

March 18, 2009

Group Income and Financial Condition - 2008

Review

Group invoiced sales decreased by 5,3% to million €113 (€119 million in 2007). Total Group sales (including indent sales) also decreased by 5% to €114 million (€120 million in 2007).

In the Commercial Vehicles Division, the off-highway trucks and the Isuzu pick ups had sales drop. On the other hand Scania and Isuzu trucks and buses increased their sales significantly. In the Automotive Machinery Division, Petrogen (generating sets) Business Unit increased sales, compared to last year. The Engines & Boats Business Unit increased sales marginally, while the sales of the Industrial Equipment and McCormick (agricultural equipment) Business Units suffered a drop. Finally, our newest Business Unit, PMS (automotive batteries) had a decrease in sales.

Profit after tax decreased by 19,6%, to €4.5 million (€5.7 million of 2007). EBITDA was €9,4 million (€10.6 million in 2007).

Earnings per share were €0,65 in 2008. The Group's price-to-book value ratio (P/BV) was approximately 0,53 (closing price on 17/3/09).

Group Solvency (Equity as % of Total Assets without Cash and Securities) was 42% as at 31.12.2008 (45% in 2007).

Although this ratio is higher than the target set by the Group, in view of the unfavorable developments of the first quarter (decrease in sales between 35-40% and anticipated negative results) the Board of Directors will propose a dividend of €0,18 per share (€0,50 in 2007).

Summary Consolidated Profit & Loss Statement (in €000).

	1 Jan - 31 Dec	
	2008	2007
Total Sales	113.959	120.006
Indent Sales	1.075	838
Invoiced Sales	112.884	119.168
Gross Profit	21.668	24.642
Other Income	2.722	2.316
Administrative, Selling & Marketing Expense	(15.210)	(14.087)
Other Expenses	(502)	(2.877)
Operating Profit	8.678	9.994
Net Financial Income (Expense)	(2.775)	(2.259)
Depreciation included in Operating Cost	731	568
Income from Goodwill of Acquisitions	0	202
Net Profit Before Income Tax	5.903	7.937
Taxes	(1.351)	(2.279)
Net Profit After Income Tax	4.552	5.658
Minority Rights	0	0
Net Profit After Income Tax & Minority Rights	4.552	5.658

Summary Balance Sheet Items before Profit Distribution (in €000)

	31/12/2008	31/12/2007
Assets		
Cash & Securities	2.063	9.530
Accounts Receivable	24.444	26.999
Inventories	26.236	16.205
Other Receivables	1.233	740
Intangible Assets	517	501
Tangible Assets	37.872	37.274
Other Long Term Assets	4.201	3.851
Total	96.566	95.100
Liabilities		
Suppliers	7.491	19.416
Short Term Bank Debt	16.666	2.773
Other Short Term Liabilities	7.277	11.020
Long Term Bank Debt	21.800	19.700
Other Long Term Liabilities	3.624	3.846
Net Worth	39.708	38.345

The Company was established in Thessaloniki in 1922. It manufactures, modifies, distributes and supports a wide range of automotive products including automobiles, trucks, buses, generating sets, diesel engines, boats, outboard engines, batteries, agricultural and industrial equipment. The Company has a leading position in the Greek market in almost all branches of its activity.

For further information, please contact Ms. Athina Tsiaga, tel. 30 10 3499211.