ANNUAL REPORT 2004

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TO THE SHAREHOLDERS,

Over the past year, the Company took significant steps to increase its sales, improve its productivity and efficiency, as well as to significantly enhance its managerial structure, which are necessary to support its constantly growing sales.

One of the most significant achievements, in 2004, was that the Company managed to surpass the sales target it had set at the beginning of the year and to realise the target for profits before taxes.

In particular, in 2004, the parent company's sales amounted to € 180 million against € 148 million in 2003, a rise of 22%, and the Group's consolidated sales amounted to € 215 million, a rise of 39% over the Group's consolidated sales for 2003.

The overall improvement of our profitability ratios also constitutes a significant achievement. In particular, it should be noted that after two consecutive years of negative results, earnings before interest, taxes and depreciation were a positive figure of € 4.3 million, against a loss of € 22,9 million in 2003. Losses at the end of 2004 fell by 51%, compared to 2003 and were € 27.7 million on a consolidated basis, against € 53.5 million for 2003.

Through increases in its share capital in 2004 and 2005, the Company was bolstered by new funds totalling an amount of € 68.3 million. Through these increases in share capital, the Company enhanced its financial structure and ensured funds for the strengthening of its working capital and reduction in bank debt.

A factor which was a catalyst for the above developments was the enhancement of human resources, as well as the implementation of the plan of action for the Company's recovery, the basic axes for which were the improvement in productivity, the reduction in costs and better management of sales prices and working capital. It would not have been possible to implement any of the above, in such a short time, had the reorganisation of the Company's management structure and the enhancement of its capital base not preceded them. The changes begun, in the structure and procedures of the Company, in 2003, continued successfully in 2004. This development confirms the fact that we are moving in the right direction of continual improvement, focused on the company's profitability, on growth of sales, as well as on investment in production process infrastructure, aiming at worker safety and product quality.

A significant contribution to the Company's recovery was made by the market's positive performance, with healthy and strong demand for steel pipes for the construction of oil and natural gas pipelines, a trend that is expected to prevail in the current year, at least, as well.

Other significant events taking place in 2004 were the completion of the splitting off of the "Small and Medium Diameter Pipes and Construction Pipes" division of the Corinth Plant, and contribution of same to the 100% owned subsidiary company CORINTH METAL WORKS S.A. (formerly EVIMET S.A.). The object of the above splitting off is to achieve better monitoring of both the Company's production units and to concentrate the Corinth plant on the manufacture of small and medium diameter pipes and construction pipes.

Another significant event that took place was the completion of the floating of the five year corporate bond loan, in an amount of € 78 million, which refinanced the entire existing short term bank debt.

Prospects for 2005 look positive. The rise in consumption of oil and natural gas internationally, has created favourable conditions in the market for medium and large diameter pipes, something which is expected to influence positively the Company's financial results.

The constant improvement in the quality of manufactured products continues to constitute the most significant challenge for the company in 2005 as well, correspondingly, another challenge is the further penetration of international markets.

I would like to thank the company's employees for their commitment and their devotion to it.

Sincerely,

Sarados Milios

General Manager

NOTICE

to the shareholders of the Public Limited Company CORINTH PIPEWORKS S.A. Reg. No. 1343/01/B/86/1343

In compliance with the provisions of the Law and the Articles of Association of CORINTH PIPEWORKS S.A., the Board of Directors hereby invites Shareholders to attend the Company's Annual General Meeting, to be held on Monday, 13th June 2005, at 10:00 hours, at the PRESIDENT HOTEL, 43 Kifissias Avenue, Athens with the following agenda:

AGENDA

1. To approve the annual financial statements for the Company's financial year 2004 and the Directors' and Auditors' reports.

2. To relieve the Directors and the Auditors of all responsibility to indemnify for the financial year 2004.

3. To elect Auditors for the financial year 2005 and set their remuneration.

4. To ratify the election of provisional Directors.

5. To elect a new Board of Directors, in accordance with the provisions of Law 3016/2002, concerning corporate governance, as amended by Law 3091/2002.

6. To approve the remuneration of a member of the Board of Directors, in accordance with article 24 par. 2 of law 2190/20.

7. To provide information related to the completion of the use of funds raised by the increase in share capital, which was resolved by the Extraordinary General Meeting, held on 28.09.2004.

8. Various announcements.

Shareholders wishing to attend the General Meeting must submit the certificates freezing their shares, at the company's offices at 16 Chimaras St, Maroussi (tel.: 210 6861349, fax 210 6861398), within at least five (5) days prior to the date of the Meeting, as well as the Power of Attorney documents of their representatives and to comply with the provisions of the Law and the company's Articles of Association, in general.

Athens, 20th May 2005

THE BOARD OF DIRECTORS

1) Constantine Bakouris, Chairman, Executive Member

2) Meletis Phikioris, Vice Chairman, Non Executive Member

3) Sarados Milios, Executive Member

4) Ioannis Stavropoulos, Executive Member

5) Eustathios Striber, Independent Non Executive Member

6) Andreas Kyriazis, Independent Non Executive Member

REPORT

OF THE BOARD OF DIRECTORS OF CORINTH PIPEWORKS S.A. TO THE ANNUAL GENERAL MEETING OF SHAREHOLDERS ON THE 35TH YEAR OF OPERATIONS (01.01.04 – 31.12.04)

Dear Shareholders,

We have the honour of hereby submitting to you the Balance Sheet, the Profit & Loss Account, the explanations and notes, as well as this Report, concerning the 35th year of operations, from 1st January 2004 to 31st December 2004, for your approval.

Over the past year, the Company succeeded in increasing its turnover by 22% approximately, as well as in significantly reducing its losses which were in an amount of € (28,376,579.02) against € (53,634,479.74) in 2003.

The implementation of the Company's plan of action which was drawn up by the Company itself, with the support of Greek and foreign firms, with the aim of improving productivity, reducing costs of production and increasing sales, contributed to the aforementioned, improvement.

In this context, for the improvement of the Company's financial structure and the enhancement of its Equity:

- On 18/05/2004, the payment of a total amount of € 35,914,736.52 deriving from the increase in the share capital through payment in cash and the issue of 46,044,534 new common registered shares, in accordance with the resolution passed by the Company's Extraordinary General Meeting held on 15.12.2003, was certified. The new shares began trading on 15/07/2004. Within May 2004, the use of funds raised from the said increase was completed.
- The Company contracted agreements for the floating of four bilateral corporate bond loans, of five years duration, in a total amount of € 78 million, in implementation of the resolution passed by the Company's Extraordinary General Meeting, held on 8.8.2003, for the floating of a corporate bond loan, in an amount of € 100 million, within November and December 2004.
- The Extraordinary General Meeting of Shareholders, held on 28/09/2004, resolved to increase the Company's share capital by € 32,284,252.26 through payment in cash and the issue of 41,390,067 new common registered shares, with a par value and issue price of € 0.78 each. By 31/12/2004, € 20,000,000 had been paid up which appears in the figure "Amounts for the increase in the share capital". The target of the Company's above activity is to enhance its working capital, to improve its ratios (to meet its commitments, in accordance with the bank loan terms) and to convert part of short term debt to long term.

I. OPERATIONS

Turnover

Turnover grew by 22% approximately and reached € 180,447,740.36. A breakdown of turnover appears in the table below, compared to the corresponding items for 2003.

SALES	AMOUNTS 2004	2003
INDUSTRIAL ACTIVITY DOMESTIC	18,114,137.40	7,271,546.64
INDUSTRIAL ACTIVITY ABROAD	157,630,798.66	136,641,979.93
COMMERCIAL ACTIVITY DOMESTIC	3,791,712.49	4,171,678.02
OTHER	911,091.81	0.00
TOTAL SALES	**180,447,740.36**	**148,085,204.59**

We would like to point out that sales for 2004 are not comparable to sales for 2003, since for the period 1.9.2004 – 31.12.2004, sales of the split off division "Small and Medium Diameter Pipes and Construction Pipes" of the Corinth plant, totalling an amount of € 20,801,751.10, are not included in the Company's sales, but appear in the sales of its 99.99% owned subsidiary CORINTH METAL WORKS S.A.

Exports

In 2004 the Company's exports reached approximately 87% of the total value of sales, proving its strong competitive position on the international markets.

Results

Turnover amounted to € 180,447,740.36 and consisted both of sales and anticorrosive protection of pipes. There was also other operating revenue amounting to € 863,819.84, consisting mainly of expenses collected for the transport of goods.

Cost of goods sold amounted to € 158,975,572.25 and gross operating profit to € 21,472,168.11. After subtracting administrative expenses of € 3,531,810.23 and distribution expenses of € 33,292,878.53, consisting chiefly of product transportation costs, representatives commissions, road transport expenses and the sales and loading department's expenses, the sub total of operating profits was € (14,488,700.81).

The difference of credit and debit interest € (13,064,114.74), the difference of non operating income and expenses € (507,737.73) and the expenses and losses from holdings and securities € (166,871.05) have been deducted from this figure. Thus profits before taxes for the year come to € (28,227,424.33). With the addition of other taxes not incorporated in operating costs € (48,612.69) and the differences from the tax audit of previous years € (100,542.00) losses carried forward come to € (28,376,579.02).

II. THE COMPANY'S FINANCIAL POSITION

Investments in fixed assets carried out in 2004 amounted to € 4,118,618.04. Stocks, as of 31-12-2004, amounted to € 49,273,264.07, receivables to € 60,929,519.25 and cash and cash equivalents to € 2,838,096.43.

On 31-12-2004, the Company's equity stood at € 34,614,770.87, loans at € 167,784,888.39 and other liabilities at € 60,655,382.24.

The Company's financial position and asset structure, as of 31-12-2004, is depicted in detail in the Balance Sheet, submitted for approval.

