



ANNUAL REPORT

2005



ANNUAL REPORT 2005

MESSAGE FROM THE CHAIRMAN	4
MESSAGE FROM THE CEO	5
I. INFORMATION REGARDING THE EDITING OF THE ANNUAL REPORT AND THE AUDITORS OF THE COMPANY	6
II. INFORMATION ABOUT THE COMPANY	8
1. General Information.....	9
2. Business Activities	10
3. Corporate Governance - Operational Regulations - Internal Audit	11
4. Organisational Structure and Chart	13
5. Human Resources	16
6. Social Contribution.....	18
7. Shareholders	20
8. Board of Directors - Management of Operations	20
9. Development of Share Capital	22
10. Prospects 2006.....	25
III. REVIEW OF COMPANY FINANCIAL DATA	26
1. Profits Per Share.....	27
2. Dividends and Dividend Policy	27
3. Development of the Share Price and the Volume of Shares Traded on the ASE	28
IV. PRESENTATION OF THE GROUP	31
1. Group Chart at 31.12.04.....	32
2. Subsidiary Companies.....	34
• DELTA DAIRY S.A.....	34
• DELTA ICE CREAM Group S.A.	42
• GENERAL FROZEN FOODS Group of Companies S.A.....	46
• GOODY'S Group of Companies S.A.	49
• VIGLA S.A.	52
3. Group Human Resources	53
4. Distribution of the Group's Social Product.....	56
5. The Group's Social Contribution	56
6. Participation in EC Programs	56

VI. APPENDIX	59
Balance Sheet data as of 31.3.2005	60
Balance Sheet data as of 30.6.2005	62
Balance Sheet data as of 30.9.2005	64
Annual Financial Statement 2005 - Transformation Balance Sheet.....	66
Financial statements for the period ending 31.12.2005 prepared in line with the IFRS.....	68
<i>Auditor's Report</i>	69
<i>Income statement for the period ended on 31.12.2005</i>	70
<i>Consolidated income statement for the period ended on 31.12.2005</i>	71
<i>Balance Sheet dated 31.12.2005</i>	72
<i>Consolidated statement of change in equity for the period ended on 31.12.2005</i>	73
<i>Statement of change in equity for the period ended on 31.12.2005</i>	74
<i>Consolidated statement of change in equity for the period ended on 31.12.2004</i>	75
<i>Statement of change in equity for the period ended on 31.12.2004</i>	76
<i>Cash flow statement for the period ended on 31.12.2005</i>	77
<i>Notes to the Financial Statements</i>	78
Annex I: Net result reconciliation tables: Greek accounting standards and IFRS	135
Annex II: DELTA HOLDING S.A. Subsidiaries and non-audited tax years per company	143
Management Report from the Board of Directors of DELTA HOLDING S.A.	146
Press Releases 2005	149

Message from the Chairman

2005 was the year which witnessed the completion of DELTA's development, a company established 50 years ago, with the emergence of the necessary conditions which will lead it to transform into one of the most important food companies in Europe.

Within a global economic system and a European Union of 25 states, the only choice left for DELTA to secure its survival and growth for the benefit of all individuals and groups associated with it was to create a new, powerful company which will reflect the needs and requirements of the modern market and the educated consumer. In other words, a company which would bring under one business umbrella powerful brand name products with a leading place in the market. A company which was reinforced as an economic operator bolstering its prospects for international growth. A company which can now be more ambitious both about its own prospects and its contribution to society overall.

From the start of the year we have taken the following major steps which are indicative of our progress:

- We increased the profits per share via two decisions, namely:
- We acquired all minority holdings, in other words Danone's holding in DELTA DAIRY S.A. and Philip Morris's holding in GENERAL FROZEN FOODS S.A.
- We sold off our minority holding in the international activities of Chipita International S.A.
- We also increased the added value we offer our shareholders by selling DELTA ICE CREAM S.A. to Nestlé.
- We increased our liquidity and share spread by converting preference shares to ordinary ones.
- We reduced financial costs by restructuring borrowing with a private placement of € 390 million in the USA and Europe.
- We improved our position in the milk market by purchasing Vlachas Milk from Nestlé and by introducing a series of new products almost all of which are aimed at all consumer groups.

These major moves allowed us to take two important decisions which complete the transformation of DELTA. Firstly, we decided on simplification of the Group's structure with DELTA HOLDING absorbing DELTA DAIRY S.A., GENERAL FROZEN FOODS S.A. and GOODY'S S.A. and all other subsidiaries. Secondly, DELTA HOLDING merged with Chipita International S.A. with the latter being absorbed by the former.

2006 sees us with a large Greek company –home to leading food brands and food market leader with a significant presence in Europe. This is a financially robust, people-, knowledge- and infrastructure-rich company with international experience, modern professional management and powerful corporate governance structures in place which has undertaken to continue to promote its positive contribution to the Greek economy and society.

With the aim of operating and developing a company which creates and manages brand name products that offer the consumer good health and safety, nutritional value and pleasure, we look forward to the years to come not simply with optimism but in the certainty that we will face the challenges of the times with absolute success and will offer our shareholders and all groups cooperating with us both personal and professional growth, satisfactory returns and the expected goodwill.

Dimitris Daskalopoulos

2005 has been a year of profound positive change for Delta Holding, yet within the steady context of its chosen strategy. Our people, suppliers and business partners should feel proud and confident about what they have done and achieved.

The financial results of 2005 are very impressive: net sales growth matched by improved margins, strengthened free cash flow and reduced debt leverage. The appreciation of Delta Holding's share price reflects the company's fundamental strengths, achievements and prospects for the future.

These positive results have been achieved despite an unsettled economy caused by numerous factors. These factors include: macro-economic developments, post-Olympic influences, consumer concerns about safety, industry changes and increasingly unsettled weather. Yet, the 2005 results reflect the commitment and labours of many individuals across numerous dimensions of the business to meet the general and specific challenges. Our focus on shareholder value keeps Delta strong, healthy and responsible as a company, employer as well as corporate citizen.

Consumers continue to view the Delta Group's products and services as being their first choice. Across numerous product categories, Delta's brands have maintained their relevance by offering quality, innovation and value. Many of our brands have kept, if not increased, their share of market positions.

We have also become more careful with the operating resources at our disposal; realizing productivity improvements and making cost reductions in a sustainable fashion. These improvements reflect the organization's ability to learn, adapt and try new things. From a financial perspective, refinancing the Group's debt from the international private placement market is a singular mark of our innovative spirit and commitment to sound management. It is also an acknowledgement by the global capital markets of our efforts and plans to strengthen the Group.

The Group has undergone profound changes in its relationships and structure. These decisions were not easily reached but decisively seen through. Early in the year, the partnership with Danone was ended in an amicable and positive manner for the Group. In addition, the decision to end our long activity and participation in the ice cream category, with the sale of Delta Ice Cream, marks a realization of what is best for all stakeholders. The decision to absorb the Delta subsidiaries of: Delta Dairy, General Frozen Foods, Goody's and Vigla reflects management's commitment to strengthening Delta's position in the future and a single listing. Furthermore, the proposed merger with Chipita International, to create what is called "BrandCo" (interim name), marks a definitive step to transform the Group even further. By applying our proven corporate abilities we are creating a powerhouse of leading brands, with scale and size to compete at a world level, reinforcing our brands' consumer appeal.

The basis has been set for a stronger future for 2006 and beyond. We have set ourselves a vision of continuing development and growth: based on our entrepreneurial spirit, traditions and standards that lead to challenges well met. We at Delta have earned the right to dream and "BrandCo" represents an alluring future. Changes will continue to be made but within the steady course we set for ourselves in the last years – sustainable value creation as a responsible corporate citizen.

Justin Jenk

2005

I. Information Regarding the Editing of the Annual Report and the Auditors of the Company



I. Information Regarding the Editing of the Annual Report and the Auditors of the Company

This Annual Report was drawn up on the basis of Decision 5/204/14.11.2000, Section 6, article 16 of the Capital Market Commission, Government Gazette 1487/B/6.12.2000, with the aim of providing regular and adequate information to investors with regard to the activities of DELTA HOLDING S.A.

The persons responsible for drawing up the Annual Report, for its verity, precision, completeness and the correctness of the data contained therein are the following:

- Pandeli Economo, CFO, DELTA HOLDING S.A., 10 Ziridi St., 151 23 Maroussi, tel: +30 210 349 4000.
- Nikolaos Kappas, Group Accounting Manager, DELTA HOLDING S.A., 10 Ziridi St., 151 23 Maroussi, tel: +30 210 349 4000.
- Paraskevi Mikhou, Group Treasurer, DELTA HOLDING S.A., 10 Ziridi St., 151 23 Maroussi, tel: +30 210 349 4000.
- Ourania Mahaira, Corporate Communications Manager, DELTA HOLDING S.A., 10 Ziridi St., 151 23 Maroussi, tel: +30 210 349 4000.

The Board of Directors of the company declares that all its members are aware of the contents of this Annual Report and, together with its editors, responsibly declare that:

1. All the information and data contained in it is complete, precise and true.
2. There are no other data nor have any events taken place the concealment or omission of which might cause all or a part of the data and information contained herein to be misleading.
3. There is no outstanding judicial dispute or arbitration pending against the company or companies controlled by it, which may have repercussions on their financial situation.

The company and subsidiaries of the DELTA HOLDING S.A. Group included in the consolidated financial statements are audited by certified auditors.

The audit of the company's operations for the year 2005 and for the subsidiaries of the DELTA HOLDING S.A. Group of companies was conducted by the certified auditor - accountant Andreas D. Tsamakis, Registration Number 17101, of BKR Prottypos Elegktiki S.A., and Ioannis G. Mystakidis, Registration Number 16511 of ERNST & YOUNG S.A. whose certificates are provided in the attached Appendix.

DELTA HOLDING S.A. has been audited for taxation purposes up to and including 2003.

DELTA DAIRY S.A. has been audited for taxation purposes up to and including the year 2002.

EUROFEED HELLAS S.A. has been audited for taxation purposes up to and including year 2002.

DELTA ICE CREAM S.A. has audited for taxation purposes up to and including year 2000.

GENERAL FROZEN FOODS S.A. has been audited for taxation purposes up to and including year 2002.

GOODY'S S.A. has been audited for taxation purposes up to and including year 2001.

VIGLA S.A. has been audited for taxation purposes up to and including year 2002.

2005

II. Information About The Company



1. General Information

The Company was started in 1952 by Aristidis Daskalopoulos, founder and chairman of the Board of Directors up to 09/09/2000, as a workshop producing yogurt and distributing milk.

DELTA HOLDING S.A. (the Company) was first established under the name DELTA DAIRY S.A. (Sociétés Anonyme and Limited Liability Companies Bulletin of the Government Gazette 1202/31.12.1968) and it is registered in the Sociétés Anonyme Register under the number 1154/06/μ/86/39. The operating term has been set at eighty (80) years and expires on 31st December 2048. The Company is based in the Municipality of Athens and its headquarters are located at 3 Kerkyras Street, 177 78 Tavros, tel.: 210 349 4000.

In accordance with the decision dated 29th November 1999 of the General Meeting of shareholders, the Group proceeded to spin off the ice cream and dairy divisions on 01/01/2000, creating two distinct companies, legally and for tax purposes.

DELTA DAIRY S.A. was also converted into a holding company under the name DELTA HOLDING S.A. having the same share structure. Among the new responsibilities of DELTA HOLDING S.A. was strategic programming for the development and expansion of the Group, control and evaluation of management efficiency as well as the accounting and legal control of its subsidiaries and intra-company communications.

In the new schema, the two companies formed after the spin off of a sector (in accordance with Law 2166/1993) were DELTA DAIRY S.A. and DELTA ICE CREAM S.A., both of them initially 100% subsidiaries of DELTA HOLDING S.A. The dairy and juices sector was given to the company AEGIS S.A. (a 100% subsidiary of DELTA) which was renamed DELTA DAIRY S.A. The ice cream division was given to the company ARMOS S.A. (a 100% subsidiary of DELTA) which was renamed DELTA ICE CREAM S.A.

It was also decided to exchange 20% of DELTA DAIRY S.A. (subsequently DELTA HOLDING S.A.) held by DANONE with 30% held in the future DELTA DAIRY S.A after the spin-off. This procedure was as follows: DANONE transferred 20% of the shares it held in DELTA DAIRY S.A. (subsequently DELTA HOLDING S.A.) to a subsidiary abroad. This subsidiary was transferred to DELTA HOLDING S.A. and was renamed DELTA FOOD PARTICIPATIONS & INVESTMENTS S.A. In exchange for this transfer, DANONE acquired 30% of DELTA DAIRY S.A. (after the spin-off) and an amount of Greek Drachmae 5 billion in cash. DELTA FOOD PARTICIPATIONS & INVESTMENTS S.A., as a 100% subsidiary of DELTA HOLDING S.A., will play a decisive role towards a significant increase of the share value of DELTA HOLDING S.A., since it constitutes the spearhead of DELTA for the financing of investments and acquisitions.

In accordance with Article 3 of the Company's Articles of Association, its objectives are:

- To establish or participate in existing or newly established companies regardless of legal form or scope in Greece or abroad.
- To provide services regarding organisation, information technology and management, to prepare investment studies and provide financial advice to any company regardless of legal form in Greece or abroad.
- To manage its portfolio.
- To distribute and sell any product of any nature to any company regardless of legal form in Greece or abroad.
- To promote goods and services, all kinds of market surveys, to promote public relations, all kinds of advertising for goods, services, to produce and sell advertising material, advertising media work and to participate in enterprises seeking the same or a related objective.

In order to achieve its scope the Company can provide all kinds of guarantees to subsidiaries in any form it chooses.

2. Business Activities



DELTA HOLDING S.A.

DELTA HOLDING S.A.

DELTA HOLDING S.A.'s VISION

Against a background marked by constant developments in technology, added risks and greater uncertainty in the economy and a society which finds it difficult to assimilate these changes and manage them in a way which minimises their negative impacts, DELTA's vision remains unwavering and nonnegotiable.

We want DELTA to be the market's innovator; the company that:

- is a pace-setter, maintaining a leadership position
- creates new trends
- re-shapes occasions, needs, segments, categories and markets
- displays boldness and passion for creation
- and is the prime contributor and beneficiary of social evolution in its communities.

We want DELTA to be the quality leader

- the company that sets the standards
- in terms of product, services, value, availability, corporate governance
- constantly pursues improvement in these standards – for itself and others
- and is trusted by the consumer as being the quality standard.

We want DELTA to be a model of market ethics

- the company that sets correct expectations and at least meets them for customers, shareholders and stakeholders
- operates in a correct, legal and socially responsible manner
- promotes the highest possible levels of managerial behaviour and corporate governance
- and is recognised and respected for it.

We want DELTA to be the champion of performance in the market

- the company that produces financial results that reflect its ambitions and achievements
- are sufficient to enable the company to remain a viable entity able to pursue its vision
- and is admired for its commitment to its vision.

DELTA's Strategy

DELTA commits itself to shaping and satisfying the nutrition, health and recreation needs of its customers today, and in the future, by managing its strong consumer franchise and branded market positions in an innovative and productive manner to deliver sustainable shareholder value.

It is pursuing this value strategy by active management of along three mutual reinforcing dimensions:

- Firstly, nurturing its people so that they can continue to contribute to the ongoing successful development of the organisation and its communities.
- Secondly, from an operational point of view, taking active steps to promote growth (in organic and transaction terms) from its leadership positions: in terms of revenue, returns and capital employed.
- Thirdly, from a financial point of view, optimising the capital structure in terms of debt and equity.

The organisation (employees, management and the board of directors) accepts that this strategy and related activities will provide for improvements in growth, margin and free cash flows which are the basis for ensuring the continued positive development of the company.

The basic operations of DELTA HOLDING S.A.

In order to implement its new role, DELTA HOLDING S.A. is structured organisationally around 4 operational functions:

1. Corporate Strategy and Development.
2. Group Finance.
3. Group Human Resources.
4. Corporate Communication.

3. Corporate Governance - Operational Regulations - Internal Audit Department

DELTA HOLDING S.A. attaches special importance to and places emphasis on implementing operational rules and the adoption of Corporate Governance principles by the company and all its subsidiaries in both Greece and abroad.

From the first day of the Group's restructuring and the operation of DELTA HOLDING S.A., a specific objective was established, quite apart from strengthening the efficiency of the Group and the maximisation of its share value: that of ensuring a complete, modern management model that would be characterised by basic principles such as:

1. Transparency of management,
2. Independence in management and control methods
3. Demonstrating corporate social responsibility.

A structured managerial model was adopted that covers the needs and objectives of the Group and which is adapted to the peculiarities of the subsidiaries of the Group.

The management team in this way displays its conviction that it must always be subject to inspection for its moral, legal and entrepreneurial responsibilities in its long-term management of the Group in the interest of the shareholders. DELTA HOLDING S.A. has pioneered the implementation of principles of company management in Greece, applied over the entire Group it manages.

DELTA HOLDING S.A. is in full compliance with the rules of behaviour for listed companies enacted by the Capital Market Commission, by its decision 5/204/14.11.2000 Govt. Gazette 1487B, 6/12/2000.

II. Information About The Company

A. INTERNAL AUDIT DEPARTMENT

Since 2000 DELTA HOLDING S.A. has operated its Internal Audit Department which has:

- the responsibility, on the one hand, for continuously monitoring the operations of the company and the Group, and
- on the other hand, the obligation to inform the Board of Directors in writing at regular intervals regarding the maintenance of ethics of high-principled management and the implementation of the internal operational regulations of the company and of the Group's subsidiary companies.

The head of the Group's auditing department in 2005 was Mr. Lambros Papalexis, an executive of DELTA since 1987, with previous service in many management and financial posts in the Group.

Among the responsibilities of the audit department, which is described with precision in the Group's organisational chart, are:

- Audit of observance of the internal operations regulations of companies in the Group.
- Audit of observance of the regulations affecting levels of approval and competence of managerial executives.
- Audit of proper use of capital raised on the Stock Exchange in line with the prospectus.
- Audit of the company's relations with its associated companies both at home and abroad.
- Audit of relations with companies in which members of the Board of Directors participate either in their share capital or by sitting on their Boards of Directors.

The company's management provides the management and the members of the Group's audit department with complete independence in the exercise of their duties, as well as all the necessary means needed to facilitate conducting their important task of inspection and prevention.

In implementing fully structured management of the group, DELTA HOLDING S.A. uses internal auditing as a basic tool in applying rules for Risk Management, which also constitutes a most important aim in applying highly efficient company management within the Group.

Procedures are a basic pre-condition for the application of the principles of corporate governance and of Internal Auditing. In application of these principles DELTA HOLDING S.A. established a set of procedures and auditing for all the companies of the Group, which cover all the operations and the intra-group transactions.

B. BASIC ELEMENTS OF THE INTERNAL OPERATIONS REGULATIONS

1. Manager

- 1.1. The person responsible for ensuring observance of the Internal Operations Regulations is the Group's Audit Department Manager.

2. Internal Audit Department

- 2.1. The Audit Department is appointed by the Board of Directors of the company and is exclusively answerable to it.
- 2.2. The Board of Directors of the Company is obliged to provide all members of the Audit Department with all of the essential means for facilitating and exercising effective control.
- 2.3. The composition of the Audit Department is such that it is able to exercise its task effectively.

3. Activities of the Group's Audit Department

- 3.1. Audit of observance of the Capital Market Commission's Code of Conduct.
- 3.2. Audit of observance of commitments included in information brochures and the business plans of the company.
- 3.3. Audit of the legality of salaries and benefits to members of the Board of Directors.
- 3.4. Audit of relations between the company and its associated enterprises.
- 3.5. Audit of Income - Expenditure and Results.

- 3.6. Audits of a financial nature (Assets and Liabilities data, Net Assets, etc.).
- 3.7. Audit of construction work and the purchase of mechanical equipment (procedures, costs, financial statements).
- 3.8. Audit of purchases generally, suppliers and transportation of materials, delivery of purchases and raw materials (procedures, management).
- 3.9. Audit of production, maintenance and replacement of machinery.
- 3.10. Audit of Quality Assurance, Environmental Management and Health and Safety Systems.
- 3.11. Audit of marketing and sales procedures.
- 3.12. Control over personnel management (procedures, selection, evaluation, salaries, leave, etc.).
- 3.13. Audit of financial planning and the various budgets.
- 3.14. Audit of the I.T. Department and the computer network (procedures, system security).
- 3.15. Audit of collaborations with other companies
- 3.16. Audit of participations in international activities.

4. Organisational Structure and Chart

The Organisational Structure

In the present age, the design and application of an organisational structure that reflects the demands of a modern business environment constitutes a basic prerequisite for the survival and development of a company or a Group of companies. A contemporary organisational structure must, in other words, be characterised by two basic factors: quickness in taking decisions and flexibility in responding to the changes taking place - something that never stops happening.

In this light, and taking into account its role as a catalytic factor for the development of the entire Group, DELTA HOLDING S.A. has adopted the following schema, based on 4 basic operational departments:

a) Corporate Strategy and Business Development, with the following main responsibilities:

- Strategic Guidelines
- Development of new activities
- Acquisitions and Mergers
- Minority Holdings

b) Group Finance, with the following main responsibilities:

- Management of capital structure and risks
- Cash management
- Group financial auditing
- Financial Analysis
- Shareholder Relations Service

c) Group Human Resources, with the following main responsibilities:

- Human Resources strategy and policies
- Management team evaluation
- Design and development of executive careers
- Training and knowledge management

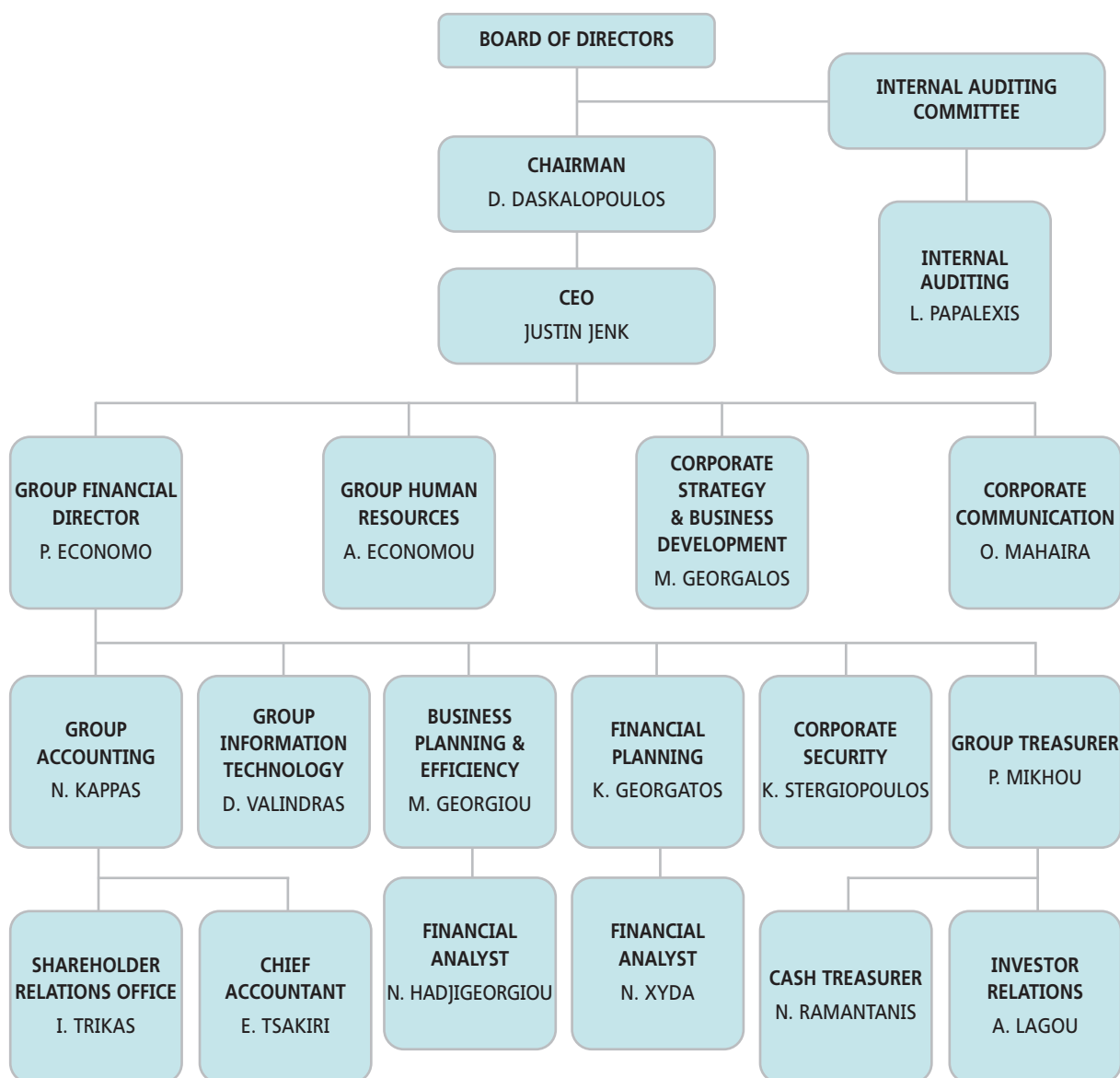
d) Corporate Communication, with the following main responsibilities:

- Communication strategy
- Public Relations
- Corporate identity management
- Crisis Management

II. Information About The Company

The Organisational Chart on 31/12/2005

DELTA HOLDING S.A.



5. Human Resources

• Change of personnel

The composition of the personnel of DELTA HOLDING S.A. in 2005 was 93.5% executives and employees, and 6.5% workers and technicians. The change of the average personnel for the period 2003-2005 is shown in the following table:

CHANGE IN AVERAGE STAFF LEVELS IN 2003-2005 OF DELTA HOLDING S.A.

Specialty	2003	2004	2005
Administrative	258	200	115
Worker/Technical	17	12	8
Total	275	212	123

The distribution of DELTA HOLDING S.A. staff based on the education level and years of previous employment is shown in the following tables:

DISTRIBUTION OF DELTA HOLDING S.A. STAFF BASED ON THE EDUCATION LEVEL FOR 2005

Education level	No. of staff	as a % of the total
Elementary	3	2.4%
Intermediate	65	52.8%
Higher	11	8.9%
University	396	31.76%
Postgraduate	5	4.1%
Total	123	100%

ALLOCATION OF DELTA HOLDING S.A. STAFF BASED ON LENGTH OF SERVICE FOR 2005

Length of service	No. of staff	as a % of the total
1-5	53	43.1%
5-10	30	24.4%
10-15	20	16.3%
15-20	8	6.5%
20-25	5	4.1%
>25	7	5.7%
Total	123	100%

• DELTA HOLDING S.A. personnel development policy

In 2005 DELTA HOLDING S.A. systematically continued to invest in the development of its employees, through the best possible strengthening of their professional skills and competences. This was achieved with employee participation in a range of training courses and conferences which covered issues ranging from the development of management skills and knowledge to modern management and organisational models and technical training, providing effective tools for achieving the company's short- and long-term goals.

In addition, DELTA HOLDING S.A. supported practical training courses for graduate and postgraduate students, thus giving the chance to its employees to contribute to the bridging of the academic with the business community.

II. Information About The Company

HOURS OF TRAINING PER SUBJECT IN 2005

	Absolute numbers	%
Management (general issues)	1,600	67.2%
Finance/Marketing	32	1.3%
Foreign Languages	156	6.5%
Computer Skills	579	24.3%
Industrial Policy	16	0.7%
TOTAL	2,383	100%

COST OF DELTA HOLDING STAFF TRAINING IN 2005 (in thousand €)

Staff training expenses	67,209
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• DELTA HOLDING S.A. personnel social policy

In the benefits sector the company offers additional social benefits to employees such as:

- Children's camping trips.
- School items at the start of the school year.
- Additional insurance coverage.
- Various social events.
- Vouchers to back up the family budget.
- Financial assistance for covering extraordinary family needs.
- Prize-giving to students, children of employees of the company, who either excelled or were admitted in technical schools and universities of the country.
- A blood bank for covering the needs of the staff and their relatives.
- Common celebration events for the company staff.
- Common celebration events for the children of the employees.
- Free company products to employees to consume during their everyday work, and for their families during Easter and Christmas holidays.
- Marriage allowance
- Additional childbirth allowance for female employees.
- Work practice for children of employees studying at University level.
- Sponsorship scheme for educational, academic, cultural and charitable activities of staff
- Participation in sports events.
- Prize-giving for many years of employment in the company.
- Special offers at stores in specie depending on the season.
- Provision of transport for staff (cars, participation in the cost of using the Attiki Odos Motorway).
- Mobile telephone and car fuel benefits.

All these efforts were rewarded with **DELTA HOLDING being ranked among the 20 best workplaces in Greece** in the Best Workplaces 2006 competition. The survey was carried out in the last quarter of 2005 and was arranged by GREAT PLACES TO WORK® INSTITUTE HELLAS with the support of the KATHIMERINI newspaper under the guidance of ALBA.

• Distribution of DELTA HOLDING S.A. social product

The distribution of the social product of DELTA HOLDING S.A. refers to the payroll cost and the contributions to social security organisations. In addition, for another year the policy of extra financial assistance (variable pays - bonuses) to the personnel was again applied, depending on each responsibility role, thus acknowledging the contribution of the employees to the creation of the corporate results for the financial year 2005.

The table below presents the development of the social product distribution for DELTA HOLDING S.A. during the period 2003-2005:

DISTRIBUTION OF DELTA HOLDING S.A. SOCIAL PRODUCT 2003-2005 (in thousand €)

	2003	2004	2005
Staff	275	212	123
Payroll cost	8,246	8,312	9,062
Contributions to Social Security organisations	1,258	1,542	1,996

6. Social Contribution

In 2005 DELTA HOLDING S.A. continued its substantive activities showing an interest in and awareness of environmental problems since as of 2001 it has been an 8.82% shareholder in the company PACKAGING MATERIALS EXPLOITATION Company S.A. (AYS) along with other partners, which is the main shareholder in the HELLENIC RECYCLING EXPLOITATION COMPANY S.A.

In addition, DELTA HOLDING S.A. among other things supported and assisted the activities of the following bodies:

- It was lead sponsor for the Open Forum 2005 for Competitiveness and Growth held by the Federation of Greek Industries.
- It was lead sponsor for the 9th Round Table with the Greek Government.
- It sponsored the Economic and Industrial Research Foundation (IOBE) to support its research efforts so that it can continue to make a contribution to issues of concern to the Greek economy.
- It sponsored the annual publication "Greek Industry 2004-2005" prepared by the company Industrial News & Research.
- It sponsored the development of an educational website concerning Stock Exchange investments (www.stocklearning.gr) by Amalthia Publishing.
- It was a founding member of the Youth Entrepreneurialism Association which seeks to hold training courses which promote entrepreneurial thought among young people in cooperation with Greek businesses, and the Greek public and private educational system at all levels.
- It sponsored a survey on universities in Greece carried out by the Hellenic Institute of European and Foreign Policy (ELIAMEP).
- It sponsored the 5th International Conference on Analysis of Manufacturing Systems-Production Management jointly organised by the University of the Aegean and the Aristotle University of Thessaloniki.
- It sponsored the 35th Annual Conference of the European Marketing Academy which was organised by the Marketing and Communication Department of the Athens Economic University.
- It sponsored the hosting of the 6th Panhellenic Preventative Medicine Conference held by the Hellenic Preventative Medicine Association.
- It sponsored equipment for the Microbiology Laboratory at the Democritus University of Thrace.

II. Information About The Company

- It supported the important social work of the Hellenic Anti-Cancer Association.
- It sponsored the work of the Friends of the Hellenic Pasteur Institute Association.
- It provided financial support to Lifeline Hellas Humanitarian Organisation to directly provide medical equipment of major importance for the new-born babies department in hospitals in Serbia and Montenegro.
- It sponsored the 7th Academic Symposium on Linking Sports Research to Training held by the Athletics Workshop of the Serres-based Sports Science and Physical Education Department of the Aristotle University of Thessaloniki.
- It provided a subsidy to the Hellenic Scholarships Foundation.
- It sponsored an event to promote the Coordinating Body of the Association of Foreign University Graduates and the publication of a book.
- It supported the work of the Goulandris Museum of Natural History.
- It sponsored publication of a coffee-table book by the General Federation of Consumers of Greece entitled '35 years of INKA'.
- It sponsored a publication by the Epilogos Cultural and Publishing Organisation on '50 years of the Hellenic Festival'.
- It sponsored publication of a special insert in the 'Entechnikio' magazine published by the Macedonian Arts and Culture Association on artistic photography.
- It sponsored publication of a manuscript from Malakope in Cappadocia written by a school headmaster which was discovered in the context of the Environmental Education Programme of the 77th All-day Primary School Thessaloniki.
- It provided financial support for the work of the Greek Refugees Council.
- It supported the effort made by the Hellenic UNICEF Committee to save as many children as possible at risk from the disastrous earthquake in SE Asia.
- It supported the Social Work Institute and the scholarship programme of the Hadjipaterion Centre for the Rehabilitation of Spastic Children which is aimed at children with cerebral palsy.
- It provided special equipment to cover the operating needs of public kindergartens in the Municipality of Keratsini.
- It provided financial support to pupils at the Ilion Special Polyvalent Lyceum to arrange an educational trip.
- It provided financial support to the effort of the Argyroupoli Deaf-Hard of Hearing Gymnasium-Lyceum to acquire transportation equipment to transport pupils to and from school.
- For the second successive year it offered a scholarship to a pupil from the Anatolia College.
- It provided financial support to the OASIS Substance Abusers Support Association.
- It supported the Family Therapeutic Community Association 'Strofi' and the Substance Abusers Treatment Centre in their work to physically and psychologically help people get rid of addictions and to help former substances abusers to reintegrate society.
- It supported an event organised by the Larissa Greek Folk School entitled 'Horochromata'.

7. Shareholders

Those having the right to vote by virtue of their holding of ordinary shares on 31.12.05 were the following:

Dimitris Daskalopoulos	40.04%
Others (Institutional and private investors)	59.96%

8. Board of Directors - Management of Operations

The composition of the board of directors of DELTA HOLDING S.A., which was elected by the General Meeting of shareholders on 29/06/2005 is as follows:

POSITION	FULL NAME	PROFESSION	RESIDENCE
Chairman	Dimitris A. Daskalopoulos	Entrepreneur	Kifisia
Vice Chairman	Panagiotis V. Kanellopoulos	Lawyer	Filothei
CEO	Justin Michael Spencer Jenk	Business Management Consultant	Kifisia
Member	Spyridon I. Theodoropoulos	Entrepreneur	Athens
Member	Stylianios A. Argyros	Mechanical Engineer	Athens
Member	Odysseas P. Kyriakopoulos	Entrepreneur	Athens
Member	Apostolos S. Tamvakakis	Economist	Athens

The term in office of the above Board of Directors expires on 30/06/2008.

There are 2 **independent members** of the Board of Directors of DELTA HOLDING S.A.:

- Stylianios Argyros
- Odysseas Kyriakopoulos

There are 6 **non-executive members** of the Board of Directors:

- Panagiotis Kanellopoulos
- Spyridon Theodoropoulos
- Stylianios Argyros
- Odysseas Kyriakopoulos
- Apostolos Tamvakakis

There are 2 **executive member** of the Board of Directors:

- Dimitris Daskalopoulos.
- Justin Jenk

The **Internal Auditing Committee** of the company consists of the following 3 members of the Board of Directors:

- Panagiotis Kanellopoulos
- Spyridon Theodoropoulos
- Stylianios Argyros

II. Information About The Company

It should be noted that no member of the Board of Directors has been convicted for dishonourable acts, financial crimes or is presently involved in judicial procedures in abeyance, involving bankruptcy, a criminal act or a prohibition on engaging in:

- business activity,
- stock exchange transactions,
- the profession of investment consultant, managerial banking or insurance executive, issue underwriter, or stock broking executive, etc.

The legal representatives of DELTA HOLDING S.A. and, in accordance with article 20 of the company's articles of association, those having the power to sign next to the company's name are Dimitris A. Daskalopoulos and jointly: Nikolaos Kappas, Pandeli Economo and Athanasios Giannakakos.

Apart from the members of the Board of Directors, the other key managerial executives of the company are:

- Pandeli Economo, Financial Manager. He has been with the company since 1998.
- Nikolaos Kappas, Group Accounting Manager. He has been with the company since 1976.
- Maria Georgalos, Strategy & Development and Planning Manager. She has been with the company since 2004.
- Miltos Georgiou, Business Planning Manager. He has been with the company since 2000
- Lambros Papalexis, Internal Audit Manager. He has been with the company since 1987
- Paraskevi Mikhou, Group Treasurer. She has been with the company since 1996.
- Angeliki Economou, Human Resources Manager. She has been with the company since 1983.
- Ourania Mahaira, Corporate Communication Manager. She has been with the company since 1993.

There is no family relationship between the members of the Board of Directors and the managerial executives of the company.

9. Development of Share Capital

1. The share capital of the company amounts to € 130,901,483.16 and consists of 44,524,314 ordinary registered shares with a nominal value of € 2.94 each.

The share capital was built up as follows:

- a) By the contribution in kind of GRD 15,733,282 (€ 46,172.51) and payment of GRD 2,266,718 (€ 6,652.12) in cash by the founders and shareholders of the company, as determined under articles 3, 31, 32 and 33 of the original articles of association of the company (Sociétés Anonyme and Limited Liability Companies Bulletin of the Government Gazette 1202/31.12.1968).
- b) By the payment in cash of GRD 7,000,000, (€ 20,542.92) in accordance with the decision of the General Meeting of shareholders of 5th January 1970 (Sociétés Anonyme and Limited Liability Companies Bulletin of the Government Gazette 60/1970).
- c) By the payment in cash of GRD 10,000,000 (€ 29,347.03), in accordance with the decision of the General Meeting of shareholders of 25th June 1973 (Sociétés Anonyme and Limited Liability Companies Bulletin of the Government Gazette 1598/1973).
- d) By the capitalisation of the increased value from a real estate revaluation, in accordance with Law 542/1977, amounting to GRD 38,740,049 (€ 113,690.53), and the payment in cash of GRD 3,259,951 (€ 9,566.99), in accordance with decision of the General Meeting of shareholders of 24th June 1977 (Sociétés Anonyme and Limited Liability Companies Bulletin of the Government Gazette 1512/1978 and 3577/1979).
- e) By the payment in cash of GRD 43,000,000 (€ 126,192.22), in accordance with decision of the General Meeting of shareholders of 22nd December 1979 (Sociétés Anonyme and Limited Liability Companies Bulletin of the Government Gazette 146/1980).
- f) By the capitalisation of the increased value of fixed assets, in accordance with Law 1249/82, amounting to GRD 200,063,066 (€ 587,125.65), and payment in cash of GRD 45,936,934, in accordance with the decision of the General Meeting of shareholders dated 29th November 1982 (Sociétés Anonyme and Limited Liability Companies Bulletin of the Government Gazette 4451/1982).
- g) By the payment in cash of GRD 48,800,000 (€ 143,213.50), in accordance with the decision of the General Meeting of shareholders dated 28th November 1983 (Sociétés Anonyme and Limited Liability Companies Bulletin of the Government Gazette 3166/1983).
- h) By the payment in cash of GRD 49,776,000 (€ 146,077.77), in accordance with the decision of the General Meeting of shareholders dated 24th August 1984 (Sociétés Anonyme and Limited Liability Companies Bulletin of the Government Gazette 3369/1984).
- i) By the payment in cash of GRD 149,328,000 (€ 438,233.31), in accordance with the decision of the General Meeting of shareholders dated 26th November 1986 (Sociétés Anonyme and Limited Liability Companies Bulletin of the Government Gazette 3305/1986).
- j) By the capitalisation of part of the revaluation of fixed assets, in accordance with the joint decision of the Ministers of Economy and Finance, number E 2665/84/22.2.1988 and decision E 10533/488/POL 216/29.7.1988 of the Ministry of Finance, amounting to GRD 199,518,800 (€ 585,528.39), in accordance with the decision of the General Meeting of shareholders dated 30th December 1988 (Sociétés Anonyme and Limited Liability Companies Bulletin of the Government Gazette 1584/31.5.89).
- k) By the payment in cash of GRD 101,577,200 (€ 298,098.90), in accordance with the decision of the General Meeting of shareholders dated 21st December 1989 (Sociétés Anonyme and Limited Liability Companies Bulletin of the Government Gazette 131/18.1.90).
- l) By the payment in cash of GRD 213,500,000 (€ 626,559.06), in accordance with the decision of the General Meeting of shareholders dated 12th January 1990 (Sociétés Anonyme and Limited Liability Companies Bulletin of the Government Gazette 644/20.3.90).
- m) By the payment in cash of GRD 4,300,000 (€ 12,619.22), in accordance with the decision of the General Meeting of shareholders dated 13th July 1990 (Sociétés Anonyme and Limited Liability Companies Bulletin of the Government Gazette 3419/27.8.90).
- n) By the payment in cash of GRD 337,480,000 (€ 990,403.52), in accordance with the decision of the Extraordinary General Meeting of shareholders dated 16th August 1990 (Sociétés Anonyme and Limited Liability Companies Bulletin of the Government Gazette 3419/27/27.8.90).

II. Information About The Company

- o) By the capitalisation of:
 - a. The balance of reserves from the capital increase of fixed assets in accordance with joint decision number E 2665/84/22.2.1988 of the Ministers of Economy and Finance and decision E 10533/488/POL 216/29.7.1988 of the Ministry of Finance, amounting to GRD 2,842,245 (€ 8,341.14).
 - b. Reserves from the revaluation of mechanical equipment under Law 1731/87, amounting to GRD 316,948,651 (€ 930,150.11).
 - c. Part of the capital surplus issuing shares above par value, amounting to GRD 11,915,929,104 (€ 34,969,711.24), in accordance with the decision of the Extraordinary General Meeting of shareholders dated 2nd March 1992 (Sociétés Anonyme and Limited Liability Companies Bulletin of the Government Gazette 4889/16.8.93).
 - p) By payment in cash of GRD 1,370,600,000 (€ 4,022,303.74), in accordance with the decision of the Extraordinary General Meeting of shareholders dated 9/8/1993 (Sociétés Anonyme and Limited Liability Companies Bulletin of the Government Gazette 4889/16.8.93).
 - q) By the payment in cash of GRD 3,015,320,000 (€ 8,849,068.23), in accordance with the decision of the Extraordinary General Meeting of shareholders dated 21/2/94 (Sociétés Anonyme and Limited Liability Companies Bulletin of the Government Gazette 867/9.3.94).
 - r) By the capitalisation of reserves from the increased value of fixed assets, in accordance with Law 2065/92, amounting to GRD 1,620,076,715 (€ 4,754,443.77), and the capitalisation of part of the reserves arising from the issue of shares above par value, worth GRD 189,115,285 (€ 554,997.17), in accordance with the decision of the Extraordinary General Meeting of shareholders dated 28/11/1994 (Sociétés Anonyme and Limited Liability Companies Bulletin of the Government Gazette 6893/15.12.94).
 - s) By the capitalisation of reserves from the increased value of fixed assets, in accordance with Law 2065/92, amounting to GRD 2,311,217,784 (€ 6,782,737.44), and the capitalisation of part of the reserves arising from the issue of shares above par value, worth GRD 1,669,004,216 (€ 4,898,031.45), in accordance with the decision of the Extraordinary General Meeting of shareholders dated 18/6/1997 (Sociétés Anonyme and Limited Liability Companies Bulletin of the Government Gazette 5152/15.7.97).
 - t) By the capitalisation of:
 - a. Tax-free reserves under development laws amounting to GRD 3,797,671,095 and tax-free earnings amounting to GRD 978,595,905.
 - b. By the payment in cash of GRD 11,940,667,000 in accordance with the decision of the Extraordinary General Meeting of shareholders dated 29/11/1999.
 - u) By the decision of the Ordinary General Meeting of shareholders dated 27/06/2002 the company's share capital and the nominal value of shares were converted to euros, by an increase in the nominal value of shares from € 2.9347 to € 2.94/share, by an increase in share capital from the revaluation reserves under Law 2065/92 amounting to € 95,287.33 and from the profit carried forward amounting to € 119,767.33. Hence, the company's share capital amounts to €119,358,907.92 and is divided into 29,096,509 ordinary and 11,501,759 preference unregistered shares with a nominal value of € 2.94.
 - v) By the decision of the Extraordinary General Meetings of ordinary and preferential shareholders dated 27 April 2005 the company's unregistered shares were converted to registered shares, the privileges of the 11,501,759 non-voting preference shares with a nominal value of € 2.94 each were abolished and the shares in question were converted to 11,501,759 ordinary voting shares with a nominal value of € 2.94 each.
 - w) By the decision of the company's Board of Directors of 9/12/2005 its share capital increased by € 1,058,400 through the issue of 360,000 new ordinary company shares with a nominal value of € 2.94 each by virtue of the conversion of 60,000 convertible bonds with a nominal value of € 33.75 each, while the difference of € 966,000 from the issue of shares above par value will be placed into a special reserve.
 - x) By the decision of the company's Board of Directors of 18/1/2006 its share capital increased by € 10,484,175.24 through the issue of 3,566,046 new registered ordinary company shares with a nominal value of € 2.94 each by virtue of the conversion of 594,341 convertible bonds with a nominal value of € 33.75 each, while the difference of € 9,574,833.51 from the issue of shares above par value will be placed into to a special reserve.
2. Subject to paragraph 4 of this article, within five years of the relevant decision of the General Meeting, the Board of Directors is entitled to approve an increase in company capital by issuing new shares, provided there is a majority of at least two thirds

(2/3) of all members. Total increase cannot exceed the amount of company capital that has been paid up on the date that the relevant decision is taken by the General Assembly of shareholders. These powers of the Board of Directors may be renewed by the General Assembly for a period that does not exceed five (5) years for each renewal.

3. Subject to paragraph 4 of this article, the General Assembly is entitled to approve a total or partial increase in company capital, provided that there exists the quorum and the majority stipulated by article 14, by issuing new shares amounting, at the most, to a fourfold increase in the capital originally paid up or a twofold increase with respect to the adoption of a relevant amendment of the articles of association.
4. If, however, the company's reserves exceed one tenth (1/10) of the paid up share capital, then a General Meeting decision, requiring the quorum and the majority stipulated in article 15 of the company's articles of association, will always be required.
5. Capital increases that are decided in accordance with paragraphs 2 and 3 of this article do not constitute an amendment of the articles of association.

DEVELOPMENT OF SHARE CAPITAL (€)

Date of GM/BD	Number of Bulletin of the Government Gazette	Share capital increase	Payment in cash	Capitalisation of reserves etc.	Total share capital after increase	Nominal share value	Number of shares
Founded 31/12/68	1202/31.12.68	52,824.65	155.02	-	52,824.65	2.93	18,000
05/01/70	60/09.02.70	20,542.92	60.29	-	73,367.57	2.93	25,000
25/06/73	1598/30.08.73	29,347.03	86.12	-	102,714.60	2.93	35,000
24/06/77	1512/17.05.78 3577/29.11.79	123,257.52	361.72	113,690.53	225,972.12	2.93	38,500
22/12/79	146/26.01.80	126,192.22	370.34	-	352,164.34	2.93	120,000
29/11/82	4451/21.12.82	721,936.90	2,118.67	587,125.65	1,074,101.25	2.93	366,000
28/11/83	3166/20.12.83	143,213.50	420.29	-	1,217,314.75	2.93	414,800
24/08/84	3369/17.12.84	146,077.77	428.69	-	1,363,392.52	2.93	464,576
26/11/86	3305/11.12.86	438,233.31	1,286.08	-	1,801,625.83	2.93	613,904
30/12/88	1584/31.05.89	585,528.39	-	585,528.39	2,387,154.22	2.93	813,422
21/12/89	131/18.01.90	298,098.90	874.83	-	2,685,253.12	2.93	915,000
12/01/90	644/20.03.90	626,559.06	1,838.76	-	3,311,812.18	2.93	1,128,500
13/07/90	3419/27.08.90	12,619.22	37.03	-	3,324,431.40	2.93	1,132,800
16/08/90	3419/27.08.90	990,403.52	2,906.54	-	4,314,834.92	2.93	1,470,280
02/03/92	4889/16.08.93	35,908,202.49	-	35,908,202.49	40,223,037.42	2.93	13,706,000
09/08/93	4889/16.08.93	4,022,303.74	11,804.27	-	44,245,341.16	2.93	15,076,600
21/02/94	867/09.03.94	8,849,068.23	25,969.39	-	53,094,409.39	2.93	18,091,920
28/11/94	6893/15.12.94	5,309,440.94	-	5,309,440.94	58,403,850.33	2.93	19,901,112
18/06/97	5152/15.07.97	11,680,768.89	-	11,680,768.89	70,084,619.22	2.93	23,881,334
29/11/99	10553/30.12.99	49,059,234.04	143,974.27	14,016,924.43	119,143,853.26	2.93	40,598,268
27/06/02	8079/30.07.02	215,054.66	-	215,054.66	119,358,907.32	2.94	40,598,268
27/05/05	2825/09.05.05	CONVERSION OF 11,501,759 PREFERRED SHARES TO COMMON SHARES			119,358,907.32	2.94	40,598,268
09/12/05	12650/13.12.05	1,058,400.00	CONVERSION OF 60,000 BONDS TO 360,000 SHARES		120,417,307.92	2.94	40,598,268
18/01/06		10,484,175.24	CONVERSION OF 594,341 BONDS TO 3,566,046 SHARES		130,901,483.16	2.94	44,524,314

10. Prospects for 2006

Based on decisions of the Board of Directors, in 2006 DELTA HOLDING S.A. will absorb CHIPITA INTERNATIONAL S.A., DELTA DAIRY S.A., GOODY'S S.A. and GENERAL FROZEN FOODS S.A. and will sell all of its shares in DELTA ICE CREAM S.A and NESTLE.

The merger will create a large Greek company, a firm of top food brand names and a leader in the food market, with a significant size in Europe. A financially strong consortium, rich in people, knowledge and infrastructure, with international experience, modern professional management and strong corporate governance structures, which is committed to continue and to increase its positive contribution to Greek economy and society.

The consolidated company, which following the completion of the process will be the 1st company in the foods sector in Greece, the 2nd in the foods and beverages sector in Greece, the 7th largest industrial Greek company, the 16th largest Greek company and the 35th food company in Europe, will exploit its new capacities in order to realise its mission, which is "to create and manage brand names that offer health and nutritional value to people without compromising pleasure", in even more competitive terms. The company's vision is for "its brand names to be the first choice among consumers in the markets it is involved in".

Synergies in the following fields are expected to arise within the consolidated company:

- Capabilities for dynamic growth (geographic development, cross selling, innovation)
- Operational improvements (at the cost, productivity and process levels)
- Administrative and organisational advantages (restriction of overlaps, improvement of productivity)
- Optimisation of invested capital and returns for the shareholders, all workers and persons and teams associated to the company.

Until the completion of the merger, the companies' common vision will be expressed by the temporary, transitional name "BrandCo", which is being used in order to reflect the creation of a powerful firm of leading brand names in the foods sector. The new company will adopt a new corporate identity, which will be presented at the General Meeting of shareholders.

Sale of DELTA ICE CREAM S.A. to NESTLE

DELTA HOLDINGS signed an agreement, subject to the approval of the competent authorities, regarding the sale of all DELTA HOLDING S.A. shares in DELTA ICE CREAM S.A. (currently amounting to 96.53% of its share capital), which is active in Bulgaria, Romania, Serbia, FYROM, Bosnia and Montenegro, to NESTLE Hellas S.A. for a price of total enterprise value (EV) amounting to €240 million, which also includes the total of its borrowing.

With this transaction DELTA HOLDINGS liquidates value and obtains funds that will be exploited in investment opportunities created in its new consolidated course.

2005

III. Review of Company Financial Data



III. Review of Company Financial Data

1. Profits Per Share

NET PROFITS PER SHARE

YEAR	NET PROFITS (in million €)	WEIGHTED NO. OF SHARES	Profits/Share (€)
	NET OF TAX		NET OF TAX
1998	7.20	23,881,334.00	0.30
1999	29.80	23,881,334.00	1.25
2000	33.60	40,598,268.00	0.83
2001	11.50	40,598,268.00	0.20
2002	6.10	40,598,268.00	0.15
2003	17.60	40,598,268.00	0.43
2004*	11.021	40,598,268.00	0.27
2005*	2.300	40,620,953.00	0.06

(* The data for 2004 and 2005 is in line with the International Financial Reporting Standards)

2. Dividends and Dividend Policy

The table that follows analyses the company's dividend policy for the period 2000-2004

DIVIDEND POLICY

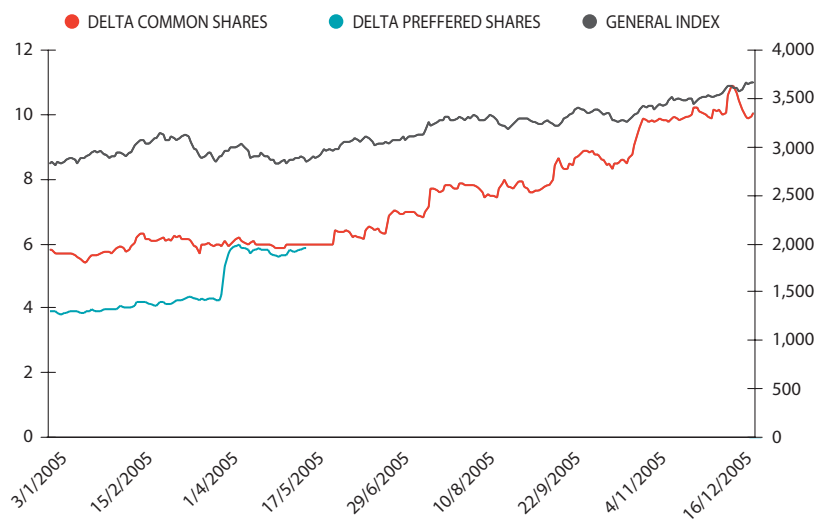
(million €)	2000	2001	2002	2003	2004
PROFITS FOR DISTRIBUTION	39.0	19.3	9.6	22.1	26.8
Total Dividends	11.3	8.9	4.9	6.09	6.9
% Of Profits	29%	46%	51%	28%	25.8%

It is the company's standard policy to distribute satisfactory levels of dividends.

3. Development of the Share Price and the Volume of Shares Traded on the ASE.

In the year 2005 the shares of DELTA HOLDING S.A. followed the general course of the Athens Stock Exchange General Index.

