



**LOULIS MILLS S.A.**  
**CONSOLIDATED FINANCIAL STATEMENT AS AT SEPTEMBER 30th 2004**  
**Period: 1/7/2003-30/9/2004 (Financial Year: 1/7/2003-31/12/2004)**  
 Sourpi Magnesias, Prefecture Reg. No 10344/06/B/86/131  
 (Amounts in Euro)

<b>ASSETS</b>	<b>30 Sept 2004</b>	<b>30 Sept 2003</b>	<b>EQUITY AND LIABILITIES</b>	<b>30 Sept 2004</b>	<b>30 Sept 2003</b>
1. Formation Expenses	5.186.120,60	4.262.456,13	1. Share capital issued and fully paid	10.703.508,48	10.703.508,48
Consolidation Differences	31.035.040,82	41.173.565,85	2. Reserves and other Equity Accounts	61.972.189,05	72.401.077,62
2. Fixed Assets (Cost)	171.129.114,89	151.522.353,26	3. Profit/Loss before taxes for the period	-10.398.413,37	-10.622.607,59
Accumulated Depreciation	<u>51.108.027,82</u>	<u>43.087.567,15</u>	4. Retained earnings	-6.585.681,25	-3.029.974,80
Net Book Value	120.021.087,07	108.434.786,11	Minority Interest	7.141.893,98	5.281.450,14
4. Investments and other Long Term claims	251.075,16	426.189,00	6. Provisions	142.450,44	28.003,32
5. Inventories	23.030.768,48	26.613.498,78	7. Long term Liabilities	76.406.449,57	45.667.041,10
6. Trade Debtors	35.194.626,88	32.773.775,46	8. Short term Liabilities	86.797.109,45	116.890.512,03
7. Other Receivables	5.304.022,02	10.502.921,20	9. Accruals	<u>243.188,51</u>	<u>1.850.629,65</u>
8. Securities	2.114.598,92	4.487.066,85			
9. Cash at banks and on hand	3.362.190,73	6.515.884,14			
10. Prepayments and Accrued Income	<u>923.164,18</u>	<u>3.979.496,43</u>			
<b>TOTAL ASSETS</b>	<b><u>226.422.694,86</u></b>	<b><u>239.169.639,95</u></b>	<b>TOTAL EQUITY AND LIABILITIES</b>	<b><u>226.422.694,86</u></b>	<b><u>239.169.639,96</u></b>
Debit Memo Accounts	<u>135.702.484,74</u>	<u>17.159.637,89</u>	Credit Memo Accounts	<u>135.702.484,74</u>	<u>17.159.637,89</u>

**PROFIT & LOSS STATEMENT**

For the Period July 1st 2003 - September 30th 2004 (Financial Year 1 July 2003 - 31 December 2004)

	<b>30 Sept 2004</b>	<b>30 Sept 2003</b>
Turnover	170.401.410,14	133.744.473,33
Cost of Goods Sold	<u>144.133.572,44</u>	<u>114.171.378,56</u>
Gross profit	26.267.837,70	19.573.094,77
Other Income	<u>5.030.341,88</u>	<u>4.929.541,25</u>
Total	31.298.179,58	24.502.636,02
Administration Expenses	13.922.839,95	12.078.052,82
Selling Expenses	17.236.168,98	17.333.924,99
Financial Expenses ( Income)	<u>10.970.104,92</u>	<u>8.566.414,06</u>
Profit from Operations	-10.830.934,27	-13.475.755,85
Non Operating Income	6.368.417,97	6.076.207,97
Non Operating Expenses	6.954.131,18	4.213.097,72
Total Depreciation	15.259.120,60	12.990.064,09
Minus: Depreciation charged to operating results	15.259.120,60	12.990.064,09
<b>PROFIT/LOSS BEFORE TAXES AND MINORITY</b>	<b><u>-11.416.647,48</u></b>	<b><u>-11.612.645,60</u></b>
Minority Interest	-1.018.234,11	-990.038,01
<b>PROFIT/LOSS BEFORE TAXES</b>	<b><u>-10.398.413,37</u></b>	<b><u>-10.622.607,59</u></b>

