



FOURLIS HOLDINGS AE
REG. NO: 13110/06/B/86/01
OFFICES: 340 KIFISSIAS AVENUE – 154 51 N. PSYCHIKO

INTERIM CONDENSED FINANCIAL STATEMENTS

For the six month period ended 30/06/2006

The attached Financial Statements are those that were approved by the Board of Directors of "FOURLIS HOLDINGS AE" on **23/08/2006** and have been published by posting on the Internet at the web address www.fourlis.gr.

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AUDITORS' REVIEW REPORT

Review Report of Certified Auditor Accountant

To the Shareholders of
FOURLIS HOLDING A.E.

We have reviewed the accompanying Condensed Stand Alone and Consolidated Financial Statements (the "Financial Statements") of FOURLIS HOLDING A.E. (the "Company"), which comprise the balance sheet as at 30 June 2006 and the income statement, statement of changes in equity and cash flow statement for the six-month period then ended and a summary of significant accounting policies and other explanatory notes. These Financial Statements are the responsibility of the Company's management. Our responsibility is to issue a report on these Financial Statements based on our review. Our review relates to the entire six-month period and does not extend to a review of the financial information regarding the results of the second quarter of 2006.

We conducted our review in accordance with the International Standard on Review Engagements 2400 as specified by the Greek Auditing Standards. This Standard requires that we plan and perform our review to obtain sufficient evidence as to the whether the financial statements are free of material misstatements. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and, accordingly, we do not express an audit opinion.

Based on our review, nothing has come to our attention that causes us to believe that the accompanying Condensed Stand Alone and Consolidated Financial Statements are not prepared, in all material respects, in accordance with the International Financial Reporting Standards (IFRS) which have been adopted by the EU applicable to interim financial statements (IAS 34).

Without qualifying our opinion we draw attention to note 11 to the condensed financial statements, that explains that the tax obligations of the Company and its subsidiaries have not been audited by the tax authorities for certain years and therefore have not been conclusively decided for these years. The outcome of a tax audit can not presently be determined

Athens, 28 August 2006

SOL A.E. CERTIFIED AUDITORS

KPMG Kyriacou Certified Auditors A.E.

ISAIA K. THEODORIDOU
Certified Auditor Accountant
A.M. S.O.E.L. 13211

NIKOLAOS VOUNISEAS
Certified Auditor Accountant
A.M. S.O.E.L.18701

INCOME STATEMENTS CONSOLIDATED AND THE COMPANY FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2006

(in thousands of Euro, unless otherwise stated)

	Σημείωση	Consolidated				Parent Company			
		H1FY06	Q2FY06	H1FY05	Q2FY05	H1FY06	Q2FY06	H1FY05	Q2FY05
Revenue	5	200.772	108.031	171.776	88.739	0	0	0	0
Cost of sales	5	(140.269)	(75.320)	(119.831)	(61.990)	0	0	0	0
Gross profit		60.503	32.711	51.945	26.749	0	0	0	0
Other operating income		4.433	2.584	3.660	1.864	401	244	305	186
Distribution expenses		(36.250)	(19.068)	(34.138)	(20.063)	0	0	0	0
Administrative expenses		(9.857)	(5.403)	(7.153)	(1.873)	(509)	(264)	(673)	(199)
Other operating expenses		(1.813)	(1.355)	(2.404)	(1.538)	(33)	(33)	(80)	(67)
Operating profit		17.016	9.469	11.910	5.139	(141)	(53)	(448)	(80)
Net financial (expenses) - income		(2.638)	(1.621)	(2.917)	(1.684)	(143)	(61)	(192)	(107)
Income from associate companies	8	0	0	0	0	8.323	0	0	0
Profit before tax		14.378	7.848	8.993	3.455	8.039	(114)	(640)	(187)
Income tax expense	11	(6.095)	(3.711)	(3.233)	(1.258)	(117)	(122)	(24)	(20)
Profit for the period		8.283	4.137	5.760	2.197	7.922	(236)	(664)	(207)
Attributable to:									
Parent company		8.343	4.228	5.613	2.136	7.922	(236)	(664)	(207)
Minority interest		(60)	(91)	147	61	0	0	0	0
Net Profit for the period		8.283	4.137	5.760	2.197	7.922	(236)	(664)	(207)
Basic earnings per share (in Euro)									
Basic earnings per share	12	0,16	0,08	0,11	0,04	0,16	(0,00)	(0,01)	(0,00)

The attached notes on pages 8 to 15 are an integral part of the Financial Statements.

