



INTERIM FINANCIAL STATEMENTS 9 MONTHS 2007

Table of contents:

1.	BALANCE SHEET	5
2.	FINANCIAL STATEMENT FOR THE PERIOD.....	6
3.	STATEMENT OF CHANGES IN NET EQUITY FOR THE PERIOD.....	8
4.	CASH FLOW STATEMENT	10
5.	NOTES TO THE INTERIM COMPANY AND CONSOLIDATED FINANCIAL STATEMENTS .	11
5.1.	General Information.....	11
5.2.	Summary of significant accounting policies applied by the Group.....	12
5.3.	Financial Risk Management – Financial Risk Factors.....	19
5.4.	Critical accounting estimates and judgments of the Management	19
5.5.	Transition to IFRS.....	19
5.6.	Property, Plant and Equipment	20
5.7.	Intangible Assets.....	22
5.8.	Other long term receivables	23
5.9.	Inventory.....	23
5.10.	Trade and other receivables	24
5.11.	Financial assets	24
5.12.	Cash and cash equivalent.....	24
5.13.	Share Capital and share premium	24
5.14.	Fair value reserves	25
5.15.	Other reserves	25
5.16.	Loans	25
5.17.	Other long term liabilities	26
5.18.	Trade and other short term liabilities.....	26
5.19.	Deferred taxation	27
5.20.	Retirement benefit obligation.....	27
5.21.	Sales	28
5.22.	Cost of Sales	28
5.23.	Other operating income	28
5.24.	Employees Benefits.....	28
5.25.	Other operating expenses	29
5.26.	Breakdown of administration expenses.....	29
5.27.	Breakdown of distribution expenses	29

HELLENIC DUTY FREE SHOPS S.A.

5.28. Results (income) from investing activities	30
5.29. Income tax	30
5.30. Earnings per share.....	30
5.31. Dividends per share.....	31
5.32. Contingencies.....	31
5.33. Transactions with other related parties.....	31
5.34. Number of employed personnel	32
5.35. Real Liens	32
5.36. Contested or under arbitration disputes.....	32
5.37. Post Balance Sheet Events.....	32

HELLENIC DUTY FREE SHOPS S.A.

INTERIM FINANCIAL STATEMENTS

**COMPILED IN ACCORDANCE WITH THE INTERNATIONAL FINANCIAL
REPORTING STANDARDS**

9MONTHS 2007

(Period from January 1st to September 30th 2007)

It is declared that the accompanying Financial Statements are those, which have been published by posting on the internet, at the address www.dutyfreeshops.gr. It is noted that, the published in the press, data and information of the period as of January 1st to September 30th 2007, aim at providing the public with certain general elements of financial information but they do not present a comprehensive view of the financial position and the results of operations of the Company and the Group, in accordance with International Financial Reporting Standards.

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, at the address www.dutyfreeshops.gr where, the Interim financial statements prepared in accordance with the International Financial Reporting Standards accompanied with the Review Report of the Certified Auditor Accountants, are posted.

Ag. Stefanos, November 12, 2007

For H.D.F.S. S.A.

Georgios Velentzas

General Director

Member of the Board of Directors

1. BALANCE SHEET

Amounts reported in thousand €

	Notes	THE GROUP		THE COMPANY	
		30.9.2007	31.12.2006	30.9.2007	31.12.2006
ASSETS					
Fixed Assets					
Tangible Fixed Assets	5.6	33,921.68	33,521.11	24,817.55	24,804.59
Intangible Fixed Assets	5.7	106,214.52	107,674.04	50,095.33	51,405.73
Investments in associates		0.00	0.00	14,059.92	14,059.92
Deferred taxation	5.19	79.68	0.00	0.00	0.00
Other long-term debtors	5.8	4,732.77	3,490.30	3,609.55	2,960.04
		144,948.65	144,685.45	92,582.35	93,230.28
Current Assets					
Inventory	5.9	65,449.30	52,204.15	51,020.22	39,750.03
Trade and other receivables	5.10	27,584.55	19,810.21	21,912.37	11,694.33
Financial assets fairly valued	5.11	1,931.64	1,955.53	1,931.64	1,955.53
Cash and other cash equivalents	5.12	63,890.99	60,787.36	50,488.68	45,314.37
		158,856.48	134,757.25	125,352.91	98,714.26
Total Assets		303,805.13	279,442.70	217,935.26	191,944.54
LIABILITIES					
Long-term bank debt	5.16	60,000.00	60,060.93	0.00	0.00
Provision for employees benefit	5.20	5,746.24	5,160.90	5,559.96	5,019.77
Deferred taxation	5.19	235.73	333.42	235.73	415.14
Other long-term liabilities	5.17	12,589.28	8,492.01	0.00	0.00
		78,571.25	74,047.26	5,795.69	5,434.91
Trade creditors and other liabilities	5.18	44,631.51	59,288.75	40,452.89	46,117.37
Short-term borrowings	5.16	7,049.52	1,433.77		
Current income taxes		13,875.69	16,045.97	13,384.91	15,370.27
		65,556.72	76,768.49	53,837.80	61,487.64
Total Liabilities		144,127.97	150,815.75	59,633.49	66,922.55
EQUITY					
Capital and reserves of the Shareholders of the Company					
Share capital	5.13	15,802.50	15,802.50	15,802.50	15,802.50
Share premium	5.13	65,259.02	65,259.02	65,259.02	65,259.02
Fair value reserves	5.14	49.81	49.81	49.81	49.81
Other reserves	5.15	45,073.59	45,073.59	44,735.17	44,735.17
Own shares	5.13	-3,889.14	-1,230.87	-3,889.14	-1,230.87
Profits carried forward		37,630.40	3,602.67	36,344.41	406.36
Foreign Exchange differences		-249.10	70.14	0.00	0.00
Total capital and reserves of the Shareholders of the Company		159,677.08	128,626.86	158,301.77	125,021.99
Minority interests		0.08	0.09		
Total Equity		159,677.16	128,626.95	158,301.77	125,021.99
Total Equity & Liabilities		303,805.13	279,442.70	217,935.26	191,944.54

2. FINANCIAL STATEMENT FOR THE PERIOD

Amounts reported in thousand €

	Notes	<i>The Group</i>			
		1.1-30.9.07	1.1-30.9.06	1.7-30.9.07	1.7-30.9.06
Sales	5.21	259,995.70	217,386.18	122,924.58	107,514.12
Cost of sales	5.22	-125,003.98	-115,154.18	-61,597.01	-57,129.23
Gross profit		134,991.72	102,232.00	61,327.57	50,384.89
Other income	5.23	9,865.27	15,032.11	2,354.41	5,067.95
Administration expenses	5.26	-18,410.15	-10,919.68	-6,800.94	-4,564.09
Distribution & operating expenses	5.27	-77,847.27	-55,952.23	-32,668.85	-25,776.02
Other expenses	5.25	-1,037.64	-297.62	-347.73	-14.18
Earnings before interest and taxes (EBIT)		47,561.93	50,094.58	23,864.46	25,098.55
Financial income	5.28	-1,169.72	906.15	-711.38	-214.03
Earnings before taxes		46,392.21	51,000.73	23,153.08	24,884.52
Less taxes	5.29	-12,364.49	-15,123.74	-6,513.97	-7,415.14
Earnings after taxes		34,027.72	35,876.99	16,639.11	17,469.38
<u>Distributed to:</u>					
Company's shareholders		34,027.73	35,876.98	16,639.12	17,469.37
Minority interests		-0.01	0.01	-0.01	0.01
Earnings per share after taxes - basic (in €)	5.30	0.65	0.69	0.32	0.34
Depreciation		5,236.47	4,087.28	1,706.36	1,653.57
Earnings before interest, taxes, depreciation and amortization (EBITDA)		52,798.40	54,181.86	25,570.82	26,752.12

HELLENIC DUTY FREE SHOPS S.A.

