Full Year 2006 Results

Alexandria, 5th March 2007 – Lecico Egypt (Stock symbols: LECIq.L; LECI LI; LCSW.CA; LECI EY) announces its consolidated results for the full year of 2006.

Highlights

FY 2006

- Lecico revenue up 10% to LE 719.5 million (61.7% from sanitary ware)
- Sanitary ware revenue up 14% to LE 443.9 million, driven by a 20% growth in volumes to 4.6 million pieces (62.2% exports)
- Tile revenue up 5% to LE 275.6 million, driven by a 4% growth in volumes to 18.44 million square meters
- EBIT down 15% to LE 118.1 million, margin down 5 percentage pts to 16.4%
- Net profit down 11% to LE 79.2 million, margin down 2.6 percentage pts to 11.0%

4Q 2006

- Lecico revenue up 27% to LE 192.6 million (63.3% from sanitary ware)
- Sanitary ware revenue up 42% to LE 122.0 million, driven by 31% growth in volumes to 1.2 million pieces (66.2% exports)
- Excluding Sarreguemines, sanware revenues rose 17% to LE 100.6 million, driven by a 23% growth in volumes to 1.1 million pieces (59.9% exports)
- Tile revenue up 7% at LE 70.6 million, while volumes up slightly by 1% to 4.45 million square meters
- EBIT down 27% to LE 18.4 million, margin down 7.1 percentage pts to 9.5%
- Net profit up 8% to LE 17.9 million, margin down 1.6 percentage pts to 9.3%

"The fourth quarter has been a significant turning point for Lecico. The efforts invested over the past two years to increase sales of sanitary ware have been so successful that we are again facing capacity and product development constraints. Compared to the last few years, this is a much more pleasant problem to have and these emerging constraints should only be temporary as we are getting ready to inaugurate significant capacity expansions in both tiles and sanitary ware in the first half of 2007.

"We have continued to grow our business despite a difficult operating environment. In fact, our revenues for the fourth quarter reached a new record level." comments Gilbert Gargour, Lecico Egypt's Chairman and CEO.

"In terms of profit performance the fourth quarter was obscured by the effects in France of the Sarreguemines acquisition and the change of the business model and by results in Lebanon. The new business model in France will allow us to operate out of one center, providing better service to our customers. As a consequence we suffered significant losses as a result of the closure and disposal of excess inventory at the old Le Havre warehouse. We also had to book a large extraordinary gain upon the acquisition and used this as an opportunity to increase provisions on our working capital assets.

"The war in Lebanon has unfortunately not fulfilled its earlier promise of popular solidarity and this has negatively affected the business environment; our management thought useful to significantly cut tile production in the last quarter and sell out of stock.

"All the above has blurred what would have otherwise shown clear signs of recovery in profit as well as revenues. I know that the last two years have been a source of serious disappointment to our shareholders, and I regret this. On the other hand the second half of 2006 and in particular the last quarter results show a clearer turning point, one that I hope will continue and allow us to share better news with you over the coming years.

"In addition to an LE 1.00 per share cash dividend for the year, Lecico will propose a 5% bonus issue, essentially redistributing our 1.0 million in treasury shares back to investors. At today's prices, the cash dividend and bonus issue are the equivalent of a 7.2% dividend yield, compared to a 5.8% yield for 2005. I hope this goes some way towards rewarding those investors who have continued to believe in our company."

Elie Baroudi, Lecico Egypt MD, added, "The recovery that we have seen in the last quarter is an indicator of good prospects for the year to come. Most of that success is down to the great efforts made by our sales teams and the continued efforts to improve efficiency in our factories. We are particularly proud of our staff for achieving these results despite the continued instability in Lebanon and the sharp increase in energy prices and corresponding inflationary increases in Egypt. If we are fortunate enough to avoid any further significant external shocks in 2007, we would look forward to stronger results in the coming year.

"That's not to say the coming year will be without challenges. The situation in Lebanon continues to be cautious. Also the roll out of a new sanitary ware plant will require a significant further increase in overall efficiency to absorb the usual teething problems in any new project. The full and proper integration of Sarreguemines – which has historically operated with much higher proportional overheads than Lecico as group - will also require considerable coordination of efforts to keep costs contained."

