



Interim Company and Consolidated Financial Statements
For the period from January 1st to September 30th 2005
(Amounts in thousands of euros)

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The following Interim Company and Consolidated Financial Statements have been approved by the Board of Directors of ELBISCO HOLDING S.A. on 28/11/2005 and have been posted on the internet, at the following address: www.elbisco.gr.

ELBISCO HOLDING .S.A.

BALANCE SHEETS (Amounts in euro thousands)	Note	Group		Company	
		30/9/2005	31/12/2004	30/9/2005	31/12/2004
ASSETS					
Non Current Assets					
Tangible fixed assets	12	172.962	180.371	1.429	1.448
Intangible assets	13	2.584	2.436	0	0
Investments in associates	14	3.972	3.972	79.992	79.736
Deferred tax asset	22	3.593	3.913	383	318
Other assets	15	1.477	1.497	4	4
		<u>184.588</u>	<u>192.189</u>	<u>81.809</u>	<u>81.507</u>
Current Assets					
Inventories	17	23.894	22.085	0	0
Trade and other receivables	16	56.744	46.929	1.020	1.663
Securities	19	1.031	475	4	14
Fixed assets classified as available for sale	20	4.615	0	0	0
Cash and cash equivalents	18	4.060	4.224	33	332
		<u>90.344</u>	<u>73.713</u>	<u>1.057</u>	<u>2.010</u>
Total Assets		<u>274.932</u>	<u>265.902</u>	<u>82.865</u>	<u>83.516</u>
EQUITY					
Share capital	21	67.200	67.200	67.200	67.200
Share premium account		481	481	481	481
Reserves		19.614	19.298	6.764	6.764
Accumulated profits/(losses)		-34.943	-33.057	-17.606	-17.652
		<u>52.352</u>	<u>53.922</u>	<u>56.839</u>	<u>56.794</u>
Minority interests		29.579	29.382	0	0
Total Equity		<u>81.931</u>	<u>83.304</u>	<u>56.839</u>	<u>56.794</u>
LIABILITIES					
Long-term liabilities					
Loans	24	93.717	75.822	24.471	24.225
Deferred tax liability	22	5.913	5.824	0	0
Provisions for post employment employee benefits	23	3.749	4.382	0	0
Other long-term liabilities		36	34	11	9
Grants	25	1.445	1.666	0	0
		<u>104.860</u>	<u>87.728</u>	<u>24.483</u>	<u>24.234</u>
Current liabilities					
Trade and other payables	26	44.377	43.928	166	76
Current income tax		2.102	3.227	307	691
Loans	24	41.662	47.566	1.071	1.722
Provisions		0	147	0	0
		<u>88.141</u>	<u>94.869</u>	<u>1.544</u>	<u>2.489</u>
Total Liabilities		<u>193.001</u>	<u>182.598</u>	<u>26.026</u>	<u>26.723</u>
Total Equity and Liabilities		<u>274.932</u>	<u>265.902</u>	<u>82.865</u>	<u>83.516</u>

The attached notes are an integral part of the financial statements.

INCOME STATEMENTS

(Amounts in euro thousands)

	Σημ.	Group				Company			
		1/1/2005	1/7/2005	1/1/2004	1/7/2004	1/1/2005	1/7/2005	1/1/2004	1/7/2004
		30/9/2005	30/9/2005	30/9/2004	30/9/2004	30/9/2005	30/9/2005	30/9/2004	30/9/2004
Sales	7	120.789	41.769	126.107	42.726	0	0	0	0
Cost of Sales	8	-80.121	-28.131	-86.915	-30.648	0	0	0	0
Gross profit		<u>40.668</u>	<u>13.638</u>	<u>39.192</u>	<u>12.078</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Distribution costs	8	-27.037	-9.000	-27.482	-9.708	0	0	0	0
Administrative expenses	8	-9.567	-2.986	-9.485	-2.885	-155	-40	-212	-89
Other income - expenses (net)	9	712	161	-369	-599	1.319	439	966	592
Profit from operations		<u>4.776</u>	<u>1.813</u>	<u>1.856</u>	<u>-1.114</u>	<u>1.164</u>	<u>399</u>	<u>755</u>	<u>503</u>
Finance cost (net)	10	-6.148	-1.317	-4.431	-58	-1.162	-366	-1.090	-154
Profits/Losses from associates		0	0	0	0	0	0	0	0
Net profit/loss before tax		<u>-1.371</u>	<u>496</u>	<u>-2.576</u>	<u>-1.171</u>	<u>2</u>	<u>33</u>	<u>-335</u>	<u>349</u>
Income tax expense	11	-899	-544	-1.926	-490	43	21	-1.236	-12
Net profit/loss for the period		<u>-2.271</u>	<u>-48</u>	<u>-4.501</u>	<u>-1.662</u>	<u>45</u>	<u>54</u>	<u>-1.571</u>	<u>337</u>
Distributed as follows:									
Shareholders of the parent company		-1.888	-206	-4.387	-1.424	45	54	-1.571	337
Minority Interests		-383	158	-114	-238	0	0	0	0
		<u>-2.271</u>	<u>-48</u>	<u>-4.501</u>	<u>-1.662</u>	<u>45</u>	<u>54</u>	<u>-1.571</u>	<u>337</u>
Earnings/ (Losses) per share for the shareholders of the parent company for the period		-0,04	0,00	-0,10	-0,03	0,00	0,00	-0,04	0,01

The attached notes are an integral part of the financial statements.

Statement of Changes in Equity

Company

	Share capital	Share premium	Revaluation Reserve	Accumulated Profit	Total Equity
Balance at January 1st 2004	67.200	481	6.764	(15.803)	58.643
Net profit/(loss) for the period	-		-	(1.571)	(1.571)
Total recognised net profit for the period	-		-	(1.571)	(1.571)
Issue of share capital			-	-	-
	-		-	-	-
Balance at September 30th, 2004	67.200	481	6.764	(17.374)	57.071
Balance at January 1st 2005	67.200	481	6.764	(17.652)	56.794
Net profit/(loss) for the period	-		-	45	45
Total recognised net profit for the period	-		-	45	45
Issue of share capital			-	-	-
	-		-	-	-
Balance at September 30th, 2005	67.200	481	6.764	(17.606)	56.839

The attached notes are an integral part of the financial statements.

Group

	Share Capital	Share premium	Revaluation Reserve	Accumulated Profit	Minority Interests	Total Equity
Balance at January 1st 2004	67.200	481	10.364	(18.645)	30.652	90.052
Net profit/(loss) from the revaluation of securities	0		30	0	(78)	(48)
Adjustment related to unpaid share capital				2.021		2.021
Net profit/(loss) for the period	-			(4.387)	(114)	(4.501)
Share capital issue			-	-		0
Balance at September 30th, 2004	67.200	481	10.394	(21.011)	30.460	87.524
Balance at January 1st 2004	67.200	481	19.298	(33.057)	29.382	83.304
Net profit/(loss) from the revaluation of securities			316		578	894
Currency Exchange differences				2	2	4
Net profit/(loss) for the period	-		-	(1.888)	(383)	(2.271)
Total recognised net profit for the period	0		316	(1.886)	197	(1.373)
Share capital issue						0
Balance at September 30th, 2005	67.200	481	19.614	(34.943)	29.579	81.931

The attached notes are an integral part of the financial statements.

Cash Flow Statement

	Group		Company	
	30/09/05	30/09/04	30/09/05	30/09/04
Cash Flows from Operating Activities				
Profit before Taxes	(1.370)	(2.576)	2	(335)
Plus/ Less Adjustments for:				
Depreciation	7.834	7.894	19	19
Provisions	101	858	-	-
Foreign Exchange Differences	561	537	-	-
Results (income, expenses, profits and losses) from investing activities	82	-	-	-
Interest expense and related expenses	1.703	2.445	-	-
Plus/ minus adjustments for changes in working capital accounts or accounts related to operating activities:				
Decrease / (increase) in Inventories	(1.381)	(204)	-	-
Decrease / (increase) in Receivables	(10.470)	(3.794)	653	3.082
(Decrease) / increase in Liabilities (except Bank Debt)	304	748	(291)	(177)
Less:				
Interest and related expenses paid in	(1.517)	(1.046)	-	-
Taxes paid	(761)	(1.452)	(22)	(1.085)
Total Inflows / (Outflows) from Operating Activities (a)	(4.914)	3.411	362	1.504
Cash flows from Investing Activities				
Acquisitions of subsidiaries, associates, joint ventures and other investments	(316)	(8.238)	(256)	(2.147)
Purchase of Tangible and Intangible fixed assets	(6.852)	(3.256)	-	-
Proceeds from sale of Tangible and Intangible assets	-	-	-	-
Total Inflows / (Outflows) from Investing Activities (b)	(7.168)	(11.494)	(256)	(2.147)
Cash flows from Financing Activities				
Proceeds from issuance of share capital	250	2.022	-	-
Proceeds from loans	22.128	14.328	-	-
Repayment of loans	(10.166)	(24.886)	(405)	(10.058)
Payment of finance lease liabilities (payments of principal)	(295)	(467)	-	-
Total inflows / (outflows) from Financing Activities (c)	11.918	(9.004)	(405)	(10.058)
Net increase / (decrease) in Cash and Cash				
Equivalents for the period (a) + (b) + (c)	(164)	(17.087)	(299)	(10.702)
Cash and Cash Equivalents at Beginning of the Period	4.224	26.979	332	14.750
Cash and Cash Equivalents at the End of the Period	4.060	9.892	33	4.049

The attached notes are an integral part of the financial statements.

