



P.G.NIKAS S.A.

ANNUAL REPORT

FINANCIAL YEAR 2005

Agios Stefanos , April 2006



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1.

SUMMARY FINANCIAL DATA

Summary financial data of “P.G. NIKAS S.A.”

INCOME STATEMENT P.G. NIKAS S.A.		
<i>Amounts in Euro</i>	2004	2005
Sales	69,961,561	84,037,053
Gross profit	24,380,589	25,682,921
EBITDA	15,809,824	13,070,650
EBT	11,731,822	9,226,253
Net profit for the year	9,225,950	7,793,790
Attributable to :		
Shareholders of the parent	9,225,950	7,793,790
Minorities	-	-
	9,225,950	7,793,790
Earnings per share attributable to shareholders of the parent for the year (amounts in € per share)		
Basic and diluted	0.456	0.385

BALANCE SHEET P.G. NIKAS S.A.		
<i>Amounts in Euro</i>	2004	2005
ASSETS		
Non current assets	54,536,047	53,910,474
Current assets	<u>46,797,869</u>	<u>45,715,601</u>
Total assets	101,333,916	99,626,075
CAPITAL & LIABILITIES		
Total Owner's Equity	33,863,845	36,802,117
Long term liabilities	42,687,364	39,984,612
Short term liabilities	<u>24,782,707</u>	<u>22,839,346</u>
Total capital & liabilities	101,333,916	99,626,075



Summary consolidated financial data

CONSOLIDATED INCOME STATEMENT		
<i>Amounts in Euro</i>	2004	2005
Sales	100,669,909	105,586,833
Gross profit	31,268,866	30,122,453
EBT	11,673,418	9,200,651
EBITDA	19,618,661	16,188,842
Net profit for the year	7,978,948	8,007,868
Attributable to :		
Shareholders of the parent	8,264,420	8,094,850
Minorities	-285,472	-86,982
	<u>7,978,948</u>	<u>8,007,868</u>
Earnings per share attributable to shareholders of the parent for the year (in € per share)		
Basic and diluted	<u>0.408</u>	<u>0.400</u>

CONSOLIDATED BALANCE SHEET		
<i>Amounts in Euro</i>	2004	2005
ASSETS		
Non current assets	70,012,316	67,354,034
Current assets	<u>63,008,479</u>	<u>57,547,237</u>
Total assets	133,020,795	124,901,271
CAPITAL & LIABILITIES		
Total Owner's Equity	29,278,812	32,431,336
Long term liabilities	43,436,290	40,243,468
Short term liabilities	<u>60,305,693</u>	<u>52,226,467</u>
Total capital & liabilities	133,020,795	124,901,271

2.

INFORMATION ON THE DRAFTING OF THE ANNUAL REPORT AND THE COMPANY AUDITORS

Introduction

The Annual Report includes information on the financial standing, and the development of the activities and financial figures of P.G.NIKAS S.A., (hereinafter the Company) and the NIKAS Group of Companies (hereinafter the Group or “NIKAS”), which are deemed necessary for the adequate information of the investing public.

The drafting and distribution of the present Annual Report was performed in accordance with the stipulations of existing legislation and in particular the P.D. 348/1985, of the decisions No 5/204/14.11.2000 and 7/372/15.02.2006 of the Board of Directors of the Hellenic Capital Market Commission.

The present document is distributed to investors for free.

Responsible for the drafting

The drafting of the Summary Annual Report, as well as the accuracy of the data contained herein are the responsibility of:

- Mr. Dionisis P. Rorris, Vice President of the Board of Directors and Managing Director.
- Mr. George Th. Vanis, CFO and IRO.

The address of the above is that of the company.



Information

For more information investors may inquire during working days and hours at:

1. The company's offices in Ag. Stefanos Attica on 22nd km. Athens - Lamia National Road,
tel.: +30 210 81 87 300, fax: +30 210 62 16 439, e mail: info@nikas.gr
 - Head of the Shareholders Department : Mr. Nikolaos Kozaris
 - Head of the Corporate Announcements Department: Ms. Georgia Andrikopoulou.
2. On the company's website www.nikas.gr

Chartered Auditors Accountants

The Company and the subsidiaries included in the consolidated financial statements are audited from Chartered Auditors Accountants.

The audit of the company and consolidated financial statements for the years 2004 and 2005 was performed by the Certified Auditor Accountant Mr. Constantinos Michalatos (SOEL No 17701) of PRICEWATERHOUSECOOPERS.

The audit report is presented in the annual financial statements included in section 6.



3.

COMPANY INFORMATION

Public offerings for share purchase or exchange

During the last accounting year no (a) public offerings for purchase or exchange of Company shares by third parties and (b) public offerings for exchange of another company's shares were performed.

Shareholders Composition

The following table presents the shareholders composition of P.G.NIKAS S.A. at the date of preparation of the present Annual Report:

Shareholders	Number of shares	(%)
GCI FOOD ENTERPRISES LTD	10,100,000	49.92%
Other shareholders	10,131,328	50.08%
Total	20,231,328	100.00%

On 27/1/2006 Mr. George Nikas holding a share of 6.33%, transferred 1,282,741 nominal shares for the price of Euro 7,568,610.46.

The Company has not been informed about any other changes in the composition of its Share Capital which exceed or are equal to 3% till the date of publication of the present annual report.



Shares held by BoD Members and company officers

The following table presents the members of the BoD and Company officers and the number of shares they held at the date of preparation of the present document:

MEMBERS OF THE BOARD OF DIRECTORS		
Name	Position	Shares
Minas Tanes	President, Non-Executive Member	-
Dionisis Rorris	Vice-President & CEO, Executive Member	-
Stelios Argyros	Independent Non-executive Member	-
George Vlahos	Independent Non-executive Member	-
Aggelos Plakopitas	Non-executive Member	-
Emmanouil Kotronakis	Non-executive Member	-
Michael Madianos	Non-executive Member	-
COMPANY OFFICERS		
Name	Position	Shares
George Vanis	Chief Financial Officer	-
George Giatrakos	Production and Operations Director	-
Grigoris Pantelopoulos	Sales Manager	23,500
Epaminondas Handros	Internal Audit Manager	-
George Sakalis	Marketing, New Activities & Development Manager	-
Ioannis Niarchos	NIKAS CRETE S.A. Manager	-
George Selitsanos	NIKAS SPARTI S.A. Manager	-



Internal Operation Regulation and Internal Audit

The Company has an Internal Operation Regulation and an Internal Audit Department according to existing legislation on Corporate Governance (L. 3016 National Gazette 110/A/17.5.2002). The post of Internal Audit Manager is held by Mr. Epaminondas Handros.

4.

COMPANY SHARE CAPITAL INCREASES & CAPITAL RETURN TO COMPANY SHAREHOLDERS

Use of raised funds from the share capital increase of 1992

The first Share Capital Increase of the Company after its listing to the Athens Stock Exchange (1991) was made in 1992, after a relevant decision of the Ordinary Shareholders Meeting as of June 3rd, 1992 (Nat. Gazette 2683/23.06.1992). At the share capital increase 648,500 new common bearer shares of a nominal value of 0.59 Euro were issued and selling price of 10.86 euro each.

The funds raised from this share capital increase of 7,041,129.86 euro were used as follows:

- A percentage of 45% was used for the total acquisition of the companies “NIKAS S.A. INDUSTRIAL FOOD COMPANY” which was renamed to “NIKAS SPARTI S.A.” and “NIKAS S.A. COLD CUTS COMPANY” which was renamed to “NIKAS THESSALONIKI S.A.”.
- A percentage of approximately 15% was used for the immediate share capital increase of the abovementioned companies and for the participation of the Company to a distribution Company in Kos island.
- The remaining amount was used for the completion of the capital expenditure plan for the transfer and modernisation of the industrial unit in Agios Stefanos, Attica.

Please note that the abovementioned raised funds were used according to the initial planning and scope reported in the Information Bulletin of the Company as of June 1992.

Use of raised funds from the share capital increase of 2000

The Company's Extraordinary Shareholders Meeting as of January 17th, 2000 decided the share capital increase by cash payment of 4,521,477.45 Euro and the issuance of 4,668,768 new common bearer shares of a nominal value of 0.97 euro and selling price of 5.87 euro each. The above increase was approved by the Board of Directors of the Athens Stock Exchange under the decision 22152/4.5.2000. The period of exercise of the right of preference shares was set from 15/5/2000 till 15/6/2000 and the quoting of the shares began on 14/7/2000. The use of raised funds of 27,286,867.20 Euro, less issuance expenses of 117,388.11 Euro was completed on 31/12/2001 as presented in the Use of Raised Funds Report (20/2/2002) and was performed according to the commitments described in the Company's Information Bulletin (May 2000) and the Ordinary Shareholders Meeting as of 15/6/2001 for the use of the funds.



Capital return to company shareholders, financial year 2004

The Board of Directors of P.G.NIKAS S.A. taking into consideration the increased accumulation of owner's equity, the increasing tendencies of positive cash flows, the successful completion of all important capital expenditure plans, as well as the almost null borrowings of the parent Company and its high capacity to borrow decided to return capital to the Company's shareholders with a view to increase the owner's equity yield to the benefit of its shareholders.

The capital restructuring was performed in two stages. The Ordinary Shareholders Meeting as of 2/4/2004 decided on a share capital increase of Euro 36,416,390.40 capitalization of reserves, the increase of the share's nominal value by Euro 1.80 per share, i.e. from Euro 1.20 to Euro 3.00 per share.

After approval of the abovementioned share capital increase from the competent authorities, the Extraordinary Shareholders Meeting as of 27/5/2004 decided to decrease the Company's share capital by Euro 42,485,788.80 by decreasing the share's nominal value by Euro 2.10, i.e. from Euro 3.00 to Euro 0.90 per share and to return the above capital to the shareholders by cash payment of Euro 2.10 per share. The above capital restructuring was funded by Company cash, the sale of non-current assets and bank loans.

The payment was performed through the Central Securities Depository on 2/7/2004.

5.

INFORMATION ON “P.G. NIKAS S.A.”

General Information

“P.G.NIKAS S.A.” was established in 1971, National Gazette 42/29.1.1971 and is registered in the Registry of Societes Anonymes Reg.No 8032/06/B/8645.

The company’s scope according to article 3 of its statutes is:

- a) the purchase and industrialisation of meat and process and trade of cold cuts, meat products and related products, as well as the development of any kind of breeding and agricultural business or exploitation,
- b) the production, processing, alteration and trade of cheese products and all kinds of food and drink products,
- c) the provision of services related to the storage and distribution of the above products of the company or third parties,
- d) the provision of services related to the operation of dining companies,
- e) the operation of foreign or domestic representations of industrial and commercial firms whose scope is the production and trade of the abovementioned products,
- f) the construction and operation of any kind of building or other real estate property, the construction of the facilities necessary for the production and exploitation of land and all kinds of energy source and in general the exercise of activities related to real estate properties and energy resources,
- g) the self-funded participation or collaboration of the company with other companies or firms of any legal form, existing or to be established, foreign or domestic which have the main or similar scope as well as the participation to investment companies.

According to the Statistical Classification of the branches of economic activity (STAKOD) – 91 the Company is classified in the category 151.3.

The Company’s object of activities was modified at the Shareholders Meeting as of 29/6/2001.

Share capital evolution

The current share capital of the Company “P.G.NIKAS S.A.” passed through the following stages:

- ◆ The Company’s share capital was initially set at 41,085.84 Euro divided into 1,400 bearer shares of nominal value of 29.35 Euro each and was paid in cash, as mentioned in the initial articles of association of the Company (National Gazette 42/29.1.1971).
- ◆ On 30.10.1972, the share capital was increased by 8,804.11 Euro, through deposits in cash and 300 new shares were issued of 29.35 Euro nominal value each (National Gazette 1863/20.11.1972).
- ◆ On 12.4.1974, the share capital was increased by 23,477.62 Euro through deposits in cash and 800 new shares were issued of 29.35 Euro nominal value each (National Gazette 9832/18.5.1974).
- ◆ On 10.2.1975, the share capital was increased by 23,477.62 Euro through deposits in cash and 800 new shares were issued of 29.35 Euro nominal value each (National Gazette 415/31.3.75).
- ◆ On 3.9.1976, the share capital was increased by 20,542.92 Euro through deposits in cash and 700 new shares were issued of 29.35 Euro nominal value each (National Gazette 2970/6.12.76).
- ◆ On 19.6.1977, the share capital was increased by 22,920.03 Euro through deposits in cash and 781 new shares were issued of 29.35 Euro nominal value each (National Gazette 2852/10.9.77).
- ◆ On 10.7.1981, the share capital was increased by 50,447.54 Euro through deposits in cash and 1,719 new shares were issued of 29.35 Euro nominal value each (National Gazette 3551/17.9.81).
- ◆ On 20.9.1982, the share capital was increased by 181,276.60 Euro through deposits in cash and 6,177 new shares were issued of 29.35 Euro nominal value each (National Gazette 4153/26.11.82).
- ◆ On 17.2.1984, the share capital was increased by 97,520.18 Euro through deposits in cash and 3,323 new shares were issued of 29.35 Euro nominal value each (National Gazette 1109/10.5.84).
- ◆ On 13.10.1989, the share capital was increased by 704,328.69 Euro through deposits in cash and 24,000 new bearer shares were issued of 29.35 Euro nominal value each. The said increase was covered through:
 - a) capitalization of goodwill from the readjustment of Company assets, according to the joint decision No E2665/84/1988 of the Ministers of National Economy and Finance, 368,062.60 Euro and b) deposit in cash of 336,266.08 Euro (National Gazette 106/16.1.90).
- ◆ During the Extraordinary Shareholders Meeting as of January 31, 1991 (National Gazette 814/01.04.91) it was decided to list the company’s shares in the Athens Stock Exchange. To this end the following was decided:
 - Replacement of existing shares with new common bearer shares with a ratio of 1:50 and at the same time decrease of the share’s nominal value according to the same ratio (1:50) to drachmas 200 from 29.35 Euro. Therefore, the Company’s 40,000 common shares of nominal value 29.35Euro are replaced by 2,000,000 common bearer shares of nominal value 0.59Euro.
 - Share capital increase by issuing 593,750 new common bearer shares of nominal value 0.59 Euro and selling price 7.04 Euro. The resulting share capital increase amounted to 348,495.96 Euro while the increase in Shareholder’s Equity stood at 4,181,951.58 Euro.
- ◆ During the Ordinary Shareholders Meeting as of June 3rd, 1992 it was decided to increase the Company’s Share Capital by 380,601.61 Euro by issuing 648,450 new common bearer shares of nominal value 0.59 Euro (National Gazette 2683/23.06.92).
- ◆ During the Extraordinary Shareholders Meeting as of December 23rd, 1992 it was decided to increase the Company’s Share Capital by 1,864,919.15 Euro through capitalization of the following reserves:
 - According to the provisions of Law 1731/1987, by the amount of 266,449.18 Euro, Law 1828/1989 by the amount of 740,237.42 Euro, Law 1892/1990 by the amount of 63,174.93 Euro, Law 2065/1992 by the amount of 739,085.15 Euro and the capitalization of the reserve resulting from the share premium value by the amount of 55,972.47 Euro. This increase was performed:
 - By 1,236,936.17 Euro through increase of the nominal value of 3,242,200 already quoted shares by 0.38 Euro per share.
 - By 627,982.98 Euro through the issuance of 648,440 new common bearer shares of 0.97 Euro per share (National Gazette 500/15-2-93).

- ◆ During the Ordinary Shareholders Meeting of the Company as of April 9, 1998 it was decided to increase the Company's share capital by 3,767,897.87 Euro through the issuance of 3,890,640 new common bearer shares of nominal value 0.97 Euro. This increase was performed as follows:
 - Through capitalization of untaxed reserves according to Law 1828/89 by the amount of 2,260,658.29 Euro and
 - Through capitalization of the goodwill of assets according to Law 2065/95 by the amount of 1,507,239.58 Euro (National Gazette 2200/4-5-1998).
- ◆ During the Ordinary Shareholders Meeting as of June 28, 1999, it was decided to increase the Company's share capital by 7,535,795.74 Euro through the issuance of 7,781,280 new common bearer shares of nominal value 0.97 Euro each. This increase was performed as follows:
 - Through capitalization of untaxed reserves according to Law 1828/89 by the amount of 309,784.15 Euro,
 - Through capitalization of the share premium reserve by the amount of 7,226,011.60 Euro (National Gazette 5406/9-7-99).
- ◆ According to a decision of the Extraordinary Shareholders Meeting as of January 17, 2000 the share capital was increased by 4,521,477.45 Euro through deposits in cash and the issuance of 4,668,768 new common bearer shares of a nominal value 0.97 Euro each (National Gazette 923/9/2/2000).
- ◆ According to a decision of the Repetitive Ordinary Shareholders Meeting as of June 29, 2001 it was decided to increase the share capital through capitalization of the difference resulting from the asset value readjustment according to Law 2065/1992, by the amount of 2,661,391.86 Euro, an increase which was performed by increasing the share's nominal value by 0.13 Euro. (National Gazette 6747/1-8-2001).
- ◆ According to a decision of the Repetitive Extraordinary Shareholders Meeting as of November 19, 2003 it was decided to increase the share capital through capitalization of the share premium difference by 2,023,132.80 Euro which was performed by increasing the share's nominal value by Euro 0.10 i.e. the nominal value of the share stood at Euro 1.20 from Euro 1.10 (National Gazette 12841/4-12-2003).
- ◆ According to a decision of the Ordinary Shareholders Meeting as of April 2, 2004 it was decided to increase the company's share capital by Euro 36,416,390.40 through capitalization: a) of the difference resulting from issuing share premium of Euro 24,070,283.16, b) from other assets value readjustment as per articles 20 – 27 of Law 2065/1992, as in force, of Euro 9,219.04, c) of special untaxed reserves of Euro 3,864,739.06, d) extraordinary reserves of Euro 475,001.88, e) untaxed reserves as per article 22 of Law 1828/1989, as in force, of Euro 5,056,941.16, capital reserves for the purchase of own shares as per article 42e par. 12 of Cod. Law 2190/1920, as in force, of Euro 436,192.90 and through increase of the nominal value of Company existing shares from Euro 1.20 each to Euro 3.00 (National Gazette 3110/19-4-04).
- ◆ During the Extraordinary Shareholders Meeting as of April 27, 2004 it was decided to decrease the Company's share capital by Euro 42,485,788.80 and to pay in cash to the shareholders the amount of Euro 2.10 per share (National Gazette 5621/11-6-2004).

According to the information stated above, the Company's Share Capital amounts to Euro 18,208,195.20 and is divided into 20,231,328 common registered shares with voting right of nominal value Euro 0.90 each.

The following table presents in brief the share capital evolution of P.G.NIKAS S.A. through 31/12/2005 (amounts in drachmas & euro).



