



# **INTERIM FINANCIAL STATEMENTS 9 MONTHS 2005**

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**HELLENIC DUTY FREE SHOPS SA**

**INTERIM FINANCIAL STATEMENTS  
COMPILED IN ACCORDANCE WITH THE INTERNATIONAL FINANCIAL  
REPORTING STANDARDS**

**9MONTHS 2005  
(Period from 1 January to 30 September 2005)**

It is declared that the accompanying Interim Financial Statements are those, which have been published by posting them on the internet, at the address [www.dutyfreeshops.gr](http://www.dutyfreeshops.gr). It is noted that, the published in the press, data and information of the September 2005 interim financial statements according to decision No. 17/336/21-04-2005 of the Capital Market Commission, aim at providing the public with certain general elements of financial information but they do not present a comprehensive view of the financial position and the results of operations of the Company and the Group, in accordance with International Financial Reporting Standards.

Therefore, it is recommended, to any reader, before proceeding to any kind of investment decision or other transaction with the Company, to visit the Company's web site, at the address [www.dutyfreeshops.gr](http://www.dutyfreeshops.gr) where are posted the interim financial statements prepared according to the International Financial Reporting Standards accompanied with the Review Report of the Certified Auditor Accountant whenever it is required.

Ag. Stefanos, 21 November 2005  
**For account of H.D.F.S. S.A.**

**Georgios Velentzas  
General Director  
Member of the Board of Directors**

# 1. BALANCE SHEET

(Amounts reported in thousands Euro)

	THE GROUP		THE COMPANY	
	<u>30/09/2005</u>	<u>31/12/2004</u>	<u>30/09/2005</u>	<u>31/12/2004</u>
<b>ASSETS</b>				
Property, plant and equipment	23,675.50	22,391.71	21,845.79	21,607.16
Intangible assets	53,509.00	50,849.58	49,965.00	50,835.91
Inventory	56,112.84	37,453.16	51,826.50	35,306.29
Customer Receivables	1,619.36	136.95	6,021.03	5,299.68
Other assets	14,918.06	16,173.28	15,752.02	14,864.78
Cash and cash equivalents	56,532.92	69,098.21	54,630.95	64,941.78
<b>TOTAL ASSETS</b>	<b><u>206,367.68</u></b>	<b><u>196,102.89</u></b>	<b><u>200,041.29</u></b>	<b><u>192,855.60</u></b>
<b>LIABILITIES</b>				
Other long term liabilities	4,380.26	3,842.83	4,122.62	3,800.54
Other short term liabilities	43,577.75	66,451.38	38,697.87	63,926.29
Total Liabilities (a)	<b>47,958.01</b>	<b>70,294.21</b>	<b>42,820.49</b>	<b>67,726.83</b>
Shareholders' Equity	158,409.58	125,808.61	157,220.80	125,128.77
Minority Interest	0.09	0.07		
Total Equity (b)	<b>158,409.67</b>	<b>125,808.68</b>	<b>157,220.80</b>	<b>125,128.77</b>
<b>TOTAL EQUITY AND LIABILITIES (a) + (b)</b>	<b><u>206,367.68</u></b>	<b><u>196,102.89</u></b>	<b><u>200,041.29</u></b>	<b><u>192,855.60</u></b>

## 2. COMPANY FINANCIAL STATEMENT FOR THE PERIOD

(Amounts reported in thousands Euro)

	<u>01/01-30/09/2005</u>	<u>01/01-30/09/2004</u>	<u>01/07-30/09/2005</u>	<u>01/07-30/09/2004</u>
Turnover (Sales)	188,091.06	169,424.10	90,175.11	82,426.90
Cost of Sales	-96,703.33	-84,627.20	-48,260.67	-41,591.04
Gross profit	91,387.73	84,796.90	41,914.44	40,835.86
Other income - expenses (net)	5,391.20	6,153.23	2,175.00	2,109.26
Administration expenses	-8,892.03	-8,790.77	-3,013.95	-2,858.36
Selling and distribution expenses	-44,274.25	-40,336.62	-18,561.70	-17,497.72
Earnings before interest and tax	43,612.65	41,822.74	22,513.79	22,589.04
Depreciation	3,316.73	2,729.91	1,137.73	859.65
Earnings before interest, tax, depreciation and amortisation	46,929.38	44,552.65	23,651.52	23,448.69
Financial income	2,947.84	2,219.29	596.49	219.21
Profit before taxes	46,560.49	44,042.03	23,110.28	22,808.25
Less taxes	-14,468.46	-11,649.78	-7,365.78	-6,071.55
Profit after taxes	32,092.03	32,392.25	15,744.50	16,736.70
<u>Attributable to:</u>				
Company's shareholders	32,092.03	32,392.25	15,744.50	16,736.70
Minority interest				
Earnings after Taxes per share (in €)	0.61	0.61	0.30	0.32

### 3. GROUP FINANCIAL STATEMENTS FOR THE PERIOD

(Amounts reported in thousands Euro)

	01/01-30/09/2005	01/01-30/09/2004	01/07-30/09/2005	01/07-30/09/2004
Turnover (Sales)	199,134.19	230,809.37	96,366.76	116,980.78
Cost of sales	-104,441.72	-108,502.40	-52,953.62	-54,621.22
Gross profit	94,692.47	122,306.97	43,413.14	62,359.56
Other income - expenses (net)	8,615.15	9,494.55	3,408.83	3,345.85
Administration expenses	-9,260.21	-13,208.91	-3,150.45	-6,740.16
Selling and distribution costs	-49,372.19	-65,646.74	-20,547.03	-28,884.51
Earnings before interest and tax	44,675.22	52,945.87	23,124.49	30,080.74
Depreciation	3,466.26	2,890.86	1,204.03	931.77
Earnings before interest, tax, depreciation and amortisation	48,141.48	55,836.73	24,328.52	31,012.51
Financial income	2,762.22	768.15	1,522.57	-29.96
Profit before taxes	47,437.44	53,714.02	24,647.06	30,050.78
Less taxes	-14,836.45	-15,365.45	-7,567.88	-8,625.64
Profit after taxes	32,600.99	38,348.57	17,079.18	21,425.14
<u>Attributable to:</u>				
Company's shareholders	32,600.95	34,641.79	17,079.16	18,750.31
Minority interest	0.04	3,706.78	0.02	2,674.83
Earnings after taxes per share (in €)	0.62	0.66	0.32	0.36

## 4. STATEMENT OF CHANGES IN NET EQUITY FOR THE PERIOD

(Amounts reported in thousands Euro)