Additional facts and information

1. General Information

ELBISCO HOLDING S.A. (the “Company”) and its subsidiaries (together the “Group”) is active in the field of production of bakery and confectionary products (flour, rusks, biscuits, bread and other bread products) as well as plastic packing materials. The Group is active in Greece and in *European countries such as France, Luxemburg, FYROM, Bulgaria, Cyprus and Albania.*

“ELBISCO HOLDING SOCIETE ANONYME”, with trade name “ELBISCO S.A.” was founded in December 1987 (Government Gazette Issue 3019/31.12.1987) through the spin-off and conversion to a public limited company of the consumer goods production and trading branch of the public limited company ALLATINI A.B.E.E. (which had been listed in the ASE since 1950). The original name of the Company was “HELLENIC BISCUITS COMPANY INDUSTRIAL AND TRADING SOCIETE ANONYME OF FOODS TRADE REPRESENTATIVES AND DISTRIBUTORS”, with trade name “HELLENIC BISCUITS COMPANY S.A.”. The Company was renamed to “ELBISCO HOLDING SOCIETE ANONYME” according to the resolution of the Extraordinary General Meeting of its shareholders of 20/11/2000 and the approving decision of the Ministry of Development of 21/12/2000 regarding the amendment of articles 1 (name) and 3 (purpose) of the Articles of Association of the Company.

The Company is based in Kifissia, Attica, 23 Kolokotroni and Mykonou.

The Company is registered in the Public Limited Companies Register of the Ministry of Development, Secretariat General for Internal Trade, with registration number 16312/06/B/87/03. The duration of the Company has been set until the year 2034.

After the amendment of article 3 of its Articles of Association that was decided by the Extraordinary General Meeting of its shareholders of 20/11/2000, the purpose of the company is as follows:

a) The participation in Greek or foreign companies of any form that have already been formed or will be formed, regardless of their corporate purpose.

b) The provision of managerial and organizational services to companies and enterprises of any form in matters relating to sales, production and promotion of products.

The shares of the Company are traded in the main market of the Athens Exchange.

The Interim financial statements of the Company and the Group for the period ended September 30th, 2005 have been approved for publication by the Board of Directors of the Company on November 29th, 2005.

The subsidiary companies that have been included in the attached interim consolidated financial statements of the Group are described in note 2.2.

2. Summary of main accounting policies

2.1. Framework for the compilation of the financial statements

The Company and Consolidated Financial Statements of ELBISCO HOLDING S.A. as of September 30th, 2005 cover the nine-month period ended September 30th, 2005. The statements have been compiled according to IAS 34 (interim financial statements) and fall under IFRS 1 “First-Time adoption of IFRS” since they are the first financial statements under IFRS.

The consolidated financial statements of the Company and the Group were compiled according to the Greek Generally Accepted Accounting Principles until December 31st, 2004. The Greek Generally Accepted Accounting Principles differ in some areas with the IFRS. During the compilation of the interim company and consolidated financial statements of the Group, the Management has amended some the accounting, valuation and consolidation methods that it used according to the *Greek Generally Accepted Accounting Principles* so as to conform to the IFRS. The comparatives figures for 2004 have been adjusted according to these amendments, as presented in note 5.

During the compilation of the interim company and consolidated financial statements of the Group, the Management has amended some the accounting, valuation and consolidation methods that it used according to the *Greek Generally Accepted Accounting Principles* so as to conform to the IFRS. The 2004 comparatives have been adjusted according to these amendments except where mentioned otherwise in the accounting policies.

The financial statements have been compiled according to the historic cost principle as amended by the revaluation of certain fixed assets and securities held by the Company and the Group.

The compilation of the financial statements in accordance with the IFRS requires the use of estimations and judgment during the application of the accounting policies of the Company, which are set out below:

2.2. Consolidation

(1) Basis of Consolidation

The consolidated financial statements comprise the financial statements of the Parent Company and its Subsidiary companies. The table below presents the subsidiary companies that have been included in the consolidation along with the relevant participation percentages and the activity of each subsidiary.

Information on the companies that have been included in the consolidation in the interim financial statements for the period from January 1st until September 30th, 2005 is provided below:

NAME	BASE	PARTICIPATION %OF THE PARENT	TYPE OF PART. THAT IMPOSED THE CONSOLIDATION	CONSOLIDATION METHOD	TAX UNAUDITED FISCAL YEARS
ELITE BREAD INDUSTRY S.A.	ATHENS-PIKERMI	98,92	Direct	Full	2002-2004
ELBISCO COMMERCIAL S.A.	ATHENS-PIKERMI	99,98	Direct	Full	2002-2004
HELLENIC BISCUITS COMPANY S.A.	ATHENS-PIKERMI	99,95	Direct	Full	2004
N. VOSSINAKIS S.A.	ATHENS-PIKERMI	98,63	Direct	Full	-
KARAT BULGARIA S.A.	SOPHIA-BULGARIA	99,00	Direct	Full	2002-2004
ZITOLUKS A.D.	SKOPJE	53,66	Direct	Full	2004
HELBERICA S.A.	ALICANTE-SPAIN	50,00	Direct	Proportionate	2002-2004
MORNOS S.A.	THIVA	32,07	Indirect	Full	2004
MORPAC S.A. (*)	FRANCE	85,20	Direct	Full	2004
MORPAC CYPRUS Ltd (*)	CYPRUS	66,67	Direct	Full	2004
MORPAC ALBANIA SH.A. (*)	ALBANIA	60,00	Direct	Full	2004
OVERPACK HOLDING (*)	LUXEMBURG	100,00	Direct	Full	2004

(*) These companies are consolidated in the financial statements of MORNOS S.A.

The Company holds through its subsidiary, ELBISCO COMMERCIAL S.A., 32.07% of MORNOS S.A. MORNOS S.A. is consolidated fully due to the fact that the Company exercises control according to the agreements signed with BROWN HOLDING S.A. (majority shareholder of MORNOS S.A.).

The figures relating to HANOGLOU S.A. (participation percentage as of 31/12/2004, 30/09/2004 and 30/09/2005: 24.66%) have not been included in the above financial statements due to the fact that ELBISCO HOLDING S.A. does not exercise dominant influence over the company.

In the corresponding nine-month period of the previous financial year (30/09/2004) the figures in the Interim Income Statement, Statement of Changes in Equity and Cash Flow Statement did not include the company Overpack Holding. It is noted that Overpack was established in May 2004 and the change that the commencement of its consolidation brought about during the last six-month period of financial year 2004 was negligible.

(a) Subsidiaries

Subsidiaries are the companies over which the parent exercises control. Existence of any potential voting rights that are exercisable at the time of compilation of the financial statements is taken into consideration in order to determine whether the parent exercises control over the subsidiaries. Subsidiaries are consolidated entirely (full consolidation) from the date that control over them is acquired and cease to be consolidated from the date that control no longer exists.

The acquisition of a subsidiary by the Group is accounted for using the purchase method. The cost of acquisition 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 taken as goodwill. If the total cost of the acquisition is lower than the fair value of the individual assets acquired, the difference is immediately charged to the profit or loss account.

Inter-company transactions, balances and unrealized profits from transactions between Group companies are eliminated. Unrealised losses are also eliminated 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.

In the Balance Sheet of the Company investments in subsidiary companies have been recognized on the basis of the principle of historic cost less impairment.

(b) Associates

Associates are the companies over which the Group can exercise significant influence, but not control, which generally holds when the participation percentage ranges from 20% and 50% of the voting rights. Investments in associates are accounted for by using the equity method and are initially recognized at

acquisition cost. The 'investments in associates' account includes the goodwill on acquisition (less any impairments).

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 account. The accumulated changes affect the book value of the investments in associated companies. In the case where the Group's share in the losses of an associate exceeds the value of the investment in the associate, no further losses are recognised, except if payments have been made or further commitments have been assumed on behalf of the associate.

Unrealized profits from transactions between the Group and its associates are eliminated according to the percentage of the Group's holding in the associates. Unrealized losses are eliminated, except if the transaction provides indications of impairment of the transferred asset. The accounting principles of the associates have been amended so as to be uniform to the ones adopted by the Group.

In the Balance Sheet of the Company investments in associates have been recognized on the basis of the principle "historic cost less impairment".

c) Joint ventures

The investments of the Group in joint ventures are accounted for on the basis of proportionate consolidation.

The Group adds its share of the income, expenses, assets and liabilities and cash flows of each of its joint ventures to the respective Group figures.

The accounting principles of the joint ventures have been amended so as to be uniform to the ones adopted by the Group.

In the Balance Sheet of the Company investments in joint ventures have been recognized on the basis of the principle "historic cost less impairment".

2.3. Segmental reporting

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. 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.

2.4. Foreign Currency Conversion

(1) Measurement and reporting currency

The measurement and reporting currency of the Group as of January 1st, 2002 is the Euro, as a result the consolidated interim financial statements are presented in euros (€), the valuation currency of the parent company.

(2) Transactions and balances

Transactions in foreign currency are converted into euros using the rates in effect at the date of the transactions. Assets and liabilities in foreign currency at the date of compilation of the financial statements are adjusted so as to reflect the foreign exchange rates at the date of compilation. Profits and losses resulting from such transactions (and from the conversion of assets and liabilities denominated in foreign currency) are recognized in the income statement.

(3) Group Companies

The conversion of the financial statements of Group companies (none of which has a hyperinflationary economic currency), which have a different operating currency from the parent is performed as follows:

- The assets and liabilities are converted using the rates in effect at the balance sheet date.
- Income and expenses are converted using the period average rates.

