


SOCRATES D. CONSTANTINOU & SON S.A.

 CONSOLIDATED FINANCIAL STATEMENTS
 AS OF JUNE 30, 2001

ASSETS	6 / 30/ 01			6 / 30/ 00
	<i>in GrD</i>	<i>in EURO</i>	<i>in GrD</i>	<i>in EURO</i>
B. ESTABLISHMENT EXPENSES	136.764.576	401.363,39	65.008.873	190.781,73
C. FIXED ASSETS				
II. Tangible Assets	3.096.335.960	9.086.826,00	2.418.915.130	7.098.797,15
Less: Accumulated Depreciation	1.306.909.534	3.835.391,15	1.064.680.629	3.124.521,29
	1.789.426.426	5.251.434,85	1.354.234.501,00	3.974.275,87
III. Participations & other long term receivables	27.823.026	81.652,31	23.352.962	68.534,00
Total Fixed Assets	1.817.249.452	5.333.087,17	1.377.587.463	4.042.809,87
D. CURRENT ASSETS				
I. Inventories	4.477.844.021	13.141.141,66	4.218.503.753	12.380.055,03
II. Customers	3.680.041.755	10.799.829,07	2.782.470.889	8.165.725,28
Other Receivables	6.425.876.597	18.858.038,44	10.552.495.953	30.968.440,07
III. Securities	13.700.000	40.205,43	13.700.000	40.205,43
IV. Cash at bank and in hand	464.498.747	1.363.165,80	221.901.062	651.213,68
Total Current Assets	15.061.961.120	44.202.380,40	17.789.071.657	52.205.639,49
E. TRANSIT DEBIT BALANCES	151.470.860	444.521,97	176.173.994	517.018,32
TOTAL ASSETS (C+D+E)	17.167.446.008	50.381.352,92	19.407.841.987	56.956.249,41
ASSET MEMO ACCOUNTS	883.666.635	2.593.299,00	484.369.583	1.421.480,80
LIABILITIES & EQUITY	6/ 30/ 2001			6/ 30 / 2000
	<i>in GrD</i>	<i>in EURO</i>	<i>in GrD</i>	<i>in EURO</i>
A. SHAREHOLDERS EQUITY				
I. Paid in share capital (5,124,000 shares X 200 GrD per share)	1.542.324.000	4.526.262,66	1.542.324.000	4.526.262,66
II. Share premium account	4.140.192.000	12.150.233,31	4.140.192.000	12.150.233,31
III. Revaluation -Investment grants differences	374.797.297	1.099.918,70	116.396.179	341.588,20
IV. Reserves	437.261.970	1.283.233,95	413.360.434	1.213.090,05
Less: Consolidation differences	-2.260.110.936	-6.632.754,03	-2.260.110.936	-6.632.754,03
V. Prior periods' results	1.191.176.563	3.495.749,27	1.144.875.453	3.359.869,27
IX. MINORITY RIGHTS	-205.496.901	-603.072,34	-83.285.408	-244.417,93
TOTAL SHAREHOLDERS' EQUITY	5.220.143.993	15.319.571,51	5.013.751.722	14.713.871,52
Six-month profits before taxes	444.752.901	1.305.217,61	299.005.123	877.491,19
Tax audit differences	-102.074.917	-299.559,55	--	--
	342.677.984	1.005.658,06	299.005.123	877.491,19
B. PROVISIONS FOR LIABILITIES & EXPENSES	206.062.833	604.733,19	289.007.181	848.150,20
C. LIABILITIES				
I. Long term liabilities	116.534.732	341.994,81	1.629.866.144	4.783.172,84
II. Short term liabilities	10.878.055.237	31.923.859,83	11.878.725.225	34.860.528,91
Total Liabilities	10.994.589.969	32.265.854,64	13.508.591.369	39.643.701,74
D. TRANSIT CREDIT BALANCES	403.971.229	1.185.535,52	297.486.592	873.034,75
TOTAL LIABILITIES & SHAREHOLDERS' EQUITY (A+B+C+D)	17.167.446.008	50.381.352,92	19.407.841.987	56.956.249,41
E. LIABILITIES MEMO ACCOUNTS	883.666.635	2.593.299,00	484.369.583	1.421.480,80



SOCRATES D. CONSTANTINOY & SON S.A.

