# "NIREUS CHIOS AQUACULTURE S.A."

**Public Companies (S.A.) Reg. No. 16399/84/B/88/01**

**INTERIM FINANCIAL STATEMENTS**

**AS AT 31 DECEMBER 2001 (1 JANUARY - 31 DECEMBER 2001)**

**ASSETS**

| | 1/1/01 - 31/12/01 IN GRD | | 1/1/01 - 31/12/01 IN EURO | | 1/1/00 - 31/12/00 IN GRD | | 1/1/00 - 31/12/00 IN EURO | |
|---|---|---|---|---|---|---|---|---|
| **B. AMORTIZABLE EXPENSES** | | | | | | | | |
| (net carrying amount) | | 848.725.386 | | 2.490.756,82 | | 1.353.035.095 | | 3.970.755,96 |
| **C. FIXED ASSETS** | 14.514.554.695 | | 42.595.905,19 | | 13.919.345.896 | | 40.849.144,23 | |
| **Less:** Depreciation | 7.889.727.123 | 6.624.827.572 | 23.154.004,76 | 19.441.900,43 | 6.914.481.912 | 7.004.863.984 | 20.291.949,85 | 20.557.194,38 |
| Participations & Long-term receivables | | 18.644.795.161 | | 54.716.933,71 | | 14.676.039.782 | | 43.069.815,94 |
| **D. CURRENT ASSETS** | | | | | | | | |
| Inventories | | 13.110.404.060 | | 38.475.140,30 | | 11.561.803.200 | | 33.930.456,93 |
| Trade debtors | | 3.272.521.061 | | 9.603.876,92 | | 4.099.785.569 | | 12.031.652,44 |
| Other receivables | | 5.076.993.403 | | 14.899.467,07 | | 4.012.655.374 | | 11.775.951,21 |
| Marketable securities | | 1.948.886.721 | | 5.719.403,44 | | 3.129.541.408 | | 9.184.274,12 |
| Cash and cash equivalents | | 1.936.254.691 | | 5.682.332,18 | | 6.015.167.154 | | 17.652.728,26 |
| **E. PREPAYMENTS & ACCRUED INCOME** | | 67.592.278 | | 198.363,25 | | 157.503.755 | | 462.226,73 |
| **TOTAL ASSETS** | | 51.531.000.333 | | 151.228.174,12 | | 52.010.395.321 | | 152.635.055,97 |
| **MEMO. ACCOUNTS - DEBIT** | | 3.353.421.006 | | 9.841.294,22 | | 280.738.502 | | 823.884,09 |

**LIABILITIES**

| | 1/1/01 - 31/12/01 IN GRD | 1/1/01 - 31/12/01 IN EURO | 1/1/00 - 31/12/00 IN GRD | 1/1/00 - 31/12/00 IN EURO |
|---|---|---|---|---|
| **A. SHAREHOLDERS' EQUITY** | | | | |
| Paid-up Share Capital | 16.011.565.477 | 46.989.187,02 | 15.373.005.630 | 45.115.203,61 |
| Equity and Reserves | 19.747.030.708 | 57.951.667,52 | 20.460.467.971 | 60.045.393,90 |
| Results for the period 1.1-31.12.2001 | 1.087.102.427 | 3.190.322,60 | 1.050.074.665 | 3.081.657,12 |
| Prior year's results | 1.418.938.696 | 4.164.163,45 | 1.418.938.696 | 4.164.163,45 |
| Total Shareholders' Equity | 38.264.637.308 | 112.295.340,59 | 38.302.486.962 | 112.406.418,08 |
| **B. PROVISIONS** | 216.587.894 | 635.621,11 | 81.088.005 | 237.969,20 |
| **C. LIABILITIES** | | | | |
| Long-term debts | 2.212.842.639 | 6.494.035,62 | 2.235.445.860 | 6.560.369,36 |
| Current liabilities | 10.664.159.253 | 31.296.138,67 | 11.303.802.546 | 33.173.301,68 |
| **D. ACCRUALS & DEFERRED INCOME** | 172.773.239 | 507.038,13 | 87.571.948 | 256.997,65 |
| **TOTAL LIABILITIES** | 51.531.000.333 | 151.228.174,12 | 52.010.395.321 | 152.635.055,97 |
| **MEMO. ACCOUNTS - CREDIT** | 3.353.421.006 | 9.841.294,22 | 280.738.502 | 823.884,09 |

**NOTES:**

**1)** On the company's fixed assets there are mortgages for GRD 292.453.838 (EURO 858.265,12) and pre-notices of mortgage for GRD 1.264.000.000 (EURO 3.709.464,42) for securing Bank loans the balance of which at 31/12/2001 amounted to GRD 356.500.229 (EURO 1.046.222,24).

