



**INTRACOM**  
**HOLDINGS**

INTRACOM HOLDINGS SA

(Ledger No SA 13906/06/B/86/20)

19,5 km MARKOPOULOU AVE., GR-19002, PEANIA ATHENS

Financial information for the period from January 1st 2006 to March 31st 2006

The purpose of the financial information set out below is to provide an overview of the financial position and financial results of INTRACOM HOLDINGS S.A. and its subsidiaries. We advise the reader, before making any investment decision or other transaction with the Company, to visit the Company's website (www.intracom.com) where the interim financial statements prepared in accordance with International Financial Reporting Standards together with the audit review of the independent auditors, whenever this is required, are presented.

CONDENSED BALANCE SHEET					CONDENSED INCOME STATEMENT				
Amounts in € thousands					Amounts in € thousands				
	GROUP		COMPANY			GROUP		COMPANY	
	31 Mar 2006	31 Δεκ 2005	31 Mar 2006	31 Δεκ 2005		1/1-31/3/2006	1/1-31/3/2005	1/1-31/3/2006	1/1-31/3/2005
<b>ASSETS</b>									
Non-current assets	419.756	414.357	501.845	491.707	Turnover	160.872	123.577	5.620	89.474
Inventories	159.173	157.193	-	-	Gross profit	36.237	43.723	558	34.187
Trade receivables	735.530	593.864	7.891	7.300	Profit before tax and financing results	13.548	10.645	12.181	12.199
Other assets	141.866	142.819	97.353	194.885	Profit before tax, financing results and depreciation	23.282	18.804	13.072	18.238
					Profit before tax	9.625	11.208	12.848	13.666
					Tax expense	3.240	2.158	2.825	2.534
<b>TOTAL ASSETS</b>	<b>1.456.325</b>	<b>1.308.233</b>	<b>607.089</b>	<b>693.892</b>	Profit after tax from continued operations	6.385	9.050	10.023	11.132
					Profit / Loss from discontinued operations	-	-253	-	-
<b>LIABILITIES</b>									
Long-term liabilities	41.313	31.592	1.112	1.133	<b>Profit for the period</b>	<b>6.385</b>	<b>8.797</b>	<b>10.023</b>	<b>11.132</b>
Short-term bank borrowings	321.810	318.757	11.830	91.675					
Other short-term liabilities	423.887	296.552	46.533	62.073	<u>Attributable to:</u>				
Total liabilities (a)	787.010	646.901	59.475	154.881	Equity holders of the Company	6.934	9.437	10.023	11.132
Equity	643.153	633.522	547.614	539.011	Minority interest	-549	-640	-	-
Minority interest	26.162	27.810	-	-		<b>6.385</b>	<b>8.797</b>	<b>10.023</b>	<b>11.132</b>
Total equity (b)	669.315	661.332	547.614	539.011					
<b>TOTAL EQUITY AND LIABILITIES (a) + (b)</b>	<b>1.456.325</b>	<b>1.308.233</b>	<b>607.089</b>	<b>693.892</b>	<b>Earnings After Tax per share - basic (in €)</b>	<b>0,05</b>	<b>0,07</b>	<b>0,08</b>	<b>0,08</b>
					<b>CONDENSED CASH FLOW STATEMENT</b>				

