



# THEMELIODOMI S.A.

## CONSOLIDATED SUMMARY FINANCIAL STATEMENT AS OF JUNE 30, 2004 (1/1/2004 - 06/30/2004)

(Amounts in Euro)

ASSETS	06/30/2004	06/30/2003	SHAREHOLDERS' EQUITY LIABILITIES AND RESERVES	06/30/2004	06/30/2003
<b>B) FORMATION EXPENSES</b>			<b>A) SHAREHOLDERS' CAPITAL</b>		
Acquisition cost	18,770,616.26	19,793,665.74	I. Share Capital	22,317,540.05	22,317,540.05
Less: Accumulated amortisation	14,335,440.78	11,630,177.98	II. Share premium account	83,558,916.63	88,563,518.66
Formation expenses, net	<u>4,435,175.48</u>	<u>8,163,487.98</u>	III. Revaluation reserves from Invest. grants	3,363,532.86	1,538,516.73
<b>C) FIXED ASSETS</b>			IV. Reserves	11,718,722.02	6,163,875.60
I. Intangible Assets			V. Retained earnings from previous periods	5,210,212.44	2,611,308.21
Acquisition cost	23,386,584.70	23,386,584.70	VI. Deposits and appropriations for capital increase	95,017.68	-
Minus: Accumulated depreciation	22,533,791.19	16,721,508.50	VIII. Consolidation differences	(3,514,694.52)	(2,544,783.25)
Intangible fixed assets, net	<u>852,793.51</u>	<u>6,665,076.20</u>	IX. Minority rights to the Share Capital	6,574,853.54	4,839,833.81
II. Tangible Assets			<b>TOTAL SHAREHOLDERS' EQUITY</b>	<u>129,324,100.70</u>	<u>123,489,809.81</u>
Acquisition value	83,103,295.71	79,335,936.00	<b>A1. Profits (losses) for the period</b>	<u>3,890,521.59</u>	<u>5,958,839.38</u>
Minus: Accumulated depreciation	22,548,920.63	21,677,422.02	<b>B) PROVISIONS</b>	<u>1,465,019.73</u>	<u>1,627,862.62</u>
Tangible fixed assets, net	<u>60,554,375.08</u>	<u>57,658,513.98</u>	<b>C) LIABILITIES</b>		
III. Participating interests and long term receivables	20,021,276.15	13,436,460.11	I. Long term liabilities	9,171,868.27	4,858,872.74
<b>TOTAL FIXED ASSETS</b>	<u>81,428,444.74</u>	<u>77,760,050.29</u>	II. Current liabilities	151,177,476.13	116,812,986.89
<b>D) CURRENT ASSETS</b>			<b>TOTAL LIABILITIES</b>	<u>160,349,344.40</u>	<u>121,671,859.63</u>
I. Inventories	32,072,415.92	26,061,724.48	<b>D) ACCRUALS AND DEFERRED INCOME</b>	<u>5,750,109.47</u>	<u>1,094,546.34</u>
II. Trade debtors	51,797,034.81	34,131,238.96	<b>TOTAL SHAREHOLDERS' EQUITY AND LIABILITIES</b>	<u>300,779,095.89</u>	<u>253,842,917.78</u>
Other receivables	118,427,875.47	73,122,934.23	<b>Memo Accounts</b>	<u>165,970,600.04</u>	<u>169,376,477.64</u>
III. Securities	4,443,882.04	8,473,704.45			
IV. Cash and cash equivalents	4,454,812.51	23,700,797.64			
<b>TOTAL CURRENT ASSETS</b>	<u>211,196,020.75</u>	<u>165,490,399.76</u>			
<b>E) PREPAYMENTS AND ACCRUED INCOME</b>	<u>3,719,454.92</u>	<u>2,428,979.75</u>			
<b>TOTAL ASSETS (B+C+D+E)</b>	<u>300,779,095.89</u>	<u>253,842,917.78</u>			