**2)** The number of personnel employed by the company at 31/12/2001 amounted to 456 persons.

**3)** The basic accounting principles followed by the company at 31/12/2001 are the same with those applied by consistent practice.

**4)** Any disputed claims are unlikely to have any material effect on the company's financial position.

**5)** The size of investments in fixed assets realized in the year 2001 amounts to approximately GRD 1.311.760.000 (EURO 3.849.625,83)

**6)** In the present year 2001, to the contrary of the previous year 2000, it has been set up by the company a provision for staff retirement benefits, in addition to the accumulated provision set up until 31/12/1999 and remaining one at 31/12/2001 of GRD 44.538.114 (EURO 130.706,13), amount GRD 161.569.000 (EURO 474.157,01) approximately. Had it been set up also in the previous year 2000, an additional provision would have arisen of GRD 123.700.000 (EURO 363.022,74) approximately, having as a result the equal decrease of its year's results.

**7)** From 1/1/2001 ceased the application of the circular no. 1119909/16180/ Γ 0012/ POL 1296/8-12-98 of the Ministry of Finance which concerned the carrying out of decreased depreciation by 50% of the provided for rates of the P.D. 100/98 on the fixed assets of the Karopi Branch in consequence of which, in the present year to be carried out additional depreciation against the Year's Results of approximately GRD 87.500.000 (EURO 256.789,50).

**8)** In the present year 2001, the secession of the processing division of the company was made and its absorption by the existing subsidiary company EUROCATERS S.A., based on the Financial Statement of 31/7/2001 according to the provisions of L.2166/1993, which was approved with the Protocol No. ΕΜ 8583/31-12-2000 decision of the Prefect of East Attica, in consequence of which, the items of the present year 2001 to be decreased in relation to the corresponding items of the previous year 2000.

**9)** By resolution of the Extraordinary General Meeting of the company's shareholders held on 21/11/2001 it was resolved the share capital increase by GRD 638.559.847 (EURO 1.873.983,41) with capitalization on the one hand of the reserve L.1828/89 of GRD 222.117.883 (EURO 651.849,99) and on the other hand "Reserves from value adjustments of other assets L.2065/92" of GRD 416.441.964 (EURO 1.222.133,42), moreover the increase of the nominal value of the share by GRD 22.015 (EURO 0,06) each and the conversion of unregistered shares to registered ones. The aforesaid increase, which was made also for the additonal reason to express the share capital and the nominal value of the company's share in EURO, based on L.2842/2000 and which will be approved by the Ordinary General Meeting of Shareholders of 30/6/2002, will be completed in the year 2002.

**10)** It is noted that the corresponding amounts of the previous year are shown as they are included in the published financial statements of that year.

**11)** The Company's turnover according to the Statistical Code of Economic Activity (STACOD 91) is classified as follows

| | 1/1/01-31/12/01 GRD | 1/1/01-31/12/01 EURO |
|---|---|---|
| 050.2 Utilization of vivariums and spawn units: | 15.667.686.419 | 45.980.004,16 |
| 513.8 Wholesale trade of other food stuff including fish: | 1.145.886.112 | 3.362.835,25 |
| | 16.813.572.531 | 49.342.839,41 |

