

Short-term claims against affiliated companies	826.966	3.045.837
Short-term claims on affiliated companies	38.056	62.765
Blocked deposit accounts	1.298	527
Other long-term claims		601
Doubtful debtors and clients	529.589	218.994
- Provisions	415.783	195.521
Other debtors	19.123.168	14.912.676
Other advance payments and credits	318.865	58.811
	63.399.696	61.576.503
Marketable Securities		
Shares	2.945.704	511
Other securities	1.059	1.059
Treasury stock	4.768.558	3.577.294
	7.715.322	3.578.865
- Provisions for securities devaluation	1.744.982	21.155
	5.970.340	3.557.710
Cash and Banks		
Cash	1.427.882	352.439
Sight and time deposits	10.530.053	22.077.476
	11.957.935	22.429.915
TOTAL CURRENT ASSETS	138.523.675	139.846.971
TRANSITORY ACCOUNTS		
Deferred expenses	653.218	549.279
Period income receivables	268.960	634.255
Other transitory accounts	99.843	580.494
	1.022.021	1.764.028
TOTAL ASSETS	354.864.425	337.167.668
MEMO ACCOUNTS		
Third party assets	2.288.150	1.161.646
Guarantees, debit accounts	12.725.276	12.082.836
Bilateral agreements	29.347	29.347
Other memo accounts	0	0
	15.042.773	13.273.829

Long term liabilities payable next year	33.883.443	186.677
Amounts owed to other companies with participating interests	0	1.800.603
Dividends payable	6.828.977	6.821.098
Other creditors	7.423.148	7.602.321
Total Short-term Liabilities	128.906.777	94.515.708
TOTAL LIABILITIES	193.751.766	183.535.956

TRANSITORY ACCOUNTS		
Deferred expense	69.819	31.498
Accrued expenses for the year	1.907.223	2.154.347
Other transitory accounts	671.203	1.448.556
	2.648.245	3.634.401

TOTAL EQUITY & LIABILITIES	354.864.425	337.167.668
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MEMO ACCOUNTS		
Third party asset item	2.288.150	1.161.646
Guarantees, credit accounts	12.725.276	12.082.836
Bilateral agreements	29.347	29.347
Other memo accounts	15.042.773	13.273.829

CONSOLIDATED PROFIT & LOSS ACCOUNT (Amounts in EUR)

Jan - Dec 2002

Sales	289.550.328	291.296.827
- Cost of Sales	(206.770.987)	(210.152.501)
Gross Profit	82.779.341	81.144.326
+ Other operating income	5.908.248	5.566.365
- General & Administration expenses	(35.194.006)	(33.692.790)
- Selling expenses	(55.536.367)	(52.102.243)
Operating Profit	33.151.222	34.608.448
+ Profit of associated companies	1.193.145	1.181.787
+ Profit from sale of participations & securities	0	3.237.995
+ Interest and other similar income	309.032	508.395
	1.502.177	4.928.177
- Differences from valuation of participations & securities	20.371	5.560
- Loss from participations & securities	44.650	0
- Interest and other similar expense	5.141.588	6.413.956
Total Profit from Ordinary Operations	29.446.790	33.117.109
+ Extraordinary and non-operating income	4.238.080	7.170.562
+ Extraordinary gains	60.518	321.358
+ Prior years' income	118.150	163.844
+ Income from prior years' provisions	0	20.511
	4.416.749	7.676.275

- Extraordinary and non-operating expenses	3.421.226		10.396.673			
- Extraordinary losses	164.660		221.258			
- Prior years' expenses	179.480		332.861			
- Provision for extraordinary expenses	0	3.765.367	651.382	129.550	11.080.342	(3.404.067)
			30.098.172			29.713.042
- Total depreciation charges	(25.503.616)				(25.888.171)	
+ Depreciation incorporated in operating costs	22.114.876	(3.388.740)			22.347.945	(3.540.226)
Profit before Taxes			26.709.432			26.172.816
- Income & other taxes			(8.730.855)			(9.371.335)
Profit after taxes			17.978.577			16.801.480
- Minority rights			(534.341)			(551.758)
Net consolidated group profit			17.444.237			16.249.722

Notes to the Consolidated 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 S.r.l.
- 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 G.m.b.H
 - b) OTAVI Minen AG
 - c) S&B NORTH AMERICA INC.
 - d) S&B Industrial Minerals Kft
 - e) OTAVI IBERICA S.L.u.

