



TO THE SHAREHOLDERS

This is to certify that we audited the financial statements of Sarantis Romania S.A. for the tax year (starting 01.01.2006 and ending 31.12.2006). After all our checks, we conclude that the Balance Sheet and Profit and Loss Statement in RON give a true, fair and accurate representation of economic situation of the company.

Place: BUCHAREST

Date:19.01.2007

Name: MANAICU ADRIAN

Financial Auditor



Sarantis Romania S.A.
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Volume	17,755,191	0.0%	18,197,830	0.0%	19,145,450	0.0%	1,390,259	7.8%	947,620	6.2%
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P & L in EUR - YTD	PYr		Bgt		CYr		Vs. PYr		Vs. Bgt	
Gross Sales	31,246,195	100.0%	34,062,831	100.0%	35,002,076	100.0%	3,755,881	12.0%	939,245	2.8%
Price-Off	-	0.0%	-	0.0%	-	0.0%	-	0.0%	-	0.0%
Gross Sales After Price-Off	31,246,195	100.0%	34,062,831	100.0%	35,002,076	100.0%	3,755,881	12.0%	939,245	2.8%
On Invoice Discounts	(2,521,727)	8.1%	(2,778,010)	8.2%	(2,704,599)	7.7%	(182,872)	7.3%	73,411	-2.6%
Net Billings	28,724,468	100.0%	31,284,821	100.0%	32,297,477	100.0%	3,573,009	12.4%	1,012,656	3.2%
Discounts with Credit Notes-Realised	-	0.0%	-	0.0%	-	0.0%	-	0.0%	-	0.0%
Discounts with Credit Notes-Forecasts	-	0.0%	-	0.0%	-	0.0%	-	0.0%	-	0.0%
Coupons/ Advertising Discounts	-	0.0%	-	0.0%	-	0.0%	-	0.0%	-	0.0%
Net Sales	28,724,468	100.0%	31,284,821	100.0%	32,297,477	100.0%	3,573,009	12.4%	1,012,656	3.2%
Trade Expenses	(1,351,140)	4.7%	(1,444,226)	4.6%	(1,530,995)	4.7%	(179,855)	13.3%	(86,769)	6.0%
Net Net Sales	27,373,328	100.0%	29,840,595	100.0%	30,766,482	100.0%	3,393,154	12.4%	925,887	3.1%
Cost Of Goods	(17,239,168)	63.0%	(18,334,438)	61.4%	(18,946,456)	61.6%	(1,707,288)	9.9%	(612,019)	3.3%
Gross Profit	10,134,160	37.0%	11,506,157	38.6%	11,820,025	38.4%	1,685,866	16.6%	313,868	2.7%
Media	(747,401)	2.7%	(582,432)	2.0%	(524,832)	1.7%	222,569	-29.8%	57,600	-9.9%
Promotion	(695,427)	2.5%	(904,777)	3.0%	(680,968)	2.2%	14,459	-2.1%	223,809	-24.7%
I.B.S.	(492,173)	1.8%	(698,184)	2.3%	(653,116)	2.1%	(160,942)	32.7%	45,068	-6.5%
Customer marketing	(91,140)	0.3%	(137,864)	0.5%	(181,250)	0.6%	(90,110)	98.9%	(43,385)	31.5%
Total A&P	(2,026,141)	7.4%	(2,323,257)	7.8%	(2,040,166)	6.6%	(14,024)	0.7%	283,091	-12.2%
Marketing Contribution	8,108,018	29.8%	9,182,900	30.8%	9,779,860	31.8%	1,671,842	20.6%	596,960	6.5%
Beautyicians Expenses	(120,149)	0.4%	(163,302)	0.5%	(164,437)	0.5%	(44,288)	36.9%	(1,135)	0.7%
Sales Dpt.	(1,869,615)	6.8%	(2,099,372)	7.0%	(2,058,416)	6.7%	(188,801)	10.1%	40,957	-2.0%
Business Development & Suport	-	0.0%	-	0.0%	-	0.0%	-	0.0%	-	0.0%