	THE GROUP		THE COMPANY	
	<u>30/09/2005</u>	<u>30/09/2004</u>	<u>30/09/2005</u>	<u>30/09/2004</u>
Balance at beginning of period (1/1/2005 and 1/1/2004 respectively)	125,808.68	122,815.19	125,128.77	119,742.89
Profit for the period after tax	<u>32,600.99</u>	<u>38,348.57</u>	<u>32,092.03</u>	<u>32,392.25</u>
Balance at end of period (30/9/2005 and 30/9/2004 respectively)	<u><u>158,409.67</u></u>	<u><u>161,163.76</u></u>	<u><u>157,220.80</u></u>	<u><u>152,135.14</u></u>

## 5. CASH FLOW STATEMENT

(Amounts reported in thousands Euro)

	THE GROUP		THE COMPANY	
	<u>1/1-30/9/2005</u>	<u>1/1-30/9/2004</u>	<u>1/1-30/9/2005</u>	<u>1/1-30/9/2004</u>
<b>Cash Flows from Operating Activities</b>				
Profit before Taxes	47,437.44	53,714.02	46,560.49	44,042.03
<i>Profit Adjustments due to the Following Transactions:</i>				
Depreciation	3,466.26	2,890.86	3,316.73	2,729.91
Provisions	322.07	170.48	322.07	170.48
Results (Income) from Investment Activity	-1,582.68	-1,640.52	-2,664.68	-2,484.84
Debit Interest and Similar Expenses	92.08	687.48	81.87	92.67
Other Non Cash Expenses / Income	-353.03	-184.89	-365.03	172.89
Operating Profit prior to Working Capital Changes	<u>49,382.14</u>	<u>55,637.43</u>	<u>47,251.45</u>	<u>44,723.14</u>
Decrease / (Increase) of Inventory	-18,659.68	-20,604.19	-16,520.21	-17,379.19
Decrease / (Increase) of Customer Receivables and Other Accounts	-1,507.33	-11,209.41	525.91	660.86
Increase / (Decrease) of Current Liabilities (other than banks)	<u>14,446.38</u>	<u>16,877.51</u>	<u>11,464.60</u>	<u>6,770.08</u>
Cash Inflows from Core Operations	43,661.51	40,701.34	42,721.75	34,774.89
Debit Interest and Similar Expenses Paid	-92.09	-687.48	-81.87	-92.67
Taxes Paid	-15,068.32	-15,090.81	-14,288.95	-13,763.07
<i>Total Cash Inflows from Operating Activities</i>	<b><u>28,501.10</u></b>	<b><u>24,923.05</u></b>	<b><u>28,350.93</u></b>	<b><u>20,919.15</u></b>
<b>Cash Flows from Investing Activities</b>				
Purchase of Tangible and Intangible Fixed Assets	-7,409.74	-6,521.23	-2,684.45	-6,236.26
Interest Received	1,582.68	1,640.52	1,514.74	1,584.89
Dividends received	0.00	0.00	1,149.94	899.95
Sales / (Purchases) of Subsidiaries	0.00	-300.00	-1,842.49	-300.00
Payments for the Purchase of Securities	-226.29	0.00	-226.29	0.00
Decrease / (Increase) of Other Long Term Receivables	<u>1,859.46</u>	<u>-1,159.32</u>	<u>299.29</u>	<u>-838.24</u>
<i>Total Outflows from Investment Activities</i>	<b><u>-4,193.89</u></b>	<b><u>-6,340.03</u></b>	<b><u>-1,789.26</u></b>	<b><u>-4,889.66</u></b>
<b>Cash Flows from Financing Activities</b>				
Dividends Payment	-36,872.50	-31,605.00	-36,872.50	31,605.00
<i>Total Inflows (Outflows) from Financing Activities</i>	<u>-36,872.50</u>	<u>-31,605.00</u>	<u>-36,872.50</u>	<u>31,605.00</u>
Increase / (Decrease) in Cash	-12,565.29	-13,021.98	-10,310.83	-15,575.51
Cash, at the Beginning of the Period	<u>69,098.21</u>	<u>71,985.85</u>	<u>64,941.78</u>	<u>67,911.48</u>
<i>Cash at the End of the Period</i>	<b><u>56,532.92</u></b>	<b><u>58,963.87</u></b>	<b><u>54,630.95</u></b>	<b><u>52,335.97</u></b>

## 6. NOTES TO THE INTERIM FINANCIAL STATEMENTS AND TO THE CONSOLIDATED INTERIM FINANCIAL STATEMENTS

### 6.1. General Information

The company HELLENIC DUTY FREE SHOPS SA is active in the retail commerce sector. In particular the company holds the right for the exclusive exploitation of duty free stores, currently in existence or to be established, in Greece for a period of 50 years, starting on the 1<sup>st</sup> of January 1998, under art. 120 of L. 2533/1997. The company has developed a network of 80 stores in 41 points of sale (20 airports, 11 border crossings and 10 ports) in Greece as well as one store in FYROM, through its subsidiary "HDFS SKOPJE DOO", which shall be in operation within the second half of 2005. HELLENIC DUTY FREE SHOPS SA is a Societe Anonyme established and domiciled in Greece. The address of its registered office is 23 km Athens - Lamia National Road, Ag. Stefanos, web site [www.dutyfreeshops.gr](http://www.dutyfreeshops.gr), and its shares are listed on the Athens Stock Exchange (sector "Retail Commerce"). The consolidated interim financial statements of the company concern the company and its subsidiaries (The Group).

- Structure of the Group

Company	Registered Office	Shareholding
HDFS S.A.	Ag. Stefanos	Parent
HELLENIC DISTRIBUTIONS S.A.	Ag. Stefanos	99.99% Subsidiary
HDFS SKOPJE DOO	Skopje	100.00% Subsidiary
HTB HELLENIC TRAVEL BUREAU S.A.	Ag. Stefanos	99.99% Subsidiary
THE NUANCE GROUP (HELLAS) S.A.	Spata	100.00% Subsidiary

### 6.2. Summary of significant accounting policies

#### 6.2.1 Basis of preparation

These interim financial statements of HDFS S.A. are for the nine months ended 30 September 2005. They have been prepared in accordance with IAS 34, Interim Financial Reporting and are covered by IFRS 1, First - time Adoption of IFRS, because they are part of the period covered by the Group's first IFRS financial statements for the year ended 31 December 2005. These interim financial statements have been prepared in accordance with those IFRS standards and IFRIC

interpretations issued and effective as at the time of preparing these statements (May 2005).

The policies set out below have been consistently applied to all the periods presented.

