



ΚΩΝ. ΚΑΡΔΑΣΣΙΑΡΗΣ & ΥΙΟΙ ΑΕΒΕ

C. CARDASSILARIS & SONS "CARDICO"



ΚΩΝ. ΚΑΡΔΑΣΣΙΑΡΗΣ & ΥΙΟΙ ΑΕΒΕ

Annual Bulletin

2006

**(According to the decision 7/372/15.02.2006 of the Board of
Directors of the Greek Capital Market Commission)**

JUNE 2007

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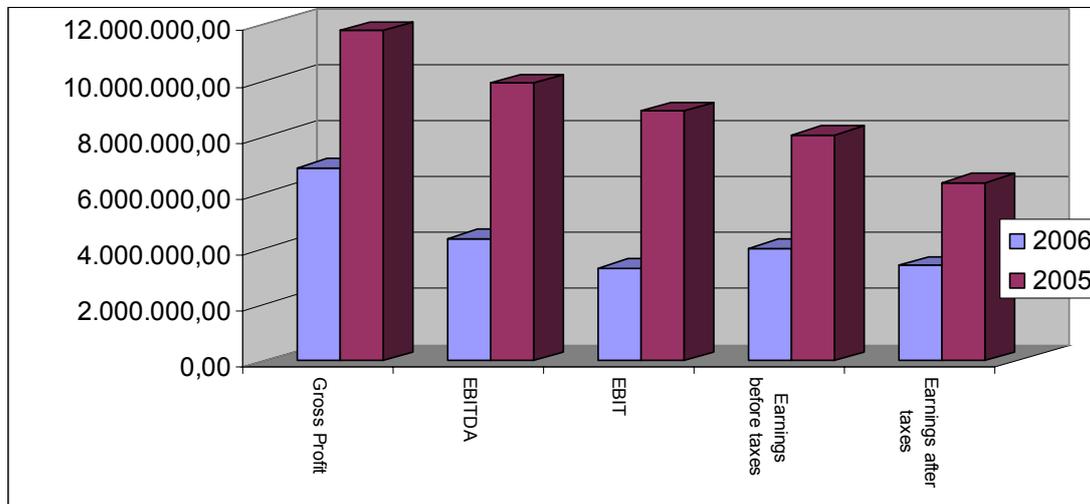
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1. SUMMARY FINANCIAL RESULTS

1.1 Summary financial results of Cardico S.A.

summarized income statement of Cardico S.A		
Amounts in euro	1/1 - 31/12/2006	1/1 - 31/12/2005
Sales	59.464.756	80.868.798
Cost of goods sold	-52.588.626	-69.086.647
Gross Profit	6.876.130	11.782.151
Earnings Before Taxes Financing and Investments Results, Depreciations and Amortizations	4.347.079	9.886.051
Earnings Before Taxes Financing and Investments Results	3.309.046	8.908.208
Earnings before taxes	4.014.192	8.057.053
Earnings after taxes	3.387.855	6.343.579
Basic Earnings per share	0,16	0,30

Diagrammatic depiction of the Company's financial results for the period 2005-2006:



Summarized balance sheet of Cardico S.A		
amounts in euro	31/12/2006	31/12/2005
Non – current assets	98.714.143	100.776.292
current assets	43.923.906	40.063.039
total assets	142.638.050	140.839.331
EQUITY & LIABILITIES		
Equity	52.752.145	45.470.988
Total long – term liabilities	29.437.037	36.463.443
Total Short – term Liabilities	60.448.868	58.904.900
Total Equity & Liabilities	142.638.050	140.839.331

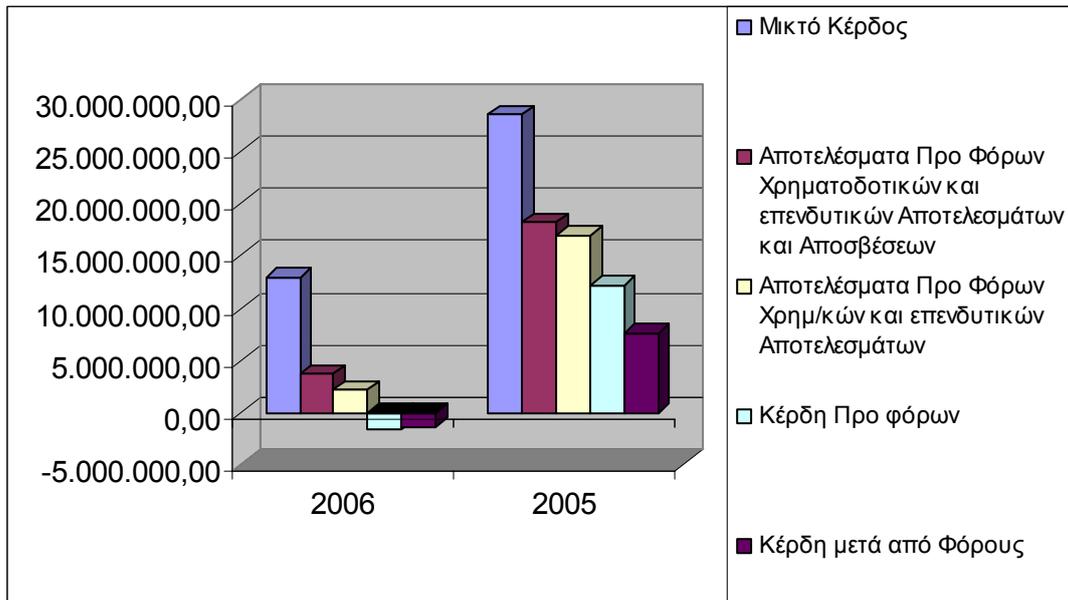


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1.2 Summarized consolidated results.

Consolidated income statement		
Ammounts in euro	1/1 - 31/12/2006	1/1 - 31/12/2005
Sales	171.918.019	234.798.658
Cost of goods sold	-158.953.286	-206.178.159
Gross Profit	12.964.733	28.620.499
Earnings Before Taxes Financing and Investments Results, Depreciations and Amortizations	3.695.204	18.245.168
Earnings Before Taxes Financing and Investments Results	2.176.219	17.031.711
Earnings before taxes	-1.616.592	12.208.948
Earnings after taxes	-1.380.925	7.638.703
Allocated to :		
The parent's shareholders	-1.858.568	7.501.526
Minority interest	477.644	137.177
Basic Earnings per share	-0,09	0,36

Diagrammatic depiction of the Group's financial results for the period 2005-2006:



consolidated balance sheet		
ammounts in euro	31/12/2006	31/12/2005
Non – current assets	51.598.668	53.367.513
current assets	77.720.002	74.556.901
total assets	129.318.670	127.924.414
EQUITY & LIABILITIES		
Equity	21.175.893	20.091.285
Total long – term liabilities	23.074.633	28.406.998
Total Short – term Liabilities	85.068.143	79.426.131
Total Equity & Liabilities	129.318.670	127.924.414



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2. INFORMATION ON THE STRUCTURE OF THE ANNUAL BULLETIN AND THE COMPANY'S AUDITORS.

2.1 Introduction

The Annual Bulletin includes information about the financial status, the evolution of the activities and the results of "K.Cardasilaris & Sons S.A." (onwards the company) and of the Group of Companies "K.Cardasilaris & Sons" (onwards the Group), that are necessary for the sufficient update of the investors.

Editing and distributing of the bulletin was made under the provisions of the current law and in particular under the Presidential Decree 348/1985, and the decisions No 5/2004/14.11.2000 and 7/372/15.02.2006 of the board of the Capital markets Committee. The present bulletin is distributed free of charge.

2.2 Editors

Responsible for editing the bulletin and for the accuracy of the information included in it are:

- I. Mr. Kardasilaris Nikolaos CEO, resident of Athens, Address: 2 Karageorgi Servias St. (Syntagma Square) P.C. 106-52
Ph. No. 210 321 9373, 210 3317089
- II. Mr Tsakiris Evangelos, Financial Manager, resident of Athens, Address: 2 Karageorgi Servias St. (Syntagma Square) P.C. 106-52
Ph. No. 210 321 9373, 210 3317089

The board of Directors of the Company states that all its members have knowledge of the information included in the bulleting and together with its editors confirm that:

- I. All the information and elements included in the Annual Bulletin are true, accurate, complete, correct and clear.
- II. There is no other information and no other events have taken place, the blanketing or the skipping of which could lead to misleading part or the whole of the information included in the bulletin.

2.3 Information

The shareholders and investors who are interested for further information, they can address to:

- a) company's branch, which is located at the 2nd kilometer of regional Road Inois - Sximatariou, prefecture Viotia. Telephone numbers: 22620-47700, fax 22620 - 57112 (Mrs. Mantzourani Marina)
- b) At the company's website www.cardico.com

2.4 Auditors

The company is audited from Chartered Auditors Accountants. The audit of the company for the period 2006 was performed by the Certified Auditor Accountant Mr. Konstatntinou Sotirios (SOEL No 13671) of Grant Thornton.

The rest companies of the Group are also audited from Chartered Auditors Accountants. In particular:

- ECHALIE S.A (France), DELOITTE
- TESCO S.A (England), SPW CHARTERED ACCOUNTANTS
- XIROFROUT S.A. (Greece), Mr. Belesis Ioannis and Mrs. Pirmokoki Persefoni
- SIFAKIS S.A (Greece), GRANT THORNTON
- NUT COMPANY LTD (Greece). This company is under liquidation process since 1/1/2004 because its productive activity has been made from the Parent Company at its new factory at Sximatari region. The charged manager of the liquidation procedure is Mr. Farmakis Nikolaos.
- SDOUKOS A.V.E.E (Greece) is consolidated with net equity method. Mr. Papakonstantinou Panagiotis S.O.L.
- CARDICO SRL, AUDIT REGULATOR - GD
- CARDICO LTD, BELLSTOUNE & COMPANY LTD

2.5 Fiscal years that have not been inspected by tax Authorities

The fiscal years that have not been tax- inspected are as follows:

COMPANY	NON-INSPECTED FISCAL YEARS
CARDICO S.A.	2004-2006
NUT COMPANY LTD	2002-2006
KSIROFRUIT A.E.	2003-2006
SIFAKIS A.E.	2003-2006
SDOUKOS ANT. LTD	2003-2006

For the fiscal years mentioned in the above matrix, there is a possibility for further taxes or fines to be imposed when the tax inspection will take place and is finalized. The company estimates yearly the possible further tax liabilities that are likely to occur during the inspection of the past fiscal years, taking into account the appropriate provisions where that is considered necessary.

2.6 Information About Public Offers

During the previous and the current fiscal year the company didn't submit any public offers for the buyout or the trade of stocks of other companies. Also no similar offers were made by third parties for the buyout or trade of stocks of the company.

2.7 Company's Cases on the Cause list

Against the company there are legal claims:

- 1) of a company named "Hellenic Investments SA - Investment Consultants" of total amount €486.311,43 which arise from signed agreements pertaining to the supervision of the construction of the new plant in Schimatari. The above claims are under arbitration by the appropriate authority, which is currently examining the relevant evidence. According to the company's legal consultant it is highly likely that the above claims be rejected,
- 2) Of a company named KENTFORD LIMITED with seat in Ireland and in Moldavia of total amount €12.715.689. On 10/09/2001, a contract was signed between Mrs.[Kardasilaris] and Sons S.A and the above company for the transfer of a Moldavian company of her property named KENTFORD SRL against price USD 200.000. Mrs. [Kardasilaris] and Sons [AEBE] in the year 2002 withdrew the agreement concerning the acquiring of buying the shares of KENTFORD SRL, as it was initially provided by the convention, after the weakness of the co-contractor company to ensure us for the safety of the undertaking. This weakness resulted to our company decision not to remain in the unstable commercial market of Moldavia as an exporter. According to the company's legal consultant the above claim is not to flourish.

Other than the above, there are no cases, under dispute or arbitration, which might have a significant effect on the financial situation or operation of the Group.



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3.COMPANY INFORMATION

3.1 General Information

The company C. CARDASSILARIS & SONS – CARDICO S.A. is a societe anonyme and constitutes the group’s parent company. It was established with its present legal status on 30.01.1980 after the merge of the companies C. N. CARDASSILARIS & SON and C. CARDASSILARIS & SONS S.A. (FEK issue S.A. and L.T.D. 33/05.01.1980). The company is registered in the Records of Societe Anonyme, number 3760/06/β/86/05. The company’s duration has been set at fifty years and ends on 05.01.2031 according to article 2 in its statutes.

The Group’s headquarters are located in Athens, on Karageorgi Servias 2 street (Syntagma Square), Zip Code 105 62. The company’s administrative, commercial and productive activities take place to the company’s factory, which operates as branch at the 2nd kilometer of regional Road Inois – Sximatariou, prefecture Viotia and supervised from D.O.Y. Thevon.

The company belongs to the below categories: Supplies industries producing chocolate and pastries, wholesalers of dried nuts, units processing dried nuts, super market chains and big stores selling in retail dried nuts. Additionally the company elaborates and trades in pastry items.

At the article 2 in its statutes is referred its main activity:

1. The company’s main activities are:
 - a) importing, exporting and processing nut products, deputation of foreign and regional groups, participation in other companies of variant activities.
 - b) processing and trading of pastries and food products.
 - c) the exploitation of real estate in general, the trading of real estate and the leasing of real estate to others.
 - d) the agrarian exploitation for the creation of plantation or other nut products at own land or leased land.
2. For the achievement of its purpose, the Company is enabled to create subsidiaries, branches or agencies in the country or in a foreign country.

3.2 Business activities

CARDICO with its vertically organized procedures at its new technologically modern factory imports and exports the raw materials, processes and distributes nuts of supreme quality to Greece and to the rest of the world.



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The imports of the products arrive from the countries of origin after having sustained a series of quality controls by the producers at the countries of origin. Some of these countries are:

- USA: Almond kernels, Walenut kernerls, Pistachios
- TURKEY: Hazelnut kernels, Almond kernels
- MOLDAVIA: Walenut kernerls
- ARGENTINA: Peanuts
- CHINA: Peanuts
- INDIA: Cashews

The business activities of the company are both *industrial* and *commercial*.

The *industrial* activities have to do with the sales of products that have sustained processing in the industrial units of CARDICO factory, such as the blanching of almond kernel, salting - roasting, standardization - packaging. In each case and in all stages of import and processing, the products undergo detailed quality control, so as reach the customers and the end consumers in the outmost excellent condition.

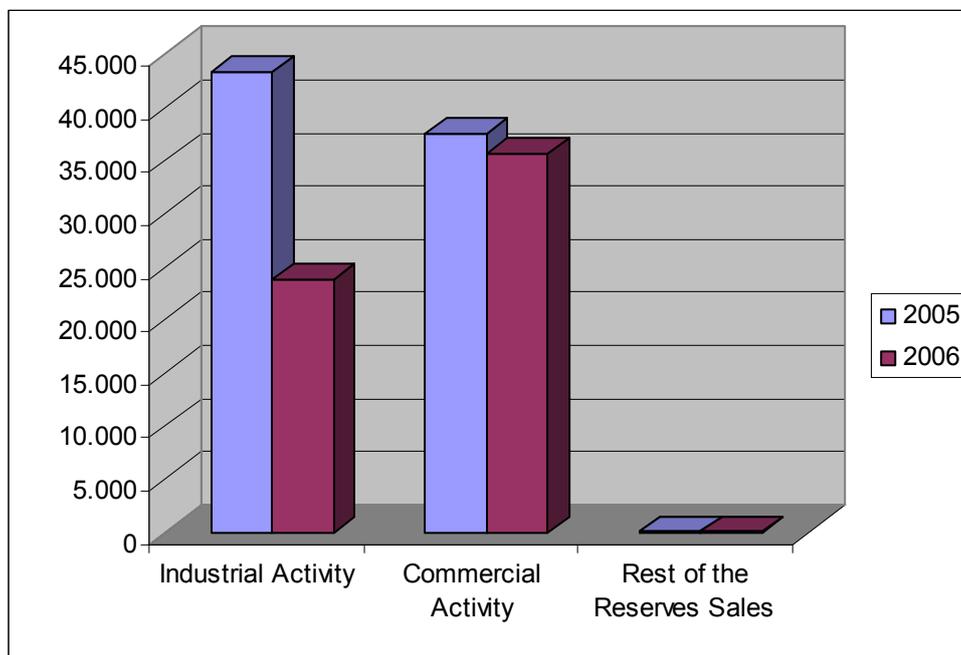
The *commercial* activities have to do with the sales of nuts that have sustained a slight processing in the industrial units of CARDICO factory. The products are either resold as raw materials, or processed and sold in consumer packaging. The destinations of the products are Greece, as well as 26 countries more countries (e.g. Italy, France, Spain, Portugal, Germany, Great Britain etc.)

In the following index the business activities are allocated in industrial, commercial and sales of the rest of the reserves for the period 2005-2006:

Allocation of Company Business Activities				
(amounts in thousand euros)	2005	%	2006	%
Industrial Activity	43.342	53,60%	23.828	40,07%
Commercial Activity	37.507	46,38%	35.608	59,88%
Rest of the Reserves Sales	19	0,02%	28	0,05%
Total Revenue	80.868	100%	59.464	100%

As it appears in the above matrix the Company's revenue from industrial activities is decreased during the year showing an decrease from 2005 to 2006 of 45,02% (43.342 th. euros in 2005, 23.828 th. euros in 2006). The revenue from commercial activities is decreased during the year showing an decrease of 5,06% (37.507 th. euros in 2005, 35.608 th. euros in 2006). The revenue from the sales of the rest of the reserves is increased in 2006 compared to 2005 showing an increase of 47,37% (19 th. euros in 2005, 28 th. euros in 2006).

Diagrammatic Depiction of Revenue allocated in Business activities:



The company can produce or process the following products:

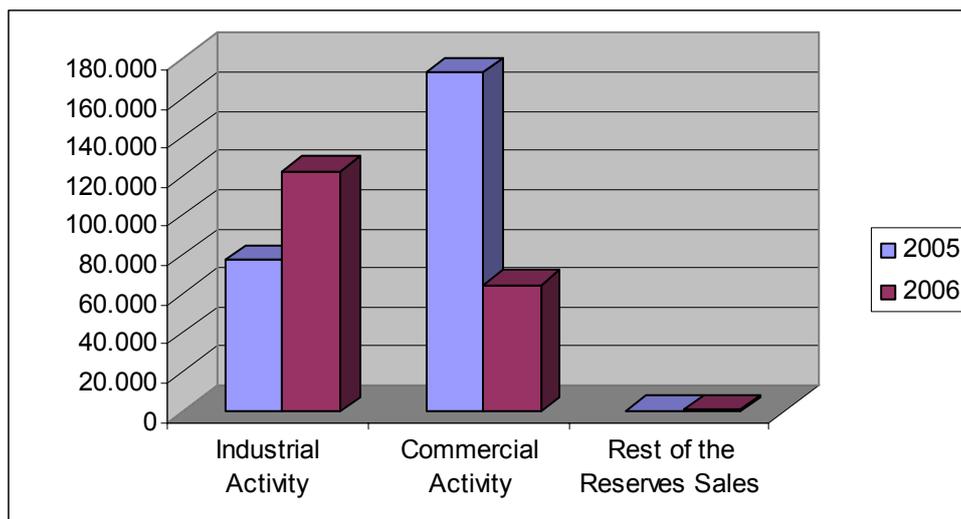
- Almonds Raw- Blanched Almonds Raw
- Walnut raw
- Hazel nut raw
- Hazel nut paste
- Pistachios - Pistachios Raw
- Sunflower seeds
- Peanuts
- Cashews
- plums
- Chick peas
- Various snacks and crackers.
- Pumpkinseeds
- Pastry products

In the following matrix the revenue of the Group is allocated in industrial, commercial, and sales of the rest of the reserves for the period 2005-2006 (It is noted that the deletion of the intra-company transactions of 15.994 th. euros in 2005 and 15.804 th. euros in 2006 have not been taken into consideration)

Allocation of Group's Business Activities				
(amounts in thousand euros)	2005	%	2006	%
Industrial Activity	77.305	30,82%	122.673	65,35%
Commercial Activity	173.295	69,10%	64.324	34,27%
Rest of the Reserves Sales	192	0,08%	725	0,39%
Total Revenue	250.792	100%	187.722	100%

As it appears in the above index the revenue from industrial activity is increased during the year showing an increase from 2005 to 2006 of 58,69% (77.305 th. in 2005, 122.673 th. In 2006). The revenue from commercial activity is decreased during the year showing an decrease from 2005 to 2006 of 62,88% (173.295 th. in 2005, 64.324 th. In 2006). The revenue from the sale of the rest of the reserves is increased during the year showing an increase from 2005 to 2006 of 277,60% (192 th. in 2005, 725 th. In 2006).

Diagrammatic Depiction of Revenue allocated in Business activities:



3.3 Network

CARDICO has got the largest exemplary organized distribution network of nuts in Greece. CARDICO constantly expands its business activities in the wholesale market



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B2B (Business to Business) as well as in the retail market B2C (Business to Consumer) not only in the Greek market, but also to the European and international ones.

3.3.1. Network in Greece

A) Supermarket

CARDICO is the largest and most reliable supplier of nut of the biggest Greek supermarket chains. CARDICO packages its products in the supermarket label (private label), offering to the consumer the well known incomparable quality of its products, in new innovative packaging. The supermarket chains with which CARDICO cooperates are:



B) Wholesalers – Distributors – Craftsmanship

For the promotion of its products beyond the market of the supermarkets and in order that the quality of CARDICO reaches the most remote sales point, the company has created a network of exclusive co operations all over the dominion.

The distribution of the products takes place:

- In large packaging - in bulk, so that the craftsmen repackage and resell the products.
- In packages for the retail market, so that the wholesaler - distributor promotes to smaller sales points.