Sourpi Magnesias, November 26th 2004

**CHAIRMAN OF THE BOARD OF DIRECTORS**

KONSTANTINOS LOULIS  
 Ξ-734687

**CHIEF ACCOUNTANT**

IAKOVOS G. SARDIS  
 X-627824  
 Licence No 0028809

**CHIEF EXECUTIVE OFFICER**

NIKOLAOS FOTOPOULOS  
 P-585864

**FINANCIAL ANALYST**

PANAGIOTIS PAPANPYROU  
 Σ-274032  
 Licence No 0019079

**NOTES:**

- In this consolidated financial statement the following companies are included : LOULIS MILLS S.A., SC MOARA LOULIS-ROMANIAN FLOUR MILLS LOULIS S.A., ATLAS S.A., L.I.F.E. LTD., L.I.F.E. BULGARIA LTD., LOULIS MEL-BULGARIA S.A. (former KRAPS MEL-1AD), SOFIA MEL S.A., SC TITAN S.A., SC MOPAN S.A.
- There is a tangible asset used as collateral to a subsidiary company in Bulgaria that reaches the amount of Leva 7.045.957,25. Moreover, tangible assets of Loulis Mills S.A., up to the amount of € 106.750 thousand, were used as collateral in order to secure a bond loan worth of € 75.000 thousand.
- The Working Personnel Headcount is 1.510 employees.
- According to the **STAKOD-03** codification the Turnover (Sales) corresponds to : **156.1** Production of milling products: € 134.393.450,91, **156.2** Production of farina and farina products: € 4.014,58, **158.1** Bakery-production of fresh pastry goods: € 9.215.834,15, **158.2** Production of rusk and biscuits: € 467.942,58, **158.5** Production of macaroni, lasagna, couscous and similar milling products: € 904.210,45, **513.8** Wholesale trade of other consumables: € 107.591,06, **512.1** Wholesale trade of breadstuffs, seeds and provender: € 3.182.570,39, **513.9** Non specialized wholesale trade of consumables, drinks and tobacco: € 16.695.624,84, **522.4** Retail trade of bread, and other bakery and pastry goods: € 4.794.422,89, **741.4** Services: € 305.889,76, **519.0** Other wholesale trade: € 300.416,00, **515.7** Wholesale trade of offal and oddments: € 29.442,52.
- The Consolidation method which is used is the full consolidation of the Assets' Accounts, the Equity & Liabilities' Accounts and the Profit and Loss Statement in accordance with Law 2190/20.
- There are neither significant on-trial or under arbitration differences, nor court or administrative decisions, which have an impact on the financial position or operation of the company.
- On 15/3/2004 the merger, through absorption, of the 100% affiliate company Saint George Mills S.A. was decided, by Loulis Mills S.A. with the decision of the Board of Directors No 198/15.3.2004 and by Saint George Mills S.A. with the decision No 1471/15.3.2004 of the Board of Directors. With the decision of the Ministry of Development No K2-3553/31.3.2004, the merger was completed with Transformation Balance Sheet as at 30/11/2003. The internalization of the financial data of the merged company Saint George Mills S.A. took place on 1/4/2004, according to Law 2166/93. In view of the provisions of the articles of Law 2166/93, a goodwill resulted from the assets of the merged company Saint George Mills S.A. amounting to € 9.926.831,01. A part of the depreciation of the goodwill amounting to € 1.654.471,83, has already surcharged the period 1/7/2003-30/9/2004. However, the company intends to reevaluate its fixed assets according to Law 3229/2004, article 15, thus defraying the emerged goodwill, through the simultaneous increase of its reserve accounts.
- After approval of the qualified I.R.S. (Register No 2983/4-3-2004) and the Extraordinary General Assembly of the 24th of June 2004, the current financial year concerns an eighteen month time period (1/7/2003-31/12/2004).
- As a consequence of note 8, the financial data for the current period refer to a fifteen month time period, 1/7/2003-31/12/2004. On the other hand, the financial data of the previous period refer to the reformed financial data, that result from the yearly period 1/7/2002-30/6/2003, and the three month period 1/7/2003-30/9/2003 (fifteen month time period).