



THEMELIODOMI S.A.

ALLOCATION REPORT OF FUNDS RAISED THROUGH COMPANY'S SHARE CAPITAL INCREASE WITH CASH (4th QUARTER 2002) amounts in thousand Euro

According to the decision of the Athens Stock Exchange with number 34/5-11-1999, it is announced that from the Share Capital Increase of the company through a rights issue and the issue of 15,450,000 common registered shares of a nominal value of GrD 200 and a subscription price of GrD 2,200 per share, which was decided on the Extraordinary Shareholders' Meeting on 09/17/1999, was ratified by ASE's Board of Directors and was certified by the Company's Board of Directors on 12/28/1999, the subscription right was exercised from 11/19/1999 until 12/20/1999, while the new shares resulted from the particular increase were listed on the ASE on 01/25/2000. From the increase a net amount of 98,799.33 thousand Euro was raised (99,750.55 thousand Euro in total deducting the floatation expenses amounting to 951.22 thousand Euro) which was mentioned in the Prospectus and the decisions of modification of the General Meetings of 06/29/01, 05/02/02 and 11/25/02 was allocated as follows:

TYPE OF INVESTMENT	MODIFIED ALLOCATION ACCORDING TO THE AMENDMENT OF THE EXTRAORDINARY GENERAL MEETING OF THE COMPANY ON NOVEMBER 25, 2002					Amendment of the General Meeting of 06.29.2001	Amendment of the General Meeting of 05.02.2001	Allocation according to the prospectus*	USE OF THE RAISED FUNDS							
	2000	2001	2002	2003	Total				From 1/1/2000 Until 12/31/2000	From 1/1/2001 Until 12/31/2001	From 1/1/2002 Until 03/31/2002	From 4/1/2002 Until 06/30/2002	From 7/1/2002 Until 09/30/2002	From 10/1/2002 Until 12/31/2002	Total Allocated Funds until 12/31/2002	Total non-allocated Funds
1 Mechanical equipment	4.920,81	2.510,13	775,22	1.000,00	9.206,16	13.206,16	13.206,16	8.804,11	4.920,81	2.510,13	29,58	23,13	519,87	291,13	8.294,65	911,51
2 Organization-modernization of the company	164,73	538,29	250,10	514,23	1.467,35	2.347,76	1.467,35	1.467,35	164,73	538,29	69,69	81,77	98,64	171,33	1.124,45	342,90
3 Working Capital	0,00	0,00	4.950,00	3.638,22	8.588,22	13.176,82	2.347,76	13.176,82	0,00	0,00	0,00	0,00	2.950,00	2.000,00	4.950,00	3.638,22
4 Participation in self financed projects																
a) Self Financed projects	0,00	0,00	0,00	1.173,88	1.173,88	2.934,70	1.173,88	14.673,51	0,00	0,00	0,00	0,00	0,00	0,00	0,00	1.173,88
b) Privatization program	0,00	0,00	0,00	0,00	0,00	586,94	0,00	8.804,11	0,00	0,00	0,00	0,00	0,00	0,00	0,00	0,00
c) Parking Stations in Thessaloniki and other cities	0,00	450,00	663,00	2.672,77	3.785,77	8.804,11	3.785,77	7.336,76	0,00	450,00	0,00	0,00	333,00	0,00	783,00	3.002,77
Total	0,00	450,00	663,00	3.846,65	4.959,65	12.325,75	4.959,65	30.814,38	0,00	450,00	0,00	0,00	333,00	0,00	783,00	4.176,65
5 Development of Subsidiaries																
a) Acquisitions & formation of network of companies	13.940,44	15.539,67	12.352,67	0,00	41.832,78	26.412,33	44.020,54	7.336,76	13.940,44	15.539,67	4.308,15	3.074,15	2.500,37	2.520,10	41.882,88	-50,10
b) Energy projects	952,29	165,06	1.197,85	1.206,44	3.521,64	3.521,64	3.521,64	8.804,11	952,29	165,06	7,04	1.190,81	0,00	0,00	2.315,20	1.206,44
c) Real Estate management	13.979,13	1.637,04	1.846,93	4.547,18	22.010,28	22.010,27	22.010,28	11.738,81	13.979,13	1.637,03	377,40	1.469,54	0,00	1.815,66	19.278,76	2.731,52
d) Participation in subsidiaries' share capital increase	2.174,61	1.581,80	1.035,08	2.545,25	7.336,74	3.815,11	7.336,75	5.869,41	2.174,61	1.581,81	1.029,70	0,00	5,38	1.006,95	5.798,45	1.538,29
Total	31.046,47	18.923,57	16.432,53	8.298,87	74.701,44	55.759,35	76.889,21	33.749,09	31.046,47	18.923,57	5.722,29	5.734,50	2.505,75	5.342,71	69.275,29	5.426,15
6 Agrotourism projects	72,84	166,72	1,23	0,00	240,79	2.347,76	293,47	4.402,05	72,84	166,72	0,25	0,97	0,00	0,79	241,57	-0,78
7 Business expansion in the Balkan Countries Market	132,17	106,26	0,21	348,29	586,93	586,94	586,94	7.336,76	132,17	106,26	0,00	0,21	0,00	4,65	243,29	343,64
Grand Total	36.337,02	22.694,97	23.072,29	17.646,26	99.750,54	99.750,54	99.750,54	99.750,56	36.337,02	22.694,97	5.821,81	5.840,58	6.407,26	7.810,61	84.912,25	14.838,29
LESS: CAPITAL ISSUE EXPENSES	951,20				951,20	951,20	951,20	951,22								951,20
BALANCE	35.385,82	22.694,97	23.072,29	17.646,26	98.799,34	98.799,34	98.799,34	98.799,34	36.337,02	22.694,97	5.821,81	5.840,58	6.407,26	7.810,61	84.912,25	13.887,09
Temporary allocation of non-allocated funds																
1 Mutual Funds																6.749,82
2 Sight Deposits																487,49
3 Equity portfolio of companies listed in the ASE																6.649,78
Total non-allocated balance																13.887,09

