

"LOULIS MILLS S.A."
 Sourpi Magnesias , Prefecture Reg. No 10344/06/B/86/131
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	31 Mar. 2004	31 Mar. 2003	EQUITY & LIABILITIES	31 Mar. 2004	31 Mar. 2003
1. Formation Expenses	2.709.586,44	3.580.706,29	1. Share Capital issued and fully paid	10.703.508,48	10.703.508,48
2. Fixed Assets cost	64.862.066,91	62.822.557,63	2.Reserves and other equity accounts	62.190.002,03	62.282.455,62
Accumulated Depreciation	14.721.769,76	9.243.804,99	3.Profit/Loss for the period	-1.250.549,64	-2.563.309,15
Net Book Value	50.140.297,15	53.578.752,64	4.Retained earnings	-4.591.752,07	227.132,77
4. Investments and other			7.Long Term Liabilities	45.025.139,17	46.393.165,17
long term claims	78.338.208,87	68.910.072,52	8.Short Term Liabilities	73.679.869,02	50.506.323,95
5. Inventories	14.219.340,39	8.209.201,34	9.Accruals	3.706.801,81	1.007.675,78
6. Trade Debtors	18.072.930,19	16.580.462,69			
7. Other receivables	21.016.676,47	13.860.003,59			
8. Stocks	2.687.965,20	2.338.698,20			
9. Cash at banks & on hand	1.497.291,16	1.498.186,05			
10. Prepayments & accrued income	780.722,93	869,30			
TOTAL ASSETS	<u>189.463.018,80</u>	<u>168.556.952,62</u>	TOTAL EQUITY & LIABILITIES	<u>189.463.018,80</u>	<u>168.556.952,62</u>
MEMO ACCOUNTS			MEMO ACCOUNTS		
Debit Memo Accounts	<u>40.970.713,19</u>	<u>15.112.906,54</u>	Credit Memo Accounts	<u>40.970.713,19</u>	<u>15.112.906,54</u>

PROFIT & LOSS STATEMENT

For the Period July 1st, 2003-March 31st, 2004
 (Financial Year 1/7/2003-31/12/2004)

	31 Mar. 2004	31 Mar. 2003
Turnover (Sales)	51.364.015,99	46.576.119,96
Cost of goods sold	44.357.966,48	41.939.669,36
Gross profit	7.006.049,51	4.636.450,60
Other income	2.691.727,39	2.430.499,53
Total	9.697.776,90	7.066.950,13
Administration expenses	2.219.768,69	2.155.494,00
Selling expenses	5.634.997,61	5.250.917,65
Financial expenses (income)	3.377.591,53	2.766.059,29
Profit from operations	-1.534.580,93	-3.105.520,81
Non operating income	909.753,80	1.287.021,77
Non operating expenses	625.722,51	744.810,11
Depreciation	4.821.008,06	4.615.724,51
Minus depreciation charged to operating result	4.821.008,06	4.615.724,51
PROFIT/LOSS BEFORE TAXES	<u>-1.250.549,64</u>	<u>-2.563.309,15</u>

NOTES:

- Assets investments reached the amount of 579 thousand Euro.
- On 8/4/2004, 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, which was laid out on 13/4/2004.
- The working personnel headcount is 227 employees.
- According to the STAKOD-03 codification the turnover (sales) corresponds to: **156.1:€** 49.380 thousand, **156.2:€** 100 thousand, **512.1:€** 1.857 thousand, **519.0:€** 19 thousand, **515.7:€** 8 thousand.
- 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. Moreover, some of the funds of last year's financial period ending 31/3/2003 have been reformed, in order to be comparable.
- 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 concerns an eighteen month time period.

Sourpi Magnesias, May 28th, 2004

Chairman of the Board of Directors
 Loulis Constantinos

Chief Executive Officer
 Fotopoulos Nikolaos

Chief Financial Officer
 Poullos Anastasios

Chief Accountant
 Geroukis Ioannis