Total | 62.471.708 | 1.808.998 | 18.436.870 | 40.914.654 | 68.740.034 | 53.167.720 | 1.263.191 | 0 |

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 2021 the difference between maximum and minimum price, for three of the most important products of the Group, as well as the standard deviation is shown below:

| € / MT | Hot Rolled Materials | Cold Rolled Materials | Galvanized Materials |
|-------------------------------------|----------------------|-----------------------|----------------------|
| Minimum to Maximum Value Difference | 512 | 641 | 525 |
| Standard Deviation | 88 | 99 | 85 |

Moreover, the gross profit margin fluctuated around 1.517 basis points between its maximum and its minimum value. An increase in prices results to an increase in gross profit margins. Nevertheless, we are not able to quantify the exact relationship between them. For every 50 base points of fluctuation of the gross profit %, the effect on the 2021 and 2020 earnings would be approximately:

| GROUP | 2021 | | 2020 | |
|--------------|---------|----------|----------|----------|
| | 50 b.p. | -50 b.p. | +50 b.p. | -50 b.p. |
| THOUSANDS € | | | | |
| Net Earnings | 532 | -532 | 306 | -306 |
| Equity | 532 | -532 | 306 | -306 |

| COMPANY | 2021 | | 2020 | |
|--------------|---------|----------|----------|----------|
| | 50 b.p. | -50 b.p. | +50 b.p. | -50 b.p. |
| THOUSANDS € | | | | |
| Net Earnings | 353 | -353 | 206 | -206 |
| Equity | 353 | -353 | 206 | -206 |

5.5.5 Currency Risk

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

In addition, the Group is exposed to currency risks from investments in foreign countries. Specifically, for the subsidiary in Romania, as a natural hedge the Group's policy is to use borrowings in the respective currency - whenever this is possible - to reduce exposure to risk in case of devaluation of local currency against the Euro. The foreign exchange risk problem does not apply to the Bulgarian subsidiary because its currency is locked against the euro.

The tables with the remaining receivables and liabilities in Foreign Currency for the Group are as follows:

| amounts in € | Group | | | |
|----------------------------|----------------|--------------------|--------------|---------------------|
| | 30/6/2021 | | 31/12/2020 | |
| | USD | RON | USD | RON |
| Financial Current Assets | 109.109 | 9.164.619 | 1.442 | 3.562.346 |
| Financial Liabilities | - | (17.305.250) | - | (15.982.575) |
| Short-term elements | 109.109 | (8.140.630) | 1.442 | (12.420.230) |
| Financial Current Assets | - | - | - | - |
| Financial Liabilities | - | (853.333) | - | (1.086.580) |
| Long-term elements | - | (853.333) | - | (1.086.580) |

The change in the results and the Stockholders' Equity of the Group from a possible change in the foreign currency exchange rate is as follows:

| amounts in € | 30/6/2021 | | | |
|-------------------------------|-----------|--------|-----------|-----------|
| | + 10% | - 10% | + 10% | - 10% |
| | USD | | RON | |
| Profits (losses) before taxes | (9.919) | 12.123 | (153.212) | 187.259 |
| Equity | (9.919) | 12.123 | 548.915 | (670.896) |

| amounts in € | 31/12/2020 | | | |
|-------------------------------|------------|-------|---------|-----------|
| | + 10% | - 10% | + 10% | - 10% |
| | USD | | RON | |
| Profits (losses) before taxes | (131) | 160 | 116.352 | (142.207) |
| Equity | (131) | 160 | 727.318 | (888.945) |

