

"LOULIS MILLS S.A."
 Sourpi Magnesias , Prefecture Reg. No 10344/06/B/86/131
CONSOLIDATED FINANCIAL STATEMENT AS AT DECEMBER 31st 2003
 Period: 1/7/2003-31/12/2003 (Financial Year: 1/7/2003-30/6/2004)
 (Amounts in Euro)

ASSETS	31 Dec. 2003	31 Dec. 2002	EQUITY & LIABILITIES	31 Dec. 2003	31 Dec. 2002
1. Formation Expenses	4.506.784,84	4.886.692,82	1. Share capital issued and fully paid	10.703.508,48	10.703.508,48
Consolidation Differences	48.971.618,07	40.444.434,82	2. Reserves and other equity accounts	62.905.214,12	64.464.191,74
2. Fixed Assets (Cost)	150.689.197,99	129.440.203,97	3. Profit/Loss for the period	-4.591.752,07	-753.620,31
Accumulated Depreciation	44.525.699,64	31.808.068,79	4. Retained earnings	-2.245.821,12	-1.738.096,44
Net Book Value	106.163.498,35	97.632.135,18	5.. Minority Interest	5559388,54	1167280,44
4. Investments and other Long Term claims	1.408.652,60	396.537,40	6. Provisions	63.001,66	97.233,45
5. Inventories	31.813.587,22	22.051.408,35	7. Long term Liabilities	50.693.116,37	77.484.521,16
6. Trade Debtors	36.186.820,85	25.899.371,61	8. Short term Liabilities	122.004.692,13	56.365.021,67
7. Securities	3.263.802,17	3.382.572,55	9. Accruals	1.500.860,03	811.183,76
8. Other Receivables	8.229.345,38	5.617.911,05			
9. Cash at banks and on hand	5.238.794,14	3.611.726,74			
10. Prepayments and Accrued Income	809.304,52	3.678.433,43			
TOTAL ASSETS	246.592.208,14	207.601.223,95	TOTAL EQUITY AND LIABILITIES	246.592.208,14	208.601.223,95
Debit Memo Accounts	18.854.780,85	19.386.828,68	Credit Memo Accounts	18.854.780,85	19.386.828,68

PROFIT & LOSS STATEMENT

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

	31 Dec. 2003	31 Dec. 2002
Turnover	71.643.405,85	51.052.620,63
Cost of Goods Sold	58.883.265,73	41.230.671,52
Gross profit	12.760.140,12	9.821.949,11
Other Income	2.225.329,53	2.013.993,05
Total	14.985.469,65	11.835.942,16
Administrartion Expenses	4.950.776,98	5.079.747,69
Selling Expenses	7.606.230,06	73.092.943,59
Financial Expenses (Income)	-4.252.680,33	-3.981.617,25
Profit from Operations	-1.824.217,72	-4.578.366,37
Non Operating Income	3.443.571,27	2.760.347,34
Non Operating Expenses	4.146.189,69	429.105,21
Depreciation	5.005.400,38	4.851.053,75
Minus: Depreciation charged to operating results	-5.005.400,38	-4.851.053,75
PROFIT/LOSS BEFORE TAXES AND MINORITY	-2.526.836,14	-2.247.124,24
Minority Interest	-281.015,02	-509.027,80
PROFIT/LOSS BEFORE TAXES	-2.245.821,12	-1.738.096,44

Sourpi Magnesias , February 27th 2004

Chairman of the Board of Directors
Loulis Constantinos

Vice Chairman of the Board of Directors
Fotopoulos Nikolaos

Chief Financial Officer
Poulous Anastasios

Financial Analyst
Papaspirov Panagiotis

NOTES:

- In this consolidated financial statement the following companies are included :
LOULIS MILLS S.A., SAINT GEORGE'S MILLS S.A., SC MOARA LOULIS- FLOUR MILLS LOULIS SA, ATLAS SA, L.I.F.E. LTD, L.I.F.E. BULGARIA LTD, KRAPS MEL-1AD, SOFIA MEL AD, TITAN SA, MOPAN SA.
- There is a tangible asset used as collateral to a subsidiary company in Bulgaria that reaches the amount of 7.045.957,25 leva.
- The Working Personnel headcount is 1.553 employees.
- According to the STAKOD-03 codification the turnover (sales) corresponds to :
156.1: 57.992.286.08€, **156.2:** 5390.00€, **158.1:** 3.823.600.42€, **158.2:** 171.365.09€, **158.5:** 209.345,07 € **513.6:** 13.891,67 € **513.8:** 47.421,21€ **512.1:** 820.741 , **513.9:** 6.295.258.45€, **522.4:** 2.251.414.90€, **519.0:** 10.147,39€, **515.7:** 2.543.71€
- The consolidated method which is used is the full consolidation of the Asset's Accounts the Equity & Liabilities' Accounts and the Profit and Loss Statement in accordance of the 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
- According to the decision of the Board of Directors dated 29/11/03, the merger of Loulis Mills S.A. with its affiliate company Saint George Mills S.A. was decided, with transformation date 30/11/2003, which will be completed in the current financial year.

AUDITOR'S REPORT

To the Board of Directors of "LOULIS MILLS S.A"

We have audited according to provisions of art. 6 P.D 360/1985, as amended by art. 90 L.2533/1997, in conformity with the Standards of auditing accepted by the Institute of the Certified Public Accountants, the above Interim Financial Statements of the company 'FLOUR MILL LOULIS S.A' which cover the period 1 July 2003 – 31 December 2003 to ascertain that the above Financial Statements include no errors and omissions affecting substantially the assets, liabilities and financial positions and consolidated results shown therein. Our audit has not been expanded to include the Financial Statements of the companies abroad which are included in the consolidation and represent percentage 45,85% and 48,89% of the consolidated assets and turnover respectively. These companies are audited by other accredited certified auditors who have not provided their report yet. The audit resulted the following: **1)** The asset account C.III.1 includes participation of the company in a corporation (S.A.) (acquisition cost euro 176 thousand) has gone into liquidation. **2)** The asset account D.III.1 concerns stocks of a company listed on the Stock Exchange (euro 3.232.585). The evaluation of these shares was conducted according to the provisions of art. 2 of L. 2992/2002 at the current value which is higher than the corresponding acquisition cost. **3)** The asset account claims includes contested claims and claims due 4,8 million euro approximately for which a provision has been made in previous years for the possible loss from their non-collection amounting to 243 thousand euro approximately which in our opinion is not satisfactory. **4)** Relying on opinion N.205/1988 of the Plenary session of the Administration Legal Advisers and the art. 31 of L.2238/1994, the company as in the previous year, did not set up provision for the compensation of the members of the staff who are going to retire, because there was no retirement doubtful until the end of the next year. Had the company set up a provision regarding all members of its staff, it would have amounted to 710 thousand euro approximately (the foreign subsidiaries have not computed the provision amount). In our opinion, after taking into consideration the foregoing remarks and the notes of the company under the Consolidated Balance Sheet, the above Consolidated Financial Statements have been set up according to the Companies' Act of Greece (L.2190/1920) in conformity with legal requirements and accepted accounting principles of the parent company applied on basis consistent with the corresponding period of the preceding year and give a true and fair view of the assets, liabilities and financial position, as well as the results of the operations for the total number of companies included in the consolidation of 31/12/2003.

BKR PROTYPOS ELEGKTIKI S.A.
Certified Public Accountants-Business Consultants
An independent member of BKR International

Athens, February 26th 2004
The Certified Auditor

IOANNIS A. ANASTASOPOULOS
Certified Auditors Register Number 10151