

C. CARDASSILARIS & SONS "CARDICO"



ΚΩΝ. ΚΑΡΔΑΣΣΙΑΡΗΣ & ΥΙΟΙ ΑΕΒΕ

Interim Financial Statements for the six-month period from January 1st to March 30th 2006

It is confirmed that the attached Financial Statements are those approved by the Board of Directors of "CARDICO S.A." on 30/5/2006 and have been published with their posting on the internet, at the web page www.cardico.com. It is noted that the published in the press brief financial data, aim at providing general financial information but do not provide a complete depiction of the Company's and Group's economic status and financial results, according to the International Accounting Standards. Also, it is noted that in order to simplify, the published in the press brief financial data include certain compressions and re-classifications of accounts.

Nikolaos C. Cardassilaris
Chairman of the Board of Directors
C. CARDASSILARIS & SONS – "CARDICO"

CONTENTS

INCOME STATEMENTS	4
Balance Sheet	5
Consolidated Statement of changes in equity	6
Statement of changes in the Parents Company's Equity	7
Cash flow statement.....	8
1. Information on the group.....	9
1.1 General Information.....	9
1.2 Nature of activities	9
2. Basis for preparation of the financial statements	10
3. Basic accounting principles.....	12
3.1 New accounting principles and interpretations of IFRIC.....	12
3.2 Segment reporting	12
3.3 Consolidation.....	13
3.4 Group Structure	15
3.5 Foreign currency conversion.....	15
3.6 Tangible assets	16
3.7 Intangible assets	17
3.8 Impairment of Assets.....	18
3.9 Financial instruments	19
3.10 Inventories	21
3.11 Trade receivables	21
3.12 Cash and cash equivalents	22
3.13 Non-current assets classified as held for sale.....	22
3.14 Own shares	22
3.15 Income tax & deferred tax.....	22
3.16 Employee benefits.....	24
3.17 Grants	24
3.18 Provisions	24
3.19 Recognition of income and expenses.....	25
3.20 Leases	26
3.21 Dividend distribution.....	26
4. Business Risk Management	26
5. Financial information by sector	27
6. Notes on the Financial Statements.....	29
6.1 Tangible assets	29
6.2 Intangible assets	31
6.3 Investments in affiliated companies.....	33



ΚΩΝ. ΚΑΡΑΛΙΑΑΠΗΣ & ΥΙΟΙ ΑΕΒΕ

6.4 Deferred Tax	34
6.5 Other long – term receivables	35
6.6 Inventories	35
6.7 Customers and other trade receivables	35
6.8 Other receivables.....	36
6.9 Other current assets	36
6.10 Financial assets valued at fair value through the income statement.....	37
6.11 Cash and cash equivalents	37
6.12 Total equity	37
6.13 Loan liabilities	39
6.14 Employee benefit liabilities	39
6.15 Other long – term liabilities	39
6.16 Suppliers and other liabilities.....	40
6.17 Current tax liabilities.....	40
6.18 Other short – term liabilities.....	41
6.19 Cost of goods sold.....	41
6.20 Administrative / distribution expenses.....	42
6.21 Other operating income / expenses	42
6.22 Financial income / expenses.....	43
6.23 Income tax	43
6.24 Earnings per share	44
6.25 Contingencies.....	45
6.26 Transactions with affiliated parties.....	46
6.27 Events after the balance sheet date.....	48



ΚΩΝ. ΚΑΡΑΔΑΖΙΑΠΗΣ & ΥΙΟΙ ΑΕΒΕ

INCOME STATEMENTS

		GROUP		COMPANY	
		1/1 - 31/3/2006	1/1 - 31/3/2005	1/1 - 31/3/2006	1/1 - 31/3/2005
Sales		46.078.303	51.742.936	14.537.989	16.267.048
Cost of goods sold	6.19	(43.613.926)	(43.591.081)	(13.317.264)	(12.915.892)
Gross Profit		2.464.378	8.151.855	1.220.725	3.351.156
Other operating income	6.21	1.306.889	825.126	1.306.348	174.906
Administration expenses	6.20	(1.292.334)	(1.136.633)	(465.027)	(324.948)
Distribution expenses	6.20	(1.780.167)	(1.296.678)	(620.374)	(566.982)
Other operating expenses	6.21	(724.816)	(148.374)	(648.816)	(98.444)
Results Before Taxes Financing and Investments Results		(26.049)	6.395.296	792.856	2.535.687
Financial Income	6.22	595.935	162.870	3.523.710	2.162.870
Financial Expenses	6.22	(471.514)	(919.184)	(286.749)	(500.854)
Profit / Loss from affiliated companies		(39.048)	0		
			0		
Earnings before taxes		59.323	5.638.982	4.029.816	4.197.704
Income tax	6.23	(343.127)	(1.922.165)	(356.233)	(729.575)
Earnings after taxes		(283.804)	3.716.818	3.673.584	3.468.129
Allocated to :					
<i>The parent's shareholders</i>		<i>(331.232)</i>	<i>3.499.657</i>		
<i>Minority interest</i>		<i>47.428</i>	<i>217.161</i>		
<i>Basic Earnings per share</i>	6.24	<i>(0,02)</i>	<i>0,16</i>	<i>0,17</i>	<i>0,16</i>
Brief results for the period					
Earnings Before Taxes Financing and Investments Results, Depreciations and Amortizations		336.673	6.728.771	1.053.257	2.767.118
Earnings Before Taxes Financing and Investments Results		(26.049)	6.395.296	792.856	2.535.687
Earnings before taxes		59.323	5.638.982	4.029.816	4.197.704
Earnings after taxes		(283.804)	3.716.818	3.673.584	3.468.129



ΚΩΝ. ΚΑΡΑΩΣΙΑΦΗΣ & ΥΙΟΙ ΑΕΒΕ

Balance Sheet

ASSETS	Σημείωση	GROUP		COMPANY	
		31/3/2006	31/12/2005	31/3/2006	31/12/2005
Non – current assets					
Tangible Assets	6.1	45.976.517	46.109.283	39.663.097	39.736.492
Goodwill	6.2	912.358	946.621	267.952	290.982
Investments in Subsidiary Companies	6.3	0	0	54.637.002	54.637.002
Investments in Associate Companies	6.3	1.736.949	5.899.841	1.940.303	6.064.147
Differed tax receivables	6.4	0	96.464	0	0
Other Long – term receivables	6.5	316.304	315.304	47.669	47.669
		48.942.129	53.367.513	96.556.023	100.776.292
Current assets					
Inventories	6.6	26.624.664	24.974.647	10.063.364	7.767.867
Customers and other Trade Receivables	6.7	35.297.609	32.765.476	21.362.884	17.367.175
Financial assets available for sale	6.10	11.104	8.427	11.404	8.427
Subsidiary companies receivables	6.3	267.459	264.787	4.267.459	1.264.787
Other Receivables	6.8	10.987.029	8.793.525	9.971.424	8.039.175
Other Current Assets	6.9	1.421.141	4.488.307	1.112.594	4.283.152
Cash and cash equivalents	6.11	4.847.661	3.261.732	2.784.082	1.332.456
		79.456.668	74.556.901	49.573.212	40.063.039
Total Assets		128.398.797	127.924.414	146.129.235	140.839.331
EQUITY & LIABILITIES					
Equity					
Share capital	6.12	6.576.171	6.576.171	6.576.171	6.576.171
Share premium reserves	6.12	887.366	887.366	887.366	887.366
Fair value reserves	6.12	4.970.054	4.970.054	32.706.752	32.706.752
Other reserves	6.12	8.290.528	6.880.494	6.077.962	6.072.929
Retained earnings		(2.978.752)	(1.229.923)	2.901.354	(772.229)
Total assets classified as held for sale		17.745.368	18.084.163	49.149.605	45.470.988
Minority interest		1.967.888	1.904.308		
Exchange differences from conversion of subsidiaries abroad		16.811	102.815		
Total equity		19.730.066	20.091.285	49.149.605	45.470.988
Long – term liabilities					
Long – term bank liabilities	6.13	20.295.589	20.399.592	18.650.000	18.939.037
Deferred tax liabilities	6.4	197.743	0	11.374.145	11.017.912
Liabilities for pension plans	6.14	478.246	450.346	169.127	169.127
Other long – term liabilities	6.15	7.371.144	7.557.059	6.369.051	6.337.367
Total long – term liabilities		28.342.722	28.406.998	36.562.322	36.463.443
Short – term liabilities					
Suppliers and related liabilities	6.16	12.561.927	20.798.412	8.049.588	16.274.998
Current tax liabilities	6.17	667.779	1.286.081	513.508	635.105
Short – term bank liabilities	6.13	59.146.341	49,468.177	45,521.964	35,591,980
Long – term liabilities payable in the next period	6.13	5,526,414	5,525,414	5,300,000	5,300,000
Other short – term liabilities	6.18	2,423,548	2,348,046	1,032,248	1,102,817
Total Short – term Liabilities		80.326.009	79.426.131	60.417.308	58.904.900
Total Liabilities		108.668.731	107.833.129	96.979.630	95.368.343
Total Equity & Liabilities		128.398.797	127.924.414	146.129.235	140.839.331



