

ASSETS	AMOUNTS UNTIL 30.06.2004	AMOUNTS UNTIL 30.06.2003	LIABILITIES AND EQUITY	AMOUNTS UNTIL 30.06.2004	AMOUNTS UNTIL 30.06.2003
B. ESTABLISHMENT EXPENSES	39.921,18	155.137,72	A. CAPITAL AND RESERVES		
C. FIXED ASSETS			I. Share Capital	8.178.804,40	8.178.804,40
II. Tangible assets	19.006.554,67	18.487.429,96	(13.191.620 shares x 0,62 Euro)		
Less: Accumulated Depreciation	8.271.947,71	7.169.638,21	II. Paid in Capital in Excess	12.150.233,31	12.150.233,31
	10.734.606,96	11.317.791,75	of par	303.143,03	195.838,59
III. Participations & other long-term financial assets	1.200.883,83	1.967.098,65	III. Revaluation- Investment grants differences	3.270.027,93	2.947.165,92
			IV. Reserves	7.871.772,83	8.882.622,16
Total Fixed Assets (CII+CIII)	11.935.490,79	13.284.890,40	Less: Securities valuation differences	2.390.473,49	2.378.348,29
			V. Retained Earnings	18.420.909,33	16.967.765,35
D. CURRENT ASSETS			Total Shareholders Equity (AI+AII+AIII+AIV+AV)	1.618.525,85	1.582.802,65
I. Inventories	11.904.767,03	10.582.121,64	Results 1/1-30/06/04		
II. Customers	12.613.016,27	13.920.286,73	B. PROVISIONS FOR CONTINGENCIES AND EXPENSES		300.582,77
Other Receivables	10.381.641,75	11.818.962,46	C. LIABILITIES		
III. Securities	187.807,28	43.433,60	I. Long-term liabilities	17.248.655,03	19.767.657,00
IV. Available Cash	344.947,24	443.912,35	1. Long term liabilities bank account		
Total Current Assets (DI+DII+DIII+DIV)	35.432.179,57	36.808.716,78	II. Short-term Liabilities	1.000.000,00	2.877.109,13
			1.Short term liabilities bank account	7.023.465,44	6.036.349,15
TOTAL ASSETS (B+C+D)	47.407.591,54	50.248.744,90	2.Other short term liabilities	8.023.465,44	8.913.458,28
ASSET MEMO ACCOUNTS	11.666.041,83	12.745.241,61	Total Liabilities (CI+CII)	25.272.120,47	28.681.115,28
			D. TRANSIT CREDIT ACCOUNTS	2.096.035,89	2.716.475,85
			TOTAL LIABILITIES AND EQUITY (A+B+C+D)	47.407.591,54	50.248.744,90
			LIABILITIES MEMO ACCOUNTS	11.666.041,83	12.745.241,61

PROFIT AND LOSS ACCOUNT as of June 30th 2004(1.1 - 30.06.2004)

	30.06.2004	30.06.2003	NOTES
I. OPERATING RESULTS			1. There are no pledges against fixed assets.
Turnover (Sales)	19.996.038,40	19.476.252,66	2. There are no cases disputed in courts or under arbitration that may significantly affect the financial position or operations of the firm.
Less: Cost of Goods Sold	12.595.972,85	12.451.179,46	3. The total number of employed personnel as of 30/06/2004 is 216
GROSS OPERATING PROFIT	7.400.065,55	7.025.073,20	4. 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.
Plus: Other Operating Income	332.663,27	201.309,16	5. The last revaluation of fixed assets took place in 2000 fiscal year, according to L. 2065/92.
Total	7.732.728,82	7.226.382,36	6. A tax audit has been conducted on the company until 2000 fiscal year.
Less: 1. Administrative Expenses	1.763.614,27	1.497.116,59	7. In the Assets Account in "Securities" is included the acquisition value of the shares amounted to Euro 178,709,70
2. Selling Expenses	3.568.329,50	3.304.600,97	8. In accordance with the 4-digit STACOD-2003 classification the company's Net Turnover as of 30/06/2004 by category of economic activity is analyzed as follows:
3. Financial Results	391.503,73	527.948,30	
Total net operating income before extraordinary items and taxes	2.009.281,32	1.896.716,50	
II. Less: Extraordinary results			Euros
Extraordinary & Non-operating Income-Profits	101.698,37	97.165,27	287.9 Construction of other metallic products
Extraordinary & Non-operating Expenses-Losses	342.453,84	161.079,12	514.2 Wholesale of clothing and footwear
Provisions for extraordinary risks	150.000,00	250.000,00	514.3 Wholesale of electrical house appliances
Operating & extraordinary results	1.618.525,85	1.582.802,65	514.4 Wholesale of china, glassware and cleaning products
Less: Total depreciation recorded	792.757,87	854.605,65	514.9 Wholesale of other houseware
Depreciation included in the operating cost	792.757,87	854.605,65	515.6 Wholesale of intermediate products
			TOTAL
TOTAL NET INCOME before TAXES	1.618.525,85	1.582.802,65	19.996.038,40

THESSALONIKI, 08/04/2004

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. I 164486- Reg No 15514 A Class

AUDITORS REPORT
Towards the Board of Directors of "SOCRATES D. CONSTANTINOU & SON S.A."

We have carried out the audit required by the provisions of Article 6 of the P.D. 360/1985, as amended by Article 90 of L.2533/1997, in accordance with the principles and auditing standards followed by the Institute of Certified Public Accountants of Greece and the audit procedures which we deemed necessary, to determine whether the above condensed financial statements for the period January 1, 2004 to June 30, 2004 of Socrates D. Constantinou & Son S.A. do not contain errors or omissions which materially affect the asset structure and the financial position of the Company and its results of operations for the year then ended. Our audit included the operating results of the activities of the Company's branches. The books and records maintained by the Company were made available to us, and necessary information and other explanations requested were provided. The Company has complied with the provisions of the Greek Chart of Accounts. No changes in the accounting principles have been made compared to prior year and the cost of production has been determined in accordance with accepted methods of costing. Our audit revealed the following:

- In order to cover possible losses from notes and cheques which are delayed as well as doubtful and disputed debts totalling € 900.000 the Company has made a provision amounting to € 450.000. In our opinion, the Company should have made an additional provision of € 450.000.
 - The Company based on ruling 205/1988 at the Legal Council of State at Article 10 and Law 2065/1992 only provides for retirement benefits payable for those employees, reaching the retirement criteria within the following year. In our opinion, the Company should provide for retirement benefits for all staff irrespective of when they reach the retirement criteria. If the provision had been provided for by this method, this liability would amount to € 716.070 approximately, out of which € 57.870 would be charged to the result of the period (in the respective period of 2003 the comparative amount was approximately € 46,316).
 - The Company has not been audited by the tax authorities for the years 2001 to 2003 and therefore, the tax liabilities for those years have not been finalized.
- Based on the audit performed, we have ascertained that the above financial statements derive from the books, and the records of the Company and except for the matters discussed above and the Company's notes below the balance sheet, do not contain errors and/or omissions which materially affect the financial position and asset structure of the Company as of June 30, 2004 and the results of its operations for the period then ended, in accordance with the prevailing legislation and the accounting principles followed by the Company which are generally accepted in Greece and do not differ from those applied in the respective period of the previous year.

Athens, August 6, 2004
The Certified Public Accountant
Emmanuel Pelidis
Reg. No (ICPA (GR)): 12021
DELOITTE & TOUCHE S.A