

SOCRATES D. CONSTANTINOU & SON S.A.
CONSOLIDATED FINANCIAL STATEMENTS AS OF JUNE 30, 2002 R.S.A. 8349/06/B/86/02

ASSETS	Amounts as of 30/06/02	Amounts as of 30/06/01
	in EURO	in EURO
B. ESTABLISHMENT EXPENSES	494.450,59	401.363,39
C. FIXED ASSETS		
II. Tangible Assets	19.502.492,95	9.086.826,00
Less: Accumulated Depreciation	6.324.975,92	3.835.391,15
	13.177.517,03	5.251.434,85
III. Participations & other long term financial assets	164.990,60	81.652,31
Total Fixed Assets	13.342.507,63	5.333.087,16
D. CURRENT ASSETS		
I. Stocks	16.582.888,11	13.141.141,66
II. Customers	13.906.472,40	10.799.829,07
Other Receivables	26.339.700,31	18.858.038,44
III. Securities	43.433,60	40.205,43
IV. Cash	1.007.600,40	1.363.165,80
Total Current Assets	57.880.094,82	44.202.380,40
E. TRANSIT DEBIT BALANCES	35.108,34	444.521,97
TOTAL ASSETS (B+C+D+E)	71.752.161,38	50.381.352,92
DEBIT MEMO ACCOUNTS	11.446.393,27	2.593.299,00
CAPITAL & LIABILITIES	Amounts as of 30/ 06/ 2002	Amounts as of 30/06/2001
	in EURO	in EURO
A. SHAREHOLDERS' EQUITY		
I. Share capital (13,192,620 shares X 0.62 EURO per share)	8.178.804,40	4.526.262,66
II. Share premium account	12.150.233,31	12.150.233,31
III. Revaluation -Investment grants differences	829.745,05	1.099.918,70
IV. Reserves	2.967.905,34	1.283.233,95
Less: Consolidation differences	-6.753.884,68	-6.632.754,03
V. Prior periods' results	1.031.208,72	3.495.749,27
IX. Minority rights	-1.314.033,37	-603.072,35
TOTAL SHAREHOLDERS' EQUITY	17.089.978,77	15.319.571,51
Results for the period 01/01/2002-30/06/2002 before taxes	-793.166,99	1.305.217,61
Tax audit differences	--	-299.559,55
	-793.166,99	1.005.658,06
B. PROVISIONS FOR CONTINGENCIES & EXPENSES	2.137.314,55	604.733,19
C. LIABILITIES		
I. Long term liabilities	20.255.464,26	341.994,81
II. Short term liabilities	31.908.694,97	31.923.859,83
Total Liabilities	52.164.159,23	32.265.854,64
D. TRANSIT CREDIT BALANCES	1.153.875,82	1.185.535,52
TOTAL LIABILITIES & SHAREHOLDERS' EQUITY (A+B+C+D)	71.752.161,38	50.381.352,92
E. CREDIT MEMO ACCOUNTS	11.446.393,27	2.893.299,00

SOCRATES D. CONSTANTINOU & SON S.A.
PROFIT & LOSS STATEMENT JANUARY 1 - JUNE 30 2002

PROFIT AND LOSS STATEMENT			
	Amounts as of 30/06/02 in EURO	Amounts as of 30/06/01 in EURO	
I. Operating results			
Sales	29.905.093,91	22.125.993,43	
Less: Cost of sales	<u>21.241.850,41</u>	<u>15.867.645,97</u>	
Gross profit	8.663.243,50	6.258.347,46	
Plus: Other Operating Income	141.838,44	428.330,58	
Total	8.805.081,94	6.686.678,04	
LESS: 1. Administrative expenses	3.209.318,86	1.559.770,98	
2. Selling expenses	4.484.555,88	3.445.229,53	
3. Financial results	<u>1.645.191,55</u>	<u>437.357,72</u>	
Total net operating income before extraordinary items and taxes	-533.984,35	1.204.319,81	
II. LESS: Extraordinary results			
Extraordinary & Non-operating Income-Profits	239.756,45	123.028,58	
Extraordinary & Non-operating Expenses-Losses	797.113,22	193.860,42	
Provisions for extraordinary risks	<u>191.008,10</u>	<u>90.826,19</u>	
Net income after extraordinary items and before taxes and extra depreciation	-1.282.349,22	1.042.661,78	
LESS: Total depreciation recorded	1.228.019,90	428.628,93	
Less: Depreciation included in the operating cost	<u>1.149.483,90</u>	<u>350.049,33</u>	
NET INCOME FOR THE PERIOD 01/01-30/06/2002 (Profit or Loss) before taxes	-1.360.885,22	964.082,18	
PLUS: Minority shares proportion	<u>567.718,23</u>	<u>341.135,43</u>	
NET CONSOLIDATED INCOME FOR THE GROUP (Profit or Loss) before taxes	<u>-793.166,99</u>	<u>1.305.217,61</u>	