ΚΩΝ. ΚΑΡΔΙΑΣΤΡΑΦΗΣ & ΥΠΟΛΕΒΕ

Consolidated Statement of changes in equity

Consolidated statement of changes in equity

Attribute to the parent's shareholders

Σημείωση	Attribute to the parent's shareholders							Minority interest	Exchange differences from conversion of subsidiaries abroad	Total
	Share capital	Share premium	Legal reserve	Fair value reserves	Other reserves	Retained earnings	Total			
Balance as at January 1st 2005, according to previous accounting principles	6.652.140	887.366	1.237.401	3.871.608	5.484.964	-7.393.877	10.739.601	1.750.711	-292.469	12.197.843
<i>Change in Equity for the period 01/01 – 31/12/2005</i>										
Reserve from fixed assets revaluation for 2005				1.005.966			1.005.966			1.005.966
Transfer of previous years' profits to other reserves					1.201.065		1.201.065			1.201.065
Sale of own shares					45.509		45.509			45.509
Change in reserves due to allocation to shareholders						343.545	343.545		-5.621	337.924
Change in exchange differences from conversion of subsidiaries abroad							0	112.226		112.226
							0			0
							0			0
							0			0
							0			0
Total recognized Profit /loss for the Period	0	0	0	1.005.966	1.246.574	343.545	2.596.086	112.226	-5.621	2.702.691
Balance of Equity as at March 31th 2005	6.652.140	887.366	1.237.401	4.877.574	6.731.538	-7.050.332	13.335.687	1.862.937	-298.090	14.900.533
Balance as at January 1st 2006, according to previous accounting principles	6.576.171	887.366	1.237.401	4.970.054	5.643.094	-1.229.923	18.084.163	1.904.307	102.815	20.091.285
Other Adjustments						-12.597	-12.597			-12.597
Change in exchange differences from conversion of subsidiaries abroad							0	16.151	-86.004	-69.853
Change form sale/purchase of own shares					5.034		5.034			5.034
Transfer of previous years' profits to other reserves					1.405.000	-1.405.000	0			0
Net results for the period 01/01-31/3/2006						-331.232	-331.232	47.428		-283.804
Change in minority interest							0			0
Total Recognized Profit / loss for the Period	0	0	0	0	1.410.034	-1.748.829	-338.795	63.580	-86.004	-361.219
Balance of Equity as at March 31th 2006	6.576.171	887.366	1.237.401	4.970.054	7.053.127	-2.978.752	17.745.368	1.967.887	16.811	19.730.066

Interim financial statements for the six month period
from January 1st to June 31st 2006



ΚΟΝ. ΚΑΡΔΙΑΣΙΑΦΗΣ & ΥΠΟΛΟΓΙΣΤΩΝ

Statement of changes in the Parents Company's Equity

	Attribute to the parent's shareholders							Total
	Share Capital	Share premium	Legal reserve	Reserve from fixed assets revaluation	Reserve of affiliated companies revaluation	Other reserves	Retained earnings	
Balance as at January 1st 2005, according to previous accounting principles	6.652.140	887.366	1.218.082	3.749.851	26.788.748	4.942.717	(6.069.319)	38.169.585
<i>Change in Equity for the period 01/01 – 31/3/2005</i>								
Net results for the period 01/01-31/3/2005	-	-	-	1.005.967	-	45.209	3.468.129	4.519.304
Total recognized Profit /loss for the Period	-	-	-	1.005.967	-	45.209	3.468.129	4.519.304
Balance of Equity as at March 31th 2005	6.652.140	887.366	1.218.082	4.755.817	26.788.748	4.987.925	(2.601.190)	42.688.889
Balance as at January 1st 2006, according to previous accounting principles	6.576.171	887.366	1.218.082	4.844.116	27.862.636	4.854.846	(772.229)	45.470.988
<i>Change form sale/purchase of own shares</i>						5.034		5.034
Net results for the period 01/01-31/3/2006	-	-	-	0	-		3.673.584	3.673.584
Total recognized Profit /loss for the Period	-	-	-	0	-	5.034	3.673.584	3.678.617
Balance of Equity as at March 31th 2006	6.576.171	887.366	1.218.082	4.844.116	27.862.636	4.859.880	2.901.354	49.149.606

Interim financial statements for the six month period
from January 1st to June 31st 2006



ΚΩΝ. ΚΑΡΑΑΖΙΔΑΚΗΣ & ΥΙΟΙ ΑΕΒΕ

Cash flow statement

	GROUP PERIOD		COMPANY PERIOD	
	31/3/2006	31/3/2005	31/3/2006	31/3/2005
Earnings for the period before taxes	59.323	5.638.982	4.029.816	4.197.704
Plus / less adjustments for :	0	0	0	0
Depreciations for the period 01.01 – 31.3.	362.722	333.475	260.401	231.430
Provisions	-408.500	91.733	0	-104.544
Exchange difference	313.182	-58.227	401.144	0
Results (revenues, expenses, earnings and losses) from investment activities	0	0	0	0
- Loss from acquisition of tangible assets	1.000	13.270	0	0
- Grants of tangible assets	-30.554	-14.379	-30.554	-12.838
Interest payable and similar charges	-3.001.195	-1.319.555	-3.236.961	-1.557.473
Plus / less adjustments for changes of working capital or similar with operating activities	0	0	0	0
Reduction /(increase) of inventories	-1.249.017	-7.318.462	-2.295.497	-1.195.991
Reduction /(increase) of receivables	-4.556.332	4.675.104	-8.930.629	-400.630
Reduction /(increase) of prepayments	3.172.239	183.006	3.170.557	166.752
Reduction /(increase) of short – term liabilities (except for banks and taxes)	-5.429.448	-2.900.717	-8.264.989	-1.711.310
Reduction /(increase) of liabilities from taxes	-31.235	208.902	0	-532.632
Reduction /(increase) of accruals and deferred income accounts (receive payment for grant)	-89.388	227.842	-84.724	175.360
Less :	0	0	0	0
Interest payable /interest receivable	-378.742	-738.771	-284.977	-500.854
Income tax /Tax differences / Other not charged to the operating cost taxes	-783.217	-291	0	0
Total of inputs /(outputs) form operating activities	-12.049.163	-978.088	-15.266.412	-1.245.024
Cash flows from investment activities				
Acquisition of subsidiaries, affiliated companies, joint ventures and other investments	4.335.847	45.209	4.246.399	45.209
Purchase of tangible and intangible fixed assets	-222.896	-680.259	-163.976	-622.013
Amounts collected from sales tangible and intangible assets	1.234	4.661	0	0
Increase in other long term receivables	0	-3.848	0	0
Interest collected	295	58.326	295	58.326
Dividends collected	0	0	3.000.000	2.000.000
Total inflows / (outflows) from investing activities (b)	4.114.479	-575.911	7.082.718	1.481.522
Cash flows from financing activities				
Amounts collected from increase in share capital	0	0	0	0
Amounts collected from loans received	10.648.479	0	9.929.985	0
Increase in long term loan liabilities	0	-312.673	0	-249.919
Settlement of loan liabilities	-1.073.319	1.605.465	-289.037	186.190
Settlement of liabilities from leasing	-54.548	-11.505	-5.627	-19.386
Dividends paid	0	0	0	0
Total inflows / (outflows) from financing activities ©	9.520.612	1.281.287	9.635.321	-83.115
Net increase /(decrease) in cash and cash equivalent in the period (a) + (b) + (c)	1.585.929	-272.712	1.451.626	153.383
Opening balance of cash and cash equivalents	3.261.732	4.430.334	1.332.456	1.517.950
Closing balance of cash and cash equivalents	4.847.661	4.157.622	2.784.082	1.671.333

