

The following data and information aim at providing general information on the financial standing and the of NEOCHIMIKI L.V. LAVRENTIADIS S.A.. We, therefore, recommend the reader, before proceeding to any kind of investment or other transaction with the company, to look to the company's website [www.neochimiki-lavrentiadis.gr](http://www.neochimiki-lavrentiadis.gr), where all periodical financial statements under IFRS are presented.

**CONSOLIDATED FINANCIAL STATEMENT FOR THE PERIOD 01.01-31.03.2005**

Amounts in thousand €	31.03.2005	31.12.2004
<b>ASSETS</b>		
Fixed Assets	117.179	113.074
Inventories	23.172	19.135
Receivables clients	25.621	17.758
Other assets	4.739	5.539
<b>TOTAL ASSETS</b>	<b>170.711</b>	<b>155.506</b>
<b>CAPITAL AND LIABILITIES</b>		
Long-term Liabilities	62.959	63.288
Short-term bank loans	33.357	23.114
Other Short-term liabilities	17.833	15.042
Total liabilities (a)	114.149	101.444
Total equity attributable to equity holders of the parent	56.360	53.788
Minority interest	201	274
Total Equity (b)	56.562	54.062
<b>TOTAL CAPITAL AND LIABILITIES(a) + (b)</b>	<b>170.711</b>	<b>155.506</b>

**CONSOLIDATED INCOME STATEMENT FOR THE PERIOD 01.01-31.03.2005**

Amounts in thousand €	1.01-31.03.2005	1.01-31.03.2004
<b>Turnover</b>	<b>24.489</b>	<b>16.541</b>
<b>Gross profit/ (loss)</b>	<b>8.163</b>	<b>5.366</b>
<b>Profit/ (loss) before taxes, financing and investing activities</b>	<b>4.303</b>	<b>2.939</b>
<b>Profit/ (loss) before taxes, financing, investing activities and depreciation</b>	<b>5.894</b>	<b>4.090</b>
<b>Profit / (loss) before taxes</b>	<b>3.149</b>	<b>2.096</b>
Less taxes	481	264
<b>Profit/ (loss) after taxes</b>	<b>2.669</b>	<b>1.832</b>
<b>Attributable to:</b>		
Company's shareholders	2.671	1.758
Minority interest	-2	74
Earnings per share - basic (after tax) (in €)	0,074	0,051

**STATEMENT OF CHANGES IN NET EQUITY**

Amounts in thousand €	31.03.2005	31.03.2004
Equity balance at beginning (01.01.2005 and 01.01.2004 respectively)	54.062	35.804
Increase/ (decrease) of the share capital		
Distributed dividends		
Net income recognized directly in equity	-171	10
Net income (loss) for the period	2.671	1.832
Acquisition/ (sale) of own shares		
Equity balance at end (31.03.2005 and 31.03.2004 respectively)	<b>56.562</b>	<b>37.646</b>

**STATEMENT OF CONSOLIDATED CASH FLOWS**

Amounts in thousand €	1.01-31.03.2005	1.01-31.03.2004
<b>Operating Activities</b>		
Profits before taxes	3.149	2.096
Plus/ less adjustments for :		
Depreciation/amortization	1.591	1.151
Provisions	6	47
Exchange differences		
Results (income, expenses, profit and loss) from investing activities		
Interest expenses and related costs	1.009	642
Plus/ less adjustments for changes in working capital or related to operating activities :		
Decrease/ (increase) in inventories	-4.037	-1.554
Decrease/ (increase) in receivables	-10.339	2.106
(Decrease) / increase in liabilities (except for banks)	3.271	-3.465
Less:		
Interest charges and related expenses paid	-336	-648
Paid taxes	-153	
Total inflows/ (outflows) from operating activities (a)	<b>-5.838</b>	<b>375</b>
<b>Investing Activities</b>		
Acquisition of subsidiaries, affiliated companies, joint-ventures and other investments		
Purchase of tangible and intangible fixed assets	-5.642	-2.985
Earnings from sales of tangible and intangible fixed assets		
Received taxes		
Received dividends		
Total inflows/ (outflows) from investing activities (b)	<b>-5.642</b>	<b>-2.985</b>
<b>Financing Activities</b>		
Proceeds from share capital increase		
Proceeds from issued loans	12.273	3.758
Payments of loans		
Payments of financial leasing liabilities (capital installments)	-671	-681
Dividends paid	-70	0
Total inflows/ (outflows) from financing activities (c)	<b>11.531</b>	<b>3.072</b>
<b>Net increase/ (decrease) in cash and cash equivalent for the period (a) + (b) + (c)</b>	<b>52</b>	<b>467</b>
<b>Cash and cash equivalent in the beginning of period</b>	<b>1.848</b>	<b>1.205</b>
<b>Cash and cash equivalent in the end of period</b>	<b>1.899</b>	<b>1.672</b>