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DATE OF SHAREHOLDERS MEETING	NATIONAL GAZETTE	AMOUNT OF INCREASE	CASH PAYMENT	CAPITALISATION OF RESERVES OR CONTRIBUTION IN KIND	CAPITAL AFTER THE INCREASE	TOTAL SHARES	NOMINAL VALUE
ESTABLISHMENT	42/29.1.1971	14,000,000	14,000,000		14,000,000	1,400	10,000
30.10.1972	1863/20.11.1972	3,000,000	3,000,000		17,000,000	1,700	10,000
12.4.1974	9832/18.5.1974	8,000,000	8,000,000		25,000,000	2,500	10,000
10.2.1975	415/31.3.1975	8,000,000	8,000,000		33,000,000	3,300	10,000
3.9.1976	2970/6.12.1976	7,000,000	7,000,000		40,000,000	4,000	10,000
19.6.1977	2970/6.12.1976	7,810,000	7,810,000		47,810,000	4,781	10,000
10.7.1981	3551/17.9.1981	17,190,000	17,190,000		65,000,000	6,500	10,000
20.9.1982	4153/26.11.1982	61,770,000	61,770,000		126,770,000	12,677	10,000
17.2.1984	1109/10.5.84	33,230,000	33,230,000		160,000,000	16,000	10,000
13.10.1989	106/16.1.90	240,000,000	114,582,668	125,417,332	400,000,000	40,000	10,000
1.1. 1991		Reduction of nominal value				2.000.000	200
31.01.1991	Decision on the listing of a company to the Athens Stock Exchange (National Gazette 814/1-4-91)	118,750,000	118,750,000		518,750,000	2,593,750	200
3.06.1992		129,690,000	129,690,000		648,440,000	3,242,200	200
23.12.1992		635,471,200		Increase of nominal value by 130 drachmas 213,985,200	1,069,926,000 1,283,911,200	3,242,200 3,890,640	330 330
9.04.1998	2200/4,5,1998	1,283,911,200		1,283,911,200	2,567,822,400	7,781,280	330
28.06.1999	5406/9,7,1999	2,567,822,400		2,567,822,400	5,135,644,800	15,562,560	330



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17/01/2000	923/18.2.2000	1,540,693,440	1,540,693,440	-	6,676,338,240	20,231,328	330
29/06/2001	6747/1.8.2001	906,869,278	-	906,869,278	7,583,207,518	20,231,328	374.825
29/6/2001		-	-	-	22,254,460.80	20,231,328	1.10
Conversion to euros							
19/11/2003	12841/4.12.2003	2,023,132.80	-	2,023,132.80	24,277,593.60	20,231,328	1.20
2/4/2004	3110/19.4.04	36,416,390.40	-	36,416,390.40	60,693,984.00	20,231,328	3.00
27/4/2004	5621/11.6.2004	(42,485,788.80)	-	-	18,208,195.20	20,231,328	0.90



Administration – Company management

The Board of Directors of P.G. NIKAS S.A. as formed into a body on 24/2/2006, is as follows:

MEMBERS OF THE BOARD OF DIRECTORS			
Name	Position	Address	Nationality
Minas Tanes	President, Non-Executive Member	9, I.Metaxa Str., Filothei, Athens	Hellenic
Dionisis Rorris	Vice-President & CEO, Executive Member	3, Zitsas Str., Kifissia, Athens	Hellenic
Stelios Argyros	Independent Non-Executive Member	103, Othonos Str., Kifissia, Athens	Hellenic
George Vlahos	Independent Non-Executive Member	68, N. Plastira Str., Neo Psychico, Athens	Hellenic
Aggelos Plakopitas	Non-Executive Member	16, Pesmatzoglou Str., Kifissia, Athens	Hellenic
Emmanouil Kotronakis	Non-Executive Member	9, Kokkinaki Str., Kifissia, Athens	Hellenic
Michael Madianos	Non-Executive Member	65, Parnithos Str., Vrilissia, Athens	Hellenic

The Company is legally represented by Mr. Dionissios Rorris.

The Company's current members of the Board of Directors and the key management have not gone bankrupt, have not been placed under compulsory administration, have not been placed under bankruptcy reconciliation or under a court prohibition, have not been finally sentenced and are not prosecuted for any actions while neither of them is submitted to any bankruptcy demand.

Moreover, the members of the BoD are not involved in any court adjudication or outstanding legal case which may regard the prohibition of exercise of any kind of commercial or corporate activity, namely stock exchange transactions, activity of investments consultant or bank officers or insurance companies or issue contractor or manager or any kind of officer of securities companies.

Brief CV's of the above mentioned:

Minas Tanes

Born in Athens in 1940. From 1976 to 2005 he served as General Manager at Athens Brewery S.A. (Amstel-Heineken) currently holding the position of the President. During his tenure he managed to lead and keep the



company's top position, among the most successful Greek companies and for that in 2002 the Hellenic Management Association appointed him as Top Manager. Since the beginning of 2006 he holds an executive position at Global Finance. He is also a Member of the General Council of Hellenic Industrialists Association, President of the Foundation for Economic and Industrial Research, while he sits on various companies' and organizations' Board of Directors.

Dionisis Rorris

Born in Thessaloniki in 1962. He studied Economics in North East London Polytechnic and MBA in Cardiff Business School, University of Wales. He worked as an auditor for PWC, financial analyst for DELTA, Financial Director for BENCKISER HELLAS, Vice President and Controller for NV Group, Sales Director for RECKITT BENCKISER HELLAS and CEO for RECKITT BENCKISER TURKEY.

Stelios Argyros

Studied in Arhesrt (BSC Chemistry) and in MIT (M.Sc. and Ph. D. in Materials Science and Engineering). President and CEO of Klostiria Prevezis, Director of the Board at the TIM Hellas, and Vice President of Aspis Banks, Member of the Board at: P.G.NIKAS SA, ELAN SA, Argyromettalevmaton & Varytinis SA, Delta SA. Member of the Trilateral Commission and Member of the BoD at ALBA. Former Deputy of the European Parliament. He has also been President of the Executive Committee and President of the BoD of the Federation of Greek Industries, Vice President of UNICE, President of the Textile Institute, member of ALBA University in Greece.

Georgios Vlahos

Born in Athens. Studied at ASOEE, Athens, at the Social Sciences Institute in Hague, Holland (Financial planning – Peripheral Industrial Development) and at the Manchester University (Master of Arts in Financial Development). Worked in the Ministry of Finance from 1961 till 1982, in the Association of Greek Industries as General Director. Has assumed various managerial positions in the Ministry of National Economy, in the General Council for Development, the General Committee for International Affairs. He is an expert in European Union affairs and is working as Business Advisor. He has published many articles and studies on financial and development issues.

Aggelos Plakopitas

Born in Volos in 1939. He is the founder and CEO of GLOBAL FINANCE SA. He has over 35 years experience in Banking and Business Administration. For over a decade, he held the position of CEO to one of the largest industrial companies in Greece. His experience in Corporate Banking gained in big banking institutions and mainly with CITIBANK in Greece and USA.

Emmanouil Kotronakis

Born in Iraklio Crete in 1964. He studied in ASOEE, Athens in Cranfield Institute of Technology (MSc in PC applications) and in London Business School (MBA). From 1993 to 2003 he worked for DIAGEO PLC holding managerial positions in Athens, Hong Kong and London. Since June 2003 he holds the position of Chief Operating Officer in GLOBAL FINANCE SA.

Michael Madianos

Born in Thessaloniki in 1964. He holds a BS in Engineering from the Aristotle University in Thessaloniki, an MS in Engineering from the University of Texas at Austin, and an MBA from The Amos Tuck School of Business Administration at Dartmouth College. Since 2002 he holds the position of the Investment Director at Global Finance. Prior to joining Global Finance Mr Madianos held managerial positions at JPMorgan in New York and at CSC Healthcare – APM Management Consultants.



The managing executives of the NIKAS Group of Companies are:

1.	Chief Executive Officer	Dionisis Rorris
2.	Chief financial officer	George Vanis
3.	Production & Operations Director	George Giatrakos
4.	Sales Director	Grigoris Pantelopoulos
5.	Marketing Director,	George Sakalis

George Vanis

He is the Chief Financial Officer of the NIKAS Group since 1/10/99.

Born in Thessaloniki in 1959. He has studied Economics in the University of Thessaloniki and in Kent, England. He has worked as Loan Manager in the National Westminster Bank and as Merger Responsible in Arthur Andersen Co and in Management Positions in Investments Company

George Giatrakos

He is the Production Manager since 14/6/94

Born in Washington, USA in 1968. He has studied Mechanical Engineering (Bachelor of Science, George Washington University) και Production and Information Management (Master of Science, George Washington University). He has worked in the Space Life Sciences Program of LOCKHEED / NASA.

Grigoris Pantelopoulos

Assumed the Sales Manager position in 9/2/2000

Born in 1966. Studied in the University of Thessaloniki in the Agroponics Dpt. He has worked as Merchandiser, S/M Sales, Supervisor in Pepsico-HBH, as Key Account Manager in Barilla-Misko and as Sales Officer in P.G.NIKAS S.A.

George Sakalis

He is the Marketing Director and New Project Development since 1/3/2005.

Born in Athens in 1958. He has studied in American College of Greece (BBA in Marketing & Management) and has worked at Nestle as Key Accounts Manager, Sales Coordinator and Marketing Manager, at ELGEKA as Marketing & Trade Marketing Manager, at Xartopoiia Thrakis as Commercial Director, at Friesland Hellas as Export and New Project Development Director and at Friesland Turkey as Country Manager.



Internal Audit

Internal Audit Director : Epaminondas Handros

Epaminondas Handros

Born in Athens in 1971. He studied in American College of Greece (BSc in Accounting & Finance) and in City University Business School (MSc in Internal Auditing & Management). He is a certified internal Auditor (CIA). He worked for 3E Group in the Financial Department, for PWC and Carrefour Marinopoulos Group as head of Internal Audit Department and Financial Controller.

6.

ANNUAL COMPANY AND CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR 2005 ACCORDING TO I.F.R.S.

Balance sheet

Amounts in €	Note	31/12/2005 GROUP	31/12/2004	31/12/2005 COMPANY	31/12/2004
ASSETS					
Non-currents assets					
Property, plant and equipment	7	56.817.575	60.845.634	38.631.431	40.294.005
Intangible assets	8	163.531	65.337	79.915	11.667
Investments in subsidiaries	9	9.647.268	8.366.184	13.991.588	13.022.835
Trade and other receivables	13	725.660	735.161	1.207.540	1.207.540
		67.354.034	70.012.316	53.910.474	54.536.047
Current assets					
Inventories	12	9.222.569	8.960.734	4.948.976	5.369.402
Trade and other receivables	13	42.926.291	43.966.325	36.210.460	35.548.269
Public sector - Income tax advance	13	1.374.008	1.798.416	1.258.546	1.682.950
Discontinued operations	11	-	1.972.575	-	-
Available-for-sale financial assets	10	-	2.420.352	-	2.420.352
Cash and cash equivalents	14	4.024.369	3.890.077	3.297.619	1.776.896
Total assets		124.901.271	133.020.795	99.626.075	101.333.916
EQUITY					
Capital and reserves attributable the Company's equity holders					
Share capital	15	18.208.195	18.208.195	18.208.195	18.208.195
Cumulative translation adjustment		(55.721)	(55.896)	-	-
Fair value and other reserves	16	10.595.306	10.484.403	9.218.353	9.107.450
Retained earnings		3.651.798	523.370	9.375.569	6.548.200
Shareholders' equity		32.399.578	29.160.072	36.802.117	33.863.845
Minority interest		31.758	118.740	-	-
Total equity		32.431.336	29.278.812	36.802.117	33.863.845
LIABILITIES					
Non-current liabilities					
Borrowings	17	34.056.090	37.131.990	34.000.000	37.000.000
Deferred income tax liabilities	18	3.800.240	3.664.721	4.127.458	3.677.770
Retirement benefit obligations	19	791.558	689.943	594.449	518.216
Government grants	20	1.437.445	1.775.692	1.112.705	1.334.186
Provisions	22	158.135	173.944	150.000	157.192
		40.243.468	43.436.290	39.984.612	42.687.364
Current liabilities					
Trade and other payables	21	26.921.164	27.380.961	18.744.933	17.993.635
Current income tax liabilities		1.413.976	4.563.741	1.094.413	3.789.072
Borrowings	17	23.891.327	28.360.991	3.000.000	3.000.000
		52.226.467	60.305.693	22.839.346	24.782.707
Total liabilities		92.469.935	103.741.983	62.823.958	67.470.071
Total equity and liabilities		124.901.271	133.020.795	99.626.075	101.333.916

The notes on pages 26 to 66 are an integral part of these financial statements.



Income Statement

<i>Amounts in €</i>	<i>Note</i>	<i>1/1 up to 31/12/2005</i>	<i>1/1 up to 31/12/2004</i>	<i>1/1 up to 31/12/2005</i>	<i>1/1 up to 31/12/2004</i>
		GROUP		COMPANY	
Sales		105.586.833	100.669.909	84.037.053	69.961.561
Cost of sales	23	(75.464.380)	(69.401.043)	(58.354.132)	(45.580.972)
Gross profit		30.122.453	31.268.866	25.682.921	24.380.589
Selling and marketing costs	23	(17.075.112)	(13.903.842)	(13.016.132)	(9.499.012)
Administrative expenses	23	(6.142.697)	(6.146.581)	(4.404.377)	(4.125.489)
Other operating income / (expense)-net	27	4.402.125	2.916.451	2.283.804	2.519.527
Operating profit		11.306.769	14.134.894	10.546.216	13.275.615
Finance costs - net	25	(2.106.118)	(2.461.476)	(1.319.963)	(1.543.793)
Profit before income tax		9.200.651	11.673.418	9.226.253	11.731.822
Income tax expense	26	(1.192.783)	(2.766.066)	(1.432.463)	(2.505.872)
Profit for the year from continued operations		8.007.868	8.907.352	7.793.790	9.225.950
Discontinued operations					
Profit / (loss) from discontinued operations	11	-	(928.404)	-	-
Profit for the year		8.007.868	7.978.948	7.793.790	9.225.950
Attributable to:					
Equity holders of the Company		8.094.850	8.264.420	7.793.790	9.225.950
Minority interest		(86.982)	(285.472)	-	-
		8.007.868	7.978.948	7.793.790	9.225.950
Earnings per share for profit attributable to the equity holders of the Company during the year (expressed in € per share)					
Basic and Diluted	32	0,400	0,408	0,385	0,456

The notes on pages 26 to 66 are an integral part of these financial statements.



Statement of changes in shareholders' equity 31.12.2005

<i>Amounts in €</i>	Attributable to equity holders of the Company				Shareholders equity	Minority interest	Total equity
	Share capital	Treasury shares	Retained earnings	Cumulative translation adjustment			
GROUP							
Balance at 1 January 2005	18.208.195	10.484.403	523.370	(55.896)	29.160.072	118.740	29.278.812
Currency translation adjustments	-	-	-	175	175	-	175
Profit for the year	-	-	8.094.849	-	8.094.849	(86.982)	8.007.867
Reserves formed	-	110.903	(110.903)	-	-	-	-
Dividend paid for 2004	-	-	(4.855.518)	-	(4.855.518)	-	(4.855.518)
	-	110.903	3.128.428	175	3.239.506	(86.982)	3.152.524
Balance at 31 December 2005	18.208.195	10.595.306	3.651.798	(55.721)	32.399.578	31.758	32.431.336
COMPANY							
Balance at 1 January 2005	18.208.195	9.107.450	6.548.200	-	33.863.845	-	33.863.845
Profit for the year	-	-	7.793.790	-	7.793.790	-	7.793.790
Reserves formed	-	110.903	(110.903)	-	-	-	-
Dividend paid for 2004	-	-	(4.855.518)	-	(4.855.518)	-	(4.855.518)
	-	110.903	2.827.369	-	2.938.272	-	2.938.272
Balance at 31 December 2005	18.208.195	9.218.353	9.375.569	-	36.802.117	-	36.802.117

The notes on pages 26 to 66 are an integral part of these financial statements.



Statement of changes in shareholders' equity 31.12.2004

Amounts in €	Attributable to equity holders of the Company					Cumulative translation adjustments	Shareholders equity	Minority interest	Total equity
	Share capital	Treasury shares	Share premium	Fair value and other reserves	Retained earnings				
GROUP									
Balance at 1 January 2004	24.277.594	(2.504.013)	23.847.222	16.913.647	(970.291)	-	61.564.159	412.458	61.976.617
Deferred tax recognised directly to equity	-	-	-	-	1.022.479	-	1.022.479	-	1.022.479
Currency translation adjustments	-	-	-	-	75.497	(55.896)	19.601	294	19.895
Profit for the year	-	-	-	-	8.264.420	-	8.264.420	(285.472)	7.978.948
Share capital increase	36.416.390	-	(23.847.222)	(9.396.682)	(3.172.486)	-	-	-	-
Share capital decrease	(42.485.789)	-	-	-	-	-	(42.485.789)	-	(42.485.789)
Disposal of treasury shares	-	2.504.013	-	2.331.195	-	-	4.835.208	-	4.835.208
Acquisition of NIKAS CRETE	-	-	-	-	(10.725)	-	(10.725)	-	(10.725)
Acquisition of NIKAS SPARTI	-	-	-	437	(354)	-	83	(1.468)	(1.385)
Merger Athens - Salonica	-	-	-	65.580	(68.678)	-	(3.098)	(7.072)	(10.170)
Reserves formed	-	-	-	570.226	(570.226)	-	-	-	-
Dividend paid for 2003	-	-	-	-	(4.046.266)	-	(4.046.266)	-	(4.046.266)
	(6.069.399)	2.504.013	(23.847.222)	(6.429.244)	1.493.661	(55.896)	(32.404.087)	(293.718)	(32.697.805)
Balance at 31 December 2004	18.208.195	-	-	10.484.403	523.370	(55.896)	29.160.072	118.740	29.278.812
COMPANY									
Balance at 1 January 2004	24.277.594	(2.504.013)	23.847.222	13.648.701	3.607.823	-	62.877.327	-	62.877.327
Deferred tax recognised directly to equity	-	-	-	-	1.022.479	-	1.022.479	-	1.022.479
Profit for the year	-	-	-	-	9.225.950	-	9.225.950	-	9.225.950
Share capital increase	36.416.390	-	(23.847.222)	(9.396.682)	(3.172.486)	-	-	-	-
Share capital decrease	(42.485.789)	-	-	-	-	-	(42.485.789)	-	(42.485.789)
Disposal of treasury shares	-	2.504.013	-	2.331.195	-	-	4.835.208	-	4.835.208
Merger Athens - Salonica	-	-	-	2.072.936	362.000	-	2.434.936	-	2.434.936
Reserves formed	-	-	-	451.300	(451.300)	-	-	-	-
Dividend paid for 2003	-	-	-	-	(4.046.266)	-	(4.046.266)	-	(4.046.266)
	(6.069.399)	2.504.013	(23.847.222)	(4.541.251)	2.940.377	-	(29.013.482)	-	(29.013.482)
Balance at 31 December 2004	18.208.195	-	-	9.107.450	6.548.200	-	33.863.845	-	33.863.845

The notes on pages 26 to 66 are an integral part of these financial statements.