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 30/06/2021, 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 – 30.06.2021 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 - 30.06.2021 | | | | 1.1 - 30.06.2020 | | | |
|------------------------------------|--------------------|------------------|------------|--------------------|--------------------|------------------|------------|--------------------|
| | Steel | Other | Intergroup | Total | Steel | Other | Intergroup | Total |
| Sales to other companies | 106.226.537 | 187.184 | 0 | 106.413.721 | 61.077.049 | 190.443 | 0 | 61.267.492 |
| Sales to the companies of group | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Total Sales | 106.226.537 | 187.184 | 0 | 106.413.721 | 61.077.049 | 190.443 | 0 | 61.267.492 |
| Operational Profits | 18.249.792 | 101.615 | 0 | 18.351.407 | 572.756 | 118.848 | 0 | 691.605 |
| Finance cost | 9.935.307 | 0 | 0 | 9.935.307 | -2.459.849 | 0 | 0 | -2.459.849 |
| Result from investing activities | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Profit before taxation | 28.185.098 | 101.615 | 0 | 28.286.714 | -1.887.092 | 118.848 | 0 | -1.768.244 |
| Profit after taxation | 25.496.325 | 102.260 | 0 | 25.598.585 | -1.834.295 | 113.382 | 0 | -1.720.913 |
| Depreciation | 698.296 | 76.821 | 0 | 775.117 | 1.086.591 | 62.976 | 0 | 1.149.567 |
| EBITDA | 18.948.088 | 178.436 | 0 | 19.126.524 | 1.659.348 | 181.824 | 0 | 1.841.172 |
| Amounts in Euros | 1.1 - 30.06.2021 | | | | 1.1 - 30.06.2020 | | | |
| | Steel | Other | Intergroup | Total | Steel | Other | Intergroup | Total |
| Non Current Assets | 172.887.201 | 2.615.275 | 0 | 175.502.476 | 140.808.625 | 2.706.401 | 0 | 143.515.026 |
| | 172.887.201 | 2.615.275 | 0 | 175.502.476 | 140.808.625 | 2.706.401 | 0 | 143.515.026 |
| Long-term & Short-term Liabilities | 162.701.739 | 147.129 | 0 | 162.848.868 | 156.640.523 | 125.744 | 0 | 156.766.268 |
| | 162.701.739 | 147.129 | 0 | 162.848.868 | 156.640.523 | 125.744 | 0 | 156.766.268 |

Moreover, below are presented the geographic segments.

| Amounts in Euro Company | 1.1 - 30.06.2021 | | | 1.1 - 30.06.2020 | | |
|----------------------------|-------------------|-------------------|--------------------|-------------------|-------------------|-------------------|
| | Greece | Abroad | Total | Greece | Abroad | Total |
| SIDMA S.A. | 64.217.852 | 6.324.519 | 70.542.371 | 36.029.679 | 5.249.409 | 41.279.088 |
| SIDMA BULGARIA S.A. | 0 | 21.408.019 | 21.408.019 | 0 | 11.714.551 | 11.714.551 |
| SIDMA ROMANIA SRL | 0 | 14.463.331 | 14.463.331 | 0 | 8.273.853 | 8.273.853 |
| Total | 64.217.852 | 42.195.869 | 106.413.721 | 36.029.679 | 25.237.812 | 61.267.492 |

5.8 Property, Plant and Equipment

The tangible fixed assets of the Group and the Company as of 30.06.2021 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 1.1.2020 | 17.854.925 | 27.631.815 | 12.364.122 | 2.193.157 | 2.159.924 | 394.827 | 62.598.770 |
| Additions | 0 | 3.427 | 84.388 | 394.396 | 27.466 | 488.698 | 998.375 |
| Sales or Deletions | 0 | 0 | -422.939 | -7.653 | -245.134 | 0 | -675.726 |
| Revaluation in fair values | 949.754 | 1.714.086 | 3.833.810 | 71.818 | 0 | 0 | 6.569.468 |
| Transfer of depreciation due to revaluation in fair values | 0 | -3.656.933 | -6.189.841 | -130.180 | 0 | 0 | -9.976.954 |
| Transfers | 0 | 744.253 | 97.925 | 0 | 8.252 | -853.495 | -3.065 |
| Transfer to Investment Property | -6.110.000 | -6.420.000 | 0 | 0 | 0 | 0 | -12.530.000 |
| Exchange differences | -33.858 | -42.744 | -20.728 | -593 | -164 | 0 | -98.088 |
| Acquisition cost or deemed cost 31.12.2020 | 12.660.820 | 19.973.904 | 9.746.737 | 2.520.945 | 1.950.344 | 30.030 | 46.882.780 |
| Depreciation | | | | | | | |
| Accumulated Depreciation 01.01.2020 | 0 | -2.863.386 | -5.452.640 | -1.850.070 | -2.029.632 | 0 | -12.195.729 |
| Depreciation of the year | 0 | -897.912 | -1.071.139 | -218.035 | -51.644 | 0 | -2.238.729 |
| Transfer of depreciation due to revaluation in fair values | 0 | 3.656.933 | 6.189.841 | 130.180 | 0 | 0 | 9.976.954 |
| Depreciation of sold or deleted assets | 0 | 0 | 333.939 | 0 | 245.131 | 0 | 579.070 |
| Transfers | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Accumulated Depreciation 31.12.2020 | 0 | -104.365 | 0 | -1.937.925 | -1.836.145 | 0 | -3.878.434 |
| Book value in 31.12.2020 | 12.660.820 | 19.869.539 | 9.746.737 | 583.020 | 114.199 | 30.030 | 43.004.346 |
| Acquisition cost | | | | | | | |
| Acquisition cost or deemed cost 1.1.2021 | 12.660.820 | 19.973.904 | 9.746.737 | 2.520.945 | 1.950.344 | 30.030 | 46.882.780 |
| Right-of-use assets additions | 0 | 0 | 0 | 135.370 | 0 | 0 | 135.370 |
| Additions | 0 | 0 | 81.823 | 60.667 | 16.985 | 559.580 | 719.054 |
| Sales or Deletions | 0 | 0 | 0 | 0 | -26.339 | 0 | -26.339 |
| Transfers | 0 | 17.051 | 9.753 | 0 | 187 | -26.991 | 0 |
| Exchange differences | -23.395 | -27.936 | -10.494 | -472 | -66 | 0 | -62.363 |
| Acquisition cost or deemed cost 30.06.2021 | 12.637.426 | 19.963.019 | 9.827.819 | 2.716.510 | 1.941.110 | 562.619 | 47.648.503 |
| Depreciation | | | | | | | |
| Accumulated Depreciation 01.01.2021 | 0 | -104.365 | 0 | -1.937.925 | -1.836.145 | 0 | -3.878.435 |
| Depreciation of the right-of-use assets | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Depreciation of the year | 0 | -395.741 | -246.414 | -110.299 | -23.746 | 0 | -776.199 |
| Transfers | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Depreciation of sold or deleted assets | 0 | 0 | 0 | 0 | 26.189 | 0 | 26.189 |
| Accumulated Depreciation 30.06.2021 | 0 | -500.106 | -246.414 | -2.048.224 | -1.833.703 | 0 | -4.628.446 |
| Book value in 30.06.2021 | 12.637.426 | 19.462.914 | 9.581.405 | 668.286 | 107.408 | 562.619 | 43.020.057 |