1. Information on the group

1.1 General Information

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

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

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

The financial statements for the period ending on March 31st 2006 (including the comparative data for the period ending on December 31st 2004) were approved by the Board of Directors of the company CARDICO S.A. on May 30th 2006.

1.2 Nature of activities

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

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

Additionally the company elaborates and trades in pastry items.

2. Basis for preparation of the financial statements

The consolidated financial statements of **Cardico S.A.** as of March 31st, 2006 (the date of transition is January 1st, 2004) covering the period up to December 31st, 2005 have been compiled based on the historic cost principle as this is amended by the readjustment of specific asset and liability items into market values, the going concern principle and are in accordance with the International Financial Reporting Standards (IFRS) that have been issued by the International Accounting Standards Board (IASB) and their interpretations that have been issued by the International Financial Reporting Interpretations Committee (IFRIC) of the IASB.

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

IAS 1	Presentation of Financial Statements
IAS 2	Inventories
IAS 7	Cash Flow Statements
IAS 8	Net Profit or Loss, Basic Error and Changes in Accounting Estimates
IAS 10	Events After the Balance Sheet Date
IAS 11	Construction Contracts
IAS 12	Income Taxes
IAS 14	Segment Reporting
IAS 16	Tangible Fixed Assets
IAS 17	Leases
IAS 18	Income
IAS 19	Employee Benefits
IAS 20	Accounting for Government Grants and Disclosure of Government Assistance
IAS 21	The Effects of Changes in Foreign Exchange Rates
IAS 23	Borrowing Costs
IAS 24	Affiliated Party Disclosures
IAS 26	Accounting and Reporting of Retirement Benefit Plans

IAS 27	Consolidated Financial Statements and accounting of investments in subsidiaries
IAS 28	Accounting of Investments in Associate Companies
IAS 29	Financial Statements in hyper-inflationary economies
IAS 30	Disclosures with financial statements of banks and similar financial institutions
IAS 31	Financial presentation of rights in joint-ventures
IAS 32	Financial Instruments: Disclosures and Presentation
IAS 33	Earnings Per Share
IAS 34	Interim Financial Statements
IAS 36	Impairment of Assets
IAS 37	Provisions, Contingent Liabilities and Contingent Assets
IAS 38	Intangible Assets
IAS 39	Financial Instruments: Recognition and Valuation
IAS 40	Investments in Property
IAS 41	Agriculture
IFRS 1	First-Time adoption of International Financial Reporting Standards
IFRS 2	Payments with net worth items
IFRS 3	Business Combinations
IFRS 4	Insurance Contracts
IFRS 5	Non current assets held for sale and discontinued operations

The financial statements fall under IFRS 1 "First-Time adoption of IFRS" since they constitute the first financial statements, which are prepared and published on such a basis.

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

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

3. Basic accounting principles

The accounting principles according to which the attached financial statements are compiled and which the Group applies consistently are the following:

3.1 New accounting principles and interpretations of IFRIC

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

- IFRS 6. Exploration and evaluation of mineral resources

It does not apply to the Group and thus will not affect its financial statements.

- IFRIS 3. Rights for gas emission

It does not apply to the Group and thus will not affect its financial statements.

- IFRIS 4. Determination of whether a receivable includes a lease

It does not apply to the Group and thus will not affect its financial statements.

- IFRIC 5. Rights to interests arising from decommissioning, restoration and environmental rehabilitation funds

It does not apply to the Group and thus will not affect its financial statements.

3.2 Segment reporting

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

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



ΚΩΝ. ΚΑΡΔΑΜΩΤΑΚΗ & ΥΙΟΙ ΑΕΒΕ

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

3.3 Consolidation

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

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

Specifically as regards to business combinations that had taken place prior to the Group's transition date to the IFRS (January 1st, 2004) the exemption provided under IFRS 1 was used and the purchase method was not used retroactively. Based on this exemption the Company did not recalculate the acquisition cost of the subsidiaries that had been acquired prior to the date of transition to the IFRS, nor the fair value of the acquired assets and liabilities at the date of acquisition. Consequently, the goodwill recognized as at the

transition date, was based on the IFRS 1 exemption, was calculated based on the prior accounting principles and was presented in the same way as the group's last published financial statements before the transition to IFRS.

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

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

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

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

The Group's share in the profits or losses of associated companies after the acquisition is recognized in the income statement, while the share of changes in reserves after the acquisition is recognized in the reserves. The cumulated changes affect the book value of the investments in associated companies. When the Group's share in the losses of an associate is equal or larger than its participation in the associate, including any other doubtful debts, the Group does not recognize any further losses, unless it has covered



ΚΩΝ. ΚΑΡΑΛΙΑΓΑΠΗΣ & ΥΙΟΙ ΑΕΒΕ

liabilities or made payments on behalf of the associate or those that emerge from ownership.

3.4 Group Structure

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

CONSOLIDATION METHOD AND PERCENTAGES		
CARDICO S.A.	PARENT	
ECHALIE S.A.	FULL CONSOLIDATION	100,00%
TESCO S.A.	FULL CONSOLIDATION	51,00%
XIFORFROUT S.A.	FULL CONSOLIDATION	57,69%
NUT COMPANY S.A.	FULL CONSOLIDATION	57,50%
SIFAKIS S.A.	FULL CONSOLIDATION	51,00%
SDOUKOS ANTONIOS S.A.	EQUITY CONSOLIDATION	24,92%

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

3.5 Foreign currency conversion

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

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

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

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



ΚΩΝ. ΚΑΡΔΑΛΙΑΔΗΣ & ΥΙΟΙ ΑΕΒΕ

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

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

3.6 Tangible assets

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

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

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



ΚΩΝ. ΚΑΡΑΑΖΙΤΑΠΗΣ & ΥΙΟΙ ΑΕΒΕ

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

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

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

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

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

3.7 Intangible assets

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

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

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



ΚΩΝ. ΚΑΡΔΑΜΩΤΑΠΗ & ΥΙΟΙ ΑΕΒΕ

annual basis for any reduction in its value, if there are facts providing indication for loss according to IAS 36.

Surplus value arisen from the acquisition of subsidiary companies in previous years which had been recorded according to the previous accounting principles as negative in consolidated capital and reserves continues to reduce capital and reserves (at results carried forward of the Group).

