

SPACE HELLAS A.E.

TRADE AGENCIES IMPORT EXPORT

BALANCE SHEET AS AT 31 DECEMBER 2002 (17th Accounting Period) 1 January - 31 December 2002

REGISTRATION NUMBER 13966/06/B/86/95

ASSETS	2002			2001			LIABILITIES	
	Acquisition Cost	Value Adjustments	Written down Value	Acquisition Cost	Value Adjustments	Written down Value	2002	2001
B. FORMATION EXPENSES							A. CAPITAL AND RESERVES	
1. Preliminary expenses	2.149,37	2.149,34	0,03	2.149,37	623,62	1.525,75	Share Capital	8.424.358,40
4. Other formation expenses	1.952.994,64	1.072.698,93	880.295,71	1.928.030,57	741.193,63	1.186.836,94	(26.326.120 shares of 0.32 €)	7.897.836,00
	<u>1.955.144,01</u>	<u>1.074.778,27</u>	<u>880.365,74</u>	<u>1.928.182,94</u>	<u>741.728,25</u>	<u>1.186.454,69</u>	Difference from issued stocks above par	10.721.569,72
C. FIXED ASSETS							III. Revaluation Reserves/Investment Grants	
Intangible Assets							1. Revaluation from value adjustments of other assets	0,00
5. Other intangible assets	283.651,59	114.858,18	168.793,41	283.651,59	58.127,87	225.523,72	IV. Reserves	59.618,61
	<u>283.651,59</u>	<u>114.858,18</u>	<u>168.793,41</u>	<u>283.651,59</u>	<u>58.127,87</u>	<u>225.523,72</u>	1. Legal Reserve	285.513,06
Tangible Assets							Less: Loss from sale or depreciation of shares and stocks for compensation	106.239,41
1. Land	237.046,98	0,00	237.046,98	237.046,98	0,00	237.046,98	5. Tax-free reserves under special laws	97.346,92
3. Buildings and technical works	2.942.154,80	1.139.389,30	1.802.765,50	2.915.472,55	850.130,42	2.065.342,13		
4. Machinery, technical installations and other mechanol. equipment	1.409.829,06	670.038,86	739.790,20	1.584.252,17	730.234,36	853.957,81		
	<u>79.301,25</u>	<u>57.535,07</u>	<u>21.766,18</u>	<u>399.542,97</u>	<u>201.964,76</u>	<u>197.578,21</u>		
5. Transportation equipment	1.618.974,68	1.270.619,90	548.355,02	2.973.270,54	1.539.724,26	1.433.546,28		
6. Furniture and fixtures	71.248,82	0,00	71.248,82	1.213,87	0,00	1.213,87		
7. Excitatory and deferred assets	<u>6.558.553,99</u>	<u>3.137.582,84</u>	<u>3.420.970,76</u>	<u>8.115.799,09</u>	<u>3.322.113,80</u>	<u>4.793.685,28</u>		
Total Tangible and Intangible Assets (C+D)	<u>8.642.205,18</u>	<u>3.252.441,02</u>	<u>5.389.764,17</u>	<u>8.389.450,67</u>	<u>3.380.241,67</u>	<u>5.019.209,00</u>	V. Results carried forward	0,00
III. Financial Assets							Loss carried forward	-4.021.272,89
1. Participating interests in affiliated undertakings			2.173.424,40			2.173.424,40	Total Capital and Reserves	14.818.853,39
2. Participating interests in other undertakings	4.577.870,26	0,00	4.577.870,26	4.577.855,42	2.297,90	4.575.557,52	(A+B+III+IV+V)	19.205.462,80
Less: owed payments								
6. Investments held as fixed assets			11.738,81			11.738,81	B. PROVISIONS FOR LIABILITIES AND CHARGES	
