



**P.G. NIKAS S.A**

**Interim Financial Statements**

**Prepared in accordance with International Financial  
Reporting Standards (“IFRS”)**

**1 Quarter 2006**

**P.G. NIKAS S.A.**

S.A Register No: 8032/06/B/86/45

145 65, Ag. Stefanos, Attica



**P.G NIKAS S.A.**  
**Interim financial statements**  
**1 Quarter 2006**

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**Balance sheet**

Amounts in €	Note	GROUP		COMPANY	
		31/3/2006	31/12/2005	31/3/2006	31/12/2005
<b>ASSETS</b>					
<b>Non-currents assets</b>					
Property, plant and equipment		56.391.726	56.817.575	38.629.403	38.631.431
Intangible assets		161.667	163.531	79.368	79.915
Investments in subsidiaries	5	10.375.737	9.647.268	13.991.588	13.991.588
Trade and other receivables		724.800	725.660	1.207.540	1.207.540
		<b>67.653.930</b>	<b>67.354.034</b>	<b>53.907.899</b>	<b>53.910.474</b>
<b>Current assets</b>					
Inventories		11.014.841	9.222.569	6.489.093	4.948.976
Trade and other receivables		43.535.346	42.926.291	37.139.337	36.210.460
Public sector - Income tax advance		1.380.671	1.374.008	1.264.292	1.258.546
Cash and cash equivalents		6.066.255	4.024.369	4.710.813	3.297.619
		<b>61.997.113</b>	<b>57.547.237</b>	<b>49.603.535</b>	<b>45.715.601</b>
<b>Total assets</b>		<b>129.651.043</b>	<b>124.901.271</b>	<b>103.511.434</b>	<b>99.626.075</b>
<b>EQUITY</b>					
<b>Capital and reserves attributable the Company's equity holders</b>					
Share capital		18.208.195	18.208.195	18.208.195	18.208.195
Cumulative translation adjustment		(55.721)	(55.721)	-	-
Fair value and other reserves		10.595.306	10.595.306	9.218.353	9.218.353
Retained earnings		5.928.818	3.651.798	10.949.271	9.375.569
<b>Shareholders' equity</b>		<b>34.676.598</b>	<b>32.399.578</b>	<b>38.375.819</b>	<b>36.802.117</b>
Minority interest		34.923	31.758	-	-
<b>Total equity</b>		<b>34.711.521</b>	<b>32.431.336</b>	<b>38.375.819</b>	<b>36.802.117</b>
<b>LIABILITIES</b>					
<b>Non-current liabilities</b>					
Borrowings		34.079.457	34.056.090	34.000.000	34.000.000
Deferred income tax liabilities		3.937.375	3.800.240	4.243.043	4.127.458
Retirement benefit obligations		541.558	791.558	344.449	594.449
Government grants		1.741.199	1.437.445	1.420.316	1.112.705
Provisions		156.265	158.135	148.130	150.000
		<b>40.455.854</b>	<b>40.243.468</b>	<b>40.155.938</b>	<b>39.984.612</b>
<b>Current liabilities</b>					
Trade and other payables		28.712.818	26.921.164	20.590.537	18.744.933
Current income tax liabilities		1.263.573	1.413.976	1.043.005	1.094.413
Borrowings		24.507.277	23.891.327	3.346.135	3.000.000
		<b>54.483.668</b>	<b>52.226.467</b>	<b>24.979.677</b>	<b>22.839.346</b>
<b>Total liabilities</b>		<b>94.939.522</b>	<b>92.469.935</b>	<b>65.135.615</b>	<b>62.823.958</b>
<b>Total equity and liabilities</b>		<b>129.651.043</b>	<b>124.901.271</b>	<b>103.511.434</b>	<b>99.626.075</b>

The notes on pages 6 to 13 are an integral part of these financial statements.