Lecico Revenue and Profitability

Profit and loss statement highlights	4Q		%	FY		%
(LE m)	2006	2005	06/05	2006	2005	06/05
Sanitary ware	122.0	85.7	142%	443.9	389.0	114%
Tiles	70.6	65.9	107%	275.6	263.4	105%
Net sales	**192.6**	**151.7**	**127%**	**719.5**	**652.4**	**110%**
Sanitary ware/net sales (%)	63.3%	56.5%	6.8%	61.7%	59.6%	2.1%
Cost of sales	(126.9)	(100.5)	126%	(467.2)	(410.0)	114%
Cost of sales/net sales (%)	(65.9%)	(66.2%)	(0.4%)	(64.9%)	(62.8%)	2.1%
Gross profit	**65.8**	**51.2**	**128%**	**252.3**	**242.4**	**104%**
Gross profit margin (%)	34.1%	33.8%	0.4%	35.1%	37.2%	(2.1%)
Distribution and administration (D&A)	(37.6)	(26.7)	141%	(124.2)	(106.8)	116%
D&A/net sales (%)	(19.5%)	(17.6%)	1.9%	(17.3%)	(16.4%)	0.9%
Net other operating income	(9.8)	0.7	-	(10.0)	4.1	-
Net other operating income/net sales (%)	(5.1%)	0.5%	(5.6%)	(1.4%)	0.6%	(2.0%)
EBIT	**18.4**	**25.2**	**73%**	**118.1**	**139.6**	**85%**
EBIT margin (%)	9.5%	16.6%	(7.1%)	16.4%	21.4%	(5.0%)
Net profit	**17.9**	**16.6**	**108%**	**79.2**	**88.8**	**89%**
Net profit margin (%)	9.3%	10.9%	(1.6%)	11.0%	13.6%	(2.6%)

FY 2006: Results show continued revenue-led recovery

Revenue for 2006 was up 10% year-on-year at LE 719.5 million, led by strong sanitary ware volume growth and the addition of Sarreguemines in the fourth quarter. This compares to a 5% growth in sales for the first nine months of 2006.

Gross profits rose 4% to LE 252.3 million with gross margin falling 2.1 percentage points to 35.1%. This compares to a 2% drop in gross profits for the first nine months of 2006.

Proportional D&A expenses were up 0.9 percentage points year-on-year at 17.3% of net sales compared to 16.4% in 2005. A significant portion of this increase was a result of the consolidation of Sarreguemines.

EBIT profits for the period fell 15% to LE 118.1 million, with the EBIT margin declining by 5 percentage points to 16.4%. The drop in operating profit and margin was largely the result of LE 10 million in provisions taken in the fourth quarter.

Net financing expenses were LE 27.9 million in 2006 compared to LE 16.5 million in 2005. Total foreign currencies exchange differences showed a gain of LE 1.5 million compared to a loss of LE 20.1 million in the same period last year.

The company also benefited from an LE 11.3 million gain on the revaluation of assets of Sarreguemines. Lecico bought the Sarreguemines assets at a deep discount to book value and in line with IFRS has revalued those assets at fair value.

Income tax expense more than doubled during 2006 to reach LE 17.4 million due to provision for settlement of prior years' taxes amounting to LE 8.5 million in total.

Net profit for the year fell 11% year-on-year to reach LE 79.2 million, with margins for the period down 2.6 percentage points from the same period last year to reach 11%. This compares to a 15% year-on-year net profit drop during the first nine months of 2006.

4Q 2006: Recovery continues despite slow start-up for Sarreguemines acquisition

Revenue growth accelerated in the fourth quarter growing 27% year-on-year, driven by growth in sanitary ware sales in Egypt and exports and the consolidation of Sarreguemines. Excluding Sarreguemines, sanitary revenues would be up 17%. Tile revenues grew 7% year-on-year.

Gross profit rose 28% year-on-year in the quarter and gross profit margins rose by 0.4 percentage point to 34.1% for the quarter despite the impact of Sarreguemines. This increase in margins came from the group's tile division – where in-house production of frit continues to improve the division's sustainable gross margins.

