



LOULIS INTERNATIONAL FOODS ENTERPRISES Ltd

FINANCIAL STATEMENTS AND INFORMATION FOR THE FISCAL YEAR FROM JANUARY 1st 2007 TO DECEMBER 31st 2007

The following data and information aim at providing a general overview of the financial status and results of the company. Readers, who require a complete picture of the Group's financial status and results, are advised to access the annual financial statements according to the International Accounting Standards, as well as the audit report by the certified auditor-accountant.

In such case, readers may refer to the Company's website, www.loulisgroup.com, where such information is posted.

COMPANY INFORMATION

| | |
|--|--|
| Address of head offices : | Nicosia, Cyprus |
| Board of Directors' Composition : | Constandinos Loulis, Nikolaos Fotopoulos, Arta Antoniou, Spyroulla Papairakleous, Nina Iosif, Constantinos Mitsides, Agisilaos Chiliarhopoulos |
| Approval Date of the Annual Financial Statements : | 27/3/2008 |
| Type of Auditors' Audit Report : | In Agreement |
| Company Website : | www.loulisgroup.com |

BALANCE SHEET

| | COMPANY | |
|---|-------------------|-------------------|
| | 31/12/2007 | 31/12/2006 |
| ASSETS | | |
| Tangible Fixed Assets | 0 | 0 |
| Investment Property | 0 | 0 |
| Goodwill | 0 | 0 |
| Other Intangible Assets | 0 | 0 |
| Investment in Subsidiaries | 13.808.698 | 39.490.792 |
| Investment in Shares for trading | 0 | 0 |
| Other Long-term Receivables | 0 | 342.950 |
| | <u>13.808.698</u> | <u>39.833.742</u> |
| CURRENT ASSETS | | |
| Inventory | 0 | 0 |
| Investments in Shares & Bonds at fair value | 0 | 0 |
| Trade Debtors | 519.970 | 0 |
| Other Current Assets | 100.527 | 1.651.336 |
| Cash and Cash Equivalents | 290.753 | 3.791 |
| | <u>911.250</u> | <u>1.655.127</u> |
| TOTAL ASSETS | <u>14.719.948</u> | <u>41.488.869</u> |
| EQUITY & LIABILITIES | | |
| Share Capital | 39.033 | 39.033 |
| Share Premium Account | 6.553.778 | 36.482.208 |
| Other Reserves | 1.905.997 | (3.230.317) |
| Currency Consolidation Differences | 6.140.464 | 6.140.464 |
| | <u>14.639.272</u> | <u>39.431.388</u> |
| Minority Interest | 0 | 0 |
| Total Net Worth | <u>14.639.272</u> | <u>39.431.388</u> |
| LONG TERM LIABILITIES | | |
| Long-term Loans | 0 | 0 |
| Deferred Taxation | 0 | 0 |
| Other Long-term Liabilities | 0 | 0 |
| | <u>0</u> | <u>0</u> |
| SHORT TERM LIABILITIES | | |
| Trade Creditors and Suppliers | 0 | 0 |
| Short-term Loans | 0 | 0 |
| Tax Obligations for the current year | 4.183 | 0 |
| Other Short-term Liabilities | 76.493 | 2.057.481 |
| | <u>80.676</u> | <u>2.057.481</u> |
| TOTAL EQUITY & LIABILITIES | <u>14.719.948</u> | <u>41.488.869</u> |

STATEMENT OF NET WORTH

| | COMPANY | |
|---|-------------------|-------------------|
| | 31/12/2007 | 31/12/2006 |
| Beginning Net Worth as of 01/01/2007 & 01/01/2006 | 39.431.388 | 40.118.629 |
| New Ordinary Share Capital Increase/(Decrease) | (29.933.351) | 0 |
| Income Transfer directly to Equity Accounts | 0 | 0 |
| Profit/(Loss) of the period after tax | 5.141.235 | (687.241) |
| Disposal/(Purchase) of Own Shares | 0 | 0 |
| Translation Reserve | 0 | 0 |
| Ending Net worth as of 31/12/2007 & 31/12/2006 | <u>14.639.272</u> | <u>39.431.388</u> |