The Company

	Notes	1.1-30.9.07	1.1-30.9.06	1.7-30.9.07	1.7-30.9.06
Sales	5.21	203,949.66	194,384.04	101,983.79	93,752.11
Cost of sales	5.22	-102,555.23	-101,017.17	-53,199.18	-50,220.39
Gross profit		101,394.43	93,366.87	48,784.61	43,531.72
Other income	5.23	6,340.17	10,512.92	1,929.41	3,025.18
Administration expenses	5.26	-9,410.69	-8,821.76	-3,357.74	-2,702.17
Distribution & operating expenses	5.27	-51,597.66	-45,832.42	-22,818.35	-19,441.17
Other expenses	5.25	-479.53	-280.39	-145.62	-10.45
Earnings before interest and taxes (EBIT)		46,246.72	48,945.22	24,392.31	24,403.11
Financial income	5.28	1,438.20	1,367.17	155.59	294.05
Earnings before taxes		47,684.92	50,312.39	24,547.90	24,697.16
Less taxes	5.29	-11,746.87	-14,738.04	-6,210.41	-7,256.97
Earnings after taxes		35,938.05	35,574.35	18,337.49	17,440.19
<i>Distributed to:</i>					
Company's shareholders		35,938.05	35,574.35	18,337.49	17,440.19
Minority interests					
Earnings per share after taxes - basic (in €)	5.30	0.69	0.68	0.35	0.33
Depreciation		3,584.45	3,610.60	1,178.17	1,261.97
Earnings before interest, taxes, depreciation and amortization (EBITDA)		49,831.17	52,555.82	25,570.48	25,665.08

3. STATEMENT OF CHANGES IN NET EQUITY FOR THE PERIOD

THE COMPANY

Amounts reported in thousand €

	Share Capital	Share Premium	Own Shares	Fair Value Reserves	Other reserves	Retained earnings	Total net equity
Balance at 01.01.2006	15,802.50	65,259.02	0.00	49.81	38,516.32	1,286.50	120,914.15
Period Results	0	0	0	0	0	35,574.35	35,574.35
Share buyback	0		-1125.48				-1,125.48
Balance at 30th of September 2006	15,802.50	65,259.02	-1,125.48	49.81	38,516.32	36,860.85	155,363.02
Balance at 01.01.2007	15,802.50	65,259.02	-1,230.87	49.81	44,735.17	406.36	125,021.99
Period Results	0.00	0.00	0.00	0.00	0.00	35,938.05	35,938.05
Share buyback	0.00	0.00	-2,658.27	0.00	0.00	0.00	-2,658.27
Balance at 30th of September 2007	15,802.50	65,259.02	-3,889.14	49.81	44,735.17	36,344.41	158,301.77

HELLENIC DUTY FREE SHOPS S.A.

THE GROUP

Amounts reported in thousand €

	Share Capital	Share Premium	Fair Value Reserves	Other Reserves	Own Shares	Retained earnings	Currency exchange differences	Total	Minority interest	Total net equity
Balance at 01.01.2006	15,802.50	65,259.02	49.81	38,869.75	0.00	1,558.35	0.00	121,539.43	0.12	121,539.55
Period Results	0	0	0	0	0	35,876.98	0.00	35,876.98	0.01	35,876.99
Share buyback					-1125.48			-1,125.48		-1,125.48
Other changes				0.05			-238.39	-238.34	-0.05	-238.39
Balance at 30th of September 2006	15,802.50	65,259.02	49.81	38,869.80	-1,125.48	37,435.33	-238.39	156,052.59	0.08	156,052.67
Balance at 01.01.2007	15,802.50	65,259.02	49.81	45,073.59	-1,230.87	3,602.67	70.14	128,626.86	0.09	128,626.95
Period Results	0	0	0	0	0.00	34,027.73	0.00	34,027.73	-0.01	34,027.72
Share buyback	0	0	0	0	-2,658.27	0.00	0.00	-2,658.27	0.00	-2,658.27
Other changes	0	0	0	0.00	0.00		-319.24	-319.24		-319.24
Balance at 30th of September 2007	15,802.50	65,259.02	49.81	45,073.59	-3,889.14	37,630.40	-249.10	159,677.08	0.08	159,677.16

4. CASH FLOW STATEMENT

Amounts reported in thousand €

	THE GROUP		THE COMPANY	
	01.01-30.09.07	01.01-30.09.06	01.01-30.09.07	01.01-30.09.06
Cash flow from operating activities				
Earnings before taxes	46,392.21	51,000.73	47,684.92	50,312.39
Adjustments at profits:				
Depreciation	5,236.47	4,087.28	3,584.45	3,610.60
Provisions	585.34	325.67	540.19	325.67
Results (income) from investment activity	-1,977.48	-1,692.28	-1,574.43	-1,548.27
Debit interest and similar expenses	3,147.20	786.12	136.23	181.10
Cash flow before working capital changes	53,383.74	54,507.52	50,371.36	52,881.49
Decrease / (increase) of inventory	-13,245.15	-2,562.25	-11,270.19	-1,454.67
Decrease / (increase) of trade & other receivables	-2,911.48	-1,929.87	-4,762.22	-709.03
Decrease / (increase) of liabilities (excl. banks)	9,754.07	6,803.92	17,621.02	7,112.74
Cash generated from main operations	46,981.18	56,819.32	51,959.97	57,830.53
Debit interest and similar expenses paid	-3,150.33	-786.12	-112.34	-181.10
Taxation paid	-10,463.31	-18,958.34	-8,536.97	-18,583.28
Cash flow from operating activities	33,367.54	37,074.86	43,310.66	39,066.15
Cash flow from investing activities				
Acquisition of subsidiaries, alliances, consortia and other investing activities	0.00	-59,693.35	0.00	-12,000.00
Purchase of tangible and intangible fixed assets	-4,725.03	-3,156.37	-2,290.23	-2,917.68
Proceeds from sale of financial assets	99.72	0.00	3.22	0.00
Interest received	1,977.48	1,692.28	1,574.43	1,548.27
Cash flow from investing activities	-2,647.83	-61,157.44	-712.58	-13,369.41
Cash flow from financing activities				
Proceeds (payment) of loans	9,679.12	60001.09		
Share buyback	-2,658.27	-1125.48	-2,658.27	-1,125.48
Dividends paid	-34,765.50	-42,140.00	-34,765.50	-42,140.00
Cash flow from financing activities	-27,744.65	16,735.61	-37,423.77	-43,265.48
Net increase (decrease) in cash and cash equivalent	2,975.06	-7,346.97	5,174.31	-17,568.74
Cash at the beginning of the period	60,787.36	64,201.52	45,314.37	60,996.72
Currency exchange differences	128.57	-217.83		
Cash at the end of the period	63,890.99	56,636.72	50,488.68	43,427.98

5. NOTES TO THE INTERIM COMPANY AND CONSOLIDATED FINANCIAL STATEMENTS

5.1. General Information

The company HELLENIC DUTY FREE SHOPS S.A. is active in the retail travel sector. In particular, the Company holds the exclusive right to operate duty free shops in existence or that may later be established in the future in Greece. This right was conceded to the Company under art. 120 of L. 2533/1997. The Company operates 90 shops in 44 points (21 airports, 11 border crossings and 12 ports) throughout Greece. HELLENIC DUTY FREE SHOPS S.A. is a societe anonyme company incorporated and domiciled in Greece. The address of its registered office is 23rd km Athens - Lamia National Road, Ag. Stefanos, web site www.dutyfreeshops.gr, and has its primary listing on the Athens Stock Exchange (Sector "Retail – Specialty Retailers).