**TABLE OF ADJUSTMENTS IN EQUITY**

Amounts in thousand €	31.12.2003	31.12.2004
<b>Equity as previously disclosed</b>	<b>28.428</b>	<b>43.780</b>
<b>Adjustments due to IFRS:</b>		
Elimination of share capital of subsidiary companies		
Reduction of share premium by the expenses of the public offering of shares, that had previously been capitalised (including deferred tax)	-848	-848
Deferred taxes of previous adjustment	296	237
Transfer of government grants from shareholders' equity to deferred revenues	-188	
Effect of 2003 fixed asset valuation adjustments on reserves (including deferred tax)	6.286	
Effect of fixed asset valuation adjustments on reserves (including deferred tax)		3.973
Goodwill from investment acquisitions previously reported as part of shareholders' equity		4.606
Effect on initially calculated goodwill due to adjustments of the financial statements of the acquired companies from the adoption of IFRS		190
Difference of attributed profits to minority due to the adjustments of the financial statements of consolidated companies		
<b>Retained earnings</b>		
Adjustment of depreciation of tangible assets from the adoption of depreciation rates related to the useful life of the assets	0	46
Amortization of expenses previously capitalized	-303	-682
Adjustment in reported value of receivables	0	-189
Recognition of employee benefit obligations due to retirement	-127	187
Recognition of deferred tax	113	186
Recognition of gains from exchange differences resulting from the valuation of liabilities and receivables in foreign currency	19	13
Adjustment from different accounting treatment of financial leasing	112	331
Transfer of dividends to the accounting period in which they are declared	2.016	2.196
Other adjustments		36
<b>Total adjustments</b>	<b>7.376</b>	<b>10.283</b>
<b>Invested equity funds, per the International Financial Reporting Standards</b>	<b>35.804</b>	<b>54.063</b>

**Additional information:**

1. Companies consolidated in the above financial statements are presented in the following table, which includes the years not audited by tax authorities

COMPANY NAME	HEADQUARTERS - COUNTRY	% OF CONSOLIDATION	UNAUDITED YEARS
NEOCHIMIKI L.V. LAVRENTIADIS S.A.	GREECE	PARENT COMPANY	2
LAMDA DETERGENT S.A.	GREECE	100%	1
LAMDA LAMDA S.A.	GREECE	99.99%	1
LAMDA PACK S.A.	GREECE	99.99%	1
LAMDA POLYMERS INTERNATIONAL S.A.	GREECE	99.99%	1
PETRONET S.A.	GREECE	99.99%	1
LAMDA FERTILIZERS S.A.	GREECE	99.99%	1
SPEDIMET S.A.	GREECE	80.43%	2
CHEMICAL SOLUTIONS S.A.	GREECE	99.99%	2
ATLANTIC POLYMERS AND CHEMICALS S.A.	GREECE	99.99%	1
NEOCHIMIKI BEOGRAD AD	SERBIA	99.99%	1
GLOBAL GALAX S.A.	SERBIA	60.00%	1
NEOCHIMIKI LAVRENTIADIS LTD	CYPRUS	100%	1
NEOCHIMIKI ROMANIA SA	ROMANIA	99.84%	1
NEOCHIMIKI BULGARIA SA	BULGARIA	100%	1

2. There are no mortgages on the fixed assets of the company

3. There are no matters disputed by law or under arbitration, neither decisions of judges or arbitrators, which may have significant repercussions on company's financial operation

4. As of 31/3/05 the company employed 385 people

5. The subsidiaries are consolidated with the full consolidation method from the date that the control on them is initiated and consolidation ends from the date that such control no longer exists.