

**TELETYPOS TELEVISION PROGRAMMES S.A.
“MEGA CHANNEL - GREECE”**

CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS

30th SEPTEMBER 2007

**ACCORDING TO
INTERNATIONAL FINANCIAL REPORTING STANDARDS (IFRS)**

CONTENTS

	<u>Pages</u>
INCOME STATEMENT	1-2
BALANCE SHEET	3
STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY	4 -5
CASH FLOW STATEMENT	6
1. GENERAL INFORMATION	7
2. ADOPTION OF NEW AND REVISED INTERNATIONAL FINANCIAL REPORTING STANDARDS	8
3. SIGNIFICANT ACCOUNTING POLICIES	8
3.1. Statement of compliance	8
3.2. Historical cost convention	8-9
3.3. Investments in associates	9
3.4. Foreign currency transactions and balances	9-10
3.5. Borrowing Costs	10
3.6. Programme and film rights	10
3.6.1. Self-owned television programmes	10
3.6.2. Licensed third parties' TV programmes	11
3.7. Depreciation and Amortization	11-12
3.8. Taxation	13
3.9. Inventories	14
3.10. Provisions	14
3.11. Revenues recognition	14
3.12. Impairment of assets	14
3.13. Trade receivables	14
3.14. Investments	15
3.15. Cash and cash equivalents	15
3.16. Bank Loans	15
3.17. Trade creditors	15
3.18. Use of derivative products and hedging of foreign exchange and interest rate risks	16
3.19. Patents and trademarks	16
3.20. Retirements benefits	16
4. BUSINESS SEGMENT	17
5. BUSINESS RISK MANAGEMENT	17-18
6. MANAGEMENT'S ASSUMPTIONS	18
7. DIVIDENDS	18
8. REVENUE	19
9. OPERATING EXPENSES	19
10. OTHER OPERATING INCOME	20
11. PRIOR YEAR'S INCOME	20
12. OTHER INCOME	20

CONTENTS (cont.)

	<u>Pages</u>
13. PRIOR YEAR'S EXPENSES	20
14. OTHER EXPENSES	20
15. TAXATION	21
16. INTANGIBLE ASSETS - PROGRAMME RIGHTS	22
17. TANGIBLE ASSETS	23-24
18. INVESTMENTS - SHARES IN ASSOCIATED AND SUBSIDIARY COMPANIES	24-25
19. OTHER FINANCIAL ASSETS	26
20. TRADE AND OTHER RECEIVABLES	26-27
21. RECEIVABLES - ASSOCIATED COMPANIES	27
22. DEFERRED TAXES	28
23. PREPAID PROGRAMME RIGHTS	29
24. CASH AND CASH EQUIVALENT	29
25. SHARE CAPITAL	29-30
26. RESERVES	31
27. LONG TERM LI ABILITIES	32
27.1. Debenture Loans	33
27.2. Retirement indemnities	34
28. TRADE AND OTHER PAYABLE	35
28.1. Dividends payable	35
28.2. Taxes and duties	35
28.3. Other creditors	36
28.4. Accrual expenses	36
29. SHORT TERM BORROWING	37
30. SHARES THAT HAVE BEEN ISSUED	37
31. EARNINGS PER SHARE	38
32. CONTINGENCIES	39
33. FINANCIAL COMMITMENTS	39
34. COMPENSATION TO EXECUTIVES AND MANAGEMENT	39
35. RELATED PARTIES TRANSACTIONS	39-40
36. EVENTS AFTER THE BALANCE SHEET DATE	41
37. APPROVAL OF FINANCIAL STATEMENTS	41

TELETYPOS TELEVISION PROGRAMMES S.A.
“MEGA CHANNEL”
INCOME STATEMENT
1st January – 30th September, 2007
(Expressed in Euro)