Proportional distribution and administration (D&A) expenses increased from 17.6% of net sales in the fourth quarter of 2005 to 19.5% in 2006. There is a significant degree of seasonality in these expenses with the fourth quarter typically the most intensive for proportional D&A expenses. That said, a large part of this year-on-year increase is due to the impact of the Sarreguemines acquisition.

Lecico booked a net other operating loss for the quarter of LE 9.8 million, compared to a profit of LE 0.7 million in the same period last year as a result of LE 10 million in provisions taken against working capital. The company decided to take a maximal approach on provisions in light of the special income it has booked on the Sarreguemines asset revaluation.

Largely as a result of these provisions, EBIT fell 27% year-on-year to reach LE 18.4 million for the fourth quarter, with the EBIT margin down 7.1 percentage points to 9.5%.

Net financing expenses were up 164% year-on-year during the fourth quarter of 2006 to reach LE 5.8 million, but were down from LE 8.8 million in the third quarter of 2006.

The company benefited from the LE 11.3 million gain on the revaluation of assets of Sarreguemines. Lecico bought the Sarreguemines assets at a deep discount to book value and in line with IFRS rules has revalued those assets at fair value.

Net profit was up 8% year-on-year at LE 17.9 million, with the net profit margin down 1.6 percentage points to 9.3%.

Segmental analysis

Sanitary ware

FY: Sanitary ware sales volumes for the year were up 20% year-on-year at 4.6 million pieces driven by strong growth in Egypt and exports and compounded by the impact of the Sarreguemines acquisition in the fourth quarter. In Lebanon, volumes slipped 5% year-on-year as a result of both the war with Israel and continued political uncertainty.

Export volumes were up 27% year-on-year at 2.8 million pieces, excluding the 71,000 pieces of Sarreguemines sales in the last quarter. Exports represented 62.2% of volumes for the year up from 58.7% of total sales in 2005.

While average sanitary ware prices fell 5% in 2006 to LE 95.8 per piece, prices excluding Sarreguemines would have been down 8%. A proportion of this is due to the average 1% appreciation in the Egyptian pound against the euro, sterling and dollar in 2006. The remainder is due to an increasing proportion of lower priced sales channels in the business mix.

Sanitary ware revenues were up 14% year-on-year at LE 443.9 million.

Average cost per piece was up 5% year-on-year at LE 61.1 per piece, almost entirely due to the impact of Sarreguemines. Excluding Sarreguemines, a strong cost reduction effort and increasing economies of scale kept costs flat despite the 25% increase in most energy costs in July and the partial closures in the Lebanese plant over much of the second half.

Sanitary ware gross profit margin fell by 6 percentage points in 2006 to reach 36.3% and gross profits fell 2% to LE 161 million.

Sanitary ware segmental analysis						
	4Q		%	FY		%
(LE m)	2006	2005	06/05	2006	2005	06/05
Sanitary ware volumes (000 pcs)						
Egypt (000 pcs)	346	284	122%	1,549	1,383	112%
Lebanon (000 pcs)	45	55	82%	200	211	95%
Export (000 pcs)	765	542	141%	2,884	2,267	127%
Total sanitary ware volumes (000 pcs)	**1,156**	**880**	**131%**	**4,633**	**3,861**	**120%**
Exports/total sales volume (%)	66.2%	61.5%	4.7%	62.2%	58.7%	3.5%
Sanitary ware revenue	**122.0**	**85.7**	**142%**	**443.9**	**389.0**	**114%**
Average selling price (LE/pc)	105.5	97.4	108%	95.8	100.7	95%
Average cost per piece (LE/pc)	70.6	60.1	117%	61.1	58.2	105%
Sanitary ware cost of sales	(81.7)	(52.9)	154%	(282.9)	(224.7)	126%
Sanitary ware gross profit	40.4	32.8	123%	161.0	164.3	98%
Sanitary ware gross profit margin (%)	33.1%	38.2%	(5.2%)	36.3%	42.2%	(6.0%)

4Q: Sanitary ware sales volumes for the quarter were up 31% year-on-year at 1.2 million pieces driven by strong growth in Egypt and exports and compounded by the impact of the Sarreguemines acquisition in the fourth quarter. In Lebanon, volumes slipped 18% year-on-year as a result of the political uncertainty which has followed the war with Israel in July.