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

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

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

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

3.8 Impairment of Assets

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



ΚΩΝ. ΚΑΡΑΑΖΙΤΣΑΚΗΣ & ΥΙΟΙ ΑΕΒΕ

subject to an impairment review when there is evidence that their value will not be recoverable. The recoverable value is the greater of the net sales value and the value in use. An impairment loss is recognized by the company when the book value of these assets (or cash flow generating unit) is greater than its recoverable amount.

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

3.9 Financial instruments

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

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

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

These comprise financial assets that held for trading purposes.

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

ii) Loans and receivables

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

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

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

iii) Investments held to maturity

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

iv) Financial assets available for sale

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

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

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

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

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



ΚΩΝ. ΚΑΡΑΑΖΙΤΑΡΗΣ & ΥΙΟΙ ΑΕΒΕ

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

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

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

3.10 Inventories

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

3.11 Trade receivables

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



ΚΩΝ. ΚΑΡΔΑΛΙΑΠΗ & ΥΙΟΙ ΑΕΒΕ

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

3.12 Cash and cash equivalents

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

3.13 Non-current assets classified as held for sale

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

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

3.14 Own shares

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

3.15 Income tax & deferred tax

The period charge for income tax comprises current tax and deferred tax, i.e. the tax charges or tax credits that are associated with economic benefits accruing in the period but

have been assessed by the tax authorities in different periods. Income tax is recognized in the income statement of the period, except for the tax relating to transactions that have been booked directly to equity, in which case it is, accordingly, booked directly to equity.

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

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

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

Deferred tax assets and liabilities are valued based on the tax rates that are expected to be in effect during the period in which the asset or liability will be settled, taking into consideration the tax rates (and tax laws) that have been put into effect or are essentially in effect up until the balance sheet date. In the event where it is impossible to identify the timing of the reversal of the temporary differences, the tax rate in effect on the day after the balance sheet date is used.

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

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

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

3.16 Employee benefits

Short-term benefits: Short-term employee benefits (except post-employment benefits) monetary and in kind are recognized as an expense when they accrue. The company officially or unofficially does not implement any special plan for benefits to its employees. The only plan implement is the conventional obligation (based on Greek law 2112/20) to provide a lump sum. For the above amount the company makes a provision when considered necessary according to an actuarial study.

3.17 Grants

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

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

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

3.18 Provisions

Provisions are recognized when the Group has present obligations (legal or constructive) as a result of past events, their settlement through an outflow of resources is probable and the exact amount of the obligation can be reliably estimated. Provisions are reviewed during the date when each balance sheet is compiled so that they may reflect the present value of the

outflow that is expected to be required for the settlement of the obligation. Contingent liabilities are not recognized in the financial statements but are disclosed, except if the probability that there will be an outflow of resources that embody economic benefits is very small. Contingent claims are not recognized in the financial statements but are disclosed provided that the inflow of economic benefits is probable.

3.19 Recognition of income and expenses

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

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

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

3.20 Leases

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

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

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

3.21 Dividend distribution

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

4. Business Risk Management

Financial Risk Factors

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

Market Risk

Foreign Exchange Risk

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

Price risk

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

Credit Risk

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

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

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

Liquidity Risk

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

5. Financial information by sector

Primary information sector – Geographic segments

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

The results for each segment are analyzed as follows:



ΚΩΝ. ΚΑΡΠΑΛΙΑΠΗΣ & ΥΙΟΙ ΑΕΒΕ

the results for the period ended at **March 31 2005** for each sector were :

1/1 - 31/3/2005

	GREECE	FRANCE	OTHER	TOTAL	INTER - COMPANY ELIMINATIONS		CONSOLIDATED BALANCE
Notes							
Sales	17.557.586	27.842.440	9.500.518	54.900.543	3.157.607	0	51.742.936
Cost of goods sold	13.902.467	23.878.283	8.967.938	46.748.688	0	3.157.607	43.591.081
Gross Profit	3.655.119	3.964.157	532.579	8.151.855	0	0	8.151.855
Other operating income	187.517	637.609	0	825.126	0	0	825.126
Administration expenses	536.806	509.092	213.396	1.259.294	0	0	1.136.633
R&D expenses	0	0	0	0	0	0	0
Distribution expenses	797.874	498.804	0	1.296.678	0	0	1.296.678
Other operating expenses	16.871	8.841	0	25.712	0	0	148.374
Operating Results	2.491.083	3.585.029	319.183	6.395.296	0	0	6.395.296
Financial Income	2.162.870	0	0	2.162.870	2.000.000	0	162.870
Financial Expenses	564.442	309.987	44.754	919.184	0	0	919.184
Earnings before taxes	4.089.511	3.275.042	274.429	7.638.982	0	0	5.638.982
Tax Expense	-729.575	-1.175.000	-17.589	-1.922.165	0	0	-1.922.165
Earnings after tax	4.113.309	4.450.042	241.862	5.716.818	0	0	3.716.818
Net earnings	4.113.309	4.450.042	241.862	5.716.818	0	0	3.716.818
Minority Interests	-35.393	0	134.470	99.077	118.083	0	217.161
Net earnings for the period	4.148.702	4.450.042	107.392	5.617.740	5.275.691	3.157.607	3.499.657

the results for the period ended at **March 31 2006** for each sector were :

1/1 - 31/3/2006

	GREECE	FRANCE	OTHER	TOTAL	INTER - COMPANY ELIMINATIONS		CONSOLIDATED BALANCE
Notes							
Sales	16.431.608	24.927.000	6.880.973	48.239.581	2.161.278		46.078.303
Cost of goods sold	14.960.531	24.473.000	6.341.672	45.775.203		2.161.278	43.613.926
Gross Profit	1.471.077	454.000	539.301	2.464.378			2.464.378
Other operating income	1.357.289	0		1.357.289	50.400		1.306.889
Administration expenses	579.479	385.000	327.855	1.292.334			1.292.334
R&D expenses	0			0			0
Distribution expenses	868.167	912.000		1.780.167			1.780.167
Other operating expenses	648.816	76.000		724.816			724.816
Operating Results	731.905	(919.000)	211.446	24.351			-26.049
Financial Income	3.523.710	66.000	6.225	3.595.935	3.000.000		595.935
Financial Expenses	353.837	91.000	26.678	471.514			471.514
Earnings before taxes	3.901.778	(944.000)	190.994	3.148.771			59.323
Tax Expense	-343.127	0		-343.127			-343.127
Earnings after tax	3.558.651	(944.000)	190.994	2.805.645			-283.804
Net earnings	3.558.651	(944.000)	190.994	2.805.645			-283.804
Minority Interests	-54.930	0	93.587	38.657	8.772		47.428
Net earnings for the period	3.503.721	-944.000	284.581	2.844.301			-331.232

Secondary information sector

The group is active in three business segments:

- Industrial activity
- Commercial activity
- Sales of other stocks

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



ΚΩΝ. ΚΑΡΑΑΣΤΑΦΙΔΗΣ & ΥΙΟΙ ΑΕΒΕ

	1/1 - 31/3/2006	1/1 - 31/3/2005
COMMERCIAL ACTIVITY	34.580.365	39.716.670
INDUSTRIAL ACTIVITY	13.438.616	14.618.544
OTHER ACTIVITIES	220.600	565.329
TOTAL	48.239.581	54.900.543
Less :		
Internal sales	2.161.278	3.157.607
TOTAL	46.078.303	51.742.936

6. Notes on the Financial Statements

6.1 Tangible assets

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

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

On the parent company's buildings and land there is a mortgage in favor of bond holding loaners for the amount of € 25.000.000, while on buildings and land of the subsidiary company SIFAKIS SA there is a prenotation of mortgage for the amount of € 2.530.000.



