



YALCO - Socrates D. Constantinou and Son S.A.
7th CONSOLIDATED BALANCE SHEET AS OF DECEMBER 31, 2000
FISCAL YEAR (JANUARY 1, 2000- DECEMBER 31, 2000)
AMOUNTS IN GrD

ASSETS

	Year ended 2000			Year ended 1999		
	Acquisition Value	Accumulated Depreciation	Net Value	Acquisition Value	Accumulated Depreciation	Net Value
B. FORMATION EXPENSES						
1. Formation and set-up expenses	20.553.386	4.110.677	16.442.709	5.618.058	--	5.618.058
2. Foreign exchange differences of loans used in the acquisition of fixed assets	3.665.688	--	3.665.688	--	--	--
3. Loan interest of construction period	9.753.598	1.950.720	7.802.878	--	--	--
4. Other formation expenses	206.840.940	67.996.405	138.844.535	28.869.108	5.014.992	23.854.116
	<u>240.813.612</u>	<u>74.057.802</u>	<u>166.755.810</u>	<u>34.487.166</u>	<u>5.014.992</u>	<u>29.472.174</u>
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	1.012.053.790	656.081.103	355.972.687	821.619.679	523.861.523	297.758.156
4. Machinery-technical installations-other mechanical equipment	116.346.376	67.018.739	49.327.637	97.360.139	53.377.811	43.982.328
5. Transportation means	166.548.304	95.826.014	70.722.290	96.953.731	52.880.472	44.073.259
6. Furniture & other equipment	542.217.634	390.244.666	151.972.968	426.142.942	277.732.330	148.410.613
7. Fixed assets under construction and down-payments	777.734.615	--	777.734.615	248.687.453	--	248.687.453
Total Tangible Assets (CII)	<u>2.864.545.612</u>	<u>1.209.170.522</u>	<u>1.655.375.090</u>	<u>1.869.081.725</u>	<u>907.852.136</u>	<u>961.229.589</u>
III. Participations and other long term financial receivables						
7. Other long term receivables			24.343.042			19.650.440
			<u>24.343.042</u>			<u>19.650.440</u>
Total Fixed Assets (CI + CII)			<u>1.679.718.132</u>			<u>980.880.029</u>
D. CURRENT ASSETS						
I. Inventories						
1. Merchandise			3.167.596.126			2.288.798.731
5. Down payment for inventory purchases			<u>355.567.555</u>			<u>39.159.414</u>
			<u>3.523.163.681</u>			<u>2.327.958.145</u>
II. Receivables						
1. Receivables from clients			2.812.892.273			2.115.204.139
2. Bills receivable						
Bills receivable on hand					7.954.145	
Bills receivable on banks for collection		13.796.224			<u>105.899.150</u>	113.853.295
3. Bill receivable overdue		<u>88.464.877</u>	102.261.101			151.204.187
3a. Cheques receivable			4.782.828.255			1.650.904.612
3b. Cheques receivables overdue			201.968.365			260.584.909
4. Capital receivable within the following period			--			4.685.286.000
8. Tied-up deposit accounts			1.104.336.948			
10. Doubtfull-disputed customers and debtors			302.102.309			117.682.790
12. Advances and credits control account			<u>1.843.563</u>			<u>173.669.891</u>
			<u>9.512.901.170</u>			<u>9.273.204.027</u>
III. Securities						
1. Shares			<u>13.700.000</u>			<u>13.500.000</u>
IV. Cash and banks						
1. Cash			53.325.444			59.394.750
3. Sight & time deposits			<u>65.782.990</u>			<u>159.082.590</u>
			<u>119.108.434</u>			<u>218.477.340</u>
Total Current Assets (DI + DII + DIII + DIV)			<u>13.168.873.285</u>			<u>11.833.139.512</u>
E. TRANSITORY ACCOUNTS						
1. Prepaid expenses			977.063			702.513
2. Noncurrent receivables from currently earned income			35.875.539			874.228
3. Other transitory accounts			<u>1.666.664</u>			<u>1.576.741</u>
			<u>38.519.266</u>			<u>1.576.741</u>
TOTAL ASSETS (B+C+D+E)			<u>15.053.866.493</u>			<u>12.845.068.456</u>
ASSET MEMO ACCOUNTS						
1. Assets belonging to third assets			--			6
2. Debit accounts of guarantees and colateral security			<u>982.571.150</u>			<u>429.828.507</u>
			<u>982.571.150</u>			<u>429.828.513</u>