The resulting foreign currency differences are charged in an equity reserve and are transferred to the income statement upon sale of the companies.

The goodwill and fair value adjustments that result from the acquisition of economic units abroad are converted using the balance sheet date conversion rates.

2.5. Tangible fixed assets

Fixed assets are valued at acquisition cost less accumulated depreciation and impairment cost. Acquisition cost includes all the directly attributable expenses for the acquisition of the assets.

Subsequent expenditures are added to the book value of the tangible fixed assets or are charged as separate assets only if it is probable that future economic benefits will flow into the Group and their cost can be reliably measured. The cost of repairs and maintenance is recognised in the income statement when they is realized.

Land is not depreciated. Depreciation on other tangible fixed assets is calculated using the straight line method over their useful lives, which is as follows, depending on their type and use:

- Buildings	30-50	years
- Plant and machinery	4-20	years
- Vehicles	5-7	years
- Other equipment	5-7	years

The residual values and useful lives of the tangible fixed assets are subject to review at each balance sheet date.

When the book values of the tangible fixed assets exceed their recoverable value, the difference (impairment) is charged immediately as an expense in the income statement.

Upon sale of tangible fixed assets the difference between the proceeds and the book value is charged as profit or loss in the income statement.

Finance costs related to the construction of assets are capitalized over the time period required until the completion of construction. All other finance costs are recognized in the income statement.

2.6. Intangible assets

(a) Trademarks and licenses

Trademarks and licenses are valued at their acquisition cost less depreciation. Depreciation is calculated using the straight line method over the useful life of the assets, which ranges **from 5-15** years.

(b) Software

Software licenses are valued at acquisition cost less depreciation. Depreciation is calculated using the straight line method over the useful life of these assets, which ranges from 5-8 years.

(c) Research and development costs

Research costs are recognized as expenses of the financial year in which they are incurred. Costs incurred due to development programs (and which relate to the design and testing of new or improved products) are recognized as intangible assets if it is probable that they will bring future economic benefits to the company. Other development costs are charged as expenses as they are incurred. Development costs that in previous financial years that had been charged as expenses are not charged as intangible assets in future financial years. Development costs that have been capitalised are depreciated from the start of commercial production of the product, according to the straight line method of depreciation for the period during which benefits from the product are expected. The depreciation period adopted by the Group does not exceed 5 years. In case of termination of commercial activity relating to a product the unamortized part is treated as an expense.

(d) Costs relating to artwork and the production of advertising projections

The costs relating to artwork and the production of advertising films for new products are recognized as intangible assets and are depreciated according to the straight line method of depreciation over a 2 year time period.

2.7. Impairment of assets

Assets with an indefinite useful life are not depreciated and are subject to an impairment review annually and when any events suggest that their carrying value may not be recoverable. Assets that are depreciated are subject to an impairment review when there is evidence that their book value will not be recoverable. The recoverable value is the greater of the fair value less the costs necessary for the sale and the value in use. For impairment review purposes assets are assigned to the smallest possible cash flow generating units. Impairment losses are treated as expenses in the income statement as they arise.

2.8. Inventories

Inventories are valued at the lower of cost and net realizable value. The cost is determined according to the weighted average cost method. The cost of finished products and of work in progress includes the

cost of materials, direct labour costs and a proportion of general production expenses. The net realisable value is estimated on the basis of the current sales prices of inventories during the course of usual business activity less any sales costs, whenever necessary.

2.9. Trade receivables

Trade receivables are initially charged at their fair value and are subsequently valued at their unamortized cost using the effective interest rate, less any impairment losses. Impairment losses are recognised when there is objective evidence that the Group is unable to collect all the amounts owed based on the contractual terms. The impairment loss amount is treated as an expense in the income statement.

2.10. Cash and cash equivalents

Cash and cash equivalents include cash, sight deposits and short term – up to 3 months – investments with high liquidity and low risk.

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

Non-current assets (or groups ready for disposal) are classified as assets held for sale and are recognized at the lower of book value and net sales value, if the book value is recovered mainly through a sale and not through their continued use.

The Group has adopted IFRS 5 from January 1st, 2005, applying the transitional provisions of the standard. The adoption of IFRS 5 led to a change of the accounting principle regarding non-current assets held for sale. Non-current assets held for sale were not previously reported as current assets or liabilities. There was no difference in the valuation of non-current assets held for sale and those intended for continued use.

The application of IFRS 5 does not affect the financial statements of the previous year, with the exception of the effect on the reporting of the results and the cash flows of discontinued operations.

2.12. Loans

Loans are initially charged at their fair value, less any direct costs for the realisation of the transaction. Subsequently they are valued at their unamortized cost based on the effective interest rate method.

The management of the Group considers that the interest rates applied on the loans assumed are equivalent to the current market rates and, as a result, no adjustments to the value that these liabilities are reported at are called for.

Loans are classified as current liabilities except if the Group has the right to postpone the payment of the obligation for at least 12 months after the balance sheet date.

2.13. Deferred income tax

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 charged 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 is determined according to the tax rates in effect at the balance sheet date.

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.

2.14. Employee benefits

(a) Short-term benefits

Short-term benefits to employees -monetary and in kind- are charged as an expense when they accrue.

(b) Post employment benefits

According to the provisions of L. 2112/20 the Group compensates retiring or dismissed employees, and the amount of the relevant compensation depends on the years of service, the level of wages and the reason for exit from employment (dismissal or retirement). In the case of exit from employment due to retirement the amount of the compensation that must be paid is equal to 40% of the amount that would be paid in the case of dismissal. The employee benefit plans regarding compensation on exit from employment fall under the defined benefit plans, according to IAS 19 "Employee Benefits". The liability recorded in the balance sheet for defined benefit schemes is the present value of the commitment for the

defined benefit less the changes that result from the unrecognized actuarial gains and losses and past service cost. The defined benefit commitment is calculated annually by an independent actuary using the projected unit credit method. The interest rate on the long-term bonds of the Greek Government is used for discounting. The actuarial gains or losses that result from the adjustments based on the historical data and which are above or below the margin of 10% of the accumulative liability, are charged to the income statement during the expected average insurance time of the participants in the plan. The service cost is charged directly to the income statement except in the case where the changes in the plan depend on the remaining service time of the employees. In this case, the service cost is recognized in the income statement on a straight-line basis over the maturity period.

2.15. Grants

Government grants are recognized at their fair value when it is expected with certainty that the grant will be collected and that the Group will conform to the prescribed terms. Government grants relating to expenses are deferred and are recognized in the income statement so as to match the expenses they are intended to compensate.

Government grants relating to the purchase of tangible fixed assets are included in long-term liabilities as deferred government grants and are transferred to other income in the income statement on a straight-line basis during the useful life of the relevant assets.

2.16. Provisions

Provisions are charged when the Group has a present, legal or constructive obligation as a result of past events, it is probable that an outflow of resources will be required to settle the obligation and the amount can be reliably measured. The Group recognises a provision for onerous contracts when the expected benefits that will result from the contract are smaller than the unavoidable cost of the obligations ensuing from the contract. Provisions for restructuring include the clauses for termination of leases and employee benefits for exit from employment and are recognised in the period during which the Group commits itself legally or constructively to carry out the relevant restructuring plan. The provisions are reviewed at the end of each financial year and are adjusted so as to reflect the best possible estimates.

2.17. Recognition of revenues

Revenues include the fair value of the sale of goods and rendering of services, net of Value Added Tax, discounts and returns. Intercompany revenue within the Group are fully eliminated. The recognition of revenue is performed as follows:

(a) 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.

(b) Rendering of services

Revenues from the rendering of services are 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.

(c) Revenues from interest

Interest revenue is recognized on a time proportion basis using the effective interest.

(d) Revenues from rights

Revenue from rights is accounted for on an accruals basis according to the substance of the relevant contracts.

(e) Dividends

Dividends are accounted for as revenue when the right to receive payment has been established.

2.18. Leases

Leases of fixed assets where the Group essentially retains all the risks and benefits related with ownership are classified as finance leases. Finance leases are capitalized at the commencement 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 liability and the finance charge so that a fixed interest rate on the remaining financial liability is achieved. The corresponding 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 of the fixed assets and the lease term.

Leases where the risks and rewards of ownership are essentially retained by the lessor are 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.

2.19. Distribution of dividends

Distribution of dividends to the shareholders of the parent company is recognized as a liability in the consolidated financial statements when the distribution is approved by the General Meeting of the shareholders.

3. Financial risk management

3.1. Financial risk factors

The Group is exposed to numerous financial risks such as market risk (changes in foreign exchange rates, interest rates, market prices), credit risk, liquidity risk, cash flow risk and fair value risk from changes in interest rates. The general risk management plan of the Group focuses on the unpredictability of the financial markets and aims to minimize their potential negative impact on the financial return of the Group. The Group does not use derivative financial products such as foreign exchange futures/forwards and interest rate swaps in order to hedge its exposure to particular risks.

4. Important accounting estimates and judgments of the management

The estimates and judgments of the management are reviewed constantly and are based on historical data and expectations for future events that are deemed as reasonable according to what is currently true.

4.1. Important accounting estimates and assumptions

The Group uses estimates and assumptions regarding the development of future events. The estimates and assumptions that involve considerable risk of leading to material adjustments to the book values of assets and liabilities in the next 12 months are as follows:

(α) Income tax

The Group is subject to taxation in various countries and judgment is required to determine the provision for income tax. There are many transactions and calculations for which the final determination of the tax is uncertain. The Group recognizes obligations from expected tax audits, based on estimations regarding whether additional taxes will be imposed. If the final outcome of the tax audit is different from the originally recognized the difference will affect the income tax and provision for deferred tax of the period.

