

Sample Company, Inc.
Consolidated Balance Sheets
(in Euros)

	As of December 31,	
	2002	2001
ASSETS		
Non Current Assets		
Property, plant and equipment	540,000	400,000
Investment property	150,000	150,000
Goodwill	140,000	150,000
Investments in associates	60,000	60,000
Total Non Current Assets	890,000	760,000
Current Assets		
Inventories	350,000	175,000
Trade and other receivables	490,000	590,000
Prepayments	5,000	5,000
Cash and cash equivalents	849,000	547,000
Total Current Assets	1,694,000	1,317,000
Total Assets	2,584,000	2,077,000
EQUITY AND LIABILITIES		
Capital and Reserves		
Issued capital	300,000	300,000
Reserves	102,000	104,000
Accumulated profits	1,083,000	629,600
Total capital and reserves	1,485,000	1,033,600
Minority interest	91,000	90,400
Non Current Liabilities		
Interest bearing borrowings	560,000	530,000
Deferred tax	31,000	31,000
Retirement benefit obligation	66,000	66,000
Total non current liabilities	657,000	627,000
Current Liabilities		
Trade and other payables	229,000	204,000
Current portion of interest bearing borrowings	100,000	100,000
Other liabilities	22,000	22,000
Total current liabilities	351,000	326,000
Total equity and liabilities	2,584,000	2,077,000

Sample Company, Inc.
Consolidated Income Statements
(in Euros)

	For Year Ended December 31,	
	2002	2001
Sales	1,300,000	1,200,000
Cost of goods sold	<u>(500,000)</u>	<u>(550,000)</u>
Gross profit	<u>800,000</u>	<u>650,000</u>
Other operating income	21,000	18,000
Distribution costs	(90,000)	(80,000)
Administrative expenses	(50,000)	(49,000)
Other operating expenses	(31,000)	(32,000)
Profit from operations	<u>650,000</u>	<u>507,000</u>
Finance cost	(9,000)	(8,000)
Income from associates	<u>20,000</u>	<u>18,000</u>
Profit before tax	<u>661,000</u>	<u>517,000</u>
Income tax expense	<u>(107,000)</u>	<u>(95,000)</u>
Profit after tax	<u>554,000</u>	<u>422,000</u>
Minority interest in group profit	<u>(600)</u>	<u>(400)</u>
Net profit for period	<u><u>553,400</u></u>	<u><u>421,600</u></u>
Earnings per share (Euros)		
Basic	1.84	1.41
Diluted	1.84	1.41

Sample Company, Inc.
Consolidated Cash Flows
(in Euros)

	For Year Ended December 31,	
	2002	2001
Cash Flows from Operating Activities		
Net profit	553,400	421,600
Adjustments for:		
Depreciation of property, plant and equipment	10,000	10,000
Amortisation of goodwill	10,000	10,000
Minority interest	600	400
Operating cash flows before movements in working capital	574,000	442,000
(Increase) decrease in inventories	(175,000)	(75,000)
(Increase) decrease in trade receivables	100,000	(50,000)
(Increase) decrease in prepayments	0	0
Increase (decrease) in trade payables	25,000	25,000
Net Cash Provided by Operating Activities	524,000	342,000
Cash Flows from Investing Activities		
Purchase of property, plant and equipment	(200,000)	(100,000)
Disposal of property, plant and equipment	50,000	0
Net Cash Provided by (Used by) Investing Activities	(150,000)	(100,000)
Cash Flows from Financing Activities		
Dividends paid	(100,000)	(50,000)
Proceeds from long term borrowing	100,000	200,000
Payment of long term borrowing	(70,000)	(50,000)
Net Cash Provided by (Used by) Financing Activities	(70,000)	100,000
Net increase (decrease) in Cash and cash equivalents	304,000	342,000
Cash and Cash Equivalents, Beginning of Year	547,000	201,000
Effect of Foreign Exchange Rate Changes	(2,000)	4,000
Cash and Cash Equivalents, End of Year	849,000	547,000

Sample Company, Inc.Consolidated Statement of Changes in Equity
(in Euros)

	Share Capital	Revaluation Reserve	Translation Reserve	Accumulated Profits	Total Equity
Balance at December 31, 2000	300,000	90,000	0	258,000	648,000
Net income	0	0	0	421,600	421,600
Dividends paid	0	0	0	(50,000)	(50,000)
Revaluation of property, plant and equipment	0	10,000	0	0	10,000
Foreign translation adjustment	0	0	4,000	0	4,000
Balance at December 31, 2001	300,000	100,000	4,000	629,600	1,033,600
Net income	0	0	0	553,400	553,400
Dividends paid	0	0	0	(100,000)	(100,000)
Revaluation of property, plant and equipment	0	0	0	0	0
Foreign translation adjustment	0	0	(2,000)	0	(2,000)
Balance at December 31, 2002	300,000	100,000	2,000	1,083,000	1,485,000