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C) Industry

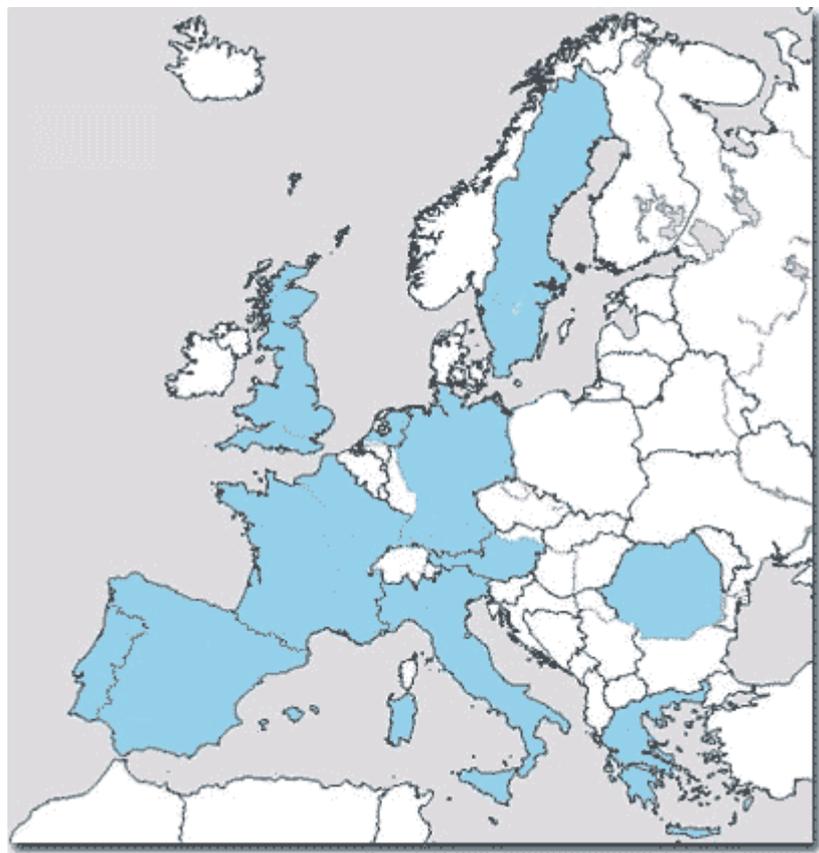
CARDICO supplies with nuts of exceptional quality the largest confectionary industries in Greece, as well as the industries of production of cereals, musli and "snack bars.

3.3.2 International Network

The philosophy and the strategy of CARDICO overseas, aim to firm cooperation with serious distribution houses, well known supermarket chains and large confectionary industries.

Some countries where CARDICO carries out its business activities are:

- Holland
- France
- Great Britain
- Portugal
- Spain
- Romania
- Germany
- Italy
- Sweden
- Austria



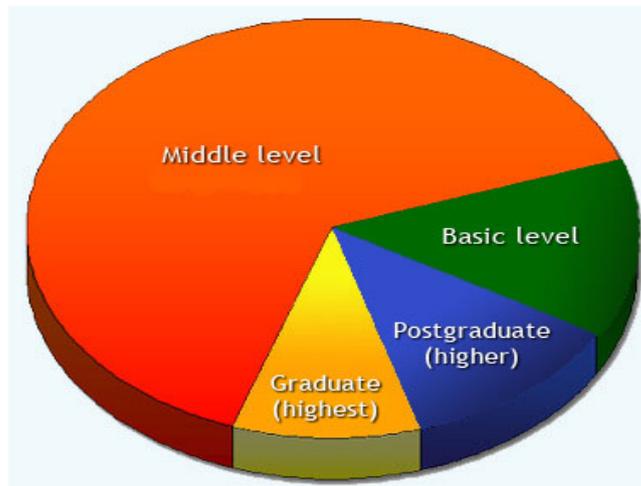
3.4 Human Resources

The personnel of the Group on 31/12/2006 were 227 employees and is analyzed below:

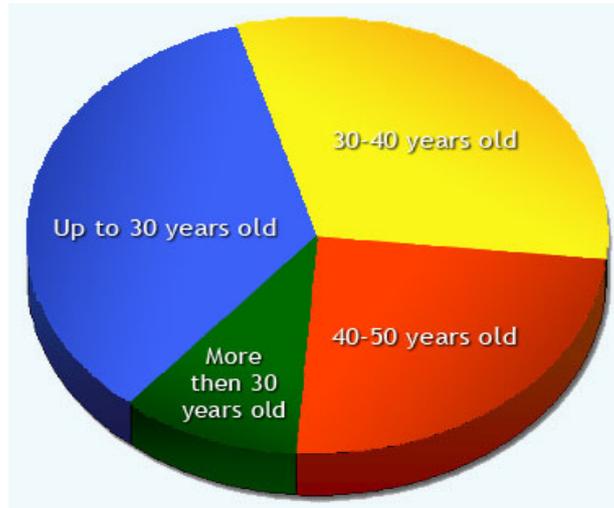
- Parent: 110 persons
- Echalie: 46 persons
- Tesco: 12 persons
- Sifakis: 41 persons
- Xirofrou: 3 persons
- Nut Company: 0 persons
- Georgia: 8 persons
- Moldavia: 7 persons

Charts below represent the employee's allocation, based on their educational background and their age.

Employees' allocation according to their educational background:



Employees' allocation according to their age:



3.5 History

Although the company got its present legal status in 1980, the family of Kardasilaris is operating in the dry fruit and nuts field since 1862. Based on the island of Chios, exporting to all European countries and the Indies. Later on the activity expanded to the rest of Greece by opening franchises in various towns.

The most important dates in the company's evolution are the following:

1968:

The company "C. Cardassilaris & Son OE" is founded in Pireaus.

1976:

The company moves its registered office from Pireus to Athens Greece.

1980:

The company, in its present legal status, "C. Cardassilaris & Sons AEVE" is founded having its headquarters situated at Rouf in an industrial unit of 6,000 square meters.

1996:

- The company stock is quoted in the Parallel Market of the Athens Stock Exchange.
- Participation in the foundation of the subsidiary NUT COMPANY AEDET based in Messini Messinias. The activities of the company are the processing and packaging of peanuts and cashews.

1997:

- Acquisition of the 52.50% of the capital stock of XIROFROUT AE, for further strengthening of the activities of CARDICO in the retail business. The business activities of the company are the trade - distribution of nuts, chocolate products and confectionary raw materials



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1998:

- Foundation and participation possessing the 75% of the capital stock of the subsidiary CARDICO SRL MOLDAVIA. The activities of the company are the processing and distribution of the local production of walnuts.
- Expansion of the production capacity of the factory by creating an extra 4000 square meters at ROUF with a processing capacity of 5 tons of nuts per hour.

1999:

- Acquisition of the 35% of the capital stock of the company ANT. SDOUKOS AVEE - KAFE AROMA, based at Ioannina. The activities of the company are the processing and distribution of Greek Coffee and Nuts.
- Acquisition of the 6.83% of the capital stock of COFFEEWAY CONNECTION AEVE based in Athens.
- Foundation of the subsidiary company CARDICO GEORGIA, based in Zugdidi, Georgia. The activities of the company are the processing of the local production of hazelnuts.
- Acquisition of the 51% of the capital stock of the distribution company of STARFOODS DISTRIBUTION SA, based in Czech, Prague. The activities of the company are the distribution of nuts, croissants, chips, wines and other food products.
- Acquisition of the 15% of the capital stock of the distribution company of STARFOODS DISTRIBUTION SA, based in Tomarzow Mazowiesky, Poland. The activities of the company are the distribution of nuts, croissants, chips, wines and other food products.
- Acquisition of the 51% of the capital stock of KENKKO COMMODITIES LTD based in London.
- Creation of a new production plant in Moldavia, an investment that was completely funded by the increase of the capital stock.

2000:

- SIFAKIS S.A., based in Heraklion, Crete. The activities of the company are the processing, trade and distribution of nuts, confectionary products and snacks to the market.
- Acquisition of the 49.97% of the capital stock of the company TROFINO EPE, based in Pyrgos Helias, Patra. The activities of the company are the processing and trading of nuts and cereals.
- Foundation of the company KARDALCO LTD, based in Giresum, Turkey. The activities of the company are the processing and packaging of hazelnut paste.
- Acquisition of the 100% of the capital stock of the company ECHALIE SA based in Paris, France. The activities of the company are the processing and production of nuts and dried fruit. ECHALIE S.A. is the largest company in its field in France.

2001:

- The participation in «STAR FOODS DISTRIBUTION AS» Chez-Republic was increased from 51,00% to 75,54%.

- The participation in «SDOUKOS ANT. AVEE» was decreased from 35,00% to 24,92%.
- The Authorities of Voiotia prefecture permit with the No. 128/18-6-2001 construction licence the construction of the new plant by the company on privately owned ground situated at the 2nd klm of the peripheral road Oinoi-Shimatari αποθηκών) in place Rahili.

2002:

- Sold privately owned land situated in Rouf, then the company leased the land with the right to buy it back in 15 years.
- Bought Land of 15.387,51 square meters, next to already privately owned land.
- Beginning of the construction activities of the new factory at Schimatari Viotias
- «KENTFORD INVESTMENTS SRL» of Moldova valued at 223.037,42 euros was deleted from participation because the ordinary procedures of the buyout that stated in 2001 were no completed due to the opposing side's fault.

2003:

- Bought land of 8.860 s.m. and the industrial building situated on it of 3.470 s.m. at Prefecture of Ilia (Alpochorio).
- The construction of the new plant in Schimatari was approved for funding from the programs of the Third Community Support Framework
- The fire at 20-1-2003 destroyed completely the plant A' of the company. Any losses in values were covered by the insurance payments.

2004:

- Newly build plant at Schimatari Voiotias was completed. Also the installation of machinery and equipment was completed as well offices and storage rooms. Total size is 20.790 s.m. and accounting value 19.074.000 euros, while the value of the machinery and equipment (both old and new) is 7.824.000 euros.
- The company starts its activities at its new technologically modern factory of 20.900 square meters, located in an area of 85.000 square meters.
- Dissolution and liquidation of STARFOODS DISTRIBUTION SA Czech, since the entry of Czech into the European Union simplified the procedures for exporting goods to the country.
- Dissolution and liquidation of TROFINO EPE, since the production line moved to the new factory at Schimatari..

2005:

COFFEE CONNECTION S.A. was sold for € 461.528,98.

2006:

Sold the participation in STAR FOODS DISTRIBUTION A.S for € 4.123.843,84.
Beginning of the implementation of the new expansion plan of the company that has as a target the complete entry of the company in the retail markets of the Eastern Europe, Russia and Middle East.



ΚΩΝ. ΚΑΡΑΪΣΙΑΠΗΣ & ΥΙΟΙ ΑΕΒΕ

2007:

Prospects of entering the dried fruits market with new innovative packaging.
Entering new european retail chains with private label packaging.

3.6 Usage of capital raised by the Capital Increase in the year 1999

Capital raised during the last capital increase as the AGM, that took place at 07.06.1999, decided mounted to 4.436.830,52 euros (1.007.900 shares at 4,40 euros each.) after reducing the value of the appropriate expenses. In accordance with the appropriate report of the increase, the capital was supposed to be distributed as follows:

1. 1.496.698,46 euros (about 33,7% of the increase income) was provided to be spent in order for the company to participate in the capital increases of the subsidiary CARDICO Moldova SRL and the newly founded subsidiary CARDICO Georgia. More specifically:
 - a) 704.328,69 euros (about 800.000 USD) was provided to be spent for the capital increase of CARDICO Moldova SRL. The above mentioned increase would fund the construction of a new plant next to the one already existing, and the supply of new machinery. Also it would fund the updating and improvement of the current factory of the subsidiary in Moldova.
 - b) 792.369,77 euros (about 900.000 USD.) was provided to be spent for the capital increase of CARDICO Georgia. Th capital would fund the purchase of a plant in the town Zugdidi of Georgia, the renovation of the building and the supply of new and novel machinery. (productive use).
2. 286.133,53 euros (about 6,5% of the increase income) was provided to be spent for the buyout of 35% of the share capital of "SDOUKOS IOANNISS S.A" based in Ioannina, a company with the brand name "Sdoukos Antonios Café Aroma S.A."
3. 352.164,34 euros (about 7,9% of the increase income) was provided to be spent for the improvement of the Company's plant ,the modernization of the chemical laboratory and the entrance in new chocolate and pastry products.
4. 117.388,11 euros (about 2,7% of the increase income) was provide to be spent for the purchase of new IT equipment and software.
5. 146.735,14 euros (about 3,3% of the increase income) was provided to be spent for the modernization of the plant of the subsidiary NUT COMPANY A.E.B.E.T. in Kalamata.
6. The rest 2.036.683,79 euros (about 45,9% of the income increase) was provided to be spent in order for the company to reduce the short-term loans

All the above investments were completed within 1999 and 2000.

4. CORPORATE GOVERNANCE

The company has adopted the Principles of Corporate Governance as those are applicable in the context of Greek law and international practices. Corporate Governance as a set of rules, principles and mechanisms of controls based on which the company is organized and managed is intended to promote transparency towards investors as well as to safeguard the interests of shareholders and all persons involved in its operation.

The internal controls department is intended to perform objective internal and external audits and ensure the effective communication between auditing bodies and the Board of Directors. Its duties are also to ensure compliance with the rules of Corporate Governance and the appropriate operation of the Internal Controls System and the supervision of work carried out by the Department of Internal Controls of the company.

Internal controls is a prerequisite of Corporate Governance. The Department of Internal Controls of CARDICO SA is an independent organizational unit which reports to the company's Board of Directors. Its duties also include the evaluation and improvement of risk management systems and internal controls system, as well as the ensuring of compliance with established policies according to the Company's Internal Regulation for Operation and laws applicable.

Since 2001 the company has had an Internal Controls department. Head of this department is Mr. Stavros Christakakis who is fully and exclusively employed.

4.1 Management of the Company

The Board of Directors of Cardico s.a is consisted of seven members. The service of the members is five year.

The members of Board of Directors are:

KARDASILARIS NIKOLAOS	Chairman
KARDASILARIS IOANNIS	Managing Director
KARDASILARIS GEORGIOS	Managing Director
LILARDOU MIRTOULA	Executive Member
MINETA ERASMIA	Independent Non-executive Member
BASILEIOY STAYROS	Independent Non-executive Member
SOYLITIS KONSTANTINOS	Independent Non-executive Member



ΚΩΝ. ΚΑΡΔΑΣΙΛΑΡΗΣ & ΥΙΟΙ ΑΕΒΕ

The company is represented and bounded by:

- **Kardasilaris Nikolaos** - chairman.
- **Kardasilaris Ioannis** – managing director.
- **Kardasilaris Georgios** – managing director.

As follow:

- Toward banks with the signature of checks and notes two of the above are needed.
- For all the other purposes one of the above is needed.

It is noted that the Board of Directors members, as the management staff of the Company have the Greek nationality. It is also mentioned that no one of them has been condemned due to illegal matters or financial crimes and no one of them is accused for actions which concern bankruptcy, criminal action and execution forbiddance of business activity, exchange market activity and other managerial job restrictions.

It is noted that Nikolaos, Ioannis and Georgios Kardasilaris are brothers. Among the members of the Board of Directors and the managers of the Company there are not any familiar relations.

The supervisory personnel of the Company is:

Kardasilaris Nikolaos, businessman, Chairman of Board of Directors. Born in 1948. He has studied economics in Economic University of Athens. He is one of the founders of the Company. He speaks fluently English. He has the oversight of the Financial Management of the Company

Kardasilaris Ioannis, businessman, Managing Director of the Company. Born in 1951. He has studied economics in Economic University of Athens. He is also one of the founders of the Company. He speaks fluently English. He is responsible for the commercial procedure – sales of the Company.

Kardasilaris Georgios, businessman, Managing Director of the Company. Born in 1953. He has studied economics in ASOEE, Athens and he is graduated from B.C.A. He is one of the founders of the company and he speaks fluently English. He is responsible for the production activity of the Company.

Xristakakis Stavros, economist, Internal Control Director. Born in 1962. He has studied economics in Economic University of Athens. He is graduated from the Greek Open University. He works at the company since July of 2005.

Tsakiris Evangelos, Financial director. Born in 1961, he has studied Business administration in University of Piraeus. He works at the Company since 2004. He speaks English.

Karanasou Eleni, Company's Announcements Officer. Born in 1969. She has a Bachelor in Accountancy from the School of Business and Economics of the Technological Institute of Piraeus. She works at the company since 2001. She speaks English.

Mantzourani Marina, Investors Relations Officer. Born in 1981. She holds a Bachelor in Economics and Finance from the University of Hertfortshire and studies Corporate Governance in the Kapodistriako University of Athens. She works at the company since 2006. She speaks English.



ΚΩΝ. ΚΑΡΑΑΣΙΑΑΠΗΣ & ΥΙΟΙ ΑΕΒΕ

Melanitis Georgios, Internal Sales Manager. Born in 1963. He has studied at the Mechanic's school of the Merchandise Marine Institute, holds a post - graduate degree and has a long term experience on the field of sales. He works at the Company since 1999. He speaks English.

Likiardopoulos Kleomenis, International Business Manager. Born in 1966. He has studied Chemistry in the University of Athens and has a post graduate degree in Marketing. He works at the Company since 2007. He speaks English and Spanish.

Adamopoulou Mirto , supervisor of Technical Control Dept. Born in 1974, she has studied science and technology of foods in Geoponic University of Athens. She works at the Company since 1998. She speaks English and French.

Gialou Katerina, Production Manager. Born in 1978. She holds a bachelor in chemistry from the University of Thessaloniki and is specialized in food's technology. She works at the Company since 2004. She speaks English and German.

Dimopoulos Nikolaos. Factory supervisor. Born in 1958 and he works at the company since 1995.

Xarisiadis Miltiadis, Supervisor of Internal Commerce. Born in 1949 and he works at the company since 1992.

5. IMPORTANT INFORMATION ABOUT THE COMPANY.

5.1 Changes in Share Capital

Changes in the company's share capital since its establishment are as follows:

- 1) The share capital was initially in drachmas amounting to forty-five million (45.000.000) divided in nine thousand (9.000) shares at nominal value five thousand (5.000) each and was covered: a) through contribution in kind from the merged companies b) through cash payment and c) through contribution of receivables from partners of the partnership "KON. KARDASILARIS AND SONS".
- 2) Subsequently and in accordance with law 1249/1982 that capital was increased due to value adjustments of the company's buildings and land reaching fifty-five million four hundred thirteen thousand (55.413.000) divided in nine thousand (9.000) shares at nominal value GRD six thousand one hundred fifty-seven (6.157) each. (Government Gazette 66/13.01.1983).
- 3) Further to the decision of the extraordinary General Meeting of the company's shareholders held on November 20, 1987 its capital was increased by the amount of GRD twenty million ten thousand two hundred and fifty (20.010.250) divided in three thousand two hundred and fifty (3.250) shares at nominal value GRD six thousand one hundred fifty-seven (6.157) each. The new capital was covered through cash by the old shareholders of the company. (Government Gazette 457/18.03.1988).
- 4) Further to the decision of the shareholders' extraordinary General Meeting on 8-11-89 and according to the decision no E. 2665/84 Pol. 72/22-2-88 of the Ministers of National Economy and Finance that Capital was increased due to value adjustments of buildings and land by the amount of GRD sixty-three million forty-seven thousand six hundred and eighty (63.047.680) through issuance of ten thousand two hundred and forty (10.240) new shares at nominal value GRD 6.157 each which were proportionally distributed to old shareholders. (Government Gazette 4151/23.11.1990).
- 5) Further to the decision of the shareholders' extraordinary General Meeting on 10-12-93 and according to law 2065/92 the capital was increased due to value adjustments of the company's buildings and land by GRD seventy-five million one hundred fifty-five thousand eight hundred and seventy-two (75.155.872) plus GRD 5.708 based on decision no E.2665/88, namely seventy-five million one hundred sixty-one thousand five hundred and eighty (75.161.580) through increase of the nominal value of shares by GRD 3.342 each, namely the value of each share was increased from GRD 6.157 to GRD 9.499, resulting in total capital of the company amounting to GRD two hundred thirteen million six hundred thirty-two thousand five hundred and

ten (213.632.510) divided in twenty-two thousand four hundred and ninety (22.490) shares at nominal value GRD 9.499 each. (Government Gazette 5957/24.10.1994).

- 6) Further to the decision of the ordinary General Meeting of the shareholders on June 29, 1995 the share capital was increased by GRD 46.216.950 through capitalization of reserves a) law 1731/88 GRD 8.273.198 b) law 1828/89 for years 1988-1991 GRD 37.943.752. The increase was made through the increase in the nominal value of the shares by GRD 2.055 each. (Government Gazette 6351/08.11.1995).

- 7) Further to the decision of the extraordinary General Meeting of the shareholders on 2/1/1996: a) the value of each share was increased by GRD 46 reaching the amount of GRD 11.600 each. The difference arising from the increase amounting to GRD 1.034.540 was capitalized, with the capital reaching GRD 260.884.000, b) the value of each share was reduced to GRD 100 and therefore capital was divided in 2.608.840 shares at nominal value GRD 100 each, c) capital was increased by GRD 16.000 through capitalization from the reserves in accordance with law 1828/89 reaching GRD 260.900.000 divided in 2.609.000 shares at nominal value GRD 100 each, d) capital was increased by the amount of GRD (41.470.000) of which the amount of GRD 39.500.000 was covered through contribution of new shares through public offering and the amount of GRD 1.970.000 was covered through private investment. The entire new capital was paid cash.

Therefore the company's capital reached GRD 302.370.000 fully paid, divided in 3.023.700 shares at nominal value GRD 100 each. (Government Gazette 418/26.01.1996).

- 8) Further to the decision of the shareholders' ordinary General Meeting on 14/5/1997 the share capital was increased by GRD 201.580.000 through capitalization of reserves a) from adjustment differences in accordance with law 2065/92 GRD 99.301.478,- and b) from tax-free reserve in accordance with law 1828/89 GRD 102.278.522,-. The increase was made through the issuance of 2.015.800 new common shares at nominal value GRD 100 each, which were distributed free of charge to the shareholders, two new shares for every three old ones.

Consequently the company's capital reached GRD 503.950.000 fully paid, divided in 5.039.500 unregistered shares at nominal value GRD 100 each. (Government Gazette 2360/27.05.1997).

- 9) Further to the decision of the shareholders' ordinary General Meeting on 17/6/1998 the share capital was increased by 503.950.000 through capitalization:
 - a) of the tax-free reserve in accordance with law 1828/89, GRD 47.780.000.
 - b) of the share premium account GRD 456.170.000.

The increase was made through issuance of 5.039.500 new common unregistered shares at nominal value GRD 100 each which were distributed to the shareholders free of charge, one new share for one old one.

Consequently the company's capital reached GRD 1.007.900.000 divided in 10.079.000 common unregistered shares at nominal value GRD 100 each. (Government Gazette 4811/26.06.1998).

