



IASO S.A.

OBSTETRICS GYNECOLOGY SURGERY DIAGNOSTIC THERAPEUTIC AND RESEARCH CENTER

Data and Information for the period 1 January 2006 to 31 December 2006

GROUP OF COMPANIES (Published in accordance with Law 2190/1920, article 135, for companies preparing annual financial statements, consolidated or not, according to the IFRS)

The following data and information aim to provide a general briefing for the financial position and the results of operations of the Group and the Company IASO S.A.. Therefore, it is recommended, to any reader, before proceeding to any kind of investment decision or other transaction with the Company, to visit the Company's web site, where the Annual Financial Statements are posted and prepared according to the International Financial Reporting Standards accompanied with the Audit Report of the Certified Auditor Accountant where it is necessary.

Company's website address: www.iaso.gr

INFORMATION ABOUT THE COMPANY

Full Name:	IASO Obstetrics Gynecology Surgery Diagnostic Therapeutic Research Center S.A.
Foundation Date:	27/10/1976
Registered Address:	37-39 Kifissias Ave. Maroussi Athens
Companies Register Number:	13366/06/B/86/61
Supervising Authority:	Ministry of Development, Department for Limited Companies
Tax Payer Number:	094055324
Board of Directors Composition	
Ioannis Ch. Zolotas	Chairman
Paraskevas P. Petropoulos	A' Vice-Chairman
Lampros Th. Mitrou	B' Vice-Chairman
Georgios I. Stamatou	Managing Director
Konstantinos P. Kanellopoulos	Managing Director
Ioannis P. Trompoukis	Member
Panagiotis G. Theofanakis	Member
Stylianos K. Zarkinos	Member
Ilias G. Cheilaris	Member
Dionysios G. Karamalikis	Member
Ilias T. Triantafyllou	Member
Spyridon E. Dimitrouleas	Member
Ilias F. Petropoulos	Member
Type of Report:	Annual Financial Statements of the fiscal year 2006
Duration of the fiscal year:	12 months
Date of approval of the annual financial statements:	16 March 2007
Certified Auditors:	SOL S.A. Konstantinos P. Petrogiannis
Type of Auditors' Report:	Review report with issues of importance
Website:	www.iaso.gr

1. CONDENSED BALANCE SHEET (Amounts reported in Euro)

	THE GROUP		THE COMPANY	
	31/12/2006	31/12/2005	31/12/2006	31/12/2005
ASSETS				
Non-current assets	212.913.130,65	211.145.942,33	113.232.331,69	114.715.746,13
Inventories	4.460.597,09	4.395.640,59	2.281.290,55	2.281.463,52
Trade and other Receivables	19.578.560,52	12.069.137,55	3.370.817,69	2.954.744,55
Other assets	31.823.754,75	31.570.731,44	106.512.805,75	98.052.455,49
TOTAL ASSETS	268.776.043,01	259.181.451,91	225.397.245,68	218.004.409,69
LIABILITIES				
Non-current liabilities	56.587.433,10	58.799.577,85	15.020.356,96	17.255.857,75
Short-term Bank borrowings	16.147.590,97	16.419.782,71	2.800.000,00	4.800.000,00
Other current liabilities	45.570.348,86	39.110.639,76	19.373.420,84	19.135.781,46
Total Liabilities (a)	118.305.372,93	114.330.000,32	37.193.777,80	41.191.639,21
EQUITY				
Shareholders Equity (44.075.500 shares x 1,53€)	67.435.515,00	40.990.215,00	67.435.515,00	40.990.215,00
Other shareholders equity	80.592.938,35	102.227.616,65	120.767.952,88	135.822.555,48
Total Shareholders Equity (b)	148.028.453,35	143.217.831,65	188.203.467,88	176.812.770,48
Minority interest (c)	2.442.216,73	1.633.619,94	0,00	0,00
Total Equity (d)=(b)+(c)	150.470.670,08	144.851.451,59	188.203.467,88	176.812.770,48
TOTAL EQUITY AND LIABILITIES (e)=(a)+(d)	268.776.043,01	259.181.451,91	225.397.245,68	218.004.409,69

2. STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD (Amounts reported in Euro)

	THE GROUP		THE COMPANY	
	31/12/2006	31/12/2005	31/12/2006	31/12/2005
Net equity of period Opening Balance (1/1/2006 and 1/1/2005 respectively)	144.851.451,59	143.345.377,03	176.812.770,48	167.922.543,99
Profit/(Loss) for the period after taxes	13.107.282,49	5.766.189,16	20.205.797,40	13.297.776,49
	157.958.734,08	149.111.566,19	197.018.567,88	181.220.320,48
Increase/decrease of share capital	1.327.036,00	0,00	0,00	0,00
Dividends distributed	-8.815.100,00	-4.407.550,00	-8.815.100,00	-4.407.550,00
Net income/(expense) recognised directly in equity	0,00	147.435,40	0,00	0,00
Net equity of period Closing Balance (31/12/2006 and 31/12/2005 respectively)	150.470.670,08	144.851.451,59	188.203.467,88	176.812.770,48

3. INCOME STATEMENT FOR THE PERIOD (Amounts reported in Euro)

	THE GROUP		THE COMPANY	
	1/1-31/12/2006	1/1-31/12/2005	1/1-31/12/2006	1/1-31/12/2005
Sales	143.841.344,37	116.744.465,41	88.744.579,60	76.681.334,96
Gross profit/(loss)	33.015.911,75	23.506.082,82	31.874.384,95	25.771.903,39
Earnings/(loss) before taxes, financing and investing results and depreciation-amortisation (EBITDA)	33.867.314,47	19.966.839,58	31.577.925,09	23.941.329,48
Earnings/(loss) before taxes, financing and investing results (EBIT)	25.972.181,57	11.803.339,72	27.780.066,57	20.160.029,93
Profit/(loss) before taxes	24.208.771,54	9.052.146,73	28.504.452,23	20.149.438,77
Less: Income tax expense	-11.101.489,05	-3.285.957,57	-8.298.654,83	-6.851.662,28
Profit/(loss) for the period after taxes	13.107.282,49	5.766.189,16	20.205.797,40	13.297.776,49
Attributable to:				
Equity holders of the Company	13.429.210,12	6.075.151,14	20.205.797,40	13.297.776,49
Minority interest	-321.927,63	-308.961,98	0,00	0,00
Earnings after taxes per share - basic (expressed in €)	0,3047	0,1378	0,4584	0,3017

4. CASH FLOW STATEMENT (Amounts reported in Euro)

	THE GROUP		THE COMPANY	
	1/1-31/12/2006	1/1-31/12/2005	1/1-31/12/2006	1/1-31/12/2005
Cash Flows from Operating Activities				
Net Profit before taxes	24.208.771,54	9.052.146,73	28.504.452,23	20.149.438,77
Plus/Less adjustments for:				
Depreciation and Amortisation	7.895.132,90	8.163.499,86	3.797.858,52	3.781.299,55
Provisions	3.901.284,51	2.739.386,53	1.115.159,22	990.572,85
Financial Results (profit and losses)	1.763.410,03	2.751.192,99	-724.385,66	52.384,15
Other adjustments	-135,08	-151.626,76	-8.477,58	0,00
	37.768.463,90	22.554.599,35	32.684.606,73	24.973.695,32
Plus/Less adjustments of working capital to net cash or related to operating activities:				
Increase/(Decrease) of Inventories	-64.956,50	476.086,52	172,97	60.272,94
Increase/(Decrease) of Receivables	-9.595.664,98	-9.070.133,57	-2.991.293,70	-2.932.458,43
Increase/(Decrease) of payable accounts (except Banks)	8.195.591,20	-29.690.657,06	-1.421.160,46	1.302.577,12
Less:				
Interest paid and similar expenses	-3.081.894,55	-3.542.324,90	-694.443,30	-713.441,13
Income Tax paid	-6.842.815,59	-6.628.662,03	-6.789.180,44	-6.581.272,88
Increase/(Decrease) of other current assets and flows of provisions	-602.547,71	28.856,95	0,00	-597.185,84
Net cash generated from Operating Activities (a)	25.776.175,77	-25.872.234,74	20.788.701,80	15.512.187,10
Cash Flows from Investing Activities				
Purchases of subsidiaries, associates, joint-ventures and other investments	0,00	-51.274,16	-2.981.204,00	-51.274,16
Purchases of tangible and intangible assets	-9.908.671,07	-11.830.426,14	-3.004.339,80	-8.731.343,52
Proceeds from sale of tangible and intangible assets	206.230,99	9.592,02	658.119,36	10.005,07
Interest received	446.687,50	341.996,95	304.223,68	253.715,01
Proceeds from grants	0,00	40.253,94	0,00	40.253,94
Purchases of available-for-sale financial assets	775.000,00	-2.775.000,00	0,00	0,00
Sales of available - for - sale financial assets	2.000.000,00	0,00	0,00	0,00
Net cash generated from Investing Activities (b)	-6.480.752,58	-14.264.857,39	-5.023.200,76	-8.478.643,66
Cash Flows from Financing Activities				
Increase/(Decrease) of share capital	1.327.036,00	-14.717.898,12	0,00	-14.865.333,52
Proceeds from issued/raised loans	435.000,00	45.100.000,00	0,00	0,00
Repayments of borrowings	-8.550.000,00	-3.615.651,02	-4.800.000,00	-2.015.651,02
Repayments of finance obligations (installments for paying off the debt)	-8.971.983,87	-4.324.123,69	-8.971.983,87	-4.324.123,69
Dividends paid	0,00	0,00	0,00	0,00
Net cash generated from Financing Activities (c)	-15.759.947,87	22.442.327,17	-13.771.983,87	-21.205.108,23
Net increase/(decrease) in cash and cash equivalents (a) + (b) + (c)	3.535.475,32	-17.694.764,96	1.993.517,17	-14.171.564,79
Cash and cash equivalents at beginning of period	6.583.030,33	24.277.795,29	4.133.391,91	18.304.956,70
Cash and cash equivalents at end of period	10.118.505,65	6.583.030,33	6.126.909,08	4.133.391,91

