



Socrates D. Constantinou and Son S.A.
6th CONSOLIDATED BALANCE SHEET AT DECEMBER 31, 1999
FISCAL YEAR (JANUARY 1, 1999 - DECEMBER 31, 1999)
AMOUNTS IN GrD

ASSETS

	Year ended 1999			Year ended 1998		
	Acquisition Value	Accumulated Depreciation	Net Value	Acquisition Value	Accumulated Depreciation	Net Value
B. FORMATION EXPENSES						
1. Formation and set-up expenses	5.618.058	-	5.618.058	10.433.428	8.401.744	2.031.684
4. Other formation expenses	28.869.108	5.014.992	23.854.116	5.627.000	4.285.289	1.341.711
	<u>34.487.166</u>	<u>5.014.992</u>	<u>29.472.174</u>	<u>16.060.428</u>	<u>12.687.033</u>	<u>3.373.395</u>
C. FIXED ASSETS						
II. Tangible Assets						
1. Fields-Lots	178.317.781	-	178.317.781	178.317.781	-	178.317.781
3. Buildings & Technical works	821.619.679	523.861.523	297.758.156	783.338.459	478.492.001	304.846.458
4. Machinery-technical installations-other mechanical equipment	97.360.139	53.377.811	43.982.328	74.660.621	44.336.398	30.324.223
5. Transportation means	96.953.731	52.880.472	44.073.259	92.966.590	45.036.481	47.930.109
6. Furniture & other equipment	426.142.942	277.732.330	148.410.612	373.462.854	219.820.674	153.642.180
7. Fixed assets under construction and down-payments	248.687.453	-	248.687.453	-	-	-
Total Tangible Assets (CII)	<u>1.869.081.725</u>	<u>907.852.136</u>	<u>961.229.589</u>	<u>1.502.746.305</u>	<u>787.685.554</u>	<u>715.060.751</u>
III. Participations and other long term financial receivables						
7. Other long term receivables			19.650.440			12.532.534
			<u>19.650.440</u>			<u>12.532.534</u>
Total Fixed Assets (CI+CII)			<u>980.880.029</u>			<u>727.593.285</u>
D. CURRENT ASSETS						
I. Inventories						
1. Merchandise			2.288.798.731			1.981.240.982
5. Down payment for inventory purchases			39.159.414			15.994.293
			<u>2.327.958.145</u>			<u>1.997.235.275</u>
II. Receivables						
1. Receivables from clients			2.115.204.139			1.974.005.064
2. Bills receivable						
Bills receivable on hand		7.954.145		4.233.331		
Bills receivable on banks for collection		105.899.150	113.853.295	138.599.339		142.832.670
3. Bill receivable overdue			151.204.187			94.611.311
3a. Cheques receivable			1.650.904.612			1.486.486.407
3b. Cheques receivables overdue			260.584.909			217.041.325
4. Capital receivable within the following period			4.685.286.000			-
10. Doubtful-disputed customers and debtors			117.682.790			82.367.114
11. Sundry Debtors			173.669.891			158.844.004
12. Advances and credits control account			4.814.204			12.620.764
			<u>9.273.204.027</u>			<u>4.168.808.659</u>
III. Securities						
1. Shares			13.500.000			13.500.000
IV. Cash and banks						
1. Cash			59.394.750			26.233.063
3. Sight & time deposits			159.082.590			48.044.992
			<u>218.477.340</u>			<u>74.278.055</u>
Total Current Assets (DI+DII+DIII+DIV)			<u>11.833.139.512</u>			<u>6.253.821.989</u>
E. TRANSITORY ACCOUNTS						
1. Prepaid expenses			702.513			894.400
2. Noncurrent receivables from currently earned income			874.228			13.801.405
3. Other transitory accounts			-			2.168.784
			<u>1.576.741</u>			<u>16.864.589</u>
TOTAL ASSETS (B+C+D+E)			<u>12.845.068.456</u>			<u>7.001.653.258</u>
ASSET MEMO ACCOUNTS						
1. Assets belonging to third assets			6			6
2. Debit accounts of guarantees and collateral security			429.828.507			84.716.322
			<u>429.828.513</u>			<u>84.716.328</u>

AUDITORS REPORT

To the Shareholders of "SOKRATES D. CONSTANTINOU & SON S.A."