- 10) Further to the decision of the shareholders' ordinary General Meeting on 7/6/1999 the share capital was increased by 100.790.000 through cash payment. The increase was made through issuance of 1.007.900 common unregistered shares at nominal value GRD 100 each, which were distributed to the shareholders at the rate of ten old shares for a new one. Therefore the company's capital reached GRD 1.108.690.000 divided in 11.086.900 common unregistered shares at nominal value GRD 100 each. (Government Gazette 4756/25.06.1999).
- 11) Further to the decision of the shareholders' extraordinary General Meeting on 29/11/1999 the share capital was increased by 1.108.690.000 through capitalization of a respective amount from the share premium account. The increase was made through the increase of 11.086.900 new common unregistered shares at nominal value GRD 100 each, which were distributed to the shareholders free of charge at the rate of one new share for every old one. Consequently the company's capital reached GRD 2.217.380.000 divided in 22.173.800 common unregistered shares at nominal value GRD 100 each. (Government Gazette 9833/09.12.1999).
- 12) Further to the decision of the shareholders' extraordinary general meeting on February 22, 2002 intended to convert the share capital in euro:
 - I. the company's share capital was increased by €144.788,57 through capitalization of part of the difference from the value adjustment of buildings and land
 - II. the company's share capital and share were converted to euro. Then from February 22, 2002 onwards the company's share capital had been €6.652.140 divided in 22.173.800 common registered shares at nominal value €0,30 each. (Government Gazette 1621/01.03.2002)
- 13) Further to the ordinary General Meeting of the shareholders on 21/6/2005 the company's share capital was reduced by € 75.679 through cancellation of 253.230 shares at nominal value €0,30 each due to the fact that three years had elapsed since the date of their purchase by the company based on its shareholders' General Meetings on 25/4/2001 and 22/2/2002.

Consequently the company's share capital amounts to € 6.576.171 divided in 21.920.570 shares at € 0,30 each.

The following table briefly presents changes in the share capital of the company "Kon. Kardassilaris & Sons S.A.".



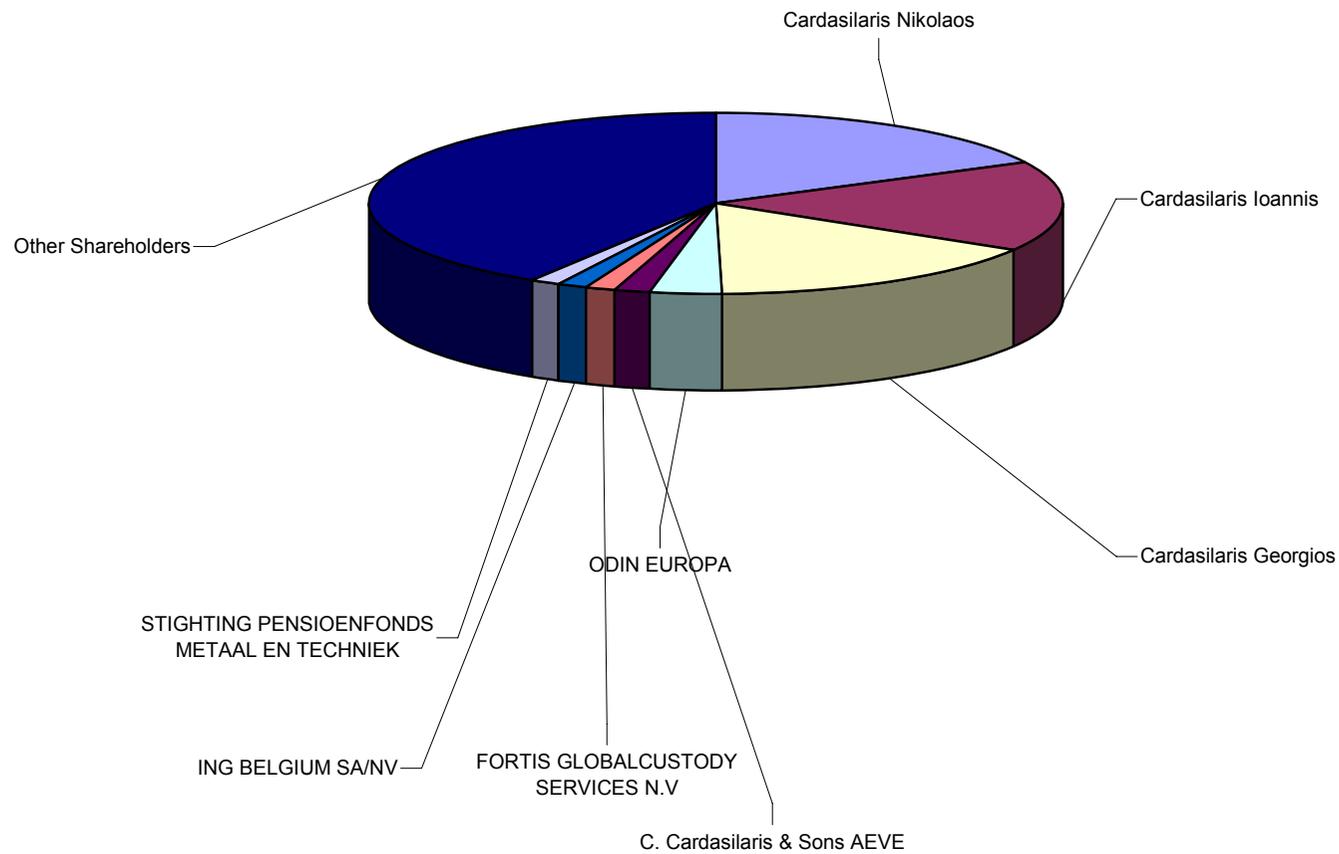
KΩΝ. ΚΑΡΔΑΣΙΑΡΗΣ & ΥΙΟΙ ΑΕΒΕ

SHARE CAPITAL CHANGES INDEX										
(amounts in drachmas until 2001 and in euros since 2002)										
AGM Date.	S.A. and Ltd publications	Increases					Decreases		Common Shares Total	Nominal Value of Shares
		Cash	Contribution in kind	Receivables Contribution	Mark-up Differences in Land and Buildings	Capitalization of reserves & Share premium differences	Cancellation of Shares	Share Capital Total		
Foundation	33/05-01-1980	8.086.020	21.998.418	14.915.562	-	-	-	45.000.000	9.000	5.000
30/10/1982	66/13-01-1983	-	-	-	10.413.000	-	-	55.413.000	9.000	6.157
20/11/1987	457/18-03-1988	20.010.250	-	-	-	-	-	75.423.250	12.250	6.157
8/11/1989	4151/23-11-1990	-	-	-	63.047.680	-	-	138.470.930	22.490	6.157
10/12/1993	5957/24-10-1994	-	-	-	75.161.580	-	-	213.632.510	22.490	9.499
29/6/1995	6351/08-11-1995	-	-	-	-	46.216.950	-	259.849.460	22.490	11.554
2/1/1996	418/26-01-1996	41.470.000	-	-	-	1.050.540	-	302.370.000	3.023.700	100
14/5/1997	2360/27-05-1997	-	-	-	99.301.478	102.278.522	-	503.950.000	5.039.500	100
17/6/1998	4811/26-06-1998	-	-	-	-	503.950.000	-	1.007.900.000	10.079.000	100
7/6/1999	4756/25-06-1999	100.790.000	-	-	-	-	-	1.108.690.000	11.086.900	100
29/11/1999	9833/9-12-1999	-	-	-	-	1.108.690.000	-	2.217.380.000	22.173.800	100
Total		170.356.270	21.998.418	14.915.562	247.923.738	1.762.186.012	-	2.217.380.000	22.173.800	100
22-02-2002 conversion in euro	1621/01-03-2002	499.945,04	64.558,82	43.772,74	727.582,50	5.171.492,33	-	6.507.351,43	22.173.800	0,29
22-02-2002 increase	1621/01-03-2002	-	-	-	144.788,57	-	-	6.652.140,00	22.173.800	0,3
21-6-2005 decrease		-	-	-	-	-	-75.969	6.576.171,00	21.920.570	0,3
Total after Conversion in Euros		499.945,04	64.558,82	43.772,74	872.371,07	5.171.492,33	-75.969,00	6.576.171,00	21.920.570	0,3

5.2 Share holder Structure

In the fore coming index is presented the Share holder structure of the company with percentage greater of 1% on 31/5/2007:

Shareholders	Number of Shares	(%)
Cardasilaris Nikolaos	3.809.000	17,38%
Cardasilaris Ioannis	3.576.550	16,32%
Cardasilaris Georgios	3.505.883	15,99%
ODIN EUROPA	736.413	3,36%
C. Cardasilaris & Sons AEVE	398.000	1,82%
FORTIS GLOBALCUSTODY SERVICES N.V	300.000	1,37%
ING BELGIUM SA/NV	300.000	1,37%
STIGHTING PENSIOENFONDS METAAL EN TECHNIEK	300.000	1,37%
Other Shareholders	8.994.724	41,03%
TOTAL	21.920.570	100%



SHAREHOLDERS COMPOSITION CHART

In April 11th, 2006 the following changes took place:

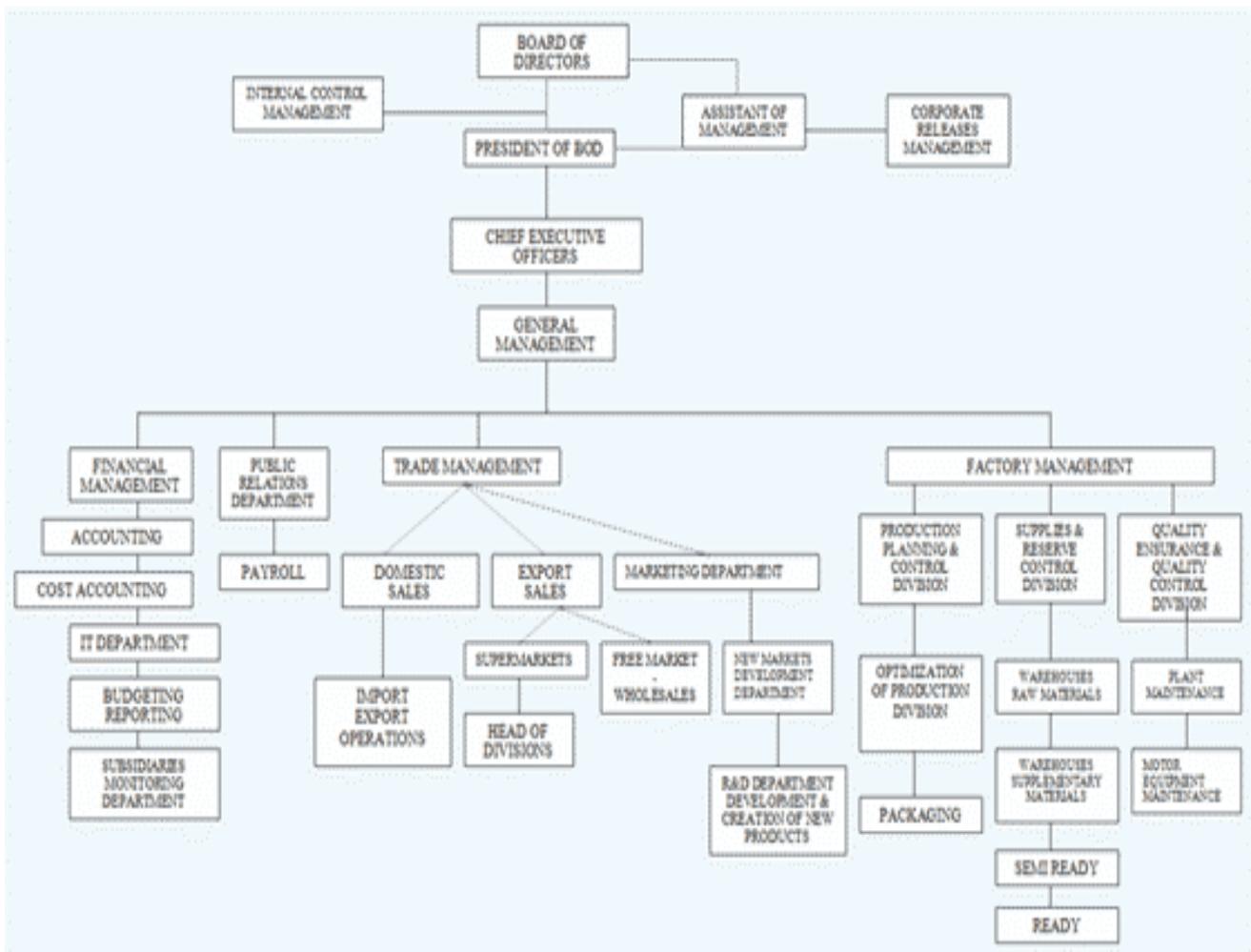
1. Mr. Ioannis Kardasilaris Managing director of the Company, sold 300.000 common shares of the company equal to 1,369% of the share capital and of the vote rights of the company K.Kardasilaris & Sons S.A. Mr Ioannis Kardasilaris before the transaction owned 16,988% of the share capital and of the Vote rights and the number of the shares he owned was 3.723.860. After the transaction the percentage of the share capital and of the Vote rights decreased to 15,619%, the number of common shares he owns fell respectively to 3.423.860.
2. Mr Georgios Kardasilaris Managing Director of the Company, sold 300.000 common shares of the company equal to 1,369% of the share capital and of the vote rights of the company K.Kardasilaris & Sons S.A. Mr Georgios Kardasilaris before the transaction owned 16,658% of the share capital and of the Vote rights and the number of the shares he owned was 3.651.500. After the transaction the percentage of the share capital and of the Vote rights decreased to 15,289%, the number of common shares he owns fell respectively to 3.423.860.
3. Mr Nikolaos Kardasilaris CEO of the company sold 347.000 common shares of the company equal to 1,582% of the share capital and of the vote rights of the company K.Kardasilaris & Sons S.A. Mr Nikolaos Kardasilaris before the transaction owned 17,522% of the share capital and of the Vote rights and the number of the shares he owned was 3.840.893. After the transaction the percentage of the share capital and of the Vote rights decreased to 15,939%, the number of common shares he owns fell respectively to 3.493.983.

5.3 Shares occupied from the members of Board of Directors and the supervisory personnel of the company.

At the index below there are mentioned the members of the Board of Directors and the supervisory personnel together with the number of shares which they had at 31/5/2007:

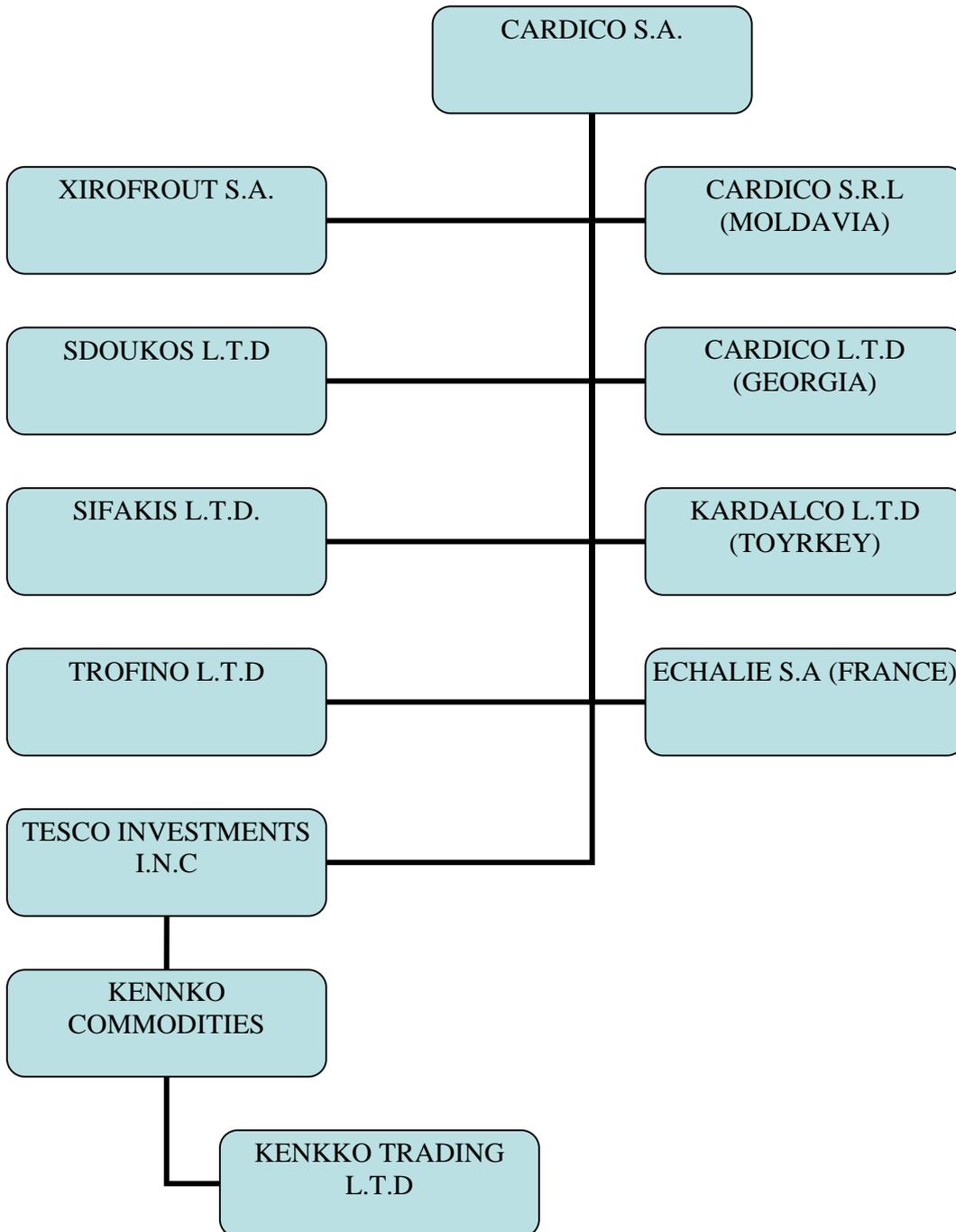
NAME	POSITION	SHARES
CARDASILARIS NIKOLAOS	CHAIRMAN	3.809.000
CARDASILARIS IOANNIS	MANAGING DIRECTOR	3.576.550
CARDASILARIS GEORGIOS	MANAGING DIRECTOR	3.505.883
CARDASILARIS KONSTANTINOS		40.000
SOULIOTIS KONSTANTINOS	INDEPENDENT NON - EXECUTIVE MEMBER	5.250
LIZARDOU MIRTOULA	EXECUTIVE MEMBER	200
VASILIOU STAVROS	INDEPENDENT NON - EXECUTIVE MEMBER	0
XRISTAKAKIS STAVROS	INTERNAL AUDITOR	0
TSAKIRIS EVANGELOS	FINANCIAL OFFICER	0
MINETTA ERASMIA	INDEPENDENT NON - EXECUTIVE MEMBER	0
TOTAL		10.936.883

5.4 Organization Chart



5.5 Subsidiaries

The index of the affiliated companies of the Group is as follows:



6. STOCK FINANCIAL DETAILS

6.1 Stock details

The company's stocks first traded in ASE at the 9th of October 1996. In the fore coming matrix is presented information concerning the movement of stocks. Such as the closing price of the stock at the end of every month, the sales volume in money and the number of shares for the period 1/1/2006 - 31/5/2007.

The stock is freely traded in the ASE. Since the 10/4/2006 and according to article 210 of the trade rules the stock of the company trades in FTSE Mid 40 Index.

Date	Closing Price (euros)	Monthly Transactions Volume (in number of shares)	Value of Monthly Transactions Volume (in thousand euros)
January 2006	6,06	1.624.760	9.828,77
February 2006	6,42	1.926.137	12.986,64
March 2006	6,52	1.296.773	7.907,12
April 2006	6,3	5.413.432	36.623,57
May 2006	5,38	1.538.441	9.313,99
June 2006	4,6	998.435	4.491,81
July 2006	4,52	623.742	2.849,59
August 2006	4,2	661.363	3.027,97
September 2006	4,02	1.202.537	4.730,08
October 2006	4	1.462.094	5.939,37
November 2006	3,82	1.819.358	7.792,72
December 2006	3,94	992.236	3.728,37
January 2007	3,62	1.527.266	5.716,46
February 2007	3,1	3.646.542	12.480,09
March 2007	2,9	1.843.360	5.196,20
April 2007	2,99	1.871.626	5.814,99
May 2007	3,2	2.607.014	7.984,96

6.2 Evolution of the share in the last two years

Earnings and dividend per share	2006	2005
Earnings per share	0,16	0,3
Divident per share	0,02	0,08

6.3 Indexes

Historical Chart of the share and the trade of the share at the period 1.1.2006-31.5.2007:



From the above index we conclude that, at this period of time, the share of the company presented losses, but in the first months of 2007 it recovered (Share profit: _____, Share loss: _____, General Index: _____).

6.4 Presentations in Institutional Investors

The company “K. Cardasilaris & Sons S.A.” during the previous fiscal year and until the date of editing the present bulletin went on to a number of presentations:

- At the 5/04/2006 34 institutional Investors from Germany, Austria, France, Norway, Switzerland, The Netherlands, Italy and England visited the company’s plantation in Shimatari. The targets and the goals set out by the company for the near future were presented. The reception of the investors was great and it has been offered a positioning in

the share capital of the company for 7,811,500, amount bigger than 35% of the total share capital. Intending in the greatest possible extroversion of the company especially because of its upgrade in the main market of the ASE, the principal shareholders have decided the positioning of a limited number of shares (1,600,000) in selected European funds. The presentation of the company and the distribution of the Shares was organized by the German Bank SAL OPPENHEIM PRIVATBANKIERS in cooperation with GANJON INVESTOR RELATIONS, and MERIT AXEΠEY

- Within the framework of the “1st Annual Greek Roadshow” organized by the Athens Stock Exchange on September 20 and 21, 2006 in London, the company Con/nos Cardassilaris & Sons S.A. - CARDICO met with foreign institutional investors. More specifically, the company was represented by Mr. Yannis Cardassilaris who talked about CARDICO’s activities and its strategic growth plan.

On Thursday, September 21st, 2006 foreign investors visited CARDICO’s state-of-the-art factory in Schimatari, Viotia. During the visit, investors were shown around the facilities and attended a company presentation made by Mr. Nikos Cardassilaris.

- CARDICO Group management informs the investing public that the updated presentation of the Group is on the website of the Company, www.cardico.com. The said presentation took place in Hotel Grande Bretagne on October 10 2006 within the framework of an update of press representatives regarding the Group’s activities and prospects.
- On Tuesday, October 10, 2006 a presentation of CARDICO Group took place at Grand Bretagne Hotel in Athens.

At the beginning of the presentation, Mr. Nikos Cardasilaris, CEO, introduced the audience to Group’s activity, namely the production and distribution of dried nuts. More specifically, CARDICO processes nuts produced in Greece and abroad and distributes and trades them both locally and in more than 28 countries worldwide. In 2005, 31% of the consolidated turnover came from sales in France, 14% in Germany, 12% in Greece, 10% in Italy, 10% in Spain, while the remaining percentage regarded sales to other countries.

Furthermore, during the presentation, a quick overview of the Group’s revised estimates was made, regarding fiscal years 2006 and 2007. The abovementioned estimates were released as of 20/09/2006.

Moreover, a reference was made on the discontinuation of negotiations between CARDICO and Coca Cola 3E where it was clarified that while the interest for cooperation was mutual, there was no positive conclusion.

