

**CONSOLIDATED BALANCE SHEET (Amounts in EUR '000s)**

ASSETS	30 Sep 04	30 Sep 03	EQUITY & LIABILITIES	30 Sep 04	30 Sep 03
<b>FORMATION EXPENSES</b>			<b>EQUITY</b>		
Acquisition value	9,618	8,219	Paid-in Capital	30,151	30,142
Minus: Accumulated amortization	(7,407)	(6,330)	Reserves	107,821	102,526
<b>Formation expenses, net</b>	<b>2,210</b>	<b>1,889</b>	Consolidation differences	540	178
			Minority rights	1,675	1,266
<b>FIXED ASSETS</b>			<b>TOTAL SHAREHOLDERS' EQUITY</b>	<b>140,187</b>	<b>134,112</b>
Intangible Assets			<b>PROVISIONS</b>	<b>18,115</b>	<b>16,419</b>
Acquisition value	186,471	145,785			
Minus: Accumulated amortization	(78,441)	(73,736)	<b>LIABILITIES</b>		
<b>Intangible assets, net</b>	<b>108,030</b>	<b>72,049</b>	Long term liabilities		
Tangible Assets			Long term loans	67,973	62,622
Acquisition value	281,989	226,075	Other long term liabilities	240	118
Minus: Accumulated depreciation	(146,871)	(116,178)	Short term liabilities		
<b>Tangible fixed assets, net</b>	<b>135,118</b>	<b>109,897</b>	Suppliers	32,081	24,280
<b>Participations and other long term assets</b>	<b>19,650</b>	<b>17,490</b>	Short term loans	140,648	75,461
			Other short term liabilities	11,475	7,032
<b>TOTAL FIXED ASSETS</b>	<b>262,798</b>	<b>199,436</b>	<b>TOTAL LIABILITIES</b>	<b>252,418</b>	<b>169,513</b>
<b>CURRENT ASSETS</b>			<b>PROFIT BEFORE TAXES FOR THE PERIOD</b>		
Inventories	74,846	61,929	Group	20,219	19,085
Receivables			Minority	1,267	721
Customers	55,285	38,890	<b>PROFIT BEFORE TAXES</b>	<b>21,487</b>	<b>19,806</b>
Other receivables	29,408	30,405			
Marketable securities	5,970	4,745			
Cash and banks	15,405	9,246			
<b>TOTAL CURRENT ASSETS</b>	<b>180,915</b>	<b>145,215</b>			
<b>TRANSITORY ACCOUNTS</b>	<b>1,659</b>	<b>1,832</b>	<b>TRANSITORY ACCOUNTS</b>	<b>15,376</b>	<b>8,522</b>
<b>TOTAL ASSETS</b>	<b>447,582</b>	<b>348,373</b>	<b>TOTAL EQUITY AND LIABILITIES</b>	<b>447,582</b>	<b>348,373</b>
<b>MEMO ACCOUNTS</b>	<b>12,009</b>	<b>19,589</b>	<b>MEMO ACCOUNTS</b>	<b>12,009</b>	<b>19,589</b>

**CONSOLIDATED PROFIT & LOSS ACCOUNT (amounts in EUR '000s)**

	Jan - Sep 2004	Jan - Sep 2003
Sales	308,510	222,685
- Cost of goods sold	(229,639)	(160,430)
<b>Gross profit</b>	<b>78,871</b>	<b>62,255</b>
+ Other operating income	3,149	2,337
- General & Administration expenses	(31,333)	(24,288)
- Selling expenses	(21,123)	(15,406)
<b>Operating profit</b>	<b>29,565</b>	<b>24,898</b>
+ Profit of affiliated companies	1,008	983
+ Gain from securities	381	0
+ Interest & other financial income	319	235
- Loss on affiliated companies		
- Interest & other financial expenses	(6,078)	(3,854)
<b>Total profit from ordinary operations</b>	<b>25,194</b>	<b>22,263</b>
+ Extraordinary & non-operating income/(expense)	(62)	54
- Total depreciation & amortisation	(23,251)	(20,593)
+ Depreciation & Amortisation included in operating costs	19,605	(3,645)
<b>Profit Before Taxes</b>	<b>21,487</b>	<b>19,806</b>
- Minority Rights	(1,267)	(721)
<b>Group Profit Before Taxes</b>	<b>20,219</b>	<b>19,085</b>

**Notes to the financial statements:**

1. The following companies have been consolidated in the financial statements:

**A. Full consolidation**

- 1) S&B Industrial Minerals S.A.
- 2) SARDA PERLITE Srl
- 3) SIBIMIN OVERSEAS LTD and its subsidiary "SINO-HELLENIC MIN. Co. LTD"
- 4) HELLENIC BAUXITES OF HELIKON G.L. BARLOS S.A.
- 5) INDUSTRIAL MACHINERY & EQUIPMENT TRADING Co S.A.
- 6) MOTODYNAMICS S.A.
- 7) ISOCON S.A.
- 8) S&B HOLDING GmbH and its subsidiaries:
  - a) S&B Industrial Minerals GmbH (consolidated)
  - b) OTAVI MINEN AG
  - c) S&B NORTH AMERICA INC.
  - d) S&B Industrial Minerals Kft
  - e) OTAVI Iberica S.L.u.
  - f) BENTONIT A.D.
  - g) Stollberg GmbH

**B. Equity consolidation**

- 1) LAVIOSA CHIMICA MINERARIA S.p.a.
- 2) LAVIOSA PROMASA S.A.
- 3) BENTEC S.p.A.
- 4) A.B.C. KALYFTAKI S.A.

2. During the current fiscal year, Stollberg GmbH (full consolidation), BENTONIT A.D. (full consolidation) and A.B.C. KALYFTAKI S.A. (equity consolidation) are consolidated for the first time and for that reason the figures of this period are not comparable with those of the previous one.

3. There are no pledges against fixed assets.

4. The total number of employees is 2,081.

5. The financial statements of the group's foreign subsidiaries are converted into EUR at the exchange rates of 30/09/2004 for the B/S items and at the average exchange rates of the period for the P&L items.

6. Under Intangible Assets, goodwill of EUR 104.88 mil (acquisition value) is included. Goodwill was generated by the acquisition of various companies and is amortised (a) in accordance with IAS (by 5%) and (b) according to the amortisation rates valid in the countries where the subsidiaries are located. If goodwill were amortised by 20%, according to the Greek accounting principles - Law 2190/1920, goodwill amortisation would be increased by EUR 44.22 mil for the period ending December 31, 2003 and by EUR 10.11 mil for the current period.