Marketing Dpt.	(123,757)	0.5%	(174,575)	0.6%	(167,734)	0.5%	(43,977)	35.5%	6,840	-3.9%
Marketing Development Expenses	-	0.0%	-	0.0%	-	0.0%	-	0.0%	-	0.0%
International Dpt.	(5,457)	0.0%	(333,390)	1.1%	(340,981)	1.1%	(335,504)	6147.8%	(7,571)	2.3%
Country/B.U. Commercial Expenses	(2,118,978)	7.7%	(2,770,639)	9.3%	(2,731,548)	8.9%	(612,570)	28.8%	39,092	-1.4%
Supply Chain Dpt.	(1,478,076)	5.4%	(1,559,560)	5.2%	(1,584,109)	5.1%	(106,032)	7.2%	(24,549)	1.6%
Warehousing	(723,516)	2.6%	(841,296)	2.8%	(820,841)	2.7%	(97,325)	13.5%	20,455	-2.4%
Distribution	(693,481)	2.5%	(652,994)	2.2%	(695,658)	2.3%	(2,176)	0.3%	(42,664)	6.5%
Financial Dpt.	(321,727)	1.2%	(378,008)	1.3%	(305,093)	1.0%	16,634	-5.2%	72,916	-19.3%
EDP Dpt.	(168,263)	0.6%	(240,372)	0.8%	(212,597)	0.7%	(44,333)	26.3%	27,775	-11.6%
Administrative Dpt.	(835,451)	3.1%	(378,928)	1.3%	(417,495)	1.4%	417,955	-50.0%	(38,568)	10.2%
Other Operating Expenses	-	0.0%	-	0.0%	-	0.0%	-	0.0%	-	0.0%
Extraordinary Revenues-Expenses	111,977	-0.4%	(41,698)	0.1%	(274,553)	0.9%	(386,530)	-345.2%	(232,855)	558.4%
Accruals	-	0.0%	-	0.0%	-	0.0%	-	0.0%	-	0.0%
Country/B.U. Overheads	(2,691,541)	9.8%	(2,598,567)	8.7%	(2,793,847)	9.1%	(102,305)	3.8%	(195,280)	7.5%
Country/B.U. Total Expenses	(4,810,518)	17.6%	(5,389,206)	18.0%	(5,525,385)	18.0%	(714,875)	14.9%	(156,188)	2.9%
Country/B.U. E.B.I.T.	3,297,499	12.0%	3,813,694	12.8%	4,254,465	13.8%	956,967	29.0%	440,771	11.6%
Group Supply Chain	-	0.0%	(2,240)	0.0%	-	0.0%	-	0.0%	2,240	-100.0%
Cosmetics Category Expenses	-	0.0%	(640)	0.0%	-	0.0%	-	0.0%	640	-100.0%
Household Category Expenses	-	0.0%	(960)	0.0%	(428)	0.0%	(428)	0.0%	532	-55.4%
Group Category	-	0.0%	(1,600)	0.0%	(428)	0.0%	(428)	0.0%	1,172	-73.2%
Group Financial Dpt.	-	0.0%	(2,880)	0.0%	-	0.0%	-	0.0%	2,880	-100.0%
Group EDP Dpt.	-	0.0%	(2,880)	0.0%	-	0.0%	-	0.0%	2,880	-100.0%
Group Administrative Dpt.	-	0.0%	(960)	0.0%	(0)	0.0%	(0)	0.0%	960	-100.0%
Group Extraordinary Revenues-Expenses	-	0.0%	-	0.0%	-	0.0%	-	0.0%	-	0.0%
G. Group Services	-	0.0%	(244,290)	0.8%	(221,859)	0.7%	(221,859)	0.0%	22,431	-9.2%
Group Administrative Expenses	-	0.0%	(251,010)	0.8%	(221,859)	0.7%	(221,859)	0.0%	29,151	-11.6%
Total Group Expenses	-	0.0%	(254,850)	0.9%	(222,287)	0.7%	(222,287)	0.0%	32,563	-12.8%
Income from F&L	-	-	-	-	-	-	-	-	-	-
Income from Marketing	-	-	-	-	-	-	-	-	-	-
Group E.B.I.T.	3,297,499	12.0%	3,558,844	11.9%	4,032,178	13.1%	734,679	22.3%	473,334	13.3%
Financial Expenses	(187,996)	0.7%	41,731	-0.1%	261,235	-0.8%	449,232	-239.0%	219,505	526.0%
Group E.B.T.	3,109,502	11.4%	3,600,575	12.1%	4,293,413	14.0%	1,183,911	38.1%	692,839	19.2%