B. Equity consolidation

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

2. The financial statements of the group's foreign subsidiaries are converted into EURO at the exchange rates of 31/12/2003 for the B/S items and at the average exchange rates of the period for the P&L items .

3. The assets account "Goodwill" was amortised similarly to the previous year: a) by 5% annually according to the IAS, and b) according to the amortisation rates valid in the countries where the foreign subsidiaries are located. If goodwill amortisation were calculated by 20% according to Law 2190 (art.43 par.4), it would be increased by EUR 30,114,600 for the previous periods and by EUR 10,077,435 for the current period.

4. The parent company has had its tax returns audited until and including the year 2000. The other greek companies of the group that have not had their tax audit yet are mentioned in the Notes to the Accounts.

5. The last revaluation of assets of the greek companies was on 31/12/2000.

6. Loss of EUR 1,727,352.51 from valuation of shares and securities was not charged against P&L, but was transferred to a special Equity account "Loss from ..." (art. 2, §1, L.2992/2002)

7. "Participations to affiliated and other companies" were valued at their acquisition cost. If their valuation was effected according to L.2190/1920 (art.43, §6), their value would be lower by approximately EUR 3 mil. Further details are mentioned in the Notes to the Consolidated Financial Statements.

8. During 2003 the parent company's depreciation rates have changed according to P.D. 299/2003 resulting in a decrease in depreciation of approximately EUR 2.25 mil, compared to the previous fiscal year depreciation rates. Consequently, the lower depreciation has affected the profit & loss statement by EUR 1 mil approximately, the stocks by EUR 797 thousand approximately and the assets in course of construction by EUR 405 thousand approximately.

Athens, April 6 2004

THE CHAIRMAN OF THE BOARD

ULYSSES P. KYRIAKOPOULOS
ID No. ? 162877

THE MANAGING DIRECTOR

EFTHIMIOS OR. VIDALIS
ID No. S 237368

THE ACCOUNTING MANAGER

NICOLAOS CH. IOAKEIM
ID No. S 090579

CHARTERED ACCOUNTANTS - AUDITORS CERTIFICATE
To the Shareholders of S&B Industrial Minerals S.A. and its Subsidiaries

We hereby certify that we have audited, in accordance with provisions in Law 2190/1920, Art. 108, the 8th Consolidated Balance Sheet and the Consolidated Statement of Profit and Loss, as well as the relevant Appendix of S&B INDUSTRIAL MINERALS S.A. and its subsidiaries for the fiscal year ended December 31, 2003. We have applied those procedures which we judged suitable for our audit, which are in accordance with the principles and auditing procedures followed by the Institute of Chartered Auditors-Accountants of Greece (SOEL), and verified the consistency of the contents of the consolidated Management Report with the above consolidated financial statements. We have not audited the financial statements of the foreign companies which are included in the consolidation and represent 27.91% and 40.13% of the consolidated total assets and sales. The financial statements of the above companies have been audited by other recognized auditors, whose audit reports we have relied on in order to formulate and express our opinion, stated below, and which are related, to the extent possible, to the above businesses' figures referred to in the consolidation. We note that the parent company and its subsidiaries and affiliates evaluate "Investments in subsidiaries and others companies" at their acquisition value according to the "Code on Books and Records" Art. 28. If participations were valued according to Law 2190/1920 the resulting difference wouldn't be significant. In our opinion, after taking into account our Note as well as the Company's Notes No 3, No 4, No 6 and No 7 to the Consolidated Balance Sheet, these consolidated financial statements have been compiled in accordance with provisions in Law 2190/1920 these consolidated financial statements, on the basis of applicable provisions and generally acceptable accounting principles and practices applied by the parent company, which are not different from those applied in the previous fiscal year, reflect the assets, financial position and financial results of all the companies included in the consolidation on December 31, 2003.

Athens, May 7, 2004

ALEXANDROS E. TZIORTZIS
CHARTERED ACCOUNTANT - AUDITOR

SOEL Reg. No. 12371
SOL CHARTERED ACCOUNTANTS S.A.