Regarding commercial activities, it was mentioned that the company has commenced the promotion of CARDICO’s products under the brand name “Nut Lovers” to Super Market chains abroad and to a series of sales points in Greece.

Finally, Mr Kardasilaris noted on the participation of institutional investors in the share capital of the company, which amounts to 30.5%, and emphasized on the success of CARDICO’s participation in the «1st Annual Greek Roadshow» of the Athens Stock Exchange on September 20 and 21 in London.

- On Monday June 4, 2007 the Group CARDICO presented to the Association of Institutional Investors (UGII -- ETHE), among other, the annual financial results and the significant developments of the fiscal year 2006, the group's activity and structure as well as the perspectives for 2007.

CARDICO Group Chairman Mr. Nikos Kardasilaris started by presenting the Group's main activity, namely the production and distribution of dried nuts. More specifically, CARDICO processes nuts produced in Greece and abroad and distributes and trades them both in Greece as well as in more than 28 countries worldwide, managing a significant client network amongst which there are some well established supermarket chains.

Following the above, the key features characterizing the group today were presented, amongst which the fact that the group holds the leading position in the domestic market and is the third largest in sales in the EU, has in-depth understanding of the market and its competitors, maintains long term solid relationships with its suppliers that allow the group to purchase at very low prices, and last but not least the dynamics added to the group from its new production plant at the Schimatari area of a total capacity of 75 mil. Kilos per annum and the flexibility to expand into new products.

Furthermore the group's FY 2006 results were presented, which as explained, were affected mostly by the unexpected decline in Cardico's raw material prices as well as by the strike mobilizations that took place in the Piraeus Port Authority during the last two months of 2006, which had an adverse effect to the normal flow of production operations and the export activity of the group at the last quarter of 2006 as well as the first quarter of 2007. In addition the low margins reported are mainly attributed to the strategic decision of the group to follow best practice procedures and honor all signed contracts with its suppliers of raw material, namely almond kernel. However, the first quarter results of 2007 show the first signs of recovery as the group managed to turnaround the losses of FY 2006 to earnings in the first quarter of 2007.

In his closing statement Mr Kardasilaris referred to the prospects for 2007 emphasizing that the group will use its strengths to achieve higher growth rates by expanding its production activity at the new state of the art facilities, by adding new contracts with major supermarket chains both in Greece and abroad and by expanding into new business segments such as the dried fruits.

Note: The above - mentioned presentations are posted at the company's website www.cardico.com and the Athens Exchange official website www.ase.gr

7. ANNUAL COMPANY AND CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR 2006.

7.1 Balance Sheet

ASSETS	Note	GROUP		COMPANY	
		31/12/2006	31/12/2005	31/12/2006	31/12/2005
Non – current assets					
Tangible Assets	7.10.1	50.362.412	46.109.283	41.862.203	39.736.492
Goodwill	7.10.2	823.171	946.621	223.827	290.982
Investments in Subsidiary Companies	7.10.3	0	0	56.290.935	54.637.002
Investments in Associate Companies	7.10.3	70.850	5.899.841	286.370	6.064.147
Associates available for sale	7.10.3	0	0	0	0
Differed tax receivables	7.10.4	0	96.464	0	0
Other Long – term receivables	7.10.5	342.235	315.304	50.809	47.669
		51.598.668	53.367.513	98.714.143	100.776.292
Current assets					
Inventories	7.10.6	25.766.800	24.974.647	9.706.134	7.767.867
Customers and other Trade Receivables	7.10.7	32.968.996	32.765.476	18.227.260	17.367.175
Subsidiary companies receivables	7.10.3	281.304	264.787	3.841.367	1.264.787
Other Receivables	7.10.8	14.815.679	8.793.525	9.747.996	8.039.175
Other Current Assets	7.10.9	568.533	4.488.307	340.527	4.283.152
Financial instruments at fair value through income statement	7.10.10	46.657	8.427	46.657	8.427
Cash and cash equivalents	7.10.11	3.272.033	3.261.732	2.013.965	1.332.456
		77.720.002	74.556.901	43.923.906	40.063.039
Total Assets		129.318.670	127.924.414	142.638.050	140.839.331
EQUITY & LIABILITIES					
Equity					
Share capital	7.10.12	6.576.171	6.576.171	6.576.171	6.576.171
Share premium reserves	7.10.12	887.366	887.366	887.366	887.366
Fair value reserves	7.10.12	6.567.422	4.970.054	35.750.279	32.706.752
Other reserves	7.10.12	11.059.825	6.880.494	8.704.959	6.072.929
Retained earnings		(5.976.592)	(1.229.923)	833.370	(772.229)
Total assets classified as held for sale		19.114.191	18.084.163	52.752.145	45.470.988
Minority interest		2.308.395	1.904.308		
Exchange differences from conversion of subsidiaries abroad		(246.693)	102.815		
Total equity		21.175.893	20.091.285	52.752.145	45.470.988
Long – term liabilities					
Long – term bank liabilities	7.10.13	16.755.719	20.399.592	15.228.571	18.939.037
Deferred tax liabilities	7.10.4	846.413	0	10.167.042	11.017.912
Liabilities for pension plans	7.10.14	410.662	450.346	184.195	169.127
Other long – term liabilities	7.10.15	5.061.840	7.557.059	3.857.229	6.337.367
Total long – term liabilities		23.074.633	28.406.998	29.437.037	36.463.443
Short – term liabilities					
Suppliers and related liabilities	7.10.16	11.514.583	20.798.412	5.855.342	16.274.998
Current tax liabilities	7.10.17	635.939	1.286.081	549.413	635.105
Short – term bank liabilities	7.10.13	63.274.995	49.468.177	46.111.125	35.591.980
Long – term liabilities payable in the next period	7.10.13	7.902.429	5.525.414	7.671.429	5.300.000
Other short – term liabilities	7.10.18	1.740.198	2.348.046	261.560	1.102.817
Total Short – term Liabilities		85.068.144	79.426.131	60.448.868	58.904.900
Total Liabilities		108.142.777	107.833.129	89.885.905	95.368.343
Total Equity & Liabilities		129.318.670	127.924.414	142.638.050	140.839.331



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7.2 Income Statement

		GROUP		COMPANY	
		31/12/2006	31/12/2005	31/12/2006	31/12/2005
Sales		171.918.019	234.798.658	59.464.756	80.868.798
Cost of goods sold	7.10.19	(158.953.286)	(206.178.159)	(52.588.626)	(69.086.647)
Gross Profit		12.964.733	28.620.499	6.876.130	11.782.151
Other operating income	7.10.21	2.568.638	3.649.252	2.267.448	3.626.246
Administration expenses	7.10.20	(4.767.410)	(5.478.254)	(1.831.431)	(2.344.049)
Distribution expenses	7.10.20	(7.161.130)	(8.765.790)	(2.775.512)	(3.222.806)
Other operating expenses	7.10.21	(1.428.612)	(993.997)	(1.227.589)	(933.333)
Results Before Taxes Financing and Investments Results		2.176.219	17.031.711	3.309.046	8.908.208
Financial Income	7.10.22	1.959.354	627.672	4.556.650	3.590.672
Financial Expenses	7.10.22	(5.094.232)	(5.457.613)	(3.851.504)	(4.441.827)
Profit / Loss from affiliated companies		(657.933)	7.178		
Earnings before taxes		(1.616.592)	12.208.948	4.014.192	8.057.053
Tax expense	7.10.23	235.667	(4.570.245)	(626.338)	(1.713.474)
Earnings after taxes		(1.380.925)	7.638.703	3.387.855	6.343.579
Allocated to :					
<i>The parent's shareholders</i>		<i>(1.858.568)</i>	<i>7.501.526</i>		
<i>Minority interest</i>		<i>477.644</i>	<i>137.177</i>		
<i>Basic Earnings per share</i>	7.10.24	<i>(0,09)</i>	<i>0,36</i>	<i>0,16</i>	<i>0,30</i>
Brief results for the period					
Earnings Before Taxes Financing and Investments Results, Depreciations and Amortizations		3.695.204	18.245.168	4.347.079	9.886.051
Earnings Before Taxes Financing and Investments Results		2.176.219	17.031.711	3.309.046	8.908.208
Earnings before taxes		(1.616.592)	12.208.948	4.014.192	8.057.053
Earnings after taxes		(1.380.925)	7.638.703	3.387.855	6.343.579



KON. KAPAΔΙΑΠΗ & ΥΙΟΙ ΑΕΒΕ

7.3 Statement of changes in Equity

	Share capital	Share premium	Legal reserve	Fair value reserves	Other reserves	Retained earnings	Total	Minority interest	Exchange differences from conversion of subsidiaries abroad	Total
Balance as at January 1st 2005 according to IFRS	6.652.140	887.366	1.237.401	3.871.608	5.484.964	-7.393.878	10.739.601	1.750.711	-292.469	12.197.843
changes due to adoption in IFRS							0			0
Reserve from fixed assets revaluation for 2005				1.005.967			1.005.967			1.005.967
Fair value reserve for the period							0			0
Transfer of dividends from capital & reserves to a creditors' account					0	0	0			0
Decrease in share capital	-75.969						-75.969			-75.969
Changes in affiliated companies reserves							0			0
Purchase of own shares							0			0
Transfer from retained earnings to reserve					246.000	-246.000	0			0
Transfer of dividends to a liability account						-1.042.169	-1.042.169			-1.042.169
Sale of own shares					-87.870		-87.870			-87.870
Net results for the period							0			0
Change in exchange differences from conversion of subsidiaries abroad							0		395.284	395.284
Other adjustments						-49.402	-49.402	12.402		-37.000
Differed tax amendment				92.480			92.480	4.017		96.497
Net results for the period 1/1 - 31/12/2005						7.501.526	7.501.526	137.177		7.638.703
Change in minority interest							0			0
Total recognized Profit /loss for the Period	-75.969	0	0	1.098.446	158.130	6.163.955	7.344.562	153.597	395.284	7.893.442
Balance of Equity as at December 31st 2005	6.576.171	887.366	1.237.401	4.970.054	5.643.094	-1.229.923	18.084.163	1.904.308	102.815	20.091.285
							0			0
							0			0
							0			0
Balance as at January 1st 2006, according to previous accounting principles	6.576.171	887.366	1.237.401	4.970.054	5.643.094	-1.229.923	18.084.163	1.904.308	102.815	20.091.286
Other adjustments						122.154	122.154	53.530		175.685
Change in exchange differences							0	-133.243	-349.508	-482.750
Transfer of dividends from capital & reserves to a creditors' account						-1.753.646	-1.753.646			-1.753.646
Change from purchase/sale of own shares					2.603.720		2.603.720			2.603.720
Transfer from retained earnings to reserve			28.610		1.228.000	-1.256.610	0			0
Transfer from creditors' account to affiliate's reserve					319.000		319.000			319.000
Net results for the period 1/1 - 31/12/2006						-1.858.568	-1.858.568	477.644		-1.380.925
change in differed taxes				-1.569.663			-1.569.663			-1.569.663
Fair value reserve				3.167.031			3.167.031	6.155		3.173.186
Change in minority interest							0			0
Total Recognized Profit / loss for the Period	0	0	28.610	1.597.368	4.150.720	-4.746.670	1.030.028	404.087	-349.508	1.084.608
Balance of Equity as at December 31st 2006	6.576.171	887.366	1.266.011	6.567.422	9.793.814	-5.976.592	19.114.191	2.308.395	-246.693	21.175.893



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Statement of changes in the Parents Company's Equity

	Share Capital	Share premium	Legal reserve	Reserve from fixed assets revaluation	Attribute to the parent's shareholders Reserve of affiliated companies revaluation	Other reserves	Retained earnings	Total
Balance as at January 1st 2005 according to IFRS	6.652.140	887.366	1.218.082	3.749.851	26.788.748	4.942.717	(6.069.319)	38.169.585
Other adjustments							(4.321)	(4.321)
Sale of own shares						(87.870)		(87.870)
Decrease in share capital	(75.969)							(75.969)
Changes in differed tax				88.298	1.073.888			1.162.186
Revaluation of fixed assets				1.005.967				1.005.967
Dividends paid							(1.042.169)	(1.042.169)
Net results for the period 01/01-31/12/2005							6.343.579	6.343.579
Total recognized Profit /loss for the Period	(75.969-)	-	-	1.094.265-	1.073.888-	(87.870-)	5.297.090-	7.301.403
Balance of Equity as at December 31st 2005	6.576.171	887.366	1.218.082	4.844.116	27.862.636	4.854.846	(772.229)	45.470.988
Balance as at January 1st 2006 according to IFRS	6.576.171	887.366	1.218.082	4.844.116	27.862.636	4.854.846	(772.229)	45.470.988
Transfer of dividends from capital & reserves to a creditors' account							(1.753.646)	(1.753.646)
Legal reserve			28.610				(28.610)	0
Change in reserves due to revaluation				3.043.527				3.043.527
Change from purchase/sale of own shares						2.603.420		2.603.420
Net results for the period 01/01-30/6/2006							3.387.855	3.387.855
Total recognized Profit /loss for the Period	0	0	28.610	3.043.527	0	2.603.420	1.605.599	7.281.157
Balance of Equity as at December 31st 2006	6.576.171	887.366	1.246.692	7.887.643	27.862.636	7.458.267	833.370	52.752.145



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7.4 Cash flow statement

	GROUP		COMPANY	
	31/12/2006	31/12/2005	31/12/2006	31/12/2005
Cash Flow Statement				
Cash flows from operating activities				
Earnings for the period before taxes	-1.616.592	12.208.948	4.014.192	8.057.053
Plus / less adjustments for :	0	0	0	0
Depreciations for the period	1.518.985	1.213.456	1.038.033	977.843
Provisions	-58.006	758.260	34.300	49.222
Exchange difference	307.220	-55.084	401.144	0
Results (revenues, expenses, earnings and losses) from investment activities	604.980	498	0	0
- Loss from acquisition of tangible assets	6.654	-69.281	0	-82.551
- Grants of tangible assets	-125.607	-163.216	-125.607	-163.216
Interest payable and similar charges	551.417	4.914.342	-735.161	851.156
Plus / less adjustments for changes of working capital or similar with operating activities	0	0	0	0
Reduction /(increase) of inventories	-914.912	-8.284.740	-1.938.267	-1.763.660
Reduction /(increase) of receivables	-6.227.495	-3.813.951	-5.145.485	-4.433.233
Reduction /(increase) of prepayments	3.939.327	-4.041.419	3.942.625	-3.631.652
Reduction /(increase) of short – term liabilities (except for banks and taxes)	-5.587.928	5.878.088	-10.647.557	4.229.539
Reduction /(increase) of liabilities from taxes	749.252	43.688	0	0
Reduction /(increase) of accruals and deferred income accounts (receive payment for grant)	-718.300	150.171	-714.549	64.491
Less :	0	0	0	0
Interest payable /interest receivable	-4.813.513	-5.311.781	-3.569.170	-4.241.052
Income tax /Tax differences / Other not charged to the operating cost taxes	-1.473.891	-3.577.912	-241.858	-371.394
Total of inputs /(outputs) form operating activities	-13.858.409	-149.935	-13.687.360	-457.454
Cash flows from investment activities				
Acquisition of subsidiaries, affiliated companies, joint ventures and other investments	7.415.696	2.334.975	7.415.356	2.334.975
Purchase of tangible and intangible fixed assets	-2.012.444	-4.506.255	-1.288.411	-3.980.993
Amounts collected from sales tangible and intangible assets	6.472	585.161	0	580.500
Increase in other long term receivables	23.000	608	0	0
Interest collected	152.493	45.462	152.493	45.462
Dividends collected	2.000	63.735	3.002.000	3.063.735
Total inflows / (outflows) from investing activities (b)	5.587.217	-1.476.314	9.281.438	2.043.680
Cash flows from financing activities				
Amounts collected from increase in share capital	0	-75.969	0	-75.969
Amounts collected from loans received	17.381.871	6.276.958	14.290.574	3.364.705
Loan payments	-5.189.299	-4.321.072	-5.110.466	-4.059.564
Settlement (payment) of liabilities from leasing	-2.157.435	0	-2.339.032	41.276
Dividends paid	-1.753.646	-1.042.169	-1.753.646	-1.042.169
Total inflows / (outflows) from financing activities ©	8.281.492	837.748	5.087.431	-1.771.720
Net increase /(decrease) in cash and cash equivalent in the period (a) + (b) + (c)	10.301	-788.501	681.509	-185.494
Opening balance of cash and cash equivalents	3.261.732	4.050.233	1.332.456	1.517.950
Closing balance of cash and cash equivalents	3.272.033	3.261.732	2.013.965	1.332.456



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7.5 Information on the group

7.5.1 General Information

The company C. CARDASSILARIS & SONS – CARDICO S.A. is a societe anonyme and constitutes the group's parent company. It was established with its present legal status on 30.01.1980 after the merge of the companies C. N. CARDASSILARIS & SON and C. CARDASSILARIS & SONS S.A. (FEK issue S.A. and L.T.D. 33/05.01.1980). The company is registered in the Records of Societe Anonyme, number 3760/06/β/86/05.

The company's duration has been set at fifty years and ends on 05.01.2031 according to article 2 in its statutes.

The Group's headquarters are located in Athens, on Karageorgi Servias 2 street (Syntagma Square), Zip Code 105 62. The company's administrative, commercial and productive activities take place to the company's factory, which operates as branch at the 2nd kilometer of regional Road Inois – Sximatariou, prefecture Viotia and supervised from D.O.Y. Thevon.

The financial statements for the period ending on December 31st 2005 (including the comparative data for the period ending on December 31st 2004) were approved by the Board of Directors of the company CARDICO S.A. on March 21st 2006.

7.5.2 Nature of activities

The company's activities are importing, exporting and processing nut products. It imports dried nuts mostly from the USA, Turkey, Iran, Moldavia, and Argentina and it exports its products to 26 countries, mostly Italy, France, Eastern Europe and Germany.

The company supplies industries producing chocolate and pastries, wholesalers of dried nuts, units processing dried nuts, super market chains and big stores selling in retail dried nuts.



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Additionally the company elaborates and trades in pastry items.

7.6. Basis for preparation of the financial statements

The consolidated financial statements of Cardico S.A. as of December 31st, 2006 have been compiled based on the historic cost principle as this is amended by the readjustment of specific asset and liability items into market values, the going concern principle and are in accordance with the International Financial Reporting Standards (IFRS) that have been issued by the International Accounting Standards Board (IASB) and their interpretations that have been issued by the International Financial Reporting Interpretations Committee (IFRIC) of the IASB.

During 2004 and 2004 the IASB has issued a series of standards that are referred to as the "IFRS Stable Platform 2005". The Group uses the IFRS Stable Platform 2005 from January 1st, 2005 onwards.

The policies mentioned below have been consistently applied throughout all the periods presented.

The compilation of financial statements according to the IFRS requires the use of estimates and judgments during the application of the Company's accounting principles. Important assumptions made by the management for the application of the company's accounting methods have been appropriately highlighted whenever this has been deemed necessary.

7.7. Basic accounting principles

The accounting principles according to which the attached financial statements are compiled and which the Group applies are consistent with the ones used for the year 2005.

7.7.1 New accounting principles and interpretations of IFRIC

The International Accounting Standards Board and the Interpretations Committee have already issued a series of new accounting standards and interpretation that are not included in the “IFRS Stable Platform 2005”. The IFRS and IFRIC are mandatory for the accounting periods beginning from January 1st 2006. The Group’s assessment regarding the effect of the aforementioned new standards and interpretations, is as follows:

- IAS 19. (Amendment) Employee Benefits (effective date 1/1/2006)

The particular amendment is obligatory for the accounting periods starting at or after the 1st of January 2006. This amendment gives an alternative way for the recognition of actuarial gains or losses. It is possible that it will enforce more ways of recognition for multi-employer plans, for which there isn’t sufficient information about the accounting method for the determined benefits, also more disclosures are required. Since the company is not willing to change the accounting principle applied for the recognition of the actuarial gains or losses and is not participating in a multi-employer plan the implementation of this amendment is not expected to affect the company’s financial statements.

- IAS 39(Amendment). Selection of Fair Value

This amendment constraints the classification of the financial instruments to financial instruments valued at fair value through the Profit & Loss account. The company is not expected to be affected by the adoption of the amendment since it does not have any financial instruments that are classified as financial instruments valued at fair value through the Profit & Loss account.

7.7.2 Standards, amendments and interpretations effective in 2006 that are not related with the company’s activities:

- IFRS 1, (Amendment), First Time Adoption of IFRS
- IAS 21, (Amendment), Effects of Changes in the Exchange Rates
- IAS 39, and IFRS 4 (amendment), Insurance Contracts
- IAS 39, (Amendment), Cash flow hedging in foreseeable inter-company transactions.
- IFRS 6, Exploration for and evaluation of Mineral Resources
- IFRIC 4, Determining whether a contract contains a lease

- IFRIC5, Rights to Interests arising from Decommissioning, Restoration, and Environmental Rehabilitation Funds
- IFRIC 6, Liabilities arising from participating in a specific Market- Waste Electrical and Electronic equipment.
- IFRIC 7, Implementation of restatement method on Hyperinflationary economies.
- IFRIC 8, Scope of IFRS 2
- IFRIC 9, Revaluation of Embedded Derivatives
- IFRIC 10, Interim Financial Statements and and Impairment.

7.7.3 Standards, amendments and interpretations of standards already in effect with future implementation date (no discretionary implementation by the company)

The IASB has already issued a series of new standards and interpretations that can be adopted at a later date of 1.1.2006. The company's estimation in regard to the effect of these new standards and interpretations is as follows:

IAS 1 (Amendment) Capital Disclosures

Due to the issuance of IFRS 7 more disclosures in regards with IAS 1 are required in order for the company to disclose more useful information relating to its policies and procedures in capital management . The company will implement the amendment of IAS 1 starting at 1/1/2007

IFRS 7 Financial Instruments: Disclosures

IFRS 7 is referred to all the risks that derive from all financial instruments, except those that are particularly excluded (e.g. interests in subsidiaries, related parties, and joint ventures). IFRS 7 requires to disclose the significance of the instruments for the performance and the financial position of the company. As well qualitative and quantitative information is required in regards to the risks from the use of instruments. The company will adopt IFRS starting at 1/1/2007.

IFRS 8 Segment Reporting



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IFRS 8 will replace IAS 14 and sets different requirements in regards to segment reporting. IFRS's 8 Effective date is the 1/1/2009 and it is expected to be adopted by the company.

IFRIC 11 IFRS 2 Share Base payments

The interpretation gives guideline on whether a payment agreed based on the share price of the entity which receives goods or services in return for its shares will be recorded as transaction settled in shares or as transactions settled in cash. IFRIC's 11 effective date is 1/1/2007 and is not expected to be adopted by the company.