* Taking into consideration that the Share Capital increase took place on 12/28/1999, the anticipated investments for the fiscal years 1999, 2000, 2001 will be covered in the fiscal years of 2000, 2001, 2002, 2003.

Notes:

In order for THEMELIODOMI S.A. to be classified in the new higher class, the 7th class of the Contracting Companies' Register of the Ministry for the Environment, Physical Planning and Public Works, it proceeded with the following: on one hand the merger by manner of absorption of NESTOS S.A. and on the other hand the takeover and, in turn, the merger by manner of absorption of five (5) more contracting companies, of which three (3) belonged to class G and two (2) to class F of the Contracting Companies' Register. As a result, following the changes in the Group, it was imperative that new business planning actions be undertaken, something that affected the use of the capital, as set forth below:

- 1) **Mechanical Equipment.** Increase of the total allocated funds compared to the anticipated by the Prospectus, for the enhancement of the current equipment.
- 2) **Organization-Modernization.** The sums originally stipulated in the Prospectus remained stable and will be used as part of the reorganization of the new Group – in the form of a contracting company, by means of obtaining the new certificate.
- 3) **Working Capital.** It is fixed anew at € 8.588.22 thousand (decision reached by the General Meeting held on 25/11/2002) and will be used for the purpose of realising the company's construction projects and covering the production-related expenditures of the public works of a substantial cost estimate undertaken within 2002 (Reconstruction of Kaftantzoglio Stadium, Biological Treatment Facility of Constantza, Romania, etc.) as well as the ones it is expected to undertake within 2003.
- 4) **Participation in self financed projects.** a) Self financed Projects: Decrease of the total allocated amount compared to the anticipated by the Prospectus, since the junction of highways, as well as the self-financed projects (highways) delayed significantly. b) Privatization program: Decrease of the total allocated funds compared to the anticipated by the Prospectus, since the company participates in the first bidding competition for the privatization of the International Fair of Thessaloniki, amounting to GrD 5.1 billion with a 20% participation and despite the fact that the company made the highest bid, the competition was declared void. The remaining companies of the Public sector have not announced the particular time and procedure of privatization. c) Parking Stations. Decrease of the total allocated amount compared to the Prospectus, since the amount is adequate to cover the needs from 2002 until 2003 for the construction of the parking lot in Veria (already started), the parking lot in Ioannina where the relative contract has been signed (03/09/2001) but there are a delay due to legal problems, the parking lot in Larissa and in Kalamaria Thessaloniki where the concession agreement will soon be signed.