III. THE COMPANY'S EXPECTED PERFORMANCE

In order to offset the negative results, arising during the period of the Company's gradual relocation, to the Industrial Area of Thisbe, in Boeotia, the Company set in motion a specific plan of technical and structural interventions in 2003, with the support of Greek and foreign firms, the positive results of which (rise in productivity, reduction in production costs) have appeared in 2004 and are expected to intensify over the coming years.

IV. FOREIGN EXCHANGE

Foreign exchange deposits, as of 31-12-2004, amounted to € 224,687.27, evaluated on the basis of the official parity rate, of 31-12-2004 and chiefly consisted of U.S. Dollars.

V. THE COMPANY'S REAL ESTATE

Land – Building Installations

1. The plant's installations at Thisbe, Boeotia are located on land of a total area of 1,029,564.69 sq.m. The built up areas on this land is of a total area of 82,867.88 sq.m.

2. A plot of land 3,945.78 sq.m. in area was purchased in Dombraina, Boeotia in 2001.

3. On the 3rd and 5th floor at 18 Ploutarchou Street, Athens. The offices on the 3rd floor are 251.7 sq.m. in area and those of the 5th floor 301.5 sq.m.

4. Two parking places at 18 Ploutarchou Street, Athens, of a total area of 26.6 sq.m.

There are liens and mortgages on the above real estate as follows:

Bank	€
2. B.N.P.	25,620,000.00
3. ALPHA BANK	25,620,000.00
4. BANK OF CYPRUS	21,960,000.00
Total	**73,200,000.00**

In accordance with the provisions of Law 2065/92, as of 31-12-2004, the value of land was readjusted by € 2,687,854.88, that of buildings by € 10,964,597.53 and depreciation on buildings by € 1,401,989.89. The ensuing capital gains of € 12,250,462.52 were offset against losses of previous years.

VI. BRANCHES

The Company operates the following branches:

1. Warehousing areas and a branch at the installations of the Thisbe, Boeotia plant.

2. Warehousing areas and a branch in Dubai, United Arab Emirates, to develop sales of the Company's products in the wider region of the Persian Gulf and the Middle East.

3. A branch in Cairo, Egypt, where a studies and market research office operates, for North Africa and the Middle East, related to the Company's products.

VII. SIGNIFICANT EVENTS

The Extraordinary General Meeting of Shareholders, held on 28/09/2004, resolved, among other things: a) to split off the "Small & Medium Diameter Pipes and Construction Pipes" division of the Corinth plant and the contribution of same to the public limited company EVIMET S.A. The split off was implemented in accordance with provisions 1-5 of Law 2166/93 and legislation in force, concerning public limited companies, on the basis of the section's assets, as depicted in the transformation balance sheet of 31/08/2004. This split off was approved on 01/12/2004 by decision No. 39915/2004 of the Prefecture, by which the change in the company's title from EVIMET S.A. to CORINTH METAL WORKS S.A. was also approved. In 2003, the split off division realised sales of € 6,312,905.89, i.e. 4.26% of the Company's total sales for 2003. The net worth of the split off division was determined at € 6,674,237.27 as certified by a certified public auditor.

Finally, we would like to point out that from the date of the balance sheet (31/12/2004) up to this date, no other significant event, that could affect the company's performance or its results, has taken place.

Following the above, we kindly request you to take the Attachment appended to this report, into account, as it constitutes an integral part thereof.

Finally, we kindly request you, to approve the Company's Balance Sheet and the Profit & Loss Account, as well as this Report, on the fiscal year 1st January to 31st December 2004 and to resolve on the rest of the items on the agenda of the Annual General Meeting.

ATHENS, 23rd FEBRUARY 2005

THE BOARD OF DIRECTORS

THE CHAIRMAN OF THE BOARD OF DIRECTORS

CONSTANTINE BAKOURIS

The above report of the Board of Directors which consists of 5 pages, is the one referred to in the audit certificate I issued, dated 24/2/2005.

Athens, 24th February 2005

THE CERTIFIED PUBLIC AUDITOR ACCOUNTANT

CONSTANTINE KOUVELAS

CPAA Reg. No. 11021

CORINTH PIPEWORKS SA

BALANCE SHEET AS AT 31st DECEMBER 2004
35th YEAR (1st JANUARY - 31st DECEMBER 2004)
REGISTRATION NUMBER PREFECTURE OF ATHENS 1343/06/B/86/35

ASSETS	2004			2003		
	Cost or Valuation	Accumulated Depreciation	Net book Value	Cost or Valuation	Accumulated Depreciation	Net book Value
		(amounts in euros)			(amounts in euros)	
B. SET UP COSTS						
1. Set up and establishment expenses	1.031.565,59	463.259,12	568.306,47	349.575,71	304.070,87	45.504,84
2. Exchange differences on borrowings used for fixed assets	7.028.506,95	2.322.157,16	4.706.349,79	7.028.506,95	1.585.421,58	5.443.085,37
3. Capitalised borrowing costs on fixed assets	12.515.105,33	5.182.578,64	7.332.526,69	12.515.105,33	2.739.293,46	9.775.811,87
4. Other set up costs	4.279.369,41	3.497.471,61	781.897,80	3.352.929,40	3.224.332,39	128.597,01
	24.854.547,28	11.465.466,53	13.389.080,75	23.246.117,39	7.853.118,30	15.392.999,09
C. FIXED ASSETS						
I. INTANGIBLE ASSETS						
2. Concessions,trademarks and manufacturing licenses	3.050,00	1.503,06	1.546,94	3.050,00	893,06	2.156,94
II. TANGIBLE ASSETS						
1. Land	12.923.495,31	0,00	12.923.495,31	14.514.010,08	0,00	14.514.010,08
3. Buildings	45.037.583,98	7.816.795,91	37.220.788,07	38.400.089,55	6.918.649,99	31.481.439,56
4. Machinery and equipment	107.450.498,24	33.257.637,42	74.192.860,82	117.589.951,62	30.849.258,78	86.740.692,84
5. Motor vehicles	1.667.482,14	1.015.508,40	651.973,74	4.200.544,32	1.945.873,69	2.254.670,63
6. Furniture and fittings	643.653,33	309.523,32	334.130,01	1.680.136,28	1.097.788,15	582.348,13
7. Payments on account and assets in course of construction	144.824,34	0,00	144.824,34	0,00	0,00	0,00
	167.867.537,34	42.399.465,05	125.468.072,29	176.384.731,85	40.811.570,61	135.573.161,24
TOTAL TANGIBLE AND INTANGIBLE ASSETS	**167.870.587,34**	**42.400.968,11**	**125.469.619,23**	**176.387.781,85**	**40.812.463,67**	**135.575.318,18**
III. INVESTMENTS AND OTHER NON-CURRENT FINANCIAL ASSETS						
1. Investments in related entities		8.691.227,24			433.821,41	
2. Investments in other entities		9.060,90			7.336,76	
Less: Outstanding installments		12,73	8.700.275,41		0,00	441.158,17
7. Other non-current receivables			728.932,13			1.031.187,65
			9.429.207,54			1.472.345,82
Total Fixed Assets (C I+C II+C III)			**134.898.826,77**			**137.047.664,00**
D. CURRENT ASSETS						
I. INVENTORIES						
2. Finished and semi-finished goods - By-products and residuals			31.597.678,86			26.267.626,86
4. Raw and auxiliary materials - consumables			17.563.063,28			30.404.484,37
5. Payments on account			112.521,93			645.378,80
			49.273.264,07			57.317.490,03
II. RECEIVABLES						
1. Trade receivables		45.325.802,44			35.277.204,44	
less: provisions		419.847,19	44.905.955,25		590.590,52	34.686.613,92
3a. Cheques receivable			348.645,90			298.953,74
3b. Cheques overdue			37.000,00			37.000,00
5. Short term receivables from 'Other Related Parties			2.311.707,40			2.300,00
11. Other receivables			13.326.210,70			28.753.208,42
			60.929.519,25			63.778.076,08
III. INVESTMENTS						
1. Shares			595.529,07			718.008,62
			595.529,07			718.008,62
IV. CASH AT BANK AND IN HAND						
1. Cash in hand			8.766,31			32.540,55
3. Current accounts and time deposits			2.829.330,12			7.184.275,98
			2.838.096,43			7.216.816,53
Total current assets (D I+D II+D III+D IV)			**113.636.408,82**			**129.030.391,26**
E. PREPAYMENTS AND ACCRUED INCOME						
1. Prepaid expenses			329.969,24			89.551,51
2. Accrued income			999.447,38			444,34
3. Other transitory accounts			4.906.900,12			0,00
			6.236.316,74			89.995,85
TOTAL ASSETS (B+C+D+E)			**268.160.633,08**			**281.561.050,20**
MEMO ACCOUNTS - DEBIT BALANCES						
1. Third party assets			202.881,30			101.010,05
2. Guarantees and collateral (debit balances)			92.641.440,27			15.676.861,73
3. Amounts receivable from contracts containing rights and obligations for both parties			169.429.702,81			87.125.701,96
4. Other memo accounts			107.778.680,52			73.649.351,56
			370.052.704,90			176.552.925,30