The consolidated financial statements of the Company cover the Company and its subsidiaries (The Group).

- Structure of the Group

Company	Registered Offices	Shareholding
H.D.F.S. S.A.	Ag.Stefanos	Parent
HELLENIC DISTRIBUTIONS S.A.	Ag.Stefanos	99.99% Subsidiary
LINKS (LONDON) LIMITED	United Kingdom	99.99% Subsidiary
LINKS OF LONDON (INTERNATIONAL) LTD (UK)	United Kingdom	99.99% Subsidiary
LINKS OF LONDON COM LTD (UK)	United Kingdom	99.99% Subsidiary
LINKS OF LONDON ASIA LTD (HK)	Hong Kong	99.99% Subsidiary
LINKS OF LONDON INC (USA)	USA	99.99% Subsidiary
LINKS OF LONDON (FRANCE)	France	99.99% Subsidiary
HDFS SKOPJE DOO	Skopje	100.00%Subsidiary
HTB HELLENIC TOURIST BUREAU S.A.	Ag.Stefanos	99.99% Subsidiary

As of 5.5.2006, the Group is included under the full consolidation method, in the consolidated financial statements of the company FOLLI-FOLLIE S.A, a company with registered address in Ag. Stefanos Attica, with a 52.28% participation, whereas, until 4.5.2006 was included under the equity consolidation method in the consolidated financial statements of the companies FOLLI-FOLLIE S.A. and GERMANOS S.A, both with registered address in Ag. Stefanos, Attica, with a 24.68% participation each.

5.2. Summary of significant accounting policies applied by the Group

5.2.1 Accounting principles for the preparation of financial statements

These Company and Consolidated financial statements for the period 1st January to 30th September 2007, have been prepared based on:

- The principle of historical cost
- The principle of continuation of activity (going concern)
- The principle of independence of each financial year
- The uniformity of presentation
- The significance of data

They have also been prepared in accordance with the IFRS that have been issued from the International Accounting Standards Board (IASB), as well as their interpretations issued by the Standards Interpretation Committee (IFRIC) of IASB, adopted by the European Union under the Regulation nr. 1606/2002 of the European Union on December 31st, 2005.

The policies set out below have been consistently applied to all the periods presented.

HELLENIC DUTY FREE SHOPS' financial statements have been prepared in accordance with Greece's Generally Accepted Accounting Principles (GAAP) until 31 December 2004. GAAP differs in some areas from IFRS. The comparative figures in respect of 2004 have been restated to reflect the adjustments, according to the adopted for IFRS, accounting principles and accounting estimates.

The preparation of financial statements in accordance with IFRS requires the use of certain critical accounting estimates and judgments in the process of applying the Company's accounting policies.

5.2.2 Consolidation – Valuation of subsidiaries and other related Companies

The method of purchase is the accounting method used for the consolidation. The cost for the acquisition of a subsidiary company is the fair value of the assets given, instruments issued and liabilities incurred or assumed at the date of the exchange, plus any costs directly attributable to the acquisition. Identifiable assets acquired and liabilities and contingent liabilities assumed in a business consolidation are measured initially at their fair values at the acquisition date, irrespective of the shareholding percentage. The cost beyond the one of the fair value cost, of the acquired data is recorded as goodwill.

If the total cost of acquisition is less than the fair value of the net assets acquired, the difference is recorded directly in the income statement.

HELLENIC DUTY FREE SHOPS S.A.

Specifically, for those business mergers that have been realized before the date of transition of the Group to the IFRS (1st January 2004), the exception of IFRS 1 was used and the purchase method was not applied retrospectively. In the context of the aforementioned exception, the Company did not recalculate the acquisition cost of the subsidiaries acquired before the transition date to the IFRS, nor the fair value of the acquired assets and liabilities at the acquisition date, and therefore no goodwill has been recognized in its consolidated financial statements in accordance with IFRS. Inter - company transactions, balances and unrealized gains from transactions between group companies are eliminated. Unrealized losses are also eliminated unless the transaction provides evidence of an impairment of the asset transferred. The accounting policies of the subsidiaries are consistent with the policies adopted by the Group.

The participations in subsidiaries in the balance sheet of the parent Company are measured at acquisition cost less any provision for impairment of their values.

The companies of the Group with their respective participation percentages that are included in the consolidated financial statements (with the method of full consolidation) are:

Company	Registered Offices	Consolidation Method	Shareholding
H.D.F.S. S.A.	Ag. Stefanos	Direct Full	Parent
HELLENIC DISTRIBUTIONS S.A.	Ag. Stefanos	Direct Full	99.99% Subsidiary
LINKS (LONDON) LIMITED	United Kingdom	Indirect Full	99.99%
LINKS OF LONDON (INTERNATIONAL) LTD (UK)	United Kingdom	Indirect Full	99.99%
LINKS OF LONDON COM LTD (UK)	United Kingdom	Indirect Full	99.99%
LINKS OF LONDON ASIA LTD (HK)	Hong Kong	Indirect Full	99.99%
LINKS OF LONDON INC (USA)	USA	Indirect Full	99.99%
LINKS OF LONDON (FRANCE)	France	Indirect Full	99.99%
HDFS SKOPJE DOO	Skopje	Direct Full	100.00% Subsidiary
HTB HELLENIC TOURIST BUREAU S.A.	Ag. Stefanos	Direct Full	99.99% Subsidiary

5.2.3 Property, Plant and Equipment

Property, plant and equipment are estimated at cost less subsequent depreciation. The cost includes expenditure that is directly attributable for the acquisition of the items. Subsequent costs

HELLENIC DUTY FREE SHOPS S.A.

are included in the asset's carrying amount or only when it is probable that future economic benefits associated with the item will flow to the Group and the cost of the item can be measured reliably. All other repairs and maintenance are charged to the income statement during the financial period in which they are incurred. Installations on third parties' property (establishment of stores) are depreciated over the estimated time of the lease.

Land is not depreciated. Depreciation of buildings - installations on third parties' property is calculated using the straight - line method over their estimated useful lives and other PPE are based on the rates provided by P.D. 299/2003, as follows:

- Buildings (privately owned)	50	Years
- Installations on third parties' property (buildings)	20	"
- Installations on third parties' property (other)	12.50	"
- Machinery equipment	8.33	"
- Cars - Vehicles	6.67 – 8.33	"
- Other equipment	6.67	"

The useful life of PPE is periodically revised and the depreciation factors are readjusted for the current and the future financial years, if they differ significantly from the preceded estimations. When the accounting values of tangible assets exceed their recovered value, the difference (impairment) is recognized directly in the income statement.

Residual values are not recognized.

An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

Gains and losses on disposals are determined by comparing proceeds with carrying amount. These are included in the income statement.

5.2.4 Intangible Assets

(a) Exclusive Right to operate Duty Free Shops

The exclusive right to operate Duty Free shops (art. 120 L. 2533/1997) is shown at cost less accumulated amortization. Amortization is calculated using the straight - line method to allocate the cost of licenses over their estimated useful lives, which is set to 50 years (amortization rate 2%).