Export volumes were up 23% year-on-year at 1.1 million pieces, excluding the 71,000 pieces of Sarreguemines sales. Exports represented 66.2% of volumes for the quarter up from 61.5% of total sales in the fourth quarter of 2005.

While average sanitary ware prices rose 8% year-on-year in the fourth quarter to LE 105.5 per piece, prices excluding Sarreguemines would have been down 5%, largely on the back of business mix as the company has entered new, lower price sales channels in the UK and the business with Sanitec has grown.

Sanitary ware revenues were up 42% year-on-year for the quarter at LE 122.0 million.

Average cost per piece was up 17% year-on-year at LE 70.6 per piece, almost entirely due to the impact of Sarreguemines. Excluding Sarreguemines, average cost per piece in the fourth quarter would have been flat year-on-year.

Sanitary ware gross profit margin fell by 5.2 percentage points year-on-year in the fourth quarter of 2006 to reach 33.1% and gross profits rose 23% to LE 40.4 million.

Sanitary ware exports: Sanitary ware export volumes rebounded to reach record levels in 2006 on the back of success in entering new distribution channels in the UK, the expanded outsourcing agreement with Sanitec and the acquisition of Sarreguemines in France. Lecico also continued to grow its exports in the Middle East.

Sanitary ware exports by destination					
(000s pieces)	31-Dec-06	% of total	31-Dec-05	% of total	% 06/05
UK	956.6	33%	677.3	30%	141%
Sanitec	829.2	29%	636.1	28%	130%
France	416.6	14%	256.4	11%	162%
Ireland	127.4	4%	135.6	6%	94%
Europe	94.7	3%	125.6	6%	75%
Middle East	301.2	10%	254.6	11%	118%
Other	157.9	5%	181.1	8%	87%
Total exports	**2,883.6**	**100%**	**2,266.7**	**100%**	**127%**

Tiles

FY: Tile sales volumes grew by 4% year-on-year in 2006 to reach 18.4 million square meters. The growth in sales was generated primarily in Lecico's export markets with

Lebanon sales volumes growing aggressively in the fourth quarter. Exports accounted for 22.0% of total sales volumes, compared with 17.8% in the same period last year.

Average tile prices for the year were flat at LE 14.9 per square meter. The tile segment's gross margin rose 3.5 percentage points to reach 33.1% for 2006 and gross profits rose 17% to reach LE 91.3 million as a result of the continued roll out of Lecico's frit plant in Egypt.

Tile segmental analysis						
	4Q		%	FY		%
(LE m)	2006	2005	06/05	2006	2005	06/05
Tile volumes (000 sqm)						
Egypt (000 sqm)	3,128	3,390	92%	13,386	13,595	98%
Lebanon (000 sqm)	373	193	193%	1,002	948	106%
Export (000 sqm)	952	843	113%	4,053	3,155	128%
Total tile volumes (000 sqm)	**4,452**	**4,427**	**101%**	**18,442**	**17,698**	**104%**
Exports/total sales volume (%)	21.4%	19.0%	2.3%	22.0%	17.8%	4.1%
Tile revenue	**70.6**	**65.9**	**107%**	**275.6**	**263.4**	**105%**
Average selling price (LE/sqm)	15.9	14.9	106%	14.9	14.9	100%
Average cost per sqm (LE/sqm)	10.2	10.7	95%	10.0	10.5	95%
Tile cost of sales	(45.2)	(47.5)	95%	(184.3)	(185.3)	99%
Tile gross profit	25.4	18.4	138%	91.3	78.1	117%
Tile gross profit margin (%)	36.0%	27.9%	8.1%	33.1%	29.6%	3.5%

4Q: Tile sales volumes grew by 1% in the fourth quarter with the factory working at full capacity. In Lebanon, sales volumes were almost double that of the same quarter in 2005 as a result of 12-month anti-dumping measures enacted in September. Average net prices were up by 6% year-on-year to LE 15.9 per square meter, as a result of the greater proportion of Lebanese sales. Tile revenues for the quarter were up 7% year-on-year at LE 70.6 million.