Company	% holding	Method of consolidation	Country
• INTRACOM S.A. DEFENSE ELECTRONIC SYSTEMS (*)	100,00	PURCHASE	GREECE
• INTRADEVELOPMENT A.E.	47,50	PURCHASE	GREECE
• INTRACOM TECHNOLOGIES LTD	100,00	PURCHASE	CYPRUS
• INTRAROM S.A.	63,09	PURCHASE	ROMANIA
• HELLAS ON LINE (*)	100,00	PURCHASE	GREECE
• MOLDOVAN LOTTERY	32,85	EQUITY	MOLDOVA
• INTRACOM S.A. TELECOM SOLUTIONS (*) (GROUP)	100,00	PURCHASE	GREECE
• INTRACOM BULGARIA S.A.	70,00	PURCHASE	BULGARIA
• INTRACOM SVYAZ LTD	100,00	PURCHASE	RUSSIA
• INTRACOM DOO SKOPJE	70,00	PURCHASE	FYROM
• INTRACOM HOLDINGS INTERNATIONAL LTD (GROUP)	100,00	PURCHASE	CYPRUS
- INTRACOM MIDDLE EAST FZE	100,00	PURCHASE	UAE
- INTRACOM MIDDLE EAST LLC	100,00	PURCHASE	UAE
- CONKLIN CORPORATION	100,00	PURCHASE	USA
- INTRACOM DOO BELGRADE	100,00	PURCHASE	SERBIA
- INTRACOM DOO ARMENIA	100,00	PURCHASE	ARMENIA
- FORNAX R.T. (SUBGROUP)	67,00	PURCHASE	HUNGARY
- FORNAX INTEGRATOR	100,00	PURCHASE	HUNGARY
- FORNAX INFORMATIKA DOO CROATIA	100,00	PURCHASE	CROATIA
- FORNAX SLOVAKIA	100,00	PURCHASE	SLOVAKIA
• INTRACOM S.A. INFORMATION TECHNOLOGY & COMMUNICATION SER)	100,00	PURCHASE	GREECE
• DIALOGOS S.A.	51,00	PURCHASE	GREECE
• INTRACOM JORDAN LTD	80,00	PURCHASE	JORDAN
• GLOBAL NET SOLUTIONS LTD	100,00	PURCHASE	BULGARIA
• INTRACOM EXPORTS LTD (GROUP)	100,00	PURCHASE	CYPRUS
- INTRACOM CYPRUS LTD	100,00	PURCHASE	CYPRUS
• INTRASOFT INTERNATIONAL S.A. (GROUP)	99,99	PURCHASE	LUXEMBOURG
- PEBE S.A.	100,00	PURCHASE	BELGIUM
- INTRASOFT A.E.	100,00	PURCHASE	GREECE
- INTRASOFT INTERNATIONAL S.A. (BELGIUM)	100,00	PURCHASE	BELGIUM
- SWITCHLINK NV	65,16	PURCHASE	BELGIUM
• UNIBRAIN S.A. (SUBGROUP)	29,98	EQUITY	GREECE
- UNIBRAIN INC	100,00	PURCHASE	USA
• GANTEK S.A.	20,00	EQUITY	TURKEY
• INTRACOM OPERATIONS LTD (GROUP)	100,00	PURCHASE	CYPRUS
- INTRACOM GROUP USA INC	100,00	PURCHASE	USA
• INTRAKAT S.A. (GROUP)	73,55	PURCHASE	GREECE
- AETHERAS ENERGY S.A.	100,00	PURCHASE	GREECE
- INMAINT S.A.	60,00	PURCHASE	GREECE
- KEPA ATTIKIS S.A.	51,00	PURCHASE	GREECE
- INTRACOM CONSTRUCT S.A.	85,00	PURCHASE	ROMANIA
- S.C. TEHNICAL CONSTRUCT INTRAKAT SRL	100,00	PURCHASE	ROMANIA
- EUROKAT S.A.	82,00	PURCHASE	GREECE
- INTRALBAN SHA	55,00	PURCHASE	ALBANIA
- INTRACOM BULGARIA S.A.	30,00	EQUITY	BULGAARY
- INTRACOM DOO SKOPJE	30,00	EQUITY	FYROM
- J/V ELTER - INTRAKAT (MAINTENANCE N. SECTOR) (*)	50,00	EQUITY	GREECE
- J/V ELTER - INTRAKAT (ALEX/POLI PIPELINE) (*)	50,00	EQUITY	GREECE
- J/V ELTER - INTRAKAT (XIRIA PROJECT) (*)	50,00	EQUITY	GREECE
- J/V ELTER - INTRAKAT (EGNATIA) (*)	50,00	EQUITY	GREECE