Cash flow statement

<i>Amounts in €</i>	<i>Note</i>	1/1 up to 31/12/2005	1/1 up to 31/12/2004	1/1 up to 31/12/2005	1/1 up to 31/12/2004
		GROUP		COMPANY	
Cash flows from operating activities					
Cash generated from operations	28	12.822.856	14.725.080	12.549.009	14.475.687
Interest paid		(2.176.459)	(2.524.399)	(1.381.126)	(1.585.076)
Income tax paid		(4.342.549)	(3.663.761)	(4.127.121)	(4.576.906)
Net cash generated from operating activities		6.303.848	8.536.920	7.040.762	8.313.705
Cash flows from investing activities					
Purchases of property, plant and equipment	7	(5.138.651)	(3.868.257)	(2.134.119)	(1.519.240)
Purchases of intangible assets	8	(113.080)	(25.157)	(76.691)	(14.758)
Sales of property, plant and equipment	28	2.662.641	5.242.272	1.315.885	4.832.997
Insurance received for damaged property, plant and equipment	7	3.608.286	-	-	-
Income from investments	27	717.640	901.982	717.642	1.557.986
Proceeds from sales of investments in other companies	9	31.248	1.534.147	31.248	1.534.147
Government grants received	20	-	1.123.381	-	1.123.381
Decrease / (Increase) in assets from discontinued operations		1.972.575	-	-	-
Decrease / (Increase) of available-for-sale financial assets		-	1.205.267	-	-
(Purchases) / sales of available-for-sale financial assets	10	2.420.352	(2.000.000)	2.420.352	(2.000.000)
Interest received	25	70.340	62.923	61.163	41.283
Investment in subsidiaries	9	-	-	-	(5.023.080)
Net cash generated from investing activities		6.231.351	4.176.558	2.335.480	532.716
Cash flows from financing activities					
Disposal of treasury shares		-	4.835.208	-	4.835.208
Share capital decrease / (increase)		174	(42.485.789)	-	(42.485.789)
Dividends paid to Company's shareholders		(4.855.518)	(4.046.266)	(4.855.518)	(4.046.266)
Proceeds from borrowings	17	-	40.000.000	-	40.000.000
Repayments of borrowings	17	(7.545.563)	(12.499.871)	(3.000.000)	(8.622.360)
Net cash used in / (generated from) financing activities		(12.400.907)	(14.196.718)	(7.855.518)	(10.319.207)
Net increase / (decrease) in cash and bank overdrafts		134.292	(1.483.240)	1.520.724	(1.472.786)
Cash and bank overdrafts at beginning of year		3.890.077	5.373.317	1.776.895	3.249.682
Cash and bank overdrafts at end of year	14	4.024.369	3.890.077	3.297.619	1.776.896

The notes on pages 26 to 66 are an integral part of these financial statements.

Notes to the financial statements

1. General information

The financial statements include the financial statements of P.G. NIKAS S.A (the «Company») and the consolidated financial statements of the Company and its subsidiaries (together the «Group»), for the year ended 31 December 2005. They have been prepared in accordance with International Financial Reporting Standards («IFRS»), which have been applicable since 1 January 2005. The subsidiaries are detailed in Note 9 of the financial statements.

The main activities of the Group are the production and selling of processed meat, processed meat products, pizza and cheese products.

The Group operates in Greece, Bulgaria, Skopje and Cyprus. The Company has listed on the Athens Stock Exchange.

The Company is located on Agios Stefanos of Attica, in Greece. The Internet address of the Company is www.nikas.gr.

The main shareholder of P.G NIKAS S.A is GCI FOOD ENTERPRISE LTD (a subsidiary of GLOBAL CAPITAL INVESTORS (II) L.P Group), which participates with 49,92% and holds 10.100.000 shares.

The financial statements have been approved for issue by the Board of Directors on March 8th, 2006 and they are under approval by the Shareholders in the Annual General Meeting.

2. Summary of significant accounting policies

2.1. Basis of preparation

The financial statements of P.G NIKAS S.A have been prepared by management based on International Financial Reporting Standards («IFRS»), including International Accounting Standards («IAS») and interpretations that have been issued by the International Financial Reporting Interpretation Committee, as those have been adopted by the European Union and by the International Accounting Standards Board («IASB»).

All IFRS that have been issued by IASB and are effective for the preparation of these financial statements have been adopted by the European Council through the accreditation procedure of the European Committee, except for International Accounting Standard (IAS) 39 «Financial Instruments: Recognition and Measurement». In continuance of the proposal made by the Accounting Standardisation Committee, the Council adopted the regulations 2086/2004 and 1864/2005 that require the use of IAS 39, except for certain requirements that concern hedging of deposit portfolio, from all the listed companies as from January 1st, 2005.

Due to the fact that the Group is not affected by the regulations that concern hedging of deposit portfolio, that are not required by the IAS 39 that has been approved by the European Union, these financial statements have been prepared according to IFRS that have been adopted by the European Union and also according to IFRS that have been issued by the IASB.

The financial statements have been prepared in accordance with the requirements set out in IFRS 1 «First-time Adoption of IFRS», because they form the first IFRS financial statements, since they were prepared in accordance with Greek Generally Accepted Accounting Principles (GAAP) until 31 December 2004. GAAP differs in some areas from IFRS. In preparing NIKAS S.A's 2005 financial statements, management has amended certain accounting, valuation and consolidation methods applied in the GAAP financial statements to comply with IFRS. The comparative figures in respect of 2004 were restated to reflect these adjustments.

Reconciliation and descriptions of the effect of the transition from GAAP to IFRS on equity and net income are provided in Note 5.

The financial statements have been prepared using the historical cost convention, except for land and buildings, which are stated at deemed cost as at 1 January 2004 and depreciated thereon (fair value only for the first time adoption of IFRS), available-for-sale financial assets, and financial assets and financial liabilities which are recorded at fair value through profit or loss.

The preparation of financial statements in accordance with IFRS requires the use of certain critical accounting estimates and management to exercise judgement in the process of applying the Company's accounting policies. It also requires the use of estimation and assumptions that affect financial assets and liabilities, the notification of any contingencies at the balance sheet date and income/expense occurred during the year under examination. Despite the fact that the above-mentioned estimations and assumptions are based on the best knowledge of management in relation to the current terms and conditions, the actual results may be different than those estimated. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements are disclosed in Note 4.

Standards, interpretations and amendments to published standards

Certain new standards, amendments and interpretations to existing standards have been published that are mandatory for the Group's accounting periods beginning on or after current year or later periods. The Group's and Company's estimated impact from the adoption of these new standards and interpretations is, as follows:

- IAS 19 (Amendment), Employee Benefits (effective from 1 January 2006)

This amendment introduces the option of an alternative recognition approach for actuarial gains and losses. It may impose additional recognition requirements for multi-employer plans where insufficient information is available to apply defined benefit accounting. It also adds new disclosure requirements. As the Group does not intend to change the accounting policy adopted for recognition of actuarial gains and losses and does not participate in any multi-employer plans, adoption of this amendment will only impact the format and extent of disclosures presented in the financial statements. The Group will apply this amendment from annual periods beginning 1 January 2006.

- IAS 39 (Amendment), Cash Flow Hedge Accounting of Forecast Intragroup Transactions (effective from 1 January 2006)

The amendment allows the foreign currency risk of a highly probable forecast intragroup transaction to qualify as a hedged item in the consolidated financial statements, provided that: (a) the transaction is denominated in a currency other than the functional currency of the entity entering into that transaction; and (b) the foreign currency risk will affect consolidated profit or loss. This amendment is not relevant to the Group's operations, as the Group does not have any intragroup transactions that would qualify as a hedged item in the consolidated financial statements as of 31 December 2005 and 2004.

- IAS 39 (Amendment), The Fair Value Option (effective from 1 January 2006)

This amendment changes the definition of financial instruments classified at fair value through profit or loss and restricts the ability to designate financial instruments as part of this category. The Group believes that this amendment should have no impact on its financial statements, as the Group does not have any financial instruments classified at fair value through profit or loss.

- IAS 39 and IFRS 4 (Amendment), Financial Guarantee Contracts (effective from 1 January 2006)

This amendment requires issued financial guarantees, other than those previously asserted by the entity to be insurance contracts, to be initially recognised at their fair value and subsequently measured at the higher of: (a) the unamortised balance of the related fees received and deferred, and (b) the expenditure required to settle the commitment at the balance sheet date. Management considered this amendment to IAS 39 and concluded that it is not relevant to the Group.

- IFRS 1 (Amendment), First-time Adoption of International Financial Reporting Standards and IFRS 6 (Amendment), Exploration for and Evaluation of Mineral Resources (effective from 1 January 2006)

These amendments are not relevant to the Group's operations.

- IFRS 7, Financial Instruments: Disclosures, and a complementary amendment to IAS 1, Presentation of Financial Statements – Capital Disclosures (effective from 1 January 2007)

IFRS 7 introduces new disclosures to improve the information about financial instruments. It requires the disclosure of qualitative and quantitative information about exposure to risks arising from financial instruments, including specified minimum disclosures about credit risk, liquidity risk and market risk (including sensitivity analysis to market risk). IFRS 7 replaces IAS 30: Disclosures in the Financial Statements of Banks and Similar Financial Institutions, and disclosure requirements in IAS 32, Financial Instruments: Disclosure and Presentation. It is applicable to all entities that report under IFRS. The amendment to IAS 1 introduces disclosures about the level of an entity's capital and how it manages capital. The Group assessed the impact of IFRS 7 and the amendment to IAS 1 and concluded that the main additional disclosures will be the sensitivity analysis to market risk and the capital disclosures. The Group will apply IFRS 7 and the amendment to IAS 1 from annual periods beginning 1 January 2007.

- IFRIC 4, Determining whether an arrangement contains a lease (effective from 1 January 2006)

IFRIC 4 requires the determination of whether an arrangement contains a lease to be based on the substance of the arrangement. It requires an assessment of whether: (a) fulfilment of the arrangement is dependent on the use of a specific asset or assets (the asset); and (b) the arrangement conveys a right to use the asset. Management estimates that IFRIC 4 is going to have no impact on the Group's existing arrangements.

- IFRIC 5, Rights to Interests arising from Decommissioning, Restoration and Environmental Rehabilitation Funds (effective from 1 January 2006)

IFRIC 5 is not relevant to the Group's operations.

- IFRIC 6, Liabilities arising from participation in specific markets – Waste Electrical and Electronic Equipment (effective from 1 December 2005)

IFRIC 6 is not relevant to the Group's operations.

2.2. Consolidation

(a) Subsidiaries

Subsidiaries are all entities over which the Group has the power to govern the financial and operating policies.

Subsidiaries are fully consolidated from the date on which control is transferred to the Group. They are de-consolidated from the date on which control ceases.

The purchase method of accounting is used to account for the acquisition of subsidiaries by the Group. The cost of an acquisition is measured as the fair value of the assets given, equity instruments issued and liabilities incurred or assumed at the date of exchange, plus costs directly attributable to the acquisition. Identifiable assets acquired and liabilities and contingent liabilities assumed in a business combination are measured initially at their fair values at the acquisition date, irrespective of the extent of any minority interest. The excess of the cost of acquisition over the fair value of the Group's share of the identifiable net assets acquired is recorded as goodwill. If the cost of acquisition is less than the fair value of the group's share of the net assets of the subsidiary acquired, the difference is recognised directly in the income statement.

Inter-company transactions, balances and unrealised gains on transactions between group companies are eliminated. Unrealised losses are also eliminated unless the transaction provides evidence of an impairment of the asset transferred. Subsidiaries' accounting policies have been changed where necessary to ensure consistency with the policies adopted by the Group.

When the Group's shareholding over a subsidiary is increased, the difference between acquisition cost and carrying amount of the subsidiary's net assets acquired is recorded directly to equity.

(b) Associates

Associates are all entities over which the Group has significant influence but not control, generally accompanying a shareholding of between 20% and 50% of the voting rights. Investments in associates are accounted for by the equity method of accounting and are initially recognised at cost. The Group's investment in associates includes goodwill (net of any accumulated impairment loss) identified on acquisition.

The Group's share of its associates' post-acquisition profits or losses is recognised in the income statement, and its share of post-acquisition movements in reserves is recognised in reserves. The cumulative post-acquisition movements are adjusted against the carrying amount of the investment. When the Group's share of losses in an associate equals or exceeds its interest in the associate, including any other unsecured receivables, the Group does not recognise further losses, unless it has incurred obligations or made payments on behalf of the associate.

Unrealised gains on transactions between the Group and its associates are eliminated to the extent of the Group's interest in the associates. Unrealised losses are also eliminated unless the transaction provides evidence of an impairment of the asset transferred.

Subsidiaries' and associates' accounting policies have been changed where necessary to ensure consistency with the policies adopted by the Group.

The Group's investments in subsidiaries and associates are recorded in the Company's financial statements at cost net of any impairment loss.

2.3. Foreign currency translation

(a) Functional and presentation currency.

Items included in the financial statements of each of the Group's entities are measured using the currency of the primary economic environment in which the entity operates (the 'functional currency').

The consolidated financial statements are presented in euros, which is the Company's functional and presentation currency.

(b) Transactions and balances

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at the year-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in the income statement.

(c) Group companies

The results and financial position of all group entities (none of which has the currency of a hyperinflationary economy) that have a functional currency different from the presentation currency are translated into the presentation currency as follows:

- i. assets and liabilities for each balance sheet presented are translated at the closing rate at the date of that balance sheet;
- ii. income and expenses for each income statement are translated at average exchange rates (unless this average is not a reasonable approximation of the cumulative effect of the rates prevailing on the transaction dates, in which case income and expenses are translated at the dates of the transactions) and;
- iii. all resulting exchange differences are recognised as a separate component of equity. When a company is sold, these exchange differences are recognised in the income statement.

Exchange differences arising from the translation of the net investment in foreign entities, are recognised in shareholders' equity. When a foreign operation is sold, such exchange differences are recognised in the income statement as part of the gain or loss on sale.

Goodwill and fair value adjustments arising on the acquisition of a foreign entity are treated as assets and liabilities of the foreign entity and translated at the closing rate that is effective on the acquisition date.

2.4. Property, plant and equipment

All property, plant and equipment (PPE) is shown at cost less subsequent depreciation and impairment. Cost includes expenditure that is directly attributable to the acquisition of the items.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Group and the cost of the item can be measured reliably. All other repairs and maintenance are charged to the income statement during the financial period in which they are incurred.

Land is shown at deemed cost and is not subject to depreciation. Deemed cost is the fair value as appraised by independent qualified valuers as of January 1st, 2004 exclusively for the first time adoption of IFRS. Fair value was determined using the comparative market information method. Buildings are shown at historical cost and depreciation is calculated according to the following useful lives.

Depreciation on property, plant and equipment is calculated using the straight-line method to allocate the cost of each asset to its residual value over its estimated useful life, as follows:

- Buildings	25	Years
- Plant and machinery	6,6	Years
- Motor vehicles	5-6,6	Years
- Telecommunication equipment	5	Years
- Furniture and other equipment	5	Years

The assets' residual values and useful lives are reviewed by the company's management and adjusted if appropriate, at each balance sheet date.

An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount (refer to Note 2.7).

Gains and losses on disposals are determined by comparing proceeds with carrying amount. These are included in the income statement.

2.5. Intangible assets

(a) Trademarks and licences

Trademarks and licences include expenses for the registration of trademarks, patents, etc and are stated at cost less accumulated amortisation. Amortisation is calculated using the straight-line method to allocate the cost of trademarks and licences over their estimated useful lives (3 years).

(b) Computer software

Computer software is shown at cost less accumulated amortisation and impairment. Amortisation is calculated using the straight-line method to allocate the cost of each asset over its estimated useful life (which is three years).

Costs associated with developing or maintaining computer software programs are recognised as an expense as incurred.

An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount (refer to Note 2.7).

2.6. Non-current assets held for sale and discontinued operations

Non-current assets held for sale are classified as held for sale and recognised at the lower of their carrying amount and net sale price, if their carrying amount will be recovered principally through a sale transaction, not through continuing use. These assets may comprise of investments in subsidiaries and associates, a disposal of a fixed asset or another non-current asset.

A discontinued operation is a component of an entity that either has been disposed of, or that is classified as held for sale.

2.7. Impairment of non-financial assets

Assets that have an indefinite useful life are not subject to amortisation and are tested for impairment annually or whenever events indicate that the carrying amount may not be recoverable. Assets that are subject to amortisation are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. The recoverable amount is the higher of an asset's fair value less costs to sell and value in use. An impairment loss is expensed in the income statement in the year in which it arise.

2.8. Financial assets

The Group classifies its financial assets depending on the purpose for which the financial assets were acquired. Management determines the classification of its financial assets at initial recognition and re-evaluates this designation at every reporting date.

(a) Loans and receivables

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market and there is not an intension to be sold. They are included in current assets, except for maturities greater than 12 months after the balance sheet date. These are classified as non-current assets.

(b) Financial assets at fair value through profit or loss

This category has two sub-categories: 'financial assets held for trading', and those designated at fair value through profit or loss at inception. Derivatives are also categorised as 'held for trading' unless they are

designated as hedges. Assets in this category are classified as current assets if they are either held for trading or are expected to be realised within 12 months of the balance sheet date.

(c) Held-to-maturity investments

This category includes non-derivative financial assets with fixed or determinable payments and fixed maturity date. A financial asset is classified in this category if the Group has the intension and the ability to keep it until its maturity date.

(d) Available-for-sale financial assets

Available-for-sale financial assets are non-derivatives that are either designated in this category or not classified in any of the other categories. They are included in non-current assets unless management intends to dispose of the investment within 12 months of the balance sheet date.

Regular purchases and sales of investments are recognised on trade-date – the date on which the Group commits to purchase or sell the asset. Investments are derecognised when the rights to receive cash flows from the investments have expired or have been transferred and the Group has transferred substantially all risks and rewards of ownership.

The financial assets of this category are initially recognised at fair value plus transaction costs.

Available-for-sale financial assets and financial assets at fair value through profit or loss are subsequently carried at fair value.

Realised gains or losses arising, from changes in the fair value of the ‘financial assets at fair value through profit or loss’ category, are recognised in the income statement in the period in which they arise.