Hellenic Duty Free Shops' financial statements were prepared in accordance with Greece's Generally Accepted Accounting Principles (GAAP) until 31 December 2004. GAAP differs in some areas from IFRS. The comparative figures in respect of 2004 were restated to reflect the adjustments, according to the adopted for IFRS, in the accounting policies and the accounting estimates.

These interim financial statements have been prepared under the historical cost convention.

The preparation of financial statements in accordance with IAS 34 requires the use of certain critical accounting estimates and judgments in the process of applying the Company's accounting policies.

### **6.2.2 Consolidation – Evaluation of subsidiaries and other related companies**

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

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

The investments in subsidiaries in the Balance Sheet of the parent are measured at acquisition cost net of any accumulated impairment loss.

### **6.2.3 Sector reporting**

Primary format for reporting sector information is geographical sectors that are based on revenue from duty free and duty paid sales.

### **6.2.4 Property, plant and equipment**

Property, plant and equipment is shown at cost less subsequent depreciation and impairment. Cost includes expenditure that is directly attributable to the acquisition of the items. Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Group and the cost of the item can be measured reliably. All other repairs and maintenance are charged to the income statement during the financial period in which they are incurred. Installations of third parties' property (establishment of stores) are depreciated over the estimated time of the lease.

Land is not depreciated. Depreciation on buildings - installations on third parties' property is calculated using the straight - line method to allocate their cost or revalued amounts to their residual values over their estimated useful lives, the other PPE is calculated based on the rates provided by P.D. 299/2003, as follows:

- Buildings (privately owned)	50	Years
- Installations on third parties' property (buildings)	20	»
- Installations on third parties' property (other)	12.50	»
- Plant and machinery	8.33	»
- Motor vehicles	6.67 – 8.33	»
- Other equipment	6.67	»

Residual values are not recognised.

An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

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

### **6.2.5 Intangible assets**

#### **(α) Concession of licence for exclusive operation of H.D.F.S.**

The concession of licence (right) for exclusive operation (art. 120 L. 2533/1997) is shown at cost less accumulated amortisation. Amortisation is calculated using the straight - line method to allocate the cost of licenses over their estimated useful lives, which is set to 50 years (amortisation rate 2%).

#### **(β) Computer software**

Acquired computer software licenses are capitalized on the basis of the costs incurred to acquire and bring to use the specific software. These costs are amortised over their estimated useful lives, which is estimated to 4.17 years approx. (amortisation rate 24%).

### **6.2.6 Inventories**

Inventories are stated at the lower between cost and net realizable value. Cost is determined using the weighted average cost formula. Net realizable value is the estimated selling price in the ordinary course of business, less applicable variable selling expenses.

### **6.2.7 Trade receivables**

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

### **6.2.8 Cash and cash equivalents**

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

### **6.2.9 Transactions in foreign currencies**

Transactions expressed in foreign currencies, are translated into Euro at the exchange rate effective at the date of the transaction. At the balance sheet date the monetary property assets and liabilities that are expressed in foreign currencies are translated into Euro at the exchange rate effective at this date. The exchange differences that arise at this conversion are recognised in the income statement.

### **6.2.10 Share capital**

Ordinary shares are classified as equity. Incremental costs directly attributable to the issue of new shares or options are shown in equity as a deduction, net of tax, from the proceeds. Where any Group company purchases the Company's equity share capital (Treasury shares), the consideration paid, including any directly attributable incremental costs (net of income taxes), is deducted from equity attributable to the Company's equity holders until the shares are cancelled, reissued or disposed of. Where such shares are subsequently sold or reissued, any consideration received, net of any directly attributable incremental transaction costs and the related income tax effects, is included in equity attributable to the Company's equity holders.

### **6.2.11 Government grants**

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

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

#### **6.2.12 Deferred income tax**

Deferred income tax is provided in full, using the liability method, on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts.

Deferred income tax is determined using tax rates (and laws) that are expected to apply when the related deferred income tax asset is realised or the deferred income tax liability is settled.

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

#### **6.2.13 Employee benefits**

##### **(a) Short - term employee benefits**

Short - term employee benefits towards the employees in money and in kind are recognised as an expense when accrued.

##### **(b) Post - employment benefits**

Post - employment benefit schemes comprise both defined contribution plans (Government pension insurance) and defined benefit plans (lump sum benefit paid to employee on retirement dependent on years of service that is imposed by the L. 2112/20). Accrued cost of defined contribution plans is recognised as an expense over the vesting period.

The liability recognised in the balance sheet in respect of defined benefit pension plans is the present value of the defined benefit obligation at the balance sheet date. The defined benefit obligation is calculated annually by independent actuaries using the projected unit credit method. According to this method, the defined benefit obligations that relate to past - service at the date of value determination are accounted for separately from the expected benefits at the year after the date of value determination (employees remaining in service for a specific period of time).

The most significant assumptions that were used at the two as above dates are as follows:

<b>Date of value determination</b>	<b>Discount interest rate</b>	<b>Inflation</b>	<b>Future salary increases</b>
<b>31/12/2003</b>	5.00%	2.80%	4.00%
<b>31/12/2004</b>	4.50%	2.80%	4.00%

### **6.2.14 Provisions**

Provisions are recognised when:

- a)** There is a present legal or constructive obligation as a result of past events,
- b)** It is more likely than not that an outflow of resources will be required to settle the obligation and,
- c)** The required amount has been reliably estimated

### **6.2.15 Revenue recognition**

Revenue comprises the fair value for the sale of goods and services, net of value - added tax, rebates and discounts and after eliminating sales within the Group. Revenue is recognised as follows:

*(a) Sales of goods - retail*

Sales of goods are recognised when a Group entity has delivered products to the customer; the customer has accepted the products; and collectibility of the related receivables is reasonably assured. The sales of goods are mainly carried out in cash or with credit cards.

*(b) Interest income*

Interest income is recognised on a time - proportion basis using the effective interest method.

*(c) Royalty income from Marketing*

Royalty income from marketing is recognised on an accrual basis in accordance with the substance of the relevant agreements.

*(d) Dividend income*

Dividend income is recognised when the right to receive payment is established, that is when approved by the body entitled to pay them out (General Meeting).

**6.2.16 Dividend distribution**

Dividend distribution to the Company's shareholders is recognised as a liability in the Company's and in the Group's financial statements in the period in which the dividends are approved by the Company's shareholders. Thus, the dividend for distribution in the closing Balance Sheets (31/12) of each year is shown as a liability instead of as an increase in Equity.

**6.3. Financial risk management – Financial Risk Factors**

*(a) Credit risk*

The Company has no significant concentrations of credit risk on the one hand because most of the sales concern retail customers, carried out in cash or with major credit cards and on the other hand the wholesale sales, which concern a small percentage on total sales are mainly made towards customers with an appropriate credit history.