(\*) Consolidated for the first time in this period

2. Interim Financial Statements have been prepared based on the Accounting Principles as described in the annual audited Financial Statements of 31/12/2005, available on the company's official website(www.intracom.com).
3. The Company's tax returns have been audited by the tax authorities up to and including the fiscal year 2004. The remaining Greek companies included in the consolidation have been audited as follows: a) INTRACOM S.A. INFORMATION TECHNOLOGY & COMMUNICATION SERVICES up to the year 2002, b) INTRACOM S.A. TELECOM SOLUTIONS have been audited up to the year 2002, c) INTRACOM S.A. DEFENSE ELECTRONIC SYSTEMS has not been audited since its incorporation, d) INTRADEVELOPMENT SA has completed its second fiscal year in 2005 and has not been audited yet, e) DIALOGOS S.A. has been audited up to the fiscal year 2002 f) INTRAKAT SA (parent company) up to the year 2000, whereas its subsidiaries AETHERAS ENERGY, IN.MAINT, KEPA ATTIKIS S.A and the Joint Ventures included in its group financial statements have not been audited since their incorporation.
4. There are no legal disputes or cases on arbitration which may materially affect the financial position of the Company.
5. There are no pledges on the Company's assets
6. Number of employees at the end of the current period: Company 148, Group 5.601.
7. Total intercompany sales and purchases by the Company to Group companies for the current period amounted to € 358 th. and € 85 th. respectively, whereas the balances receivable and payable by/ to Group companies at the end of the current period amounted to € 22.744 th. and € 4.748 th. respectively.

Turnover	160.872	123.577	5.620	89.474
Gross profit	36.237	43.723	558	34.187
Profit before tax and financing results	13.548	10.645	12.181	12.199
Profit before tax, financing results and depreciation	23.282	18.804	13.072	18.238
Profit before tax	9.625	11.208	12.848	13.666
Tax expense	3.240	2.158	2.825	2.534
Profit after tax from continued operations	6.385	9.050	10.023	11.132
Profit / Loss from discontinued operations	-	-253	-	-
<b>Profit for the period</b>	<b>6.385</b>	<b>8.797</b>	<b>10.023</b>	<b>11.132</b>
Attributable to:				
Equity holders of the Company	6.934	9.437	10.023	11.132
Minority interest	-549	-640	-	-
	<b>6.385</b>	<b>8.797</b>	<b>10.023</b>	<b>11.132</b>
<b>Earnings After Tax per share - basic (in €)</b>	<b>0,05</b>	<b>0,07</b>	<b>0,08</b>	<b>0,08</b>

CONDENSED CASH FLOW STATEMENT				
Amounts in € thousands				
Indirect Method	GROUP		COMPANY	
	1/1/-31/3/2006	1/1/-31/3/2005	1/1/-31/3/2006	1/1/-31/3/2005
<u>Operating activities</u>				
Profit Before Tax	9.625	11.208	12.848	13.666
Plus / Minus Adjustments for:				
Depreciation	9.734	8.159	891	6.039
Provisions / Impairment	10	-254	-21	-5.366
Exchange differences	-407	1.411	-	-
Results (income, expenses, profits and losses) from investing activities	-13.091	-718	-12.921	-1.521
Interest expense and related costs / Interest income and related income	5.112	5.384	339	4.800
Plus / Minus Adjustments for Working Capital Changes related to operating activities.				
Decrease / (increase) in inventories	-1.809	-2.336	-	-1.452
Decrease / (increase) in receivables	-123.326	-7.019	69.562	-39.229
Decrease / (increase) in liabilities (other than banks)	107.341	673	-12.410	8.968
Less:				
Interest expenses and related costs paid	-5.112	-5.384	-339	-4.800
Taxes paid	-791	-1.119	-276	-576
<b>Total inflow / (outflow) from operating activities (a)</b>	<b>-12.714</b>	<b>10.005</b>	<b>57.673</b>	<b>-19.471</b>
<u>Investing activities</u>				
Acquisition of subsidiaries, associates, joint ventures and other investments	18.118	-859	16.067	-12.289
Purchase of PPE and intangible assets	-6.768	-9.514	-604	-6.644
Proceeds from sales of PPE and intangible assets	10	46	-	22
Interest received	90	109	48	-
Dividends received	-	134	-	-
<b>Total (outflow)/ inflow from investing activities (b)</b>	<b>11.450</b>	<b>-10.084</b>	<b>15.511</b>	<b>-18.911</b>
<u>Financing activities</u>				
Proceeds from issue of share capital	-1.241	13.447	-1.241	13.627
Proceeds from borrowings	27.880	-	-	-
Repayments of borrowings	-21.194	-41.373	-79.845	-
Repayment of finance leases	-423	-270	-	-291
Dividends paid	-640	-1.057	-240	-
<b>Total inflow / outflow from financing activities (c)</b>	<b>4.382</b>	<b>-29.253</b>	<b>-81.326</b>	<b>13.336</b>
<b>Net increase / (decrease) in cash and cash equivalents for the period (a) + (b) + (c)</b>	<b>3.118</b>	<b>-29.332</b>	<b>-8.142</b>	<b>-25.046</b>
<b>Cash and cash equivalents at beginning of period</b>	<b>95.832</b>	<b>139.516</b>	<b>66.862</b>	<b>108.836</b>
<b>Cash and cash equivalents at end of period</b>	<b>98.950</b>	<b>110.184</b>	<b>58.720</b>	<b>83.790</b>