| Tangible Assets | Company | | | | | | Grand Total |
|--|-------------------|-------------------|-------------------|-------------------|-------------------|---------------------------|--------------------|
| | Land | Buildings | Machinery | Transportation | Other equipment | Assets under construction | |
| Acquisition cost | | | | | | | |
| Acquisition cost or deemed cost 1.1.2020 | 13.662.000 | 22.436.741 | 10.091.247 | 1.818.649 | 1.935.685 | 394.825 | 50.339.147 |
| Right-of-use assets under operating lease (IFRS 16) | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Right-of-use assets additions | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Additions | 0 | 3.427 | 52.152 | 290.003 | 23.257 | 488.698 | 857.537 |
| Sales or Deletions | 0 | 0 | -403.473 | -7.653 | -244.736 | 0 | -655.861 |
| Revaluation in fair values | 370.000 | 979.561 | 3.580.011 | 0 | 0 | 0 | 4.929.571 |
| Transfer of depreciation due to revaluation in fair values | 0 | -2.705.562 | -5.143.393 | 0 | 0 | 0 | -7.848.955 |
| Transfers | 0 | 744.253 | 97.925 | 0 | 8.252 | -853.495 | -3.065 |
| Transfer to Investment Property | -6.110.000 | -6.420.000 | 0 | 0 | 0 | 0 | -12.530.000 |
| Exchange differences | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Acquisition cost or deemed cost 31.12.2020 | 7.922.000 | 15.038.420 | 8.274.469 | 2.100.999 | 1.722.459 | 30.028 | 35.088.375 |
| 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 | 0 | 0 | 0 | 0 |
| Depreciation of the year | 0 | -679.979 | -863.970 | -150.219 | -44.670 | 0 | -1.738.838 |
| Transfer of depreciation for held for sales | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Transfer of depreciation due to revaluation in fair values | 0 | 2.705.562 | 5.143.393 | 0 | 0 | 0 | 7.848.955 |
| Depreciation of sold or deleted assets | 0 | 0 | 314.471 | 0 | 244.733 | 0 | 559.204 |
| Transfers | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Accumulated Depreciation 31.12.2020 | 0 | 0 | -1 | -1.715.424 | -1.625.064 | 0 | -3.340.489 |
| Book value in 31.12.2020 | 7.922.000 | 15.038.420 | 8.274.468 | 385.575 | 97.395 | 30.028 | 31.747.885 |
| Acquisition cost | | | | | | | |
| Acquisition cost or deemed cost 1.1.2021 | 7.922.000 | 15.038.420 | 8.274.469 | 2.100.999 | 1.722.459 | 30.028 | 35.088.375 |
| Right-of-use assets additions | 0 | 0 | 0 | 98.146 | 0 | 0 | 98.146 |
| Additions | 0 | 0 | 78.091 | 5.686 | 16.985 | 546.286 | 647.047 |
| Sales or Deletions | 0 | 0 | 0 | 0 | -26.339 | 0 | -26.339 |
| Transfers | 0 | 17.051 | 9.753 | 0 | 187 | -26.991 | 0 |
| Acquisition cost or deemed cost 30.06.2021 | 7.922.000 | 15.055.470 | 8.362.312 | 2.204.831 | 1.713.292 | 549.324 | 35.807.229 |
| Depreciation | | | | | | | |
| Accumulated Depreciation 01.01.2021 | 0 | 0 | -1 | -1.715.424 | -1.625.064 | 0 | -3.340.489 |
| Depreciation of the right-of-use assets | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Depreciation of the year | 0 | -293.495 | -172.916 | -75.003 | -20.720 | 0 | -562.134 |
| Depreciation of sold or deleted assets | 0 | 0 | 0 | 0 | 26.189 | 0 | 26.189 |
| Transfers | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Accumulated Depreciation 30.06.2021 | 0 | -293.495 | -172.917 | -1.790.427 | -1.619.596 | 0 | -3.876.435 |
| Book value in 30.06.2021 | 7.922.000 | 14.761.976 | 8.189.395 | 414.404 | 93.696 | 549.324 | 31.930.795 |