ΚΩΝ. ΚΑΡΑΪΣΙΑΠΗΣ & ΥΙΟΙ ΑΕΒΕ

	GROUP						
	Land	Buildings	Mechanical equipment	Transportation equipment	Furniture and other equipment	Tangible assets under construction	Total
Gross Book Value	8.440.783	25.114.971	10.659.288	750.480	1.334.985	25.819	46.326.327
Accumulated depreciation and value impairment	(49.840)	(641.030)	(1.343.833)	(196.246)	(434.031)	-	(2.664.981)
Book value as at January 1st 2005	8.390.943	24.473.941	9.315.454	554.234	900.954	25.819	43.661.346
Gross Book value	9.833.328	25.905.478	11.972.578	777.244	1.552.683	25.819	50.067.129
Accumulated depreciation and value impairment	(49.840)	(1.176.655)	(1.903.438)	(280.419)	(547.495)	-	(3.957.847)
Book value as at December 31st 2005	9.783.488	24.728.823	10.069.139	496.825	1.005.188	25.819	46.109.283
Gross Book value	9.833.328	25.949.126	12.103.915	777.245	1.589.646	25.819	50.279.078
Accumulated depreciation and value impairment	(49.840)	(1.311.859)	(2.058.391)	(301.224)	(581.248)	-	(4.302.561)
Book value as at March 31st 2006	9.783.488	24.637.267	10.045.524	476.021	1.008.399	25.819	45.976.517

	Land	Buildings	Mechanical equipment	Transportation equipment	Furniture and other equipment	Tangible assets under construction	Total
Book value as at January 1st 2005	8.390.943	24.473.941	9.315.454	554.234	900.954	25.819	43.661.346
Additions – Sales – Reductions	1.392.545	790.506	1.313.290	26.764	217.698	0	3.740.803
Depreciations	0	0	0	(35.108)	0	0	(35.108)
Transfers	0	(535.624)	(559.605)	(49.065)	(113.464)	-	(1.257.758)
Land & buildings Revaluation	0	0	0	-	-	0	0
Book value as at December 31st 2005	9.783.488	24.728.823	10.069.139	496.825	1.005.188	25.819	46.109.283
Additions from acquisition of subsidiaries	0	44.500	0	0	6.417	0	50.917
Additions – Sales – Reductions	0	(852)	131.337	0	30.546	0	161.032
Depreciations	-	-	-	-	-	-	-
Transfers	0	(134.079)	(150.467)	(20.805)	(33.753)	-	(339.103)
Net foreign exchange differences	-	(1.126)	(4.486)	-	-	-	(5.612)
Net foreign exchange differences	0	0	0	0	0	0	0
Book value as at March 31st 2006	9.783.488	24.637.267	10.045.524	476.021	1.008.399	25.819	45.976.517



ΚΩΝ. ΚΑΡΑΪΣΤΑΦΙΔΗΣ & ΥΙΟΙ ΑΕΒΕ

	COMPANY						
	Land	Buildings	Mechanical equipment	Transportation equipment	Furniture and other equipment	Tangible assets under construction	Total
Gross Book Value	7.477.931	21.918.649	7.482.223	304.002	700.808	25.819	37.909.432
Accumulated depreciation and value impairment		(73.644)	(519.386)	(57.467)	(72.667)		(723.164)
Book value as at January 1st 2005	7.477.931	21.845.004	6.962.838	246.535	628.141	25.819	37.186.268
Gross Book value	8.870.476	22.542.056	8.732.895	330.766	842.373	25.819	41.344.385
Accumulated depreciation and value impairment	0	(475.735)	(899.772)	(89.200)	(143.187)	0	(1.607.894)
Book value as at December 31st 2005	8.870.476	22.066.321	7.833.124	241.566	699.186	25.819	39.736.492
Gross Book value	8.870.476	22.541.204	8.864.176	330.766	875.919	25.819	41.508.361
Accumulated depreciation and value impairment	0	(578.234)	(1.006.808)	(97.483)	(162.740)	0	(1.845.265)
Book value as at March 31st 2006	8.870.476	21.962.971	7.857.368	233.284	713.180	25.819	39.663.097

	Land	Buildings	Mechanical equipment	Transportation equipment	Furniture and other equipment	Tangible assets under construction	Total
Book value as at January 1st 2005	7.477.931	21.845.004	6.962.838	246.535	628.141	25.819	37.186.268
Additions – Sales – Reductions	1.392.545	623.408	1.250.672	26.764	141.565	-	3.434.954
Depreciations		(402.091)	(380.386)	(31.733)	(70.520)	-	(884.730)
Transfers Land & buildings Revaluation							
Book value as at December 31st 2005	8.870.476	22.066.321	7.833.124	241.566	699.186	25.819	39.736.492
Additions from acquisition of subsidiaries							
Additions – Sales – Reductions		(852)	131.281	0	33.546	0	163.976
Depreciations		(102.499)	(107.037)	(8.283)	(19.553)	-	(237.371)
Transfers Net foreign exchange differences							
Book value as at March 31st 2006	8.870.476	21.962.971	7.857.368	233.284	713.180	25.819	39.663.097

6.2 Intangible assets

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

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



ΚΩΝ. ΚΑΡΑΛΙΑΠΗ & ΥΙΟΙ ΑΕΒΕ

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

	GROUP			
	SOFTWARE	OTHER INTANGIBLE	GOODWILL	TOTAL
Gross Book Value	589.295	299.000	148.839	1.037.134
Accumulated depreciation and value impairment	(144.162)	(62.000-)		(206.162)
Book value as at January 1st 2005	445.133	237.000	148.839	830.972
Gross Book Value	731.045	426.000	157.881	1.314.926
Accumulated depreciation and value impairment	(265.889)	(94.619-)	(7.797-)	(368.305)
Book value as at December 31st 2005	465.156	331.381	150.084	946.621
Gross Book Value	731.045	426.000	157.881	1.314.926
Accumulated depreciation and value impairment	(285.754)	(109.017)	(7.797)	(402.568)
Book value as at March 31st 2006	445.291	316.983	150.084	912.358
	SOFTWARE	OTHER INTANGIBLE	GOODWILL	TOTAL
Book value as at January 1st 2005	445.133	237.000	148.839	830.972
Additions /Sales – Reductions			9.042	9.042
Depreciations	141.750-	127.000		268.750-
Transfers	(121.727)	(32.619)	(7.797-)	(162.143)
Net foreign exchange differences				0
Book value as at December 31st 2005	465.156	331.381	150.084	946.621
Additions from acquisition of subsidiaries				0
Additions				0
Sales – Reductions				-
Depreciations	(19.865)	(3.754)		(23.619)
Transfers		(10.644)		(10.644)
Net foreign exchange differences				0
Book value as at March 31st 2006	445.291	316.983	150.084	912.358



ΚΩΝ. ΚΑΡΑΛΙΑΠΗ & ΥΙΟΙ ΑΕΒΕ

	SOFTWARE	COMPANY OTHER INTANGIBLE ASSETS	Total
Gross Book Value	439.816	0	439.816
Accumulated depreciation and value impairment	(99.491)	0	(99.491)
Book value as at January 1st 2005	340.325	0	340.325
Gross Book Value	356.506	130.000	486.506
Accumulated depreciation and value impairment	(194.906)	(618)	(195.524)
Book value as at December 31st 2005	161.600	0	290.982
Gross Book Value	356.506	130.000	486.506
Accumulated depreciation and value impairment	(217.936)	(618)	(218.554)
Book value as at March 31st 2006	138.570	129.382	267.952

	Software	OTHER INTANGIBLE ASSETS	Total
Book value as at January 1st 2005	340.325-		340.325
Additions		130.000-	130.000
Sales / Reductions	(83.310-)		(83.310)
Depreciations	(95.415)	(618-)	(96.033)
Transfers	-		0
Net foreign exchange differences	-		0
Book value as at December 31st 2005	161.600	-	290.982
Additions from acquisition of subsidiaries			0
Additions	0		0
Sales / Reductions			0
Depreciations	(23.030)		(23.030)
Transfers			0
Net foreign exchange differences			0
Book value as at March 31st 2006	138.570	129.382-	267.952

Intangible assets include software programs and software licenses.