The attached financial statements on pages 3 to 15, have been prepared in accordance with International Financial Reporting Standards, as adopted by the European Union, have been approved by the Board of Directors on 23/08/2006 and are signed by:

President and
Managing Director

Vice President
of the BOD

General Manager

Chief Accountant

Vassilios St. Fourlis

Alexandros Il. Fourlis

Ioannis A. Kolitsis

Sotirios I Mitrou

BALANCE SHEETS (CONSOLIDATED AND PARENT COMPANY) AS OF 30 JUNE 2006

(in thousands of Euro, unless otherwise stated)

	Note	Consolidated		Parent company	
		30/6/2006	31/12/2005	30/6/2006	31/12/2005
Assets					
Non-current assets					
Property, plant and equipment	6	95.447	96.832	5	6
Intangible assets		4.507	4.714	31	47
Investments	7	500	500	90.383	90.383
Long Term receivables		6.882	6.440	163	163
Deferred taxes		0	1.260	0	43
Total non-current assets		107.336	109.746	90.582	90.642
Current assets					
Inventory	5	67.231	76.130	0	0
Trade receivables		57.123	63.293	265	259
Other receivables		32.743	35.143	414	385
Income tax receivable		999	0	731	748
Cash		9.637	8.396	635	90
Total current assets		167.733	182.962	2.045	1.482
Non-current assets classified as available for sale		38.528	38.231	9.379	9.379
Total Assets		313.597	330.939	102.006	101.503
Equity					
Equity attributable to equity holders of the parent					
Share capital		50.953	50.953	50.953	50.953
Share premium reserve		11.931	11.931	12.208	12.208
Reserves		49.025	47.966	27.976	27.934
(Accumulated losses) / retained earnings		(17.145)	(16.877)	949	712
		94.764	93.973	92.086	91.807
Minority interest		232	378	0	0
Total equity attributable to equity holders of the parent		94.996	94.351	92.086	91.807
Liabilities					
Non-current liabilities					
Interest bearing loans and borrowings	9	82.195	61.047	0	0
Employee retirement benefits		1.267	858	17	14
Deferred taxes		1.475	2.259	0	55
Other non-current liabilities		189	161	157	158
		85.126	64.325	174	227
Current liabilities					
Interest bearing loans and borrowings	9	47.361	57.957	2.004	9.237
Current portion of non-current interest bearing loans and borrowings	9	2.025	2.786	0	0
Income tax payable		4.155	7.475	0	0
Trade and other payables	10	79.934	104.045	7.742	232
Total current liabilities		133.475	172.263	9.746	9.469
Total liabilities		218.601	236.588	9.920	9.696
Total equity and liabilities		313.597	330.939	102.006	101.503

The attached notes on pages 8 to 15 are an integral part of the Financial Statements.

**STATEMENTS OF CONSOLIDATED MOVEMENT IN EQUITY FOR THE SIX MONTHS
PERIOD ENDED 30 JUNE 2006**

(in thousands of Euro, unless otherwise stated)

	Consolidated						
	Share Capital	Share premium reserve	Reserves	Retained earnings / (Accumulat ed losses)	Total	Minority interest	Total Equity
Balance as at 1/1/2005	50.953	11.931	26.191	(19.064)	70.011	527	70.538
Profit for the period				5.613	5.613	147	5.760
Dividend distribution				(5.095)	(5.095)	(274)	(5.369)
Reserves			11.432	(11.432)	0	0	0
Foreign exchange differences from translation of Balance Sheets in foreign currency			(34)		(34)	0	(34)
Balance as at 30/6/2005	50.953	11.931	37.589	(29.978)	70.495	400	70.895
Balance as at 1/1/2006	50.953	11.931	47.966	(16.877)	93.973	378	94.351
Profit for the period				8.343	8.343	(60)	8.283
Dividend distribution				(7.643)	(7.643)	(86)	(7.729)
Reserves			968	(968)	0	0	0
Foreign exchange differences from translation of Balance Sheets in foreign currency			91		91		91
Balance as at 30/6/2006	50.953	11.931	49.025	(17.145)	94.764	232	94.996

The attached notes on pages 8 to 15 are an integral part of the Financial Statements.