5. Transition to IFRS

5.1. Basic principles of transition to IFRS

5.1.1. Application of IFRS 1

The financial statements of the Group for the year ending on December 31st, 2005 are the first annual financial statements that conform to the IFRS. These interim financial statements have been compiled as described in note 2.1. The Group has applied IFRS 1 during the compilation of these interim consolidated financial statements.

The transition date of ELBISCO HOLDING S.A. is January 1st, 2004. The Group has compiled the opening balance sheet according to the IFRS on the above date. The reference date of these interim consolidated financial statements is September 30th, 2005. The date of adoption of the IFRS by the Group is January 1st, 2005.

During the preparation of these interim consolidated financial statements according to IFRS 1, the Group has applied the mandatory exemptions and some of the optional exemptions from full retroactive application of the IFRS.

5.1.2 Exemptions from full retroactive application elected by the Group

The Group has elected to use the following optional exemptions from full retroactive application.

(a) Associated companies exemptions.

The Group has used the exemption for business combinations provided by IFRS 1. It has not adjusted the figures relating to business combinations that took place before the transition date January 1st, 2004.

(b) Fair value as deemed cost exemption.

The Group has decided to value some of its tangible fixed assets at fair value as of January 1st, 2004.

(c) Employee benefits exemption.

The Group has decided to recognise all the accumulated actuarial gains and losses as of January 1st, 2004.

(d) Accumulated foreign exchange translation differences exemption.

The Group has decided to set the accumulated foreign exchange translation differences equal to zero on January 1st, 2004. This exemption has been applied to all subsidiary companies according to IFRS 1.

(e) Complex financial instruments exemption.

The Group has not issued any complex financial instruments. This exemption is not applicable.

(f) Subsidiary, associate and joint venture asset and liability exemption.

This exemption is not applicable since its use is made at the level of the subsidiary, associate or joint venture that adopts the IFRS at a later date than its parent.

(g) Insurance contract exemption.

The Group does not issue insurance contracts. The exemption is not applicable.

(h) Financial asset and liability fair value valuation on initial recognition exemption.

The Group has not used the exemption provided by the revised IAS 39 for the initial recognition of financial instruments valued at fair value through the income statement, whenever there is no active market. As a result, this exemption is not applicable.

5.1.3 Exemptions from full retroactive application used by the Group

The Group has used the following mandatory exemptions from retroactive application.

(a) Financial asset and liability write-offs exemption.

The financial assets and liabilities written-off before January 1st, 2004 are not recognised again according to the IFRS. The use of the exemption from adjustment of comparatives according to IAS 32 and IAS 39 suggests that the Group did not recognize on January 1st, 2005 financial assets and liabilities that had been written-off on January 1st, 2004 and do not satisfy the IAS 39 criteria for write-off. The Management did not elect to apply the IAS 39 write-off criteria to previous dates.

(b) Hedge accounting exemption

The Management uses hedge accounting from January 1st, 2005 onwards only if the hedging relationship

satisfies all the hedge accounting criteria according to IAS 39.

(c) Estimates exemption

The estimates according to the IFRS on January 1st, 2004 must be consistent with the estimates made on the same date under the previous GAAP, except if it has been proved that these estimates were incorrect.

(d) Assets available for sale and discontinued operations exemption.

The Management uses IFRS 5 in a forward looking manner from January 1st, 2005 onwards. Any assets available for sale or discontinued operations are recognized according to IFRS 5 only from January 1st, 2005 onwards. The Group had some fixed assets that satisfy the criteria for available for sale assets during the reference period (see note 20).

5.2. Reconciliations between IFRS and CL 2190.

The following reconciliations provide a quantification of the effect of transition to IFRS. The first reconciliation provides a summary of the effect on equity during transition on January 1st, 2004, September 30th, 2004 and December 31st, 2004. The following reconciliations provide details of the effect of the transition on:

- Net Equity as of January 1st, 2004 (Note 5.2.1)
- Net Equity as of September 30th, 2004 (Note 5.2.1)
- Net Equity as of January 1st, 2005 (Note 5.2.1)
- After Tax Profits as of September 30th, 2004 (Note 5.2.2)
- Net Equity reconciliations as of January 1st, 2005 between IFRS and CL 2190 (Note 5.2.3)
- Net Equity reconciliations as of September 30th, 2004 between IFRS and CL 2190 (Note 5.2.4)
- Net Equity reconciliations as of January 1st, 2004 between IFRS and CL 2190 (Note 5.2.5)
- Adjustment of net results for the nine-month period to September 30th, 2004 (Note 5.2.6)

5.2.1 Table of reconciliations to Net Equity at Beginning of the period (31.12.2004, 30.09.2004 and 31.12.2003 respectively) between the Greek Accounting Standards (G.A.A.P.) and the International Accounting Standards (I.A.S.)

	Group			Company		
	1/1/2005	1/1/2004	30/9/2004	1/1/2005	1/1/2004	30/9/2004
Net Equity at Beginning of the period (01/01/2005, 01/01/2004 and 30/09/2004 respectively) according to the Greek G.A.A.P.	<u>112.936</u>	<u>106.598</u>	<u>109.549</u>	<u>72.439</u>	<u>73.465</u>	<u>71.980</u>
Adjustment of Tangible Fixed Assets	10.359	19.719	16.526	(153)	0	40
Participations Valuation Differences	144	0	(186)	(13.997)	(13.997)	(14.047)
Recognition of Deferred Tax Assets/Liabilities	(3.217)	(6.038)	(6.592)	283	397	246
Provisions for employee compensations based on actuarial report	(3.922)	(3.263)	(3.385)	0	0	0
Adjustment of long-term receivables in current values	(170)	(170)	(170)	0	0	0
Adjustment of intangible assets	(10.533)	(9.074)	(3.658)	(491)	(924)	(603)
Goodwill Write-off	(9.212)	(2.978)	(9.732)	0	0	0
Recognition of Provision for Doubtful Receivables and Debtors	(8.507)	(8.361)	(8.546)	(664)	(4)	(4)
Adjustment of Short-Term Liabilities	(293)	0	(299)	0	0	0
Adjustments of Subsidiaries' Share Capital	(6.005)	(7.829)	(5.807)	0	0	0
Impairment of Shares available for sale	(11)	0	(6)	0	0	0
Other provisions	(1.214)	(2.028)	(2.856)	(625)	(295)	(541)
Foreign Exchange Differences	4.812	5.123	4.596	0	0	0
Grants	(1.666)	(1.527)	(1.755)	0	0	0
Consolidation Differences	(196)	(120)	(155)	0	0	0
Net Equity at Beginning of the period (01/01/2005, 01/01/2004 and 30/09/2004 respectively) adjusted according to the I.A.S.	<u>83.304</u>	<u>90.052</u>	<u>87.524</u>	<u>56.794</u>	<u>58.643</u>	<u>57.071</u>

5.2.2 Table of adjustments to After Tax Profit for the period ended 30.09.2004 between the Greek Accounting Standards (G.A.A.P.) and the International Accounting Standards (I.A.S.)

	Group	Company
	<u>30/9/2004</u>	<u>30/9/2004</u>
Net Profit/loss Before Taxes for the period ended 30/09/2004 according to Greek G.A.A.P.	(681)	(401)
Income Tax and Tax Audit Differences	<u>(1.417)</u>	<u>(1.083)</u>
Profit/loss After Tax for the period ended on 30/09/2004 according to Greek G.A.A.P.	(2.098)	(1.485)
Adjustment of Tangible Fixed Assets	(5.522)	40
Participations Valuation Differences	(50)	(50)
Recognition of Deferred Tax Assets/Liabilities	(546)	(151)
Provisions for employee compensations based on actuarial report	(123)	0
Adjustment of Intangible Assets	5.411	321
Recognition of Provision for Doubtful Receivables and Debtors	(184)	0
Adjustment of Short-Term Liabilities	(299)	0
Impairment of Shares available for sale	(6)	0
Other provisions	(537)	(247)
Foreign Exchange Differences	(528)	0
Consolidation Differences	(18)	0
After Tax Profit for the period ended on 30/09/2004 according to the I.A.S.	<u>-4.501</u>	<u>-1.571</u>

