

"ELFIKO S.A."
Public Companies (S.A.) Reg. No. 9596/06/B/86/002
BALANCE SHEET
AS AT DECEMBER 31, 2004 (JANUARY 1 - DECEMBER 31, 2004)
31st Year
(Amounts in EURO)

ASSETS	YEAR ENDED 2004			YEAR ENDED 2003			LIABILITIES	YEAR ENDED 2004		YEAR ENDED 2003	
	Acquisition cost	Depreciation	Net Book value	Acquisition cost	Depreciation	Net Book value					
B. FORMATION EXPENSES							A. SHAREHOLDERS' EQUITY				
4. Other formation expenses	43.814,85	25.523,81	18.291,04	33.281,85	21.739,41	11.542,44	I. Share Capital				
							(4.492.190 shares of € 0,78 each)				
C. FIXED ASSETS							1. Paid-up capital	3.503.908,20		3.503.908,20	
I. Intangible Assets							II. Share premium account	484.686,61		484.686,61	
5. Other intangible assets	29,32	29,31	0,01	29,32	29,31	0,01	III. Revaluation Reserves-Investment Grants				
							2. Reserves from value adjustments of other assets	177.862,57		28.848,72	
II. Tangible Assets							3. Grants for investments in fixed assets	592.585,33		374.128,62	
1. Land	1.920.760,84		1.920.760,84	1.773.859,57	0,00	1.773.859,57		770.447,90		402.977,34	
3. Buildings and technical works	2.583.157,19	1.695.895,24	887.261,95	2.526.658,23	1.576.178,74	950.479,49	IV. Reserves				
4. Machinery, technical installations and other mechanical equipment	12.119.476,41	7.877.126,86	4.242.349,55	10.256.190,18	7.157.679,01	3.098.511,17	1. Legal reserve	408.716,06		408.559,62	
5. Transportation equipment	242.268,79	134.345,48	107.923,31	195.524,29	114.325,53	81.198,76	Less: Loss on value decline of securities f	6.536,02	402.180,04	6.536,02	402.023,60
6. Furniture and fixtures	342.889,36	323.111,69	19.777,67	332.848,75	312.732,07	20.116,68	3. Special reserves		97.235,95		97.235,95
7. Payments on account and tangible assets in course of construction	827.316,60		827.316,60	1.706.513,80	0,00	1.706.513,80	4. Extraordinary reserves		34.940,75		34.940,75
	18.035.869,19	10.030.479,27	8.005.389,92	16.791.594,82	9.160.915,35	7.630.679,47	5. Tax-free reserves under special laws		5.987.725,78		5.987.725,78
Total Tangible and Intangible Assets (CI+CII)	18.035.898,51	10.030.508,58	8.005.389,93	16.791.624,14	9.160.944,66	7.630.679,48		6.522.082,52		6.521.926,08	
III. Financial Assets							V. Results carried forward				
7. Other long-term receivables			26.148,79			26.148,79	Profit carried forward	0,00		0,00	
							Total Shareholders' Equity (AI+AII+AIII+AIV+AV)	11.281.125,23		10.913.498,23	
Total Fixed Assets (CI+CII+CIII)			8.031.538,72			7.656.828,27	B. PROVISIONS FOR LIABILITIES AND CHARGES				
							2. Other provisions	9.164,18		1.138,02	
D. CURRENT ASSETS							C. LIABILITIES				
I. Inventories							I. Long-term Liabilities				
1. Merchandise			109.939,15			336.669,86	8. Other long-term liabilities	1.165,14		0,00	
2. Finished and semi-finished products, by-products and scrap			3.036.253,17			1.662.750,27	II. Current Liabilities				
3. Work in progress			0,00			194.589,64	1. Suppliers	1.099.534,12		579.460,53	
4. Raw and auxiliary materials-consumables-spare parts and packing items			1.998.254,01			1.561.999,04	2. Notes payable & promissory	389.990,59		584.675,33	
5. Payments on account			1.846,99			28.840,15	2a. Cheques payable (postdated)	660.885,01		247.036,23	
			5.146.293,32			3.784.848,96	3. Banks	5.087.517,75		4.112.821,94	
II. Receivables							4. Advances from trade debtors	898.019,66		506.707,62	
1. Trade debtors		3.947.810,62			2.934.384,16		5. Taxes-duties	225.032,54		212.502,80	
Less: Provisions		11.977,05	3.935.833,57		12.657,46	2.921.726,70	6. Social security	160.063,47		149.167,18	
2. Notes receivable			45.520,05			80.942,78	10. Dividends payable	30.465,60		34.155,02	
3a. Cheques receivable (postdated)			2.789.793,73			2.669.517,57	11. Sundry creditors	174.764,17		136.267,18	
10. Doubtful-contested trade and other debtors		34.966,70			34.966,70			8.726.272,91		8.562.793,83	
Less: Provisions		34.966,70	0,00		34.966,70	0,00	Total Liabilities (CI + CII)	8.727.438,05		8.562.793,83	
11. Sundry debtors			98.780,94			41.604,29					
12. Advances to account for			1.092,00			75,00					
			6.871.020,29			5.713.866,34					
III. Marketable securities											
1. Shares		34.087,77			34.087,77						
Less: Provisions for value decline		6.536,02	27.551,75		6.536,02	27.551,75					
IV. Cash and cash equivalents											
1. Cash on hand			11.366,96			14.571,46					
3. Current and time deposits			52,97			332.141,40					
			11.419,93			346.712,86					
Total Current Assets (DI+DII+DIII+DIV)			12.056.285,29			9.872.979,91					
E. PREPAYMENTS AND ACCRUED INCOME							D. ACCRUALS AND DEFERRED INCOME				
1. Prepaid expenses			925,00			11.364,89	2. Accrued expenses	89.312,59		75.285,43	
2. Accrued income			0,00			0,00	3. Other accruals and deferred income	0,00		0,00	
			925,00			11.364,89		89.312,59		75.285,43	
GRAND TOTAL-ASSETS (A+B+C+D+E)			20.107.040,05			17.552.715,51	GRAND TOTAL SHAREHOLDERS' EQUITY & LIABILITIES (A+B+C+D)	20.107.040,05		17.552.715,51	
DEBIT MEMO. ACCOUNTS							CREDIT MEMO. ACCOUNTS				
1. Third party asset items			19.214,90			7.463,93	1. Beneficiaries of asset items		19.214,90		7.463,93
2. Guarantees and real securities			3.747.988,07			2.236.078,07	2. Guarantees and real securities		3.747.988,07		2.236.078,07
4. Other memo.accounts			67.218,37			51.533,96	4. Other memo.accounts		67.218,37		51.533,96
			3.834.421,34			2.295.075,96		3.834.421,34		2.295.075,96	