PROFIT & LOSS STATEMENT
(1/1/2001 - 9/30/2001)

PROFIT AND LOSS STATEMENT		6 / 30 / 01		6 / 30 / 00	
	in GrD	in EURO	in GrD	in EURO	
I. Operating results					
Sales	7.539.432.262	22.125.993,43	7.017.361.911	20.593.872,08	
Less: Cost of sales	5.406.900.364	15.867.645,97	4.981.121.261	14.618.110,82	
Gross Margin	<u>2.132.531.898</u>	<u>6.258.347,46</u>	<u>2.036.240.650</u>	<u>5.975.761,26</u>	
Plus: Other Operating Income	145.953.645	428.330,58	46.342.358	136.001,05	
Total	2.278.485.543	6.686.678,04	2.082.583.008	6.111.762,31	
LESS: 1. Administrative expenses	545.121.961		420.287.908		
2. Selling expenses	1.173.961.961		997.987.731		
3. Financial results	149.029.644	1.868.113.566	187.483.111	4.712.424,80	
Total operating results	<u>410.371.977</u>	<u>1.204.319,82</u>	<u>476.824.258</u>	<u>1.399.337,51</u>	
II. LESS: Extraordinary results					
Extraordinary & Non-operating Income-Profits	41.921.989		58.986.509		
Extraordinary & Non-operating Expenses-Losses	66.057.938		169.890.794		
Provisions for extraordinary risks	30.949.024	55.084.973	36.963.000	433.946,54	
Operating & extraordinary results (profits)	355.287.004	1.042.661,79	328.956.973	965.390,97	
LESS: Total depreciation of fixed assets	146.055.308		87.211.667		
Less:					
Depreciation included in the operating cost	119.279.308	26.776.000	74.789.808	12.421.859	36.454,47
NET RESULTS (PROFIT) BEFORE TAXES	<u>328.511.004</u>	<u>964.082,18</u>	<u>316.535.114</u>	<u>928.936,50</u>	
PLUS: Proportion of minority shares	116.241.897	341.135,43	-17.529.991	-51.445,31	
NET CONSOLIDATED GROUP RESULTS	<u>444.752.901</u>	<u>1.305.217,61</u>	<u>299.005.123</u>	<u>877.491,19</u>	

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 : 206 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
5. The latest revaluation of the fixed assets value took place during the fiscal year 2000 according to L. 2065/92

Thessaloniki, July 31 2001

THE PRESIDENT & MANAGING DIRECTOR

THE VICE PRESIDENT

THE FINANCIAL DIRECTOR

THE DIRECTOR OF THE ACCOUNTING DEPARTMENT

D. CONSTANTINOY
I.C. No L 119476

K. CONSTANTINOY
I.C. No Z 905961

G. MAKRIS
I.C. No K. 178403

T. FYTILIS
I.C. No TH 164486

AUDITORS REPORT

To the Shareholders of "SOCRATES D. CONSTANTINOY & 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 from January 1 2001 until December 31 2001 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 parent company and the consolidated results appearing on them. 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. 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. 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 12.5% and 8.3% of the consolidated total turnover and total assets and due to their minor importance no audit was held 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 GrD 637,000,000 approximately, the company's management has set up a provision amounting to GrD 199,000,000 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 staffs 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 159 million, from which GrD 23 million will burden the current fiscal year and GrD 136 million will burden the previous fiscal years. 3) The account "Establishment Expenses" includes the amount of GrD 80,269,080 that represents the unamortized balance of a subsidiary loss from debt exchange that resulted from the repayment 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 during the next three years. Therefore, the amount of GrD 26,776,000 has burdened the subsidiary' results during the current year. As a result, the equity capital on June 30 2001 is increased by GrD 80,269,080 while the net consolidated group profit is decreased by GrD 13,650,660. 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 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 for the fiscal year ending December 31 2001, and the consolidated 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, July 31, 2002
The Auditor
Michalis K. Hatzipavlou
A.M. SOEL 12511
DELOITTE & TOUCHE S.A.