STATEMENT OF CHANGES IN EQUITY				
Amounts in € thousands				
	GROUP		COMPANY	
	1/1/-31/3/2006	1/1/-31/3/2005	1/1/-31/3/2006	1/1/-31/3/2005
Balance at the beginning of period (1/1/2006 and 1/1/2005 respectively)	661.332	683.363	539.011	608.662
Effect of adoption of IAS 32/ 39	-	-25.409	-	-24.445
Currency translation differences	-	1.039	-	-
Change in participation in subsidiaries	-	-2.088	-	-
Net income recognised directly in equity	2.838	4.022	-180	5.465
Profit for the period, after Tax	6.385	8.797	10.023	11.132
(Buy) / Sell of Own Shares	-1.240	13.627	-1.240	12.186
Balance at the end of period (31/3/2006 and 31/3/2005 respectively)	669.315	683.351	547.614	613.000

8. Financial Statements have been approved by the Board of Directors during its session of 30/05/2006.
9. On December 29th 2005 the spin-off procedure of the segments Telecom Solutions and Defense Electronic Systems has been completed and they have been contributed to the 100% subsidiaries INTRACOM S.A. TELECOM SOLUTIONS and INTRACOM S.A. DEFENSE ELECTRONIC SYSTEMS in accordance with the provisions of L. 2166/93 via spin-off balance sheets as per 30/09/05 approved by the General Assembly of Shareholders during its session of 17/11/05. Furthermore, on December 30th 2005 the spin-off procedure of the segment IT Services has been completed and has been contributed to the per 69,4% subsidiary INTRACOM S.A. TECHNOLOGY AND COMMUNICATION SERVICES in accordance with the provisions of L. 2166/93 via spin-off balance sheet as per 31/10/2005, approved by the General Assembly of Shareholders during its session of 15/12/2005. Therefore, the amounts of the parent company for the period from 1/1-31/3/2006 do not include the amounts of the spin-off segments.
10. On 01/02/2006 the Company sold its participation of 24,41% in FORTHNET S.A.
11. On 31/01/2006 the Company purchased the 100% of HELLAS ON LINE S.A shares.

Peania, May 30th 2006

THE CHAIRMAN OF THE BOARD OF DIRECTORS  
AND CEO

VICE CHAIRMAN OF THE BOARD OF DIRECTORS

THE GENERAL MANAGER AND  
MEMBER OF THE BOARD OF DIRECTORS

ACCOUNTING MANAGER

S.P. KOKKALIS  
ID. No P 695792/31.10.1991

K. G. DIMITRIADIS  
ID. No I 208019/07.08.1974

D.X. KLONIS  
ID. No P 539675/06.11.1995

I. K. TSOUMAS  
ID. No P 499862/27.12.1994  
License no. 637 Class A'