- 5) **Development of subsidiaries.** a) Acquisitions and formation of network of companies. Increase of the total allocated funds compared to the ones mentioned in the Prospectus, aa) Takeover by 100% and merger by manner of absorption of the companies set forth below, thus aiming at the classification of THEMELIODOMI in the 7th class of the Contracting Companies' Register: I) TECHNIKI MACEDONIAS S.A. (TEMAK S.A.) at a total price of € 7,923.70 thousand, II) EVRODOMI S.A. at a total price of € 8,804.11 thousand, III) V. PAGONIS S.A. at a total price of € 5,869.41 thousand, IV) PRODOMI S.A. at a total price of € 2,112.99 thousand and V) P. ANASTASSIOULTD. at a total price of € 2,347.77 thousand. It is noted that the aforementioned prices are lower than the values of the companies mentioned above, as contained in the valuation reports of an international auditing company and presented in the Merger Prospectus in August 2002. ab) Takeover by 65% – at a total price of € 650 thousand – of the German company THOLANDER Ablufttechnik GmbH, which engages in air pollutants' treatment systems. b) Energy projects. Decrease of the total allocated fund compared to the anticipated by the Prospectus, since the materialization of this program has begun, with the creation of self-funding subsidiaries. c) Real Estate Management. Increase of the total allocated fund, taking into consideration that the company is willing to significantly develop this sector, by realizing further investments. d) Participation in subsidiaries' share capital increase. Increase of the total allocated fund, taking into consideration that the company is willing to significantly further strengthen its subsidiaries, by realizing further investments.
- 6) **Agrotourism projects.** Decrease of the total allocated fund compared to the anticipated by the Prospectus, since the respective investment program is covered by its subsidiary TOPOS S.A.
- 7) **Business expansion in the Balkan Countries Market.** Decrease of the allocated fund compared to the Prospectus, since the design for the acquisition of a Bulgarian company, based in Sofia was aborted, as well as the expansion of the activities in other Balkan countries will take place through subsidiaries, which will be self-financed.
- 8) **Temporary allocation of non-allocated balance.** The non-allocated balance of 13,887.09 thousand Euro approximately, until the exhaustion of investments according to the ones mentioned in page 19 of the Prospectus, has been placed in low-risk investments as it is analyzed in the table above. It is noted that, the amount invested in Mutual Funds as well as the amount of investments in shares of listed companies, related to the temporary allocations as stated above, and relate to acquisition values. It is also noted that, the term "low-risk investments" has been taken from the ratified Prospectus (page 19). Changes in the type of investments, due to the circumstances of the sector and of the wider changes of the Economy, as well as any deviations anticipated in the Prospectus, an implementation timetable will be placed for approval at the Ordinary Annual Shareholders' Meeting.

Thessaloniki, February 24, 2003

PRESIDENT OF THE BOARD OF DIRECTORS

THE CHIEF EXECUTIVE OFFICERS

THE FINANCIAL MANAGER

HEAD OF ACCOUNTING DEPARTMENT

THEODORA TAMPAKOULI

NIKOLAOS ECONOMOU

KON/NOS PATRAMANIS

VASILIOS KARAKATSANIS

CHRISTOS STEFOULIS

CERTIFIED AUDITOR'S- ACCOUNTANT'S REPORT

We have audit the above data of THEMELIODOMI S.A., by applying the standards and requirements accepted by the Institute of Certified Auditors-Accountants. From our audit, we judge that the above data result from the accounting books and records, which the company kept, as well as from the approved by the A.S.E. Prospectus.

Thessaloniki, February 25, 2003

THE CERTIFIED AUDITOR-ACCOUNTANT
SKABAVIRIAS GEORGE