NOTES: 1. There are no real liens or other encumbrances on the fixed assets of the company. 2. There are no disputed or under arbitration cases that might have a material effect on the financial situation or operation of the company. 3. The personnel employed by the company at 31.12.2004 amounts to 130 persons. 4. The basic accounting principles followed are the same with those applied for drawing up the balance sheet at 31.12.2003. 5. The investments in fixed assets realized within the period 1.1. - 31.12.2004 amount to € 1.276.176,21. 6. The breakdown of sales turnover per category of STAKOD 2003 is classified as follows: a) CODE 173.0 € 9.096.861,16 b) CODE 514.1 € 1.312.214,52 c) CODE 182.1 € 1.052.892,49 d) CODE 515.5 € 493,39. 7. The company has undergone tax authorities fiscal control up to the year 2001, inclusive. 8. The depreciation of fixed assets was performed at the higher rates provided by P.D. 299/2003, which were the same with those applied for drawing up the balance sheet at 31.12.2003. 9. Based on the provisions of L. 2065/1992 was adjusted in the year 2004 the acquisition cost of land and buildings and of the accumulated depreciation of buildings owing to which increased the acquisition cost of land by € 146.901,27, of buildings by € 23.498,96 and the accumulated depreciation of buildings by € 21.386,38 while the arisen revaluation difference of € 149.013,85 was recorded in the Equity account A.III.2. "Reserves from value adjustments of other assets". The depreciation for the present year was computed on the adjusted value of the buildings and is higher than that which would have arisen had the value adjustment not occurred by € 1.880,00.

