



ASSETS

	Year ended 2000			Year ended 1999		
	Acquisition Value	Accumulated Depreciation	Net Value	Acquisition Value	Accumulated Depreciation	Net Value
C. FIXED ASSETS						
II. Tangible Assets						
1. Fields-Lots	249.644.893	--	249.644.893	178.317.781	--	178.317.781
3. Buildings & Technical works	943.887.761	630.686.341	313.201.420	796.507.590	516.213.287	280.294.303
4. Machinery-technical installations-other mechanical equipment	110.006.703	63.557.330	46.449.373	94.851.212	51.308.373	43.542.839
5. Transportation means	98.728.383	61.654.412	37.073.971	92.350.383	49.778.463	42.571.920
6. Furniture & other equipment	420.003.804	294.324.152	125.679.652	370.464.789	242.081.762	128.383.027
7. Fixed assets under construction and downpayments	1.180.825	--	1.180.825	--	--	--
Total Tangible Assets (CII)	1.824.082.369	1.050.222.235	773.860.134	1.532.491.755	859.381.885	673.109.870
III. Participations and other long term financial receivables						
1. Investments in subsidiaries			2.865.280.395			1.356.972.395
7. Other long term receivables			9.260.194			7.074.594
			1.364.046.989			1.364.046.989
Total Fixed Assets (CI+CII+CIII)			2.037.156.859			2.037.156.859
D. CURRENT ASSETS						
I. Inventories						
1. Merchandise			2.184.526.773			2.068.103.787
5. Down payment for inventory purchases			354.855.686			37.833.448
			2.539.382.459			2.105.937.235
II. Receivables						
1. Receivables from clients			2.391.080.109			1.941.083.567
2. Bills receivable						
Bills receivable on hand	600.000			3.543.660		
Bills receivable on banks for collection	88.464.877		89.064.877	105.899.150		109.442.810
3. Bill receivable overdue			74.677.247			143.948.045
3a. Cheques receivable			2.059.731.321			1.469.227.365
3b. Cheques receivables overdue			152.137.527			188.702.621
4. Capital receivable within the following period			--			4.657.716.000
8. Tied up deposit accounts			955.577.285			--
10. Doubtful-disputed customers and debtors			95.061.778			86.715.484
11. Sundry Debtors			212.456.560			112.686.902
12. Advances and credits control account			4.791.516			4.791.516
			1.341.522			8.714.314.310
			6.031.128.226			--
III. Securities						
1. Shares			13.700.000			13.500.000
IV. Cash and banks						
1. Cash			47.085.282			36.335.965
3. Sight & time deposits			22.218.186			23.993.712
			69.303.468			60.329.677
Total Current Assets (DI+DII+DIII+DIV)			8.653.514.153			10.894.081.222
E. TRANSITORY ACCOUNTS						
2. Noncurrent receivables from currently earned income			35.875.539			874.228
3. Other transitory accounts			1.666.664			--
			37.542.203			874.228
TOTAL ASSETS (B+C+D+E)			12.339.457.079			12.932.112.309
ASSET MEMO ACCOUNTS						
2. Debit accounts of guarantees and collateral security			800.831.170			278.088.527

AUDITORS REPORT

To the Shareholders of "SOCRATES 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 subsidiary for the fiscal year ending December 31st 2000 according to the provisions of article 37 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 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. We have verified that the Directors' Report is consistent with the related Financial Statements. The Annex includes the information required by the Companies' Act of Greece (art. 43 a of Code 2190/1920). 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 346,000,000 GrD approximately, the company's management has set up a provision amounting to 134,000,000 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 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 110 million GrD from which 2 million GrD will burden the current fiscal year and 108 million GrD will burden the previous fiscal years. 3) In the account "Participations in affiliated companies" includes the acquisition cost of the shares of non-listed companies amounting to 2,865,280,395 GrD which according to the latest published balance sheet ending on December 31st 2000 will have a book value amounting to 941,388,117 GrD. The company following the tax legislation (art. 28 par. 5 of P.D 186/1995) and judging that the difference amounting to 1,923,892,278 GrD stems from intangible assets that have not been evaluated (representation agreements of foreign houses) has evaluated these shares in their acquisition cost and not in their book value as it stated by art. 43 par. 6 of Law 2190/1920. In our opinion the above financial statements that have resulted from the company's books and records reflect together with the Annex and after taking into consideration our above mentioned remarks the assets, financial position and the results of the company for the fiscal year ending December 31st 1999, 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, April 13th 2001

