

"ELFIKO, S.A." Trade & Industry
Public Companies (S.A.) Reg. No 9596/06/B/86/002

BALANCE SHEET

AS AT DECEMBER 31, 2002 (JANUARY 1 - DECEMBER 31, 2002)

29th Year
(Amounts in EURO)

YEAR ENDED 2001

ASSETS	YEAR ENDED 2002			YEAR ENDED 2001			LIABILITIES	YEAR ENDED 2002	YEAR ENDED 2001
	Acquisition Cost	Depreciation	Net Book value	Acquisition Cost	Depreciation	Net Book value			
B. FORMATION EXPENSES							A. SHARE CAPITAL		
4. Other formation expenses	21,910.97	17,525.76	4,385.21	17,079.97	14,994.13	2,085.84	I. Share Capital (4,492,190 Shares of € 0.75 each)		
C. FIXED ASSETS							1. Paid-up capital	3,369,142.50	3,369,142.50
II. Tangible Assets							II. Share premium account	484,686.61	484,686.61
1. Land	1,773,859.57	0.00	1,773,859.57	1,773,859.57	0.00	1,773,859.57	III. Revaluation reserves - investment grants		
3. Buildings and technical works	2,624,008.23	1,476,894.91	974,068.73	2,364,592.05	1,390,523.32	974,068.73	2. Reserves from value adjustments of other assets	163,614.42	163,614.42
4. Machinery, technical installations and other m	10,058,771.97	6,513,198.57	3,130,651.58	9,001,255.50	5,870,603.92	3,130,651.58	3. Grants for investments in fixed assets	253,956.45	328,586.65
5. Transportation equipment	187,984.39	95,192.43	56,845.03	136,521.57	79,676.53	56,845.03	4. Dividends payable	417,570.87	492,201.07
6. Furniture and fixtures	324,674.28	291,522.06	55,067.23	319,270.61	264,203.37	55,067.23	V. Results carried forward		
7. Payments on Account and tangible assets in Total Tangible Assets (CII)	297,677.16	0.00	403,831.58	403,831.58	0.00	403,831.58	Profit carried forward	670.30	1,447.72
	15,166,975.60	8,376,807.97	6,790,167.63	13,999,330.88	7,605,007.14	6,394,323.74	VI. Amounts intended to increase capital		
III. Financial Assets							2. Dividends of the year available for increase of share capital	0.00	0.00
7. Other long term receivables			26,148.79			26,148.79	3. Reserves to be used for capital increase	0.00	0.00
Total Fixed Assets (C1+CIII)			6,816,316.42			6,420,472.53	Total Capital and Reserves (A1+II+III+AV+AVI)	10,796,144.33	10,748,221.67
D. CURRENT ASSETS							C. LIABILITIES		
I. Inventories							II. Current Liabilities		
1. Merchandise			414,157.80			167,412.61	1. Suppliers	1,186,956.56	1,389,868.50
2. Finished and semi-finished products, by-products and scrap			1,557,361.50			1,051,144.96	2. Notes payable and promissory notes	264,488.85	396,481.76
3. Work in progress			131,448.24			134,313.97	2a. Cheques payable postdated	405,699.41	0.00
4. Raw & auxiliary materials-consumables-spare parts & packing items			1,395,661.03			1,431,037.86	3. Banks	3,673,237.03	1,291,767.38
5. Payments on account			87.48			730,766.39	4. Advances from trade debtors	111,073.82	2,928.43
			3,498,716.05			3,514,675.79	5. Taxes - duties	317,060.66	355,215.81
II. Receivables							6. Social security	146,208.96	145,589.07
1. Trade debtors	3,650,042.15		3,636,476.25	2,654,420.62		2,654,420.62	10. Dividends payable	167,514.27	157,469.38
Less: Provisions	13,565.90		3,636,476.25	0.00		2,654,420.62	11. Sundry creditors	70,851.33	68,942.95
2. Notes receivable			80,113.09			73,014.11	Total liabilities (CII)	6,349,092.91	3,808,262.28
3a. Cheques receivable			3,137,152.58			1,793,891.16	D. ACCRUALS AND DEFERRED INCOME		
10. Doubtful-contested trade and other debtors	35,395.42		0.00	38,769.00		38,769.00	2. Accrued expenses	84,640.84	86,192.64
Less: Provisions	35,395.42		0.00	24,962.48		13,786.52	3. Other accruals and deferred income	30,854.47	0.00
11. Sundry debtors			22,677.39			114,785.19	Total	115,495.31	86,192.64
12. Advances to account for			148.69			266.91	GRAND TOTAL LIABILITIES (A+C+D)	17,260,732.55	14,642,676.59
			6,876,568.00			4,650,164.51			
III. Investments									
1. Shares	34,336.02		34,336.02	34,336.02		34,336.02			
Less: Provisions for value decline	6,536.02		27,800.00	0.00		34,336.02			
IV. Cash at bank and in hand									
1. Cash on hand			8,969.58			1,969.21			
3. Current and time deposits			11,581.91			18,952.69			
Total Current Assets (D1+DII+DIII+DIV)			10,423,615.54			8,220,118.22			
E. PREPAYMENTS AND ACCRUED INCOME									
1. Prepaid expenses			9,770.98			0.00			
2. Accrued income			6,644.40			0.00			
			16,415.38			0.00			
GRAND TOTAL ASSETS (B+C+D+E)			17,260,732.55			14,642,676.59			