Unrealised gains or losses arising from changes in the fair value of the ‘financial assets available-for-sale’ category, are recognised in investment revaluation reserve. When securities classified as available-for-sale are sold or impaired, the accumulated fair value adjustments recognised in equity are transferred to the income statement.

The fair values of quoted financial assets are based on current bid prices. If the market for a financial asset is not active (and for unlisted securities), the Group establishes fair value by using valuation techniques. These include the use of recent arm’s length transactions, reference to other instruments that are substantially the same and discounted cash flow analysis adjusted so as to reflect the specific circumstances of the issue.

The Group assesses at each balance sheet date whether there is objective evidence that a financial asset is impaired. In the case of equity securities classified as available for sale, a significant or prolonged decline in the fair value of the security below its cost is considered an indicator that the securities are impaired. If any such evidence exists for available-for-sale financial assets, the cumulative loss – measured as the difference between the acquisition cost and the current fair value, less any impairment loss on that financial asset previously recognised in profit or loss – is removed from equity (investment revaluation reserve) and recognised in the income statement. Impairment losses recognised in the income statement on equity instruments are not reversed through the income statement.

2.9. Inventories

Inventories are stated at the lower of cost and net realisable value. Cost is determined using the annual weighted average method. It excludes borrowing costs. Net realisable value is the estimated selling price in the ordinary course of business, less applicable variable selling expenses.

2.10. Trade receivables

Trade receivables are recognised initially at fair value and subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for impairment of trade receivables is established when there is objective evidence that the Group will not be able to collect all amounts due according to the original terms of receivables. The amount of the provision is the difference between the asset's carrying amount and the present value of estimated future cash flows, discounted at the effective interest rate. The amount of the provision is recognised in the income statement.

2.11. Cash and cash equivalents

Cash and cash equivalents includes cash in hand, deposits held at call with banks, other short-term highly liquid investments with original maturities of three months or less, and bank overdrafts.

2.12. Share capital

Ordinary shares are classified as equity.

Incremental costs directly attributable to the issue of new shares are shown in equity as a deduction, net of tax, from the proceeds. Incremental costs attributable to the issuance of shares for the acquisition of a company, are included in the cost of the company acquired.

Where any Group company purchases the Company's equity share capital (treasury shares), the consideration paid, including any directly attributable incremental costs (net of income taxes) is deducted from equity attributable to the Company's equity holders until the shares are cancelled, reissued or disposed of. Where such shares are subsequently sold or reissued, any consideration received, net of any directly attributable incremental transaction costs and the related income tax effects, is included in equity attributable to the Company's equity holders.

2.13. Borrowings

Borrowings are recognised initially at fair value, net of transaction costs incurred. Borrowings are subsequently stated at amortised cost using the effective interest method; any difference between the proceeds (net of transaction costs) and the redemption value is recognised in the income statement over the period of the borrowings using the effective interest method.

Borrowings are classified as current liabilities unless the Group has an unconditional right to defer settlement of the liability for at least 12 months after the balance sheet date.

2.14. Deferred income tax

Deferred income tax is provided in full, using the liability method, on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts. However, the deferred income tax is not accounted for if it arises from initial recognition of an asset or liability in a transaction other than a business combination that at the time of the transaction affects neither accounting nor taxable profit or loss. Deferred income tax is determined using tax rates (and laws) that have been enacted or substantially enacted by the balance sheet date and are expected to apply when the related deferred income tax asset is realised or the deferred income tax liability is settled.

Deferred income tax assets are recognised to the extent that it is probable that future taxable profit will be available against which the temporary differences can be utilised.

Deferred income tax is provided on temporary differences arising on investments in subsidiaries and associates, except where the timing of the reversal of the temporary difference is controlled by the Group and it is probable that the temporary difference will not be reversed in the foreseeable future.

2.15. Employee benefits

(a) Short-term benefits

Short-term benefits to employees, either in money or in kind, are expensed at the time they occur.

(b) Termination benefits

Termination benefits are payable when employment is terminated by the Group before the normal retirement date. These obligations are valued every two years by independent qualified actuaries. The Group recognises termination benefits when it is demonstrably committed to either: terminating the employment of current employees according to a detailed formal plan without possibility of withdrawal; or providing termination benefits as a result of an offer made to encourage voluntary redundancy. Benefits falling due more than 12 months after the balance sheet date are discounted to present value.

The liability recognised in the balance sheet in respect of defined benefit pension plans is the present value of the defined benefit obligation at the balance sheet date less the adjustments for unrecognised actuarial gains or losses and past service costs. The defined benefit obligation is calculated annually by independent actuaries using the projected unit credit method.

Actuarial gains and losses arising from experience adjustments in excess or below 10% of the accumulated benefit obligation are charged or credited to income over the expected average remaining working lives of the related employees.

Past-service costs are recognised immediately in income, unless the changes to the pension plan are conditional on the employees remaining in service for a specified period of time (the vesting period). In this case, the past-service costs are amortised on a straight-line basis over the vesting period.

In the case of a termination in which it is not possible to define the number of employees that are going to make use of the related benefits, the obligation is not accounted for but it is disclosed as a contingent liability.

2.16. Government grants

Grants from the government are recognised at their fair value where there is a reasonable assurance that the grant will be received and the Group will comply with all attached conditions.

Government grants relating to costs are deferred and recognised in the income statement over the period necessary to match them with the costs that they are intended to compensate.

Government grants relating to the purchase of property, plant and equipment are included in non-current liabilities as deferred government grants and are credited to the income statement on a straight line basis over the expected lives of the related assets.

2.17. Provisions

Provisions are recognised when:

- i. the Group has a present legal or constructive obligation as a result of past events;
- ii. it is more likely that an outflow of resources will be required to settle the obligation;
- iii. the amount has been reliably estimated.

Where there are a number of similar obligations, the likelihood that an outflow will be required in settlement is determined by considering the class of obligations as a whole. A provision is recognised even if the likelihood of an outflow with respect to anyone item included in the same class of obligations may be small.

Provisions are measured at the present value of the expenditures which, according to the management's best estimates, are expected to be required to settle the obligation at the balance sheet date (refer to note 4.1). The pre-tax rate used for the calculation of present value, reflects current market assessments of the time value of money and risks specific to the obligation.

2.18. Revenue recognition

Revenue comprises the fair value of the consideration received or receivable for the sale of goods and services. Revenue is shown, net of value-added tax, estimated returns, rebates and discounts and after eliminated sales within the Group. Revenue is recognised as follows:

(a) Sales of goods

Sales of goods are recognised when the Group has delivered products to the customer, the customer has accepted the products and collectibility of the related receivables is reasonably assured. In case of a sale with a right of return, return is accounted for at the time of sale.

(b) Sales of services

Sales of services are recognised in the accounting period in which the services are rendered, by reference to completion of the specific transaction assessed on the basis of the actual service provided as a proportion of the total services to be provided.

(c) Interest income

Interest income is recognised on a time-proportion basis using the effective interest method. When a receivable is impaired, the Group reduces the carrying amount to its recoverable amount, being the estimated future cash flow discounted at original effective interest rate of the instrument. Interest income on impaired loans is recognised using the original effective interest rate.

(d) Dividend income

Dividend income is recognised when the right to receive payment is established.

2.19. Leases

Leases of property, plant and equipment where the Group has substantially all the risks and rewards of ownership are classified as finance leases. Finance leases are capitalised at the lease's commencement at the lower of the fair value of the leased property and the present value of the minimum lease payments. The corresponding rental obligations, net of finance charges are included in liabilities. The interest element of the finance cost is charged to the income statement over the lease period. The property, plant and equipment acquired under finance leases is depreciated over the shorter of the useful life of the asset or the lease term.

Leases in which a significant portion of the risks and rewards of ownership are retained by the lessor are classified as operating leases. Payments made under operating leases (net of any incentives received from the lessor) are charged to the income statement on a straight-line basis over the period of the lease.

2.20. Dividend distribution

Dividend distribution to the Company's shareholders is recognised as a liability in the Company's and Group's financial statements in the period in which the dividends are approved by the General Meeting of Shareholders.

2.21. Segment reporting

A business segment is a group of assets and operations engaged in providing products or services that are subject to risks and returns that are different from those of other business segments. A geographical segment is

engaged in providing products or services within a particular economic environment that are subject to risks and returns that are different from those of segments operating in other economic environments.

The Company's Head office is located in Athens and its primary activity is in Greece. The Group primary sells its products in Greece and the Balkans. The main activities of the Group are the production and selling of processed meat and processed meat products. Other Group operations comprise the production of pizza, cheese products and other foodstuff. Transactions and business activities of the Group's companies, take place in their own head offices. Based on the above, segment analysis of the Group is by geographical segment and business segment.

3. Financial risk management

3.1. Financial risk factors

The Group's activities expose it to a variety of financial risks: market risk (including currency risk, interest rate risk and price risk), credit risk and liquidity risk. The Group's overall risk management programme focuses on the unpredictability of financial markets and seeks to minimise potential adverse effects on the Group's financial performance.

Risk management is carried out by a central treasury department (Group Treasury) under policies approved by the Board of Directors. The Board provides principles for overall risk management, as well as policies covering specific areas, such as foreign exchange risk, interest rate risk and credit risk.

(a) Market risk

The Group operates in Europe and consequently the major part of its transactions is denominated in Euro. Only a small part of the Group's purchases is denominated in other currencies (mainly in US dollars). Foreign exchange risk arising from the above transactions is substantially eliminated with the quick payment of the suppliers. It is the Group policy not to buy foreign currency forwards nor enters into currency future contracts with third parties.

(b) Credit risk

The Group has adopted policies in order to minimise the exposure to bad debts and achieve the immediate coverage of receivables by cheques. There is no concentration of credit risk with respect to trade receivables, as the Group has a large number of customers and none of them exceeds 10% of sales. Wholesale sales of products are made to customers with an appropriate credit history. Credit control department has set credit limits per client and certain sales and collection terms are in place. If possible, collateral or other guarantees are requested.

(c) Liquidity risk

Liquidity risk management is maintained in low levels having sufficient cash and marketable securities and the availability of funding through an adequate amount of committed credit lines available.

(d) Interest rate risk

Generally, the Group borrowings are floating rate borrowings that according to market terms, can either remain floating or change into fixed rates.

3.2. Fair value estimation

The fair value of financial instruments traded in active markets (such as derivatives, shares, mutual funds) is based on quoted market prices at the balance sheet date. The quoted market price used for financial assets and liabilities is the current bid and ask price respectively.

The fair value of financial instruments that are not traded in an active market is determined by using valuation techniques and methods that are based on market conditions existing at each balance sheet date.

The nominal value less impairment provision of trade receivables is assumed to approximate their fair values. The fair value of financial liabilities for disclosure purposes in the financial statements is estimated by discounting the future contractual cash flows at the current market interest rate that is available to the Group for similar financial instruments.

4. Critical accounting estimates and assumptions

Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

The Group makes estimates and assumptions concerning the future. The provision for income taxes is an area in which management believes that there is a significant risk of material adjustments within the next financial years due to the existing tax law in Greece, according to which, tax liabilities of the Company are final only after a tax audit has been carried out by the tax authorities.

A significant judgement is required in determining the provision for income taxes. There are many transactions and calculations for which the ultimate tax determination is uncertain during the ordinary course of business. Where the final tax outcome of these matters is different from the amounts that were initially recorded, such differences will impact the income tax and deferred tax provisions in the period in which such determination is made.

5. Transition to IFRS

5.1. Basis of transition to IFRS

5.1.1 Application of IFRS 1

The Group's financial statements cover the financial year up to December 31, 2005 and they have been prepared in accordance with IFRS as described in note 2.1. The Group's transition date to IFRS is 1 January 2004. The Group prepared its opening IFRS balance sheet at that date.

In preparing these financial statements in accordance with IFRS 1, the Group has applied the mandatory exceptions and certain of the optional exemptions from full retrospective application of IFRS.

5.1.2 Exemptions from full retrospective application elected by the Group

The Group has elected to apply the following optional exemptions from full retrospective application:

(a) Business combinations exemption

The Group has applied the business combinations exemption in IFRS 1. It has not restated business combinations that took place prior to the 1 January 2004 transition date.

(b) Fair value as deemed cost exemption

The Group has elected to measure land at fair value and use this value as deemed cost at 1 January 2004. The Group used the method of comparative market information to determine the fair value. Property, plant and equipment are disclosed in note 7.

(c) Designation of financial assets and financial liabilities exemption

The Group has not elected the “Designation of financial assets and financial liabilities”, as it has applied IAS 32/39 from 1 January 2004.

(d) Employee benefit exemption

The Group has elected to recognise all cumulative actuarial gains and losses as at 1 January 2004.

(e) Cumulative translation differences exemption

The Group has elected to set the previously accumulated cumulative translation to zero at 1 January 2004. This exemption has been applied to all subsidiaries in accordance with IFRS 1.

(f) Designation of financial assets and financial liabilities exemption

The Group classified various securities as available-for-sale investments and as financial assets at fair value through profit and loss statement in its opening balance sheet at 1 January 2004.

5.1.3 Exceptions from full retrospective application followed by the Group

The Group has applied the following mandatory exceptions from retrospective application:

(a) Derecognition of financial assets and liabilities exception

Financial assets and liabilities derecognised before 1 January 2004 are not re-recognised under IFRS.

(b) Estimates exception

Estimates under IFRS at 1 January 2004 should be consistent with estimates made for the same date under previous GAAP, unless there is evidence that those estimates were in error.

(c) Assets held for sale and discontinued operations exception

According to IFRS 1 and since Group’s transition date is 1 January 2004, the transition requirements of IFRS 5 have to be applied concerning its adoption. The transition requirements allow its adoption before the commencement date (that is 1/1/2005) provided that estimates and other information that are required for its adoption have already been made and collected when these criteria were initially met. The Group has collected information and made estimates in 2004, so it has earlier adopted the IFRS 5.

5.2 Reconciliations between IFRS and GAAP

The following reconciliations provide a quantification of the effect of the transition to IFRS. The first reconciliation provides an overview of the impact on equity of the transition at 1 January 2004 and 31 December 2004. The following reconciliations provide details of the impact of the transition on:

- Equity at 1 January 2004 and 31 December 2004 (Note 5.2.1)
- Balance sheet at 1 January 2004 (Note 5.2.2)
- Balance sheet at 31 December 2004 (Note 5.2.3)
- Net income twelve months up to 31 December 2004 (Note 5.2.4)
- Income statement twelve months up to 31 December 2004 (Note 5.2.5)



5.2.1 Equity reconciliation at 1 January 2004 and 31 December 2004

	GROUP		COMPANY	
	31 Dec 2004	1 Jan 2004	31 Dec 2004	1 Jan 2004
Total equity under local (Greek) GAAP	27.483.707	66.327.385	39.381.589	68.615.882
<i>Effect of transition to IFRS</i>				
Restatement of land to fair value	17.541.116	20.513.869	15.972.785	16.716.492
Restatement of property, plant & equipment to reflect the useful lives	(4.792.740)	(3.420.883)	1.309.837	3.376.403
Restatement of government grants	(1.763.425)	(1.268.211)	(1.321.918)	(614.744)
Write-off of restructuring costs	(1.355.870)	(1.573.015)	(624.456)	(180.630)
Impairment of investments	1.723.423	921.793	(17.561.630)	(17.489.182)
Reclassification of treasury shares	-	(2.504.013)	-	(2.504.013)
Restatement of provisions according to IFRS	(5.275.724)	(9.855.748)	(4.576.261)	(2.948.191)
Deferred tax adjustment	(3.655.728)	(5.696.229)	(3.509.770)	(6.140.956)
Proposed dividends payable	4.855.519	4.046.265	4.855.519	4.046.266
Change of consolidation method	(5.301.277)	(4.442.117)	-	-
Total impact of other non material items	(180.189)	(50.000)	(61.850)	-
Total effect of transition to IFRS	1.795.105	(3.328.289)	(5.517.744)	(5.738.555)
Total equity under IFRS	29.278.812	62.999.096	33.863.845	62.877.327



5.2.2 Balance sheet reconciliation at 1 January 2004

	GROUP			COMPANY		
	GAAP 1/1/2004	Effect of transition to IFRS	IFRS 1/1/2004	GAAP 1/1/2004	Effect of transition to IFRS	IFRS 1/1/2004
<i>Amounts in €</i>						
ASSETS						
Non-currents assets						
Property, plant and equipment	65.921.126	1.676.113	67.597.239	17.898.223	20.047.826	37.946.049
Intangible assets	2.226.365	(2.159.324)	67.041	191.149	(180.630)	10.520
Investments in subsidiaries	2.770.357	6.450.264	9.220.621	37.589.784	(17.489.183)	20.100.601
Trade and other receivables	1.601.825	(894.048)	707.777	1.469.552	(262.013)	1.207.540
	72.519.673	5.073.006	77.592.678	57.148.708	2.116.001	59.264.709
Current assets						
Inventories	11.706.583	(3.627.866)	8.078.717	3.584.896	(38.745)	3.546.150
Trade and other receivables	49.054.333	(9.604.634)	39.449.699	26.859.234	(2.092.375)	24.766.859
Available-for-sale financial assets	-	3.177.842	3.177.842	-	-	-
Securities	420.000	352	420.352	3.144.013	(2.724.013)	420.000
Cash and cash equivalents	11.521.236	(6.147.918)	5.373.318	2.849.232	-	2.849.232
Total assets	145.221.824	(11.129.218)	134.092.606	93.586.083	(2.739.133)	90.846.950
EQUITY						
Capital and reserves attributable the Company's equity holders						
Share capital	24.277.594	(2.504.013)	21.773.581	24.277.594	(2.504.013)	21.773.580
Cumulative translation adjustment	-	-	-	-	-	-
Fair value and other reserves	46.846.601	(6.085.732)	40.760.869	42.700.281	(5.204.358)	37.495.923
Retained earnings	(11.677.054)	11.729.242	52.188	1.638.008	1.969.815	3.607.823
Shareholders' equity	59.447.140	3.139.498	62.586.638	68.615.882	(5.738.555)	62.877.327
Minority interest	6.880.245	(6.467.787)	412.458	-	-	-
Total equity	66.327.385	(3.328.289)	62.999.096	68.615.882	(5.738.555)	62.877.327
LIABILITIES						
Non-current liabilities						
Borrowings	6.724.591	(6.429.368)	295.223	-	-	-
Deferred income tax liabilities	-	4.725.936	4.725.936	-	5.508.959	5.508.959
Retirement benefit obligations	653.171	200.963	854.134	333.271	139.989	473.260
Provisions	30.601	1.115.036	1.145.637	-	781.996	781.996
	7.408.363	(387.433)	7.020.930	333.271	6.430.944	6.764.215
Current liabilities						
Trade and other payables	26.760.779	(5.988.954)	20.771.825	11.685.875	(3.431.522)	8.254.353
Current income tax liabilities	6.024.446	(471.319)	5.553.127	4.351.055	-	4.351.055
Borrowings	38.700.851	(1.003.223)	37.697.628	8.600.000	-	8.600.000
Provisions	-	50.000	50.000	-	-	-
	71.486.076	(7.413.496)	64.072.580	24.636.930	(3.431.522)	21.205.408
Total liabilities	78.894.439	(7.800.929)	71.093.510	24.970.201	2.999.423	27.969.624
Total equity and liabilities	145.221.824	(11.129.218)	134.092.606	93.586.083	(2.739.133)	90.846.950