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 5.22.2.

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 1.1.2020 | 419.115 | 1.620.970 | 2.040.085 | 1.440.375 |
| Additions | 0 | 50.397 | 50.397 | 50.397 |
| Transfers | 0 | 3.064 | 3.064 | 3.064 |
| Exchange differences | 0 | (67) | (67) | 0 |
| Acquisition cost or deemed cost 31.12.2020 | 419.115 | 1.674.364 | 2.093.479 | 1.493.836 |
| Depreciation | | | | |
| Accumulated Depreciation 01.01.2020 | 0 | (1.552.508) | (1.552.508) | (1.381.261) |
| Depreciation of the year | 0 | (37.451) | (37.451) | (32.972) |
| Transfers | 0 | 0 | 0 | 0 |
| Accumulated Depreciation 31.12.2020 | 0 | -1.589.959 | -1.589.959 | -1.414.233 |
| Book value in 31.12.2020 | 419.115 | 84.405 | 503.520 | 79.603 |
| Acquisition cost | | | | |
| Acquisition cost or deemed cost 1.1.2021 | 419.115 | 1.674.364 | 2.093.479 | 1.493.836 |
| Additions | 0 | 52.983 | 52.983 | 52.983 |
| Exchange differences | 0 | (19) | (19) | 0 |
| Acquisition cost or deemed cost 30.06.2021 | 419.115 | 1.727.328 | 2.146.443 | 1.546.819 |
| Depreciation | | | | |
| Accumulated Depreciation 01.01.2021 | 0 | (1.589.959) | (1.589.959) | (1.414.233) |
| Depreciation of the year | 0 | (20.184) | (20.184) | (18.211) |
| Accumulated Depreciation 30.06.2021 | 0 | -1.610.143 | -1.610.143 | -1.432.444 |
| Book value in 30.06.2021 | 419.115 | 117.185 | 536.300 | 114.375 |

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

| | Company | | | |
|-------------------------|-------------------|-----------------------|-----------|-----------------------|
| | Acquisition value | Cumulative Impairment | Aditions | Balance on 31.12.2021 |
| SIDMA WORLDWIDE LIMITED | 16.734.588 | (5.558.872) | 2.500.000 | 13.675.716 |

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

| | Company | |
|--------------------------------------|------------|------------|
| | 30.06.2021 | 31.12.2020 |
| Balance at the beginning of the year | 11.175.716 | 11.175.716 |
| Aditions | 2.500.000 | - |
| Balance on 31.12.2021 | 13.675.716 | 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 | |
|--|-------------------|-------------------|-------------------|-------------------|
| | 30.06.2021 | 31.12.2020 | 30.06.2021 | 31.12.2020 |
| Merchandise | 8.259.238 | 6.023.541 | 7.190.689 | 5.440.048 |
| Finished and semi-finished products | 4.392.848 | 3.961.802 | 3.329.795 | 3.309.021 |
| Raw, auxiliary materials and spare parts | 11.967.795 | 6.157.635 | 6.920.417 | 4.981.752 |
| Payments in advances to suppliers | 0 | 2.328.873 | 0 | 0 |
| Total | 24.619.881 | 18.471.851 | 17.440.901 | 13.730.821 |

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 5.22.2 below.

