

S&B INDUSTRIAL MINERALS S.A.

BALANCE SHEET (Amounts in EUR '000s)

<u>ASSETS</u>	<u>31 Dec 2004</u>	<u>31 Dec 2003</u>	<u>EQUITY & LIABILITIES</u>	<u>31 Dec 2004</u>	<u>31 Dec 2003</u>
FORMATION EXPENSES			EQUITY		
Acquisition value	8.671	7.189	Paid-in Capital	30.154	30.151
Minus: Accumulated amortization	(6.751)	(5.701)	Reserves	115.967	103.225
Formation expenses, net	1.919	1.487	TOTAL SHAREHOLDERS' EQUITY	146.121	133.376
FIXED ASSETS				7.953	8.846
Intangible Assets			PROVISIONS		
Acquisition value	107.568	96.520			
Minus: Accumulated amortization	(65.095)	(54.064)	LIABILITIES		
Intangible assets, net	42.472	42.455	Long term liabilities		
Tangible Assets			Long term loans	53.079	51.461
Acquisition value	159.417	141.584	Other long term liabilities	612	35
Minus: Accumulated depreciation	(77.851)	(71.344)	Short term liabilities		
Tangible fixed assets, net	81.566	70.239	Suppliers	8.194	4.528
Participations and other long term assets	105.362	107.349	Short term loans	63.831	67.022
TOTAL FIXED ASSETS	229.401	220.045	Other short term liabilities	5.031	7.786
CURRENT ASSETS			TOTAL LIABILITIES	130.749	130.835
Inventories	27.582	28.637	PROFIT BEFORE TAXES	9.463	16.386
Receivables					
Customers	16.310	14.016	TRANSITORY ACCOUNTS	513	489
Other receivables	13.630	18.026	TOTAL EQUITY AND LIABILITIES	294.801	289.934
Marketable securities	4.308	5.969			
Cash and banks	404	1.198	MEMO ACCOUNTS	95.370	8.177
TOTAL CURRENT ASSETS	62.236	67.849			
TRANSITORY ACCOUNTS	1.243	552			
TOTAL ASSETS	294.801	289.934			
MEMO ACCOUNTS	95.370	8.177			

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

	<i>Jan - Dec 2004</i>	<i>Jan - Dec 2003</i>
Sales	135.207	114.488
- Cost of goods sold	(102.158)	(74.724)
Gross profit	33.049	39.764
+ Other operating income	4.180	5.306
- General & Administration expenses	(23.311)	(22.188)
- Selling expenses	(3.360)	(3.549)
Operating profit	10.557	19.331
+ Profit of affiliated companies	2.384	2.394
+ Interest & other financial income	553	17
- Interest & other financial expenses	(4.640)	(4.143)
Total profit from ordinary operations	8.855	17.599
+ Extraordinary & non-operating income/(expenses)	2.155	333
- Total depreciation & amortisation	(18.617)	(17.416)
+ Depreciation & Amortisation included in operating costs	17.070	(1.547)
Profit before Taxes	9.463	16.386

Notes to the financial statements:

- There are no pledges against fixed assets.
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- The necessary provisions have been made for earned expenditures for which there was no record on hand as at 12/31/2004.
- The basic accounting principles used for the compilation of the financial statement as at 12/31/03 were also used for the compilation of the financial statement as at 12/31/04. Certain figures of the previous fiscal period have been reformed in order to be comparable with those of the current fiscal period (Euro 167,264.46)
- During the current fiscal year there was a share capital increase through the issue of 2,940 shares of nominal value EUR1 each. (AGM decision on 6/2/04)
- Under Intangible Assets, goodwill of EUR 31 mil (acquisition value) is included. Goodwill was generated by the acquisition of various companies and is amortised in accordance with IAS (by 5%) if goodwill were amortised by 20%, according to the Greek accounting principles - Law 2190/1920, goodwill amortisation would be increased by EUR 17.3 mil for the period ending December 31, 2003 and by EUR 4.6 mil for the current period.
- Sales Breakdown Analysis by STAKOD 03 is as follows:

PRODUCT	CODE	Sales Revenue (in EUR 000's)
Bauxite	132.1	45,824
Bentonite-Kaoline	142.2	62
Products by non-ferrous minerals	268.9	87,407
Graded Perlite	145.4	4
Other sales	519.0	1,909
		<u>135,206</u>
- In 2004 the company's fixed assets were revalued in accordance with IAS and the provisions of Law 3229/04 as amended by Law 3296/04, resulting to goodwill of EUR 12,258,241 that has been recorded in shareholder's equity.