



INTERIM CONDENSED FINANCIAL STATEMENTS

of the nine months 2006 results

From January 1 until September 30, 2006

According to I.A.S. No 34

For the Group and the Company

NOTOS COM HOLDINGS S.A.

Head offices: 6 Menexedon Street, 145 64 Kifissia

Registration No : 5219/06/B/86/21

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The Interim Condensed Financial Statements were approved by the Board of Directors on November 27th, 2006 and were signed on its behalf by

Chairman of the BoD

Christos Athos Papaellinas
Passport No. C-242039 (Cyprus)

Managing Director

George K. Papazoglou
ID No. P-528333

Financial Manager

Konstantinos D. Paschos
Permit No. OEE 17209
ID No. Α-056533

NOTOS COM HOLDINGS S.A.

1. Interim Condensed Income Statements for the period ended September 30, 2006

(Amounts in thousand Euro)

	<i>Group</i>				<i>Company</i>					
	<u>1/1-30/9/2006</u>	<u>1/1-30/9/2005</u>	<u>1/7-30/9/2005</u>	<u>1/7-30/9/2005</u>	<u>1/1-30/9/2006</u>	<u>1/1-30/9/2005</u>	<u>1/1-30/9/2005</u> <u>incl AIAKOS</u>	<u>1/7-30/9/2006</u>	<u>1/7-30/9/2005</u>	<u>1/7-30/9/2005</u> <u>incl AIAKOS</u>
Revenue	211,890	198,803	80,087	74,152	197,635	176,223	187,644	74,841	65,010	70,210
Cost of sales	-116,903	-108,717	-44,852	-41,560	-113,948	-97,837	-105,415	-43,696	-36,942	-40,286
	Gross Profit				83,687	78,386	82,229	31,145	28,068	29,924
Other operating income	4,518	4,070	1,418	644	3,994	3,607	3,762	1,191	769	504
	99,505	94,156	36,653	33,236	87,681	81,993	85,991	32,336	28,837	30,428
Administrative expenses	-11,522	-10,428	-3,497	-3,153	-10,175	-8,504	-9,243	-3,070	-2,513	-2,754
Sale & distribution expenses	-58,400	-51,298	-19,315	-16,597	-50,271	-41,562	-45,752	-16,451	-13,217	-14,594
Other operating expenses	-1,083	-502	-279	-14	-476	-318	-320	-253	-38	-40
Earnings before interest, investment revenues, taxes and depreciation	28,500	31,928	13,562	13,472	26,759	31,609	30,676	12,562	13,069	13,040
Depreciation	-7,472	-7,298	-2,500	-2,673	-6,518	-5,295	-6,720	-2,202	-1,925	-2,464
Earnings before interest, investment revenues and taxes	21,028	24,630	11,062	10,799	20,241	26,314	23,956	10,360	11,144	10,576
Finance costs (net)	-1,128	-2,338	-748	-703	-1,126	-1,892	-2,438	-886	-649	-660
	Operating profit				19,115	24,422	21,518	9,474	10,495	9,916
Dividend income	-	-	-	-	518	352	352	-	18	-166
Share of losses of associates	130	-297	375	180	-	-	-	-	-	-
	Profits before taxes				19,633	24,774	21,870	9,474	10,513	9,750
Income tax	-7,138	-7,004	-3,120	-3,047	-6,999	-8,000	-7,071	-2,652	-3,183	-2,939
Profits after taxes	12,892	14,991	7,569	7,229	12,634	16,774	14,799	6,822	7,330	6,811
Minority interest	363	-731	249	-162	-	-	-	-	-	-
Profits after taxes for the Group	12,529	15,722	7,320	7,391	12,634	16,774	14,799	6,822	7,330	6,811
Net profit per share - basic (in €)	0.18	0.22	0.10	0.10	0.18	0.24	0.21	0.10	0.10	0.10

The Notes set out on pages 6 to 15 are an integral part of the interim condensed financial statements

NOTOS COM HOLDINGS S.A.