6.3 Investments in affiliated companies

	GROUP		COMPANY	
	31/3/2006	31/12/2005	31/3/2006	31/12/2005
<i>Investments in affiliated companies</i>	2.566.345	6.729.237	2.769.699	6.893.542
<i>Long Term Receivables against affiliated companies</i>	4.020.761	4.020.761	4.020.761	4.020.761
<i>Plus / Minus : Adjustments at fair value / impairments</i>	-4.850.156	-4.850.156	(4.850.156)	(4.850.156)
Total of Other Long Term Receivables	1.736.949	5.899.841	1.940.303	6.064.147



ΚΩΝ. ΚΑΡΔΑΛΙΑΔΗΣ & ΥΙΟΙ ΑΕΒΕ

Receivables from the group's affiliated companies

	GROUP		COMPANY	
	31/3/2006	31/12/2005	38.807	38.717
<i>Short Term Receivables against the group's affiliated companies</i>	267.459	264.787	4.267.459	1.264.787
Total of Other Long Term Receivables	267.459	264.787	4.267.459	1.264.787

	GROUP		COMPANY	
	31/3/2006	31/12/2005	31/3/2006	31/12/2005
Participations in affiliated companies	0		15.395.424	15.395.424
Plus/Minus Adjustments at fair value	0	0	39.241.578	39.241.578
Total of other long term liabilities	0	0	54.637.002	54.637.002

6.4 Deferred Tax

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

	GROUP				COMPANY				
	31/3/2006		31/12/2005		31/3/2006		31/12/2005		
	Receivable	Liability	Receivable	Liability	Receivable	Liability	Receivable	Liability	
Non current assets									
Intangible - Tangible assets	831.356	1.671.449	847.271	1.892.066	699.044	1.098.334	801.939	1.377.050	
Participation in affiliated and subsidiary companies		58.529				11.380.058		11.380.058	
Current Assets									
Financial assets estimated in fair value	102.853		29.621						
Reserves									
De-taxation of reserves			3.934						
Long – term liabilities									
Employee benefits	98.927		102.318						
Other Long – term liabilities		64.000							
Short – term liabilities									
Provisions	96.000		96.000						
Other short – term liabilities	1.247.550	780.452	1.434.912	525.525	1.161.865	756.662	1.330.226	392.970	
Offset	2.376.687	2.574.429	2.514.055	2.417.592	0	1.860.909	0	2.132.165	13.150.077
Total		-197.743		96.464		11.374.145			11.017.912

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

6.5 Other long – term receivables

The other long – term receivables are the following:

	GROUP		COMPANY	
	31/3/2006	31/12/2005	31/3/2006	31/12/2005
Given Guarantees	316.304	315.304	47.669	47.669
Total other long – term receivables	316.304	315.304	47.669	47.669

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

6.6 Inventories

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

	GROUP		COMPANY	
	31/3/2006	31/12/2005	31/3/2006	31/12/2005
Merchandise	22.365.756	22.372.411	6.507.584	5.289.630
Finished and semi – finished products	1.021.223	919.215	1.021.223	919.215
Work in progress	1.924.174	802.731	1.734.647	802.731
Raw and auxiliary materials spare parts and packing				
Spare parts and packing	1.313.512	880.290	799.910	756.290
Payments on account	0	0	0	0
Total	26.624.664	24.974.647	10.063.364	7.767.867

6.7 Customers and other trade receivables

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

	GROUP		COMPANY	
	31/3/2006	31/12/2005	31/3/2006	31/12/2005
Customers	33.676.979	32.203.424	21.848.613	19.910.655
Notes receivable	1.336.933	145.395	143.665	143.665
Checks receivables	3.265.777	4.275.343	1.675.457	654.201
Checks overdue	92.617	268.261	28.705	28.705
Doubtful contested trade	920.755	914.000	0	
Less: Impairments	(3.995.452)	(5.040.947)	(2.333.555)	(3.370.050)
Net trade receivables	35.297.609	32.765.476	21.362.884	17.367.175
			-	-
Total	35.297.609	32.765.476	21.362.884	17.367.175
Non Current Assets			-	-
Current Assets	35.297.609	32.765.476	21.362.884	17.367.175
Total	35.297.609	32.765.476	21.362.884	17.367.175

6.8 Other receivables

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

	GROUP		COMPANY	
	31/3/2006	31/12/2005	31/3/2006	31/12/2005
Sundry debtors	9.664.945	7.665.655	8.864.279	7.116.523
Advances management accounts	155.294	149.294	149.294	149.294
Receivables from public authorities	1.166.791	978.576	957.852	773.359
Total receivables from debtors	10.987.029	8.793.525	9.971.424	8.039.175
Total	10.987.029	8.793.525	9.971.424	8.039.175
Non Current Assets				
Current Assets	10.987.029	8.793.525	9.971.424	8.039.175
Total	10.987.029	8.793.525	9.971.424	8.039.175

6.9 Other current assets

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

	GROUP		COMPANY	
	31/3/2006	31/12/2005	31/3/2006	31/12/2005
Deferred charges	813.653	775.363	505.107	570.207
Accrued income	441.507	0	441.507	0
Other prepayments and accrued income	165.980	3.712.945	165.980	3.712.945
Total	1.421.141	4.488.307	1.112.594	4.283.152

6.10 Financial assets valued at fair value through the income statement

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

	GROUP		COMPANY	
	31/3/2006	31/12/2005	31/3/2006	31/12/2005
Shares / mutual funds	204.335	204.635	204.635	204.635
Fair value revaluation	(193.230)	(196.208)	(193.230)	(196.208)
Balance at the period end	11.104	8.427	11.404	8.427

6.11 Cash and cash equivalents

	GROUP		COMPANY	
	31/3/2006	31/12/2005	31/3/2006	31/12/2005
Cash in hand	2.557.085	1.942.020	616.841	74.053
Short – term bank deposits	2.290.576	1.266.947	2.167.241	1.258.403
Short-term investments (in cash)		52.765		
Total	4.847.661	3.261.732	2.784.082	1.332.456

6.12 Total equity

i) Share capital

	Number of shares	Common shares	Own shares	Total
Balance as at 31/12/2005	21.254.570	21.254.570	666.000	21.920.570
Issuance of new shares	-	-	-	-
Purchase of Parent's shares (Own shares)	-	-	2.000	2.000
Sales of parent's shares (Own shares)	-	-	-	-
Decrease of Share Capital				
Balance as at 31/03/2006	21.254.570	21.254.570	668.000	21.922.570



ΚΩΝ. ΚΑΡΑΪΣΤΑΑΠΗΕ & ΥΙΟΙ ΑΕΒΕ

The Group's share premium reserve emerged from the issuance of shares by cash at a value larger than their nominal value.

