

March 18, 2008

Group Income and Financial Condition - 2007

Review

Group invoiced sales increased by 30% to €119 million (€91,8 million in 2006). Total Group sales (including indent sales) also increased by 24% to € 120 million (€ 96,8 million in 2006).

The Commercial Vehicles Division sales and profits increased considerably both in the Truck & Bus Business Unit (Scania heavy trucks and Isuzu medium trucks) as well as in the Isuzu pick-up Business Unit. In the Automotive Machinery Division, sales and profits grew in the Petrogen (Generating Sets), in the Engines & Boats, as well as in the McCormick (Agricultural Equipment) Business Units.

The Income Statement includes only six months of operation of the new Business Unit which resulted from the incorporation of the activities of PMS A.E. and Exide Hellas A.E., acquired in the summer of 2007.

Profit after tax increased by 79%, to € 5.7 million (€ 3.2 million of 2006). EBITDA rose to €10.6 million (€6.6 million in 2006). These profits do not include the extra-ordinary gain (€0.87 million) from the sale of the Company's own shares.

Earnings per share were €0.82 in 2007. The Group's price-to-book value ratio (P/BV) was approximately 1.1 (closing price on 17/3/08).

Group Solvency (Equity as % of Total Assets without Cash and Securities) was 45% as at 31.12.2007 (41% in 2006).

Since this ratio is higher than the target set by the Group, the Board of Directors proposes a dividend of €0.50 per share (€0.35 in 2006). This will be in addition to the interim dividend of €0.12 per share distributed in October 2007.

PETROS PETROPOULOS AEBE

Head Office
96-102 Iera Odos
Post Office Box 41018
122 10 Athens, Greece

Telephone
Switchboard 210 – 3499200

Telefax Line
Central 210 – 347 3404

E-mail
ppaebe@petropoulos.com

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

	1 Jan - 31 Dec	
	2007	2006
Total Sales	120.006	96.772
Indent Sales	838	4.954
Invoiced Sales	119.168	91.818
Gross Profit	24.642	16.776
Other Income	2.316	1.665
Administrative, Selling & Marketing Expense	(14.087)	(11.815)
Other Expenses	(2.877)	(846)
Operating Profit	9.994	5.780
Net Financial Income (Expense)	(2.259)	(1.236)
Depreciation included in Operating Cost	568	608
Income from Goodwill of Acquisitions	202	183
Net Profit Before Income Tax	7.937	4.727
Taxes	(2.279)	(1.572)
Net Profit After Income Tax	5.658	3.155
Minority Rights	0	0
Net Profit After Income Tax & Minority Rights	5.658	3.155

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

	31/12/2007	31/12/2006
Assets		
Cash & Securities	9.530	3.227
Accounts Receivable	26.999	23.322
Inventories	16.205	12.761
Other Receivables	740	1.360
Intangible Assets	501	402
Tangible Assets	37.274	28.729
Other Long Term Assets	3.851	3.311
Total	95.100	73.113
Liabilities		
Suppliers	19.416	11.465
Short Term Bank Debt	2.773	4.328
Other Short Term Liabilities	11.020	6.048
Long Term Bank Debt	19.700	20.100
Other Long Term Liabilities	3.846	2.391
Net Worth	38.345	28.781

Prospects for 2008.

2008 profit after tax is expected to be at the same level as 2007.

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.