7. Other financial assets			178.904,38			170.191,93	I. Other provisions	105.713,29
			<u>6.539.937,85</u>			<u>6.330.953,27</u>		10.675,28
Total fixed assets (C+III+IV)			<u>10.929.702,02</u>			<u>11.950.162,23</u>	C. CREDITORS	
D. CURRENT ASSETS							I. Long-term debt	
I. Stocks							8. Other long-term debt	15.775,17
1. Merchandise			899.810,08			904.403,93	II. Current Liabilities	
4. Rally and auxiliary materials consumables spare parts and packing items						145.186,35	1. Suppliers	3.190.539,02
5. Payments on account			428.246,21			298.991,61	2a. Cheques payable	112.271,32
			<u>1.328.056,29</u>			<u>1.203.395,54</u>	3. Banks	5.280.285,94
II. Debtors							4. Advances from trade debtors	76.495,80
1. Trade debtors	9.004.016,41		8.806.165,21	11.105.565,05		10.901.919,16	5. Taxes-duties	663.703,28
Less: provisions	<u>195.851,20</u>		<u>8.610.314,01</u>	<u>203.745,89</u>		<u>465.899,87</u>	6. Social security	295.409,44
3a. Cheques receivable			454.783,01			459.305,39	10. Dividends payable	2.844,60
3b. overdue cheques			640.305,40			640.305,40	11. Sundry creditors	277.995,62
8. Blocks			0,00			0,00	Total Creditors (C+III)	9.888.542,77
10. Doubtful-contested trade and other debtors	20.343,77		20.343,77			20.343,77		10.004.198,88
Less: provisions	<u>20.343,77</u>		<u>0,00</u>			<u>0,00</u>		
11. Sundry debtors			809.652,52			721.437,75	D. ACCRUALS AND DEFERRED INCOME	
12. Advances and other Credit Accounts			34.699,91			626.158,05	1. Deferred income	4.579,71
			<u>10.747.599,05</u>			<u>13.334.620,22</u>	2. Accrued expenses	52.968,27
III. Reserves							3. Other accruals	0,00
1. Shares	725.022,27		725.022,27	180.005,87		180.005,87		79.639,27
Less: Provisions for depreciation of shares	<u>30.336,93</u>		<u>694.685,34</u>	<u>0,00</u>		<u>180.005,87</u>		
5. Other shares			0,00			0,00		
			<u>694.685,34</u>			<u>180.005,87</u>		
IV. Cash at bank and in hand								
1. Cash and hand			73.602,29			28.639,03		
3. Sight and time deposits			245.029,81			616.190,33		
			<u>318.632,10</u>			<u>644.799,36</u>		
Total Current Assets (D+III+IV)			<u>13.257.945,39</u>			<u>16.055.362,94</u>		
E. PREPAYMENTS AND ACCRUED INCOME								
1. Deferred charges			44.235,64			64.487,57		
2. Income to be received			58.408,64			43.496,56		
			<u>102.644,28</u>			<u>107.984,13</u>		
GRAND TOTAL ASSETS (B+C+D+E)			<u>24.870.657,43</u>			<u>29.299.964,03</u>	GRAND TOTAL LIABILITIES (A+B+C+D)	<u>24.870.657,43</u>
MEMO ACCOUNTS							MEMO ACCOUNTS	
1. Third party asset items			10,22			9,23		10,22
2. Guarantees and real securities			2.631.819,73			464.684,58		2.631.819,73
3. Other memo accounts			3.319.757,15			2.594.867,18		3.319.757,15
			<u>5.951.587,10</u>			<u>3.059.560,99</u>		<u>5.951.587,10</u>