ii) Fair Value Reserves

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

	GROUP			COMPANY Reserve or affiliated companies		
	Revaluation of tangible assets	Reserve of affiliated companies revaluation	Total	Revaluation of tangible assets		Total
Balance as at January 1st 2004	2.754.389	1.115	2.755.504	2.754.389	1.115	2.755.504
Reserve amendment	(150.071)	-	(150.071)	(150.071)	-	(150.071)
Revaluation 2003	1.217.052	-	1.217.052	1.101.615	25.605.826	26.707.441
Balance as at January 1st 2004	3.821.370	1.115	3.822.485	3.705.933	25.606.941	29.312.874
Deferred tax amendment	49.122	-	49.122	43.918	1.181.806	1.225.725
Balance as at 31st December 2004	3.870.493	1.115	3.871.608	3.749.851	26.788.748	30.538.599
Deferred tax amendment	92.480	-	92.480	88.297	1.073.888	1.162.185
Revaluation 2005	1.005.967	-	1.005.967	1.005.967	-	1.005.967
Balance as at 31st December 2005	4.968.938	1.115	4.970.054	4.844.115	27.862.635	32.706.751
Reserve amendment	-	-	-	-	-	-
Balance as at 31st March 2006	4.968.938	1.115	4.970.054	4.844.115	27.862.635	32.706.751

iii) Other reserves

The Group's other reserves are analyzed as follows:

	GROUP Reserve of own			
	Legal reserve	shares	Other reserves	Total
Balance as at January 1st 2004	1.078.651	(4.150.688)	7.085.025	4.012.988
Changes during the period	158.750	(486.207)	3.036.834	2.709.377
Other changes	-	-	-	-
Balance as at December 31st 2004	1.237.401	(4.636.895)	10.121.859	6.722.365
Transfer of reserves of retained earnings from subsidiary	-	-	246.000	246.000
Sales of parent's shares (Own shares)	-	-	(87.870-)	(87.870-)
Balance as at December 31st 2005	1.237.401	(4.636.895)	10.279.989	6.880.495
Purchase/Sell of own shares	-	5.034	-	5.034
	-	-	1.405.000	1.405.000
Balance at 31st March 2006	1.237.401	(4.631.862)	11.684.989	8.290.528

The amount of € 87.870 concerns the acquisition of the own shares of the parent until the 31st of December 2005 while the amount of € 246.000, as the amount of € 1.405.000
Interim financial statements for the six month period
from January 1st to June 31st 2006



ΚΩΝ. ΚΑΡΑΪΣΤΑΑΠΗΕ & ΥΙΟΙ ΑΕΒΕ

regards to the transfer of part of profits carried forward, of the subsidiary company "ECHALIE S.A." in reserve account.

Special and extraordinary reserves are tax free and free for distribution after the decision of the meeting of shareholders.

6.13 Loan liabilities

	GROUP		COMPANY	
	31/3/2006	31/12/2005	31/3/2006	31/12/2005
Long – term loans				
Debenture loans	14.300.000	14.300.000	14.300.000	14.300.000
Bank loans	5.995.589	6.099.592	4.350.000	4.639.037
Other loans				
Total of long – term loans	20.295.589	20.399.592	18.650.000	18.939.037
	0	0	0	0
Short – term loans				
Long – term liabilities payable at next period	5.526.414	5.525.414	5.300.000	5.300.000
Bank loans	59.146.341	49.468.177	45.521.964	35.591.980
Bonds	0	0	0	0
Other loans	0	0	0	0
Total of short – term loans	64.672.755	54.993.591	50.821.964	40.891.980
TOTAL	84.968.344	75.393.184	69.471.964	59.831.016

6.14 Employee benefit liabilities

	GROUP		COMPANY	
	31/3/2006	31/12/2005	31/3/2006	31/12/2005
Balance sheet liabilities fir:				
Provisions for retirement benefits	478.246	450.346	169.127	169.127
	-		-	
Total	478.246	450.346	169.127	169.127
Charge in p&l accounts:				
Provisions for retirement benefits	27.900		0	
	-	-	-	-
Total	27.900	0	-	0

6.15 Other long – term liabilities



ΚΩΝ. ΚΑΡΑΛΙΑΠΗ & ΥΙΟΙ ΑΕΒΕ

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

	GROUP		COMPANY	
	31/3/2006	31/12/2005	31/3/2006	31/12/2005
Long term liabilities from leasing contracts	3.209.633	3.544.223	2.430.969	2.436.596
Provisions for extraordinary risks	423.430	395.430	200.000	200.000
Deferred income (grants)	3.738.082	3.617.406	3.738.082	3.700.771
Balance at the period end	7.371.144	7.557.059	6.369.051	6.337.367

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

6.16 Suppliers and other liabilities

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

	GROUP		COMPANY	
	31/3/2006	31/12/2005	31/3/2006	31/12/2005
Suppliers	9.476.361	17.359.828	7.237.552	14.774.948
Checks payable	2.981.390	3.225.092	707.859	1.306.797
Liabilities towards customers from the execution of projects	104.177	213.492	104.177	193.252
Total	12.561.927	20.798.412	8.049.588	16.274.998

6.17 Current tax liabilities

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

	GROUP		COMPANY	
	31/3/2006	31/12/2005	31/3/2006	31/12/2005
Tax expense that corresponds to the period	0	1.551.687	0	376.687
Other tax liabilities	667.779	(265.605)	513.508	258.418
TOTAL	667.779	1.286.081	513.508	635.105

6.18 Other short – term liabilities

The other short-term liabilities are analyzed as follows:

	GROUP		COMPANY	
	31/3/2006	31/12/2005	31/3/2006	31/12/2005
Social security funds	571.282	153.468	58.785	112.825
Dividends payable	67.079	68.499	17.520	18.940
Sundry creditors	360.119	1.166.896	117.141	16.973
Deferred income	52.276	67.865	0	67.865
Accrued expenses	610.654	891.319	336.215	886.215
Other short-term liabilities	762.137	0	502.587	0
Total	2.423.548	2.348.046	1.032.248	1.102.817

6.19 Cost of goods sold

The cost of goods sold is analyzed as follows:

	GROUP		COMPANY	
	31/3/2006	31/3/2005	31/3/2006	31/3/2005
Cost of inventories recognized as an expense	44.652.855	45.921.166	12.649.194	12.139.578,13
Employee remuneration and expenses	472.487	257.937	303.385	233.508
Third party remuneration and expenses	58.999	31.739	9.367	26.583
Third party benefits	295.682	105.254	145.896	92.446
Taxes – duties	56.624	64		64
Sundry expenses	111.102	274.283	103.320	274.049
Interest expenses	0	0		
Depreciations of fixed assets	186.901	159.650	170.018	149.664
Provisions	7.437	0		
Own production	(66.882)	(1.404)	(63.916)	0
Less: inter-company eliminations	(2.161.278)	(3.157.607)		
Total	43.613.926	43.591.081	13.317.264	12.915.892



ΚΩΝ. ΚΑΡΑΪΣΤΑΦΙΔΗΣ & ΥΙΟΙ ΑΕΒΕ

6.20 Administrative / distribution expenses

ADMINISTRATIVE EXPENSES

	GROUP		COMPANY	
	31/3/2006	31/3/2005	31/3/2006	31/3/2005
Employee remuneration and expenses	522.263	541.130	188.125	108.608
Third party remuneration and expenses	139.790	48.260	29.732	12.364
Third party benefits	287.150	82.505	93.797	42.998
Taxes – duties	81.418	65.265	16.936	30
Sundry expenses	185.344	219.495	99.816	127.465
Provisions	8.340	102.939		
Depreciations of fixed assets	68.028	77.039	36.620	33.484
Total	1.292.334	1.136.633	465.027	324.949