(b) Computer Software

Acquired computer software licenses are capitalized on the basis of the costs incurred to acquire and bring to use the specific software. These costs are amortized over their estimated useful lives, which is estimated to 4.17 years approx. (amortization rate 24%).

(c) Concession Rights

Concession Rights are related to the value of stores obtained with the acquisition of the company "THE NUANCE GROUP (HELLAS) S.A." and are calculated by an independent evaluator, based on future cash flows.

5.2.5 Inventory

Inventories are stated at the lower of cost and net realizable value. Cost is determined using the weighted average cost formula. Net realizable value is the estimated selling price in the ordinary course of business, less applicable variable selling expenses wherever is necessary.

5.2.6 Trade Receivables

Trade receivables are recognized initially at fair value and subsequently measured at amortized cost using the effective interest method, less provision for impairment. A provision for impairment of trade receivables is established when there is objective evidence that the Group will not be able to collect all amounts due according to the original terms of receivables. The amount of the provision is the difference between the asset's carrying amount and the present value of estimated future cash flows, discounted at the effective interest rate. The amount of the provision is recognized in the income statement.

5.2.7 Cash and Cash Equivalent

Cash and cash equivalents includes cash in hand, deposits held at call with banks, other short - term highly liquid and low risk investments with original maturities of three months or less.

5.2.8 Transactions in foreign currencies

Transactions expressed in foreign currencies, are translated into Euro at the exchange rate effective at the date of the transaction. At the balance sheet date the monetary property assets and liabilities that are expressed in foreign currencies are translated into Euro at the exchange rate effective at this date. The exchange differences that arise at this conversion are recognized in the income statement.

5.2.9 Share Capital

Common shares are classified as equity. Incremental costs related to the issuance of new shares are shown in equity as a deduction from the proceeds, net of tax. Direct costs related to the issuance of shares for the acquisition of enterprises are shown in the acquisition cost of the acquired company.

The acquisition cost of own shares, deducted by the tax income (if need occurs) is shown as deducted by the Company's equity until the shares are disposed or cancelled. Any profit or loss resulted from the sale of own shares, net from any related to the transaction costs and tax income, if need arises, is shown as reserve in the equity.

5.2.10 Government Grants

Grants from the government are recognized at their fair value where there is a reasonable assurance that the grant will be received and the Company will comply with all provided conditions.

Government grants relating to costs are deferred and recognized in the income statement over a period required to correspond them with the costs that are intended to compensate.

5.2.11 Deferred Taxation

Deferred tax is provided in full, using the liability method, on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts.

Deferred tax is determined using tax rates (and laws) that are expected to apply when the related deferred tax is realized or the deferred tax liability is settled.

Deferred tax claims are recognized to the extent that it is probable that future taxable profit will be available against which the temporary differences can be utilized.

5.2.12 Employee Benefits

(a) Short Term Benefits

Short - term employee benefits towards the employees in money and in kind are recognized as an expense when accrued.

(b) Post Employment Benefits

Post - employment benefit schemes comprise both defined contribution plans (Government pension insurance) and defined benefit plans (lump sum benefit paid to employee on retirement dependent

on years of service. Provided and imposed by L. 2112/20). Accrued cost of defined contribution plans is recognized as an expense over the related period.

The liability recognized in the balance sheet in respect of defined benefit pension plans is the present value of the defined benefit obligation at the balance sheet date. The defined benefit obligation is calculated annually by independent actuaries using "the projected unit credit method". According to this method, the defined benefit obligations that relate to past - service at the date of value determination are accounted separately from the expected benefits at the year after the date of value determination (employees remaining in service for a specific period of time).

5.2.13 Provisions

Provisions are recognized when:

- a) There is a present legal or constructive obligation as a result of past events,
- b) It is more likely than not that an outflow of resources will be required to settle the obligation and,
- c) The required amount has been reliably estimated

5.2.14 Revenue Recognition

Revenue comprises the fair value of the sale of goods and services, net of value - added tax, rebates and discounts and after eliminating sales within the Group. Revenue is recognized as follows:

(a) Sale of goods

Sale of goods is recognized when a Group entity has delivered products to the customer; the customer has accepted the products; and collectability of the related receivables is reasonably assured. The sales of goods are mainly carried out in cash or by credit cards.

(b) Interest Income

Interest income is recognized based on the principle of accrued income, using the effective interest.

(c) Marketing – Royalties etc.

Income from marketing activities - customizations - royalties - HR services etc. is recognized on an accruals basis, in accordance with the substance of the relevant agreements.

(d) Dividends

Dividend income is recognized when the right to receive payment is established, i.e. when approved by the body entitled to pay them out (General Assembly).

5.2.15 Dividend Distribution

Dividend distribution to the Company's shareholders is recognized as a liability in the Company's and in the Group's financial statements in the period in which the dividends are approved by the Board of Directors. Thus, the dividend for distribution in the closing Balance Sheets (31.12) of each year is shown as a liability and not as an increase in Equity.

5.2.16 New Accounting Standards and interpretations of the IFRIC

The International Accounting Standards Committee, as well as the Interpretations Committee has already issued a series of new accounting standards and interpretation, the implementation of which is mandatory for the accounting periods starting as of 1st January 2006. The Company evaluates the impact of those new standards and interpretations as follows:

- **IAS 1 (amendment) Capital disclosures**

Due to the issuance of IFRS 7, further disclosures were added to IAS 1 in order for a company to provide useful information to users regarding the objectives, policies and management procedures for its capital. The group will apply the amendments of IAS 1 for the annual financial statements 01.01 – 31.12.2007.

- **IFRS 7, Disclosures of Financial Instruments**

IFRS 7 requires, apart from IAS 32, disclosures for all financial instruments (except those that fall under other standards – i.e. IAS 27, 28, 31). IFRS 7 requires the disclosure of the importance of financial instruments for the company's performance and financial status. Also, qualitative and quantitative information regarding the risks emanating from the use of the financial instruments. The Group will apply IFRS 7 for the annual financial statements 01.01 – 31.12.2007.

- **IFRS 8. Operating Sectors**

IFRS 8 replaces IAS 14 and sets different disclosure requirements regarding the information by activity sectors. IFRS 8 is effective from 01.01.2009 and is expected to be adopted by the Group then.

- **IFRS 23. (amendment) Borrowing Cost**

In the revised standard, the previous benchmark treatment of recognising borrowing costs as an expense has been eliminated. Instead, borrowing costs that are directly attributable to the acquisition, construction or production of qualifying assets form part of the costs of the asset. The revised version of IAS 23 Borrowing Cost needs to be applied for annual periods beginning on or after 1st January 2009.

- **IFRIC 11 IFRS 2- Transactions in participating titles of the same company of companies of the same group**

The interpretation provides instructions regarding whether a payment agreement based on the value of the entity's shares, which receives goods or services as an exchange for its own participating titles, will be accounted for as a transaction settled with participating titles or as a transaction settled with cash. IFRIC 11 is effective from 01.01.2007 and is not expected to affect the Group's financial statements.

- **IFRIC 12 Service Concession Agreements**

IFRIC 12 handles the way with which the concession managers of a service concession must apply IFRS to account for the liabilities they undertake and the rights provided to them in the service

concession agreements. IFRIC 12 is effective from 01.01.2008 and is not expected to affect the Group's financial statements.