LIABILITIES	2004 (amounts in euros)	2003 (amounts in euros)
A. EQUITY		
I. SHARE CAPITAL		
(82.780.134 shares of € 0,78)		
1. Paid up capital	64.568.504,52	28.653.768,00
2. Share capital not paid	12.284.252,26	25.617.504,00
II. Share premium account	**27.427.850,33**	**27.427.850,33**
III. Revaluation reserves - investment grants		
3. Investment grants	0,00	141.377,69
4. Difference from share capital conversion into euro	90.284,81	90.284,81
	90.284,81	231.662,50
IV. RESERVES		
1. Statutory reserve	1.461.079,95	1.461.079,95
Less: loss on valuation of investments eligible for future offset	-1.182.731,55	-1.182.731,55
4. Non-statutory reserves	2.640.147,87	2.640.147,87
5. Tax deferred reserves	9.385.490,53	9.385.490,53
	12.303.986,80	12.303.986,80
V. RETAINED EARNINGS		
Accumulated profits / (losses) brought forward	-73.683.528,83	-32.299.511,61
Current period profit / (loss)	-28.376.579,02	-53.634.479,74
	-102.060.107,85	-85.933.991,35
VI. DEPOSITS FOR FUTURE SHARE CAPITAL INCREASE	**20.000.000,00**	**31.690.032,00**
Total equity (AI+AII+AIII+AIV+AV+AVI)	**34.614.770,87**	**39.990.812,28**
B. PROVISIONS FOR LIABILITIES AND CHARGES		
2. Other provisions	1.382.313,67	237.515,03
C. LIABILITIES		
I. LONG TERM LIABILITIES		
1. Bond Loans	78.000.000,00	0,00
2. Bank Loans	48.283.889,03	55.626.705,27
	126.283.889,03	55.626.705,27
II. CURRENT LIABILITIES		
1. Trade payables	26.432.976,76	10.928.931,46
2. Notes payable	31.055.466,31	13.302.681,60
3. Short term bank loans	35.071.724,70	149.166.149,76
4. Customer advances	1.471.367,86	21.088,50
5. Taxes and duties payable	186.565,11	395.485,39
6. Social security	674.571,31	944.298,61
7. Current portion of long term liabilities	6.429.274,66	7.091.395,95
10. Dividends payable	36.364,83	36.966,31
11. Other payables	798.070,06	632.537,70
	102.156.381,60	182.519.535,28
Total liabilities (C I+C II)	**228.440.270,63**	**238.146.240,55**
D. ACCRUALS AND DEFERRED INCOME		
2. Accrued expenses	3.723.277,91	3.186.482,34
	0,00	0,00
	3.723.277,91	3.186.482,34
TOTAL LIABILITIES (A+B+C+D)	**268.160.633,08**	**281.561.050,20**
MEMO ACCOUNTS - CREDIT BALANCES		
1. Beneficiaries of third party assets	202.881,30	101.010,05
2. Guarantees and collateral (credit balances)	92.641.440,27	15.676.861,73
3. Amounts payable from contracts containing rights and obligations for both parties	169.429.702,81	87.125.701,96
4. Other memo accounts	107.778.680,52	73.649.351,56
	370.052.704,90	176.552.925,30

NOTES:

1. There are mortgages and liens in favour of banks on the Company's Fixed assets in a total amount of € 73,200,000 to secure their loans to the Company.
2. In accordance with the provisions of Law 2065/92 as of 31-12-2004 the value of land was readjusted by € 2,687,854.88, that of buildings by € 10,964,597.53 and depreciation on buildings by € 1,401,989.89. The ensuing capital gains of € 12,250,462.52 were offset against losses of previous years.
3. With regard to the industrial accident that occurred on 03/04/2003 at the Company's Corinth plant, lawsuits have been filed against the Company by members of the victims' families.
4. The average number of personnel employed by the Company as of 31-12-04 was 681.
5. In accordance with paragraph 3d of article 4 of P.D. 360/1985, the Company's management informs its shareholders of action taken to deal with the reasons that led to inclusion of the Company's share in the special trading category of «under surveillance», that: In order to deal with the losses that arose during the period of the gradual commissioning of the new installations at the Industrial Area of Thisbe in Boeotia and the improvement in production costs, with the support of Greek and foreign firms the Company has drawn up and set in motion a specific plan of technical and structural interventions, which are underway and it is expected that they shall be completed in stages. In this context, the Extraordinary General Meeting of the Company's Shareholders held on 15/12/2003, subsequent to a proposal by the Board, resolved to increase its share capital. From the increase in share capital a total of € 35,914,735.52 was raised in funds through the issue of 46,044,534 new common registered shares. Issue expenses amounted to € 250,000 approximately. The period for the exercise of preemptive rights lasted from 28/04/2004 to 12/04/2004, the payment of capital was certified by the Company's Board in its meeting held on 18/05/2004 (GG 5618/11.06.2004) and the new shares began being traded on 15/07/2004. In May 2004 the use of funds raised from this increase in share capital was completed and the relative report of the certified public auditor certifying the use of funds raised was published in the newspapers ESTIA and EXPRESS 07/08/2004. The Extraordinary General Meeting of the Company held on 08/08/2003 also approved the floating of a corporate bonded loan in an amount of € 100 million. It is clarified that in November and December 2004, the parent Company contracted agreements for the floating of four bilateral corporate bonded loans totalling € 78 million. Furthermore, the Extraordinary General Meeting of the Company's Shareholders held on 28/09/2004, resolved to increase the Company's share capital by € 32,284,252.26 through payment in cash and the issue of 41,390,067 new common registered shares with a par value and issue price of € 0.78 each. By 31/12/2004 € 20,000,000 had been paid up and appears in the figure «Amounts destined for the increase in share capital». The target of the Company's above activity is to enhance its working capital, improve its ratios (to meet its commitments, in accordance with the contract of a bank loan) and the conversion of part of short term debt to long term.
6. In accordance with the 4 digit STACOD classifications, turnover (sales) are broken down as follows: code 272.2 (Construction of steel pipes) € 167,324,530.07, code 271.0 (Production of basic iron, steel and iron alloys) € 5,748,349.45, code 285.1 (Processing and coating of metals) € 2,672,056.54, code 515.2 (Wholesale trade of metals) € 3,791,712.49 and other sales € 911,091.81.
7. The Extraordinary General Meeting of the Company's shareholders held on 28/09/2004 resolved among other things to split off the "Small and Medium Diameter Pipes and Construction Pipes" division of the Corinth plant and to contribute same to the public limited company EVIMET S.A. The split off was carried out in accordance with provisions 1-5 of Law 2166/93 and legislation in force concerning public limited companies, on the basis of the assets of the section as depicted in the transformation balance sheet as of 31/08/2004. the split off was approved on 01/12/2004 by decision No. 39915/2004 of the Prefecture, approving the change of the Company's title from EVIMET S.A. to CORINTH METAL WORKS S.A. In 2003 the split off division realised sales of € 6,312,905.89, i.e. 4.25% percentage of the Company's total sales in 2003. The net worth of the split off division was determined at € 6,674,237.27 as certified by a certified public auditor. It is pointed out that owing to the splitting off of the "Small and Medium Diameter Pipes and Construction Pipes" division of the Corinth plant" this year's figures are not comparable to those of the previous year.
8. With regard to the damages caused by the industrial accident which occurred at the Company's Corinth plant in April 2003, all procedures the Company had undertaken as regards the cover of material damages by the insurance companies, had been completed and has collected the indemnity agreed.

INCOME STATEMENT FOR THE YEAR ENDED 31st DECEMBER 2004 (1st JANUARY - 31st DECEMBER 2004)

		2004 (amounts in euros)		2003 (amounts in euros)
I. OPERATING RESULTS				
Turnover (sales)		180.447.740,36		148.085.204,59
Less: Cost of sales		158.975.572,25		148.315.878,59
Gross profit / (loss)		21.472.168,11		-230.674,00
Add: Other operating income		863.819,84		691.826,70
Total		**22.335.987,95**		**461.152,70**
Less: 1.Administrative expenses	3.531.810,23		4.908.439,66	
3.Distribution costs	33.292.878,53	36.824.688,76	27.465.745,50	32.374.185,16
Results (losses) from operations		-14.488.700,81		-31.913.032,46
Add: 4.Interest and similar income	30.144,04		46.604,41	
Less: Expenses and losses on investments	166.871,05		7.676,78	
3.Interest expenses and similar charges	13.094.258,78	-13.230.985,79	13.452.523,85	-13.413.596,22
Total Operating Results (losses)		-27.719.686,60		-45.326.628,68
II. ADD: NON OPERATING RESULTS				
1.Exceptional and non operating income	3.797.651,18		3.854.937,71	
2. Exceptional gain	80.093,72		28.369,18	
3. Prior year income	207.955,97		0,00	
4.Income from release of provisions	343.201,07	4.428.901,94	274.610,69	4.157.917,58
LESS:				
1.Exceptional and non operating expenses	4.003.503,03		4.793.520,38	
2.Exceptional losses	727.123,06		4.872.524,14	
3.Prior year expenses	206.013,58		2.714.111,43	
4. Provisions for exceptional risks	0,00	4.936.639,67	37.000,00	12.417.155,95
Total operating and non-operating results		-28.227.424,33		-53.585.867,05
LESS: Depreciation on fixed assets	17.645.194,54		16.799.679,71	
Less: depreciation included in operating results	17.645.194,54	-	16.799.679,71	-
NET RESULT (loss) BEFORE TAXES		**-28.227.424,33**		**-53.585.867,05**

STATEMENT OF APPROPRIATION

	2004 (amounts in euros)	2003 (amounts in euros)
Net results (loss) for the year	-28.227.424,33	-53.585.867,05
LESS:		
1. Differences from tax audits of previous years	-100.542,00	0,00
2.Other taxes not included in operating costs	-48.612,69	-48.612,69
Losses carried forward	-28.376.579,02	-53.634.479,74

Athens 23 February 2005

Chairman of the Board of Directors	Authorised Director	Financial Director	Accounting Manager
Bakouris Constantine	**Milios Sarados**	**Mitrelias Charilaos**	**Koubis Pavlos**
ID. No.: L 177987	ID.No.: P 998326	ID.No.: X 019358	ID.No.: P 330058
			Registration No G.E.C. 9901062733

CERTIFIED PUBLIC AUDITOR ACCOUNTANT'S CERTIFICATE

To the Shareholders of the Public Limited Company
«CORINTH PIPEWORKS S.A.»