<u>GROUP</u>					
	<u>Notes</u>	<u>01.01/ 30.09.07</u>	<u>01.07/ 30.09.07</u>	<u>01.01/ 30.09.06</u>	<u>01.07/ 30.09.06</u>
Revenues	8	116.282.552	23.884.097	99.710.510	23.872.583
Cost of Sales	9	<u>(106.416.772)</u>	<u>(29.108.128)</u>	<u>(92.020.764)</u>	<u>(28.138.559)</u>
Gross Profit		9.865.780	(5.224.031)	7.689.746	(4.265.976)
Other operating income	10	<u>7.873.042</u>	<u>2.165.085</u>	<u>7.643.745</u>	<u>3.869.998</u>
		17.738.822	(3.058.946)	15.333.491	(395.978)
Distribution expenses	9	(3.650.794)	(1.038.761)	(3.024.941)	(998.372)
Administration expenses	9	<u>(5.914.501)</u>	<u>(1.689.792)</u>	<u>(5.308.948)</u>	<u>(1.619.244)</u>
Operating profit		8.173.527	(5.787.499)	6.999.602	(3.013.594)
Non operating income					
Interest received and receivable		7.796	3.237	7.605	5.271
Profit on disposal of fixed assets		11.849	1	55.816	0
Income from securities		14.873	14.873	0	0
Prior years' income	11	26.998	0	79.380	0
Other income	12	<u>30.365</u>	<u>(15.476)</u>	<u>155.423</u>	<u>29.524</u>
		91.881	2.635	298.224	34.795
Non operating expenses					
Interest and similar charges	9	(3.755.498)	(1.656.218)	(3.109.446)	(1.515.008)
Prior years' expenses	13	(195.033)	(6.020)	(359.936)	(101.205)
Extraordinary expenses		(269)	0	(81.004)	(81.004)
Other expenses	14	<u>(1.539.877)</u>	<u>(191.298)</u>	<u>(1.637.936)</u>	<u>(93.606)</u>
		(5.490.677)	(1.853.536)	(5.188.322)	(1.790.823)
Profit for the period before tax		2.774.731	(7.638.400)	2.109.504	(4.769.622)
Income tax	15	(394.265)	2.008.568	(261.196)	1.514.438
Profit for the period after tax		2.380.466	(5.629.832)	1.848.308	(3.255.184)
Earnings per share € (note 31)		<u>0,07</u>	<u>-0,16</u>	<u>0,06</u>	<u>-0,10</u>

Notes forming an integral part of the financial statements on pages 7 to 41.

TELETYPOS TELEVISION PROGRAMMES S.A.
“MEGA CHANNEL”
INCOME STATEMENT
1st January – 30th September, 2007
(Expressed in Euro)

<u>COMPANY</u>		01.01/ 30.09.07	01.07/ 30.09.07	01.01/ 30.09.06	01.07/ 30.09.06
	<u>Notes</u>				
Revenues	8	115.122.956	23.585.698	98.378.152	23.484.482
Cost of Sales	9	<u>(106.078.599)</u>	<u>(29.045.863)</u>	<u>(91.578.472)</u>	<u>(28.099.964)</u>
Gross Profit		9.044.357	(5.460.165)	6.799.680	(4.615.482)
Other operating income	10	<u>7.873.042</u>	<u>2.165.085</u>	<u>7.643.745</u>	<u>3.869.998</u>
		16.917.399	(3.295.080)	14.443.425	(745.484)
Distribution expenses	9	(3.650.794)	(1.038.761)	(3.024.941)	(998.372)
Administration expenses	9	<u>(5.755.729)</u>	<u>(1.662.803)</u>	<u>(5.245.403)</u>	<u>(1.616.146)</u>
Operating profit		<u>7.510.876</u>	<u>(5.996.644)</u>	<u>6.173.081</u>	<u>(3.360.002)</u>
Non operating income					
Interest received and receivable		7.796	3.237	7.605	5.271
Profit on disposal of fixed assets		11.849	1	55.816	0
Income from securities		14.873	14.873	0	
Prior years' income	11	26.998	0	79.380	0
Other income	12	<u>30.365</u>	<u>(15.476)</u>	<u>155.423</u>	<u>29.524</u>
		91.881	2.635	298.224	34.795
Non operating expenses					
Interest and similar charges	9	(3.746.302)	(1.658.924)	(3.104.413)	(1.515.173)
Prior years' expenses	13	(195.033)	(6.020)	(359.936)	(101.205)
Extraordinary expenses		(269)	0	(81.004)	(81.004)
Other expenses	14	<u>(1.524.595)</u>	<u>(176.016)</u>	<u>(1.632.266)</u>	<u>(87.935)</u>
		(5.466.199)	(1.840.960)	(5.177.619)	(1.785.317)
Profit for the period before tax		2.136.558	(7.834.969)	1.293.686	(5.110.524)
Income tax	15	(329.574)	2.028.223	(179.615)	1.548.529
Profit for the period after tax		<u>1.806.984</u>	<u>(5.806.746)</u>	<u>1.114.071</u>	<u>(3.561.995)</u>
Earnings per share € (note 31)		<u>0,05</u>	<u>-0,17</u>	<u>0,04</u>	<u>-0,11</u>

Notes forming an integral part of the financial statements on pages 7 to 41.

