

SOCRATES D. CONSTANTINOU & SON S.A.



CONSOLIDATED FINANCIAL STATEMENTS
AS OF JUNE 30, 2000

ASSETS	6 / 30/ 00	6/30/99
<i>In GrD</i>		
B. ESTABLISHMENT EXPENSES	65.008.873	16.721.961
C. FIXED ASSETS		
II. Tangible Assets	2.418.915.130	1.543.020.324
Less: Accumulated Depreciation	1.064.680.629	841.404.403
	1.354.234.501	701.615.921
III. Participations & other long term receivables	23.352.962	16.761.226
Total Fixed Assets	1.377.587.463	718.377.147
D. CURRENT ASSETS		
I. Inventories	4.218.503.753	2.167.788.797
II. Customers	2.782.470.889	2.002.639.623
Other Receivables	10.552.495.953	2.484.669.987
III. Securities	13.700.000	13.500.000
IV. Cash at bank and in hand	221.901.062	299.541.786
Total Current Assets	17.789.071.657	6.968.140.193
E. TRANSIT DEBIT BALANCES	176.173.994	15.700.000
TOTAL ASSETS (C+D+E)	19.407.841.987	7.718.939.301
ASSET MEMO ACCOUNTS	484.369.583	297.629.382

LIABILITIES & EQUITY	6/ 30/ 2000	6/30/1999
A. SHAREHOLDERS EQUITY		
I. Paid in share capital (5,124,000 shares X 200 GrD per share)	1.542.324.000	1.024.800.000
II. Share premium account	4.140.192.000	--
III. Revaluation -Investment grants differences	116.396.179	9.974.422
IV. Reserves	413.360.434	405.755.262
Less: Consolidation differences	-2.260.110.936	-532.619.714
V. Prior periods' results	1.144.875.453	1.134.209.331
IX. Minority rights	-83.285.408	70.388.728
TOTAL SHAREHOLDERS' EQUITY	5.013.751.722	2.112.508.029
Six-month results before taxes	299.005.123	228.705.516
B. PROVISIONS FOR LIABILITIES & EXPENSES	289.007.181	221.179.742
C. LIABILITIES		
I. Long term liabilities	1.629.866.144	1.402.955.415
II. Short term liabilities	11.878.725.225	3.532.400.366
Total Liabilities	13.508.591.369	4.935.355.781
D. TRANSIT CREDIT BALANCES	297.486.592	221.150.233
TOTAL LIABILITIES & SHAREHOLDERS' EQUITY (A+B+C+D)	19.407.841.987	7.718.939.301
E. LIABILITIES MEMO ACCOUNTS	484.369.583	582.778.986

**SOCRATES D. CONSTANTINOU & SON S.A.****PROFIT & LOSS STATEMENT**

(1/1/2001 - 6/30/2001)

in GrD

PROFIT AND LOSS STATEMENT		6 / 30 / 00	6 / 30 / 99
I. Operating results			
Sales		7.017.361.911	3.980.853.281
Less: Cost of sales		<u>4.981.121.261</u>	<u>2.590.573.729</u>
Gross Margin		2.036.240.650	1.390.279.552
Plus: Other Operating Income		<u>43.342.358</u>	<u>39.878.831</u>
Total		2.082.583.008	1.430.158.383
LESS: 1. Administrative expenses	<u>420.287.908</u>		316.295.027
2. Selling expenses	<u>997.987.731</u>		740.608.440
3. Financial results	<u>187.483.111</u>	<u>1.605.758.750</u>	<u>118.818.401</u>
Total operating results		476.824.258	253.800.949
II. LESS: Extraordinary results			
Extraordinary & Non-operating Income-Profits	58.986.509		50.490.343
Extraordinary & Non-operating Expenses-Losses	169.890.794		74.104.637
Provisions for extraordinary risks	<u>36.963.000</u>	<u>147.867.285</u>	<u>20.948.126</u>
Operating & extraordinary results (profits)		<u>328.956.973</u>	<u>209.238.529</u>
LESS: Total depreciation of fixed assets	87.211.667		60.645.993
Less: Depreciation included in the operating cost	<u>74.789.808</u>	<u>12.421.859</u>	<u>60.645.993</u>
NET RESULTS (PROFIT) BEFORE TAXES		316.535.114	209.238.529
LESS: Minority Shares proportion		<u>17.529.991</u>	<u>19.466.987</u>
NET CONSOLIDATED GROUP RESULTS (PROFIT)		299.005.123	228.705.516

NOTES:

- There are no pledges against the fixed assets
- 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.
- Employed personnel : 188 people.
- 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
- The consolidated financial statements include for the first time the subsidiary EXCEL S.A.

Thessaloniki, August 4, 2001

THE PRESIDENT & MANAGING DIRECTOR

THE VICE PRESIDENT

THE FINANCIAL
DIRECTORD. CONSTANTINOU
I.C. No L 119476K. CONSTANTINOU
I.C. No Z 905961G. MAKRIS
I.C. No K. 178403**AUDITORS REPORT****To the Shareholders of "SOCRATES D. CONSTANTINOU & SON S.A."**

We have conducted the audit on the above Consolidated Financial Statements of "Socrates D. Konstantinou and Son S.A." and its subsidiaries from January 1 2000 until December 31 2000 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 of the company and the consolidated results, of the aforementioned parent company and the subsidiaries included in the consolidation. We have examined the books of account and records kept by the Company and we obtained all the information and explanations which we needed for the purpose of our audit. In the consolidation are also included the financial statements that are not accompanied by an auditors' report and which represent in total a percentage of 12.9% and 10.2% of the consolidated total turnover and total assets and due to their minor importance no audit was held on them. The Company applied properly the General Accounting Plan. No change in the inventory valuation has been made as compared with that of the corresponding previous period. 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 GrD 706 million approximately, the company's management has set up a provision amounting to GrD 251 million approximately which is considered adequate. 2) the firm relying on opinion 205/1988 of the plenary session of the Administration Legal Advisors and on article 10 of L. 2065/1992 has set up a provision for members of staff that is entitled to get a pension till the end of the next period. In our opinion the amount of the provision for staff's retirement benefits should concern all the company's employees independently of the fact that they are entitled to get a pension. If the company had formed a provision in accordance with this method the cumulative amount would be GrD 131 million from which GrD 30 million will burden the current fiscal year and GrD 101 million will burden the previous fiscal years. According to the audit we have conducted, we have realised that the above Consolidated Financial Statements, result from the company's books and records and have been made according to provisions of Code L. 2190/1920 and after taking into consideration our-above mentioned remarks, they do not contain any inconsistencies or omissions that can significantly affect both the appearing consolidated asset structure and financial position of the company on June 30 2000, and the results for the period ending 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 previous fiscal year.

Athens, August 11, 2000
The Auditor
Michalis K. Hatzipavlou
A.M. SOEL 12511
DELOITTE & TOUCHE S.A.