*(b) Liquidity risk*

Liquidity risk is zero owing to availability of sufficient cash and marketable securities.

*(c) Cash flow and fair value interest rate risk*

The company has interest - bearing assets due to placing its cash and cash equivalents at bank time deposit accounts, of zero risk, at an interest rate fixed in advance the floating of which is not significant as such to rise a cash flow and fair value interest rate risk.

**6.4. Critical accounting estimates and judgements**

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

The company makes estimates and assumptions concerning the future. There are no estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next 12 months.

## **6.5. Transition to IFRS.**

### **6.5.1. Basis of transition to IFRS**

#### **6.5.1.1. Application of IFRS 1**

The Company's and the Group's financial statements for the year ended 31 December 2005 will be the first annual financial statements that comply with IFRS. These interim financial statements have been prepared as described in Note 2.1 The Group has applied IFRS 1 in preparing these consolidated interim financial statements. Hellenic Duty Free Shops S.A. reporting date of these interim financial statements is 30 September 2005. The IFRS adoption date is 1 January 2005. In preparing these interim financial statements in accordance with IFRS 1, the Group has applied certain of the optional exemptions from full retrospective application of IFRS.

#### **6.5.1.2 Exemptions from full retrospective application elected by the Group**

##### *Employee benefits exemption*

The Company has elected to recognize all cumulative actuarial gains and losses as at 1 January 2004

#### **6.5.1.3 Consistency of estimates under Greek GAAP and IFRS**

The estimates under IFRS, as of 01.01.2004 are consistent with the estimates made for the same date under Greek GAAP, with the exception of the cases where there is evidence that those estimates were in error. Such is the case of the assets' useful lives, which under previous GAAP were based on tax provisions.

### **6.5.2 Compliance of IFRSs with Greek GAAP**

The following reconciliations provide an overview of the impact on equity of the transition to IFRS.

**TABLE OF ADJUSTMENTS OF THE PERIOD OPENING NET EQUITY (01.01.2005 AND 01.01.2004 RESPECTIVELY) BETWEEN THE GENERAL ACCOUNTING POLICIES EFFECTIVE UNTIL THE 1<sup>ST</sup> ADOPTION AND THE INTERNATIONAL FINANCIAL REPORTING STANDARDS (IFRS)**

**Amounts reported in thousands Euro**

	THE GROUP		THE COMPANY	
	01.01.2005	01.01.2004	01.01.2005	01.01.2004
Total equity under GAAP (as at 1/1/2005 and 1/1/2004 respectively)	130,681,212	126,833,384	129,363,326	123,661,202
Set - up provision for employee indemnity	-3,800,541	-3,573,231	-3,800,541	-3,573,231
Recognition of deferred tax liabilities	1,473,969	1,905,853	1,195,335	1,871,581
Restatement due to useful life used for fixed assets depreciation and restatement of their revalued cost to historical cost.	-176,591	-76,584	-83,142	-5,838
Write - off of amortisable expenses	-378,932	-1,303,245	-380,910	-1,299,506
Transfer of withheld taxes related to tax free reserves to tax free reserves	-192,539	-142,522	-192,539	-142,522
Adjustment of accrued income	-770,831	0	0	0
Recognition of exchange differences in income statement	68	16,802	68	16,802
Measurement of securities at market prices (31.12.2004)	48,153	0	48,153	0
Adjustment of long term liabilities to current values	-439,114	-509,032	-420,478	-485,601
Measurement of participations at cost	12,000	0	0	0
Provision for tax differences	-648,180	-336,180	-600,000	-300,000
Total equity of the period opening under IFRS (as at 1/1/2005 and 1/1/2004 respectively)	<b>125,808,674</b>	<b>122,815,245</b>	<b>125,129,272</b>	<b>119,742,887</b>

**TABLE OF ADJUSTMENTS OF NET EQUITY OF 30.9.2004 BETWEEN THE GENERAL ACCOUNTING POLICIES AND THE INTERNATIONAL ACCOUNTING STANDARDS (IFRS**

**AMOUNTS REPORTED IN EURO €**

	THE GROUP	THE COMPANY
Net equity of 30.9.2004 balance sheet in accordance with the General Accounting Policies	180,370,890.46	167,516,183.39
Less Income Tax	-15,009,178.74	-11,298,799.33
	165,361,711.72	156,217,384.06
Set up provision for employees indemnity	-3,743,713.50	-3,743,713.50
Recognition of deferred tax liabilities	1,783,579.17	1,745,601.94
Restatement due to useful life used for the depreciation of fixed assets and restatement of their revalued cost to historical cost	-384,818.33	-299,001.64
Write - off of amortisable expenses	-510,815.65	-507,960.47
Transfer of withheld taxes related to tax free reserves to tax free reserves	-142,522.27	-142,522.27
Valuation of securities at market prices	-172,890.72	-172,890.72
Adjustment of long term liabilities to current values	-456,593.72	-436,759.20
Provision for tax differences	-570,180.35	-525,000.00
Net equity of 30.9.2004 balance sheet in accordance with the General Accounting Policies	<b>161,163,756.35</b>	<b>152,135,138.20</b>

**TABLE OF ADJUSTMENTS OF FINANCIAL RESULTS FOR THE PERIOD 1.1-30.9.2004  
BETWEEN THE GENERAL ACCOUNTING POLICIES AND THE INTERNATIONAL  
ACCOUNTING STANDARDS (IFRS)**

**AMOUNTS REPORTED IN €**

	<b>THE GROUP</b>	<b>THE COMPANY</b>
Net equity of the period after tax in accordance with the General Accounting Policies	38,528,374.86	32,556,182.28
Counter entries o long term amortisable expenses in accordance with General Accounting Policies that are not recognized in accordance with the International Accounting Standards	793,929.06	791,545.61
Restatement due to useful life used for the fixed assets depeciation	-309,728.45	-293,162.71
Adjustment of long term liabilities to current values	52,437.75	48,841.50
Set up provision for employees indemnity	-170,482.50	-170,482.50
Valuation of securities at market prices	-172,890.72	-172,890.72
Provision for tax audit differences	-234,000.00	-225,000.00
Counter entries of the exchange differences that were recognized in the financial results of 31-12-03	-16,802.70	-16,802.70
Recognition of deffered tax 1-1/30-9-04	-122,273.85	-125,978.96
Net equity of the period revised in accordance with the International Accounting Standards	<b>38,348,563.45</b>	<b>32,392,251.80</b>