In-house production of frit in Egypt continued to deliver savings, reducing cost per square meter by 5% year-on-year, in line with the average cost reduction seen over the course of the year. Gross profit margin for the tile segment reached 36.0% in the fourth quarter of 2006; up by 8.1 percentage points year-on-year. This margin reflects some end of year adjustments and should not be taken as indicative of expected margins for the segment which should remain in line with full-year results.

Financial position

The value of Lecico's assets have risen 12% since the beginning of the year to reach LE 1,522.4 million, driven primarily by continued investments in Lecico's expansion program (projects in progress) and an increase in working capital.

Total liabilities grew 31% to LE 842.1 million primarily as a result of an LE 149.4 million increase in gross debt. Net debt to equity reached 0.57x as of 31 December, 2006.

Recent developments and outlook

Outlook for 2007: The last quarter of 2006 and early indications for 2007 all point to a positive demand outlook for the coming year, largely as a result of efforts taken by the company over the past two years to penetrate new markets; new market segments and develops a wider product offering for all its key customers.

Preliminary indications for the 2007 are positive for all Lecico's main markets (Egypt, the UK, OEM and Lebanon) while the company's efforts to penetrate new markets continue to hold out promise for later in the year.

As a result, the key drivers for performance in the coming year are likely to be the speed that the company can roll out its new capacity and product ranges in sanitary ware and tiles while continuing to improve efficiency and reduce costs. The other major challenge for Lecico in 2007 is the speed with which it can integrate Sarreguemines into the group and restore its sales to pre-receivership levels. Finally, the group is looking to improve its working capital position in 2007 by reducing the both inventory and receivables levels.

However, as witnessed in 2005 and 2006, performance is also dependent on several external and unpredictable factors, chief among them are energy prices in Egypt, exchange rates of the Egyptian pound and demand in Lecico's major markets. Of particular concern on the demand side is Lebanon, where concerns over political stability remain an issue.

Capacity expansion and capital investment: In the first half of 2007, Lecico is planning to inaugurate both its new tile line (4.5 million square meters per annum operational by late second quarter) and its new sanitary ware plant (2.0 million pieces per annum with the first 1.0 million pieces coming on line by early in the second quarter). With both tile and sanitary ware currently working at full capacity, the roll out of these new capacities is a priority for Lecico in the first half of the year.

The final two kilns for Lecico's frit plant are also expected to be installed and running by late in the second quarter of 2007. These additional frit kilns are not anticipated to drive a material further reduction in production costs as they are needed to cover the additional tile line and to allow us to carry out routine maintenance while serving all the company's frit needs.

Dividend proposal, AGM and EGMs

Lecico will hold its Annual General Meeting (AGM) starting at 12:30 p.m. on 28th of March 2007 in the Corniche Room (2nd floor) at the Four Seasons Hotel, 1089 Corniche El Nil, Garden City, Cairo. Lecico extends the invitation to attend to all shareholders.

Lecico will be presenting a review of its annual financial performance as outlined in this document at the AGM. The board is likely to propose a cash dividend of LE 1.00 per share. At the two Extraordinary General Meetings (EGMs) to be convened directly after the AGM, the company will seek shareholder's approval to cancel 1.0 million treasury shares and reissue 1.0 million shares as a 5% bonus issue.

About Lecico

Lecico (Stock symbols: LECIq.L; LECI LI; LCSW.CA; LECI EY) is a leading producer of export-quality sanitary ware in the Middle East and one of the largest tile producers in Egypt and Lebanon, with over 45 years of experience in the industry and decades of experience as an exporter to developed markets.

Lecico benefits from significant cost advantages in labour, energy and investment costs resulting from its economies of scale and location in Egypt and Lebanon. Lecico's marketing strategy is to use its cost advantages to target the mass market with high quality pieces at competitive prices.

