

**ELMEC SPORT ABETE**  
**Registration Number: 6357/06/B/86/59**  
**96 Vouliagmenis Avenue 16674 Glyfada**

**Financial data and information for the period from the 1st of January 2006 to the 30th of June 2006**

The purpose of the following financial data and information is to provide a general update for the financial standing and the results of Elmec Sport ABETE. Thus, we recommend to the reader, before he/she proceeds to any investment choice or any transaction with the Company, to visit the website of the company (www.elmec.gr), where he/she may find its interim financial statements drawn-up in accordance to the International Accounting Standards, as well as the review report of the certified auditor - accountant, if applicable.

The Certified Auditor Accountant Gregory El. Koutras S.O.E.L. Registration Number 13601  
Auditing Company: BKR PROTYPOS ELEGTIKI S.A.  
Type of Review Report: Report with unqualified opinion

**BALANCE SHEET DATA - (in euros €)**

	<b><u>Consolidated</u></b>		<b><u>Company</u></b>	
	<b><u>30/6/2006</u></b>	<b><u>31/12/2005</u></b>	<b><u>30/6/2006</u></b>	<b><u>31/12/2005</u></b>
<b><u>ASSETS</u></b>				
Non-current assets	109.344.928	103.025.758	79.723.706	75.150.409
Inventories	56.949.975	52.300.417	23.246.475	24.236.922
Trade and other receivables	45.992.090	59.202.483	48.812.676	59.888.463
Other assets	39.539.645	39.249.067	14.575.457	14.794.861
<b>TOTAL ASSETS</b>	<b><u>251.826.638</u></b>	<b><u>253.777.725</u></b>	<b><u>166.358.314</u></b>	<b><u>174.070.655</u></b>
<b><u>EQUITY &amp; LIABILITIES</u></b>				
Non-current liabilities	25.357.198	26.513.957	12.782.035	13.424.162
Loans and financial leases	52.240.130	46.096.876	36.886.816	40.006.535
Other current liabilities	61.435.781	68.371.888	20.783.560	23.656.033
Total obligation (a)	<u>139.033.109</u>	<u>140.982.721</u>	<u>70.452.411</u>	<u>77.086.730</u>
Net Shareholders equity	97.259.874	97.779.142	95.905.903	96.983.925
Minority rights	15.533.655	15.015.862		
Total Shareholders equity (b)	<u>112.793.529</u>	<u>112.795.004</u>	<u>95.905.903</u>	<u>96.983.925</u>
<b>TOTAL EQUITY &amp; LIABILITIES (a+b)</b>	<b><u>251.826.638</u></b>	<b><u>253.777.725</u></b>	<b><u>166.358.314</u></b>	<b><u>174.070.655</u></b>



**CASH FLOW DATA - (in euros €)**

	<b>Consolidated</b>		<b>Company</b>	
	<b>1/1 - 30/6/2006</b>	<b>1/1 - 30/6/2005</b>	<b>1/1 - 30/6/2006</b>	<b>1/1 - 30/6/2005</b>
<b>Operating activity</b>				
Earnings before taxes (EBT)	6.615.313	15.295.594	4.774.203	11.261.709
Plus/Less adjustments for:				
Depreciation and Amortisation	1.837.007	1.447.940	1.002.563	996.459
Provisions	(689.379)	9.554	(507.191)	9.554
Foreign exchange differences	64.443	297.538	0	0
Results from Investing Activity	197.876	(524.767)	255.644	(482.019)
Financial expenses	1.882.144	1.242.163	1.081.638	743.450
Plus changes in working capital				
Decrease/(increase) in inventories	(4.649.558)	(18.748.369)	990.447	(1.230.571)
Decrease/(increase) in receivables	13.578.175	(25.453.202)	11.525.365	(18.649.868)
Increase/(decrease) in liabilities (except loans)	(10.846.963)	41.162.425	(7.544.565)	12.294.570
Less:				
Interest and other bank expenses paid	(1.882.144)	(1.242.163)	(1.081.638)	(743.450)
Taxes paid	(2.934.221)	(3.588.430)	(1.471.844)	(2.734.260)
Net cash provided by operating activities (a)	<u>3.172.693</u>	<u>9.898.283</u>	<u>9.024.622</u>	<u>1.465.574</u>
<b>Investing Activity</b>				
Purchase of subsidiaries and other investments	0	369.960	(3.930.056)	330.600
Purchase of fixed assets	(8.385.021)	(13.122.258)	(1.695.638)	(5.048.079)
Proceeds from sold tangible assets	543.009	773.523	93.486	180.430
Interest received	271.531	159.503	211.656	115.740
Dividends received	203.787	147.658	217.787	148.681
Other investment inflows (net)	0	(2.067)	0	(2.067)
Net cash provided by investing activities (b)	<u>(7.366.694)</u>	<u>(11.673.681)</u>	<u>(5.102.765)</u>	<u>(4.274.695)</u>
<b>Financing activity</b>				
Capital issue costs	(77.515)	0		0
Increase/(decrease) in borrowings	6.099.515	32.998	(3.132.600)	(2.201.197)
Increase/(decrease) in financial leases	(750.475)	483.010	(315.693)	(18.527)
Dividends paid	(33.340)	(72.342)	(21.840)	(32.141)
Net cash provided by financing activities ©	<u>5.238.185</u>	<u>443.666</u>	<u>(3.470.133)</u>	<u>(2.251.865)</u>
Net cash inflows/(outflows) (a+b+c)	1.044.184	(1.331.732)	451.724	(5.060.986)
Cash and equivalents at the beginning of the year	20.149.364	22.318.597	6.536.023	11.690.156
Cash and equivalents at the end of the period	<u>21.193.548</u>	<u>20.986.865</u>	<u>6.987.747</u>	<u>6.629.170</u>