- NOTES: 1. The company shares were registered in the Athens Stock Exchange (A.S.E.) on 29-9-2000.
2. There are no liens over the company's premises.
3. The last assets revaluation according to Law 2065/02 was performed on 31-12-2000.
4. The basic accountings principles followed are identical to the ones followed during the previous period.
5. The number of personnel employed on 31-12-2002 is 223 people.
6. Except for an approximate amount of 431.401,32 Euros in dispute, there are no other disputes of the company or any judicial resolutions that may have a significant impact on its financial status.
7. The currency conversion has been calculated on the exchange rate 1 Euro = 340,75 Drs.
8. The financial activity turnover on 31-12-2002 as per STAKOD 91 is :
- 7280 Other activities relevant to informatics : 13.269.626,78 Euros
- 6420 Telecommunication networks maintenance : 4.931.914,34 Euros
TOTAL 18.201.541,12 Euros

PROFIT AND LOSS ACCOUNT

	2002		2001	
I. Operating Results				
Net turnover (sales)		18.201.541,12		23.492.461,54
Less: Cost of sales		<u>14.901.347,52</u>		<u>17.118.187,09</u>
Gross operating results		3.300.193,60		6.374.274,45
Plus: Other operating income		693.889,69		1.051.610,71
Total		<u>3.993.783,29</u>		<u>7.425.885,16</u>
Less: 1) Administrative expenses	4.051.521,85		4.286.652,53	
2) Expenses of research & Development	349.454,67		300.360,97	
3) Distribution costs	<u>3.560.099,13</u>	<u>7.961.075,65</u>	<u>2.852.782,58</u>	<u>7.419.796,08</u>
Sub-total		<u>-3.967.292,36</u>		<u>38.089,08</u>
Plus:				
2) Income from shares		9.215,21		0
3) Profits and income from shares		557.068,28		238.815,76
4) Credit interest and similar income		70.050,38		159.860,48
Less:		<u>636.331,87</u>		<u>398.676,24</u>
1) Provisions for depreciation of participating interest and shares	30.336,93		0	
2) Losses and charges from shares	886.952,56		196.330,39	
3) Detail interest and similar charges	319.010,90	1.238.300,39	401.988,62	120.119,84
Total operating results (profit)		<u>4.569.260,89</u>		<u>120.315,05</u>
Plus: Extraordinary results				
1. Extraordinary and nonoperating income	129.897,11		88.789,74	
2. Extraordinary gain	259.416,25		21.263,75	
Less: 1) Extraordinary and nonoperating expenses	192.328,15	206.661,69	182.651,67	192.047,06
2) Extraordinary losses	14.333,54		4.386.609,21	11.383,02
Operating and extraordinary results (losses/profit)		<u>4.386.609,21</u>		<u>204.310,68</u>
LESS: Total value adjustments of fixed assets	1.214.869,26		1.178.456,24	
Less: Charged to the operating cost	<u>1.214.869,26</u>	<u>0,00</u>	<u>1.178.456,24</u>	<u>0,00</u>
NET RESULTS (PROFIT/LOSS) FOR THE YEAR BEFORE TAXES		<u>4.386.609,21</u>		<u>26.057,90</u>

APPROPRIATION ACCOUNT

	2002		2001	
Net results (loss) for the year		-4.386.609,21		26.057,90
Less: Profit brought forward		143.577,29		213.253,09
Less: Differences after tax-audit		0,00		50.210,95
Less: Transfer to a list of compensation		-4.243.031,92		189.100,04
Profit from shares & interests	557.068,28		0,00	
Plus: Losses from shares and interests	748.488,38			
Less: Losses from the evaluation of shares and interests	30.336,93	221.759,03		42.485,38
Total		<u>-4.021.272,89</u>		<u>146.614,66</u>
Less: Income tax		0,00		2.190,49
Losses carried forward		<u>-4.021.272,89</u>		<u>144.424,17</u>
The appropriation is as follows:				
1. Legal Reserve		0,00		846,88
2. Profit carried forward		0,00		143.577,29
		<u>0,00</u>		<u>144.424,17</u>
Compensation Account				
Profit from shares & interests	557.068,28			
Less: Losses from shares and interests	748.488,38			
Less: Losses from evaluation of shares and interests	30.336,93	221.759,03		
Less: Reserve from the sale of shares and interests carried forward for compensation		42.485,38		
Losses from the sale of shares and interests carried forward to account No 41.02		-179.273,65		

CHAIRMAN OF THE BOARD

THE CONSULTANT

DIRECTOR OF FINANCIAL SERVICES

CHIEF ACCOUNTANT

D.MANOLOPOULOS

G.LAGOGIANNIS

H.ZERVOU

A.PAPARIZOU

REGISTERED AUDITOR - ACCOUNTANT INSPECTION CERTIFICATE

To the Shareholders of the Societe Anonyme SPACE HELLAS S.A. COMMERCE - REPRESENTATIONS - IMPORTS - EXPORTS.

