

"GALAXIDI MARINE FARM S.A."
Public Companies (S.A.) Reg. No. 15925/06/B/8712

BALANCE SHEET
AS AT DECEMBER 31, 2003 (JANUARY 1 - DECEMBER 31, 2003)
16th Year
(Amounts in EURO)

ASSETS

| | YEAR ENDED 2003 | | | YEAR ENDED 2002 | | |
|--|---------------------|---------------------|----------------------|---------------------|---------------------|----------------------|
| | Acquisitor cost | Depreciation | Net Book value | Acquisitor cost | Depreciation | Net Book value |
| B. FORMATION EXPENSES | | | | | | |
| 1. Preliminary expense | 16.387,44 | 16.387,31 | 0,05 | 16.387,44 | 16.387,31 | 0,05 |
| 3. Construction period loan interest | 38.682,67 | 38.682,65 | 0,02 | 38.682,67 | 38.682,65 | 0,02 |
| 4. Other formation expenses | 615.179,47 | 291.092,29 | 324.087,18 | 481.315,71 | 172.034,63 | 309.281,08 |
| | <u>653.862,14</u> | <u>336.162,33</u> | <u>317.699,81</u> | <u>519.998,38</u> | <u>227.104,67</u> | <u>292.893,71</u> |
| C. FIXED ASSETS | | | | | | |
| I. Intangible Assets | | | | | | |
| 1. Research and Development costs | 206.020,82 | 205.316,41 | 704,33 | 206.020,82 | 204.964,31 | 1.056,51 |
| 2. Concessions, patents, licenses, trade marks and similar rights and assets | 8.334,56 | 8.334,55 | 0,01 | 8.334,56 | 8.334,55 | 0,01 |
| | <u>214.355,38</u> | <u>213.650,96</u> | <u>704,34</u> | <u>214.355,38</u> | <u>213.298,86</u> | <u>1.056,52</u> |
| II. Tangible Assets | | | | | | |
| 1. Land | 277.317,68 | 0,00 | 277.317,68 | 183.407,19 | 0,00 | 183.407,19 |
| 3. Buildings and technical works | 1.012.214,32 | 513.318,78 | 498.895,54 | 804.768,23 | 471.907,67 | 332.860,56 |
| 4. Machinery, technical installations and other mechanical equipment | 3.971.377,17 | 2.631.382,71 | 1.339.994,46 | 3.847.533,16 | 2.305.404,12 | 1.542.129,04 |
| 5. Transportation equipment | 565.613,70 | 413.571,41 | 152.042,29 | 550.813,70 | 374.451,94 | 176.361,76 |
| 6. Furniture and fixtures | 170.563,00 | 89.540,96 | 81.022,04 | 139.851,08 | 75.147,24 | 64.703,84 |
| 7. Payments on account and intangible assets in course of construction | 28.681,21 | 0,00 | 28.681,21 | 36.056,37 | 0,00 | 36.056,37 |
| | <u>6.025.767,08</u> | <u>3.647.813,90</u> | <u>2.377.953,18</u> | <u>5.562.429,73</u> | <u>3.226.910,97</u> | <u>2.335.518,76</u> |
| Total Tangible and Intangible Assets (C+CI) | | | <u>2.378.657,52</u> | | | <u>2.336.575,28</u> |
| III. Financial Assets | | | | | | |
| 6. Investments held as fixed asset | | | 41.083,79 | | | 41.083,79 |
| 7. Other long-term receivables | | | 16.449,15 | | | 16.449,15 |
| | | | <u>57.532,94</u> | | | <u>57.532,94</u> |
| Total Fixed Assets (C+CI+III) | | | <u>2.436.190,46</u> | | | <u>2.394.108,22</u> |
| D. CURRENT ASSETS | | | | | | |
| I. Inventories | | | | | | |
| 2. Finished and semi-finished product | | | 12.837.988,86 | | | 10.692.057,33 |
| 4. Raw and auxiliary materials-consumables spare parts and packing item | | | 139.300,60 | | | 46.201,76 |
| 5. Payments on account for stock purchases | | | 0,00 | | | 0,00 |
| | | | <u>12.977.289,46</u> | | | <u>10.738.259,09</u> |
| II. Receivables | | | | | | |
| 1. Trade debtors | | | 2.205.526,48 | | | 1.543.032,69 |
| 3a. Cheques receivable | | | 64.996,20 | | | 107.031,96 |
| 10. Doubtful-contested trade and other debtors | | 0,00 | 0,00 | 17.722,21 | | 17.722,21 |
| Less: Provisions | | 0,00 | 0,00 | 189,34 | | 17.532,87 |
| 11. Sundry debtors | | | 470.906,98 | | | 881.066,21 |
| 12. Advances to account for | | | 13.323,41 | | | 28.744,29 |
| | | | <u>2.754.752,67</u> | | | <u>2.577.408,02</u> |
| IV. Cash and cash equivalents | | | | | | |
| 1. Cash on hand | | | 27.353,03 | | | 17.219,04 |
| 3. Current and time deposit | | | 35.917,65 | | | 214.688,38 |
| | | | <u>63.270,68</u> | | | <u>231.907,42</u> |
| Total Current Assets (D+III+IV) | | | <u>15.798.312,81</u> | | | <u>13.547.574,53</u> |
| E. PREPAYMENTS AND ACCRUED INCOME | | | | | | |
| 1. Prepaid expenses | | | 0,00 | | | 0,00 |
| 3. Other prepayments and accrued income | | | 16.967,35 | | | 0,00 |
| | | | <u>16.967,35</u> | | | <u>0,00</u> |
| GRAND TOTAL-ASSETS (B+C+D+E) | | | <u>18.582.557,87</u> | | | <u>16.250.963,90</u> |
| DEBIT MEMO ACCOUNTS | | | | | | |
| 2. Guarantees and real securities: | | | 142.072,82 | | | 77.432,14 |
| 4. Other memo accounts | | | 289.970,19 | | | 4.836.090,23 |
| | | | <u>432.043,01</u> | | | <u>4.913.522,37</u> |