INCOME STATEMENT						APPROPRIATION ACCOUNT					
At December 31, 2004 (January 1 - December 31, 2004)											
YEAR ENDED 2004			YEAR ENDED 2003			YEAR ENDED 2004			YEAR ENDED 2003		
I. Operating Results											
Net turnover (sales)			11.462.461,56		10.092.845,81	Net results (profit) for the year	14.173,26		120.116,27		
Less: Cost of sales			10.178.351,57		8.784.515,99	(+) Profit brought forward	0,00		670,30		
Gross operating results (profit)			1.284.109,99		1.308.329,82	(-) Prior years' tax differences	0,00		70.499,00		
Plus: Other operating income			14.160,00		18.497,63	(+) Provisions for value decline of participations & securities	0,00		0,00		
Total			1.298.269,99		1.326.827,45	Total	14.173,26		50.287,57		
LESS: 1. Administrative expenses	733.475,25			686.061,91		LESS: 1. Income tax	5.776,24		42.040,69		
3. Distribution costs	405.580,58	1.139.055,83		386.872,63	1.072.934,54	2. Other not charged to the operating cost taxes	8.240,58		8.242,63		
Sub-total (profit)		159.214,16			253.892,91	Profit for appropriation	156,44		4,25		
LESS: 2. Income from securities					0,00						
3. Gains from sale of participations & securities					13.727,84	Appropriated as under:					
4. Credit interest and similar income		8.905,29			34.300,74	1. Legal reserve	156,44		4,25		
Less:						2. First dividend	0,00		0,00		
1. Provisions for value decline of participations & securities	0,00			0,00		6. Tax-free reserves - L. 2601/1998	0,00		0,00		
3. Debt interest and similar charges	252.489,53	252.489,53	243.584,24	223.495,45	223.495,45	8. Profit carried forward	156,44		4,25		
Total operating results (profit)			-84.370,08		78.426,04						
II. PLUS: Extraordinary results											
1. Extraordinary and non-operating income		104.849,93			59.321,93						
2. Extraordinary gain		400,00			10.270,00						
3. Prior years' income		0,00			219,00						
Less:											
1. Extraordinary and non-operating expenses	6.706,59			21.013,61							
2. Extraordinary losses	0,00	6.706,59	98.543,34	7.107,09	28.120,70						
Operating and extraordinary results (profit)			14.173,26								
LESS: Total depreciation of fixed assets		926.277,23			852.352,16						
Less: Charged to the operating cost		926.277,23	0,00		852.352,16	0,00					
NET RESULTS (PROFIT) FOR THE YEAR BEFORE TAXES			14.173,26		120.116,27						

Shimatari, 24 February 2005

THE CHAIRMAN OF THE BOARD OF DIRECTORS

THE VICE-CHAIRMAN OF THE B. OF D.

THE FINANCE MANAGER

IOANNIS G. KOULOULIAS
ID. No. I 366205

GEORGIOS K. KOULOULIAS
ID. No. N 298462

MICHALIS P. GIANNOPOULOS
ID. No. E 379594

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 and the Cash-flow Statement of "ELFIKO S.A." Trade & Industry for the year ended December 31, 2004. 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) whereas the Cash-flow Statement has been drawn up on the basis of both the related Financial Statements and the books of account and records kept by the Company. As a result of our audit it is noted that: The Company based on Opinion No. 205/1998 of the Administration Legal Advisors Plenary Session and the article 10 of L. 2065/1992, did not set up a provision for staff retirement benefits. Had the company provided such a reserve for all of its employees, according to the provisions of article 42e of L. 2190/1920, its accumulated size would have amounted to approx. Euro 399.000,00 out of which Euro 44.000,00 concerns the present year. 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 and the Cash-flow Statement, 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, 2004 and of the results of its operations for the year ended on that date as well as of the Cash Flows resulted from the Company's operations of the year mentioned above, in conformity with legal requirements and generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Athens, 25 February, 2005

The Certified Public Accountant - Auditor

CONSTANTINOS E. TRIANTOS

SOEL Reg. No. 14931

SOL S.A. - Certified Auditors Accountants