### Notes of financial statements:

1) The following companies were included in the current financial statements: THEMELIODOMI S.A., PERIVALLON S.A., TEROM THEMELIODOMI SRL, IONIOS INVESTEMENT S.A., T.O.KAT S.A., HELIODOMI S.A., SYNTHESIS S.A., TOPOS S.A., THOLANDER GmbH, VERIA PARKING STATIONS S.A. and VARDAR CONSTRUCTION Ltd, which prepared their financial statements for consolidation purposes on 06.30.2004. 2) The Extraordinary General Meeting of the Shareholders on 07.12.2002 approved the merger through absorption of THEMELIODOMI S.A. with "NESTOS S.A.", "TE.MAK. S.A.", "B. PAGONIS S.A.", "PRODOMI S.A.", "EVRODOMI S.A.", "P.ANASTASIOU Ltd". Share capital increased by the amount of 3,503,900.00 Euro from NESTOS S.A. share capital and by the amount of 273,640.05 Euro resulting from the equivalent capitalization of the account "Paid in capital in excess of par" with increase in share nominal value from 0,60 Euro to 0,65 Euro and issuing of 3,434,677 new shares. The share capital increase was also approved by the company's Board of Directors on 09.10.2002, while the new stocks traded in listed in Athens Exchange on 09.16.2002. 3) In accordance to the interpretive letter 1021577/10206/B0012/POL.1038/3.5.2003 of article 29 Law 3091/2002 (Government Gazzete 330/12.24.2002) the parent company's BoD decided to off-set with reserves account "Paid in Capital in excess of par" the resulted GOODWILL from the absorption of the companies (note 2) amounting to € 21,588,423.40 as is determined by the par.1 of article 29 in both fiscal years. 4) Total investments on fixed assets of the companies included in the consolidation for the period 01.01.2004 - 06.30.2004 amounted to € 1,924,310.62. 5) On the fixed assets of the parent company and two of its subsidiaries there are notes to mortgages amounting to € 9,878,949.35 and € 12,107,043.00 respectively in order to secure bank loans. 6) Income (Income from Participations) from joint ventures are based on estimations on realized figures from previous periods and the up-to-present progress of the projects. It is noted that the amounts are presented prior to the deduction of the corresponding income tax. 7) There are no cases contested in courts or under arbitration, nor decisions of judicial or administrative institutions, influencing the financial position or the operations of the Group. 8) The basic accounting principles used are the same as those used in the previous period. 9) The employed personnel on 06.30.2003 amounted to 1,000 people. 10) The last revaluation on the fixed assets of the company included in the consolidation took place on 12.31.2000 according to the provisions of Law 2065/92. 11) STAKOD-03 analysis of the parent company, its consolidated subsidiaries as well as their joint ventures by category is as follows:

142.1 Stone & sand quarries. Extraction or surface reception of sand	18,772.20
266.3 Production of concrete	5,547.59
451.1 Demolition and depilation of buildings - landworks	295,407.00
452.1 Construction of buildings and civil engineer's projects	41,734,716.31
452.3 Construction of highways, roads, airports and athletic facilities	49,842,803.91
452.4 Construction of hydraulic and marine projects	932,228.20
452.9 Other special construction projects	4,504,697.97
453.2 Insulation projects	2,989.49
453.9 Other buildings facilities	15,400.00
454.4 Colorations and placement of glass panes	14,212.00
454.9 Other buildings completion works	9,298.66
515.5 Wholesale of chemical products	9,056.40
519.0 Other wholesale activities	738,629.65
551.1 Hotels and Motels with restaurant	8,439.58
632.1 Other auxiliary land transportation activities	175,095.15
742.0 Architects & civil engineers activities & other technical consultancy activities	20,888.14
900.1 Sewage and garbage treatment, hygiene & similar activities	3,448,020.74
926.9 Other athletic activities	348,808.95
	<u>102,125,011.94</u>

**PROFIT AND LOSS ACCOUNT AS OF JUNE 30, 2004 (1/1/2004 - 06/30/2004)**

	<u>06/30/2004</u>		<u>06/30/2003</u>	
<b>I. Turnover</b>				
Company's turnover	46,109,195.89		50,200,276.87	50,200,276.87
Turnover from participation in joint ventures	56,015,816.05		18,037,705.39	
Total	<u>102,125,011.94</u>		<u>68,237,982.26</u>	
Less: Cost of sales (construction activity)		<u>45,240,032.55</u>		<u>45,630,277.46</u>
Gross operating profit		869,163.34		4,569,999.41
Plus: 1. Other operating income		<u>280,971.48</u>		<u>93,627.99</u>
Subtotal		1,150,134.82		4,663,627.40
Less: 1. Administrative expenses	3,493,868.37		3,651,238.47	
2. Distribution expenses	<u>210,864.14</u>		<u>199,152.97</u>	<u>3,850,391.44</u>
Partial operating profits		<u>(2,554,597.69)</u>		<u>813,235.96</u>
Plus:				
1. Participation income	10,598,130.09		5,744,781.92	
2. Income from securities	358.09		777.51	
3. Profits from sale of participations & securities	2,330.94		667,135.22	
4. Interest and similar income	<u>21,840.11</u>	10,622,659.23	<u>4,285.99</u>	6,416,980.64
Less:				
2. Expenses & losses participations & securities	1,128,075.85		4,202,618.58	
3. Interest and similar expenses	<u>1,705,138.03</u>	<u>2,833,213.88</u>	<u>7,789,445.35</u>	<u>5,539,939.47</u>
Total operating profits		<u>5,234,847.66</u>	<u>1,337,320.89</u>	<u>877,041</u>
Plus: Extraordinary results				1,690,277.13
1. Extraordinary and non-operating income	52,844.85		114,717.13	
2. Extraordinary profits	112,090.69		5,574,084.08	
3. Income from previous periods	3.00		22,178.45	
4. Income from provisions of previous periods	<u>-</u>	164,938.54	<u>246,248.14</u>	5,957,227.80
Less:				
1. Extraordinary and non-operating expenses	396,612.73		33,955.35	
2. Extraordinary losses	5,782.29		31,534.72	
3. Expenses of previous periods	118,463.53		645,420.37	
4. Provisions for contingencies	<u>-</u>	<u>520,858.55</u>	<u>(355,920.01)</u>	710,910.44
Operating and extraordinary profits		<u>4,878,927.65</u>		<u>6,936,594.49</u>
Less: Accumulated depreciation	2,987,378.43		3,717,608.19	
Less: Depreciation incorporated in operating cost	<u>1,747,927.75</u>		<u>2,524,444.66</u>	<u>1,193,163.53</u>
<b>Net Results (losses) before taxes</b>		<u>3,639,476.97</u>		<u>5,743,430.96</u>
<b>Less: Minority proportion to the losses</b>	<u>(246,477.03)</u>		<u>(215,408.42)</u>	<u>5,958,839.38</u>
<b>Net balance of the period</b>		<u>3,885,954.00</u>		

