



LOULIS MILLS S.A.

Reg. No 10344/06/B/86/131

Reg. Address: Municipality of Sourpi, Prefecture of Magnesia (Loulis Port)

FINANCIAL STATEMENTS AND INFORMATION FOR THE FISCAL YEAR FROM JANUARY 1st 2005 TO JUNE 30th 2005

The following data and information aim at providing a general overview of the financial status and results of LOULIS MILLS S.A. and LOULIS GROUP OF COMPANIES. 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.

(Amounts in €)

BALANCE SHEET				INCOME STATEMENT					
GROUP		COMPANY		GROUP		COMPANY			
30/6/2005	31/12/2004	30/6/2005	31/12/2004	1/1 - 30/06/2005	1/1 - 30/06/2004	1/1 - 30/06/2005	1/1 - 30/06/2004		
ASSETS				Turnover					
Tangible Fixed Assets	162.950.262	160.152.667	102.089.761	103.444.691	65.372.174	70.730.673	34.290.007	35.612.755	
Investment Property	0	0	0	0	(5.118.265)	(56.673.150)	(25.899.216)	(28.110.353)	
Goodwill	40.177.145	41.866.044	0	0	Gross Profit	13.553.909	14.057.523	8.390.791	7.502.402
Other Intangible Assets	153.175	257.589	79.904	97.300	3.070.048	2.663.774	2.881.139	2.494.216	
Investment in Subsidiaries	0	0	53.695.134	53.195.134	(9.649.902)	(7.241.944)	(6.094.077)	(4.489.085)	
Investment in Shares for trading	1.974	1.905	0	0	Administration Expenses	(3.679.351)	(5.126.506)	(1.722.551)	(2.187.729)
Other Long-term Receivables	2.317.564	2.035.828	8.881.132	8.680.234	Other Non-Operating Expenses	1.552.237	(1.609.119)	(538.838)	(981.576)
	205.600.120	204.313.893	164.745.931	165.417.359	Profit on Revaluation of Investment Property	79.058	(1.282.493)	79.058	(1.282.493)
					Profit/(Loss) on Revaluation of Shares	0	0	0	0
CURRENT ASSETS					Profit on Sales of Shares	0	0	0	0
Inventory	19.999.618	23.871.504	10.160.744	10.467.635	Income from Participation Interests	0	0	0	0
Investments in Shares & Bonds at fair value	1.987.661	1.888.803	1.987.661	1.888.803	Financial Income/(Expenses)	(4.215.077)	(4.204.852)	(2.483.490)	(2.754.441)
Trade Debtors	35.435.042	30.492.484	26.691.461	24.777.397	Profit/(Loss) before Income Tax	720.922	(2.743.617)	512.032	(1.698.706)
Other Current Assets	2.965.135	7.262.101	1.489.567	1.867.781	Income Tax	(551.781)	(554.439)	(510.399)	(575.563)
Cash and Cash Equivalents	2.466.882	1.979.609	539.027	823.063	Profit/(Loss) after Income Tax	169.141	(3.298.056)	1.633	(2.274.269)
	62.834.338	65.494.301	40.848.460	39.824.479	Attributable to:				
TOTAL ASSETS	268.434.458	269.808.234	205.594.391	205.241.838	Equity Shareholders	18.925	(1.141.392)	1.633	(2.274.269)
					Equity Minority Interest	150.216	(156.663)	0	0
					Earnings After Taxes per share (in €)	0.0102	(0.1972)	0.0001	(0.1360)
EQUITY & LIABILITIES				Depreciation					
Share Capital	10.638.612	10.638.612	16.638.612	10.638.612	3.570.035	3.064.101	1.529.112	1.497.292	
Own Shares	(876.711)	(876.711)	(876.711)	(876.711)	E.B.I.T.	4.856.941	2.743.029	2.916.464	2.338.228
Share Premium Account	54.585.331	48.531.601	48.531.601	48.531.601	E.B.I.T.D.A.	8.428.976	5.807.130	4.445.576	3.835.520
Other Reserves	16.938.979	20.607.623	16.386.598	16.384.965	CASH FLOW STATEMENT				
Currency Consolidation Differences	(4.620.706)	(1.863.381)	0	0	GROUP		COMPANY		
	76.665.505	77.037.744	74.680.100	74.678.467	1/1 - 30/06/2005	1/1 - 30/06/2004	1/1 - 30/06/2005	1/1 - 30/06/2004	