IFRIC 12 Service concession arrangements

IFRIC 12 deals with the way with which the managers of the concession of services right will need to apply IFRS's in order to record the obligations and rights deriving from the Service concession agreements. IFRIC's 12 effective date is 1.1.2008 and it is not expected to affect the financial statements of the company.

7.7.4 Important Accounting decisions, estimations and assumptions.

Compilation of the financial statements according to IFRS's, requires management to take decisions, carry out estimations and use assertions that have effect on the amounts according to which the assets, the liabilities income and expenses are presented. Real amounts may be altered due to these estimations. The estimations are constantly evolving and are base in historical facts and other factors, such as expectations of future events that are expected to occur under the current circumstances.

7.7.5 Segment reporting

A geographical segment is defined as a geographical region in which goods and services are provided and which is subject to different risks and returns than other regions.

A business segment is defined as a group of assets and activities that provide goods and services, that are subject to different risks and returns than other business segments.

The production, elaboration and trading of a massive variety of nut products is the main activities of the group. Geographically, the Group is active in the Greece, the Eurozone (mainly in France and U.K.) and Other Countries.

7.7.6 Consolidation

Subsidiaries: All the companies that are managed or controlled, directly or indirectly, by another company (parent) either through the holding of majority voting rights in the undertaking or through its dependence on the know-how provided from the Group. That is to say that subsidiaries are companies in which control is exercised by the parent. Cardico S.A. acquires and exercises control through voting rights. The existence of potential voting rights that are exercisable at the time the financial statements are compiled, is taken into account in order to determine whether the parent exercises control over the subsidiaries. Subsidiaries are consolidated completely (full consolidation) with the purchase method from the date that control over them is acquired and cease to be consolidated from the date that this control no longer exists.

The acquisition of a subsidiary by the Group is accounted for using the purchase method. The acquisition cost of a subsidiary is the fair value of the assets given as consideration, the shares issued and the liabilities undertaken on the date of the acquisition plus any costs directly associated with the transaction. The individual assets, liabilities and contingent liabilities that are acquired during a business combination are valued during the acquisition at their fair values regardless of the participation percentage. The acquisition cost over and above the fair value of the individual assets acquired is booked as goodwill. If the total cost of the acquisition is lower than the fair value of the individual assets acquired, the difference is immediately booked to the results.

Specifically as regards to business combinations that had taken place prior to the Group's transition date to the IFRS (January 1st, 2004) the exemption provided under IFRS 1 was used and the purchase method was not used retroactively. Based on this exemption the

Company did not recalculate the acquisition cost of the subsidiaries that had been acquired prior to the date of transition to the IFRS, nor the fair value of the acquired assets and liabilities at the date of acquisition. Consequently, the goodwill recognized as at the transition date, was based on the IFRS 1 exemption, was calculated based on the prior accounting principles and was presented in the same way as the group's last published financial statements before the transition to IFRS.

Inter-company transactions, balances and unrealized profits from transactions between Group companies are written-off. Unrealized losses are also written-off except if the transaction provides indication of impairment of the transferred asset. The accounting principles of the subsidiaries have been amended so as to conform to the ones adopted by the Group.

Associates: Associates are companies on which the Group can exert significant influence but which do not fulfill the conditions to be classified as subsidiaries or joint ventures. The assumptions used by the group imply that a holding of between 20% and 50% of a company's voting rights suggests significant influence on the company. Investments in associates are initially recognized at cost and are subsequently valued using the equity method. At the end of each period, the cost increases by the proportion of the investing company in the changes in net worth of the company it invests in and decreases by the dividends received from the associate.

As regards to the acquisition goodwill, it decreases the participation value by burdening the period's results, when its value decreases.

The Group consolidated using the net equity method an affiliated company which was not consolidated in accordance with the previous accounting principles. The surplus value arisen was disclosed in the transitional balance sheet as surplus value in the assets of the consolidated balance sheet. In the subsequent financial statements its value will be reduced.

The Group's share in the profits or losses of associated companies after the acquisition is recognized in the income statement, while the share of changes in reserves after the acquisition is recognized in the reserves. The cumulated changes affect the book value of the

investments in associated companies. When the Group's share in the losses of an associate is equal or larger than its participation in the associate, including any other doubtful debts, the



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Group does not recognize any further losses, unless it has covered liabilities or made payments on behalf of the associate or those that emerge from ownership.

7.7.7 Group Structure

The structure of the Group on 31st December 2006 is as follows:

	CONSOLIDATION METHOD AND PERCENTAGES	
CARDICO ABEE	MOTHER	
ECHALIE S.A	FULL CONSOLIDATION	100,00%
TESCO S.A	FULL CONSOLIDATION	51,00%
XIROFRUIT S.A.	FULL CONSOLIDATION	57,69%
NUT COMPANY AEBET	FULL CONSOLIDATION	57,50%
SIFAKIS S.A	FULL CONSOLIDATION	51,00%
SDOUKOS S.A	EQUITY	24,92%
CARDICO SRL (MOLDOVA)	FULL CONSOLIDATION	92,86%
CARDICO LTD GEORGIA	FULL CONSOLIDATION	100,00%

During the presented period the company's structure has not been changed.

7.7.8 Foreign currency conversion

The measurement of the items in the financial statements of the Group's companies is based on the currency of the primary economic environment in which the Group operates (operating currency). The consolidated financial statements are reported in euros, which is the operating currency and the reporting currency of the parent Company and all its subsidiaries.

Transactions in foreign currencies are converted to the operating currency using the rates in effect at the date of the transactions.

Profits and losses from foreign exchange differences that result from the settlement of such transactions during the period and from the conversion of monetary items denominated in foreign currency using the rate in effect at the balance sheet date are posted to the results.

The Group's foreign activities in foreign currency (which constitute an inseparable part of the parent's activities), are converted to the operating currency using the rates in effect at the date



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of the transaction, while the asset and liability items of foreign activities, including surplus value and fair value adjustments, that arise during the consolidation, are converted to euro using the exchange rates that are in effect as at the balance sheet date.

The individual financial statements of companies included in the consolidation, which initially are presented in a currency different than the Group's reporting currency, have been converted to euros. The asset and liability items have been converted to euros using the exchange rate at close of the balance sheet date. The income and expenses have been converted to the Group's reporting currency using the average rates during the aforementioned period. Any differences that arise from this process, have been debited / (credited) to the equity reserve for translation of subsidiaries' balance sheets in foreign currency.

7.7.9 Tangible assets

Fixed assets are reported in the financial statements at acquisition cost or deemed cost, as such was determined based on fair values as at the transition dates, less accumulated depreciations and any impairment suffered by the assets. The acquisition cost includes all the directly attributable expenses for the acquisition of the assets.

Subsequent expenditure is added to the carrying value of the tangible fixed assets or is booked as a separate fixed asset only if it is probable that future economic benefits will flow to the Group and their cost can be accurately measured. The repair and maintenance cost is booked in the results when such is realized.

Depreciation of tangible fixed assets (other than plots which are not depreciated) is calculated using the straight line method over their useful lives, as follows:

Land	9 - 50 years
Mechanical equipment	6 - 20 years
Vehicles	6 - 10 years
Other equipment	4 - 7 years

(*) The new premises of the parent company have useful life 50 years.

The residual values and useful economic lives of tangible fixed assets are subject to reassessment at each balance sheet date. When the book value of tangible fixed assets exceeds their recoverable amount, the difference (impairment) is immediately booked as an expense in the results.

Upon sale of the tangible fixed assets, any difference between the proceeds and the book value are booked as profit or loss to the results. Expenditure on repairs and maintenance is booked as an expense in the period it relates to.

Self-constructed tangible fixed assets constitute an addition to the acquisition cost of tangible assets at a value that includes the direct cost of employee's salaries (including the relevant employer's contributions), the cost of materials used and other general costs.

7.7.10 Intangible assets

The intangible assets include software programs, software licenses and the goodwill arose from the consolidation of an associate company.

Software: Software licenses are valued at their acquisition cost less any accumulated depreciations. Depreciations are conducted with the straight-line method over their useful lives, which ranges from 3 to 6 years.

Goodwill: The Group recorded in that account the surplus value arising from the consolidation of an affiliated company, based on the net equity method, which had not been included in the consolidated financial statements in compliance with the previous accounting principles. This

surplus value will not be amortized but instead it will be examined on an annual basis for any reduction in its value, if there are facts providing indication for loss according to IAS 36.

Surplus value arisen from the acquisition of subsidiary companies in previous years which had been recorded according to the previous accounting principles as negative in consolidated



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capital and reserves continues to reduce capital and reserves (at results carried forward of the Group).

Any new surplus value arising in the future the company may, according to IFRS 3 – Companies consolidation, disclose it as an item in assets instead of an item reducing capital and reserves of the Group.

In general, surplus value is recorded as the difference between cost value and a fair value in assets and liabilities of a subsidiary / associated company as at the date of acquisition. The company at the purchase date recognizes the surplus value arising from the purchase, as an item in assets and discloses it in cost. This cost is equal to the amount by which the consolidation cost exceeds the share of the company, in assets, liabilities and contingent liabilities of the acquired company.

Following the initial recognition the surplus value is evaluated at cost less accumulated losses due to the reduction in its value. Surplus value is not amortized but instead it is examined on an annual basis for any reduction in its value, if there are facts providing indication of a loss according to IAS 36.

If acquisition cost is lower than the company's share in the acquired company's capital and reserves, the former recalculates the acquisition cost, evaluates asset items, liabilities and contingent liabilities of the acquired company and records directly to profit and loss account any difference outstanding after the recalculation as profit.

7.7.11 Impairment of Assets

Assets with an indefinite useful life are not depreciated and are subject to an impairment review annually and when some events suggest that the book value may not be recoverable any resulting difference is charged to the period's results. Assets that are depreciated are subject to an impairment review when there is evidence that their value will not be recoverable. The



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recoverable value is the greater of the net sales value and the value in use. An impairment loss is recognized by the company when the book value of these assets (or cash flow generating unit) is greater than its recoverable amount.

Net sales value is the amount received from the sale of an asset at an arm's length transaction in which participating parties have full knowledge and participate voluntarily, after deducting any additional direct cost for the sale of the asset, while value in use is the present value of estimated future cash flows that are expected to flow into the company from the use of the asset and from its disposal at the end of its estimated useful life.

7.7.12 Financial instruments

Financial instrument is any contract that creates a financial asset in an enterprise and a financial liability or equity instrument in another.

The financial instruments of the Group are classified in the following categories according to the substance of the contract and the purpose for which they were purchased.

i) Financial instruments valued at fair value through the income statement

These comprise financial assets that held for trading purposes.

Upon initial recognition it is designated by the company as an instrument valued at fair value, with any changes recognized through the Income Statement.

ii) Loans and receivables

They include non-derivative financial assets with fixed or predefined payments which are not traded in active markets. The following are not included in this category (loans and receivables):

- a) Receivables from down payments for the purchase of goods or services,
- b) receivables relating to tax transactions, which have been legislatively imposed by the state,
- c) any receivable not covered by a contract which gives the company the right to receive cash or other financial fixed assets.

Loans and receivables are included in current assets, except those with a maturity date that is farther than 12 months from the balance sheet date. The latter are included in the non-current assets.

iii) Investments held to maturity

These include non derivative financial assets with fixed or defined payments and specific maturity and which the Group intends to hold until their maturity.

iv) Financial assets available for sale

These include non derivative financial assets that are either designated as such or cannot be included in any of the previous categories.

Following, the financial assets available for sale are valued at fair value and the relevant profit or loss is booked in equity reserves until such assets are sold or characterized as impaired.

During the sale, or when they are characterized as impaired, the profit or loss is transferred to the results. Impairment losses that have been booked to the results are not reversed through the results.

The purchases and sales of investments are recognized during the transaction date, which is also the date the Group commits to purchase or sell the item. Investments are initially recognized at fair value plus the directly related to the transaction costs. The costs directly related to the transaction is not added for items that are valued at fair value with changes in the results. Investments are written-off when the right on cash flows from investments mature or is

transferred and the Group has essentially transferred all the risks and rewards implied by the ownership.



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The loans and receivables are recognized in the net book value based on the real interest rate method.

The realized and unrealized profit or losses that arise from changes in the fair value of financial assets valued at fair value with changes in the results, are recognized in the results of the period they result in.

The fair values of financial assets that are traded in active markets, are defined by the current ask prices. For non-traded assets, fair values are defined with the use of valuation techniques such as analysis of recent transactions, comparative items that are traded and discounted cash flows. The securities that are not traded in an active market that have been classified in the category Financial assets available for sale, and whose fair value cannot be determined with credibility, are valued at their acquisition cost.

At each balance sheet date the Group assess whether there are objective indications that lead to the conclusion that financial assets have been impaired. For company shares that have been classified as financial assets available for sale, such an indication consists of a significant or extended decline in the fair value compared to the acquisition cost. If impairment is established, the accumulated loss in equity, which is the difference between acquisition cost and fair value, is transferred to the results.

7.7.13 Inventories

At the balance sheet date, inventories are valued at the lower of acquisition cost and net realizable value. Net realizable value is the estimated sales price during the normal course of the company's business less any relevant sales expenses. The cost of inventories does not include financial expenses.

7.7.14 Trade receivables



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Receivables from customers are initially booked at their fair value and are subsequently valued at their net book cost using the method of the effective interest rate, less the provision for impairment. In the event that the net book value or the cost of a financial asset exceeds the present value, then this asset is valued at its recoverable amount, i.e. at the present value of the future cash flows of the asset, which is calculated using the real initial interest rate.

The relevant loss is immediately transferred to the period's results. The impairment losses, i.e. when there is objective evidence that the Group is unable to collect all the amounts owed based on the contractual terms, are recognized in the income statement.

7.7.15 Cash and cash equivalents

Cash and cash equivalents include cash in the bank and in hand as well as short term highly liquid investments such as money market products and bank deposits. Money market products are financial assets which are valued at fair value through the profit and loss account.

7.7.16 Non-current assets classified as held for sale

The assets available for sale also include other assets (including Goodwill) and tangible fixed assets that the Group intends to sell within one year from the date such are classified as "Held for sale".

The assets classified as "Held for sale" are valued at the lowest value between their book value immediately prior to their classification as available for sale, and their fair value less the sale cost. Assets classified as "Held for sale" are not subject to depreciation. The profit or loss that results from the sale and reassessment of assets "Held for sale" is included in "other income" and "other expenses" respectively, in the income statement.

7.7.17 Own shares



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After the acquisition of own shares, the amount paid, including any relevant expenses, is disclosed reducing capital and reserves.

7.7.18 Income tax & deferred tax

The period charge for income tax comprises current tax and deferred tax, i.e. the tax charges or tax credits that are associated with economic benefits accruing in the period but have been assessed by the tax authorities in different periods. Income tax is recognized in the income statement of the period, except for the tax relating to transactions that have been booked directly to equity, in which case it is, accordingly, booked directly to equity.

Current income taxes include the short-term liabilities or receivables from the fiscal authorities that relate to taxes payable on the taxable income of the period and any additional income taxes from previous periods (tax audit differences).

Current taxes are measured according to the tax rates and tax laws in effect during the financial years to which they relate, based on the taxable profit for the year. All changes to the short-term tax assets or liabilities are recognized as part of the tax expense in the income statement.

Deferred income tax is determined according to the liability method which results from the temporary differences between the book value and the tax base of assets or liabilities. Deferred tax is not booked if it results from the initial recognition of an asset or liability in a transaction, except for a business combination, which when it occurred did not affect neither the accounting nor the tax profit or loss.

Deferred tax assets and liabilities are valued based on the tax rates that are expected to be in effect during the period in which the asset or liability will be settled, taking into consideration



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the tax rates (and tax laws) that have been put into effect or are essentially in effect up until the balance sheet date. In the event where it is impossible to identify the timing of the reversal of the temporary differences, the tax rate in effect on the day after the balance sheet date is used.

Deferred tax assets are recognized to the extent that there will be a future tax profit to be set against the temporary difference that creates the deferred tax asset.

Deferred income tax is recognized for the temporary differences that result from investments in subsidiaries and associates, except for the case where the reversal of the temporary differences is controlled by the Group and it is possible that the temporary differences will not be reversed in the foreseeable future.

Most changes in the deferred tax assets or liabilities are recognized as part of the tax expense in the income statement. Only changes in assets or liabilities that affect the temporary differences are recognized directly in the equity of the Group, such as the revaluation of property value, that results in the relevant change in deferred tax assets or liabilities being charged against the relevant equity account.

7.7.19 Employee benefits

Short-term benefits: Short-term employee benefits (except post-employment benefits) monetary and in kind are recognized as an expense when they accrue. The company

officially or unofficially does not implement any special plan for benefits to its employees. The only plan implement is the conventional obligation (based on Greek law 2112/20) to provide a lump sum. For the above amount the company makes a provision when considered necessary according to an actuarial study.

7.7.20 Grants

The Group recognizes the government grants that cumulatively satisfy the following criteria:

- a) There is reasonable certainty that the company has complied or will comply to the conditions of the grant and
- b) it is probable that the amount of the grant will be received. They are booked at fair value and are systematically recognized as revenue according to the principle of matching the grants with the corresponding costs that they are subsidizing.

Grants that relate to assets are included in long-term liabilities as deferred income and are recognized systematically and rationally as revenue over the useful life of the fixed asset.

7.7.21 Provisions

Provisions are recognized when the Group has present obligations (legal or constructive) as a result of past events, their settlement through an outflow of resources is probable and the exact amount of the obligation can be reliably estimated. Provisions are reviewed during the date when each balance sheet is compiled so that they may reflect the present value of the outflow that is expected to be required for the settlement of the obligation. Contingent liabilities are not recognized in the financial statements but are disclosed, except if the probability that there will be an outflow of resources that embody economic benefits is very small. Contingent claims are not recognized in the financial statements but are disclosed provided that the inflow of economic benefits is probable.

7.7.22 Recognition of income and expenses

Income: Income includes the fair value of goods and services sold, net of Value Added Tax, discounts and returns. Intercompany revenue within the Group is eliminated completely. The recognition of revenue is done as follows:

- Sale of goods: Sales of goods are recognized when the Group transfers goods to customers, the goods are accepted by them and the collection of the resulting claim is reasonably assured.

- Provision of services: Income from the provision of services is accounted for in the period during which the services are rendered, based on the stage of completion of the service rendered in relation to the total services to be rendered.
- Income Interest: Interest income is recognized on a time proportion basis using the effective interest rate. When there is impairment of assets, their book value is reduced to their recoverable amount which is the present value of the expected future cash flows discounted using the initial real interest rate. Interest is then booked using the same interest rate calculated on the impaired (new book) value.
- Dividends: Dividends are accounted for as revenue when the right to receive payment is established.
- Compensations: Compensations are accounted as revenue when the right to receive payment is established.
- Profits of assets disposal: These profits (i.e. profits from the disposal of tangible assets), are recorded as revenue when the right to receive payment is established.

Expenses: Expenses are recognized in the results on an accrued basis. The payments made for operating leases are transferred to the results as an expense, during the time the lease is used. Interest expenses are recognized on an accrued basis.

7.7.23 Leases

Group company as Lessee: Leases of fixed assets with which all the risks and benefits related with ownership of an asset are transferred to the Group, regardless of whether the title of ownership of the asset is eventually transferred or not, are finance leases.

These leases are capitalized at the inception of the lease at the lower of the fair value of the asset and the present value of the minimum lease payments. Each lease payment is apportioned between the reduction of the liability and the finance charge so that a fixed interest rate on the remaining financial liability is achieved. The relevant liabilities from leases, net of finance charges, are reported as liabilities. The part of the finance charge that relates to finance leases is recognized in the income statement during the term of the lease. Fixed assets acquired through finance leases are depreciated over the shorter of their useful lives and the lease term.

Lease agreements where the lessor transfers the right of use of an asset for an agreed period of time, without transferring, however, the risks and rewards of ownership of the fixed asset are



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classified as operating leases. Payments made with respect to operating leases (net of any incentives offered by the lessor) are recognised in the income statement proportionately throughout the term of the lease.

7.7.24 Dividend distribution

The distribution of dividends to the shareholders of the parent company is recognized as a liability in the consolidated financial statements at the date on which the distribution is approved by the General Meeting of the shareholders.

7.8. Business Risk Management

Financial Risk Factors

Group is exposed to risks that emerge from changes in foreign exchange rates, interest rates as well as to credit risks and liquidity risks.

Market Risk

Foreign Exchange Risk

The Group operates worldwide and therefore it is exposed to an foreign exchange risk. This risk mostly derives from future transactions, receivables and payables in foreign currency and net investments in companies abroad.

Price risk

The Group is exposed to the risk arising due to changes in the value of raw material and merchandise and to changes in the value of shares held for trading or selling.

Credit Risk



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The Group does not have a significant credit risk. Wholesales are mostly made to clients with a reliable credit record.

The company's client list is quite wide given that it includes 550 different clients. Key clients of the company are the following:

- Big Super Market chains
- Commercial business for wholesale or retail sale of dried nuts
- Chocolate and pastry industrial units
- Units processing dried nuts

Liquidity Risk

Liquidity risk is kept at normal levels with sufficient cash available and credit limits.