2. Interim Condensed Balance Sheet as at September 30, 2006

(Amounts in thousand Euro)

	<i>Group</i>		<i>Company</i>	
	<i>September 30</i>	<i>December 31</i>	<i>September 30</i>	<i>December 31</i>
	<u>2006</u>	<u>2005</u>	<u>2006</u>	<u>2005</u>
<u>ASSETS</u>				
Property, plant and equipment	138,566	139,391	131,825	132,681
Intangible assets	14,871	14,143	14,100	13,007
Investment in associates	-	-	6,221	6,221
Interest in associates	3,001	2,908	1,810	1,810
Deferred tax asset	290	211	-	-
Investments available for sale	736	714	-	-
Other long term receivables	3,089	2,832	2,026	2,510
Total non-current assets	160,553	160,199	155,982	156,229
Inventories	82,290	69,645	75,160	64,244
Trade receivables	60,309	54,595	61,981	54,604
Investments held for trading	7,112	-	7,112	-
Other receivables	13,155	8,938	11,296	8,134
Cash and cash equivalents	11,875	11,445	7,510	6,869
Total current assets	174,741	144,623	163,059	133,851
TOTAL ASSETS	335,294	304,822	319,041	290,080
Borrowings	55,750	44,750	55,250	44,750
Retirement benefit obligation	2,434	2,096	2,078	1,915
Deferred tax liability	555	285	555	246
Other long term liabilities	14	40	14	21
Long term liabilities	58,753	47,171	57,897	46,932
Borrowings	33,936	29,589	29,309	25,809
Trade payables	76,648	70,783	72,726	67,200
Current tax liabilities	8,031	9,180	7,301	8,348
Other liabilities	23,203	12,897	22,030	11,799
Dividends payable	895	961	852	961
Short term liabilities	142,713	123,410	132,218	114,117
Total Liabilities	201,466	170,581	190,115	161,049
Share capital	35,542	35,542	35,542	35,542
Share premium	1,001	1,001	1,001	1,001
Other reserves	18,231	17,996	17,858	17,859
Differed Tax	(4,208)	-	(4,208)	-
Revaluation reserves	66,447	66,890	64,574	64,574
Retained earnings	14,697	10,786	14,159	10,055
Minority rights	131,710	132,215	128,926	129,031
Total Equity	2,118	2,026	-	-
TOTAL LIABILITIES AND OWNER'S EQUITY	335,294	304,822	319,041	290,080

The Notes set out on pages 6 to 15 are an integral part of the interim condensed financial statements

NOTOS COM HOLDINGS S.A.

3. Interim Condensed Statement of Changes in Equity for the period ended September 30, 2006

(Amounts in Thousand Euro)

	Group							Total
	Share Capital	Difference above par	Own shares	Reserves after adjustments	Other Reserves and Exchange rate differences	Retained Earnings	Minority Rights	
Equity balance at beginning of the period 1/1/2005	28,889	-	-754	63,748	17,625	689	10,178	120,375
Net profit for the period	-	-	-	-	-	15,722	-731	14,991
Dividends	-	-	-	-	-	-8,254	-	-8,254
Sale of own shares	-	-	754	-	-	-	-	754
Exchange rate differences	-	-	-	-	-	49	-	49
Balance at 30/9/2005	28,889	-	0	63,748	17,625	8,206	9,447	127,915
Equity balance at beginning of the period 1/1/2006	35,542	1,001	-	66,890	17,996	10,786	2,026	134,241
Net profit for the period	-	-	-	-	-	12,529	363	12,892
Dividends	-	-	-	-	-	-8,530	-139	-8,669
Acquisition of own shares	-	-	-4,208	-	-	-	-	-4,208
Transfer of revaluation reserves due to sale of property	-	-	-	-443	146	297	-	0
Profits /losses from investments for sale	-	-	-	-	89	-	-	89
Exchange rate differences	-	-	-	-	-	-385	-132	-517
Balance at 30/9/2006	35,542	1,001	-4,208	66,447	18,231	14,697	2,118	133,828