TELETYPOS TELEVISION PROGRAMMES S.A.
“MEGA CHANNEL”
BALANCE SHEET
1st January – 30th September, 2007
(Expressed in Euro)

		<u>GROUP</u>		<u>COMPANY</u>	
	Note:	<u>30.09.2007</u>	<u>31.12.2006</u>	<u>30.09.2007</u>	<u>31.12.2006</u>
FIXED ASSETS					
Intangible assets – Programme rights	16	147.181.489	144.273.143	147.181.489	144.273.143
Tangible assets	17	12.139.868	11.814.972	12.139.868	11.814.972
Investments in associates	18	33.699.696	33.699.696	1.447.514	1.447.514
Deferred taxation	22	1.615.992	1.517.596	1.615.992	1.517.596
Other financial assets	19	<u>448.516</u>	<u>398.923</u>	<u>448.516</u>	<u>398.923</u>
Total fixed assets		<u>195.085.561</u>	<u>191.704.330</u>	<u>162.833.379</u>	<u>159.452.148</u>
CURRENT ASSETS					
Inventories		386.326	332.480	386.326	332.480
Trade and other receivables	20	39.539.557	42.680.768	38.280.331	40.729.029
Claims against associated companies	21	0	0	3.758.700	3.758.700
Prepayments of programme rights & other expenses	23	29.974.707	35.382.367	29.974.707	35.382.367
Cash and cash equivalents	24	<u>10.535.653</u>	<u>4.873.426</u>	<u>9.236.182</u>	<u>4.190.966</u>
Total assets		<u>80.436.243</u>	<u>83.269.041</u>	<u>81.636.246</u>	<u>84.393.542</u>
		<u>275.521.804</u>	<u>274.973.371</u>	<u>244.469.625</u>	<u>243.845.690</u>
EQUITY AND LIABILITIES					
Share capital	25	34.361.250	34.361.250	34.361.250	34.361.250
Share premium	25	33.469.247	33.469.247	33.469.247	33.469.247
Reserves	26	40.231.554	39.901.411	11.894.801	11.564.658
Retained earnings		2.380.466	0	1.806.985	0
Prior year's earnings		4.641.966	9.108.929	241.674	4.708.637
Translation difference		<u>40.504</u>	<u>47.818</u>	<u>0</u>	<u>0</u>
Long term liabilities		<u>115.124.987</u>	<u>116.888.655</u>	<u>81.773.957</u>	<u>84.103.792</u>
CURRENT LIABILITIES	27	<u>50.544.442</u>	<u>58.754.986</u>	<u>50.544.442</u>	<u>58.754.986</u>
SHORT TERM LIABILITIES					
Trade and other payables	28	91.599.174	85.831.721	93.898.025	87.488.903
Short term borrowings	29	9.253.201	4.498.009	9.253.201	4.498.009
Long term liabilities payable next period	27.1	<u>9.000.000</u>	<u>9.000.000</u>	<u>9.000.000</u>	<u>9.000.000</u>
Total Short Term Liabilities		<u>109.852.375</u>	<u>99.329.730</u>	<u>112.151.226</u>	<u>100.986.912</u>
Total equity and liabilities		<u>275.521.804</u>	<u>274.973.371</u>	<u>244.469.625</u>	<u>243.845.690</u>

Notes forming an integral part of the financial statements on pages 7 to 41.

TELETYPOS TELEVISION PROGRAMMES S.A.
“MEGA CHANNEL”
STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY
1st January – 30th September, 2007
(Expressed in Euro)