We have audited the above Financial Statements, as well as the relevant Attachment of the Public Limited Company «CORINTH PIPEWORKS S.A. Pipe Manufacturers and Exploitation of Real Estate» for the year ending on the 31st. December 2004. Our audit, in the context of which we were informed of the full accounting report of the operations of the Company's branches, was carried out in accordance with the provisions of article 37 of C.L. 2190/1920 «concerning Public Limited Companies», and the accounting procedures we deemed suitable and which are in accordance with the auditing principles and rules adopted by the Certified Public Auditors Accountants Corps and which are in accordance with basic International Accounting Standards. The books and records kept by the company were placed at our disposal and all information and explanations necessary for the audit that we requested were given to us. The company applied the Greek General Accounting Plan correctly. The inventory evaluation method was not modified with relation to the previous year and the cost of production deriving from the accounting books was determined in accordance with accepted cost accounting principles . We have verified the consistence of the content of the Board of Directors' Management Report to the Annual General Meeting of Shareholders with the relevant Financial Statements. The Attachment contains the information required by paragraph 1 of article 43a of Codified Law 2190/1920. The following arose from our above audit: 1. In standard practice the Company does not set up a provision against personnel retirement benefits, basing itself on opinion No. 205/1988 of the plenary session of the Legal Counsels of the Administration and on article 10 of Law 2065/92, unless there is someone on the staff who shall be eligible for retirement by the end of the following year. Had the Company set up such a provision in accordance with article 42e of C.L. 2190/1920 for the entire staff, this provision would have amounted to € 674 thousand and it should have been borne by the Profit & Loss Accounts of previous years. 2. Suites and claims against the Company in an amount of € 29,215 thousand are pending, and the effects of these on the Company's financial position, should there be an adverse outcome, cannot be quantified at the present stage. 3. 2003 and 2004 have not been subjected to a tax audit by the tax authorities. Consequently, the Company's tax liabilities for these years have yet to be finalised. 4. Owing to the amount of the Company's accumulated losses, the case of article 47 of C.L. 2190/1920 is applicable. In our opinion, and on condition that the Company continues its activity, and after our above observations have been taken into account, the above financial statements, deriving from the company's books and records, together with the Attachment, depict the company's asset structure and financial position as of 31st December 2004 as well as the Profit & Loss Account ending on this date, in accordance with the relative provisions in force and generally accepted accounting principles and methods applied by the parent company which do not differ from those applied in the previous year, apart from the case mentioned in note 2 to the Balance Sheet.

Athens, 24th February 2005

THE CERTIFIED PUBLIC AUDITOR ACCOUNTANT

CONSTANTINE KOUVELAS

CPAA Reg. No. 11021

NOTES
TO THE FINANCIAL STATEMENTS OF 31ST DECEMBER 2004
(in accordance with the provisions of Codified Law 2190/1920, as currently in force)

1. Lawful drawing up and structure of the financial statements.

Deviations made for the sake of the principle of showing a true picture.

(a) Article 42a par 3: Deviations from the relevant provisions concerning the drawing up of the annual financial statements that were deemed necessary in order to show with absolute clarity, the true picture required by the provisions of par 2 of this article.

None were made.

(b) Article 42b par 1: Deviations from the principle of invariability of the structure and form of the appearance of the Balance Sheet and the Profit & Loss Accounts.

There were no deviations.

(c.) Article 42b par 2.: Entries to the appropriate item account related to several mandatory accounts.

The need for such a case did not arise.

(d) Article 42b par 3.: Adjustment to the structure and titles of the accounts numbered in Arabic numbers when the special nature of the enterprise requires this.

The need for such a case did not arise.

(e) Article 42b par 4.: Condensing of Balance Sheet and Profit & Loss Account accounts corresponding to Arabic numbers for which (condensations) the prerequisites of this provision apply.

No accounts were condensed.

(f) Article 42b par 5.: Amendment of figures of the previous fiscal year to make them similar and comparable to the corresponding figures of this fiscal year.

None were made.

2. Evaluation of fixed assets

(a) Article 43a par 1 – a: Methods of evaluating fixed assets and the calculation of depreciation as well as provisions against their devaluation.

1. *Fixed Assets were evaluated at their acquisition value or at cost of own construction thereof or their readjusted value in accordance with a special law, increased by the value of additions thereto and improvements thereof and reduced by depreciation provided by law.*
2. *Holdings and securities were evaluated at: a) Holdings in Greek companies not listed on the Stock Exchange and holdings in foreign companies at the lower of acquisition price and current price. Where current price is defined as book value deriving from the last audited balance sheet of the company, and b) securities listed on the Stock exchange at their current value. Where current value, is defined, as average stock exchange price over the last month of the year.*

3.There are no securities with time deposit features.

4. Stocks deriving from purchases (merchandise, raw material, consumable materials, etc.) were evaluated at the lower of acquisition price, year end current purchase price and net liquidation value. The average acquisition price of these stocks was evaluated by the LIFO method, which is standard practice.

5. Stocks deriving from own production, apart from faulty ones, scrap and by products, were evaluated at the lower of cost of production, year end cost of reproduction and net liquidation value..

6. Defective stocks, scrap and by products were evaluated at their possible sale price, reduced by estimated direct sales expenses.

7. The average acquisition price of stocks of finished goods was evaluated by the FIFO method, which is standard practice.

(b) Article 43a par 1a: Conversion into Euro bases for fixed assets expressed in foreign currency (FC) and accounting handling of foreign exchange differences.

1. Receivables and liabilities in foreign currency apart from liabilities used for the acquisition of fixed assets, were evaluated at the official parity rate as of 31/12/2004 and debit foreign exchange differences amounting to € 119,443.52 arose, which were recorded in the Exceptional and non operating expenses account and credit differences of € 1,382,313.69 which were recorded in the Other provisions account.

2. Cash and cash equivalents in foreign currency were evaluated at the official parity rate as of 31/12/2004 and foreign exchange differences arising arose were recorded in the profit & loss account.

(c) Article 43 par. 2: Deviation from the methods and basic principles of evaluation. Application of special methods of evaluation.

There was none.

(d) Article 43 par. 7 b: A change in the method of calculating the acquisition price or the cost of production of stocks or chattel.

There was no change in the method of calculating the acquisition price of stocks.

(e) Article 43 par 7-c: Presentation of the difference between the evaluation value of stocks and chattel and current market price of these, if it is significant.

There is no significant difference.

(f) Article 43 par 9 : Breakdown and explanation of the readjustment of fixed assets made in the year in accordance with a special law and reference to the activity of the account Differences from Readjustment.

In accordance with Law 2065/92, the value of land was readjusted by € 2,687,854.88, of buildings by € 10,964,597.53 and of depreciation on buildings by €1,401,989.89 on 31-12-2004. The resulting capital gains of € 12,250,462.52 were offset against previous years losses in an equal amount.

3. Fixed Assets and Installation Expenses

(a) Article 42e par 8 : Changes in Fixed Assets and installation expenses (amortised over several years).

The following is a table containing the information required by this provision:

TABLE OF CHANGES IN FIXED ASSETS AND INSTALLATION EXPENSES

DESCRIPTION	BALANCE 31-12-03	CHANGES IN YEAR	BALANCE 31-12-04	ACCUMULATED DEPRECIATION	DEPRECIATION FOR YEAR	CHANGES IN YEAR	TOTAL DEPRECIATION	NET VALUE
LAND	14,514,010.08	-1,590,514.77	12,923,495.31	-	-	-	-	12,923,495.31
BUILDINGS	38,400,089.55	6,637,494.43	45,037,583.98	6,918,649.99	2,329,894.05	1,431,748.13	7,816,795.91	37,220,788.07
MACHINERY	117,589,951.62	-10,139,453.38	107,450,498.24	30,849,258.78	11,967,314.99	9,558,936.35	33,257,637.42	74,192,860.82
TRANSPORTATION MEANS	4,200,544.32	-2,553,062.18	1,667,482.14	1,945,873.69	305,620.00	1,235,985.29	1.015,508.40	651,973.74
FURNITURE & FIXTURES	1,680,136.28	-1,036,482.95	643,653.33	1,097,788.15	166,142.98	954,407.81	309,523.32	334,130.01
TOTAL	**176,384,731.85**	**-8,662,018.85**	**167,722,713.00**	**40,911,570.61**	**14,768,972.02**	**13,181,077.58**	**42,399,465.05**	**125,323,247.95**

(b) Article 43 par 5-d : Breakdown of additional depreciation.

- There was none.

(c) Article 43 par 5-e : Provision against the devaluation of tangible fixed assets.

- None were set up.

(d) Article 43 par 3-e: Breakdown and explanation of the figures of installation expenses (amortised over several years) regarding the year.

Expenses amortised over several years for the year:

- Formation & First installation Expenses	€	681,989.88
- Other installation expenses (software)	€	926,440.01
TOTAL	€	**1,608,429.89**

(e) Article 43 par 3-c : The figures and accounting handling of foreign exchange differences arising in the year, for the payment (installments) or the evaluation at the end of the year of loans or credits, used exclusively for the acquisition of fixed assets.

- There were no foreign exchange differences, all loans, as of 31/12/2004, were in €.

(f) Article 43 par 4 subpar. a and b: Breakdown and explanation of the accounts "Research and Development Expenses", "Licenses and Patents" and "Goodwill".

The "Licences & Patents" Account contains an amount of € 3,050.00 which consists of the registration of the Company's brand name in the European Union.

4. Holdings

(a) Article 43a par 1-b: Holdings in the capital of other companies with a percentage holding greater than 10%.