(Amounts in €)

INCOME STATEMENT

| | COMPANY | |
|--|--------------------|------------------|
| | 1/1 - 31/12/2007 | 1/1 - 31/12/2006 |
| Turnover | 0 | 0 |
| Cost of Goods Sold | 0 | 0 |
| Gross Profit | 0 | 0 |
| Other Income | 423 | 671.205 |
| Sales & Marketing Expenses | 0 | 0 |
| Administration Expenses | (1.369.053) | (1.227.269) |
| Other Non-Operating Expenses | 0 | 0 |
| Profit on Revaluation of Investment Property | 0 | 0 |
| Profit/(Loss) on Revaluation of Shares | 0 | 0 |
| Profit on Sales of Shares | 0 | 0 |
| Income from Participation Interests | 6.477.906 | 0 |
| Financial Income/(Expenses) | 42.121 | (131.177) |
| Profit/(Loss) before Income Tax | 5.151.397 | (687.241) |
| Income Tax | (10.162) | 0 |
| Profit/(Loss) after Income Tax | 5.141.235 | (687.241) |
| Attributable to : | | |
| Equity Shareholders | 5.141.235 | (687.241) |
| Equity Minority Interest | 0 | 0 |
| Earnings After Taxes per share (in €) | 206,2434 | (27,5690) |
| Depreciation | 0 | 0 |
| E.B.I.T. | (1.368.630) | (556.064) |
| E.B.I.T.D.A. | (1.368.630) | (556.064) |

CASH FLOW STATEMENT

| | COMPANY | |
|--|--------------------|------------------|
| | 1/1-31/12/2007 | 1/1 - 31/12/2006 |
| Operating Activities | | |
| Profit before Income Tax | 5.151.397 | (687.241) |
| Plus/minus Adjustments for: | | |
| Depreciation | 0 | 0 |
| Provisions for Non-cash Expenses | (6.477.906) | 0 |
| Interest Expenses/(Income) | (49.230) | 125.326 |
| Profit from Operating Activities before Working Capital Movements | (1.375.739) | (561.915) |
| Decrease/(Increase) in Inventory | 0 | 0 |
| Decrease/(Increase) in Receivables | 1.373.788 | 212.986 |
| (Decrease)/Increase in Liabilities (except Cash Flow from Operating Activities) | (316.467) | 260.078 |
| Cash Flow from Operating Activities | (318.418) | (88.851) |
| Minus: | | |
| Interest Expenses and Related Expenses | 0 | (134.631) |
| Income Taxes Paid | (6.855) | 0 |
| Total Inflows/(Outflows) from Operating | (325.273) | (223.482) |
| Investment Activities | | |
| Disposal/(Acquisition) of Subsidiaries | (1.840.000) | 0 |
| Inflows/(Outflows) from sale of Investment | 34.000.000 | 0 |
| Purchase of Tangible and Intangible Assets | 91.402 | 0 |
| Inflows from Disposal of Assets | 0 | 0 |
| Interest Received | 0 | 9.305 |
| Decrease of Share Premium | (-29.928.430) | 0 |
| Total Inflows/(Outflows) from Investment | 2.322.972 | 9.305 |
| Financing Activities | | |
| Inflows/(Outflows) from Share Capital | 0 | 0 |
| Inflows/(Outflows) from Long-term Loans | 0 | 0 |
| Inflows/(Outflows) from Short-term Loans | (1.668.566) | 134.631 |
| Interest Payable | (42.172) | 0 |
| Total Inflows/(Outflows) from Financing | (1.710.738) | 134.631 |
| Net Increase/(Decrease) in Cash and Cash Equivalents for the Period (a)+(b)+(c) | 286.961 | (79.546) |
| Beginning Cash and Cash Equivalents | 3.792 | 83.337 |
| Ending Cash and Cash Equivalents | <u>290.753</u> | <u>3.791</u> |