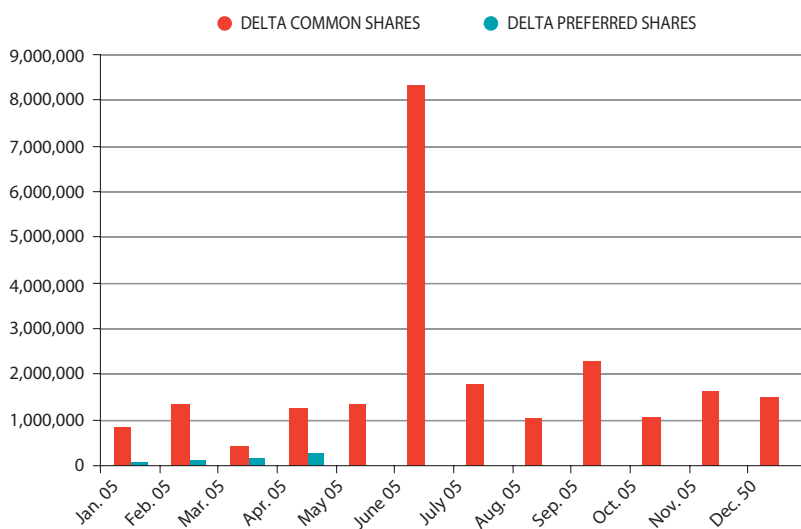
DEVELOPMENT OF THE SHARE PRICE OF DELTA HOLDING S.A. (COMMON AND PREFERRED)



Source: Metastock Reuters

Note: Over the period 18.5.2005 to 22.5.2005 the unregistered common and preferred shares in DELTA HOLDING ceased trading to enable preferred shares to be converted to common ones and for all shares in the company to be converted to registered shares.

DEVELOPMENT IN MONTHLY VOLUME OF TRANSACTIONS DURING 2005 FOR COMMON AND PREFERRED SHARES OF DELTA HOLDING S.A.



Source: ATHEX Monthly Statistical Bulletin

III. Review of Company Financial Data

DEVELOPMENT OF MARKET VALUE AND MONTHLY VOLUME OF TRANSACTIONS IN RELATION TO HOLDING SECTOR PERFORMANCE AND ATHEX GENERAL INDEX PERFORMANCE FOR 2005

DATE	COMMON REGISTERED SHARES			
	CLOSING PRICE FOR COMMON SHARES IN EURO	MONTHLY VOLUME OF TRANSACTIONS IN SHARES	MONTHLY HOLDING SECTOR INDEX	MONTHLY ATHEX GENERAL INDEX
31/1/2005	5.74	882,260	447.53	2,919.93
28/2/2005	6.16	1,361,295	451.39	3,145.16
31/3/2005	5.98	442,910	424.02	2,854.91
28/4/2005	5.92	1,260,711	432.07	2,868.45
31/5/2005	6.00	1,335,151	430.93	2,959.53
30/6/2005	7.00	8,338,849	416.82	3,060.73
29/7/2005	7.84	1,776,532	441.26	3,271.78
31/8/2005	7.70	1,019,132	430.07	3,231.48
30/9/2005	8.66	2,273,714	437.34	3,381.96
31/10/2005	8.78	1,078,934	425.72	3,307.32
30/11/2005	10.20	1,619,198	424.84	3,441.64
30/12/2005	10.02	1,484,785	441.44	3,663.90

Source: ATHEX Monthly Statistical Bulletin 23/2/2006

DEVELOPMENT OF MARKET VALUE AND MONTHLY VOLUME OF TRANSACTIONS IN RELATION TO HOLDING SECTOR PERFORMANCE AND ATHEX GENERAL INDEX PERFORMANCE FOR THE YEAR 2005

UNREGISTERED PREFERRED SHARES				
DATE	CLOSING PRICE FOR COMMON SHARES IN EURO	MONTHLY VOLUME OF TRANSACTIONS IN SHARES	MONTHLY HOLDING SECTOR INDEX	MONTHLY ATHEX GENERAL INDEX
31/1/2005	3.98	74,356	447.53	2,919.93
28/2/2005	4.16	131,450	451.39	3,145.16
31/3/2005	4.24	165,439	424.02	2,854.91
28/4/2005	5.66	288,180	432.07	2,868.45
31/5/2005	-	-	-	-
30/6/2005	-	-	-	-
29/7/2005	-	-	-	-
31/8/2005	-	-	-	-
30/9/2005	-	-	-	-
31/10/2005	-	-	-	-
30/11/2005	-	-	-	-
30/12/2005	-	-	-	-

Source: ATHEX Monthly Statistical Bulletin 23/2/2006

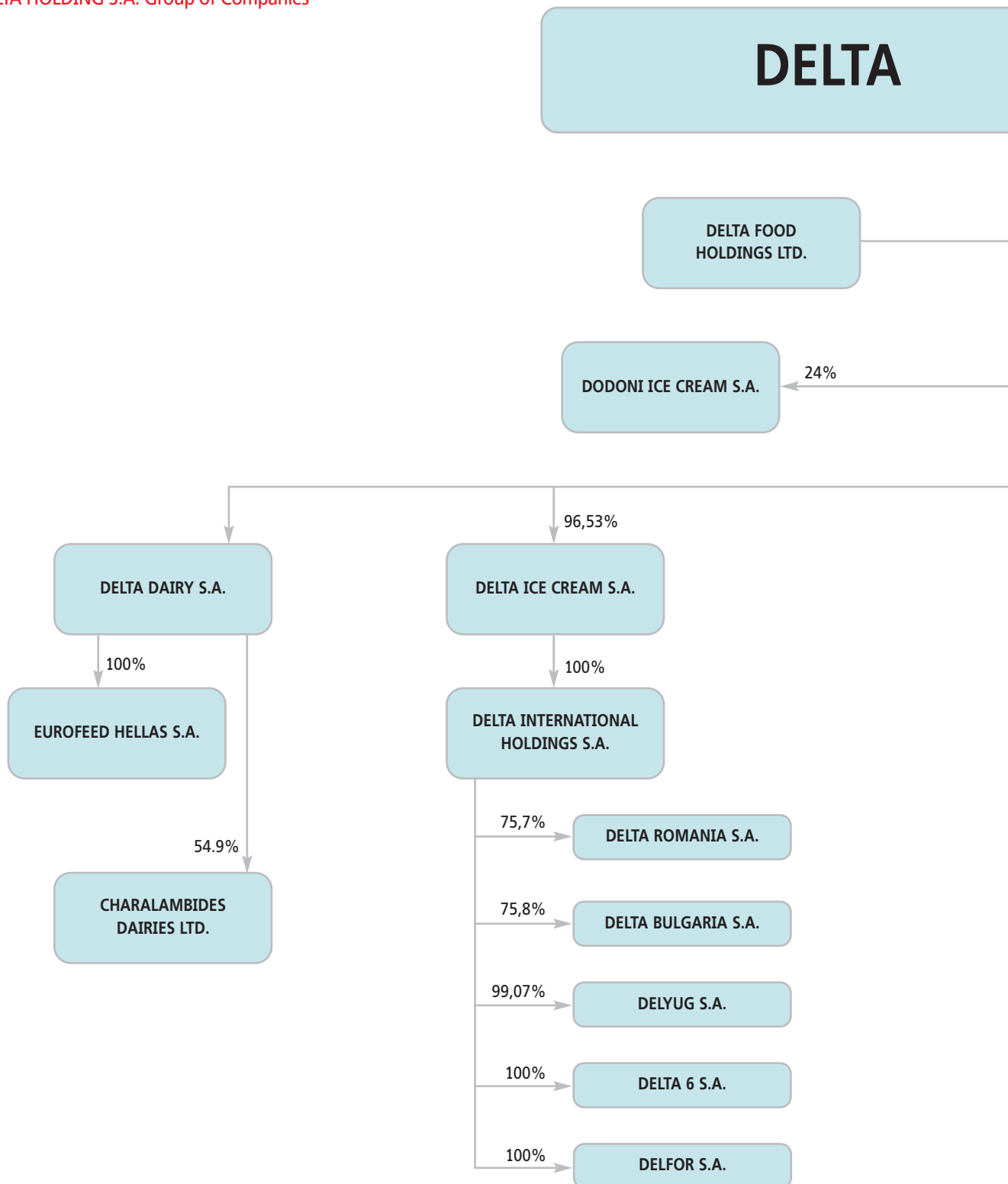
2005

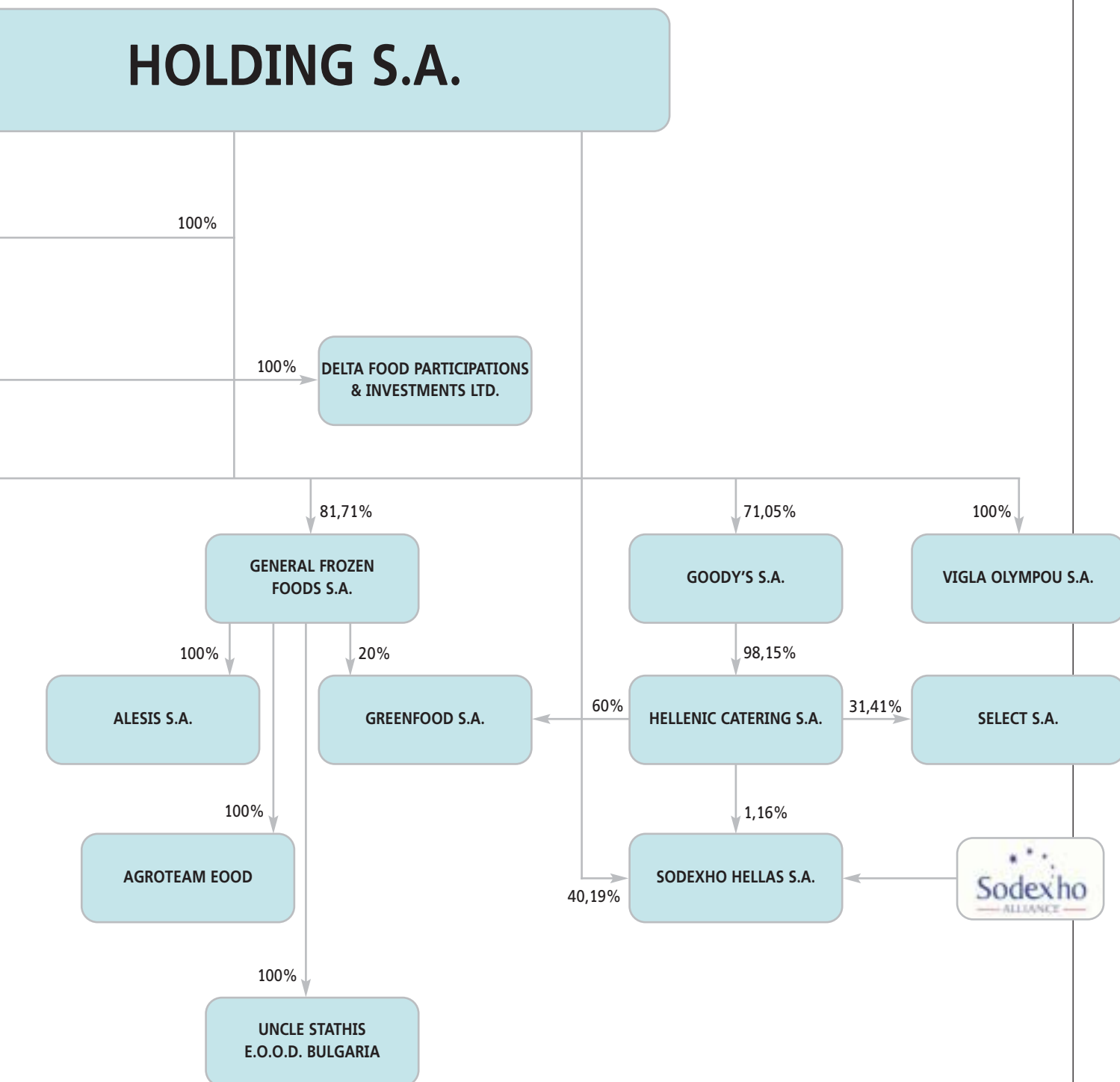
IV Presentation of the Group



1. Group Chart on 31/12/2005

DELTA HOLDING S.A. Group of Companies





2. Subsidiary Companies



DELTA DAIRY SA

DELTA WHITE MILK

In 2005 DELTA moved dynamically into the white milk market. The year was marked by the launch of a series of milks with the new brand name Daily and the re-launch of DELTA Fresh Milk. This dynamic involvement of DELTA in the white milk market rapidly bore fruit since sales increased 1.1% in terms of volume and 4.3% in terms of value and at the same time there was an increase in the market share by 0.4%.

The white milk market in 2005 compared to 2004 reported a marginal drop of 0.5% in terms of volume and an increase of 2.8% in terms of value. This development was primarily due to the increase of the fresh milk category participation by 1.2% which now accounts for 50.1% of the overall market. This increase partially offset the ongoing drop in the evaporated milk category which lost 1.7% and accounted for 31.8% of the market. The high pasteurisation category, which accounts for 16.4% of the overall milk market, continued to grow but at a slower pace than in the past.

DELTA's share of the overall white milk market stood at 22.9%, up 0.4% compared to last year. DELTA's share of the fresh milk market dropped by 1.6% due in large part to replacement of the enriched DELTA Plus fresh milk product with the Daily brand which is a high pasteurisation milk. In the high pasteurisation market, the share of Mmmilk remained steady at last year's figure of 18%. In the enriched milk product category the Daily brand acquired a 9.5% share approximately, even though it was only launched in May 2005.

In 2005 support for DELTA fresh milk began from the start of the year with continuation of the campaign to promote DELTA's knowledge and care employed in preparing top quality milk. During the last quarter of 2005 the re-launch took place with unique features with a new paper carton released for the first time in Greece. The friendly visual look of the carton as well as the people-centred communication message made DELTA Fresh Milk a favourite and in emotional terms placed it closer to consumers. In a supplementary manner, a large number of local communication and promotional measures ensured that DELTA fresh milk performed well despite many local brands being available and the introduction of private brand fresh milk.

Responding to ever increasing consumer needs for products with functional characteristics that reflect specific dietary requirements, DELTA launched a new series of function-specific DAILY milks. Daily milk covers three separate products each of which offers consumers specific advantages: Daily with 40% added calcium and vitamin D helps keep bones strong, Daily with 70% less lactose is easy on the digestive system for those who are lactose intolerant and Daily with 0% fat but with all the vitamins found in full-fat milk is ideal for those looking after the silhouette. The entire Daily range, as well as each of the three new products, was supported by a targeted advertising campaign for consumers and the medical community, which provoked a particularly positive response and placed DELTA firmly in position as a company with knowledge in how to produce highly specialised milk.

CONDENSED MILK

Seeking to cover milk consumer needs as much as possible, DELTA also expanded its activities in the condensed milk market. The approach here was two-pronged: Initially DELTA once again innovated by developing a new method for producing evaporated milk. In June 2005 it launched the DELTA New Generation Condensed Milk. This new product had clear advantages over all other condensed milks. At the same time DELTA entered into negotiations with NESTLE S.A. to acquire the VLACHAS condensed and sugared milk brand and its production and packaging plant in Platy, Imathia. VLACHAS milk has been around for a considerable time on the Greek market and is a particular favourite with Greek consumers. The acquisition process is expected to be completed during the first half of 2006.

LIFE

Competitors in the fresh juice market were particularly active during 2005. The increase in advertising expenditure by 37%, the introduction of a new brand and the intense activity of private label juices produced particularly unfavourable conditions for Life fresh juices which came under pressure. Consequently, despite the advertising support for the current range of juices, and the product news presented, Life sales dropped by 4% in terms of volume and 2% in terms of turnover. As far as Life's market share (in volume terms) is concerned, the figure for 2005 was 15.3% compared to 16.4% in 2004 for the juice market overall, while in value terms the figure was 16.7% compared to 17.9% in 2004. As far as the specific category of refrigerator juices is concerned, Life retained its leading position in terms of both volume and value.

Two new products were added to the Life fresh juice range during the year which passed which managed once again not only to renew consumer interest but also to further bolster loyalty to the Life brand. In particular, in May 2005 the new Life Mandarinade product was launched followed by Life Summer Nectar Peach in June. Both launches were supported by television spots and promotional measures and tastings at points of sale. Moreover, in 2005 a new central campaign was developed which communicates the physical properties and features of Life juices in a particularly creative manner through the eyes of nature itself.

Lastly, as part of the support provided for the entire range of Life fresh juices, a series of consumer-focused measures were adopted offering useful, innovative gifts and encouraging brand building at points of sale.

MILKO

2005 was another year with Milko as a leader in the chocolate milk market. Its leading position was further bolstered since its already high market share increased to 56% in terms of volume and 57% in terms of value. The overall market in chocolate milk, though, reported a downward trend in 2005.

Ongoing contact between Milko and consumers via television spots combined with dynamic promotional measures at points of sale were a key factor in increasing market share. The continuing effort to further bolster the image and penetration of Milko in the Attica and Northern Greece markets was also important. More specifically, targeted measures were organised such as the brand building plan at 500 points of sale in Attica and 500 in Northern Greece and the well-established, highly successful Bougatsa Festival in Thessaloniki which attracted more than 13,000 visitors. These measures further improved the brand's presence at key points of sale in each area which are directly related to consumers' daily habits.

Moreover, in order to be present for young people on all occasions, Milko participated in many different events such as the Scorpions concert, the performances of Cats - The Musical and the Synch Festival. Innovative SMS contests were organised as well as the Milko Cup mini Soccer 5x5 football matches for the seventh year running.

IV Presentation of the Group

FRESH DAIRY PRODUCTS

2005 was a good year for DELTA'S fresh dairy products despite the exceptionally adverse market conditions, particularly during the first half of the year. In the first half of the year the market suffered a major crisis due to quality problems faced by a competitor. This fact, which was widely publicised, resulted in a drop in consumption figures for all sub-categories of industrial yoghurt. The second major fact for 2005 was the termination of DELTA's share holding in Danone which took place at the end of the first half of the year. This fact combined with the reduced advertising support for the Danette and Danonito products during the rest of the year had a clear repercussion on sales compared to the competition. Against this negative background, one exceptionally positive point is that DELTA fresh dairy products reported a very dynamic second half of the year with a rate of growth over 10%, a figure significantly higher than the market.

This fact led to a positive overall result at sales level, a major growth at operating result level compared to 2004 and firm foundations being laid for 2006.

Complet

2005 was a very good year for Complet with a turnover growth rate of over 10%. It is particularly important that this occurred despite the crisis in the market due to quality problems faced by competitors and also the year-round presence of Friesland in this category.

Complet received intense promotion via two new television spots which supported the low fat code for the first time with exceptional results. Lastly, during the year promotional measures were also implemented in stores generating very good results.

Vitaline

2005 was a very good year for the Vitaline range too despite the intense competitive environment, particularly in the second half of the year in the yoghurt with fruit category. During 2005 DELTA launched a new flavour –cereals and cherry- which was widely accepted by consumers.

Moreover, DELTA also built a new communication platform which supports the competitive advantages of the product and this led to the growth for the fruit range by 33% in terms of volume and 23% in value terms.

Natural

The Natural white yoghurt range performed exceptionally well in 2005 with a high two-digit growth rate for both volume and value. The main lever for growth was once again the communication platform which stresses the competitive advantages of Natural over other traditional cow's milk yoghurts in an innovative and inventive way.

B-Cool

2005 was a difficult year for B-Cool since parental trust in this product category was clearly shaken following on from publicity about quality problems faced by a competitor in another category. B-Cool was supported via television spots with a new communication strategy focused on parents, highlighting the nutritional advantages compared to the competition and other snacks. Moreover, B-Cool continued to offer alternative caps featuring chocolate-coated cereals thus maintaining children's interest undiminished.

Advance

2005 was the year during which the Advance brand was fully redefined as the 'DELTA Children's Nutritional System Advance' by communicating to mothers the advantages of both the yoghurt and milk in the range whose common feature is that they differ from the competition by contained added milk iron.

This new focus of the DELTA Advance brand and the overall support provided to it bolstered sales for DELTA Advance fresh milk which rose by 5.5% in terms of volume and 8% in value terms, achieving a 14.4% market share which was up by 1.3% compared to the previous year.

Moreover, in order to provide mothers with more alternative opportunities to use this children's milk, DELTA also developed DELTA Advance High Pasteurisation Milk which seeks to supplement use of DELTA Advance Fresh Milk.

In relation to the range of Advance children's yoghurts, 2005 was again an exceptional year despite the intensely competitive environment since sales rose by 13% in terms of volume and value. Support focused on the already successful pillars of communication, promotions and effective briefing of the medical community about the competitive advantages of the brand. Lastly, it is worth noting that the entry of Friesland into the children's yoghurt market at the start of the year did not affect DELTA product sales.

DELTA Authentic

At the start of 2005 DELTA presented the DELTA Authentic range, its new proposal in the cow's milk yoghurt traditional flavours category with DELTA Authentic Cow's Milk Yoghurt. This range was then supplemented during the year with the launch of a complete range of DELTA Authentic products in the strained yoghurt category with large containers (1 kilo and 1/2 kilo).

This move proved to be particularly successful and permitted DELTA to enter sub-categories in the fresh dairy products market it had not previously attempted to enter.

Milk Zone

During 2005 the recovery of the domestic primary milk production sector continued, a fact which was due to removal of the threat of fines for quota exceedances, payment of aid to dairy farmers based on their existing quotas and encouragement given to good producers by dairies.

The activities of the Milk Zone Division focused on creating a suitable climate and conditions for increasing quality milk production by associate producers while at the same time limiting all manner of expenditure related to livestock farming, so that livestock farmers could increase their profits without increasing milk sale prices. It is illustrative that while milk quantities collected by stations rose by 10.2% the average producer price only fell by 0.95%.

In 2006 development efforts will continue (with the aim of increasing the milk quantity by 5%) and the main focus will be in-house interventions to organise and manage farms collaborating with DELTA.

To this end, all milk collection stations will be supplied with suitable software which will be used by trained staff to gradually build up a full, active and ever-expanding database for all units. The data posted relates to milk quality, health, nutrition and reproduction of cows, equipment and maintenance, budget and cash flows, etc.

This database will be a source of data and information in communications with producers to optimise performance and the profitability of their units.

Implementation of such a full and complex collaboration scheme with producers is expected at first to squeeze down milk prices (without reducing producer profits), while later it will start to pay back, with producers being invited to cover the cost of the programme as is the case in other EU countries where similar programmes are implemented, primarily with the participation of producer cooperatives.

DELTA Farm in Komotini

The DELTA Farm in Komotini continued to perform successfully in production and educational terms for yet another year while in 2006 there are plans to push production levels to the limit permitted by its building facilities and mechanical equipment.

At the same time, training courses will continue to be held in the context of the producer life-long learning scheme.

PROSPECTS FOR 2006

In 2006 the yoghurt market is expected to stabilise, but this will be coupled with intense competition with the entry of new players and ongoing support by companies for their brands. DELTA will continue to support and bolster its existing brands and at the same

IV Presentation of the Group

time will develop new, innovative products which will replace the turnover lost from the departure of Danone and will also contribute to development of the yoghurt and dessert market in general.

In 2006 DELTA will seek to maintain its market shares, bolster volume sales, and further supplement its already excellent profits by fully exploiting synergies at product level and at production capacity level.

SUBSIDIARY COMPANIES

CHARALAMBIDES DAIRIES LTD.

2005 was a turning point for Charalambides Ltd.

The company has been listed on the London Stock Exchange since November 2005 on the AIM market with the potential to access major capital.

The London Stock Exchange's AIM market has been in existence since 1995 and today has 1,900 listed companies whose capitalisation is in the order of £ 62,000 million.

The company's history, performance over recent years and prospects made it the first in the DELTA HOLDING Group to list on an international exchange.

During 2005 the company:

1. Began to distribute other Delta Group company products and the Uncle Stathis brand from General Frozen Foods S.A.
2. Launched a series of white yoghurts on the Cypriot market in 1/2 and 1 kilo containers meeting demand on the Cypriot market.
3. Continued to gradually modernise its distribution network thus further bolstering its image on the Cypriot market.

The overall increase in company sales was in the order of 5% compared to 2004. In particular:

- a) Charalambides product sales rose by 1.7%.
- b) Delta fresh dairy products (yoghurts- dessert) rose by 30%.
- c) DELTA Life juice sales rose by 27%.
- d) DELTA Milko chocolate milk sales rose by 48%.
- e) Delta ice creams rose by 7%.
- f) General Frozen Foods S.A. frozen product sales figures

In 2006 the company will place particular emphasis on developing specific categories where it is active via targeted plans and will make improvements and develop synergies in sales and distribution operations.

EUROFEED HELLAS S.A.

In 2005 the company amended its Articles of Association to extend its commercial activities with the aim of fully covering all producer needs.

In addition to selling ferments, supplements, trace elements and bulk animal feed, the company gradually expanded its sales to cover other products related to livestock farming. These products include cleaning and disinfection products, tools and equipment, animal feed processing and maintenance materials, etc.

At the end of 2005 the company also entered the calf sales sector in an organised manner based on scientific principles and with the assistance and contribution of specialist and experienced vets who work with DELTA.

The close cooperation, communication and joint efforts by the two companies are certain to generate better results in the field of producing safe, quality, competitive milk so that DELTA can manufacture its products.

HUMAN RESOURCES

Faithfully implementing the long-term strategy it has adopted, in 2005 DELTA DAIRY S.A. continued to systematically invest in both the development of its human resources and in activities which highlight and reinforce its corporate social role and its leading position in the wider social and economic environment.

Despite increased pressures from the rise in competition, during 2005 human resource policy was marked by a further improvement in almost all social benefits and activities across the board.

a. Social Benefits

The additional social benefits provided to employees are listed below:

- Children's summer camps
- The supply of school items at the beginning of each school year.
- Additional life and medical insurance.
- Various social events.
- Vouchers to back up the family budget.
- Financial assistance for covering extraordinary family needs.
- Prize-giving to students, children of employees of the company, who either excelled or were admitted in technical schools and universities of the country.
- A blood bank for covering the needs of the staff and their relatives.
- Common celebration events for the company staff.
- Common celebration events for the children of the employees.
- Free products to the employees to consume during their everyday work, and for their families during Easter and Christmas holidays.
- Marriage allowance
- Additional childbirth allowance for female employees.
- Practical work experience provided to children of employees studying at university.
- Participation in sports events.
- Sponsorship scheme for educational, academic, cultural and charitable activities of staff .
- Participation in sporting events
- Prize-giving for many years of employment in the company.
- Special offers at stores in specie depending on the season.
- Provision of transport for staff (cars, buses).
- Mobile telephone and car fuel benefits.

IV Presentation of the Group

b. Training

The company places particular emphasis on continuous education and training by organising training courses for all its staff as part of an integrated training system which offers tomorrow's know-how. In order to achieve its target, it implements cutting edge techniques to assess training needs and to organise training courses and evaluate the effectiveness of the training provided.

In particular, the Company:

- provided 8,830 hours of training to 340 employees who participated in 57 training courses on various issues.
- fully covered or participated in the cost of 5 postgraduate courses for employees.
- covered the cost of participation by employees in 3 specialised training courses abroad.

c. Internal Communication

In 2005 successful measures aimed at improving the friendly and safe work environment were continued.

The effort to bolster internal communication using modern media which make rapid and valid provision of information easier also falls into this category.

- Use of multimedia applications at infokiosks which are information points for both employees and visitors.
- A new improved intranet (in terms of structure and content) featuring corporate news, international news, corporate publications, new products, management decisions, procedures, etc.

SOCIAL CONTRIBUTION

Donations – Sponsorships

- Sponsorship for the 4th Coffeebiz International Exhibition & Conference on coffee and the 4th Panhellenic Barista Championships.
- Sponsorship for the Mosaic Artists Exhibition organised by the ELAP workshop (Greece – Armenia).
- Sponsorship for the 18th International Food, Drink, Machinery and Equipment Exhibition DETROP as part of the Thessaloniki HELEXPO.
- Sponsorship for the theatrical performance PURE.
- Sponsorship for the feature length film 'The Guard's Son' by D. Koutsabaskos and V. Raisis.
- Sponsorship for coffee seminars entitled 'Barista Academy' organised by NEXTMEDIA HELLAS to provide knowledge, experience and innovative ideas for professionals in the sector.
- Sponsorship of the Panhellenic Association of Blood Donors, Tissue, Organ and Biological Material Donors for the special publication entitled 'Blood Donation'.
- Sponsorship for the children's summer camp Ranch K. Skouras S.A. in the form of a children's educational course entitled 'Delta Milk Planet' lasting two days for each camping period.
- Sponsorship of the famed musical Cats by Andrew Lloyd Webber (40 shows at the Olympic Badminton Centre in Goudi).
- Sponsorship of the scheme entitled 'A beautiful Greece is a clean Greece' from the Forum Group to raise environmental awareness and improve the Attica coastline.

- Sponsorship of events in Athens and Thessaloniki organised by the Secretariat General for the Young Generation in the context of the European Youth Week entitled 'NeOn lights focused on youth'.
- Sponsorship of the Children's Theatre of the National Theatre of Northern Greece for the work Romeo and Juliet... like cat and dog.
- Sponsorship of the 29th Panhellenic Bakers Conference organised by the Hellenic Bakers Federation.
- Lead sponsor of the Scorpions concert at the Karaiskaki Stadium.
- Synch Festival – electronica festival at Lavrio, Attica.
- Sponsorship of a kick boxing tournament in Volos.

IV Presentation of the Group



DELTA ICE CREAM S.A.

In 2005 DELTA ICE CREAM S.A. successfully continued to implement its strategic and economic goals.

DELTA ICE CREAM is active throughout S.E. Europe and for several years it has had a leading position in 6 countries of this region, in particular:

- GREECE
- ROMANIA
- BULGARIA
- SERBIA - MONTENEGRO
- FYROM
- BOSNIA - HERZEGOVINA

The DELTA ICE CREAM Group has:

- 4 modern factories for the production of ice cream in Greece, Serbia, Bulgaria and Romania.
- The largest and most effective distribution network in the region, with more than 80,000 points of sale.
- High quality of products, aimed at more than 50 million consumers in the region.

GENERAL REVIEW OF 2005

In 2005 the DELTA ICE CREAM Group successfully managed to meet the challenges of the market and the target set.

2005 was a particularly difficult year for the ice cream sector and was marked above all by the particularly unfavourable weather conditions in Southeastern Europe, and the Balkans in particular, where the Group makes more than 40% of its consolidated turnover.

The main targets for 2005, which were part of the DELTA Group's strategic targets were:

- to bolster free cash flows
- to deal with international competition
- to maintain a leading position in countries where the Group is active
- to exploit new consumer trends and demands, by offering innovative and suitable products
- to ensure a powerful presence in all distribution channels, with particular emphasis on new networks and constantly developing chains of stores.

THE GREEK MARKET

In 2005 company's net sales in Greece were € 68.3 million.

The market share (in value terms) increased to 39.8% in 2005 according to Nielsen data (Food Tobacco Dairy, Jan-Dec 2005).

Gross profit in 2005 stood at 49.8% and EBITDA at € 13.6 million.

Investments stood at € 2.9 million approximately and covered production, network, new technology development and improved quality system requirements.

In 2005 DELTA ICE CREAM continued to be the ice cream leader in Greece. A series of successful launches, an aggressive communication campaign and a very strong distribution network strengthened DELTA's leading position in the ice cream sector.

In 2005 the stick ice-cream LACTA was launched which proved to be a highly successful co-branding effort following the Merenda cone, the Kiss bar and the ION ice cream - chocolate wafer. Armonia tubs and Nirvana Espresso were also launched supplementing the Nirvana range, as well as Aloma Profiterole, the Cool & Slim Caramel tub and children's collectors cups for boys and girls. Lastly, emphasis was placed on the developing segment of multipacks with the launch of the Mini Sandwich, mini Cool & Slim (mini ice-cream on a stick) and Kiss mini bar.

Packaged ice creams continue to dominate in the traditional market channel (kiosks, mini markets and corner stores), but consumers have made a turn towards supermarkets to purchase family size ice creams which today account for 20% of company sales. Moreover, year-on-year the presence of private label ice creams with lower prices is becoming intense. The company focused on better defences and further development in this channel during the year passed via targeted promotional measures and close monitoring of major accounts.

Lastly, it changed the communication approach for all products, as well as its corporate communication. A corporate platform was developed (I want DELTA Ice Cream) which was the core of the outdoor advertising campaign, a common element in all product advertisements and its corporate campaign. With a dose of humour included (as a way of expressing the fun side of ice cream), the company sought to freshen up the image of ice cream in people's minds and to remind them of its values, which are nonchalance, enjoyment and dietary worth.

INTERNATIONAL ACTIVITIES

Despite the particularly unfavourable weather conditions in the wider region of Southeastern Europe during the summer and local competitive pressures, particularly in terms of prices, overall sales abroad stood at € 51.5 million.

EBITDA for subsidiaries abroad during 2005 stood at € 3.6 million accounting for 21% of group EBITDA.

DELTA'S leading position abroad is a result of a long-term investment strategy worth € 100 million dating from 1992.

Today the DELTA brand-name in these countries is synonymous with ice cream. This indicates the further potential for dynamic development in the region, particularly given the new circumstances which will arise after 2007 when two new Balkan countries join the European Union (Bulgaria and Romania).

SUBSIDIARY COMPANIES

Delta International Holdings S.A.

DELTA INTERNATIONAL HOLDINGS S.A. is a holding company established in 1994 whose registered offices are in Luxembourg. It has majority holdings in the ice cream companies established by the DELTA Group in the Balkan countries.

Delta Romania S.A.

DELTA ROMANIA S.A. was established in 1999 by merging DELROM S.A. and QUEEN S.A. DELROM S.A. was set up in 1994 while QUEEN was acquired by DELTA INTERNATIONAL HOLDINGS S.A. The Bucharest-based company produces and distributes ice cream and its privately owned and rented facilities include head offices, a production plant, refrigerated stores and storage units in Bucharest and a branch in Constanza.

The company covers the territory of Romania producing and distributing ice cream. Its network includes points of sale which are covered by a private network and regional representatives network.

Investments in 2005 amounted to € 369,202.

IV Presentation of the Group

Delta Bulgaria S.A.

DELTA BULGARIA S.A came about from the merger of Delvi-P S.A. and Delvi-T S.A in 1998 and its registered offices are in Sofia. It is an ice cream production and trading company and its facilities include central offices in Sofia, a production plant in Varna, refrigerated stores and storage facilities in both Sofia and Varna and distribution branches in the largest towns in the country. The company covers the territory of Bulgaria producing and distributing ice cream and part of the production needs for Serbia and Romania. The company network includes points of sale which are covered by a private network and regional representatives network.

Investments in 2005 amounted to € 1,092,637.

Delyug S.A.

DELYUG A.D. was set up in 1997 by the DELTA Group and the Yugoslav companies MABAR and NAPREDAK. Its registered offices are in Belgrade. It is an ice cream production and trading company. Its privately owned and rented facilities include central offices, a production plant, refrigerated stores and storage facilities in Belgrade and a network of distribution branches in the largest towns in the country. Its network includes points of sale which are covered by a private network and regional representatives network covering the entire territory of Yugoslavia. The company also supplies ice cream to the FYROM and Montenegro markets and is the sole distributor of CHIPITA products in Serbia.

Investments in 2005 amounted to € 1,998,848.

DELFOR Ltd.

DELFOR Ltd. was set up in 2000 and was acquired in 2003 by DELTA INTERNATIONAL HOLDINGS S.A. Its registered offices are in Kotor, Montenegro, and it is an ice cream imports – exports and trading company and its facilities include central offices and refrigerated stores in Kotor. Its network includes points of sale which are covered by a private network and regional representatives network covering the entire territory of Montenegro by importing ice cream from DELYUG S.A. The company is the exclusive distributor of CHIPITA products in Serbia with products supplied by DELYUG S.A. The company is represented by the Board of Directors of DELTA INTERNATIONAL HOLDINGS S.A. and is a limited liability company.

Investments in 2005 amounted to € 123,579.

Delta Six S.A.

DELTA SIX S.A. was set up in 1996 and was acquired in 1998 by DELTA INTERNATIONAL HOLDINGS S.A. Its registered offices are in FYROM and it is involved in importing and trading ice cream. Its facilities include central offices in Skopje and a refrigerated store in Gopal. Its network includes points of sale which are covered by a private network and regional representatives network covering the entire territory of FYROM by importing ice cream from DELYUG S.A.

Investments in 2005 amounted to € 234,306.

HUMAN RESOURCES AND SOCIAL CONTRIBUTION

Human resources are a major factor for the success of the strategic plans of DELTA ICE CREAM S.A.

The main target of the human resources policy in 2005 was to accurately identify the strategic vision of DELTA Group and make sure that all the employees adopt it, in combination with their continuing training and re-training and the creation of a permanent staff infrastructure so as to cover new jobs that arise from the development and expansion of DELTA ICE CREAM S.A. Against this background, emphasis was placed on issues such as constant updating of personnel on all developments and the adoption of measures in order to make the employees

participate in procedures that will help increase productivity, improve quality, immediate decision-making and crisis management.

At the same time, DELTA ICE CREAM S.A. offered additional social benefits to its staff, such as:

- Children's summer camps
- Supply of school items.
- Additional life and medical insurance.
- Various social events.
- Vouchers to back up the family budget.
- Financial assistance for covering extraordinary family needs.
- A blood bank for covering the needs of the staff and their relatives.
- Sponsorship programme for cultural associations, educational institutions and conferences.

The company's dedication to implementing the philosophy of continuing training and development was expressed through the organisation of training courses for all personnel. These courses covered a wide range of subjects and specialisations. At the same time, long-term training courses were organised aimed at the acquirement of postgraduate and specialist qualifications.

The company's Management Team has also performed a continuous evaluation of the effectiveness of these courses and renewed the methodology for designing them in order to fully utilise the advantages

GENERAL FROZEN FOODS S.A.

GENERAL FROZEN FOODS GROUP S.A.

Frozen Vegetables

In 2005 the frozen vegetables market was stable reflecting 2004 figures both in terms of volume and value, and also reflecting the high growth rates reported over the last 5 years.

Tight financial circumstances marked by limited ready cash during the period also impacted on frozen vegetables since more expensive product categories did not increase sales figures while core vegetables retained their market share.

As planned, a third 'tactical' low-cost brand – Lachanokipos or Vegetable Garden- was added to the company's two frozen vegetable brands, Uncle Stathis and Froza. Despite the intense activity of supermarket chains in promoting their private label frozen vegetables, the company managed to retain its leading place in the market. The company's total market share stood at 69% in terms of volume and 80% in terms of value.

Once again in its 35 years in existence Uncle Stathis innovated at product level. It expanded the range of extra fine vegetables offering three new vegetable categories: baby carrots, leaf spinach and mini pleurotus mushrooms. Moreover, in November 2005 a new series of innovative Mix & Cook products were released. This series offers three recipes combining past and vegetables (penne and Mediterranean vegetables, tagliatelle and champignon and porcini mushrooms, rigatoni with spinach and bacon) which can be cooked in the deep pan in 7 minutes. With Mix & Cook, Uncle Stathis is not only offering three new very tasty solutions for the table but also launching a new, very easy and quick way to cook.

As expected the brand has retained its high figure both at consumer preference level (70%) and at first line level (82%).

Frozen Dough & Pastry Products

The frozen dough market expanded up some 3% compared to 2004. The sheet pastry and ready pies categories presented increases while the frozen pizza market was relatively stable.

GENERAL FROZEN FOODS reported higher growth rates than the market in the frozen pastry sector reflected in the performance of the Golden Pastry brand.

At the end of 2004 Chrysi Zymi innovated by launching the Macedonia Spiral pies series offering consumers products made with pure virgin olive oil for the first time. The focus of activities was directed towards this end. With a clear USP (olive oil and authentic ingredients in the filling) which generates better quality results for the consumer at reasonable prices, these pies were a success and over-achieved targets during 2005.

At the end of 2005 Chrysi Zymi extended this range of pies with a series of mini pies, once again made with olive oil and additional fillings with special ingredients like gruyere cheese from Crete, traditional kasseri cheese and anthotiro cheese.

Despite the rise in very cheap private label products in this category, in 2005 Chrysi Zymi not only retained the position it had gained in 2004 but also increased its share in terms of volume and value by more than 30% in both cases.

Prospects for 2006

With the overriding aim being to generate value for shareholders, GENERAL FROZEN FOODS is focusing its strategy for 2006 on:

- Maintaining its overall positioning the frozen vegetables retail market.
- Bolstering the value of Uncle Stathis and Chrysi Zymi products bearing in mind even better quality and innovation.
- Entering new, related markets (e.g. the tomato market) via Uncle Stathis.

SUBSIDIARY COMPANIES

ALESIS S.A.

ALESIS S.A. is a 100% subsidiary of GENERAL FROZEN FOODS and is active in the production and trading of frozen dough and pastry products. During the 2005 financial year the company's sales amounted to € 21.5 million and the profits before taxes to € 1.80 million.

UNCLE STATHIS FOOD

This is a company based in Philippoupoli, Bulgaria, whose main activity is to produce frozen vegetables in 2005. Its share capital stands at € 306,701.43 and it is a 100% subsidiary of GENERAL FROZEN FOODS S.A. € 8.2 million have already been invested during 2005, at which time the investment will be completed and the plant will commence operations.

AGROTEAM E.O.O.D

This is a company active in the agricultural produce primary production and trade sector based in Philippoupoli, Bulgaria. Its share capital is € 255,584.52 and within the first four months of 2005 an investment of € 1.1 million will be completed at which time the company will commence operations.

INTERNATIONAL PRESENCE DURING 2005 & PROSPECTS FOR 2006

Export activities continued to account for a major part of the GENERAL FROZEN FOOD Group's overall activities.

In 2005 exports stood at € 4.1 million, or 6% of overall Group turnover which stood at € 69.1 million.

During 2006 measures will be stepped up in the countries of SE Europe with the promotion of special vegetable packages primarily in Bulgaria, Romania and Yugoslavia in collaboration with the DELTA ICE CREAM Group's distribution network. At the same time, fruit exports will cease since this activity generates losses.

HUMAN RESOURCES

Social Benefits to Personnel

The company supported and financially covered the personnel entertainment events (Christmas vouchers, gifts and invitations to the ball, company excursion, Christmas party for the employee's children and summer camps).

The social contribution of the company that was aimed at the personnel made an impact and was acknowledged; it concerned the policy of loans and wedding gifts, and the support offered to employees in moments of difficulty, expressed through financial and moral assistance in special cases of illness and accidents.

At the same time, the Health and Safety Committee continued its work and its initiative to operate a Blood Bank with employees donating blood.

IV Presentation of the Group

Group Insurance

The Group and the company are always by the side of all employees, their families and their expectations by creating conditions of safety and protection. The group insurance policy is an example of this effort, which in 2005, following an increase in the insurance cover premiums, satisfactorily contributed to covering part of the needs of employees who required it.

The coverage under the insurance policy includes the following:

- Life insurance,
- Death Insurance, Insurance for Permanent Disability due to Accident and
- Medicare and outpatient expenses coverage.

Training

154 employees participated in training courses during 2005 with a total duration of 3,147 hours. Moreover, 5 employees participated in various one-day seminars and conferences lasting 48 hours. During the year 6 graduates of Technological Educational Institutes were employed on work experience in the areas of IT, Finance, Management, Accounting, Marketing and Quality Control.

SOCIAL CONTRIBUTION

During 2005 GENERAL FROZEN FOODS S.A. responded to many requests for sponsorship and support by charity-cultural associations and other bodies, for example:

- Participation in the catering of several Institutions through the Food Bank Against Hunger of N. Greece, of which the company is a founding member.
- Participation in the Board of Directors and financial support of the work of the Cultural Society of Northern Greek Enterprises, whose work is to upgrade the cultural life of the city.
- Financial support of the 7th International Meeting of Young Bands 2005, organised by the Cultural Organisation of the Municipality of Echedoros, in cooperation with the Municipal Corporation of Sindos, where the company has its headquarters.
- Distribution of products to camp sites, school events and institutions
- Financial support for associations, charities and foundations (SOS Children's Village, ELEPAP, Achtida, Phoe, Down's Syndrome Association, Panhellenic Disabled Association, Ag. Dimitrios Orphanage, etc).
- Financial aid to the annual company ball as well as the OAED, Labour Inspectorate, Ministry and other companies' employees' balls.



GOODY'S GROUP S.A.

GOODY'S S.A. sales for the 2005 financial year stood at € 21.4 million and profits before tax at € 13.8, down some 0.86% and 1.54% respectively compared to 2004.

At consolidated level, turnover for the GOODY'S Group stood at € 146.2 million down some 1.42% compared to the previous year. Earnings before interest, tax, depreciation and amortisation (EBITDA) rose by 0.55% to € 23.9 million compared to 2004, while net earnings before tax net of minority holdings was € 16 million, up by 3.7% compared to the previous year.

The financial results of the Group's two chains, the GOODY'S restaurants and FLOCAFE, dropped slightly due to difficult conditions in the Greek market in general. GOODY'S system sales stood at € 212.2 down slightly by 0.34% compared to 2004 and FLOCAFE system sales stood at € 48.2 million low by 0.74% compared to the previous year. The shares held by these two chains are as follows:

- In the branded food market the GOODY'S chain holds 49.7% while in the food market overall (branded and unbranded) it holds 15.3%.
- In the branded coffee market the FLOCAFE chain holds 35.7% while in the coffee market overall (branded and unbranded) it holds 9.8%.

(Source: Prisma Options, 2005 Survey).

As far as network expansion is concerned, in 2005 14 new stores were open 5 of which were GOODY'S and 9 FLOCAFE. In the context of improving the quality of stores, 16 GOODY'S stores were renovated and 10 FLOCAFE stores, while 2 restaurants were relocated. On 31.12.2005 there were a total of 187 GOODY'S stores in operation of which 6 were in Cyprus and 1 in Bulgaria, and 71 FLOCAFE stores of which 3 are in Cyprus.

Turning to the menus offered by both chains, in light of the company's focus on innovation and constant updating of its menu during the year, GOODY'S launched 12 new products and FLOCAFE 9, in other words a total of 24 new, different dishes.

Major events in 2005

During 2005 company financials dropped marginally due to unfavourable conditions in the Greek economy overall.

Prospects for 2006

In 2005 the company performed successfully despite difficult conditions in the Greek market and this is expected to continue in 2006. Company targets for the immediate future are:

- To continue to improve customer service at stores via innovations in terms of products and the services offered.
- To expand its network of GOODY'S and FLOCAFE ESPRESSO BARS stores by opening 8 new stores and continuing the plan to modernise stores via renovations or relocation of at least 20 old stores.
- To invest € 7.9 million, of which € 3.7 million will be used to expand the network of GOODY'S and FLOCAFE ESPRESSO BARS stores and € 4.2 million to modernise and expand industrial infrastructure, production facilities and IT systems.
- Via its subsidiary HELLENIC CATERING S.A., to continue to expand its commercial activities in the hotels, restaurants and catering (HORECA) market to extend activities to third-party customers (other than the two chains in the Group).

IV Presentation of the Group

SUBSIDIARY COMPANIES

HELLENIC CATERING S.A.

The company included two new categories in its menus in 2005 with specialised products aimed at hotel and hospital markets while at the same time enriched its meat products and merchandise menus with kebabs and omelettes, and the regular overhaul of the dessert menu also took place.

In the hotel market pilot partnerships were successfully developed in tourist areas such as Crete, Rhodes and Halkidiki. In the coastal shipping market, partnership was expanded to cover almost all coastal shipping companies. Lastly, a partnership commenced with companies operating in the airline catering sector.

In the retail market (hot corner - S/M) there were certain problems due to the increasing level of mostly anarchic competition.

Prospects for 2006

In 2006 the company will continue to develop partnerships achieved at the end of 2005 with companies or chains operating in the dessert, ice cream or kebab sectors.

The aim is to intensify efforts in the hotel sector, particularly in places with high tourism influxes in the summer.

OTHER SUBSIDIARY COMPANIES

In addition to GOODY'S S.A. and HELLENIC CATERING S.A. the consolidated financial results also include the following companies:

Stavros Nendos - Select S.A., Hellenic Food Service S.A., BALKAN RESTAURANTS S.A., NAFPLIOS S.A., PARALIA CAFÉ-PÂTISSERIE S.A., HARILAOU RESTAURANTS S.A., MAROUSHI RESTAURANTS S.A., ENDEKA S.A., KAVALA RESTAURANTS S.A., ZEFXI RESTAURANTS - PÂTISSERIES - S.A., EFKARPIA RESTAURANTS S.A., PANORAMA RESTAURANTS S.A., DRAMA RESTAURANTS - PÂTISSERIES S.A., SERRES RESTAURANTS - PÂTISSERIES S.A., MEGARA RESTAURANTS - PÂTISSERIES S.A., SARANDA S.A., GEFSIPLOIA S.A., HOLLYWOOD RESTAURANTS - PÂTISSERIES S.A., MALIAKOS RESTAURANTS S.A., CAFE ESPRESSO S.A., VRILISSIA CAFE-PÂTISSERIES S.A., ATHENIAN RESTAURANTS S.A., VOLOS COAST RESTAURANTS S.A., EXARCHIA CAFE-PÂTISSERIES S.A., VERIA CAFÉ-PÂTISSERIES S.A., EASTERN CRETE RESTAURANTS – CAFÉ-PÂTISSERIES S.A., KIFISIA CAFÉ-RESTAURANTS S.A., Pagrati Restaurants S.A., TEMBI RESTAURANTS - PÂTISSERIES S.A., Green Food S.A., Hellenic Food Investments S.A., Pallini Restaurants – Café-Pâtisseries S.A., Neratziotissa Restaurants S.A., Christos Togias & Partners S.A., Syngrou Restaurants S.A., Arma Investment S.A., Nea Makri Restaurants S.A., Aristotelous Restaurants Tourist Enterprises, Desmos Development S.A., Alkyoni Café S.A., Marina Zeas Café.

INTERNATIONAL PRESENCE DURING 2005 & PROSPECTS FOR 2006

During 2005 the GOODY'S chain operated 6 stores in Cyprus and 1 in Bulgaria. The Flocafe chain operated 3 stores in Cyprus, 2 being in Nicosia and 1 in Limassol.

HUMAN RESOURCES

In 2005 more than 1,600 people worked for the GOODY'S Group of whom around 180 worked for GOODY'S S.A., 370 for HELLENIC CATERING S.A. and its subsidiaries and the others at stores belonging to both chains where GOODY'S S.A. has a majority holding.

Overall for 2005 GOODY'S S.A. spent more than € 880,000 on benefits (group insurance plan, catering, events, and gifts to employees, training, mobile telephony).

At the same time, during 2005 more than 5,500 people were employed at the GOODY'S and FLOCAFE network of stores. More than 1,200 employees from the FLOCAFE chain attended training courses including the innovative Grande Barista scheme with a total of 7,600 hours of training while training for 2,700 of GOODY'S chain staff was primarily focused on quality assurance and hygiene (GOODY'S HACCP) with a total of 1,830 hours of training.

SOCIAL CONTRIBUTION

During 2005 via the well-established ArGOODaki Programme commenced back in December 2002 at Goody's stores in cooperation with the charity 'Together for the Child' the Goody's Group of Companies offered a total of € 500,000 to implement a major social project: establishment and completion of the Care Centre which will provide psychological support and care for children, teenagers and their families facing serious illness or family loss.

At the same time, it also supported the following foundations and bodies among others:

- Kentavros Wheelchair Basketball Club
- Hellenic Anti-Cancer Society
- Panhellenic Association of the Blind
- Panhellenic Poverty Association
- Cancer Fund Raiser
- AIESEC
- The victims of the tsunami in the Indonesia area
- The Museum of Byzantine Culture
- Thessaloniki Archaeological Museum



VIGLA OLYMPOU S.A.

In 2005 VIGLA OLYMPOU S.A. continued its operations primarily focusing on generating profits. The main developments can be summarised as follows:

1. Greek cheese: 2005 was a difficult year since the markets in packaged feta and semi-hard cheese reported low growth rates compared to the previous year. There was intense competition from private label brands particularly for feta, with an emphasis on organic feta. In 2005, after a communication absence of 3 years, DELTA placed emphasis on feta packaging with a new communication strategy and 2 new spots with focused on Ellassona, modernity and flavour. This intense support results in 3.5% of the market being acquired. Moreover, bulk feta, kasseri cheese and semi-hard cheese continued to be produced without problems.
2. Ingredients: The raw material (Greek sheep & goat milk) continued to be provided by DELTA DAIRY S.A.
3. Butter market: In 2005 DELTA also placed emphasis on communicating butter around the Easter period (April 2005) with the result that its market share rose by 1% to 6% overall.
4. Export activities: Exports continued as normal for Greek Feta and was placed on supermarket shelves in England, Germany, the Scandinavian countries and Canada.
5. Ellassona Fresh Milk: In September 2005 VIGLA OLYMPOU S.A. expanded its activities from producing cheeses to producing fresh milk. Utilising locally produced fresh milk from the Ellassona region, it launched Ellassona Fresh Milk which is made only with milk from the area. This milk was aimed at the local market of Central Greece and was positively received by consumers. Ellassona Fresh Milk successfully covers needs for fresh milk, with strong local features, which is particularly important for consumers in the area. Moreover, it utilises the capacity of the VIGLA plant thus helping regional development.

Prospects for 2006

2006 will be a year with strong activity in the cheese and butter sectors with new cheese products being launched (2 feta codes in June and 4 codes in October) and for butter, with a change in the packaging visuals shortly before Easter (April 2006). These launches will be supported by above the line measure (TV spots, spreads) and below the line measures (coupons, on pack gifts, etc.).

Export activities will be accelerated to cover more countries (USA, Australia) and the company seeks to ensure that over the next 2 years exports will account for 30% of its sales either via DELTA or directly via VIGLA.

SOCIAL CONTRIBUTION

In 2005 the company continued its major social contribution in the area of Ellassona, Thessaly, where its production plant is located.

During 2005 this activity took the form of sponsorship for local events, which sought to support the local community in financial and moral terms (such as lead sponsor in at the Ellassona Cultural Festival on Cavafy) and via financial support to a student to cover Medicare costs and via training courses.

In addition, away from the Ellassona area, feta and butter were also distributed free to the Diavasi Association, a non-profit organisation for people with substance abuse problems. Financial support was also given to the blood donation association.

3. Group Human Resources

In today's highly competitive environment DELTA has realised that the quality of human resources, the work environment and proper communication are key factors in developing a successful and acclaimed company. It is the belief, dedication, knowledge and hard work of DELTA' staff that accounts in large part for the successful implementation of the company's business plans.

DELTA's strategic business plans sought and continue to seek to face the competition, ensure further development and achieve high returns for shareholders. The changes required to organisational units, jobs and their requirements in terms of qualifications make its necessary to adjust the HRM systems and develop new ones at Group level. Emphasis is rolled over to the contribution of each post to implementing business targets via a framework of values and a corporate culture that fosters desirable conduct to achieve high returns while at the same time promoting the achievement of personal and career-related goals.

The systems and methodologies/tools used which are direct priority include: systematic management of employee performance, developing a new basic core of professional skills and competences, adjusting organisational structures, systematic and ongoing vocational training, and development and providing career opportunities in Group companies.