5.2.3. Reconciliation of Net Equity as of January 1st, 2005 between IFRS and CL 2190

	THE GROUP			THE COMPANY		
	31/12/2004 (According to C.L. 2190/20)	effect of transition to IFRS	31/12/2004 (According to IFRS)	31/12/2004 (According to C.L. 2190/20)	effect of transition to IFRS	31/12/2004 (According to IFRS)
ASSETS						
Non-Current Assets						
Tangible fixed assets	166.161	14.210	180.371	1.601	(153)	1.448
Intangible assets	21.034	(18.599)	2.436	491	(491)	0
Investments in associates	6.986	(3.014)	3.972	93.733	(13.997)	79.736
Deferred taxation	0	3.913	3.913	0	318	318
Other assets	959	538	1.497	4	-	4
	<u>195.141</u>	<u>(2.952)</u>	<u>192.189</u>	<u>95.829</u>	<u>(14.322)</u>	<u>81.507</u>
Current Assets						
Inventories	23.403	(1.318)	22.085	0		0
Trade and other receivables	58.525	(11.596)	46.929	2.327	(664)	1.663
Securities	162	313	475	14	-	14
Cash and cash equivalents	4.222	2	4.224	332	-	332
	<u>86.311</u>	<u>(12.598)</u>	<u>73.713</u>	<u>2.673</u>	<u>(663)</u>	<u>2.010</u>
Total Assets	<u>281.452</u>	<u>(15.550)</u>	<u>265.902</u>	<u>98.502</u>	<u>(14.985)</u>	<u>83.516</u>
EQUITY						
Share capital	67.200	0	67.200	67.200	0	67.200
Share premium account	481	0	481	481	0	481
Reserves	19.550	(252)	19.298	6.764	0	6.764
Consolidation entries	-3.997	(87)	-4.083	0	0	0
Accumulated profits/ (losses)	-8.845	(20.129)	-28.974	-2.006	(15.646)	-17.652
	<u>73.390</u>	<u>(20.468)</u>	<u>53.922</u>	<u>72.439</u>	<u>(15.646)</u>	<u>56.794</u>
Minority interests	38.541	(9.159)	29.382	0	0	0
Amount for share capital increase	63	(63)	0	0	0	0
Foreign exchange difference from the translation of the balance sheets of foreign subsidiaries	-59	59	0	0	0	0
Total Equity	<u>112.936</u>	<u>(29.632)</u>	<u>83.304</u>	<u>72.439</u>	<u>(15.646)</u>	<u>56.794</u>
LIABILITIES						
Long-term Liabilities						
Loans	68.663	7.159	75.822	23.600	625	24.225
Deferred tax liability	0	5.824	5.824	0	0	0
Provisions for post employment employee benefits	461	3.922	4.382	0	0	0
Other long-term liabilities	34	(0)	34	9	0	9
Grants	0	1.666	1.666	0	0	0
Provisions and other long-term liabilities	4.812	(4.812)	0	0	0	0
	<u>73.969</u>	<u>13.759</u>	<u>87.728</u>	<u>23.609</u>	<u>625</u>	<u>24.234</u>
Current Liabilities						
Trade and other payables	45.014	(1.085)	43.928	542	0	542
Current income tax	2.829	398	3.227	656	35	691
Loans	46.704	862	47.566	1.256	0	1.256
Provisions	0	147	147	0	0	0
	<u>94.547</u>	<u>322</u>	<u>94.869</u>	<u>2.454</u>	<u>35</u>	<u>2.489</u>
Total Liabilities	<u>168.516</u>	<u>14.081</u>	<u>182.598</u>	<u>26.063</u>	<u>660</u>	<u>26.722</u>
Total Equity and Liabilities	<u>281.452</u>	<u>(15.550)</u>	<u>265.902</u>	<u>98.502</u>	<u>(14.986)</u>	<u>83.516</u>

5.2.4 Reconciliation of Net Equity as of September 30th, 2005 between IFRS and CL 2190

	THE GROUP			THE COMPANY		
	30/09/2004 (According to C.L. 2190/20)	effect of transition to IFRS	30/09/2004 (According to IFRS)	30/09/2004 (According to C.L. 2190/20)	effect of transition to IFRS	30/09/2004 (According to IFRS)
ASSETS						
Non-Current assets						
Tangible fixed assets	157.594	21.019	178.613	1.414	40	1.454
Intangible assets	18.915	(15.993)	2.922	603	(603)	
Investments in associates	11.304	(7.299)	4.005	93.735	(14.001)	79.734
Deferred taxation	0	3.182	3.182		277	277
Other assets	756	6.579	7.335		4	4
	188.569	7.487	196.056	95.752	(14.282)	81.470
Current Assets						
Inventories	26.754	(3.040)	23.715		0	0
Trade and other receivables	69.169	(10.353)	58.816	1.304	(54)	1.251
Securities	186	391	577	26	0	26
Cash and cash equivalents	9.900	(8)	9.892	4.049	-	4.049
	106.010	(13.010)	92.999	5.379	(54)	5.325
Total Assets	294.579	(5.524)	289.055	101.132	(14.336)	86.795
EQUITY						
Share capital	67.200	-	67.200	67.200	-	67.200
Share premium account	481	(0)	481	481	-	481
Reserves	14.638	(4.244)	10.394	6.764	-	6.764
Consolidation entries	(3.275)	333	(2.942)			
Results for the period	(1.521)	(2.981)	(4.501)	(401)	(1.170)	(1.571)
Accumulated losses	(8.577)	(4.991)	(13.568)	(2.064)	(13.739)	(15.803)
	68.946	(11.882)	57.064	71.980	(14.908)	57.071
Minority interests	40.671	(10.211)	30.460	0	0	0
Amount for share capital increase	0	-		0	0	0
Foreign exchange difference from the translation of the balance sheets of foreign subsidiaries	(67)	67	0	0	0	0
Total Equity	109.550	(22.026)	87.524	71.980	(14.908)	57.071
LIABILITIES						
Long-term Liabilities						
Loans	73.943	6.634	80.577	23.609	532	24.141
Deferred tax liability	0	8.686	8.686		-	
Provisions for post employment employee benefits	461	3.574	4.035		-	
Other long-term liabilities	0	43	43		9	9
Grants	0	1.755	1.755		-	
Provisions and other long-term liabilities	6.164	(6.164)	0		0	
	80.568	14.527	95.096	23.609	541	24.151
Current Liabilities						
Trade and other payables	53.269	(267)	53.001	94	0	94
Current income tax	1.157	1.148	2.305	542	31	573
Loans	50.035	1.094	51.129	4.907	0	4.907
Provisions	0	-	0		0	
	104.461	1.975	106.436	5.542	31	5.573
Total Liabilities	185.029	16.502	201.531	29.152	572	29.724
Total Equity and Liabilities	294.579	(5.524)	289.055	101.132	(14.336)	86.795

5.2.5 Reconciliation of Net Equity as of January 1st, 2004 between IFRS and CL 2190

	THE GROUP			THE COMPANY		
	31/12/2003 (According to C.L. 2190/20)	effect of transition to IFRS	31/12/2003 (According to IFRS)	31/12/2003 (According to C.L. 2190/20)	effect of transition to IFRS	31/12/2003 (According to IFRS)
ASSETS						
Non-Current assets						
Tangible fixed assets	156.044	22.757	178.801	1.473	0	1.473
Intangible assets	13.226	(11.911)	1.315	924	-924	0
Investments in associates	4.771	(969)	3.802	91.584	-13997	77.587
Deferred taxation	0	4.483	4.483	0	428	428
Other assets	1.199	153	1.352	4	0	4
	<u>175.240</u>	<u>14.513</u>	<u>189.753</u>	<u>93.985</u>	<u>-14.493</u>	<u>79.492</u>
Current Assets						
Inventories	26.113	(2.389)	23.724	0	0	0
Trade and other receivables	61.103	(10.366)	50.737	4.304	-4	4.301
Securities	217	482	699	58	0	58
Cash and cash equivalents	26.970	9	26.979	14.750	0	14.750
	<u>114.404</u>	<u>(12.265)</u>	<u>102.139</u>	<u>19.113</u>	<u>(4)</u>	<u>19.109</u>
Total Assets	<u>289.644</u>	<u>2.249</u>	<u>291.892</u>	<u>113.098</u>	<u>(14.496)</u>	<u>98.601</u>
EQUITY						
Share capital	67.200	0	67.200	67.200	0	67.200
Share premium account	2.111	(1.630)	481	481	0	481
Reserves	15.193	(4.830)	10.364	6.764	0	6.764
Consolidation entries	-7.175	1.368	-5.807	0	0	0
Accumulated profits/ (losses)	-7.202	(5.635)	-12.837	-981	(14.822)	-15.803
	<u>70.127</u>	<u>(10.727)</u>	<u>59.400</u>	<u>73.465</u>	<u>(14.822)</u>	<u>58.643</u>
Minority interests	36.531	(5.879)	30.652	0	0	0
Amount for share capital increase	0	(0)	0	0	0	0
Foreign exchange difference from the translation of the balance sheets of foreign subsidiaries	-59	59	0	0	0	0
Total Equity	<u>106.598</u>	<u>(16.546)</u>	<u>90.052</u>	<u>73.465</u>	<u>(14.822)</u>	<u>58.643</u>
LIABILITIES						
Long-term Liabilities						
Loans	62.632	6.914	69.546	38.343	295	38.638
Deferred tax liability	0	9.541	9.541	0	-	0
Provisions for post employment employee benefits	461	3.263	3.723	0	0	0
Other long-term liabilities	44	286	330	9	0	9
Grants	0	1.527	1.527	0	0	0
Provisions and other long-term liabilities	5.123	(5.123)	0	0	0	0
	<u>68.260</u>	<u>16.407</u>	<u>84.667</u>	<u>38.353</u>	<u>295</u>	<u>38.647</u>
Current Liabilities						
Trade and other payables	45.674	1.194	46.868	1.246	-468	778
Current income tax	2.960	449	3.410	34	30.999	65
Loans	66.151	744	66.895	0	468	468
Provisions	0	0	0	0	0	0
	<u>114.785</u>	<u>2.388</u>	<u>117.173</u>	<u>1.281</u>	<u>31</u>	<u>1.312</u>
Total Liabilities	<u>183.046</u>	<u>18.794</u>	<u>201.840</u>	<u>39.633</u>	<u>326</u>	<u>39.959</u>
Total Equity and Liabilities	<u>289.644</u>	<u>2.248</u>	<u>291.892</u>	<u>113.098</u>	<u>(14.496)</u>	<u>98.601</u>