Lecico exports over half its sanitary ware production and has a significant presence in the United Kingdom and other European markets. Most of the Company's exports are done under the Lecico brand, although it also produces for other European brands. Lecico has a strategic relationship with Sanitec, a leading producer of sanitary ware in Europe, and benefits from this relationship through information sharing, extensive knowledge transfer programs and significant outsourcing contracts for Sanitec's brands.

For additional information, please contact:

Taher G. Gargour
Telephone: +203 518 0011
Fax: +203 518 0029
Mobile: +2012 104 1047
E-mail: tgargour@lecico.com.eg

Visit our website at: www.lecicoegypt.com

Forward-looking statements

This release may contain certain "forward-looking statements", relating to the Company's business, which can be identified by the use of forward-looking terminology such as "will", "planned", "expectations", "forecast" or similar expressions, or by discussions of strategy, plans or intentions. Such statements may include descriptions of investments planned or currently under development by the company and the anticipated impact of these investments. Such statements reflect the current views of the Company with respect to future events and are subject to certain risks, uncertainties and assumptions. Many factors could cause the actual results, performance or achievements of the Company to be materially different from any future results that may be expressed or implied by such forward-looking statements.

Lecico Egypt consolidated income statement

Income statement	4Q		%	FY		%
(LE m)	2006	2005	06/05	2006	2005	06/05
Net sales	**192.6**	**151.7**	**127%**	**719.5**	**652.4**	**110%**
Cost of sales	(126.9)	(100.5)	126%	(467.2)	(410.0)	114%
Gross profit	**65.8**	**51.2**	**128%**	**252.3**	**242.4**	**104%**
Gross margin (%)	34.1%	33.8%	0.4%	35.1%	37.2%	(2.1%)
Distribution expenses	(9.4)	(10.6)	88%	(44.0)	(44.4)	99%
Administrative expenses	(28.3)	(16.1)	176%	(80.2)	(62.4)	128%
Other Operating income	1.7	0.6	275%	4.1	4.3	96%
Other Operating expenses	(11.5)	0.1	-10797%	(14.0)	(0.2)	7148%
Operating profit (EBIT)	**18.4**	**25.2**	**73%**	**118.1**	**139.6**	**85%**
Operating (EBIT) margin (%)	9.5%	16.6%	(7.1%)	16.4%	21.4%	(5.0%)
Investment revenues	(0.9)	(0.0)	-	0.6	0.0	-
Gains on sale of investment	0.0	0.1	-	0.0	0.1	-
Gain on Sarrguemines transaction	11.3	0.0	-	11.3	0.0	-
Interest revenues	7.0	5.3	133%	23.2	16.0	145%
Financing expenses	(12.8)	(7.5)	172%	(51.1)	(32.5)	157%
Foreign currencies exchange differences	0.9	(2.5)	-	1.5	(20.1)	-
Profits before tax and minority (PBTM)	**23.8**	**20.6**	**116%**	**103.7**	**103.0**	**101%**
PBTM margin (%)	12.4%	13.6%	(1.2%)	14.4%	15.8%	(1.4%)
Income tax	(3.7)	0.8	(490%)	(14.0)	(3.5)	397%
Deferred tax	(0.3)	(3.5)	-	(3.4)	(3.5)	-
Net Profit after tax (NPAT)	**19.8**	**17.8**	**111%**	**86.2**	**96.0**	**90%**
NPAT margin (%)	10.3%	11.8%	(1.5%)	12.0%	14.7%	(2.7%)
Employee profit participation	(2.2)	(1.3)	167%	(7.6)	(7.1)	107%
Net profit before minority interest	**17.6**	**16.5**	**106%**	**78.6**	**88.9**	**88%**
Minority interest	0.4	0.0	-	0.6	(0.1)	-
Net Profit	**17.9**	**16.6**	**108%**	**79.2**	**88.8**	**89%**
Net profit margin (%)	9.3%	10.9%	(1.6%)	11.0%	13.6%	(2.6%)