The company places particular emphasis on education and training by organising training courses for all its staff as part of an integrated training system which offers tomorrow's know-how. In order to achieve its target, it implements cutting edge techniques to assess training needs and to organise training courses and evaluate the effectiveness of the training provided.

Development in Personnel Levels

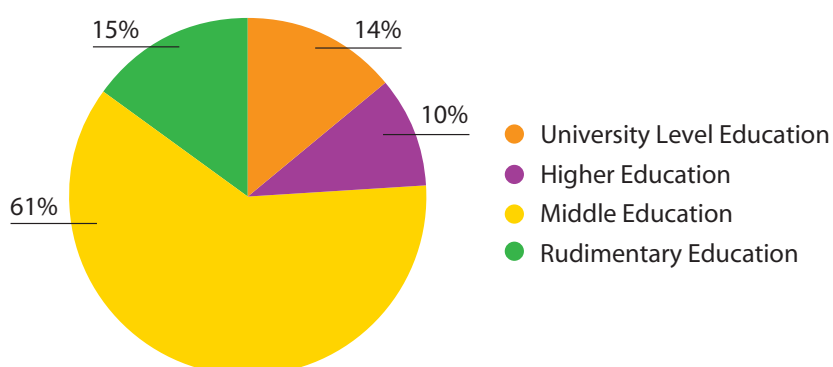
The development in average personnel levels in the Delta Group over the 2003 - 2005 period is presented in the table below:

DEVELOPMENT OF AVERAGE PERSONNEL LEVELS IN THE DELTA GROUP OVER THE THREE-YEAR PERIOD 2003-2005

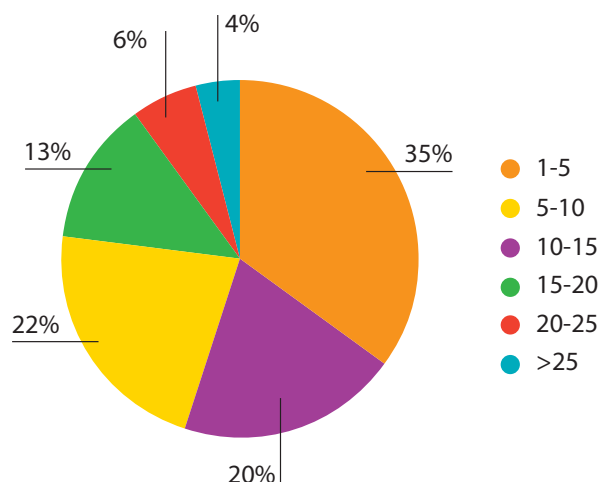
Area of specialisation	2003	2004	2005
Administrative	3,797	2,708	3,019
Worker/Technical	2,817	3,346	2,586
Total	6,614	6,054	5,605

The distribution of DELTA Group personnel based on educational level and length of service is as follows:

DISTRIBUTION OF THE DELTA GROUP PERSONNEL BASED ON EDUCATIONAL LEVEL - 2005



DISTRIBUTION OF THE DELTA GROUP PERSONNEL BASED ON LENGTH OF SERVICE - 2005



Social Policy For The Employees of the DELTA Group

The DELTA Group offers many additional benefits of a social nature to its employees. Indicatively, the additional benefits provided, at least by one of the Group's companies, are listed below:

- Children's summer camps
- The supply of school items at the beginning of each school year.
- Additional life and medical insurance.
- Various social events.
- Vouchers to back up the family budget.
- Financial assistance for covering extraordinary family needs.
- Prize-giving to students, children of employees in the company, who either excelled at school or succeeded to get admitted to the universities of the country.
- A blood bank for covering the needs of the staff and their relatives.
- Common celebration events for the company staff.
- Common celebration events for the children of the employees.
- Free products to the employees to consume during their everyday work, and for their families during Easter and Christmas
- Marriage allowance
- Additional childbirth allowance for female employees.
- Practical work experience provided to children of employees studying at university.
- Prize-giving for many years of employment in the company.
- Participation in sports events.
- Special offers at stores in specie depending on the season.
- Provision of transport for staff (cars, buses, participation in the cost of using the Attiki Odos Motorway).
- Mobile telephone and car fuel benefits.

IV Presentation of the Group

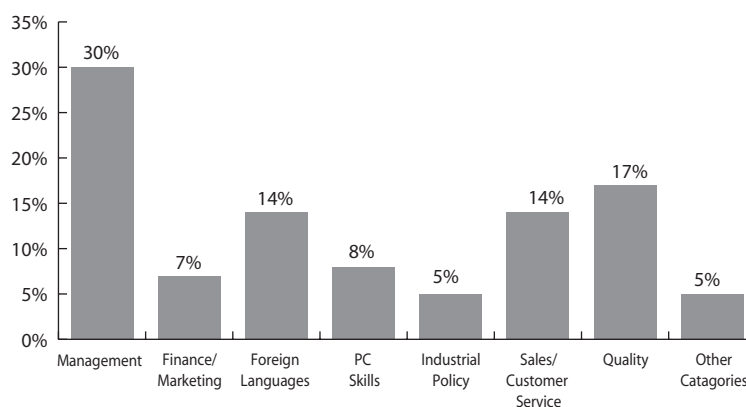
Development Policy for the Employees of the DELTA Group

During 2005 the DELTA Group once again continued to invest in developing and training its human resources thus building an environment based on equal opportunities for employee development and enhancement.

To this end, € 235,000 was invested in the cost of staff training. Note that this investment relates only to the cost of training agencies and does not include the cost of daily on-the-job-training and the cost of fees for instructors who participated in the various training courses organised by the Group.

As regards the type of development and training courses offered to employees, the following table gives an indication of the level of investment in specific areas of specialisation for 2005:

HOURS OF TRAINING FOR DELTA GROUP PERSONNEL PER AREA OF SPECIALISATION FOR THE YEAR 2005



Over the past year, the DELTA Group supported the efforts of its employees to acquire formal qualifications, especially postgraduate ones, by financing all or part of the cost. At the same time, it encouraged the achievement of such goals, by giving the chance to employees to complete part of the study in the workplace, either by providing time off work, making data available or by creating conditions favourable for research.

4. Distribution of the Group's Social Product

The distribution of DELTA Group's social product refers to the payroll cost, and the contributions to social security organisations.

The table below presents the development of the social product for the DELTA Group during the period 2003-2005:

DISTRIBUTION OF THE DELTA GROUP SOCIAL PRODUCT FOR THE THREE-YEAR PERIOD 2003-2005 (in thousand €)

	2003	2004	2005
Employees	6,614	6,054	5,605
Payroll Cost	93,887	96,541	84,030
Contributions to Social Security Organisations	21,594	22,911	17,944

5. The Group's Social Contribution

Through its subsidiaries, but also through actions taken by central management, as expressed by DELTA HOLDING S.A., the Group concentrated on cultural, scientific and philanthropic activities, which show sensitivity to the needs of society as a whole, supporting the Group's leadership image and establishing it in the mind of consumers as a modern Greek company with a human face which contributes energetically to the preservation and improvement of the social and cultural life of the country.

In this context, each subsidiary company implemented its own special programme of sponsorship and other related activities, always following the above basic guidelines and aiming to develop synergies between these activities.

In 2005 in particular, a large part of the sponsorship schemes supported the work of the Aristidis Daskalopoulos Foundation whose purpose is to contribute to improving daily nutritional habits via research, knowledge and dissemination of information.

Along with other, smaller scale activities, the Group offered the entire range of its subsidiaries' products in order to offer support in kind to the work of charitable foundations, hospitals, orphanages, old people's homes and establishments accommodating people with special needs. In addition, the Group provided considerable support to the work of the Food Bank against Hunger.

6. Participation in EC Programmes

ACTION DURING 2005 - PROSPECTS FOR 2006

In 2005, given that 20 approved proposals covering various topics of strategic importance were implemented and 7 new proposals submitted, the DELTA Group achieved its targets in the context of the 3rd Community Support Framework (2000-2006).

The company promoted:

- Completion of modernisation of milk production plant facilities and milk collection stations (Regulation (EC) No 1257/99 investment programme).
- Investments to introduce and adapt environmentally friendly technologies in the production process by installing new clean technology production – energy equipment at all DELTA production plants (Competitiveness Operational Programme, Measure 2.5).
- Implementation of projects to replace crude oil with natural gas, and energy saving activities, optimisation of electrical consumption, etc. at all the DELTA units thus contributing to an improvement in environmental conditions and energy savings (Competitiveness Operational Programme Measure 2.1).

IV Presentation of the Group

- Promotion of life-long learning and new forms of work relations, thus supporting via innovative support mechanisms adaptation by DELTA Group's employees and companies to the structural changes required by new technologies and innovation, through innovative support mechanisms, thus promoting continuous learning and new forms of labour relations (EQUAL Community Initiative).
- Training employees in technology and organisational modernisation issues, by holding training courses that seek to improve, adapt qualifications and skills to new needs in the labour market for a number of highly-qualified executives so make modernisation of Group companies more effective (Competitiveness Operational Programme, Measure 8.2).
- Introduction of innovative measures and new approaches to job content and work organisation, including vocational training and industrial adaptation both for employees and Group companies to expand adaptability skills to the new labour environment generated by demographic, socio-economic and legal changes. These measures included trial plans, studies, exchanges of views and briefings (Article 6 of the ESF Regulation).
- Linking applied research to production, intensifying research within Group enterprises, developing new innovative procedures, techniques and products and lastly increasing the competitiveness and the technological skill of Group companies (Competitiveness Operational Programme Measure 4.5.).
- Active participation of Group companies in industrial research projects by developing cooperation on a European and international level in order to design new products and production methods (Competitiveness Operational Programme, Measure 4.3).
- The creation of technologically innovative e-business products and services, both in the primary sector (livestock units), and production procedures and business transactions (Competitiveness Operational Programme, Measure 3.3. Coordinated EBusiness Programme).

During 2006, by implementing projects already approved and effectively utilising their results, via new proposals already submitted for which approval is awaited and proposals to be submitted by the end of the 3rd CSF after the expected new reallocation of resources between operational programmes, the DELTA Group seeks to:

- Promote investment plans in the primary, secondary and tertiary sectors relating to expansion and modernisation of facilities, production, other and plant equipment, automating procedures, computerisation, introducing, developing and implementing modern technology, know-how and production methods as well as organising and promoting sales of products (New Development Law, Law 3299/2004).
- Promote an investment plan to establish a power – heat co-production plant at the DELTA DAIRY S.A. production unit at Agios Stefanos, Attica, so as to ensure energy supplies and reduce dependence on imported forms of raw energy by differentiating the energy sources and protecting the environment (Competitiveness Operational Programme, Measure 6.5).
- Further extend introduction of Group companies to the digital economy by improving the management of information and promoting modern practices in the use of IT systems. Moreover, it seeks to support the development and operation of wireless broadband hot spots which will enable Group companies to offer broadband internet access via wireless terminals (Information Society Operational Programme).
- Further develop and bolster industrial research in Group companies with the aim of improving productivity, developing new products with high added value, developing new or improved production methods, improving competitiveness and penetrating new markets (Industrial Research and Technology Development programme 2005).
- Implement integrated business plans to promote and market selected Group products in cooperation with organisations and agencies promoting Greek exports of agricultural products via dedicated / specialist sectoral journals and participation in international food fairs (Rural Development Operational Programme, Measure 4.3).
- Participate in regional poles of innovation which via research and technological development consortiums seek to mobilise a significant number of production and research bodies in the regions to create the critical mass necessary for an integrated approach to innovation at regional level (Competitiveness Operational Programme Measure 4.6).

- Promote cooperation between Group companies and research organisations on long-term research and technological development projects to manufacture innovative products and create modern tools to develop new products and services. The aim is to improve the competitiveness of Group company production activities in various regions of the country (Regional Operational Programmes).

Lastly, the DELTA Group monitors developments and processes at European and national level which are related to planning for the 4th CSF (2007-2013), participating in shaping the main development targets, priority axes and means for achieving them.

2005

Appendix



DELTA HOLDING S.A.

CR 1154/06/B/86/39

REGISTERED OFFICE: PANEPISTIMIOU 59, ATHENS

AMOUNTS AND INFORMATION FOR THE PERIOD FROM JANUARY 1st, 2005 TO MARCH 31st, 2005

The information that follows is intended to provide a general update on the financial situation and the financial results of the Group and of Delta Holdings S.A. Therefore, prior to any investment decision involving the Company, we recommend a visit to the website www.delta.gr, where the periodic financial statements prepared according to the International Accounting Standards are posted.

BALANCE SHEET DATA ON March 31 2005					
(Amounts in Euros)					
		THE GROUP		THE COMPANY	
		31/03/2005	31/12/2004	31/03/2005	31/12/2004
ASSETS					
Non-Current assets					
Property, plant and equipment		485,397,972	483,584,991	5,430,359	5,631,973
Intangible assets		733,600	792,393	1,708	1,844
Goodwill		203,053,320	201,904,159	0	0
Investments in subsidiaries		0	0	528,474,664	0
Investments in other companies		628,611	16,725,697	0	526,053,698
Available for sale investments		16,109,318	4,044,011	0	6,716,626
Available for sale financial assets		5,804,713	4,752,354	3,077,566	3,077,566
Other long term receivables		2,018,997	1,963,435	86,630	11,288
Deferred tax assets		21,603,698	14,451,974	2,064,961	2,064,961
		735,370,228	723,466,661	554,899,958	543,557,915
Current assets					
Inventories		88,077,127	63,554,823	0	0
Trade and other accounts receivables		197,203,288	148,619,917	10,973,392	11,113,598
Cash and cash equivalents		55,550,687	78,787,550	435,694	641,951
Other assets		13,130,266	3,051,936	2,963,220	2,963,220
		354,021,368	297,636,389	14,461,021	14,718,769
Total assets		1,089,391,596	1,021,103,051	569,360,980	558,276,684
LIABILITIES					
Equity					
Share capital		119,358,908	119,358,908	119,358,908	119,358,908
Paid-in surplus		91,452,012	91,452,012	91,452,012	91,452,012
Revaluation differences		3,179,542	3,183,979	1,299,756	1,877,922
Reserves		80,006,376	80,006,376	70,221,423	70,221,423
Retained earnings		-32,764,387	-24,377,732	-2,971,045	14,772,860
Treasury shares		-54,872,310	-55,419,980	0	0
Equity attributable to equity holders of the parent		206,360,441	214,203,562	279,361,063	297,683,125
Minority interest		32,826,738	130,531,807	0	0
Total equity		339,186,939	344,735,369	279,361,063	297,683,125
Long term liabilities					
Loans		233,286,023	262,185,340	226,472,916	226,472,916
Provisions for employee retirement		10,894,404	11,689,302	1,572,419	1,572,419
Deferred tax liabilities		54,281,759	53,922,275	220,361	215,569
Other long term liabilities		35,914,966	17,660,319	18,678,247	184
Total long term liabilities		334,377,153	345,457,236	246,715,111	228,261,068
Current liabilities					
Trade and other payables		223,781,062	215,467,426	14,511,188	9,786,041
Loans		152,521,151	78,657,213	24,097,428	18,025,140
Current tax liabilities		39,525,292	39,585,006	4,676,200	4,521,310
Total current liabilities		415,827,505	330,910,445	43,284,815	32,323,492
Total liabilities		750,204,658	676,367,681	289,999,927	260,593,560
TOTAL LIABILITIES AND EQUITY		1,089,391,596	1,021,103,051	569,360,980	558,276,684
INFORMATION FROM THE STATEMENT OF CHANGES IN EQUITY					
		THE GROUP		THE COMPANY	
		1/1-3/13-2005	1/1-3/13-2004	1/1-3/13-2005	1/1-3/13-2004
(Amounts in Euros)					
Equity at the beginning of the period		344,736,669	316,829,412	297,683,125	292,246,625
(01/01/2005 and 01/01/2004)					
Period results after taxes		8,181,711	6,467,040	-4,384,269	1,020,109
Acquisition of minority interests		-2,310,885	0	0	0
Purchase/sale of treasury shares		401,670	0	0	0
Adoption of IAS 32 and IAS 39		-11,822,226	0	-13,937,802	0
Equity at the end of the period		339,186,939	323,296,452	279,361,064	293,266,734
(03/31/2005 and 03/31/2004)					

«ADJUSTMENT OF EQUITY AT THE BEGINNING OF THE PERIOD (01/01/2005 AND 01/01/2004) RESPECTIVELY BETWEEN GREEK ACCOUNTING STANDARDS (GAS) AND INTERNATIONAL ACCOUNTING STANDARDS (IAS)»				
		THE GROUP		THE COMPANY
		1/1/2005	1/1/2004	1/1/2004
(Amounts in Euros)				
Total equity, as had been presented according to GAAP		-351,174,944	-337,957,415	-298,268,775
Adjusting entries				-294,584,736
Derecognition of intangible assets that do not meet requirements for recognition		9,270,229	16,198,959	690,233
Provision for employee retirement		11,695,412	11,130,071	1,572,419
Adjustments of fair values of tangible assets and amortization rate differences		-198,777,212	-210,326,768	1,104,053
Valuation of investments and securities		5,305,450	6,756,741	3,613,846
Valuation of investments that are consolidated according to the equity method		996,212	1,435,111	0
Adjustments of provisions and other accrued expenses		18,100,304	12,407,193	610,196
Impairment of goodwill		119,092,198	117,807,196	0
Reclassification of grants		8,837,338	9,864,444	0
Recognition of deferred taxation		39,470,301	57,400,097	-4,457,111
Reversal of dividends		-8,901,706	-6,089,740	-6,089,740
Accounting for finance leases		-1,823,495	-1,011,824	0
Other adjustments		1,213,244	5,556,523	1,746,001
Total adjustments		6,438,275	21,128,003	595,650
Capital invested according to the International Accounting Standards		-344,736,669	-316,829,412	-292,246,625
ADDITIONAL INFORMATION				
1. The following companies are included in the consolidation:				
(a) Subsidiaries	DELTA HOLDING S.A.	70.00%	Country	Greece
	DELTA DAIRY S.A.	92.98%		Greece
	DELTA ICE CREAM S.A.	68.51%		Greece
	GENERAL FROZEN FOODS S.A.	69.77%		Greece
	GOODY'S S.A.	100.00%		Greece
	VIGLA S.A.	100.00%		Cyprus
	DELTA FOOD HOLDINGS LTD.	100.00%		Cyprus
(b) Subsidiaries of DELTA DAIRY S.A.	EUROFED HELLAS S.A.	100.00%		Greece
	CHARALAMBIDES DAIRIES LTD.	54.90%		Cyprus
(c) Subsidiaries of DELTA ICE CREAM S.A.	DELTA BULGARIA S.A.	75.81%		Bulgaria
	ASC DELTA S.A.	100.00%		FRON
	DELTA INTERNATIONAL HOLDINGS S.A.	100.00%		Ukraine
	DELTA ROMANIA S.A.	75.70%		Romania
	DELVUG S.A.	99.07%		Serbia
	DELFOR LTD.	100.00%		Montenegro
	DELTA MEV LTD.	100.00%		Ukraine
(d) Subsidiaries of GENERAL FROZEN FOODS S.A.	ALESIS S.A. FOOD	100.00%		Greece
	UNCLE STATISH EOD	100.00%		Bulgaria
	GREENFOOD A.E.	20.00%		Greece
(f) Subsidiaries of GOODY'S S.A.	HELLENIC CATERING S.A.	98.15%		Greece
	HELLENIC FOOD SERVICE S.A.	88.12%		Greece
	KIRSIAS S.A. RESTAURANTS S.A.	100.00%		Greece
	BAKAN RESTAURANTS S.A.	100.00%		Bulgaria
	APFLOS S.A.	100.00%		Greece
	GEFSILOIA S.A.	94.70%		Greece
	PARALIA CAFE-PATISSERIES	82.59%		Greece
	CHARILAU REST. S.A.	51.00%		Greece

INFORMATION FROM THE INCOME STATEMENT (Amounts in Euros)					Country	Percentage Participation	The following companies are consolidated through the equity method:	Country
THE GROUP	1/1-31/3-2005	1/1-31/3-2004	THE COMPANY	1/1-31/3-2004				
Sales	146,079,459	152,052,440	4,105,701	2,725,248	Greece	60.00%	AMARPOUSSON REST. S.A.	2003-2004
Cost of goods sold	86,638,576	92,166,144	2,471,041	1,532,952	Greece	100.00%	AMARPOUSSON REST. S.A.	2003-2004
Gross profit	59,440,883	59,886,296	1,634,660	1,192,296	Greece	51.00%	KAVALA RESTAURANTS S.A.	2003-2004
Other operating income	6,914,742	2,313,180	12,941	440	Greece	51.00%	ZERKIS REST. & COFFEE SHOP S.A.	2003-2004
Administrative expenses	8,244,223	8,210,025	1,638,337	401,896	Greece	51.00%	PERAKIS REST. S.A.	2003-2004
Distribution costs	37,613,121	38,380,372	0	0	Greece	50.05%	PERAKIS REST. S.A.	2003-2004
Other operating expenses	12,358	15,592,067	-3,237	1,143,998	Greece	51.00%	PERAKIS REST. S.A.	2003-2004
Operating results	20,465,924	20,465,924	-3,237	1,143,998	Greece	51.00%	PERAKIS REST. S.A.	2003-2004
Financial results	17,974,142	4,279,678	-5,522,896	425,400	Greece	51.00%	PERAKIS REST. S.A.	2003-2004
Profit before tax	12,511,782	11,312,149	-5,522,896	1,569,398	Greece	51.00%	PERAKIS REST. S.A.	2003-2004
Income taxes	4,330,071	4,845,108	1,141,824	549,289	Greece	51.00%	PERAKIS REST. S.A.	2003-2004
Net period profit from continuing operations	8,181,711	6,467,041	-4,384,269	1,020,109	Greece	51.00%	PERAKIS REST. S.A.	2003-2004
Allocated among:					Greece	51.00%	PERAKIS REST. S.A.	2003-2004
Company Shareholders	3,722,342	3,628,658	0	0	Greece	51.00%	PERAKIS REST. S.A.	2003-2004
Minority interest	4,459,369	2,838,382	0	0	Greece	51.00%	PERAKIS REST. S.A.	2003-2004
Basic earnings per share (in Euro)	0.24	0.19	0	0.06	Greece	51.00%	PERAKIS REST. S.A.	2003-2004
Diluted earnings	0.24	0.17	0	0.05	Greece	51.00%	PERAKIS REST. S.A.	2003-2004
CASH FLOW STATEMENT INFORMATION								
(Amounts in Euros)								
THE GROUP	1/1-31/3-2005	1/1-31/3-2004	THE COMPANY	1/1-31/3-2004				
Cash flows from operating activities	12,511,782	11,312,149	-5,522,896	1,569,398				
Period profit before taxes	7,305,646	10,001,914	221,944	189,499				
Adjustment to reconcile net cash flows from operations	-294,403	-353,568	0	0				
Amortization/depreciation	34,452	326,274	0	0				
Profit/(loss) from the sale of investments and securities	-1,425,846	10,703	-1,360,942	0				
Measurement of derivatives	7,477,358	0	6,058,729	0				
Income from investments and securities	-10,040	0	0	-2,486,261				
Interest expenses	6,112,063	4,207,502	4,168,723	-2,060,861				
Interest income	3,502,237	-2,884,731	-3,343,741	0				
Provisions	-626,841	0	-226,994	0				
Operating cash flows before changes in working capital	27,423,027	22,620,243	-8,373	-2,788,225				
Changes in working capital	-23,317,002	-22,145,049	0	0				
(Increase) decrease of inventories	-36,149,435	-39,031,964	23,852	4,324,953				
Increase (decrease) of receivables	4,910,271	-11,389,429	-2,623,340	-3,045,036				
Tax payments	-1,286,321	151,295	154,869	2,200,150				
Interest expenses	-5,832,355	-4,193,827	-4,365,813	2,060,861				
Total	-81,674,833	-76,608,974	-6,859,115	5,540,928				
Cash flows from investment activities	-54,251,806	-53,985,731	-6,857,469	2,752,703				
Acquisition of intangible and tangible assets	9,155,338	-8,333,876	-19,945	-28,777				
Purchase of investments and securities	-4,830,078	3,510,062	-2,734,852	0				
Income from the sale of investments and securities	1,103,691	0	0	5,150,652				
Interest	3,502,237	2,482,440	3,343,741	9,225				
Total	-9,379,488	-2,341,384	588,944	5,131,100				
Cash flows from financing activities	0	67,500	0	0				
Increase (decrease) in Gross Profits from premium issues	2,160,564	117,143	0	0				
Collection of grants for investments in tangible assets	198,263	616,749	0	0				
Increase (decrease) in long term debt	38,861,389	32,197,424	6,072,288	-8,678,200				
Increase (decrease) in short term debt	287,464	287,464	0	0				
Paid in third party dividends	41,220,416	32,050,792	6,072,288	-8,678,200				
Total	-825,985	-48,798	0	0				
Effect of changes in exchange rates on cash	-23,328,131	-794,397	-206,257	-794,397				
Increase (Decrease) of cash balances	78,787,550	641,951	435,694	1,261,171				
Cash balances at the beginning of the year	55,550,687	34,721,106	435,694	466,774				
Cash balances at the end of the year	134,338,237	135,562,257	871,388	1,727,945				

Athens, June 24, 2005

THE CHAIRMAN OF THE BOARD
DIMITRIOS A. DASKALOPOULOS
ID CARD NO: M 289326

THE VICE-CHAIRMAN OF THE BOARD
PANAGIOTIS V. KANELLPOULOS
ID CARD NO: L 342296

THE GROUP CHIEF FINANCIAL OFFICER
PANDELI D. ECONOMO
PASSPORT NO.: C 000668

THE GROUP ACCOUNTING OFFICER
NIKOLAOS T. KAPPAS
ID CARD NO: J 425851

The following companies are consolidated through the equity method:

1. KAVALA RESTAURANTS S.A.
2. ZERKIS REST. & COFFEE SHOP S.A.
3. N. MARIS FAST FOOD RESTAURANTS S.A.
4. ARISTOTELOS 27 TOURIST RESTAURANT
5. AND COFFEE SHOP ENTERPRISES S.A.
6. AKTI DIMAION S.A. RESTAURANTS & PASTRY SHOPS
7. DESMOS DEVELOPMENTS S.A.
8. TRADITIONAL THISEION CAFÉ S.A.
9. ALYON CAFÉ S.A.
10. MARINA ZEAS CAFETERIAS S.A.

There are no encumbrances on tangible assets.

The provisions have been made for accrued expenses for which we had not received the requisite data up to the date this statement was prepared.

The average number of company's employed personnel during the period amounted to 211 people

The average number of company's employed personnel during the period amounted to 5,333 people

There are no pending lawsuits, applications or appeals with any court which may materially affect the financial status of the companies belonging to DELTA-HOLDING S.A., except for MABAR D.O.O. which was awarded € 7,966,764.34 in the first instance while its subsidiary DELYUG S.A. was awarded € 7,383,795.49

The distribution of the capital collected since the last increase in the company's share capital through payment in cash (G.A. of November 29, 1999) was made on January 19, 2001. The average number of company's employed personnel during the period amounted to 211 people

The Charter of Auditors/Accountants was published in the financial newspaper "EXPRESS" on January 19, 2001.

Income from the provision of services to associated companies and the company's expenses, cumulatively from the beginning of the period, amount to € 4,105,701 and € 9,189,000 respectively. The company's balance of receivables from associated companies at the end of the current period amount to € 1,627,923.

DELTA HOLDING S.A.

CR 1154/06/B/86/39

REGISTERED OFFICE: PANEPISTIMIOU 59, ATHENS

AMOUNTS AND INFORMATION FOR THE PERIOD FROM JANUARY 31st, 2005 TO JUNE 30th, 2005

The information that follows is intended to provide a general update on the financial situation and the financial results of the Group and of Delta Holding S.A. Therefore, prior to any investment decision involving the company, we recommend a visit to the site www.delta.gr, where the periodic financial statements prepared according to the International Accounting Standards are posted.

Chartered Auditors/Accountants: Andreas Tsamakis and Ioannis Misiakidis. Audit Companies: BKR PROTYPOS ELEGTIKI S.A. and ERNST & YOUNG S.A. respectively.

The following Financial Statements have been approved by the BOD decision on the 19/2/2005.

BALANCE SHEET DATA on June 30 2005					INFORMATION FROM THE STATEMENT OF CHANGES IN EQUITY				
(Amounts in Euro)					(Amounts in Euro)				
ASSETS	THE GROUP		THE COMPANY		THE GROUP		THE COMPANY		
	1/1-30/6/2005	1/1-31/12/2004	1/1-30/6/2005	1/1-31/12/2004	1/1-30/6/2005	1/1-30/6/2004	1/1-30/6/2005	1/1-30/6/2004	Unaudited periods
Non-Current assets									
Property, plant and equipment	489,085,942	483,594,985	5,634,666	5,631,974					
Intangible assets	571,472	792,675	1,573	1,844					
Goodwill	205,901,540	201,930,866	0	0					
Participations in subsidiaries	0	0	0	474,058,163	-11,939,751	0	-15,539,775	0	
Participations in related companies	347,651	594,157	0	0	33,204,559	19,585,380	12,213,734	12,101,834	
Participations in other companies	0	16,141,539	0	4,825,500	44,192,284	0	0	0	
Available for sale investments	19,031,649	0	6,960,756	0	219,505	0	219,950	0	
Other long term receivables	2,254,972	1,963,436	110,191	11,288	-788,052	0	0	0	
Deferred tax assets	9,029,309	3,331,938	7,373,119	1,849,392	-262,681	0	0	0	
	729,222,438	708,302,616	507,656,013	486,378,151	-7,445,964	-6,234,000	-6,901,705	-6,234,000	
					-1,464,725	-302,000	0	0	
					331,165,269	334,099,731	233,794,699	244,553,259	
Current assets									
Inventories	81,343,320	61,552,747	0	0					
Trade and other accounts receivables	138,010,123	104,304,255	2,809,938	2,516,810					
Down payments and other receivables	36,468,360	32,581,832	26,973,904	11,960,908					
Securities	0	4,044,071	0	3,077,595					
Financial items at a fair value through results	4,691,016	0	4,309,593	0					
Cash and cash equivalents	95,431,839	78,797,546	722,371	641,951					
	355,944,678	301,680,391	34,815,806	17,796,335					
	1,085,167,116	1,009,983,007	542,471,819	504,174,486					
LIABILITIES									
Equity									
Share capital	119,358,908	119,358,908	119,358,908	119,358,908					
Paid-in surplus	91,452,072	91,452,072	91,452,072	91,452,072					
Revaluation differences	788,052	0	0	0					
Reserves	85,743,569	80,095,376	70,221,429	70,221,429					
Treasury shares	-32,161,095	-21,339,203	-47,237,689	-37,235,948					
	264,587,522	237,577,156	233,794,654	243,796,495					
Equity attributable to equity holders of the parent	264,587,522	237,577,156	233,794,654	243,796,495					
Minority interest	66,577,947	130,679,314	0	0					
Total equity	331,165,269	368,256,470	233,794,654	243,796,495					
Long term liabilities									
Loans	211,416,871	262,165,339	200,000,000	226,472,916					
Provisions for employee retirement	10,960,925	11,703,164	1,387,908	1,572,583					
Grants	10,430,980	8,887,338	0	0					
Derivatives financial products	10,668,765	0	10,668,765	0					
Deferred tax liabilities	4,593,584	42,892,237	0	0					
Other long term liabilities	5,920,725	6,772,818	0	0					
Total Long term Liabilities	298,459,561	334,350,896	212,056,673	228,045,499					
Short term liabilities									
Trade and other payables	125,568,176	94,677,990	1,250,673	1,791,971					
Loans	106,407,041	78,657,212	37,080,161	18,025,140					
Current portion of long term debt	129,751,372	83,165,472	26,472,915	26,472,915					
Tax payable	22,247,259	28,338,343	5,359,724	3,000,665					
Accrued and other short term liabilities	71,568,438	46,058,669	9,514,716	9,514,716					
Total short term liabilities	455,542,286	330,895,685	96,620,492	32,332,492					
Total liabilities	754,001,847	665,246,581	308,677,165	260,377,991					
TOTAL LIABILITIES AND EQUITY	1,085,167,116	1,009,983,007	542,471,819	504,174,486					

ADDITIONAL INFORMATION			
	Percentage participation	Country	Unaudited periods
1. The following companies are included in the consolidation:			
(a) Subsidiaries of Delta Holding S.A.			
DELTA DAIRY S.A.	100.00%	Greece	2003-2004
DELTA ICE CREAM S.A.	98.53%	Greece	2001-2004
GENERAL FROZEN FOODS S.A.	96.53%	Greece	2003-2004
GOODY'S S.A.	89.77%	Greece	2003-2004
DELTA DAIRY S.A.	100.00%	Greece	2003-2004
DELTA FOOD PARTICIPATION & INVESTMENTS LTD.	100.00%	Cyprus	—
(b) Subsidiaries of DELTA DAIRY S.A.			
EUROFEED HELIAS S.A.	100.00%	Greece	2003-2004
CHARALAMIDES DAIRIES LTD.	54.90%	Cyprus	—
(c) Subsidiaries of DELTA ICE CREAM S.A.			
DELTA BULGARIA S.A.	75.81%	Bulgaria	2004
DELTA 6 S.A.	100.00%	BYROM	2001-2004
DELTA INTERNATIONAL HOLDINGS S.A.	100.00%	Luxembourg	—
DELTA ROMANIA S.A.	75.70%	Romania	—
DELTA SLOVAKIA S.A.	99.07%	Slovakia	—
DELFOR LTD.	100.00%	Montenegro	—
DELTA KIEV LTD.	100.00%	Ukraine	—
(d) Subsidiaries of GENERAL FROZEN FOODS S.A.			
ALESIS S.A.	100.00%	Greece	2004
AGROTEAM EOD	100.00%	Bulgaria	—
UNCLE STATHIS EOD	100.00%	Bulgaria	—
GREENFOOD S.A.	20.00%	Greece	2003-2004
(e) Subsidiaries of GOODY'S S.A.			
HELLENIC CATERING S.A.	98.15%	Greece	2001-2004
HELLENIC CATERING S.A.	80.00%	Greece	2003-2004
KRESSANS AVE RESTAURANTS S.A.	100.00%	Greece	2003-2004
S.NENDOS S.A.	31.41%	Greece	2000-2004
BALKAN RESTAURANTS S.A.	94.70%	Bulgaria	1999-2004
NAPLOS S.A.	82.59%	Greece	1999-2004
GEF.SPILOIA S.A.	51.00%	Greece	2003-2004
PARALIA CAFE-PATISseries	82.59%	Greece	1999-2004
CHARLAOU REST. S.A.	51.00%	Greece	2003-2004
AMAROUSSION REST. S.A.	100.00%	Greece	2003-2004
DIASHTAMOS REST. & SHOP S.A.	99.25%	Greece	1999-2004
ENDERGA S.A.	100.00%	Greece	2003-2004
KAVALA RESTAURANTS S.A.	51.00%	Greece	2003-2004

INFORMATION FROM THE INCOME STATEMENT (Amounts in Euro)									
THE GROUP									
	1/1-30/6/2005	1/4-30/6/2005	1/4-30/6/2004	1/1-30/6/2005	1/1-30/6/2004	1/4-30/6/2005	1/4-30/6/2004	1/4-30/6/2004	2003-2004
Sales	351,437,599	353,066,568	205,356,500	201,554,128	7,101,729	8,516,400	2,996,028	4,298,200	Grace 2003-2004 51.00%
Cost of goods sold	202,070,283	207,427,220	115,431,716	114,881,076	2,825,448	5,550,486	2,825,448	2,825,448	Grace 2003-2004 50.05%
Gross profit	149,367,666	146,559,348	89,926,784	86,673,052	1,986,125	2,965,904	351,485	1,432,952	Grace 2003-2004 50.05%
Other operating income	23,440,632	21,068,813	70,675,326	189,314	11,740	16,497	11,300	3,557	Grace 2003-2004 50.05%
Administrative and distribution expenses	116,546,913	113,814,931	70,975,326	67,224,535	3,468,397	3,359,353	1,830,060	2,957,458	Grace 2003-2004 50.05%
Operating results	56,261,385	34,881,230	89,755,460	19,259,803	-1,470,552	-376,952	-1,560,949	-1,560,949	Grace 2003-2004 50.05%
Financial results	1,365,000	1,365,000	2,000,000	2,000,000	16,578,152	14,213,372	22,102,993	13,767,710	Grace 2003-2004 50.05%
Net income (losses from FX differences)	2,334,763	1,682,558	482,018	1,414	0	0	0	0	Grace 2003-2004 50.05%
Proportion of profits/losses from related companies valued at the net worth	-31,107	51,994	-49,441	-62,687	0	0	0	0	Grace 2003-2004 50.05%
Profit before Tax	53,695,130	32,766,255	41,183,348	21,474,106	15,103,607	13,836,419	20,635,700	12,267,022	Grace 2003-2004 50.05%
Income taxes	20,490,171	13,200,875	16,160,100	8,355,767	2,869,873	1,734,586	4,031,687	1,185,237	Grace 2003-2004 50.05%
Net period profit from continuing operations	33,204,959	19,565,380	25,023,248	13,118,339	12,219,734	12,101,833	16,604,003	11,081,725	Grace 2003-2004 50.05%
Allocated among:									
Company shareholders	26,700,639	10,277,177	22,974,297	6,646,519	12,219,734	12,101,833	16,604,003	0	Grace 2003-2004 50.05%
Minority interest	6,504,320	9,308,203	2,049,951	6,469,821	0	0	0	0	Grace 2003-2004 50.05%
Basic earnings per share (in Euro)	0.86	0.31	0.00	0.00	0.30	0.36	0.00	0.00	Grace 2003-2004 50.05%
Divided earnings	0.60	0.27	0.00	0.00	0.28	0.32	0.00	0.00	Grace 2003-2004 50.05%
CASH FLOW STATEMENT INFORMATION (Amounts in Euro)									
THE GROUP									
	1/1-30/6/2005	1/1-30/6/2004	1/1-30/6/2005	1/1-30/6/2004	1/1-30/6/2005	1/1-30/6/2004	1/1-30/6/2005	1/1-30/6/2004	2003-2004
Cash flows from operating activities	53,695,130	32,766,255	15,103,607	13,836,419	15,103,607	13,836,419	15,103,607	13,836,419	Grace 2003-2004 50.05%
Period profit before taxes	16,335,200	-577,638	448,230	346,973	0	0	0	0	Grace 2003-2004 50.05%
Adjustment to reconcile net cash flows from operations	-577,638	-600,338	0	0	0	0	0	0	Grace 2003-2004 50.05%
Amortization/depreciation	-345,012	301,736	0	0	0	0	0	0	Grace 2003-2004 50.05%
Profit/(loss) from sale of tangible assets	-352,665	0	0	0	0	0	0	0	Grace 2003-2004 50.05%
Profit/(loss) from sale of participations and securities	-1,886,357	-1,884,212	0	0	0	0	0	0	Grace 2003-2004 50.05%
Valuation of investments and securities	-177,478	0	-1,828,162	0	0	0	0	0	Grace 2003-2004 50.05%
Valuation of derivatives	-516,788	0	-1,728,846	0	0	0	0	0	Grace 2003-2004 50.05%
Interest expenses	12,795,302	9,734,156	6,049,541	4,069,825	0	0	0	0	Grace 2003-2004 50.05%
Interest income	-5,138,065	-6,417,526	-2,107,140	-18,284,501	0	0	0	0	Grace 2003-2004 50.05%
Interest on loans	762,920	130,869	-7,023,108	57,694	0	0	0	0	Grace 2003-2004 50.05%
Operating cash flows before changes in working capital	74,731,659	52,039,847	-1,823,108	57,694	0	0	0	0	Grace 2003-2004 50.05%
Changes in working capital	-19,765,770	-24,104,418	0	0	0	0	0	0	Grace 2003-2004 5

DELTA HOLDING S.A.

CR 1154/06/B/86/39

REGISTERED OFFICE: PANEPISTIMIOU 59, ATHENS

AMOUNTS AND INFORMATION FOR THE PERIOD FROM JANUARY 1, 2005 TO SEPTEMBER 30, 2005

The information that follows is intended to provide a general update on the financial situation and the financial results of the Group and of Delta Holding S.A. Therefore, prior to any investment decision involving the company, we recommend a visit to the site www.deltagr.gr, where the periodic Financial Statements under International Financial Reporting Standards are posted along with the Auditors Report Review where ever is required.

Certified Auditors-Accountants: Andreas Tsamakidis and Ioannis Mystalides, Audit Companies: BKR PROTYPPOS ELEKTIKI S.A. and ERNST&YOUNG S.A., respectively.

Type of audit report: Not required

The following Financial Statements have been approved by the BOD's decision as of November 26, 2005.

BALANCE SHEET DATA AS OF SEPTEMBER 30, 2005		INFORMATION FROM THE STATEMENT OF CHANGES IN EQUITY			
		THE GROUP (All amounts in Euro)		THE COMPANY (All amounts in Euro)	
	1/1 - 30/9/2005	1/1 - 31/12/2004	1/1 - 30/9/2005	1/1-30/9/2004	1/1-30/9/2004
ASSETS					
Non-Current Assets					
Property, plant and equipment	487,220,789	483,594,985	6,008,391	5,631,974	
Intangible assets	498,434	792,675	1,437	1,844	
Goodwill	210,664,627	201,903,886	0	0	
Participations in subsidiaries	242,493	594,157	490,756,769	474,058,153	
Participations in related companies	0	0	0	0	
Investments in other companies	0	16,141,539	0	4,825,500	
Investments available for sale	8,356,301	1,963,436	7,607,921	11,288	
Other long term assets	2,128,471	23,111,251	23,111,251	11,288	
Deferred tax assets	18,923,698	3,331,938	8,493,290	1,849,392	
	728,039,813	708,302,616	535,979,059	486,378,151	
Current Assets					
Inventories	75,163,14	61,552,747	0	0	
Trade accounts receivable	152,380,202	104,304,255	6,281,317	2,516,810	
Prepayments and other receivables	61,130,711	52,991,832	16,942,252	11,560,008	
Securities	0	4,044,011	0	3,077,566	
Financial assets at fair value through profit and loss	11,083,593	0	148,888,834	0	
Cash and cash equivalents	81,280,524	78,787,546	21,003,750	64,1951	
	381,038,157	301,680,391	193,116,153	17,796,335	
Total Assets	1,109,077,970	1,009,983,007	729,095,212	504,174,486	
LIABILITIES					
Equity					
Share capital	119,358,908	119,358,908	119,358,908	119,358,908	
Paid-in surplus	91,452,012	91,452,012	91,452,012	91,452,012	
Revaluation Differences	0	0	0	0	
Foreign exchange differences	-3,199,900	0	0	0	
Reserves	-1,375,860	0	65,259,211	70,221,423	
Retained earnings	82,541,204	-21,338,203	-51,828,001	-37,235,648	
Treasury shares	-20,930,045	0	0	0	
Equity attributable to equity holders of parent	267,846,319	214,056,112	224,242,130	243,796,495	
Minority interest	62,414,395	130,678,314	0	0	
Total Equity	330,260,717	344,734,426	224,242,130	243,796,495	
Non-current liabilities					
Loans	401,282,015	282,185,339	434,085,207	226,472,916	
Provisions for employee retirement	11,366,553	11,702,564	1,250,038	1,572,953	
Grants	10,185,428	8,867,339	0	0	
Deferred tax liabilities	59	42,692,237	0	0	
Other long-term liabilities	38,753,450	3,722,819	28,932,800	0	
Total non-current liabilities	503,093,005	334,350,896	455,288,045	228,045,469	
Current Liabilities					
Trade and other payables	107,758,951	94,677,990	1,176,852	1,791,971	
Loans	39,590,983	78,857,212	23,576	18,025,140	
Current portion of long-term debt	27,850,149	83,165,472	26,472,916	0	
Tax payable	44,703,714	28,338,343	3,658,260	3,000,665	
Accrued and other current liabilities	55,825,648	46,056,688	17,253,633	9,514,716	
Total current liabilities	275,728,245	330,895,695	48,556,037	32,332,492	
Total liabilities	778,817,253	665,246,591	504,838,082	260,377,961	
TOTAL LIABILITIES AND EQUITY	1,109,077,970	1,009,983,007	729,095,212	504,174,486	

ADDITIONAL INFORMATION

1. The companies included in the consolidation are the following:

	Equity Participation	Country of Incorporation	Unaudited years
(a) Subsidiaries of Delta Holding S.A.			
Delta Dairy S.A.	100.00%	Greece	2003-2005
Delta Ice Cream S.A.	96.53%	Greece	2001-2005
General Frozen Foods S.A.	80.81%	Greece	2003-2005
Goody's S.A.	71.05%	Greece	2002-2005
Delta Food Holdings Ltd.	100.00%	Greece	2003-2005
Delta Food Participation & Investments Ltd.	100.00%	Cyprus	—
(b) Subsidiaries of Delta Dairy S.A.			
Eurotel Hellas S.A.	100.00%	Greece	2003-2005
Charalambides Dairies Ltd.	94.95%	Cyprus	—
(c) Subsidiaries of Delta Ice Cream S.A.			
Delta Bulgaria S.A.	75.81%	Bulgaria	2003-2005
JSC Delta 6 S.A.	100.00%	FYROM	2002-2005
Delta International Holdings S.A.	100.00%	Leembourg	2003-2005
Delta Food S.A.	100.00%	Poland	2004-2005
Delta S.A.	99.07%	Serbia	2004-2005
Delta Ltd.	100.00%	Montenegro	From Foundation
(d) Subsidiaries of General Frozen Foods S.A.			
Agnes Confectionery S.A.	100.00%	Greece	2004-2005
Agnes EOD	100.00%	Bulgaria	—
Uncle Stan's EOD	100.00%	Bulgaria	—
Greenfood S.A.	20.00%	Greece	2003-2005
(e) Subsidiaries of Goody's S.A.			
Helene Food Services S.A.	88.15%	Greece	2001-2005
Kifissia Ave. Restaurants S.A.	89.12%	Greece	2001-2005
S. Nerdos S.A.	31.41%	Greece	2003-2005
Balkan Restaurants S.A.	100.00%	Bulgaria	2000-2005
Naflos S.A.	84.70%	Greece	1998-2005
Phila S.A.	82.59%	Greece	1998-2005
Philaia Corp. Philseries S.A.	82.59%	Greece	1998-2005
Horileou Restaurants S.A.	51.00%	Greece	2003-2005
Marcou Restaurants S.A.	60.00%	Greece	2003-2005
Diasthmos Restaurants-Philseries S.A.	99.25%	Greece	2003-2005
Knossos Restaurants S.A.	100.00%	Greece	2003-2005
Ekeapia Restaurants S.A.	51.00%	Greece	2003-2005

INFORMATION FROM THE INCOME STATEMENT (All amounts in Euro)									
THE COMPANY									
	1/1-30/9/2005	1/1-30/9/2004	1/7-30/9/2005	1/7-30/9/2004	1/7-30/9/2005	1/7-30/9/2004	1/7-30/9/2005	1/7-30/9/2004	
Sales	548,250,650	545,885,920	196,812,691	191,979,352	12,555,754	13,004,229	5,454,025	4,487,829	2003-2005
Cost of goods sold	339,741,467	314,590,321	107,671,175	107,443,101	8,867,555	7,226,223	3,751,951	1,675,727	2003-2005
Gross profit	208,509,183	231,095,599	89,141,516	84,536,251	3,688,199	5,778,006	1,702,074	2,812,102	2003-2005
Other operating income	26,322,761	6,026,144	2,882,130	3,919,331	37,383	43,339	65,643	26,841	2003-2005
Administrative and distribution expenses	177,975,048	174,382,441	61,426,134	60,567,510	3,711,377	4,337,953	242,979	1,028,600	2003-2005
Operating results	86,856,896	62,239,302	30,595,512	27,888,072	54,205	1,433,392	1,524,728	1,810,343	2003-2005
Financial results	-11,979,180	-5,066,878	-7,109,272	-3,665,447	8,367,148	11,970,480	-8,211,577	-2,242,891	2003-2005
Foreign exchange gains/(losses), net	1,042,779	-887,373	-1,291,983	-255,508	86,056	0	84,641	0	2003-2005
Share of losses of associates	-126,069	-124,510	-94,962	-72,526	0	0	0	0	2003-2005
Profit before Tax	75,794,426	56,660,546	22,093,255	23,874,491	8,507,409	13,403,872	-6,602,189	-432,548	2003-2005
Income taxes	29,253,559	18,897,208	8,763,388	5,696,333	1,115,459	2,830,846	-1,774,414	1,096,261	2003-2005
Net period profit from continuing operations	46,540,867	37,763,338	13,335,907	18,177,959	7,391,950	10,573,026	-4,827,784	-1,528,809	2003-2005
Attributable to:									
Company shareholders	36,958,441	25,039,254	17,927,801	14,762,077	7,391,950	10,573,026	-4,827,784	0	2003-2005
Minority interests	9,582,426	12,724,084	3,078,106	3,415,881	0	0	0	0,00	2003-2005
Basic earnings per share (in Euro)	0.91	0.75	0.00	0.00	0.18	0.33	0.00	0,00	2003-2005
Diluted earnings	0.83	0.66	0.00	0.00	0.18	0.28	0.00	0,00	2003-2005
CASH FLOW STATEMENT INFORMATION (All amounts in Euro)									
THE COMPANY									
	1/1-30/9/2005	1/1-30/9/2004	1/1-30/9/2005	1/1-30/9/2004	1/1-30/9/2005	1/1-30/9/2004	1/1-30/9/2005	1/1-30/9/2004	
Cash flows from operating activities	75,794,426	56,660,546	8,507,409	13,403,872					2003-2005
Period profit before taxes									2003-2005
Adjustment to reconcile net cash flows from operations									2003-2005
Depreciation and amortisation	24,717,902	27,334,656	668,270	534,519					2003-2005
Amortization of grants	-833,881	-1,210,358	0	0					2003-2005
Profit/(loss) from sale of tangible assets	-720,612	49,409	0	-440					2003-2005
Profit/(loss) from sale of participations and securities	-3,080,950	0	0	0					2003-2005
Valuation of investments and securities	-2,679,075	10,924	-2,580,746	0					2003-2005
Valuation of derivatives	3,810,050	0	3,810,050	0					2003-2005
Income of investments and securities	-96,147	-17,56,489	-16,449,390	-12,344,715					2003-2005
Interest expenses	22,593,292	13,596,381	15,835,174	6,431,800					2003-2005
Interest income	-9,567,991	-7,237,883	-8,982,235	-6,057,565					2003-2005
Provisions	2,703,291	657,419	-282,544	133,466					2003-2005
Share of losses of associates	126,069	124,510	0	0					2003-2005
Operating cash flows before changes in working capital	113,766,374	88,228,114	525,988	2,100,937					2003-2005
Changes in working capital									2003-2005
Increase/(Decrease) in inventories	-13,610,400	-21,059,393	0	0					2003-2005
Increase/(Decrease) in accounts receivable	-64,183,601	-28,751,497	-24,700,022	4,729,336					2003-2005
Increase/(Decrease) in liabilities	17,675,711	14,142,076	-5,945,801	3,704,485					2003-2005
Income taxes paid	-1,004,159	-13,041,594	-1,982,930	-2,952,274					2003-2005
Interest and other related expenses	-16,652,428	-13,157,389	-6,057,502	-6,057,502					2003-2005
Total	-80,472,057	-81,867,773	-44,003,142	-175,955					2003-2005
Total	33,294,317	26,360,341	-43,477,154	1,924,982					2003-2005
Cash Flows from Investing Activities									2003-2005
Acquisition of intangible and tangible assets	-31,572,582	-26,669,716	-1,044,282	-489,091					2003-2005
Acquisition of investment and securities	-90,567,892	-9,033,418	-164,510,503	-9,033,418					2003-2005
Income from sale of assets	5,216,602	962,560	0	3,000					2003-2005
Income from sale of participations and securities	47,101,653	4,270,076	12,603,150	11,265,970					2003-2005
Interest income	7,660,275	2,633,861	6,037,222	6,037,222					2003-2005
Total	-62,161,361	-33,232,597	-144,876,913	7,221,917					2003-2005
Cash Flows from Financing Activities									2003-2005
Collect of grants from investments in tangible assets	2,175,772	1,697,711	0	0					2003-2005
Increase/(Decrease) in long-term debt	82,802,705	-972,988	234,065,207	0					2003-2005
Increase/(Decrease) in short-term debt	-40,854,919	5,448,387	-18,001,564	-3,313,927					2003-2005
Paid in third party dividends	-13,163,968	-8,762,750	-7,347,776	6,089,740					2003-2005
Increase (decrease) of third party interests	360,000	184,687	0	0					2003-2005
Total	31,319,693	-3,932,763	206,715,867	-9,403,667					2003-2005
Effect of exchange rates changes on cash	40,506	1,066	0	0					2003-2005
Net increase in cash and cash equivalents	2,492,955	-803,913	20,361,800	-256,768					2003-2005
Cash and cash equivalents at beginning of year	78,787,505	59,322,355	641,951	1,261,171					2003-2005
Cash and cash equivalents at end of period	81,280,505	58,518,412	21,003,751	1,004,403					2003-2005

51.00%	Greece	2003-2005
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50.10%	Greece	2003-20

DELTA HOLDING S.A.

Annual Finance Statement - Transformation Balance Sheet

DATA AND INFORMATION FOR THE PERIOD 1 JANUARY 2005 TO 31 DECEMBER 2005

(Published on the basis of Article 135 of Law 2190 for enterprises preparing annual financial statements, consolidated and otherwise, in line with the IAS)

This data and information seeks to provide a brief overview of the financial status and results of DELTA HOLDING S.A. and its Group.

Any reader who wishes to obtain a full picture of its financial position and results should secure access to the annual financial statements provided for by the International Financial Reporting Standards and the report from the certified auditor - accountant. This information has been posted to the website www.delta.gr which can be visited to obtain it.

The following financial statements, BoD report and certificate from the certified auditors - accountants have been published to the company's website www.delta.gr.