Company

	Difference			Reserves after adjustments	Other Reserves	Retained Earnings	Total
	Share Capital	above par	Own shares				
Equity balance at beginning of the period 1/1/2005	28,889	-	-754	58,163	17,378	6,936	110,612
Net profit for the period	-	-	-	-	-	16,774	16,774
Dividends	-	-	-	-	-	-8,254	-8,254
Sale of own shares	-	-	754	-	-	-	754
Balance at 30/9/2005	-	-	-	-	-	-	-
	28,889	-	0	58,163	17,378	15,456	119,886
Equity balance at beginning of the period 1/1/2006	35,542	1,001	-	64,574	17,858	10,056	129,031
Net profit for the period	-	-	-	-	-	12,634	12,634
Dividends	-	-	-	-	-	-8,531	-8,531
Acquisition of own shares	-	-	-4,208	-	-	-	-4,208
Balance at 30/9/2006	35,542	1,001	-4,208	64,574	17,858	14,159	128,926

The Notes set out on pages 6 to 15 are an integral part of the interim condensed financial statements

NOTOS COM HOLDINGS S.A.

4. Interim Condensed Cash Flow Statements for the period ended September 30, 2006

(Amounts in thousand Euro)

	<i>Group</i>		<i>Company</i>	
	<i>1/1-30/09/06</i>	<i>1/1-30/09/05</i>	<i>1/1-30/09/06</i>	<i>1/1-30/09/05</i>
Net Cash from Operating Activities				
Profits before taxes	20,030	21,995	19,633	24,774
Adjustments to reconcile profit to cash flows from operating activities				
Depreciation	7,472	7,298	6,518	5,295
Net cash from investing activities	-2,397	-259	-2,692	-416
(Profits) / losses from affiliate companies	-130	297	-	-
Interest and related expenses	3,525	2,598	3,299	1,958
Other non cash expenses	338	40	163	-127
Net cash before changes in working capital	28,838	31,969	26,921	31,484
Increase in inventories	-12,645	-10,028	-10,916	-9,149
Decrease / (increase) in trade and other receivables	-9,931	-20,395	-10,539	-23,612
Increase / (decrease) in current liabilities (except banks)	14,438	15,367	14,490	13,963
Net cash from operating activities before payment of taxes	20,700	16,913	19,956	12,686
Taxes paid	-6,718	-5,552	-6,477	-6,541
<i>Net cash from operating activities</i>	13,982	11,361	13,479	6,145
Net Cash used in Investment Activities				
Additions to property, plant and equipment and intangible assets	-8,415	-6,304	-7,330	-4,596
Proceeds on disposal of property, plant and equipment and intangible assets	1,040	1,042	575	1,042
Proceeds from dividends	-	234	518	-
Purchase of trading portfolio	-4,938	-	-4,938	-
Decrease / (increase) of other LT receivables	-257	-103	484	-478
<i>Net cash used in investment activities</i>	-12,570	-5,131	-10,691	-4,032
Net Cash used in Financing Activities				
Interest payments	-3,525	-2,598	-3,299	-1,958
Dividend payment	-8,596	-8,288	-8,640	-8,239
Acquisition of own shares	-4,208	754	-4,208	754
New bank loan raised	17,922	17,920	16,575	19,320
Repayments of bank loans	-2,575	-12,682	-2,575	-11,875
<i>Net cash used in financing activities</i>	-982	-4,894	-2,147	-1,998
Decrease in cash	430	1,336	641	115
Cash and cash equivalents at the beginning of the period	11,445	5,896	6,869	2,232
Cash and cash equivalents at the end of the period	11,875	7,232	7,510	2,347

The Notes set out on pages 6 to 15 are an integral part of the interim condensed financial statements

NOTOS COM HOLDINGS S.A.

5. Notes to the Interim Condensed Financial Statements for the period ended September 30, 2006

(Amounts in thousand Euro)

5.1 Basis of presentation/preparation of the financial statements

The condensed financial statements have been prepared in accordance with International Accounting Standard (IAS) 34, Interim Financial Reporting.