COMPANY	REGISTERED OFFICES	SHARE CAPITAL	PERCENTAGE HOLDING	ACQUISITION COST IN €
CPW EUROPEAN TRADING	DÜSSELDORF	€ 250,000	79%	197,500.00
CPW AMERICA CO.	HOUSTON U.S.A.	US$ 500,000	100%	567,343.70
DIAVIPETHIB S.A.	THISBE-BOEOTIA	€ 1,280,000	51.62%	1,589,900.00
Humbel LTD.	CYPRUS	CYP 1,000	100%	1,710.00
Corinth Metal Works S.A.	ATHENS	€ 6,734,250	99.99%	6,734,247.00

In the evaluation of holdings in subsidiary companies, a loss of € 25,427.03 arose, which was borne by the Profit & Loss Account.

(b) Article 43a par 1 –o: Drawing up of consolidated financial statements which include the financial statements of the Company.

These are included in the consolidated financial statements drawn up by SIDENOR S.A. with Registration No.: 2310/06/B/86-20.

5. Stocks

(a) Article 43a par. 1 – k: Evaluation of stocks in deviation of the rules of evaluation of article 43 for tax reduction purposes.

- There was no deviation.

(b) Article 43a par. 1 –j: Differences from the devaluation of current asset items and reasons for this.

In the evaluation of stocks, at their net liquidation value, a loss of € 1,760,182.86 arose.

6. Share Capital

(a) Article 43a par 1 –d: Categories of shares in which the share capital is divided.

	Number	Par Value	Total Value
Registered Shares	82,780,134.00	€ 0.78	€ 64,568,504.52

(b) Article 43a par 1-c: Shares issued in the year for an increase in the share capital.

Following the Board's proposal, the Extraordinary General Meeting of shareholders, held on 15/12/2003, resolved to increase the Company's share capital. From the increase in the share capital, funds totalling € 35,914,736.52 were raised, through the issue of 46,044,534 new common registered shares. Furthermore, the Extraordinary General Meeting of shareholders, held on 28/09/2004, resolved to increase the Company's share capital by € 32,284,252.26, through payment in cash and the issue of 41,390,067 new common registered shares, with a par value and issue price of € 0.78 each. By 31/12/2004, € 20,000,000 had been paid up which appears in the figure "Amounts destined for increase of the share capital".

(c) Article 43a par 1-e and 42e par 10. Titles issued and rights incorporated in these.

- None were issued.

(d) Article 43a par 1 – p: Acquisition of own shares in this year.

- None were acquired.

7. Provisions and Liabilities

(a) Article 42e par 14 subpar. d: Breakdown of the account "Other provisions" if the figure is of a significant amount.

This account totalling € 1,382,313.67, consists of the provision against credit foreign exchange differences in foreign currency.

(b) Article 43a par 1-g: Financial, contractual, etc. commitments not appearing in the memory accounts. Liabilities for the payment of special monthly provisions and financial commitments for related companies.

The Company has pledged a guarantee for its subsidiary CPW European, up to an amount of € 350,000, which was borne by the Profit & Loss Accounts of previous years.

(c) Article 43a par 1 – l: Possible debts of significant amounts of tax and amounts of tax that may arise, at the expense of this year and previous ones, provided these do not appear in liabilities or provisions.

The company has been audited by the tax authorities for the years up to and including 2002. A provision for the years 2003-2004 cannot be set up.

(d) Article 43a par 1 – f: Long term liabilities, over 5 years.

Bank	€	Use
EUROPEAN INVESTMENT BANK	19,802,422.24	For the purchase of machinery

(e) Article 43a par 1-f: Liabilities covered by collateral security.

-The following liens and mortgages on the Company's Fixed Assets have been registered as security for bank loans amounting to € 167,784,888.39, appearing in the balance sheet.

Bank	€
2. B.N.P.	25,620,000.00
3. ALPHA BANK	25,620,000.00
4. BANK OF CYPRUS	21,960,000.00
Total	**73,200,000.00**

8. Contingent Accounts

(a) Article 42e par 12: Breakdown of the figures for the contingent accounts "Deferred Income" and "Accrued Expenses".

Deferred Income	
Deferred income from subsidiaries with regard to expenses paid by the parent company on their account	€ 999,447.38
Accrued Expenses	
Freight	1,653,233.14
Customer receivables outstanding	1,416,092.00
Interest on loans	251,119.74
Sales commissions	212,789.46
PPC bills	95,384.78
Insurance premiums	44,440.96
Various expenses	30,580.64
Special export expenses	19,637.19
Total	**3,723,277.91**

9. Memory Accounts

- **Article 42e par 11:** Breakdown of memory accounts to the extent that this obligation is not covered by information included in the following paragraph 10.

1. Guarantee and Mortgage accounts € 92,641,440.27. The account consists of liens in favour of banks amounting to € 73,200,000.00 and Letters of Guarantee granted, amounting to € 19,441,440.27.

2. Third parties' assets consist of products sold which shall be collected by customers in the next year.

3. Receivables and liabilities from hedging contracts consist of unexecuted balances with the Company's customers, amounting to € 97,450,626.36 and receivables from futures contracts, amounting to € 71,979,076.45.

4. The rest of the memo accounts contain the value of acquisitions within the European Union.

10. Guarantees and collateral security granted

- **Article 42e par 9:** Guarantees and collateral security granted by the Company. (See par. 9 of this attachment)

11. Fees, advances and credits to management bodies

(a) Article 43a par 1- m: Emoluments to members of the Company's management and administrative bodies.

General Manager	€ 165,300.06

(b) Article 43a par 1-m Liabilities created or undertaken for the assistance of personnel retiring from management and administrative bodies of the company, in the year.

There are none.

(c) Article 43a par n: Advances and credits granted to management (members of board of directors and managers).

There are none.

12. Profit & Loss Account

(a) Article 43a par 1- h: Turnover by category of activity and geographical markets. (Turnover is defined in article 42e 15 subpar. a)

1) Industrial Activity Domestic	€ 18,114,137.40
2) Industrial Activity Abroad	€ 157,630,798.66
3) Commercial Activity Domestic	€ 3,791,712.49
4) Other Domestic Activity	€ 911,091.81
Total:	**€180,447,740.36**

(b) Article 43a par 1-j: Average number of personnel employed during the year, by category and total cost of each. It is clarified that "Administrative personnel" includes salaried personnel and "Labour-Technicians" includes wage earners.

(1) Average number of personnel	681
(2) Average number of personnel by category	
- Administrative personnel	99
- Labour-Technicians	582
- Total	**681**

(3) Personnel Remuneration and Expenses	
- Salaries	€ 15,157,662.00
- Social Security and benefits	€ 5,246,736.19
Total	**€20,404,398.19**

(c) Article 42e par 15-b: Breakdown of non recurring and non operating expenses and income (that is of the accounts "non recurring and non operating expenses" and "non recurring and non operating income"). If the amounts for the "non recurring losses" and "non recurring profits" accounts are significant, in application of the provision of article 43a par 1 –m, a breakdown of these is also shown (on the basis of accounts 81.03 and 81.03 of the General Accounting Plan).

1. Non recurring and non operating expenses	€
- Foreign exchange differences	2,455,446.80
- Other non operating expenses	1,548,056.23
Total	**4,003,503.03**

2. Non recurring and non operating income	€
- Foreign exchange differences	3,358,386.70
- Profit from sale of fixed assets	344,813.14
- Share of fixed asset subsidies for the year	94,251.79
- Other non operating income	199.55
Total	**3,797,651.18**

3. Non recurring losses	€
- Idle costs	719,552.46
-Other	7,570.60
Total	**727,123.06**

4. Non Recurring profits	€
- Profit from sale of real estate	80,093.72
Total	**80,093.72**

(d) Article 42e par 15- b: Breakdown of "Deferred Income", "Income from previous years' provisions" and "Accrued Expenses".

1. Income from unused provisions	€
- Sales commissions	294,253.47
- Evaluation of securities	48,947.60
	343,201.07

2. Accrued Expenses	€
- Other accrued expenses	206,013.58
3. Deferred Income	**€**
- Other deferred income	207,955.97

13. Other information required for the best possible information and application of the principle of presenting a true picture

(d) Article 42a par. 1 – p: Any other information required by special provisions of legislation currently in force each time deemed necessary for the achievement of the purpose of providing the best possible information for shareholders and third parties and the presentation of a true picture.

There is none.

ATHENS, 23RD FEBRUARY 2005

THE CHAIRMAN OF THE BOARD	THE DEPUTY DIRECTOR	THE CHIEF ACCOUNTANT
CONSTANTINE BAKOURIS	**SARADOS MILIOS**	**PAVLOS KOUBIS**

It is hereby certified that the above report of the Board of Directors which consists of 8 (eight) pages, is the one referred to in the Audit Certificate I issued on the 24th February 2005.

Athens, 24th February 2005

THE CERTIFIED PUBLIC AUDITOR ACCOUNTANT

CONSTANTINE KOUVELAS

CPAA Reg. No.: 11021

REPORT
OF THE BOARD OF DIRECTORS OF CORINTH PIPEWORKS S.A. TO THE ANNUAL GENERAL MEETING OF SHAREHOLDERS ON THE CONSOLIDATED FINANCIAL STATEMENTS OF THE 4th YEAR OF OPERATIONS (01.01 – 31.12.04)

Dear Shareholders,

We have the honour of hereby submitting to you the Consolidated Financial Statements (Balance Sheet, Profit & Loss Account, and the Attachment) for the period 1st January to 31st December 2004.

General Observations

The consolidated Balance Sheet and Profit & Loss Account derived from the integrated consolidation of the respective items of the Balance Sheets and Profit & Loss Accounts for the year of the parent company CORINTH PIPEWORKS S.A. and its subsidiary companies:

1. CORINTH METAL WORKS S.A. (ATHENS)

2. CPW EUROPEAN TRADING GmbH (DÜSSELDORF – GERMANY)

3. CPW AMERICA CO. (HOUSTON – U.S.A.)

4. HUMBEL LTD. (CYPRUS)

Notes on the Balance Sheet

Minority interest on equity, reserves and profits was not calculated owing to the negative net worth of the subsidiary CPW EUROPEAN TRADING GmbH.