5.12 Customers and trade receivables

Trade receivables as of 30.06.2021 are analysed below:

| | Group | | Company | |
|---|-------------------|-------------------|-------------------|-------------------|
| | 30.06.2021 | 31.12.2020 | 30.06.2021 | 31.12.2020 |
| Customers | 49.708.844 | 33.843.596 | 40.192.573 | 28.377.782 |
| Notes receivable | 1.000.906 | 327.425 | 0 | 0 |
| Cheques receivable | 23.914.499 | 15.453.772 | 23.762.581 | 15.390.072 |
| Less: Allowances for doubtful trade receivables | -1.555.274 | -1.313.410 | -924.711 | -674.711 |
| Total | 73.068.974 | 48.311.383 | 63.030.444 | 43.093.143 |

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 assessed to determine whether a provision for doubtful receivables is required. Any write-off of customers' balances is charged to the existing provision for doubtful receivables. A percentage of 80% of the group's receivables is insured with 10% own participation. 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 30.06.2021 is as follows:

| | Group | | Company | |
|---|------------------|------------------|------------------|------------------|
| | 30.06.2021 | 31.12.2020 | 30.06.2021 | 31.12.2020 |
| Receivables from the State (taxes, etc) | 160.835 | 35.167 | 10.805 | 10.804 |
| Purchases in transit | 0 | 2.147.197 | 0 | 2.147.197 |
| Prepaid expenses | 191.146 | 190.278 | 115.687 | 167.923 |
| Accrued Income | 0 | 97.255 | 0 | 97.255 |
| Sundry debtors | 1.367.780 | 1.369.760 | 1.028.033 | 1.051.104 |
| Total | 1.751.445 | 3.871.341 | 1.154.525 | 3.474.284 |

5.14 Share capital

After absorbing the subsidiary PANELCO, the share capital of SIDMA SA amounts to a total of € 18.336.001, divided into 13.582.223 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 30.06.2021 and 31.12.2020 are analysed below:

| | Group | | Company | |
|---|--------------------|--------------------|-------------------|-------------------|
| | 30.06.2021 | 31.12.2020 | 30.06.2021 | 31.12.2020 |
| Long-term loan liabilities | | | | |
| Bond loans | 76.042.000 | 52.967.719 | 76.042.000 | 52.967.719 |
| Long-term bank loans | 8.167.077 | 9.006.234 | 750.520 | 1.249.998 |
| Long-term Leasing Obligations | 337.358 | 310.576 | 213.701 | 213.193 |
| Less: Current installments of long-term loans | -4.258.772 | -53.877.343 | -3.618.000 | -53.167.720 |
| Less: Difference from the initial recognition of loans in fair value due to restructuring of loans. | -14.036.697 | 0 | -14.036.697 | 0 |
| Total long-term liabilities (a) | 66.250.965 | 8.407.186 | 59.351.524 | 1.263.191 |
| Short-term loan liabilities | | | | |
| Short-term bank loans | 12.106.896 | 36.004.643 | 0 | 23.793.239 |
| Derivative Products | 0 | 0 | 0 | 0 |
| Financing through factoring | 287.416 | 245.737 | 166.332 | 134.290 |
| Short-term Leasing Obligations | 23.098.754 | 16.616.636 | 22.087.886 | 16.031.828 |
| Total short-term liabilities (b) | 35.493.066 | 52.867.016 | 22.254.218 | 39.959.358 |
| Plus: Current installments of long-term loans (c) | 4.258.772 | 53.877.343 | 3.618.000 | 53.167.720 |
| Grand Total (a)+(b)+(c) | 106.002.804 | 115.151.545 | 85.223.743 | 94.390.268 |

The Company's bond loans as of 30.06.2021 totaling € 76.0 million are analyzed as follows:

- Common secured bond loan according to the provisions of Law 4548/2018, amounting to Euro forty four million six hundred thirty five thousand (€ 44,635,000), which has been covered by the banks "National Bank of Greece SA", "EUROBANK SA", "ALPHA BANK SOCIETE ANONYME" and "Piraeus Bank SA" as original bondholders, while the representative of the bondholders was appointed "National Bank of Greece SA".
- Common secured bond loan according to the provisions of Law 4548/2018, amounting to Euro seven million one hundred seventy-seven thousand (€ 7,177,000) which was covered by the banks "National Bank of Greece SA". and "EUROBANK A.E." as initial bondholders while the representative of the bondholders was appointed "National Bank of Greece SA".
- Common secured bond loan according to the provisions of Law 4548/2018, amounting to Euro twenty-four million nine hundred eighty thousand (€ 24,980,000) which was covered by the banks "National Bank of Greece SA", "EUROBANK A.E.", "ALPHA BANK SOCIETE ANONYME" and "ATTICA BANK SA". as initial bondholders while the representative of the bondholders was appointed "National Bank of Greece SA".

The above secured bond loans were disbursed in February 2021.

