



SOCRATES D. CONSTANTINOU & SON S.A

CONSOLIDATED FINANCIAL STATEMENTS as of DECEMBER 31st, 2004 (January 1st - December 31st 2004) Reg No. 8349/06/B/86/02

ASSETS		LIABILITIES AND EQUITY	
	AMOUNTS UNTIL 12.31.2004	AMOUNTS UNTIL 12.31.2003	
B. ESTABLISHMENT EXPENSES	145.570,89	184.596,30	A. CAPITAL AND RESERVES
C. FIXED ASSETS			I. Share Capital
II. Tangible assets	21.426.722,89	20.095.301,23	(13.191.620 shares x 0,62 Euro)
Less: Accumulated Depreciation	9.933.531,09	8.770.553,59	8.178.804,40
	11.493.191,80	11.324.747,64	II. Paid in Capital in Excess
III. Participations & other long-term financial assets	87.003,37	83.421,48	12.150.233,31
Total Fixed Assets	11.580.195,17	11.408.169,12	III. Revaluation - Investment grants difference
D. CURRENT ASSETS			807.002,85
I. Inventories	13.045.397,53	11.217.727,84	IV. Reserves
II. Customers	10.641.116,35	11.202.028,77	3.271.125,26
Other Receivables	11.705.882,47	13.319.390,41	Less: Consolidation differences
III. Securities	244.979,20	29.031,33	6.264.367,63
IV. Available Cash	1.602.344,23	3.895.034,36	V. Prior periods' results
Total Current Assets (DI+DII+DIII+DIV)	37.239.719,78	39.662.712,71	-1.140.668,86
E. TRANSIT DEBIT ACCOUNTS	25.190,29	53.121,83	VI. Differences from the conversion of abroad subsidiaries balance
TOTAL ASSETS (B+C+D+E)	48.990.676,13	51.308.599,56	1.090,90
ASSET MEMO ACCOUNTS	14.110.313,16	13.796.114,60	IX. Minority rights
			-139.175,07
			Total Shareholders Equity (AI+AII+AIII+AIIV+AV+AVI+AVII)
			16.864.046,26
			Results 1/1-31/12/04
			2.262.636,58
			Tax audit differences
			-18.500,11
			2.244.136,47
			1.937.481,47
			B. PROVISIONS FOR CONTINGENCIES AND EXPENSES
			19.628,76
			24.682,28
			C. LIABILITIES
			I. Long-term liabilities
			1. Long-term bank accounts liabilities
			17.261.515,76
			II. Short-term Liabilities
			1. Short-term bank accounts liabilities
			6.291.195,11
			2. Other Short-term liabilities
			6.114.460,87
			12.405.655,98
			Total Liabilities (CI-CII)
			29.667.171,74
			D. TRANSIT CREDIT ACCOUNTS
			195.692,90
			TOTAL LIABILITIES AND EQUITY (A+B+C+D)
			48.990.676,13
			208.725,03
			51.308.599,96
			LIABILITIES MEMO ACCOUNTS
			14.110.313,16
			13.796.114,60

PROFIT AND LOSS ACCOUNT as of DECEMBER 31ST 2004(1.1 - 12.31.2004)