## STATEMENT OF INCOME
**for the period 1 January - 31 December 2001**

| | 1/1/01 - 31/12/01 IN GRD | | 1/1/01 - 31/12/01 IN EURO | | 1/1/00 - 31/12/00 IN GRD | | 1/1/00 - 31/12/00 IN EURO | |
|---|---|---|---|---|---|---|---|---|
| **I. OPERATING RESULTS** | | | | | | | | |
| **REVENUE** | | | | | | | | |
| Turnover (sales) | | 16.813.572.531 | | 49.342.839,41 | | 15.773.968.166 | | 46.291.909,51 |
| **Less:** Cost of sales | | 12.331.622.005 | | 36.189.646,38 | | 11.079.439.410 | | 32.514.862,54 |
| **Plus:** Other operating income | | 617.461.970 | | 1.812.067,41 | | 45.255.103 | | 132.810,28 |
| **GROSS OPERATING RESULTS** | | 5.099.412.496 | | 14.965.260,44 | | 4.739.783.859 | | 13.909.857,25 |
| **Less:** Administrative expenses | 1.802.503.334 | | 5.289.811,69 | | 1.788.320.537 | | 5.248.189,40 | |
| Research and development costs | 58.422.359 | | 171.452,26 | | 37.936.586 | | 111.332,61 | |
| Distribution costs or selling expenses | 1.947.727.685 | | 5.716.002,01 | | 1.579.725.025 | | 4.636.023,55 | |
| Financial Results | 256.780.642 | 4.065.434.020 | 753.574,89 | 11.930.840,85 | -104.329.785 | 3.301.652.363 | -306.176,92 | 9.689.368,64 |
| **NET OPERATING RESULTS** | | 1.033.978.476 | | 3.034.419,59 | | 1.438.131.496 | | 4.220.488,61 |
| **Plus:** Non-operating Income - Profit | 336.538.529 | | 987.640,58 | | 336.238.159 | | 986.759,09 | |
| **Less:** Non-operating Expenses - Loss | 283.414.578 | 53.123.951 | 831.737,57 | 155.903,01 | 724.294.990 | -388.056.831 | 2.125.590,58 | -1.138.831,49 |
| **OPERATING AND EXTRAORDINARY RESULTS (PROFIT)** | | 1.087.102.427 | | 3.190.322,60 | | 1.050.074.665 | | 3.081.657,12 |
| **Less:** Total depreciation of fixed assets | 1.328.813.459 | | 3.899.672,66 | | 1.376.643.932 | | 4.040.040,89 | |
| **Less:** Other not charged to the operating cost taxes | 1.328.813.459 | 0 | 3.899.672,66 | 0,00 | 1.376.643.932 | 0 | 4.040.040,89 | 0,00 |
| **TOTAL NET RESULTS BEFORE TAXES** | | 1.087.102.427 | | 3.190.322,60 | | 1.050.074.665 | | 3.081.657,12 |

**Chios, 25 February 2002**

| CHAIRMAN OF THE BOARD OF DIRECTORS & MANAGING DIRECTOR | VICE-CHAIRMAN OF THE B. OF D. | FINANCIAL DEPT. MANAGER | ACCOUNTS DEPT. MANAGER |
|---|---|---|---|
| **ARISTIDES S. BELLES** | **NIKOLAOS E. HAVIARAS** | **DEMETRIOS E. PAPANIKOLAOU** | **SOULTANA BAIA - GIOKA** |
| **ID. No. Λ 771851** | **ID. No. A 009992** | **ID. No. Σ 260153** | **ID. No.N 202391** |