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**Income Statement**

<i>Amounts in €</i>	Note	GROUP		COMPANY	
		1/1 up to 31/3/2006	1/1 up to 31/3/2005	1/1 up to 31/3/2006	1/1 up to 31/3/2005
<b>Sales</b>	4	<b>26.162.949</b>	<b>25.381.299</b>	<b>22.016.061</b>	<b>20.735.431</b>
Cost of sales		(18.559.017)	(16.686.198)	(15.255.798)	(13.086.414)
<b>Gross profit</b>		<b>7.603.932</b>	<b>8.695.101</b>	<b>6.760.263</b>	<b>7.649.017</b>
Selling and marketing costs		(4.862.935)	(4.247.833)	(3.994.216)	(3.339.204)
Administrative expenses		(1.268.555)	(1.280.639)	(872.494)	(862.511)
Other operating income / (expense)-net		1.729.621	628.636	381.362	987.322
<b>Operating profit</b>		<b>3.202.063</b>	<b>3.795.265</b>	<b>2.274.915</b>	<b>4.434.624</b>
Finance costs - net		(524.887)	(617.039)	(343.032)	(355.640)
<b>Profit before income tax</b>		<b>2.677.176</b>	<b>3.178.226</b>	<b>1.931.883</b>	<b>4.078.984</b>
Income tax expense		(396.990)	(1.143.820)	(358.181)	(1.142.327)
<b>Profit for the period</b>		<b>2.280.186</b>	<b>2.034.406</b>	<b>1.573.702</b>	<b>2.936.657</b>
<b>Attributable to:</b>					
Equity holders of the Company		2.277.021	2.158.235	1.573.702	2.936.657
Minority interest		3.165	(123.829)	-	-
		<b>2.280.186</b>	<b>2.034.406</b>	<b>1.573.702</b>	<b>2.936.657</b>
<b>Earnings per share for profit attributable to the equity holders of the Company during the year (expressed in € per share)</b>					
Basic and Diluted	10	0,113	0,107	0,078	0,145

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Statement of changes in shareholders' equity

Amounts in €	Attributable to equity holders of the Company				Shareholders equity	Minority interest	Total equity
	Share capital	Reserves	Retained earnings	Cumulative translation adjustments			
<b>GROUP</b>							
Balance at 1 January 2005	18.208.195	10.484.403	523.370	(55.896)	29.160.072	118.740	29.278.812
Profit for the period	-	-	2.158.235	-	2.158.235	(123.829)	2.034.406
<b>Balance at 31 March 2005</b>	<b>18.208.195</b>	<b>10.484.403</b>	<b>2.681.605</b>	<b>(55.896)</b>	<b>31.318.307</b>	<b>(5.089)</b>	<b>31.313.218</b>
Currency translation adjustments	-	-	-	175	175	-	175
Profit for the period	-	-	5.936.614	-	5.936.614	36.847	5.973.461
Reserves formed	-	110.903	(110.903)	-	-	-	-
Dividend paid for 2004	-	-	(4.855.518)	-	(4.855.518)	-	(4.855.518)
	-	110.903	970.193	175	1.081.271	36.847	1.118.118
<b>Balance at 31 December 2005</b>	<b>18.208.195</b>	<b>10.595.306</b>	<b>3.651.798</b>	<b>(55.721)</b>	<b>32.399.578</b>	<b>31.758</b>	<b>32.431.336</b>
Profit for the period	-	-	2.277.020	-	2.277.020	3.165	2.280.185
<b>Balance at 31 March 2006</b>	<b>18.208.195</b>	<b>10.595.306</b>	<b>5.928.818</b>	<b>(55.721)</b>	<b>34.676.598</b>	<b>34.923</b>	<b>34.711.521</b>
<b>COMPANY</b>							
Balance at 1 January 2005	18.208.195	9.107.450	6.548.200	-	33.863.845	-	33.863.845
Profit for the period	-	-	2.936.657	-	2.936.657	-	2.936.657
<b>Balance at 31 March 2005</b>	<b>18.208.195</b>	<b>9.107.450</b>	<b>9.484.857</b>	<b>-</b>	<b>36.800.502</b>	<b>-</b>	<b>36.800.502</b>
Profit for the period	-	-	4.857.133	-	4.857.133	-	4.857.133
Reserves formed	-	110.903	(110.903)	-	-	-	-
Dividend paid for 2004	-	-	(4.855.518)	-	(4.855.518)	-	(4.855.518)
	-	110.903	(109.288)	-	1.615	-	1.615
<b>Balance at 31 December 2005</b>	<b>18.208.195</b>	<b>9.218.353</b>	<b>9.375.569</b>	<b>-</b>	<b>36.802.117</b>	<b>-</b>	<b>36.802.117</b>
Profit for the period	-	-	1.573.702	-	1.573.702	-	1.573.702
<b>Balance at 31 March 2006</b>	<b>18.208.195</b>	<b>9.218.353</b>	<b>10.949.271</b>	<b>-</b>	<b>38.375.819</b>	<b>-</b>	<b>38.375.819</b>