Corporate particulars		APPROVAL DATE OF THE FINANCIAL STATEMENTS:		NAME - SURNAME		POST	
REGISTERED OFFICES:	59 Panepistimou St, Athens	9/3/2006	Andreas Tarnakis	Dimitris A. Daskalopoulos	Chairman of BoD		
INCORPORATION YEAR:	31 December 1988			Panagiotis V. Kanellopoulos	Vice-Chairman of the Board		
COMPANY OPERATING TERM:	80 years			Justin Michael Spencer-Jenk, son of Jorgen	Ceo		
MAIN ACTIVITY:	Holding company			Spyridon I. Theodoropoulos	Director		
COMPANIES REGISTER NO.:	1154/06/8/86339			Yiannis A. Kanellopoulos	Director		
COMPETENT SERVICE:	Ministry of Development			Olympos P. Kyriakopoulos	Director		
TAX REG. NO.:	094023387			Apostolos S. Tarnavakis			
FISCAL YEAR-END DATE:	31 December 2005						
DURATION OF THE FISCAL YEAR:	12 MONTHS						
Balance sheet for the year ended December 31st, 2006							
		THE GROUP		STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD		THE COMPANY	
		1/1/31/12/2005	1/1/31/12/2004	1/1/31/12/2005	1/1/31/12/2004	1/1/31/12/2005	1/1/31/12/2004
		(amounts in euro)		(amounts in euro)		(amounts in euro)	
ASSETS							
Non-current assets				Net worth at the beginning of period (01.01.05 and 01.01.04 respectively)			
Property, plant and equipment	364,894,488	483,536,985	6,227,467	5,831,973	338,862,686	238,862,636	234,031,290
Intangible assets	314,239	1,392	1,392	0	48,265	2,300,373	11,021,006
Goodwill	151,316,749	201,938,886	0	474,038,153	-81,725,937	-3,141,559	0
Participations in subsidiaries	0	0	361,765,328	0	141,82,860	0	0
Participations in associated companies	196,197	584,157	0	474,038,153	-11,431,065	-14,973,514	0
Investments in other companies	0	0	0	48,265	-6,089,740	-6,089,740	0
Investments available for sale	10,545,698	0	9,826,718	0	12,640,416	-6,801,706	0
Loans to subsidiaries	0	16,500,000	0	0	2,025,000	0	2,025,000
Other long-term financial assets	1,651,754	1,963,496	109,682	11,283	756,467	0	756,467
Deferred income taxes	3,389,257	3,331,869	6,363,367	1,638,352	-1,854,359	0	0
	537,119,656	700,362,616	55,116,464	486,376,150	-372,152	0	1,652,537
Current assets							
Inventories	43,797,285	61,552,747	0	0	319,136,339	339,852,568	223,860,793
Trade accounts receivable	139,886,741	146,056,227	11,379,433	9,242,961			
Securities	4,827,333	4,044,011	4,599,431	3,077,566			
Cash and cash equivalents	89,762,078	78,787,546	18,643,858	641,951			
	288,275,437	290,439,531	34,622,722	12,962,478			
Assets held for sale	207,224,630	0	128,410,431	0			
	1,032,691,923	990,762,147	714,449,617	499,340,628			
LIABILITIES							
Equity							
Share capital	120,417,308	119,358,908	120,417,308	119,358,908			
Premium on capital stock	93,214,079	91,452,012	91,452,012	91,452,012			
Reserves	87,034,786	83,159,702	71,983,241	71,521,779			
Results carried forward	-41,124,731	-23,376,368	-61,763,636	-43,358,462			
Provisions	-1,854,359	0	0	0			
Treasury stock	0	-55,419,980	0	0			
	257,687,026	209,174,254	228,660,793	238,962,637			
Equity attributed to parent company shareholders							
Minority interests	61,449,511	130,678,314	0	0			
	319,136,537	339,852,568	228,660,793	238,962,637			
Long-term liabilities							
Loans	305,736,212	282,185,329	434,654,678	226,172,916			
Deferred tax liabilities	30,052,694	42,819,237	0	0			
Subsidiaries	9,876,586	6,887,338	0	0			
Other long-term liabilities	31,557,855	20,475,982	17,594,339	1,572,933			
	475,223,527	334,359,896	452,249,037	228,045,499			
Total long-term liabilities							
Suppliers and other liabilities	95,065,696	94,677,660	9,762,205	2,561,843			
Liabilities due to banks and other financial institutions next year	20,555,317	83,166,471	20,365,117	20,365,117			
Accrued and other short-term liabilities	33,145,181	46,036,668	15,268,570	8,744,844			
Loans	16,456,652	76,657,202	22,59	18,025,140			
Current tax liabilities	15,885,469	21,981,342	0	3,000,665			
	181,112,275	264,538,683	38,339,787	32,332,492			
Total short-term liabilities							
Liabilities directly associated with assets held for sale	103,219,584	0	0	0			
Intra-group loans in sector held for sale	-36,000,000	0	0	0			
	713,555,286	665,889,579	490,588,824	260,377,991			
Total liabilities							
Total owners' equity and liabilities							
	1,032,691,923	990,762,147	714,449,617	499,340,628			

Corporate particulars		APPROVAL DATE OF THE FINANCIAL STATEMENTS:		NAME - SURNAME		POST	
REGISTERED OFFICES:	59 Panepistimou St, Athens	9/3/2006	Andreas Tarnakis	Dimitris A. Daskalopoulos	Chairman of BoD		
INCORPORATION YEAR:	31 December 1988			Panagiotis V. Kanellopoulos	Vice-Chairman of the Board		
COMPANY OPERATING TERM:	80 years			Justin Michael Spencer-Jenk, son of Jorgen	Ceo		
MAIN ACTIVITY:	Holding company			Spyridon I. Theodoropoulos	Director		
COMPANIES REGISTER NO.:	1154/06/8/86339			Yiannis A. Kanellopoulos	Director		
COMPETENT SERVICE:	Ministry of Development			Olympos P. Kyriakopoulos	Director		
TAX REG. NO.:	094023387			Apostolos S. Tarnavakis			
FISCAL YEAR-END DATE:	31 December 2005						
DURATION OF THE FISCAL YEAR:	12 MONTHS						
Balance sheet for the year ended December 31st, 2006							
		THE GROUP		STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD		THE COMPANY	
		1/1/31/12/2005	1/1/31/12/2004	1/1/31/12/2005	1/1/31/12/2004	1/1/31/12/2005	1/1/31/12/2004
		(amounts in euro)		(amounts in euro)		(amounts in euro)	
ASSETS							
Non-current assets				Net worth at the beginning of period (01.01.05 and 01.01.04 respectively)			
Property, plant and equipment	364,894,488	483,536,985	6,227,467	5,831,973	338,862,686	238,862,636	234,031,290
Intangible assets	314,239	1,392	1,392	0	48,265	2,300,373	11,021,006
Goodwill	151,316,749	201,938,886	0	474,038,153	-81,725,937	-3,141,559	0
Participations in subsidiaries	0	0	361,765,328	0	141,82,860	0	0
Participations in associated companies	196,197	584,157	0	474,038,153	-11,431,065	-14,973,514	0
Investments in other companies	0	0	0	48,265	-6,089,740	-6,801,706	0
Investments available for sale	10,545,698	0	9,826,718	0	12,640,416	0	2,025,000
Loans to subsidiaries	0	16,500,000	0	0	756,467	0	756,467
Other long-term financial assets	1,651,754	1,963,496	109,682	11,283	-1,854,359	0	0
Deferred income taxes	3,389,257	3,331,869	6,363,367	1,638,352	0	0	0
	537,119,656	700,362,616	55,116,464	486,376,150	-372,152	0	1,652,537
Current assets							
Inventories	43,797,285	61,552,747	0	0	319,136,339	339,852,568	223,860,793
Trade accounts receivable	139,886,741	146,056,227	11,379,433	9,242,961			
Securities	4,827,333	4,044,011	4,599,431	3,077,566			
Cash and cash equivalents	89,762,078	78,787,546	18,643,858	641,951			
	288,275,437	290,439,531	34,622,722	12,962,478			
Assets held for sale	207,224,630	0	128,410,431	0			
	1,032,691,923	990,762,147	714,449,617	499,340,628			
LIABILITIES							
Equity							
Share capital	120,417,308	119,358,908	120,417,308	119,358,908			
Premium on capital stock	93,214,079	91,452,012	91,452,012	91,452,012			
Reserves	87,034,786	83,159,702	71,983,241	71,521,779			
Results carried forward	-41,124,731	-23,376,368	-61,763,636	-43,358,462			
Provisions	-1,854,359	0	0	0			
Treasury stock	0	-55,419,980	0	0			
	257,687,026	209,174,254	228,660,793	238,962,637			
Equity attributed to parent company shareholders							
Minority interests	61,449,511	130,678,314	0	0			
	319,136,537	339,852,568	228,660,793	238,962,637			
Long-term liabilities							
Loans	305,736,212	282,185,329	434,654,678	226,172,916			
Deferred tax liabilities	30,052,694	42,819,237	0	0			
Subsidiaries	9,876,586	6,887,338	0	0			
Other long-term liabilities	31,557,855	20,475,982	17,594,339	1,572,933			
	475,223,527	334,359,896	452,249,037	228,045,499			
Total long-term liabilities							
Suppliers and other liabilities	95,065,696	94,677,660	9,762,205	2,561,843			
Liabilities due to banks and other financial institutions next year	20,555,317	83,166,471	20,365,117	20,365,117			
Accrued and other short-term liabilities	33,145,181	46,036,668	15,268,570	8,744,844			
Loans	16,456,652	76,657,202	22,59	18,025,140			
Current tax liabilities	15,885,469	21,981,342	0	3,000,665			
	181,112,275	264,538,683	38,339,787	32,332,492			
Total short-term liabilities							
Liabilities directly associated with assets held for sale	103,219,584	0	0	0			
Intra-group loans in sector held for sale	-36,000,000	0	0	0			
	713,555,286	665,889,579	490,588,824	260,377,991			
Total liabilities							
Total owners' equity and liabilities							
	1,032,691,923	990,762,147	714,449,617	499,340,628			

Corporate particulars		APPROVAL DATE OF THE FINANCIAL STATEMENTS:		NAME - SURNAME		POST	
REGISTERED OFFICES:	59 Panepistimou St, Athens	9/3/2006	Andreas Tarnakis	Dimitris A. Daskalopoulos	Chairman of BoD		
INCORPORATION YEAR:	31 December 1988			Panagiotis V. Kanellopoulos	Vice-Chairman of the Board		
COMPANY OPERATING TERM:	80 years			Justin Michael Spencer-Jenk, son of Jorgen	Ceo		
MAIN ACTIVITY:	Holding company			Spyridon I. Theodoropoulos	Director		
COMPANIES REGISTER NO.:	1154/06/8/86339			Yiannis A. Kanellopoulos	Director		
COMPETENT SERVICE:	Ministry of Development			Olympos P. Kyriakopoulos	Director		
TAX REG. NO.:	094023387			Apostolos S. Tarnavakis			
FISCAL YEAR-END DATE:	31 December 2005						
DURATION OF THE FISCAL YEAR:	12 MONTHS						
Balance sheet for the year ended December 31st, 2006							
		THE GROUP		STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD		THE COMPANY	
		1/1/31/12/2005	1/1/31/12/2004	1/1/31/12/2005	1/1/31/12/2004	1/1/31/12/2005	1/1/31/12/2004
		(amounts in euro)		(amounts in euro)		(amounts in euro)	
ASSETS							
Non-current assets				Net worth at the beginning of period (01.01.05 and 01.01.04 respectively)			
Property, plant and equipment	364,894,488	483,536,985	6,227,467	5,831,973	338,862,686	238,862,636	234,031,290
Intangible assets	314,239	1,392	1,392	0	48,265	2,300,373	11,021,006
Goodwill	151,316,749	201,938,886	0	474,038,153	-81,725,937	-3,141,559	0
Participations in subsidiaries	0	0	361,765,328	0	141,82,860	0	0
Participations in associated companies	196,197	584,157	0	474,038,153	-11,431,065	-14,973,514	0
Investments in other companies	0	0	0	48,265	-6,089,740	-6,801,706	0
Investments available for sale	10,545,698	0	9,826,718	0	12,640,416	0	2,025,000
Loans to subsidiaries	0	16,500,000	0	0	756,467	0	756,467
Other long-term financial assets	1,651,754	1,963,496	109,682	11,283	-1,854,359	0	0
Deferred income taxes	3,389,257	3,331,869	6,363,367	1,638,352	0	0	0
	537,119,656	700,362,616	55,116,464	486,376,150	-372,152	0	1,652,537
Current assets							
Inventories	43,797,285	61,552,747	0	0	319,136,339	339,852,568	223,860,793
Trade accounts receivable	139,886,741	146,056,227	11,379,433	9,242,961			
Securities	4,827,333	4,044,011	4,599,431	3,077,566			
Cash and cash equivalents	89,762,078	78,787,546	18,643,858	641,951			
	288,275,437	290,439,531	34,622,722	12,962,478			
Assets held for sale	207,224,630	0	128,410,431	0			
	1,032,691,923	990,762,147	714,449,617	499,340,628			
LIABILITIES							
Equity							
Share capital	120,417,308	119,358,908	120,417,308	119,358,908			
Premium on capital stock	93,214,079	91,452,012	91,452,012	91,452,012			
Reserves	87,034,786	83,159,702	71,983,241	71,521,779			
Results carried forward	-41,124,731	-23,376,368	-61,763,636	-43,358,462			
Provisions	-1,854,359	0	0	0			
Treasury stock	0	-55,419,980	0	0			
	257,687,026	209,174,254	228,660,793	238,962,637			
Equity attributed to parent company shareholders							

NAME - SURNAME		POST	
Dimitris A. Daskalopoulos	Chairman of BoD		
Panagiotis V. Kanellopoulos	Vice-Chairman of the Board		
Justin Michael Spencer-Jenk, son of Jorgien	Ceo		
Spyridon I. Theodoropoulos	Director		
Georgios A. Kyprianou	Director		
Opaissas P. Kyriakidis	Director		
Apollitos S. Tamiakiadis	Director		

STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD					
	THE GROUP		THE COMPANY		
	1/1/31/12/2005	1/1/31/12/2004	1/1/31/12/2005	1/1/31/12/2004	
(amounts in euro)					
Net worth at the beginning of period (01.01.05 and 01.01.04 respectively)	339,852,568	311,982,280	238,962,636	234,031,290	
Period results net of tax	49,316,126	-49,316,126	2,300,373	11,021,086	
Equation of minority holdings	-91,725,937	-91,725,937	0	0	
Adoption of minority holdings	-3,614,558	-3,614,558	0	0	
Purchase/(sale) of treasury stock	44,192,960	0	0	0	
Adoption of IAS 32 and IAS 39	-11,431,065	0	-14,973,514	0	
Dividends	-12,840,416	-6,089,740	-6,901,706	-6,089,740	
Share capital increase	2,025,000	0	2,025,000	0	
Partial clearance of convertible corporate bond	756,467	0	756,467	0	
Profit distribution to statutory, tax-free and other reserves	-10,314,540	0	-10,314,540	0	
Foreign Exchange differences	1,854,396	0	1,854,396	0	
Change in reasonable value reserve	-372,152	0	1,652,537	0	
	319,136,536	339,852,568	228,660,793	238,962,636	
Net worth at end of period (31.12.05 and 31.12.04 respectively)					
CASH FLOW STATEMENT (amounts in euro)					
CASH FLOW FROM OPERATING ACTIVITIES:					
Profits before tax	70,979,357	61,261,346	41,261,148	17,559,267	
Adjustments to reconcile net flows from operating activities					
Depreciation	33,102,129	37,719,702	946,463	780,506	
Depreciation on subsidiaries	-1,315,363	-1,401,345	0	0	
Profit/(losses) from sale of fixed assets	-306,358	960,030	2	2,589	
Profit/(losses) from sale of participations and securities	-2,637,819	186,189	1,544,653	-1,400,605	
Interest expenses	25,318,333	23,846,554	18,898,841	12,140,160	
Interest income	-6,975,456	-18,676,176	-25,230,677	-26,277,897	
Provisions	4,291,868	-45,482	-297,485	591,587	
Reduction in Goodwill	636,070	1,246,688	0	0	
Operating cash flow before changes in working capital	123,063,481	104,897,496	-12,055	3,366,317	
Changes in working capital					
(Increase) / Decrease in receivables	4,354,476	-1,611,744	0	0	
(Increase) / Decrease in payables	-25,550,862	6,132,559	-2,982,030	525,167	
(Increase) / Decrease in other receivables	19,094,546	-2,476,910	1,711,018	-1,391,030	
Tax paid	-32,029,691	-26,863,119	-33,13,969	-4,654,803	
Interest expenses	-32,763,002	-19,891,129	-19,891,129	-19,891,129	
Interest income	8,892,343	18,450,635	18,450,635	18,450,635	
	56,168,956	58,367,359	-10,361,868	-10,361,868	
Cash flow from investment activities	-40,733,962	-33,317,201	-1,541,415	-870,452	
Sale of tangible assets	8,883,960	2,296,677	24	0	
Purchase of participations and securities	-2,620,155	0	-2,980,155	-1,055,525	
Acquisition of holdings in consolidated subsidiaries	-82,556,506	-6,871,342	-18,903,588	-10,667,210	
Sale of short-term investments	48,848,429	3,400,504	2,501,506	6,151,220	
Interest income	8,892,343	23,716,688	23,716,688	23,716,688	
	-69,246,910	-16,173,817	-17,933,040	-15,765,350	
Cash flow from financial activities	75,831,975	3,725,592	229,470,413	0	
Increase (decrease) in long-term loans	-40,173,564	-10,306,005	-18,002,545	-4,559,603	
Increase (decrease) in short-term loans	0	0	-166,500,000	0	
Bonds issued	0	0	-7,341,720	-5,483,678	
Dividends paid to third parties	-12,720,450	-16,548,712	-7,341,720	-5,483,678	
	22,704,991	-10,053,281	37,676,128	-10,053,281	
Total	26,306,371	91,685	18,001,967	619,210	
Impact of exchange rate changes to cash assets	-176,160	19,974,546	18,001,967	619,210	
(Increase) / Decrease in cash on hand	23,063,971	59,215,000	64,136,131	1,261,711	
Cash on hand at beginning of period	2,079,139	99,762,078	18,643,858	641,952	
Cash on hand at year end	99,762,078	78,787,546	18,643,858	641,952	

INCOME STATEMENT FOR THE PERIOD (amounts in euro)					THE COMPANY	
	THE GROUP		1/1-31/12/2005		1/1-31/12/2004	1/1-31/12/2004
	Continuing Operations	Discontinued Operations	Total	Continuing Operations	Discontinued Operations	Total
Sales	594.243.398	110.154.305	694.397.703	576.402.325	115.244.491	691.646.816
Cost of goods sold	-347.295.034	-60.592.871	-407.887.905	-345.718.733	-81.726.363	-427.445.096
Gross Profit	246.948.364	49.561.434	296.509.798	230.683.592	33.518.128	264.201.720
Operating income	30.343.924	378.472	30.722.396	9.900.211	273.910	31.176.121
Administrative and selling expenses	184.191.566	46.148.033	230.340.599	178.475.442	48.643.357	227.118.799
Other operating expenses	-	0	0	0	0	0
Reduction in Goodwill	-505.070	-605.070	-1.245.958	-	-	-
Total net operating income	82.525.649	3.855.873	86.381.522	60.054.403	6.894.329	66.948.732
Financial results	-10.560.763	-4.694.574	-15.255.337	-338.957	-4.632.240	-4.971.197
Proportion of profits/losses from affiliated companies valued at net worth	-	-	-	-	-	-
Earnings before tax	-145.228	-	-145.228	-186.389	-	-186.389
Income tax	71.978	-439.710	-367.732	56.329	1.739.249	1.795.577
Income	28.407.223	1.678.588	30.085.811	29.370.837	3.331.880	32.702.717
Reduction in deferred income tax due to change in rate	-	-	-	-3.412.456	-	-3.412.456
Net earnings for the period from continuing operations	43,411,455	-2,517,399	40,894,056	47,619,824	1,919,432	49,539,256
Allocated among:						
Company shareholders	33,621,437	0	31,164,039	30,077,028	0	31,173,331
Minority interest	9,790,018	0	9,790,018	17,542,795	0	17,542,795
Main earnings per share (in euro)	0.89	0.00	0.89	0.87	0.00	0.06
Reduced profits	0.84	0.00	0.79	0.77	0.00	0.07
ADDITIONAL DATA AND INFORMATION						
1. The companies included in the consolidation						
(a) Subsidiaries of DELTA HOLDING S.A.						
DELTA DAIRY S.A.	Greece	2003-2005	100.00%	75.91%	Bulgaria	2004-2005
DELTA ICE CREAM S.A.	Greece	2001-2005	100.00%	100.00%	FROM	2001-2005
GENERAL FROZEN FOOD S.A.	Greece	2003-2005	81.71%	75.70%	Romania	-
GOODY'S S.A.	Greece	2002-2005	71.05%	98.07%	Serbia	-
DELTA FOOD HOLDINGS LTD.	Cyprus	2003-2005	100.00%	100.00%	Montenegro	-
DELTA FOOD PARTICIPATION & INVESTMENTS LTD.	Cyprus	-	100.00%	-	-	-
(b) Subsidiaries of GOODY'S S.A.						
HELENIC CATERING S.A.	Greece	2001-2005	98.15%	-	Greece	2004-2005
HELENIC FOOD SERVICE S.A.	Greece	2004-2005	87.06%	-	Greece	-
BAIKAN RESTAURANTS S.A.	Bulgaria	1995-2005	100.00%	-	Bulgaria	2003-2005
NAFLIOS S.A.	Greece	2003-2005	94.70%	-	Greece	-
GEFPILOA S.A.	Greece	2003-2005	51.00%	-	Greece	2003-2005
PARALIAS CAFE - PATISseries S.A.	Greece	2003-2005	82.59%	-	Greece	2003-2005
HARILAOU RESTAURANTS S.A.	Greece	2003-2005	51.00%	-	Greece	2002-2005
ENDIKIA S.A.	Greece	2003-2005	100.00%	-	Greece	2004-2005
KAVALA RESTAURANTS S.A.	Greece	2003-2005	51.00%	-	Greece	-
EPKARPA RESTAURANTS S.A.	Greece	2003-2005	51.00%	-	Greece	-
PANORAMA RESTAURANTS S.A.	Greece	2003-2005	51.00%	-	Greece	-
DRAMA RESTAURANTS - PATISseries S.A.	Greece	2003-2005	50.05%	-	Greece	-
SERRES RESTAURANTS - PATISseries S.A.	Greece	2003-2005	50.05%	-	Greece	-
SAFONIA RESTAURANTS - PATISseries S.A.	Greece	2003-2005	95.26%	-	Greece	-
SARANDA S.A.	Greece	2003-2005	51.00%	-	Greece	-
MALAKOS RESTAURANTS S.A.	Greece	2003-2005	51.00%	-	Greece	-
ESPRESSO CAFE S.A.	Greece	2003-2005	65.00%	-	Greece	-
VRILISSA CAFE - PATISseries S.A.	Greece	2003-2005	50.70%	-	Greece	-
KIFISSIA CAFE - PATISseries S.A.	Greece	2004-2005	50.10%	-	Greece	-
ELAFINIA CAFE - PATISseries S.A.	Greece	2003-2005	82.24%	-	Greece	-
VOLOS BEACH RESTAURANTS S.A.	Greece	2003-2005	50.01%	-	Greece	-
PAGRATI RESTAURANTS S.A.	Greece	2003-2005	100.00%	-	Greece	-
EASTERN CRETE RESTAURANTS - PATISseries S.A.	Greece	2004-2005	60.00%	-	Greece	-
VERIA CAFE - PATISseries S.A.	Greece	2004-2005	70.00%	-	Greece	-
TEMBI RESTAURANTS - PATISseries S.A.	Greece	2004-2005	52.10%	-	Greece	-
GREENFOOD S.A.	Greece	2003-2005	58.89%	-	Greece	-
HELLENIC FOOD INVESTMENTS S.A.	Greece	2003-2005	50.10%	-	Greece	-
NERATZOTISSA RESTAURANTS S.A.	Greece	2003-2005	60.00%	-	Greece	-
CHRISTOS TOGIAS & PARTNERS Ltd	Greece	Newly-estab. company	72.50%	-	Greece	-
(c) Subsidiaries of DELTA DAIRY S.A.						
SPERANDELLAS S.A.	Greece	2003-2005	100.00%	-	Greece	-
CHARALAMBEIS DAIRIES LTD.	Cyprus	-	54.90%	-	Cyprus	-

Athens, 09.03.06

THE CHAIRMAN OF THE BOARD
DIMITRIOS A. DASKALOPOULOS
ID CARD NO.: M 289326

THE VICE-CHAIRMAN OF THE BOARD
PANAGIOTIS V. KANTELLOPOULOS
ID CARD NO.: L 342296

THE GROUP CHIEF FINANCIAL OFFICER
PANDEL D. ECONOMO
PASSPORT NO.: C 000668

THE GROUP ACCOUNTING OFFICER
NIKOLAOS T. KAPPAS
ID CARD NO.: J 425851

- There are no liens registered on the assets.
- The relevant provisions were made for accrued expenditure, information about which was not presented to us by the date on which this report was prepared.
- The relevant provisions were made for accrued expenditure, information about which was not presented to us by the date on which this report was prepared.
- The number of staff employed by the Group during the period was 123.
- There are no actions, petitions or appeals pending before any court which could have a substantive effect on the financial status of companies in the DELTA HOLDING Group apart from the case of MABAR D.O.O for which there is a first instance judgement for payment of € 7,967,764.23, and for payment of the sum of € 7,963,795.49 in favour of subsidiary company DELYUG S.A.
- The capital raised by the last share capital increase by rights issue (General Meeting of 29.11.1999) was completed during the 2nd quarter of 2003. The related capital distribution report along with the special report (certified) from the certified auditor/accountant was published in the financial newspaper EXPRESS on 19.1.2001.
- Income from the provision of services and company expenses to affiliates on a cumulative basis from the beginning of the accounting period amount to € 16,447,767 and € 2,142, respectively. The balance of short- and long-term receivables of the Company from affiliates at the end of the current period amounted to € 6,808,729 and € 168,500.000 respectively.
- On 1st December 2005 the Company's Board of Directors resolved to merge DELTA HOLDING S.A. merging company with the companies SPERANDELLAS S.A. and CHARALAMBEIS DAIRIES LTD. (both of them merging companies) in the manner provided by the provisions of Law 2166/1993. The data for the transformation balance sheet was set as 31 December 2005.

2005

**FINANCIAL STATEMENTS FOR THE YEAR
ENDED DECEMBER 31, 2005
IN ACCORDANCE WITH INTERNATIONAL FINANCIAL
REPORTING STANDARDS (IFRS)**

INDEPENDENT AUDITORS' REPORT

TO THE SHAREHOLDERS OF DELTA HOLDING S.A.:

We have audited the accompanying financial statements as well as the consolidated financial statements of Delta Holding S.A. as of and for the year ended December 31, 2005. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with the Greek Auditing Standards, which are based on 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, evaluating the overall financial statement presentation as well as assessing the consistency of the Board of Directors' report with the aforementioned financial statements. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the aforementioned financial statements give a true and fair view of the financial position of the Company and that of the Group as of December 31, 2005 and the results of its operations and those of the Group and their cash flows and changes in shareholders' equity for the year then ended in accordance with the International Financial Reporting Standards that have been adopted by the European Union and the Board of Directors' report is consistent with the aforementioned financial statements.

Without qualifying our opinion, we draw attention to the fact that the (consolidated and separate) net equity as at December 31, 2004 and January 1, 2004 as well as the profit after income taxes for the year ended December 31, 2004, have been adjusted as compared to those presented in the previously published financial statements prepared under International Financial Reporting Standards. Such adjustments, which were made with retrospective correction of the respective line items in the years/periods to which they relate, are analyzed in Note 3 (ag) to the financial statements.

Athens, March 10, 2006

John Mystakidis
A.M.ICA(GR) 16511

Ernst & Young (Hellas)
Certified Auditors Accountants S.A.

Andreas Tsamakidis
A.M.ICA(GR) 17101

BKR Prottypos Elegtiki S.A.
Certified Auditors-Accountants

STATEMENT OF INCOME
FOR THE PERIOD ENDED DECEMBER 31, 2005
(All amounts in thousands of Euro, except per share data)

	Notes	Company	
		1/1-31/12 2005	1/1-31/12 2004
REVENUES:			
Net sales		16.571	16.543
Cost of sales		(11.172)	(10.938)
Gross profit		5.399	5.605
Selling, general and administrative expenses	8	(6.335)	(3.729)
Other income	9	275	144
Financial income	10	28.762	27.679
Financial expenses	10	(23.975)	(12.140)
PROFIT BEFORE INCOME TAXES		4.126	17.559
Income taxes	12	(1.826)	(6.538)
NET PROFIT		2.300	11.021
Earnings per share (in full amount)			
Basic	13	0,06	0,27
Diluted	13	0,07	0,24
Weighted average number of shares, basic and diluted			
Basic	13	40.620.953	40.598.268
Diluted	13	44.186.999	45.304.692

The accompanying notes and appendices are an integral part of these financial statements.

CONSOLIDATED STATEMENT OF INCOME
FOR THE PERIOD ENDED DECEMBER 31, 2005
(All amounts in thousands of Euro, except per share data)

	Notes	January 1, 2005 - December 31, 2005		January 1, 2004 - December 31, 2004	
		Continuing Operations	Discontinued Operations (contribution to the group)	Continuing Operations	Discontinued Operations (contribution to the group)
			Total		Total
REVENUES					
Net sales		584.243	694.397	576.402	691.646
Cost of sales		(347.266)	(407.793)	(345.717)	(407.483)
Gross Profit		236.977	286.604	230.685	284.163
Selling, general and administrative expenses	8	(184.192)	(230.341)	(178.475)	(227.118)
Other income/(expenses)	9	30.346	30.724	9.090	10.620
Impairment of goodwill	15	(606)	(1.246)	(1.246)	
Financial income	10	13.909	14.141	16.982	18.878
Financial expenses	10	(24.470)	(29.396)	(17.321)	(23.850)
Share of profit/(losses) of associates		(146)	(186)	(186)	
PROFIT BEFORE INCOME TAXES		71.818	70.980	59.529	61.261
Income taxes	12	(28.407)	(30.086)	(11.909)	(11.945)
NET PROFIT		43.411	40.894	47.620	49.316
Attributable to:					
Equity holders of the parent		32.945	31.104	29.243	31.773
Minority interests		10.466	9.790	18.377	17.543
Earnings per share (in full amount)		43.411	40.894	47.620	49.316
Basic	13	0.89	0.84	0.87	0.95
Diluted	13	0.84	0.79	0.77	0.83
Weighted average number of shares, basic and diluted					
Basic	13	37.034.808	37.034.808	33.425.978	33.425.978
Diluted	13	40.600.854	40.600.854	38.132.402	38.132.402

The accompanying notes and appendices are an integral part of these financial statements.

Appendix

BALANCE SHEET FOR THE YEAR ENDED DECEMBER 31, 2005

(All amounts in thousands of Euro, unless otherwise stated)

	Notes	Group		Company	
		December 31, 2005	December 31, 2004	December 31, 2005	December 31, 2004
ASSETS					
Non-Current Assets:					
Property, plant and equipment	14	364.894	483.585	6.227	5.632
Goodwill	15	151.317	201.904	-	-
Intangible assets	16	215	793	1	2
Investments in subsidiaries	-	-	361.765	472.167	-
Investments in associates	17	198	584	-	-
Other investments	-	16.142	-	6.717	-
Investments available for sale	18	10.546	-	9.827	-
Bond loans	22	-	-	166.500	-
Other long term assets	-	1.652	1.963	112	11
Deferred income taxes	12	8.370	3.332	6.986	1.849
Total non-current assets		537.192	708.303	551.418	486.378
Current Assets:					
Inventories	19	43.797	61.553	-	-
Trade accounts receivable	20	107.398	104.304	6.709	2.517
Prepayments and other receivables	21	32.491	41.751	4.670	6.726
Securities	-	-	4.044	-	3.078
Financial assets at fair value through profit and loss	23	4.827	-	4.599	-
Cash and cash equivalents	24	99.762	78.788	18.644	642
Total current assets		288.275	290.440	34.622	12.963
Assets of disposal group classified as held for sale	11	207.225	-	128.410	-
TOTAL ASSETS		1.032.692	998.743	714.450	499.341
EQUITY AND LIABILITIES					
Equity attributable to equity holders of parent					
Share capital	25	120.417	119.359	120.417	119.359
Paid-in surplus	-	93.214	91.452	93.214	91.452
Treasury shares	26	-	(55.420)	-	-
Accumulated deficit	-	(41.125)	(29.376)	(61.754)	(43.370)
Foreign exchange differences	-	(1.854)	-	-	-
Legal, tax free and special reserves	27	83.979	80.006	70.683	70.221
Other reserves	-	3.056	3.153	1.300	1.300
		257.687	209.174	223.860	238.962
Minority interests	-	61.450	130.678	-	-
Total Equity		319.137	339.852	223.860	238.962
Non-Current Liabilities:					
Long-term borrowings at amortised cost	29	205.081	262.185	244.000	226.473
Long-term borrowings at fair value through profit and loss	29	190.655	190.655	-	-
Grants	32	9.877	8.887	-	-
Deferred income taxes	12	38.053	42.802	-	-
Reserve for staff retirement indemnities	31	10.235	11.703	1.014	1.573
Derivative financial instruments	33	16.484	-	16.580	-
Other long-term liabilities	30	4.839	8.773	-	-
Total non-current liabilities		475.224	334.350	452.249	228.046
Current Liabilities:					
Trade accounts payable	34	95.066	94.678	2.702	2.562
Short-term borrowings	35	16.457	78.657	23	18.025
Current portion of long-term debt	29	20.556	83.165	20.356	-
Income taxes payable	12	15.883	21.984	-	3.001
Accrued and other current liabilities	36	33.148	46.057	15.259	8.745
Total current liabilities		181.110	324.541	38.340	32.333
Liabilities directly associated with the assets classified as held for sale	11	153.220	-	-	-
Intragroup loans to operations classified as held for sale	11	(96.000)	-	-	-
TOTAL LIABILITIES AND EQUITY		1.032.691	998.743	714.449	499.341

The accompanying notes and appendices are an integral part of these financial statements.

STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD ENDED IN DECEMBER 31, 2005
(All amounts in thousand of Euro, unless otherwise stated)

	Group								Minority interests	Total equity
	Attributable to equity holders of the parent									
	Share capital	Paid-in surplus	Legal, tax free and special reserves	Other reserves	Fair value reserve	Treasury shares	Exchange Differences	Accumulated deficit		
Balance, January 1, 2005 as initially published	119.359	91.452	80.006	3.153	(55.420)	(24.492)	214.058	130.678	344.736	
Adjustments (Note 3(ag))	-	-	-	-	-	-	-	(4.884)	(4.884)	0
Adjusted balance, January 1, 2005	119.359	91.452	80.006	3.153	-	(55.420)	-	(29.376)	209.174	130.678
Profit for the period	-	-	-	-	1.318	-	-	(12.696)	(11.378)	(53)
Disposal of treasury shares	-	-	-	-	-	-	-	31.104	31.104	9.790
Share capital increase	1.058	1.762	-	-	-	55.420	-	(11.227)	44.193	-
Transfer to legal, tax free and special reserves	-	-	-	-	-	-	-	-	2.820	-
Movement of fair value reserve	-	-	3.627	(97)	-	-	(3.530)	-	-	-
Exchange differences	-	-	-	-	1.706	-	-	-	1.706	-
Transfer to profit and loss from sale of available for sale investment	-	-	-	-	-	-	(1.854)	-	(1.854)	-
Dividends	(2.678)	(2.678)	(2.678)	-	-	-	-	(6.902)	(6.902)	-
Dividends paid to the minority shareholders	-	-	-	-	-	-	-	-	-	(5.739)
Other acquisitions of minority interests	-	-	-	-	-	-	-	(14.300)	(14.300)	(5.423)
Acquisition of minority interest of DELTA Dairy S.A.	-	-	-	-	-	-	-	5.803	5.803	(67.803)
	-	-	-	-	-	-	-	-	-	-
0										
Balance, December 31, 2005	120.417	93.214	83.633	3.056	346	0	(1.854)	(41.124)	257.688	61.450
										319.138

The accompanying notes and appendices are an integral part of these financial statements.

**STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD ENDED IN DECEMBER 31, 2005**
(All amounts in thousand of Euro, unless otherwise stated)

	Company						
	Share capital	Paid-in surplus	Legal, tax free and special reserves	Other reserves	Treasury shares	Accumulated deficit	Total equity
Balance, January 1, 2005 as initially published	119.359	91.452	70.221	1.300		(38.535)	243.797
Adjustments (Note 3(og))	-	-	-	-	-	(4.834)	(4.834)
Adjusted balance, January 1, 2005	119.359	91.452	70.221	1.300		(43.369)	238.963
First time adoption of IAS 32 and 39 (net of deferred tax of € 6,649)	-	-			(1.190)	(13.782)	(14.972)
Increase of share capital	1.058	1.762				0	2.820
Profit for the period						2.300	2.300
Dividends						(6.902)	(6.902)
Transfer to legal, tax free and special reserves					1.652		1.652
Movement of fair value reserve					462	(61.753)	223.861
Balance, December 31, 2005	120.417	93.214	70.221	1.300			

The accompanying notes and appendices are an integral part of these financial statements.

**STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD ENDED IN DECEMBER 31, 2005**
(All amounts in thousand of Euro, unless otherwise stated)

	Group							Minority interests	Total equity
	Attributable to equity holders of the parent								
	Share capital	Paid-in surplus	Legal, tax free and special reserves	Other reserves	Treasury shares	Accumulated deficit	Total		
Balance, January 1, 2004 as initially published	119.359	91.452	73.210	3.645	(55.420)	(40.720)	191.526	125.303	316.829
Adjustments (Note 3 (ag))	-	-	-	-	-	(8.035)	(8.035)	3.189	(4.846)
Adjusted balance, January 1, 2004	119.359	91.452	73.210	3.645	(55.420)	(48.755)	183.491	128.492	311.983
Profit for the period	-	-	-	-	-	31.773	31.773	17.543	49.316
Dividends	-	-	-	-	-	(6.090)	(6.090)	(6.090)	
Dividends paid to the minority shareholders	-	-	-	-	-	-	-	(10.315)	(10.315)
Transfer to legal, tax free and special reserves	-	-	-	-	0	-	-	-	
	-	-	6.796	(492)	-	(6.304)	-	-	
Acquisition of minority interests	-	-	-	-	-	-	-	(5.042)	(5.042)
	-	-	-	-	-	-	-	-	
Balance, December 31, 2004	119.359	91.452	80.006	3.153	(55.420)	(29.376)	209.174	130.678	339.852

The accompanying notes and appendices are an integral part of these financial statements.

**STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD ENDED IN DECEMBER 31, 2005**
(All amounts in thousand of Euro, unless otherwise stated)

	Company					
	Share capital	Paid-in surplus	Legal, tax free and special reserves	Other reserves	Accumulated deficit	Total equity
Balance, January 1, 2004 as initially published	119.359	91.452	67.530	1.300	(40.956)	238.685
Adjustments (Note 3(ag))	-	-	-	-	(4.654)	(4.654)
Adjusted balance, January 1, 2004	119.359	91.452	67.530	1.300	(45.610)	234.031
Profit for the period	-	-	-	-	11.021	11.021
Dividends	-	-	-	-	(6.090)	(6.090)
Transfer to legal, tax free and special reserves	-	-	2.691	-	(2.691)	-
Balance, December 31, 2004	119.359	91.452	70.221	1.300	(43.370)	238.962

The accompanying notes and appendices are an integral part of these financial statements.

CASH FLOW STATEMENT **FOR THE PERIOD ENDED DECEMBER 31, 2005**

(All amounts in thousands of Euro, unless otherwise stated)

	Group		Company	
	December 31 2005	December 31 2004	December 31 2005	December 31 2004
Cash flows from operating activities				
Profit before income taxes	70.980	61.262	4.126	17.559
Adjustments to reconcile to net cash provided by operating activities:				
Depreciation and amortisation	33.102	37.719	946	781
Provision for staff retirement indemnities (net amount)	798	545	(559)	592
Provision for doubtful accounts receivable	3.494	(590)	261	0
Interest and other related income	(6.975)	(18.876)	(25.231)	(26.278)
Interest and other related expenses	25.318	23.847	18.899	12.140
Impairment of goodwill	606	1.246		
Gain from valuation and disposal of investments, financial assets and derivatives	(2.784)	1.545	(1.401)	
Gain/ (loss) on disposal of property, plant and equipment	(306)	960	0	3
Losses on equity investees	146	186	0	0
Amortization of government grants	(1.315)	(1.401)	0	0
Profit before working capital changes	123.064	104.898	(13)	3.396
(Increase)/Decrease in:				
Inventories	4.354	(1.612)	0	0
Trade accounts receivable	(24.270)	(397)	(4.453)	
Prepayments and other receivables	(1.143)	6.236	1.570	529
(Increase)/Decrease in:				
Trade accounts payable	13.370	1.173	140	(1.391)
Accrued and other current liabilities	10.001	(4.055)	1.571	
Income taxes paid	(32.030)	(28.683)	(3.314)	(4.635)
Interest paid	(32.763)	(19.891)	(19.820)	(8.258)
Other current assets	(137)	294	(98)	(4)
Other long-term liabilities	(3.917)	4.211		
Cash Flows from Operating Activities:	56.529	62.174	(24.417)	(10.363)
Cash Flows from Investing Activities:				
Capital expenditure for property, plant and equipment	(40.734)	(37.123)	(1.541)	(870)
Proceeds from disposal of property, plant and equipment	8.884	2.296	0	0
Interest and other related income received	8.932	18.312	25.717	26.320
Disposal of short-term investments	(1.600)	-	(1.600)	(1.106)
Acquisition of investments available for sale	(1.380)	-	(1.380)	
Acquisitions of minority interests	(20.557)	(6.871)	(18.904)	(10.667)
Acquisition of minority in Delta Dairy	(62.000)	-		
Disposal of treasury shares	44.193	-		
Disposal of investments available for sale	3.400			
Disposal of short-term investments	4.655	-	2.502	6.151
Grants receipts	3.369	424	0	0
Cash Flows for Investing Activities:	(56.238)	(19.562)	4.794	19.828
Cash Flows from Financing Activities:				
Net change in short-term borrowings	(40.174)	(10.306)	(18.003)	(4.600)
Payments of long term borrowings	(309.347)	(694)	(200.000)	
Receipts from long term borrowings	385.180	4.419	429.470	
Issuance of bonds	(166.500)			
Minority interests	360			
Dividends paid to minority	(5.739)	(10.314)		
Dividends paid	(7.342)	(6.234)	(7.342)	(5.484)
Net Cash used in Financing Activities	22.938	(23.129)	37.625	(10.084)
Net Cash used in Financing Activities	(176)	92		
Effect of exchange rates changes on cash	23.053	19.575	18.002	(619)
Cash and cash equivalents at beginning of year	78.788	59.213	642	1.261
Cash and cash equivalents of discontinued operations	(2.079)			
Cash and cash equivalents at end of period	99.762	78.788	18.644	642

The accompanying notes and appendices are an integral part of these financial statements.

NOTES TO THE FINANCIAL STATEMENTS AS OF DECEMBER 31, 2005

(Amounts in all tables and notes are presented in thousands of Euro unless otherwise stated)

1. CORPORATE INFORMATION:

Delta Holding S.A. (the parent) is a corporation formed under the laws of the Hellenic Republic whose shares are publicly traded on the Athens Stock Exchange. References to the "Group" or "Delta" include, unless the contents indicate otherwise, Delta Holding S.A. and its consolidated subsidiaries. Delta was founded in 1952 by Mr. Aristides Daskalopoulos as a family-run business producing yoghurt and distributing milk. Over more than 50 years, Delta has grown to one of the largest manufacturing groups in Greece. Its main lines of business are (i) the production and distribution of dairy products, such as milk and related products, ice cream, yogurt and fruit juices, (ii) quick service restaurants and café bars and, (iii) the production and distribution of general frozen foods such as vegetables, ready made recipes/meals and pastries. As further described in Note 11, in late 2005 the Group concluded a binding agreement with the Nestle Group for the sale of the Delta Ice Cream segment, which is expected to be finalized through to April 30, 2006.

The Company's registered office is in Athens at 59 Panepistimiou Street, 105 64, while its headquarters are in Athens at 10 Ziridi Street, 151 23 Marousi. The life of Delta Holding S.A., according to its Articles of Association, is eighty (80) years as of December 31, 1968, with a possible extension permitted following a decision of the General Meeting of its Shareholders.

As at December 31, 2005 and 2004, the Company's average number of employees was approximately 5,605 and 6,054, respectively.

2. BASIS OF PRESENTATION:

(a) Basis of Preparation of Financial Statements: The accompanying separate and consolidated financial statements (thereon referred to as financial statements) have been prepared under the historical cost convention, except for derivative financial instruments, available for sale investments, financial assets at fair value through profit and loss and certain bond loans, which were measured at fair values as of January 1, 2005, (date at which the Group adopted IAS 32/39) and certain categories of Property, Plant and Equipment, which at the date of transition to International Financial Reporting Standards (IFRS), (January 1, 2004), were measured at fair value, and this fair value was used as deemed cost as of the above date. As more fully discussed in Note 2(c), the accompanying financial statements have been prepared in accordance with IFRS (as they have been adopted by European Union) for the first time, by applying IFRS 1 "First-time Adoption of International Financial Reporting Standards" with the transition date being January 1, 2004.

(b) Statutory Financial Statements: Delta Holding S.A. and its Greek subsidiaries through to December 31, 2004 maintained their accounting records and prepared financial statements for statutory purposes in accordance with Greek Corporate Law 2190/1920 and the applicable tax legislation. Delta Holding S.A.'s foreign subsidiaries maintain their accounting records and prepare financial statements for statutory purposes in accordance with the applicable laws and regulations of the countries in which they operate. From January 1, 2005, onwards the parent Company and its Greek subsidiaries, based on the provisions of applicable legislation are obliged to prepare their statutory financial statements in accordance with the International Financial Reporting Standards that have been adopted by the European Union. However, these entities have the right to continue to maintain their accounting books and records based on the provisions of the Greek tax legislation. Consequently, with respect to the preparation of the consolidated financial statements, the financial statements of the foreign subsidiaries as well as the tax financial statements of the parent and its Greek subsidiaries are appropriately adjusted and reclassified by certain out-of-book adjustments in order to be in conformity with IFRS.

The main out-of-book entries recorded for IFRS purposes on the balance sheet as of January 1, 2004 and the financial statements as of December 31, 2004 are presented in Appendix I.

(c) First Time Adoption of International Financial Reporting Standards: Pursuant to EU regulation 1606/2002 and according to Law 3229/2004 (as amended by Law 3301/2004) Greek entities listed on any Stock Exchange (foreign or domestic) are required to prepare their statutory financial statements (stand-alone and consolidated) from fiscal years beginning on January 1, 2005, onwards, in accordance with IFRS.

The Group applied IFRS 1 "First Time Adoption of IFRS" in the preparation of the accompanying financial statements, which is the first full set of financial statements IFRS, as the quarterly financial statements of the fiscal year 2005 prepared and published up to now are interim financial statements that were prepared on the basis of IFRS 34 and were in essence provisional in the context that the final assessment and determination of the items was in the accompanying financial statements.

Based on IFRS 1 "First Time Adoption of IFRS", for the preparation of the first financial statements in accordance with IFRS, an entity should apply the IFRS that are in effect at the year end date of the first full financial statements and for all the periods presented along with the transition balance sheet.

Based on the provisions of IFRS 1 "First Time Adoption of IFRS" and, the above mentioned Greek legislation, above entities are obliged to present at least one year of comparative financial statements in accordance with IFRS.

Consequently, all revised or newly issued Standards applicable to the Group and are in effect as at December 31, 2005, were used for the preparation of the current financial statements, the comparative financial statements as of December 31, 2004 as well as the transition balance sheet as of January 1, 2004.

The IFRS 1 "First Time Adoption of IFRS" allows for certain exceptions alternative from the general provisions of the IFRS during the transition period.

The alternatives-exemptions that were used at the transition are the following:

(i) The Company elected not to apply IFRS 3 "Business Combinations" retrospectively, to business combinations which occurred prior to the transition date to IFRS (January 1, 2004). Consequently, and according to IFRS 1, regarding past business combinations the Group:

- maintained the same classification as in Greek GAAP financial statements,
- recognized all assets and liabilities at the date of transition to IFRS that were acquired or assumed in past business combinations other than:
 - certain financial assets and financial liabilities derecognized under previous GAAP and,
 - assets, including goodwill, and liabilities that were not recognized in the consolidated balance sheet under previous GAAP and would also not qualify for recognition under IFRS in the separate balance sheet of the acquiree. These assets and liabilities were measured according with IFRS requirements.
- Excluded from its opening IFRS consolidated balance sheet any item recognized under previous GAAP that does not qualify for recognition as an asset or liability under IFRS.
- Preserved the carrying amount of goodwill that was recognized under the previous GAAP.

At the date of transition to IFRS, the Group tested the carrying amounts of goodwill under previous GAAP for impairment, based on the provisions of IAS 36 "Impairment of Assets" and the resulting impairment losses were recognized in retained earnings/(accumulated deficit) as of the above date.

The impairment test was made after the allocation of goodwill in cash generating units, and was based on the conditions existing at the date of transition to IFRS.

(ii) The group elected to measure its tangible assets the date of transition to IFRS at fair value and used those fair values as deemed cost at that date. The resulted revaluation surplus was recognized in retained earnings/accumulated deficit as of January 1, 2004.

- (iii) with respect to the reserve for staff retirement indemnities, all cumulative actuarial gains and losses were recognized at the date of transition to IFRS. The "corridor approach" was used for the actuarial gains or losses which were incurred during 2004 and subsequently. This exemption was used for all plans existing at the transition date.
- (iv) the cumulative translation differences from the currency translation for all foreign operations were deemed to be zero at the date of transition to IFRS (they were included in retained earnings/(accumulated deficit). The gain or loss on a subsequent disposal of any foreign operation, shall exclude translation differences that arose before the date of transition to IFRS and shall include subsequent translation differences.
- (v) elected to apply the provisions of IAS 32 "Financial Instruments: Disclosure and Presentation and IAS 39 "Financial Instruments: Recognition and Measurement" from January 1, 2005 and not at the IFRS transition date and at the same time maintained the same classification and valuation for instruments included in this standard with the financial statements that were prepared based on Greek GAAP in its comparative financial statements.
- (vi) the estimates made by the Management under IFRS at the date of transition to IFRS were consistent with estimates made for the same date under previous GAAP (after adjustments to reflect any difference in accounting policies), unless there was objective evidence that those estimates were in error.
- (vii) The assets and liabilities of certain foreign subsidiaries which had adopted the IFRS before the parent, have been included in the accompanying consolidated financial statements at the same carrying amounts as that reflected in their separate IFRS financial statements after accounting for consolidation and equity adjustments.

(d) Approval of Financial Statements: The Board of Directors of Delta Holding S.A. approved the accompanying separate and consolidated financial statements for the year ended December 31, 2005 on March 9, 2006.

(e) Use of Estimates: The preparation of financial statements in conformity with IFRS requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results may ultimately differ from those estimates. With respect to significant estimates and judgments made by management in the preparation of the accompanying financial statements please refer to Note 4.

3. PRINCIPAL ACCOUNTING POLICIES:

The principal accounting policies adopted in the preparation of the accompanying financial statements, are as follows:

(a) Basis of Consolidation: The accompanying consolidated financial statements of the Company include the accounts of Delta Holding S.A. and all subsidiaries where Delta Holding S.A. has control. Control is presumed to exist when Delta Holding S.A. through direct or indirect ownership retains the majority of voting interest or has the power to control the Board of the investee. Subsidiaries are consolidated from the date on which effective control is acquired by the parent and cease to be consolidated from the date in which control is transferred out of the Group.

All intercompany balances and transactions have been eliminated in the accompanying interim consolidated financial statements. Where necessary, accounting policies for subsidiaries have been revised to ensure consistency with the policies adopted by the Company. A full list of the consolidated subsidiaries together with the related ownership interests is provided in Appendix II.

The consolidated financial statements include the financial statements of a subsidiary (S. Nendos S.A.), in which, although the direct parent owns less than 50% of the voting power, it exercises control through the power to control and appoint the majority of the Board of Directors' members.

(b) Investments in Subsidiaries (separate financial statements): The investments of the parent Company in its consolidated subsidiaries are measured at acquisition cost less any cumulative impairment losses.

(c) Investments in Associates:

- i) Consolidated financial statements: The Company's investments in other entities in which Delta exercises significant influence and are not subsidiaries or joint-ventures are accounted for using the equity method. Under this method the investment in associates is recognized at cost in addition to the changes in the percentage of the Company in the associate's equity after the initial date of acquisition less possible provisions for impairment in value. The consolidated statement of income reflects the Company's share of the results of operations of the associate.
- ii) Separate financial statements: Investments in associates in the stand-alone financial statements are measured at acquisition cost less any cumulative impairment losses.

(d) Functional and Presentation Currency and Foreign Currency Translation: The functional and presentation currency of Delta Holding S.A. and its Greek subsidiaries is the Euro. Transactions involving other currencies are converted into Euro using the exchange rates which are in effect at the time of the transactions. At the balance sheet dates, monetary assets and liabilities, which are denominated in other currencies, are adjusted to reflect the current exchange rates.

Gains or losses resulting from year-end foreign currency remeasurements are reflected in the accompanying statement of income excluding the transactions that correspond to conditions of compensating cash flows presented in equity.

The functional currency of the Company's foreign subsidiaries is the official currency of the related country in which each subsidiary operates. Accordingly, at each reporting date all balance sheet accounts of these subsidiaries are translated into Euro using the exchange rate in effect at the balance sheet date. Revenues and expenses are translated at the weighted average rate of exchange prevailing during the year/period. The cumulative difference from the above translation is recognized directly in equity until the disposal or derecognition of a subsidiary in which case it is transferred to the consolidated statement of income

(e) Intangible Assets: Intangible assets mainly consist of milk production rights and trademarks. Milk production rights represent fees paid to the Ministry of Agricultural Development every four to five years by certain milk producing subsidiaries in respect of maintaining their milk production capacity based on the quotas issued by the Ministry of Agricultural Development and the European Union. Amortization is made through to the next renewal date. Trademarks are amortized over their estimated useful lives which are set to five years.

(f) Research and Product Development Costs: Research costs are expensed as incurred. Development expenditure is mainly incurred for developing products. Costs incurred for the development of an individual project are recognized as an intangible asset only when the requirements of IAS 38 "Intangible Assets" are met.

(g) Revenue Recognition: Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. The following specific recognition criteria must also be met before revenue is recognized.

Sale of goods

Revenue, net of trade discounts sales incentives and the related VAT, is recognized when the significant risks and rewards of ownership of the goods have passed to the buyer and can be reliably measured.

Franchise fees

Franchise fees relate to a subsidiary which establishes and develops quick service restaurants and café bars through the use of franchisees. These fees are recognized to income in the period to which they relate.

Interest

Revenue is recognized on the accrual basis of accounting.

