

AUDITOR'S REPORT

**To: The Partners of 4M Titan Silo Company (L.L.C.)
Giza**

We have audited the accompanying balance sheet of 4M Titan Silo Company (L.L.C.) (the Company) as of December 31, 2004 and the related statements of income, changes in quotaholders' equity, and cash flows for the year then ended. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.

Except as discussed in the following paragraph, we conducted our audit in accordance with International Standards on Auditing, and the enacted Egyptian laws. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

As discussed in Note 6, the Company was unable to provide us with evidence supporting that the net realizable value of inventory of spare parts exceeds its cost amounting to LE 352,351 at December 31, 2004. We were unable to determine the recoverable amount of this asset by other auditing procedures.

In our opinion, except for the effects of such adjustments, if any, as might have been determined to be necessary for the matters referred to in the preceding paragraph, the financial statements, referred to above, present fairly in all material respects the financial position of the Company as of December 31, 2004 and of the results of its operations and its cash flows for the year then ended in accordance with International Financial Reporting Standards ("IFRS") and applicable laws and regulations.

Without further qualifying our opinion we draw attention to Note 18 in the financial statements, which indicates conditions that cast significant doubt about the company's ability to continue as a going concern.

The Company keeps proper financial records, which includes all that is required by the law and the Company statute, and the accompanying financial statements are in agreement therewith. The inventory counts were taken in accordance with recognised practices.

Tarek Farid Mansour
R.A.A. 7384
Mansour & Co. PricewaterhouseCoopers

January , 2005
Cairo

4M TITAN SILO COMPANY (L.L.C.)**Statement of Income - For the Year Ended December 31, 2004**

(all amounts in Egyptian Pounds)

	<u>2004</u>	<u>2003</u>
Revenue of operation	1,701,626	1,344,864
Cost of operation	<u>(519,287)</u>	<u>(374,533)</u>
Gross profit	1,182,339	970,331
Other operating revenues	-	238,249
General and administrative expenses	<u>(698,722)</u>	<u>(405,718)</u>
Depreciation on property, plant and equipment	<u>(431,725)</u>	<u>(427,260)</u>
Provisions	<u>(50,000)</u>	<u>(270,402)</u>
Operating profit	1,892	105,200
Foreign exchange gain (loss)	<u>(11,558)</u>	<u>(6,540)</u>
Net (Loss) profit for the year	<u>(9,666)</u>	<u>98,660</u>