



# LOULIS MILLS S.A.

## FINANCIAL STATEMENTS AND INFORMATION FOR THE FISCAL YEAR FROM JANUARY 1st 2007 TO MARCH 31th 2007

The following data and information aim at providing a general overview of the financial status and results of LOULIS MILLS S.A. and LOULIS MILLS GROUP OF COMPANIES. Readers, who wish for a complete picture of the Group's financial status and results, must access the annual financial statements according to the International Accounting Standards, as well as the audit report by the certified auditor-accountant. Indicatively such readers may refer to the Company's website, where such information is posted.

Amounts in thousand €	BALANCE SHEET				INCOME STATEMENT				
	GROUP		COMPANY		GROUP		COMPANY		
	31/03/07	31/12/06	31/03/07	31/12/06	1/1 - 31/3/2007	1/1 - 31/3/2006	1/1 - 31/3/2007	1/1 - 31/3/2006	
<b>ASSETS</b>									
Tangible Fixed Assets	165.127.484	166.425.987	97.776.737	98.335.122	40.333.605	30.268.881	18.079.021	15.030.847	
Investment Property	4.155.880	4.141.631	0	0	(31.124.660)	(23.966.934)	(13.494.566)	(11.566.101)	
Goodwill	39.929.968	39.929.968	0	0	<b>9.208.945</b>	<b>6.301.947</b>	<b>4.584.455</b>	<b>3.464.746</b>	
Other Intangible Assets	55.550	57.203	44.947	49.830	1.538.671	2.635.015	877.950	1.058.722	
Investment in subsidiaries	0	0	53.695.134	53.695.134	(4.833.785)	(4.359.271)	(2.647.784)	(2.493.021)	
Investment in shares for trading	2.385	2.364	0	0	(1.842.899)	(1.885.032)	(861.934)	(917.569)	
Other long term claims	385.907	738.656	154.888	167.627	(299.366)	(527.823)	(16.700)	(65.489)	
	<u>209.657.174</u>	<u>211.295.809</u>	<u>151.671.706</u>	<u>152.247.713</u>	Profit on revaluation of Investment property	0	1.231.154	0	0
<b>CURRENT ASSETS</b>					Profit/(Loss) on the revaluation of shares	473.219	790.578	473.219	790.578
Inventory	23.395.193	21.789.850	11.585.726	11.810.179	Financial Expense/(Income)	(2.483.682)	(2.365.733)	(1.719.045)	(1.740.334)
Investments in shares & bonds at fair value	4.148.874	3.422.909	4.148.874	3.422.909	Profit/(Loss) before income tax	<b>1.761.103</b>	<b>1.820.835</b>	<b>690.161</b>	<b>97.633</b>
Trade Debtors	38.258.255	36.428.225	26.186.492	25.129.487	Income Tax	(177.556)	(261.861)	(177.556)	(242.210)
Other current assets	4.740.991	4.226.483	5.229.635	5.416.335	Profit/(Loss) on ordinary activities after taxation	<b>1.583.547</b>	<b>1.558.974</b>	<b>512.605</b>	<b>(144.577)</b>
Cash and cash equivalents	2.906.380	2.091.732	466.425	779.312	Attributable to:				
	<u>73.449.693</u>	<u>67.959.199</u>	<u>47.617.152</u>	<u>46.558.222</u>	Equity Shareholders	1.469.043	1.120.096	0	0
<b>TOTAL ASSETS</b>	<b>283.106.867</b>	<b>279.255.008</b>	<b>199.288.858</b>	<b>198.805.935</b>	Equity Minority Interest	114.504	438.878	0	0
<b>EQUITY &amp; LIABILITIES</b>					<b>Earnings after taxes per share (in €)</b>	<b>0,0884</b>	<b>0,0674</b>	<b>0,0308</b>	<b>(0,0087)</b>
Share Capital	10.638.612	10.638.612	10.638.612	10.638.612	Depreciation	1.883.536	1.834.315	748.125	760.975
Reserve for entity's own shares	0	0	0	0	<b>Profit before taxes and Financial Results</b>	3.771.566	3.395.990	1.935.987	1.047.389
Share Premium Account	48.531.601	48.531.601	48.531.601	48.531.601	<b>Profit before tax, financial results and depreciation</b>	5.655.102	5.230.305	2.684.112	1.808.364
Other Reserves	21.006.485	14.185.399	10.106.770	9.457.478					
Currency Consolidation Differencies	5.692.960	9.581.619	0	0					
	<u>85.869.658</u>	<u>82.937.231</u>	<u>69.276.983</u>	<u>68.627.691</u>					
Minority Interest	11.539.492	11.223.905	0	0					
Total Net Worth	<u>97.409.150</u>	<u>94.161.136</u>	<u>69.276.983</u>	<u>68.627.691</u>					
<b>LONG TERM LIABILITIES</b>									
Long-term loans	61.362.099	65.845.577	57.740.000	57.740.000					
Deferred Taxation	9.279.836	10.207.507	7.832.026	7.654.470					
Other long-term liabilities	5.811.601	5.814.222	5.621.118	5.668.765					
	<u>76.453.536</u>	<u>81.867.306</u>	<u>71.193.144</u>	<u>71.063.235</u>					
<b>SHORT TERM LIABILITIES</b>									
Trade Creditors and Suppliers	20.225.381	21.452.942	13.668.983	14.396.677					
Short Term Loans	84.280.704	76.861.394	42.148.502	41.377.603					
Tax Obligation current year	675.284	203.327	233.616	167.540					
Other Short Term Liabilities	4.062.812	4.708.903	2.767.630	3.173.189					
	<u>109.244.181</u>	<u>103.226.566</u>	<u>58.818.731</u>	<u>59.115.009</u>					
<b>TOTAL EQUITY &amp; LIABILITIES (a) + (b)</b>	<b>283.106.867</b>	<b>279.255.008</b>	<b>199.288.858</b>	<b>198.805.935</b>					