We have audited the aforesaid Financial Reports as well as the relevant Appendix of the Societe Anonyme SPACE HELLAS S.A. COMMERCE - REPRESENTATIONS - IMPORTS - EXPORTS for the fiscal period ending on December 31st, 2002. Our audit, during which we were informed with regards to the complete accountings report of the company's projects and branches, was performed according to the provisions of article 37 of the Regulatory Law 2190/1920 and the auditing procedures which were deemed appropriate, based on the auditing principles followed by the Registered Auditors - Accountants Body which are in conformity with the basic principles of the International Auditing Standards. The account books and evidence filed by the company were set to our disposition while we were given the requested information and specifications necessary for the audit. The company has applied correctly the General Hellenic Accounting Plan. The stock taking procedure has not been modified since the previous fiscal period and the production cost arising from the account books was determined in accordance with the recognized costs calculus principles. We have verified the conformity of the contents of the Management Report, submitted to the Shareholders' General Assembly by the Board of Directors, with the relevant Financial Reports. The Appendix includes all the information specified in par. 1 of article 43a of the enclosed Law 2190/1920. The aforesaid audit gave the following results:

- The operation results were surcharged with an amount of 17.741,36 Euros which corresponds to the 1/3 of the exchange rate differences amounting to 53.224,11 Euros, an amount that included all the assessment of liabilities in Japanese Yen on 31-12-2000, which were entered in the balance sheet's allotment named "Other installation expenses" and shall be amortized in three sequential fiscal periods (2000-2002) according to the Ministry of Finance Circulars P.C. 1294B-12-2000, while the entire amount should have been surcharged on the fiscal period 2000. 2. The Balance Sheet's allotment named "Participations and other long term monetary requirements" includes the acquisition value of shares from a) Two societies anonymes which are not registered with A.S.E. According to the balance sheets of 31-12-2002 which were audited by a Registered Auditor, it arises that the internal accountings value of these shares is higher to their acquisition value and b) Three societies anonymes which are not registered with A.S.E. According to the relevant balance sheets of 31-12-2002 one which was audited by a Registered Auditor, it arises that the internal accountings value of these shares is lower per 3.347.801,79 Euros. This amount has not been provided for on the expense of the operation results.
- The claims against customers, which amount to 1.175.947,31 Euros, the collection of which is delayed as well as the delayed checks, which are included in the relevant balance sheet account, are provided for in a total allotment of 195.851,20 Euros, which, according to our opinion, is not enough for the coverage of a possible loss from not liquidating these claims. 4. The company based on the resolution number 205/1988 of the Plenary Assembly of the Management Legal Advisors, does not proceed to the formation of a compensation allotment for personnel leaving the company due to retirement. If the company had to form such an allotment according to the provisions of article 42e par. 14 of the Regulatory Law 2190/1920, such allotment would amount to 778.000 Euros and would be surcharged on the operation results for an approximate amount of 105.000, while the rest of the amount would be surcharged on the previous fiscal periods. 5. The company has been audited on taxation until the fiscal period of 2000, which means that its tax obligations for the years 2001 and 2002 are not definite. According to our opinion the aforesaid Financial Reports, which arise from the company's account books and evidence, followed by the said Appendix, and in consideration of our stated remarks as well as of the company remarks below the Balance Sheet, represent the financial structure and status of the company on December 31, 2002 as well as the results of the fiscal period that ended on the said date, according to the relevant applicable provisions and the accountings principles, which are generally approved and do not deviate from the ones applied by the company during the previous fiscal period.

Athens February 23, 2003

Pitelis N. Dimos
Registered Auditor Accountant