	<u>Share Capital</u>	<u>Share Premium</u>	<u>Statutory Reserve</u>	<u>Other Reserves</u>	<u>Revaluation Reserves</u>	<u>Translation Differences</u>	<u>Valuation reserve on listed securities</u>	<u>Earnings for the period</u>	<u>Retained Earnings</u>	<u>Total</u>
GROUP										
Net position 2006										
Balance 31st December, 2005	31.237.500	35.031.122	3.588.430	7.771.271	29.826.287	48.125	0	0	8.152.236	115.654.971
Translation difference 31/12/2005						-48.125				-48.125
Translation difference 30/09/2006						48.713				48.713
Approval of 2005 dividend by G.A.									-4.060.875	-4.060.875
Share capital increase	3.123.750	-1.561.875		-72.341	-1.489.534					0
Profit for the period after tax (01/01-30/09/2006)								1.848.307		1.848.307
Net position 30/09/2006	34.361.250	33.469.247	3.588.430	7.698.930	28.336.753	48.713	0	1.848.307	4.091.361	113.442.991
Balance 30th September, 2006	34.361.250	33.469.247	3.588.430	7.698.930	28.336.753	48.713	0	1.848.307	4.091.361	113.442.991
Translation difference 30/09/2006						-48.713				-48.713
Translation difference 31/12/2006						47.818				47.818
Profit for the period after tax (01/01-30/09/2006)								-1.848.307		-1.848.307
Profit for the year after tax								5.718.866		5.718.866
Statutory reserve			277.298					-277.298		0
Distribution of earnings to personnel								-400.000		-400.000
Board of Directors Remuneration								-24.000		-24.000
Retained earnings 31/12/2005								4.091.361	-4.091.361	0
Retained earnings 31/12/2006								-4.641.966	4.641.966	0
Proposed dividend for the fiscal year 2006								-4.466.963	4.466.963	0
Net position 31/12/2006	34.361.250	33.469.247	3.865.728	7.698.930	28.336.753	47.818	0	0	9.108.929	116.888.655
Net position 2007										
Balance 31st December, 2006	34.361.250	33.469.247	3.865.728	7.698.930	28.336.753	47.818		0	9.108.929	116.888.655
Translation difference 31/12/2006						-47.818				-47.818
Translation difference 30/09/2007						40.504				40.504
Unrealized gains of valuation of listed securities							330.143			330.143
Approval of 2006 dividend by G.A.									-4.466.963	-4.466.963
Profit for the period after tax (01/01-30/09/2007)								2.380.466		2.380.466
Net position 30/09/2007	34.361.250	33.469.247	3.865.728	7.698.930	28.336.753	40.504	330.143	2.380.466	4.641.966	115.124.987

TELETYPOS TELEVISION PROGRAMMES S.A.
“MEGA CHANNEL”
STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY
1st January – 30th September, 2007
(Expressed in Euro)

COMPANY

Net position 2006

	<u>Share Capital</u>	<u>Share Premium</u>	<u>Statutory Reserve</u>	<u>Other Reserves</u>	<u>Revaluation Reserves</u>	<u>Valuation reserve on listed securities</u>	<u>Earnings for the period</u>	<u>Retained Earnings</u>	<u>Total</u>
Balance 31st December, 2005	31.237.500	35.031.122	3.588.430	7.771.271	1.489.534		0	4.689.297	83.807.154
Approval of 2005 dividend by G.A.								-4.060.875	-4.060.875
Share capital increase	3.123.750	-1.561.875		-72.341	-1.489.534				0
Profit for the period after tax (01/01-30/09/2006)							4.676.065		4.676.065
Net position 30/06/2006	34.361.250	33.469.247	3.588.430	7.698.930	0		4.676.065	628.422	84.422.344

Balance 30th June, 2006	34.361.250	33.469.247	3.588.430	7.698.930	0		4.676.065	628.422	84.422.344
Profit for the period after tax (01/01-30/06/2006)							-4.676.065		-4.676.065
Profit for the year after tax							4.781.513		4.781.513
Statutory reserve							-277.298		-277.298
Distribution of earnings to personnel			277.298				-400.000		-122.702
Board of Directors Remuneration							-24.000		-24.000
Retained earnings 31/12/2005							628.422	-628.422	0
Retained earnings 31/12/2006							-241.674	241.674	0
Proposed dividend for the fiscal year 2006							-4.466.963	4.466.963	0
Net position 31/12/2006	34.361.250	33.469.247	3.865.728	7.698.930	0		0	4.708.637	84.103.792

Net position 2007

Balance 31st December, 2006	34.361.250	33.469.247	3.865.728	7.698.930	0		0	4.708.637	84.103.792
Translation difference 31/12/2006									0
Translation difference 30/06/2007									0
Approval of 2006 dividend by G.A.								-4.466.963	-4.466.963
Profit for the period after tax (01/01-30/06/2007)							7.613.731		7.613.731
Net position 30/06/2007	34.361.250	33.469.247	3.865.728	7.698.930	0		7.613.731	241.674	87.250.560

TELETYPOS TELEVISION PROGRAMMES S.A.
“MEGA CHANNEL”
CASH FLOW STATEMENT
1st January – 30th September, 2007
(Expressed in Euro)