  

STATEMENT OF NET WORTH				
	GROUP		COMPANY	
	31/03/07	31/03/06	31/03/07	31/03/06
<b>Net Worth at Beginning of the Period 01/01/2007 and 01/01/2006</b>	<b>94.161.136</b>	<b>88.418.272</b>	<b>68.627.691</b>	<b>72.552.653</b>
New ordinary share capital increase/(decrease)	0	0	0	0
Income transfer directly to Equity Accounts	1.414.783	4.784.693	136.687	(35.837)
Profit/(Loss) of the period after tax	1.583.547	1.558.974	512.605	(144.577)
Disposal/(Purchase) of own shares	0	0	0	0
Translation Reserve	249.684	0	0	0
<b>Net worth at End of the Period 31/3/2007 and 31/3/2006 respectively</b>	<b>97.409.150</b>	<b>94.761.939</b>	<b>69.276.983</b>	<b>72.372.239</b>

  

CASH FLOW STATEMENT				
	GROUP		COMPANY	
	1/1 - 31/3/2007	1/1 - 31/3/2006	1/1 - 31/3/2007	1/1 - 31/3/2006
<b>Operating activities</b>	<b>1.761.103</b>	<b>1.820.835</b>	<b>690.161</b>	<b>97.633</b>
Profit before tax	1.761.103	1.820.835	690.161	97.633
plus / minus adjustments for:				
Depreciation	1.883.536	1.834.315	748.125	760.975
Provisions for non-cash expenses	(1.446.833)	(3.192.660)	(1.604.840)	(2.363.518)
Interest Expenses/(Income)	2.481.996	2.327.328	1.719.045	1.740.334
Profit from operating activities before working capital movements	<b>4.679.802</b>	<b>2.789.818</b>	<b>1.552.491</b>	<b>235.424</b>
Decrease / (increase) in Inventory	(1.298.526)	3.367.226	224.453	1.905.936
Decrease / (increase) in Receivables	(1.678.237)	(506.508)	(857.567)	953.834
Decrease / (increase) in Liabilities ( apart from Bank Debt)	(1.269.412)	(6.935.044)	(937.266)	(3.221.944)
	<b>(4.246.175)</b>	<b>(4.074.326)</b>	<b>(1.570.380)</b>	<b>(362.174)</b>
Minus:				
Interest Expenses and Related Expenses Paid	(1.680.570)	(1.827.822)	(886.682)	(1.211.120)
Paid Taxes	0	(35.837)	0	(35.837)
<b>Total Inflows / (outflows) from operating activities (a)</b>	<b>(1.246.943)</b>	<b>(3.148.167)</b>	<b>(904.571)</b>	<b>(1.373.707)</b>
<b>Investment activities</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
Acquisition of subsidiaries, associate, joint-ventures and other activities	0	0	0	0
Inflows / (outflows) from the sale of investment activities	0	0	0	0
Purchase of Tangible and Intangible Assets	(510.466)	(497.512)	(201.942)	(86.546)
Receivables from assets disposal	64.592	277.961	20.400	239.015
Interest Received	5.018	4.694	2.327	30
Dividends Received	0	0	0	0
<b>Total Inflows / (outflows) from investment activities (b)</b>	<b>(440.856)</b>	<b>(214.857)</b>	<b>(179.215)</b>	<b>152.499</b>
<b>Financing activities</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
Inflows from Share Capital Increase	0	0	0	0
Inflows/(Outflows) from long term financing activities	1.235.256	342.261	0	0
Inflows/(Outflows) from short term financing activities	1.483.246	1.453.738	770.899	988.333
Dividends Paid	(7)	(41)	0	(31)
<b>Total Inflows / (Outflows) from Financing Activities (c)</b>	<b>2.718.495</b>	<b>1.795.958</b>	<b>770.899</b>	<b>988.302</b>
<b>Net Increase / (Decrease) in Cash and Cash Equivalents for the Period (a) + (b) + (c)</b>	<b>1.030.696</b>	<b>(1.567.066)</b>	<b>(312.887)</b>	<b>(232.906)</b>
<b>Cash and Cash Equivalents at the Beginning of the Period</b>	<b>1.875.684</b>	<b>4.392.457</b>	<b>779.312</b>	<b>895.720</b>
<b>Cash and Cash Equivalents at the End of the Period</b>	<b>2.906.380</b>	<b>2.825.391</b>	<b>466.425</b>	<b>662.814</b>