	12.31.2004	12.31.2003	
I. OPERATING RESULTS			NOTES
Turnover (Sales)	45.145.513,41	46.887.073,22	1. The above consolidated financial statements include the following Companies: 1)SOCRATES D. CONSTANTINOU & SON S.A. (parent)
Less: Cost of Goods Sold	28.877.153,03	30.504.525,40	2) EXCEL S.A. 3) Rota Centre Logistics S.A. 4) Omnisshop S.A. 5) Kormos Distribution S.A. 7) Velkon Service Ltd and 7) YALCO HUNGARY KFT. The consolidation was made according with articles 90 to 109 of 2190/1920 Law regarding S.A.'s. For the conversion into Euro of YALCO HUNGARY KFT financial figures, the method of end of exchange rate was followed.
GROSS OPERATING PROFIT	16.268.360,38	16.382.547,82	2. There are no pledges against the fixed assets.
Plus: Other Operating Income	431.641,49	526.598,69	3. There are no significant cases disputed in courts or under arbitration differences and decisions of courts or arbitrators that may significantly affect the financial position or the operations of the firm.
Total	16.700.001,87	16.909.146,51	4. The total number of employed personnel as of 31/12/2004 is 278.
Less: 1. Administrative Expenses	4.392.693,55	3.854.805,93	5. The basic accounting principles that were followed are the same with the ones used for the preparation of the financial statement at the end of fiscal year.
2. Selling Expenses	8.944.784,98	8.313.708,38	6. The last revaluation of fixed assets took place in 2003 fiscal year, according to L. 2065/92, which resulted to goodwill.
3. Financial Results	1.023.294,40	1.321.446,74	7. The parent company has been audited up to fiscal year 2000, whereas the subsidiaries OMNISHOP S.A., Kormos Distribution S.A., Velkon Service Ltd until fiscal year 2002, EXCEL S.A. until 1998 and Rota Centre Logistics S.A. was not audited since its establishment, 2000 fiscal year use.
Total net operating income before extraordinary items and taxes	2.339.228,94	3.419.185,46	8. In the Assets Account "Securities" is included the acquisition value of these securities amounted to Euro 244.979,20.
II. Less: Extraordinary results			9. In accordance with the 4-digit STACOD-2003 classification the company's Net Turnover as of 31/12/2004 by category of economic activity is analyzed as follows:
1. Extraordinary & Non-operating Income-Profits	445.082,42	754.479,32	287.9 Construction of other metallic products
2. Extraordinary & Non-operating Expenses-Losses	565.062,92	694.996,79	514.2 Wholesale of clothing and footwear
3. Provisions for extraordinary risks	847,60	120.828,10	514.3 Wholesale of electrical house appliances
Operating & extraordinary results	1.798.210,51	1.876.137,25	514.4 Wholesale of china, glassware and cleaning products
Less: Total depreciation recorded	1.798.210,51	1.876.137,25	514.5 Wholesale of other houseware
Depreciation included in the operating cost			515.6 Wholesale of intermediate products
Results for period before holdings depreciation	2.218.400,84	3.178.265,20	518.7 Wholesale of other machinery used in the industry, commerce and pilotage.
Less: Holdings Depreciation			524.4 Retail of furniture, lamps and houseware products
NET INCOME before TAXES	2.218.400,84	1.799.420,83	528.2 Repairing of houseware electrical appliances and micro appliances
Plus/Minus Minority shares proportion	44.235,74	-22.692,36	631.2 Inventory
NET CONSOLIDATED INCOME FOR THE GROUP before taxes	2.262.636,58	1.776.728,47	TOTAL
			4.410.099,98
			15.0408,82
			3.226.804,46
			27.012.979,69
			3.832.310,23
			255.324,38
			5.531.358,84
			739.848,11
			96.586,02
			159.792,90
			45.145.513,41

THESSALONIKI, 02/15/2005

THE
CHAIRMAN AND C.E.O

THE
VICE - CHAIRMAN

THE
CHIEF FINANCIAL OFFICER

THE
CHIEF ACCOUNTANT

CONSTANTINOU D.
ID No. L 119476

CONSTANTINOU K.
ID No. 2.905961

MAKRIS G.
ID No. K 178403

FITILIS T
ID No. L 164486- Reg No 15514 A Class

CERTIFIED AUDITOR'S - ACCOUNTANT REPORT

To the Board of Directors of "SOCRATES D. CONSTANTINOU & SON S.A."

We have conducted the audit on the above Summary Financial Statements of "Socrates D. Constantinou and Son S.A." from January 2004 until December 2004 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 are considered pertinent and we did not realize any inconsistencies or omissions that can significantly affect both the consolidated asset structure and the financial position as well as the results of the aforementioned parent Company and its subsidiaries included in the consolidation. Included in the consolidation are the financial statements that are not accompanied by a Certified Auditor's Accountants Report, which totally represent 10.38% and 9.07% of the consolidated total turnover and total assets and due to the minor importance no audit was conducted on them. From our audit the following arose:

- For the covering of contingencies that might arise from receivables and cheques overdue as well as for doubtful-converted trade debtors amounting to Euro 1.891.000 approximately, the companies' administration has set up a provision amounting to Euro 315.000. In our opinion the provision for doubtful and disputed receivables should have been greater by Euro 1.576.000 approximately.
- The companies 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 until the end of 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 Euro 831.000 approximately, from which Euro 79.880 approximately would burden the current fiscal year while Euro 751.120 approximately would have burdened the previous fiscal years.
- A tax audit has not been performed on the parent Company as the major Companies included in the consolidation for the fiscal years 2001 until 2004, and for this reason the tax obligations for these fiscal years have not been finalized. According to the audit we have conducted, we have realized that the above financial statements, result in accordance with the provisions of Law 2190/1920 "about entities' anonymous companies" and after taking into consideration our-above mentioned remarks and the notes provided by the Company, do not contain any inconsistencies or omissions that can significantly affect both the appearing asset structure and financial position of the group of the companies included in the consolidation on December 31st 2004, 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 by the parent Company on a basis consistent with that of the previous fiscal year. It is noted that the current certification is issued for the purposes of article 90 of L. 2533/1997 and does not substitute the certification of the regular audit that is required in accordance with article 108 of C.L. 2190/1920. For this reason it is likely that some funds of the above summary financial statements to present differences with the full year financial statements which will be published with the aforementioned regular audit certification.

Athens 18/02/2005
THE CERTIFIED AUDITOR - ACCOUNTANT
EMMANOUEL A. PLIDIS
REG-SOEL 12021