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**Cash flow statement**

<i>Amounts in €</i>	<b>GROUP</b>		<b>COMPANY</b>	
	<b>1/1 up to 31/3/2006</b>	<b>1/1 up to 31/3/2005</b>	<b>1/1 up to 31/3/2006</b>	<b>1/1 up to 31/3/2005</b>
<b>Cash flows from operating activities</b>				
Cash generated from operations	1.597.138	3.246.158	1.510.333	2.642.933
Interest paid	(535.784)	(617.039)	(353.774)	(379.096)
Income tax paid	(547.392)	(491.107)	(409.589)	(488.668)
<b>Net cash generated from operating activities</b>	<b>513.962</b>	<b>2.138.012</b>	<b>746.970</b>	<b>1.775.169</b>
<b>Cash flows from investing activities</b>				
Purchases of property, plant and equipment	(732.303)	(538.804)	(549.296)	(145.973)
Purchases of intangible assets	(186)	(20.491)	-	(20.491)
Sales of property, plant and equipment	830.306	19.580	78.750	13.700
Income from investments	452.404	717.643	452.404	717.643
Government grants received	327.489	-	327.489	-
Interest received	10.897	3.892	10.742	702
<b>Net cash generated from investing activities</b>	<b>888.607</b>	<b>181.820</b>	<b>320.089</b>	<b>565.581</b>
<b>Cash flows from financing activities</b>				
Dividends paid to Company's shareholders	-	(30.211)	-	(30.210)
Proceeds from borrowings	639.317	-	346.135	-
Repayments of borrowings	-	(508.972)	-	-
<b>Net cash used in / (generated from) financing activities</b>	<b>639.317</b>	<b>(539.183)</b>	<b>346.135</b>	<b>(30.210)</b>
<b>Net increase / (decrease) in cash and bank overdrafts</b>	<b>2.041.886</b>	<b>1.780.649</b>	<b>1.413.194</b>	<b>2.310.540</b>
Cash and bank overdrafts at beginning of period	4.024.369	6.310.429	3.297.619	4.197.248
<b>Cash and bank overdrafts at end of period</b>	<b>6.066.255</b>	<b>8.091.078</b>	<b>4.710.813</b>	<b>6.507.788</b>

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**Notes to the financial statements**

**1. General information**

The interim financial statements include the financial statements of P.G. NIKAS S.A (the «Company») and the consolidated financial statements of the Company and its subsidiaries (together the «Group»), for the period 1 January 2006 to 31 March 2006. They have been prepared in accordance with International Financial Reporting Standards («IFRS»), which have been applicable since 1 January 2005. The subsidiaries are detailed in Note 5 of the financial statements.

The main activities of the Group are the production and selling of processed meat, processed meat products, pizza and cheese products.

The Group operates in Greece, Bulgaria, Skopje and Cyprus. The Company has listed on the Athens Stock Exchange.

The Company is located on Agios Stefanos of Attica, in Greece. The Internet address of the Company is [www.nikas.gr](http://www.nikas.gr).

The main shareholder of P.G NIKAS S.A is GCI FOOD ENTERPRISE LTD (a subsidiary of GLOBAL CAPITAL INVESTORS (II) L.P Group), which participates with 49,92% and holds 10.100.000 shares.

The financial statements have been approved for issue by the Board of Directors on May 25<sup>th</sup>, 2006.