LIABILITIES

| | YEAR ENDED 2003 | YEAR ENDED 2002 |
|---|--------------------------------|----------------------|
| | A. SHAREHOLDERS' EQUITY | |
| I. Share Capital | | |
| (14.076.360 shares of € 0,33 each) | | |
| 1. Paid-up capital | 4.645.198,80 | 1.548.399,60 |
| II. Share premium account | 336.196,80 | 3.432.996,00 |
| III. Revaluation Reserves-Investment Grants | 410.744,11 | 539.406,90 |
| 3. Grants for investments in fixed assets | | |
| IV. Reserves | | |
| 1. Legal reserve | 182.682,72 | 143.832,72 |
| 4. Extraordinary reserves | 154,81 | 154,81 |
| 5. Tax-free reserves under special law | 445.116,75 | 322.951,64 |
| | <u>627.954,28</u> | <u>466.939,17</u> |
| V. Results carried forward | 1.315.274,67 | 947.131,88 |
| Profit carried forward | | |
| Total Shareholders' Equity (A+II+III+IV+V) | 7.335.368,66 | 6.934.873,55 |
| B. PROVISIONS FOR LIABILITIES AND CHARGES | | |
| 1. Provisions for staff retirement benefits | 3.781,36 | 3.781,36 |
| 2. Other provisions | 16.551,12 | 3.118,07 |
| | <u>20.332,48</u> | <u>6.899,43</u> |
| C. LIABILITIES | | |
| I. Long-term debt | | |
| 2. Bank loans | 1.379.879,69 | 1.799.510,31 |
| II. Current Liabilities | | |
| 1. Suppliers | 966.244,32 | 1.178.824,49 |
| 2a. Cheques payable | 3.589.842,27 | 4.474.565,31 |
| 3. Banks | 4.095.464,11 | 887.684,11 |
| 4. Advances from trade debtors | 2.211,61 | 2.389,02 |
| 5. Taxes-duties | 425.312,51 | 348.389,57 |
| 6. Social security | 94.929,93 | 64.598,95 |
| 7. Current portion of long-term debt | 210.853,26 | 209.345,67 |
| 10. Dividends payable | 286.804,20 | 234.773,00 |
| 11. Sundry creditors | 107.922,80 | 74.969,62 |
| | <u>9.779.385,11</u> | <u>7.475.189,84</u> |
| Total Liabilities (C+II) | 11.159.264,80 | 9.274.700,15 |
| D. ACCRUALS AND DEFERRED INCOME | | |
| 2. Accrued expenses | 67.591,93 | 34.490,77 |
| GRAND TOTAL SHAREHOLDERS' EQUITY & LIABILITIES (A+B+C+D) | <u>18.582.557,87</u> | <u>16.250.963,90</u> |
| CREDIT MEMO ACCOUNTS | | |
| 2. Guarantees and real securities: | 142.072,82 | 77.432,14 |
| 4. Other memo accounts | 289.970,19 | 4.836.090,23 |
| | <u>432.043,01</u> | <u>4.913.522,37</u> |

NOTES:

- The total sales of the company EURO 12.369.519,91 is placed in the code of economic activity 050.2 by STAKOD 03 titled "FISH HATCHERIES".
- On the company's real estate there are no real liens.
- There are no disputed or under arbitration cases of the company that might have further significant financial consequences.
- The employed personnel at the company at 31.12.2003 is 99 persons.
- The last value adjustment of the company's real estate was computed at 31.12.2000.
- For the drawing up of the Balance Sheet of 31.12.2003 have been kept the consistent used accounting principles.
- The company has undergone tax authorities fiscal control up to the year 2002 inclusive and it is expected the notice of the respective audit sheets.
- The investments in fixed assets for the year 2003 amounted to EURO 274.698,19 concerns the acquisition of the establishments (land and building) of the company "NIREUS CHIOS AQUACULTURE S.A." at "Vakliathra" Galaxidi which was completed on 10/07/2003. The total amount of the investment 2002 - 2003, for the buy - out of the establishments of this company finally amounted to EURO 880.851,06.
- The increase of the Share Capital by public offer or private placement amounted to EURO 301.140 and were issued 1.003.800 new common bearer shares of par value EURO 0,30 and issue price EURO 3,72. From the increase of the Share Capital occurred share premium account of EURO 3.432.996. The certification of the increase of the Share Capital by the Company's Board of Directors was made at 6.3.2002. The total issue expenses amounted to EURO 373.440,81, out of which EURO 933,81 was charged to salesmen - shareholders. The period of exercising the right was from 22.2-27.2.2002. The listing date of the new shares on the Parallel Market of the Stock Exchange was on 20.3.2002.
- In the year 2003, from the resolution of the Ordinary General Meeting of Shareholders held on 26/06/2003, was realized the increase of Share Capital of the company by EURO 3.096.799,20 by capitalization of p.384.240 new common bearer shares of par value were issued of EURO 0,33 each.
- According to the Decision 58/26-12/0 of the S.D. of the A.S.E., the company does no longer have an obligation to submit and publish a Statement of distribution of raised funds from increase of share capital through public offer, which is described in the above note No. 9, since it has proceeded in the publication of a relevant report in a former financial statement where is shown the full distribution of the raised funds. The distribution of the raised funds was completed on 30/06/2003 and the relevant report was published in the newspaper NAFTEMPORIKI with page No. 22316 at 28 August 2003.

INCOME STATEMENT
At December 31, 2003 (January 1 - December 31, 2003)

| | YEAR ENDED 2003 | | YEAR ENDED 2002 | |
|---|-----------------|---------------------|-----------------|---------------------|
| | | | | |
| I. Operating Results | | | | |
| Net turnover (sales) | | 12.369.519,91 | | 7.776.292,70 |
| Less: Cost of sales | | 9.450.166,93 | | 5.704.227,91 |
| Gross operating results (profit) | | 2.919.352,98 | | 2.072.064,79 |
| Plus: 1. Other operating income | | 4.356,12 | | 6.375,76 |
| Total | | 2.923.709,10 | | 2.078.440,55 |
| Less: 1. Administrative expense | 417.864,98 | | 321.932,34 | |
| 3. Distribution costs | 1.202.788,93 | 1.620.653,91 | 680.986,64 | 1.002.918,98 |
| Sub-total (profit) | | 1.303.055,19 | | 1.075.521,52 |
| Plus (or Less): | | | | |
| 4. Credit interest and similar income | 934,39 | | 8.672,62 | |
| Less: | | | | |
| 3. Debit interest and similar charge | 242.107,31 | -241.172,96 | 216.172,21 | -207.499,63 |
| Total operating results (profit) | | 1.061.882,23 | | 868.021,89 |
| II. PLUS (or Less) Extraordinary results | | | | |
| 1. Extraordinary and non operating income | 153.645,77 | | 223.924,41 | |
| 3. Prior years' income | 316,94 | | 1.683,74 | |
| 4. Income from prior years provision | 10,00 | | 1.254,76 | |
| | 153.972,71 | | 226.862,91 | |
| Less: | | | | |
| 1. Extraordinary and non operating expense | 1.156,41 | | 37.624,08 | |
| 2. Extraordinary losses | 20.461,22 | | 0,00 | |
| 3. Prior years' expense | 0,00 | | 1.394,46 | |
| 4. Provisions for extra ordinary liability | 0,00 | 21.617,61 | 132.355,05 | 38.734,45 |
| Operating and extraordinary results (profit) | | 1.194.237,28 | | 77.752,91 |
| Less: Total depreciation of fixed assets | 530.312,77 | | 552.560,02 | |
| Less: Charged to the operating cost | 530.312,77 | 0,00 | 552.560,02 | 0,00 |
| NET RESULTS (PROFIT) FOR THE YEAR BEFORE TAXES | | <u>1.194.237,28</u> | | <u>1.017.131,85</u> |

