

"LOULIS MILLS S.A."

Sourpi Magnesias , Prefecture Reg. No 10344/06/B/86/131

CONSOLIDATED FINANCIAL STATEMENT AS AT MARCH 31st 2004

Period: 1/7/2003-31/3/2004 (Financial Year: 1/7/2003-31/12/2004)

(Amounts in Euro)

ASSETS	<u>31 Mar. 2004</u>	<u>31 Mar. 2003</u>	EQUITY & LIABILITIES	<u>31 Mar. 2004</u>	<u>31 Mar. 2003</u>
1. Formation Expenses	4.434.065,77	4.627.701,11	1. Share capital issued and fully paid	10.703.508,48	10.703.508,48
Consolidation Differences	41.851.732,70	27.294.841,91	2. Reserves and other equity accounts	62.190.002,03	63.520.107,20
2. Fixed Assets (Cost)	158.910.462,32	149.271.104,75	3. Profit/Loss for the period	-3.535.664,41	-6.267.685,53
Accumulated Depreciation	<u>44.376.834,05</u>	<u>38.829.048,01</u>	4. Retained earnings	-4.591.752,07	-1.050.886,36
Net Book Value	114.533.628,27	110.442.056,74	5. Minority Interest	6.112.088,19	-677.452,68
4. Investments and other Long Term claims	1.007.155,33	396.687,54	6. Provisions	143.682,88	27.254,58
5. Inventories	34.220.406,23	18.127.329,46	7. Long term Liabilities	50.690.224,25	78.807.705,48
6. Trade Debtors	38.473.057,41	30.393.374,56	8. Short term Liabilities	123.817.805,35	53.180.616,99
7. Other Receivables	8.170.152,17	617.905,11	9. Accruals	<u>3.749.372,36</u>	<u>1.121.044,26</u>
8. Securities	2.694.387,31	3.605.694,91			
9. Cash at banks and on hand	3.022.824,37	3.414.693,96			
10. Prepayments and Accrued Income	<u>871.857,50</u>	<u>443.927,12</u>			
TOTAL ASSETS	<u>249.279.267,06</u>	<u>199.364.212,42</u>	TOTAL EQUITY AND LIABILITIES	<u>249.279.267,06</u>	<u>199.364.212,42</u>
Debit Memo Accounts	<u>43.400.621,26</u>	<u>17.528.374,83</u>	Credit Memo Accounts	<u>43.400.621,26</u>	<u>17.528.374,83</u>

PROFIT & LOSS STATEMENT

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

	<u>31 Mar. 2004</u>	<u>31 Mar. 2003</u>
Turnover	107.493.288,16	79.085.943,30
Cost of Goods Sold	89.694.917,77	66.948.130,84
Gross profit	17.798.370,39	12.137.812,46
Other Income	3.836.061,05	3.220.165,97
Total	21.634.431,44	15.357.978,43
Administrative Expenses	7.289.374,08	6.944.954,83
Selling Expenses	10.940.407,83	10.212.163,29
Financial Expenses (Income)	-6.282.856,68	-5.977.405,57
Profit from Operations	-2.878.207,15	-7.776.545,25
Non Operating Income	4.657.433,37	3.940.954,23
Non Operating Expenses	5.981.946,17	5.069.263,47
Depreciation	7.960.286,36	7.495.578,82
Minus: Depreciation charged to operating results	-7.960.286,36	-7.495.578,82
MINORITY	-4.202.719,95	-8.904.854,49
Minority Interest	-667.055,54	-2.637.168,96
PROFIT/LOSS BEFORE TAXES	<u>-3.535.664,41</u>	<u>-6.267.685,53</u>

Sourpi Magnesias , May 28th 2004

NOTES:

- In this consolidated financial statement the following companies are included :
LOULIS MILLS S.A., SAINT GEORGE'S MILLS S.A., SC MOARA LOULIS-ROMANIAN FLOUR MILLS LOULI SA, ATLAS SA, L.I.F.E. LTD, L.I.F.E. BULGARIA LTD, LOULIS MEL-BULGARIA S.A. (former KRAPS MEL-1A SOFIA MEL AD, SC TITAN SA, SC MOPAN SA.
- There is a tangible asset used as collateral to a subsidiary company in Bulgaria that reaches the amount 7.045.957,25 leva. Moreover, on 8/4/2004, tangible assets of Loulis Mills S.A., up to the amount of € 106.75 thousand, were used as collateral in order to secure a bond loan worth of € 75.000 thousand, which was laid out on 13/4/2004.
- The Working Personnel headcount is 1.516 employees.
- According to the STAKOD-03 codification the turnover (sales) corresponds to :
156.1:€ 85.067.258,42, **156.2:€** 4.014,59, **158.1:€** 5.915.546,42, **158.2:€** 233.994,85, **158.5:€** 437.539,97, **513.6:€** 26.592,70, **513.8:€** 63.310,87, **512.1:€** 2.094.180,84 **513.9:€** 9.399.170,50, **522.4:€** 3.732.401,80, 741.4:€ 305.428,66, **519.0:€** 205.924,52, **515.7:€** 7.924,01
- The consolidated method which is used is the full consolidation of the Assets' Accounts the Equity & Liabilities' Accounts and the Profit and Loss Statement in accordance to 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, and was completed on 1/4/2004.
- After approval of the qualified I.R.S. (Register No 2983/4-3-2004), the current financial year for the mother company Loulis Mills S.A. concerns an eighteen month time period.

Chairman of the Board of Directors
Loulis Constantinos

Chief Executive Officer
Fotopoulos Nikolaos

Chief Financial Officer
Poulios Anastasios

Financial Analyst
Papaspriou Panagiotis