(h) Property, Plant and Equipment: Land, buildings and machinery and equipment were measured at their fair value, which was used at the date of transition to IFRS as deemed cost based on the provisions of IFRS 1. Consequently, such items of PPE are stated at historical cost (deemed cost based on the provisions of IFRS 1) less accumulated depreciation and any impairment in value. Transportation equipment and furniture and fixtures are stated at historical cost less accumulated depreciation and any impairment in value.

As more fully described in Note 14 the Group proceeded to a fair valuation of its land, buildings and machinery and equipment as at January 1, 2004 and these fair values were used as deemed cost at the date of transition to IFRS. The resulted revaluation surplus was credited to retained earnings.

Repairs and maintenance are charged to expenses as incurred. Major improvements are capitalized to the cost of the asset to which they relate when they extend the life, increase the earnings capacity or improve the efficiency of the respective assets.

An item of property, plant and equipment is derecognized upon disposal or when no future economic benefits are expected to arise from the continued use of the asset. Any gain or loss arising on derecognition of the asset, is included in the consolidated statement of income in the year the item is derecognized.

(i) Depreciation: Depreciation is computed based on the straight-line method at rates, which approximately reflect the average useful lives of relative assets.

The useful lives used are as follows:

Classification	Useful Life
Buildings	50 years
Machinery and equipment	20 years
Transportation equipment	6-9 years
Furniture and fixtures	3-6 years

(j) Goodwill: As more fully described in Notes 2 and 15, goodwill on business combinations which occurred prior to the date of transition to IFRS, was accounted for based on the provisions of IFRS 1, "First Time Adoption of IFRS". Goodwill on acquisitions subsequent to the date of transition to IFRS is initially measured at cost being the excess value of the cost of the business combination over the acquirer's interest in the net fair value of the identifiable assets, liabilities and contingent liabilities assumed. Following initial recognition, goodwill is measured at cost less any accumulated impairment losses. Goodwill is not amortized, but it is reviewed for impairment, annually or more frequently if events or changes in circumstances indicate that the carrying value may be impaired.

As at the acquisition date, any goodwill acquired is allocated to each of the cash-generating units expected to benefit from the combination's synergies. Impairment is determined by assessing the recoverable amount of the cash-generating unit, to which the goodwill relates. Where the recoverable amount of the cash-generating unit is less than the carrying amount, an impairment loss is recognized. Where goodwill forms part of a cash-generating unit and part of the operation within that unit is disposed of, the goodwill associated with the operation disposed of is included in the carrying amount of the operation when determining the gain or loss on disposal of the operation. Goodwill disposed of in this circumstance is measured on the basis of the relative values of the operation disposed of and the portion of the cash-generating unit retained.

(k) Impairment of Assets:

(i) Non Financial Assets:

With the exception of goodwill and intangibles with indefinite life which are reviewed for impairment at least annually, the carrying values of other non - current assets are reviewed for impairment whenever events or changes in circumstances indicate that the carrying value may not be recoverable. Whenever the carrying value of an asset exceeds its recoverable

amount an impairment loss is recognized in the consolidated statement of income. The recoverable amount is measured as the higher of net selling price and value in use. Net selling price is the amount obtainable from the sale of an asset in an arm's length transaction between knowledgeable, willing parties, after deducting any direct incremental selling costs, while value in use is the present value of estimated future cash flows expected to arise from continuing use of the asset and from its disposal at the end of its useful life. For the purpose of assessing impairment, assets are grouped at the lowest level for which there are separately identifiable cash flows.

(ii) Financial Assets:

At each reporting date the Group assesses any potential indicative factor regarding whether a financial asset or group of financial assets has been impaired.

The financial assets that are reviewed for impairment (provided that the relative indications exist) are assets stated at cost (investments in subsidiaries and associates in the separate balance sheet), assets measured at amortized cost based on the effective interest rate method (non current receivables) and available for sale investments.

(i) Assets carried at amortized cost

If there is objective evidence that an impairment loss on loans and receivables carried at amortised cost has been incurred, the amount of the loss is measured as the difference between the asset's carrying amount and the present value of estimated future cash flows (excluding future credit losses that have not been incurred) discounted at the financial asset's original effective interest rate (ie the effective interest rate computed at initial recognition). The carrying amount of the asset shall be reduced either directly or through use of an allowance account. The amount of the loss shall be recognised in profit or loss. The Group first assesses whether objective evidence of impairment exists individually for financial assets that are individually significant, and individually or collectively for financial assets that are not individually significant. If it is determined that no objective evidence of impairment exists for an individually assessed financial asset, whether significant or not, the asset is included in a group of financial assets with similar credit risk characteristics and that group of financial assets is collectively assessed for impairment. Assets that are individually assessed for impairment and for which an impairment loss is or continues to be recognised are not included in a collective assessment of impairment.

If, in a subsequent period, the amount of the impairment loss decreases and the decrease can be related objectively to an event occurring after the impairment was recognised, the previously recognised impairment loss is reversed. Any subsequent reversal of an impairment loss is recognised in the income statement, to the extent that the carrying value of the asset does not exceed its amortised cost at the reversal date.

(ii) Assets carried at cost

If there is objective evidence that an impairment loss on an unquoted equity instrument that is not carried at fair value because its fair value cannot be reliably measured, or on a derivative asset that is linked to and must be settled by delivery of such an unquoted equity instrument has been incurred, the amount of the loss is measured as the difference between the asset's carrying amount and the present value of estimated future cash flows discounted at the current market rate of return for a similar financial asset.

(iii) Available-for-sale financial assets

If an available-for-sale asset is impaired, an amount comprising the difference between its cost (net of any principal payment and amortisation) and its current fair value, less any impairment loss previously recognized in profit or loss, is transferred from equity to the income statement. Reversals in respect of equity instruments classified as available-for-sale are not recognised in profit. Reversals of impairment losses on debt instruments are reversed through profit or loss, if the increase in fair value of the instrument can be objectively related to an event occurring after the impairment loss was recognised in profit or loss.

(l) Inventories: Inventories are stated at the lower of cost and net realizable value. Cost of finished and semi-finished products includes all costs incurred in bringing inventories to their current location and state of manufacture and comprises raw materials, labour, an applicable amount of production overhead (based on normal operating capacity, but excluding borrowing costs) and packaging. The cost of raw materials and finished goods are determined based on the weighted average basis. Net realizable value for finished goods is the estimated selling price in the ordinary course of business, less estimated costs of completion and the estimated costs necessary to make the sale. The net realizable value for raw materials is the estimated replacement cost in the ordinary course of business. Provision for slow moving or obsolete inventories is made when necessary. As at December 31, 2005 and December 31, 2004, there were no inventories measured in their net realizable value.

(m) Accounts Receivable (Credit and Collection): Short term receivables are presented in their nominal value, net of provisions for potential non collectible accounts, while long-term receivables (balances that deviate from the normal credit terms) are measured at amortized cost based on the effective interest rate method. The Company has established criteria for granting credit to customers which are generally based upon the size of the customer's operations and consideration of relevant financial data. Business is generally conducted with such customers under normal terms with collection expected within sixty days after shipment. At each balance sheet date all potentially uncollectible accounts are assessed individually for purposes of determining the appropriate allowance for doubtful accounts. The balance of such allowance for doubtful accounts is appropriately adjusted at each balance sheet date in order to reflect the possible risks. Any amount written-off with respect to customer account balances is charged against the existing allowance for doubtful accounts. It is the Group's policy not to write-off an account until all possible legal action has been exhausted.

(n) Cash and Cash Equivalents: The Group considers time deposits and other highly liquid investments with original maturity of three months or less, to be cash equivalents.

For the purpose of the cash flow statements, cash and cash equivalents consist of cash at hand and in banks and of cash and cash equivalents as defined above.

(o) Interest Bearing Loans and Borrowings: All loans and borrowings are initially recognized at the fair value of the consideration received less directly attributable transaction cost. After initial recognition, loans and borrowings are measured at amortized cost using the effective interest rate method. Gains and losses are recognized in the income statement when the liabilities are derecognized as well as through the amortization process.

Certain bond loans have been designated as being measured at fair value through profit and loss, on the basis that such measurement method is more representative in connection with above loans. The Group concluded derivative financial instruments (mainly cross currency swaps) to hedge against the foreign currency risk of these loans which are measured at fair value. Accordingly, such measurement basis was applied for the specific loan in order to significantly reduce the measurement inconsistency (accounting mismatch) that would otherwise arise between the derivative and the underlying loan.

(p) Borrowing Costs: Borrowing costs are recognized as an expense in the period in which they are incurred.

(q) Reserve for Staff Retirement Indemnities: Staff retirement obligations are calculated at the discounted value of the future retirement benefits deemed to have accrued at year-end, based on the employees earning retirement benefit rights steadily throughout the working period. Retirement obligations are calculated on the basis of financial and actuarial assumptions detailed in Note 31 and are determined using the projected unit credit actuarial valuation method. Net pension costs for the period are included in payroll in the accompanying consolidated statement of income and consist of the present value of benefits earned in the year, interest cost on the benefit obligation, past service cost, actuarial gains or losses recognized in the fiscal year and any additional pension charges. Past service costs are recognized on a straight-line basis over the average period until the benefits under the plan become vested. Unrecognized actuarial gains or losses that exceed 10% of the projected benefit obligation at the beginning of each period are recognized over the average remaining service period of active employees and included as a component of net pension cost for a year if, as of the beginning of the year. The retirement benefit obligations are not funded.

(r) State Pension: The Company's employees are covered by one of several Greek State sponsored pension funds covering post-retirement pensions and healthcare benefits. Each employee is required to contribute a portion of their monthly salary to the fund, with the Company also contributing a portion. Upon retirement, the pension fund is responsible for paying the employees retirement benefits. As such, the Company has no legal or constructive obligation to pay future benefits under this plan.

(s) Income Taxes (Current and Deferred):

(i) Current Income Taxes

Current income taxes are computed based on the separate financial statements of each of the entities included in the consolidated financial statements, in accordance with the tax rules in force in Greece or other tax jurisdictions in which foreign subsidiaries operate. Current income tax expense consists of income taxes for the current year based on each entity's profits as adjusted in its tax returns and, additional income taxes to cover potential tax assessments which are likely to occur from tax audits by the tax authorities, using the enacted or substantively enacted tax rates.

(ii) Deferred Income Taxes

Deferred income tax is provided, using the liability method, on all temporary differences at the balance sheet date between the tax bases of assets and liabilities. Deferred income tax liabilities are recognized for all taxable temporary differences:

- Except where the deferred income tax liability arises from goodwill amortization or the initial recognition of an asset or liability in a transaction that is not a business combination and, at the time of the transaction, affects neither the accounting profit nor taxable profit or loss; and
- In respect of taxable temporary differences associated with investments in subsidiaries, associates and interest in joint ventures, except where the timing of the reversal of the temporary differences can be controlled and it is probable that the temporary differences will not reverse in the foreseeable future.

Deferred tax assets are recognized for all discounted temporary differences and transferred tax assets and losses, at the time where it is possible that taxable profit will be available which will be used against the discounted temporary differences and the transferred unused taxable assets and losses.

- Except where the deferred income tax liability arises from goodwill amortization or the initial recognition of an asset or liability in a transaction that is not a business combination and, at the time of the transaction, affects neither the accounting profit nor taxable profit or loss; and
- In respect of taxable temporary differences associated with investments in subsidiaries, associates and interest in joint ventures, except where the timing of the reversal of the temporary differences can be controlled and it is probable that the temporary differences will not reverse in the foreseeable future and there will be available taxable profit which will be used against temporary differences.

The deferred tax assets are reviewed at each balance sheet date and reduced at the time where it is not considered as possible that enough taxable profits will be presented against which, a part or the total of assets can be utilised.

Deferred income tax assets and liabilities are measured at the tax rates that are expected to apply to the year when the asset is realized or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantively enacted at the balance sheet date.

Income tax relating to items recognized directly in equity is recognized in equity and not in the consolidated statement of income.

(t) Leases: Finance leases, which transfer to the Company substantially all the risks and benefits incidental to ownership of the leased item, are capitalized at the inception of the lease at the fair value of the leased property or, if lower, at the present value of the minimum lease payments. Lease payments are apportioned between the finance charges and reduction of the lease liability so as to achieve a constant rate of interest on the remaining balance of the liability. Finance charges are charged directly to income. Capitalized leased assets are depreciated over the shorter of the estimated useful life of the asset or the lease period.

Leases where the lessor retains substantially all the risks and benefits of ownership of the asset are classified as operating leases. Operating lease payments are recognized as an expense in the consolidated statement of income on the straight line basis over the lease period.

(u) Government Grants: Government grants which primarily relate to the subsidization of property, plant and equipment are recognized where there is reasonable assurance that the grant will be received and all attaching conditions will be complied with.

Where the grant relates to an asset, the fair value is credited to a deferred income account and is released to the consolidated statement of income over the expected useful life of the relevant asset by equal annual installments, against corresponding amortization expense.

When the grant relates to an expense item, it is recognized against these expenses over the periods necessary to match the grant on a systematic basis to the costs that it is intended to compensate.

(v) Provisions and Contingencies: Provisions are recognized when the Group has a present legal or constructive obligation as a result of past events, it is probable that an outflow of resources will be required to settle this obligation and a reliable estimate of the amount of the obligation can be made. Provisions are reviewed at each balance sheet date and adjusted to reflect the present value of the expenditure expected to be required to settle the obligation. Regarding the provisions that are expected to be settled in the long term when the effect of time value of money is material, provisions are determined by discounting the expected future cash flows at a pretax rate that reflects current market assessments of the time value of money and, where appropriate the risks specific to the liability. Contingent liabilities are not recognized in the consolidated financial statements but are disclosed unless the possibility of an outflow of resources embodying economic benefits is remote. Contingent assets are not recognized in the consolidated financial statements but are disclosed when an inflow of economic benefits is probable.

(w) Treasury shares: Treasury shares are presented at cost as a separate component in equity. On the purchase, sale, issue or cancellation of the treasury shares, the relevant amounts and the result of each act / settlement are recognized directly in equity.

(x) Earnings per Share: Basic earnings per share (EPS) are computed by dividing net income by the weighted average number of common shares outstanding during each year, excluding the average number of common shares purchased by the group as treasury shares.

Diluted earnings per share are calculated by dividing the net profit attributable to equity holders of the parent (after deducting interest on convertible shares, net of tax), by the weighted average number of shares outstanding during the year (adjusted for the effect of dilutive convertible shares).

(y) Segment Reporting: The Company presents the required information considering as principal criterion of segment segregation, its business segments and, as a second criterion geographical segments. The operating businesses are organized and managed separately according to the nature of the products and services provided, with each segment representing a strategic business unit that offers different products and serves different markets.

The food segment produces dairy products (milk, cheese, yogurt and other related products), fruit juices and frozen vegetables and food products.

The production and supply of ice cream is excluded from the food segment and is monitored as a separate segment as seasonality effects both production and sales.

The restaurants and café bars segment includes the Company's chain of quick service restaurants, "Goody's" and its chain of café bars, "Flocafe".

The services segment includes the ultimate parent company "Delta Holding S.A.", which provides services mainly to the other companies of the group.

Transfer prices between business segments are set on an arm's length basis in a manner similar to transactions with third parties. The Company's geographical segments are determined by the location of the Company's assets and operations.

(z) Investments and other financial assets: Financial assets in the scope of IAS 39 are classified as either financial assets at fair value through profit and loss, loans and receivables, held-to-maturity investments, and available-for-sale financial assets, as appropriate. When financial assets are recognised initially, they are measured at fair value, plus, in the case of investments not at fair value through profit and loss, directly attributable transaction costs. The Group determines the classification of its financial assets after initial recognition and, where allowed and appropriate, re-evaluates this designation at each financial year-end. All regular way purchases and sales of financial assets are recognised on the trade date i.e. the date that the Group commits to purchase the asset. Regular way purchases or sales are purchases or sales of financial assets that require delivery of assets within the period generally established by regulation or convention in the marketplace.

(i) Financial assets at fair value through profit and loss:

Financial assets classified as held for trading are included in the category 'financial assets at fair value through profit and loss'. Financial assets are classified as held for trading if they are acquired for the purpose of selling in the near term. Derivatives are also classified as held for trading unless they are designated and effective hedging instruments. Gains or losses on investments held for trading are recognised in income.

(ii) Held-to-maturity investments:

Non-derivative financial assets with fixed or determinable payments and fixed maturity are classified as held-to-maturity when the Group has the positive intention and ability to hold to maturity. Investments intended to be held for an undefined period are not included in this classification. Other long-term investments that are intended to be held-to-maturity, such as bonds, are subsequently measured at amortised cost. This cost is computed as the amount initially recognised minus principal repayments, plus or minus the cumulative amortisation using the effective interest method of any difference between the initially recognised amount and the maturity amount. This calculation includes all fees and points paid or received between parties to the contract that are an integral part of the effective interest rate, transaction costs and all other premiums and discounts. For investments carried at amortised cost, gains and losses are recognised in income when the investments are derecognised or impaired, as well as through the amortisation process.

(iii) Loans and receivables:

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. Such assets are carried at amortised cost using the effective interest method. Gains and losses are recognised in income when the loans and receivables are derecognised or impaired, as well as through the amortisation process.

(iv) Available-for-sale financial assets:

Available-for-sale financial assets are those non-derivative financial assets that are designated as available-for-sale or are not classified in any of the three preceding categories. After initial recognition available-for-sale financial assets are measured at fair value with gains or losses being recognised as a separate component of equity until the investment is derecognised or until the investment is determined to be impaired at which time the cumulative gain or loss previously reported in equity is

included in the income statement. The fair value of investments that are actively traded in organised financial markets is determined by reference to quoted market bid prices at the close of business on the balance sheet date. For investments where there is no active market, fair value is determined using valuation techniques. Such techniques include using recent arm's length market transactions; reference to the current market value of another instrument, which is substantially the same; discounted cash flow analysis and option pricing models.

Based on prior GAAP (which the Company applied until December 31, 2004) other investments (except for investments in subsidiaries, affiliates and joint ventures, which would fall into this category of financial assets) need not be classified in the above mentioned groups, and thus are presented in the comparative 2004 balance sheet as "other investments" or "investments available for sale" and they were measured at the lower of cost or current value with the current value defined as follows:

- For the listed entities, the average market value during the last month of each reporting period,
- For non-listed entities, the portion of net equity attributable to the Group's percentage of ownership.

(aa) Derivative Financial Instruments and hedging:

The Group uses derivative financial instruments such as forward currency contracts and interest rate swaps to hedge its risks associated with interest rate and foreign currency fluctuations. Such derivative financial instruments are initially recognised at fair value on the date on which a derivative contract is entered into and are subsequently remeasured at fair value. Derivatives are carried as assets when the fair value is positive and as liabilities when the fair value is negative. Any gains or losses arising from changes in fair value on derivatives that do not qualify for hedge accounting are taken directly to net profit or loss for the year.

The fair value of forward currency contracts is calculated by reference to current forward exchange rates for contracts with similar maturity profiles. The fair value of interest rate swap contracts is determined by reference to market values for similar instruments.

For the purpose of hedge accounting, hedges are classified as

- fair value hedges when hedging the exposure to changes in the fair value of a recognised asset or liability;
- cash flow hedges when hedging exposure to variability in cash flows that is either attributable to a particular risk associated with a recognised asset or liability or a forecast transaction; or
- hedges of a net investment in a foreign operation.

A hedge of the foreign currency risk of a firm commitment is accounted for as a cash flow hedge. At the inception of a hedge relationship, the Group formally designates and documents the hedge relationship to which the Group wishes to apply hedge accounting and the risk management objective and strategy for undertaking the hedge. The documentation includes identification of the hedging instrument, the hedged item or transaction, the nature of the risk being hedged and how the entity will assess the hedging instrument's effectiveness in offsetting the exposure to changes in the hedged item's fair value or cash flows attributable to the hedged risk. Such hedges are expected to be highly effective in achieving offsetting changes in fair value or cash flows and are assessed on an ongoing basis to determine that they actually have been highly effective throughout the financial reporting periods for which they were designated.

Hedges which meet the strict criteria for hedge accounting are accounted for as follows:

Fair value hedges

Fair value hedges are hedges of the Group's exposure to changes in the fair value of a recognised asset or liability or an unrecognised firm commitment, or an identified portion of such an asset, liability or firm commitment, that is attributable to a particular risk and could affect profit or loss. For fair value hedges, the carrying amount of the hedged item is adjusted for gains and losses

attributable to the risk being hedged, the derivative is remeasured at fair value and gains and losses from both are taken to profit and loss. For fair value hedges relating to items carried at amortised cost, the adjustment to carrying value is amortised through profit and loss over the remaining term to maturity. Any adjustment to the carrying amount of a hedged financial instrument for which the effective interest method is used is amortised to profit and loss. Amortisation may begin as soon as an adjustment exists and shall begin no later than when the hedged item ceases to be adjusted for changes in its fair value attributable to the risk being hedged. When an unrecognised firm commitment is designated as a hedged item, the subsequent cumulative change in the fair value of the firm commitment attributable to the hedged risk is recognised as an asset or liability with a corresponding gain or loss recognised in profit and loss. The changes in the fair value of the hedging instrument are also recognised in profit and loss. The Group discontinues fair value hedge accounting if the hedging instrument expires or is sold, terminated or exercised, the hedge no longer meets the criteria for hedge accounting or the Group revokes the designation. Any adjustment to the carrying amount of a hedged financial instrument for which the effective interest method is used is amortised to profit and loss. Amortisation may begin as soon as an adjustment exists and shall begin no later than when the hedged item ceases to be adjusted for changes in its fair value attributable to the risk being hedged.

Cash flow hedges

Cash flow hedges are a hedge of the exposure to variability in cash flows that is attributable to a particular risk associated with a recognised asset or liability or a highly probable forecast transaction and could affect profit and loss. The effective portion of the gain or loss on the hedging instrument is recognised directly in equity, while the ineffective portion is recognised in profit and loss. Amounts taken to equity are transferred to the income statement when the hedged transaction affects profit or loss, such as when hedged financial income or financial expense is recognised or when a forecast sale or purchase occurs. Where the hedged item is the cost of a non-financial asset or liability, the amounts taken to equity are transferred to the initial carrying amount of the non-financial asset or liability. If the forecast transaction is no longer expected to occur, amounts previously recognised in equity are transferred to profit and loss. If the hedging instrument expires or is sold, terminated or exercised without replacement or rollover, or if its designation as a hedge is revoked, amounts previously recognised in equity remain in equity until the forecast transaction occurs. If the related transaction is not expected to occur, the amount is taken to profit and loss.

Certain derivatives, although characterized as effective hedges based on Group policies, do not meet the criteria for hedge accounting in accordance with the provisions of IAS 39 and, therefore, gains or losses are recognized in the statements of income.

Based on previous GAAP, that were used for the accounting of similar instruments until December 31, 2004, derivatives are not recognized in the balance sheet until their settlement date in which the realized gains or losses are recognized in the statement of income.

(ab) Convertible Bond Loan: The Company has one convertible bond outstanding as of December 31, 2005, which comprises debt investments with an embedded conversion option. According to IAS 32, the liability component is determined on the basis of the present value of the contractually determined stream of future cash flows discounted at the rate of interest applied (at the time of its issue) by the market to instruments of comparable credit profile and providing substantially the same cash flows, on the same terms, but without the conversion option.

The remaining part of the instrument, if any, would be the equity component representing the embedded option to convert the liability into equity of the issuer.

On allocation of the consideration as discussed above, any resulting gain or loss relating to the liability component would be recognized in the consolidated statement of income, while the amount of consideration relating to the equity component would be recognized in equity.

On conversion of convertible instrument at maturity, the group derecognizes the liability component and recognizes it at equity. The original equity component, if any, remains an equity (although it may be transferred from one line item within equity to another). There is no gain or loss in conversion at maturity.

According to the prior GAAP applied until December 31, 2004, convertible bonds are treated as simple debt instruments without any equity component being determined and recognized. They are measured based on nominal amount (after considering foreign currency conversion based on year-end spot rates) plus accrued interest.

(ac) Convertible preference shares: The Company used to have preference shares that under the provisions of IAS 32 would exhibit characteristics of a liability.

The basic right embedded in those preference shares, is priority on distribution of the minimum dividend required by law, which, in the case of absence of adequate profits will be covered from profit distribution of future years.

However, on April 27, 2005, at an extraordinary shareholders' meeting, the preference shareholders waived their rights and the preference shares were converted into common voting shares. Accordingly, the above mentioned preference shares were treated in the balance sheet as of January 1, 2005 (date of IAS 32/39 adoption) as common shares.

(ad) Non-current Held for Sale and Discontinued Operations: The Group classifies a non-current asset (or disposal group) as held for sale if its carrying amount will be recovered principally through a sale transaction rather than through continuing use.

The basic preconditions to classify a non-current asset (or a disposal group) as held for sale are that it must be available for immediate sale in its present condition subject only to terms that are usual and customary for sales of such assets / groups and its sale must be highly probable.

For the sale to be highly probable, the appropriate level of management must be committed to a plan to sell the asset (or disposal group), and an active program to locate a buyer and complete the plan must have been initiated. Further, the asset (or disposal group) must be actively marketed for sale at a price that is reasonable in relation to its current fair value. In addition, the sale should be expected to qualify for recognition as a completed sale within one year from the date of classification, except as permitted by paragraph 9, and actions required to complete the plan should indicate that it is unlikely that significant changes to the plan will be made or that the plan will be withdrawn.

Immediately before the initial classification of a non current asset (or a disposal group) as held for sale, the asset (or the assets and liabilities included in the disposal group) will be measured in accordance with the applicable IFRS.

A non current assets (or disposal group) classified as held for sale will be measured at the lower of its carrying amount and fair value less costs to sell and any possible resulting impairment losses will be recognized in the income statement.

Any subsequent increase in fair value will be recognized, but not in excess of the cumulative impairment loss which was previously recognized.

While a non-current asset (or non-current assets that are included in a disposal group) is classified as held for sale it should not be depreciated or amortized.

(ae) New Standards and Interpretations: The International Accounting Standards Board, as well as the IFRIC, have already issued a number of new accounting standards and interpretations whose application is mandatory for the periods beginning January 1, 2006 onwards (except if mentioned otherwise below). The Group's assessment regarding the effect of these new standards and interpretations is as follows:

- **IFRS 6: Exploration for and Evaluation of mineral resources:** Not applicable for the Group and will not affect the financial statements.
- **IFRS 7: Financial Instruments: Disclosures:** This standard is in mandatory force for the periods starting from January 1, 2007 and onwards. It is not expected to affect significantly the Group's financial statements. The standard requires mainly additional disclosures regarding financial instruments.

- **IFRIC 3: Emission Rights:** This interpretation was later withdrawn by the International Accounting Standards Board. It does not apply to the Group and will not affect the financial statements.
- **IFRIC 4: Determining whether an arrangement contains a lease:** the application of the Interpretation 4 is not expected to alter the accounting treatment of any of the Group's contracts in force.
- **IFRIC 5: Right to Interest arising from Decommissioning, Restoration and Environmental Rehabilitation Funds:** Not applicable for the Group and will not affect the financial statements.
- **IFRIC 6: Liabilities arising from participating in a specific market – waste electrical and electronic equipment:** Not applicable for the Group and will not affect the financial statements.
- **IFRIC 7: Applying the restatement approach under IAS 29 financial reporting hyperinflationary economies:** Not applicable for the Group and will not affect the financial statements.
- **IFRIC 8: Scope of IFRS 2:** Will not affect the financial statements.

(af) Effect of first time adoption of IAS 39 "Financial Instruments: Recognition and Measurement": The Company using the provisions of IFRS 1 "First time adoption of IFRS" applied IAS 39 "Financial Instruments: Recognition and Measurement" from January 1, 2005 onwards and not from the transitional date to IFRS.

By the initially application of this Standard, the derivative financial instruments (cross currency interest rate swaps, and forward contracts, based on the previous standards applied by the Company, were accounted for upon settlement) were recognized in the financial statements of the year ended December 31, 2005, and available for sale investments and financial assets at fair value through profit and loss were measured based on the provisions of IAS 39 (which, based on the previous standards applied by the Company, were recognized as securities and long-term assets).

The cumulative effect of the initial application of IAS 39 was recognized directly in equity as of January 1, 2005 and is reflected separately in the accompanying statement of changes in equity.

The effect of the first implementation of IAS 32 and 39 as of January 1, 2005 is analyzed below:

	Accumulated deficit	
	Group	Company
Losses from measurement of available for sale investments	1,360	1,190
Derivatives valuation (net of related deferred taxes)	(7,662)	(8,579)
Convertible bond loan valuation	(6,394)	(6,394)
Total	<u>(12,696)</u>	<u>(13,783)</u>

	Fair value reserve	
	Group	Company
Losses from measurement of available for sale investments	(1,360)	(1,190)
Gains from measurement of available for sale investments	2,678	-
Total	<u>1,318</u>	<u>(1,190)</u>

(ag) Adjustment of accounting policies of previous publishments:

The parent and the Group decided to proceed to the correction of certain line items which relate to the transition balance sheet as at January 1, 2004 and the comparative financial statements for the year ended December 31, 2004, that had been reported in the interim quarterly financial statements of the year 2005. As mentioned above the accompanying financial statements comprise the first full set of financial statements prepared in accordance with IFRS. Above correction were accounted for retrospectively in the period/year to which they relate.

The cumulative effect of corrections which relate to periods prior to the transition date was recorded against the beginning equity as at January 1, 2004.

Consequently, the transition balance sheet as of January 1, 2004 the balance sheet as of December 31, 2004, as well as the net profit after taxes for the year then ended are presented restated in conjunction to those included in the previously reported interim financial statements.

The effect of the above adjustments on the equity and the income statement is as follows:

Group

	Total equity		Profit after taxes
	January 1, 2004	December 31, 2004	December 31, 2004
As reported previously	316,829	344,736	28,123
Adjustments:			
Settlement of withheld taxes on reserves (i)	(4,846)	(4,884)	(180)
Deferred income taxes (ii)	-	-	21,373
As adjusted	311,983	339,852	49,316

Company

	Total equity		Profit after taxes
	January 1, 2004	December 31, 2004	December 31, 2004
As reported previously	238,685	243,797	11,125
Adjustments:			
Settlement of withheld taxes of reserves (i)	(4,654)	(4,834)	(180)
Deferred income taxes (ii)	-	-	76
As adjusted	234,031	238,963	11,021

i. Relates to the write off of withheld taxes that were paid on account upon creation of specially taxed reserves. The above mentioned withheld taxes are being written off on the basis that no deferred tax liability is established on the specially taxed reserves.

ii. The items reflect the reduction of deferred tax liability that was taken on the revaluation surplus of the items of Property, Plant and Equipment which were measured at fair value as at January 1, 2004 and this fair value was used as deemed cost on the transition date. On January 1, 2004 the related deferred tax liability was determined at an income tax rate of 35% while on December 31, 2004 such deferred tax liability was measured at the reduced rates (32%, 29% and 25%) incorporated in the tax law enacted in November of 2004. The reduction of the deferred tax liability in the previously published financial statements had been accounted for directly in equity. As a consequence of above correction the net consolidated profit after taxes for the year ended December 31, 2004 is presented increased by € 21,373 while there is no effect on the consolidated and separate equity as at December 21, 2004.

(ah) Reclassifications: Certain line items of the previous year's financial statements were reclassified in order to conform to the current year's presentation.

4. SIGNIFICANT ACCOUNTING JUDGEMENTS AND ESTIMATES

The Group proceeds to judgments and estimates in order either to apply the most representative accounting methods and policies or in connection with the future development of transactions and events. Such judgments and estimates are periodically reviewed by management in order to reflect current condition and correspond to anticipation of current risks and are based on prior experience in conjunction to the volume / level of such transactions and events.

The principle judgments and estimates referring to events the development of which could significantly affect the items of the financial statements during the forthcoming twelve months period are as follows:

(i) Goodwill impairment test

The Group determines whether goodwill is impaired at least on an annual basis. This requires an estimation of the value in use of the cash-generating units to which the goodwill is allocated. Estimating the value in use requires the Group to make an estimate of the expected future cash flows from the cash-generating unit and also to choose a suitable discount rate in order to calculate the present value of those cash flows. The carrying amount of goodwill at 31 December 2005 was € 1,700,000 (2004: € 200,000). More details are given in Note 15.

(ii) Provisions for income taxes

Current income tax liabilities for the current and prior periods are measured at the amounts expected to be paid to the taxation authorities, using the tax rates that have been enacted by the balance sheet date. Provision for income taxes reported in the respective income tax returns and the potential additional tax assessments that may be imposed by the tax authorities upon settlement of the open tax years. Accordingly, the final settlement of the income taxes might differ from the income taxes that have been accounted for in the financial statements. Further details are provided in Note 12.

5. SEGMENT INFORMATION:

Segment Information

December 31, 2005

	Food	Restaurants and Café bars	Services	Eliminations	Continuing operations	Discontinued operations	Consolidated
Segment revenues							
Segment revenues	<u>564.296</u>	<u>77.053</u>	<u>16.571</u>	<u>(73.677)</u>	<u>584.243</u>	<u>110.154</u>	<u>694.397</u>
Results							
Segment results, profit from operations	75.191	8.733	(661)	(738)	82.525	3.856	86.381
Financial income/(expense), net	1.118	8.494	5.514	(25.687)	(10.561)	(4.694)	(15.255)
Share of profits/(losses) of associates	-	(146)	-	-	(146)	-	(146)
Profit before tax	76.309	17.081	4.853	(26.425)	71.818	(838)	70.980
Income taxes	(23.480)	(3.101)	(1.826)		(28.407)	(1.679)	(30.086)
Net profit/(loss) for the period	<u>52.829</u>	<u>13.980</u>	<u>3.027</u>	<u>(26.425)</u>	<u>43.411</u>	<u>(2.517)</u>	<u>40.894</u>

Appendix

December 31, 2004

	Food	Restaurants and Café bars	Services	Eliminations	Continuing operations	Discontinued operations	Consolidated
Segment revenues							
Segment revenues	<u>553.344</u>	<u>76.549</u>	<u>16.542</u>	<u>(70.033)</u>	<u>576.402</u>	<u>115.244</u>	<u>691.646</u>
Results							
Segment results, profit from operations	53.015	6.239	2.021	(1.221)	60.054	6.365	66.419
Financial income/ (expense), net	(2.708)	3.905	15.864	(17.400)	(339)	(4.633)	(4.972)
Share of profits/ (losses) of associates	-	(186)	-	-	(186)	-	(186)
Profit before tax	50.307	9.958	17.885	(18.621)	59.529	1.732	61.261
Income taxes	(2.843)	(4.223)	(4.843)	(11.909)	(36)	(11.945)	
Net profit for the period	<u>47.464</u>	<u>5.735</u>	<u>13.042</u>	<u>(18.621)</u>	<u>47.620</u>	<u>1.696</u>	<u>49.316</u>

Assets and Liabilities

December 31, 2005

	Food	Restaurants and Café bars	Services	Eliminations	Continuing operations	Discontinued operations	Consolidated
Tangible and intangible fixed assets	337.327	23.061	6.229	149.809	516.426	168.557	684.983
Investments	49.984	39.670	542.752	(632.406)	-	-	-
Investments in Associates	-	198	-	198	-	198	
Other assets	<u>323.247</u>	<u>35.838</u>	<u>222.935</u>	<u>(273.177)</u>	<u>308.843</u>	<u>38.668</u>	<u>347.511</u>
Total segment assets	<u>710.558</u>	<u>98.767</u>	<u>771.916</u>	<u>(755.774)</u>	<u>825.467</u>	<u>207.225</u>	<u>1.032.692</u>
Segment liabilities	<u>(310.315)</u>	<u>(26.648)</u>	<u>(495.323)</u>	<u>271.952</u>	<u>(560.334)</u>	<u>(153.220)</u>	<u>(713.554)</u>
Total liabilities	<u>(310.315)</u>	<u>(26.648)</u>	<u>(495.323)</u>	<u>271.952</u>	<u>(560.334)</u>	<u>(153.220)</u>	<u>(713.554)</u>

December 31, 2004

	Food	Restaurants and Café bars	Services	Eliminations	Continuing operations	Discontinued operations	Consolidated
Tangible and intangible fixed assets	327.196	28.492	5.634	361.322	200.316	(78.053)	483.585
Investments	58.243	34.658	532.770	625.6717	120.809	(730.338)	16.142
Investments in Associates	584	-	584	-	-	584	
Other assets	<u>314.591</u>	<u>24.258</u>	<u>8.632</u>	<u>347.481</u>	<u>52.063</u>	<u>98.888</u>	<u>498.432</u>
Total segment assets	<u>700.030</u>	<u>87.992</u>	<u>547.036</u>	<u>1.335.058</u>	<u>373.188</u>	<u>(709.503)</u>	<u>998.743</u>
Segment liabilities	<u>(258.860)</u>	<u>(24.229)</u>	<u>(255.236)</u>	<u>(538.325)</u>	<u>(168.019)</u>	<u>47.453</u>	<u>(658.891)</u>
Total liabilities	<u>(258.860)</u>	<u>(24.229)</u>	<u>(255.236)</u>	<u>(538.325)</u>	<u>(168.019)</u>	<u>(47.453)</u>	<u>(658.891)</u>

Other Segment Information

December 31, 2005

	Food	Restaurants and Café bars	Services	Continuing operations	Discontinued operations	Consolidated
Capital expenditure:						
Tangible fixed assets	26.239	5.618	1.541	33.398	6.623	40.021
Intangible fixed assets	63	0	0	63	650	713
Total	<u>26.302</u>	<u>5.618</u>	<u>1.541</u>	<u>33.461</u>	<u>7.273</u>	<u>40.734</u>
Depreciation	15.891	3.445	946	20.282	12.691	32.973
Amortization	64	0	1	65	64	129
Total	<u>15.955</u>	<u>3.445</u>	<u>947</u>	<u>20.347</u>	<u>12.755</u>	<u>33.102</u>

December 31, 2004

	Food	Restaurants and Café bars	Services	Continuing operations	Discontinued operations	Consolidated
Capital expenditure:						
Tangible fixed assets	20.240	3.142	869	24.251	12.713	36.964
Intangible fixed assets	38	0	1	39	120	159
Total	<u>20.278</u>	<u>3.142</u>	<u>870</u>	<u>24.290</u>	<u>12.833</u>	<u>37.123</u>
Depreciation	22.711	943	762	24.416	12.875	37.291
Amortization	307	0	1	308	120	428
Total	<u>23.018</u>	<u>943</u>	<u>763</u>	<u>24.724</u>	<u>12.995</u>	<u>37.719</u>

The following tables present revenues, expenditure and certain asset information regarding the Group's geographical segments for the years ended December 31, 2005 and December 31, 2004.

December 31, 2005

	Greece	Foreign activities	Eliminations	Continuing operations	Discontinued operations	Consolidated
Revenues						
Segment revenues	614.813	43.107	(73.677)	584.243	110.154	694.397
Other Segment Information						
Tangible and intangible fixed assets	334.067	32.549	149.809	516.426	168.557	684.983
Investments	632.185	419	(632.604)	-	-	-
Other assets	510.163	71.858	(272.979)	309.041	38.667	347.709
Total segment assets	<u>1.476.415</u>	<u>104.827</u>	<u>(755.774)</u>	<u>825.467</u>	<u>207.225</u>	<u>1.032.692</u>
Capital expenditure:						
Tangible fixed assets	26.258	7.141	-	33.399	6.623	40.021
Intangible fixed assets	62	-	-	62	650	713
Total	<u>26.320</u>	<u>7.141</u>	<u>-</u>	<u>33.461</u>	<u>7.273</u>	<u>40.734</u>
Depreciation	18.808	1.474	0	20.282	12.691	32.973
Amortization	48	17	-	65	64	129
Total	<u>18.856</u>	<u>1.491</u>	<u>0</u>	<u>20.347</u>	<u>12.755</u>	<u>33.102</u>

Appendix

December 31, 2004

	Greece	Foreign activities	Eliminations	Continuing operations	Discontinued operations	Consolidated
Revenues						
Segment revenues	607.681	38.754	646.435	115.244	(70.033)	691.646
Other Segment Information						
Tangible and intangible fixed assets	334.578	26.964	361.542	200.096	(78.053)	483.585
Investments	616.595	9.076	625.671	120.809	(730.338)	16.142
Other assets	280.989	66.858	347.847	52.281	98.888	499.016
Total segment assets	<u>1.232.162</u>	<u>102.898</u>	<u>1.335.060</u>	<u>373.186</u>	<u>(709.503)</u>	<u>998.743</u>
Capital expenditure:						
Tangible fixed assets	19.093	5.651	24.744	12.220	0	36.964
Intangible fixed assets	<u>36</u>	<u>31</u>	<u>67</u>	<u>92</u>	<u>0</u>	<u>159</u>
Total	19.129	5.682	24.811	12.312	0	37.123
Depreciation	23.735	1.880	25.615	11.676	0	37.291
Amortization	105	-	105	323	0	428
Total	<u>23.840</u>	<u>1.880</u>	<u>25.720</u>	<u>11.999</u>	<u>0</u>	<u>37.719</u>

6. PAYROLL COST:

Payroll cost in the accompanying financial statements is analyzed as follows:

	Group		Company	
	2005	2004	2005	2004
Wages and salaries	84,030	98,464	8,159	7,217
Social security costs	17,944	22,070	1,237	1,257
Staff retirement indemnities (Note 31)	1,978	1,746	(202)	580
Other staff costs	1,059	4,685	100	12
Total payroll of continuing operations	105,011	126,965	9,295	9,066
Total payroll from discontinued operations	21,477	21,710	-	-
Total payroll	126,488	148,675	9,295	9,066
Less: amounts charged to production cost of continuing operations	(45,667)	(66,777)	(7,355)	(6,443)
Less: amounts charged to production cost of discontinued operations	(21,477)	(21,710)	-	-
Payroll included in S,G and A expenses (Note 8)	<u>59,344</u>	<u>60,188</u>	<u>1,940</u>	<u>2,623</u>

7. DEPRECIATION AND AMORTISATION:

Depreciation and amortization in the accompanying financial statements is analyzed as follows:

	Group		Company	
	2005	2004	2005	2004
Depreciation on property, plant and equipment (Note 14)	20,282	24,416	946	780
Amortization of intangible assets (Note 16)	65	308	1	1
Depreciation and amortization from continuing operations	20,347	24,724	-	-
Depreciation and amortization from discontinued operations	12,755	12,995	-	-
	33,102	37,719	947	781
Amortization of subsidies (Note 32)	(1,070)	(1,060)	-	-
Amortization of subsidies discontinued operations	(245)	(341)	-	-
	31,787	36,318	947	781
Less: amounts charged to production cost of continuing operations	(11,510)	(17,122)	(110)	(710)
Less: amounts charged to production cost of discontinued operations	(12,636)	(12,654)	-	-
Depreciation and amortization included in S,G and A expenses (Note 8)	7,641	6,542	837	71

8. SELLING, GENERAL AND ADMINISTRATIVE EXPENSES:

Selling, general and administrative expenses in the accompanying financial statements are analyzed as follows:

	Group		Company	
	2005	2004	2005	2004
Payroll (Note 6)	59,344	60,188	1,940	2,623
Advertising and promotion costs	61,562	58,645	322	-
Third party fees	12,676	15,001	606	178
Depreciation and amortization (Note 7)	7,641	6,542	837	71
Rent expense	5,845	5,142	651	46
Commissions	7,810	5,165	-	-
Utilities	3,657	2,828	224	72
Insurances	1,083	967	42	17
Repairs and maintenance	3,527	3,537	175	126
Shipping and handling costs	9,008	7,926	-	-
Stationery and other consumables	1,781	2,527	48	10
Traveling and entertainment	1,422	1,091	323	95
Subscriptions and contributions	679	1,244	202	55
Bad debt provision	2,374	-	261	-
Other	5,783	7,672	704	436
Selling, general and administrative expenses from continuing operations	184,192	178,475	6,335	3,729
Selling, general and administrative expenses from discontinued operations	46,149	48,643	-	-
Total	230,341	227,118	6,335	3,729

9. OTHER INCOME/ (EXPENSES), NET:

	Group		Company	
	2005	2004	2005	2004
Income from Danone (Note 22)	18,500	-	-	-
Income from services	6,655	2,524	-	-
Subsidies	1,275	1,485	129	137
Rental income	606	-	132	-
Gain/(loss) from sales of fixed assets	819	273	-	3
Insurance indemnities	290	-	12	4
Other	2,201	4,808	2	-
Other income/(expenses) from continuing operations	30,346	9,090	275	144
Other income/(expenses) from discontinued operations	378	1,530	-	-
Total	30,724	10,620	275	144

10. FINANCIAL INCOME/(EXPENSES), NET:

Financial income/(expenses), net in the accompanying financial statements is analyzed as follows :

	Group		Company	
	2005	2004	2005	2004
Interest on long term loans and borrowings (Note 29)	(14,099)	(9,493)	(13,433)	(6,233)
Interest on short-term borrowings (Note 35)	(1,869)	(2,169)	(637)	(820)
Interest on derivatives	(1,488)	(5,016)	(1,488)	(5,016)
Other financial expenses	(2,936)	(46)	(2,148)	(71)
Loss from valuation and sale of subsidiaries, derivatives and other investments at fair values	(3,810)	-	(4,630)	-
Foreign exchange differences, net	(268)	(597)	(1,639)	-
Total financial expenses from continuing operations	(24,470)	(17,321)	(23,975)	(12,140)
Total financial expenses from discontinued operations	(4,926)	(6,529)	-	-
Total financial expenses	(29,396)	(23,850)	(23,975)	(12,140)
Interest earned on derivative financial instruments	6,344	15,417	6,344	15,320
Dividends	-	-	16,449	10,950
Interests on deposits (Note 24)	399	412	5	8
Gain from valuation and sale of subsidiaries, derivatives and other investments at fair values	7,166	1,153	3,532	1,401
Interest income from loans receivable	-	-	2,432	-
Total financial income from continuing operations	13,909	16,982	28,762	27,679
Total financial income from discontinued operations	232	1,896	-	-
Total financial income	14,141	18,878	28,762	27,679
Total financial income /(expenses), net	(15,255)	(4,972)	4,787	15,539

11. DISCONTINUED OPERATIONS:

In late 2005, the Group reached a binding agreement with NESTLE Group for the sale of Delta Ice Cream SA (a 96.53% subsidiary) and its subsidiaries (Delta Ice Cream subgroup). The criteria set forth in IFRS 5 in connection with the classification and measurement of Delta Ice Cream subgroup as disposal group of the subgroup Delta Ice Cream held for sale were satisfied within the last days of December 2005. Consequently, the assets and liabilities of Delta Ice Cream subgroup as of December 31, 2005 as well as its income statement for the years 2005 and 2004 were classified (reclassified) and are presented in accordance with the provisions of IFRS 5, while the assets and liabilities of the subgroup at the day of reclassification were also measured in accordance with the provisions of IFRS 5. No impairment loss resulted from the above measurement. The consideration price agreed between the two parties was determined as a multiple of earnings before interest, income taxes, depreciation and amortization (EBITDA) for the rolling twelve month period from October 1, 2004 to September 30, 2005, less the net debt of the subgroup as of September 30, 2005 plus or minus the net change in the working capital through to the date of the completion of the transaction. The sale is expected to be completed until April 30, 2006.

Delta Ice Cream's Statements of income for the years 2004 and 2005 are separately presented in the consolidated Statement of Income under the title "DISCONTINUED OPERATIONS" while summarized information of the subgroup's assets and liabilities as at December 31, 2005 are as follows:

ASSETS

Non - Current Assets	
Property, plant and equipment	117,775
Goodwill	50,783
Other non current assets	682
Total Non Current Assets	169,240
Current Assets	
Inventories	13,401
Trade accounts receivable	17,477
Other current receivables	4,864
Financial assets at fair value through profit and loss	164
Cash	2,079
Total Current Assets	37,985
TOTAL ASSETS	207,225

LIABILITIES

Non - Current liabilities	
Long term loans and borrowings	98,754
Less: Intragroup loans to discontinued operations	(96,000)
Grants	835
Deferred tax liabilities	6,490
Other long- term liabilities	3,132
Total non-current liabilities	13,211
Current Liabilities	
Trade accounts payable	12,982
Short - term borrowings	22,027
Current portion of loans and borrowings	1,341
Other current liabilities	7,659
Total current liabilities	44,009
TOTAL LIABILITIES	57,220

The investment cost of subsidiary Delta Ice cream amounting to € 128,410 was presented as disposal group held for sale in the parent 's separate financial statements.

12. INCOME TAX:

According to the tax law, the income tax applicable to companies for the period of 2005 is 32% (35% through December 31, 2004).

In November 2004, a new tax act was approved whereby the corporate tax rate for companies will be gradually reduced from 35% to 25%. Specifically, for fiscal years 2005 and 2006 the tax rate is reduced to 32% and 29%, respectively and from fiscal year 2007 and onwards it is further reduced to 25%.

The provision for income taxes reflected in the accompanying financial statements is analyzed as follows:

	Group		Company	
	2005	2004	2005	2004
Current income taxes:				
- current income tax charge	26,849	27.859	313	2,465
- adjustments in respect of income tax of previous years	333	2.016	-	1,465
Deferred income taxes	2,904	(17.930)	1,512	2,608
Total provision for income taxes reported in the statement of income	30,086	11.945	1,826	6,538
Less: Provision for income taxes from discontinued operations	(1,679)	(36)	-	-
	<u>28,407</u>	<u>11.909</u>	<u>1,826</u>	<u>6,538</u>

The reconciliation of the provision for income taxes to the amount determined by the application of the Greek statutory tax rate to pretax income is summarized as follows:

	Group		Company	
	2005	2004	2005	2004
Profit before income taxes	70,980	61,261	4,126	17,559
Income taxes calculated at the nominal applicable tax rate (32% and 35%)	22,714	21,441	1,320	6,146
Additional tax assessments	333	2,016	-	1,445
Tax effects of non-taxable income and expenses not deductible for tax purposes	5,425	6,455	506	(1,131)
Tax effects of non-taxable reserves	-	(2,170)	-	-
Tax effects of losses from subsidiaries for which no deferred tax asset was recognized	2,920	3,188	-	-
Tax effects of profits from subsidiaries taxed at different rates	(1,306)	(821)	-	-
Tax effects of deferred tax from change in statutory tax rate	-	(18,164)	-	78
Income taxes reported in the statements of income	<u>30,086</u>	<u>11,945</u>	<u>1,826</u>	<u>6,538</u>

Greek tax laws and related regulations are subject to interpretations by the tax authorities. Tax returns are filed annually but the profits or losses declared for tax purposes remain provisional until such time, as the tax authorities examine the returns and the records of the taxpayer and a final assessment is issued. Tax losses, to the extent accepted by the tax authorities, can be used to offset profits of the five fiscal years following the fiscal year to which they relate.

Delta Holding S.A has been audited by the tax authorities through December 31, 2003. With respect to Delta Holding S.A.'s subsidiaries, their books and records have not been audited by the tax authorities for the certain years as analyzed in Appendix II.

In a future tax examination of the related unaudited years, additional taxes and penalties may be assessed to Delta Holding S.A and to its subsidiaries. Pending the outcome of these future tax examinations, the Company, based upon previous years' tax examinations and past interpretations of the tax laws, believes they have provided adequate provisions for probable future tax assessments.

The deferred income taxes relate to the temporary differences between the book values and the tax bases of assets and liabilities and are calculated using the applicable statutory income tax rate.

	Group	Company
Beginning balance , January 1, 2004	(57,400)	4,457
Charged to the statement of income	17,930	(2,608)
Ending balance, December 31, 2004	<u>(39,470)</u>	<u>1,849</u>
Beginning balance , January 1, 2005	(39,470)	1,849
Credited directly to equity (from the first time adoption of IAS 32 and IAS 39)	6,201	6,649
Charged to the statement of income	(2,904)	(1,512)
Deferred tax from discontinued operations	6,940	-
Ending balance, June 30, 2005	<u>(29,683)</u>	<u>6,986</u>

Deferred income tax assets and liabilities are disclosed in the accompanying balance sheets as follows:

	Group	
	2005	2004
Deferred income tax liabilities		
- Property, plant and equipment	(42,436)	(51,372)
- Other	(1,167)	(1,499)
Gross deferred income tax liabilities	<u>(43,603)</u>	<u>(52,871)</u>
Deferred income tax assets		
- Accounts receivable	3,523	4,704
- Accrued and other current liabilities	2,313	2,032
- Deferred costs	1,148	1,933
- Staff retirement indemnities	2,553	2,921
- Subsidiaries tax loss carry-forwards	460	806
- Financial assets	3,625	908
- Other	298	97
Gross deferred income tax assets	<u>13,920</u>	<u>13,401</u>
Less: deferred income tax assets separately classified	(8,370)	(3,332)
	5,550	10,069
Net deferred tax liabilities	<u>(38,053)</u>	<u>(42,802)</u>

Appendix

	Company	
	2005	2004
Deferred income tax assets		
- Accounts receivable	218	153
- Accrued and other current liabilities	-	221
- Deferred costs	2,313	
- Staff retirement indemnities	253	393
- Property, plant and equipment	275	292
- Financial assets	3,927	790
Net deferred tax assets	6,986	1,849
	Income Statement	
	Group	
	2005	2004
Deferred income tax liabilities		
- Property, plant and equipment	(420)	(21.469)
- Other	640	794
Deferred income tax assets		
- Accounts receivable	(247)	(977)
- Accrued and other current liabilities	360	(454)
- Deferred costs	(682)	1.720
- Staff retirement indemnities	172	975
- Subsidiaries tax loss carry-forwards	106	200
- Financial assets	2.669	1.186
- Other	306	95
Deferred income tax charge/(credit)	2.904	(17.930)
	Income Statement	
	Company	
	2005	2004
Deferred income tax assets		
- Accounts receivable	(65)	61
- Repayments and other receivables	221	1.149
- Deferred costs	140	95
- Staff retirement indemnities	18	133
- Financial assets	1.198	1.170
Deferred income tax charge/(credit)	1.512	2.608

As at December 31, 2005, certain foreign subsidiaries had an aggregate of carry-forward tax losses of approximately € 17 million for which no deferred tax asset was recognized on the basis that management does not foresee that adequate future taxable profits will be available to realize the deferred tax asset.