5.2 Accounting policies

The condensed financial statements have been prepared under the historical cost convention except for property (land & buildings which are presented at fair value) as valued by independent and recognized appraisers.

The accounting principles adopted are consistent with those followed in the preparation of the annual financial statements for the year ended December 31st, 2005.

5.3 Segment information

The NOTOS COM Group has six business segments, which are:

- a) Wholesale of apparel and footwear
- b) Wholesale of cosmetics and personal care products
- c) Retail of apparel and footwear through specialized stores
- d) Department Stores (multi storey stores selling apparel, footwear, cosmetics and household products)
- e) Other (mainly wholesale and retail of stationery and office supplies) and
- f) Wholesale and retail of apparel, footwear and cosmetics through specialized stores in foreign countries.

The tables below show the results per segment.

NOTOS COM HOLDINGS S.A.

**5. Notes to the Interim Condensed Financial Statements
for the period ended September 30, 2006**

(Amounts in thousand Euro)

5.3 Segment information (continued)

Group 30/9/2006

	<i>Wholesale Apparel</i>	<i>Retail Stores</i>	<i>Wholesale of Personal Care</i>	<i>Department Stores</i>	<i>Other</i>	<i>Foreign operations</i>	<i>Write off of Transactions between Units</i>	Total Group
Total revenue	75,524	21,508	42,502	86,206	4,125	15,301	-30,276	211,890
Gross profit	27,601	10,404	25,957	23,029	1,180	7,651	-836	94,987
Other operating income- expenses	905	99	1,405	994	246	-84	-129	3,436
Administrative expenses	1,366	354	1,413	1,618	248	856	-79	5,775
Distribution expenses	6,043	9,742	17,074	19,914	1,403	4,778	-554	58,400
Depreciation/ amortisation	120	1,811	1,184	2,898	107	692	-	6,812
	7,529	11,907	19,671	24,430	1,758	6,326	-634	70,987
Operating profit (loss) by business segment	20,977	-1,404	7,691	-407	-332	1,241	-332	27,435
Unallocated expenses								-5,746
Unallocated depreciation/ amortisation								-660
Interest and other financial costs								-3,647
Interest income and other financial income								2,295
Dividends from associates								223
Share of profits of associates								130
Operating profit								20,031
Taxes								-5,052
Other Taxes and income tax from tax audit								-2,086
<i>Profit after taxes</i>								12,892

NOTOS COM HOLDINGS S.A.

**5. Notes to the Interim Condensed Financial Statements
for the period ended September 30, 2006**

(Amounts in thousand Euro)

5.3 Segment information (continued)

Group 30/9/2005

	<i>Wholesale Apparel</i>	<i>Retail Stores</i>	<i>Wholesale of Personal Care</i>	<i>Department Stores</i>	<i>Other</i>	<i>Foreign operations</i>	<i>Write off of Transactions between Units</i>	Total Group
Total revenue	66,474	18,981	45,277	77,721	4,255	8,188	-22,091	198,803
Gross profit	25,267	9,850	27,764	22,531	1,357	4,002	-685	90,087
Other operating income- expenses	321	-35	1,541	1,334	396	149	-137	3,568
Administrative expenses	323	349	1,468	2,423	485	401	-64	5,385
Distribution expenses	5,860	8,486	16,897	17,021	1,098	2,692	-509	51,545
Depreciation/amortisation	141	1,538	1,166	3,261	133	310	-	6,548
	6,324	10,372	19,531	22,705	1,717	3,403	-573	63,479
Operating profit (loss) by business segment	19,264	-557	9,774	1,160	36	749	-249	30,176
Unallocated expenses								-4,534
Unallocated depreciation/ amortisation								-1,012
Interest and other financial costs								-2,113
Interest income and other financial income								219
Dividends from associates								352
Share of profits of associates								-297
Operating profit								21,995
Taxes								-6,841
Other Taxes and income tax from tax audit								-163
<i>Profit after taxes</i>								14,991

NOTOS COM HOLDINGS S.A.