### ADDITIONAL ELEMENTS AND INFORMATION

1. The interim Financial Statements of first quarter of 2007 (1/1-31/3/2007) have not been audited by a Certified Auditor - Accountant and have been composed according to the International Financial Reporting Standards (IFRS) and specifically according to the International Financial Standards 34 for the interim financial statements.

2. The companies which have been consolidated in the above financial statements are presented in the following table with the corresponding ownership stakes

COMPANY NAME	DOMICILE - COUNTRY	PARTICIPATION STAKE	RELATIONSHIP WITH THE PARENT COMPANY	CONSOLIDATION METHOD	UNAUDITED TAX FISCAL YEARS
LOULIS MILLS S.A.	Sourpi Magnisias	Parent	Parent	Full	4
LOULIS INTERNATIONAL FOODS ENTERPRISES Ltd.	Levkosia-Cyprus	88,35%	Direct	Full	5
LOULIS INTERNATIONAL FOODS ENTERPRISES BULGARIA Ltd.	Levkosia-Cyprus	100,00%	Direct	Full	5
ATLAS S.A.	Tirana, Albania	41,45%	Direct	Full	3
SC LOULIS S.A.	Bucharest-Romania	76,06%	Indirect	Full	4
LOULIS MEL BULGARIA S.A.	Sofia-Bulgaria	100,00%	Indirect	Full	3
SOFIA MEL S.A.	Sofia-Bulgaria	92,59%	Indirect	Full	4

3. The company has applied the basic accounting principles of the balance sheet 31-12-2006.

4. Tangible assets of Loulis Mills S.A., up to the amount of € 99.75 million, were used as collateral in order to secure a bond loan, worth of € 67.49 million

5. There are no pending judicial cases or court decisions, which may have a material impact on the financial operations of the Company.

6. The total number of employees at 31/3/2007, for the Group: 1.407 and for the Company: 300 instead of 1.463 for the Group in 31/3/2006 and 318 for the Company.

7. The company's purchases and sales accumulatively from the beginning of the fiscal year and the balance of inventories and trade receivables of the Group and the parent company is:

	Consolidated	Company
a) Sale of products and services	--	70.504
b) Purchase of products and services	--	283.750
c) Receivables	--	3.959.816
d) Inventories	--	327.669
e) Transactions and salaries of the members of BoD and	149.301	120.714
f) Receivables occurred from executives and members of BoD	138.000	138.000
g) Obligations towards executives and other members of	--	3.885

8. Investments on tangible fixed assets during the first 3 month period of 2007 are for the Group: in € 510.466 and for the company € 201.942

9. The Company has decided to proceed with the sale of a large segment of the subsidiaries in Romania and Bulgaria to the Austrian Group called Leipnik-Lundenburger Invest Betelligungs AG, which is one of the largest Group in the European Flour Industry with milling capacity over 2,6 million ton.annually.