DISTRIBUTION EXPENSES

	GROUP		COMPANY	
	31/3/2006	31/3/2005	31/3/2006	31/3/2005
Cost of inventories recognized as an expense	4.852		4.852	
Employee remuneration and expenses	449.653	626.618	133.131	200.925
Third party remuneration and expenses	126.283	51.942	41.350	22.873
Third party benefits	641.993	115.175	62.818	79.546
Taxes – duties	60.897	65.727		55
Sundry expenses	411.459	258.032	349.346	235.810
Interest expenses	0	0		
Depreciations of fixed assets	81.907	76.277	28.877	27.773
Provisions	3.124	102.907		
Total	1.780.167	1.296.678	620.374	566.982

6.21 Other operating income / expenses

The other operating income and expenses are as follows:

	GROUP		COMPANY	
	31/3/2006	31/3/2005	31/3/2006	31/3/2005
Other operating income				
Grants and sundry sales income	0	105.625		105.625
Income of sequential activities	16.053	18.542	16.053	18.542
Extraordinary income – provisions income	1.341.237	700.958	1.290.295	50.739
Less: inter-company eliminations	(50.400)			
Total	1.306.890	825.126	1.306.348	174.906
Other operating expenses				
Extraordinary expenses	605.189	127.864	560.189	77.934
Extraordinary losses	63.048		63.048	
Prior years expenses	693		693	
Provisions	30.000			
Depreciators not charged to the operating cost	25.886	20.510	24.886	20.510
Total	724.816	148.374	648.816	98.444

6.22 Financial income / expenses

	GROUP		COMPANY	
	31/3/2006	31/3/2005	31/3/2006	31/3/2005
Interest income from:				
Banks / Short term liquidation investments (repos)	2.000	58.326		58.326
Dividends form subsidiaries	3.000.000		3.000.000	2.000.000
Participation earnings	523.415		523.415	
Other earnings	6.520		295	
Profit from fair value of other financial assets	64.000	104.544		104.544
Less: inter-company eliminations	(3.000.000)			
	595.935	162.870	3.523.710	2.162.870
Interest expenses from:				
Bank loans and other expenses	461.743	915.962	284.977	499.771
Leasing contracts	8.000	3.221		1.083
Participation Expenses and losses	1.772	0	1.772	
	471.515	919.184	286.749	500.854

6.23 Income tax

	GROUP		COMPANY	
	31/3/2006	31/12/2005	31/3/2006	31/12/2005
Tax for the current period	0	1.551.687	0	376.687
Prior years' tax differences	0	0	0	-
Other not charged to the operating cost taxes	217	1.306	0	-
Deferred tax	342.909	369.172	356.233	352.889
Total	343.127	1.922.165	356.233	729.575
Earnings before taxes	59.323	5.638.982	4.029.816	4.197.704
Tax contributor	-578,40%	-34,09%	29%	32%
Expected Tax Expense	(343.127)	(1.922.165)	1.168.647	1.343.265
Change adjustments in tax contributor	-	-	-	-
Adjustments for salaries which are not applicable in taxation				
- Deferred tax for the period	342.909	369.172	356.233	352.889
	343.127	3.473.851	(1.168.647)	(966.579)
Other adjustments (Tax free reserves – other tax free reductions)				
- Tax differences	0	0	0	0
- Other not charged to the operating cost taxes	217	1.306	0	0
Net tax expense	343.127	1.922.165	356.233	729.575

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



ΚΩΝ. ΚΑΡΔΑΛΙΑΠΗ & ΥΙΟΙ ΑΕΒΕ

6.24 Earnings per share

	GROUP		COMPANY	
	31/3/2006	31/3/2005	31/3/2006	31/3/2005
Earnings that correspond to the parents' shareholders	(331.232)	3.499.657	3.673.584	3.468.129
Weighted average number of shares	21.920.570	22.173.800	21.920.570	22.173.800
Basic earnings per share (euro per share)	(0,02)	0,16	0,17	0,16

6.25 Contingencies

Information regarding contingent liabilities

Against the company there are legal claims of a company named "Hellenic Investments SA – Investment Consultants" of total amount €486.311,43 which arise from signed agreements pertaining to the supervision of the construction of the new plant in Schimatari. The above claims are under arbitration by the appropriate authority which is currently examining the relevant evidence. According to the company's legal consultant it is highly likely that the above claims be rejected. Other than the above there are no cases under dispute or arbitration which might have a significant effect on the financial situation or operation of the Group.

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

COMPANY NAME	UNINSPECTED TAX YEARS
CARDICO SA	2004-2005
NUT COMPANY SA	2002-2004-2005
XIROFRUIT SA	2003-2004-2005
SIFAKIS SA	2003-2004-2005
SDOUKOS ANT. SA	2003-2004-2005

6.26 Transactions with affiliated parties

INTER - COMPANY BALANCES 31/12/2005							
LIABILITIES							
XIROFROU							
NUT							
31/12/2005	CARDICO ABEE	ECHALIE S.A	TESCO S.A	T S.A.	SIFAKIS S.A.	COMPANY S.A.	TOTALS
R							
E							
C							
E	CARDICO ABEE	1.855.534	842.616	568.022	658.401	9.646	3.934.218
I	ECHALIE S.A	788.977	146.000				934.977
V	TESCO S.A	523.791	34.000				557.791
A	XIROFROU	16					16
B	SIFAKIS S.A.	2.469					2.469
L	NUT COMPANY S.A.	47.927					47.927
E							
S							
	TOTAL	1.363.181	1.889.534	988.616	568.022	658.401	9.646 0 5.477.399

INTER – COMPANY SALES / PURCHASES 1/1 - 31/12/2005							
PURCHASERS							
XIROFROU							
NUT							
	CARDICO ABEE	ECHALIE S.A	TESCO S.A	T S.A.	SIFAKIS S.A.	COMPANY S.A.	TOTALS
S	CARDICO ABEE	5.033.063	1.070.494	1.802.121	570.131		8.475.810
A	ECHALIE S.A	853.909	2.542.000				3.395.909
L	TESCO S.A	3.330.477	791.000				4.121.477
E	XIROFROU S.A.	1.022					1.022
S	SIFAKIS S.A.						
	NUT COMPANY S.A.						
	TOTAL	4.185.408	5.824.063	3.612.494	1.802.121	570.131	0 0 15.994.218



ΚΩΝ. ΚΑΡΑΑΣΤΑΦΗΕ & ΥΙΟΙ ΑΒΕΕ

INTER - COMPANY BALANCES 31/3/2006

LIABILITIES

31/3/2006		CARDICO ABEE	ECHALIE S.A	TESCO S.A	XIROFROU T S.A.	SIFAKIS S.A.	NUT COMPANY S.A.	TOTALS
R E C E I V A B L E S	CARDICO ABEE		1.865.341	549.683	385.112	689.013	9.646	3.498.794
	ECHALIE S.A	851.129		21.000				872.129
	TESCO S.A	-41.322	17.000					-24.322
	XIROFROUT							0
	SIFAKIS S.A.	2.469						2.469
	NUT COMPANY S.A.	47.944						47.944
	TOTAL	860.220	1.882.341	570.683	385.112	689.013	9.646	0

INTER – COMPANY SALES / PURCHASES 1/1 - 31/3/2006
PURCHASERS

		CARDICO ABEE	ECHALIE S.A	TESCO S.A	XIROFROU T S.A.	SIFAKIS S.A.	NUT COMPANY S.A.	TOTALS
S A L E S	CARDICO ABEE		342.750	376.614	343.346	121.633	0	1.184.342
	ECHALIE S.A	62.152		534.000				596.152
	TESCO S.A							
	XIROFROUT S.A.	307.784	73.000					380.784
	SIFAKIS S.A.							0
	NUT COMPANY S.A.							0
	TOTAL	369.936	415.750	910.614	343.346	121.633	0	0



ΚΩΝ. ΚΑΡΔΑΛΙΑΔΗΣ & ΥΙΟΙ ΑΕΒΕ

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

6.27 Events after the balance sheet date

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