ADDITIONAL RECORDS AND INFORMATION

The Companies of the Group with respective address and participation percentages that are included in the consolidated Financial Statements are:

Full Consolidation Method

COMPANY NAME	Registered Office	% of participation
1. IASO SA	Greece, Maroussi Attiki	Parent
2. IASO GENERAL CLINIC OF HOLARGOS SA	Greece, Holargos Attiki	96,07%
3. IASO MACEDONIAS HEALTH GROUP OF NORTHERN GREECE SA	Greece, Maroussi Attiki	100,00%
4. IASO OF SOUTHERN SUBURBS GENERAL CLINIC-PRIVATE OBSTETRICS SA	Greece, Maroussi Attiki	99,96%
5. MODERN MULTIFUNCTIONAL REHABILITATION-RESTORATION CENTER SA	Greece, Maroussi Attiki	99,96%
6. IASO PEDIATRICS SA	Greece, Maroussi Attiki	99,96%
7. MEDSTEM SERVICES SA	Greece, Maroussi Attiki	99,96%
8. IASO THESSALIAS GENERAL CLINIC-PRIVATE OBSTETRICS SA	Greece, Larissa	73,94%

No change has occurred either in companies that are consolidated or in the method of consolidation in the Annual Financial Statements from 01.01.2005 till today.