STATEMENTS OF MOVEMENT IN EQUITY (PARENT COMPANY) FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2006

(in thousands of Euro, unless otherwise stated)

	Parent Company				
	Share Capital	Share premium reserve	Reserves	Retained earnings / (Accumulated losses)	Total
Balance as at 1/1/2005	50.953	12.208	17.346	8.245	88.752
Profit for the period				(664)	(664)
Dividend distribution				(5.096)	(5.096)
Reserve			10.588	(10.588)	0
Balance as at 30/06/2005	50.953	12.208	27.934	(8.103)	82.992
Balance as at 1/1/2006	50.953	12.208	27.934	712	91.807
Profit for the period				7.922	7.922
Dividend distribution				(7.643)	(7.643)
Reserve			42	(42)	0
Balance as at 30/06/2006	50.953	12.208	27.976	949	92.086

The attached notes on pages 8 to 15 are an integral part of the Financial Statements.

**STATEMENTS OF CASH FLOWS (CONSOLIDATED AND PARENT COMPANY) FOR
THE SIX MONTHS PERIOD ENDED 30 JUNE 2006**

(in thousands of Euro, unless otherwise stated)

	Consolidated		Parent Company		
	Not e	H1FY06	H1FY05	H1FY06	H1FY05
Operating Activities					
Net profit before taxes		14.378	8.993	8.039	(640)
Movements:					
Depreciation		3.427	3.949	17	17
Provisions		4.909	3.930	3	2
Gain from the sale of fixed assets		(9)	(1)	0	0
Operating Activity Results		0	0	(8.323)	0
Interest expense		3.018	2.916	143	192
Operating profit before movements in working capital		25.723	19.787	(121)	(429)
Decrease / (Increase) in inventory		9.429	(5.704)	0	
Decrease / (Increase) in trade and other receivables		10.105	14.361	(18)	(258)
(Decrease) / Increase in liabilities		(36.248)	(31.065)	(133)	263
Cash generated from activities		9.009	(2.621)	(272)	(424)
Interest paid		(3.430)	(2.617)	(143)	(185)
Income taxes paid		(12.354)	(6.138)	(129)	(1.532)
Net cash generated from operations		(6.775)	(11.376)	(544)	(2.141)
Investment activities					
Proceeds from sale of tangible and intangible assets		620	2	0	0
Interest received		626	0	1	0
Proceeds from dividends		0	0	8.323	0
Purchase of tangible and intangible assets		(2.722)	(840)	0	(3)
Cash flows from operating activities		(1.476)	(838)	8.324	(3)
Investing activities					
Proceeds from borrowings		426.403	52.581	87.407	2.205
Repayment of borrowings		(415.521)	(62.074)	(94.642)	(83)
Payment of finance lease liabilities		(1.402)	(1.267)	0	0
Dividends paid		0	(125)	0	0
Cash flows from financing activities		9.480	(10.885)	(7.235)	2.122
Net increase in cash and cash equivalents		1.229	(23.099)	545	(22)
Cash and cash equivalents as of 1 January		8.396	32.912	90	133
Effect of exchange rate fluctuations on cash held		12	0	0	0
Cash and cash equivalents at 30 June		9.637	9.813	635	111

The attached notes on pages 8 to 15 are an integral part of the Financial Statements.

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (PARENT COMPANY AND CONSOLIDATED)

1. Incorporation and activities of the Group

1.1. General Information

FOURLIS HOLDINGS AE with the common use title of FOURLIS AE was incorporated in 1950 as A. FOURLIS AND CO., and from 1966 operated as FOURLIS BROS AEBE (Government Gazette, AE and EPE issue 618/13.06.1966). It was renamed to FOURLIS HOLDING AE by a decision of an Extraordinary Shareholders' Meeting on 10.03.2000, which was approved by decision K2-3792/25-04-2000 of the Ministry of Development.