**6.6. Property, plant and equipment**

**THE GROUP**

	Land	Buildings	Machinery & Mechanical equipment	Transportation means	Furniture, fittings & equipment	Fixed assets under construction	Total
<b>Balance 01.01.2004</b>							
Cost	86.60	15,519.46	2,772.62	1,152.16	12,863.09	728.52	33,122.45
Additions/Reductions	0.00	4,627.99	252.43	0.00	2,823.77	-684.20	7,019.99
<b>Balance 31.12.04</b>	<b>86.60</b>	<b>20,147.45</b>	<b>3,025.05</b>	<b>1,152.16</b>	<b>15,686.86</b>	<b>44.32</b>	<b>40,142.44</b>
<b>Accumulated depreciation</b>							
Balance 01.01.2004	0.00	4,481.35	1,349.99	683.95	8,401.84	0.00	14,917.13
Depreciations	0.00	852.42	252.92	102.21	1,626.05	0.00	2,833.60
<b>Balance 31.12.04</b>	<b>0.00</b>	<b>5,333.77</b>	<b>1,602.91</b>	<b>786.16</b>	<b>10,027.89</b>	<b>0.00</b>	<b>17,750.73</b>
<b>Residual value 31.12.2004</b>	<b>86.60</b>	<b>14,813.68</b>	<b>1,422.14</b>	<b>366.00</b>	<b>5,658.97</b>	<b>44.32</b>	<b>22,391.71</b>
<b>01.01 – 30.09.2005</b>							
Opening balance	<b>86.60</b>	<b>20,147.45</b>	<b>3,025.05</b>	<b>1,152.16</b>	<b>15,686.86</b>	<b>44.32</b>	<b>40,142.44</b>
Additions	0.00	627.29	44.68	312.24	1,420.95	1,584.76	<b>3,989.92</b>
Disposals	0.00	0.00	0.00	0.00	0.00	0.00	<b>0.00</b>
<b>Balance 30.09.05</b>	<b>86.60</b>	<b>20,774.74</b>	<b>3,069.73</b>	<b>1,464.40</b>	<b>17,107.81</b>	<b>1,629.08</b>	<b>44,132.36</b>
<b>Accumulated depreciation</b>							
Balance 01.01.2005	<b>0.00</b>	<b>5,333.77</b>	<b>1,602.91</b>	<b>786.16</b>	<b>10,027.89</b>	<b>0.00</b>	<b>17,750.73</b>
Depreciations	0.00	695.46	198.68	95.53	1,716.46	0.00	<b>2,706.13</b>
Impairment of depreciation	0.00	0.00	0.00	0.00	0.00	0.00	<b>0.00</b>
<b>Balance 30.09.05</b>	<b>0.00</b>	<b>6,029.23</b>	<b>1,801.59</b>	<b>881.69</b>	<b>11,744.35</b>	<b>0.00</b>	<b>20,456.86</b>
<b>Residual value 30.09.2005</b>	<b>86.60</b>	<b>14,745.51</b>	<b>1,268.14</b>	<b>582.71</b>	<b>5,363.46</b>	<b>1,629.08</b>	<b>23,675.50</b>

**THE COMPANY**

	Land	Buildings	Machinery & Mechanical equipment	Transportation means	Furniture, fittings & equipment	Fixed assets under construction	Total
<b>Balance 01.01.2004</b>							
Cost	86.60	14,909.61	2,737.42	1,152.16	12,195.50	728.62	31,809.91
Additions	0.00	4,597.26	248.17	0.00	2,945.10	-684.30	7,106.23
<b>Balance 31.12.04</b>	<b>86.60</b>	<b>19,506.87</b>	<b>2,985.59</b>	<b>1,152.16</b>	<b>15,140.60</b>	<b>44.32</b>	<b>38,916.14</b>
<b>Accumulated depreciation</b>							
Balance 01.01.2004	0.00	4,342.67	1,345.97	683.95	8,129.73	0.00	14,502.32
Depreciations	0.00	801.84	249.04	102.21	1,653.57	0.00	2,806.66
<b>Balance 31.12.04</b>	<b>0.00</b>	<b>5,144.51</b>	<b>1,595.01</b>	<b>786.16</b>	<b>9,783.30</b>	<b>0.00</b>	<b>17,308.98</b>
<b>Residual value 31.12.2004</b>	<b>86.60</b>	<b>14,362.36</b>	<b>1,390.58</b>	<b>366.00</b>	<b>5,357.30</b>	<b>44.32</b>	<b>21,607.16</b>
<b>01.01 – 30.09.2005</b>							
Opening balance	86.60	19,506.87	2,985.59	1,152.16	15,140.60	44.32	<b>38,916.14</b>
Additions	0.00	478.75	41.24	272.95	1,047.61	686.13	<b>2,526.68</b>
Disposals	0.00	0.00	0.00	0.00	0.00	0.00	<b>0.00</b>
<b>Balance 31.09.05</b>	<b>86.60</b>	<b>19,985.62</b>	<b>3,026.83</b>	<b>1,425.11</b>	<b>16,188.21</b>	<b>730.45</b>	<b>41,442.82</b>
<b>Accumulated depreciation</b>							
Balance 01.01.2005	0.00	5,144.51	1,595.01	786.16	9,783.30	0.00	<b>17,308.98</b>
Depreciations	0.00	599.43	193.63	95.54	1,399.45	0.00	<b>2,288.05</b>
Impairment of depreciation	<b>0.00</b>	0.00	0.00	0.00	0.00	<b>0.00</b>	<b>0.00</b>
<b>Balance 30.09.05</b>	<b>0.00</b>	<b>5,743.94</b>	<b>1,788.64</b>	<b>881.70</b>	<b>11,182.75</b>	<b>0.00</b>	<b>19,597.03</b>
<b>Residual value 30.09.2005</b>	<b>86.60</b>	<b>14,241.68</b>	<b>1,238.19</b>	<b>543.41</b>	<b>5,005.46</b>	<b>730.45</b>	<b>21,845.79</b>

