



Socrates D. Constantinou & Son S.A.

CONSOLIDATED FINANCIAL STATEMENTS
AS OF MARCH 31, 1998

In GrD

ASSETS	3 / 31/ 1998	3 / 31/ 1997
B. Establishment expenses	1.883.136	2.731.618
C. FIXED ASSETS		
II. Tangible Assets	1.331.551.349	1.175.482.772
Less: Accumulated Depreciation	688.301.672	585.703.169
	643.249.677	589.779.603
III. Participations & other long term receivables	14.970.674	7.072.328
Total Fixed Assets	658.220.351	596.851.931
D. CURRENT ASSETS		
I. Inventories	2.300.553.197	1.498.255.381
II. Customers	2.024.874.854	1.839.013.032
Other Receivables	2.124.346.629	1.927.840.016
III. Securities	13.500.000	2.000.000
IV. Cash at bank and in hand	49.989.981	236.525.801
Total Current Assets	6.513.264.661	5.503.634.230
E. TRANSIT DEBIT BALANCES	126.172.861	9.484.807
TOTAL ASSETS (C+D+E)	7.299.541.009	6.112.702.586
ASSET MEMO ACCOUNTS	265.494.350	472.724.932

LIABILITIES & EQUITY	3/ 31/ 1998	3/ 31 / 1997
A. SHAREHOLDERS EQUITY		
I. Paid in share capital (2,562,000 shares X 200 GrD per share)	512.400.000	256.200.000
II. Share premium account	462.000.000	462.000.000
III. Revaluation differences-Investment grants	9.974.422	137.174.422
IV. Reserves	388.232.379	491.399.272
Less: Consolidation differences	440.514.259	331.300.467
V. Prior periods' results	1.054.364.480	780.820.664
Results 1/1/-03/31/1998	52.984.166	178.359.066
IX. Minority rights	26.534.213	1.464.334
TOTAL SHAREHOLDERS' EQUITY	2.065.975.401	1.976.117.291
B. PROVISIONS FOR LIABILITIES & EXPENSES	176.598.757	171.483.980
C. LIABILITIES		
I. Short term liabilities	4.878.488.624	3.786.698.976
Total Liabilities	4.878.488.624	3.786.698.976
D. TRANSIT CREDIT BALANCES	178.478.227	178.402.339
TOTAL LIABILITIES & SHAREHOLDERS' EQUITY (A+B+C+D)	7.299.541.009	6.112.702.586
E. LIABILITIES MEMO ACCOUNTS	265.494.350	472.724.932

**Socrates D. Constantinou & Son S.A.**PROFIT & LOSS STATEMENT
(1/1/1998 - 3/31/1998)

In GrD

PROFIT AND LOSS STATEMENT

3 / 31 / 1998

3 / 31 / 1997

I. Operating results

Sales		1.889.944.542		1.942.624.171
Less: Cost of sales		1.310.757.264		1.355.207.038
Gross Margin		579.187.278		587.417.133
Plus: Other Operating Income		17.486.660		150.084
Total		596.673.938		587.567.217
LESS: 1. Administrative expenses	116.650.076		101.316.799	
2. Selling expenses	296.175.833		254.183.129	
3. Financial results	87.173.552		32.528.015	
Total operating results		96.674.477		199.539.274
II. LESS: Extraordinary results				
Extraordinary & Non-operating Income-Profits	16.277.018		9.143.362	
Extraordinary & Non-operating Expenses-Losses	67.672.299		14.967.286	
Provisions for extraordinary risks	8.952.000	60.347.281	9.000.000	14.823.924
Operating & extraordinary results (profits)		36.327.196		184.715.350
LESS: Total depreciation of fixed assets	19.967.281		24.496.523	
Less: Depreciation included in the operating cost	19.967.281	--	24.486.523	--
NET RESULTS (PROFIT) BEFORE TAXES		36.327.196		184.715.350

NOTES:

1. There are no pledges against the fixed assets
2. There are neither disputes pending nor referred to arbitration nor any court judgements or pronouncements of arbitrators that could significantly affect the financial position of the Company.
3. Employed personnel : 123 people.
4. These financial statements are composed on the basis of the same accounting principles which are used to prepare the financial statements at the end of the fiscal year

SALONIKA, May 20 1998

THE PRESIDENT & MANAGING DIRECTOR

D. CONSTANTINOU
I.C. No L 119476

THE VICE PRESIDENT

K. CONSTANTINOU
I.C. No Z 905961

THE FINANCIAL DIRECTOR

G. MAKRIS
I.C. No K. 178403THE DIRECTOR OF THE ACCOUNTING
DEPARTMENT**T. FYTILIS**
I.C. No TH 164486