5.2.3 Balance sheet reconciliation at 31 December 2004

<i>Amounts in €</i>	GROUP			COMPANY		
	GAAP 31/12/2004	Effect of transition to IFRS	IFRS 31/12/2004	GAAP 31/12/2004	Effect of transition to IFRS	IFRS 31/12/2004
ASSETS						
Non-currents assets						
Property, plant and equipment	64.278.510	(3.432.876)	60.845.634	22.649.658	17.644.347	40.294.005
Intangible assets	1.969.383	(1.904.046)	65.337	636.123	(624.456)	11.667
Investments in subsidiaries	763.950	7.602.234	8.366.184	31.146.315	(18.123.480)	13.022.835
Trade and other receivables	1.563.828	(828.667)	735.161	1.523.466	(315.926)	1.207.540
	68.575.671	1.436.645	70.012.316	55.955.563	(1.419.516)	54.536.047
Κυκλοφορούν ενεργητικό						
Inventories	11.372.292	(2.411.558)	8.960.734	5.802.788	(433.386)	5.369.402
Trade and other receivables	47.996.797	(2.232.056)	45.764.741	38.634.217	(1.402.998)	37.231.219
Available-for-sale financial assets	-	1.972.575	1.972.575	-	-	-
Securities	2.646.854	(226.502)	2.420.352	2.640.352	(220.000)	2.420.352
Cash and cash equivalents	8.370.289	(4.480.212)	3.890.077	1.776.896	-	1.776.896
Total assets	138.961.903	(5.941.108)	133.020.795	104.809.816	(3.475.900)	101.333.916
EQUITY						
Capital and reserves attributable the Company's equity holders						
Share capital	18.208.195	-	18.208.195	18.208.195	-	18.208.195
Cumulative translation adjustment	-	(55.896)	(55.896)	-	-	-
Fair value and other reserves	20.094.991	(9.610.588)	10.484.403	17.354.148	(8.246.698)	9.107.450
Retained earnings	(18.375.882)	18.899.252	523.370	3.819.246	2.728.954	6.548.200
Shareholders' equity	19.927.304	9.232.768	29.160.072	39.381.589	(5.517.744)	33.863.845
Minority interest	7.556.403	(7.437.663)	118.740	-	-	-
Total equity	27.483.707	1.795.105	29.278.812	39.381.589	(5.517.744)	33.863.845
LIABILITIES						
Non-current liabilities						
Borrowings	42.740.283	(5.608.293)	37.131.990	37.000.000	-	37.000.000
Deferred income tax liabilities	-	3.664.721	3.664.721	-	3.677.770	3.677.770
Retirement benefit obligations	824.260	(134.317)	689.943	591.147	(72.931)	518.216
Government grants	75.143	1.700.549	1.775.692	-	1.334.186	1.334.186
Provisions	191.943	(17.999)	173.944	175.191	(17.999)	157.192
	43.831.629	(395.339)	43.436.290	37.766.338	4.921.026	42.687.364
Current liabilities						
Trade and other payables	31.656.960	(4.275.999)	27.380.961	21.072.816	(3.079.181)	17.993.635
Current income tax liabilities	4.821.493	(257.752)	4.563.741	3.589.072	200.000	3.789.072
Deferred income tax liabilities	31.168.115	(2.807.124)	28.360.991	3.000.000	-	3.000.000
	67.646.567	(7.340.874)	60.305.693	27.661.888	(2.879.181)	24.782.707
Total liabilities	111.478.196	(7.736.213)	103.741.983	65.428.226	2.041.845	67.470.071
Total equity and liabilities	138.961.903	(5.941.108)	133.020.795	104.809.815	(3.475.899)	101.333.916



5.2.4 Net income reconciliation 12 months up to 31 December 2004

<i>Amounts in Euro</i>	GROUP	COMPANY
Total profits under local (Greek) GAAP (after tax and minority interests)	7.317.956	10.738.125
<u><i>Effect of transition to IFRS</i></u>		
Bad debts provision	2.069.707	775.252
Deferred tax adjustments	969.213	565.519
Differences from tax audits and other taxes not charged to the operating income	1.341.811	-
Impairment of investments	(605.188)	(700.000)
Current year taxes	(283.248)	(283.248)
Fees of Board of Directors	(15.000)	(15.000)
Inventory differences	120.834	119.334
Loss from disposal of investments	205.810	205.810
Reclassification of gain from disposal of treasury shares	(2.398.855)	(2.398.855)
Restatement of accumulated depreciation to reflect PPE's useful lives	(134.221)	489.452
Restatement of accumulated depreciation to reflect intangibles' useful lives	(402.159)	(372.076)
Restatement of the provision for post-employment benefits	221.193	102.433
Restatement of government grants	(11.876)	(795)
Change of consolidation method	(2.689.919)	-
Minority interests	2.252.961	-
Total impact of other non material items	19.927	-
Total effect of transition to IFRS	<u>660.992</u>	<u>(1.512.174)</u>
Total profits under IFRS	<u>7.978.948</u>	<u>9.225.950</u>

5.2.5 Income statement reconciliation 12 months up to 31 December 2004

CROUP (Amounts in Euro)	<i>12 months up to 31 December</i>		
	GAAP	Effect of transition to IFRS	IFRS
Sales	127.733.457	(27.063.548)	100.669.909
Cost of sales	(87.953.673)	18.552.630	(69.401.043)
Gross profit	39.779.784	(8.510.918)	31.268.866
Selling and marketing costs	(16.233.206)	2.329.364	(13.903.842)
Administrative expenses	(6.351.628)	205.047	(6.146.581)
Other operating income / (expense)-net	248.495	2.667.956	2.916.451
Operating profit	17.443.445	(3.308.551)	14.134.894
Finance costs - net	(2.313.453)	(148.023)	(2.461.476)
Loss from discontinued operations	-	(928.404)	(928.404)
Profit from disposal of investments - net	2.308.338	(2.308.338)	-
Extraordinary items	(2.148.465)	2.148.465	-
Profit before tax	15.289.864	(4.544.850)	10.745.014
Income tax expense	(5.718.947)	2.952.881	(2.766.066)
Profit for the year after tax	9.570.917	(1.591.969)	7.978.948
Less: Minority interests	2.252.961	(2.252.961)	-
Profit for the year	7.317.956	660.992	7.978.948

COMPANY (Amounts in Euro)	<i>12 months up to 31 December</i>		
	GAAP	Effect of transition to IFRS	IFRS
Sales	69.961.561	-	69.961.561
Cost of sales	(45.785.302)	204.330	(45.580.972)
Gross profit	24.176.259	204.330	24.380.588
Selling and marketing costs	(9.357.838)	(141.173)	(9.499.011)
Administrative expenses	(3.465.965)	(659.524)	(4.125.489)
Other operating income / (expense)-net	188.488	2.331.039	2.519.527
Operating profit	11.540.944	1.734.672	13.275.615
Finance costs - net	(848.925)	(694.868)	(1.543.793)
Profit from disposal of investments - net	3.889.594	(3.889.594)	-
Extraordinary items	(772.097)	772.097	-
Profit before tax	13.809.516	(2.077.693)	11.731.823
Income tax expense	(3.071.391)	565.519	(2.505.872)
Profit for the year	10.738.125	(1.512.174)	9.225.950



6 Segment information

Company's Head office is located in Athens and its primary activity is in Greece. The Group primary sells its products in Greece, Balkans and Cyprus. The main activities of the Group are the production and selling of processed meat and processed meat products. Other Group operations comprise the production of pizza, cheese products and other foodstuff. Based on the above, segment analysis of the Group is as follows:

Primary reporting format – geographical segments

The Group's segment results for the years ended 31 December 2005 and 31 December 2004 , are as follows:

	1/1 up to 31/12/2005	1/1 up to 31/12/2004	1/1 up to 31/12/2005	1/1 up to 31/12/2004	1/1 up to 31/12/2005	1/1 up to 31/12/2004
<i>Amounts in €</i>	GREECE		OTHER COUNTRIES		TOTAL	
Total gross segment sales	111.931.950	103.422.815	8.858.698	8.785.273	120.790.648	112.208.088
Intersegment sales	(14.577.969)	(11.538.179)	(625.847)	-	(15.203.816)	(11.538.179)
Sales	97.353.981	91.884.636	8.232.851	8.785.273	105.586.833	100.669.909
Operating profit	9.607.321	13.564.618	1.699.448	570.276	11.306.769	14.134.894
Finance costs - net	(1.755.487)	(2.004.575)	(350.631)	(456.901)	(2.106.118)	(2.461.476)
Profit before income tax	7.851.834	11.560.043	1.348.817	113.375	9.200.651	11.673.418
Income tax	(1.175.093)	(2.810.384)	(17.690)	44.318	(1.192.783)	(2.766.066)
Losses from discontinued operations	-	(928.404)	-	-	-	(928.404)
Profit for the year	6.676.741	7.821.255	1.331.127	157.693	8.007.868	7.978.948

Other segment items included in the income statement are as follows:

	1/1 up to 31/12/2005	1/1 up to 31/12/2004	1/1 up to 31/12/2005	1/1 up to 31/12/2004	1/1 up to 31/12/2005	1/1 up to 31/12/2004
<i>Amounts in €</i>	GREECE		OTHER COUNTRIES		TOTAL	
Depreciation of tangible assets (Note 7)	4.136.203	4.491.664	736.103	965.242	4.872.306	5.456.906
Amortisation of intangible assets (Note 8)	8.598	22.849	1.169	4.012	9.767	26.861
Provision for impairment of trade receivables	(83.642)	(68.262)	-	-	(83.642)	(68.262)

Inter-segment transfers or transactions are entered into under the normal commercial terms and conditions that would also be available to unrelated parties.

The segment assets and liabilities at 31 December 2005 and 2004 and the capital expenditure relating to tangible and intangible assets are as follows::

	1/1 up to 31/12/2005	1/1 up to 31/12/2004	1/1 up to 31/12/2005	1/1 up to 31/12/2004	1/1 up to 31/12/2005	1/1 up to 31/12/2004
<i>Amounts in €</i>	GREECE		OTHER COUNTRIES		TOTAL	
Assets	114.164.101	120.939.504	10.737.170	12.081.291	124.901.271	133.020.795
Liabilities	85.987.771	94.584.394	6.482.164	9.157.589	92.469.935	103.741.983
Capital expenditure (Notes 7 and 8)	4.147.491	3.592.778	1.104.240	300.636	5.251.731	3.893.414

Geographical segment "Greece" includes assets held for sale amounting to Euro 1.972.975 as at 31 December 2004.

Segment assets consist primarily of property, plant and equipment, intangible assets, inventories, receivables and operating cash.



Segment liabilities comprise operating liabilities.

Capital expenditure comprises additions to property, plant and equipment and intangible assets.

Secondary reporting format – business segments.

The Group's segment revenues for twelve months up to 31 December 2005 and 31 December 2004, are as follows:

<i>Amounts in €</i>	12 months ended 31 December 2005	12 months ended 31 December 2004
Processed meat products	71.720.382	67.998.153
Other products	33.866.451	32.671.756
Total	105.586.833	100.669.909

7 Property, plant and equipment

<i>Amounts in €</i>	Land & buildings	Vehicles & machinery	Furniture fittings and equipment	Total
GROUP - Cost				
Balance at 1 January 2005	60.380.555	39.894.673	7.726.172	108.001.400
Adjustments	134.884	67.619	13.503	216.006
Additions	1.221.978	3.065.759	850.914	5.138.651
Disposals/ Write-offs (Note 28)	(3.792.350)	(2.002.861)	(430.779)	(6.225.990)
Impairment	(2.490.638)	(3.019.670)	(16.474)	(5.526.782)
Balance at 31 December 2005	55.454.430	38.005.520	8.143.335	101.603.285
Accumulated depreciation				
Balance at 1 January 2005	(9.774.265)	(31.017.621)	(6.363.880)	(47.155.765)
Adjustments	(1.526)	394.745	78.134	471.353
Depreciation charge	(1.245.441)	(3.007.800)	(619.065)	(4.872.306)
Disposals/ Write-offs (Note 28)	1.218.110	1.715.821	377.984	3.311.915
Impairment	998.010	2.461.083	-	3.459.093
Balance at 31 December 2005	(8.805.112)	(29.453.772)	(6.526.826)	(44.785.710)
Net book value at 31 December 2005	46.649.318	8.551.748	1.616.509	56.817.575
COMPANY - Cost				
Balance at 1 January 2005	40.285.988	24.439.417	4.710.570	69.435.975
Additions	236.858	1.451.648	445.613	2.134.119
Disposals/ Write-offs (Note 28)	(1.383.781)	(1.259.069)	(153.565)	(2.796.415)
Balance at 31 December 2005	39.139.065	24.631.996	5.002.618	68.773.679
Accumulated depreciation				
Balance at 1 January 2005	(5.649.601)	(19.522.287)	(3.970.082)	(29.141.970)
Depreciation charge	(757.877)	(1.459.634)	(303.480)	(2.520.991)
Disposals/ Write-offs (Note 28)	350.448	1.066.462	103.803	1.520.713
Balance at 31 December 2005	(6.057.030)	(19.915.459)	(4.169.759)	(30.142.248)
Net book value at 31 December 2005	33.082.035	4.716.537	832.859	38.631.431

The production unit of NIKAS SKOPJE LTD has been damaged by fire that occurred in March 2005 and the company has received from its insurance company a compensation amounting to Euro 4.200.000. The income recorded, is analysed as follows:

Compensation from insurance company for damaged PP&E and inventories	4.200.000
Less: Carrying value of damaged inventory	(591.714)
Income from insurance company for damaged property, plant and equipment	3.608.286
Less: Net book value of damaged PP&E	(2.067.689)
Net income from insurance company for damaged PP&E and inventories (refer to note 27)	1.540.597



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<i>Amounts in €</i>	Land & buildings	Vehicles & machinery	Furniture fittings and equipment	Total
GROUP - Cost				
Balance at 1 January 2004	63.312.065	38.986.343	7.357.355	109.655.763
Additions	1.920.816	1.534.765	412.676	3.868.257
Disposals/ Write-offs (Note 28)	(4.852.325)	(626.436)	(43.859)	(5.522.620)
Balance at 31 December 2004	60.380.555	39.894.673	7.726.172	108.001.400
Accumulated depreciation				
Balance at 1 January 2004	(8.649.186)	(28.007.944)	(5.629.704)	(42.286.834)
Depreciation charge	(1.191.102)	(3.509.502)	(756.301)	(5.456.906)
Disposals/ Write-offs (Note 28)	66.022	499.826	22.126	587.974
Balance at 31 December 2004	(9.774.266)	(31.017.621)	(6.363.880)	(47.155.766)
Net book value at 31 December 2004	50.606.290	8.877.052	1.362.292	60.845.634
COMPANY - Cost				
Balance at 1 January 2004	37.620.797	19.435.027	3.661.571	60.717.395
Merger Athens-Salonica	7.303.907	4.171.954	911.391	12.387.252
Additions	120.775	1.236.027	162.437	1.519.239
Disposals/ Write-offs (Note 28)	(4.759.490)	(403.591)	(24.829)	(5.187.910)
Balance at 31 December 2004	40.285.989	24.439.417	4.710.570	69.435.976
Accumulated depreciation				
Balance at 1 January 2004	(4.032.409)	(15.720.011)	(3.018.925)	(22.771.345)
Merger Athens-Salonica	(1.045.533)	(2.585.988)	(671.773)	(4.303.294)
Depreciation charge	(637.682)	(1.584.338)	(295.896)	(2.517.916)
Disposals/ Write-offs (Note 28)	66.022	368.050	16.512	450.584
Balance at 31 December 2004	(5.649.602)	(19.522.287)	(3.970.082)	(29.141.971)
Net book value at 31 December 2004	34.636.387	4.917.130	740.488	40.294.005

No mortgage commitment exists in the above fixed assets, except for fixed assets with net book value Euro 1.761.120 of a Group's subsidiary (ALLANTIKA MAKEDONIAS) that are mortgaged as collateral for a loan amounting to Euro 107.046 (refer to note 17).



