

CONSOLIDATED FINANCIAL STATEMENTS – FY 2004

S&B Industrial Minerals S.A.

CONSOLIDATED BALANCE SHEET (Amounts in EUR '000s)					
ASSETS	31 Dec 04	31 Dec 03	EQUITY & LIABILITIES	31 Dec 04	31 Dec 03
FORMATION EXPENSES			EQUITY		
Acquisition value	9,756	8,218	Paid-in Capital	30,154	30,151
Minus: Accumulated amortization	(7,698)	(6,593)	Reserves	117,336	99,518
Formation expenses, net	2,059	1,625	Consolidation differences	(1,245)	(438)
			Minority rights	1,585	1,190
FIXED ASSETS			TOTAL SHAREHOLDERS' EQUITY	147,830	130,422
Intangible Assets			PROVISIONS	25,334	17,814
Acquisition value	188,021	150,703			
Minus: Accumulated amortization	(80,353)	(76,627)	LIABILITIES		
Intangible assets, net	107,668	74,075	Long term liabilities		
Tangible Assets			Long term loans	132,371	64,464
Acquisition value	291,034	226,960	Other long term liabilities	756	297
Minus: Accumulated depreciation	(143,522)	(117,143)	Short term liabilities		
Tangible fixed assets, net	147,512	109,816	Suppliers	25,761	17,867
Participations and other long term assets	20,408	29,978	Short term loans	69,217	84,701
			Other short term liabilities	13,062	9,706
TOTAL FIXED ASSETS	275,588	213,870	TOTAL LIABILITIES	241,167	177,036
CURRENT ASSETS			PROFIT BEFORE TAXES FOR THE PERIOD		
Inventories	72,198	56,573	Group	28,142	25,982
Receivables			Minority	1,394	864
Customers	48,905	33,629	PROFIT BEFORE TAXES	29,536	26,846
Other receivables	26,519	29,462			
Marketable securities	4,309	5,971	TRANSITORY ACCOUNTS	2,161	2,612
Cash and banks	8,215	12,407			
TOTAL CURRENT ASSETS	160,146	138,042	TOTAL EQUITY AND LIABILITIES	446,028	354,730
TRANSITORY ACCOUNTS	8,236	1,193			
TOTAL ASSETS	446,028	354,730	MEMO ACCOUNTS	11,034	14,701
MEMO ACCOUNTS	11,034	14,701			

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

	Jan - Dec 2004	Jan - Dec 2003
Sales	404,257	289,550
- Cost of goods sold	(302,481)	(206,778)
Gross profit	101,776	82,772
+ Other operating income	5,805	5,908
- General & Administration expenses	(40,456)	(35,114)
- Selling expenses	(27,547)	(20,192)
Operating profit	39,577	33,374
+ Profit of affiliated companies	1,405	1,160
+ Gain from securities	518	0
+ Gain from sale of securities	28	18
+ Interest & other financial income	416	309
- Loss on affiliated companies	(599)	(47)
- Interest & other financial expenses	(7,211)	(5,144)
Total profit from ordinary operations	34,134	29,670
+ Extraordinary & non-operating income/(expense)	263	564
- Total depreciation & amortisation	(30,993)	(25,504)
+ Depreciation & Amortisation included in operating costs	26,132	(4,860)
Profit Before Taxes	29,536	26,846
- Minority Rights	(1,394)	(864)
Group Profit Before Taxes	28,142	25,982

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) 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 2,053.

5. The financial statements of the group's foreign subsidiaries are converted into EUR at the exchange rates of 31/12/2004 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 102.37 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 37.51 mil for the period ending December 31, 2003 and by EUR 14.56 mil for the current period.