Note that the Shareholders' Meeting also approved the conversion of the Company to a holding company and thus also approved the change in its scope.

The head office of the Company is located at the 340 Kifissias Avenue, N. Pshchiko. It is registered in the Company's Register of the Ministry of Development with registration number 13110/06/B/86/01.

The Company's term, in accordance with its Articles of Incorporation, was originally set at 30 years. In accordance with a decision of the Extraordinary Meeting of the Shareholders on 19.02.1988, the term was extended for a further 30 years i.e. to 2026.

The current Board of Directors of the parent company is as follows:

1. Vassilios St. Fourlis, President and CEO, executive member
2. Alexandros Il. Fourlis, Vice President, executive member
3. Dafni A. Fourlis, member, executive member
4. Odysseus K. Dimitriades, member, non executive member
5. Ioannis Ev. Brebos, member, non executive member
6. Eftihios Th. Vassilakis, independent member, non executive member
7. Ioannis K. Papaioannou, independent member, non executive member

1.2. Activities

The Company's activities are the investment in domestic and foreign companies of all types. Furthermore, it purchases companies and participates in other companies' increases in share capital.

FOURLIS HOLDINGS AE also provides general administration services, treasury management and information technology services.

The Group companies included in the consolidated financial statements and the percentage shareholdings are:

GENCO TRADE S.R.L.	Bucharest, Romania	100% Fully consolidated
GENCO BULGARIA L.T.	Sofia, Bulgaria	100% Fully consolidated
PRIME TELECOM AE	Athens	82.91% Fully consolidated
HOUSEMARKET AE	Athens	100% Fully consolidated
FOURLIS TRADE A.E.B.E.	Athens	100% Fully consolidated
INTERSPORT ATHLETICS AE	Athens	100% Fully consolidated
AUTOMATE AE	Athens	91.39% Fully consolidated
EUROELECTRONICS A.E. *	Athens	78.53% Fully consolidated
SERVICE ONE A.E. *	Athens	99% Fully consolidated
TRADE LOGISTICS ABETE *	Athens	99.99% Fully consolidated
H.M. HOUSEMARKET (Cyprus) LTD *	Nicosia, Cyprus	100% Fully consolidated
INTERSPORT ATHLETICS (Cyprus) LTD *	Nicosia, Cyprus	100% Fully consolidated
A.T.C. ABETE	Athens	45.43% Net equity method
SPEEDEX A.E.	Athens	49.496% Net equity method

* Companies with an indirect holding

2. Basis of preparation

The attached Interim Parent Company and Consolidated Financial Statements (herein referred to as the "Financial Statements") have been prepared in accordance with International Accounting Standard (IAS) 34 "Interim Financial Reporting". The Financial Statements have been prepared on the historical cost basis, except for the valuation of various assets and liabilities, which are at fair value, and on a going, concern basis.

3. Significant accounting policies

The accounting policies and valuation methods adopted and followed are the same as those in the published Financial Statements as at 31/12/2005.

Note that because the Interim Financial Statements have been prepared in accordance with IAS 34 "Interim Financial Reporting", they do not contain all the information required by the year-end financial statements and should be read in conjunction with the Group's published financial statements as at 31/12/2005 which have been uploaded to the internet at the address www.fourlis.gr.

3.1 New financial reporting standards and IASB interpretations

The adoption by the European Union, up to 31/12/2006, of standards and interpretations, or amendments thereon, which may be issued during the year by the International Accounting Standards Board (IASB) and their application, will be compulsory or optional for periods beginning after 1/1/2006 and may retroactively affect the periods covered by these Interim Financial Statements.

4. Management's estimates

The preparation of interim financial statements in accordance with IFRS requires management to make judgments, estimates and assumptions, which may affect the amounts recorded as assets, liabilities, income and expenses during the period, as well as the disclosures for contingent assets and liabilities. The use of available information and the application of judgment are an integral part in the determination of estimates. The actual final outcomes may vary from the above estimates.