DEBIT - MEMO ACCOUNTS

1. Third party asset items	60.00	2,758.48
2. Guarantees and real securities	2,908,919.93	2,532,024.78
3. Other memo accounts	139,062.84	86,592.64
	3,048,042.77	2,621,375.90

CREDIT - MEMO ACCOUNTS

1. Beneficiaries of asset items	60.00	2,758.48
2. Guarantees and real securities	2,908,919.93	2,532,024.78
3. Other memo accounts	139,062.84	86,592.64
	3,048,042.77	2,621,375.90

NOTES: 1) There are no real liens or other encumbrances on the company's fixed assets. 2) There are no legal issues pending before national or arbitral courts which may have an effect on the financial position or operation of the company. 3) The personnel employed by company at 31.12.2002 amounted to 138 persons. 4) The basic accounting principles applied are consistent with those kept for the drawing up of the balance sheet for the year 2001. 5) Certain items of the preceding year's Balance Sheet have been restated in order to be comparable with the corresponding items of the present year. 6) The size of investments in fixed assets realized from 1.1.-31.12.2002 amounts to Euro 1,236,200.67. 7) The breakdown of net turnover (sales) is classified under STAKOD 91, as follows: a) CODE 173.0 Euro 9,652,113.68 b) CODE 182.1 Euro 1,553,902.39 c) CODE 514.1 Euro 493,248.35 d) CODE 514.2 Euro 92,625.00 e) CODE 515.5 Euro 3,248,12.8) The company has been through tax authorities fiscal control up to the year 1999, inclusive. 9) The last value adjustment of real property was computed at 31.12.2000, pursuant to the provisions of L. 2065/92.

INCOME STATEMENT

At December 31, 2002 (January 1 - December 31, 2002)