In the evaluation of the holding of the subsidiary CPW AMERICA CO. a debit foreign exchange difference arose of € 29,997.27, which was borne by the profit & loss statement.

The Profit & Loss Account

Turnover of the consolidated profit & loss account amounting to € 214,600,578.91, derived from the integrated consolidation of the financial statements of CORINTH METAL WORKS S.A. € 20,801,751.10, CPW EUROPEAN TRADING GmbH € 51,298,319.40 and CPW AMERICA CO € 58,106,360.20, after deducting inter company transactions amounting to € 96,053,592.15.

Net profits after taxes for the year amounted to € (27,669,169.26).

Finally, we kindly request you to take the appended Attachment into account as it constitutes an integral part of the Financial Statements.

ATHENS, 23rd FEBRUARY 2005

THE BOARD OF DIRECTORS

THE CHAIRMAN OF THE BOARD OF DIRECTORS

CONSTANTINE BAKOURIS

The above report of the Board of Directors which consists of 2 pages, is the one referred to in the audit certificate I issued dated 24/02/2005.

Athens, 24th February 2005

THE CERTIFIED PUBLIC AUDITOR ACCOUNTANT

CONSTANTINE KOUVELAS

CPAA Reg. No. 11021

CORINTH PIPEWORKS S.A.

4th CONSOLIDATED BALANCE SHEET AS AT DECEMBER 31, 2004
4th YEAR (1st JANUARY-31st DECEMBER 2004)
REGISTRATION NUMBER PREFECTURE OF ATHENS 1343/06/B/86/35

ASSETS		2004			2003	
	Cost of Valuation	Accumulated Depreciation	Net book Value	Cost or Valuation	Accumulated Depreciation	Net book Value
		(amounts in euros)			(amounts in euros)	
B. SET UP COSTS						
1. Set up and establishment expenses	1.235.571,05	667.264,58	568.306,47	553.581,17	457.075,33	96.505,84
2. Exchange differences on borrowings used for fixed assets	7.028.506,95	2.322.157,16	4.706.349,79	7.028.506,95	1.585.421,58	5.443.085,37
3. Capitalised borrowing costs on fixed assets	12.515.105,33	5.182.578,64	7.332.526,69	12.515.105,33	2.739.293,46	9.775.811,87
4. Other set up costs	4.279.369,41	3.497.471,61	781.897,80	3.352.929,40	3.224.332,39	128.597,01
	25.058.552,74	11.669.471,99	13.389.080,75	23.450.122,85	8.006.122,76	15.444.000,09
C. FIXED ASSETS						
I. INTANGIBLE ASSETS						
2. Concessions,trademarks and manufacturing licenses	5.563,88	3.500,44	2.063,44	5.563,88	2.435,44	3.128,44
II.TANGIBLE ASSETS						
1. Land	19.124.489,80	0,00	19.124.489,80	14.514.010,08	0,00	14.514.010,08
3. Buildings	50.833.430,20	11.346.414,00	39.487.016,20	38.400.089,55	6.918.649,99	31.481.439,56
4. Machinery and equipment	121.145.764,89	43.328.550,86	77.817.214,03	117.633.227,05	30.871.762,91	86.761.464,14
5. Motor vehicles	2.011.101,02	1.294.201,18	716.899,84	4.250.657,40	1.967.595,07	2.283.062,33
6. Furniture and fittings	1.933.332,69	1.374.879,35	558.453,34	1.764.781,12	1.146.029,55	618.751,57
7. Payments on account and assets in course of construction	183.142,34	0,00	183.142,34	0,00	0,00	0,00
	195.231.260,94	57.344.045,39	137.887.215,55	176.562.765,20	40.904.037,52	135.658.727,68
TOTAL TANGIBLE AND INTANGIBLE ASSETS	**195.236.824,82**	**57.347.545,83**	**137.889.278,99**	**176.568.329,08**	**40.906.472,96**	**135.661.856,12**
III. INVESTMENTS AND OTHER NON-CURRENT FINANCIAL ASSETS						
1. Investments in related entities		1.589.897,00			36.743,90	
2. Investments in other entities		7.336,76			7.336,76	
Less: Outstanding installments		12,73	1.597.221,03		0,00	44.080,66
7. Other non-current receivables			1.013.529,19			1.031.187,65
			2.610.750,22			1.075.268,31
Total Fixed Assets (C I+C II+C III)			**140.500.029,21**			**136.737.124,43**
D CURRENT ASSETS						
I. INVENTORIES						
2. Finished and semi-finished goods - By-products and residuals		33.064.612,40			28.498.273,31	
4. Raw and auxiliary materials - consumables			18.910.900,90			30.404.484,37
5. Payments on account			112.521,93			645.378,80
			52.088.035,23			59.548.136,48
II.RECEIVABLES						
1. Trade receivables		55.229.924,61			33.202.112,77	
less: provisions		419.847,19	54.810.077,42		590.590,52	32.611.522,25
3a.Cheques receivable			348.645,90			298.953,74
3b.Cheques overdue			37.000,00			37.000,00
5. Short term receivables from Other Related Parties			767.802,22			2.300,00
11.Other receivables			14.688.995,78			29.011.883,79
12.Advances given			16.540,00			0,00
			70.669.061,32			61.961.659,78
III INVESTMENTS						
1. Shares			595.529,07			718.008,62
			595.529,07			718.008,62
IV. CASH AT BANK AND IN HAND						
1. Cash in hand			12.154,38			35.597,50
3. Current accounts and time deposits			4.042.960,64			8.659.783,56
			4.055.115,02			8.695.381,06
Total current assets (D I+D II+D III+D IV)			**127.407.740,64**			**130.923.185,94**
E. PREPAYMENTS AND ACCRUED INCOME						
1. Prepaid expenses			351.666,80			110.094,99
2. Accrued income			2.174,50			444,34
3. Other transitory accounts			6.281.759,36			185.818,86
			6.635.600,66			296.358,19
TOTAL ASSETS (B+C+D+E)			**287.932.451,26**			**283.400.668,65**
MEMO ACCOUNTS - DEBIT BALANCES						
1. Third party assets			202.881,30			101.010,05
2. Guarantees and collateral (debit balances)			92.641.440,27			15.676.861,73
3. Amounts receivable from contracts containing rights and obligations for both parties			169.429.702,81			87.125.701,96
4. Other memo accounts			107.778.847,32			73.649.351,56
			370.052.871,70			176.552.925,30

LIABILITIES	2004 (amounts in euros)	2003 (amounts in euros)
A. EQUITY		
I. SHARE CAPITAL		
(82.780.134 shares of € 0,78)		
1. Paid up capital	64.568.504,52	28.653.768,00
2. Share capital not paid	12.284.252,26	25.617.504,00
II. Share premium account	**27.427.850,33**	**27.427.850,33**
III. Revaluation reserves - investment grants		
2. Fixed Asset Revaluation reserve	2.529.607,10	0,00
3. Investment grants	899.096,05	141.377,69
4. Difference from share capital conversion into euro	90.284,81	90.284,81
	3.518.987,96	231.662,50
IV. RESERVES		
1. Statutory reserve	1.461.079,95	1.461.079,95
Less: loss on valuation of investments eligible for future offset	-1.182.731,55	-1.182.731,55
4. Non-statutory reserves	2.640.147,87	2.640.147,87
5. Tax deferred reserves	9.385.490,53	9.385.490,53
	12.303.986,80	12.303.986,80
V. RETAINED EARNINGS		
Accumulated profits / (losses) brought forward	-73.621.158,76	-32.317.287,09
Current period profit / (loss)	-27.669.169,26	-53.527.718,82
	-101.290.328,02	-85.845.005,91
VI. DEPOSITS FOR FUTURE SHARE CAPITAL INCREASE	**20.000.000,00**	**31.690.032,00**
VIII. Goodwill on consolidation	**0,00**	**0,00**
IX. Minority Interest	**0,00**	**0,00**
Total equity (AI+AII+AIII+AIV+AV+AVI+AVIII+AIX)	**38.813.253,85**	**40.079.797,72**
B. PROVISIONS FOR LIABILITIES AND CHARGES		
2. Other provisions	1.397.013,67	252.715,03
C. LIABILITIES		
I. LONG TERM LIABILITIES		
1. Bond Loans	78.000.000,00	0,00
2. Bank Loans	48.283.889,03	55.626.705,27
	126.283.889,03	55.626.705,27
II. CURRENT LIABILITIES		
1. Trade payables	25.015.759,05	11.992.826,90
2. Notes payable	34.652.718,75	13.302.681,60
3. Short term bank loans	47.343.360,06	149.191.171,01
4. Customer advances	1.476.527,35	21.088,50
5. Taxes and duties payable	496.003,71	402.647,53
6. Social security	947.817,19	953.953,76
7. Current portion of long term liabilities	6.429.274,66	7.091.395,95
10.Dividends payable	36.364,83	36.966,31
11.Other payables	988.858,49	887.219,39
	117.386.684,09	183.879.950,95
Total liabilities (C I+C II)	**243.670.573,12**	**239.506.656,22**
D. ACCRUALS AND DEFERRED INCOME		
2. Accrued expenses	4.051.610,62	3.226.190,09
3. Other transitory accounts	0,00	335.309,59
	4.051.610,62	3.561.499,68
TOTAL LIABILITIES (A+B+C+D)	**287.932.451,26**	**283.400.668,65**
MEMO ACCOUNTS - CREDIT BALANCES		
1. Beneficiaries of third party assets	202.881,30	101.010,05
2. Guarantees and collateral (credit balances)	92.641.440,27	15.676.861,73
3. Amounts payable from contracts containing rights and obligations for both parties	169.429.702,81	87.125.701,96
4. Other memo accounts	107.778.847,32	73.649.351,56
	370.052.871,70	176.552.925,30

NOTES:

1. Apart from the parent company the consolidations include: Corinth Metal Works S.A. (percentage holding 99.99%), CPW EUROPEAN TRADING GmbH (percentage holding 100%) and Humbel Ltd. (percentage holding 100%). The consolidated balance sheet does not include DIA.VI.PE.THI.B S.A. (percentage holding 51.625%), the effect of which is insignificant.