LIABILITIES & SHARE CAPITAL

	Year ended 2000	Year ended 1999
A. OWNERS EQUITY		
I. Share Capital (7,711,620 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		
2. Other assets value adjustments	137.920.111	9.974.422
3. Grants for fixed investments	177.030.131	106.421.757
	<u>314.950.242</u>	<u>116.396.179</u>
IV. Reserves		
1. Statutory reserve	155.554.670	131.653.134
4. Extraordinary reserves	281.707.300	281.707.300
	437.261.970	413.360.434
Less: Consolidation differences	2.260.110.936	612.963.733
	<u>-1.822.848.966</u>	<u>-199.603.299</u>
V. Retained earnings		
Retained earnings for the period	<u>1.191.176.563</u>	<u>1.146.443.935</u>
IX. Minority Rights		
	<u>-89.733.115</u>	<u>99.834.031</u>
Total capital and reserves (AI+All+AIII+AIV+AV+AIX)	<u>5.276.060.724</u>	<u>6.845.586.846</u>
B. PROVISIONS		
2. Other provisions	<u>167.780.029</u>	<u>216.438.687</u>
C. LIABILITIES		
I. Long term liabilities		
1. Debenture Loans	782.973.345	1.426.327.849
2. Bank Loans	129.303.997	
	<u>912.277.342</u>	
II. Current liabilities		
1. Suppliers	620.551.053	540.983.653
2. Bills payable	639.083.765	1.040.766.039
2a. Checks payable	317.295.639	203.759.830
3. Short term bank loans	4.504.098.511	2.264.253.218
4. Clients down payments	650.561.868	34.604.296
5. Taxes and duties payable	519.730.437	77.404.779
6. Dues to insurance organizations	59.243.120	44.408.595
7. Long term bills payable in the next period	749.717.598	--
10. Dividends payable	310.314.260	78.170.200
11. Syndry creditors	50.355.938	39.814.975
	<u>8.420.952.189</u>	<u>4.324.165.585</u>
Total liabilities (CI+CII)	<u>9.333.229.531</u>	<u>5.750.493.434</u>
D. TRANSITORY ACCOUNTS		
1. Unearned and deferred income	83.279	75.708
2. Accrued expenses	46.996.426	17.279.460
3. Other transitory liability accounts	229.746.504	15.194.321
Total (D)	<u>276.796.209</u>	<u>32.549.489</u>
TOTAL LIABILITIES & SHAREHOLDERS EQUITY (A+B+C+D)	<u>15.053.866.493</u>	<u>12.845.068.456</u>
LIABILITY MEMO ACCOUNTS		
1. Third party properties	--	6
2. Credit accounts of guarantees and collateral security	982.571.150	429.828.507
	<u>982.571.150</u>	<u>429.828.513</u>

CONSOLIDATED INCOME STATEMENT AS OF DECEMBER 31, 2000

	Year ended 2000		Year ended 1998	
I. OPERATING RESULTS				
Company's turnover		13.800.000		8.005.585.187
LESS: Cost of sales		<u>9.911.302.648</u>		<u>5.253.910.551</u>
GROSS INCOME		3.889.693.597		2.751.674.636
PLUS: Other operating income		275.438.839		99.578.387
Total		<u>4.165.122.436</u>		<u>2.851.253.023</u>
LESS: 1. Administrative expenses	864.093.854		667.180.912	
3. Selling expenses	<u>2.103.711.041</u>		<u>1.493.990.196</u>	
OPERATING RESULTS BEFORE FINANCIAL TRANSACTIONS		2.967.804.895		2.161.171.108
		<u>1.197.317.541</u>		<u>690.081.915</u>
LESS: 2. Income from securities	--		550.000	
4. Interest & related income	<u>98.329.809</u>		<u>10.375.909</u>	
		<u>98.329.809</u>		<u>10.925.909</u>
LESS: 3. Interest & related expenses		<u>533.057.389</u>		<u>243.142.606</u>
		434.727.580		232.216.697
TOTAL OPERATING PROFIT		762.589.961		457.865.218
II. PLUS (or less): EXTRAORDINARY RESULTS				
1. Extraordinary income	126.420.837		47.163.754	
2. Extraordinary profits	2.094.960		595.814	
3. Previous years income	<u>3.299.358</u>		<u>10.534.465</u>	
	131.815.155		58.294.033	
LESS: 1. Extraordinary expenses	103.438		343.561.489	
2. Extraordinary losses	--		1.725.457	
3. Prior period expenses	<u>368.739</u>		<u>2.947.998</u>	
4. Provisions for extraordinary risks	<u>52.613.089</u>		<u>39.588.384</u>	
	156.419.835		387.823.328	
		<u>329.529.295</u>		<u>329.529.295</u>
		128.335.923		128.335.923
OPERATING AND EXTRAORDINARY RESULTS				
LESS: Total depreciation	294.429.965		144.567.639	
LESS: Depreciation incorporated in operating cost	<u>203.641.849</u>		<u>144.567.639</u>	
		<u>90.788.116</u>		<u>-</u>
NET PROFITS BEFORE TAXES		647.197.165		128.335.923
Through transfer	647.797.165		128.335.923	
Less:				
Tax audit differences	38.339.477		70.736.485	
-Income tax	<u>223.769.164</u>		<u>3.215.589</u>	
-Other not charged to the operating cost taxes	--		262.108.641	
		<u>262.108.641</u>		<u>73.952.074</u>
NET RESULTS (PROFIT) FOR THE YEAR AFTER TAXES		385.088.524		54.383.849
Less: Minority interests quota on profit after taxes		<u>7.617.213</u>		<u>42.315.932</u>
NET CONSOLIDATED PROFIT OF THE GROUP FOR THE YEAR AFTER TAXES		377.471.311		96.699.781

NOTES:

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

AUDITORS REPORT

To the Shareholders of "SOKRATIS D. KONSTANTINOJ & SON S.A."

We have conducted the audit on the consolidated balance sheet, the consolidated profit & loss statement and the Annex of "Socrates D. Konstantinou and Son S.A." and its subsidiaries for the fiscal year ending December 31st 2000 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 13,11% and 4,9% 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 577 million GrD approximately, the company's management has set up a provision amounting to 159 million GrD approximately which is considered adequate. 2) the firm relying on opinion 20588 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 136 million GrD from which 5 million GrD will burden the current fiscal year and 131 million GrD will burden the previous fiscal years. 3) In the financial statement the amount of GrD 107,045,080 is included that represents the net value of debt foreign exchange differences in Yen of a subsidiary, that arose in 2000 due to liabilities payoff and the fiscal year's valuation. Following PCL 12948, 12.2000, the period's results have not been burdened with this amount, according to provisions of L. 2190/1920, but the "Other establishment expenses" account has been equally increased. 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, 2000.

Athens, April 18th 2001
The auditor
Michalis K. Hatzigeorgiou
A.M. SOEL 12511