I. Operating results	YEAR ENDED 2002		YEAR ENDED 2001		APPROPRIATION ACCOUNT	YEAR ENDED 2002	YEAR ENDED 2001
	2002	2001	2002	2001			
Net turnover (sales)	11,798,332.20	13,923,600.30	11,798,332.20	13,923,600.30	Net results (profit) for the year	346,712.50	587,572.25
Less: Cost of sales	10,337,412.71	12,151,567.03	10,337,412.71	12,151,567.03	(+) Profit brought forward	1,447.72	223,744.35
Gross operating results (profit)	1,460,919.49	1,772,113.27	1,460,919.49	1,772,113.27	(-) Prior years' tax differences	0.00	219,177.69
Plus: 1. Other operating income	12,681.74	34,328.75	12,681.74	34,328.75	(+) Reserves for value decline of participations and securities	6,536.02	0.00
Total	1,473,601.23	1,806,442.02	1,473,601.23	1,806,442.02	Total	354,696.24	592,136.91
LESS: 1. Administrative expenses	588,429.36	522,668.59	588,429.36	522,668.59	LESS: 1. Income tax	81,356.98	86,860.85
3. Distribution cost	408,355.11	565,274.69	408,355.11	565,274.69	2. Other not charged to the operating cost taxes	8,036.95	24,670.10
Sub-total (profit)	476,816.76	718,498.74	476,816.76	718,498.74	Profit for appropriation	265,302.31	480,607.96
LESS: 2. Income from securities	1,800.00	1,907.56	1,800.00	1,907.56	Appropriated as under:		
4. Credit interest and similar income	20,437.38	13,658.67	20,437.38	13,658.67	1. Legal reserve	10,866.31	6,903.71
Less:					2. First dividend	134,765.70	134,765.70
1. Provisions for value decline of participations and securities	6,536.02		6,536.02		6. Tax-free reserves	119,000.00	337,490.83
3. Debt interest and similar charges	239,198.25	245,734.27	239,198.25	245,734.27	-L.2601/1999	670.30	1,447.72
Total operating results (profit)	245,734.27	253,319.67	245,734.27	253,319.67	8. Profit carried forward	265,302.31	480,607.96
II. PLUS: Extraordinary results							
1. Extraordinary and non operating income	82,588.01	96,814.32	82,588.01	96,814.32			
2. Extraordinary gain	33,129.21		33,129.21				
Less:							
1. Extraordinary & non operating expenses	7,151.03	15,734.07	7,151.03	15,734.07			
2. Extraordinary losses	15,173.56		15,173.56				
3. Prior year's expenses	0.00	22,324.59	0.00	22,324.59			
Operating and extraordinary results (profit)	348,712.50	649,299.76	348,712.50	649,299.76			
LESS:							
Total depreciation of fixed assets	774,335.78	821,174.29	774,335.78	821,174.29			
Less: Charged to the operation cost	774,335.78	0.00	774,335.78	0.00			
NET RESULTS (PROFIT) FOR THE YEAR BEFORE TAXES			348,712.50				587,572.25

Shimatari, 20 February, 2003

The Chairman of the Board of Directors

The Vice-chairman of the Board of Directors

The Finance Director

The Head of Accounts Dept.

Ioannis G. Kouloulas
ID. No 1366205

Georgios K. Kouloulas
ID. No N 298462

Michail P. Giannopoulos
ID. No 379594

Spyridon D. Vrakas
ID. No B 268300

AUDITOR'S REPORT

To the Shareholders of "ELFIKO, S.A." - Trade & Industry

We have audited the above Financial Statements as well as the related Notes on the Accounts of "ELFIKO, S.A." Trade & Industry for the year ended December 31, 2002. We conducted our audit, in accordance with the provisions of art. 37 of the Companies' Act of Greece (c. L. 2190/1920) and also in conformity with the standards of auditing followed by the Institute of Certified Auditors-Accountants in Greece, which comply with the International Standards on Auditing and accordingly included such tests of the accounting records and such other auditing procedures as we considered necessary in the circumstances. We have examined the books of account and records kept by the Company and we obtained all the information and explanations we needed for the purpose of our audit. The Company has applied properly the Hellenic General Accounting Plan. No change in the inventory valuation method has been made, as compared with that of the previous year and the production cost arisen from the accounting books was determined according to the accepted cost accounting principles. We have verified that the Board of Directors' Report to the Annual General Meeting of Shareholders is consistent with the related Financial Statements. The Notes on the Accounts include the information required by the par. 1, art. 43a L. 2190/1920 (Companies' Act of Greece). As a result of our audit it is noted that: The Company did not set up a provision for staff retirement benefits, based on Opinion No. 205/1998 of the Administration Legal Advisors Plenary Session and the article 10 of L. 2065/1992, since none of its employees is eligible to retire within the following fiscal year. In our view the size of the above provision should concern the total number of the company's staff irrespective of when it qualifies for retirement. Had the provision been set up in this way its accumulated size would have amounted to approximately Euro 300,481.00 out of which Euro 38,952.00 concerns the present year and the balance of Euro 261,529.00 concerns the preceding years. In our opinion, the above Financial Statements, which are in agreement with the books and records of the Company, together with the Notes on the Accounts, after taking into consideration our foregoing note, give a true and fair view of the Company's assets, liabilities and financial position as at December 31, 2002 and of the results of its operations for the year ended on that date, in conformity with legal requirements and generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Athens, 25 February, 2003
The Certified Public Accountant-Auditor

Constantinos G. Stathopoulos
SOEL Reg. No. 12261
SOL S.A. Certified Auditors Accountants