13. EARNINGS PER SHARE:

The calculation of basic and diluted earnings per share as of December 31, 2005 και 2004, is as follows:

	Group		Company	
	2005	2004	2005	2004
Net profit attributable to equity holders of the parent	31,104	31,773	2,300	11,021
Weighted average number of shares outstanding	40,620,953	40,598,268	40,620,953	40,598,268
Less: Weighted average number of treasury shares	(3,586,145)	(7,172,290)	-	-
Total weighted average number of shares outstanding	37,034,808	33,425,978	40,620,953	40,598,268
Basic Earnings per share	0.84	0.95	0.06	0.27
Net profit attributable to equity holders of the parent	31,104	31,773	2,300	11,021
Interest on convertible shares, net of tax	1,005	43	1,005	43
Adjusted net profit attributable to equity holders of the parent	32,109	31,816	3,305	11,064
Total weighted average number of shares outstanding	37,034,808	33,425,978	40,620,953	40,598,268
Effect of dilution of convertible shares	3,566,046	4,706,424	3,566,046	4,706,424
Total adjusted weighted average number of shares outstanding	40,600,854	38,132,402	44,186,999	45,304,692
Diluted Earnings per share	0.75	0.83	0.07	0.24

The Company had preference shares that under the provisions of IAS 32 would be treated as dilutive. However, on April 27, 2005, at an extraordinary shareholders' meeting, the preference shareholders waived their rights and the preference shares were converted into common voting shares. Since, the distribution of profits for the year ended December 31, 2004, was approved by the Ordinary Assembly Meeting of the Company on June 2005, no preference shares were in effect upon distribution and as such, no dilutive effect on profits of 2004 and 2005 has been taken into consideration. The number of the newly issued ordinary shares, in exchange for the preference shares, was taken into consideration for the calculation of the basic earning per share.

14. PROPERTY, PLANT AND EQUIPMENT:

Property, plant and equipment is analyzed as follows:

Group

	Land	Buildings and installations	Machinery and equipment	Transportation equipment	Furniture and fixtures	Construction in progress (CIP)	Total
COST							
At January 1, 2004	81,364	127,652	261,741	37,587	45,434	5,393	559,171
Additions	482	3,338	10,676	2,210	4,047	16,211	36,964
Transfers from CIP	-	1,667	4,080	1,449	847	(8,043)	-
Disposals	(446)	(966)	(616)	(1,626)	(1,355)	(1,595)	(6,604)
Other transfers	-	2,710	(2,710)	-	-	-	-
Translation adjust.	(183)	(1,712)	(1,127)	(328)	(57)	(207)	(3,614)
At December 31, 2004	81,217	132,689	272,044	39,292	48,916	11,759	585,917
ACCUMULATED DEPRECIATION							
At January 1, 2004	-	(6,010)	(12,469)	(22,234)	(27,802)	-	(68,515)
Depreciation expense	-	(4,177)	(24,074)	(3,584)	(5,456)	-	(37,291)
Disposals	-	1,521	322	507	998	-	3,348
Other transfers	-	(617)	617	-	-	-	-
Translation adjust.	-	18	71	21	16	-	126
At December 31, 2004	-	(9,265)	(35,533)	(25,290)	(32,244)	-	(102,332)
NET BOOK VALUE							
At December 31, 2004	81,217	123,424	236,511	14,002	16,672	11,759	483,585
	Land	Buildings and installations	Machinery and equipment	Transportation equipment	Furniture and fixtures	Construction in progress (CIP)	Total
COST							
At January 1, 2005	81.217	132.689	272.044	39.292	48.916	11.759	585.917
Additions	6	4.301	13.409	2.245	6.867	13.193	40.021
Transfers from CIP	9	4.940	7.432	48	588	(13.017)	-
Disposals	(4.007)	(2.752)	(240)	(2.397)	(2.845)	(576)	(12.817)
Other transfers	-	-	(302)	-	302	-	-
PP&E of discontinued operations	(10.026)	(35.201)	(89.865)	(10.607)	(6.182)	(1.965)	(153.846)
Translation adjust,	143	351	94	51	29	10	678
At December 31, 2005	67.342	104.328	202.572	28.632	47.675	9.404	459.953
ACCUMULATED DEPRECIATION							
At January 1, 2005	-	(9.265)	(35.533)	(25.290)	(32.244)	-	(102.332)
Depreciation expense	-	(4.655)	(18.934)	(3.757)	(5.627)	-	(32.973)
Disposals	-	87	33	2.069	2.090	-	4.279
Other transfers	-	(131)	-	131	-	-	-
PP&E of discontinued operations	-	3.906	22.783	5.820	3.810	-	36.319
Translation adjust,	-	(302)	(4)	(38)	(8)	-	(352)
At December 31, 2005	-	(10.229)	(31.786)	(21.196)	(31.848)	-	(95.059)
NET BOOK VALUE							
At December 31, 2005	67.342	94.099	170.786	7.436	15.827	9.404	364.894

Company

	Land	Buildings and installations	Machinery and equipment	Transportation equipment	Furniture and fixtures	Total
COST						
At January 1, 2004	2,920	352	30	1,093	6,025	10,420
Additions	-	-	-	34	835	869
Disposals	-	-	-	(37)	-	(37)
At December 31, 2004	2,920	352	30	1,090	6,860	11,252
ACCUMULATED DEPRECIATION						
At January 1, 2004	-	-	-	(786)	(4,089)	(4,875)
Depreciation expense	-	(10)	(6)	(96)	(668)	(780)
Disposals	-	-	-	35	-	35
At December 31, 2004	-	(10)	(6)	(847)	(4,757)	(5,620)
NET BOOK VALUE						
At December 31, 2004	2,920	342	24	243	2,103	5,632

	Land	Buildings and installations	Machinery and equipment	Transportation equipment	Furniture and fixtures	Total
COST						
At January 1, 2005	2,920	352	30	1,090	6,860	11,252
Additions	-	573	-	-	968	1,541
Disposals	-	-	-	-	(1,628)	(1,628)
Other transfers	-	-	-	-	66	66
At December 31, 2005	2,920	925	30	1,090	6,266	11,231
ACCUMULATED DEPRECIATION						
At January 1, 2005	-	(10)	(6)	(847)	(4,757)	(5,620)
Depreciation expense	-	(48)	(6)	(92)	(800)	(946)
Disposals	-	-	-	-	1,604	1,604
Other transfers	-	-	-	-	(42)	(42)
At December 31, 2005	-	(58)	(12)	(939)	(3,995)	(5,004)
NET BOOK VALUE						
At December 31, 2005	2,920	867	18	151	2,271	6,227

Use of fair value as deemed cost: Within 2004, the Company engaged an independent firm of appraisers to conduct a valuation of its plots of land, buildings and machinery and equipment as of January 1, 2004 (transition date to IFRS). The valuations were performed based on various appropriate valuation techniques, depending on the nature and usage of the valued items.

The main valuation techniques used were as follows:

- The market approach for the plots of land,
- The market approach and/or income approach for the urban buildings and,
- The depreciated replacement cost method for the industrial buildings and the machinery and equipment.

Appendix

In addition, the appraisers provided the economic useful lives of the items of property, plant and equipment from the date of acquisition or construction which are set forth in Note 3. Depreciation in the accompanying statements of income has been determined after abstracting from the economic useful life of each fixed asset, the years elapsed from the date of acquisition or construction through to the IFRS transition date.

Delta used the fair values determined as above in its opening IFRS balance sheet as deemed cost based on the exemption provided in IFRS 1.

The aggregate adjustments to the respective carrying amounts reported under previous GAAP, by category of fixed assets, are as follows:

	Group			Company		
	January 1, 2004			January 1, 2004		
	Increase in value	Decrease in value	Total	Increase in value	Decrease in value	Total
Land	40,286	(2,591)	37,695	398	(1,832)	(1,434)
Buildings	43,759	(1,615)	42,144	352	(127)	225
Machinery and equipment	125,488	-	125,488	21	(30)	(9)
	<u>209,533</u>	<u>(4,206)</u>	<u>205,327</u>	<u>771</u>	<u>(1,989)</u>	<u>(1,218)</u>

Tax revaluation of land and buildings: In accordance with Greek tax legislation, land and buildings are revalued every four years based on non industry specific indices that were announced through respective Ministerial Decisions. The latest of these revaluations which was applied in December 31, 2004, was reversed for IFRS reporting purposes on the basis of not meeting the criteria set forth in IAS 16, however, it resulted to an increase of the tax base of the related assets. The net surplus occurred on land and buildings on the above tax revaluation was taxed at 2% and 8%, respectively.

The Company has finance leases mainly for milk production and packaging equipment. The net carrying amount of such equipment as at December 31, 2005 was € 5,863 (€ 6,381 as at December 31, 2004) and is included in machinery and equipment in the accompanying consolidated balance sheet.

There are no restrictions on title or transfer or other encumbrances on the Company's property. In addition, no item of property, plant and equipment has been pledged as security for liabilities.

As at December 31, 2005 the Group had contractual commitments for the acquisition of property, plant and equipment of € 17 (€ 332 As at December 31, 2004).

15. GOODWILL:

The movement of goodwill for the year ended December 31, 2005 in the consolidated financial statements has as follows:

	January 1, 2005	Additions	Impairment losses	Transfer to discontinued operations	December 31, 2005
Goody's S.A.	118.215	802	(606)	-	118.411
Delta Ice Cream S.A	50.783	-	-	(50.783)	-
General Frozen Foods S.A	31.325	-	-	-	31.325
Other	1.581	-	-	-	1.581
	<u>201.904</u>	<u>802</u>	<u>(606)</u>	<u>(50.783)</u>	<u>151.317</u>

On February 23, 2005, the Company restated its prior GAAP statutory consolidated financial statements for the year ended December 31, 2004, with respect to the reclassification of goodwill on business combinations (mergers and acquisitions) prior to the transition date to IFRS. The total amount of goodwill which initially had been deducted from equity was reclassified to intangible assets in order for the Company to benefit from the provisions of IFRS 1.

The following table illustrates the restatements made to goodwill in the statutory consolidated financial statements as well as the correcting entries made and, the impairment losses recognized against retained earnings on transition date.

December 31, 2003

	Goodwill before restatement					As reflected in IFRS balance sheet
	In intangibles	Against equity	Goodwill after restatement	Written off against equity	Impairment loss	
Goody's S.A.	148,635	8,498	157,133	-	(40,876)	116,257
Delta Ice Cream S.A.	-	105,932	105,932	(55,602)	-	50,330
General Frozen Foods S.A.	-	33,186	33,186	-	(5,131)	28,055
Others	5,240	12,595	17,835	(16,198)	-	1,637
	<u>153,875</u>	<u>160,211</u>	<u>314,086</u>	<u>(71,800)</u>	<u>(46,007)</u>	<u>196,279</u>

With respect to above goodwill and the related business acquisitions and impairment testings the following are reported:

(a) Goody's S.A.: In 2001 and following various step-up acquisitions, the Company increased its interest stake in Goody's (a vertical group engaged in the development and operations of quick service restaurants and café bars) from 29.90% (January 1, 2001) to 61.68% (December 31, 2001) and obtained control over its operations. At the time such control was obtained, goodwill of € 160.1 million arose which, through to the date of transition to IFRS, was amortized over 20 years based on management estimates with regards to its useful economic life. This goodwill was increased due to subsequent step-up acquisitions and the carrying amount at the date of transition was € 157.1 million. On such date, an impairment test was performed on the carrying amount of goodwill based on the provisions of IAS 36 "Impairment of Assets". In this respect, the previously unallocated goodwill was assigned to the cash generating units of the acquiree and, the recoverable amounts of the cash generating units were determined to be their values in use. Based on the impairment test performed, an impairment loss of € 40.9 million resulted which was recognized through an equal charge against the retained earnings as at January 1, 2004.

Impairment tests were also performed as at December 31, 2005 and 2004, based on which the recoverable amount once more was found to be the value in use of the respective business and the additional impairment losses incurred of € 577 thousands and € 1 million was charged to the consolidated statement of income.

As mentioned above, the recoverable amount of Goody's S.A. has been determined based on a value in use calculation of net discounted cash flows expected to arise from the specific activity (value in use). To assess this, Goody's Group is divided in 36 cash-generating units and cash flow projections are based on financial forecasts approved by management covering a five-year period. The discount rate applied to cash flow projections varied from 6.1% to 9.7% (2004: 10.9% to 13.1%) and cash flow beyond the five-year period were extrapolated using a 2% growth rate (2004: 2%) which is the expected average growth rate for the specific industry division.

(b) Delta Ice Cream S.A.: In 2000, DELTA acquired a 75% stake in Papafilis Flour Mills S.A. ("Papafilis"), a group listed on the Athens Stock Exchange engaged in the production and marketing of flour products.

In 2001, the flour segment of Papafilis was spun-off and the parent sold Delta Ice Cream S.A. (a wholly owned subsidiary) to Papafilis. The above sale was made in two tranches, 45% in 2001 and the remaining 55% in 2002.

Following the above intragroup sale, Papafilis absorbed Delta Ice Cream S.A. based on the provisions of Law 2166/93 (a Greek tax law pertaining to mergers and absorption of legal entities) and the absorber was renamed to Delta Ice Cream S.A.

As a result of the above absorption, goodwill of € 74.1 million arose which was at that time recognized as a deduction from equity based on one of the allowed treatments of Law 2166/93. Subsequent to the above absorption and through to December 31, 2003, the parent increased its shareholding in Delta Ice Cream S.A. from 75% to 92.68% and, the additional goodwill incurred of € 31.8 million was also accounted for as a deduction from equity. Accordingly, the total goodwill recognized on Delta Ice Cream S.A.'s related business acquisitions of € 105.9 million was initially accounted for as a deduction from equity and was reclassified to intangible assets as at December 31, 2003, as described above.

As of the date of the transition to IFRS, of the total amount of goodwill recognized as referred to above, € 55.6 million (representing 75% of the goodwill which arose on the absorption described above) was written-off against retained earnings, as it did not qualify for recognition as an asset.

The remaining amount of goodwill recognized on the above absorption of € 18.5 million (attributed to the then minority shareholders of Delta Ice Cream S.A.) together with the goodwill incurred on subsequent step-up acquisitions of € 31.8 million, aggregating to € 50.3 million underwent an impairment test on the transition date according to the provisions of IAS 36 "Impairment of Assets".

The recoverable amount of such goodwill was higher than its carrying value as noted above and, consequently, no impairment issue was identified apart from the amount written-off of € 55.6 million mentioned above. Similar impairment test were also performed as of December 31, 2005 and 2004, indicating that no impairment issue exists.

The recoverable amount of Delta Ice Cream S.A. has been determined based on a fair value less costs to sell calculation, using quoted market prices, as the company's shares are listed on the Athens stock exchange.

As mentioned in note 11 during the end of year the group concluded a binding agreement for the sale of Delta Ice Cream S.A. subgroup. According to the provisions of IFRS 5, the above goodwill which relates to the subgroup was classified in December 31, 2005 in "Assets of disposal group classified as held for sale" in the consolidated balance sheet.

(c) General Frozen Foods S.A: Delta acquired Uncle Stathis S.A. in 1994 (a listed entity engaged in the production and marketing of frozen vegetables and related products) and, subsequently, merged it with Froza S.A. and renamed the new entity to General Frozen Foods S.A. From this transaction, a goodwill of € 33.2 million arose which was initially recorded as a deduction from equity and reclassified in December 31, 2003, as described above. At the date of the transition to IFRS, an impairment test was performed on the above goodwill during the course of which it was assigned to the cash generating units of General Frozen Foods S.A. The recoverable amount which, in the case, was based on the value in use approach, was lower than the carrying value and the resulting impairment loss of € 5.1 million was charged against retained earnings as at January 1, 2004. An impairment test was also performed as at December 31, 2005, indicating that no impairment issue exists (impairment loss of € 183 was recognized in 2004 and included in the accompanying consolidated statement of income).

The recoverable amount of General Frozen Foods S.A. has been determined based on a value in use calculation. To assess this, General Frozen Foods S.A. group is divided to two cash-generating units and cash flow projections are based on financial forecasts approved by management covering a five-year period. The discount rate applied to cash flow projections varied from 8.4 % to 9.07 % (2004: 10.5 % to 11.4 %) and cash flow beyond the five-year period were extrapolated using a 2% growth rate (2004: 2%) which is the expected average growth rate for the specific industry division.

Key assumptions used in value in use of calculation of above impairment tests:

Budgeted gross margins: The basis used to determine the value assigned to the budgeted gross margins is the average actual gross margins achieved by each cash-generating unit in the preceding five years period. Specific weight was given to the gross margins of the last two years, as they were estimated to be more representative of the current conditions.

Capital Needs: All the necessary estimated acquisitions of fixed as well as working capital needs were taken into account, based on the latest five years actual needs, in order for the cash-generating units to maintain their production capacity and market share.

Bond rates: The yield on a 10 year Greek government bond rate at the beginning of the budgeted year is utilized and the value assigned to the key assumption is consistent with the external information sources.

16. INTANGIBLE ASSETS

Group

	Trademarks	Software and other	Total
Cost			
At January 1, 2004	3,800	1,620	5,420
Additions	65	94	159
At December 31, 2004	3,865	1,714	5,579
Accumulated amortization			
At January 1, 2004	(3,497)	(861)	(4,358)
Amortization for the year	(99)	(329)	(428)
At December 31, 2004	(3,596)	(1,190)	(4,786)
	<u>269</u>	<u>524</u>	<u>793</u>
	Trademarks	Other	Total
Cost			
At January 1, 2005	3,865	1,714	5,579
Additions	120	593	713
At December 31, 2005	(404)	(2,159)	(2,563)
	<u>3,581</u>	<u>148</u>	<u>3,729</u>
Accumulated amortization			
At January 1, 2005	(3,596)	(1,190)	(4,786)
Amortization for the year	(81)	(48)	(129)
Transfer to discontinued operations	311	1,090	1,401
At December 31, 2005	(3,366)	(148)	(3,514)
	<u>215</u>	<u>-</u>	<u>215</u>

Appendix

Company

	Trademarks	Other	Total
Cost			
At January 1, 2004	3	10	13
Additions	1	-	1
At December 31, 2004	<u>4</u>	<u>10</u>	<u>14</u>
Accumulated amortization			
At January 1, 2004	(1)	(10)	(11)
Amortization for the year	(1)	-	(1)
At December 31, 2004	<u>(2)</u>	<u>(10)</u>	<u>(12)</u>
	<u>2</u>	<u>-</u>	<u>2</u>
	Trademarks	Other	Total
Cost			
At January 1, 2005	4	10	14
Additions	(1)	(10)	(11)
At December 31, 2005	<u>3</u>	<u>-</u>	<u>3</u>
Accumulated amortization			
At January 1, 2005	(2)	(10)	(12)
Amortization for the year	(1)	-	(1)
Disposals	1	10	11
At December 31, 2005	<u>(2)</u>	<u>-</u>	<u>(2)</u>
	<u>1</u>	<u>-</u>	<u>1</u>

17. INVESTMENTS IN ASSOCIATES:

The Company has the following interest in related companies, which due to significant influence are classified as associates and accounted for under the equity method in the consolidated financial statements and cost of acquisition less possible accumulated impairment losses in the separate financial statements:

Entity	% of ownership	Carrying Principal Amount	Country of Activity	Incorporation
Arma Investments S.A.	25	86	Restaurant/Café bar	Greece
Volos Restaurants S.A.	30	-	Restaurant/Café bar	Greece
Nea Makri Restaurants S.A.	30	-	Restaurant/Café bar	Greece
Aristotelous 27 Restaurants Patisseries S.A.	48,85	71	Restaurant/Café bar	Greece
Desmos Developments S.A.	30	-	Restaurant/Café bar	Greece
Thisio Café S.A.	35	-	Restaurant/Café bar	Greece
Café Halcyon S.A.	35	41	Restaurant/Café bar	Greece
Café Patisseries Marina Zeas S.A.	50	-	Restaurant/Café bar	Greece
VALTOP Holdings S.A.				
(Dodoni group of companies)	24,21	-	Production of cheese products	Greece
	<u>198</u>			

None of the above associates is listed on any Stock Exchange and accordingly, there are no published price quotations for the fair value of these investments.

The disclosures required by IAS 28 regarding investments in associates are not provided due to immateriality.

The Group's subsidiaries have provided guarantees of € 130 to associates for working capital requirements.

18. AVAILABLE FOR SALE INVESTMENTS:

Available for sale investments consist of equity participations in unlisted entities which are analyzed below. Except for the investment in Global Capital Investors (II) Limited Partnership, which is accounted for at fair value, the other available for sale investments are accounted for at cost due to the fact that they are not traded in an active market and their fair value cannot be reliably measured.

		Group 2005
Global Capital Investors (II) Limited Partnership	(a)	9,610
Ioniki Sfoliata S.A.		587
Faras Food		102
AYS S.A		88
Other		159
		<u>10,546</u>
		Company 2005
Global Capital Investors (II) Limited Partnership	(a)	9,610
AYS S.A.		88
Other		129
		<u>9,827</u>

(a) Global Capital Investors (II) Limited Partnership: The Company has an interest stake of 5% in Global Capital Investors (II) Limited Partnership («Global Capital»), which was incorporated in Guernsey Islands on March 24, 2004.

Global Capital's principle activity is that of an investment vehicle for institutional and sophisticated private investors, with the primary object of achieving long-term capital growth by investing in equity related securities, in unquoted companies in Greece and other countries with developed or converging market economies, where Greek business is increasingly active.

The Company's investment in Global Capital is accounted for at fair value, as analyzed in Note 3 (aa). From the above valuation of the investment at fair value as at January 31, 2005, a loss of € 1,144 was recognized in fair value reserve within equity.

Fair value measurement of the investment as at December 31, 2005, resulted in a gain of € 2,219, which was recognized in fair value reserve within equity.

19. INVENTORIES:

Inventories are analyzed as follows:

	Group		Company	
	2005	2004	2005	2004
Finished and semi-finished products	18,271	28,785	-	-
Raw materials and supplies	17,375	23,958	-	-
Merchandise	8,151	8,810	-	-
Total	<u>43,797</u>	<u>61,553</u>	<u>-</u>	<u>-</u>

20. TRADE ACCOUNTS RECEIVABLE:

Trade accounts receivable are analyzed as follows:

	Group		Company	
	2005	2004	2005	2004
Trade:				
Domestic accounts receivable	99,463	101,783	7,580	3,127
Foreign accounts receivable	8,187	15,170	-	-
Post-dated cheques receivable	15,717	7,135	-	-
Drafts receivable	163	316	-	-
	123,530	124,404	7,580	3,127
-Less: allowance for doubtful accounts receivable	(16,132)	(20,100)	(871)	(610)
Total	<u>107,398</u>	<u>104,304</u>	<u>6,709</u>	<u>2,517</u>

The movement of the allowance for doubtful accounts receivable for the periods ended December 31, 2005 and December 31, 2004, is as follows:

	Group	Company
Balance at January 1, 2004	20,690	610
Release to the statement of income	(590)	-
Balance at December 31, 2004	<u>20,100</u>	<u>610</u>
Additional provisions of the period	3,494	261
Release to the statement of income	(174)	-
Provisions relating to discontinued operations	(7,288)	-
Balance at December 31, 2005	<u>16,132</u>	<u>871</u>

21. PREPAYMENTS AND OTHER RECEIVABLES:

Prepayments and other receivables are analyzed as follows:

	Group		Company	
	2005	2004	2005	2004
Prepaid and withheld taxes	5.809	9.497	1.683	3.050
Advances for inventory purchases	13.603	12.549	-	-
VAT receivable	5.238	7.595	-	-
Accrued income	1.065	3.107	2.286	2.772
Prepaid expenses	1.142	2.371	13	191
Other advances and prepayments	1.814	1.688	278	368
Payments on account	216	906	-	316
Loans and advances to personnel	954	946	322	-
Receivables from associates (Note 22)	266	292	-	-
Other	2.384	2.800	88	29
Total	32.491	41.751	4.670	6.726

22. RELATED PARTY DISCLOSURES:

i) Transactions with related parties:

The consolidated financial statements include the financial statements of Delta Holding S.A. and its subsidiaries listed in Appendix II. The Company has also investments in associates which are presented in Note 17. In relation to Delta Holding S.A., there is no ultimate parent in the form of a legal entity, as the majority of the share capital (40,7% of common shares as of December 31, 2005) is owned by Mr. Dimitris Daskalopoulos and there are no other senior shareholders who hold a significant part of Delta Holding S.A.'s share capital.

Delta purchases goods and services from and makes sales of goods to certain related companies in the ordinary course of business. Such related companies consist of associates or companies, which have common ownership and/or management with Delta.

Account balances with associates (Note 17) are as follows:

Group	December 31, 2005	December 31, 2004
Due from:		
Volos Restaurants S.A.	-	74
Arma Investments S.A.	39	42
VALTOP Holdings S.A. (Dodoni group of companies)	28	-
Nea Makri Restaurants S.A.	28	27
Café Halcyon S.A.	23	16
Akti Dymeon S.A.	-	56
Aristotelous 27 Restaurants Patisseries S.A.	23	12
Desmos Developments S.A.	20	11
Marina Zeas	105	-
Kordelio Restaurants S.A.	-	9
Thisio Café S.A.	-	6
	266	292

Appendix

Company	December 31, 2005	December 31, 2004
Due from subsidiaries		
Trade receivables:		
Goody's S.A	23	8
Delta Dairy S.A	3,808	-
General Frozen Foods S.A.	248	245
Delta Ice Cream S.A.	2,527	2,240
Hellenic Catering S.A.	192	-
S. Nendos S.A.	1	-
Vigla S.A.	10	-
	<u>6,809</u>	<u>2,493</u>
	December 31, 2005	December 31, 2004
Due from subsidiaries		
Receivables from loans:		
Delta Dairy S.A. (a)	50,000	-
General Frozen Foods S.A. (a)	19,000	-
Delta Ice Cream S.A. (a)	73,000	-
Vigla S.A. (a)	1,500	-
Delta International Holding Ltd. (a)	23,000	-
	<u>166,500</u>	<u>-</u>
Total receivables from subsidiaries	<u>173,309</u>	<u>2,493</u>
	December 31, 2005	December 31, 2004
Liabilities		
Commercial liabilities:		
Delta Food Participations Ltd	-	446
Delta Dairy S.A.	235	694
Hellenic Catering S.A.	-	76
	<u>235</u>	<u>1,216</u>
	December 31, 2005	December 31, 2004
Liabilities from loans:		
Delta Food Participations Ltd (Note 29) (b)	44,000	-
Total liabilities from subsidiaries	<u>44,235</u>	<u>1,216</u>

(a) As mentioned in Note 29, the Company issued Notes (Bond loan) in € and US \$ of seven and ten years tenar, bearing fixed and floating interest rate coupon. Proceeds from the above loan amounting to € 166 million were used for the financing of subsidiaries and the repayment of their borrowings. These Bond loans floating bear interest rate at Euribor +1.3 -1.5% mature and in 2-7 years.

(b) Relates to bond by Delta Holding on July 22, 2205 and purchased by its subsidiary. The loan that which is payable at maturity on July 22, 2012 bears interest rate Euribor +1.30%, payable semi-annually.

Transactions with associates for the year ended December 31, 2005 and 2004 are analyzed as follows:

Group

	Sales to related parties	
	December 31, 2005	December 31, 2004
Inventories, materials and supplies:		
VALTOP Holdings S.A. (Dodoni group of companies)	545	554
Volos Restaurants S.A.	-	528
Arma Investments S.A.	345	376
Kordelio Restaurants S.A.	-	240
Akti Dymeon S.A.	-	290
Nea Makri Restaurants S.A.	212	220
Desmos Developments S.A.	77	80
Thisio Café S.A.	-	64
Café Halcyon S.A.	64	58
Marina Zeas	64	-
Aristotelous 27 Restaurants Patisseries S.A.	36	36
Total	1,343	2,446

	Sales to related parties	
	December 31, 2005	December 31, 2004
Commercial Services:		
Volos Restaurants S.A.	-	111
Akti Dymeon S.A.	-	100
Arma Investments S.A.	81	84
Desmos Developments S.A.	70	74
Kordelio Restaurants S.A.	-	55
Nea Makri Restaurants S.A.	54	50
Café Halcyon S.A.	48	49
Thisio Café S.A.	-	45
Marina Zeas	45	-
Aristotelous 27 Restaurants Patisseries S.A.	25	32
Total	323	600

Appendix

	Purchases from related parties	
	December 31, 2005	December 31, 2004
Commercial Services:		
Arma Investments S.A.	-	1
Café Halcyon S.A.	-	2
Total	<u>-</u>	<u>3</u>
Company		
	Charges to subsidiaries	
	2005	2004
Services:		
Goody's S.A	193	131
Delta Dairy S.A	8,776	10,295
General Frozen Foods S.A.	778	561
Delta Ice Cream S.A.	6,175	4,991
Hellenic Catering S.A.	620	536
S. Nendos S.A.	1	-
Vigla S.A.	8	32
Total	<u>16,551</u>	<u>16,546</u>
Interest charges:		
Delta Dairy S.A.	732	-
General Frozen Foods S.A.	228	-
Delta Ice Cream S.A.	1,109	-
Vigla S.A.	13	-
Delta International Holding	350	-
Total	<u>2,432</u>	<u>-</u>
Total charges to related parties	<u>18,983</u>	<u>16,546</u>
	Charges from subsidiaries	
	2005	2004
Services:		
Delta Ice Cream S.A.	21	-
Interest charges:		
Delta Food Participations Ltd.	686	-
Total liabilities	<u>707</u>	<u>37</u>

Sales and services rendered to related parties are made at normal market prices. Outstanding balances at year-end are unsecured and settlement occurs in cash. No related guarantees have been provided or received for the above receivables. For the period ended December 31, 2005 and 2004, the Company has not raised any provision for doubtful debts relating to amounts owed by related parties.

Compensation of key management personnel of the Company for the years ended December 31, 2005, and 2004, has as follows:

	2005	2004
Short-term employee benefits	2,201	584
Social security contributions	57	19
Total compensation paid to key management personnel	2,258	603

(ii) Commercial Cooperation and shareholder relationship with DANONE

On February 15, 2005, the Group announced that it would acquire the 30% that the French Dairy Company, DANONE, held in Delta Dairy S.A. and would modify the cooperation agreement that exists between the French entity and the Group.

Based on the above, on May 26, 2005, Delta Dairy S.A. acquired from DANONE the 30% of its shares held by DANONE (12,521,735 shares) at a price of € 62 million. The Extraordinary General Assembly of Shareholders of Delta Dairy S.A. on May 26, 2005, decided on the cancellation of the acquired treasury shares through the reduction of the share capital by an amount of € 61,190 which was performed:

- a) by the amount of Euro 29,050 through cancellation of the acquired 12,521,735 treasury shares of a nominal amount of Euro 2,32 (full amount) each,
- b) by the amount of Euro 32,139 through the reduction of the nominal value of the remaining shares of Delta Dairy S.A. from Euro 2,32 (full amount) to Euro 1,22 (full amount) each in order to offset the losses from the above purchase.

After the completion of the above transaction, the parent Company increased its equity participation in the subsidiary Delta Dairy S.A., from 70% to 100%. In respect to the financial statements of the Group, the above transaction was confronted as an acquisition of minority and is reflected in the accompanying consolidated statement of changes in equity for the year ended December 31, 2005.

In addition, under the amendment of the commercial cooperation between Danone and the Group and, based on the relative agreement that was signed on May 26, 2005, DANONE paid Delta Dairy S.A. the amount of € 18,500 as a fee for the amendment of the agreement terms between the two parties. The above amount was collected during the first semester of 2005 and is included in "Other Income/(Expenses)" in the consolidated statement of income for the period ended December 31, 2005.

23. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT AND LOSS:

Financial instruments at fair value through profit and loss consist of investments in mutual funds and equity participations which are analyzed as follows:

	<u>Group</u>
	<u>2005</u>
Mutual Funds:	<u>1,159</u>
Equity Participations:	
Listed:	
- Marfin Financial Group	3,079
- Chipita A.E.	425
-Katselis	101
- Other	63
	<u>3,668</u>
Total	<u>4,827</u>
	<u>Company</u>
	<u>2005</u>
Mutual Funds:	<u>1,115</u>
Equity Participations:	
Listed:	
- Marfin Financial Group	3,079
- Chipita A.E.	405
	<u>3,484</u>
Total	<u>4,599</u>

The measurement of the above financial assets was made at fair values as described in Note 3 (aa).

24. CASH AND CASH EQUIVALENTS:

Cash and cash equivalents are analyzed as follows:

	Group		Company	
	2005	2004	2005	2004
Cash in hand	13,611	1,391	111	131
Cash at banks				
- sight accounts	19,765	23,117	2,202	508
- time deposits	66,386	54,280	16,331	3
Total	99,762	78,788	18,644	642

	Group		Company	
	2005	2004	2005	2004
Sight deposits in Euro	19,703	21,572	2,202	508
Time deposits in Euro	66,306	16,440	16,331	-
Total deposits in Euro	86,009	38,012	18,533	508
Sight deposits in foreign currencies	62	1,545	-	-
Time deposits in foreign currencies	80	37,840	-	3
Total deposits in foreign currencies	142	39,385	-	3
Total	86,151	77,397	18,533	511

Deposits in foreign currencies as of December 31, 2004 mainly consisted of JPY. Cash at banks earn interest at floating rates based on monthly bank deposit rates. Interest earned on cash at banks and time deposits is accounted for on an accrual basis and amounted to € 399 and € 412 for the period ended December 31, 2005 and 2004 respectively for the Group (€ 5 and € 8 for the period ended December 31, 2005 and 2004 respectively for the company), and is included in financial income, net in the accompanying statement of income.

25. SHARE CAPITAL:

At December 31, 2005, the Company's share capital amounted to € 120,417 and comprised 40,958,268 registered shares of € 2.94 par value each. Until April 27, 2005, the share capital of the Company consisted of 29,096,509 common shares and 11,501,759 non-voting preference shares.

The non-voting preference shareholders had the following rights:

- (i) To first receive the minimum dividend distribution, as defined in Note 28, and then participate equally in any additional dividend distribution,
- (ii) In case that no dividends are distributed or, the distribution is less than the minimum dividend, as defined in Note 28, for on or more fiscal years, then the cumulative shortfall will be covered from future years profits and,
- (iii) To first receive their paid-in capital in case the Company is dissolved and then equally participate in any additional distributions in excess of the Company's total paid-in capital

On April 27, 2005, at an extraordinary shareholders' meeting with the participation of preference shareholders, the preference shareholders waived their rights and agreed for the conversion of the preference shares into common registered voting shares. Also, at the same extraordinary shareholders' meeting the shareholders approved the conversion of the preference shares to common shares and approved to convert all shares from bearer to registered shares.

On December 9, 2005 the bond holders of a part (60,000 titles) of the Company's convertible bond (Note 29), used the right of converting their bond into shares. Consequently, following the decision of the Company's Board of Directors on December 19, 2005, the Company's Share Capital was increased by € 1,058 with the issuance of 360,000 shares of nominal value of € 2.94 (full amount) each. The difference between the nominal value of the shares and the carrying value of the bonds amounted to € 1,762 was recognized in share premium.

Finally, on January 20, 2006 the remaining bond holders of the convertible bond (594,341 titles) decided the conversion of their bonds to shares of the Company.

Consequently, following a decision of the Company's Board of Directors on January 27, 2006, the Company's share capital was increased by € 10,484 with the issuance of 3,566,046 common registered shares of a nominal value € 2.94 (full amount) each. The difference between the nominal value of shares and the carrying value of the bonds amounted to € 9,575 was recognized in the share premium.

26. TREASURY SHARES:

As of December 31, 2004, the Group held 7,172,290 shares of its own stock (4,871,881 common shares and 2,300,409 preference shares). The total acquisition cost of these shares amounting to € 55,420 was reflected in a special reserve, as a reduction of the Group's equity. On June 30, 2005, the Group disposed of the treasury shares realizing a loss of € 11,227. This loss was recognized directly in equity by charging retained earnings.

27. LEGAL, TAX FREE AND SPECIAL RESERVES:

Legal, tax free and special reserves are analyzed as follows:

	Group		Company	
	2005	2004	2005	2004
Legal reserve	16,714	13,837	8,573	8,573
Tax free and specially taxed reserves	49,020	46,731	46,519	46,519
Special reserves				
- Law 1892/1990 (Art. 23b)	10,405	9,585	9,585	9,585
- Other	7,840	9,853	6,006	5,544
	18,245	19,438	15,591	15,129
Total	83,979	80,006	70,683	70,221

Legal Reserve: Under Greek corporate law, corporations are required to transfer a minimum of 5% of their annual net profit as reflected in their statutory financial statements to a legal reserve, until such reserve equals one-third of the outstanding share capital. The above reserve cannot be distributed during the existence of the Company.

Tax Free and Specially Taxed Reserves: Tax free and specially taxed reserves represent interest income and investments sales of non listed entities which are non taxable or have been specially taxed at source. These reserves are subject to taxation in case of their distribution. This income is not taxable, assuming there are adequate profits from which the respective tax free reserves can be

established. According to the Greek tax regulations, this reserve is exempted from income tax, provided it is not distributed to shareholders. The Company has no intention of distributing this reserve and, accordingly, has not provided for deferred income tax.

Special Reserves: Special reserves are not distributed to the shareholders based on the special provisions of laws (under the condition that there are enough profits for their formation). These reserves relate mainly to investments and are not distributed and, accordingly, the Company, has not provided for deferred income tax.

28. DIVIDENDS:

Under Greek corporate law, companies are required each year to declare from their statutory profits, dividends of at least 35% of after-tax statutory profit, after allowing for legal reserve, or a minimum of 6% of the paid-in share capital, whichever is greater. With the unanimous consent of all shareholders, a company may not declare any dividend.

Furthermore, Greek corporate law requires certain conditions to be met before dividends can be distributed, which are as follows:

- (a) No dividends can be distributed to the shareholders as long as the company's net equity, as reflected in the statutory financial statements, is, or after such distribution, will be less than the outstanding capital plus non-distributable reserves and,
- (b) No dividends can be distributed to the shareholders as long as the unamortized balance of "Preoperating Expenses," as reflected in the statutory financial statements exceeds the aggregate of distributable reserves plus retained earnings.

On March 9, 2006, the Company's Board of Directors proposed a dividend distribution of € 7,569 (€ 0.18 per share). The proposal of the Board of Directors is subject to the approval of the Annual General Assembly meeting.

29. INTEREST BEARING LOANS AND BORROWINGS:

Interest bearing loans and borrowings outstanding at December 31, 2005 and December 31, 2004, are analyzed as follows:

		Group		Company	
		2005	2004	2005	2004
Bond loan in \$ and € (€ 45 million and \$ 176 million)	(a)	190,655	190,655	-	-
Long term loans in fair value through profit and loss		190,655	190,655	-	-
€ 200 million Eurobond	(d)	-	200,000	-	200,000
€ 200 million bond loan	(b)	200,000	200,000	-	-
€ 80 million bond loan	(e)	-	80,000	-	-
€ 29.3 million convertible bond	(f)	-	29,347	-	-
€ 26.5 million convertible bond	(c)	20,356	26,473	20,356	26,473
€ 44 million bond from related company (Note 22)	-	-	44,000	-	-
Other		5,281	9,530	-	-
		<u>225,637</u>	<u>345,350</u>	<u>264,356</u>	<u>226,473</u>
Minus: Short term portion of long term debt		(20,556)	(83,165)	(20,356)	-
Long term loans in unamortised cost		<u>205,081</u>	<u>262,185</u>	<u>244,000</u>	<u>226,473</u>

(a) Bond loan in € and \$

On July 27, 2005 the parent Company issued a non convertible bond loan denominated in € and \$ (USA), equal to the Euro equivalent of € 190,065, with a duration of 7 and 10 years, bearing fixed and floating interest rates and which was exclusively covered through the US private placement market. The 13% of the financing bears floating interest rate at Euribor+1,25% while the remaining 87% bears fixed interest rates ranging from 4.38% to 5.87%.

The repayment of the bonds will be made at maturity while the Group has the right to repay the bonds at their nominal value under certain conditions.

The terms of the bond loan contains events of default including, among others, failure to make payments, inability to meet general and economic guarantees, certain events of insolvency, the suspension of business, ownership structure and materially adverse changes clause affecting the financial position of the Group.

In addition, the terms contain financial covenants including requirements to maintain minimum ratios of net borrowings to EBITDA, EBITDA to net interest expense and minimum net worth levels. Furthermore, the Group has also given certain undertakings relating to its compliance with laws and regulations, the disposal of assets, the maintenance of the nature of operations, mergers, investments and environmental matters.

For the total amount of bonds in foreign currency (\$), Delta Holding S.A hedged the interest rate and the currency risk through interest rate and cross-currency swaps. For the part of the bonds denominated in € and bearing fixed interest rate, the Company has carried out an interest rate swap.

The above loan has been classified as measured at fair value through profit and loss, which has been calculated based on current interest rates. The resulting loss from the valuation at fair value as at December 31, 2005, amounting to € 560, is included in financial expenses in the statement of income.

(b) € 200 million – Bond Loan

On July 27, 2005, the parent company issued a non convertible bond loan denominated in € (based on the provisions of L. 3156) amounting to € 200,000 bearing floating interest rate (Euribor plus margin), of a duration of 5 years, which was covered exclusively by Banks in Greece and abroad. The loan will be repaid at maturity. The Group has the right to proceed to the repayment of the nominal value of the bonds without penalty or other cost.

The terms of the bond loan contain events of default including, among others, failure to make payments, inability to meet general and economic guarantees, certain events of insolvency, the suspension of business, ownership structure and material adverse changes clause affecting the financial position of the Group.

In addition, the terms contain financial covenants including requirements to maintain minimum ratios of net borrowings to EBITDA, EBITDA to net interest expense and minimum net worth levels.

Furthermore, the Group has also given certain undertakings relating to its compliance with laws and regulations, the disposal of assets, the maintenance of the nature of operations, mergers, investments and environmental matters.

The above loan was used for the repayment of the bond loan ('Eurobond').

(c) € 26.5 million – Convertible Bond

On May 17, 2000, Delta Holding S.A. ("Issuer") issued a convertible bond with a face value of € 26.9 million. Initially, the convertible bond matured in May 2003 however, based on the decision taken by the shareholders at their general assembly meeting of April 21, 2003, it was agreed to extend the maturity date to May 17, 2006. As a result, of the extension, the convertible bond was reduced to € 26.5 million with the settlement of € 0.4 million. On May 17, 2006, the holders may opt for repayment of € 38 million (nominal value increased by 41.58%) or conversion into 4,706,424 common shares of the Issuer. Interest is payable semi-annually in arrears at a nominal interest rate of 0.25% per annum.

The Issuer may increase its share capital over the duration of the convertible bond but will (i) allow all the bond holders to convert at an earlier date so that they can participate in the share capital increase, (ii) to indemnify them with a cash payment and/or (iii) to adjust the conversion ratio.

The convertible bond contains events of default including, without limitation, the issuance of a new convertible bond should this convertible bond exceed 25% of the Issuer's share capital and the adherence to limitations relating to share capital increases.

Furthermore, under certain conditions, a bond holder may request earlier conversion and the Issuer may request earlier redemption.

In August 2005, the company repurchased a part of the convertible bond loan for a nominal value of €4,455. In November 2005, bondholders with bonds representing a nominal value of €2,055, used their right of converting their bonds into shares. From the above settlement through conversion, the carrying amount of the loan was recorded in equity according to the provisions of IAS 32.

Finally, on January 20th 2006, the remaining bondholders (representing 594,341 bonds) requested the conversion of their bonds into shares of the Company.

(d) Euro Bond

On December 23, 2004, Delta Holding S.A. concluded an agreement for the issuance of a € 200 million bond ("Eurobond") on December 31, 2004, which accrues interest at the Euro interbank borrowing rate ("Euribor") plus an applicable margin ranging from 1.25% to 1,325% per annum. The Eurobond is repayable in one balloon installment on December 21, 2005, unless Delta Holding S.A. exercises an option to extend the maturity date through December 21, 2006.

This bond was repaid in July 2005 through the issuance of a new bond loan of an equal amount.

(e) € 70 million - Bond loan

On April 2005, the subsidiary, Delta Ice Cream S.A issued a bond loan (Law 3156/2003) for an amount of € 70 million that was fully subscribed by Alpha Bank and was used for the settlement of the syndicated loan of € 80 million.

The Syndicated loan bore interest at the London interbank borrowing rate (LIBOR) plus an applicable margin ranging from 1.15% to 1.25%. The Syndicated loan was repayable in three equal annual installments of € 10.7 million and one final installment of € 48 million, the first installment commencing 24 months after the first drawdown date; however, earlier repayment in full or part was permitted.

The bond loan was payable in one installment on July 2005 and bore interest at Euribor plus a margin of 1,7% to 2% annually. As referred above, the Company issued a bond loan denominated partly in US\$ and Euro, equal to € 190 million part of which was used for the repayment of the bond loan of € 70 million.

(f) € 29.3 million – Convertible Bond

On September 14, 2001, Delta Dairy S.A. ("Issuer") issued a convertible bond with a face value of € 29.3 million maturing on September 14, 2005, at which point the holder may opt for repayment of € 36.6 million (nominal value increased by 25%) or conversion into 625,000 common shares of the Issuer. Interest is payable annually in arrears at a nominal interest rate of 0.25% per annum.

The convertible bond loan was fully repaid in August 2005 through the repayment of €36.6 million to bondholders (nominal amount plus 25% premium).

The total expense of the long-term loans of the continuing activities for the fiscal years ending 31 December 2005 and 2004 amounted to € 14,099 and €9,493 at a Group level and is included in the attached profit and loss accounts.

30. OTHER LONG-TERM LIABILITIES:

Other long-term liabilities are analyzed as follows:

	Group		Company	
	2005	2004	2005	2004
Finance lease obligations (a)	3,836	4,545	-	-
Notes payable (b)	7,000	9,800	-	-
Other	44	58	-	-
	<u>10,880</u>	<u>14,403</u>	<u>-</u>	<u>-</u>
Less: Current maturities of:				
- finance lease obligations (included in accrued and other current liabilities)	(1,841)	(1,430)	-	-
-notes payable (included in trade payables)	(4,200)	(4,200)	-	-
	<u>4,839</u>	<u>8,773</u>	<u>-</u>	<u>-</u>

(a) The Company has finance leases mainly for milk production and packaging equipment which do not have terms of renewal or purchase options and escalation clauses. The average interest rate of above finance leases for the year ended December 31, 2005, was 5.97%.

Future minimum lease payments under finance leases together with the present value of the net minimum lease payments as at December 31, 2005, are as follows:

	Minimum payments	Present value of payments
Within one year	2,012	1,842
Between two and five years	2,062	1,994
	<u>4,074</u>	<u>3,836</u>
Less: Finance charges	(238)	-
Present value of minimum lease payments	<u>3,836</u>	<u>3,836</u>

(b) The amount represents promissory notes payable to Arla Foods Hellas S.A. (a subsidiary of Arla Foods amba, a Danish cooperation), which were issued in December 2003, to settle the aggregate outstanding balance (created from commercial transactions) due from Vigla S.A. (a subsidiary) to Arla Foods Hellas S.A. The above promissory notes bear interest at the 6-month Euribor plus 0.75%.

31. PENSION AND STAFF RETIREMENT INDEMNITIES:

(a) State Pension: The Group's and the parent's contributions to the state pension funds for the year ended December 31, 2005, that have been charged to the income statement recorded to expenses and were € 17,944 and € 1,237 respectively (€ 22,070 and € 1,257, for the Group and the Company respectively for the period ended December 31, 2004).

(b) Staff Retirement Indemnities: Under the labour law of the countries in which the Group operates, employees and workers are entitled to various types of termination payments in the event of dismissal or retirement. In respect with the Greek subsidiaries (that consist the largest part of the Group's activities) the amount of compensation varies according to the salary, the years of services and the manner of termination (dismissal or retirement) of the employee. Employees or workers who resign or are dismissed with cause are not entitled to termination payments. The indemnity payable in case of retirement is equal to 40% of the amount which would be payable upon dismissal without cause. In Greece, local practice is that such termination schemes are not funded and they represent defined benefit plans according to IAS 19. In accordance with this practice, the Company does not fund these plans. The Group charges operations for benefits earned in each period with a corresponding increase in the respective actuarial liability. Benefits payments made during each period to retirees are charged against this liability.

The movement in the net liability in the accompanying consolidated balance sheets has as follows:

	Group		Company	
	2005	2004	2005	2004
Net liability at beginning of the year/period	11.703	11.158	1.573	1.395
Actual benefits paid - continuing operations	(1.429)	(1.755)	(357)	(402)
Actual benefits paid - discontinued operations	(791)	-	-	-
Total actual benefits paid	(2.220)	(1.755)	(357)	(402)
Expense recognised in the consolidated statements of income - continuing operations (Note 6)	1.978	1.746	(202)	580
Expense recognised in the consolidated statements of income - discontinued operations	934	554	-	-
Total expenses recognised in the consolidated statement of income	2.912	2.300	(202)	580
Net liability at end of the year/period of discontinued operations	(2.160)	-	-	-
Net liability at end of the year/period - continuing operations	10.235	11.703	1.014	1.573

Appendix

An independent international actuary firm assessed the Group's liabilities arising from the obligation to pay termination indemnities. The details and principal assumptions of the actuarial study as at December 31, 2005 and 2004 have as follows:

	Group		Company	
	2005	2004	2005	2004
Present value of unfunded obligations	12.122	11.941	1.432	1.685
Unrecognised actuarial net loss	(1.887)	(238)	(418)	(112)
Net liability in balance sheet	10.235	11.703	1.014	1.573
Components of net periodic pension cost:				
Service cost	884	1.102	125	126
Interest cost	478	543	81	67
Regular charge to operations	1.362	1.645	206	193
Additional cost of extra benefits	616	655	273	387
Curtailment cost of transfer of employees	-	-	(681)	-
Total charge to operations	1.978	2.300	(202)	580
Reconciliation of benefit obligation:				
Net liability at start of period	11.941	11.158	1.685	1.395
Net liability at start of period - discontinued operations (2.232)	-	-	-	-
Service cost	884	1.102	125	126
Interest cost	478	543	81	67
Benefits paid	(1.429)	(1.755)	(357)	(402)
Additional cost of extra benefits	616	655	273	387
Curtailment cost of transfer of employees	-	-	(681)	-
Actuarial loss	1.864	238	306	112
Present value of obligation at the end of the year	12.122	11.941	1.432	1.685
		2005	2004	
Principal Assumptions:				
Discount rate		4.0%	5.0%	
Rate of compensation increase		4.5%	4.5%	
Increase in consumer price index		2.5%	2.5%	

The additional cost of extra benefits relate to benefits paid to employees who became redundant. Most of these benefits were not expected within the terms of this plan and, accordingly, the excess of benefit payments over existing reserves has been treated as an additional pension charge. The additional pension charge for the continuing operations as at December 31, 2005, amounted to € 616 for the Group and to € (273) for the parent.

32. GOVERNMENT GRANTS:

The movement of government grants for the year ended December 31, 2005 and 2004, has as follows:

	Group	Company
Balance January 1, 2005	8.887	-
Additions	3.369	-
Amortization (Note 7)	(1.315)	-
Governments grants relating to discontinued operations	(1.064)	-
Balance December 31, 2005	9.877	-
Balance January 1, 2004	9,864	-
Additions	424	-
Amortization (note 7)	(1,401)	-
Balance December 31, 2004	8,887	-

33. DERIVATIVE FINANCIAL INSTRUMENTS

Cross Currency and Interest Rate Swaps

The Group has concluded the following cross currency and interest rate swaps to hedge against foreign currency fluctuation risk from the Bond loans that were signed in July 2005.

Contract date	Inception of contract	Expiration	Position	
			Debit	Credit
20/6/2005	27/7/2005	27/7/2012	\$ 99 million	€ 81 million
20/6/2005	27/7/2005	27/7/2015	\$ 77 million	€ 63 million

From the valuation of the above derivatives at fair values at December 31, 2005, a loss of € 5 arose which was recognized in the statement of income.

Interest Rate Swaps

The Group has also entered in the following interest rate swaps as well as other derivatives contracts which do not qualify for hedge accounting. From measurement of these derivatives at fair values as of January 1, 2005, a loss of € 12,618 was incurred, which was recognized directly in equity (€ 8,580, net of the deferred tax asset of € 4,038), while the respective measurement as of December 31, 2005 resulted in an additional loss of € 3,789, was included in the financial expense of the year.

A breakdown of such open derivatives by maturity are as follows:

	€	SFR
Within one year	-	-
Between two and five years	450 million	48 million
After five years	415 million	-
	<u>865 million</u>	<u>48 million</u>

Above interest rate swap bear mainly floating interest rate, which according to the respective contract, are adjusted accordingly in connection with the fulfillment or not of specific factor relating to interest rate currency variable and the maintenance or not of interest rate of specific currencies above of below predetermined levels.

Forward currency contracts

The Company as at December 31, 2005 had two open positions on forward contracts for a total amount of US\$ 2.1 million for the hedging of exchange rate risk derived from liabilities in US dollars which have a duration of one year and expire through to December 2006. From the measurement at fair values as at January 1, 2005, a loss of € 213 was incurred, while as at December 31st, 2005, a profit amounting to € 96 arose which was included in financial income/expense of the year.

34. TRADE ACCOUNTS PAYABLE:

Trade accounts payable are analyzed as follows:

	Group		Company	
	2005	2004	2005	2004
Domestic suppliers	60,876	54,393	2,467	2,051
Foreign suppliers	3,632	13,985	63	175
Post-dated cheques payable	23,225	20,345	172	336
Notes payable	7,333	5,955	-	-
Total	95,066	94,678	2,702	2,562

35. SHORT-TERM BORROWINGS:

Short-term borrowings are draw-downs under various lines of credit maintained by the Group with several banks. The use of these facilities is presented below:

	Group		Company	
	2005	2004	2005	2004
Credit lines available	153,600	204,649	48,000	54,000
Unused portion	(137,143)	(125,992)	(47,977)	(35,975)
Used portion	16,457	78,657	23	18,025

Short-term borrowings throughout the year were denominated in various currencies, however, the used portion of the outstanding balance of short-term borrowings at December 31, 2005 and 2004, was in total dominated in Euro.

The weighted average interest rate on short-term borrowings as at December 31, 2005, was 4.1% (4.08% at December 31, 2004).

Interest on short-term borrowings of continuing operations for the year ended December 31, 2005 and 2004, amounted to € 1,869 and € 2,169 respectively (€ 637 and € 820 for the year ended December 31, 2005 and 2004 for the Company) and is included in interest expense in the accompanying statement of income.

36. ACCRUED AND OTHER CURRENT LIABILITIES:

The amount reflected in the accompanying balance sheets is analyzed as follows:

	Group		Company	
	2005	2004	2005	2004
Accrued interest	12,871	12,850	13,989	5,905
Advances from customers	5,324	9,970	-	-
Taxes, other than income taxes, payable	4,859	7,147	581	1,521
Social security payable	4,297	4,711	234	285
Accrued expenses	1,869	3,295	5	29
Wages and salaries payable	1,344	1,764	-	-
Current portion of finance lease payable (Note 30)	1,841	1,430	-	-
Dividends payable	266	606	166	606
Deferred income	264	456	45	-
Other	213	3,828	239	399
Total	33,148	46,057	15,259	8,745

37. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES

The main financial products of the Group, except for derivatives, are cash and cash equivalents, trade and other receivables, trade and other payables, bank loans and bond loans, investments available-for-sale, and financial assets at fair value through profit and loss.

