



# S&B Industrial Minerals S.A.

## FINANCIAL DATA AND INFORMATION FOR THE PERIOD 1 JANUARY - 31 MARCH 2006

ANDREA METAXA 15 - 14564 KIFISSIA  
(AMOUNTS IN THOUSANDS OF EURO)

The purpose of the following data is to provide the users with general financial information about the financial condition and the results of operations of S&B Industrial Minerals S.A. and the Group of companies of S&B Industrial Minerals S.A. For a full view of the company's financial position and its results of operations, users should access the annual financial statements under the provisions of International Financial Reporting Standards and the auditor's report. These data are published and can be found in the company's website: [www.sandb.com](http://www.sandb.com).

### BALANCE SHEET MARCH 31, 2006

	GROUP		PARENT	
	31/3/2006	31/12/2005	31/3/2006	31/12/2005
<b>ASSETS</b>				
Fixed Assets	273.083	275.925	129.428	130.960
Inventories	87.846	84.492	23.641	27.149
Trade accounts receivable	75.877	68.878	13.785	17.516
Other assets	47.413	41.439	135.384	128.905
Cash and cash equivalents	31.367	42.907	4.882	21.945
<b>TOTAL ASSETS</b>	<b>515.586</b>	<b>513.641</b>	<b>307.060</b>	<b>326.475</b>
<b>EQUITY AND LIABILITIES</b>				
Non current interest-bearing loans and borrowings	151.409	185.000	74.606	107.762
Other non current liabilities	46.301	46.932	18.813	18.771
Short-term borrowings	51.515	29.534	33.217	19.905
Other current liabilities	78.299	69.052	20.203	22.492
Total liabilities (a)	<u>327.524</u>	<u>330.518</u>	<u>146.839</u>	<u>168.930</u>
Paid up capital	30.382	30.382	30.382	30.382
Other equity components	149.827	144.851	129.839	127.163
Minority interests	7.853	7.890	-	-
Total equity (b)	<u>188.062</u>	<u>183.123</u>	<u>160.221</u>	<u>157.545</u>
<b>TOTAL EQUITY AND LIABILITIES (a) + (b)</b>	<b>515.586</b>	<b>513.641</b>	<b>307.060</b>	<b>326.475</b>

### STATEMENT OF CHANGES IN EQUITY 1.1 - 31.3.2006

	GROUP		PARENT	
	31/3/2006	31/3/2005	31/3/2006	31/3/2005
<b>Equity at beginning of period (1/1/2006 and 1/1/2005 respectively)</b>	<b>183.123</b>	<b>146.427</b>	<b>157.545</b>	<b>144.774</b>
Income recognized directly to equity	-12	-219	171	-347
Profit / (loss) after income taxes for the period	6.090	5.197	2.467	1.515
Recognition of share options to personnel	38	46	38	46
Derivative valuation	171	-	-	-
Currency translation adjustments	-1.348	1.655	-	-
<b>Equity at period end (31/3/2006 and 31/3/2005 respectively)</b>	<b>188.062</b>	<b>153.106</b>	<b>160.221</b>	<b>145.988</b>

### ADDITIONAL DATA AND INFORMATION

1. The companies of the Group with the related countries they operate, their unaudited tax years and the participation interests that are included in consolidated financial statements are as follows:

#### Full consolidation method

S&B INDUSTRIAL MINERALS S.A. - Greece (2003-2005) (*)	Parent
ISOCON S.A. - Greece (2003-2005)	60%
ARISEIZE S.A. - France (1999-2005)	100%
GREEK HELICON BAUXITES S.A. - Greece (2002-2005)	100%
MOTODYNAMICS GROUP OF COMPANIES S.A.. - Greece (2004-2005)	58,42%
SARDA PERLITE S.R.L. - Italy (2000-2005)	61%
ASKANA LTD - Georgia (2003-2005)	97,70%
ERGOTRAK S.A. Industrial Machinery & Equipment Trading Co SA - Greece (2001-2005)	100%
ERGOTRAK BULGARIA LTD - Bulgaria (2003-2005)	100%
ERGOTRAK YU LTD - Yugoslavia (2003-2005)	100%
ERGOTRAK ROM. S.R.L. - Romania	100%
PARNASSOS INSURANCE S.A. - Greece (2003-2005)	59%
SIBIMIN OVERSEAS LTD - Cyprus (1999-2005)	99,99%
S&B Industrial Minerals (HENAN) CO. LTD - China (1996-2005)	100%
STOLLBERG INC. - USA (1998-2005) (**)	100%
S&B HOLDING GmbH - Germany (2002-2005)	100%
S&B Industrial Minerals NORTH AMERICA INC. - USA (1999-2005)	100%
SABA MADENCILIK A.S. - Turkey (2004-2005)	98,60%
PABALK MADEN A.S. - Turkey (2004-2005)	98,73%
OTAVI MINEN AG - Germany (2002-2005)	100%
OTAVI IBERICA S.L.U. - Spain (2000-2005)	100%
ORYKTON GmbH - Germany (2005) (***)	50%
S&B Industrial Minerals AD - Bulgaria (2002-2005) (**)	99,67%
S&B Industrial Minerals KFT - Hungary (2002-2005)	100%
S&B Industrial Minerals GmbH - Germany (2002-2005)	100%
NAIMEX S.A.R.L. - Morocco (2003-2005)	100%
S&B Industrial Minerals S.A.R.L. - France (2003-2005)	100%
STOLLBERG DO BRAZIL LTDA - Brazil (1999-2005) (**)	100%
STOLLBERG INDIA PVT LTD - India (2001-2005) (**)	100%
D.A.MET. S.A.S. - France (1998-2005) (**)	100%
S&B Jilin Wollastonite CO LTD - China (2005)	56%

(\*) = The Company has been temporarily tax audited for the years 2001 and 2002.

(\*\*) = The potential tax liabilities that may come up from a future tax audit until fiscal year 2003, based on the acquisition agreement, are covered by the Seller.

(\*\*\*) = Consolidated under the proportionate consolidation method.

#### Equity method

XINYANG ATHENIAN MINING CO LTD - China	25%
LAVIOSA CHIMICA MINERARIA SPA - Italy	35%
LAVIOSA PROMASA SA - Spain	29,52%
BENTEC SPA - Italy	49,95%
SLS BAUSTOFFE GMBH - Germany	49,80%
STOLLBERG & SAMIL CO LTD - Korea	50%
HARMIN (LIAONING) MINING CO LTD - China	33,33%

2. No liens and encumbrances exist on the Parent's and the Group's fixed assets.

3. Number of employed personnel for the period 1.1-31.3.06 is 2.188 for the Group (A' Qtr 2005: 2.180) and 703 for the Parent (A' Qtr 2005: 717).

### INCOME STATEMENT FOR THE PERIOD

	GROUP		PARENT	
	1/1-31/3/2006	1/1-31/3/2005	1/1-31/3/2006	1/1-31/3/2005
Sales	104.494	96.376	31.800	31.766
Gross profit	26.588	25.693	9.382	8.981
Profit before income tax, financial and investment results	9.886	9.249	4.402	2.841
Profit before income tax, financial and investment results and depreciation and amortization	16.338	15.069	7.995	6.438
<b>Profit before income tax</b>	<b>8.760</b>	<b>8.002</b>	<b>3.183</b>	<b>2.075</b>
Minus: Income taxes	-2.670	-2.805	-716	-560
<b>Net profit</b>	<b>6.090</b>	<b>5.197</b>	<b>2.467</b>	<b>1.515</b>
<b>Attributable to:</b>				
Equity holders of the parent	6.112	5.101	2.467	1.515
Minority interests	-22	96	-	-
Net Earnings per share - basic (in €)	<u>0.20</u>	<u>0.17</u>	<u>0.08</u>	<u>0.05</u>