Management's estimates are constantly re-evaluated in accordance with historical data and future expectations, and are judged in accordance with present conditions.

5. Segment information

The Group's activities comprise mainly one geographical area, that of the wider European region, and mainly in Greece and also in countries of Southeastern Europe, therefore the main financial interest is concentrated in the business classification of the Group's activities, where the different economic environments comprise different risks and rewards. Geographically, the Group's operations derive 91% from Greece and 9% from the Balkans (Romania and Bulgaria).

The results of the Group by those segments for the six months period ended 30 June 2006 and 30 June 2005 are as follows:

01/01 – 30/06	Trading of Electrical – Electronic Equipment		Furniture and Household Goods		Sportswear		Unallocated		Consolidated	
	2006	2005	2006	2005	2006	2005	2006	2005	2006	2005
Revenue	98.370	85.471	81.903	72.015	20.499	14.290	0	0	200.772	171.776
Cost of sales	(82.169)	(70.640)	(47.654)	(41.993)	(10.446)	(7.198)	0	0	(140.269)	(119.831)
Gross margin	16.201	14.831	34.249	30.022	10.053	7.092			60.503	51.945
Other operating income	3.617	2.559	678	730	35	65	103	305	4.433	3.660
Administrative expenses	(12.441)	(12.074)	(16.709)	(16.278)	(7.100)	(5.786)	0	0	(36.250)	(34.138)
Distribution expenses	(4.474)	(2.876)	(3.790)	(2.858)	(1.085)	(746)	(508)	(673)	(9.857)	(7.153)
Other operating expenses	(992)	(1.582)	(614)	(642)	(174)	(101)	(33)	(80)	(1.813)	(2.404)
Operating profit before financing costs	1.911	858	13.814	10.974	1.729	524	(438)	(448)	17.016	11.910
Net financing costs	(756)	71	(1.461)	(2.506)	(278)	(290)	(143)	(192)	(2.638)	(2.917)
Profits before taxes	1.156	929	12.353	8.468	1.451	234	(582)	(640)	14.378	8.993
Depreciation	734	762	2.192	2.766	485	404	17	17	3.427	3.949

The movement (Increase) in operating expenses as well as the decrease in inventory, are attributed to the increase in sales.

Total assets and Total liabilities as at 30 June 2006 and 31 December 2005 are analyzed as follows:

	Trading of Electrical – Electronic Equipment		Furniture and Household Goods		Sportswear		Unallocated		Consolidation entries		Consolidated	
	30.06.06	31.12.05	30.06.06	31.12.05	30.06.06	31.12.05	30.06.06	31.12.05	30.06.06	31.12.05	30.06.06	31.12.05
Total assets	142.704	150.137	136.956	151.452	23.424	23.717	102.006	100.755	(91.493)	(95.122)	313.597	330.939
Total liabilities	101.286	109.151	91.592	99.345	18.901	20.068	9.921	8.949	(3.099)	(925)	218.601	236.588

6. Property, plant and equipment

Property, plant and equipment are analyzed as follows:

	Ο Όμιλος
Cost at 31/12/2005	120.359
Additions	2.494
Transfers cost	1.785
Cost at 30/6/2006	124.638
Accumulated depreciation at 31/12/2005	23.824
Depreciation	3.011
Decreases - Transfers	2.356
Accumulated depreciation 30/6/2006	29.191
Net book value 30/6/2006	95.447

The assets of the group are free of mortgages and pre-notations.

7. Investments

In the interim consolidated financials of the first semester 2006 was also included the following affiliates that have been established from subsidiary companies as follows:

TRADE LOGISTICS ABETE with share capital of EUR 60.000, 99,99% subsidiary of FOURLIS TRADE AEBE.

H.M. HOUSEMARKET (Cyprus) LTD with share capital of EUR 1.041.641,59 (CYP 596.000), 100% subsidiary of HOUSE MARKET S.A.

INTERSPORT ATHLETICS (Cyprus) LTD with share capital of EUR 174.003,83 (CYP 100.000) 100% subsidiary of INTERSPORT ATHLETICS S.A..