5.2.6. Adjustment of the Net Results for the nine-month period ending September 30th, 2004

	THE GROUP			THE COMPANY		
	1/01/2004 to 30/09/2004 (According to C.L. 2190/20)	<i>effect of transition to IFRS</i>	1/01/2004 to 30/09/2004 (According to IFRS)	1/01/2004 to 30/09/2004 (According to C.L. 2190/20)	<i>effect of transition to IFRS</i>	1/01/2004 to 30/09/2004 (According to IFRS)
Sales ¹	125.679	428	126.107	-	-	-
Cost of Sales	(83.231)	1.995	(81.236)	-	-	-
Gross Profit	<u>42.448</u>	<u>2.424</u>	<u>44.872</u>	-	-	-
Other operating income	709	(1.079)	(369)	986	(20)	966
TOTAL	<u>43.157</u>	<u>1.345</u>	<u>44.502</u>	<u>986</u>	<u>(20)</u>	<u>966</u>
Distribution costs	(27.292)	-	(26.400)	-	-	-
Administrative expenses	(9.498)	1.146	(8.353)	(128)	(65)	(193)
Operating profit	<u>6.367</u>	<u>3.383</u>	<u>9.750</u>	<u>858</u>	<u>(85)</u>	<u>773</u>
Finance costs-net	(3.714)	(717)	(4.431)	(897)	(193)	(1.090)
Extraordinary and non-operating income	1.835	(1.835)	0	108	(108)	0
Extraordinary and non-operating expenses	(2.883)	2.883	0	(76)	76	0
Depreciation	(2.285)	(5.609)	(7.894)	(395)	376	(19)
Profit before tax	<u>(681)</u>	<u>(1.895)</u>	<u>(2.576)</u>	<u>(401)</u>	<u>67</u>	<u>(335)</u>
Tax	(1.417)	(509)	(1.926)	(1.085)	(151)	(1.236)
Net profit	<u>(2.098)</u>	<u>(2.404)</u>	<u>(4.501)</u>	<u>(1.486)</u>	<u>(84)</u>	<u>(1.571)</u>

¹The effect of IFRS on sales is due to the fact that, according to C.L. 2190/20, the consolidation of HELBERICA S.A. was done using the equity method, instead of the proportionate consolidation method.

See note 2.2.

6. Seasonality

According to the International Financial Reporting Standards, the operations of the companies in the Group are not affected by seasonal factors, except those that are particular to individual companies in the Group (e.g. sales of flour during the Christmas and Easter periods or sales of plastic cups during the summer).

7. Segmental reporting

The group is split into the following business segments:

1. production and trading of rusks
2. production and trading of flour
3. production and trading of biscuits
4. production and trading of bread and bread products
5. production and trading of plastics and plastic packing materials

The results per each segment for the period from 01/01/2005 to 30/09/2005 and from 1/1/2004 to 30/09/2004 and the analysis of tangible fixed assets and receivables as of 30/09/2005 and 31/12/2004 are presented in the following table:

Income statement figures (1/1/2005-30/9/2005)

Amounts in Euro '000	RUSKS	FLOURS	BISCUITS	BREAD PRODUCTS	PLASTICS	OTHER	TOTAL
Sales	24.266	10.370	17.993	13.416	51.097	3.646	120.788
Gross Profit	<u>11.568</u>	<u>4.843</u>	<u>6.118</u>	<u>6.172</u>	<u>10.327</u>	<u>1.640</u>	40.668
Distribution costs							-27.037
Administrative expenses							-9.567
Other operating revenues/expenses							712
Operating result							4.776
Finance costs - net							-6.148
Profit/loss from associates							0
Profit before tax							-1.372

Balances sheet figures (30/09/2005)

Amounts in Euro '000	RUSKS	FLOURS	BISCUITS	BREAD PRODUCTS	PLASTICS	OTHER	TOTAL
Tangible fixed assets	47.554	4.722	28.539	27.674	63.211	1.262	172.962
Receivables	11.400	4.872	8.453	6.303	24.004	1.712	56.744

Income statement figures (1/1/2004-30/09/2004)

Amounts in Euro '000	RUSKS	FLOURS	BISCUITS	BREAD PRODUCTS	PLASTICS	OTHER	TOTAL
Sales	23.842	11.898	27.190	9.614	50.923	2.640	126.107
Gross Profit	<u>10.463</u>	<u>4.990</u>	<u>8.102</u>	<u>3.826</u>	<u>10.842</u>	<u>969</u>	<u>39.192</u>
Distribution costs							-27.482
Administrative expenses							-9.485
Other operating revenues/expenses							-369
Operating result							<u>1.855</u>
Finance costs - net							-4.431
Profit/loss from associates							0
Profit before tax							<u>-2.576</u>

Balances sheet figures (30/09/2004)

Amounts in Euro '000	RUSKS	FLOURS	BISCUITS	BREAD PRODUCTS	PLASTICS	OTHER	TOTAL
Tangible fixed assets	50.358	5.447	30.455	28.769	62.058	1.526	178.613
Receivables	11.120	5.549	12.681	4.484	23.750	1.232	58.816

8. Expenses by category

Amounts in Euro '000	Group		Company	
	30/9/2005	30/9/2004	30/9/2005	30/9/2004
Cost of sales				
Cost of raw and secondary materials and packing materials	45.614	51.175	-	0
Payroll	19.740	21.302	-	0
General & industrial expenses	8.673	8.673	-	0
Depreciation	6.012	5.679	-	0
Other expenses	82	85	-	0
Cost of sales	<u>80.121</u>	<u>86.915</u>	<u>0</u>	<u>0</u>
Distribution costs				
General costs	12.844	13.077	-	0
Payroll	6.955	6.933	-	0
Promotion and advertising expenses	3.353	3.311	-	0
Transportation costs	3.267	3.079	-	0
Depreciation	617	1.082	-	0
Total distribution expenses	<u>27.037</u>	<u>27.482</u>	<u>0</u>	<u>0</u>
Administrative expenses				
General expenses	3.732	4.149	136	193
Payroll	4.630	4.203	-	-
Depreciation	1.206	1.133	19	19
Total administrative expenses	<u>9.567</u>	<u>9.485</u>	<u>155</u>	<u>212</u>

9. Other operating income - expenses (net)

<i>Amounts in Euro '000</i>	Group		Company	
	30/9/2005	30/9/2004	30/9/2005	30/9/2004
Income from royalties	-	-	1.228	900
Rents	32	5	88	86
Profits / (losses) from the disposal of fixed assets	(1)	(6)	-	-
Income from dividends	2	0	2	-
Income from the provision of distribution services	125	32	-	-
Income / (expenses) from previous financial years	84	(383)	0	(20)
Income from previous years' provisions	305	0	0	0
Other income / (expenses)	164	(17)	-	-
Total	<u>712</u>	<u>-369</u>	<u>1.318</u>	<u>966</u>

10. Finance cost - net

<i>Amounts in Euro '000</i>	Group		Company	
	30/9/2005	30/9/2004	30/9/2005	30/9/2004
Interest expense				
- Bank loans	(5.726)	(4.686)	(887)	(897)
- Provision for bond yield	(247)	(247)	(247)	(247)
- Finance leases	(169)	(133)	0	0
	<u>-6.142</u>	<u>-5.066</u>	<u>-1.134</u>	<u>-1.144</u>
Net gains / (losses) from foreign exchange differences	(6)	635	(28)	54
Total	<u>-6.148</u>	<u>-4.431</u>	<u>-1.162</u>	<u>-1.090</u>

11. Income tax

Amounts in Euro '000	Group		Company	
	30/9/2005	30/9/2004	30/9/2005	30/9/2004
Income tax				
Income tax and other taxes	425	437	20	2
Tax audit differences	65	1.083	0	1.083
Deferred tax debit / (credit)	409	406	(65)	151
Taxes	<u>899</u>	<u>1.926</u>	<u>-45</u>	<u>1.236</u>

12. Tangible fixed assets

Nine-months Movement - Company

Amounts in Euro '000	Land and buildings	Vehicles and machinery	Fixtures and other equipment	Total
Cost or fair value				
Balance at January 1st, 2005	1.578	0	4	1.582
Foreign exchange differences				
Period additions	-	-	-	-
Disposals/ write-offs	-	-	-	-
Balance at September 30th, 2005	1.578	0	4	1.582
Accumulated depreciation				
Balance at January 1st, 2005	-133	0	-1	-134
Depreciation for the period	-19	0	0	-19
Dipsosals/ write-offs	0	0	0	0
Balance at September 30th, 2005	-152	0	-1	-153
Net book value as at September 30th, 2005	1.426	0	3	1.429

Nine-months Movement – Group

<i>Amounts in Euro '000</i>	Land and buildings	Vehicles and machinery	Fixtures and other equipment	Total
Cost or fair value				
Balance at January 1st, 2005	88.787	123.165	9.084	221.036
Foreign exchange differences	-26	-21	3	-45
Period additions	2.669	2.581	237	5.486
Period disposals	-584	-1.357	0	-1.941
Transfers	-211	102	109	0
Fixed assets not in use	-12.466	-4.094	-537	-17.097
Prepayments for capital expenditure	439	0	0	439
Balance at September 30th, 2005	78.608	120.376	8.895	207.879
Accumulated depreciation				
Balance at January 1st, 2005	-9.331	-24.929	-6.405	-40.665
Foreign exchange differences	-29	-23	-3	-55
Depreciation for the period	-1.042	-5.636	-601	-7.278
Period disposals	33	237	330	600
Period charge	0	0	0	0
Transfers	0	0	0	0
Fixed assets not in use	9.294	2.998	189	12.482
Balance at September 30th, 2005	-1.074	-27.353	-6.490	-34.917
Net book value at September 30th, 2005	77.534	93.022	2.405	172.962