The auditor

Michalis K. Hatzpavlou
A.M. SOEL 12511

LIABILITIES & SHARE CAPITAL

	Year ended 2000	Year ended 1999
A. OWNERS EQUITY		
I. Share Capital (7,771,620 shares x 200 GrD per share)		
1. Paid up capital	1.542.324.000	1.024.800.000
2. Capital subscribed	--	517.524.000
	<u>1.542.324.000</u>	<u>1.542.324.000</u>
II. Paid in capital in excess of par	<u>4.140.192.000</u>	<u>4.140.192.000</u>
III. Revaluation reserves - Investment grants and subsidies		
1. Securities and participations value adjustments	996.000	996.000
2. Other assets value adjustments	137.920.111	9.974.422
	<u>138.916.111</u>	<u>10.970.422</u>
IV. Reserves		
1. Statutory reserve	148.000.000	127.000.000
4. Extraordinary reserves	281.707.300	281.707.300
	<u>429.707.300</u>	<u>408.707.300</u>
V. Retained earnings		
Retained earnings for the period	<u>1.246.433.838</u>	<u>1.172.886.255</u>
Total Equity (AI+AII+AIII+AIV+AV)	<u>7.497.573.249</u>	<u>7.275.079.977</u>
B. PROVISIONS		
2. Other provisions	<u>140.802.761</u>	<u>175.837.245</u>
C. LIABILITIES		
I. Long term liabilities		
Debenture Loans	<u>782.973.345</u>	<u>1.426.327.849</u>
II. Current liabilities		
1. Suppliers	579.573.121	592.113.139
2. Bills payable	619.503.544	1.008.036.252
2a. Checks payable	--	117.225.250
3. Short term bank loans	834.245.259	1.954.715.063
4. Clients down payments	44.832.471	30.464.600
5. Taxes and duties payable	479.052.621	60.323.115
6. Dues to insurance organizations	44.330.142	39.069.459
7. Longterm liabilities payable in the next period	723.855.907	--
10. Dividends payable	309.226.200	78.170.200
11. Syndry creditors	23.777.738	142.584.900
Total liabilities (CII)	<u>3.658.397.003</u>	<u>4.022.701.978</u>
Total liabilities (CI+CII)	<u>4.441.370.348</u>	<u>5.449.029.827</u>
D. TRANSITORY ACCOUNTS		
2. Accrued expenses	29.964.217	16.970.939
3. Other transitory liability accounts	229.746.504	15.194.321
Total (D)	<u>259.710.721</u>	<u>32.165.260</u>
TOTAL LIABILITIES & SHAREHOLDERS EQUITY (A+B+C+D)	<u>12.339.457.079</u>	<u>12.932.112.309</u>
LIABILITY MEMO ACCOUNTS		
2. Credit accounts of guarantees and colateral security	<u>800.831.170</u>	<u>278.088.527</u>

PROFIT AND LOSS STATEMENT AS OF DECEMBER 31, 2000

	Year ended 2000		Year ended 1999	
I. OPERATING RESULTS				
Company's turnover		9.647.252.592		7.398.288.096
LESS: Cost of sales		<u>6.623.087.510</u>		<u>4.903.296.922</u>
GROSS INCOME		3.024.165.082		2.494.991.174
PLUS: Other operating income		<u>113.164.320</u>		<u>51.845.379</u>
Total		3.137.329.402		2.546.836.553
LESS: 1. Administrative expenses	636.367.074		545.742.737	
3. Selling expenses	<u>1.530.908.577</u>	<u>2.167.275.651</u>	<u>1.306.506.750</u>	<u>1.852.249.487</u>
OPERATING RESULTS BEFORE FINANCIAL TRANSACTIONS		970.053.751		694.587.066
LESS: 2. Income from securities	--		550.000	
4. Interest & related income	<u>21.827.640</u>	<u>21.827.640</u>	<u>4.500.169</u>	<u>5.050.169</u>
LESS:				
3. Interest & related expenses	<u>243.352.806</u>	<u>221.525.166</u>	<u>205.126.771</u>	<u>200.076.602</u>
TOTAL OPERATING PROFIT		<u>748.528.585</u>		<u>494.510.464</u>
II. LESS : EXTRAORDINARY RESULTS				
1. Extraordinary income		53.094.081		42.265.958
2. Extraordinary profits		2.094.960		99.999
3. Previous years' income		<u>3.297.988</u>		<u>10.439.862</u>
Total		58.487.029		52.805.819
LESS:				
1. Extraordinary expenses	138.697.179		309.667.779	
2. Extraordinary losses	--		1.579.875	
3. Prior period expenses	--		1.909.273	
4. Provisions for Extraordinary risks	<u>47.500.000</u>	<u>186.197.179</u>	<u>35.000.000</u>	<u>348.156.927</u>
OPERATING AND EXTRAORDINARY RESULTS		<u>620.818.435</u>		<u>199.159.356</u>
LESS: Total depreciation	159.907.716		128.951.605	
LESS: Depreciation incorporated in operating cost	<u>159.907.716</u>	<u>--</u>	<u>128.951.605</u>	<u>--</u>
NET PROFITS BEFORE TAXES		<u>620.818.435</u>		<u>199.159.356</u>

NOTES:

1. The last revaluation on the the company's fixed assets was performed in the 2000 according to Law 2065/92

AUDITORS REPORT

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Athens, April 13th 2001
The auditor
Michalis K. Hatzipavlou
A.M. SOEL 12511

APPROPRIATION OF INCOME

	Year ended 2000	Year ended 1999
Net income before taxes	620.818.435	199.159.356
(+) Balance broufht forward (profit)	<u>1.172.886.255</u>	<u>1.131.124.510</u>
Total	1.793.704.690	1.330.283.866
LESS:		
1. Income tax	217.806.052	70.322.022
2. Other non-operating taxes	--	3.215.589
Profit available for distribution	<u>1.575.898.638</u>	<u>1.256.746.255</u>

PROFITS APPROPRIATION

1. Statutory Reserves	21.000.000	7.000.000
2. First dividend	308.464.800	76.860.000
8. Profit carried forward	<u>1.246.433.838</u>	<u>1.172.886.255</u>
	<u>1.575.898.638</u>	<u>1.256.746.255</u>