Lecico Egypt consolidated balance sheet

Balance Sheet (LE m)	31-Dec-06	31-Dec-05	9m 06/FY05 (%)
Cash and short-term investments	263.8	319.4	83%
Inventory	325.2	271.4	120%
Receivables	225.2	197.3	114%
Related parties -debit balances	40.9	30.2	135%
Total current assets	**855.1**	**818.3**	**104%**
Net fixed assets	447.3	409.2	109%
Intangible assets	17.1	16.1	107%
Prepaid long-term rent	0.6	0.7	84%
Projects in progress	196.8	112.7	175%
Available for sale investments	4.3	5.5	78%
Long-term notes receivable	1.2	2.1	56%
Total non-current assets	**667.3**	**546.3**	**122%**
Total assets	**1,522.4**	**1,364.7**	**112%**
Banks overdraft	464.5	417.2	111%
Current portion of long-term liabilities	56.4	28.1	200%
Trade and notes payable	69.5	55.6	125%
Other current payable	82.3	55.7	148%
Related parties -credit balances	8.4	9.1	93%
Provisions	11.4	7.4	155%
Total current liabilities	**692.6**	**573.0**	**121%**
Long-term loans	126.2	49.1	257%
Other long-term liabilities	10.2	11.6	88%
Provisions	6.2	6.3	99%
Deferred tax	6.9	3.5	199%
Total non-current liabilities	**149.4**	**70.5**	**212%**
Total liabilities	**842.1**	**643.5**	**131%**
Minority interest	**5.1**	**5.2**	**98%**
Issued capital	100.0	100.0	100%
Treasury stock	(60.7)	(3.7)	1652%
Reserves	368.8	368.1	100%
Retained earnings	187.9	162.7	115%
Net profit for the year	79.2	88.8	89%
Total equity	**675.3**	**716.0**	**94%**
Total equity, minorities and liabilities	**1,522.4**	**1,364.7**	**112%**

Lecico Egypt consolidated cash flow statement

Cash flow statement	FY		%
(LE m)	2006	2005	06/05
Cash Flow from operating activities			
Net profit for the period	79.2	88.8	89%
Depreciation and translation adjustment	40.8	37.6	109%
Intangible assets amortisation and translation adjustment	0.1	0.2	41%
Income tax expense	14.0	3.5	396%
Deferred income tax	3.4	3.5	-
Prepaid rent expense	0.1	0.1	133%
Capital gains	(0.2)	(0.1)	325%
Provided provisions and translation adjustment	17.4	(2.2)	-
Impairment of inventory	1.5	0.0	-
Employee share in net profit	7.6	7.1	107%
Increase in minority interest	(0.1)	0.0	#DIV/0!
Increase (decrease) in translation reserve	(0.3)	(3.0)	-
Increase in Inventory	(55.3)	(44.3)	125%
Increase in Receivables	(47.1)	(34.0)	139%
Increase (decrease) in Payables	28.0	(31.7)	-
Utilised Provisions	(4.9)	(0.6)	810%
Paid income tax	(5.8)	(0.5)	1170%
Payments for acquiring current investment	(177.1)	(54.8)	-
Net cash from operating activities	**(98.6)**	**(30.2)**	**-**
Cash flow from investing activities			
Additions to fixed assets and projects	(163.1)	(166.3)	98%
Intangible assets	(1.2)	(0.2)	566%
Net change in available for sale investments	1.2	(0.8)	-150%
Proceeds from sales of fixed assets	0.3	0.2	159%
Increase (decrease) in long-term notes receivable	0.9	1.1	88%
Net cash from investing activities	**(161.8)**	**(166.1)**	**97%**
Cash flow from financing activities			
Increase (decrease) in long-term loans	77.0	(35.3)	-
Increase (decrease) in current portion of long term liabilities	28.2	(0.9)	-
Decrease in other long-term liabilities	(1.4)	(1.4)	103%
Increase in treasury stock	(57.0)	(3.7)	1552%
Payments for employees' share in net profit	(3.9)	(5.9)	-
Dividends paid	(62.6)	(59.9)	104%
Net cash from financing activities	**(19.6)**	**(107.1)**	**-**
Net change in cash & cash equivalent during the period	**(280.0)**	**(303.4)**	**92%**
Net cash and cash equivalent at beginning of the period	(157.6)	145.8	-
Net cash and cash equivalent at the end of the period	**(437.5)**	**(157.6)**	**278%**