5. Notes to the Interim Condensed Financial Statements for the period ended September 30, 2006

(Amounts in thousand Euro)

5.3 Segment information (continued)

Company 30/9/2006							
	Wholesale Apparel	Retail Stores	Wholesale of Personal Care	Department Stores	Other	Write off of Transactions between Units	Total Company
Total revenue	72,524	21,508	39,046	85,087	16	-20,545	197,635
Gross profit	27,601	10,404	22,986	22,680	16	-	83,687
Other operating income-expenses	905	99	1,415	994	104	-	3,519
Administrative expenses	1,366	354	1,093	1,616	-	-	4,429
Distribution expenses	6,043	9,742	14,580	19,906	-	-	50,272
Depreciation / amortisation	120	1,811	1,042	2,886	-	-	5,858
	7,529	11,907	16,715	24,408	-	-	60,559
Operating profit (loss) by business segment	20,977	-1,404	7,686	-733	120	-	26,647
Unallocated expenses							-5,746
Unallocated depreciation / amortisation							-660
Interest and other financial costs							-3,362
Interest income and other financial income							2,236
Dividends from affiliates							518
Operating profit							19,633
Taxes							-4,913
Other Taxes and income tax from tax audit							-2,086
<i>Profit after taxes</i>							12,634

NOTOS COM HOLDINGS S.A.

5. Notes to the Interim Condensed Financial Statements for the period ended September 30, 2006

(Amounts in thousand Euro)

5.3 Segment information (continued)

	Company 30/9/2005						
	Wholesale Apparel	Retail Stores	Wholesale of Personal Care	Department Stores	Other	Write off of Transactions between Units	Total Company
Total revenue	66,474	18,981	41,728	65,446	134	-16,539	176,223
Gross profit	25,267	9,850	24,695	18,440	134	-	78,386
Other operating income-expenses	321	-35	1,658	1,180	166	-	3,290
Administrative expenses	323	349	1,112	1,676	-	-	3,461
Distribution expenses	5,860	8,486	14,633	12,831	-	-	41,810
Depreciation / amortisation	141	1,538	1,039	1,828	-	-	4,545
	6,324	10,372	16,783	16,336	-	-	49,815
Operating profit (loss) by business segment	19,264	-557	9,570	3,285	299	-	31,861
Unallocated expenses							-4,534
Unallocated depreciation / amortisation							-1,012
Interest and other financial costs							-2,113
Interest income and other financial income							219
Dividends from affiliates							352
Operating profit							24,774
Taxes							-7,837
Other Taxes and income tax from tax audit							-163
Profit after taxes							16,774

5.4 Income tax

The tax rate applied to profits for the period is 29% (compared to 32% for the same period in 2005),

The tax base has been increased with taxable expenses and decreased by non-taxable income. Deferred tax for the temporary difference between the tax and accounting base was calculated with a rate of 25% for 2006 and 29% for the respective period in 2005 (for those differences to be retrieved within 2006) and 25% for the rest.

A regular tax audit took place and was finalized during the course of the current FY for Notos Com Holdings SA covering 2003 and 2004. Additional income tax was charged amounting to Euro 1,822 mln.

NOTOS COM HOLDINGS S.A.

5. Notes to the Interim Condensed Financial Statements for the period ended September 30, 2006

(Amounts in thousand Euro)

5.4 Income tax (continued)

The Table below indicates the years for which tax audits have not been effected for the respective subsidiaries. Consequently, there is a possibility that additional taxes may be charged in the year in which the tax audits will take place. The outcome of the tax audits is impossible to foresee and thus no related provision has been taken in the financial statements.