### Additional Information

1. The consolidated financial statements include, apart from Elmec Sport ABETE (from now on the "Company"), the following companies (from now on the "Group"). All companies appearing in the following table are consolidated by means of the total consolidation method.

Company	Registered offices	% of interest			Non-audited periods
		Direct	Indirect	Total	
A&A Holdings SA	Luxemburg	61,16%		61,16%	-----
Factory Outlet SA	Greece		60,24%	60,24%	2004 - 2005
Factory Outlet Airport SA	Greece	99,00%	0,60%	99,60%	-----
Elmec Romania Srl	Romania	100,00%		100,00%	2005
Elmec Sport Bulgaria EOOD	Bulgaria	100,00%		100,00%	2001 - 2005
Chronosport SA	Greece	50,00%		50,00%	2003 - 2005
Moustakis SA	Greece	100,00%		100,00%	2002 - 2005
Logistics Express SA	Greece	99,99%	0,01%	100,00%	-----
Attica Department Stores SA	Greece	25,00%	21,07%	46,07%	2005
Ipirotiki SA	Greece	84,29%		84,29%	2003 - 2005

2. Elmel Com Ltd is not included in the consolidated financial statements of the period under examination, while it was included in the relative period of the previous year, because it was sold to third parties at November 18th, 2005.

3. On the 16th of June 2006, the Company set into liquidation process its subsidiary A&A Holdings SA, with the ultimate objective to fully distribute to the A&A shareholders the only asset of the company, namely the 98,5% of the Factory Outlet SA shares.

4. Logistics Express SA was founded in 28/04/2006 and is consolidated for the first time.

5. The regular tax audit for the financial years 2004 and 2005 has been completed. Additional taxes amounting to 1.280.536 euros in total came out of the audit against an applicable provision of 400.000 euros the Company formed at 31/12/2005. The above event is considered as an "Event After the Balance Sheet Date" therefore an expense of 880.536 euros will be recognised in the income statement for the examined period according to IAS 10. The up-to-date unaudited tax years for the remaining companies of the Group is presented in the rightmost column of the above table.

6. There is a mortgage charge for the amount of 700.000 € on the 4.800 m<sup>2</sup> building at the junction of Magheru and Campineanu streets in Bucharest, owned by Elmec Romania SRL, to the benefit of Bankpost, of the EFG Eurobank Group, for securing the obligations of Elmec Romania SRL to the bank resulting from a short-term credit line of 12.000.000 €. There are no other pledges on the fixed assets of the Group.

7. The Company has legal disputes with the State. The possible impact of those cases on the financial figures of the Company has been accounted in the above financial statements.

8. On 30/6/2006 the personnel of the Company and the Group totalled 610 and 1.545 employees respectively.

9. The amounts of the sales and purchases of the Company, to and from the related parties according to IAS 24, (major stockholders, members of the board of directors, and subsidiaries) reached cumulative from 01.01.2006 to the amount of 9.216.999 € and 343.474 € respectively. The respective amounts for the Group are 302.304 € and 28.898 €. The balance of the receivables and payables of the Company to and from the above parties stood at 30.06.2006 at 17.770.927 € and 139.716 € respectively. The respective amounts for the Group are 713.134 € and 42.031 €.

10. Ipirotiki SA, Factory Outlet Airport SA and Logistics Express SA had no revenues from commercial activities during the current fiscal year and the previous one.

11. From the 1st of June 2006, the Group does not wholesale distribute Nike products in Greece and Cyprus. On the contrary, the Group will continue to wholesale distribute the above products in Romania and Bulgaria at least until the 31st of May 2009, when the negotiations with the supplier company Nike European Operations Netherlands BV for further renewal will be repeated, according to a corresponding announcement of the company published on the 26th of June 2006. In addition, the Group will continue to develop the chain of retail stores "exclusive sports", which sell exclusively Nike products in Greece, Romania and Bulgaria. The wholesale distribution of Nike products in Greece and Cyprus corresponds to 22,8% of the consolidated turnover for the examined period 1/1 - 30/6/2006. The Management of the Group has already taken care for the substitution of the above loss of turnover with new activities of the Group, which are described extensively in the Report of the Company's Board of Directors for the period 1/1-31/12/2005.

12. The Board of Directors of the Company approved the attached financial statements on Monday the 21st of August 2006.

Glyfada, August 21st, 2006

THE CHAIRPERSON OF  
THE BoD

LUCY FAIS  
ID X 091336

THE MANAGING DIRECTOR

SAM FAIS  
ID X 091240

THE CHIEF ACCOUNTANT

THEODORA KALOPLASTOU  
ID T 542192