**6.7. Intangible Assets**

	THE GROUP			THE COMPANY		
	Other set -up expenses	Grant & right for industrial ownership	Group TOTAL	Other set -up expenses	Grant & right for industrial ownership	Company TOTAL
<b>01.01.2004</b>						
Cost	940.07	58,718.34	59,658.41	869.98	58,694.06	59,564.04
Additions/Impairment	440.99	-24.29	416.70	447.96	0.00	447.96
<b>Balance 31.12.04</b>	<b>1,381.06</b>	<b>58,694.05</b>	<b>60,075.11</b>	<b>1,317.94</b>	<b>58,694.06</b>	<b>60,012.00</b>
<b>Accumulated amortisation</b>						
Balance 01.01.2004	825.18	7,067.57	7,892.75	787.24	7,043.29	7,830.53
Depreciations	183.20	1,149.58	1,332.78	171.68	1,173.88	1,345.56
<b>Balance 31.12.04</b>	<b>1,008.38</b>	<b>8,217.15</b>	<b>9,225.53</b>	<b>958.92</b>	<b>8,217.17</b>	<b>9,176.09</b>
<b>Residual value 31.12.2004</b>	<b>372.68</b>	<b>50,476.90</b>	<b>50,849.58</b>	<b>359.02</b>	<b>50,476.89</b>	<b>50,835.91</b>
<b>01.01 – 30.09.2005</b>						
Opening balance	<b>1,381.06</b>	<b>58,694.05</b>	<b>60,075.11</b>	<b>1,317.94</b>	<b>58,694.06</b>	<b>60,012.00</b>
Additions	922.83	3,340.00	<b>4,262.83</b>	157.76	0.00	<b>157.76</b>
Disposals	0.00	0.00	<b>0.00</b>	0.00	0.00	<b>0.00</b>
<b>Balance 30.09.05</b>	<b>2,303.89</b>	<b>62,034.05</b>	<b>64,337.94</b>	<b>1,475.70</b>	<b>58,694.06</b>	<b>60,169.76</b>
<b>Accumulated amortisation</b>						
Balance 01.01.2005	<b>1,008.38</b>	<b>8,217.15</b>	<b>9,225.53</b>	<b>958.92</b>	<b>8,217.17</b>	<b>9,176.09</b>
Depreciations	722.99	880.42	<b>1,603.41</b>	148.26	880.41	<b>1,028.67</b>
Impairment of amortisation	0.00	0.00	<b>0.00</b>	0.00	0.00	<b>0.00</b>
<b>Balance 30.09.05</b>	<b>1,731.37</b>	<b>9,097.57</b>	<b>10,828.94</b>	<b>1,107.18</b>	<b>9,097.58</b>	<b>10,204.76</b>
<b>Residual value 30.09.2005</b>	<b>572.52</b>	<b>52,936.48</b>	<b>53,509.00</b>	<b>368.52</b>	<b>49,596.48</b>	<b>49,965.00</b>

**6.8. Inventory**

	THE GROUP		THE COMPANY	
	<u>30.09.2005</u>	<u>31.12.2004</u>	<u>30.09.2005</u>	<u>31.12.2004</u>
<b>Merchandise</b>	56,112.84	37.453.16	51,826.50	35.306.29
	<b>56,112.84</b>	<b>37.453.16</b>	<b>51,826.50</b>	<b>35.306.29</b>

**6.9. Trade receivables**

	THE GROUP		THE COMPANY	
	<u>30.09.2005</u>	<u>31.12.2004</u>	<u>30.09.2005</u>	<u>31.12.2004</u>
<b>Trade receivables</b>				
Net balance of trade receivables	<b>1,619.36</b>	<b>136.95</b>	<b>6,021.03</b>	<b>5,299.68</b>

**6.10. Other receivables**

	THE GROUP		THE COMPANY	
	<u>30.09.2005</u>	<u>31.12.2004</u>	<u>30.09.2005</u>	<u>31.12.2004</u>
Participations & other long - term receivables	3,197.58	4,203.48	5,839.77	4,296.57
Receivables from deferred taxes	620.40	1,473.97	1,194.35	1,195.33
Checks	1,022.11	0.00	0.00	0.00
Sundry debtors	5,954.18	3,092.79	4,641.75	2,856.30
Securities	1,849.68	1,258.37	1,849.69	1,258.37
Other receivables	2,274.10	6,144.67	2,226.46	5,258.21
	<b>14,918.05</b>	<b>16,173.28</b>	<b>15,752.02</b>	<b>14,864.78</b>

**6.11. Cash and cash equivalents**

	THE GROUP		THE COMPANY	
	<u>30.09.2005</u>	<u>31.12.2004</u>	<u>30.09.2005</u>	<u>31.12.2004</u>
Cash in hand	1,532.27	1,041.32	1,408.88	926.86
Current and time deposits	54,995.23	68,051.08	53,218.00	64,009.29
Credit cards (Banks)	5.42	5.81	4.07	5.63
	<b>56,532.92</b>	<b>69,098.21</b>	<b>54,630.95</b>	<b>64,941.78</b>

**6.12. Share capital and share premium**

	Number of shares	Ordinary shares	Authorised capital	Share premium	Treasury shares	Total
1 January 2004	52,675,000	52,675,000	15,802.50	64,608.36	0	80,410.86
30 September 2004	52,675,000	52,675,000	15,802.50	64,608.36	0	80,410.86
31 December 2004	52,675,000	52,675,000	15,802.50	64,608.36	0	80,410.86
30 September 2005	52,675,000	52,675,000	15,802.50	64,608.36	0	80,410.86

The total authorized number of ordinary shares is 52,765,000 shares with a nominal value of € 0.30 per share. All issued shares are fully paid.

**6.13. Revaluation surplus - Investment Grants**

	THE GROUP		THE COMPANY	
	<u>30.09.2005</u>	<u>31.12.2004</u>	<u>30.09.2005</u>	<u>31.12.2004</u>
Revaluation surplus from participations & securities valuation	49.80	49.80	49.80	49.80
	<b>49.80</b>	<b>49.80</b>	<b>49.80</b>	<b>49.80</b>

**6.14. Profit carried forward and other reserves**

	THE GROUP		THE COMPANY	
	<u>30.09.2005</u>	<u>31.12.2004</u>	<u>30.09.2005</u>	<u>31.12.2004</u>
Profit carried forward	41,943.83	9,342.88	41,025.39	8,933.36
General reserve	10,542.25	10,542.25	10,398.18	10,398.18
Tax - free reserves under specific law provisions	25,462.82	25,462.82	25,336.57	25,336.57
Minority interest	0.10	0.07		
	<b>77,949.00</b>	<b>45,348.02</b>	<b>76,760.14</b>	<b>44,668.11</b>

According to the provisions of the Companies' Act of Greece (c.L. 2190/20) the formation of Legal Reserve, with the per annum transfer of an amount equal to 5% of annual net profits, is mandatory until the size of the legal reserve reaches the one third (1/3) of the Share Capital. The other reserves (tax - free reserves) concern accumulated profit for which it is provided either an exemption from taxation or taxation at a lower tax rate, as long as they are not distributed. In case of appropriation it shall be paid income tax at the tax rate effective at the time of its appropriation. The General Meeting of Shareholders decides the distribution of reserves.