As it is noted analytically in Note 33 and 3 (ab) the Group also contracts derivative financial instruments such as interest rate swaps as well as cross currency swaps, aiming at managing the currency and interest rate risks which arise from the business and financing products used. The management

(i) Concentration of credit risk: The Company does not have significant concentration of credit risk with any of its counterparties.

The major exposure on credit risk is reflected from the amount of each asset, including derivative financial instruments.

With respect to derivative financial instruments, the Group monitors its positions, the credit classification of the contractors and the amounts of the contracts that it signs with each of them.

The Group's policy is to sign agreements with contractors that satisfy high criteria, while, considering the high level of credibility of the counterparties, does not believe that the issuance of any guarantee is required.

(ii) Fair Value: The amounts presented in the accompanying balance sheets for cash, assets and short-term liabilities, approach their respective fair values due to their short-term maturities.

The fair values of the investments that are listed in stock exchanges are based on stock prices at the date of the preparation of the balance sheet. The fair values of derivatives are based on market valuation.

For all derivatives, the fair values are confirmed by the credit institutions with which the Group has signed the relevant agreements.

(iii) Interest rate risk: Interest risk arises mainly from the long-term loans. Management closely monitors on a constant basis the fluctuations in the currency exchange rates as well as in the interest rates and evaluates the need for assuming certain positions for the hedging of such risks.

Under this scope, it contracts financial instruments aiming at reducing the interest rate cost and the limitation in the Group's exposure from interest rate fluctuations. It is the Group's policy to continuously monitor the trends in interest rates as well as the financing needs of the Group. Therefore, the decisions for the tenor of the loans as well as the balance between fixed and floating rates, arise independently, in each case.

(iv) Foreign Exchange Risk: the Group's exposure to foreign currency risks, originates mainly from commercial activities in foreign currency. For some of the above transactions, the Group carries out forward contracts in foreign currency hedging any foreign currency risk. With respect to long-term loans, Management carries out cross-currency swaps to minimize its exposure to foreign currency risk.

(v) Liquidity risk: Liquidity risk stands at very low levels by having adequate cash deposits and credit lines with banks. The unutilized approved credit lines available to the Group are sufficient to cover any financing need.

38. CONTINGENCIES AND COMMITMENTS:

(a) Litigation and claims:

The Company and its subsidiaries are parties to various lawsuits (as a defendant or as a plaintiff) and arbitration proceedings in the normal course of business. Management and the Company's legal advisors estimate that all of the lawsuits are expected to be settled without any material adverse effect on the Group's or the Company's financial position or results of operations.

(b) Commitments:

(i) Guarantees:

The Group has the following contingent liabilities at December 31, 2005:

- It has issued letters of guarantee for good performance for a total amount of € 1,029.
- It has provided guarantees for repayment of bank overdrafts and commercial liabilities of various subsidiaries and associates aggregating to € 3,032.
- It has provided guarantees for good performance of subsidized investment programs aggregating to € 900.
- It has provided guarantees for its participation in various competitions aggregating to € 316.

(ii) Operating Lease Commitments:

As of December 31, 2005, the Group has entered into a number of operating lease agreements relating to the rental of buildings and transportation equipment which expire on various dates through 2025.

Rental expense (continuing operations) included in the accompanying consolidated income statement for the year ended December 31, 2005, amounted to € 5,845 and € 651 for the Group and the Company respectively (€ 5,142 and € 46 as at December 31, 2004 for the Group and the Company respectively).

Future minimum rentals payable under non-cancelable operating leases as at December 31, 2005, are as follows:

	Group	Company
Within one year	9,777	746
2-5 years	41,429	2,529
After 5 years	35,394	-
Total	86,600	3,275

(iii) Capital Commitments:

As at December 31, 2005 the Group had capital commitments amounted to € 17 (€ 322 as at December 31, 2004).

39. SUBSEQUENT EVENTS

(a) Merger through absorption of Chipita International S.A. by Delta Holding S.A

On December 19, 2005 the Board of Directors of Delta Holding S.A. (acquirer) announced its decision to merge by absorption Chipita International S.A. (acquiree) according to the provisions of L. 2166/1993. December 31, 2005 was determined to be the date on which the merged entities will prepare the conversion balance sheets. According to the merger agreement concluded the existing shareholders of Chipita will exchange 1 share of Chipita with 0.33 shares Of Delta Holdings, which will be issued upon the share capital increase of the acquirer. Confirmation of the true and fair of the share exchange ratio was assigned to international firms, after considering the result of the legal and financial due diligence reviews performed. The merger is estimated to have been completed by July 2006. Through to completion of above merger, and the legal merger of the direct subsidiaries of Delta Holding (discussed under (b) below), the Group will operate under the transitional name "Brandco". The merger will create a strong group of companies that enumerates almost 100 subsidiaries worldwide with consolidated turnover of approximately € 1 billion. The above merger, according to the provisions of L.2166/93 will be reflected in the tax books of the company through horizontal summation of line items of the balance sheets of the acquirer and the acquiree at the conversion date (pooling of interest method as at December 31, 2005). In accordance with IFRS, above merger falls within the scope of IFRS 3 "Business Combinations" and accordingly purchase accounting has to be applied, which mean that the acquirer will proceed to a purchase price allocation, after identifying the intangible assets acquired and determining the fair value of the assets, liabilities reflected in the consolidated balance sheet of the acquiree, at the date in which the acquirer will have acquired control.

(b) Merger through absorption of the subsidiaries Goody's S.A., General Frozen Foods S.A. and Delta Dairy S.A.

On December 19, 2005 the Board of Directors of Delta Holding S.A. announced its decision to merge by absorption its subsidiaries Goody's S.A. General Frozen Foods S.A. and Delta Dairy S.A. according to the provision of L 2166/1993. December 31, 2005 was determined to be the date of preparation of the conversion Balance Sheets. The existing shareholders of Goody's will exchange 1 share of their company with 1.05 shares of Delta Holding and the existing shareholders of General Frozen Foods will exchange 1 share of their company with 0.56 shares of Delta Holding. Delta Dairy is a wholly owned subsidiary of the parent. The mergers are estimated to have been completed by July 2006 while they are not expected to affect the consolidated financial position and consolidated result of operations of the Group.

(c) Acquisition of Nestle plant in Plati Imathias

The Group announced the conclusion of a non-binding memorandum agreement with Nestle, aiming to the acquisition of the concentrated Vlahas milk. Such operations include the products with the trademark Vlahas, the plant facility of Nestle at Plati Imathias, as well as the milk production license of Nestle in Northern Greece. The indicative consideration price is € 2.8 million plus the price of finished goods at the completion date of the transaction.

The brand name Vlahas has a 27% market share of concentrated milk market, which is estimated to total annual sales of approximately € 220 million and corresponds to roughly 1/3 of the total domestic dairy market. The transfer is subject to the conclusion of a binding agreement as well as to obtaining the required approvals by the Competition Committee and other competent supervisory authorities and is expected to have been completed by June 2006.

THE CHAIR MAN OF THE BOARD	THE VICE OF THE BOARD PRESIDENT	THE GROUP CHIEF FINANCIAL OFFICER	THE GROUP CHIEF ACCOUNTING OFFICER
DIMITRIS DASKALOPOULOS I.D.no. M 289326	PANAGIOTIS KANELLOPOULOS I.D.no. L 342296	PANDELI ECONOMO PASS. No C 000668	NIKOLAOS KAPPAS I.D.no. Ξ 425851

APPENDIX I **RECONCILIATION OF FINANCIAL STATEMENTS** **BETWEEN GREEK GAAP AND IFRS**

(All amounts in thousands of Euro)

	Balance Sheet as of January 1, 2004		
	Greek GAAP	Difference	IFRS
ASSETS			
Non-Current Assets:			
Formation Expenses			
Pre-operating and other capitalized costs	3.951	(3.951)	-
Intangible assets	1	41	42
Tangible assets	6.738	(1.218)	5.520
Total	6.739	(1.177)	5.562
Investments in associates	515.386	(51.670)	463.716
Other investments	8.344	(4.180)	4.164
Other non-current assets	7	-	7
Deferred income taxes	-	4.457	4.457
	<u>523.737</u>	<u>(51.393)</u>	<u>472.344</u>
Total non-current assets	<u>534.427</u>	<u>(56.521)</u>	<u>477.906</u>
Current Assets			
Trade and other receivables	12.742	(2.970)	9.772
Securities	8.765	(3.311)	5.454
Cash and cash equivalents	1.261	-	1.261
Total Current Assets	22.768	(6.281)	16.487
Prepaid expenses and accrued income	2.294	(2.294)	-
TOTAL ASSETS	<u>559.489</u>	<u>(65.096)</u>	<u>494.393</u>
EQUITY AND LIABILITIES			
Equity attributable to equity holders of parent			
Share capital	119.359	-	119.359
Paid-in surplus	91.452	-	91.452
Government grants	1.300	-	1.300
Legal, tax free and special reserves	67.530	-	67.530
Retained Earnings	14.943	(60.553)	(45.610)
Total Equity	294.584	(60.553)	234.031
Provisions	-	1.394	1.394
Long Term Borrowings	226.472	-	226.472
Deferred income taxes	-	-	-
Total long term liabilities	226.472	-	226.472
Short term liabilities			
Trade accounts payable	3.593	3.593	-
Short-term borrowings	22.599	-	22.599
Other Short Term liabilities	10.240	(3.936)	6.304
Total short term liabilities	36.432	(3.936)	32.496
Accrued liabilities and deferred income	2.001	(2.001)	-
Total liabilities	<u>559.489</u>	<u>(65.096)</u>	<u>494.393</u>

The accompanying notes and disclosures are an integral part of the Financial Statements.

APPENDIX I
RECONCILIATION OF FINANCIAL STATEMENTS BETWEEN GREEK GAAP AND IFRS
(All amounts in thousands of Euro)

	Balance Sheet as of December 31, 2004		
	Greek GAAP	Difference	IFRS
ASSETS			
Non-Current Assets:			
Formation Expenses			
Pre-operating and other capitalized costs	690	(690)	-
Intangible assets	1	1	2
Tangible assets	6.736	(1.104)	5.632
Total	6.737	(1.103)	5.634
Long Term Receivables			
Investments in associates	526.054	(51.996)	474.058
Other investments	7.861	(3.035)	4.826
Other non-current assets	11	1	12
Deferred income taxes	-	1.849	1.849
Total non-current assets	533.926	(53.181)	480.745
Total Assets	541.353	(54.974)	486.379
Current Assets			
Trade and other receivables	11.724	(2.481)	9.243
Securities	5.547	(2.469)	3.078
Cash & Cash Equivalents	642	-	642
Total Current Assets	17.913	(4.950)	12.963
Prepaid expenses and accrued income	2.963	(2.963)	-
Total Assets	562.229	(62.887)	499.342
Liabilities			
Equity			
Share Capital	119.359	-	119.359
Paid-in surplus	91.452	-	91.452
Government grants	1.300	-	1.300
Legal, tax free and special reserves	70.221	-	70.221
Retained Earnings	15.937	(59.306)	(43.369)
Total Equity	298.269	(59.306)	238.963
Provisions	-	1.573	1.573
Long term liabilities			
Long Term liabilities	226.473	-	226.473
Deferred income taxes	-	-	-
Total Long term liabilities	226.473	-	226.473
Short term liabilities			
Trade Accounts Payable	1.792	770	2.562
Short-term borrowings	18.025	-	18.025
Other Short Term liabilities	13.452	(1.706)	11.746
Total short term liabilities	33.269	(936)	32.333
Accrued liabilities and deferred income	4.218	(4.218)	-
Total liabilities	562.229	(62.887)	499.342

The accompanying notes and disclosures are an integral part of the Financial Statements.

APPENDIX I
RECONCILIATION OF FINANCIAL STATEMENTS BETWEEN GREEK GAAP AND IFRS

(All amounts in thousands of Euro)

	Income Statement as of December 31 2004		
	Greek GAAP	Difference	IFRS
REVENUES:			
Net Sales	16.543	-	16.543
Less: Cost of Sales	10.938	-	10.938
Gross Profit	5.605	-	5.605
Other Income	134	10	144
Total	5.739	10	5.749
Less			
Selling, general & administrative expenses	3.267	462	3.729
Operating Profit	2.472	(452)	2.020
Financial Income/Expenses (Net)	15.592	(53)	15.539
Plus or Less exceptional items	(347)	347	-
Depreciation not included in operating expenses	3.262	(3.262)	-
Profit before taxes	14.455	3.104	17.559
Income taxes	(3.871)	(2.667)	(6.538)
Net profit	10.584	437	11.021

The accompanying notes and disclosures are an integral part of the Financial Statements.

Appendix

APPENDIX I RECONCILIATION OF FINANCIAL STATEMENTS BETWEEN GREEK GAAP AND IFRS (All amounts in thousands of Euro)

	Balance Sheet as of January 1, 2004		
	Greek GAAP	Difference	IFRS
ASSETS			
Non-Current Assets:			
Property, plant and equipment	277.731	212.925	490.656
Goodwill	320.906	314.086	(117.807)
196.279			
Intangible assets	17.682	(16.620)	1.062
Investments in associates accounted for using the equity method	0		
	2.204	(1.435)	769
Other investments	19.580	(6.757)	12.823
Guarantee deposits	2.257	0	2.257
Deferred income taxes	0	17.414	17.414
Total non-current assets	633.540	87.720	721.260
Current Assets:			
Inventories	76.625	(16.684)	59.941
Trade accounts receivable	107.682	(4.365)	103.317
Prepayments and other receivables	54.428	(610)	53.818
Other investments	10.762	0	10.762
Cash and cash equivalents	59.213	0	59.213
Total current assets	308.710	(21.659)	287.051
Total Assets	942.250	66.061	1.008.311
Equity			
Equity attributable to equity holders of parent			
Share capital	119.359	0	119.359
Paid-in surplus	91.452	0	91.452
Treasury shares	(55.420)	0	(55.420)
Accumulated deficit	5.832	(54.587)	(48.755)
Legal, tax free and special reserves	73.210	0	73.210
Other reserves	3.645	0	3.645
Government grants	2.262	(2.262)	0
	240.340	(56.849)	183.491
Minority interests	97.617	30.875	128.492
Total Equity	337.957	(25.974)	311.983
Non-Current Liabilities:			
Interest bearing loans and borrowings	339.739	0	339.739
Other long-term liabilities	4.649	(87)	4.562
Reserve for staff retirement indemnities	8	11.150	11.158
Government grants	0	9.864	9.864
Deferred income taxes	0	74.814	74.814
Total non-current liabilities	344.396	95.741	440.137
Current Liabilities:			
Trade accounts payable	93.522	(16)	93.506
Short-term borrowings	88.963	0	88.963
Current portion of long-term debt	1.887	0	1.887
Accrued and other current liabilities	46.185	4.101	50.286
Income taxes payable	23.106	(1.557)	21.549
Dividends Payable	6.234	(6.234)	0
Total current liabilities	259.897	(3.706)	256.191
TOTAL LIABILITIES AND EQUITY	942.250	66.061	1.008.311

The accompanying notes and appendices are an integral part of these consolidated financial statements.

APPENDIX I
RECONCILIATION OF FINANCIAL STATEMENTS BETWEEN GREEK GAAP AND IFRS
(All amounts in thousands of Euro)

	Balance Sheet, December 31, 2004		
	Greek GAAP	Difference	IFRS
ASSETS			
Non-Current Assets:			
Property, plant and equipment	278.427	205.158	483.585
Goodwill	320.906	(119.002)	201.904
Intangible assets	10.354	(9.561)	793
Investments in associates accounted for using the equity method	0	0	
	1.580	(996)	584
Other investments	17.724	(1.582)	16.142
Guarantee deposits	1.951	12	1.963
Deferred income taxes	0	3.332	3.332
Total non-current assets	<u>630.942</u>	<u>77.361</u>	<u>708.303</u>
Current Assets:			
Inventories	72.814	(11.261)	61.553
Trade accounts receivable	109.087	(4.783)	104.304
Prepayments and other receivables	57.280	(15.529)	41.751
Other investments	9.685	(5.641)	4.044
Cash and cash equivalents	76.870	1.918	78.788
Total current assets	<u>325.736</u>	<u>(35.296)</u>	<u>290.440</u>
Total Assets	<u>956.678</u>	<u>42.065</u>	<u>998.743</u>
Equity			
Equity attributable to equity holders of parent			
Share capital	119.359	0	119.359
Paid-in surplus	91.452	0	91.452
Treasury shares	(55.420)	0	(55.420)
Accumulated deficit	8.738	(38.114)	(29.376)
Legal, tax free and special reserves	80.006	0	80.006
Other reserves	6.420	(3.267)	3.153
Government grants	1.396	(1.396)	0
	251.951	(42.777)	209.174
Minority interests	99.224	31.454	130.678
Total Equity	<u>351.175</u>	<u>(11.323)</u>	<u>339.852</u>
Non-Current Liabilities:			
Interest bearing loans and borrowings	331.521	(69.336)	262.185
Other long-term liabilities	7.649	1.124	8.773
Reserve for staff retirement indemnities	8	11.695	11.703
Government grants	0	8.887	8.887
Deferred income taxes	0	42.802	42.802
Total non-current liabilities	<u>339.178</u>	<u>(4.828)</u>	<u>334.350</u>
Current Liabilities:			
Trade accounts payable	94.657	21	94.678
Short-term borrowings	78.657	0	78.657
Current portion of long-term debt	13.830	69.335	83.165
Accrued and other current liabilities	36.632	9.425	46.057
Income taxes payable	35.041	(13.057)	21.984
Dividends Payable	7.508	(7.508)	0
Total current liabilities	<u>266.325</u>	<u>58.216</u>	<u>324.541</u>
TOTAL LIABILITIES AND EQUITY	<u>956.678</u>	<u>42.065</u>	<u>998.743</u>

The accompanying notes and appendices are an integral part of these consolidated financial statements.

APPENDIX I
RECONCILIATION OF FINANCIAL STATEMENTS BETWEEN GREEK GAAP AND IFRS
(All amounts in thousands of Euro)

	Income statement as of December 31, 2004		
	Greek GAAP	Difference	IFRS
REVENUES			
Net sales	691.527	119	691.646
Cost of sales	(406.886)	(597)	(407.483)
Gross profit	284.641	(478)	284.163
Selling general and administrative expenses	(224.456)	(2.662)	(227.118)
Impairment of goodwill	0	(1.246)	(1.246)
Other income/expenses, net	8.948	1.672	10.620
Financial income/(expenses), net	(1.335)	(3.043)	(4.378)
Foreign exchange gains/ (losses), net	(594)	(594)	
Share of profit/(losses) of associates	(231)	45	(186)
Exceptional gains/(losses), net	(1.910)	1.910	0
Depreciation not included in operating expenses	(12.806)	12.806	0
PROFIT BEFORE INCOME TAXES	52.851	8.410	61.261
Income taxes	(30.911)	18.966	(11.945)
NET PROFIT FROM ORDINARY ACTIVITIES	21.940	27.376	49.316
Attributable to:			
Equity holders of the parent	34.926	3.153	31.773
Minority interests	17.925	382	17.543
	<u>52.851</u>	<u>3.535</u>	<u>49.316</u>

The accompanying notes and appendices are an integral part of these consolidated financial statements

APPENDIX I
RECONCILIATION OF EQUITY BETWEEN GREEK GAAP AND IFRS
(All amounts in thousands of Euro)

**"TABLE OF ADJUSTMENTS ON EQUITY FOR THE PERIODS 31/12/2004 AND 01/01/2004
BETWEEN GREEK GAAP AND INTERNATIONAL FINANCIAL REPORTING STANDARDS (IFRS)"**

(All amounts in thousands of Euro)	GROUP		COMPANY	
	31-12-04	01-01-04	31-12-04	01-01-04
Total equity as reflected in accordance with Greek GAAP	(351.175)	(337.957)	(298.269)	(294.585)
Adjustments	0	0	0	
Provision for staff leaving indemnities	11.695	11.130	1.572	1.394
Valuation of investments and securities	5.305	6.757	2.452	5.602
Valuation of investments consolidated under the equity method	996	1.435	0	0
Valuation of investments in subsidiaries	0	0	55.049	53.561
Revaluations of provisions and other accrued expenses	18.100	12.407	610	610
	<u>36.097</u>	<u>31.729</u>	<u>59.684</u>	<u>61.168</u>
Changes in accounting policies				
Write-off intangible assets not qualifying for recognition	9.270	16.199	690	3.911
Revaluations of assets at fair values and differences from depreciation rate	(198.777)	(210.327)	1.104	1.218
Impairment of goodwill	119.003	117.808	0	0
Reclassification of government grants	8.887	9.864	0	0
Account for deferred income taxes	39.470	57.400	(1.849)	(4.457)
Reversal of dividends declared	(6.902)	(6.090)	(6.902)	(6.090)
Accounting for leases	(1.823)	(1.012)	0	0
Write-off withheld taxes	4.884	4.703	4.834	4.654
Other adjustments	1.213	5.700	1.746	150
	<u>(24.774)</u>	<u>(5.754)</u>	<u>(377)</u>	<u>(614)</u>
Total adjustments	11.323	25.975	59.307	60.554
Total equity in accordance with IFRS	<u>(339.852)</u>	<u>(311.983)</u>	<u>(238.962)</u>	<u>(234.031)</u>

APPENDIX I
RECONCILIATION OF NET OPERATIONS BETWEEN GREEK GAAP AND IFRS
(All amounts in thousands of Euro)

(All amounts in thousands of Euro)	31-12-04	31-12-04
Profit after tax based on Greek GAAP	21.940	10.586
Adjustments		
Provision for staff leaving indemnities	(2.300)	(178)
Valuation of investments and securities	1.966	1.662
Revaluations of provisions and other accrued expenses	(1.615)	0
	(1.949)	1.484
Changes in accounting policies		
Write-off intangible assets not qualifying for recognition	6.929	3.245
Revaluations of assets at fair values and differences from depreciation rates	2.192	90
Impairment of goodwill	(1.246)	0
Reclassification of government grants	(388)	0
Account for deferred income taxes	(3.444)	(2.684)
Accruals for income from approved dividends	1.162	0
Reduction of deferred tax liability due to change of income tax rate	21.373	76
Other adjustments	2.747	(1.776)
	29.325	(1.049)
Total Adjustments	27.376	435
Profit after tax based on International Financial Reporting Standards	49.316	11.021

The accompanying notes and appendices are an integral part of these consolidated financial statements.

APPENDIX I SUBSIDIARIES OF DELTA HOLDING S.A AND TAX UNAUDITED YEARS PER COMPANY

1. The companies included in the consolidation are the following:

	Equity participation	Country of Incorporation	Unaudited years
Delta Dairy S.A.			
Delta Ice Cream S.A.			
General Frozen Foods S.A.	100,00%	Greece	2003-2005
Goody's S.A.	96,53%	Greece	2001-2005
Vigla S.A.	81,71%	Greece	2003-2005
Delta Food Holdings Ltd.	71,05%	Greece	2002-2005
Delta Food Participation & Investments Ltd.	100,00%	Greece	2003-2005
	100,00%	Cyprus	
	100,00%	Cyprus	
(b) Subsidiaries of Delta Dairy S.A.			
Eurofeed Hellas S.A.	100,00%	Greece	2003-2004
Charalambides Dairies Ltd.	54,90%	Cyprus	
(c) Subsidiaries of Delta Ice Cream S.A.			
Delta Bulgaria S.A.	75,81%	Bulgaria	2004
JSC Delta 6 S.A.	100,00%	FYROM	2001-2004
Delta International Holdings S.A.	100,00%	Luxembourg	
Delta Romania S.A.	75.70%	Romania	
Delyug S.A.	99.07%	Serbia	
Delfor Ltd.	100,00%	Montenegro	
(d) Subsidiaries of General Frozen Foods S.A.			
Alesis Confectionery S.A.	100,00%	Greece	2004
Agroteam EOD	100,00%	Bulgaria	
Uncle Stathis EOD	100,00%	Bulgaria	
Greenfood S.A.	20,00%	Greece	2003-2004

The accompanying notes and appendices are an integral part of these consolidated financial statements.

Appendix

1. The companies included in the consolidation are the following:	Equity participation	Country of Incorporation	Unaudited years
(e) Subsidiaries of Goody's S.A.			
Hellenic Catering S.A.	98.15%	Greece	2001-2005
Hellenic Food Service S.A.	87,06%	Greece	2001-2005
S. Nendos S.A.	31.41%	Greece	2000-2005
Balkan Restaurants S.A.	100,00%	Bulgaria	1999-2005
Naftios S.A.	94.70%	Greece	1999-2005
Gefsiplioia S.A.	51.00%	Greece	2003-2005
Paralia Café-Pâtisseries S.A.	82.59%	Greece	1999-2005
Harilaou Restaurants S.A.	51.00%	Greece	2003-2005
Marousi Restaurants S.A.	60.00%	Greece	2003-2005
Diastathmos Restaurants-Pâtisseries S.A.	99.25%	Greece	1999-2005
Endeka S.A.	100,00%	Greece	2003-2005
Kavala Restaurants S.A.	51.00%	Greece	2003-2005
Zefxi Restaurants-Pâtisseries S.A.	50,21%	Greece	2003-2005
Efkarpia Restaurants S.A.	50,13%	Greece	2003-2005
Panorama Restaurants S.A.	51.00%	Greece	2003-2005
Drama Restaurants-Pâtisseries S.A.	50.05%	Greece	2003-2005
Serres Restaurants-Pâtisseries S.A.	50.05%	Greece	2003-2005
Megara Restaurants-Pâtisseries S.A.	59,05%	Greece	2003-2005
Saranda S.A.	95,26%	Greece	2003-2005
HOLLYWOOD A.E. Restaurants-Pâtisseries S.A.	46,88%	Greece	2003-2005
Maliakos Restaurants S.A.	51,00%	Greece	2003-2005
Café Espresso S.A.	65.00%	Greece	2003-2005
Vrilisia Café-Pâtisseries S.A.	50.70%	Greece	2003-2005
Kifisia Café-Pâtisseries S.A.	50.10%	Greece	2004-2005
Athenian Café-Pâtisseries S.A.	90,25%	Greece	2003-2005
Exarchia Café-Pâtisseries S.A.	92,34%	Greece	2003-2005
Volos Coast Restaurants S.A.	50.01%	Greece	2003-2005
Pagrati Technical and Catering Company	100,00%	Greece	2002-2005
Eastern Crete Restaurants-Pâtisseries S.A.	60,00%	Greece	2004-2005
Veria Café-Pâtisseries S.A.	70,00%	Greece	2004-2005
Tembi Café-Pâtisseries S.A.	52,10%	Greece	2004-2005
GREENFOOD S.A.	58,89%	Greece	2003-2005
HELLENIC FOOD INVESTMENTS A.E.	50,10%	Greece	2003-2005
Neratziotissa. Restaurants S.A.	60,00%	Greece	-
TOGIAS CHRISTOS	72,50%	Greece	-

1. The companies included in the consolidation are the following:

	Equity participation	Country of Incorporation	Unaudited years
(f) Subsidiaries of Hellenic Food Investments S.A			
Zefxi Restaurants-Patisseries S.A.	50,13%	Greece	2003-2005
Hollywood Restaurants-Patisseries S.A.	46,88%	Greece	2003-2005
Restaurants Sygrou S.A.	70,00%	Greece	2002 - 2005
Pallini restaurants-Patisseries S.A	90,00%	Greece	2004- 2005

Associates consolidated under the equity consolidation method

	Equity participation	Country of Incorporation
Arma Investments S.A.	25,00%	Greece
Nea Makri Restaurants S.A.	30,00%	Greece
Aristotelous 27 Restaurants Patisseries S.A.	48,85%	Greece
Desmos Developments S.A.	30,00%	Greece
Café Halcyon S.A.	35,00%	Greece
VALTOP Holdings S.A. (Dodoni group of companies)	24,21%	Greece
Marina Zeas S.A.	50,00%	Greece

The accompanying notes and appendices are an integral part of these consolidated financial statements.

MANAGEMENT REPORT
BY THE BOARD OF DIRECTORS OF DELTA HOLDING S.A.
ON THE COMPANY'S FINANCIAL STATEMENTS FOR THE YEAR 2005
AND THE CONSOLIDATED STATEMENTS OF THE DELTA HOLDING GROUP S.A.

Dear Shareholders,

We are pleased to submit for your approval, pursuant to the law and the company's articles of association, the Financial Statements of the company and the Consolidated Financial Statements of the DELTA HOLDING Group for the year 2005, which have been compiled in accordance with the International Financial Reporting Standards, as adopted by the European Union. We hereby present you with our report on the activities of the company throughout the year, its financial position and the progress anticipated by the Board over the next few years.

The year 2005 was marked by several events of strategic significance for the progress and growth of the DELTA Group in future years. In pursuit of its primary objective of increasing value for shareholders and strengthening its position in the market, the company DELTA HOLDING S.A. proceeded to take a series of development measures intended to assist significantly in simplifying the capital structure of the Group and its ownership status.

Thus – in an attempt to simplify its structure and further increase profits per share – DELTA HOLDING S.A. undertook the following actions in the year 2005:

- It acquired the 30% stake held by the Danone Group in DELTA DAIRY S.A., thereby bringing to an end many years of cooperation and agreement between the shareholders of the two companies, securing complete control of its subsidiary and gaining absolute freedom to proceed to operational, tactical and strategic decisions as dictated by the new market conditions.
- It purchased the minority holding of Papastratos S.A. (10.5%) in GENERAL FROZEN FOODS S.A., increasing its stake in the subsidiary in question to over 80%.
- It sold its 12.68% holding in CHIPITA EAST EUROPE LTD. (CHIPITA international activities), formerly held by its subsidiary DELTA FOOD HOLDINGS LTD, to Chipita Participations Ltd., while preserving the cooperation in the Serbia Montenegro market at the distribution level.

Furthermore, in order to increase the transparency, free distribution and ease of trading of its stock, the company proceeded to convert its privileged shares into ordinary shares, to convert from bearer to registered shares and to dispose of 16.8% of the shares in DELTA HOLDING S.A. held by its subsidiary DELTA FOOD PARTICIPATIONS & INVESTMENTS LTD to – mainly – foreign institutional investors.

DELTA HOLDING S.A. also launched significant development initiatives, through its subsidiaries, in the various sectors where the company is engaged, thereby succeeding in many cases in re-defining the market.

Thus, in the dairy products sector, the launch by the subsidiary DELTA DAIRY S.A. of its New Generation Condensed Milk allowed it to penetrate into the condensed milk market giving the company a presence in all areas of the white milk market. But the securing of first place in the market in question was due to the signing of a non-binding Memorandum of Cooperation between NESTLE HELLAS SA and DELTA DAIRY S.A., which covered the transfer to the DELTA Group of VLACHAS condensed milk production, including the products sold under the brand name VLACHAS, the Nestlé Hellas facility at Platy, Imathia, and the Nestlé Hellas milk zone in northern Greece.

Another of the development initiatives taken by DELTA HOLDING S.A. was the listing on the London Stock Exchange (specifically the Alternative Investment Market, AIM) of shares in the company Charalambides Dairies Plc, a subsidiary of DELTA DAIRY S.A., thereby allowing the Cypriot dairy company access to new capital.

In other areas, the company continued its drive for growth, with Goody's S.A. focusing on ongoing restructuring, upgrading of its network and enhancing of its menu, and with General Frozen Foods S.A. seeking to market innovative high-added-value products and to improve its productivity.

FINANCIAL POSITION – RESULTS

The main elements of the Group's Financial Statements, as well as the accounting rules applied by the Group, are described in detail in the notes on the financial statements which form an integral part of those Statements. It should be noted that 2005 was the first year in which the statements were drawn up using the International Financial Reporting Standards. Specifically, consolidated sales amounted to € 694.4m compared with €691.6m in the previous year, while pre-tax, interest and depreciation profits (EBITDA) amounted to €120.1m, compared with €105.4m in 2004, a rise of 14%. Consolidated profits before tax (EBIT) amounted to €86.4m, an increase of 30% (from €66.4m) over the same period.

In respect of improving the financial structure of the Group, extending the term of its overall liabilities and securing the lowest possible costs, DELTA HOLDING S.A. successfully completed its €390m programme of re-financing the Group's borrowing. The company took the step – unprecedented in the Greek market – of issuing a loan bond (€190m), over a period of 7 and 10 years, on the US private placement market, and another loan bond (€200m), for a five-year period, which was taken up by the Greek and European banking market.

PROSPECTS FOR 2006

The year 2006 began with the taking of a number of highly significant decisions, which radically change the current structure of the DELTA Group. Specifically, DELTA HOLDING S.A. proceeded to agree the sale of its ice cream sector to Nestlé, and a merger with Chipita International S.A. and its main subsidiaries (Delta Dairy S.A., General Frozen Foods S.A. and Goody's S.A.), thereby moving into an dynamic new phase with important opportunities for expansion into new product markets and new geographical regions.

Finally, with its new structure in place DELTA HOLDING S.A. will continue its strategy of strengthening free cash flows, improving profit margins, boosting market shares and increasing efficiency – all in order to achieve higher share value.

CORPORATE GOVERNANCE

In the contemporary business environment, the value of a company is one of the most important parameters in its growth, since it has a decisive effect on the market's confidence in the company. As we seek to maximize this value for the sake of shareholders and stakeholders, Corporate Governance plays a vital role in the Group, occupying a key position in the business' operating framework.

Sound, consistent and responsible Corporate Governance steers the daily practice of the Group in all its aspects, as well as relations between shareholders, administration and all those affected by the operations of the business – workforce, customers, suppliers, associates etc., in all the countries and all the sectors of activity where DELTA is engaged.

This objective is achieved through the development and adoption of principles consistent with the relevant local legislation, provisions and regulations, applying the best practices and audit standards in place in the international business and financial community – while retaining at all times the essential flexibility enabling the Group to adjust to new conditions and developments.

Dedicated to the goal of transparency and efficiency in the management of the Group, DELTA now has an organized system of Corporate Governance which covers the composition and definition of clear powers and responsibilities of the Board, the various committees and divisions, as well as corporate procedures across the whole range of its activities.

More precisely, on the basis of Law 3016/2002 and the Capital Market Commission Regulation 5/204/14.11.2000, the principles of Corporate Governance determine:

- The composition of the Board of Directors
- Respect for and protection of shareholders, and all those interacting with the company
- Ongoing identification and elimination of inherent business risks
- Reliability of all information communicated

DIVIDEND POLICY

Bearing in mind the Group results for the year 2005, the Board will recommend to the AGM a dividend of €0.17 per share. It should be noted that the per share dividend is the same as in 2004, but in overall terms is increased by €668,000 following the increase in share capital generated by the conversion of convertible bonds into shares. It should also be reminded that the dividend policy of the company is directly linked to its growth strategy and, by extension, with its needs in terms of capital.

Athens, 9 March 2006

The Chairman of the Board of Directors

Dimitris Daskalopoulos

DELTA IS INDEPENDENT TO PROCEED TO ITS NEXT DYNAMIC ACTIONS

BUY-OUT AGREEMENT FOR DANONE'S PARTICIPATION

The DELTA Holding management announces the completion of an agreement with Danone by which DELTA Holding acquires the Danone Group's participation in Delta Dairy S.A., which comes up to the 30% of the share-capital of the subsidiary in question, while it also announces the termination of the cooperation agreement and the shareholders agreement between the two companies. The net cost of this transaction comes up to 46 mio euros. A constructive partnership of approximately 15 years from which both sides have largely benefited, comes thus to an end. Today, nevertheless, the strategic goals of both Groups do not match anymore. This enforced the taking-up of initiative by DELTA in buying-out Danone's participation and terminating the licensing agreement. Delta Holding, as the principal shareholder of the 100% of Delta Dairy, holds, in this way, the absolute freedom to proceed with operational, tactical and strategic decisions as these are dictated by the new conditions in the Greek and European market, as well as by the international economic conditions.

This morning the management of Delta Holding S.A. announced to the Athens Stock Exchange that it has signed a Heads of Agreement for the acquisition of the Danone Group's minority participation of 30% in Delta Dairy S.A. Delta Holding will now increase its ownership percentage from 70% to 100% and thus, it will hereafter have the full possession and control of Delta Dairy. The net sum of this transaction for Delta Holding comes up to 46 mio euros.

This decision represents a significant positive step in Delta Holding's strategy to actively manage its portfolio of businesses for value.

The Transaction

The planned transaction includes:

- The acquisition by Delta Holding of the 30% share-capital of Delta Dairy that belonged until today to Danone for a sum agreed for this transaction at the amount of 62 mio euros.
- The interruption of the commercial and distribution activities held by Delta Dairy for Danone's products "Danette", "Danonito" and "Actimel", for which Delta Dairy will receive approximately 16 mio euros. This activity represents the 4,6% of the consolidated turnover of DELTA Dairy (€16.2 mio in 2004) and 2.3% of the DELTA Holding Group turnover. Delta Dairy will continue to distribute the three imported products of Danone (Danette, Danonito and Actimel) until the end of 2005.

The Licensing and Technical Assistance Agreements in force between the two companies, as well as the Shareholders Agreement will also be terminated.

The final agreements for the realization of the above are expected to be finalized within the next months and will materialize within the coming year.

The Funding

The funding of the above transaction will be covered either through the Group's existing cash flow capacity or through the existing capacities of a short-term loan. The level of the DELTA Holding cash flows looks directly into the increased dividends coming from Delta Dairy due to the increase of its participation and the drop in the expenses of the dairy company with a saving of reimbursements from the royalties that were paid until now to Danone.

The net cost of this transaction is judged as particularly satisfactory with relation to the real value of DELTA Dairy taking into account the dynamic potential and the prospects of the splintered-off dairy products sector in Greece.

DELTA Dairy Today and in the Future

DELTA Dairy now possesses the freedom to pursue a new form of leadership by undertaking initiatives in the Greek dairy sector and with regard to the inevitable evolutions brought about by the intensity of competition. Consolidation is an

almost permanent feature of the European landscape that Greece is increasingly a part of. Strong economies are those that possess the institutional environment and businesses that recognize and favour the process of consolidation.

DELTA Holding is increasing its investment in a strong Greek company with a European potential, DELTA Dairy S.A. The success of DELTA Dairy is based on the strong branded products it possesses in all important dairy branded categories: Milk, Milk drinks, Yoghurt, Fresh Juice and Cheese. In 2004 its sales were 350 mio euros, with an EBITDA of 45 mio euros and with Free Cash Flows of 18 mio euros. The initial estimates for 2005 suggest improved performance.

The Group's Perspective

The disentanglement agreement improves the capacities of Delta Dairy to compete successfully with the largest players that have already progressed into the path of consolidation and operate in Europe and Greece. In parallel, it improves on its capacity to pursue more speedily a broader leadership position in South-East Europe and in the dairy sector.

Delta Holding has benefited from its partnership with Danone during the last 12 years. The decision made to enter this partnership in 1993 given the pursued strategies and the market circumstances at the time, was equally correct with the decision that is consciously taken today to exit this partnership in light of today's situation and future prospects. In every time one should make the right decision for the future, with no hesitation. The duty we have towards our shareholders, our suppliers, our clients and our employees do not allow us to ignore the opportunities.

The restructuring of the Group that took place in the end of the 1990s, as well as the rest of the organizational and management moves that followed, always had one goal: our development through the preservation and growth of our leading position in the Greek market as well as our distinction as one of the strongest leaders of the broader geographic area. This is the strategic goal we intend to realize today and for this reason we need the freedom required to take advantage of the opportunities and the swiftness and flexibility to make decisions.

February 15, 2005

ANNOUNCEMENT

DELTA HOLDING S.A. acquires full control of DELTA DAIRY S.A.

The Management of DELTA HOLDING S.A. hereby announces attainment of initial agreement with the Danone Group to acquire its minority holding (30%) in DELTA DAIRY S.A. and to terminate relations between the two groups in return for a total of € 46 million.

After the agreement is signed DELTA HOLDING S.A. will own 100% of shares in DELTA DAIRY S.A.

The final agreement is expected to be signed over the forthcoming months.

Press representatives will be briefed today at a press conference to be held by Management of DELTA HOLDING S.A. at 12:00 hours.

Attached is a summary of the press release which will be distributed to journalists. The full text will be available after the end of the press conference.

15 February 2005

SUMMARY OF PRESS RELEASE

Management of DELTA HOLDING announces that agreement has been reached with Danone as part of which DELTA HOLDING will acquire the DANONE Group's holding in DELTA DAIRY S.A. which stands at 30% of the share capital in that subsidiary and the cooperation agreement and shareholders agreement between the two companies will be terminated. The net price for this

transaction is € 46 million. This brings to an end a constructive partnership of around 15 years from which both sides reaped major benefits. Today, however, the strategic targets of the two Groups now longer coincide, which explains why DELTA took the initiative to acquire Danone's holding and to bring the commercial partnership to an end. As 100% shareholder in DELTA DAIRY, DELTA HOLDING will be completely at liberty to make operational, tactical and strategic decisions based on the new conditions in the Greek and European market and the global economy.

15 February 2005

INCREASE IN PROFITS BY 32.6% IN 2004 FOR DELTA GROUP

In 2004, Delta Group sales reached € 691.5 mio vs. € 684.5 mio in 2003. It is worth mentioning that the Group –through the diversification of its activities– managed to offset the drop in ice cream sales by 12.8% resulting from the adverse weather conditions prevailing in SE Europe.

The Group's targets regarding the improvement in the operating cost, the limitation in administrative expenses, the generation of economies of scale and the increase in free cash flows which reached close to € 40 mio in 2004, have been achieved successfully, contributing to the reduction in net debt by € 24.2 mio.

Particularly:

- The gross profit margin increased by 2.7 units reaching 41.2% vs. 38.5% in 2003,
- The operating earnings before interests and taxes (EBIT) increased by 13.7% to € 69.1 mio from € 60.8 mio in 2003,
- Earnings before interests, taxes, depreciation and amortization (EBITDA) presented an increase of 8.4% and amounted to € 109.3 mio vs. € 100.9 mio in 2003.

Earnings before tax and minority rights amounted to € 52.9 mio vs. € 39.9 mio in 2003, recording an increase of 32.6%. It is mentioned that total depreciation does not include the amortization of goodwill which amounts approximately to € 8.4 mio, thus making the financial statements comparable under IFRS (International Financial Reporting Standards). The above increase in profits came from the improvement in both the efficiency and the financial management during 2004 and the decrease in Group's depreciation expenses.

The sales of the parent company Delta Holding S.A. in 2004 remained at same levels of those of the previous fiscal year and amounted to € 16.5 mio. Earnings before taxes reached € 14.5 mio, recording an increase of 8.4% compared to 2003. The proposed dividend amounts to € 0.17 per share, an increase of 13.3% vs. the previous year.

It is noted that certain amounts in the financial statements of the Group have been adjusted in order for them to be comparable in view of the implementation of the International Financial Reporting Standards (IFRS). Hence, the consolidation differences of € 160.2 mio, coming from the consolidation of the Group's companies, were incorporated under "other intangible assets" in 2004. Furthermore, the shares of the parent company held by its subsidiary, were recorded as "treasury shares" under "shareholders' equity" in view of the implementation of the IFRS.

According to the management, there will not be any significant differences, as a result of the implementation of the IFRS to Delta Group.

Finally, Delta Group will publish its financial statements according to the International Financial Reporting Standards (IFRS) as per the current law requirements.

February 25, 2005.

ANNOUNCEMENT

INTENDED CORPORATE TRANSACTIONS SCHEDULE

of the company with the corporate name DELTA HOLDING S.A.

DELTA HOLDING S.A., whose shares are an underlying security for stock futures and the FTSE/ASE Mid 40 index on which it is listed, would like to notify the following points in line with Article 277(2)(c) and (2)(d) of the Athens Exchange Regulations:

- a) Ex dividend date for the 2004 accounting period will be between 20 June 2005 and 14 July 2005, in other words before the maturity date of the relevant stock futures which is 15 July 2005.
- b) The Annual Ordinary General Meeting is expected to be held within the first 10 days of June 2005 and payment of dividends for the 2004 accounting period is expected to commence between 1 July and 14 July 2005.

Note that the dates in point (b) above are indicative and not binding on the company.

28 February 2005

DELTA GROUP'S PRESENTATION TO THE UNION OF INSTITUTIONAL INVESTORS

Mr. Pandeli Economo, Delta Group's CFO and the Financial Managers of the Group's subsidiary companies, Messrs Nikos Zogopoulos (DELTA ICE CREAM S.A.), Nikos Markopoulos (GOODY'S S.A. Group) and Stavros Sklavakis (GENERAL FROZEN FOODS S.A.) presented the DELTA Group's financial results for 2004 as well as their strategy and their targets for the coming three year period to the Union of Institutional Investors.

The DELTA Group consists of 56 companies with a turnover of € 691 million and with a presence abroad covering over 10% of its turnover. In 2004 the gross profit margin grew by 2.7% to 41.2% and the EBITDA margin by 1.1% to 15.8% over 2003, while debt fell by € 24 million. These results were achieved by the policy of improving operating costs, cutting down on management expenses, exploitation of economies of scale and the growth in cash flows which exceeded € 40 million. It should also be noted that operating profits before taxes and interest (EBIT) grew by 13.7% to € 69.1 million and profits before taxes and minority interest reached € 52.9 million vs. € 39.9 in 2003, thereby achieving a 32.6% growth.

With reference to the following years' prospects, the Group's executives stressed that their strategy was based on the following points: the increase in returns from the companies, the achievement of efficient intra-company operations, the achievement of synergies, the exploitation of opportunities for growth through buy outs, mergers and sale of holdings and the enhancement of the brand name portfolio.

On this basis, the targets for the three year period are to increase share value and financial added value, and the means by which these targets shall be achieved are the adoption of organic growth and the development of new activities, the improvement of operating costs and return on capital. On this basis a growth in cash flows and a fall in debt shall be achieved so that by the end of the coming three year period the net debt to EBITDA ratio shall be under 2.75 and leverage (liabilities to net worth) shall be under 1.

March 18, 2005.

PRESENTATION OF THE DELTA GROUP TO THE ASSOCIATION OF INSTITUTIONAL INVESTORS

The financial results for 2004 as well as the DELTA Group's strategy and targets for the next three years were presented to the Association of Institutional Investors by Group Financial Manager, Mr. Pandelis Ikonomou, along with the financial managers of the Group's subsidiaries DELTA ICE CREAM S.A., Mr. Nikos Zogopoulos, the GOODY'S GROUP, Mr. Nikos Markopoulos, and, GENERAL FROZEN FOODS S.A, Mr. Stavros Sklavakis.

The DELTA Group is comprised of 56 companies with a turnover in the order of € 691 million and a presence abroad which accounts for more than 10% of its turnover. In 2004, compared to 2003, the gross profit margin rose by 2.7% to 41.2% and EBITDA by 1.1% to 15.8%, while net borrowing dropped by € 24 million. These developments were the result of a policy to improve operating costs, squeeze down administrative costs, exploit economies of scale and increase free cash flows which were in excess of € 40 million. It should also be noted that earnings before interest and tax (EBIT) rose by 13.7% to € 69.1 million and EBT and minority interests reached € 52.9 million compared to € 39.9 million in 2003, a rise in the order of 32.6%.

Referring to the prospects in the years ahead, the Group executives stressed that strategy was based on the following points: increasing company efficiency, ensuring effective in-house operations, achieving synergies, exploiting opportunities for development and growth via acquisitions, mergers and sales of holdings and bolstering the portfolio of corporate brands.

With this in mind, the three-year targets are to increase share value and financial added value, and the means adopted to achieve these targets are organisational re-engineering, development of new activities and improvements with regard to operations, costs and return on capital. From this perspective, an increase in free cash flows will be achieved coupled with a reduction in borrowing so that at the end of the three-year period the new debt/EBITDA ratio will be less than 2.75 and the debt/equity ratio will be below 1.

18 March 2005

ADVANCE NOTICE OF TRANSACTIONS

(Article 10 of Hellenic Capital Market Commission Board of Directors' Decision No. 5/204/14.11.2000)

A. PARTICULARS OF NOTIFYING SHAREHOLDER

Natural Person:

Name-Surname:

Father's name:

Legal entity:

Corporate name: DELTA HOLDING S.A.

B. PARTICULARS OF COMPANY/SHARES

Company name: GENERAL FROZEN FOOD S.A.

Class of shares (Ordinary/Preference): REGISTERED PREFERENCE SHARES

Acquisition/ Assignment of Rights: ACQUISITION

C. CURRENT % HOLDING OF NOTIFYING SHAREHOLDER IN COMPANY SHARE CAPITAL

Holding: 70.3% (direct and indirect holding)

D. TRANSACTION(S) PARTICULARS

Type of transaction (purchase - sale): PURCHASE

Volume of transactions sought (lots): 226,342

As a % of all shares: 1.95%

As a % of all preference registered shares: 37.95%

Time period for transactions:

From: 04.04.2005

To: 11.04.2005

ATHEX member(s) via which transactions will be carried out:

1. P & K SECURITIES

Comments / clarifications: Based on the agreement with PAPASTRATOS CIGARETTES S.A., DELTA HOLDING S.A. will acquire the following package via these transactions:

A. The above registered preference shares at a price of € 5.50 per share and

B. 993,417 ordinary registered shares from the same issuer at a price of € 5.50 per share. In order to acquire the ordinary registered shares a separate advance notice, in line with Article 10 of Hellenic Capital Market Commission Decision No. 5/204/14.11.2000, will be made.

Date: 01.04.2005

Notifying Shareholder's signature Investment Firm representative's signature

* This specimen form may be used both for the initial declaration of intent and where that intention changes as specified in paragraph 2 of the said article.

1 April 2005

DELTA HOLDING S.A.

Companies Reg. No. 1154/06/B/86/39

INVITATION TO THE EXTRAORDINARY GENERAL MEETING OF SHAREHOLDERS

In line with law and Articles 10 and 11 of the Company's Articles of Association, the shareholders who are holders of unregistered preference shares are invited to attend an Extraordinary General Meeting on Wednesday, 27 April 2005 at 9:00 hours in the Boardroom of the ATHENS IMPERIAL Hotel at the following address: the junction of 1 Achilleos St. & Megalou Alexandrou St., Karaiskaki Sq. GR-10437, ATHENS.

ITEMS ON THE AGENDA:

1. Conversion of shares in the company from unregistered to registered
2. Conversion of the 11,501,759 non-voting preference shares in the company with a nominal value of € 2.94 each into 11,501,759 ordinary voting shares with a nominal value of € 2.94 each.
3. Amendment of Articles 5 and 6 of the Articles of Association and codification of the Articles of Association into a single text.

Shareholders wishing to participate in the Extraordinary General Meeting should block all or part of their shares, if not contained in a special account, via their operator, and obtain a share blockage certificate which should be lodged with the company (59 Panepistimiou St., Athens, Tel.: 210-3215784, 210-3217155), at least five (5) days before the date set for the said Meeting.

If shares are located in a special account, they should be blocked by submitting a declaration to that effect to the Central Securities Depository S.A. for all or part of the shares, and shareholders should obtain a share blockage certificate from the CSD which should be lodged with the company (59 Panepistimiou St., Athens, Tel.: 210-3215784, 210-3217155), at least five (5) days before the date set for the said Meeting.

Athens, 4 April 2005

THE BOARD OF DIRECTORS

K4-01-071

NOTIFICATION OF TRANSACTIONS

(Article 8 and Circular 10 of Hellenic Capital Market Commission Board of Directors' Decision No. 5/204/14.11.2000)

A. PARTICULARS OF NOTIFYING SHAREHOLDER

Natural Person:

Name-Surname:

Father's name:

Legal entity: YES

Corporate name: DELTA FOOD PARTICIPATIONS & INVESTMENTS (CYPRUS) LIMITED

Relationship between entity and the Company: 100% subsidiary

B. PARTICULARS OF COMPANY/SHARES

Company name: DELTA HOLDING S.A.

Class of shares (Ordinary/Preference): ORDINARY UNREGISTERED SHARES

C. TRANSACTION(S) PARTICULARS

Type of transaction (purchase - sale): Sale

Volume of transactions sought (lots): 450,000 (four hundred and fifty thousand)

Time period for transactions:

From: 11.04.2005

To: 18.04.2005

ATHEX member(s) via which transactions will be carried out: P & K SECURITIES

Comments / clarifications:

Date:

08/04/2005

Notifier's Signature

Delta Holding S.A.'s Extraordinary General Assembly votes to convert preferred shares to common

The Extraordinary General Assemblies of the DELTA HOLDING S.A.'s common & preferred shareholders were held in Athens in April 27, 2005.

In the Extraordinary General Assembly of the common shareholders, shareholders representing 77,31% of the company's total common stocks were represented whereas in the case of the preferred shareholders, the percentage of the company's total preferred stocks represented was 75,99%.

As a result, the above Extraordinary General Assemblies decided and unanimously approved all the issues on the agenda. Particularly they decided:

- The conversion of the company's shares from unregistered to registered,
- The conversion of the 11,501,759 preferred without voting rights company shares of nominal value € 2,94 each to 11,501,759 common with voting rights shares of nominal value € 2,94 each, and
- The change of the relevant with the above Articles of Incorporation

The above decisions are part of the company's policy and its Group for the reorganization of intra-group relations, the simplification of its capital structure, effective decision making and reinforcement of the corporate governance mechanisms.

The completion of the above corporate actions will be realized, on the one hand following the approval from the Ministry of Development to be recorded in the Companies' Registrar ("MAE") and on the other hand, following the approvals and actions of the ASE as well as the Central Shares Depository for which there will be relevant, up-to-date announcements by the company.

April 27, 2005.

Sirs,

Following the end of the Extraordinary General Meetings of holders of ordinary and preference shares in the company on 27.4.2005 at which the following items were discussed:

1. Conversion of shares in the company from unregistered to registered
2. Conversion of the 11,501,759 non-voting preference shares in the company with a nominal value of € 2.94 each into 11,501,759 ordinary voting shares with a nominal value of € 2.94 each.
3. Amendment of Articles 5 and 6 of the Articles of Association and codification of the Articles of Association into a single text.

Please be informed that:

1. In relation to the first item on the agenda, it was unanimously decided by ordinary quorum and majority in accordance with Article 14 of the company's Articles of Association (Article 29(1) and (2) and Article 31(1) of Codified Law 2190/1920 as in force), and in particular 77.31% of ordinary shares and 75.99% of preference shares, to convert both ordinary and preference shares in the company from unregistered to registered shares.
2. In relation to the second item on the agenda it was unanimously decided to convert the 11,501,759 non-voting preference shares in the company with a nominal value of € 2.94 each into 11,501,759 ordinary voting shares with a nominal value of € 2.94 each.
3. In relation to the third item on the agenda, it was unanimously decided to amend Articles 5 and 6 of the Articles of Association in relation to the above decisions of the Extraordinary General Meetings on items 1 and 2 of the agenda.

Lastly, we would inform you that these decisions will be given full effect within 20 days as required by Decision 57 of the ATHEX Board of Directors where, of course, the necessary approvals have been obtained in due time from the Ministry of Development.