8 Intangible assets

<i>Amounts in €</i>	Trademarks & licenses	Software	Total
GROUP - Cost			
Balance at 1 January 2005	1.947	264.272	266.219
Additions	-	113.285	113.285
Disposals/ write offs	-	(5.024)	(5.024)
Balance at 31 December 2005	1.947	372.533	374.480
Accumulated depreciation			
Balance at 1 January 2005	(1.168)	(199.713)	(200.881)
Adjustments	-	(5.120)	(5.120)
Depreciation charge	-	(9.767)	(9.767)
Disposals/ write offs	-	4.819	4.819
Balance at 31 December 2005	(1.168)	(209.781)	(210.949)
Net book value at 31 December 2005	779	162.752	163.531
COMPANY - Cost			
Balance at 1 January 2005	-	162.284	162.284
Additions	-	76.691	76.691
Balance at 31 December 2005	-	238.975	238.975
Accumulated depreciation			
Balance at 1 January 2005	-	(150.617)	(150.617)
Adjustments	-	(5.000)	(5.000)
Depreciation charge	-	(3.443)	(3.443)
Disposals/ write offs	-	-	-
Balance at 31 December 2005	-	(159.060)	(159.060)
Net book value at 31 December 2005	-	79.915	79.915



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<i>Amounts in €</i>	Trademarks & licenses	Software	Total
GROUP - Cost			
Balance at 1 January 2004	1.947	256.037	257.984
Additions	-	8.235	8.235
Balance at 31 December 2004	1.947	264.272	266.219
Accumulated depreciation			
Balance at 1 January 2004	(779)	(190.164)	(190.943)
Depreciation charge	(389)	(26.471)	(26.861)
Disposals/ Write-offs	-	16.922	16.922
Balance at 31 December 2004	(1.168)	(199.713)	(200.881)
Net book value at 31 December 2004	779	64.559	65.337
COMPANY - Cost			
Balance at 1 January 2004	-	162.204	162.204
Additions	-	80	80
Balance at 31 December 2004	-	162.284	162.284
Accumulated depreciation			
Balance at 1 January 2004	-	(149.003)	(149.003)
Depreciation charge	-	(16.292)	(16.292)
Disposals/ Write-offs	-	14.678	14.678
Balance at 31 December 2004	-	(150.617)	(150.617)
Net book value at 31 December 2004	-	11.667	11.667



9 Investments in subsidiaries and associates

	31/12/2005	31/12/2004	31/12/2005	31/12/2004
<i>Amounts in €</i>	GROUP		COMPANY	
Beginning of year	8.366.184	9.220.621	13.022.835	20.100.601
Share of profit from associates	533.200	679.710	-	-
Additions	-	-	-	5.023.080
Disposals/write-offs	(31.248)	(1.534.147)	(31.247)	(1.534.147)
Merger Athens-Salonica	-	-	-	(10.566.699)
Reversal of impairment	779.132	-	1.000.000	-
End of year	9.647.268	8.366.184	13.991.588	13.022.835

The summarised financial information of principal subsidiaries and associates, all of which are unlisted, is as follows:

	31/12/2005	31/12/2004	31/12/2005	31/12/2004	31/12/2005	31/12/2004		31/12/2005	31/12/2004
Name	Cost		Impairment		Balance sheet value		Country of incorporation	% Interest held	
<i>Amounts in €</i>									
<i>i) subsidiaries</i>									
NIKAS SPARTI S.A	3.464.121	3.464.121	-	-	3.464.121	3.464.121	GREECE	100,00%	100,00%
NIKAS CRETE S.A	10.725	10.725	-	-	10.725	10.725	GREECE	96,55%	96,55%
PLATAION S.A	-	-	-	-	-	-	GREECE	75,00%	75,00%
DOMOKOS S.A	205.429	205.429	-	-	205.429	205.429	GREECE	70,00%	70,00%
ALLANTIKA MAKEDONIAS S.A	-	-	-	-	-	-	GREECE	55,00%	55,00%
P.G NIKAS GMBH	-	-	-	-	-	-	GERMANY	90,00%	90,00%
NIKAS SKOPJE L.T.D	-	-	-	-	-	-	SKOPJE	98,45%	98,45%
NIKAS BULGARIA S.A	5.514.444	5.514.444	-	-	5.514.444	5.514.444	BOULGARIA	100,00%	100,00%
NIKAS ROMANIA S.A	128.503	128.503	-	-	128.503	128.503	ROMANIA	96,50%	96,50%
NIKAS USA INC	1.700.000	1.700.000	700.000	1.700.000	1.000.000	-	U.S.A	100,00%	100,00%
Total	11.023.222	11.023.222			10.323.222	9.323.222			
<i>ii) associates</i>									
HELLENIC GYROS S.A	956.701	987.948	-	-	956.701	987.948	GREECE	40,89%	42,22%
ALLANTIKA GRIGORIOU LTD	1.218.724	1.218.724	-	-	1.218.724	1.218.724	CYPRUS	35,98%	35,98%
GRIGORIOU BE LTD	1.492.941	1.492.941	-	-	1.492.941	1.492.941	CYPRUS	35,98%	35,98%
Total	3.668.366	3.699.613			3.668.366	3.699.613			
Total	14.691.588	14.722.835			13.991.588	13.022.835			

In addition, the Company participates -through its subsidiary NIKAS SPARTI S.A- to the following companies:

Name	Cost	Impairment	Balance sheet value	Country of incorporation	% Interest held
PELOPONISSOS S.A	384.840	-	384.840	GREECE	96,98%
NIKAS ROMANIA S.A	4.674	-	4.674	ROMANIA	3,50%
	389.514	-	389.514		

Summarised financial information for significant associates (according to IFRS):



Name	31/12/2005	31/12/2004	31/12/2005	31/12/2004	31/12/2005	31/12/2004	31/12/2005	31/12/2004
	Assets		Liabilities		Sales		Profit after tax	
HELLENIC GYROS S.A	6.866.374	6.000.338	3.050.291	2.326.864	3.855.522	3.411.471	132.912	460.676
ALLANTIKA GRIGORIOU LTD	16.087.536	14.757.577	8.184.671	7.773.146	-	-	2.062.346	1.838.208
GRIGORIOU BE LTD	18.545.118	17.350.722	6.892.125	6.058.468	19.973.808	21.746.687	2.783.037	3.542.338
	41.499.028	38.108.637	18.127.087	16.158.479	23.829.330	25.158.158	4.978.294	5.841.221

“ALLANTIKA GRIGORIOU LTD” does not have commercial activity. It participates with 70% to “GRIGORIOU BE LTD” and its revenues comprises of the dividends received from its subsidiary.

10 Available-for-sale financial assets

	31/12/2005	31/12/2004	31/12/2005	31/12/2004
Amounts in €	GROUP		COMPANY	
Opening balance	2.420.352	420.352	2.420.352	420.352
Additions / (disposals)	(2.420.352)	2.000.000	(2.420.352)	2.000.000
Closing balance	-	2.420.352	-	2.420.352
Non current portion	-	-	-	-
Current portion	-	2.420.352	-	2.420.352
	-	2.420.352	-	2.420.352

Available-for-sale financial assets include the following::

	31/12/2005	31/12/2004	31/12/2005	31/12/2004
Amounts in €	GROUP		COMPANY	
Unlisted securities:				
Equity securities – Greece	-	420.352	-	420.352
Mutual Funds	-	2.000.000	-	2.000.000
	-	2.420.352	-	2.420.352

The fair value of non-listed shares is determined with the use of valuation techniques and assumptions based on market terms at the balance sheet date. The fair value of listed shares is determined by the published bid prices at the balance sheet date.

11 Discontinued operations

Amount of Euro 1.972.975 relates to assets of the subsidiary “FRESKO S.A” and has been presented as “assets from discontinued operations” following the approval of the Group’s management to discontinue operations of the company and sell the assets. The transaction has been completed within 2005. These assets have been stated at the lower of cost and net realisable value. An analysis of the result of discontinued operations as at 31 December 2004, is as follows:



Sales	10.043.468
Cost of sales	(9.742.470)
Gross profit	300.998
Expenses	(1.229.403)
Loss from discontinued operations before tax	(928.404)
Income tax expense	-
Loss from discontinued operations after tax	(928.404)

12 Inventories

	31/12/2005	31/12/2004	31/12/2005	31/12/2004
<i>Amounts in €</i>	GROUP		COMPANY	
Raw materials	3.994.945	4.148.197	2.046.196	2.086.765
Finished goods	2.779.046	2.253.542	1.202.423	1.399.178
Others	2.448.578	2.667.566	1.700.357	1.883.459
Total	9.222.569	9.069.305	4.948.976	5.369.402
Less: Provision for obsolete, slow-moving and damaged inventories				
Raw materials	-	82.571	-	-
Finished goods	-	26.000	-	-
	-	108.571	-	-
Net realisable value	9.222.569	8.960.734	4.948.976	5.369.402

Cost of destroyed inventories of the Group for 2005 amounts to Euro 813.533. The respective amount for the Company is Euro 644.650.



13 Trade and other receivables

<i>Amounts in €</i>	31/12/2005	31/12/2004	31/12/2005	31/12/2004
	GROUP		COMPANY	
Trade receivables	47.219.593	49.364.941	33.227.199	33.846.309
Less: Provision for impairment of receivables	(6.107.844)	(7.060.485)	(2.630.203)	(4.675.991)
Trade receivables – net	41.111.749	42.304.457	30.596.996	29.170.318
Prepayments	106.147	385.924	13.912	178.746
Receivables from related parties (Note 31)	-	282.305	5.519.517	5.665.741
Loans to related parties (Note 31)	707.540	707.540	707.540	707.540
Public Sector	318.181	748.724	272.494	706.628
Income tax advance	1.374.008	1.798.416	1.258.546	1.682.950
Others	1.408.334	272.536	307.541	326.836
Total	45.025.959	46.499.902	38.676.546	38.438.759
Non-current assets	725.660	735.161	1.207.540	1.207.540
Current assets	42.926.291	43.966.325	36.210.460	35.548.269
Income tax advance	1.374.008	1.798.416	1.258.546	1.682.950
	45.025.959	46.499.902	38.676.546	38.438.759

Movement in provision for bad debts for 2005, is as follows:

	GROUP	COMPANY
Balance at 1 January 2005		
Reversal of provision	7.060.485	4.675.991
Write-offs	(83.641)	(1.447.231)
Balance at 31 December 2005	(868.999)	(598.556)
	6.107.844	2.630.203

There is no concentration of credit risk with respect to trade receivables, as the Group has a large number of customers.

14 Cash and cash equivalents

<i>Amounts in €</i>	31/12/2005	31/12/2004	31/12/2005	31/12/2004
	GROUP		COMPANY	
Cash at bank and in hand	438.260	2.287.650	349.109	1.776.896
Short-term bank deposits	3.586.109	1.602.427	2.948.510	-
Total	4.024.369	3.890.077	3.297.619	1.776.896

The effective interest rate on short-term bank deposits was 1,25%.

The above are the cash and cash equivalents used in the cash flow statement.



15 Share capital

<i>Amounts in €</i>	Number of shares	Ordinary shares	Reserves above par	Treasury shares	Total
1 January 2005	20.231.328	18.208.195	-	-	18.208.195
Share capital increase	-	-	-	-	-
Share capital decrease	-	-	-	-	-
Treasury shares sold	-	-	-	-	-
31 December 2005	20.231.328	18.208.195	-	-	18.208.195

<i>Ποσά σε Ευρώ</i>	Number of shares	Ordinary shares	Reserves above par	Treasury shares	Total
1 January 2004	20.231.328	24.277.593	23.847.222	(2.504.013)	45.620.802
Share capital increase	-	36.416.391	(23.847.222)	-	12.569.169
Share capital decrease	-	(42.485.789)	-	-	(42.485.789)
Treasury shares sold	-	-	-	2.504.013	2.504.013
31 December 2004	20.231.328	18.208.195	-	-	18.208.195

The total authorised number of ordinary shares is 20.231.328 with par value of € 0,90 per share. All issued shares are fully paid.

16 Fair value and other reserves

<i>Amounts in €</i>	Legal reserve	Extraordinary reserves	Special reserves	Tax free reserves	Total
GROUP					
Balance at 1 January 2005	3.530.816	87.316	659.728	6.206.543	10.484.403
Treasury shares sold	-	-	-	-	-
Mergers /Acquisitions	-	-	-	-	-
Share capital increase	-	-	-	-	-
Reserves formed	110.903	-	-	-	110.903
Balance at 31 December 2005	3.641.719	87.316	659.728	6.206.543	10.595.306
COMPANY					
Balance at 1 January 2005	3.294.112	33.053	-	5.780.285	9.107.450
Treasury shares sold	-	-	-	-	-
Share capital increase	-	-	-	-	-
Reserves formed	110.903	-	-	-	110.903
Balance at 31 December 2005	3.405.015	33.053	-	5.780.285	9.218.353



<i>Amounts in €</i>	Legal reserve	Extraordinary reserves	Special reserves	Tax free reserves	Total
GROUP					
Balance at 1 January 2004	2.977.916	562.318	4.524.467	8.848.946	16.913.647
Treasury shares sold	-	-	-	2.331.195	2.331.195
Mergers /Acquisitions	-	-	-	66.017	66.017
Share capital increase	-	(475.002)	(3.864.739)	(5.056.942)	(9.396.683)
Reserves formed	552.900	-	-	17.327	570.227
Balance at 31 December 2004	3.530.816	87.316	659.728	6.206.543	10.484.403
COMPANY					
Balance at 1 January 2004	2.568.919	475.002	3.864.739	6.740.041	13.648.701
Treasury shares sold	-	-	-	2.331.195	2.331.195
Merger Athens-Salonica	273.893	33.053	-	1.765.991	2.072.937
Share capital increase	-	(475.002)	(3.864.739)	(5.056.942)	(9.396.683)
Reserves formed	451.300	-	-	-	451.300
Balance at 31 December 2004	3.294.112	33.053	-	5.780.285	9.107.450

17 Borrowings

<i>Amounts in €</i>	31/12/2005	31/12/2004	31/12/2005	31/12/2004
	GROUP		COMPANY	
Non-current borrowings				
Bank borrowings	56.090	131.990	-	-
Bond	34.000.000	37.000.000	34.000.000	37.000.000
Total non-current borrowings	34.056.090	37.131.990	34.000.000	37.000.000
Current borrowings				
Bank borrowings	20.891.327	25.360.991	-	-
Bond	3.000.000	3.000.000	3.000.000	3.000.000
Total current borrowings	23.891.327	28.360.991	3.000.000	3.000.000
Total borrowings	57.947.417	65.492.981	37.000.000	40.000.000

Long term borrowings of Euro 107.046 are secured over the land and buildings of a Group's subsidiary (ALLANTIKA MAKEDONIAS) at an amount of Euro 1.761.120 (refer to note 7).

The maturity of non-current borrowings is as follows:

<i>Amounts in €</i>	31/12/2005	31/12/2004	31/12/2005	31/12/2004
	GROUP		COMPANY	
Between 1 and 2 years	3.056.090	3.131.990	3.000.000	3.000.000
Between 2 and 5 years	31.000.000	34.000.000	31.000.000	34.000.000
	34.056.090	37.131.990	34.000.000	37.000.000



The Group has raised all of its borrowings at floating rates. The effective floating interest rates for total of borrowings at the balance sheet date were as follows:

	31/12/2005	31/12/2004	31/12/2005	31/12/2004
	GROUP		COMPANY	
	%	%	%	%
Bank borrowings (current)	3,90%	3,65%	-	-
Bank borrowings (non-current)	4,25%	4,00%	-	-
Bond	3,65%	3,40%	3,65%	3,40%

The carrying amounts of short-term borrowings approximate their fair value. The carrying amounts of short-term borrowings reflect borrowings in Euro, except for the amount of Euro 2.000.000 at 31 December 2005 and 2004-of the subsidiary NIKAS BULGARIA S.A- for which the liability is in BGN (LEVA 3.912.000).

The Group has adequate credit limits in order to cover foreseeable borrowings.

18 Deferred income tax

Deferred income tax assets and liabilities are offset when there is a legally enforceable right to offset current tax assets against current liabilities and when the deferred income taxes relate to the same fiscal authority. The offset amounts are as follows:

	31/12/2005	31/12/2004	31/12/2005	31/12/2004
<i>Amounts in €</i>	GROUP		COMPANY	
Deferred tax assets:	(2.169.040)	(1.707.596)	(868.762)	(830.652)
Deferred tax liabilities:	5.969.280	5.372.317	4.996.220	4.508.422
	3.800.240	3.664.721	4.127.458	3.677.770

The majority of deferred tax assets are recoverable after more than 12 months.

The gross movement on the deferred income tax account is as follows:

	31/12/2005	31/12/2004	31/12/2005	31/12/2004
<i>Amounts in €</i>	GROUP		COMPANY	
Opening balance	3.664.721	5.748.413	3.677.770	5.508.960
Income statement charge (Note 26)	135.519	(1.061.213)	449.688	(808.711)
Tax charged to equity	-	(1.022.479)	-	(1.022.479)
Closing balance	3.800.240	3.664.721	4.127.458	3.677.770

The movement in deferred tax assets and liabilities during the year, without taking into consideration the offsetting of balances within the same tax jurisdictions, is as follows:



Deferred tax liabilities:

GROUP (Amounts in €)	Inventories	Assets	Fair value gains	Provisions	Other	Total
At 1 January 2005	6.250	5.321.243	-	44.824	-	5.372.317
Charged/(credited) to income statement	89.334	391.978	-	836	114.815	596.963
At 31 December 2005	95.584	5.713.221	-	45.660	114.815	5.969.280

COMPANY (Amounts in €)	Inventories	Assets	Fair value gains	Provisions	Other	Total
At 1 January 2005	-	4.507.181	-	1.241	-	4.508.422
Charged/(credited) to income statement	89.334	367.990	-	-	30.474	487.798
At 31 December 2005	89.334	4.875.171	-	1.241	30.474	4.996.220

Deferred tax assets:

GROUP (Amounts in €)	Inventories	Assets	Fair value gains	Provisions	Other	Total
At 1 January 2005	(115.317)	(352.203)	(55.765)	(524.254)	(660.057)	(1.707.596)
Charged/(credited) to income statement	-	(26.125)	-	(21.850)	(413.469)	(461.444)
At 31 December 2005	(115.317)	(378.328)	(55.765)	(546.104)	(1.073.526)	(2.169.040)

COMPANY (Amounts in €)	Inventories	Assets	Fair value gains	Provisions	Other	Total
At 1 January 2005	(91.216)	(191.838)	(55.765)	(407.991)	(83.842)	(830.652)
Charged/(credited) to income statement	-	(19.053)	-	(19.057)	-	(38.110)
At 31 December 2005	(91.216)	(210.891)	(55.765)	(427.048)	(83.842)	(868.762)

GROUP (Amounts in €)	Inventories	Assets	Fair value gains	Provisions	Other	Total
At 1 January 2004	-	7.105.776	-	48.023	-	7.153.799
Charged/(credited) to income statement	6.250	(762.054)	-	(3.199)	-	(759.003)
Charged to equity	-	(1.022.479)	-	-	-	(1.022.479)
At 31 December 2004	6.250	5.321.243	-	44.824	-	5.372.317

COMPANY (Amounts in €)	Inventories	Assets	Fair value gains	Provisions	Other	Total
At 1 January 2004	-	6.027.878	-	33.003	-	6.060.881
Charged/(credited) to income statement	-	(498.218)	-	(31.762)	-	(529.980)
Charged to equity	-	(1.022.479)	-	-	-	(1.022.479)
At 31 December 2004	-	4.507.181	-	1.241	-	4.508.422

Deferred tax assets:

GROUP (Amounts in €)	Inventories	Assets	Fair value gains	Provisions	Other	Total
At 1 January 2004	(33.741)	(228.404)	-	(659.257)	(483.984)	(1.405.386)
Charged/(credited) to income statement	(81.576)	(123.799)	(55.765)	135.003	(176.073)	(302.210)
At 31 December 2004	(115.317)	(352.203)	(55.765)	(524.254)	(660.057)	(1.707.596)

COMPANY (Amounts in €)	Inventories	Assets	Fair value gains	Provisions	Other	Total
At 1 January 2004	-	(54.189)	-	(455.855)	(41.877)	(551.921)
Charged/(credited) to income statement	(91.216)	(137.649)	(55.765)	47.864	(41.965)	(278.731)
At 31 December 2004	(91.216)	(191.838)	(55.765)	(407.991)	(83.842)	(830.652)

Deferred tax credited to equity during 2004 amounts to Euro 1.022.479



19 Retirement benefit obligations

<i>Amounts in €</i>	31/12/2005	31/12/2004	31/12/2005	31/12/2004
	GROUP		COMPANY	
Balance sheet obligations for:				
Pension benefits	791.558	689.943	594.449	518.216
Total	791.558	689.943	594.449	518.216
Income statement charge for:				
Pension benefits	105.280	71.426	76.233	45.840
Total	105.280	71.426	76.233	45.840

(a) Pension benefits

The amounts recognised in the balance sheet are determined as follows:

<i>Amounts in €</i>	31/12/2005	31/12/2004	31/12/2005	31/12/2004
	GROUP		COMPANY	
Present value of funded obligations	781.902	864.732	586.004	662.500
Unrecognised actuarial gains/ (losses)	9.656	(174.789)	8.445	(144.284)
Liability in the balance sheet	791.558	689.943	594.449	518.216

The above-mentioned liabilities are long term liabilities and the majority of them are expected to be paid after 12 months.

