

JORDAN STEEL CO. LTD.
AMMAN–THE HASHEMITE KINGDOM OF JORDAN
BALANCE SHEET AS OF DECEMBER 31, 2000 AND 1999

EXHIBIT A

ASSETS	2000	1999
<i>Non-Current Assets</i>	<i>JD</i>	<i>JD</i>
<i>Property, plant & equipment</i>	14,330,555	15,258,831
<i>Investment in lands</i>	317,772	---
<i>Established expenses net of amortization</i>	---	45,603
<i>Pre-operating expenses net of amortization</i>	---	97,184
<i>Investment in affiliated companies</i>	880,948	908,689
<i>Projects in progress</i>	16,825	19,625
<i>Total Non-Current Assets</i>	<u>15,546,100</u>	<u>16,329,932</u>
 <i>Current Assets</i>		
<i>Inventory</i>	2,941,120	5,793,072
<i>Letters of Credit</i>	2,945	10,694
<i>Accounts receivable after deducting JD (34,262) allowance for doubtful accounts</i>	462,746	664,626
<i>Export letters of credit receivable</i>	3,132,900	---
<i>Refundable deposits</i>	41,324	42,722
<i>Other debit accounts</i>	77,292	189,454
<i>Cash in hand and at banks</i>	401,653	5,401,719
<i>Total Current Assets</i>	<u>7,059,980</u>	<u>12,102,287</u>
 TOTAL ASSETS	<u><u>22,606,080</u></u>	<u><u>28,432,219</u></u>

**THE ACCOMPANYING NOTES CONSTITUTE AN
INTEGRAL PART OF THESE FINANCIAL STATEMENTS**

JORDAN STEEL CO. LTD.
AMMAN–THE HASHEMITE KINGDOM OF JORDAN
BALANCE SHEET AS OF DECEMBER 31, 2000 AND 1999

EXHIBIT B

SHAREHOLDERS' EQUITY & LIABILITIES	2000	1999
	JD	JD
Shareholders' Equity		
<i>Authorized & issued capital (15) Million Shares</i>		
<i>At JD.1 par value</i>	<u>15,000,000</u>	<u>15,000,000</u>
<i>Paid in capital</i>	15,000,000	15,000,000
<i>Legal reserve</i>	811,246	601,285
<i>Voluntary reserve</i>	1,040,622	935,641
<i>Retained earnings – Exhibit B</i>	86,506	198,829
Total Shareholders' Equity	<u>16,938,374</u>	<u>16,735,755</u>
Current Liabilities		
<i>Deferred payments on letters of credit</i>	2,702,968	6,306,482
<i>Other provisions</i>	50,608	45,038
<i>Due to shareholders</i>	186,882	177,340
<i>Accounts payable</i>	138,325	503,489
<i>Other credit accounts</i>	430,725	445,577
<i>Dividends due to shareholders</i>	1,800,000	1,500,000
<i>Due to banks</i>	358,198	2,718,538
Total Current Liabilities	<u>5,667,706</u>	<u>11,696,464</u>
TOTAL SHAREHOLDERS' EQUITY AND LIABILITIES	<u>22,606,080</u>	<u>28,432,219</u>

**THE ACCOMPANYING NOTES CONSTITUTE AN
INTEGRAL PART OF THESE FINANCIAL STATEMENTS**

JORDAN STEEL CO. LTD.
AMMAN–THE HASHEMITE KINGDOM OF JORDAN
STATEMENT OF PROFIT AND LOSS
FOR THE YEAR ENDED DECEMBER 31, 2000

EXHIBIT B

	<u>2000</u>	<u>1999</u>
	<u>JD</u>	<u>JD</u>
<i>Sales</i>	18,677,267	15,185,749
<i>Cost of goods sold</i>	(15,430,797)	(13,235,761)
<i>Gross income</i>	3,246,470	1,949,988
<i>Export sales expenses</i>	(443,564)	---
<i>Administrative expenses</i>	(283,569)	(251,022)
<i>Administrative depreciation & amortization</i>	(167,664)	(87,919)
<i>Financial Expenses</i>	(589,274)	(559,942)
<i>Prior Periods Expenses</i>	(38,923)	(56,843)
<i>Allowance for doubtful accounts</i>	---	(34,262)
<i>Losses from investments in affiliated companies</i>	(89,241)	(91,311)
<i>Interest Revenue</i>	132,993	235,931
<i>Other revenues</i>	332,383	86,560
<i>Net income</i>	2,099,611	1,191,180
<i>Retained earnings carried forward</i>	198,829	543,709
<i>Added from special provision</i>	---	270,000
<i>Earnings available to be distributed as follows:</i>	2,298,440	2,004,889
<i>Legal reserve 10%</i>	209,961	119,118
<i>Voluntary reserve 10% (10% 1999)</i>	104,981	119,118
<i>Board of directors remuneration</i>	55,000	44,000
<i>Provision for Jordanian Universities fees 1%</i>	20,996	11,912
<i>Provision for scientific research & Professional training 1%</i>	20,996	11,912
<i>Proposed dividends distribution 12% (10% for 1999)</i>	1,800,000	1,500,000
<i>Retained earnings carried forward – Exhibit A</i>	86,506	198,829
<i>Total</i>	2,298,440	2,004,889
<i>Earning per share</i>	Fils 140/0	Fils 79/4

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