We have conducted the audit on the consolidated balance sheet, the consolidated profit & loss statement and the Annex of "Socrates D. Constantinou and Son S.A." and its subsidiaries for the fiscal year ending December 31st 1999 according to the provisions of article 108 of Law 2190/1920. We have applied the standards and requirements accepted by the Institute of Certified Auditors-Accountants and the auditing procedures that we considered pertinent. We have verified that the Directors' Report is consistent with the related Financial Statements.

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.

We have not audited the financial statements of the subsidiaries due to the fact that they represent 11.6% and 12.4% of the consolidated assets and turnover we have not conducted an audit. 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-constested trade and trade debtors amounting to 533 million GrD approximately, the company's management has set up a provision amounting to 216 million GrD approximately which is considered adequate. 2) The firm relying on opinion 205/88 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 101 million GrD from which 24 million GrD will burden the current fiscal year and 77 million GrD will burden the previous fiscal years.

In our opinion taking into consideration our foregoing notes, as well as the Company's notes, the above Consolidated Financial Statements, have been prepared according to the provisions of L.2190/1920 and give a true and fair view of the assets, liabilities, financial position and of the results of operations of the Group of companies, which are included in the consolidation as at December 31, 1999.

Athens, April 18th 2000

The auditor

Michalis K. Hatzipavlou

A.M. SOEL 12511

LIABILITIES & SHARE CAPITAL

	Year ended 1999	Year ended 1998
A. OWNERS EQUITY		
I. Share Capital (7,711,620 shares x 200 GrD per share)		
1. Paid up capital	1,024,800.000	512,400.000
2. Capital subscribed	<u>517,524.000</u>	<u>-</u>
	<u>1,542,324.000</u>	<u>512,400.000</u>
II. Paid in capital in excess of par	<u>4,140,192.000</u>	<u>462,000.000</u>
III. Revaluation reserves - Investment grants and subsidies		
2. Other assets value adjustments	9,974.422	9,974.422
3. Grants for fixed investments	<u>106,421.757</u>	<u>-</u>
	<u>116,396.179</u>	<u>9,974.422</u>
IV. Reserves		
1. Statutory reserve	131,653.134	124,047.962
4. Extraordinary reserves	<u>281,707.300</u>	<u>281,707.300</u>
	413,360.434	405,755.262
Less: Consolidation differences	<u>612,963.733</u>	<u>532,619.714</u>
	-199,603.299	-126,864.452
V. Retained earnings		
Retained earnings for the period	<u>1,146,443.935</u>	<u>1,184,609.326</u>
IX. Minority Rights	<u>99,834.031</u>	<u>62,855.715</u>
Total capital and reserves (AI+AII+AIII+AIV+AV+AIX)	<u>6,845,586.846</u>	<u>2,104,975.011</u>
B. PROVISIONS		
2. Other provisions	<u>216,438.687</u>	<u>190,304.636</u>
C. LIABILITIES		
I. Long term liabilities		
Debenture Loans	<u>1,426,327.849</u>	<u>703,143.962</u>
II. Current liabilities		
1. Suppliers	540,983.653	395,654.336
2. Bills payable	1,040,766.039	601,099.937
2a. Checks payable	203,759.830	86,624.191
3. Short term bank loans	2,264,253.218	2,393,202.598
4. Clients down payments	34,604.296	33,165.326
5. Taxes and duties payable	77,404.779	215,849.182
6. Dues to insurance organizations	44,408.595	42,164.918
10. Dividends payable	78,170.200	204,729.450
11. Syndry creditors	39,814.975	20,717.517
	<u>4,324,165.585</u>	<u>3,993,207.455</u>
Total liabilities (CI+CII)	<u>5,750,493.434</u>	<u>4,696,351.417</u>
D. TRANSITORY ACCOUNTS		
1. Unearned and deferred income	75.708	68.825
2. Accrued expenses	17,279.460	9,623.432
3. Other transitory liability accounts	15,194.321	329.937
Total (D)	<u>32,549.489</u>	<u>10,022.194</u>
TOTAL LIABILITIES & SHAREHOLDERS EQUITY (A+B+C+D)	<u>12,845,068.456</u>	<u>7,001,653.258</u>
LIABILITY MEMO ACCOUNTS		
1. Third party properties	6	6
2. Credit accounts of guarantees and colateral security	<u>429,828.507</u>	<u>84,716.322</u>
	<u>429,828.513</u>	<u>84,716.328</u>