- **IFRIC 13 Customer Loyalty Programmes**

The International Financial Reporting Interpretations Committee (IFRIC) issued a new interpretation relating to the application of IAS 18 Revenue Recognition. IFRIC 13 "Customer Loyalty Programmes" clarifies that where entities grant award credits (e.g. loyalty points or reward miles) as part of a sales transaction and customers can redeem those award credits in the future for free or discounted goods or services, IAS 18 paragraph 13 applies. This requires that the award credits are treated as a separate component of the sales transaction and an amount of the consideration received or receivable needs to be allocated to the award credits. The timing of the recognition of this element of revenue is deferred until the entity satisfies its obligations relating to the award credits, either by supplying the rewards directly or by transferring the obligation to a third party. IFRIC 13 needs to be applied for annual periods beginning on or after 1st January 2008.

5.3. Financial Risk Management – Financial Risk Factors

(a) Credit risk

The Company has no significant concentrations of credit risk because most of the sales concern on one hand, retail sales carried out in cash or with credit cards and, on the other hand, wholesale sales representing a small percentage of total sales, mainly made towards customers with an appropriate credit history.

(b) Liquidity risk

Liquidity risk is zero due to availability of sufficient cash and securities.

(c) Cash flow and fair value risk due to changes of interest rate

The company has interest - bearing assets due to placing its cash and cash equivalents at bank time deposit accounts of zero risk, at an interest rate fixed in advance. The variation of this interest rate is not so significant as to raise a cash flow and fair value risk due to changes of interest rate.

5.4. Critical accounting estimates and judgments of the Management

The Company makes estimates and assumptions concerning the future. There are no estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next 12 months.

5.5. Transition to IFRS

5.5.1 Basis of transition to IFRS

5.5.1.1 Application of IFRS 1

The Company's and the Group's financial statements for the year 31st December 2005 were the first annual financial statements under IFRS. These financial statements have been prepared as described in Note 6.2.1. The Group has complied with IFRS 1. The reporting date of these financial statements is 31st December 2005. The IFRS adoption date is 1st January 2005. The Group has applied certain of the optional exemptions from full retrospective application of IFRS, in preparing these annual financial statements in accordance with IFRS 1.

5.5.1.2 Exemptions from full retrospective application decided by the Group

Employee benefits exemption

The Company has decided to recognize all cumulative actuarial gains and losses as at 1st January 2004.

5.5.1.3 Consistency of estimates between Greek GAAP and IFRS

The estimates under IFRS, as of 01.01.2004 are consistent with the estimates made for the same date under Greek GAAP, with the exception of the cases where there is evidence that those estimates were in error. Such is the case of the assets' useful lives, which under previous GAAP were based on tax provisions.

5.6. Property, Plant and Equipment

The changes in property, plant and equipment of the Group and the Company are provided below:

HELLENIC DUTY FREE SHOPS S.A.

THE GROUP							
	Land	Buildings	Machinery & Mechanical equipment	Transportation means	Furniture, Fittings & equipment	Fixed assets under construction	Total
01.01 – 31.12.2006							
Balance 01.01.2006	104.30	22,027.71	3,110.61	1,479.45	17,585.88	3,467.28	47,775.23
Additions		6,520.15	397.62	103.67	10,084.44	111.46	17,217.34
Currency exchange differences		76.51	3.09	0.90	91.17		171.67
Disposals	-2.37	-942.22	0.00	-210.16	0.00		-1,154.75
Balance 31.12.2006	101.93	27,682.15	3,511.32	1,373.86	27,761.49	3,578.74	64,009.49
Accumulated Depreciation							
Balance 01.01.2006		6,733.33	1,866.19	920.02	12,214.16		
Accumulated Depreciation from acquisition of subsidiary which was consolidated		1,173.96	130.34	5.86	3,832.09		
Depreciation for the period		1,159.02	278.07	144.78	2,975.20		
Currency exchange differences		37.83	2.14	0.89	59.95		
Impairment of depreciation		-928.29	0.00	-117.16	0.00		
Balance 31.12.2006	0.00	8,175.85	2,276.74	954.39	19,081.40	0.00	30,488.38
Residual Value 31.12.2006	101.93	19,506.30	1,234.58	419.47	8,680.09	3,578.74	33,521.11
01.01 – 30.09.2007							
Opening Balance	101.93	27,682.15	3,511.32	1,373.88	27,761.49	3,578.73	64,009.51
Additions	0.00	1,344.33	582.90	1.50	1,939.91	822.35	4,690.98
Currency exchange differences	0.00	-143.59	-7.11	0.00	-147.76	0.00	-298.46
Disposals	0.00	-131.43	-151.83	-16.15	-386.73	-9.89	-696.03
Balance 30.09.2007	101.93	28,751.46	3,935.28	1,359.24	29,166.91	4,391.18	67,706.01
Accumulated Depreciation							
Balance 01.01.2007	0.00	8,175.85	2,276.74	954.41	19,081.40	0.00	30,488.40
Depreciation for the period	0.00	1,208.87	605.12	101.17	1,967.18	0.00	3,882.34
Impairment of depreciation	0.00	-82.22	-123.64	-12.93	-367.62	0.00	-586.42
Balance 30.09.2007	0.00	9,302.49	2,758.22	1,042.66	20,680.96	0.00	33,784.33
Residual Value 30.09.2007	101.93	19,448.97	1,177.06	316.58	8,485.95	4,391.18	33,921.68

THE COMPANY							
	Land	Buildings	Machinery & Mechanical equipment	Transportation means	Furniture, Fittings & equipment	Fixed assets under construction	Total
Historical cost							
Balance 01.01.2006	104.30	21,382.38	3,066.61	1,420.22	17,002.11	2,565.11	45,540.73
Additions	0.00	2,145.86	184.47	48.01	1,010.07	113.17	3,501.58
Disposals	-2.37	-942.22	0.00	-160.35	0.00	0.00	-1,104.94
Balance 31.12.2006	101.93	22,586.02	3,251.08	1,307.88	18,012.18	2,678.28	47,937.37
Accumulated Depreciation							
Balance 01.01.2006	0.00	6,493.18	1,852.79	916.91	11,861.38	0.00	21,124.26
Depreciation for the period	0.00	964.88	257.85	136.37	1,732.23	0.00	3,091.33
Impairment of depreciation	0.00	-928.29	0.00	-117.16	-37.36	0.00	-1,082.81
Balance 31.12.2006	0.00	6,529.77	2,110.64	936.12	13,556.25	0.00	23,132.78
Residual value 31.12.2006	101.93	16,056.25	1,140.44	371.76	4,455.93	2,678.28	24,804.59
Historical cost							
Balance 01.01.2007	101.93	22,586.02	3,251.08	1,307.88	18,012.18	2,678.28	47,937.37
Additions	0.00	306.60	188.11	0.00	954.29	822.35	2,271.35
Disposals	0.00	0.00	0.00	-16.15	0.00	0.00	-16.15
Balance 30.09.2007	101.93	22,892.62	3,439.19	1,291.74	18,966.47	3,500.63	50,192.58
Accumulated Depreciation							
Balance 01.01.2007	0.00	6,529.77	2,110.63	936.12	13,556.25	0.00	23,132.78
Depreciation for the period	0.00	785.15	191.53	94.82	1,183.67	0.00	2,255.17
Impairment of depreciation	0.00	0.00	0.00	-12.93	0.00	0.00	-12.93
Balance 30.09.2007	0.00	7,314.93	2,302.16	1,018.02	14,739.92	0.00	25,375.02
Residual value 30.09.2006	101.93	15,577.69	1,137.03	273.72	4,226.55	3,500.63	24,817.55

HELLENIC DUTY FREE SHOPS S.A.

