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LECICO EGYPT (S.A.E.)

**Consolidated Financial Statements
For The Year Ended December 31, 2003**

LECICO EGYPT (S.A.E.)

Consolidated Financial Statements
For The Year Ended December 31, 2003

	2003	2002
	LE	(Restated) LE
ASSETS		
Fixed Assets (Net)	291 222 220	258 510 432
Projects in Progress	9 106 865	10 863 433
Intangible Assets	56 763	203 980
Available for Sale Investments	5 244 296	276 272
Long Term Notes Receivable	4 470 000	1 200 000
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Total Non-Current Assets	310 100 144	271 054 117
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Inventories	188 557 883	143 286 143
Receivables	211 453 252	188 054 261
Trading Investments	66 588	50 096
Related Parties - Debit Balances	22 993 549	4 018 569
Cash in Banks and on Hand	140 581 074	85 258 943
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Total Current Assets	563 652 346	420 668 070
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Total Assets	873 752 490	691 722 187
EQUITY		
Issued and Paid-Up Capital	84 000 000	70 000 000
Reserves	81 215 982	998 426 79
Translation Reserve	12 992 680	279 759
Retained Earnings	40 808 858	30 213 079
Net Profit for The Year	89 273 030	45 515 460
Treasury Stock	(4 904 107)	(4 461 192)
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Total Equity	303 386 443	221 453 624
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Minority Interest	24 808 376	19 748 425
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Carried Forward	328 194 819	241 202 049

LECICO EGYPT (S.A.E.)

Consolidated Financial Statements
For The Year Ended December 31, 2003
(continued)

	2003	2002
	LE	(Restated) LE
Brought Forward	328 194 819	241 202 049
LIABILITIES		
Long Term Loans	83 807 780	67 745 963
Other Long Term Liabilities	13 151 064	11 849 740
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Total Non-Current Liabilities	96 958 844	79 595 703
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Bank Overdraft	232 077 906	190 651 911
Current Portion of Long Term Loans and Liabilities	18 842 925	12 179 351
Related Parties - Credit Balances	12 027 438	32 675 395
Trade and Notes Payable	40 537 249	35 046 098
Other Current Payable	51 892 249	28 227 217
Provisions	93 221 060	72 144 463
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Total Current Liabilities	448 598 827	370 924 435
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Total Equity, Minority Interest & Liabilities	873 752 490	691 722 187
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LECICO EGYPT (S.A.E.)

Consolidated Income Statement For The Year Ended December 31, 2003

	2003	2002 (Restated)
	LE	LE
Net Sales	559 037 800	381 687 428
Cost of Sales	(335 112 579)	(231 203 425)
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Gross Profit	223 925 221	150 484 003
Other Operating Income	4 322 728	2 254 370
Distribution Expenses	(48 211 013)	(21 209 154)
Administrative Expenses	(55 665 158)	(43 831 631)
Other Operating Expenses	(18 303 039)	(14 389 316)
Adjustment Due to Restatement	---	(2 140 088)
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Profit from Operations	106 068 739	71 168 184
Loss on Sale of Investment	---	(354 112)
Investment Revenues	260 585	57 477
Interest Revenues	3 858 554	2 825 888
Financing Expenses	(35 424 002)	(30 016 094)
Foreign Currency Exchange Differences	21 899 329	5 568 905
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Net Profit for the Year (Before Minority Interest)	96 663 204	49 250 248
Minority Interest	(7 390 174)	(3 734 788)
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Net Profit for the Year	89 273 030	45 515 460
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Earnings Per Share (LE/Share)	102.1	50.4

LECICO EGYPT (S.A.E.)

Consolidated Statement of Cash Flows For The Year Ended December 31, 2003

	2003	2002
	LE	(Restated) LE
Cash Flow from Operating Activities		
Net Profit for the Year	89 273 030	45 515 460
Adjustments to Reconcile Net Profit to Net Cash Used in Operating Activities		
Fixed Assets Depreciation	25 023 776	21 863 513
Intangible Assets Amortisation	147 217	583 095 1
Capital Gains	(182 724)	(121 52)
Reversed Provision	---	(1 930 374)
Provided Provisions & Translation Differences Adjustment	28 280 135 586 350	13 840 096 ---
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Operating Profit before Changes in Working Capital	143 127 784	80 332 157
Changes in Working Capital		
Increase in Inventories	(45 271 682)	(19 583 902)
(Increase) Decrease in Receivables	(45 643 971)	8 825 075
Increase in Payable	(415 620)	(7 482 383)
Used Provisions	(7 203 538)	(42 261 679)
Increase in Trading Investment	(16 492)	(838)
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Net cash provided from operating activities	44 576 481	19 828 430
Cash Flows From Investing Activities		
Fixed Assets Additions & Changes in Projects in Progress	(56 164 785)	(30 544 681)
Increase in Intangible Assets	---	(54 140)
Cash Paid to Purchase Available for Sale investments	(4 968 024)	(117 417)
Proceeds from Sales of Fixed Assets	368 513	159 910

LECICO EGYPT (S.A.E.)

Consolidated Statement of Cash Flows
For The Year Ended December 31, 2003
(continued)

	2003	2002
	LE	(Restated) LE
Net cash used in investing activities	(60 764 296)	(30 556 328)
Cash Flow From Financing Activities		
Increase in Bank Overdraft	41 425 995	19 099 420
(Increase) Decrease in Long Term Loans	16 061 817	(3 205 446)
Increase in Current Portion of Long Term Loans and Liabilities	6 663 575	1 356 098
Increase in Other Long Term Liabilities	1 301 324	917 207
Increase in Treasury Stock	(442 915)	(2 515 007)
Increase (Decrease) in Minority Interest	5 059 951	(4 463 836)
Dividends Paid	(11 447 817)	(8 516 093)
Increase in Translation Reserve	12 888 016	327 118
Net cash used in financing activities	71 509 940	2 999 461
Net Change in Cash During the Year	55 322 131	(7 728 437)
Cash at the beginning of the Year	85 258 943	92 987 380
Cash at the end of the Year	140 581 074	85 258 943