The above mentioned companies have been fully consolidated according to their financials as of 30/06/2006

8. Dividends

During the present financial period there were recorded in the parent's company financials, income from approved dividends, which were distributed from the subsidiaries in the amount of Euro 8.323 thousand. Moreover the parent company distributed dividends in the amount of EUR 7.643 thousand i.e. EUR 0,15 per share.

9. Borrowings

Borrowings are analyzed as follows:

Non-current borrowings	Consolidated		Parent Company	
	30/06/2006	31/12/2005	30/06/2006	31/12/2005
Bond loan	52.993	34.000	0	0
Finance Leases	31.227	29.833	0	0
	84.220	63.833	0	0
Non-current borrowings payable within the following 12 months	(2.025)	(2.786)	0	0
	82.195	61.047	0	0
Current borrowings	47.361	57.957	2.004	9.237

Following a decision of the Shareholders of 25 February, 21 September, 12 December, 15 December 2005 and 31 March 2006 and the Board of Directors Meeting of 28 February, 22 September, 14 December, 21 December 2005 and 10 April 2006, the two of the Group's subsidiaries issued three years maturity, bullet bond loans.

The capital of the bond loans will be repaid at maturity. Interest is calculated with a floating interest rate comprised of an annually fixed portion (Spread) and a floating portion equal to the EURIBOR of each payment date.

Finally, included in non-current loans is the balance of the finance lease liability of the company HOUSE MARKET AE through which the Company financed the purchase of land and building on 27 December 2000 as well as the improvements made on the building and the purchase of equipment for the first IKEA store in Greece in Pylea Thessaloniki. The purchase of the above mentioned property was made via contract no: 4.903/27.12.2000 of the notary public Mrs Eugenia Veriopoulou and a price of Euro 23.180 thousand and the contract no: 581/28.06.02 of the notary public Mrs Christina Keziou which relates to an amendment of the original contract due to improvements made on the building, at a price of Euro 8.990 thousand. The duration of the finance lease for the land and the building installations is until December 2011 whereas for the equipment up until June 2007.

10. Trade and other payables

The decrease in trade and other payables is attributed to reimbursement:

11. Income taxes

In accordance with the provisions of Greek tax law the income tax rate as at 31 December 2004 was 35%. In accordance with Law 3296/2004 the income tax rate decreases to 32% for the year 2005, 29% for the year 2006 and 25% for the year 2007 and onwards.

Greek tax legislation and the relevant regulations are subject to interpretations by the tax authorities. The tax returns are filed on an annual basis but the profits or losses declared, remain provisional up until the time when the company's tax returns, as well as the books and records are examined by the tax authorities. Tax losses, to the extent they are recognized by the tax authorities may be used to set-off profits of the following five years.

The parent company and its subsidiaries have not been audited by the tax authorities for the following years:

	Years
FOURLIS HOLDING A.E.	2005
FOURLIS TRADE A.E.B.E.	2005
HOUSEMARKET AE	2000 through 2005
INTERSPORT ATHLETICS AE	-
EUROELECTRONICS A.E.	2003 through 2005
SERVICE ONE A.E.	2001 through 2005
AUTOMATE AE	2003 through 2005
PRIME TELECOM AE	2000 through 2005
TRADE LOGISTICS ABETE	2005
H.M. HOUSEMARKET (Cyprus) LTD	2005
INTERSPORT ATLETICS CYPRUS LTD	-
GENCO TRADE S.R.L.	1999 through 2005
GENCO BULGARIA L.T.D.	2001 through 2005
A.T.C. ABETE	2003 through 2005
SPEEDEX AE	2000 through 2005

The tax audit of three subsidiaries was completed during the present financial period. From the tax audit were derived tax audit differences in the amount of EUR 1.558 thousand. The amount was recorded in the consolidated income statements, in the account 'Income Taxes'.

12. Earnings per share

The basic earnings per share are calculated by dividing the profit attributable to shareholders by the weighted average number of during the period / year. The weighted average number of shares as at 30 June 2006 and 2005 is 50.952.920 shares.