**6.15. Long term liabilities**

	THE GROUP		THE COMPANY	
	<u>30.09.2005</u>	<u>31.12.2004</u>	<u>30.09.2005</u>	<u>31.12.2004</u>
Employees' indemnity provision	4,209.55	3,842.83	4,122.62	3,800.54
	<b>4,209.55</b>	<b>3,842.83</b>	<b>4,122.62</b>	<b>3,800.54</b>

**6.16. Trade and other payables**

	THE GROUP		THE COMPANY	
	<u>30.09.2005</u>	<u>31.12.2004</u>	<u>30.09.2005</u>	<u>31.12.2004</u>
Trade payables and other creditors	27,024.84	16,536.16	24,087.12	15,267.39
Prepayments from trade receivables	6.46	9.90	4.51	9.90
Taxes - duties	8,613.28	8,845.17	8,507.40	8,327.89
Social security	971.42	1,505.34	806.81	1,276.22
Dividends payable	0.00	36,872.50	0.00	36,872.50
Other payables	7,132.47	2,682.31	5,292.03	2,172.39
	<b>43,748.47</b>	<b>66,451.38</b>	<b>38,697.87</b>	<b>63,926.29</b>

**6.17. Short provisions for other payables and expenses**

	THE GROUP		THE COMPANY	
	<u>30.09.2005</u>	<u>30.09.2004</u>	<u>30.06.2005</u>	<u>30.06.2004</u>
Taxes for unaudited fiscal years	234.00	234.00	225.00	225.00
	<b>234.00</b>	<b>234.00</b>	<b>225.00</b>	<b>225.00</b>

**6.18. Deferred income tax**

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

The offset amounts are as follows:

<b>THE COMPANY</b>	<b><u>30.09.2005</u></b>	<b><u>31.12.2004</u></b>
<b>Deferred tax assets:</b>		
To be recovered after more than 12 months	1,385,682.28	1,292,913.90
To be recovered within 12 months	23,345.47	21,771.78
	<b><u>1,409,027.75</u></b>	<b><u>1,314,685.68</u></b>
<b>Deferred tax liabilities:</b>		
To be recovered after more than 12 months	161,111.47	97,867.66
To be recovered within 12 months	53,567.89	21,483.15
	<b><u>214,679.36</u></b>	<b><u>119,350.81</u></b>

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

**Deferred tax assets:**

	<b>Provisions</b>	<b>Assets</b>	<b>Long term</b>	<b>Total</b>
1 January 2004	1,250,630.85	253,530.78	169,960.25	1,674,121.88
Charged/Credited to the income statement	-300,495.60	-1,263.24	-57,677.36	-359,436.20
31 December 2004	950,135.25	252,267.54	112,282.89	1,314,685.68
Charged/Credited to the income statement	80,518.88	29,452.80	-15,629.61	94,342.07
30 September 2005	<b><u>1,030,654.13</u></b>	<b><u>281,720.34</u></b>	<b><u>96,653.28</u></b>	<b><u>1,409,027.75</u></b>

**Deferred tax liabilities:**

	<b>Amortisable expenses</b>	<b>Exchange Differences</b>	<b>Total</b>
1 January 2004	203,339.97	-5,880.95	197,459.02
Charged/Credited to the income statement	-322,690.78	5,880.95	-316,809.83
31 December 2004	-119,350.81	0.00	-119,350.81
Charged/Credited to the income statement	-93,218.06	-2,110.49	-95,328.55
30 September 2005	<b><u>-212,568.87</u></b>	<b><u>-2,110.49</u></b>	<b><u>-214,679.36</u></b>

**THE GROUP**

**Deferred tax assets:**

To be recovered after more than 12 months  
To be recovered within 12 months

**30.09.2005**

**31.12.2004**

1,420,290.06  
270,147.69

1,324,265.53  
268,437.70

**1,690,437.75**

**1,592,703.23**

**Deferred tax liabilities:**

To be recovered after more than 12 months  
To be recovered within 12 months

941,815.27  
128,217.02

97,251.42  
21,483.15

**1,070,032.29**

**118,734.57**

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

**Deferred tax assets:**

	<u>Provisions</u>	<u>Counter entries of receivables</u>	<u>Fixed Assets</u>	<u>Long term receivables</u>	<u>Total</u>
1 January 2004	1,250,630.85	0.00	278,293.61	178,161.02	1,707,085.48
Charged/Credited to the income statement	-300,495.60	246,665.92	139.17	-60,691.79	-114,382.30
31 December 2004	950,135.25	246,665.92	278,432.78	117,469.23	1,592,703.18
Charged/Credited to the income statement	80,518.88	0.00	33,996.05	-16,780.41	97,734.52
30 September 2005	<b><u>1,030,654.13</u></b>	<b><u>246,665.92</u></b>	<b><u>312,428.83</u></b>	<b><u>100,688.82</u></b>	<b><u>1,690,437.70</u></b>

**Deferred tax liabilities:**

	<u>Long term amortisation expenses</u>	<u>Exchange Differences</u>	<u>Total</u>
1 January 2004	204,648.49	-5,880.95	198,767.54
Charged/Credited to the income statement	-323,383.06	5,880.95	-317,502.11
31 December 2004	-118,734.57	0.00	-118,734.57
Charged/Credited to the income statement	-93,424.62	-2,110.49	-95,535.11
Charged/Credited to the shareholders' equity	-855,762.61	0.00	-855,762.61
30 September 2005	<b><u>-1,067,921.80</u></b>	<b><u>-2,110.49</u></b>	<b><u>-1,070,032.29</u></b>

**6.19. Retirement benefit obligations (L. 2112/20)**

Based on the provisions of L. 2112/20 the company is obliged to pay to the retired employees a lump sum multiple amount of the monthly salary at the time of retirement (determined by the Law), on the basis of the years of service. These benefits were determined by an independent actuary. The main actuarial assumptions used are as follows:

	<b>2004</b>	<b>2003</b>
Discount interest rate (%)	4.50%	5.00%
Future salary increases	4.00%	4.00%

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The movement of the account from 01.01.2004 to 30.9.2005 is as follows:

	THE GROUP	THE COMPANY
<b>Balance of obligations at 01.01.2004</b>	<b>3,598,086</b>	<b>3,573,231</b>
Expense charged to period 01.01.-30.09.2004	817,272	796,464
Paid compensation 01.01.-30.09.2004	-633,717	-625,982
<b>Balance of obligation at 30.09.2004</b>	<b>3,781,641</b>	<b>3,743,713</b>
Expense charged to period 01.07.-31.12.2004	68,985	56,828
Paid compensation 01.07.-31.12.2004	-7,799	0
<b>Balance of obligation at 31.12.2004</b>	<b>3,842,827</b>	<b>3,800,541</b>
Expense charged to period 01.01.-30.09.2005	526,472	458,067
Paid compensation 01.01.-30.09.2005	-159,752	-135,992
<b>Balance of obligation at 30.09.2005</b>	<b>4,209,547</b>	<b>4,122,616</b>