The duration of the loans is 10 years, during which time 50% of their nominal value will be repaid in two semi-annual installments each year.

Recognition of common bond loans was made at their fair value, which was estimated by Management using a 7% purchase interest rate, as described in Note 5.4. The difference between nominal amount at the initial recognition of new loans and at their fair value is included in the financial income (Note 5.15).

Regarding the long term and short-term loans, the following table of future payments for the Group and the Company on 30.06.2021 and 31.12.2020 is presented.

| | Group | | Company | |
|-----------------------|--------------------|--------------------|-------------------|-------------------|
| | 30.06.2021 | 31.12.2020 | 30.06.2021 | 31.12.2020 |
| Up to 1 year | 39.751.839 | 106.744.359 | 25.872.218 | 93.127.077 |
| Between 1 and 5 years | 25.336.312 | 8.407.186 | 18.436.870 | 1.263.191 |
| More than 5 years | 40.914.654 | 0 | 40.914.654 | 0 |
| Total | 106.002.804 | 115.151.545 | 85.223.743 | 94.390.268 |

The Management of the company has agreed, with the lending institutions of the subsidiary in Romania, on the restructuring of its long-term borrowing. The signing of the new facility documents is expected within 2021.

The Group's foreign currency loans amount to € 6.9 million (RON 34 million). The average borrowing cost for the Company and the Group amounted to 3.9% and 4% 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 5.22.1 and 5.22.2 below.

5.16 Other Current Liabilities

The analysis of other short-term liabilities of the Group and the Company on 30.06.2021 is as follows:

| | Group | | Company | |
|-------------------------------------|------------------|------------------|------------------|------------------|
| | 30.06.2021 | 31.12.2020 | 30.06.2021 | 31.12.2020 |
| Advances from trade debtors | 909.202 | 512.520 | 895.507 | 506.309 |
| Social Security | 127.097 | 260.902 | 127.097 | 260.902 |
| Sundry debtors | 2.506.997 | 2.023.190 | 2.497.487 | 1.909.758 |
| Accrued Expenses | 583.357 | 352.671 | 583.357 | 352.671 |
| Other short-term liabilities | 2.699.712 | 1.328.225 | 2.368.206 | 1.191.544 |
| Other (accruals or deferred income) | 2.550.706 | 105.475 | 2.102.535 | 105.475 |
| Total | 9.377.072 | 4.582.984 | 8.574.189 | 4.326.660 |

5.17 Income Tax

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

| | Taxation | | | |
|--------------|-------------------|---------------|-------------------|---------------|
| | Group | | Company | |
| | 30.06.2021 | 30.06.2020 | 30.06.2021 | 30.06.2020 |
| Deferred Tax | -2.688.128 | 47.330 | -2.688.128 | 47.330 |
| Total | -2.688.128 | 47.330 | -2.688.128 | 47.330 |

5.18 Turnover (Sales)

Sales for the period ended 30.06.2021 are analysed by category of products and services (using Greek Statistical Service Codes) as follows:

| | 1.1 - 30.06.2021 | | 1.1 - 30.06.2020 | |
|---|--------------------|-------------------|-------------------|-------------------|
| | Group | Company | Group | Company |
| Manufacture of basic iron, steel and ferro-alloys | 51.583.870 | 34.073.937 | 28.628.336 | 18.404.109 |
| Wholesale of metals and metal ores | 38.643.005 | 20.304.415 | 21.566.155 | 11.801.978 |
| Manufacture of metal structures and parts of structures | 7.922.764 | 7.922.764 | 5.614.555 | 5.614.555 |
| Treatment and coating of metals | 5.747.068 | 5.747.068 | 3.807.157 | 3.807.157 |
| Production of Electricity | 187.184 | 187.184 | 190.443 | 190.443 |
| Manufacture of steel tubes | 2.329.830 | 2.329.830 | 1.460.846 | 1.460.846 |
| Total | 106.413.722 | 70.565.198 | 61.267.492 | 41.279.088 |

The turnover amounts as appeared in the P&L Account, does not include the sales made by the parent company on behalf of third parties (consignment) amounting to EUR 23,860,934. The respective amount of the first six months of 2020 was EUR 14,637,472. The above amounts should be considered for the calculation of any ratios based on the turnover of the Group and the Company.