Minority Interest	9.018.868	8.698.494	0	0	Operating Activities				
Total Net Worth	85.684.373	85.736.238	74.680.100	74.678.467	Profit before Income Tax	720.922	(2.743.617)	512.032	(1.698.706)
					Plus/minus Adjustments for:				
LONG TERM LIABILITIES				Depreciation					
Long-term Loans	79.903.827	77.913.963	75.000.000	75.000.000	3.570.035	3.064.101	1.529.112	1.497.292	
Deferred Taxation	8.774.353	6.951.944	7.462.343	6.951.944	Provisions for Non-cash Expenses	1.215.249	1.643.183	(857.350)	809.559
Other Long-term Liabilities	6.776.167	10.475.623	6.400.782	6.474.461	Interest Expenses/(Income)	4.687.094	4.222.364	3.166.990	3.025.561
	95.454.347	95.341.530	88.863.125	88.426.405	Profit from Operating Activities before Working Capital Movements	10.393.300	6.186.051	4.550.784	3.633.706
SHORT TERM LIABILITIES				Decrease/(Increase) in Inventory					
Trade Creditors and Suppliers	19.187.641	17.991.821	12.213.665	11.202.601	3.902.945	5.576.594	306.891	4.736.700	
Short-term Loans	56.664.511	56.544.683	24.781.480	24.289.112	Decrease/(Increase) in Receivables	4.005.614	4.874.376	(1.709.903)	(163.716)
Tax Obligations for the current year	5.020.520	2.088.229	1.062.987	1.511.395	(Decrease)/Increase in Liabilities (except from bank loans)	(2.412.081)	(8.379.149)	(139.766)	(8.138.742)
Other Short-term Liabilities	6.423.966	12.105.733	3.993.034	5.133.858	Cash Flow from Operating Activities	7.878.550	7.657.881	3.287.538	69.948
	87.295.738	88.730.466	42.951.168	42.138.966	Minus:				
TOTAL EQUITY & LIABILITIES	268.434.458	269.808.234	205.594.391	205.241.838	Interest Expenses and Related Expenses Paid	(4.821.803)	(4.263.893)	(3.206.270)	(2.633.079)
					Income Taxes Paid	(5.927)	(696.489)	0	(696.489)
STATEMENT OF NET WORTH				Total Intflows/(Outflows) from Operating Activities (a)					
GROUP		COMPANY		GROUP		COMPANY			
1/1 - 30/6/2005	1/1 - 30/6/2004	1/1 - 30/6/2005	1/1 - 30/6/2004	1/1 - 30/6/2005	1/1 - 30/6/2004	1/1 - 30/6/2005	1/1 - 30/6/2004		
Beginning Net Worth as of 01/01/2005 & 01/01/2004	85.736.237	85.503.246	74.678.467	74.952.236	Investment Activities				
New Ordinary Share Capital Increase/(Decrease)	0	0	0	0	Disposal/(Acquisition) of Subsidiaries	0	0	(500.000)	0
Income Transfer directly to Equity Accounts	2.518.524	(3.848.537)	0	0	Inflows/(Outflows) from sale of Investment Tools	(5.998)	191.415	0	87.881
Profit/(Loss) of the period after tax	169.141	(3.298.056)	1.633	(2.274.269)	Purchase of Tangible and Intangible Assets	(5.027.791)	(5.138.670)	(197.103)	(128.854)
Disposal/(Purchase) of Own Shares	0	0	0	0	Inflows from Disposal of Assets	134.024	1.382.856	20.700	790.288
Translation Reserve	(2.739.529)	5.796.253	0	0	Interest Received	45.520	2.612	3.869	0
Ending Net worth as of 30/6/2005 & 30/6/2004	85.684.373	87.152.906	74.680.100	72.677.967	Dividends Received	0	12.391	0	0
					Total Intflows/(Outflows) from Investment Activities (b)	(4.853.845)	(3.549.396)	(672.534)	749.315
ADDITIONAL ELEMENTS AND INFORMATION				Financing Activities					
1. The companies which have been consolidated in the above Financial Statements are presented in the following table with the corresponding participation percentages:									
COMPANY NAME	DOMICILE - COUNTRY	PARTICIPATION PERCENTAGE	RELATIONSHIP WITH THE PARENT COMPANY	CONSOLIDATION METHOD	UNAUDITED TAX FISCAL YEARS				