NOTES:

- The above consolidated financial statements include the companies: 1) SOCRATES D. CONSTANTINOU & SON S.A. (parent) and 2) EXCEL S.A.
- 3) ROTA KENTRO LOGISTICS S.A. 4) OMINISHOP S.A. 5) KORMOS O.C., 6) KORMOS DIANOMES O.C. 7) VELCON SERVICE O.C. 8) VELCON O.C. 9) AMALCO S.A. The consolidation was performed according to the full consolidation method in accordance with provisions of articles 90 until 109 of C.L. 2190/1920 concerning Corporations
- There are no pledges against the fixed assets
- There are no cases disputed in courts or under arbitration that may significantly affect the financial position or operations of the company.
- Employed personnel as of 06/30/2002 amounts to 274 people
- The basic accounting principles that were followed are the same with the ones used for the preparation of the financial statements at the end of the fiscal year
- The last revaluation of fixed assets took place in 2000 fiscal year, according to L. 2065/92

Thessaloniki, August 7 2002

THE PRESIDENT & MANAGING DIRECTOR

THE VICE PRESIDENT

THE FINANCIAL DIRECTOR

THE DIRECTOR OF THE ACCOUNTING DEPARTMENT

D.CONSTANTINOU
I.C. No L 119476

K. CONSTANTINOU
I.C. No Z 905961

G. MAKRIS
I.C. No K. 178403

T. FYTILIS
I.C. No O 164486

**CERTIFIED AUDITOR'S ACCOUNTANT'S REPORT
To the Board of Directors of "SOCRATES D. CONSTANTINOU & SON S.A."**

We have conducted the audit on the above consolidated Financial Statements of "Socrates D. Constantinou and Son S.A." and its subsidiaries as of January 1 2002 until June 30 2002 according to the provisions of article 6 of P.D 360/1985 as amended by the article 90 of Law 2533/1997 by applying the standards and requirements accepted by the Institute of Certified Auditors-Accountants and the auditing procedures that we considered pertinent and we didn't realize any inconsistencies or omissions that can significantly affect both the consolidated asset structure and the financial position as well as the consolidated results, of the above parent company and the subsidiaries included in the consolidation. Also included in the consolidation are the financial statements that are not accompanied by a Certified Auditor's Accountants Report, which totally represent 7.46% and 4.2% of the consolidated total turnover and total assets and due to their minor importance no audit was conducted on them. From our audit the following arose: 1) In order to cover contingencies that might arise from receivables and cheques overdue as well as for doubtful-contested trade and trade debtors amounting to approximately 3.094.005 euro approximately, the company's management has set up a provision amounting to 1.858.615 euro approximately, which is considered sufficient. In our opinion, the provision for doubtful-contested receivables should have been larger by 1.235.390 euro approximately. 2) The group companies have set up a provision for staff retirement benefits amounting to 343.944 euro approximately. In our opinion, the amount of the provision for staff's retirement benefits should have amounted to 789.731 euro approximately. An amount of 103.987 Euro approximately, would burden income for the current year, while 342.400 euro approximately the income of the previous periods. 3) The account "Establishment Expenses" includes the amount of 78.537 euro approximately that represents the non-depreciated residual of a subsidiary's loss from foreign debit exchange differences that resulted in fiscal year 2000 from the payoff of liabilities in Yen and the valuation of the fiscal year's end. The subsidiary company following the provisions of P.O.L. 1294/8.12.2000 has not burdened the results of the previous fiscal year with the total loss amount with the precondition to amortise it equally in the next three years. Therefore, the amount of 78.537 Euro has burdened the subsidiary's results during the current year. As a result, equity capital as of June 30 2002 is increased by 78.537 euro while net consolidated income for the group is decreased by 40.054 euro. According to the audit we have conducted, we have realised that the above Financial statements, resulting from the relative provisions of Code N.2190/1920 "regarding corporations" and after taking into consideration our above mentioned remarks as well as the company's notes, they do not contain any inconsistencies or omissions that can significantly affect both the appearing consolidated asset structure and financial position of the total companies include in the consolidation as of June 30 2002, and the consolidated results for the period ended on that date in conformity with legal requirements and the accounting principles which have been generally applied on a basis consistent with that of the corresponding period last year.

Athens, August 9, 2002
The Certified Auditor Accountant
Emmanuel A. Piliadis
A.M. SOEL 12021
DELOITTE & TOUCHE S.A.