5.19 Finance Costs

The finance costs of the Group and the Company are analysed as follows:

| | Group | | Company | |
|---|-------------------|-------------------|-------------------|-------------------|
| | 30.06.2021 | 30.06.2020 | 30.06.2021 | 30.06.2020 |
| Financial income | 253 | 1.608 | 109 | 1.494 |
| Income/Expenses from the discounting of bond loans in fair value (IFRS 9) | 14.036.697 | 0 | 14.036.697 | 0 |
| Total Financial Income | 14.036.949 | 1.608 | 14.036.805 | 1.494 |
| Financial Interest Expenses | -1.920.999 | -1.966.276 | -1.497.631 | -1.372.048 |
| Various bank expenses | -447.723 | -417.860 | -396.110 | -368.280 |
| Leasing interest expenses (IFRS 16) | -10.051 | -2.821 | -9.193 | -770 |
| Bond loan issuance expenses | -575.940 | 0 | -575.940 | 0 |
| Actuary interests | -4.339 | -7.228 | -4.137 | -7.228 |
| FX differences | -112.290 | -79.114 | 0 | 0 |
| Total Financial Expenses | -3.071.342 | -2.473.299 | -2.483.011 | -1.748.327 |
| Net total | 10.965.607 | -2.471.692 | 11.553.794 | -1.746.832 |

5.20 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 | |
|--|------------|------------|------------|------------|
| | 30.06.2021 | 30.06.2020 | 30.06.2021 | 30.06.2020 |
| Profit to the Shareholders of the mother company | 25.598.585 | -1.720.913 | 21.554.379 | -950.358 |
| Weighted number of shares | 13.582.223 | 10.186.667 | 13.582.223 | 10.186.667 |
| Basic Earnings Per Share (EURO/share) | 1,8847 | -0,1689 | 1,5870 | -0,0933 |

5.21 Non-audited Fiscal Years

The company has been tax audited up to and including fiscal year 2010. For the fiscal years 2011 to 2019 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 2020, 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 1.1.2021 – 30.06.2021. 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 2020. Due to accumulated tax losses, no additional taxes are foreseen.

5.22 Contingent liabilities and commitments

5.22.1 Guarantees

On 30 June 2021, 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 € 1,891 thousand for the Group and the Company.

Guarantees for liabilities

- Issuance of performance guarantees amounting to € 18,233 thousand for the Group and the Company.
- Guarantees (post-dated cheques and receivables) amounting to € 6.8 million, for loans of approximately € 17.3 million for the subsidiaries in Romania and Bulgaria.
- Issuance of guarantees amounting to € 11.9 million and letters of guarantees amounting to € 2.1 million for the assurance of bank financing of € 19.4 million.

5.22.2 Encumbrances

The Group's and Company's assets are mortgaged as follows:

- an amount of € 44.6 million, which have been registered on company's real estate (except of the warehouse of the absorbed subsidiary PANELCO in Lamia), for the Common Bond Loan of € 44.6 million of the Parent Company (Facility 1).
- an amount of € 7.2 million registered on the property (warehouse) of the absorbed subsidiary PANELCO in Lamia for the Common Bond Loan of € 7.2 million of the Parent Company (Facility 2).

- an amount of € 25 million, registered on the company's real estate (excluding the property of Inofyta), for the Common Bond Loan of € 25 million of the Parent Company (Facility 3).
- an amount of € 7 million (establishment of a floating security right) in accordance with Law 2844/2000, on a group of stocks for the Common Bond Loan of € 44.6 million (Facility 1).
- an amount of € 2 million (establishment of a floating security right) in accordance with Law 2844/2000, on a group of stocks for the Common Bond Loan of € 7.2 million (Facility 2).
- an amount of € 3 million (establishment of a floating security right) in accordance with Law 2844/2000, on a group of stocks for the Common Bond Loan of € 25.0 million (Facility 3).
- an amount of € 0.7 million (establishment of a floating security right) in accordance with Law 2844/2000, on a group of mechanical equipment at the warehouse of Inofyta for the Common Bond Loan of € 25.0 million (Facility 3).
- an amount of € 7.3 million (mortgage establishment in the facilities and equipment of the Subsidiary in Bulgaria, SIDMA Bulgaria, as well as establishment of a floating lien on its stocks and receivables) for loans with a nominal value of € 7.3 million.
- an amount of € 5 million, which have been registered on the real estate, an amount of € 1.2 million, which have been registered on the stocks and an amount of € 0.5 million, which have been registered on the mechanical equipment of the subsidiary SIDMA Romania SRL, for loans with a nominal value of € 16.2 million.

5.22.3 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.