7.9. Financial information by sector

Primary information sector – Geographic segments

The Group is active in seven geographic segments: Greece – France – Other countries

The results for each segment are analyzed as follows:



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1/1 - 31/12/2005

	GREECE	FRANCE	OTHER	TOTAL	INTER – COMPANY ELIMINATIONS	CONSOLIDATED BALANCE
Sales	88.601.610	119.006.000	43.185.267	250.792.876	15.994.218	234.798.658
Cost of goods sold	75.476.761	105.538.000	41.157.616	222.172.377	15.994.218	206.178.159
Gross Profit	13.124.848	13.468.000	2.027.650	28.620.499		28.620.499
Other operating income	3.692.852	14.000	0	3.706.852	57.600	3.649.252
Administration expenses	2.866.811	1.588.000	1.023.443	5.478.254		5.478.254
R&D expenses	0	0	0	0		0
Distribution expenses	4.282.790	4.483.000	0	8.765.790		8.765.790
Other operating expenses	956.997	37.000	0	993.997		993.997
Operating Results	8.711.103	7.374.000	1.004.208	17.089.311		17.031.711
Depreciations not charged to operating costs						
Financial Income	3.590.672	37.000	0	3.627.672	3.000.000	627.672
Financial Expenses	4.746.556	623.000	88.057	5.457.613		5.457.613
Loss from investments in affiliated companies	0				-7.178	7.178
Earnings before taxes	7.555.219	6.788.000	916.151	15.259.370		12.208.948
Reserves for appropriation						
Tax Expense	-2.131.766	-2.356.000	-82.479	-4.570.245		-4.570.245
Earnings after tax	5.423.453	4.432.000	833.672	10.689.125		7.638.703
Net earnings	5.423.453	4.432.000	833.672	10.689.125		7.638.703
Minority Interests	-421.349	0	408.499	-12.850	150.027	137.177
Net earnings for the period	5.844.803	4.432.000	425.173	10.701.975	19.194.668	15.994.218

1/1 - 31/12/2006

	GREECE	FRANCE	OTHERS	TOTAL	INTER – COMPANY ELIMINATIONS	CONSOLIDATED BALANCE
Sales	68.654.974	87.178.000	31.890.006	187.722.980	15.804.961	171.918.019
Cost of goods sold	60.327.984	85.460.000	28.970.264	174.758.247	15.804.961	158.953.286
Gross Profit	8.326.990	1.718.000	2.919.743	12.964.733		12.964.733
Other operating income	2.568.638	0	0	2.568.638	0	2.568.638
Administration expenses	2.427.944	1.179.000	1.160.466	4.767.410		4.767.410
R&D expenses	0	0	0	0		0
Distribution expenses	3.799.897	3.337.000	24.233	7.161.130		7.161.130
Other operating expenses	1.303.412	178.000	0	1.481.412	52.800	1.428.612
Operating Results	3.364.376	-2.976.000	1.735.043	2.123.419		2.176.219
Financial Income	4.559.905	380.000	19.449	4.959.354	3.000.000	1.959.354
Financial Expenses	4.234.654	748.000	111.579	5.094.232		5.094.232
Loss from investments in affiliated companies	0			0	-657.933	-657.933
Earnings before taxes	3.689.627	-3.344.000	1.642.914	1.988.541		-1.616.592
Tax Expense	-630.137	1.041.000	-175.196	235.667		235.667
Earnings after tax	3.059.490	-2.303.000	1.467.718	2.224.208		-1.380.925
Net earnings	3.059.490	-2.303.000	1.467.718	2.224.208		-1.380.925
Minority Interests	-171.442	0	714.733	543.291	-65.647	477.644
Net earnings for the period	2.888.048	-2.303.000	2.182.451	2.767.499		-1.858.568

Secondary information sector

The group is active in three business segments:

- Industrial activity
- Commercial activity
- Sales of other stocks



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The Group's sales by Business segment and item are analyzed as follows:

	1/1 - 31/12/2006	1/1 - 31/12/2005
COMMERCIAL ACTIVITY	122.673.534	173.305.283
INDUSTRIAL ACTIVITY	64.323.845	77.295.413
OTHER ACTIVITIES	725.601	192.180
TOTAL	187.722.980	250.792.876
Less :		
Internal sales	15.804.961	15.994.218
TOTAL	171.918.019	234.798.658

7.10. Notes on the Financial Statements

7.10.1 Tangible assets

Buildings and land have been evaluated as at the date of first adoption of IFRS (01/01/2004) at a fair value in accordance with IFRS 1. "Fair value" is considered to be the value of fixed assets as at the date of the first time IFRS adoption which has been set by an independent evaluator.

The Land and the buildings were valued as at the transition date to IFRS (01/01/2004) at fair value according to the provisions of IFRS 1. The "fair value" is the value of the fixed assets at the transition date to IFRS, which was defined after a study by an independent evaluator.

On the parent company's buildings and land there is a mortgage in favor of bond holding loaners for the amount of € 32.000.000, while on buildings and land of the subsidiary company SIFAKIS SA there is a prenotation of mortgage for the amount of € 2.530.000.

	GROUP						Total
	Land	Buildings	Mechanical equipment	Transportation equipment	Furniture and other equipment	Tangible assets under construction	
Gross Book Value	8.440.783	25.114.971	10.659.288	750.480	1.334.985	25.819	46.326.327
Accumulated depreciation and value impairment	(49.840)	(641.030)	(1.343.833)	(196.246)	(434.031)	-	(2.664.981)
Book value as at January 1st 2005	8.390.943	24.473.941	9.315.454	554.234	900.954	25.819	43.661.346
Gross Book value	9.833.328	25.905.478	11.972.578	777.244	1.552.683	25.819	50.067.129
Accumulated depreciation and value impairment	(49.840)	(1.176.657)	(1.903.526)	(280.419)	(547.405)	-	(3.957.847)
Book value as at December 31st 2005	9.783.488	24.728.821	10.069.051	496.825	1.005.278	25.819	46.109.283
Gross Book value	12.129.115	27.836.135	12.577.490	1.007.829	1.886.491	263.403	55.700.462
Accumulated depreciation and value impairment	(49.840)	(1.713.062)	(2.518.505)	(366.116)	(690.527)	-	(5.338.050)
Book value as at December 31st 2006	12.079.275	26.123.073	10.058.985	641.713	1.195.964	263.403	50.362.412
	Land	Buildings	Mechanical equipment	Transportation equipment	Furniture and other equipment	Tangible assets under construction	Total
Book value as at January 1st 2005	8.390.943	24.473.941	9.315.454	554.234	900.954	25.819	43.661.346
Additions	1.392.545	790.506	1.313.290	26.764	217.698	0	3.740.803
Sales – Reductions	0	0	0	(35.108)	0	0	(35.108)
Depreciations	0	(535.626)	(559.693)	(49.065)	(113.374)	-	(1.257.758)
Transfers	0	0	0	-	-	0	0
Land & buildings Revaluation	0	0	0	0	0	0	0
Book value as at December 31st 2005	9.783.488	24.728.821	10.069.051	496.825	1.005.278	25.819	46.109.283
Additions - revaluation	1.861.453	683.042	610.861	234.738	336.201	235.995	3.962.291
Other adjustments	434.333	1.247.615	1.696	0	0	1.589	1.685.233
Sales	-	-	(7.644)	(4.152)	(2.394)	-	(14.190)
Depreciations	0	(536.405)	(614.979)	(85.698)	(143.122)	-	(1.380.204)
Book value as at December 31st 2006	12.079.275	26.123.073	10.058.985	641.713	1.195.964	263.403	50.362.412

	COMPANY						Total
	Land	Buildings	Mechanical equipment	Transportation equipment	Furniture and other equipment	Tangible assets under construction	
Gross Book Value	7.477.931	21.918.649	7.482.223	304.002	700.808	25.819	37.909.432
Accumulated depreciation and value impairment		(73.644)	(519.386)	(57.467)	(72.667)		(723.164)
Book value as at January 1st 2005	7.477.931	21.845.004	6.962.838	246.535	628.141	25.819	37.186.268
Gross Book value	8.870.476	22.542.056	8.732.895	330.766	842.373	25.819	41.344.385
Accumulated depreciation and value impairment	0	(475.737)	(899.772)	(89.200)	(143.185)	0	(1.607.894)
Book value as at December 31st 2005	8.870.476	22.066.319	7.833.124	241.566	699.188	25.819	39.736.492
Gross Book value	10.461.294	23.122.969	9.338.540	340.991	908.031	261.814	44.433.639
Accumulated depreciation and value impairment	0	(889.135)	(1.336.337)	(122.321)	(223.644)	0	(2.571.437)
Book value as at December 31st 2006	10.461.294	22.233.834	8.002.203	218.670	684.388	261.814	41.862.203
	Land	Buildings	Mechanical equipment	Transportation equipment	Furniture and other equipment	Tangible assets under construction	Total
Book value as at January 1st 2005	7.477.931	21.845.004	6.962.838	246.535	628.141	25.819	37.186.268
Additions	1.392.545	623.408	1.250.672	26.764	141.565	-	3.434.954
Depreciations		(402.093)	(380.386)	(31.733)	(70.518)	-	(884.730)
Transfers							
Land & buildings Revaluation							
Book value as at December 31st 2005	8.870.476	22.066.319	7.833.124	241.566	699.188	25.819	39.736.492
Additions - revaluation	1.590.818	580.913-	605.645-	10.225-	65.658-	235.995-	3.089.254
Other adjustments							0
Sales	0	0	0	0	0	-	0
Depreciations		(413.398)	(436.565)	(33.121)	(80.459)	-	(963.543)
Book value as at December 31st 2006	10.461.294	22.233.834	8.002.203	218.670	684.388	261.814	41.862.203

7.10.2 Intangible assets

The Group recorded in that account the surplus value arising from the consolidation of an associated company ("SDOUKOS ANTONIOS SA - KAFE AROMA") based on the net equity method. The Group had not included in the consolidated financial statements the above company in compliance with the previous accounting principles. That surplus value will not be amortized but instead it will be examined every year and its value may be reduced if there are facts indicating losses in accordance with IAS 36.

The surplus value arisen from the acquisition of the subsidiary companies in previous years which had been recorded according to the previous accounting principles in a special account reducing consolidated capital and reserves still reduces consolidated capital and reserves (in results carried forward of the Group).

Any new surplus value arising in the future the company may, according to IFRS 3 – Consolidation of companies, recognize as an item in assets instead of an item reducing the Group’s capital and reserves.

	GROUP			
	SOFTWARE	OTHER INTANGIBLE	GOODWILL	TOTAL
Gross Book Value	589.295	299.000	148.839	1.037.134
Accumulated depreciation and value impairment	(144.162)	(62.000-)		(206.162)
Book value as at January 1st 2005	445.133	237.000	148.839	830.972
Gross Book Value	731.045	337.896	245.986	1.314.927
Accumulated depreciation and value impairment	(265.889)	(94.619-)	(7.797-)	(368.305)
Book value as at December 31st 2005	465.156	243.277	238.188	946.621
Gross Book Value	746.430	337.896	852.704	1.937.030
Accumulated depreciation and value impairment	(352.223)	(147.121)	(614.516)	(1.113.859)
Book value as at December 31st 2006	394.207	190.775	238.188	823.171

	SOFTWARE	OTHER INTANGIBLE ASSETS	GOODWILL	TOTAL
Book value as at January 1st 2005	445.133	237.000	148.839	830.972
Additions			97.147	97.147
Sales / Reductions	141.750-	38.896		180.646-
Depreciations	(121.727)	(32.619)		(154.346)
Transfers			(7.797-)	(7.797-)
Net foreign exchange differences				0
Book value as at December 31st 2005	465.156	243.277	238.188	946.621
Additions from acquisition of subsidiaries				0
Additions	15.385		606.718-	622.103
Sales – Reductions		(54-)		(54-)
Depreciations	(86.334)	(52.448)		(138.781)
Transfers			(606.718-)	(606.718)
Net foreign exchange differences				0
Book value as at December 31st 2006	394.207	190.775	238.188	823.171

Intangible assets include software programs and software licenses.

COMPANY

	SOFTWARE	Total
Gross Book Value	456.760	456.760
Accumulated depreciation and value impairment	(99.491)	(99.491)
Book value as at January 1st 2005	357.269	357.269
Gross Book Value	486.506	486.506
Accumulated depreciation and value impairment	(195.524)	(195.524)
Book value as at December 31st 2005	290.982	290.982
Gross Book Value	493.841	493.841
Accumulated depreciation and value impairment	(270.014)	(270.014)
Book value as at December 31st 2006	223.827	223.827

	Software	Total
Book value as at January 1st 2005	357.269	357.269
Additions	29.746	29.746
Sales / Reductions		0
Depreciations	(96.033)	(96.033)
Transfers	-	0
Net foreign exchange differences	-	0
Book value as at December 31st 2005	290.982	290.982
Additions from acquisition of subsidiaries		0
Additions	7.335	7.335
Sales / Reductions		0
Depreciations	(74.490)	(74.490)
Transfers		0
Net foreign exchange differences		0
Book value as at December 31st 2006	223.827	223.827

Software and software licenses are included in Intangible assets.

In the year 2006 goodwill arose from the consolidation of the subsidiaries CARDICO LTD GEORGIA and CARDICO SRL MOLDOVA amounting to € 357.386,34 and € 249.331,84 respectively. The two amounts were impaired and charged the consolidated results of 2006.

7.10.3 Investments in affiliated companies/ Assets available for sale/ Short Term receivables from affiliated companies.

	GROUP		COMPANY	
	31/12/2006	31/12/2005	31/12/2006	31/12/2005
<i>Investments in affiliated companies</i>	626.190	6.729.237	841.711	6.893.542
<i>Long Term Receivables against affiliated companies</i>	4.020.761	4.020.761	4.020.761	4.020.761
<i>Plus / Minus : Adjustments at fair value / impairments</i>	-4.576.101	-4.850.156	-4.576.101	-4.850.156
Total of Other Long Term Receivables	70.850	5.899.841	286.370	6.064.147

Receivables from the group's affiliated companies

	GROUP		COMPANY	
	31/12/2006	31/12/2005	31/12/2006	31/12/2005
<i>Short Term Receivables against the group's affiliated companies</i>	281.304	264.787	3.841.367	1.264.787
Total of Other Long Term Receivables	281.304	264.787	3.841.367	1.264.787

	GROUP		COMPANY	
	31/12/2006	31/12/2005	31/12/2006	31/12/2005
Participations in affiliated companies	0		17.216.700	15.395.424
Plus/Minus Adjustments at fair value	0	0	39.074.235	39.241.578
Total of other long term liabilities	0	0	56.290.935	54.637.002

Information about the affiliated companies of the Group:

DESCRIPTION	ACQUISITION VALUE	SHARE PERCENTAGE	IMPEREMENT AMOUNT
TROFINO LTD (1)	122.951,27	50,00%	122.951,27
STAR FOODS DISTRIBUTION A.S (CZECH REPUBLIC) (2)	432.389,00	75,54%	432.389,00

Total investment on the above companies (including long term receivables) was evaluated at their fair value by the company's Management. In particular it has been considered that there were reasons for impairment of the value for some of the above participations and so cost (acquisition) value disclosed, was reduced both in the parent company's and in the consolidated financial statements. The reason for impairments is that the production activity of these companies has been terminated due to reasons which are mentioned below



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and that the company transferred its production activity to its new plant in Schimatari, Voiotia, where it uses high technology machinery reducing

production cost for larger quantities and thus achieving economy of scale from operating expenses. The above is confirmed by the major increase as at 31/12/2005 in gross and net profits for the company as well as for the Group.

During the year the company sold the participation which held at the company COFFEE CONNECTION S.A. of a total value € 461.528,98, while in 2006 the company has also sold its participation at SAVAGROVE HOLDINGS LTD (CYPRUS) of a total value € 4.123.843,84. The second transaction resulted to a loss in the income statement of the company due to the exchange differences.

In particular for the above participations of the company and the reasons for which they haven't been consolidated, we underline the following:

- 1) The value of TROFINO LTD has been totally impaired, due to the fact that it has stopped its function and is in liquidation procedure since 31/12/2005. This company hasn't been consolidated because its financial proportions are immaterial and because the liquidation procedure will be finished by the end of the year 2006.
- 2) The value of STAR FOODS DISTRIBUTION S.A (CZECH REPUBLIC) together with the liabilities to the Parent company have been totally impaired, considering that STAR FOOD S.A has stopped its operational function since 2003. The company had no operational activity at 2005 and hasn't prepared a liquidation balance sheet. From its most recent financial statements, it is evident that the value of these statements are immaterial relative to the value of the consolidated statements.

Assets available for sale .

Participation in KARDALCO S.A (TURKEY), has been fully impaired, given that although the company is not fully operating it does not have significant losses and its net assets are greater than its share price. Management of the company is in talks with the management of the Turkish company for the sale of its participation within 2007.

7.10.4 Deferred Tax

The deferred tax receivables / liabilities as such emerge from the relevant temporary tax differences, are as follows:

	GROUP				COMPANY			
	30/12/2006		31/12/2005		30/12/2006		31/12/2005	
	Receivable	Liability	Receivable	Liability	Receivable	Liability	Receivable	Liability
Non current assets								
Intangible - Tangible assets	572.936	1.397.558	847.271	1.892.066	375.646	921.315	801.939	1.377.050
Participation in affiliated and subsidiary companies		0				9.810.395		11.380.058
Current Assets								
Financial assets estimated in fair value	0	78.511	29.621					
Reserves								
De-taxation of reserves			3.934					
Long – term liabilities								
Employee benefits	43.000	29.301	102.318					
Other Long – term liabilities	90.000	236.000						
Short – term liabilities								
Provisions	0		96.000					
Other short – term liabilities	1.474.109	1.285.087	1.434.912	525.525	1.474.109	1.285.087	1.330.226	392.970
Offset	2.180.045	3.026.457	2.514.055	2.417.592	1.849.754	12.016.797	2.132.165	13.150.077
Total		-846.413		96.464		-10.167.042		-11.017.912

The offset of deferred tax receivables and liabilities takes place when there is, from the company's perspective, an applicable legal right for such and when the deferred income taxes refer to the same tax authority.

7.10.5 Other long – term receivables

The other long – term receivables are the following:

	GROUP		COMPANY	
	31/12/2006	31/12/2005	31/12/2006	31/12/2005
Given Guarantees	342.235	315.304	50.809	47.669
Total other long – term receivables	342.235	315.304	50.809	47.669

The aforementioned receivables refer to receivables that will be received after the end of the following fiscal year.

7.10.6 Inventories

The Group's and Company's inventories are analyzed as follows:

	GROUP		COMPANY	
	31/12/2006	31/12/2005	31/12/2006	31/12/2005
Merchandise	20.203.412	22.372.411	4.830.252	5.289.630
Finished and semi – finished products	1.919.953	919.215	1.742.700	919.215
Work in progress	2.241.415	802.731	2.241.415	802.731
Raw and auxiliary materials spare parts and packing				
Spare parts and packing	1.402.020	880.290	891.767	756.290
Payments on account	0	0	0	0
Total	25.766.800	24.974.647	9.706.134	7.767.867

7.10.7 Customers and other trade receivables

The Group's and Company's customers and other trade receivables are analyzed as follows:

	GROUP		COMPANY	
	31/12/2006	31/12/2005	31/12/2006	31/12/2005
Customers	32.077.846	32.203.424	19.676.759	19.910.655
Notes receivable	1.625.665	145.395	143.665	143.665
Checks receivables	1.534.389	4.275.343	266.641	654.201
Checks overdue	90.196	268.261	28.705	28.705
Doubtful contested trade	998.111	914.000	19.356	
Less: Impairments	(3.357.211)	(5.040.947)	(1.907.865)	(3.370.050)
Net trade receivables	32.968.996	32.765.476	18.227.260	17.367.175
Total	32.968.996	32.765.476	18.227.260	17.367.175
Non Current Assets			-	-
Current Assets	32.968.996	32.765.476	18.227.260	17.367.175
Total	32.968.996	32.765.476	18.227.260	17.367.175

7.10.8 Other receivables

	GROUP		COMPANY	
	31/12/2006	31/12/2005	31/12/2006	31/12/2005
Sundry debtors	13.439.021	7.665.655	8.876.607	7.116.523
Advances management accounts	143.329	149.294	113.541	149.294
Receivables from public authorities	1.233.329	978.576	757.848	773.359
Total receivables from debtors	14.815.679	8.793.525	9.747.996	8.039.175
Total	14.815.679	8.793.525	9.747.996	8.039.175
Non Current Assets				
Current Assets	14.815.679	8.793.525	9.747.996	8.039.175
Total	14.815.679	8.793.525	9.747.996	8.039.175

The Group's and Company's other receivables are analyzed as follows:

The group item "Sundry debtors" includes €1.000.000,00 which is a donation of Mr Cardasilaris Nicolaos towards the subsidiary ECHALIE S.A. Due to the very difficult financial season (fall of the blanched almond price) and other extraordinary circumstances that took place in the year ending at 31.12.2006, Mr Cardasilaris seeing that ECHALIE S.A was greatly affected, decided to donate € 1.000.000,00. The above mentioned amount was recorded as income in the profit and loss account in the subsidiary's income statement. By now € 300.000,00 were already deposited and the rest will be deposited as follows:

1. 30.6.2007 - € 300.000
2. 30.12.2007 - € 400.000

7.10.9 Other current assets

The Group's and Company's other current assets are analyzed as follows:

	GROUP		COMPANY	
	31/12/2006	31/12/2005	31/12/2006	31/12/2005
Expenses attributed to future periods	474.680	775.363	246.674	570.207
Accrued income	0	0	0	0
Other accrued income	93.852	3.712.945	93.852	3.712.945
Total	568.533	4.488.307	340.527	4.283.152



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7.10.10 Financial assets valued at fair value through the income statement

Such are high-liquidity placements in shares and mutual funds with a short-term investment horizon.

	GROUP		COMPANY	
	31/12/2006	31/12/2005	31/12/2006	31/12/2005
Shares / mutual funds	196.937	204.635	196.937	204.635
Fair value revaluation	(150.280)	(196.208)	(150.280)	(196.208)
Balance at the period end	46.657	8.427	46.657	8.427

7.10.11 Cash and cash equivalents

	GROUP		COMPANY	
	31/12/2006	31/12/2005	31/12/2006	31/12/2005
Cash in hand	586.812	1.942.020	126.830	74.053
Short – term bank deposits	2.685.221	1.266.947	1.887.135	1.258.403
Short-term investments (in cash)		52.765		
Total	3.272.033	3.261.732	2.013.965	1.332.456

7.10.12 Total equity

i) Share capital

The Group's share premium reserve emerged from the issuance of shares by cash at a value larger than their nominal value. During 2006 there was a decrease in share capital due to cancellation of own shares. All the law binding procedures were followed.