APPROPRIATION ACCOUNT

| | YEAR ENDED 2003 | YEAR ENDED 2002 |
|--|-----------------|-----------------|
| | | |
| Net results (profit) for the year | 1.194.237,28 | 1.017.131,85 |
| Profit brought forward | 947.131,88 | 547.281,06 |
| Total | 2.141.369,16 | 1.564.412,91 |
| Less: 1. Income tax | 383.552,16 | 349.105,04 |
| Profit for appropriation | 1.757.816,98 | 1.215.307,88 |
| Appropriated as under: | | |
| 1. Legal reserve | 38.850,00 | 33.570,00 |
| 2. Year's dividend | 281.527,20 | 234.606,00 |
| 6. Tax-free reserves | 33.612,40 | 0,00 |
| - Tax - Free Deduction L. 2601/91 | 88.562,71 | 0,00 |
| - Tax - Free Reserve Article 2 L. 3220/200 | 1.315.274,67 | 947.131,88 |
| 8. Profit carried forward | 1.757.816,98 | 1.215.307,88 |

The Chairman of the B. of D. and Managing Director

Ath. S. Panteleimonitou
ID. No. A 028611

Galaxidi, 19 February 2004
A Member of the Board of Directors

Aikis Vardis
ID. No. X 531834

The Head of Accounts Dept.

Lambros E. Theoharis
ID. No. X 989051

AUDITOR'S REPORT
To the Shareholders of "GALAXIDI MARINE FARM S.A."

We have audited the above Financial Statements as well as the related Notes on the Accounts and the Statement of Cash Flows of "GALAXIDI MARINE FARM S.A." for the year ended December 31, 2003. We conducted our audit, in accordance with the provisions of art. 37 of the Companies' Act of Greece (L. 2190/1920) and also in conformity with the standards of auditing followed by the Institute of Certified Auditors-Accountants in Greece, which comply with the International Standards on Auditing and accordingly included such tests of the accounting records and such other auditing procedures as we considered appropriate. We have examined the books of account and records kept by the Company and we obtained all the information and explanations we needed for the purpose of our audit. The Company has applied properly the Hellenic General Accounting Plan. No change in the inventory valuation method has been made, as compared with that of the previous year, except for our Note No. 1 below and the production cost arisen from the accounting books was determined according to the accepted cost accounting principles. We have verified that the Board of Directors' Report to the Annual General Meeting of Shareholders is consistent with the related Financial Statements. The Notes on the Accounts include the information required by the par. 1, art. 43a L. 2190/1920 (Companies' Act of Greece), while the Statement of Cash Flows has been compiled based on the financial statements and the books and records maintained by the company. As a result of our audit it is noted that: 1) In the present year were applied the reduced depreciation rates of fixed assets which are provided for by the P.D. 299/2003. These rates are lower to those which were applied in the previous year, based on the P.D. 100/98. Had the depreciation been computed with the same rates of the previous year they would be increased by approx. EURO 132.000,00, in consequence of which the net carrying value of the fixed assets and the results for the year to be disclosed increased by EURO 132.000,00 and EURO 34.000,00 respectively. 2) In the account "Trade debtors" is included approx. EURO 50.000,00 which collection is overdue. From the loss that will incur from the contingent non-collection of the whole or part of this amount, the company has not set up a relative provision. 3) The company based on opinion No. 205/1988 of the Administration Legal Advisors Plenary Session, with which are interpreted the provisions of article 42a, par. 14 of L. 2190/1920, did not set up an additional provision for staff retirement benefits. Had it set up an additional provision, it would have amounted to approx. EURO 61.000,00. In our opinion, the above Financial Statements, which are in agreement with the books and records of the Company, together with the Notes on the Accounts, and the Statement of Cash Flows, after taking into consideration our foregoing notes, give a true and fair view of the Company's assets, liabilities and financial position as at December 31, 2003 and of the results of its operations for the year ended on that date, and the Cash Flows of the Company's operations during that year in conformity with legal requirements and generally accepted accounting principles applied on a basis consistent with that of the preceding year, except for the case of our above note No. 1.

Athens, 24 February 2004
The Certified Public Accountant - Auditor

PANAYIOTIS I. PAVLOPOULOS
SOEL Reg. No. 11931
SOL S.A. - Certified Auditors Accountant