The amounts recognised in the income statement are as follows:

<i>Amounts in €</i>	31/12/2005	31/12/2004	31/12/2005	31/12/2004
	GROUP		COMPANY	
Current service cost	71.775	51.302	51.709	32.711
Interest cost	23.849	20.124	16.079	13.129
Unrecognised actuarial (gains)/ losses	9.656	-	8.445	-
Total	105.280	71.426	76.233	45.840

The movement in the liability recognised in the balance sheet is as follows:

<i>Amounts in €</i>	31/12/2005	31/12/2004	31/12/2005	31/12/2004
	GROUP		COMPANY	
Opening balance	689.943	689.582	518.216	533.185
Total expense - charged in the income statement	105.280	71.426	76.233	45.840
Contributions paid	(3.665)	(71.065)	-	(60.809)
Closing balance	791.558	689.943	594.449	518.216

The principal annual actuarial assumptions used are as follows:



	31/12/2005	31/12/2004	31/12/2005	31/12/2004
	GROUP		COMPANY	
Discount rate	3,90%	3,90%	3,90%	3,90%
Future salary increases	3,00%	3,00%	3,00%	3,00%

(b) Post-employment medical benefits

The Group does not operate any post-employment medical benefit scheme.

20 Grants

<i>Amounts in €</i>	31/12/2005	31/12/2004	31/12/2005	31/12/2004
	GROUP		COMPANY	
Opening balance	1.775.692	1.268.212	1.334.186	655.775
Additions	-	1.123.381	-	1.123.381
Transferred to profit and loss statement	(338.247)	(615.901)	(221.481)	(444.970)
Closing balance	1.437.445	1.775.692	1.112.705	1.334.186

Grants have been received in respect of investments in property, plant and equipment such as buildings and machineries. The additions during 2004 have been made based on Law 2157 and relate to investments in buildings improvements and machinery equipment.

21 Trade and other payables

<i>Amounts in €</i>	31/12/2005	31/12/2004	31/12/2005	31/12/2004
	GROUP		COMPANY	
Trade payables	25.376.623	24.738.630	17.545.718	16.050.325
Amounts due to related parties (Note 31)	-	70.654	161.629	171.023
Accrued expenses	98.981	472.157	83.049	456.932
Social security and other taxes	696.227	699.672	519.379	453.877
Other payables	749.333	1.399.848	435.158	861.478
Total	26.921.164	27.380.961	18.744.933	17.993.635



22 Provisions

<i>Amounts in €</i>	Provision for quarantees	Other provisions	Total
GROUP			
1 January 2005	150.000	23.944	173.944
Used during the year		(15.809)	(15.809)
31 December 2005	150.000	8.135	158.135
COMPANY			
1 January 2005	150.000	7.192	157.192
Used during the year	-	(7.192)	(7.192)
31 December 2005	150.000	-	150.000

<i>Amounts in €</i>	Provision for quarantees	Other provisions	Total
GROUP			
1 January 2004	150.000	995.637	1.145.637
Additional provisions	-	7.192	7.192
Used during the year		(978.885)	(978.885)
31 December 2004	150.000	23.944	173.944
COMPANY			
1 January 2004	150.000	631.996	781.996
Additional provisions	-	7.192	7.192
Used during the year	-	(631.996)	(631.996)
31 December 2004	150.000	7.192	157.192

The amount of Euro 150.000 relates to a bank guarantee in favour of a subsidiary, the shares of which have been sold in 2003.

The Company and the most significant subsidiaries which are included in the consolidation have been audited by the tax authorities until 2003. "NIKAS CRETE S.A" and "ALLANTIKA MAKEDONIAS S.A" have been audited by the tax authorities until 2001. As described in note 4, according to existing tax law in Greece, tax liabilities of a company are final only after a tax audit has been carried out by the tax authorities



23 Expenses by nature

<i>Amounts in €</i>	<i>Notes</i>	31/12/2005	31/12/2004	31/12/2005	31/12/2004
		GROUP		COMPANY	
Employee benefit expenses	24	14.611.138	11.923.258	10.699.157	7.370.575
Inventory cost for current period sales		63.253.304	58.748.419	50.425.618	39.587.964
Depreciation of property, plant & equipment and amortisation of intangible assets	7, 8	4.882.073	5.483.767	2.524.434	2.534.209
Third parties' expenses		4.932.754	4.855.808	3.117.756	2.995.525
Tax expenses		284.163	586.435	158.868	383.314
Advertising costs		8.344.341	4.376.539	7.649.237	4.248.866
Other expenses		2.374.416	3.477.240	1.199.571	2.085.020
Total		98.682.189	89.451.466	75.774.641	59.205.473
Classified as follows:					
Administration expenses		6.142.697	6.146.581	4.404.377	4.125.489
Selling and marketing costs		17.075.112	13.903.842	13.016.132	9.499.012
Cost of sales		75.464.380	69.401.043	58.354.132	45.580.972
Total		98.682.189	89.451.466	75.774.641	59.205.473

Depreciation of tangible assets and amortisation of intangible assets have been classified in expenses as follows:

	31/12/2005	31/12/2004	31/12/2005	31/12/2004
	GROUP		COMPANY	
Administration expenses	401.502	348.205	186.476	185.937
Selling and marketing costs	941.179	1.147.168	578.667	552.836
Cost of sales	3.539.392	3.988.394	1.759.291	1.795.436
Total	4.882.073	5.483.767	2.524.434	2.534.209

24 Employee benefit expense

<i>Amounts in €</i>	31/12/2005	31/12/2004	31/12/2005	31/12/2004
	GROUP		COMPANY	
Wages and salaries	11.151.188	9.073.278	8.199.997	5.639.435
Social security costs	2.958.706	2.562.099	2.091.377	1.520.011
Termination costs	258.578	78.783	221.424	53.825
Other	242.666	209.098	186.359	157.304
Total	14.611.138	11.923.258	10.699.157	7.370.575



25 Finance income/(cost) - net

<i>Amounts in €</i>	31/12/2005	31/12/2004	31/12/2005	31/12/2004
	GROUP		COMPANY	
Interest expense				
-Bank borrowings	1.769.348	1.759.580	1.340.883	890.207
-Bond and other bank charges	407.111	764.819	40.243	694.869
	<u>2.176.459</u>	<u>2.524.399</u>	<u>1.381.126</u>	<u>1.585.076</u>
Interest income	(70.341)	(62.923)	(61.163)	(41.283)
Total	<u>2.106.118</u>	<u>2.461.476</u>	<u>1.319.963</u>	<u>1.543.793</u>

26 Income tax expense

<i>Amounts in €</i>	31/12/2005	31/12/2004	31/12/2005	31/12/2004
	GROUP		COMPANY	
Income tax	980.175	3.565.110	942.775	3.114.583
Other taxes	77.090	262.169	40.000	200.000
Deferred tax (Note 18)	135.518	(1.061.213)	449.688	(808.711)
Total	<u>1.192.783</u>	<u>2.766.066</u>	<u>1.432.463</u>	<u>2.505.872</u>

Reconciliation of income tax between Greek GAAP and IFRS is as follows:

	31/12/2005	31/12/2004	31/12/2005	31/12/2004
	GROUP		COMPANY	
Profit before tax	9.200.650	11.673.418	9.226.253	11.731.822
Tax rate	27%	30%	27%	30%
Tax at the applicable tax rate under local (Greek) GAAP	2.484.176	3.502.025	2.491.088	3.519.547
<i>Tax differences due to:</i>				
Restatement of accounts according to IFRS (Note 5.2.4)	(1.663.576)	571.093	(1.663.576)	623.308
Expenses not deductible for tax purposes				
Expenses of prior years and unrecognised provisions	284.308	244.157	284.308	120.859
Tax free income	(180.941)	(1.163.942)	(180.941)	(1.158.182)
Profit and losses of subsidiaries not subject to tax	397.052	438.350	-	-
Gains from associates	(143.963)	(186.488)	-	-
Tax calculated at domestic tax rates applicable to profits of the respective subsidiaries	(208.777)	132.168	-	-
Other	11.896	27.746	11.896	9.051
Total tax differences	<u>(1.504.001)</u>	<u>63.085</u>	<u>(1.548.312)</u>	<u>(404.964)</u>
Income tax expense under IFRS	<u>980.175</u>	<u>3.565.110</u>	<u>942.776</u>	<u>3.114.583</u>

Tax rate for 2004 is 30% which analyses to 35% based on the law and 30% due to absorption of "SALONICA S.A". For 2005, tax rate is 27% which analyses to 32% and 27% respectively.



27 Other operating income - loss (net)

<i>Amounts in €</i>	31/12/2005	31/12/2004	31/12/2005	31/12/2004
	GROUP		COMPANY	
Income from investments	1.250.840	1.581.692	717.642	1.557.986
Amortisation of government grants (Note 20)	338.247	615.901	221.480	443.256
Income from reversal of investment's impairment (Note 9)	779.132	-	1.000.000	-
Income from compensation received from insurance company for damaged PP&E and inventories	1.540.597	-	-	-
Other	493.309	718.858	344.682	518.285
Total	4.402.125	2.916.451	2.283.804	2.519.527

Reversal of impairment relates to participation to NIKAS USA INC, which is sold in 2006 at an amount equal to the carrying amount as at 31 December 2005.

28 Cash generated from operations

<i>Amounts in €</i>	Note	1/1 up to 31/12/2005	1/1 up to 31/12/2004	1/1 up to 31/12/2005	1/1 up to 31/12/2004
		GROUP		COMPANY	
Profit for the year (before income tax)		9.200.651	11.673.418	9.226.253	11.731.822
Adjustments for:					
Depreciation of property, plant and equipment	7	4.872.306	5.456.906	2.520.991	2.517.917
Depreciation of intangible assets	8	9.767	26.861	3.443	16.292
Profit / (loss) from sales of property, plant and equipment		(1.289.163)	(307.626)	(40.183)	(95.671)
Interest income	25	(70.340)	(62.923)	(61.163)	(41.283)
Interest expense	25	2.176.459	2.524.399	1.381.126	1.585.076
Income from investments	27	(1.250.840)	(1.581.692)	(717.642)	(1.557.986)
Amortisation of government grants	27	(338.247)	(615.901)	(221.481)	(444.970)
Increase/ (decrease) in provisions		(1.341.662)	(2.877.077)	(552.504)	(758.327)
Increase/ (decrease) in pension and other benefits		101.615	(164.191)	76.233	(14.969)
		12.070.546	14.072.174	11.615.073	12.937.901
Changes in working capital					
Decrease / (increase) in inventories		(261.835)	(882.017)	420.424	163.717
Decrease / (increase) in receivables		1.473.943	(6.342.426)	(237.787)	(5.353.917)
Increase / (decrease) in payables		(459.798)	7.877.349	751.299	6.727.986
		752.310	652.906	933.936	1.537.786
Net cash flows from operating activities		12.822.856	14.725.080	12.549.009	14.475.687

In the cash flow statement, proceeds from sale of property, plant and equipment comprise:

<i>Amounts in €</i>	1/1 up to 31/12/2005	1/1 up to 31/12/2004	1/1 up to 31/12/2005	1/1 up to 31/12/2004
	GROUP		COMPANY	
Net book amount	2.914.075	4.934.646	1.275.702	4.737.326
Profit / (Loss) on sale of property, plant and equipment	(251.434)	307.626	40.183	95.671
Proceeds from sales of property, plant and equipment	2.662.641	5.242.272	1.315.885	4.832.997



In consolidated 2005 amounts, in the proceeds from sale of property, plant and equipment, an amount of Euro 1.540.597 is included which relates to the compensation received from the insurance company for the damaged property, plant and equipment of NIKAS SKOPJE LTD production unit (refer to Note 7).

29 Commitments

Capital commitments

There are no significant capital commitments at the balance sheet that would have an impact on the financial statements of 2005.

Operating lease commitments

The Group does not lease any plant and machinery under operating lease agreements.

30 Contingencies

Ordinary course of business. No additional charges are anticipated from contingent liabilities. The Guarantees given by the Group in ordinary course of business are as follows:

Amounts in €

Payables

Guarantees given to suppliers

Bank guarantees in favour of subsidiaries

31 December 2005	31 December 2004
270.212	-
27.261.978	33.800.170
27.532.190	33.800.170

31 Related-party transactions

The following transactions were carried out with related parties:



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<i>Amounts in €</i>	31/12/2005	31/12/2004	31/12/2005	31/12/2004
	GROUP		COMPANY	
i) Sales of goods and services and other revenues				
Sales of goods	1.698.137	337.336	11.771.803	8.857.725
Sales of services	-	-	-	-
Other revenues	-	-	-	-
	1.698.137	337.336	11.771.803	8.857.725
ii) Purchase of goods and services and other expenses charged				
Purchases of goods	774.349	2.463.254	4.196.528	5.817.468
Purchases of services	-	-	-	-
Expenses	-	-	-	-
	774.349	2.463.254	4.196.528	5.817.468
iii) Key management compensation				
Salaries and other short-term employee benefits	1.098.313	789.218	1.098.313	789.218
Other long-term benefits	-	-	-	-
	1.098.313	789.218	1.098.313	789.218
iv) Year-end balances arising from sales/purchases of goods/services				
Receivables from related parties (Note 13)				
-Parent limited	-	-	7.193.193	5.678.094
-Associates	1.673.406	304.495	-	-
	1.673.406	304.495	7.193.193	5.678.094
Payables to related parties (Note 21)				
-Parent limited			191.269	564.836
-Associates	30.521	462.756	-	-
	30.521	462.756	191.269	564.836
v) Loans to related parties (Note 13)	707.540	707.540	707.540	707.540

Services from and to related parties and purchases and sales of goods are negotiated on the basis of the price lists in force with non-related parties.

32 Earnings per share

From continued operations

Basic and diluted

Basic and diluted earnings per share are calculated by dividing the profit attributable to equity holders of the Company with the weighted average number of ordinary shares during the period, excluding ordinary shares purchased by the Company and held as treasury shares (refer to Note 16).



<i>Amounts in €</i>	31/12/2005	31/12/2004	31/12/2005	31/12/2004
	GROUP		COMPANY	
Profit attributable to equity holders of the Company	8.094.850	8.264.420	7.793.790	9.225.950
Weighted average number of ordinary shares in issue	20.231.328	20.231.328	20.231.328	20.231.328
Basic earnings per share (€ per share)	0,400	0,408	0,385	0,456

33 Dividends per share

In the year 2004, a dividend of € 4.046 thousand (€ 0,20 per share) was distributed from the profits of 2003. The distribution of year 2004 dividend of € 4.855 thousand (€ 0,24 per share) that management declared and has been approved by the General Meeting of the Shareholders, has been paid in 2005. With the approval of the financial statements of 2005, the Company's Board of Directors declares a dividend from the profits of 2005 amounting to € 5.260 thousand (€ 0,26 per share). This amount has not been recognised as a liability to the shareholders of the company (according to IAS 10).

34 Events after the balance sheet date

The General Meeting of Shareholders at their meeting on 24 February 2006 decided –according to article 23a of Law 2190/1920- to sell the total number of shares of NIKAS USA INC (a 100% subsidiary) to its founder Mr P. Nikas for Euro 1.000.000. In addition, the company's management decided the absorption of the subsidiaries "SPARTI S.A" and "CRETE S.A".

Report of the auditors

(This is a translation of the original Greek audit report)

To the Shareholders of the “P. G. NIKAS A.V.E.E.”

We have audited the accompanying balance sheet of “P. G. NIKAS A.V.E.E.” (the “Company”) and the consolidated balance sheet of the Company and its subsidiaries (the “Group”) as of 31 December 2005 and the related statements of income, cash flows and changes in shareholders’ equity of the Company and the Group for the year ended 31 December 2005. These financial statements set out on pages 2 to 48 are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Greek Auditing Standards which conform with the International Standards on Auditing. 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 also assessed the consistency of the information included in the Directors’ Report with the financial statements. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the accompanying company and consolidated financial statements present fairly, in all material respects, the financial position of the Company and the Group as of 31 December 2005, and the results of their operations and their cash flows for the year then ended in accordance with International Financial Reporting Standards as adopted by the European Union and the information included in the Directors’ Report is consistent with the financial statements.

Athens, 16 March 2006
 THE CERTIFIED AUDITOR ACCOUNTANT

Audit firm
 PRICEWATERHOUSECOOPERS 

Constantinos Michalatos
 SOEL No 17701

7.

ANNEX

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7.3.CONSOLIDATED MANAGEMENT REPORT OF THE GROUP OF COMPANIES “P.G. NIKAS S.A.”

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7.5.INFORMATION AS PER ARTICLE 10 OF LAW 3401/2005

7.6.ANNUAL FINANCIAL STATEMENTS, AUDIT REPORTS & BOD REPORTS OF THE COMPANIES INCLUDED IN THE CONSOLIDATED FINANCIAL STATEMENTS OF “P.G. NIKAS S.A.”



SUMMARY ANNUAL CONSOLIDATED AND COMPANY DATA AND INFORMATION

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7.2.

REPORT OF THE BOARD OF DIRECTORS OF “P.G. NIKAS S.A.”

**REPORT OF THE BOARD OF DIRECTORS
FOR THE 34TH FINANCIAL YEAR ENDED 31/12/2005
FOR THE ORDINARY SHAREHOLDERS MEETING OF THE COMPANY
“P.G. NIKAS S.A.”**

Dear shareholders,

The annual Ordinary Shareholders Meeting aims at presenting to its shareholders the actions of the Board of Directors for the year ended December 31, 2005.

Financial Statements

The financial statements for the years 2005 and 2004 have been prepared according to the International Financial Reporting Standards (I.F.R.S.).

Company turnover for 2005 amounted to Euro 84,037 th. (Euro 69,962 th. in the previous year) marking an increase of 20 % mainly arising from the cold cuts activity and the increase of sales to subsidiaries.

The gross profit margin stood at 30.5 % marking a decrease as compared to that of the previous year (34.8%) mainly due to the decrease in sales of turkey products.

Net Profit after tax for 2005 fell by 15.5 % at Euro 7,794 th. from Euro 9,226 th. in 2004.

Dividend policy

The management of the Company, following as in previous years a high dividend policy shall propose to the Shareholders Meeting a dividend for the year 2005 of Euro 5,260,145.28 i.e. Euro 0.26 per share (Euro 0.24 in 2004).

