



LOULIS MILLS S.A.
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
(According to Law 2533/97, Article 90)
(Amounts in Euro)

ASSETS	30 Sept 2004	30 Sept 2003	EQUITY & LIABILITIES	30 Sept 2004	30 Sept 2003
1. Formation Expenses	4.838.449,71	3.137.887,82	1. Share Capital issued and fully paid	10.703.508,48	10.703.508,48
2. Fixed Assets cost	99.638.237,35	64.367.284,45	2. Reserves and other Equity Accounts	61.972.189,05	62.260.311,52
Accumulated Depreciation	38.167.659,61	11.999.767,26	3. Profit/Loss before taxes for the period	-7.778.662,23	-4.129.864,30
Net Book Value	61.470.577,74	52.367.517,19	4. Retained earnings	-6.585.681,25	227.132,77
4. Investments and other			6. Provisions	27.254,57	0,00
long term claims	53.439.374,17	78.399.359,25	7. Long Term Liabilities	75.000.000,00	46.208.165,17
5. Inventories	11.189.726,29	10.280.632,47	8. Short Term Liabilities	46.255.782,45	61.978.548,95
6. Trade Debtors	28.694.061,87	19.279.247,23	9. Accruals	76.426,58	1.511.737,84
7. Other receivables	15.488.712,90	10.271.812,63			
8. Stocks	2.108.208,00	3.223.801,40			
9. Cash at banks & on hand	1.993.572,77	1.497.791,84			
10. Prepayments & accrued income	448.134,20	301.490,60			
TOTAL ASSETS	<u>179.670.817,65</u>	<u>178.759.540,43</u>	TOTAL EQUITY AND LIABILITIES	<u>179.670.817,65</u>	<u>178.759.540,43</u>
Debit Memo Accounts	135.702.484,73	14.748.984,33	Credit Memo Accounts	135.702.484,73	14.748.984,33

PROFIT & LOSS STATEMENT

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

	30 Sept 2004	30 Sept 2003
Turnover (Sales)	89.476.172,41	78.660.513,46
Cost of goods sold	77.911.609,91	71.258.039,43
Gross profit	11.564.562,50	7.402.474,03
Other income	4.657.994,07	4.260.700,96
Total	16.222.556,57	11.663.174,99
Administration expenses	6.799.744,93	3.774.738,91
Selling expenses	11.156.283,52	9.146.029,40
Financial expenses (income)	6.831.539,08	4.362.137,65
Profit from operations	-8.565.010,96	-5.619.730,97
Non operating income	1.935.954,60	2.714.372,32
Non operating expenses	1.149.605,87	1.224.505,65
Total Depreciation	11.016.025,31	7.869.487,66
Minus depreciation charged to operating result	11.016.025,31	7.869.487,66
PROFIT/LOSS BEFORE TAXES	<u>-7.778.662,23</u>	<u>-4.129.864,30</u>

Sourpi Magnesias, November 26th 2004

CHAIRMAN OF THE BOARD OF DIRECTORS

KONSTANTINOS LOULIS
E-734687

CHIEF ACCOUNTANT

IAKOVOS G. SARDIS
X-627824
Licence No 0028809

CHIEF EXECUTIVE OFFICER

NIKOLAOS FOTOPULOS
P-585864

SENIOR ACCOUNTANT

IOANNIS D. GEROUKIS
Σ-934600
Licence No 0013224

NOTES:

- Asset investments reached the amount of € 3.864 thousand.
- 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 313 employees.
- According to the **STAKOD-03** codification the Turnover (Sales) corresponds to: **156.1** Production of milling products: € 79.332 thous., **156.2** Production of farina and farina products-gluten: € 150 thous., **512.1** Wholesale trade of breadstuffs, seeds and provender: € 3.183 thous., **515.7** Wholesale trade of offal and oddments: € 33 thous., **519.0** Other wholesale trade: € 93 thous., **513.9** Non specialized wholesale trade of consumables, drinks and tobacco: € 6.685 thous.
- The same as last year's accounting principles were applied and a dissociation between accrued income and accrued expenses, that concern the current financial period, was put to effect.
- 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).
- The Turnover (Sales) for the current financial year includes the sales of Saint George Mills S.A., amounting to € 3.682.753,91, for the period 1/12/2003-31/3/2004 (following the Transformation Balance Sheet as at 30/11/2003), since on 1/4/2004 the internalization of the financial data took place. Moreover, it is noted, that, in the results of the company are internalized the results of Saint George Mills S.A., amounting to € -412.418,32, from the Transformation Balance Sheet as at 30/11/2003.
- month period
- 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). Thus, bearing in mind note 7 as well, the financial data are not entirely comparable.