

SIDERURGICA VENEZOLANA SIVENSA S.A. AND ITS SUBSIDIARIES
CONSOLIDATED BALANCE SHEET
UNAUDITED
According to International Accounting Standard (I.A.S)
(Thousands of US dollars)

	<u>2004</u>	June 30, <u>2003*</u>
<u>Assets</u>		
Current assets:		
Cash and cash equivalents	47,336	43,019
Accounts receivable		
Trade and other	92,552	42,687
Related companies	10,337	4,907
Advances to suppliers	6,257	5,198
Inventories	74,706	40,376
Prepaid expenses and other assets	5,679	3,647
	236,867	139,834
Total current assets		
Investments in land and shares	12,468	11,684
Property, plant and equipment	349,496	368,116
Related companies	4,311	1,281
Deferred taxes	661	487
Long term inventories and other assets	16,064	24,346
Total assets	619,867	545,748
<u>Liabilities and shareholders' equity</u>		
Current liabilities:		
Bank loans and other	26,232	34,681
Accounts payable:		
Suppliers	49,365	26,332
Related companies	32,519	33,560
Profit sharing, vacations and other personnel accruals	6,971	5,695
Taxes	13,264	5,943
Other current assets	17,316	10,793
	145,667	117,004
Total current liabilities		
Long term loans	210,229	225,315
Accruals for employee termination benefits, net of advances	7,816	7,060
Deferred taxes	23,366	33,835
Other liabilities	7,835	5,410
	394,913	388,624
Total liabilities		
Minority interests	84,155	78,406
Shareholders' equity	140,799	78,718
	619,867	545,748
Total liabilities, minority interest and shareholders' equity		

*For comparative purposes, the financial statements of the year 2003, were restated to retroactively reflect the appraisals made by independent appraisers, in 2003, to buildings, machinery and equipment.



SIDERÚRGICA VENEZOLANA "SIVENSA" S.A AND ITS SUBSIDIARIES.
CONSOLIDATED STATEMENT OF RESULTS
UNAUDITED
According to International Accounting Standards (I.A.S)
(Thousands of US dollars)

	Quarter ended June 30,	
	<u>2004</u>	<u>2003*</u>
Net sales:		
Exports	57,569	38,109
Locals	85,867	38,958
	<hr/>	<hr/>
	143,436	77,067
Cost of sales	(99,429)	(58,218)
Gross income (loss)	<hr/>	<hr/>
	44,007	18,849
General and administrative expenses	(5,902)	(5,057)
Operating income (loss)	<hr/>	<hr/>
	38,105	13,792
Interest and other financial expenses	(3,140)	(3,767)
Exchange gain (loss)	(1,437)	(1,140)
Total financing cost	<hr/>	<hr/>
	(4,577)	(4,907)
Other income (expenses)	3,548	1,216
Profit (loss) before taxes and minority interests	37,076	10,101
Taxes	(6,224)	(1,057)
Profit (loss) before minority interests	<hr/>	<hr/>
	30,852	9,044
Minority interests	(5,843)	(2,680)
Net profit (loss)	<hr/>	<hr/>
	25,009	6,364

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SIDERÚRGICA VENEZOLANA "SIVENSA" S.A. AND ITS SUBSIDIARIES
CONSOLIDATED STATEMENT OF RESULTS
UNAUDITED

According to International Accounting Standards (I.A.S.)
(Thousands of US dollars)

	Nine months ended June 30,	
	2004	2003*
Net sales:		
Exports	142,662	67,578
Locals	193,469	90,985
	<u>336,131</u>	<u>158,563</u>
Cost of sales	(248,960)	(130,173)
Gross income (loss)	87,171	28,390
General and administrative expenses	(15,822)	(14,326)
Operating income (loss)	<u>71,349</u>	<u>14,064</u>
Interest and other financial expenses	(9,784)	(12,701)
Exchange gain (loss)	(3,278)	(937)
Total financing cost	<u>(13,062)</u>	<u>(13,638)</u>
Other income (expenses)	3,536	624
Profit (loss) before taxes and minority interests	61,823	1,050
Taxes	(10,476)	(2,900)
Profit (loss) before minority interests	<u>51,347</u>	<u>(1,850)</u>
Minority interests	(9,618)	(1,069)
Net profit (loss)	<u>41,729</u>	<u>(2,919)</u>

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