5.7. Intangible Assets

	The Group			
	Other set up expenses	Goodwill	Grant & right for industrial ownership	Total Group
Opening balance	5,285.19		58,694.05	63,979.24
Assets from subsidiary	3,798.13		0.00	3,798.13
Additions	134.55		0.00	134.55
Acquisition of subsidiary		52,366.39	0.00	52,366.39
Currency exchange differences	61.63			61.63
Sales	-9.08		0.00	-9.08
Balance 31.12.2006	9,270.42	52,366.39	58,694.05	120,330.86
Accumulated depreciation				
Balance 01.01.2006	1,465.12	0.00	9,391.04	10,856.16
Depreciation from the acquisition of subsidiary				0.00
Depreciation for the period	626.78		1,173.88	1,800.66
Impairment of depreciation	0.00		0.00	0.00
Currency exchange differences		0.00		0.00
Balance 31.12.2006	2,091.90	0.00	10,564.92	12,656.82
Residual value 31.12.2006	7,178.52	52,366.39	48,129.13	107,674.04
01.01 – 30.09.2007				
Balance 01.01.2007	9,270.42	52,366.39	58,694.05	120,330.86
Additions	34.05	0.00	0.00	34.05
Currency exchange differences	-139.45	0.00	0.00	-139.45
Disposals	0.00	0.00	0.00	0.00
Balance 30.09.2007	9,165.02	52,366.39	58,694.05	120,225.46
Accumulated depreciation		0.00		0.00
Balance 01.01.2007	2,091.90	0.00	10,564.92	12,656.82
Depreciation for the period	473.71	0.00	880.41	1,354.12
Impairment of depreciation	0.00	0.00	0.00	0.00
Currency exchange differences	0.00	0.00	0.00	0.00
Balance 30.09.2007	2,565.61	0.00	11,445.33	14,010.94
Residual value 30.09.2007	6,599.41	52,366.39	47,248.72	106,214.52

HELLENIC DUTY FREE SHOPS S.A.

The Company

	Other set up expenses	Grant & right for industrial ownership	Total Company
Opening balance	5,128.09	58,694.06	63,822.15
Assets from subsidiary	0.00		
Additions	111.63	0.00	111.63
Acquisition of subsidiary			0.00
Currency exchange differences			
Sales	0.00	0.00	0.00
Balance 31.12.2006	5,239.72	58,694.06	63,933.78
Accumulated depreciation			
Balance 01.01.2006	1,364.61	9,391.05	10,755.66
Depreciation from the acquisition of subsidiary			
Depreciation for the period	598.51	1,173.88	1,772.39
Impairment of depreciation	0.00	0.00	0.00
Currency exchange differences			
Balance 31.12.2006	1,963.12	10,564.93	12,528.05
Residual value 31.12.2006	3,276.60	48,129.13	51,405.73
01.01 – 30.09.2007			
Balance 01.01.2007	5,239.74	58,694.06	63,933.79
Additions	18.87	0.00	18.87
Currency exchange differences	0.00	0.00	0.00
Disposals	0.00	0.00	0.00
Balance 30.09.2007	5,258.61	58,694.06	63,952.67
Accumulated depreciation			
Balance 01.01.2007	1,963.13	10,564.93	12,528.06
Depreciation for the period	448.87	880.41	1,329.28
Impairment of depreciation			0.00
Currency exchange differences			0.00
Balance 30.09.2007	2,412.00	11,445.34	13,857.34
Residual value 30.09.2007	2,846.62	47,248.72	50,095.33

5.8. Other long term receivables

	THE GROUP		THE COMPANY	
	30.09.2007	31.12.2006	30.09.2007	31.12.2006
<i>Amounts in thousand €</i>				
Other long term receivables	499.81	0.00	0.00	0.00
Warranty deposits	4,232.96	3,490.30	3,609.55	2,960.04
Total	4,732.77	3,490.30	3,609.55	2,960.04

5.9. Inventory

	The Group		The Company	
	30.9.2007	31.12.2006	30.9.2007	31.12.2006
Merchandise	65,449.30	52,204.15	51,020.22	39,750.03
	65,449.30	52,204.15	51,020.22	39,750.03

HELLENIC DUTY FREE SHOPS S.A.

5.10. Trade and other receivables

	The Group		The Company	
	30.9.2007	31.12.2006	30.9.2007	31.12.2006
Trade receivables	8,894.82	8,123.98	7,552.72	4,991.20
Checks	1,118.80	1,019.32	0.00	11.43
Sundry debtors	17,196.79	9,817.31	14,061.20	5,919.17
Other receivables	374.14	849.60	298.45	772.53
	27,584.55	19,810.21	21,912.37	11,694.33

5.11. Financial assets

Amounts in thousand €

	The Group		The Company	
	30.9.2007	31.12.2006	30.9.2007	31.12.2006
Securities	1,931.64	1,955.53	1,931.64	1,955.53
	1,931.64	1,955.53	1,931.64	1,955.53

5.12 Cash and cash equivalent

Amounts in thousand €

	The Group		The Company	
	30.9.2007	31.12.2006	30.9.2007	31.12.2006
Cash in hand	3,459.17	1,666.62	3,396.18	1,582.78
Current and time deposits	60,404.94	59,115.30	47,065.63	43,729.89
Credit cards (Banks)	26.88	5.44	26.88	1.70
	63,890.99	60,787.36	50,488.68	45,314.37

5.13. Share Capital and share premium

The total authorized number of common shares is 52,765,000 shares with a nominal value of €0.30 per share. All issued shares are fully paid. Information concerning Share Capital and own shares is provided below:

	Number of shares	Common shares	Issued capital	Share premium	Own shares
31st December 2006	52,675,000	52,675,000	15,802.50	65,259.02	94,172
30th September 2007	52,675,000	52,675,000	15,802.50	65,259.02	280,660

HELLENIC DUTY FREE SHOPS S.A.

5.14. Fair value reserves

Amounts in thousand €

	The Group		The Company	
	30.9.2007	31.12.2006	30.9.2007	31.12.2006
Differences resulting from readjustment of securities value	49.81	49.81	49.81	49.81
	49.81	49.81	49.81	49.81

5.15. Other reserves

Amounts in thousand €

	The Group		The Company	
	30.9.2007	31.12.2006	30.9.2007	31.12.2006
Legal reserve	12,474.27	12,474.27	12,273.20	12,273.20
Tax free reserves from exempted from taxation income	28,061.74	28,061.74	27,924.39	27,924.39
Extraordinary reserve	4,537.58	4,537.58	4,537.58	4,537.58
	45,073.59	45,073.59	44,735.17	44,735.17

According to the provisions of the Companies' Act of Greece (L. 2190/20) the formation of Legal Reserve, with the per annum transfer of an amount equal to 5% of annual net profits, is mandatory until the size of the legal reserve reaches the one third (1/3) of the Share Capital. The other reserves (tax - free reserves) concern accumulated profit for which it is provided either an exemption from taxation or taxation at a lower tax rate, as long as they are not distributed. In case of appropriation it shall be paid income tax at the tax rate effective at the time of its appropriation. The General Meeting of Shareholders approves the distribution of reserves.

5.16. Loans

The loans are presented below:

	THE GROUP		THE COMPANY	
	30/09/2007	31/12/2006	30/09/2007	31/12/2006
<i>Amounts in thousand €</i>				
Long term borrowing				
Bank loan	60,000.00	60,060.93	0	0
Total long term borrowing	60,000.00	60,060.93	0	0
Short term borrowing				
Current accounts	5,782.35	0.00	0	0
Other debts	1,267.17	1,433.77		
Total short term borrowing	7,049.52	1,433.77	0	0
Total borrowing	67,049.52	61,494.70	0	0

HELLENIC DUTY FREE SHOPS S.A.