Thessaloniki, August 26, 2004

THE PRESIDENT OF THE B.o.D.

THE CHIEF EXECUTIVE OFFICERS

THE CHIEF FINANCIAL MANAGER

THE CHIEF ACCOUNTANT

THEODORA TAMBAKOULI

NIKOLAOS EKONOMOU KONSTANTINOS PATRAMANIS

KONSTANTINOS MILOPOULOS

CHRISTOS STEFOULIS

**CERTIFIED AUDITOR'S REPORT**

To the Board of Directors of "THEMELIODOMI S.A."

We have audited in accordance with the provisions of article 6 of P.D. 360/1985, as amended by article 90 of L.2533/1997 and the auditing procedures we considered necessary, in conformity with the auditing standards followed by the Institute of Certified Auditors-Accountants in Greece, in order to obtain reasonable assurance that the above consolidated summary financial statements of "THEMELIODOMI S.A." and its subsidiaries, concerning the period from 01/01/2004 to 30/06/2004, are free of errors and omissions that materially affect the Consolidated assets, liabilities and financial position as well as the consolidated results of the above parent company and of its subsidiaries, as note No.1 of the Company, which are included in the consolidation. From the ten (10) subsidiary Companies which are included in the consolidation, three (3) of them are audited by Certified Auditors, on whose records we based on, but we did not audit the rest seven (7) companies because of the fact that they represent a minus rate of 13,22% and 11,96% correspondingly, of consolidated total assets and turnover. As a result of our audit, it is noted that: 1) The Company following the favourable provisions of article 37 of tax law 2874/2000 charged the results for the period with depreciation expenses amount € 1.059.643,55 for the total loss of € 10.596.345,52 which incurred on the sale and value measurement of shares and equity mutual funds within the year 2000, and that loss should charge totally the results for the year 2000. The balance that is amount € 1.059.643,55 is disclosed in the account "Formation expenses" and it will be amortized according to the provisions of the above mentioned tax law. 2) In the Asset item C-III "Financial Assets" are included mainly: a) The acquisition cost of shares and parts of twentytwo (22) companies unlisted in the A.S.E., from which one (1) of them is audited by Certified Auditor, valued at their acquisition cost totaling to € 16.289.140,43. From the lastly drawn up balance sheets and on the basis of the valuation rules of the C.L. 2190/1920 and the provisions of P.D. 186/92 B.R.C., the above acquisition cost at 30.06.2004 should had been reduced by € 1.279.202,12. b) The acquisition cost of a participation in projects construction joint-ventures of € 1.432.635,33, the balance sheets of which are not audited by Certified Auditors. 3) In the Assets item D-II "Receivables" are included also balances overdue, beyond one year, of approximately € 3.144.797,77. The set up till 30.06.2004 relative provision for contingent loss owing to non collection amounts to € 462.572,72. It has not been set up a provision chargeable to the results for the year equal in amount to the above difference of € 2.682.225,05. 4) In the Assets item D-III "Marketable securities" are included shares of Companies listed in the A.S.E., as well as parts of equity mutual funds valued at the acquisition cost and on the basis of the valuation rules of C.L. 2190/1920, the shown value of € 4.443.882,04 should had been reduced by € 2.301.070,81. In our opinion, based on our audits, the above consolidated summary financial statements have been prepared according to the provisions of C.L. 2190/1920 "Companies' Act of Greece" and after taking in to consideration our foregoing notes as well as the company's notes mentioned afore, are free of errors and omissions that materially affect the consolidated assets, liabilities and the consolidated financial position of all the companies which are included in the consolidation as at 30/06/2004 as well as the consolidated results of operations for the period then ended, in conformity with legal requirements and generally accepted accounting principles applied by the parent company on a basis consistent with that for the respective period of the preceding year.

Thessaloniki, August 27, 2004

THE CERTIFIED PUBLIC ACCOUNTANT AUDITOR

SKABAVIRIAS GEORGIOS  
SOELREG. No 14661

S.O.L. S.A. – Certified Auditors Accountants