	Number of shares	Common shares	Own shares	Total
Balance as at 1/1/2006	21.254.570	21.254.570	666.000	21.920.570
Issuance of new shares	-	-	-	-
Purchase of Parent's shares (Own shares)	-	(143.037-)	143.037	-
Sales of parent's shares (Own shares)	-	708.000-	(708.000)	-
Purchase of Parent's shares (Own shares)	-	(266.963-)	266.963	-
Balance as at 31/12/2006	21.254.570	21.552.570	368.000	21.920.570

ii) Fair Value Reserves

The analysis of fair value reserves as regards to the Group, is as follows:

	GROUP			COMPANY Reserve or		
	Revaluation of tangible assets	Reserve of affiliated companies revaluation	Total	Revaluation of tangible assets	affiliated companies	Total
Balance as at 1st January 2005	3.870.492	1.115	3.871.607	3.749.852	26.788.747	30.538.599
Deferred tax amendment	92.480		92.480	88.298	1.073.888	1.162.186
Revaluation 2005	1.005.967		1.005.967	1.005.967	-	1.005.967
Balance as at 31st December 2005	4.968.938	1.115	4.970.054	4.844.116	27.862.635	32.706.752
Revaluation of tangible asset	1.597.368		1.597.368	1.473.864	1.569.663-	3.043.527
Balance as at 31st December 2006	6.566.306	1.115	6.567.421	6.317.980	29.432.298	35.750.279

iii) Other reserves

The Group's other reserves are analyzed as follows:

	GROUP			
	Legal reserve	Reserve of own shares	Other reserves	Total
Balance as at January 1st 2004	1.078.651	(4.150.688)	7.085.025	4.012.988
Changes during the period	158.750	(486.207)	3.036.834	2.709.377
Other changes	-	-	-	0
Balance as at December 31st 2004	1.237.401	(4.636.895)	10.121.859	6.722.365
Transfer of reserves of retained earnings from subsidiary			246.000	246.000
Sales of parent's shares (Own shares)			(87.870-)	(87.870-)
Balance as at December 31st 2005	1.237.401	(4.636.895)	10.279.989	6.880.495
Changes during the period	28.610			28.610
Purchase/Sell of own shares		2.603.720		2.603.720
Transfer of reserves of retained earnings from subsidiary			1.547.000	1.547.000
Balance at 31st December 2006	1.266.011	(2.033.175)	11.826.989	11.059.825

7.10.13 Loan liabilities

	GROUP		COMPANY	
	31/12/2006	31/12/2005	31/12/2006	31/12/2005
Long – term loans				
Debenture loans	11.800.000,00	14.300.000,00	11.800.000	14.300.000
Bank loans	4.955.719	6.099.592	3.428.571	4.639.037
Other loans				
Total of long – term loans	16.755.719	20.399.592	15.228.571	18.939.037
Short – term loans				
Long – term liabilities payable at next period	7.902.429	5.525.414	7.671.429	5.300.000
Bank loans	63.274.995	49.468.177	46.111.125	35.591.980
Bonds		-	-	-
Other loans		-	-	-
Total of short – term loans	71.177.424	54.993.591	53.782.553	40.891.980
TOTAL	87.933.142	75.393.184	69.011.125	59.831.016

	31/12/2005	31/12/2006
Bank Loans (Short-Term)	4%	5%

7.10.14 Employee benefit liabilities

	GROUP		COMPANY	
	31/12/2006	31/12/2005	31/12/2006	31/12/2005
Balance sheet liabilities fir:				
Provisions for retirement benefits	410.662	450.346	184.195	169.127
Total	410.662	450.346	184.195	169.127

The main actuarial assumptions used are as follows:

	31/12/2006	31/12/2005
Technical Interest Rate	4,1%	4,5%
Future Wage Increases	4,0%	4,0%
Inflation	2,0%	2,5%

7.10.15 Other long – term liabilities

The analysis of the Group’s and Company’s other long-term liabilities is as follows:

	GROUP		COMPANY	
	31/12/2006	31/12/2005	31/12/2006	31/12/2005
Provisions for extraordinary risks	395.430	395.430	200.000	200.000
Deferred income (grants)	3.559.664	3.617.406	3.559.664	3.700.771
Long term liabilities from leasing contracts	1.106.746	3.544.223	97.564	2.436.596
Balance at the period end	5.061.840	7.557.059	3.857.229	6.337.367

The provisions that refer to the Group and Company are recognized if legal or implied liabilities are present as a consequence of past events, if there is a possibility to settle them through outflows of funds and if the amount of the liability can reliably be calculated.

The provisions for extraordinary risks includes the provision for tax inspection differences.

7.10.16 Suppliers and other liabilities

The analysis of the balance for the Group’s and Company’s suppliers and other related liabilities is as follows:

	GROUP		COMPANY	
	31/12/2006	31/12/2005	31/12/2006	31/12/2005
Suppliers	8.199.022	17.359.828	4.661.226	14.774.948
Checks payable	2.984.361	3.225.092	1.116.289	1.306.797
Liabilities towards customers from the execution of projects	331.200	213.492	77.827	193.252
Total	11.514.583	20.798.412	5.855.342	16.274.998

7.10.17 Current tax liabilities

The tax difference on the Group’s profits before taxes is different from the amount which would have supposedly arisen if the weighted average tax rate had been used on the profits of the consolidated companies. This difference is presented in the following table:

	GROUP		COMPANY	
	31/12/2006	31/12/2005	31/12/2006	31/12/2005
Tax expense that corresponds to the period	686.627	3.159.065	179.177	165.453
Other tax liabilities	(50.688)	(1.872.984)	370.235	469.651
TOTAL	635.939	1.286.081	549.413	635.105

7.10.18 Other short – term liabilities

The other short-term liabilities are analyzed as follows:

	GROUP		COMPANY	
	31/12/2006	31/12/2005	31/12/2006	31/12/2005
Social security funds	601.614	153.468	117.239	112.825
Dividends payable	18.475	68.499	18.475	18.940
Sundry creditors	720.749	1.166.896	11.922	16.973
Deferred income	240.669	67.865	0	67.865
Accrued expenses	114.339	891.319	113.924	886.215
Other expenses	44.352	0	0	0
Total	1.740.198	2.348.046	261.560	1.102.817

7.10.19 Cost of goods sold

The cost of goods sold is analyzed as follows:

	GROUP		COMPANY	
	1/1 - 31/12/2006	1/1 - 31/12/2005	1/1 - 31/12/2006	1/1 - 31/12/2005
Cost of inventories recognized as an expense	170.365.595	216.430.548	49.827.546	66.512.804
Employee remuneration and expenses	1.999.700	2.322.176	1.280.255	1.090.155
Third party remuneration and expenses	248.804	270.026	24.204	30.276
Third party benefits	908.701	1.522.266	546.100	602.071
Taxes – duties	166.325	148.835		3.030
Sundry expenses	349.736	442.691	315.566	277.421
Interest expenses	0	0		0
Depreciations of fixed assets	825.604	1.100.409	690.199	625.708
Provisions	1.415	39.951		0
Own production	(107.632)	(104.525)	(95.243)	(54.818)
Less: inter-company eliminations	(15.804.961)	(15.994.218-)		
Total	158.953.286	206.178.159	52.588.626	69.086.647



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7.10.20 Administrative / distribution expenses

ADMINISTRATIVE EXPENSES

	GROUP		COMPANY	
	1/1 - 31/12/2006	1/1 - 31/12/2005	1/1 - 31/12/2006	1/1 - 31/12/2005
Cost of inventories recognized as an expense				
Employee remuneration and expenses	2.180.997	1.889.832	838.048	770.980
Third party remuneration and expenses	734.311	1.126.081	220.429	508.195
Third party benefits	764.772	1.148.139	311.941	415.011
Taxes – duties	307.490	172.699	85.044	3.281
Sundry expenses	402.927	721.459	211.284	458.128
Depreciations of fixed assets	342.076	303.703	149.617	49.222
Provisions	34.837	116.341	15.068	139.232
Less: inter-company eliminations				
Total	4.767.410	5.478.254	1.831.431	2.344.049

DISTRIBUTION EXPENSES

Notes	GROUP		COMPANY	
	1/1 - 31/12/2006	1/1 - 31/12/2005	1/1 - 31/12/2006	1/1 - 31/12/2005
Inventory cost	15.044		15.044	
Employee remuneration and expenses	1.918.072	1.928.630	526.781	515.434
Third party remuneration and expenses	733.695	593.009	353.483	144.221
Third party benefits	2.032.345	3.121.537	130.176	280.324
Taxes – duties	242.245	228.810	298	0
Sundry expenses	1.898.663	2.350.821	1.633.425	2.169.484
Interest expenses				
Depreciations of fixed assets	269.392	282.175	116.304	113.343
Provisions	51.673	260.808		
Less: inter-company eliminations				
Total	7.161.130	8.765.790	2.775.512	3.222.806

7.10.21 Other operating income / expenses

The other operating income and expenses for 2006 and 2005 are as follows:

	GROUP		COMPANY	
	1/1 - 31/12/2006	1/1 - 31/12/2005	1/1 - 31/12/2006	1/1 - 31/12/2005
Other operating income				
Grants and sundry sales income	125.607	568.018	125.607	568.018
Income of sequential activities	40.513	29.552	40.417	29.552
Extraordinary income	526.518	3.109.282	508.967	3.028.676
Grants for assets	0			
Extraordinary profit	366.884		83.365	0
Profit from assets sale	0			
Prior years income	46.931		46.907	
Income from provisions of prior years	1.462.185		1.462.185	
Less: Inter Company Eliminations	0	(57.600)		
Total	2.568.638	3.649.252	2.267.448	3.626.246
Other operating expenses				
Extraordinary expenses	1.238.770	738.126	1.057.643	712.462
Extraordinary losses	92.027	81.879	85.165	51.879
Prior years expenses	3.455	74.432	2.868	69.432
Provisions	65.246	0		
Depreciators not charged to the operating cost	81.913	99.560	81.913	99.560
Less: Inter Company Eliminations	(52.800)			
Total	1.428.612	993.997	1.227.589	933.333

“Extraordinary expenses” include expenses due to differences in exchange rates that occurred from the sale of the participation in Star Food Distribution amounting to € 400.000,00. Also the amount € 1.462.185 of the item “prior years expenses” refers to the reverse of the impairment of receivables from two doubtful debtors of the company, for which there had been in 31/12/2005 a provision for bad-debt receivables of € 1.462.185 for total receivables of € 2.117.415. This was due to the settlement the company came to with a customer who has already starting repaying his debt in instalments, second reason was the company’s lawyer reassurance that the impairment already made for another doubtful debt was larger than what it should be and that the court case against the customer would win the company a considerable sum of money. There fore impairment for the above customer was decreased and the remaining amount was endorsed to prior years results.

7.10.22 Financial income / expenses

	GROUP		COMPANY	
	31/12/2006	31/12/2005	31/12/2006	31/12/2005
Interest income from:				
-Banks / Short term liquidation investments (repos)				
- Dividends form subsidiaries	3.002.000	3.063.735	3.002.000	3.063.735
- Profit from financial instruments (shares)	514.246	512.474	142.246	481.474
-Interest receive and relative income	1.443.109-	51.462-	1.412.405	45.462
Less: inter-company eliminations	(3.000.000)	(3.000.000-)		
	1.959.354	627.671	4.556.650	3.590.671
Interest expenses from:				
- valuation diffrnces expences & losses from 'investments and shares	282.333		282.333-	
- Interest and other bank charges	4.773.842	5.079.889	3.562.113	4.101.103
- Leasing interests	38.057	377.724	7.057	340.724
	5.094.232	5.457.613	3.851.504	4.441.827

7.10.23 Income tax

	GROUP		COMPANY	
	31/12/2006	31/12/2005	31/12/2006	31/12/2005
Tax for the current period	(686.627)	2.651.904	179.177	213.425
Prior years' tax differences	0	507.161	0	100.000
Other not charged to the operating cost taxes	67.262	57.969	62.681	57.969
Deferred tax	383.698	1.353.210	384.480	1.342.080
Total	(235.667)	4.570.245	626.338	1.713.474
Earnings before taxes	(1.616.592)	12.208.948	4.014.192	8.057.053
Tax contributor	-14,58%	-37,43%	29,00%	32,00%
Expected Tax Expense	235.667	(4.570.245)	1.164.116	2.578.257
Change adjustments in tax contributor	-	-	-	-
Adjustments for salaries which are not applicable in taxation				
- Deferred tax for the period	383.698	1.353.210	384.480	1.342.080
Period adjustments	(922.294)	7.222.148	(984.938)	(2.364.832)
Other adjustments (Tax free reserves – other tax free reductions)				
- Tax differences	0	507.161	0	100.000
- Other not charged to the operating cost taxes	67.262	57.969	62.681	57.969
Net tax expense	(235.667)	4.570.245	626.338	1.713.474

The expected expense differs from the real tax expense, as the company uses the right to form free tax reserves, according to developmental laws. As a result the real tax expense is less than the predictable.

7.10.24 Earnings per share

	GROUP		COMPANY	
	31/12/2006	31/12/2005	31/12/2006	31/12/2005
Earnings that correspond to the parents' shareholders	(1.858.568)	7.501.526	3.387.855	6.343.579
Weighted average number of shares	21.512.570	21.381.185	21.552.570	21.381.185
Basic earnings per share (euro per share)	(0,09)	0,35	0,16	0,30

7.10.25 Gains/Losses from investments in subsidiaries and affiliates

The amount of € 657.932,85 negatively affects the results of the company and it derives from the consolidation of the associate company SDOUKOS S.A. and the full impairment of the goodwill in consolidation from CARDICO GEORGIA and CARDICO MOLDOVA. The amount can be analyzed as follows:

NAME	Amount
SDOYKOS S.A	51.214,67
CARDICO GEORGIA	357.386,34
CARDICO MOLDOVA	249.331,84
Total	657.932,85

7.10.26 Contingencies

Information regarding contingent liabilities

Against the company there are legal claims: a) of a company named "Hellenic Investments SA – Investment Consultants" of total amount €486.311,43 which arise from signed agreements pertaining to the supervision of the construction of the new plant in Schimatari. The above

claims are under arbitration by the appropriate authority which is currently examining the relevant evidence. According to the company's legal consultant it is highly likely that the above claims be rejected. B) Of a company named KENTFORD LIMITED with seat in Ireland and in Moldavia of total amount €12.715.689. At the 10/09/2001 were signed a contract between Mrs.[Kardasilaris] and Sons S.A and the above company for the transfer of a Moldavian company of her property named KENTFORD SRL against price USD 200.000. Mrs. [Kardasilaris] and Sons [AEBE] in year 2002 withdrew the agreement concerning the acquiring of buying the shares of company KENTFORD SRL, as it was initially provided by the convention, after the weakness of the co-contractor company to ensure us for the safety of the undertaking. This weakness resulted to our company decision not to remain in the unstable commercial market of Moldavia as exporter. According to the company's legal consultant the above claim is not to flourish. Other than the above there are no cases under dispute or arbitration which might have a significant effect on the financial situation or operation of the Group.

The years for which the Group's companies have not been inspected by the tax authorities are as follows:

COMPANY NAME	UNINSPECTED TAX YEARS
CARDICO SA	2004-2006
NUT COMPANY SA	2002-2006
XIROFRUIT SA	2003-2006
SIFAKIS SA	2003-2006
SDOUKOS ANT. SA	2003-2006



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7.10.27 Related Parties Transactions

		INTER COMPANY RECEIVABLES -LIABILITIES 31/12/2005						
		Liability						
		CARDICO ABEE	ECHALIE S.A	TESCO S.A	XIROFRUIT ABEE	SIFAKIS S.A.	NUT COMPANY S.A.	TOTALS
R e c e i v a b l e	CARDICO ABEE		1.855.534	842.616	568.022	658.401	9.646	3.934.218
	ECHALIE S.A	788.977		146.000				934.977
	TESCO S.A	523.791	34.000					557.791
	XIROFRUIT ABEE	16						16
	SIFAKIS S.A.	2.469						2.469
	NUT COMPANY S.A.	47.927						47.927
	ΣΥΝΟΛΑ	1.363.181	1.889.534	988.616	568.022	658.401	9.646	5.477.399

		INTERCOMPANY SALES PURCHASES 1/1 - 31/12/2005						
		BUYER						
		CARDICO ABEE	ECHALIE S.A	TESCO S.A	XIROFRUIT ABEE	SIFAKIS S.A.	NUT COMPANY S.A.	ΣΥΝΟΛΑ
S A L E	CARDICO ABEE		5.033.063	1.070.494	1.802.121	570.132		8.475.810
	ECHALIE S.A	853.909		2.542.000				3.395.909
	TESCO S.A	3.330.477	791.000					4.121.477
	XIROFRUIT ABEE	1.022						1.022
	SIFAKIS S.A.							
	NUT COMPANY S.A.							
	ΣΥΝΟΛΑ	4.185.408	5.824.063	3.612.494	1.802.121	570.132	0	15.994.218



KDN, KAPAΔEIAΠHΣ & YIOI AEE

INTER COMPANY RECEIVABLES -LIABILITIES 31/12/2006

Liability

30/9/2006	CARDICO ABEE	ECHALIE S.A	TESCO S.A	XIROFRUIT S.A.	SIFAKIS S.A	NUT COMPANY S.A.	CARDICO MOLDAVIA	CARDICO GEORGIA	TOTAL
R e c e i v a b l e	CARDICO ABEE	2.586.474	598.939	822.971	932.910	9.646	10.063	-6.652	4.954.351
	ECHALIE S.A	913.191	694.000						1.607.191
	TESCO S.A	-8.814	598.000						589.186
	XIROFRUIT S.A.								
	SIFAKIS S.A	15.549							15.549
	NUT COMPANY S.A.	-2.056							-2.056
	CARDICO MOLDAVIA	-158.784							-158.784
	CARDICO GEORGIA	-206.339							-206.339
	TOTAL	552.747	3.184.474	1.292.939	822.971	932.910	9.646	10.063	6.799.097

INTERCOMPANY SALES PURCHASES 1/1 - 31/12/2006

BUYER

30/9/2006	CARDICO ABEE	ECHALIE S.A	TESCO S.A	XIROFRUIT S.A.	SIFAKIS S.A	NUT COMPANY S.A.	CARDICO MOLDAVIA	CARDICO GEORGIA	TOTAL
S A L E	CARDICO ABEE	2.807.651	2.937.170	1.567.036	712.364				8.024.222
	ECHALIE S.A	1.537.014	3.144.000						4.681.014
	TESCO S.A	1.728.458	852.000						2.580.458
	XIROFRUIT S.A.								0
	SIFAKIS S.A	12.000							12.000
	CARDICO GEORGIA	504.976							504.976
	NUT COMPANY S.A.	2.292							2.292
	TOTAL	3.784.739	3.659.651	6.081.170	1.567.036	712.364	0		15.804.961

The above transactions and balances have been written-off from the Group's consolidated financial statements.

Sales and purchases from the beginning of 2006 and the balances of receivables and liabilities of the company and the group at the end of the year, as these derive from the transaction with related parties(per IAS 24) summarize as follows:

	GROUP	COMPANY
a) Sales of goods and services	0	8.024.222
b) Purchase of goods and services	0	3.784.739
c) Receivables	0	4.954.351
d) Liabilities	0	552.747
e) Transactions and fees paid to board of Directors	680.901	402.576
g) Receivables from company directors	0	0
h) Liabilities to company Directors	0	0

7.10.28 Dividends

The company paid dividends during 2006 of total value € 1.753.645,60

7.10.29 Number of employees

The number of the engagement personnel of the Company as at 31.12.2006 was 110 employees and of the Group 227 employees.

7.10.30 Company's management proposal for dividends distribution period 2006

The proposal of Board of Directors towards the stockholders of the Company is that the earnings per share value distribution, from the profit of the period, will be of total value € 438.411,40 This amount corresponds to € 0,02 per share, instead of € 0,08 per share for the period 2005.

7.10.31 Events after the balance sheet date

Apart from the aforementioned events, there are no events after the balance sheet date, which concern either the Group or the Company and whose disclosure is required by the International Financial Reporting Standards.

8. ANNEX

8.1 Management Report of the Board of Directors for the period ended on December 31st, 2006

Management Report of the Board of Directors

GENERAL OVERVIEW

Year 2006 was a very difficult year for the Group as the results were greatly affected by extraordinary and unexpected events. Still we managed to show the very serious resistances of the group in situations and periods of crisis. The company's investments of the immediate previous years in buildings and mechanical equipment contributed in the continuous growth of the company in the European area and resulted in the company's productive capacity to gain an advantage as compared to the company's competitors in Europe.

The results of the year were not the desired ones, due to the massive crisis in the blanched almond market during the first half of 2006. The price of Blanched almonds deteriorated to unexpectedly low margins thus leading some of our customers to cancel their contracts. The management of the group took a harsh political decision for the strategy of the company. It preferred to fulfill the already existing contracts with the suppliers in order to do so and thus keeping the credibility of the company in almonds market in very high levels. This move although it had a negative effect in the consolidated results for the year was recognized and appreciated in the almonds and dry fruits market worldwide.

About the results of the second half of 2006, the strikes by employees were an obstacle for both the productivity and export operation of the company of the final quarter in which full recovery of profitability was perceived and which historically is characterized by high selling activity. The decrease in the profit margins is due to the very low profit margins under which the group

operated during the first 6 months of 2006 as a result of the strategic decision to fulfill the high priced purchase contracts of blanched almonds which were signed at a time when blanched almond price was considerably higher.

The company that faced the greatest difficulties from the group, due to the above mentioned crisis was ECHALIE S.A. and for that reason Cardasilaris Family donated € 1.000.000,00 to the company in order to help its financial position.

In year 2006 in the context of the restructuring of the parent company's investments the participating interest in STAR FOODS POLAND SA were sold at the price of the purchase thus creating a loss of €400.000,00 was incurred due to exchange differences.

We consider that our effort for growth in the wider European market set out as our main goal to become one of the most competitive European groups in the dried fruits industry and to play a leading role in the developments in the markets where we operate is continued despite the obstacles we faced due to the general market crisis, expressed mainly through the fall of the blanched almond price during the first quarter of 2006.

Our positive course as well as the success of our strategic planning that was impressed directly in the results of 2005, were seriously undermined due to the crisis, the management remains optimistic for the uprising of the results within 2007.

It must be noted that the company and its subsidiaries' fixed assets resulted in surplus values. Surplus values are also expected in the new year in connection with the land owned by the company in the area of Votanikos further to the latest decisions announced for the general upgrading of the area.

Our observations regarding changes in figures, mainly negatively affected by the almond market crisis of results are below:

- Turnover was decreased by 26,78% compared to the previous year.
- Cost of sales was increased by 22,90% compared to the previous year. Given the decrease in sales that decrease is considered reasonable.

- Considering the above changes gross profit was decreased by 54,7% as compared to the previous year.
- The above mentioned negative trends depiction the negative effect the fall in the price of blanched almonds had in the results of 2006.
- Administrative expenses, distribution costs and other operating expenses were increased by 4,51% approximately in the context of the general development of the group in the year ended.
- Financial expenses where decreased by 6,66% due to the ability of the group to negotiate better terms in the rates.
- Profits before tax where decreased by 113,24%

Ratios regarding years 2005 and 2006 are as follows:

RATIOS						
		GROUP		COMPANY		
ΔΕΙΚΤΕΣ ΠΕΥΣΤΟΤΗΤΑΣ		2006	2005	2006	2005	
<i>Liquidity</i>	<i>Current Asstes/Short Term Liabilities</i>	0,88	0,90	0,69	0,66	
<i>Direct Liquidity</i>	<i>Cash at hand and in bank/ Short Term Liabilities</i>	0,041	0,038	0,023	0,033	
<i>Average receivables received</i>	<i>Receivable *365/Sales</i>	50,93	70,00	78,39	111,88	
<i>Average creditors paid</i>	<i>Short term Liab * 365 / Cost of sales</i>	36,82	26,44	85,98	40,64	

The above ratios are considered satisfactory considering market conditions.

IMPORTANT EVENTS OF THE YEAR ENDED

In 2006, during the mother's company general investments restructure, the percentage of STAR FOODS POLAND A.S., that she possessed, was sold at the same price it was bought, fabricating currency losses of € 400 th.

PERSPECTIVES FOR THE NEW YEAR

The significant perspectives of further development and expansion of our operations will mark the following year.