The repayment time of the loan is presented below:

30.09.2007	Two years to five years	More than five years
Bank loan	60,000.00	
	60,000.00	0

31.12.2006	Μεταξύ 2 και 5 ετών	Άνω των 5 ετών
Bank loan	60,060.93	
	60,060.93	0

5.17. Other long term liabilities

Amounts in thousand €

	The Group		The Company	
	30.9.2007	31.12.2006	30.9.2007	31.12.2006
Long term financing	12,589.28	8,492.01	0.00	0.00
	12,589.28	8,492.01	0.00	0.00

5.18. Trade and other short term liabilities

Amounts in thousand €

	The Group		The Company	
	30.9.2007	31.12.2006	30.9.2007	31.12.2006
Trade payables	38,902.25	24,653.80	31,558.24	18,279.03
Prepayments from trade receivables	113.76	199.88	111.43	107.99
Current income taxes	13,875.69	16,045.97	13,384.91	15,370.27
Social security payables	1,187.44	2,963.45	1,022.02	1,671.95
Other payables	1,855.90	6,583.48	5,253.97	2,343.58
Income tax prepayment and other taxes	2,572.16	-9,877.41	2,507.22	-11,050.68
Dividends payable	0.00	34,765.56	0.00	34,765.50
	58,507.20	75,334.72	53,837.80	61,487.64

HELLENIC DUTY FREE SHOPS S.A.

5.19. Deferred taxation

Deferred tax claims and obligations are offset when there is a legally enforceable right to offset current tax claims against current tax obligations and when the deferred taxes relate to the same tax authority.

The offset amounts are as follows:

<i>Amounts in thousand €</i>	THE GROUP				THE COMPANY		
	30/09/2007	30/09/2007	31/12/2006	31/12/2006	30/09/2007	30/09/2007	31/12/2006
	Deferred Tax Claim	Deferred Tax Obligation	Deferred Tax Claim	Deferred Tax Obligation	Deferred Tax Claim	Deferred Tax Obligation	Deferred Tax Claim
Fixed Assets							
Tangible Fixed Assets	447.07	0.00	399.33	0.00	406.24	0.00	361.95
Intangible Fixed Assets	0.00	1,017.04	0.00	1,028.75	0.00	1,045.32	0.00
Long term Receivables	58.05	0.00	77.89	0.00	54.42	0.00	72.56
Current Assets							
Receivables	0.00	1,033.39	0.00	1,034.40	0.00	1,033.39	0.00
Long term Liabilities							
Post employment Benefits	1,389.25	0.00	1,252.52	0.00	1,382.31	0.00	1,247.26
Total	1,894.37	2,050.43	1,729.74	2,063.15	1,842.97	2,078.70	1,681.77
Offsetting	-1,894.37	-1,894.37	-1,729.74	-1,729.74	-1,842.97	-1,842.97	-1,681.77
Total	0.00	156.05	0.00	333.42	0.00	235.73	0.00

5.20. Retirement benefit obligation

Based on the provisions of L. 2112/20 the Company is obliged to pay to the retired employees a lump sum multiple amount of the monthly salary at the time of retirement (determined by the Law), on the basis of the years of service. These benefits were determined by an independent actuary. The main actuarial assumptions used are as follows:

	2006	2005
Discount interest rate (%)	4.10%	4.00%
Future salary increases	4.00%	4.00%

<i>Amounts in thousand €</i>	THE GROUP		THE COMPANY	
	1/1-30/09/2007	1/1-30/09/2006	1/1-30/09/2007	1/1-30/09/2006
Obligations of opening balance	5,160.90	4,326.74	5,019.77	4,260.11
Retirement benefits (provisions and payments)	585.34	343.94	540.19	325.68
Total	5,746.24	4,670.68	5,559.96	4,585.79
Expense charged:	0.00	0.00	0.00	0.00
Retirement benefits (provisions and payments)	585.34	343.94	540.19	325.68
Total	585.34	343.94	540.19	325.68

HELLENIC DUTY FREE SHOPS S.A.

5.21. Sales

Amounts in thousand €

	The Group		The Company	
	1.1 - 30.9.2007	1.1 - 30.9.2006	1.1 - 30.9.2007	1.1 - 30.9.2006
Sales to passengers to non EU countries (duty free)	128,975.42	111,430.69	80,795.17	97,200.29
Sales to EU passengers (duty paid)	130,924.33	105,909.09	123,058.54	97,137.35
Other sales	95.95	46.40	95.95	46.40
Total	259,995.70	217,386.18	203,949.66	194,384.04

5.22. Cost of Sales

Amounts in thousand €

	THE GROUP		THE COMPANY	
	1.1 - 30.9.2007	1.1 - 30.9.2006	1.1 - 30.9.2007	1.1 - 30.9.2006
Cost of Inventory	125,079.22	115,154.18	102,555.23	101,017.17
Inferable Income	-75.24			
	125,003.98	115,154.18	102,555.23	101,017.17

5.23. Other operating income

Amounts in thousand €

	The Group		The Company	
	1.1 - 30.9.2007	1.1 - 30.9.2006	1.1 - 30.9.2007	1.1 - 30.9.2006
Income from marketing activities, customizations, royalties, HR Services, etc.	9,246.41	14,145.62	5,786.51	9,638.90
Other income	618.86	886.49	553.66	874.02
	9,865.27	15,032.11	6,340.17	10,512.92

5.24. Employees Benefits

Amounts in thousand €

	The Group		The Company	
	1.1 - 30.9.2007	1.1 - 30.9.2006	1.1 - 30.9.2007	1.1 - 30.9.2006
Salaries and wages	23,473.85	21,202.77	20,487.82	18,467.31
Social Security contribution	6,236.30	5,635.28	5,400.13	4,870.62
Dismissal Compensation	122.01	35.41	105.37	8.93
Provision for retirement benefits	0.00	0.00	0.00	0.00
Other Benefits	530.36	857.51	515.00	761.05
	30,362.52	27,730.97	26,508.32	24,107.91

HELLENIC DUTY FREE SHOPS S.A.

5.25. Other operating expenses

<i>Amounts in thousand €</i>	The Group		The Company	
	1.1 -	1.1 - 30.9.2006	1.1 -	1.1 -
	30.9.2007	30.9.2006	30.9.2007	30.9.2006
Fines - surcharges, taxes - duties	223.03	144.80	61.66	136.66
Currency exchange differences	158.85	31.06	157.10	27.23
Important donations of public benefit	29.73			
Other expenses	575.24	121.76	260.77	116.50
Loss from tangible fixed assets' sale	0.56	0.00	0.00	0.00
Loss from inventory's damage	50.22	0.00	0.00	0.00
	1,037.64	297.62	479.53	280.39

5.26. Breakdown of administration expenses

<i>Amounts in thousand €</i>	The Group		The Company	
	1.1 -	1.1 - 30.9.2006	1.1 -	1.1 -
	30.9.2007	30.9.2006	30.9.2007	30.9.2006
Employees salaries and wages	5,244.53	4,806.22	5,040.15	4,619.07
Third parties fees	791.98	788.38	621.14	664.50
Third parties wages	1,380.60	1,194.42	1,372.54	1,190.18
Taxes - Duties	105.65	13.16	15.75	11.94
Other expenses	9,263.19	2,630.53	783.20	854.10
Depreciation of fixed assets	1,624.20	1,486.97	1,577.91	1,481.97
	18,410.15	10,919.68	9,410.69	8,821.76

5.27. Breakdown of distribution expenses

<i>Amounts in thousand €</i>	The Group		The Company	
	1.1 -	1.1 - 30.9.2006	1.1 -	1.1 -
	30.9.2007	30.9.2006	30.9.2007	30.9.2006
Employees salaries and wages	25,664.81	23,250.42	22,008.36	19,814.52
Third parties fees	880.87	807.63	851.56	779.27
Third parties wages	23,707.81	20,857.76	22,666.68	18,799.17
Taxes - Duties	53.74	75.34	36.37	35.26
Other expenses	23,927.77	8,360.76	4,028.15	4,275.57
Depreciation of fixed assets	3,612.27	2,600.32	2,006.54	2,128.63
	77,847.27	55,952.23	51,597.66	45,832.42

HELLENIC DUTY FREE SHOPS S.A.