<i>Company</i>	<i>Un-audited Tax years</i>
NOTOS COM HOLDINGS S.A.	2005
PALLIS STORES S.A.	2003-2005
PALLIS OFFICE SUPPLIES S.A.	2001-2005
NOTOS CYPRUS Ltd	1998-2005
NOTOS INTERNATIONAL Ltd	1998-2005
DARNEKS SA	2005
NOTOS BULGARIA Ltd	2000-2005
NOTOS POLSKA Sp zoo	2000-2005
NOTOS COM CZ sro	2002-2005
NOTOS SLOVAKIA sro	2000-2005
NOTOS ROMANIA srl	2003-2005
NOTOS HUNGARY Kft	2002-2005
NOTOS TEXTILHANDEL GMBH	2003-2005
NOTOS SKOPJE doo	2005
NOTOS COM doo (Croatia)	2003-2005
NOTOS COM doo (Slovenia)	2003-2005
COTY PRESTIGE HELLAS AE (LANCASTER GROUP)	2002-2005
BELA S.A.	2005
APIVITA S.A.	2004-2005
Y.S.L. BEAUTE S.A.	2005
REMEK S.A.	2005

5.5 Dividend

Upon a proposal by the Board of Directors of Notos Com, the General Meeting of Shareholders of June 21st 2006 decided on a dividend of 0.12 euro per share totalling 8,53 mln euro. The dividend was distributed on July 12th, 2006 through the National Bank of Greece.

5.6 Inventories

The value of inventories on September 30th, 2006, includes a provision for the obsolescence of slow moving items amounting to Euro 860, of which an amount of Euro 196 was charged against the interim results.

NOTOS COM HOLDINGS S.A.

5. Notes to the Interim Condensed Financial Statements for the period ended September 30, 2006

(Amounts in thousand Euro)

5.7 Tangible and intangible assets

The Group invested Euro 8,415 in tangible and intangible assets over the period in question. In addition, a building was sold in Sophia (Bulgaria) for an amount of Euro 620.

There is a lien in favour of the owners of part of a building which the Company rents, for an amount of Euro 645 as security for adherence to the terms of the rental agreement. There are no other liens on Company property, nor on any property of subsidiaries.

5.8 Loans

The loans contracted by the Group and the Company have been advanced by Greek and foreign banks and are primarily denominated in Euros. Amounts repayable within one year of the balance sheet date are reported as short-term, while the amounts that are repayable at a later stage, are reported as long-term.

Group and Company Loan balances on September 30th, 2006 were as follows:

	<i>Group</i>		<i>Company</i>				<i>Interest Rate</i>
	<i>Short Term Bank Loans and Short term portion of long term Loans</i>	<i>Long Term Bank Loans</i>	<i>Short Term Bank Loans and Short term portion of long term Loans</i>	<i>Long Term Bank Loans</i>	<i>Final Repayment Date</i>		
ALPHA BANK	5,814		2,113				Euribor + 1% + contribution
EUROBANK ERGASIAS	15,000		15,000				Euribor + 0,7% + contribution
NATIONAL BANK OF GREECE	7,318		7,318				Euribor + 0,8% + contribution
COMMERCIAL BANK OF GREECE	2,000		2,000				Euribor + 0,8% + contribution
EGNATIA BAK	878		878				Euribor + 0,9% + contribution
PROTON BANK	300						Euribor + 1% + contribution
BANKS ABROAD	626	500					3,97%
ALPHA BANK	2,000	5,000	2,000	5,000	30-June-09		Euribor + 1,1%
COMMERCIAL BANK OF GREECE	-	15,000	-	15,000	10-Oct-08		Euribor + 0,8%
NATIONAL BANK OF GREECE	-	20,000		20,000	12-July-09		Euribor + 0,8%
EUROBANK ERGASIAS	-	5,250		5,250	14-July-09		Euribor + 0,9%
EUROBANK ERGASIAS	-	10,000	-	10,000	29-Sept-08		Euribor + 1,15%
	33,936	55,750	29,309	55,250			

**5. Notes to the Interim Condensed Financial Statements
for the period ended September 30, 2006**

(Amounts in thousand Euro)

5.9 Financial risks

Exposure to FX risks is unavoidable given the geographic dispersion of the Group's activities, However, the prominent position of the Group's products in markets with weaker currencies, allows the Group to negate the adverse effects of FX changes by increasing prices. Management targets to equalize Group receivables and payables for each currency, taking also into consideration the cost of financing in weak currencies. With the gradual stabilization of the economies in Eastern European countries and their joining the EU, FX risk is declining. The Group does not buy or sell FX forward.