ASSETS IN EUR		Acquisition Value	Applied Depreciation	Net Value	LIABILITIES IN EUR		Net Value		
A Capital Due					A Owners Equity				
B Installation Expenses					A I Capital				
B 1	First Installation Expenses				A I 1	Paid-in Capital	2,070,576		
B 2	Foreign Exchange Differences of Loans to Acquire Assets				A I 2	Capital Due			
B 3	Interest Expenses of Loans of Installation Period				A I 3	Depreciated	2,070,576		
B 4	Other Installation Expenses				A II Paid in Capital in Excess of Par				
B	Installation Expenses				A III Revaluations & Grants				
C Fixed Assets					A III 1 Revaluations of Participations & Securities				
C I Intangible Assets					A III 2 Revaluations of Other Assets				
C I 1	Research & Development Costs				A III 3 Investment Grants				
C I 2	Property Rights				A IV Reserves				
C I 3	Company Goodwill				A IV 1	Legal Reserves	478,918		
C I 4	Advances for Intangible Assets	63,074	22,147	41,727	A IV 2	Statutory Reserves	115,551		
C I 5	Other Intangible Assets				A IV 3	Special Reserves	25,222		
C I 5a	Consolidation Differences				A IV 4	Extraordinary Reserves	25,222		
		61,871	20,149	41,721	A IV 5	Tax Free Reserves			
C II Tangible Assets					A IV 6	Reserves for Own Shares			
C II 1	Land	42,411		42,411	A IV 7	Consolidation Differences			
C II 2	Mines				A IV 8	Depreciation of Goodwill in Affiliated Companies	940,303		
C II 3	Buildings - Technical Works	227,700	613,616	80,481	A V Carried Forward Results				
C II 4	Equipment	6,777,816	83,549	884,070	A V 1a	Results of Previous Periods	7,797,029		
C II 5	Means of Transportation	100,912	13,787	93,328	A V 1b	Results of Current Period	1,213,131		
C II 6	Furniture	23,295		23,295	A V 2	Plus / (Less) Consolidation Recalculation			
C II 7	Assets Under Construction	2,661,276	1,052,658	1,608,618	A V 3	FX Difference on Conversion to reporting currency	5,051,522		
					A V 4	Recalculation of Current Period's Results			
Tangible & Intangible Assets (C I + C II)				2,723,147	1,072,807	1,650,339	A V 5	Tax Penalties for Previous Periods	12,057,756
C III Participations & Other Long Term Claims					A VI Amounts for Capital Increase				
C III 1	Participation in Affiliated Companies				A VI 1	Shareholders' Deposits			
C III 2	Participation in Other Companies				A VI 2	Available Dividends			
C III 2a	Less: Installments Due				A VII FX Difference from Translation of International Affiliates				
C III 3	Long Term Claims from Affiliated Companies				A VIII Consolidation Differences				
C III 4	Long Term Claims from Other Participating Companies				A VIII 1	Loss: Transfer to Consolidated Results			
C III 5	Long Term Notes Receivables				A Total Owner's Equity				
C III 5a	Less: Non-earned Interest				15,337,723				
C III 6	Other Types of Assets' Nature				B Provisions				
C III 7	Other Long Term Claims			119,796	B 1	Provision for Identification of Personnel			
Fixed Assets (C I + C II + C III)				2,723,147	1,072,807	1,769,135	B 2	Other Provisions	
D Working Capital					B 3 Provisions for Tax (art 105, par 5, L2190/20)				
D I Stock					B Provisions				
D I 1	Finished Goods			6,847,733	C Liabilities				