12-month movement – Company

<i>Amounts in Euro '000</i>	Land and buildings	Vehicles and machinery	Fixtures other Equipment	Total
Cost or fair value				
Balance at January 1st, 2004	1.578	0	4	1.582
Foreign exchange differences				
Period additions	-	-	-	-
Disposals/write-offs	-	-	-	-
Balance at December 31st, 2004	1.578	0	4	1.582
Accumulated depreciation				
Balance at January 1st, 2004	-108	0	-1	-109
Depreciation for the period	-24			-24
Dipsosals/write-offs	0	0	0	0
Balance at December 31st, 2004	-132	0	-1	-133
Net book value at December 31st, 2004	1.433	0	2	1.448

12-month movement – Group

<i>Amounts in Euro '000</i>	Land and buildings	Vehicles and machinery	Fixtures and Other Equipment	Total
Cost or fair value				
Balance at January 1st, 2004	78.968	124.944	5.735	209.647
Foreign currency differences	0	0	0	0
Period additions	4.365	8.622	600	13.586
Period disposals	-9	-1.647	0	-1.656
Transfers	-174	165	0	-9
Fixed assets not in use	0	0	0	0
Prepayments for capital expenditure	0	0	0	0
Balance at December 31st, 2004	83.149	132.084	6.334	221.568
Accumulated depreciation				
Balance at January 1st, 2004	-8.370	-20.789	-1.686	-30.845
Foreign exchange differences	0	0	0	0
Depreciation for the period	-850	-7.094	-2.334	-10.279
Period disposals	-149	28	0	-121
Period charge	-614	-1374	0	-1.988
Transfers	0	2.035	0	2.035
Fixed assets not in use	0	0	0	0
Balance at December 31st, 2004	-9.982	-27.195	-4.020	-41.197
Net book value at December 31st, 2004	73.167	104.890	2.314	180.371

Land and buildings were revalued for the last time on 01/01/2004 by independent business valuation specialists, according to the exemptions provided by IFRS 1. The revaluation surplus, net of deferred taxes was credited to the accumulated profits account in equity.

13. Intangible assets

The intangible assets of the Group are analysed in the following table.

<i>Amounts in euro '000</i>	Goodwill	Expenditure	Total
Cost or estimate as of January 1st, 2005	0	3.859	3.859
Additions	0	704	704
Balance as of September 30th, 2005	0	4.564	4.564
Depreciation as of January 1st, 2005	0	-1.424	-1.424
Depreciation for the period	0	-556	-556
Depreciation balance as of September 30th, 2005	0	-1.980	-1.980
Net Book Value as of September 30th, 2005	0	2.584	2.584

<i>Amounts in euro '000</i>	Goodwill	Expenditure	Total
Cost or estimate as of January 1st, 2004	0	2.323	2.323
Additions	0	1.587	1.587
Balance as of December 31st, 2004	0	3.909	3.909
Depreciation as of January 1st, 2004	0	-1.007	-1.007
Depreciation for the period	0	-466	-466
Depreciation balance as of December 31st, 2004	0	-1.473	-1.473
Net Book Value as of December 31st, 2004	0	2.436	2.436

14. Investments in Associates

The participations of the Company and the Group are analysed as follows:

Amounts in Euro '000	30/9/2005	31/12/2004	30/9/2005	31/12/2004
ELITE BREAD INDUSTRY S.A.			25.812	25.811
N. VOSINAKIS S.A			5.796	5.796
ELBISCO COMMERCIAL S.A.			19.441	19.440
HELLENIC BISCUITS COMPANY S.A.			22.001	22.000
ZITO LUKS A.D. SKOPJE			5.457	5.455
HELBERICA S.A.			1.125	875
CHANOGLOU S.A.	360	360	360	360
EVGA S.A.	3.612	3.612	-	-
Total	3.972	3.972	79.992	79.736

The Company participated equally in the € 500 share capital increase of HELBERICA S.A., in which ELBSICO HOLDING S.A. contributed the amount of € 250.

According to the approving decision EM 8335/05 DIS of the Prefectural Authority of Eastern Attica, the merger via absorption of the three companies a)HELLENIC BISCUIT COMPANY S.A., b) ELITE BREAD INDUSTRY S.A, and c) N. VOSSINAKIS S.A., with ELBISCO COMMERCIAL S.A. was concluded andthe absorbing company was already renamed to ELBISCO INDUSTRIAL and COMMERCIAL S.A.

The above merger was presented in the consolidated financial statements without taking into account the articles that are provided by IFRS, which are going to be introduced in the financial statements that will be published for the end of the current fiscal year.

15. Other non current Assets

The 'other non-current assets' account as of 31/12/2004 contained amounts relating to guarantees and deposits to public companies (DEH, OTE etc.) amounting to € 790. It also contained an amount of € 708 that the Group's subsidiary HELBERICA S.A., has handed over to the company "Sanchis Mira S.A." (50% shareholder) for the purchase of equipment.

Equivalently, as of 30/09/2005, an amount of € 678 related to deposits, while an amount of €826 related to non-current assets of HELBERICA S.A.

16. Receivables

The receivables of the Company and the Group are analysed in the following table:

Amounts in Euro '000	Group		Company	
	30/9/2005	31/12/2004	30/9/2005	31/12/2004
Trade debtors	43.772	27.114	0	0
Less: Provision for impairment	7.658	7.601	0	0
Net trade receivables	<u>36.115</u>	<u>19.514</u>	<u>0</u>	<u>0</u>
Prepayments	12.025	13.695	0	0
Receivables from related parties	544	1.121	595	1.211
Other debtors	7.764	11.984	425	452
Prepayments and accrued income	296	616	0	0
Total	<u>56.744</u>	<u>46.929</u>	<u>1.020</u>	<u>1.663</u>

The increase in the receivables of the Group as of 30/09/2005 is in large part due to the fact that on 31/12/2004 MORNOS S.A. had assigned, with no recourse, a large number of receivables to factoring companies, which did not occur on 30/09/2005.

17. Inventories

The inventories of the Group are analysed as follows

Amounts in Euro '000	Group	
	30/9/2005	31/12/2004
Merchandise	3.510	3.445
Raw and secondary materials	14.046	11.417
Less: provision for damaged inventories	1.453	1.428
Ready-made products	7.791	8.651
Total	<u>23.894</u>	<u>22.085</u>

18. Cash and Cash Equivalents

The cash balances of the Company and the Group are analysed as follows:

Amounts in Euro '000	Group		Company	
	30/9/2005	31/12/2004	30/9/2005	31/12/2004
Cash in hand and in banks	2.594	2.304	33	29
Short term bank deposits	1.466	1.920	-	303
Total	<u>4.060</u>	<u>4.224</u>	<u>33</u>	<u>332</u>

19. Securities

The securities of the Company and the Group are analysed as follows:

Amounts in Euro '000	Group		Company	
	30/9/2005	31/12/2004	30/9/2005	31/12/2004
Shares of companies listed in the ASE	80	162	4	14
Shares of companies listed in the Skopje Exchange	951	313	0	0
Total	<u>1.031</u>	<u>475</u>	<u>4</u>	<u>14</u>

The shares of companies listed in the Skopje Exchange are property of the subsidiary ZITOLUKS A.D. Skopje. The valuation of these shares was done at their current market value and the difference of this value compared to 31/12/2004, which was €638, was directly credited to the reserves of the company.

20. Fixed assets classified as available for sale

Fixed assets totaling €4,615 are included, which belong to the subsidiary ZITO LUKS A.D. and are expected to be disposed in the next 12 months. These fixed assets were valued at their current market value, while this value is the lowest between the current value and the historic acquisition cost.

21. Share Capital

The Share Capital of the Company is fully paid-up, comprising of 44,800,000 bearer common shares of 1.5 euros nominal value each and amounting to €67,200 thousand.

22. Deferred tax liabilities

Deferred tax assets and liabilities are offset when there is applicable legal right to offset the current tax claims against the current tax obligations and when the deferred income taxes refer to the same tax authority. The amounts offset are as follows:

Amounts in Euro '000	Group		Company	
	30/09/05	31/12/04	30/09/05	31/12/04
Deferred tax assets	-3.593	-3.913	-383	-318
Deferred tax liabilities	5.913	5.824	0	0
Total	<u>2.320</u>	<u>1.911</u>	<u>-383</u>	<u>-318</u>

The total deferred income tax change is as follows:

Amounts in Euro '000	Group		Company	
	2005	2004	2005	2004
Opening balance	1.911	5.058	-318	-428
Debit / (credit) to the income statement	409	-3.147	-65	110
Closing balance	<u>2.320</u>	<u>1.911</u>	<u>-383</u>	<u>-318</u>

23. Provisions for employee benefits post employment

Amounts in Euro '000	Group	
	30/9/2005	31/12/2004
Provisions for employee benefits post employment	4.382	3.723
Debit / (credit) to the income statement	-633	659
Total	<u>3.749</u>	<u>4.382</u>

The reduction in the total amount of the provision in 2005 is mainly due to the retirement of 153 employees of ZITO LUKS A.D. during the period.