### 6.20. Sales

	THE GROUP		THE COMPANY	
	<u>30.09.2005</u>	<u>30.09.2004</u>	<u>30.09.2005</u>	<u>30.09.2004</u>
Sales to passangers from third countries (duty free)	103,105.83	89,121.96	100,282.64	89,121.96
Sales to E.U. passangers (duty paid)	95,960.46	141,645.59	87,740.52	80,260.32
Other sales	67.90	41.82	67.90	41.82
<b>Total</b>	<b>199,134.19</b>	<b>230,809.37</b>	<b>188,091.06</b>	<b>169,424.10</b>

### 6.21. Other operating income

	THE GROUP		THE COMPANY	
	<u>30.09.2005</u>	<u>30.09.2004</u>	<u>30.09.2005</u>	<u>30.09.2004</u>
Income from royalties - marketing rights	8,452.32	9,468.31	5,602.40	6,095.95
Other income	472.73	171.37	89.09	130.00
	<b>8,925.05</b>	<b>9,639.68</b>	<b>5,691.49</b>	<b>6,225.95</b>
	8,925.05	9,639.68	5,691.49	6,225.95

**6.22. Employee benefits expenses**

	THE GROUP		THE COMPANY	
	<u>30.09.2005</u>	<u>30.09.2004</u>	<u>30.09.2005</u>	<u>30.09.2004</u>
Salaries and wages	19,048.85	18,031.43	16,444.49	15,635.60
Social security costs	4,973.64	4,765.24	4,248.34	4,101.67
Dismissal pay	159.75	633.71	135.99	625.98
Provision for retirement benefits	322.07	170.48	322.07	170.48
Other benefits	416.06	417.32	355.54	340.55
	<b>24,920.37</b>	<b>24,018.18</b>	<b>21,506.43</b>	<b>20,874.28</b>

**6.23. Depreciation - Amortisation**

	THE GROUP		THE COMPANY	
	<u>30.09.2005</u>	<u>30.09.2004</u>	<u>30.09.2005</u>	<u>30.09.2004</u>
Depreciation of tangible assets	1,054.08	1,943.63	2,288.06	1,795.08
Amortisation of intangible assets	2,412.18	947.23	1,028.67	934.83
	<b>3,466.26</b>	<b>2,890.86</b>	<b>3,316.73</b>	<b>2,729.91</b>

**6.24. Other operating expenses**

	THE GROUP		THE COMPANY	
	<u>30.09.2005</u>	<u>30.09.2004</u>	<u>30.09.2005</u>	<u>30.09.2004</u>
Fees & expenses to third parties	1,758.93	2,392.80	1,597.92	2,227.23
Insurance premiums, Leases, Repairs, Maintenance, and other	23,191.80	20,700.03	21,589.52	18,984.68
Taxes - duties	87.68	91.87	47.33	65.23
Transportation expenses	613.39	391.00	598.17	388.09
Logistics	1,430.69	1,430.69	1,430.68	1,430.69
Promotion and advertisement expenses	1,143.73	892.85	1,129.58	892.55
Sundry expenses (travelling, exhibitions expositions, subscriptions, donations, grants, stationery, consumables, ect.)	2,019.55	1,573.37	1,949.92	1,534.73
Fees to O.E.O.A., professional fees, ect.	-----	24,474.00	-----	-----
	<b>30,245.77</b>	<b>51,946.61</b>	<b>28,343.12</b>	<b>25,523.20</b>

**6.25. Income tax**

	THE GROUP		THE COMPANY	
	<u>30.09.2005</u>	<u>30.09.2004</u>	<u>30.09.2005</u>	<u>30.09.2004</u>
Current tax for the period	14,604.65	15,009.17	14,242.48	11,298.80
Provision for additional tax for unaudited fiscal years	234.00	234.00	225.00	225.00
Deferred tax	-2.20	122.28	0.98	125.98
	<b>14,836.45</b>	<b>15,365.45</b>	<b>14,468.46</b>	<b>11,649.78</b>

**6.26. Earnings per share**

***Basic***

Basic earnings per share is calculated by dividing the profit distributed to shareholders of the Company by the weighted average number of ordinary shares in issue during the period, excluding ordinary shares purchased by the Company and held as treasury shares.

	<u>30.09.2005</u>	<u>30.09.2004</u>
<b>Net profit for the period (Group)</b>	<b>32,600.99</b>	<b>38,348.57</b>
<b>Distributed to:</b>		
Equity holders of the Company	<b>32,600.95</b>	<b>34,641.79</b>
Minority interest	0.04	3,706.78
Weighted average number of ordinary shares in issue	52,675,000	52,675,000
<b>Basic earnings per share</b>	<b>0.62</b>	<b>0.66</b>

**6.27. Dividends per share**

The dividends paid in 2005, were € 36,872.50 thousands (€ 0.70 per share) and concerned the year 2004 earnings.

**6.28. Contingencies**

The Group has contingent liabilities in respect of Greek Government, other guarantees and other matters arising in the ordinary course of business. It is not anticipated that any material liabilities will arise from the contingent liabilities. No additional payments are anticipated at the date of these financial statements. The parent and its subsidiary have undergone an audit from tax authorities until the year 2002. For the non-audited fiscal years the company has made certain provisions.

**6.29. Related - party transactions**

The following transactions were carried out with related parties:

**i) Sales of goods and services**

	<b><u>30.09.2005</u></b>	<b><u>30.09.2004</u></b>
Sales of goods to subsidiaries	3,076.69	3,228.57

**ii) Year - end balances arising from sale of goods and services**

	<b><u>30.09.2005</u></b>	<b><u>30.09.2004</u></b>
<b>Receivables from related parties</b>		
- Subsidiaries	6,968.24	5,352.79

**6.30. Detailed accounting estimates**

**6.30.1 Useful lives of tangible assets**

The management of the company determines the estimated useful lives and the relevant depreciation impairments of the tangible assets.

**6.31. Number of employed personnel**

Average number of employed personnel at the end of the current period: Group 1,344, Company 1,093 persons.

**6.32. Real liens**

There are no real liens on the property assets of company

**6.33. Contested or under arbitration disputes**

There are no contested or under arbitration disputes nor any decisions of national or arbitral courts, which may have a material effect on the financial position or operation of the company.