**2. Summary of significant accounting policies**

The unaudited interim financial statements of P.G NIKAS S.A as at 31 March 2006, refer to the three months period from 1 January 2006 to 31 March 2006. They have been prepared by management in accordance to IAS 34, «Interim Financial Reporting» and they have been based on International Financial Reporting Standards («IFRS»), including International Accounting Standards («IAS») and interpretations that have been issued by the International Financial Reporting Interpretation Committee, as those have been adopted by the European Union and by the International Accounting Standards Board («IASB»).

All IFRS that have been issued by IASB and are effective for the preparation of these financial statements have been adopted by the European Council through the accreditation procedure of the European Committee, except for International Accounting Standard (IAS) 39 «Financial Instruments: Recognition and Measurement». In continuance of the proposal made by the Accounting Standardisation Committee, the Council adopted the regulations 2086/2004 and 1864/2005 that require the use of IAS 39, except for certain requirements that concern hedging of deposit portfolio, from all the listed companies as from January 1st, 2005.

Due to the fact that the Group is not affected by the regulations that concern hedging of deposit portfolio, that are not required by the IAS 39 that has been approved by the European Union, these financial statements have been prepared according to IFRS that have been adopted by the European Union and also according to IFRS that have been issued by the IASB.

The accounting policies used for the preparation and presentation of these interim financial statements are consistent with the policies used to prepare the IFRS financial information for the year ended 31 December 2005.

The interim financial statements have to be considered together with the financial information under IFRS for the year ended 31 December 2005 and is available at the internet address of the Group [www.nikas.gr](http://www.nikas.gr).

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The financial statements have been prepared using the historical cost convention, except for land and buildings, which are stated at deemed cost as at 1 January 2004 and depreciated thereon (fair value only for the first time adoption of IFRS), available-for-sale financial assets, and financial assets and financial liabilities which are recorded at fair value through profit or loss.

The preparation of financial statements in accordance with IFRS requires the use of certain critical accounting estimates and management to exercise judgement in the process of applying the Company's accounting policies. It also requires the use of estimation and assumptions that affect financial assets and liabilities, the notification of any contingencies at the balance sheet date and income/expense occurred during the period under examination. Despite the fact that the above-mentioned estimations and assumptions are based on the best knowledge of management in relation to the current terms and conditions, the actual results may be different than those estimated. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements are disclosed in Note 3.

**3. Critical accounting estimates and assumptions**

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

The Group makes estimates and assumptions concerning the future. The provision for income taxes is an area in which management believes that there is a significant risk of material adjustments within the next financial years due to the existing tax law in Greece, according to which, tax liabilities of the Company are final only after a tax audit has been carried out by the tax authorities.

A significant judgement is required in determining the provision for income taxes. There are many transactions and calculations for which the ultimate tax determination is uncertain during the ordinary course of business. Where the final tax outcome of these matters is different from the amounts that were initially recorded, such differences will impact the income tax and deferred tax provisions in the period in which such determination is made.

**4. Segment information**

Company's Head office is located in Athens and its primary activity is in Greece. The Group primary sells its products in Greece, Balkans and Cyprus. The main activities of the Group are the production and selling of processed meat and processed meat products. Other Group operations comprise the production of pizza, cheese products and other foodstuff. Based on the above, segment analysis of the Group is as follows:

**Primary reporting format – geographical segments**

The Group's segment results for the three months ended 31 March 2006 and 31 March 2005, are as follows:

**3 months ended 31 March 2006**

<i>Amounts in €</i>	<b>OTHER</b>		<b>TOTAL</b>
	<b>GREECE</b>	<b>COUNTRIES</b>	
Total gross segment sales	28.668.054	1.582.182	30.250.236
Intersegment sales	(3.993.795)	(93.492)	(4.087.287)
<b>Sales</b>	<b>24.674.259</b>	<b>1.488.690</b>	<b>26.162.949</b>
Operating profit	2.887.681	314.382	3.202.063
Finance costs - net	(485.998)	(38.889)	(524.887)
<b>Profit before income tax</b>	<b>2.401.683</b>	<b>275.493</b>	<b>2.677.176</b>
Income tax	(396.990)	-	(396.990)
<b>Profit for the period</b>	<b>2.004.693</b>	<b>275.493</b>	<b>2.280.186</b>