5.23 Number of Personnel

| No. of persons | Group | | Company | |
|--------------------------|------------------|------------------|------------------|------------------|
| | 1.1 - 30.06.2021 | 1.1 - 30.06.2020 | 1.1 - 30.06.2021 | 1.1 - 30.06.2020 |
| Average no. of personnel | 241 | 223 | 163 | 145 |

5.24 Related Parties

The following are related parties' transactions, according to IAS 24 in the end of the current period, 30.06.2021:

5.24.1 Intercompany Sales and Other Income

| Amounts in EURO | 1.1-30.06.2021 | | 1.1-30.06.2020 | |
|-----------------------|------------------|------------------|------------------|------------------|
| | Group | Company | Group | Company |
| Sales | | | | |
| Subsidiaries | - | 22.827 | - | - |
| Other related parties | 3.798.034 | 1.915.745 | 1.850.869 | 1.598.128 |
| Total | 3.798.034 | 1.938.572 | 1.850.869 | 1.598.128 |

| Amounts in EURO | 1.1-30.06.2021 | | 1.1-30.06.2020 | |
|-----------------------|----------------|----------------|------------------|------------------|
| | Group | Company | Group | Company |
| Other Income | | | | |
| Subsidiaries | - | - | | 12.336 |
| Other related parties | 912.794 | 472.688 | 1.456.804 | 1.193.013 |
| Total | 912.794 | 472.688 | 1.456.804 | 1.205.350 |

5.24.2 Intercompany Purchases and Expenses

| Amounts in EURO | 1.1-30.06.2021 | | 1.1-30.06.2020 | |
|-----------------------|-------------------|------------------|-------------------|------------------|
| | Group | Company | Group | Company |
| Purchases | | | | |
| Subsidiaries | - | 24.297 | - | - |
| Other related parties | 16.531.387 | 4.817.554 | 10.538.737 | 3.208.316 |
| Total | 16.531.387 | 4.841.851 | 10.538.737 | 3.208.316 |

| Amounts in EURO | 1.1-30.06.2021 | | 1.1-30.06.2020 | |
|-----------------------|----------------|----------------|----------------|----------------|
| | Group | Company | Group | Company |
| Other Expenses | | | | |
| Subsidiaries | - | - | - | - |
| Other related parties | 527.659 | 506.964 | 451.054 | 435.913 |
| Total | 527.659 | 506.964 | 451.054 | 435.913 |

5.24.3 Intercompany receivables and liabilities

| Amounts in EURO | 1.1-30.06.2021 | | 1.1-30.06.2020 | |
|-----------------------|------------------|------------------|------------------|------------------|
| | Group | Company | Group | Company |
| Receivables | | | | |
| Subsidiaries | - | 22.829 | - | 6.410 |
| Other related parties | 2.703.910 | 2.498.866 | 2.150.097 | 2.104.122 |
| Total | 2.703.910 | 2.521.695 | 2.150.097 | 2.110.532 |

| Amounts in EURO | 1.1-30.06.2021 | | 1.1-30.06.2020 | |
|-----------------------|-------------------|-------------------|-------------------|-------------------|
| | Group | Company | Group | Company |
| Liabilities | | | | |
| Subsidiaries | - | 141 | - | (14) |
| Other related parties | 34.893.170 | 25.116.726 | 29.744.058 | 22.782.092 |
| Total | 34.893.170 | 25.116.867 | 29.744.058 | 22.782.077 |

5.24.4 Management & Directors' Fees

The Management & Director's fees for the Group and the Company during 30.06.2021 and the prior period are as follows:

| | Group | | Company | |
|--------------------------------------|------------------|------------------|------------------|------------------|
| | 1.1 - 30.06.2021 | 1.1 - 30.06.2020 | 1.1 - 30.06.2021 | 1.1 - 30.06.2020 |
| Management Fees (short-term) | 440.323 | 291.543 | 274.634 | 206.838 |
| Board of Directors fees (short-term) | 40.717 | 84.981 | 28.400 | 73.800 |
| Total | 481.040 | 376.524 | 303.034 | 280.638 |

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.

5.25 Post Balance Sheet Events

- **Publication of the minutes of the Board of Directors regarding the sale of real estate to an affiliated company.**

On 3 September, the minutes of the Board of Directors were published in the GENERAL COMMERCIAL REGISTRY (GEMI) for the approval of a special permit under Articles 99(2) and 101(1) of Law 4548/2018 for the sale of the Company's property in Oinofyta to an affiliated company.

5.26 Approval of interim financial statements

The interim condensed separate and consolidated financial statements for the period ended 30 June 2021 were approved by the Board of Directors of the company on 16.09.2021 and have been published at www.sidma.gr.

Halandri – September 17, 2021

**PRESIDENT OF THE BOARD
OF DIRECTORS**

PANAGIOTIS I. MPITROS

CHIEF EXECUTIVE OFFICER

ANTONIOS P. KARADELOGLOU

THE CHIEF FINANCIAL OFFICER

MICHAEL C. SAMONAS

ACCOUNTING DEP. HEAD

PARIS G. PAPAGEORGIOU