## AUDITOR'S REPORT
**To the Board of Directors of "NIREUS CHIOS AQUACULTURE S.A."**

We have audited in accordance with the requirements of article 6 of P.D. 360/1985, as amended by article 90 of L. 2533/1997 and the auditing procedures we considered necessary, in conformity with the auditing standards followed by the Institute of Certified Auditors-Accountants in Greece, in order to obtain reasonable assurance that the above interim financial statements of "NIREUS CHIOS AQUACULTURE S.A." concerning the period from 1 January through 31 December 2001 are free of errors and omissions that materially affect the Company's assets, liabilities and financial position as well as the results of operations disclosed therein. Within the scope of our audit we obtained also a full accounting report of the Company's Branch operations. We have examined the books of Account and records kept by your Company and we obtained all the information and explanations which we needed for the purpose of our audit. The Company has applied properly the General Accounting Plan, except for the case of our note No. 3 below. No change in the inventory valuation method has been made, as compared with that of the corresponding previous period, except for the cases of the Company's notes No. 6 and 7 stated under the balance sheet, and the production cost was determined according to the accepted cost accounting principles. Based on our audit it is noted that: 1) In the Assets item "Participations & Long-term receivables" of GRD 18.664.795.161 (EURO 54.775.627,77) are included participating interests in affiliated and other undertakings of GRD 11.169.917.827 (EURO 32.780.389,81) which represent the acquisition cost of unlisted on the A.S.E. shares of limited companies (S.A.), shares of limited liability companies (Ltd) and other participations (except S.A.) of companies both domestic and foreign in concern of which we note the following: a) These participations concern by GRD 9.571.935.924 (EURO 28.090.787,74) companies which are audited by Certified Auditors-Accountants and by GRD 1.597.981.903 (EURO 4.689.602,06) of companies which are not audited by Certified Auditors - Accountants from which, GRD 134.051.903 (EURO 393.402,50) concern companies which, as stated to us competently, have not drawn-up balance sheets and GRD 7.800.000 (EURO 22.890,68) concerns a newly established company, b) concerning the participations valued according to article 28, par. 5 of the Books and Records Code at their acquisition cost amounting to GRD 11.028.065.924 (EURO 32.364.096,62) the last drawn-up balance sheets of these companies at 31/12/2001 not audited by Certified Auditors-Accountants, disclose an intrinsic book value of approximately GRD 6.900.000.000 (EURO 20.249.449,74). 2) In concern of the Assets items "Notes receivable overdue" of GRD 94.206.646 (EURO 276.468,51),and "Cheques receivable overdue" of GRD 413.842.003 (EURO 1.214.503,31) which are included in the Assets item "Other receivables", as well as for overdue further to a year balances of trade debtors of approximately GRD 626.000.000 (EURO 1.837.123,99), the company has not set up a provision for the contingent loss that may incur from their non-collection. For the company's doubtful – contested debts of GRD 306.223.784 (EURO 898.675,82) which are included in the Assets item "Other receivables" by the company has been set up the provided for by article 31 par.1g of L.2238/94 provision of GRD 244.301.771 (EURO 716.953,11), which in our opinion is deemed sufficient to cover the contingent loss that may incur from their non-collection. 3) Losses from sale and valuation of shares of limited companies (S.A.) listed on the Athens Stock Exchange of GRD 1.051.935.066 (EURO 3.087.116,85) were transferred directly in decrease of the account "Surplus value from Market sale and repurchase of shares on the same day" of GRD 1.086.737.834 (EURO 3.189.252,63) which is included in the Liabilities account "Equity and Reserves". 4) The present year 2001 was charged with GRD 69.199.675 (EURO 203.080,48) which concerns the proportionate in the year debit exchange differences which occurred during the valuation and acquittance of liabilities in EURO and JPY in the year 2000 by application of the circulars No. 1104968/POL 1286/6-12-2000 and No. 1112072/ 11332/ POL 1294/ 8-12-2000 of the Ministry of Finance, while the previous year 2000 should have been charged with these. Also, the present year 2001 was charged with GRD 68.950.063 (EURO 202.347,95) which concerns the proportionate in the year uncovered loss that occurred from the sale and valuation of limited companies' (S.A.) shares listed on the A.S.E. in the year 2000 by application of article 37 par. 3 of L.2874/29.12.2000 while the previous year 2000 should have been charged with it. 5) The company has not undergone a tax control by the tax authorities for the years 1993-2001 and therefore the tax liabilities concerning these years' have not yet been made conclusive. In our opinion, based on our audits, the above interim financial statements, which result from the Company's accounting books and records and after taking into consideration our foregoing notes as well as the company's notes afore-mentioned, present fairly in all material respects the financial position of "NIREUS CHIOS AQUACULTURE S.A." as of December 31, 2001, and the results of its operations for the period then ended, in conformity with legal requirements and generally accepted accounting principles applied on a basis consistent with that of the corresponding period of the preceding year, except for the case of the company's notes No. 6 and 7. It is noted that the present Auditor's Report is issued for the purposes of article 90 of L.2533/1997 and it does not replace the Auditor's Report on the statutory audit, which is required by the provisions of article 37 of c.L. 2190/1920. Therefore certain items of the above interim financial statements may present differences to the amounts disclosed in the annual financial statements which will be published together with the said Auditor's Report on the statutory audit.

**Chios,27 February 2002**
**The Certified Public Accountants - Auditors**

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|---|---|
| **STYLIANOS M. XENAKIS** | **IOANNIS K. ZOURIDAKIS** |
| **SOL S.A. - Certified Auditors** | **EUROAUDITING S.A.** |