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**3 months ended 31 March 2005**

<i>Amounts in €</i>	<b>GREECE</b>	<b>OTHER COUNTRIES</b>	<b>TOTAL</b>
Total gross segment sales	26.884.686	1.879.613	28.764.299
Intersegment sales	(3.325.000)	(58.000)	(3.383.000)
<b>Sales</b>	<b>23.559.686</b>	<b>1.821.613</b>	<b>25.381.299</b>
Operating profit	3.797.879	(2.614)	3.795.265
Finance costs - net	(519.311)	(97.728)	(617.039)
<b>Profit before income tax</b>	<b>3.278.568</b>	<b>(100.342)</b>	<b>3.178.226</b>
Income tax	(1.143.820)	-	(1.143.820)
<b>Profit for the period</b>	<b>2.134.748</b>	<b>(100.342)</b>	<b>2.034.406</b>

Other segment items included in the income statement are as follows:

**3 months ended 31 March 2006**

<i>Amounts in €</i>	<b>GREECE</b>	<b>OTHER COUNTRIES</b>	<b>TOTAL</b>
Depreciation of PP&E and intangible assets	750.870	144.908	895.778

**3 months ended 31 March 2005**

Depreciation of PP&E and intangible assets	817.132	190.706	1.007.838
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The segment assets and liabilities at 31 March 2006 and 2005 and the capital expenditure relating to tangible and intangible assets are as follows:

**31 March 2006**

<i>Amounts in €</i>	<b>GREECE</b>	<b>OTHER COUNTRIES</b>	<b>TOTAL</b>
<b>Assets</b>	119.034.176	10.616.867	129.651.043
<b>Liabilities</b>	86.300.201	8.639.321	94.939.522
Capital expenditure 1/1 - 31 3 2006	686.326	45.977	732.303

**31 December 2005**

<i>Amounts in €</i>	<b>GREECE</b>	<b>OTHER COUNTRIES</b>	<b>TOTAL</b>
<b>Assets</b>	114.164.101	10.737.170	124.901.271
<b>Liabilities</b>	85.987.771	6.482.164	92.469.935
Capital expenditure 1/1 - 31 3 2005	538.804	-	538.804

Segment assets consist primarily of property, plant and equipment, intangible assets, inventories, receivables and operating cash.



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Segment liabilities comprise operating liabilities.

Capital expenditure comprises additions to property, plant and equipment and intangible assets.

**Secondary reporting format – business segments.**

The Group's segment revenues for three months up to 31 March 2006 and 31 March 2005, are as follows:

<i>Amounts in €</i>	<b>3 months up to 31 March 2006</b>	<b>3 months up to 31 March 2005</b>
Processed meat products	17.490.000	17.303.000
Other products	8.672.949	8.078.299
<b>Total</b>	<b>26.162.949</b>	<b>25.381.299</b>

Inter-segment transfers or transactions are entered into under the normal commercial terms and conditions that would also be available to unrelated parties.

**5. Investments in subsidiaries and associates**

<i>Amounts in €</i>	<b>GROUP</b>		<b>COMPANY</b>	
	<b>31/03/2006</b>	<b>31/12/2005</b>	<b>31/03/2006</b>	<b>31/12/2005</b>
<b>Beginning of period</b>	<b>9.647.268</b>	<b>8.366.184</b>	<b>13.991.588</b>	<b>13.022.835</b>
Share of profit from associates	728.469	533.200	-	-
Disposals/write-offs	-	(31.248)	-	(31.247)
Reversal of impairment	-	779.132	-	1.000.000
<b>End of period</b>	<b>10.375.737</b>	<b>9.647.268</b>	<b>13.991.588</b>	<b>13.991.588</b>



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The summarised financial information of principal subsidiaries and associates, all of which are unlisted, is as follows:

Name	Cost	Impairment	Balance sheet value	Country of incorporation	% Interest held
<i>Amounts in €</i>					
<i>i) subsidiaries</i>					
NIKAS SPARTI S.A	3.464.121	-	3.464.121	GREECE	100,00%
NIKAS CRETE S.A	10.725	-	10.725	GREECE	96,55%
PLATAION S.A	-	-	-	GREECE	75,00%
DOMOKOS S.A	205.429	-	205.429	GREECE	70,00%
ALLANTIKA MAKEDONIAS S.A	-	-	-	GREECE	55,00%
P.G NIKAS GMBH	-	-	-	GERMANY	90,00%
NIKAS SKOPJE L.T.D	-	-	-	SKOPJE	98,45%
NIKAS BULGARIA S.A	5.514.444	-	5.514.444	BOULGARIA	100,00%
NIKAS ROMANIA S.A	128.503	-	128.503	ROMANIA	96,50%
NIKAS USA INC	1.700.000	700.000	1.000.000	U.S.A	100,00%
<b>Total</b>	<b>11.023.222</b>	<b>700.000</b>	<b>10.323.222</b>		
<i>ii) associates</i>					
HELLENIC GYROS S.A	956.701	-	956.701	GREECE	40,89%
ALLANTIKA GRIGORIOU LTD	1.218.724	-	1.218.724	CYPRUS	35,98%
GRIGORIOU BE LTD	1.492.941	-	1.492.941	CYPRUS	35,98%
<b>Total</b>	<b>3.668.366</b>	<b>-</b>	<b>3.668.366</b>		
<b>Total</b>	<b>14.691.588</b>	<b>700.000</b>	<b>13.991.588</b>		

In addition, the Company participates -through its subsidiary NIKAS SPARTI S.A- to the following companies:

Επωνυμία	Κόστος	Απομείωση	Αξία Ισολογισμού	Χώρα εγκατάστασης	Ποσοστό συμμετοχής
ΠΕΛΟΠΟΝΗΣΟΣ Α.Ε	384.840	-	384.840	ΕΛΛΑΔΑ	96,98%
NIKAS ROMANIA	4.674	-	4.674	ΡΟΥΜΑΝΙΑ	3,50%
	<b>389.514</b>	<b>-</b>	<b>389.514</b>		

## 6. Commitments

There are no significant capital commitments at the balance sheet that would have an impact on the interim financial statements of 2006.

## 7. Contingencies

The Group has contingent liabilities in respect of bank and other guarantees and other matters arising in the ordinary course of business. No additional charges are anticipated from contingent liabilities. The Guarantees given by the Group in ordinary course of business are as follows:



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<i>Amounts in €</i>	<u>31 March 2006</u>	<u>31 December 2005</u>
<b>Payables</b>		
Guarantees given to suppliers	270.212	270.212
Bank guarantees in favour of subsidiaries	<u>27.261.978</u>	<u>27.261.978</u>
	<u><b>27.532.190</b></u>	<u><b>27.532.190</b></u>

**8. Encumbrances against immovable property**

Long term borrowings of Euro 95.457 are secured over the land and buildings of a Group's subsidiary at an amount of Euro 1.761.120.

**9. Related-party transactions**

The following transactions were carried out with related parties:

<i>Amounts in €</i>	GROUP		COMPANY	
	1/1 up to 31/03/2006	1/1 up to 31/03/2005	1/1 up to 31/03/2006	1/1 up to 31/03/2005
<b>i) Sales of goods and services and other revenues</b>				
Sales of goods	4.087.288	3.383.000	2.104.102	758.000
Sales of services	-	-	-	-
Other revenues	-	-	-	-
	<u><b>4.087.288</b></u>	<u><b>3.383.000</b></u>	<u><b>2.104.102</b></u>	<u><b>758.000</b></u>
<b>ii) Purchase of goods and services and other expenses charged</b>				
Purchases of goods	4.087.288	3.383.000	845.000	1.770.786
Purchases of services	-	-	-	-
Expenses	-	-	-	-
	<u><b>4.087.288</b></u>	<u><b>3.383.000</b></u>	<u><b>845.000</b></u>	<u><b>1.770.786</b></u>
<b>iii) Key management compensation</b>				
Salaries and other short-term employee benefits	197.128	158.038	197.128	158.038
Other long-term benefits	-	-	-	-
	<u><b>197.128</b></u>	<u><b>158.038</b></u>	<u><b>197.128</b></u>	<u><b>158.038</b></u>