Strategy

NIKAS's new strategy aims at increasing sales, profitability and cash flows, as well as developing its human resources.

More specifically:

- expansion of the market and increase of the market share in the category of processed meat with the introduction of new products.
- development in the categories of ready to eat food (pizza, etc.).
- development in new markets of the Balkans.
- preservation of profitability.
- increase in net cash flows.

Analysis of Company facilities and real estate properties as of 31/12/2005:

- 1) Plot on the Athens-Lamia National Road, in Agios Stefanos, Attica of 58,565 m² and acquisition cost Euro 20,788,000, as formed after the readjustment of its value based on the valuation from independent Auditors according to IFRS.

An industrial site and the company's offices covering a total area of 10,345 m² have been constructed on the above plot. The construction cost of the buildings and other facilities plus any costs of improvements according to IFRS amounts to Euro 12,087,000.04. On the acquisition cost of the abovementioned buildings depreciation as of 31/12/2005, amounts to Euro 4,941,393.53.

- 2) Plot on the 15th km. of the Thessaloniki – Polygyros National Road, Thermi N. Thessaloniki of 5,650 m² and acquisition cost of Euro 904,000 as formed after the readjustment of its value based on the valuation from independent Auditors according to IFRS.

An industrial site and company offices of a total area of 5,653 m² have been constructed on the above plot. The construction cost of the buildings and other facilities plus any costs of improvements according to IFRS amounts to Euro 4,340,010.31. On the acquisition cost of the abovementioned buildings depreciation as of 31/12/2005 amounts to Euro 999,972.55.

- 3) A plot of a total area of 6,925 m² in the Municipal Department of the Municipality of Passaron, Prefecture of Ioannina (Industrial area of Ioannina O.T. 13) and of acquisition cost of Euro 125,000 as formed after the readjustment of its value based on the valuation from independent Auditors according to IFRS.

An industrial site and company offices of a total area of 1,290 m² have been constructed on the above plot. The construction cost of the buildings and other facilities plus any costs of improvements according to IFRS amounts to Euro 834,106.83. On the acquisition cost of the abovementioned buildings depreciation as of 31/12/2005 amounts to Euro 115,663.50.

- 4) Plot in Loutraki, Korinthia of 454 m² and acquisition cost of Euro 53,904.36 as formed after the readjustment of its value based on the valuation from independent Auditors according to IFRS.

- 5) Plot of 4,000.07 m² in the location Xerolithia, Heraklion, Crete of acquisition cost Euro 7,043.26 as formed after the readjustment of its value based on the valuation from independent Auditors according to IFRS.

No pledges exist against the abovementioned real estate properties as well as all the fixed assets of the Company.

Securities

As of 31/12/2005 the Company did not hold any other shares except for the shares of its associates.

Within the year 2005 the company sold 250,000 shares of DIOLKOS Closed End Fund for the price of € 464,204 the valuation of which at the company's books amounted to € 420,000.

Sale of company assets and purchase of shares of a subsidiary

The Ordinary Shareholders Meeting as of 24/2/2006 decided and approved unanimously according to article 23a of Cod. Law 2190/1920, the BoD's proposal for sale and transfer of the total number of shares of the subsidiary by 100% NIKAS USA INC to its founder Mr. Panagiotis Nikas for the price of one million euro (1,000,000 €).

Moreover, The Ordinary Shareholders Meeting as of 24/2/2006 decided and approved unanimously according to article 23a of Cod. Law 2190/1920, the BoD's proposal for the purchase from Mr. Panagiotis Nikas and members of his family of the shares they held in the Company NIKAS CRETE S.A..

More specifically:

- i. The purchase by Mr. Panagiotis Nikas of 15,757 shares representing 1.33% of the share capital of NIKAS CRETE S.A. for € 0.385 per share, i.e. € 6,066.44.
- ii. The purchase by Ms. Alexandra Nika (wife of P. Nikas) of 13,078 shares, representing 1.02% of the share capital of NIKAS CRETE S.A. for € 0.385 per share, i.e. € 5,035.
- iii. The purchase by Mr. George Nikas of 12,087 shares, representing 1.10% of the share capital of NIKAS CRETE S.A. for € 0.385 per share, i.e. € 4,653.50.

Finally, please note that from the balance sheet date (31/12/2005) to date no other significant events have occurred which could have an impact on the course of the Company and its subsidiaries.

Agios Stefanos, March 8, 2006

President of the BoD

Vice President of the BoD & CEO

Minas Tanes

Dionisis Rorris

The Members:

Stelios Argyros

George Vlahos

Aggelos Plakopitas

Emmanouil Kotronakis

Michael Madianos

It is hereby certified that the above Report consisting of 4 pages is the one stated in the Auditor's Report I granted on March 16, 2006.

Athens, March 16, 2006

The Certified Auditor- Accountant

Pricewaterhouse Coopers S.A.
Audit firm



Constantinos Michalatos
SOEL No 17701



7.3.

CONSOLIDATED MANAGEMENT REPORT OF THE GROUP OF
COMPANIES "P.G. NIKAS S.A."

**NIKAS GROUP OF COMPANIES
CONSOLIDATED MANAGEMENT REPORT OF THE COMPANIES OF "P.G. NIKAS S.A."
FROM THE BOARD OF DIRECTORS OF THE PARENT COMPANY "P.G. NIKAS S.A." FOR
THE FINANCIAL YEAR 2005
(01/01/2005 TILL 31/12/2005) TO THE ORDINARY SHAREHOLDERS MEETING OF THE
COMPANY "P.G. NIKAS S.A."**

Dear Shareholders,

The annual Ordinary Shareholders Meeting aims at presenting to the Shareholders the actions of the Board of Directors for the year ended December 31, 2005.

Financial Statements

The consolidated financial statements for the years 2005 and 2004 have been prepared according to the International Financial Reporting Standards (I.F.R.S.).

Consolidated sales stood at € 105.6 mil. over € 100.7 mil. in 2004 marking an increase of 4.9%. The above increase in sales was mainly due to the launching of new products. Please note that within the second Half of 2005, there was a certain retention in sales, both due to the respective retention of total consumer expenditure on food, as well as due to consumers' reaction to the bird flu.

The above incidents mainly had an impact on products with high profit margin, causing a decrease in FY 2005 consolidated **gross profit** of 3.7%, standing at € 30.1 mil. over € 31.3 mil. in the respective period last year.

EBITDA stood at € 16.2 mil. over € 19.6 mil. in 2004 marking an increase of 17.5%. This is due to the significant increase in advertising and promotion expenses for the new products amounting to € 3.1 mil. ss compared to respective figures of 2004.

Earnings after tax amounted to € 8.1 mil. over € 8.0 mil. in 2004 remaining at the same levels as last year.



Balance sheet as of 31/12/2005

Fixed assets reduced by € 4 mil. as a result of

	€ th.
Investments	5,138
Impairment of Skopje	(1,631)
Depreciation	(4,872)
Sales of assets	(2,663)
Total	(4,028)

Inventories are increased by € 262 th. due to the meat market (quotas) in Bulgaria (€ 463 th.)

Receivables were reduced by € 1,040 th. The balance “Greek Government” regards income tax advance.

The assets available for sale of the year 2004 of € 1,972 mil. regarding the assets of FRESCO S.A. were sold for € 2,272 mil. in the financial year 2005.

Cash equivalents and securities were reduced by € 2,286 th. for repayment of loans.

Deferred tax liabilities mainly regard a provision of income tax for future sales of assets at higher prices than those mentioned in the tax books.

The trade and other creditors account was reduced by € 460 th., while the current tax liabilities are reduced from the income tax payment of the year 2004 and the reduced liabilities of the year 2005.

Short-term and long-term loans are reduced by € 7,546 th. and regard the repayment of the annual installment of a bond of € 3,000 th. and short term borrowings of € 4,470 th.

Dividend policy

The management of the Company shall propose to the Shareholders Meeting for the financial year 2005 the distribution of dividend of Euro 5,260,145.28 i.e. Euro 0.26 per share (Euro 0.24 in 2004).

Sale of company assets and purchase of shares of a subsidiary

The Ordinary Shareholders Meeting as of 24/2/2006 decided and approved unanimously according to article 23a of Cod. Law 2190/1920, the BoD’s proposal for sale and transfer of the total number of shares of the subsidiary by 100% NIKAS USA INC to its founder Mr.Panagiotis Nikas for the price of one million euro (1,000,000 €).



Moreover, The Ordinary Shareholders Meeting as of 24/2/2006 decided and approved unanimously according to article 23a of Cod. Law 2190/1920, the BoD's proposal for the purchase from Mr. Panagiotis Nikas and members of his family of the shares they held in the Company NIKAS CRETE S.A..

More specifically:

- i. The purchase by Mr. Panagiotis Nikas of 15,757 shares representing 1.33% of the share capital of NIKAS CRETE S.A. for € 0.385 per share, i.e. € 6,066.44.
- ii. The purchase by Ms. Alexandra Nika (wife of P. Nikas) of 13,078 shares, representing 1.02% of the share capital of NIKAS CRETE S.A. for € 0.385 per share, i.e. € 5,035.
- iii. The purchase by Mr. George Nikas of 12,087 shares, representing 1.10% of the share capital of NIKAS CRETE S.A. for € 0.385 per share, i.e. € 4,653.50.

Strategy

Given the existing juncture, as well as the dynamics acquired by the Company from the launching of new products, the management of P.G. NIKAS S.A. estimates that **within 2006** it shall achieve an organic increase in sales with a rate of over 10%, as well as an increase in profit after tax of 10%.

At the same time, the company's main goal remains the development in countries of the Balkans through acquisitions and mergers, the focus on the main object of activities, the reduction of steady expenses and the further improvement of cash flows.

Agios Stefanos, March 8, 2006

President of the BoD

Vice-President of the BoD & CEO

Minas Tanes

Dionisis Rorris

The Members:

Stelios Argyros

Emmanouil Kotronakis

George Vlahos

Michael Madianos

Aggelos Plakopitas

It is hereby certified that the above Report consisting of 4 pages is the one stated in the Auditor's Report I granted on March 16, 2006.

Athens, March 16, 2006
The Certified Auditor- Accountant

PricewaterhouseCoopers S.A.

Audit Firm

PRICEWATERHOUSECOOPERS

Constantinos Michalatos
SOEL No 17701



7.4.

REPORT OF TRANSACTIONS WITH AFFILIATED COMPANIES

**REPORT OF TRANSACTIONS
OF P.G. NIKAS S.A.
WITH ITS AFFILIATED COMPANIES
(Article 42e, par. 5 of Cod. Law 2190/1920)**

The present report aims at presenting the transactions performed between P.G. NIKAS S.A. and its affiliated companies as per article 42e, par. 5 of Cod. Law 2190/1920.

A. Intercompany transactions between P.G. NIKAS S.A. and the subsidiaries included in the consolidated financial statements through the full consolidation method for the year 2005 are presented in Annex I. The said transactions and the balances as of 31/12/2005 are eliminated upon consolidation.

B. Intercompany transactions between P.G. NIKAS S.A. and its subsidiaries and the rest of Group companies, which are consolidated through the net worth method or the acquisition price for the year 2005, are as follows:

INTERCOMPANY TRANSACTIONS BETWEEN P.G. NIKAS S.A. AND COMPANIES CONSOLIDATED AT ACQUISITION COST AND NET WORTH FOR THE FINANCIAL YEAR 2005 (amounts in Euro)		
COMPANY	PURCHASES FROM	SALES TO
HELLENIC GYROS S.A.	110,439.29	25,626.29
ALLANTIKA GRIGORIOU LTD	-	-
GRIGORIOU BE LTD	-	1,548,047.81
PELOPONISSOS S.A.	-	-
TOTAL	110,439.29	1,573,674.1



P.G. NIKAS S.A. RECEIVABLES AND LIABILITIES		
AS OF 31.12.2005 (Amounts in euro)		
COMPANY	RECEIVABLES FROM	LIABILITIES TO
HELLENIC GYROS S.A.	7,481.47	6,600.28
ALLANTIKA GRIGORIOU LTD	719,377.93	-
GRIGORIOU BE LTD	946,817.05	23,040.00
PELOPONISSOS S.A.	-	-
NIKAS USA INC.	-	-
TOTAL	1,673,676.45	29,640.28



GROUP INTERCOMPANY TRANSACTIONS

GROUP INTERCOMPANY TRANSACTIONS WITH COMPANIES CONSOLIDATED AT ACQUISITION COST AND NET WORTH IN THE FINANCIAL YEAR 2005 (Amounts in Euro)		
COMPANY	PURCHASES FROM	SALES TO
HELLENIC GYROS S.A.	774,349.23	150,088.87
ALLANTIKA GRIGORIOU LTD	-	-
GRIGORIOU BE LTD	-	1,548,047.81
PELOPONISSOS S.A.	-	-
TOTAL	774,349.23	1,698,136.68



GROUP RECEIVABLES AND LIABILITIES		
AS OF 31.12.2004 (Amounts in Euro)		
COMPANY	RECEIVABLES FROM	LIABILITIES TO
HELLENIC GYROS S.A.	7,210.81	7,481.47
ALLANTIKA GRIGORIOU LTD	719,377.93	0
GRIGORIOU BE LTD	946,817.05	23,040.00
PELOPONISSOS S.A.	0	0
NIKAS USA INC.	0	0
TOTAL	1,673,405.79	30,521.47

C. The Group's affiliated companies, as per article 42^e par. 5 of Cod. Law 2190/1920, to which participate Members of the Board of Directors and shareholders of the Company, which are not included in the above tables do not transact with P.G. NIKAS S.A. or its subsidiaries.



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ANNEX I

INTERCOMPANY RECEIVABLES/LIABILITIES 31/12/2005 OF GROUP SUBSIDIARIES

Amounts in Euro

RECEIVABLES

COMPANY	P.G. NIKAS S.A.	NIKAS SPARTI S.A.	NIKAS CRETE S.A.	PLATAION S.A.	FRESCO S.A.	ALLANTIKA MAKEDONIAS S.A.	DOMOKOS S.A.	NIKAS SCOPJ LTD
P.G. NIKAS S.A.		-	3,279,009.33	-	(250,486.15)	263,252.86	4,633.53	921,654.
NIKAS SPARTI	391,448.66				1,219,041.87	1,224.00		
NIKAS CRETE S.A.	-							
PLATAION S.A.	(115,119.18)	42.09					(60,889.83)	
FRESCO S.A.	-	-					1,764.77	
ALLANTIKA MAKEDONIAS	43,726.96	-						
DOMOKOS S.A.	(163,427.50)							
LTD	-							
SA	5,000.00							425,798.
TOTAL	161,628.94	42.09	3,279,009.33	-	968,555.72	264,476.86	(54,491.53)	1,347,452.

INTERCOMPANY SALES/PURCHASES 31/12/2005 OF GROUP SUBSIDIARIES

Amounts in Euro

SALES

COMPANY	P.G. NIKAS S.A.	NIKAS SPARTI S.A.	NIKAS CRETE S.A.	PLATAION S.A.	FRESCO S.A.	ALLANTIKA MAKEDONIAS S.A.	DOMOKOS S.A.	NIKAS SCOPJ LTD
P.G. NIKAS S.A.		3,275,403.74	4,096,576.96		-	2,116,337.70	3,752.80	91,219.
NIKAS SPARTI	2,542,892.56		15,039.47			7,947.90		
NIKAS CRETE S.A.	19,635.25					87.58		
PLATAION S.A.	153,925.96	28,590.55					174,079.54	
FRESCO S.A.	4,017.82						1,483.00	
ALLANTIKA MAKEDONIAS	471,851.22	20,507.81	46,015.78					
DOMOKOS S.A.	893,765.74							
LTD								
SA								620,321.
TOTAL	4,086,088.55	3,324,502.10	4,157,632.21	-	-	2,124,373.18	179,315.34	711,540.

Agios Stefanos, March 8, 2006

President of the BoD
Minas Tanes

Vice President of the BoD & CEO
Dionisis Rorris

The Members: Stelios Argyros
George Vlahos

Aggelos Plakopitals
Emmanouil Kotronakis
Michael Madianos



7.5.

INFORMATION AS PER ARTICLE 10 OF LAW 3401/2005

Within 2005, the company disclosed to the investing public the following information, which are available on the company's website www.nikas.gr:

Date	Information	Website
9 February 2005	Announcement for the distribution of the Information Bulletin	www.nikas.gr
26 February 2005	FY 2004 financial results	www.nikas.gr
1 March 2005	Disclosure for change in the composition of the higher executives team	www.nikas.gr
4 March 2005	Disclosure of ex dividend date/ dividend payment	www.nikas.gr
9 March 2005	Fire in NIKAS SKOPJE LTD	www.nikas.gr
31 March 2005	Q1 Financial Results	www.nikas.gr
5 April 2005	Response to a letter of the Athens Stock Exchange	www.nikas.gr
13 April 2005	Invitation to Ordinary Shareholders Meeting 2005	www.nikas.gr
26 April 2005	Announcement for the distribution of the Annual Report 2004	www.nikas.gr
12 May 2005	Dividend distribution and payment	www.nikas.gr
12 May 2005	Decisions of the Ordinary Shareholders Meeting	www.nikas.gr
25 May 2005	Event for journalists	www.nikas.gr
1 June 2005	Fire in GRIGORIOU BE LTD	www.nikas.gr
2 June 2005	Announcement to the Media	www.nikas.gr



3 June 2005	Response to a letter of the Athens Stock Exchange	www.nikas.gr
10 June 2005	Presentation to the Association of Members of the Athens Stock Exchange (SMEHA)	www.nikas.gr
15 June 2005	Response to a letter of the Athens Stock Exchange	www.nikas.gr
28 June 2005	Q1 2005 Financial Results	www.nikas.gr
15 July 2005	Response to a letter of the Hellenic Capital Market Commission – Comment on articles	www.nikas.gr
31 August 2005	Disclosure of change in the composition of the higher executives team	www.nikas.gr
29 September 2005	H1 2005 Financial Results	www.nikas.gr
6 October 2005	Disclosure of change in the composition of the higher executives team	www.nikas.gr
24 November 2005	Presentation of NIKAS to institutional investors in Frankfurt	www.nikas.gr
29 November 2005	9M 2005 Financial Results.	www.nikas.gr
5 December 2005	Reformation of the Controlling Committee of the Company	www.nikas.gr
30 December 2005	Disclosure of decisions for participation in merger procedures	www.nikas.gr



7.6.

**ANNUAL FINANCIAL STATEMENTS, AUDIT REPORTS & BOD
REPORTS OF THE COMPANIES INCLUDED IN THE
CONSOLIDATED FINANCIAL STATEMENTS OF “P.G. NIKAS S.A.”**

The annual financial statements, the audit reports and the reports of the Board of Directors of the companies included in the consolidated financial statements of “P.G. NIKAS S.A.” are available on the company’s website www.nikas.gr