D I 2	Raw Materials			189,967	C I Long Term Liabilities				
D I 3	Packaging & other auxiliary materials				C I 1 Bonds				
D I 4	Work in process and semifinished goods				C I 2 Bank Loans				
D I 5	Advances to Suppliers				C I 3 Depository Institute Loans				
D I 6	Goods in transit			7,115,971	C I 4 Long Term Liabilities to Affiliated Companies				
D II Claims					C I 5 Long Term Liabilities to Other Companies				
D II 1	Customers				C I 6 Banks, Long Term Credit				
D II 1a	Customers Sarantis Gr.				C I 7 Long Term Notes Payable				
D II 1b	Customers Other Group Companies	7,770,430		7,770,430	C I 7a Less: Non-earned Interest				
D II 1c	Customers Other				C I 8 Other Long Term Liabilities				
D II 1d	Less: Bad Debt Provisions				C II Short Term Liabilities				
D II 2	Notes Receivable				C II 1a Suppliers (Goods, Raw Materials, Packaging) Other				
D II 2a	In Portfolio				C II 1b Suppliers (Goods, Raw Materials, Packaging) Sarantis Gr.				
D II 2b	In Banks to Collect				C II 1c Suppliers (Goods, Raw Materials, Packaging) Other Group Companies				
D II 2c	In banks as Pledges				C II 1d Suppliers (Services, Consumables, other) Other				
D II 3	Notes Receivable Delayed				C II 1e Suppliers (Services, Consumables, other) Sarantis Gr.				
D II 3a	Checks Receivable				C II 1f Suppliers (Services, Consumables, other) Other Group Companies				
D II 3b	Checks Delayed				C II 1g Suppliers (Goods)				
D II 4	Capital Receivable at Next Financial Period				C II 1e Suppliers (Other)				
D II 5	Short Term Claims from Affiliated Companies				C II 2 Notes Payable				
D II 6	Short Term Claims from Other Participating Companies				C II 2a Checks Payable				
D II 7	Claims against Management				C II 3 Banks, Short Term Liabilities in Local Currency				
D II 8	Blocked Bank Accounts				C II 3a Banks, Short Term Liabilities in Foreign Currency				
D II 9	Long Term Claims Receivable at Next Financial Period				C II 4 Customer Advances				
D II 10	Doubtful Debts				C II 5 Tax Liabilities				
D II 10a	Less: Provisions				C II 5a Tax from Affiliated Dividends				
D II 11	Advances / Sundry Debtors				C II 6 Social Security				
D II 12	Deferred Tax Asset			10,078,583	C II 7 Short Term Liabilities Payable at Next Financial Period				
D III Securities					C II 8 Short Term Liabilities to Affiliated Companies				
D III 1	Shares				C II 9 Sundry Creditors				
D III 2	Bonds				C II 10 Dividends Payable				
D III 3	Other Securities				C II 11 Deferred Tax Liability				
D III 4	Own Shares				C Liabilities (C I + C II)				
D III 4a	Less: Installments Due				4,657,679				
D IV Cash & Banks					D Liabilities Transitional Accounts				
D IV 1	Cash			1,367,988	D 1 Deferred Income				
D IV 2	Share Coupons Receivable				D 2 Accrued Expenses				
D IV 3	Banks				D 3 Other Transitional Accounts				
Working Capital (D I + D II + D III + D IV)				18,562,552	365,070				
E Assets Transitional Accounts					E Transitional Accounts				
E 1	Deferred Expenses			28,784					
E 2	Accrued Income								
E 3	Other Transitional Accounts								
TOTAL ASSETS (A + B + C + D + E)				20,660,722	TOTAL LIABILITIES (A + B + C + D)				
					20,660,722				