In the domestic market the company intends to expand its sales network to the entire country. Its main goal however is to establish a presence in the markets abroad through its subsidiary companies and mostly ECHALIE S.A which has been successfully operating in the market of France as well as TESCO INVESTMENTS INC which operates in the English and international market, so that it becomes a key supplier of large European and international super markets chains, chocolate industries and wholesalers in dried fruits.

An investment program of € 2.000.000 is in progress, which has been submitted to the periphery of “Sterea Ellada” in the framework of the developing law 3299/04. After the completion of the program the Company’s position in domestic and worldwide market will be boosted, through the range expansion of the produced products and their quality improvement.

It is also worth mentioning, that we have adopted voluntarily and in cooperation with the Greek Manufacturer Association, the marking system of the European nutrition platform, which will help the Company expand its sales, by improving the communication with the consumers, thus makes the Company prepared for a future legislative regulation.

Shareholders, CARDICO Group SA in 2006 through its strategic choices strengthened its dynamic and its presence in the dried fruits industry expanding its activities in Europe.

CORPORATE GOVERNANCE

The company has adopted the Principles of Corporate Governance as those are applicable in the context of Greek law and international practices. Corporate Governance as a set of rules, principles and mechanisms of controls based on which the company is organized and managed is intended to promote transparency towards investors as well as to safeguard the interests of shareholders and all persons involved in its operation.



ΚΟΝ. ΚΑΡΔΑΣΣΙΛΑΡΙΣ & ΥΙΟΙ ΑΕΒΕ

The board of directors of Cardico S.A is the depositary of the principles of the Group's Corporate Governance. The board out of a total of 7 members includes 3, non executive members all of which fulfill the requirements set out by the law 3016/2002 for the to be named independent.

The internal controls department is intended to perform objective internal and external audits and ensure the effective communication between auditing bodies and the Board of Directors. Its duties are also to ensure compliance with the rules of Corporate Governance and the

appropriate operation of the Internal Controls System and the supervision of work carried out by the Department of Internal Controls of the company.

Internal controls is a prerequisite of Corporate Governance. The Department of Internal Controls of CARDICO SA is an independent organizational unit which reports to the company's Board of Directors. Its duties also include the evaluation and improvement of risk management systems and internal controls system, as well as the ensuring of compliance with established policies according to the Company's Internal Regulation for Operation and laws applicable.

Since 2001 the company has had an Internal Controls department. Head of this department is Mr. Stavros Christakakis who is fully employed solely for that purpose.

POLICY ON DIVIDENDS

Regarding the distribution of dividends the company's management, considering among other things the performance of the Group, the perspectives and investment plans, suggests that dividend distributed be 0,02€ / share as opposed to 0,08€/ share in 2005.

Nikolaos K. Kardasilaris

President of the Board of Directors

KON. KARDASSILARIS & SONS - "CARDICO" S.A.

8.2 EXPLANATORY REPORT TO THE GENERAL TACTICAL MEETING OF THE SHAREHOLDERS RELATED TO THE INFORMATION PROVIDED BY THE ARTICLE 11a OF LAW 3371/2005

Relatively to the information about the matters referred in paragraph 1 of article 11a of the law 3371/2005, it is intentional, the above mentioned explanations, to be given to the General Tactical Meeting of the Shareholders of the Company, which will be held for the year ended on December 31st, 2006.

A. Articulation of the company's share capital

Cardico's share capital comes up to € 6.576.171, divided in 21.920.570 common shares, of nominative value of € 0,30 each. Cardico's shares are being traded in the Athens Stock Exchange Market. Shareholders exercise their rights, related to the management of the company, only through their participation at the General Meeting. Each share provides the holder with one vote and it incorporates all the rights and obligations appointed by the law and the company's statutes, which does not contain any more restrictive regulations than those appointed by the law, beyond the below mentioned. Shareholders have the right of preference in every future capital raise of the Company, depending on their participation to the existing share capital, as appointed by the article 13, paragraph 5, of the law 2190/1920.

After the shareholders request, which represents the 1/20 of the paid share capital, (a) the Board of Directors is obliged to call an extra General Meeting, on a date which does not exceeds 30 days since the request was made to the President of the Board. In the application, the matter of the meeting must be precisely specified, (b) in case of the shareholders request, who own the 1/20 of the paid share capital, the President of the Meeting is obliged to postpone for one time only the taking of decisions by the General Meeting, tactical or not, for all or some of the subjects, (c) in case of the shareholders request, who own the 1/20 of the paid share capital, and has been made at the Company 5 days before the tactical General Meeting, the Board of Directors is obliged to announce at the shareholders General Meeting the amounts paid, for all causes, by the Company to members of the Board of Directors, managers or to other employees,



ΚΩΝ. ΚΑΡΑΑΖΙΔΑΚΗΣ & ΥΙΟΙ ΑΕΒΕ

as well as every allowance to those individuals or other existing agreement between them and the Company, and to provide the specific requested information related to the Company's cases at that level that those information are useful for the General's Meeting subjects estimation, (d) in case of the shareholders (those who have no delegation in the Board of Directors) request, who own the 1/3 of the paid share capital, and has been made at the Company, within the deadline of the previous paragraph, the Board of Directors has the obligation to give them information related to the progress of the Company's activities and to the Company's fortune. The Board of Directors can deny to give the information asked for an important reason by publishing the reasoning, (e) in the cases of paragraph C(b), each dispute related to reliability or no of the excuse for not giving the information asked, is settled by the one-member court of the first instance of the Company's seat, (f) in case of the shareholders request, who own the 1/20 of the paid share capital, the decision making for a subject of the General Meeting is made upon nominative call.

Also, shareholders who own the 1/20 of the paid share capital have the right to ask for an inspection of the Company by the one-member court of the first instance of the Company's seat. Shareholders who own the 1/3 of the paid share capital (a) have the right to apply to the Board of Directors, and it is obliged to provide them at the General Meeting, or if its preferable to a representative of them before the General Meeting, with the information related to the Company's cases and fortune, (b) have the right to ask for an inspection by the one-member court of the first instance of the Company's seat, if it is believed that the management of the Company's cases isn't the supposed one. The shareholders in order to exercise their rights must have their shares deposited.

B. Restrictions in the share transfer of the Company

The transfer of the Company's shares is made according to the provisions of the law and the regulation of the Athens Stock Exchange and has no restrictions according to the Company's statute.

C. Significant direct or indirect participations by the meaning of P.D. 51/1992

The shareholders who posses, direct or indirect, a percentage bigger than 5% of the total share number are:

- Cardasilaris Nikolaos, 17,34%
- Cardasilaris Ioannis, 16,24%
- Cardasilaris Georgios, 15,99%
- C. Cardasilaris & Sons AEVE, 1,68%

D. Shares which provide special voting rights

There are no shares which provide special voting rights.

E. Voting rights restrictions

There are no voting rights restrictions according to the Company's statute.

F. Shareholders agreements

No agreements between the shareholders are known to the Company, that imply restrictions in the share transfer or to the exercise of voting rights.

G. Regulations on the appointment of the Board of Directors and the amendment of the statute

The regulations provided by the Company's statute on the appointment of the Board of Directors and the amendment of the statute are not different from the provisions of the law 2190/1920.

H. Responsibility of the Board of Directors for the issue of new or the purchase of own shares

According to the article 13 paragraph 1(b) of the law 2190/1920, the Board of Directors has the right, after related decision of the General Meeting which is published according to the article 7(b) of the law 2190/1920, to increase the Company's share capital by issuing new shares after its decision which is taken by the majority of at least 2/3 of all members. Until today no such decision is effective.

I. Important agreements which takes effect, amends or ends in case of a change to the Company's control followed by a public offer

From what we know there aren't any.

The above Report of the Board of Directors to the Tactical General Meeting, consisted of nine (9) pages, is the one mentioned at the audit report, dated 26.03.2007.

8.3 Information as per article 10 of law 3401/2005

Within 2006, the company disclosed to the investing public the following information, which is available on the Athens Stock Exchange website www.ase.gr

6/6/2007	Announcement
4/6/2007	Company Presentation to the ASSOCIATION OF GREEK INSTITUTIONAL INVESTORS
31/5/2007	Turnaround for the CARDICO Group in the 1st Quarter of 2007.
18/5/2007	Announcement
30/3/2007	2006 Financial Results
29/3/2007	Schedule of Intended Corporate Actions
17/1/2007	Announcement
20/12/2006	Announcement
15/12/2006	Announcement
4/12/2006	Announcement
30/11/2006	9M 2006 financial results
20/11/2006	Comments on article
17/11/2006	Notification
13/11/2006	Answer to HCMC Letter
8/11/2006	Announcement
6/11/2006	Notification
6/11/2006	Purchase of own shares
19/10/2006	Purchase of own shares
19/10/2006	Extraordinary Shareholders Meeting Decision



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11/10/2006	Presentation of CARDICO Group took place at Grand Bretagne Hotel in Athens
10/10/2006	CARDICO Group management informs the investing public that the updated presentation of the Group is on the website of the Company
22/9/2006	Announcement
20/9/2006	The company announces a revision of its projections for FY 2006 financial results
20/9/2006	Notification
19/9/2006	Announcement
18/9/2006	The company signed a repurchase contract for a property on 152, Orfeos & Dimaraki Street in Athens
31/8/2006	First half of 2006 financial results according to I.F.R.S.
22/6/2006	Announcement
5/6/2006	Right representation of the net worth statement elements of the period 1/1 - 31/3/2006
31/5/2006	Q1 2006 financial results according to I.F.R.S.
25/5/2006	Distribution of CARDICO products through the stores METRO CASH & CARRY in 22 countries
17/5/2006	Resolutions Ordinary General Meeting
17/5/2006	Fiscal Year 2005 Ex-dividend date
10/5/2006	Press Release
2/5/2006	Announcement
14/4/2006	Announcement
12/4/2006	Announcement
12/4/2006	Share percentage change
11/4/2006	Announcement
11/4/2006	Schedule of planned corporate actions for 2006
10/4/2006	Sale of the treasury stock
7/4/2006	Shale of own shares
7/4/2006	Reply to Capital's Market Commission letter
6/4/2006	Announcement
5/4/2006	Discussions with Coca Cola 3e for co operation between the two companies were stoped
5/4/2006	Share percentage change
4/4/2006	Visit of 34 institutional investors from abroad at the company's facilities
4/4/2006	Announcement
30/3/2006	Adjustments to the balances of the years 2003 - 2004
21/2/2006	Reply to Capital's Market letter
9/2/2006	Reply to Capital's Market Commission letter
26/1/2006	Completion of own share sale
19/1/2006	Sale of own shares
18/1/2006	A.S.E. letter's response
16/1/2006	Announcement



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9/1/2006

[Announcement](#)

8.4 Summarised annual information both consolidated and non consolidated

**K.Cardasilaris & Sons - "CARDICO"
Summarised Financial Information for the period 1.1.2006-31.12.2006**

The following information is there for a summated update in the financial results and status of K.Cardasilaris & Sons S.A. and the group. The reader therefore is advised before he/she proceeds with any kind of investment or transaction with the company, to look in to the website of the company at www.cardico.com, where the full financial statements of 2006, in accordance with IFRS, can be found.

Company Name: K.Cardasilaris & Sons S.A.

Main Address: 2 Karageorgi Servias St, Athens

Board of Directors:1) Nikolaos Cardasilaris Chairman, 2) Ioannis Cardasilaris, Managing Director,3) George Cardasilaris, Managing Director,4) Myrtiloula Lizardou executive member 5) Erasmia Minetta, Independent non-executive member 6) Stauros Vasileiou, independent non-executive member 7) Konstantinos Sourliotis, independent, non executive member.

R.No of S.A's.: 3760/06/B/86/05

Appropriate Supervisory Body: Ministry of Growth and Development, Department for S.A.'s & Credit

Date of approval of the Financial Statements (from which the summarized information was taken): 26/3/2007

Auditor: Kosntantinou Sotirios

Audit Firm: Grant Thornton S.A.

Review type: Unqualified opinion



KΩΝ. ΚΑΡΑΖΙΑΑΠΗΣ & ΥΙΟΙ ΑΕΒΕ

BALANCE SHEET

(Amounts in Euros)

	<u>GROUP</u>		<u>COMPANY</u>	
	<u>31/12/2006</u>	<u>31/12/2005</u>	<u>31/12/2006</u>	<u>31/12/2005</u>
ASSETS				
Fixed Assets	51.598.668	53.367.513	98.714.143	100.776.292
Stocks	25.766.800	24.974.647	9.706.134	7.767.867
Debtors	32.968.996	32.765.476	18.227.260	17.367.175
Other Assets	18.984.206	16.816.778	15.990.512	14.927.997
Total Assets	129.318.670	127.924.414	142.638.049	140.839.331
LIABILITIES				
Long Term Liabilities	23.074.633	28.406.998	29.437.037	36.463.443
Short term bank loans	63.274.995	49.468.177	46.111.125	35.591.980
Other short term liabilities	21.793.149	29.957.954	14.337.743	23.312.920
Total Liabilities (a)	108.142.777	107.833.129	89.885.905	95.368.343
Share capital	6.576.171	6.576.171	6.576.171	6.576.171
Other Shareholders funds	12.291.327	11.560.427	46.175.974	38.894.817
Shareholders funds (b)	18.867.498	18.136.598	52.752.145	45.470.988
Equity Minority Interests (c)	2.308.395	1.954.687		
Total Capital employed (d) = (b) + (c)	21.175.893	20.091.285	52.752.145	45.470.988
Grand Total Liabilities (a) + (d)	129.318.670	127.924.414	142.638.049	140.839.331

PROFIT & LOSS ACCOUNT FOR THE PERIOD

(Amounts in Euros)

	<u>GROUP</u>		<u>COMPANY</u>	
	<u>1/1-31/12/2006</u>	<u>1/1-31/12/2005</u>	<u>1/1-31/12/2006</u>	<u>1/1-31/12/2005</u>
Turnover	171.918.019	234.798.658	59.464.756	80.868.798
Gross Profit	12.964.733	28.620.499	6.876.130	11.782.151
Earnings Before Taxes Financing and Investments Results, Depreciations and Amortizations (EBITDA)	3.695.204	18.245.168	4.347.079	9.886.051
Earnings Before Taxes Financing and Investments Results (EBIT)	2.176.219	17.031.711	3.309.046	8.908.208
Profits Before Taxes	(1.616.592)	12.208.948	4.014.192	8.057.053
Less: Income Tax	(860.627)	2.651.904	179.177	213.425
Deferred Tax (asset)	557.698	1.353.210	384.480	1.342.080
Tax inspection differences and other taxes	67.262	565.130	62.681	157.969
Profit / (loss) after taxes from continuing operations (a)	(1.380.925)	7.638.703	3.387.855	6.343.579
Profit / (loss) after taxes from discontinued operations (b)	0	0	0	0
Profit / (loss) after taxes (from continuing and discontinued operations) (a) + (b)	(1.380.925)	7.638.703	3.387.855	6.343.579
Attributed:				
Shareholders	(1.858.568)	7.501.526		
Minority Interests	477.644	137.177		
Profits per share (in €)	(0,09)	0,35	0,16	0,30
Proposed dividend per share (in €)			0,02	0,08



ΚΩΝ. ΚΑΡΑΑΖΙΔΑΚΗΣ & ΥΙΟΙ ΑΕΒΕ

STATEMENT OF EQUITY CHANGES

(Amounts in Euros)

		<u>GROUP</u>		<u>COMPANY</u>	
		<u>1/1-31/12/2006</u>	<u>1/1-31/12/2005</u>	<u>1/1-31/12/2006</u>	<u>1/1-31/12/2005</u>
Total equity at the start of the period and 1/1/2005)	(1/1/2006	20.091.285	12.197.843	45.470.988	38.169.585
Profits after tax		(1.380.925)	7.638.703	3.387.855	6.343.579
Increase / (decrease) of share capital		0	(75.969)	0	(75.969)
Dividends paid		(1.753.646)	(1.042.169)	(1.753.646)	(1.042.169)
Net income carried in equity		1.615.458	1.460.747	3.043.528	2.163.832
Purchase/ (sell) of own shares		2.603.720	(87.870)	2.603.420	(87.870)
Total equity at the end of the period (31/12/2006 and 31/12/2005)		21.175.893	20.091.285	52.752.145	45.470.988



ΚΩΝ. ΚΑΡΑΖΙΑΑΠΗΣ & ΥΙΟΙ ΑΕΒΕ

CASH FLOW STATEMENT

(Amounts in Euros)

	GROUP		COMPANY	
	1/1-31/12/2006	1/1-31/12/2005	1/1-31/12/2006	1/1-31/12/2005
Net Cash Inflow from operational Activities				
Profits Before Tax	(1.616.592)	12.201.770	4.014.192	8.057.053
Plus adjustments for:				
Depreciation	1.518.985	1.213.456	1.038.033	977.843
Provisions	(58.006)	758.260	34.300	49.222
FX differences	307.220	(55.084)	401.144	0
Results from financial Investments (revenue, expenses, profits & losses) activity	486.027	(224.821)	(125.607)	(245.766)
Interest & other expenses	551.417	4.914.342	(735.161)	851.156
Adjustments of for changes of working capital or relevant to operational activities:				
Stocks Decrease / (Increase)	(914.912)	(8.284.740)	(1.938.267)	(1.763.660)
Decreases / (increase) receivables	(6.227.495)	(3.813.951)	(5.145.485)	(4.433.233)
(Decrease) /Increase in liabilities (except banks & taxes)	(1.617.649)	2.030.528	(7.419.481)	662.379
Less:				
Interest paid & other expenses	(4.813.513)	(5.311.781)	(3.569.170)	(4.241.052)
Tax paid	(1.473.891)	(3.577.912)	(241.858)	(371.394)
Total inflow/(outflow) from operational activities (a)	(13.858.409)	(149.935)	(13.687.360)	(457.454)
Cash flows from investment activities				
Acquisition of subsidiaries, affiliated companies, joint ventures and other investments	7.415.696	2.334.975	7.415.356	2.334.975
Purchase of tangible and intangible fixed assets	(2.012.444)	(4.506.255)	(1.288.411)	(3.980.993)
Amounts received from sales tangible and intangible assets	29.472	585.769	0	580.500
Interest received	152.493	45.462	152.493	45.462
Dividends received	2.000	63.735	3.002.000	3.063.735
Total inflows / (outflows) from investing activities (b)	5.587.217	(1.476.314)	9.281.438	2.043.680
Cash flows from financing activities (b)				
Amounts received from increase in share capital	0	(75.969)	0	(75.969)
Bank loans received	17.381.871	6.276.958	14.290.574	3.364.705
Loans payments	(5.189.299)	(4.120.564)	(5.110.466)	(4.059.564)
Settlement of leasing liabilities	(2.157.435)	(200.509)	(2.339.032)	41.276
Dividends paid	(1.753.646)	(1.042.169)	(1.753.646)	(1.042.169)
Total inflows / (outflows) from financing activities (c)	8.281.492	837.748	5.087.431	(1.771.720)
Net increase /(decrease) in cash and cash equivalent in the period (a) + (b) + (c)	10.300	(788.501)	681.509	(185.494)
Opening balance of cash and cash equivalents	3.261.732	4.050.233	1.332.456	1.517.950
Closing balance of cash and cash equivalents	3.272.033	3.261.732	2.013.965	1.332.456



ΚΟΝ. ΚΑΡΔΑΣΙΛΑΡΙΣ & ΥΙΟΙ ΑΕΒΕ

1. Parent Company has not had Tax Inspection for the years 2004-2006. For the Group companies the non inspected years are: NUT COMPANY years 2002-2006 and XIROFROUT, SIFAKIS & SDOUKOS ANTONIS years 2003-2006
2. There was no change in the accounting principles used by the company during the period 1/1-31/12/2006
3. There was no case of merger, take over, change of activity, change of operations
4. There was no case of change of the fiscal year dates, or duration.
5. The financial statements of the company are not included in any other consolidated statements of other companies.
6. On the parent company's buildings and land there is a mortgage a) in favour of bond holding loaners for the amount of € 25.000.000, b) for guarantee of loan for the amount of € 7.000.000.
Also there is an equity underwriting of € 2.530.000 for SIFAKIS.
7. Against the company there are legal claims of height: a) 486.311 € are under arbitration, that according to the there is a very company's legal consultant it is highly likely that the above claims be rejected and b) 12.715.689 €, that according to court that the company's legal consultant are not to flourish. Other than the above there are no cases under dispute or arbitration which might have a significant repercussion in the financial situation or the operation of the Company or the Group
8. Number of employees at 31/12/2006 was 110 people for the parent, while 227 was the number for the Group.
9. The accumulative sums of sales and purchases from the beginning of the year and the balances of receivables and liabilities of Company and Group at the end of the period, that have been resulted from transactions with the affiliated companies, as these are defined by IAS 24, they are as follows:

	Group	Company
a) Sales of goods and services	0	8.024.222
b) Purchases of goods and services	0	3.784.739
c) Receivables	0	4.954.351
d) Liabilities	0	552.747
e) Transactions and remunerations of supervisory executives and board of directors	680.901	402.578
f) Receivables form supervisory executives and board of directors	0	0
g) Liabilities toward supervisory executives and board of directors	0	0

10. For the period 1/1-31/12/2006 the consolidated statements include the following companies:

	Company Name	Country	Participation percentage	Consolidation Method
1	ΚΟΝ. ΚΑΡΔΑΣΙΛΑΡΙΣ & ΣΟΝΣ ΣΑ	Greece	Parent	Full
2	ECHALIE SA	France	100,00%	Full
3	TESCO INVESTMENTS INC.	England	51,00%	Full
4	XIROFROUT SA	Greece	57,69%	Full
5	NUT COMPANY SA	Greece	57,50%	Full
6	SIFAKIS SA	Greece	51,00%	Full
7	CARDICO LTD (GEORGIA)	Georgia	100,00%	Full
8	CARDICO SRL (MOLDOVA)	Moldavia	92,86%	Full
9	SDOUKOS ANTONIS SA	Greece	24,92%	Equity

There was no change in consolidation method compared to previous years.

From the above CARDICO LTD & CARDICO SRL were consolidated for first time since the company did not manage to sell them as it is planned by the management.

11. The item long term liabilities in the balance sheet at 31/12/2006 & 31/12/2005 of the parent company includes the amounts of € 10.167.042 and 11.017.912, respectively from deferred taxation.

Athens, 21st March 2006			
CHAIRMAN OF THE BOARD	MANAGING DIRECTORS		FINANCIAL MANAGER
NIKOLAOS K. CARDASILARIS	IOANNIS K. CARDASILARIS	GEORGIOS K. CARDASILARIS	EVANGELOS TSAKIRIS
I.D. Π 346820	I.D. Ε 455430	I.D. Ν 294380	I.D. Σ 728648
			LICENCE No 0001235 A' CLASS

8.5 Annual financial statements, audit reports & BOD reports of the companies included in the consolidated financial statements of CARDICO S.A.

The above information is available on the company's website www.cardico.com.