The companies of the Group have performed actuarial studies for the calculation of the provisions using the Projected Unit Credit method. The basic assumptions used for these studies were:

- Discount rate: 3.93%
- Average annual long-term inflation rate: 2%
- Future salary increases: 4 % for the first 2 years and 3% thereafter

- Average annual long-term dismissals: 1.5%-2%
- Voluntary resignation: up to 1%

24. Loans

The loans of the Company and the Group as of 30/09/2005 are analysed in the following table.

Amounts in Euro '000	Group		Company	
	30/9/2005	31/12/2004	30/9/2005	31/12/2004
Long-term loans				
Bank loans	63.443	45.063		
Finance lease obligations	5.802	6.534		
Bonds and Debentures	24.471	24.225	24.471	24.225
Total long-term loans	93.717	75.822	24.471	24.225
Short-term loans				
Bank overdrafts		6		
Bank loans	41.252	47.165	1.071	1.722
Finance lease obligations	411	395		
Total short-term loans	41.662	47.566	1.071	1.722
Total loans	135.379	123.388	25.542	25.947

The total borrowing of the Group amounts to euro 135.379 and is analysed by currency as follows:

Total loans in EURO	99.645
Total loans in JPY	30.920
Total loans in DEN	4.814

The maturity dates of the long-term loans of the Company and the Group as well as the minimum payments with respect to the finance lease obligations are set-out in the following table:

Amounts in Euro '000	Group		Company	
	30/9/2005	31/12/2004	30/9/2005	31/12/2004
Maturity dates of long-term loans				
Between 1 and 2 years	7.708	7.610	24.471	24.225
Between 2 and 5 years	79.577	61.678	0	0
More than 5 years	629	0	0	0
Total	<u>87.914</u>	<u>69.287</u>	<u>24.471</u>	<u>24.225</u>
Finance lease obligations				
Minimum payments				
Between 1 and 2 years	1.250	1.881	0	0
Between 2 and 5 years	2.353	2.164	0	0
More than 5 years	2.199	2.489	0	0
Total	<u>5.802</u>	<u>6.534</u>	<u>0</u>	<u>0</u>
Total long-term loans	<u>93.717</u>	<u>75.822</u>	<u>24.471</u>	<u>24.225</u>

The weighted average borrowing interest rate for the Company stood at 4.75% in both periods. As regards the weighted average borrowing interest rate for the Group companies, this ranged between 2.20% and 15% for ZITO LUKS A.D. (Skopje).

The company issued on 04/02/2003 a bond amounting to € 23,600,000, which is convertible to shares. During the period from 01/01/2005 until 30/09/2005, the Share Capital of the Company was not changed since no conversion of bond into shares took place. The management of the Company estimates that the right in question will not be exercised by any bondholders until the maturity of the loan (04/02/2006).

The number of bonds is 2,360 and each bond is convertible to 1,250 common bearer shares.

On the Fixed Assets of some of the Group's subsidiaries have been written mortgages and securities by mortgages amounting to € 124,149 thous. and ECU 26,880 thous., on behalf of banks for the coverage of loans, the balances due on the 30/09/2005 stood at € 57,357 thous. The Company holds in its possession 443.074 shares in its subsidiary «ZITO LUKS A.D.», from which 429.331 shares are pledged as collateral, for the coverage of bank obligations of the above subsidiary.

25. Grants

Amounts in Euro '000	Group	
	2005	2004
Opening balance	1.666	1.527
Additions	0	456
Transferred to the income statement	-221	-317
Closing balance	<u>1.445</u>	<u>1.666</u>

26. Trade and other payables

The 'trade and other payables' account is analysed in the following table:

Amounts in Euro '000	Group		Company	
	30/9/2005	31/12/2004	30/9/2005	31/12/2004
Suppliers	30.365	32.743	0	0
Customer prepayments	0	58	0	0
Amounts owed to related parties	1.542	0	0	0
Accrued expenses	8.122	1.700		0
Dividends payable	346	347	46	46
Insurance institutions and other taxes/duties	824	1.879		0
Other obligations	3.179	7.202	120	30
Total	<u>44.377</u>	<u>43.928</u>	<u>166</u>	<u>76</u>

27. Additional facts and information regarding the consolidated financial statements as of 30/09/2005

27.1. Un-audited fiscal years.

The company concluded on 23/02/2005 the tax audit for the fiscal year 2002 according to the statement of account note for completion of the audit based on L. 3259/2004.

The company ELITE BREAD INDUSTRY S.A. has been tax audited for the fiscal years up to and including 2001 and its financial records were decided to be final, honest and accurate.

The company N. VOSINAKIS S.A has been tax audited for the fiscal years up to and including 2004 and its financial records were decided to be final, honest and accurate.

The company MORNOS S.A. has been tax audited for the fiscal years up to and including 2003 and its financial records were decided to be final, honest and accurate.

The company ELBISCO COMMERCIAL S.A. has been tax audited for 2001, its first fiscal year and its financial records were decided to be final, honest and accurate.

The company HELLENIC BISCUITS COMPANY S.A. has been tax audited for the fiscal years up to and including 2003 and its financial records were decided to be final, honest and accurate.

The company KARAT BULGARIA S.A. has been tax audited for the fiscal years up to and including 2001 and its financial records were decided to be final, honest and accurate.

The company ZITO LUKS A.D. has been tax audited for the fiscal years up to and including 2003 and its financial records were decided to be final, honest and accurate.

27.2. Outstanding litigations

ELBISCO HOLDING S.A.

During the fiscal year 2003 the Company acquired 2.400.000 shares of its subsidiary «ELITE BREAD INDUSTRY S.A.». Based on the opinion of the Company's lawyer, the aforementioned shares as well as the additional 190.411 new shares that came under the holding company's ownership from its subsidiary share capital increase, will remain under sequestration, until the final resolution of the litigation difference that has been raised with the old shareholders. It is estimated that the litigation will end at the Group's profit and there will be no cancellation of the transfer of shares. Apart of the above, there are no any legal cases under litigation or arbitration and any court or arbitration decisions, which could have a significant effect on the financial condition or operation of the group companies.

For the remaining companies in the Group there are no pending court cases for which a decision from a judicial or arbitration authority that may have significant consequences on the financial condition of the companies of the group is pending and for which a relevant provision has not been made.

27.3. Number of employees

The company has no employees, while the number of employees for the Group, as of 30/09/2005, was 2.565.

27.4. Related party transactions

The inter-company transactions of the parent company with parties related to it that are included in the consolidation mainly relate to the charging of royalties for the use of trademarks as well as the charging of rent for the use of storage areas that belong to it. The relevant amount for the period from 01/01/2005 - 30/09/2005 stood at €1.316 thous., while for the same period in 2004 it was €986, respectively. The balance of the claims from and obligations to associates as of 30/09/2005 stood at €595 and €6 thous. respectively. The balance of the claims from and obligations to associates as of 31/12/2004 stood at €600 and €6 respectively.

The following table presents the transactions and debit/credit balances of EVGA S.A. (related company) with the Group companies that are included in the consolidation:

Amounts in euro '000	Sales (to Group Companies)		Companies)	
	01/01/2005- 30/09/2005	01/01/2004- 30/09/2004	01/01/2005- 30/09/2005	01/01/2004- 30/09/2004
EVGA S.A. (TOTAL)	19	6.652	6.242	6.288

Amounts in euro '000	Receivables		Payables	
	30/9/2005	31/12/2004	30/9/2005	31/12/2004
EVGA S.A. (TOTAL)	613	952	4.076	577

The following table presents the transactions and debit/credit balances of the shareholders of ELBISCO HOLDING S.A. with the Group companies that are included in the consolidation:

Amounts in euro '000	Amounts invoiced (to Group Companies)		Purchases (from Group Companies)	
	01/01/2005-30/09/2005	01/01/2004-30/09/2004	01/01/2005- 30/09/2005	01/01/2004- 30/09/2004
PALAS	766	771	60	0
AGAN	315	677	1,1	3
PIKERMI ENTERPRISES	-	-	1	1
TOTAL	<u>1.081</u>	<u>1.448</u>	<u>62</u>	<u>5</u>
Amounts in euro '000	Απαιτήσεις		Υποχρεώσεις	
	30/9/2005	31/12/2004	30/9/2005	31/12/2004
PALAS	436	1.216	670	1.244
AGAN	-465	1	1	0
PIKERMI ENTERPRISES	-	-	-	-
TOTAL	<u>-30</u>	<u>1.218</u>	<u>672</u>	<u>1.244</u>

Furthermore, no business relationship, agreement, contract or transaction exists between the Company and companies that members of the Board of Directors and/or principal shareholders of the Company participate in the share capital or management thereof, which do not fall within the scope of their regular activity. The relationships of the company with related parties are described in detail in the recent annual report of ELBISCO HOLDING S.A.

27.5. Events after the Balance Sheet date

The General Meeting of 29/7/2005 of the shareholders of KARAT Bulgaria Ltd., a 99% subsidiary of ELBISCO HOLDING S.A. decided the discontinuation of operation of the company. The liquidation of the aforementioned company which is under the approval of the local authorities (Commercial Court of Sofia), is expected to be completed by the end of December 2005. According to Management's Decision, ELBISCO COMMERCIAL S.A. continues to distribute the products of the company in the Bulgarian

region via new trading agreement with INKO-FOODS LTD., one of the leading distribution companies in Bulgaria with a complete network of 50 salesmen and 10 distribution centers covering the largest cities of the country.

The above strategic decision was taken in the frame of the restructuring process of the of the Group's foreign subsidiaries, and is expected to contribute, according to Management's estimates to a reduction in operating expenses as well as a rise in exports for the Group even by 2005.