5.28. Results (income) from investing activities

Amounts in thousand €	The Group		The Company	
	1.1 -	1.1 -	1.1 -	1.1 -
	30.9.2007	30.9.2006	30.9.2007	30.9.2006
Income from securities	627.52	19.69	145.07	19.69
Tax credit		301.46		301.46
Credit bank interest	1,349.96	1,371.13	1,429.36	1,227.12
Total	1,977.48	1,692.28	1,574.43	1,548.27

Amounts in thousand €	The Group		The Company	
	1.1 -	1.1 -	1.1 -	1.1 -
	30.9.2007	30.9.2006	30.9.2007	30.9.2006
EU Commission	25.12	65.89	25.12	53.15
Bank interest	3,015.48	39.23	4.51	6.55
Other financing expenses	74.22	39.76	74.22	39.76
Expenses from investing services	32.38	641.25	32.38	81.64
Total	3,147.20	786.13	136.23	181.10

5.29. Income tax

Amounts in thousand €	The Group		The Company	
	1.1-	1.1-	1.1-	1.1-
	30.9.2007	30.9.2006	1.1-30.9.2007	30.9.2006
Current tax for the period	12,541.87	14,709.35	11,926.27	14,521.38
Plus: Provision for non audited financial years	0.00	369.00	0.00	360.00
Dererred Tax	-177.37	45.39	-179.41	-143.34
	12,364.49	15,123.74	11,746.87	14,738.04

5.30. Earnings per share

Basic

Basic earnings per share are calculated by dividing the profit attributable to shareholders of the Company by the weighted average number of common issued shares in issue during the period, excluding common shares purchased by the Company and held as treasury shares.

	The Group		The Company	
	1/1-	1/1-	1/1-	1/1-
	1/1-30/09/2007	30/09/2006	1/1-30/09/2007	1/1-30/09/2006
Net profit for the period	34,027.72	35,876.99	35,938.05	35,574.35
Weighted average number of ordinary shares in issue	52,115,028	52,115,028	52,115,028	52,115,028
Basic earnings per share (€/shares)	0.65	0.69	0.69	0.68

For the current period earnings per share were calculated by the weighted average number of ordinary shares in issue during the referred period (01.01-30.09.2007)

5.31. Dividend per share

The dividend paid in 2007, amounted to €34,765.500 thousand (€0.66 per share) and concerned the year 2006 earnings.

5.32. Contingencies

The Group has contingent liabilities in respect of the Greek State, other guarantees and other matters arising in the ordinary course of business. It is not anticipated that any material liabilities will arise from the contingent liabilities. No additional payments are anticipated at the date of these financial statements. The un-audited tax fiscal are mentioned at the following table:

COMPANY	UN-AUDITED TAX YEARS
HELLENIC DUTY FREE SHOPS S.A.	2005-2006
HELLENIC DISTRIBUTIONS S.A.	2006
HELLENIC TOURIST BUREAU S.A.	2006
HDFS SCOPJE DOO	2004-2006
LINKS OF LONDON S.A.	2006

During the current fiscal year, HELLENIC DISTRIBUTIONS S.A. has been audited by tax authorities for the financial years 2003 – 2005. It is mentioned that the tax audit differences amounted up to €156,360.00, along with the additions, and have charged the transactions with the subsidiaries with tax fees. These differences were recorded during this fiscal year.

Regarding the non-taxed reserves according to the Law 3220/2004 (investments up to circa €16 million and respective taxes up to circa €5.5 million), the parent Company will settle any potential obligation, after the final settlement of the issue.

5.33. Transactions with other related parties

The following transactions were carried out with related parties:

HELLENIC DUTY FREE SHOPS S.A.

Amounts in thousand €	THE GROUP		THE COMPANY	
	1/1- 30/09/2007	1/1- 30/09/2006	1/1- 30/09/2007	1/1- 30/09/2006
A. Company				
Sales of goods	0.37	0.00	0.00	0.00
Sales of services - concession fees	0.00	0.00	0.00	0.00
Purchases	2,283.17	943.13	2,282.57	943.13
Purchases of services - concession fees	752.00	615.44	752.00	615.45
B. Subsidiaries				
Sales of goods	0.00	0.00	2,585.80	2,368.03
Sales of services - concession fees	0.00	0.00	8.89	8.89
Purchases	0.00	0.00	237.51	137.33
Purchases of services - concession fees	0.00	0.00	0.00	0.00
C. Other related parties				
Sales of goods	0.00	0.00	0.00	0.00
Sales of services - concession fees	0.00	0.00	0.00	0.00
Purchases	0.00	908.53	0.00	900.58
Purchases of services - concession fees	0.00	320.91	0.00	316.91
D. Management and Directors' remuneration				
Salaries and remuneration	1,944.01	1,957.08	1,827.61	1,852.95

ii) Year end balances arising from sales of goods and services

Amounts in thousand €	THE GROUP		THE COMPANY	
	9/30/2007	12/31/2006	9/30/2007	12/31/2006
A. Company				
Receivables	0.37	0.00	0.00	0.00
Liabilities	3,578.03	3,029.94	3,560.13	3,012.26
B. Subsidiaries				
Receivables	0.00	0.00	7,480.86	6,455.24
Liabilities	0.00	0.00	705.01	177.35
C. Other related parties				
Receivables	0.00	0.00	0.00	0.00
Liabilities	0.00	0.00	0.00	0.00
D. Management and Directors				
Receivables	0.00	0.00	0.00	0.00
Liabilities	0.00	0.00	0.00	0.00

5.34. Number of employed personnel

Average number of employed personnel at the end of the current period for the Group was 1,837 and for the Company was 1,265.

5.35. Real Liens

There are no pledges or mortgages on the fixed assets of the Company and the Group.

5.36. Contested or under arbitration disputes

There are no pending judicial cases or court decisions that may have a significant effect on the financial statements of the operations of the Company or the Group.

5.37. Post Balance Sheet events

The Company acquired 28,718,770 common shares of ELMEC SPORT S.A., namely 51.84% of its share capital and voting rights, on 05.10.2007. The cost of the transaction, along with the commission and the transfer fees amounted to €120,928,461.65. Since with this transaction the Company exceeded one third (1/3) of the voting rights of ELMEC, the Company submitted a Mandatory Public Offer for the acquisition of the entirety of ELMEC shares pursuant to the provisions of Law 3461/2006, at the price of €4.00/ per share.

During the period from that date until the approval date of the interim financial statements (12.11.2007), the Company purchased 3.385.191 shares, representing the 6.11% of its share capital and voting rights, for €13,366,929.66, including the commission and the transfer fees.