LOULIS MILLS S.A.	Sourpi Magnesia-Greece	-	Parent	-	7.2003-12.2003 & 2004				
LOULIS INTERNATIONAL FOODS ENTERPRISES Ltd.	Nicosia-Cyprus	88,35%	Direct	Full	2002-2004				
LOULIS INTERNATIONAL FOODS ENTERPRISES BULGARIA Ltd.	Nicosia-Cyprus	100,00%	Direct	Full	2002-2004				
ATLAS S.A.	Tirana, Albania	41,45%	Direct	Full	2004				
SC LOULIS S.A.	Bucharest-Romania	78,01%	Indirect	Full	10.2003-12.2003, 2004				
S.C.TITAN S.A. (formerly SC LOULIS S.A. until 31/07/2007)	Bucharest-Romania	72,38%	Indirect	Full	2002-2004				
LOULIS MEL-BULGARIA S.A.	Sofia-Bulgaria	100,00%	Indirect	Full	2004				
SOFIA MEL S.A.	Sofia-Bulgaria	92,59%	Indirect	Full	2003-2004				
2. The company has applied the same basic accounting principles as with the balance sheet as of 31/12/2004. The group applies the I.F.R.S. Stable Platform 2005 since 1st of January 2005									
3. Tangible assets of Loulis Mills S.A., up to the amount of € 106.75 million, are used as collateral in order to secure bank loans, worth of € 75 million. There is also a collateral of Leva 7.045.957.25 in a subsidiary in Bulgaria for security									
4. There are no under arbitration cases of administrative bodies, which may have a material impact on the financial status of the Company. There are pending judicial cases whose final outcome cannot be predicted at this stage. Therefore, there is no relevant provision in this period's financial statements.									
5. The total number of employees as of this period for the Group is 1.519 and for the Company 322									
6. The total amount of the Company's sales and purchases towards and from affiliated companies, cumulatively from the beginning of the period, is € 214.873,08 and € 555.828,36 respectively. The balance of the company's receivables and liabilities with its affiliated companies at the end of current period is € 9.152.963,07 and € 99.572,05 respectively.									
7. Investments on tangible fixed assets during 2005 are € 610.814 for the group and € 214.132 for the company.									
8. After approval of the qualified Revenue and Tax Office (register No 2983/4-3-2004) and the Extraordinary General Assembly of the 24th of June 2004 the previous financial year had eighteen months period (1/7/2003-31/12/2004). In 2004 the company changed the reported period from 30.6 to 31.12 in order for all the Company's of the Group to have the same fiscal year. In Profit & Loss statement the accounts were reported for a period bigger than 12 months thus for 18 months (1/7/2003-31/12/2004). Therefore, in the current year the Financial Statements of 2005, the amounts concerning 2004 are not completed comparable because they refer to the 18 month period not the 12 month period.									
9. The subsidiary and group balance sheet of transition 1/7/2003 as well as the financial statements in 31/12/2004 have been restated after the advice of Certified Public accountants.									
10. In 1.2.2005 the merge of SC MOARA LOULIS -ROMANIAN FLOUR MILLS S.A was completed from the listed on stock exchange market of Romania SC MOPAN SA, and was renamed to SC LOULIS SA.									
11. On September 2005, the sale of the property of subsidiary company in Romania TITAN SA was completed for the amount of € 1 bl.									