	Consolidated	30/06/2005	Parent company	30/06/2005
	30/06/2006	5	6	5
Net profit (in thousand Euros)	8.283	5.760	7.922	(664)
Weighted average number of shares	50.952.920	50.952.920	50.952.920	50.952.920
Basic earnings per share (in Euro)	0,16	0,11	0,16	(0,01)

13. Commitments and Contingencies

- The company has issued letters of guarantee for its associated companies SPEEDEX AE and ATC AE for short term loans and participation in tenders amounting to Euro 3.621 thousand and 4.401 thousand respectively.
- The company has issued letters of guarantee for its subsidiaries abroad guaranteeing liabilities amounting to USD 8.000 thousand.
- The company has issued letters of guarantee for its subsidiaries PRIME TELECOM AE and SERVICE ONE AE guaranteeing liabilities amounting to Euro 1.500 thousand and 2.000 thousand respectively.
- There is a contractual obligation in 2009 to sell the residual percentage in P. KOTSOVOLOS AEBE following its classification as available for sale.
- A subsidiary company has an outstanding court case with respect to the set off of carry forward losses. The subsidiary has recorded a deferred tax asset of Euro **560** thousand on tax losses expected to be set off against future taxable income, as it believes that the case will be favorable. In addition, as the subsidiary has paid income tax to the tax authorities, it has a receivable from the Greek State amounting to Euro **414** thousand.
- The future total commitments from non-cancelable operating leases are as follows:

Operating lease commitments	30/06/2006	30/06/2005
Within 1 year	1.000	1.532
1 - 5 years	4.000	4.000
After 5 years	15.000	16.000
	20.000	21.532

14. Related parties

The parent company provides advice and services in the areas of General Administrative and Treasury Management to its subsidiaries. The analyses of the related party receivables and payables as at 30 June 2006 and 31 December 2005 are as follows:

Receivables from :	Consolidated		Parent Company	
	30/06/2006	31/12/2005	30/06/2006	31/12/2005
FOURLIS TRADE AEBE	0	0	7	7
EUROELECTRONICS AE	0	0	5	5
HOUSEMARKET AE	0	0	30	30
INTERSPORT AE	0	0	0	6
GENCO BULGARIA	0	0	9	9
ATC AE	25	31	0	0
SPEEDEX AE	189	189	189	189
AUTOMATE	0	0	4	4
Total	214	220	244	250

Payables to :	Consolidated		Parent Company	
	30/06/2006	31/12/2005	30/06/2006	31/12/2005
ATC AE	176	268	14	4
SPEDEX AE	23	22	1	1
Total	199	290	15	5

Related party transactions as at 30 June 2006 and 2005 are as follows:

Income :	Consolidated		Parent Company	
	30/06/2006	30/06/2005	30/06/2006	30/06/2005
Other operating income	2	0	298	299
Revenue	1	7	0	0
Total	3	7	298	299

Expenses:	Consolidated		Parent Company	
	30/06/2006	30/06/2005	30/06/2006	30/06/2005
Administrative expenses	88	2	19	1
Distribution expenses	110	255	0	0
Total	198	257	19	1

Fees paid to members of the Board of Directors during the first semester of 2006 were as follows:

	Consolidated		Parent Company	
	30/06/2006	30/06/2005	30/06/2006	30/06/2005
Fees paid to members of the Board of Directors	789	588	10	99

15. Subsequent events

During the first semester of 2006 the company EUROELECTRONICS S.A. was under Tax Auditing for the financial years 2003 until 2004 and the company HOUSE MARKET S.A. was under Tax Auditing from the financial year of initiation (2000) until 2004.

16. Adjustment of financial statements

The parent company considers as its first complete publication in accordance with the International Financial Reporting Standards, the publication of 30 June 2005. The financial statements of 30 June 2005 were amended in relation with the published financial statements of 31 March 2005 in the presentation of the comparative figures of the balance sheet of 31 December 2004 and in particular in the following figures:

- 1) Income tax of Euro 1.232 was accounted for.
- 2) Deferred tax asset of Euro 3.844 resulting from the revaluation of property was reversed against the revaluation reserve.