2. There are mortgages and liens in favour of banks on the parent company's Fixed assets in a total amount of € 73,200,000 to secure their loans to the company. It should be noted that in 2004 mortgage prenotices on the Corinth plant amounting to € 12,627,439 and on buildings – offices in Athens amounting to € 890,211.81, were eliminated.

3. In accordance with the provisions of Law 2065/92 as of 31-12-2004 the value of land was readjusted by € 4,610,479.72, that of buildings by € 12,167,640.79 and depreciation on buildings by € 1,994,239.05. The ensuing capital gains of € 14,783,881.46 were offset against losses of previous years in an amount of € 12,254,274.36 and the balance of € 2,529,607.10 was transferred to the "Differences from the readjustment of fixed assets" account.

4. With regard to the industrial accident that occurred on 03/04/2003, at the parent company's Corinth plant, lawsuits have been filed against the parent company by members of the victims' families.

5. The average number of personnel employed by the parent company and its subsidiaries as of 31-12-04 was 738.

6. In accordance with paragraph 3d of article 4 of P.D. 360/1985, the parent company's management informs its shareholders of action taken to deal with the reasons that led to inclusion of the Company's share in the special trading category of "under surveillance", that: In order to deal with the losses that arose during the period of the gradual commissioning of the new installations at the Industrial Area of Thisbe in Boeotia and the improvement in production costs, with the support of Greek and foreign firms, the parent company has drawn up and set in motion a specific plan of technical and structural interventions, which are underway and it is expected that they shall be completed in stages. In this context, the Extraordinary General Meeting of the parent company's Shareholders held on 15/12/2003, subsequent to a proposal by the Board, resolved to increase its share capital. From the increase in share capital a total of € 35,914,735.52 was raised in funds through the issue of 46,044,534 new common registered shares. Issue expenses amounted to € 250,000 approximately. The period for the exercise of preemptive rights lasted from 28/04/2004 to 12/04/2004, the payment of capital was certified by the parent company's Board of Directors in its meeting held on 18/05/2004 (GG 5618/11.06.2004) and the new shares began being traded on 15/07/2004. In May 2004 the use of funds raised from this increase in share capital was completed and the relative report of the certified public auditor certifying the use of funds raised was published in the newspapers ESTIA and EXPRESS 07/08/2004. The Extraordinary General Meeting of the parent company held on 08/08/2003 also approved the floating of a corporate bonded loan in an amount of € 100 million. It is clarified that in November and December 2004, the parent company contracted agreements for the floating of four bilateral corporate bonded loans totalling € 78 million. Furthermore, the Extraordinary General Meeting of the parent company's Shareholders held on 28/09/2004, resolved to increase the parent company's share capital by €32,284,252.26 through payment in cash and the issue of 41,390,067 new common registered shares with a par value and issue price of € 0.78 each. By 31/12/2004 € 20,000,000 had been paid up and appears in the figure "Amounts destined for the increase in share capital". The target of the parent company's above activity is to enhance its working capital, improve its ratios (to meet its commitments, in accordance with the contract of a bank loan) and the conversion of part of short term debt to long term.

7. The consolidation was effected by the integrated consolidation method.

8. In accordance with the 4 digit STACOD 2003 classifications, turnover (sales) are broken down as follows: code 272.2 (Construction of steel pipes) € 182,478,374.56, code 271.0 (Production of basic iron, steel and iron alloys) € 5,998,423.37, code 285.1 (Processing and coating of metals) € 2,672,056.54, code 515.2 (Wholesale trade of metals) € 22,538,106.57 and other sales € 913,617.87.

9. The Extraordinary General Meeting of the parent company's shareholders held on 28/09/2004 resolved among other things to split off the Small and Medium Diameter Pipes and Construction Pipes division of the Corinth plant and to contribute same to the public limited company EVIMET S.A. The split off was carried out in accordance with provisions 1-5 of Law 2166/93 and legislation in force concerning public limited companies, on the basis of the assets of the section as depicted in the transformation balance sheet as of 31/08/2004. The split off was approved on 01/12/2004 by decision No. 39915/2004 of the Prefecture, approving the change of the Company's title from EVIMET S.A. to CORINTH METAL WORKS S.A. In 2003 the split off section realised sales of € 6,312,905.89, that is a 4.25% percentage of the parent company's total sales in 2003. The net worth of the split off section was determined at € 6,674,237.27 which was certified by a certified public auditor.

10. With regard to the damages caused by the industrial accident which occurred at the parent company's Corinth plant in April 2003, all procedures the parent company had proceeded with, regarding the reimbursement of material damages by the insurance companies, have been completed and has collected the indemnity agreed.

CONSOLIDATED INCOME STATEMENT FOR THE YEAR ENDED 31ST DECEMBER 2004
(1st JANUARY - 31st DECEMBER 2004)

		2004 (amounts in euro)		2003 (amounts in euro)
I. OPERATING RESULTS				
Turnover (sales)		214.600.578,91		154.657.438,01
Less: Cost of sales		188.663.450,22		152.758.656,48
Gross profit		25.937.128,69		1.898.781,53
Add: Other operating income		3.307.809,88		2.720.003,71
Total		**29.244.938,57**		**4.618.785,24**
Less: 1. Administrative expenses	6.881.213,28		7.822.035,00	
3. Distribution costs	35.818.733,71	42.699.946,99	28.453.208,34	36.275.243,34
Results (losses) from operations		-13.455.008,42		-31.656.458,10
Add: 4. Interest and similar income	145.517,88		157.073,08	
Add: Gains from shares and participations	0,00		145.109,54	
Less: Expenses and losses on investments	166.871,05		0,00	
3. Interest expenses and similar charges	13.222.980,21	-13.244.333,38	13.693.710,05	-13.391.527,43
Total Operating Results (losses)		-26.699.341,80		-45.047.985,53
II. ADD: NON OPERATING RESULTS				
1. Exceptional and non operating income	4.113.904,68		3.854.937,71	
2. Exceptional gain	80.093,72		28.369,18	
3. Prior year income	207.955,97		0,00	
4. Income from release of provisions	343.885,55	4.745.839,92	274.610,69	4.157.917,58
LESS:				
1. Exceptional and non operating expenses	4.241.040,26		4.793.520,38	
2. Exceptional losses	952.771,91		4.872.524,14	
3. Prior year expenses	206.013,58		2.714.737,15	
4. Provisions for exceptional risks	0,00	5.399.825,75	37.000,00	12.417.781,67
Total operating and non-operating results		-27.353.327,63		-53.307.849,62
LESS: Depreciation on fixed assets	18.401.655,95		16.897.277,92	
Less: depreciation included in operating results	18.401.655,95	-	16.897.277,92	-
NET RESULT (loss) BEFORE TAXES		**-27.353.327,63**		**-53.307.849,62**
LESS: Minority Interest on Net income (loss) before taxes		0,00		42.500,60
NET RESULT (loss) BEFORE TAXES		**-27.353.327,63**		**-53.265.349,02**
LESS: Income tax	-166.686,94		-213.757,11	
LESS: Differences from tax audits of previous years	-100.542,00			
LESS: Other taxes not included in operating costs	-48.612,69	-315.841,63	-48.612,69	-262.369,80
NET GROUP RESULT (LOSS) after taxes		**-27.669.169,26**		**-53.527.718,82**
LESS: Minority Interest on Net income (loss) after taxes		-		-
NET GROUP RESULT (LOSS) after taxes		**-27.669.169,26**		**-53.527.718,82**

Athens 23 February 2005

Chairman of the Board of Directors	Authorised Director	Financial Director	Accounting Manager
Bakouris Constantine	**Milios Sarados**	**Mitrelias Charilaos**	**Koubis Pavlos**
ID. No.: L 177987	ID. No.: P 998326	ID. No.: X 019358	ID. No.: P 330058 Registration No G.E.G. 9901062733

CERTIFIED PUBLIC AUDITOR ACCOUNTANT'S CERTIFICATE

To the Shareholders of «CORINTH PIPEWORKS S.A.»
and its subsidiaries

We have audited the Consolidated Balance Sheet and the Consolidated Profit & Loss Account, as well as the relevant Attachment of «CORINTH PIPEWORKS S.A. Pipe Manufacturers and Exploitation of Real Estate» and its subsidiaries for the year ending on the 31st. December 2004, in accordance with the provisions of article 108 of Codified Law 2190/1920 «concerning Public Limited Companies». We applied the procedures we deemed appropriate for the purposes of our audit, which are in accordance with the auditing rules and principles adopted by the Certified Public Auditors Accountants Corps and we have verified the consistence of the content of the consolidated Management Report with the above consolidated financial statements. The following arose from our above audit: 1. In standard practice the Parent Company and one of its subsidiaries do not set up a provision against personnel retirement benefits, basing themselves on opinion No. 205/1988 of the plenary session of the Legal Counsels of the Administration and on article 10 of Law 2065/92, unless there is someone on the staff who shall be eligible for retirement by the end of the following year. Had the Companies set up such a provision in accordance with article 42e of C.L. 2190/1920 for the entire staff, this provision would have amounted to € 1,442 thousand of which € 190 thousand should have been borne by the consolidated profit & loss account of the closing year. 2. Suites and claims against the Parent Company and its subsidiaries in a total amount of € 31,764 thousand are pending, and the effects of these on the Group's financial position, should there be an adverse outcome, cannot be quantified at the present stage. 3. Customers receivables of the companies of the group also include receivables under litigation in an amount of € 571 thousand, for which a corresponding provision has not been set up against failure to liquidate part of these, at the expense of the consolidated profit & loss account. 4. The parent company's fiscal years 2003 and 2004 have not been subjected to a tax audit by the tax authorities. Consequently, the Parent Company's tax liabilities for these years have yet to be finalised. 5. Owing to the amount of the Parent Company's accumulated losses, the case of article 47 of C.L. 2190/1920 is applicable with regard to the Parent Company.