Yours faithfully,

Nikolaos Kappas
Group Accounting Manager

27 April 2005

PRESS RELEASE

DELTA HOLDING S.A. would like to clarify the following points in relation to the press release issued by ATHEX concerning additional financial information:

For companies listed on ATHEX, pursuant to law, the Greek Accounting Standards (GAS) will necessarily be replaced by the International Accounting Standards (IAS) from 2005 onwards.

The IAS depict the actual financial status of companies and rightly replace the GAS. In June 2005 companies listed on ATHEX will publish quarterly financial statements for 2005 comparable to those for 2004 on the basis of the IAS.

The DELTA Group considers that publication of 'adjusted' data issued by ATHEX, particularly on the eve of publication of the IAS data, generates erroneous impressions and gives grounds for extreme articles to be written. That is because the accounting adjustments made -taking into account the comments of the certified auditors- were made on the basis of the GAS which will no longer apply for 2005. Moreover, these comments have already been published in the Company's balance sheets and therefore have been available to investors for some time now.

In relation to the correct depiction of its financials, DELTA HOLDING S.A. would point out that:

- The adjusted results and equity of the DELTA HOLDING Group presented in Decision 42 under no circumstances reflect the Group's actual financials determined based on the IAS.
- The process of preparing for the IAS had been completed from the end of 2003 and a major part of the IAS adjustments were already presented in the Balance Sheet dated 31.12.2004 so as to make the transition easier.
- Despite not being legally obliged to do so, the DELTA Group will publish the balance sheet dated 31.12.2004 in line with the IAS during May 2005.
- This balance sheet shows that, after full adaptation to the IAS, there are no major differences in net worth and in fact Group results will be higher than those presented in the published balance sheet dated 31.12.2004.

3 May 2005

DELTA HOLDING S.A. announces that the Extraordinary General Meetings of ordinary and preference shareholders held on 27.4.2005 decided to convert all 11,501,759 unregistered preference shares in the company into ordinary unregistered shares and all 40,598,268 ordinary unregistered shares into ordinary registered shares.

In its decision No. K2 5426/5.5.2005 the Ministry of Development approved the amendment to Articles 5 and 6 of the company's Articles of Association necessitated by this conversion.

The Board of Directors of ATHEX, meeting on 12.5.2005, issued Decision No. 20130/13.5.2005 approving listing of the new ordinary registered shares which resulted from the conversion for trading. Consequently, the last date for trading of existing unregistered ordinary and preference shares in the company on ATHEX is 17.5.2005. From the next working day, 18.5.2005, until 24.5.2005 the 29,069,509 ordinary unregistered shares and 11,501,759 unregistered preference shares will not be traded so as to be converted to an equal number of ordinary registered shares.

The 40,598,268 new ordinary registered shares with voting rights in the company will be re-listed for trading on 25.5.2005.

13 May 2005

POSITIVE EFFECT FROM THE IMPLEMENTATION OF IFRS ON DELTA GROUP FINANCIALS WITH FYE 2004

Delta Group announces today its financial results for FYE 2004 in accordance with IFRS (International Financial Reporting Standards), thus maintaining its commitment towards the financial community. It is stressed that this is done while it is not committed legally in doing so, since according to the law, first time IFRS implementation is required for the financials of Q1 2005.

Appendix

As such, under IFRS, which will be the Accounting Standards applicable to all listed companies from now on, the main figures for the Group are as follows:

- Sales of Delta Group amount to € 691million unchanged vs. the published financial results under Greek Accounting Standards (Greek G.A.A.P).
- EBITDA (Earnings Before Interest, Taxes, Depreciation and Amortization) amount to € 105.4 million vs. € 109.3 million under Greek G.A.A.P.
- Earnings Before Taxes amount to € 61.2 million vs. € 52.8 million under Greek G.A.A.P.
- Net worth of the Group amounts to € 344 million vs. € 351 million under Greek G.A.A.P.

Analytically, the Financial Statements together with the accompanying financial notes are available on DELTA Group's website: www.delta.gr.

May 19, 2005.

NAME OF ISSUER: DELTA HOLDING S.A.

NAME – SURNAME OR CORPORATE NAME OF NOTIFIER:			DIMITRIS DASKALOPOULOS				
TEL., FAX, EMAIL FOR DIRECT CONTACT:			210 349 4444, dad@delta.gr				
HOME ADDRESS OR REGISTERED OFFICES			3 KERKYRAS ST., TAVROS GR-17778				
RELATIONSHIP BETWEEN NOTIFIER AND COMPANY (shareholder, member of board, Managing Director, General Manager)			Shareholder, Chairman of BoD				
REASON FOR ACQUISITION/ ASSIGNMENT (e.g. purchase, sale, share capital increase, pledge, merger, public offering, debenture conversion, inheritance, etc.)			CONVERSION OF PREFERENCE SHARES TO ORDINARY SHARES				
DATA OF CHANGE IN HOLDING / TRANSACTION:			25 May 2005				
LEVEL OF DAILY TRANSACTIONS			(> 293.470,286 €)				
			BEFORE CHANGE			AFTER CHANGE	
	DIRECT	INDIRECT	TOTAL	DIRECT	INDIRECT	TOTAL	
% WITH VOTING RIGHTS	23,64%	29,40%	53,04%	18,75%	21,29%	40,04%	
NO. OF SHARES WITH VOTING RIGHTS:	6.879.025	8.555.135	15.434.160	7.613.451	8.642.845	16.256.296	
% OF SHARE CAPITAL	18,75%	21,29%	40,04%	18,75%	21,29%	40,04%	
	ORDINARY	PREFERENCE		PREFERENCE	TOTAL		
	SHARES	VOTING SHARES		NON-VOTING SHARES			
TOTAL NO. OF SHARES PER CATEGORY	15.434.160	0	822.136	16.256.296	16.256.296	16.256.296	
Article 7 notification case	NAME – SURNAME OF THIRD PARTY			% WITH VOTING RIGHTS			
				BEFORE CHANGE		AFTER CHANGE	
Article 8 notification case	NAME OF CONTROLLED ENTERPRISES			% WITH VOTING RIGHTS			
				BEFORE CHANGE		AFTER CHANGE	
TRANSFER OF VOTING RIGHTS FROM/TO FAMILY MEMBERS							
TRANSFER OF VOTING RIGHTS FROM/TO AFFILIATES							

26 May 2005

PRESS RELEASE

The board of directors of «DELTA HOLDING S.A.» further to its press release dated 15/02/2005 announces that the acquisition from «DELTA DAIRY S.A.» of 30% of its shares, sold by the French company «Compagnie Gervais Danone» was completed yesterday and therefore «DELTA DAIRY S.A.» is now a 100% subsidiary of «DELTA HOLDING S.A.».

May 27, 2005.

In its letter dated 26.5.2005 to ATHEX, the company DELTA HOLDING S.A. announced a change in the percentage holding of Mr. Dimitris Daskalopoulos in the share capital of DELTA HOLDING S.A. as follows: Corporate name of listed company: DELTA HOLDING S.A. Notifier: Dimitris Daskalopoulos Relationship between notifier and the Company: Shareholder and Chairman of the Board of Directors. Reason for Acquisition/ Assignment: Conversion of preference shares to ordinary shares. Date of change in holding: 25.5.2005

Change in holding: a) Direct. Percentage of voting rights before the change: 23.64%, after the change: 18.75%. No. of shares with voting rights before the change: 6,879,025, after the change, 7,613,451 and b) Indirect. Percentage of voting rights before the change: 29.40%. After the change: 21.29%. No. of shares with voting rights before the change: 8,555,135, after the change, 8,642,845.

Total no. of notifier shares per class before conversion: 15,434,160 ordinary shares (53.04%) and 822,136 non-voting preference shares. Total no. of notifier shares per class after conversion: 16,256,296 ordinary shares (40.04%). Date on which notice of change in holding was submitted to ATHEX: 26.05.2005

30 May 2005

DELTA HOLDING S.A.

Companies Reg. No. 1154/06/B/86/39

INVITATION TO THE ORDINARY GENERAL MEETING OF SHAREHOLDERS

In line with law and Article 10 of the Company's Articles of Association, shareholders who are holders of ordinary registered shares are invited to attend an Ordinary General Meeting on Wednesday, 29 June 2005 at 13:30 hours at the Benaki Museum Pireos Building at the following address: junction of 138 Pireos St. & Andronikou St., Athens

ITEMS ON THE AGENDA:

1. Submission and approval of financial statements for 2004 as well as the relevant reports from the Board of Directors and certified auditor.
2. Release of members of the Board of Directors and Certified Auditor of all manner of liability to pay compensation for management of the company and its financial statements during 2004.
3. Election of certified auditors for 2005
4. Election of new Board of Directors
5. Approval of remuneration of members of the Board of Directors
6. Granting of permission in line with Article 23(1) of Codified Law 2190/1920 to members of the Board of Directors and company managers to participate in the Boards of Directors, establishment or management of other companies which seek similar objectives.
7. Approval of contracts with Group affiliates.
8. Miscellaneous announcements.

Shareholders wishing to participate in the Ordinary General Meeting should block all or part of their shares, if not contained in a special account, via their operator, and obtain a share blockage certificate which should be lodged with the company (59 Panepistimiou St., Athens, Tel.: 210-3215784, 210-3217155), at least five (5) days before the date set for the said Meeting.

If shares are located in a special account, they should be blocked by submitting a declaration to that effect to the Central Securities Depository S.A. for all or part of the shares, and shareholders should obtain a share blockage certificate from the CSD which should be lodged with the company (59 Panepistimiou St., Athens, Tel.: 210-3215784, 210-3217155), at least five (5) days before the date set for the said Meeting.

Athens, 6 June 2005

THE BOARD OF DIRECTORS

In its letter dated 13.06.05 to ATHEX, the company DELTA HOLDING S.A. announced a change in its percentage holding in the share capital of DELTA ICE CREAM S.A. as follows: Corporate name of listed company: DELTA ICE CREAM S.A.

Notifier: DELTA HOLDING S.A. Relationship between notifier and the Company: Shareholder. Reason for Acquisition/ Assignment: Purchase of ordinary shares. Type of transferable security: Shares with voting rights: ordinary unregistered shares. Change in significant holding: a) Direct. Percentage of voting rights before the change: 92.98%, after the change: 94.40%. No. of shares with voting rights before the change: 19,611,365, after the change, 19,911,365.

Total number of shares in company: 21,092,430. Date of change in holding: 10.06.2005. Date on which notifier took cognisance of change in holding: 10.06.2005. Date on which notice of change in holding was submitted to ATHEX: 13.06.2005.

13 June 2005

PRESENTATION OF THE DELTA HOLDING GROUP OF COMPANIES AT THE THESSALONIKI STOCK EXCHANGE CENTRE

The financial results for 2004 as well as the DELTA Group's strategy and targets for the next three years were presented at the Thessaloniki Stock Exchange Centre by Group Financial Manager, Mr. Pandelis Ikonou, along with the financial managers of the Group's subsidiaries DELTA ICE CREAM S.A., Mr. Nikos Zogopoulos, the GOODY'S Group, Mr. Nikos Markopoulos, and, GENERAL FROZEN FOODS S.A, Mr. Stavros Sklavakis.

15 June 2005

To Athens Exchange
10 Sofokleous St.
GR-10559 Athens
Attn: Messrs. S. Kyritsis and K. Papachristou
Athens, 27 June 2005

Subject: Your Letter No. 25279 of 15.6.2005

Dear Sirs,

In response to your letter above, please note that the increase of the Company's holding in Delta Ice Cream S.A. (the subsidiary) is due to the exercise of rights by the subsidiary's share market maker which are contained in the agreement

entered into by the Company and the market maker for the purpose of special trading and are not due to deliberate acquisitions of shares in the subsidiary by the Company.

In addition to the special trading regime which continues to exist, the Company is also examining other alternative approaches to the issue of low spread among the subsidiary's shares. However, at present it is difficult to estimate the time scale for taking the relevant decisions and their precise content.

Should the Athens Exchange decide to take any measures due to the low spread among the subsidiary's shares, when taking such decisions, please take into account the commitments undertaken by the Company and the subsidiary in contracts signed with the market maker such as notice periods, etc.

Should you require further clarifications please do not hesitate to contact us.

Best regards,
Pandeli Economo
Financial Manager

2005 Q1 RESULTS

INCREASED PROFITS FOR DELTA GROUP with IFRS

For the DELTA Group in the Q1 of 2005 with IFRS Profits Before Taxes have increased by 10.6% to the amount of € 12.5 m. with respect to the first quarter of 2004 namely € 11.3 m.

In the same period EBITDA has increased by 10.9%, reaching the amount of € 27.8 m. compared to € 25 m, for the respective quarter of 2004.

EBIT has reached the amount of € 20.5 m. vs. € 15.6 m. for the same period, an increase of 31.4%.

The above profit increases have been achieved despite the fall in net sales of 3.9%, to € 146 m. vs. € 152 m. for the same period in 2004. Industry observers suggest that total market demand during the first quarter of 2005 has declined by a greater amount than DELTA.

The decline in DELTA's first quarter 2005 sales can be explained partly by the fall of the overall consumer market in the first quarter, plus the fact that there is seasonality in the sales of ice cream and other products of the Group. This fall does not represent the course of the overall year, given the fact that the second semester has already recovered given the successful introduction of new products in the dairy and food retail businesses, plus the fact that the ice cream season has begun.

DELTA's actions prove that determined and constant efforts by a committed organization to decrease costs as well as exploit all relevant economies of scale within the Group have contributed to successfully overcome the effects of this overall market decline.

It is management's belief that targets for the full year 2005 are achievable: a 5% increase in sales and an EBITDA increase of more than 10% for 2005.

June 28, 2005.

In its letter to the Athens Exchange dated 28.6.2005 Delta Food Participations and Investments (Cyprus) Ltd sent the following advance notice of transactions in line with Article 10 of Decision 5/204/14.11.2000 of the Hellenic Capital Market Commission Board of Directors: Notifier's Particulars: Delta Food Participations and Investments (Cyprus) Ltd. Relationship between notifier and the Company: Holder of 16.38% of all shares (direct holding). Company name: DELTA HOLDING S.A. Class of shares: ordinary registered shares. Type of transaction: Sale. Expected volume: 6,651,440 lots. Time period for transactions: 29.06.2005 - 30.07.2005. ATHEX member(s) via which transactions will be carried out: INVESTMENT BANK OF GREECE S.A. Comments / Clarifications: Sale of shares to institutional investors by private placements in one or more transactions during the said time period.

28 June 2005

- **SALE OF TREASURY STOCK**
- **RESTRUCTURING OF DELTA GROUP LOANS**
- **APPOINTMENT OF S. NEZIS AS DEPUTY CEO**
- **INCREASE IN 1st QUARTER PROFITS ON BASIS OF IFRS**
- **POSITIVE OUTLOOK FOR IMPLEMENTATION OF TARGETS FOR 2005**
- **DIVIDEND RETURN UP BY 13.3% IN 2004**

At their annual general meeting of shareholders yesterday the management of DELTA HOLDING announced the restructuring of all loan finance, the sale of 16.5% of treasury stock through private placement and the appointment of Stergios Nezis as deputy CEO. The meeting also approved a dividend of € 0.17 per share for 2004, a rise of 13.3% on last year, entailing a dividend return in the order of 2.7%.

DELTA Group has also published the results for 2005 Q1, on the basis of the IFRS, indicating that pre-tax profits are up by 10.6%, profits before tax, interest and depreciation (EBITDA) up by 10.9% and profits before tax and interest (EBIT) up by 31.4%. The Group expects that its targets for 2005 will be met: namely, an increase in sales in the order of 5% and an increase in EBITDA of over 10%.

Addressing the shareholders the Chairman of DELTA HOLDING, Mr. Dimitris Daskalopoulos stressed that in organizational and operational terms the European dimension is a key component in the DELTA corporate culture, and that the Group is ideally placed to confront the challenges of globalization and the social tensions it brings in its wake. The fact that foreign institutional investors –some of the most considerable in the international markets– have participated in the limited rights issue, said Mr. Daskalopoulos, demonstrates their confidence in the Group's prospects and also in the principles of management and corporate governance which it is applying.

With regard to private placement, the Group's financial director, Mr. Pandeli Economo stressed that 16.5% of the shares in DELTA HOLDING which had belonged to DELTA INVESTMENTS had been sold –with 15% purchased by foreign and 1.5% by Greek institutional investors, bringing some € 41mil. into the coffers of DELTA HOLDING. This development, Mr. Economo emphasized, broadens the distribution and enhances the marketability of our shares, and helps to create an interest in DELTA stock on the international level.

In regard to the issue of restructuring the Group's loans –in reference to which the company recently completed a presentation in the USA– Mr. Economo stated that the move would bring about a reduction of 1% per annum in the loan servicing costs and would also extend the repayment period. The final form the restructuring will take will be decided on before the end of July.

Announcing the appointment of Mr. Stergios Nezis as deputy CEO of the Group, the CEO Mr. Justin Jenk said that Mr. Nezis had enjoyed proven success as a manager which would bring added value to the company's shareholders. 'Everyone is aware of his career with the Power Company', Mr. Jenk went on, observing that he himself had known Mr. Nezis 'from his time at the Swedish packing giant SCA, where we collaborated successfully and to the advantage of the company. His contribution at DELTA will be, among other things, to strengthen the culture of success and increased efficiency'.

Reviewing developments over the course of 2005, just a part of the ongoing process of clarification and simplification of the Group's property, organizational and financial structure, Mr. Jenk referred:

1. To the end of the collaboration with Danone, which took definitive effect from April; DELTA HOLDING S.A. now owns 100% of shares in DELTA DAIRY S.A.
2. To the purchase in April of a minority stake held by the company PAPASTRATOS S.A. in GENERAL FROZEN FOODS S.A.; DELTA HOLDING S.A. now has an 80% stake in the latter company.
3. To the decision, also taken in April, to convert the preferential shares in DELTA HOLDING S.A. and GENERAL FROZEN FOODS S.A. into ordinary shares, in order to increase liquidity and marketability.

Looking back over developments in 2004, the managing director of DELTA HOLDING stressed that since 2004 DELTA is in a phase of regeneration and development, even though the environment in which the Group did business was characterized by increasing uncertainty. 'This development', Mr. Jenk observed, 'allows us to be a robust and successful company, offering security to its customers, its suppliers and its workforce. The financial results for 2004 and the first quarter of 2005 confirm our success, as does the fact that our company is now the first choice with consumers. We can thus focus our energies on achieving our strategic objectives: increasing free cash flows, reducing borrowing and developing human resources'.

2004 RESULTS

The reader is reminded that the results for 2004 were as follows:

Consolidated sales for the DELTA HOLDING Group in 2004 amounted to € 691.5 mil., compared with € 684.5 mil. in 2003. It is significant that through differentiation of its activities the Group succeeded in counteracting the effects of the bad weather in S.E. Europe, which depressed ice cream consumption and brought sales down by 12.8%.

The Group's targets in terms of improving operating costs, cutting back administrative expenses, creating economies of scale and increasing free cash flows –which approached € 40 mil. last year– have all been met, and have helped to reduce net borrowing obligations by € 24.2 mil.

In detail:

- The gross profit margin increased by 2.7 points, reaching 41.2% from 38.5% in 2003.
- Operating profits before tax and interest (EBIT) rose by 13.7% to € 69.1 mil., from € 60.8 mil. in 2003.
- Profits before tax, interest and depreciation (EBITDA) showed an increase of 8.4%, rising to € 109.3 mil. from € 100.9 mil. in 2003.

Profits before tax and before minority rights amounted to € 52.9 mil., rising from € 39.9 mil. in 2003 and showing an increase in the order of 32.6%. It should be noted that the total depreciation stated no longer includes goodwill depreciation in the amount of € 8.4 mil., thereby bringing our financial statements into line with the IFRS. The above increase in results is mainly due to a significant improvement in efficiency and financial management, and to a reduction in the Group's depreciation figures.

Sales for the parent company DELTA HOLDING S.A. remained at more or less the same level as last year at € 16.5 mil. Pre-tax profits amounted to € 14.5 mil., an increase of 8.4% on 2003.

RESULTS OF 2005 Q1

- 10.6% INCREASE IN PROFITS FOR THE DELTA GROUP
- QUARTERLY FIGURES ON BASIS OF IFRS

For the first quarter of 2005, and in comparison with the corresponding period in 2004, the Group's financial figures, in both cases based on the IFRS, presented the following picture:

- Pre-tax profits increased to € 12.5 mil. from € 11.3 mil., showing a rise in the order of 10.6%.
- The pre-tax, interest and depreciation profits (EBITDA) rose by 10.9% from € 25 mil. to € 27.8 mil.
- Pre-tax and interest profits (EBIT) rose to € 20.5 mil. from € 15.6 mil., an increase of 31.4%.

These results were achieved despite a fall in sales of 3.9%, from € 152 mil. to € 146 mil., due to ongoing reductions in costs and the achievement of scale economies by the Group as a whole.

The fall in sales can be explained by the more general slowdown in consumer spending over the first quarter, and by the traditional seasonal effect always seen at this time of year, not only in the ice cream market but in those of other Group products. In no way should it be assumed that the first quarter trends represent the sales prospects for the Group for the whole twelve months.

Moreover, according to provisional figures for the first half of the year, this trend has already been reversed, while the Group's companies have introduced a whole series of new products to the dairy and mass catering markets. Given these developments the Group's management has every reason to feel confident that forecasts of an annual rise in sales of around 5% and an increase of over 10% in EBITDA will prove well founded.

June 29, 2005.

DELTA HOLDING S.A.

Companies Reg. No. 1154/06/B/86/39

DIVIDEND PAYMENT FOR 2004

Shareholders should be aware that in line with the Decision of the Annual Ordinary General Meeting of shareholders in the company taken on 29.6.2005 the dividend for the 2004 accounting period is € 0.17 per share. Those persons entitled to receive the dividend are shareholders in the Company at the end of trading on the Athens Exchange on Friday 1.7.2005. As of Monday 4.7.2005 shares will be traded ex dividend for the 2004 accounting period.

Payment of dividends will commence on Monday, 1.8.2005, and will continue until Friday 30.9.2005 via the Central Securities Depository (CSD) to operators (custodians and securities firms) acting on behalf of shareholders, where those operators declare to the CSD that they are entitled to collect dividends for their clients in order to pay over such to the shareholders or credit it to the shareholder's bank accounts. The operator will issue each shareholder with a dividend payment certificate for taxation purposes.

Shareholders whose operators do not make this declaration or whose shares are in a special account will be paid by the CSD (junction of Mavrokordatou Sq. & 17 Acharnon St., Athens, GR-10438, Tel.: 210-5214100 on working days from 08:00 to 15:00 hours) until 30.9.2005, or using a procedure announced by the Depository, and a dividend payment certificate for taxation purposes will be issued by the Dematerialised Securities System (DSS).

After 30.9.2005 all shareholders entitled to dividends who did not collect dividends for the 2004 accounting period will be paid only at the company's offices: junction of 59 Panepistimiou St. & Emm. Benaki St., Athens, GR-10564 (5th floor, office 502). Should shareholders require any clarifications or information they are requested to contact the Shareholder Relations Department on: 210-3215784, 210-3217155.

Athens, 29.06.05

THE BOARD OF DIRECTORS

ATHENS EXCHANGE

Listed Securities Directorate

Listed Companies Department

Corporate Transactions Monitoring & Listed Company Information Unit

10 Sofokleous St.

ATHENS, GR-10559

Athens, 29.6.2005

Attn: Ms. Voyiatzis

Sirs,

Following the end of the Ordinary General Meetings of holders of ordinary shares in the company on 29.06.2005 at which the following items were discussed:

- I. Submission and approval of financial statements for 2004 as well as the relevant reports from the Board of Directors and certified auditor.
- II. Release of members of the Board of Directors and Certified Auditor of all manner of liability to pay compensation for management of the company and its financial statements during 2004.
- III. Election of certified auditors for 2005.
- IV. Election of new Board of Directors.
- V. Approval of remuneration of members of the Board of Directors.
- VI. Granting of permission in line with Article 23(1) of Codified Law 2190/1920 to members of the Board of Directors and company managers to participate in the Boards of Directors, establishment or management of other companies which seek similar objectives.
- VII. Approval of contracts with Group affiliates.
- VIII. Miscellaneous announcements.

Please be informed that:

- I. In relation to the first item on the agenda, it was unanimously decided by ordinary quorum and majority (45.90%), in accordance with Article 14 of the company's Articles of Association (Article 29(1) and (2) and Article 31(1) of Codified Law 2190/1920 as in force), to approve the Financial Statements for the 2004 accounting period and the relevant reports prepared by the Board of Directors and the certified auditor.
- II. In relation to the second item on the agenda, it was unanimously decided (45.90%) to release members of the Board of Directors and Certified Auditor of all manner of liability to pay compensation for management of the company and its financial statements during 2004.

- III. In relation to the third item on the agenda, the auditing firms BKR PROTYPOS AUDITING S.A. and ERNST & YOUNG were unanimously elected (45.90%) as auditors for the 2005 accounting period.
- IV. In relation to the fourth item on the agenda a new Board of Directors was unanimously elected (45.90%) which will manage the company until 30.6.2008 comprised of:
1. Dimitris A. Daskalopoulos, executive member
 2. Panagiotis V. Kanellopoulos, non-executive member
 3. Justin Michael Spencer Jenk, son of Jorgen, executive member
 4. Spyridon I. Theodoropoulos, non-executive member
 5. Stylianos A. Argyros, Director, independent non-executive member
 6. Apostolos S. Tamvakakis, non-executive member
 7. Odysseas P. Kyriakopoulos, independent non-executive member
- V. In relation to the fifth item on the agenda, it was unanimously decided (45.90%) to pay members of the Board of Directors fees for their services for the 2005 accounting period of up to € 2,000,000.
- VI. In relation to the sixth item on the agenda, it was unanimously decided (45.90%) to grant permission in line with Article 23(1) of Codified Law 2190/1920 to members of the Board of Directors and company managers to participate in the Boards of Directors, establishment or management of other companies which seek similar objectives.
- VII. In relation to the seventh item on the agenda, it was unanimously decided (45.90%) to sign service agreements with Group subsidiaries for the 2005 accounting period as follows:
- with DELTA DAIRY S.A. for the sum of € 10,650,000 plus VAT per year
 - with DELTA ICE CREAM S.A. for the sum of € 5,880,000 plus VAT per year
 - with GENERAL FROZEN FOODS S.A. for the sum of € 684,000 plus VAT per year
 - with GOODY'S S.A. for the sum of € 168,000 plus VAT per year
 - with HELLENIC CATERING S.A. for the sum of € 624,000 plus VAT per year
- VIII. In relation to the eighth item on the agenda, it was decided by majority (45.89%) to distribute a dividend of € 0.17 per share. Ex dividend date will commence after the end of trading on ATHEX on Friday 1.7.2005 and dividends will be payable via CSD from Monday 1.8.2005 onwards.

Best regards,
Nikolaos Kappas
Group Accounting Manager

In its letter dated 30.06.2005 to ATHEX, the company DELTA FOOD PARTICIPATIONS AND INVESTMENTS (CYPRUS) LTD announced a change in its percentage holding in the share capital of DELTA HOLDING S.A. as follows: Corporate name of listed company: DELTA HOLDING S.A. Notifier: DELTA FOOD PARTICIPATIONS & INVESTMENTS (CYPRUS) LIMITED. Relationship between notifier and the Company: Shareholder. Reason for Acquisition/ Assignment: Sale of ordinary shares. Type of transferable security: Shares with voting rights: ordinary registered shares. Change in significant holding: a) Direct. Percentage of voting rights before the change: 16.38%, after the change: 0.001%. No. of shares with voting rights before the change: 6,651,440, after the change: 440. Total number of shares in company: 40,598,268. Date of change in holding: 29.06.2005. Date on which notifier took cognisance of change in holding: 29.06.2005. Date on which notice of change in holding was submitted to ATHEX: 30.06.2005.

30 June 2005

In its letter dated 30.06.2005 to DELTA HOLDING S.A, the company SMALLCAP World Fund Inc. announced a change in its percentage holding in the share capital of DELTA HOLDING S.A. as follows:

Type of transaction: Purchase of shares. Percentage of voting rights before the change: 0%, after the change: 5.9214%. No. of shares with voting rights before the change: 0, after the change: 2,404,000. Total number of shares in company: 40,598,268. Date of change in notifier's holding: 29.06.2005. Date on which notifier took cognisance of change in holding: 30.06.2005. Date on which notice of change in holding was submitted to ATHEX: 30.06.2005.

5 July 2005

SALE OF DELTA HOLDING S.A. PARTICIPATION IN THE INTERNATIONAL OPERATIONS OF CHIPITA

July 6, 2005. Delta Holding S.A. announces the sale of its 12.68% participation in CHIPITA East Europe Ltd (International operations of Chipita) for the amount of EUR 11.32 mio. The shares –held by Delta Holding's 100% subsidiary, Delta Food Holdings Ltd– were acquired by CHIPITA Participations Ltd.

Delta Holding S.A.'s participation in the international activities of CHIPITA lasted 5 years, which was the initial period of the investment. This investment was profitable given the very good performance of the investments of CHIPITA during this 5 year period.

Also, the successful cooperation between Delta and Chipita in the market of Serbia-Montenegro will continue.

06.07.05

In its letter dated 06.07.2005 to DELTA HOLDING S.A, the company MORGAN STANLEY & CO INTERNATIONAL LTD announced a change in its percentage holding in the share capital of DELTA HOLDING S.A. as follows:

Type of transaction: Purchases of shares. Percentage of voting rights before the change: 2.8390%, after the change: 8.4690%. No. of shares with voting rights before the change: 1,148,430, after the change: 3,435,700. Total number of shares in company: 40,598,268. Date of change in notifier's holding: 29.06.2005. Date on which notice of change in holding was submitted to ATHEX: 05.07.2005.

7 July 2005

DELTA DAIRY ENTERS EVAPORATED MILK SEGMENT

Delta Holding S.A. announces that Delta Dairy SA has entered the evaporated milk segment, which is 27% of the overall Greek milk category. Delta Dairy's entry is with an innovative, new generation and value enhancing product. This step is a natural extension of Delta Dairy's leadership in the overall Greek milk category.

13.07.05

ANNOUNCEMENT FOR THE ECONOMIC EFFECTS OF EVAPORATED MILK ON DELTA GROUP'S RESULTS

«Delta Group, following its recent entry in the evaporated milk market, through its subsidiary DELTA DAIRY S.A, targets to a 15% market share in the next 3 years thus representing approximately €45mio in sales. This will influence Group's earnings per share (EPS) by 5,7%.»

21.07.05

INNOVATIVE REFINANCING FOR DELTA GROUP

Longer maturities and reduction in cost

The € 390 mn debt restructuring and refinancing of Delta Group has been completed successfully.

The refinancing of the Group took place through Delta Holding S.A. and has two parts:

- 1) € 190 mn was raised through a US Private Placement bond issue of 7 & 10 years tenor, which is the first one for a Greek borrower in the specific market and was substantially oversubscribed from the original size.
- 2) € 200 mn was raised through a 5 year syndicated bond loan placed in the Greek and European bank market.

Bank of America was overall coordinator of the refinancing.

Bank of America acted as sole agent on the USPP, in which 9 of the largest US institutional investors in the above market participated and two European –most of which are insurance companies.

For the € 200 mn bond loan, Bank of America and Hypovereinsbank were MLAs and Joint Bookrunners and the other MLAs were EFG Eurobank, Alpha Bank, National Bank of Greece & Piraeus Bank. 14 Banks participated in total.

Through this refinancing Delta Group improves its financial structure and extends the tenor of its debt under significantly improved cost. Through the new centralized cash management, Delta Group ensures 1% yearly cost savings, ie approximately € 3 mn.

The healthy capital structure of the Group today is reflected by the ratios Net Debt/EBITDA which is expected to be below 3:1 by year end and EBITDA/Net Interest which is expected to be higher than 4.5:1. It is noted that after the latest financial transactions of the Group as well as the increased cash flows expected to be generated in the coming years, the ratio Net Debt/EBITDA will be below 2.5:1 in the next couple of years.

Delta Group would like to express its gratitude to all parties involved in this successful transaction and particularly Bank of America, the Mandated Lead Arrangers and the remaining banks, as well as the Group's legal counsel PI Partners Law Firm.

July 29, 2005.

In its letter dated 3.8.2005 to DELTA HOLDING S.A, the company MORGAN STANLEY & CO INTERNATIONAL LTD announced a change in its percentage holding in the share capital of DELTA HOLDING S.A. as follows:

Type of transaction: Purchase of shares. Percentage of voting rights before the change: 9.95%, after the change: 10.01%. No. of shares with voting rights before the change: 4,038,160, after the change: 4,065,160. Total number of shares in company: 40,598,268. Date of change in notifier's holding: 29/07/2005.

3 August 2005

DELTA HOLDING S.A. announces that its financial results for the first half of 2005 prepared in line with the IAS will be published on 21 September 2005.

8 September 2005

INCREASE IN PROFITS BEFORE TAXES BY 63.8% FOR DELTA GROUP IN THE FIRST HALF OF 2005 ACCORDING TO IFRS

September 21, 2005. Delta Group results in the first half of 2005 compared to the corresponding first half of 2004 and according to IFRS are as follows:

- Group's sales amounted to 351.4 mio euros vs. 353.6 mio euros, presenting a slight curb, which is estimated to be recovered by year end showing a final growth of 3%.
- Earnings before taxes, interests, depreciation and amortization (EBITDA) amounted to 72.6 mio euros vs. 52.9 mio euros, presenting an increase of 37.3%.
- Earnings before interests and taxes (EBIT), reached 56.2 mio euros vs. 34.9 mio euros, resulting in an increase of 61.4%.
- Earnings before taxes and minorities rights (EBT) amounted to 53.7 mio euros from 32.8 mio euros, presenting an increase of 63.8%.
- Earnings after taxes and minorities rights reached 26.7 mio euros vs. 10.3 mio euros, presenting an increase of 159.8%. Accordingly, earning per share (EPS) after taxes and minorities rights amounted to 0.66 euro per share vs. 0.31 euro per share in 2004.

The above favourable results are necessary to justify the efficiency of the strategy implemented, which includes the restraint in the operating expenses, the exploitation of synergies within the Group and the reduction in the financial expenses through innovative financing tools.

Delta Group's target is the enhancement of its leading position in the sectors in which it operates and the continuous growth of its activities. Moreover, the Group remains steadily focused on the enhancement of its free cash flows, which are estimated to increase by 20% in 2005 compared to 2004 while the earnings per share (EPS) will increase at least at the same rate.

21.09.05

ANNOUNCEMENT

Over recent days several articles have appeared in the press referring to the purported business moves and dealings of DELTA HOLDING.

In the context of actively promoting the interests of its shareholders, DELTA HOLDING is examining all prospects of interest on how to better exploit its business potential and investment opportunities. It is only natural that the intensification of such activities by management will spark various rumours, however, it is both the obligation and duty of the management team of DELTA HOLDING to ensure that investors receive useful and precise information based on data and not on estimates. In line with its standard practice, DELTA HOLDING will provide full and timely information to investors and authorities alike on all major developments within the Group.

September 26, 2005.

It is hereby announced that on 30 September 2005 the companies DELTA ICE CREAM S.A. and DELTA HOLDING S.A. reached agreement with the INVESTMENT BANK OF GREECE S.A. to terminate the market maker agreement for shares in DELTA ICE CREAM without prejudice to the parties.

3 October 2005

In light of the forthcoming amendments of the Athens Exchange Regulations, the companies GENERAL FROZEN FOODS S.A. and DELTA HOLDING S.A. reached agreement with the INVESTMENT BANK OF GREECE S.A. to terminate the market maker agreement for shares in GENERAL FROZEN FOODS without prejudice to the parties. Consequently, the special trading regime for shares in GENERAL FROZEN FOODS S.A. will terminate on 14 October 2005.

Athens, 5 October 2005

DELTA HOLDING S.A. announces that its financial results for the first half of 2005 prepared in line with the IAS will be published on 21 September 2005.

8 September 2005

DELTA IN DISCUSSIONS WITH NESTLE OVER VLACHAS MILK

October 12, 2005. NESTLE HELLAS and DELTA HOLDING announce the signing of a non-binding Memorandum of Understanding concerning NESTLE Hellas' transfer of its VLACHAS condensed milk business to the DELTA Group. This business includes products marketed under the VLACHAS trademark, the NESTLE Hellas plant at Platy in the Prefecture of Imathia, and the NESTLE Hellas milk zone in Northern Greece.

The white milk market in Greece is particularly dynamic, comprised of a range of competing firms. Maintaining a leading position in that marketplace requires a presence with the fullest possible range of products to cover all the needs and desires of consumers. DELTA HOLDING's decision to make this specific business move seeks to fulfil that precise objective.

The DELTA Group holds a leading place in the fresh milk and dairy products market in general. Two months ago DELTA DAIRY S.A. made a dynamic entry to the evaporated milk sector with a 'New Generation' product that differs significantly from the competition; a product which soon became a firm favourite with Greek families thanks to both its flavour and packaging. Acquisition of the VLACHAS brand name will bolster DELTA's position in this specific segment of the market.

Furthermore, NESTLE Hellas' involvement in the Greek milk market has been limited to evaporated milk products. As part of a more wide-ranging strategy of the NESTLE Group, NESTLE Hellas has now decided to withdraw from the specific market and focus its activities on other sectors that are strategically important for it.

The transfer is subject to due diligence checks being carried out, a binding agreement being signed, as well as approvals being obtained from the Hellenic Competition Committee and other competent supervisory bodies.

The two companies expect that the transfer, if successful, will benefit the business' employees, the economy of the wider area as well as consumers in general.

12.10.05

DELTA EXPANDS DYNAMICALLY IN THE MILK MARKET

DELTA HOLDING announces the signing of a non-binding Memorandum of Understanding concerning NESTLÉ Hellas' transfer of its VLACHAS condensed milk business to the DELTA Group. This business includes products marketed under the VLACHAS trademark, the NESTLÉ Hellas plant at Platy in the Prefecture of Imathia, and the NESTLÉ Hellas milk zone in Northern Greece.

The indicative price to be paid is € 2.8 million, plus the cost of finished products on the transaction date. DELTA will keep the plant in full operation, honouring all agreements reached between NESTLÉ and the employees there.

As a brand name, VLACHAS accounts for a 27% market share in the evaporated milk market which is estimated at € 220 million, approximately one third of the overall milk market.

Total sales of the business DELTA will acquire amount to around € 40 million while expected earnings before interest, taxes, depreciation and amortisation (EBITDA) are € 4 million. These figures are expected to increase DELTA HOLDING's profits per share by approximately 5% without factoring in the synergies which will arise in the milk zone and in distribution.

The white milk market in Greece is particularly dynamic, comprised of a range of competing firms. Maintaining a leading position in this marketplace requires a dynamic presence in all individual market segments with as complete a range of products as possible so as to meet all consumer needs.

The DELTA Group became involved in the evaporated milk market around two months ago when its subsidiary, DELTA DAIRY S.A., launched a New Generation product. Consumers responded to this new product with particular warmth, recognising that it stood out from existing products both in terms of flavour and packaging.

Acquisition of the entire VLACHAS business, if successful, is another natural step in DELTA's effort to offer consumers the best choice of products both in terms of quality and the extent of its product range. The company's aim is to hold a leading position in the overall dairy market and its ambition is that its products are consumers' Nr. 1 choice.

The transfer being examined is subject to due diligence checks being carried out, a binding agreement being signed, as well as approvals being obtained from the Hellenic Competition Committee and other competent supervisory bodies.

Information on the progress of the transfer will be announced as and when major developments occur.

October 13, 2005.

HELLENIC CAPITAL MARKET COMMISSION
Public Offering & Listed Companies Supervision Directorate
Department of Supervision & Monitoring of Listed Companies Behaviour
Junction of 1 Kolokotroni & Stadiou St.
ATHENS, GR-10562
Attn. Mr. Xenophon Avlonitis, Head of Directorate

Sirs,

We would draw your attention to the following points in relation to your letter dated the 12th of this month referred to in the article published in the newspaper SYMVOULOS on the same date:

On 26 September 2005 DELTA HOLDING commented on articles in the press about 'forthcoming transactions' as follows:

'Over recent days several articles have appeared in the press referring to the purported business moves and dealings of DELTA HOLDING. In the context of actively promoting the interests of its shareholders, DELTA HOLDING is examining all prospects of interest on how to better exploit its business dynamic and investment opportunities. It is only natural that the intensification of such activities by management will spark various rumours, however, it is both the obligation and duty of the management team of DELTA HOLDING to ensure that investors receive useful, precise information based on data, and not on estimates. In line with its standard practice, DELTA HOLDING will provide full and timely information to investors and authorities alike on all major developments within the Group.'

Given that a new article has appeared on this matter, DELTA HOLDING would repeat all points made in its previous announcement and would further make clear that it has not prepared any agreement to merge with any third company.

Best regards,
Pandeli Economo
Group Financial Manager

13 October 2005

PRESS RELEASE

The following announcement has been released by the corporate communications direction

REFUTATION OF PRESS REPORTS

Following recent press reports, we hereby state that no negotiations for purchase, sale or merger with CHIPITA S.A. have taken place or are in progress, nor indeed has any type of agreement been made.

In view of the aforementioned press reports, we should note that Mr. Dimitris Daskalopoulos, the main shareholder of the company, has informed us that he is in discussions on a case by case basis with Mr. Spyros Theodoropoulos, the main shareholder of CHIPITA, regarding the possibility for various types of collaboration between the two companies. Mr. Daskalopoulos further stated that such discussions are taking place in the framework of continuous concentration towards the growth strategy of the company and that at the present time no estimation whatsoever can be made as to their course and final outcome.

November 11, 2005

48% INCREASE IN EARNINGS NET OF TAXES AND AFTER MINORITY INTERESTS FOR THE DELTA GROUP FOR THE FIRST 9 MONTHS OF 2005 BASED ON IFRS

During the first nine months of 2005, compared to the same period in 2004, the DELTA Group's consolidated financials, based on the IFRS, were as follows:

- Group sales stood at € 548.2 million compared to € 545.6 million, reversing the trend of the first half of 2005, while this upward trend is expected to continue until year end at an annual growth rate in excess of 1.5%.
- Earnings before interest, taxes, depreciation and amortisation (EBITDA) stood at € 111.6 million compared to € 90.1 million, recording an increase of 24%.
- Earnings before interest and taxes (EBIT) stood at € 86.9 million compared to € 62.7 million, recording an increase of 38.4%.
- Earnings before taxes and minority interests stood at € 75.8 million compared to € 56.7 million, recording an increase of 34%.
- Earnings net of taxes and after minority interests stood at € 37 million compared to € 25 million, recording an increase of 48%. Likewise earnings per share net of taxes and after minority interests stood at € 0.91 per share compared to € 0.75 per share in 2004.

The above favourable results confirm the effectiveness of the strategy implemented by the Group, which includes the containment of operating expenses, exploiting intra-Group synergies and reducing financial costs through the use of innovative ways of financing.

Moreover, it is hereby announced that, as of 29.11.2005, shares of Charalambides Dairies Plc, a 54.9% subsidiary of DELTA DAIRY S.A., will be traded on the Alternative Investment Market (AIM) of the London Stock Exchange (LSE). Charalambides Dairies Plc is seeking to gain access to new capital via the liquidity offered by AIM to listed companies and their shareholders. Insinger de Beaufort acted as nominated advisor/broker, while consultancy services were provided by Egnatia Financial Services (Cyprus) and the Cyprus Investment and Securities Corporation Limited. AIM is part of the LSE, and is a key market of the LSE for developing companies. AIM has been operating since 1995 and its market capitalisation is in the order of GBP 47 billion.

DELTA Group's target is the strengthening of its leading position in the sectors it operates and the continuous development of its activities. At the same time, the Group remains firmly focused on its target of improving its free cash flows, which are expected to increase by 20% in 2005 compared to 2004, while a similar increase is also expected for the earnings per share.

November 29, 2005.

ANNOUNCEMENT

Following our press announcement of November 11, 2005 and in view of recent articles in the press, DELTA HOLDING S.A. announces that it is in discussions with CHIPITA S.A. aiming at an agreement with regard to business collaboration. These discussions are speedily progressing towards resolution upon which we will provide the shareholders with all relevant information.

December 13, 2005.

Creation of the largest company in the food sector in Greece, a power-house of leading food brands, with significant scale in the European market

DELTA HOLDING S.A. absorbs CHIPITA INTERNATIONAL S.A., DELTA DAIRY S.A., GOODY'S S.A. and GENERAL FROZEN FOODS S.A. – ("Uncle Stathis") and sells its total participation in DELTA ICE CREAM S.A.

The Board of Directors of DELTA HOLDING S.A. (ASE: DELTK), CHIPITA INTERNATIONAL S.A. (ASE: CHIP), DELTA DAIRY S.A., GOODY'S S.A. (ASE: GOODY) and GENERAL FROZEN FOODS S.A. – "Uncle Stathis S.A." (ASE: MPSTK) decided on the 16, 17 and 18 of December 2005, to propose to their respective General Assemblies of Shareholders their merger by absorption by DELTA HOLDING S.A. The Board of Directors of DELTA HOLDING S.A. also announced its decision to sell its total participation in DELTA ICE CREAM S.A. (ASE: DELIC).

The completion of the above transactions creates a stronger company, a house of leading food brands, with significant scale in the European market as well as the financial resources that will be utilised to develop capabilities and exploit opportunities created by the combined company.

Dimitris Daskalopoulos, Chairman of the Board of Directors of Delta Holding S.A. said: "This landmark unification of Delta Holding, and its subsidiaries, with Chipita creates a power-house of leading food brands and is beneficial to all our shareholders and stakeholders. We are combining our capabilities into an organisation which is rich in human resources, knowledge capital and infrastructure, with international experience, modern professional management and strong corporate governance foundations. We are becoming financial stronger and achieving noteworthy scale. Now we can be more ambitious – for growth and results".

Merger of the five companies into one

The decisions of the Boards of Directors of Delta Holding refer to the merger by absorption of CHIPITA INTERNATIONAL S.A. and the Delta Group subsidiary companies GOODY'S S.A. and GENERAL FROZEN FOODS S.A. – "Uncle Stathis S.A." by DELTA

HOLDING S.A. The merger will be implemented according to the provisions of articles 69 – 77 of L. 2190/1920 and articles 1 – 5 of L. 2166/1993. The date for the transformation balance sheets for the mergers has been set on the 31st of December 2005. It is noted that DELTA HOLDING S.A., at the same time with the above mentioned mergers will absorb its 100% subsidiary DELTA DAIRY S.A. in accordance with the provisions of article 78 of Law 2190/1920 and articles 1 – 5 of L. 2166/1993

The Board of Directors of the merging companies decided to propose to their respective General Assemblies the following, deemed fair and reasonable, exchange ratios:

- (a) The shareholders of DELTA HOLDING S.A. will retain the number of shares held prior to the merger
- (b) The shareholders of CHIPITA INTERNATIONAL S.A. will exchange each CHIPITA INTERNATIONAL S.A. share held today, with 0.33 newly issued shares from the share capital increase of DELTA HOLDING S.A. due to the merger
- (c) The shareholders of GOODY'S S.A. will exchange each GOODY'S S.A. share held today, with 1.05 newly issued shares from the share capital increase of DELTA HOLDING S.A. due to the merger and
- (d) The shareholders of GENERAL FROZEN FOODS S.A. – "Uncle Stathis S.A." will exchange each GENERAL FROZEN FOODS S.A. – ("Uncle Stathis") share held today, with 0.54 newly issued shares from the share capital increase of DELTA HOLDING S.A. due to the merger.

DELTA HOLDING S.A.'s current participation in GOODY'S S.A. share capital amounts to 71.05% while in GENERAL FROZEN FOODS S.A. – ("Uncle Stathis") amounts to 81.71%. The total number of shares already held by DELTA HOLDING S.A. in the two companies, will be cancelled due to the merger.

Given that DELTA DAIRY S.A. is a 100% owned subsidiary of DELTA HOLDING S.A., there will be no issue of new shares due to the absorption.

According to the proposed share exchange ratios, CHIPITA INTERNATIONAL S.A. shareholders will hold approximately 24% of the shares in the combined company. GOODY'S S.A. minority shareholders will hold approximately 7.4% of the shares in the combined company and GENERAL FROZEN FOODS S.A. minority shareholders will hold approximately 1.8% of the shares in the combined company.

It is noted that the proposed share exchange ratios take into consideration that the total Delta Holding S.A. convertible bonds will be converted into 3,926,046 newly issued common shares of the latter prior to the execution of the Draft Merger Agreement.

The respective Boards of Directors of the absorbed companies and the absorbing company have appointed the auditing firms KPMG and Grant Thornton, as independent advisors to the merging companies, to issue a fairness opinion on the proposed merger share exchange ratio taking into account the outcome of the legal and financial due diligence to be performed on the merging companies. EFG EURO BANK ERGASIAS, NATIONAL BANK OF GREECE and INVESTMENT BANK as advisors on the merger.

The merger is subject to clearance from the Competition Commission and the necessary consents and other approvals by the competent authorities and the respective General Assemblies of Shareholders of the merging companies. The merger is expected to be completed by July 2006.

Spyros Theodopoulos, Chairman of the Board of Directors, CHIPITA INTERNATIONAL S.A. commented: "Our joining creates a food company with significant scale in the European market. We acquire new increased capabilities for further product development and geographic expansion under more competitive terms. We already have presence in 28 countries with a total population of 1,000,000,000. We possess a robust brand portfolio with big international utilisation prospects. As a combined company we fortify our market position and can maintain our leadership in consumer choice more effectively increasing value for the benefit of our shareholders."

Sale of DELTA ICE CREAM to NESTLE

DELTA HOLDING S.A. announced today that it has signed an agreement, subject to approval by the competent authorities, to sell its ownership stakes (96,53%) in DELTA ICE CREAM S.A. (ASE: DELIC) which operates in Bulgaria, Romania, Serbia, Montenegro and other FYR markets to NESTLÉ HELLAS S.A. for a total consideration of enterprise value (EV) of € 240 million including total debt.

DELTA ICE CREAM S.A., with a consolidated annual turnover of € 123 mil in 2004, holds the leading position in its sector in the Balkans having strong advantages and has on several occasions attracted the interest of various potential buyers. By accepting the NESTLE offer, DELTA HOLDING S.A. fully captures the future value of its investments in the ice cream sector and successfully achieves its mandate to maximise shareholder value. The final share price will be set immediately prior to the closing date based on the deduction of total debt from business valuation. Indicatively and based on debt levels as of the 30th of September 2005, the per share offer price will be calculated at €6.22, which is calculated as follows: €240mm - €109mm divided by 21,092 million shares of DELTA ICE CREAM S.A. The transaction is expected to be completed by Spring 2006.

With this transaction, DELTA HOLDING S.A. creates financial resources that will be utilized to develop capabilities and exploit investment opportunities created by its new combined course.

The combined company

The mergers create a large Greek company, a power-house of leading food brands and a food sector leader with significant scale in the European market. An organization that is rich in human resources, knowledge capital and infrastructure, with international experience, modern professional management, strong corporate governance foundations committed to continue and increase its being a positive force to the Greek economy and society.

The combined company, based on last 12-month results (1st October 2004 – 30th September 2005), will have € 859.1mm turnover, EBITDA of € 151.1mm, presence in 28 countries, and a large portfolio of leading brands in the food sector. The above exclude and do not take into account any of the activities of DELTA ICE CREAM S.A.

Upon completion of the merger process, the combined company will be the leader in the food sector in Greece, 2nd in the Food & Beverages Sector, the 7th largest industrial company, the 16th largest Greek corporation and the 35th largest European food processor. The combined company will exploit its new capabilities to accomplish, under more competitive terms, its mission "to create and manage brands that bring health, nutritional value and enjoyment into human life". The company's vision is "its brands to be the consumer's first choice in the markets it operates".

New brand identity

Until completion of the mergers, the combined company's vision will be encapsulated in the interim name "BrandCo", signifying the creation of a house of leading food brands. The combined company will adopt and present its new corporate identity at the General Assembly of Shareholders.

Management

There will be no management changes in any of the merging companies. The companies will continue to operate independently until completion of the merger and initiation of operations of the new company, expected to take place in July 2006.

The new company will have a 9-member Board of Directors, based on the current BoD of DELTA HOLDING S.A.

In the new company:

- Mr. Dimitris Daskalopoulos will be the Chairman of the BoD
- Mr. Spyros Theodoropoulos will be the Managing Director
- Mr. Justin Jenk will be Vice Chairman of the BoD, delegated with specific tasks
- Mr Stergios Nezis will be the Deputy Managing Director
- Mr Pandeli Economo will be the Chief Financial Officer

Integration

The primary motivation for the merging companies is further product and geographic development of their business operations.

The merging companies will form a special integration team with members from the five merging companies. The team will handle the strategic combination of the individual companies' comparative advantages and the exploitation of current and potential synergies. The same team will handle the streamlining of the organisation and its functions.

"The joining of the companies, besides the important growth benefits, provides important opportunities for maximization of operational performance as well as strengthening the financial results. This merger gives us the capability to manage the combined businesses for increased value, compared to the results the individual companies might be able to achieve on their own" said Justin Jenk, CEO, Delta Holding.

The defined and anticipated synergies of the combination lie in the following domains:

- Dynamic growth capabilities (geography, cross selling, innovation)
- Operational optimisation (on a cost, productivity and functional level)
- Management benefits (reduction of functional overlaps, productivity optimization, structural)
- Capital investment optimisation (capital expenditure, funding)

Information regarding the mergers is provided on www.brandco.info and on the dedicated charge-free Shareholders Hotline: 800 11 75 800.

Information to the Press will be provided by Ms. Nicole Ioannides (212 955 93 50, 6978 180482) and Ms. Maria Lazarimou (212 955 9350, 6978 180480).

19 December 2005

Delta Holding SA ("Delta Holding") announces that it has signed an agreement concerning the sale of its 96.53% shareholding in Delta Ice Cream SA ("Delta Ice Cream") to Nestlé Hellas SA ("Nestlé").

Delta Ice Cream is a company listed on the Athens Stock Exchange and has ice cream operations in Greece, Bulgaria, FYROM, Romania, Bosnia, Serbia and Montenegro. It had consolidated turnover for the year ended 31 December 2004 of € 122 million.

The agreed enterprise value for the company is € 240 million, which includes total debt as of September 30th 2005. The final price per share will be determined after taking into account the total debt immediately prior to closing of the transaction. As an indication, and on the basis of the level of indebtedness as of 30 September 2005, the price per share payable to Delta Holding is estimated to be € 6.22.

The agreement is conditional, inter alia, on the approval of the appropriate regulatory authorities, expected to be by spring 2006. Following the completion of the transaction Nestlé shall make a mandatory offer for the remaining shares of Delta Ice Cream.

December 19, 2005



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