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**iv) Year-end balances arising from sales/purchases of goods/services**

<i>Amounts in €</i>	<b>GROUP</b>		<b>COMPANY</b>	
	<b>1/1 up to 31/03/2006</b>	<b>1/1 up to 31/03/2005</b>	<b>1/1 up to 31/03/2006</b>	<b>1/1 up to 31/03/2005</b>
Receivables from related parties				
-Parent limited	-	-	4.815.019	4.398.000
-Associates	6.618.798	10.977.746	-	-
	<b>6.618.798</b>	<b>10.977.746</b>	<b>4.815.019</b>	<b>4.398.000</b>
Payables to related parties				
-Parent limited	-	-	636.590	7.000
-Associates	-	13.530.694	-	-
	<b>-</b>	<b>13.530.694</b>	<b>636.590</b>	<b>7.000</b>
<b>v) Loans to related parties</b>	<b>707.540</b>	<b>707.540</b>	<b>707.540</b>	<b>707.540</b>

Services from and to related parties and purchases and sales of goods are negotiated on the basis of the price lists in force with non-related parties.

## 10. Earnings per share

### Basic and diluted

Basic and diluted earnings per share are calculated by dividing the profit attributable to equity holders of the Company with the weighted average number of ordinary shares during the period.

<i>Amounts in €</i>	<b>GROUP</b>		<b>COMPANY</b>	
	<b>1/1 up to 31/03/2006</b>	<b>1/1 up to 31/03/2005</b>	<b>1/1 up to 31/03/2006</b>	<b>1/1 up to 31/03/2005</b>
Profit attributable to equity holders of the Company	2.277.021	2.158.235	1.573.702	2.936.657
Weighted average number of ordinary shares in issue	20.231.328	20.231.328	20.231.328	20.231.328
Basic earnings per share (€ per share)	0,113	0,107	0,078	0,145

## 11. Open tax years

The Company and the most significant subsidiaries which are included in the consolidation have been audited by the tax authorities until 2003. "NIKAS CRETE S.A" and "ALLANTIKA MAKEDONIAS S.A" have been audited by the tax authorities until 2001. As described in note 3, according to existing tax law in Greece, tax liabilities of a company are final only after a tax audit has been carried out by the tax authorities.

## 12. Number of employees

Number of employees at the end of the period under examination: Group 635, Company 377.



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### **13. Dividends per share**

In the year 2005, a dividend of € 4.855 thousand (€ 0,24 per share) was distributed from the profits of 2004. With the approval of the financial statements of 2005, the Company's Board of Directors declared a dividend from the profits of 2005 amounting to € 5.260 thousand (€ 0,26 per share), which has been approved by the General Meeting of the Shareholders at their meeting on 27 April 2006. This amount has been paid to the shareholders on 10 May 2006 and has not been recognised as a liability to the shareholders of the company (according to IAS 10) in the interim financial statements as at 31/3/2006.

### **14. Events after the balance sheet date**

a) The General Meeting of Shareholders at their meeting on 24 February 2006 decided –according to article 23a of Law 2190/1920- to sell the total number of shares of NIKAS USA INC (a 100% subsidiary) to its founder Mr P. Nikas for Euro 1.000.000. In addition, the company's management decided the absorption of the subsidiaries "SPARTI S.A" and "CRETE S.A".

b) The General Meeting of Shareholders at their meeting on 27 April 2006 decided: (i) the disposal of 329.302 common ordinary shares that represent 40,887% of "Greek Gyros S.A" share capital, for Euro 2.000.000 (cost value € 987.948) and (ii) the disposal of Company's participation in "Plataion S.A" for Euro 7.220,27