- According to the decision of the Extraordinary General Meeting of Shareholders of the subsidiary "IASO SERVICES SA" held on 05.12.2005, the Company was renamed to "MEDSTEM HEALTH SUPPORT SERVICES SA" under the distinctive title "MEDSTEM SERVICES SA" (G.G. 1298/21.12.2005).
- For the period 01.01-31.12.2006, the Company and the Group replaced the costing method used for its services, with the Activity Based Costing method, which is considered as the most appropriate costing method for healthcare organizations. If this method, A.B.C., was also applied to the parallel period of 2005 respectively, no changes would have occurred to the results and equity either for the Company or the Group (Note 22, Annual Financial Statements).
- The Group applies the "IFRS Stable Platform 2005" from the 1st of January 2005.
- On the assets of the Company and the Group there are no real liens, apart from the subsidiary IASO GENERAL CLINIC OF HOLARGOS S.A. where there is a prenotation against its fixed assets amounted to € 54.000.000,00, for securing long-term bank loans, whose unpaid balance at 31.12.2006 amounted to € 44.500.000,00.
- The personnel employed by the Company amounts to 857 and 918 persons at 31.12.2006 and 31.12.2005 respectively, while of the Group to 1.418 and 1.548 persons at 31.12.2006 and 31.12.2005, respectively.
- The earnings per share were calculated on the basis of the profit after taxes and minority interest divided by the weighted average number of the parent Company's ordinary shares in issue.
- The investments of the Group for the period 01.01-31.12.2006 for tangible assets amounted to € 9.908.671,07 while those of the Company amounted to € 3.004.339,80.
- The Share Capital of the Company "IASO THESSALIAS GENERAL CLINIC-PRIVATE OBSTETRICS S.A." upon resolution of the Extraordinary General Meeting of Shareholders held on 17.12.2005, increased by € 3.274.800,00 by cash, by issuance of 327.480 new common registered shares of nominal value € 10,00 each and issue price € 13,00. The Share Premium Reserve amounts to € 982.440,00 (G. G. 719/27.01.2006). Approved by the BoD at 12.04.2006 (G. G. 2950/08.05.2006).
- The Share Capital of the Company "IASO THESSALIAS GENERAL CLINIC-PRIVATE OBSTETRICS S.A." upon resolution of the Extraordinary General Meeting of Shareholders held on 25.11.2006, increased by € 3.274.800,00 by cash, by issuance of 327.480 new common registered shares of nominal value € 10,00 each and issue price € 15,00. The Share Premium Reserve amounts to € 1.637.400,00 (6992/19.12.2006 decision of the Prefecture of Larissa). Accreditation has not been completed yet.
- The Share Capital of the Company "IASO MACEDONIAS HEALTH GROUP OF NORTHERN GREECE S.A." upon resolution of the Extraordinary General Meeting of Shareholders held on 20.03.2006, increased by € 4.998,00, by cash, by issuance of 1.700 new ordinary registered shares of nominal value € 2,94 each and issue price € 30,00. The Share Premium Reserve amounts to € 46.002,00 (G.G. 2565/14.04.2006). The payment for the Share Capital increase was certified by the BoD's decision (12.04.2006) and approved by the responsible authorities (EM6889/06).
- The Share Capital of the Company, upon resolution of the Annual General Meeting of Shareholders held on 30.06.2006, increased by € 26.445.300,00 by capitalization of reserves (Prior period earnings carried forward), by a corresponding increase of the share's nominal value from € 0,93 to € 1,53 per share (decision K2-10533/12-7-2006 Ministry of Development). The Share Capital increase was certified by the BoD's Meeting's Minute Book of 14.07.2006 (decision K2-10987/24-7-2006 Ministry of Development).
- At the Extraordinary General Meeting of Shareholders of the subsidiary company "IASO OF SOUTHERN SUBURBS GENERAL CLINIC - PRIVATE OBSTETRICS S.A." held on 05.02.2007, it was decided: (a) the decrease of the nominal value of shares from € 10,00 to € 5,00 (split) by a simultaneous issuance of 6.000 registered shares, (b) the increase of Share Capital by cash for the amount of € 10.000.000,00, by issuance of 2.000.000 new common registered shares with voting rights, of nominal value and issue price € 5,00 each. (The procedure has not been completed yet).

Issues emphasised by the auditors:

- The parent Company has not undergone Tax Authorities control since the fiscal year 2003, the subsidiaries "IASO MACEDONIAS HEALTH GROUP OF NORTHERN GREECE S.A.", "MODERN MULTIFUNCTIONAL REHABILITATION-RESTORATION CENTER S.A." and "IASO OF SOUTHERN SUBURBS GENERAL CLINIC SA" since the year 2003, the subsidiary "IASO GENERAL CLINIC OF HOLARGOS SA" since the year 2002 while the subsidiaries "IASO PEDIATRICS SA", "MEDSTEM SERVICES SA" and "IASO THESSALIAS GENERAL CLINIC-PRIVATE OBSTETRICS SA", have not been examined since their inception and as a consequence their tax liabilities for the above fiscal years have not been estimated yet.
- There are third party lawsuits against the Company and the Group for compensation totalling € 9.300.000,00 and € 14.000.000,00 respectively that are still to be heard. Given that the outcome of these cases cannot be predicted at present, no provision has been made at these financial statements (recognised in Income Statement and Equity) in this respect.

TABLE OF TRANSACTIONS BETWEEN RELATED PARTIES (amounts in €)

	Group	Company
a) Sales of Consumables and Services	0,00	684.308,62
b) Purchases of Consumables and Services	383.127,50	540.179,17
c) Receivables	0,00	4.558.353,50
d) Liabilities	0,00	43.846,02
e) Remuneration to BoD members and managers	726.437,58	726.437,58
f) Receivables from BoD members and managers	0,00	0,00
g) Payables to BoD members and managers	0,00	0,00

CHAIRMAN OF THE BOARD OF DIRECTORS MANAGING DIRECTOR GROUP'S GENERAL MANAGER GROUP'S CHIEF FINANCIAL OFFICER CHIEF ACCOUNTING OFFICER

IOANNIS CH. ZOLOTAS
I.D. : A 005562

GEORGIOS I. STAMATIOU
I.D. : K 030874

KONSTANTINOS I. GIANNIRIS
I.D. : Σ 582609

VASSILIS E. ANASTASSAKIS
I.D. : AA 58349

STYLIANOS D. TSIROPOULOS
I.D. : T 123040
A' CLASS REG. No 21907