In our opinion, after our above observations have been taken into account and on condition that the Parent Company continues its activity, these consolidated financial statements have been drawn up in accordance with the provisions of Codified Law 2190/1920 and depict the asset structure, the financial position and the profit & loss of all the companies included in consolidations as of 31st December 2004, in accordance with the relative provisions in force and generally accepted accounting principles and methods applied by the parent company which do not differ from those applied in the previous year, apart from the case mentioned in note 3 to the Balance Sheet.

Athens, 24th February 2005

THE CERTIFIED PUBLIC AUDITOR ACCOUNTANT

CONSTANTINE KOUVELAS

CPAA Reg. No. 11021

NOTES
TO THE CONSOLIDATED FINANCIAL STATEMENTS AS OF 31st DECEMBER 2004 OF CORINTH PIPEWORKS S.A. AND ITS SUBSIDIARY COMPANIES CPW EUROPEAN TRADING, CPW AMERICA CO., CORINTH METAL WORKS S.A. AND HUMBEL LTD.
PLC Registration No.: 1343/06/B/86/35

1. Information Data Relative To The Consolidated Companies

Article 107 par 1b – Information data for the companies consolidated by the "integrated consolidation" method.

The Consolidations include the companies below:

TITLE	REGISTERED OFFICES	SHARE CAPITAL	PERCENTAGE	ACQUISITION
			HOLDING	VALUE €
CPW EUROPEAN TRADING	DÜSSELDORF	€ 250,000	79%	197,500.00
CPW AMERICA CO	HOUSTON U.S.A.	US$ 500,000	100%	567,343.70
CORINTH METAL WORKS S.A.	ATHENS	€ 6,734,250	99.99%	6,734,247
Humbel LTD	CYPRUS	CYP 1,000	100%	1,710.00

The share capital of the subsidiary CORINTH METAL WORKS S.A., € 6,734,250, is divided into 2,244,750 registered shares of € 3 each.

The share capital of the subsidiary CPW AMERICA CO is divided into 5,000 share of $100 each.

The share capital of the subsidiary CPW EUROPEAN GMBH amounts to € 250,000.

The share capital of the subsidiary Humbel Ltd amounts to 1,710.00 Cyprus Pounds and is divided into 1,000 registered shares.

No percentage of the above companies' capital is held by the above companies, apart from the parent company, by companies included in the consolidations or by persons acting in their name, but on behalf of these companies.

Article 107, par. 1c and 97: Information concerning companies that were not consolidated because they are of minor importance.

The company DIAVIPETHIB S.A. was not included in the consolidation as its effect on the consolidation is insignificant. Its share capital amounts to € 1,280,000 and the parent company has a 51.625% holding in it.

Article 107, par 1c and 98: Information concerning companies that were not consolidated because they engage in different activities than those of the other companies of the Group.

There are no such companies.

Article 107, par 1d: Information on companies consolidated by the "net worth" method.

No companies were consolidated by this method.

Article 107, par 1e: Information on those companies where the companies under consolidation and those excluded from consolidations hold directly or through third parties a percentage greater than 10% of their capital.

There are no such companies.

Article 104, par 7 - Date of drawing up financial statements.

The date of the financial statements of the companies included in the consolidation is 31/12/2004.

Article 104, par 9 – Changes in the composition of all the companies under consolidation in fiscal year 2004.

In 2004 the following companies were included in the consolidation:

TITLE	REGISTERED OFFICES	SHARE CAPITAL	PERCENTAGE HOLDING	ACQUISITION VALUE €
CORINTH METAL WORKS S.A.	ATHENS	€ 6,734,250	99.99%	6,734,247
Humbel Ltd.	CYPRUS	CYP 1,000	100%	1,710.00

2. Information Concerning Assets

Article 105, par 3 and article 107 par 1 – Evaluation of assets of the companies included in the consolidation.

The asset items of all the companies included in the consolidation have been evaluated in the same way and in accordance with the rules of evaluation stipulated in article 43a, par.1a.

In accordance with Law 2065/92 the value of land was readjusted on 31-12-2004 by € 4,610,479.72, of buildings by € 12,167,640.79 and of depreciation on buildings by € 1,994,239.05. Of the resulting capital gains amounting to € 14,783,881.46, losses from previous years amounting to € 12,254,274.36 were offset against these and the balance of € 2,529,607.10 was transferred to the "Differences from the readjustment of fixed assets" account.

In the evaluation of stocks at their net liquidation value a loss of € 2,133,677.5 arose.

3. Information Concerning Liabilities And Provisions.

Article 107, par 1 f: - Long Term liabilities, over 5 years.

Bank	€	Use
EUROPEAN INVESTMENT BANK	19,802,422.24	Purchase of machinery

Article 107, par f: Liabilities covered by collateral security.

A total amount of € 73,203,762.29 has been registered in liens and mortgages on fixed assets as security for bank loans amounting to € 180,056,523.75 which appear on the Balance Sheet.

Article 107, par 1g: Liabilities undertaken that do not appear on the consolidated Balance Sheet.

There are none.

Article 107, par 1k Possible debts of significant sums of taxes and sums of taxes that may arise at the expense of the year and previous years not appearing in the liabilities or the provisions.

The parent company has been submitted to a tax audit for the years up to and including 2002. A provision for the years 2003-2004 cannot be set up.

Article 104, par 7: Significant events in the period between the date of compiling the balance sheets of the companies under consolidation and the date of drawing up the consolidated balance sheet.

There were none.

4. Information Concerning Profit & Loss

Adjustment of figures in drawing up consolidated financial statements

Article 103, par.4: Differences from consolidation and accounting handling of these.

No differences from consolidation arose.

Article 103, par. 6 and 7: The shares of equity and profits or losses of the shares and units of the subsidiary companies under consolidation, held by persons non-related to the above companies.

Minority interest was not calculated owing to the negative net worth of the subsidiary company CPW European Trading.

Article 104, par. 3a-c: Breakdown of offsets carried out between the companies included in the consolidation.

The amount of inter company sales-purchases of € 96,053,592.15 reduced sales and cost of sales of the consolidated profit & loss account by an equal amount.

Article 105, par 5

No additional depreciation was calculated.

Article 107 par 1h: Turnover by category of activity and geographical markets. (Turnover is defined by article 42e/15 subparagraph a).

1) Industrial Activity Domestic	€ 18,863,619.18
2) Industrial Activity Abroad	€ 172,271,520.63
3) Commercial Activity Domestic	€ 3,791,712.49
4) Commercial Activity Abroad	€ 18,746,394.08
5) Other Domestic Activity	€ 927,332.53
TOTAL	€ **214,600,578.91**

Article 107, par 1i: The average number of personnel employed during the year by category, and total cost thereof. It is clarified that, "Administrative" personnel includes personnel remunerated by a monthly salary and "Labour-Technicians" includes daily wage earners.

(1) Average number of personnel	persons	738
(2) Average number of personnel by categories		
Administrative personnel	persons	115
Labour-Technicians	persons	623
Total	**persons**	**738**

3) Personnel remuneration and expenses		
Salaries	€	18,172,758.14
Social security and benefits	€	5,373,082.16
Total	**€**	**23,545,840.30**

Article 107, par 1 l: Remuneration of members of management and administration bodies of the parent and its subsidiary companies.

The General Manager of the parent company	€ 165,300.06

5. Information of evaluation methods

Article 107 par a: Methods applied for the evaluation of the fixed assets of the consolidated balance sheet which for the purposes of consolidation resulted from the conversion of values in foreign currencies.

The items of the financial statements of the foreign subsidiary companies under consolidation, were converted from US dollars and Cyprus pounds into Euro on the basis of the official average parity rate for the dollar and the Cyprus pound prevailing on 31-12-04, i.e. 1.3621 dollars per Euro and 0.58 Cyprus pounds per Euro respectively.

6. Deviations From Legislation Currently In Force

Article 100, par 5 - Deviation from what is stipulated in provisions 101 to 107, par. 1 and 2.

There are none.

Article 104, par 4 - Elimination of profits or losses arising from transactions carried out between consolidated companies.

€ 125,103.23 consisting of profit from the sale of merchandise to the subsidiary company CPW America, was eliminated.

Article 107, par 1d - Other information required by special provisions of legislation currently in force which is deemed necessary to provide the best possible information for interested parties concerning the companies consolidated by the "integrated incorporation" method, as well as for those depicted by the "net worth" method.

There is none.

The integrated incorporation method was applied for the consolidation. The information contained in the above articles shows as the true picture of the asset structure, the financial position, as well as of the profit & loss account of all the companies included in the consolidation.

ATHENS, 23RD FEBRUARY 2005

THE CHAIRMAN OF THE BOARD	THE DEPUTY DIRECTOR	THE CHIEF ACCOUNTANT
CONSTANTINE BAKOURIS	**SARADOS MILIOS**	**PAVLOS KOUBIS**

It is hereby certified that the above attachment which consists of 9 pages, is the one referred to in the Audit Certificate I issued on the 24th February 2005.

Athens, 24th February 2005

THE CERTIFIED PUBLIC AUDITOR ACCOUNTANT

CONSTANTINE KOUVELAS

CPAA Reg. No.: 11021

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