CONSOLIDATED INCOME STATEMENT AS OF DECEMBER 31, 1999

	Year ended 1999		Year ended 1998	
I. OPERATING RESULTS				
Company's turnover		8.005.585.187		7.869.257.054
LESS: Cost of sales		<u>5.253.910.551</u>		<u>5.159.414.234</u>
GROSS INCOME		2.751.674.636		2.709.842.820
PLUS: Other operating income		<u>99.578.387</u>		<u>69.040.706</u>
Total		2.851.253.023		2.778.883.526
LESS: 1. Administrative expenses	667.180.912		518.858.060	
3. Selling expenses	<u>1.493.990.196</u>	<u>2.161.171.108</u>	<u>1.340.519.404</u>	<u>1.859.377.464</u>
OPERATING RESULTS BEFORE FINANCIAL TRANSACTIONS		690.081.915		919.506.062
LESS: 2. Income from securities	550.000		291.972	
4. Interest & related income	<u>10.375.909</u>		<u>6.304.944</u>	
		10.925.909		6.596.916
LESS:				
3. Interest & related expenses	<u>243.142.606</u>	<u>232.216.697</u>	<u>353.522.653</u>	<u>346.925.737</u>
TOTAL OPERATING PROFIT		457.865.218		572.580.325
II. PLUS (or less): EXTRAORDINARY RESULTS				
1. Extraordinary income		47.163.754		121.341.315
2. Extraordinary profits		595.814		8.345.655
3. Previous years income		<u>10.534.465</u>		<u>57.521</u>
		58.294.033		129.744.491
LESS:				
1. Extraordinary expenses	343.561.489		252.054.679	
2. Extraordinary losses	1.725.457		9.040.963	
3. Prior period expenses	2.947.998		1.715.867	
4. Provisions for extraordinary risks	<u>39.588.384</u>	<u>387.823.328</u>	<u>40.508.304</u>	<u>303.319.813</u>
		329.529.295		173.575.322
		128.335.923		399.005.003
OPERATING AND EXTRAORDINARY RESULTS				
LESS: Total depreciation	144.567.639		116.601.509	
LESS: Depreciation incorporated in operating cost	<u>144.567.639</u>		<u>116.601.509</u>	
		-		-
NET PROFITS BEFORE TAXES		128.335.923		399.005.003
Less:				
-Income tax	70.736.485		148.548.092	
-Other not charged to the operating cost taxes	<u>3.215.589</u>	<u>73.952.074</u>	<u>3.215.589</u>	<u>151.763.681</u>
NET RESULTS (PROFIT) FOR THE YEAR AFTER TAXES		54.383.849		247.241.322
Less: Minority interests quota on profit after taxes		42.315.932		3.006.407
NET CONSOLIDATED PROFIT OF THE GROUP FOR THE YEAR AFTER TAXES		96.699.781		250.247.729

NOTES:

1. The last revaluation on the the company's fixed assets was done in the 1996 according to Law 2065/92