### CASH FLOW STATEMENT

	GROUP		PARENT	
	1/1-31/3/2006	1/1-31/3/2005	1/1-31/3/2006	1/1-31/3/2005
<b>Indirect Method</b>				
<b>Cash flows from operating activities</b>				
Profit before income tax	8.760	8.002	3.183	2.075
Adjustments for:				
- Depreciation and amortization	6.452	5.820	3.593	3.597
- Subsidies amortization	-45	-	-45	-
- Provision for environment rehabilitation	9	145	-	112
- Provision for share option plan	38	46	38	46
- Other provisions	526	137	220	-124
- Financial income	-1.267	-843	-125	-476
- Financial expense	2.871	2.389	1.344	1.242
- Share of profit from associates	-478	-299	-	-
- Gain from disposal of property, plant and equipment	-13	-	4	-
<b>Operating profit before working capital changes</b>	<b>16.853</b>	<b>15.397</b>	<b>8.212</b>	<b>6.472</b>
(Increase) / Decrease of:				
- Non current assets	485	-675	53	393
- Inventories	-3.671	-8.574	3.508	2.656
- Trade accounts receivable	-7.451	-13.537	2.850	-9.360
- Other current assets	-6.129	3.113	-5.709	-672
Increase / (Decrease) of:				
- Other non current liabilities	-16	-58	190	350
- Trade and other payable	5.847	-370	-4.554	284
- Other current liabilities	2.312	9.175	2.269	-728
Staff leaving indemnities paid	-109	-353	-67	-
Payments for environment rehabilitation	-253	-160	-235	-160
Income tax paid	-1.800	-2.214	-125	223
<b>Net cash from operating activities (a)</b>	<b>6.068</b>	<b>1.744</b>	<b>6.392</b>	<b>-542</b>
<b>Cash flows from investing activities</b>				
- Capital expenditure for property, plant and equipment	-3.720	-4.449	-2.184	-3.142
- Capitalized depreciation and amortization	120	113	120	113
- Investments in subsidiaries	-157	-	-57	-
- Interest received	150	843	125	476
- Income from disposal of property, plant and equipment	191	-	-	-
<b>Net cash flows from investing activities (b)</b>	<b>-3.416</b>	<b>-3.493</b>	<b>-1.996</b>	<b>-2.553</b>
<b>Cash flows from financing activities</b>				
- Net increase of short-term borrowing	1.810	6.481	42	8.291
- Increase of long-term borrowing	6.485	6.142	13.270	16.587
- Decrease of long-term borrowing	-19.905	-3.329	-33.156	-19.904
- Dividends paid	-	-1	-	-1
- Interest paid	-1.874	-1.763	-1.645	-1.301
<b>Net cash flows from financing activities (c)</b>	<b>-13.484</b>	<b>7.530</b>	<b>-21.489</b>	<b>3.672</b>
- Effect of exchange rates changes on flows	-530	-580	-	-
<b>Net (decrease)/increase in cash and cash equivalents (a) + (b) + (c)</b>	<b>-11.362</b>	<b>5.201</b>	<b>-17.093</b>	<b>577</b>
<b>Cash and cash equivalents at beginning of period</b>	<b>42.907</b>	<b>9.468</b>	<b>21.945</b>	<b>408</b>
- Effect of exchange rates changes on cash	-178	91	-	-
<b>Cash and cash equivalents at period end</b>	<b>31.367</b>	<b>14.760</b>	<b>4.852</b>	<b>985</b>

4. Within the normal course of business of the Group, court decisions on pending lawsuits, applications and appeals are not expected to have a substantial adverse effect on the Group's financial position.

5. Petitions of reversal have been submitted before the Council of State, against the Greek State and the administrative act which approves the Environmental Study issued by the Parent regarding the exploitation of bauxite deposits covering an area of 9.244 thousand square meters in the mountain of Giona. The case after successive adjournments will be finally heard before the court on October 2006. S&B has intervened in support of the Greek State and the validity of the aforementioned act. The petitioners have also asked for the suspension of the disputed act; temporary measures imposed on the exploitation of new deposits affect the smoothness of the bauxite production of the Parent; however under the present circumstances, the Parent and the Group believe that this case is not expected to have any material effect on their long-term operation and financial position.

6. The Parent's sales to and purchases from related parties amounted to €10,73 million and €0,26 million, respectively, for the period 1.1-31.3.2006. Amounts due from and due to related parties of the Parent at period end amounted to €11,98 million and €1,69 million, respectively. Intercompany balances and transactions among fully consolidated subsidiaries have been fully eliminated. The Group's sales to related parties amounted to €0,37 million for the first quarter of 2006. Amounts due from and due to related parties of the Group at period end amounted to €0,33 million and 0,11 million, respectively.

7. Capital expenditures for the first quarter of 2006 amounted to: Group €3,72 million (first quarter of 2005 €4,45 million), Parent €2,18 million (first quarter of 2005 €3,14 million).

8. The principal accounting policies adopted in 31.12.2005 financial statements have been followed in 31.03.2006.

Kifissia, May 10, 2006

THE CHAIRMAN OF THE BOARD OF DIRECTORS

THE CHIEF EXECUTIVE OFFICER

THE GROUP CHIEF FINANCIAL OFFICER

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