Exposure to credit risks is monitored and evaluated on a continuous basis in order to maintain credit extended to each customer within the credit limit approved.

The majority of Group receivables and payables are connected to floating interest rates thus adapting to market conditions. The Group does not deal in financial derivatives.

5.10 Share capital

Share Capital on September 30th, 2006 was Euro 35,542. There have been no changes in the company's share capital in the current period, nor in the respective period in 2005.

The General Meeting of Shareholders of June 21st, 2006 approved the option to buy back shares for a period of one year from the date of GM approval, for up to 6 mln shares (8.44% of share capital), at a max price of Euro 4 and a min price of Euro 2 per share.

Up to September 30th, 2006, 1,224,705 own shares had been acquired valued at Euro 175.09 (average acquisition price Euro 3.492 per share). The buy back procedure ended in October 2006.

5.11 Commitments and contingent liabilities

Commitments during the current period have not changed significantly compared to those of December 31st 2005.

Good Performance and Payment Letters of Guarantee amounting to Euro 40,999 have been issued by order of the Company, with the respective Group figure amounting to Euro 41,246.

Information as regards with the contingent liabilities for the un-audited financial years by the tax authorities, are presented in detail in note 5.4.

NOTOS COM HOLDINGS S.A.

5. Notes to the Interim Condensed Financial Statements for the period ended September 30, 2006

(Amounts in thousand Euro)

5.12 Transactions with affiliates and subsidiaries

Group transactions during the nine-months of 2006 and assets and liabilities on September 30th, 2006 to and from parties connected to the Group were as follows:

	Sales to affiliated companies	Purchases from affiliated companies	Receivables from affiliated companies	Payables to affiliated companies
YSL BEAUTE & APIVITA	416	1,039	164	466

On consolidation, inter-company sales amounting to Euro 9,927 and inter-company receivables and liabilities amounting to Euro 9,235 were eliminated.

Profits were charged with compensation to the members of the Notos Com Holdings Board of Directors, by an amount of Euro 883 thd (i.e, an amount of Euro 600 thd for their services as Directors of business units and an amount of Euro 283 thd as remuneration for their participation in Board Meetings).

5.13 Retrospective adjustments on previous financial years figures

The following adjustments were effected:

- 1) Company and Group Equity on December 31st, 2005 were reduced from the published figures, and short term liabilities increased respectively by an amount of Euro 567, representing a not recorded provision for Board of Directors compensation. Similarly, Company and Group profits for the nine months of 2005 were reduced by Euro 283, i.e, by half the pre-mentioned amount concerning Board member compensations.
- 2) Group Equity was reduced and minority rights increased by Euro 1,125 and Euro 1,209 as at September 30th, 2005 and December 31st, 2005 respectively. This transfer concerns minority shareholders portion against subsidiaries negative equity, which must be attributed to the Group. Similarly, profits due to Company shareholders for the nine months of 2005 are reduced by Euro 93 thd as are losses allocated to minority shareholders respectively. Moreover, retrospective adjustments were made to comparative figures in the financial statements in order to make current period figures comparable to the ones of the respective period last year.
- 3) Furthermore, retrospective adjustments were made in comparable figures of the financial statements to render them comparable to those of the previous period.

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5. Notes to the Interim Condensed Financial Statements for the period ended September 30, 2006

(Amounts in thousand Euro)

5.14 Post balance sheet events

The major shareholders of the company submitted a compulsory public offer for the acquisition of the total number of registered common shares, through a company registered as TRAMOUNDANA HOLDINGS SA. The Capital markets Committee approved the prospectus and the acceptance period starts November 13th, 2006 and ends December 11th, 2006.

Moreover, in October 2006, the Company acquired 100% of the share capital of its subsidiary Pallis Stores SA.

Further to the aforementioned events, there are no other events, related to either the Group or the Company, that have occurred after 31 March 2006, to which reference is compulsory under the International Financial Reporting Standards.