	<u>GROUP</u>		<u>COMPANY</u>	
	<u>30.09.07</u>	<u>30.09.06</u>	<u>30.09.07</u>	<u>30.09.06</u>
Cash flow from operating activities				
Profit before taxation	2.774.731	2.109.504	2.136.558	1.293.686
Adjustments for items not involving the movement of cash				
Depreciation and amortisation	66.285.100	51.055.408	66.285.100	51.055.408
Provisions	2.284.784	2.294.247	2.284.785	2.294.247
Translation differences	(7.314)	589	0	0
Profit on disposal of fixed assets	(29.157)	17.583	(29.157)	17.583
Interest and similar charges	3.755.498	3.109.446	3.746.302	3.104.413
Increase in stock of spares and consumables	(53.659)	(16.637)	(53.659)	(16.637)
Decrease in stock of programme rights	5.407.660	6.231.252	5.407.660	6.231.251
Decrease in debtors and others	2.132.376	2.320.164	1.439.863	2.162.900
(Increase)/Decrease in payables	(49.593)	45.888	(49.593)	45.888
Repayments of borrowings	6.878.209	(23.358.282)	7.500.069	(22.515.289)
Minus: Interest and similar charges	(3.668.141)	(3.045.382)	(3.658.945)	(3.040.348)
Income tax paid	(1.678.299)	(1.551.156)	(1.593.800)	(1.463.910)
Total Cash Flow from Operating Activities (a)	84.032.195	39.212.624	83.415.183	39.169.192
Cash Flow from investing activities				
Purchase of tangible and intangible fixed assets	0	(600)	0	(600)
(Increase)/ in long term receivables	(69.518.611)	(53.230.819)	(69.518.611)	(53.230.819)
(Increase) of investments and participations	11.849	57.400	11.849	57.400
Interest	7.796	2.714	7.796	2.714
Dividends received	9.782	4.891	9.782	4.891
Net Cash Flow from Investing Activities (b)	(69.489.184)	(53.166.414)	(69.489.184)	(53.166.414)
Cash Flow from Financing Activities				
(Decrease) in long term borrowings	4.755.192	23.302.966	4.755.192	23.302.966
Repayments of borrowings	(9.046.491)	0	(9.046.491)	0
Dividends paid	(4.589.484)	(4.143.753)	(4.589.484)	(4.143.753)
Net Cash Flow from Financing Activities (c)	(8.880.783)	19.159.213	(8.880.783)	19.159.213
Increase in net liquid funds (a)+(b)+(c)	5.662.228	5.205.423	5.045.216	5.161.991
Cash and cash equivalents at beginning of the period	4.873.426	2.442.620	4.190.966	1.910.298
Cash and cash equivalents at end of period	10.535.654	7.648.043	9.236.182	7.072.289

TELETYPOS TELEVISION PROGRAMMES S.A.
“MEGA CHANNEL - GREECE” AND ITS SUBSIDIARY
Notes to the consolidated and parent financial statements in accordance with IFRS
30TH September, 2007
(Expressed in Euro)

1. General Information

The parent company was incorporated in Athens, Greece in 1989, in accordance with Law 2190/1920 and with a life duration of 50 years. Its life duration can be expanded through the approval of the Shareholder's General Assembly . The company is listed in the Athens Stock Exchange.

The parent company operates the private broadcasting channel “MEGA” based on the 19229/1993 operating broadcasting licence. The duration of the broadcasting licence has been extended by Government law.

The parent company has incorporated in 2000 Teletypos Cyprus Ltd. Its investment is stated at 100% of shareholding. The company's main objective is the trading of television programmes in Cyprus and in the area of Middle East.

Teletypos Cyprus Ltd is stated in Lefkosia (Cyprus), 8 Kennedi Street.

The company's main objectives are:

- the origination and trading of television programmes
- the installation and operating of television and radio stations throughout Greece
- the establishment, organisation and operation of studios for the production and marketing of television programmes and advertising clips

The financial statements have been approved by the company's Board of Directors at 16/10/2007. The composition of the Board of Directors is as follows:

Christos Lambrakis	- Chairman, non-executive member
Elias Tsigas	- Managing Director
Yiorgos Bobolas	- Non-executive member
Yiorgos Vardinogiannis	- Non-executive member
Fotis Bobolas	- Non-executive member
Stauros Psicharis	- Non-executive member
Yiorgos Aidinis	- Independent non-executive member
Yiorgos Poursanidis	- Independent non-executive member

TELETYPOS TELEVISION PROGRAMMES S.A.
“MEGA CHANNEL - GREECE”

Notes to the consolidated and separate financial statements in accordance with IFRS
30th September 2007
(Expressed in Euro)

2. Adoption of new and revised International Financial Reporting Standards

The group adopted, in the current year, the new and revised International Financial Reporting Standards (IFRS) and the corresponding amendments that have been published from the International Accounting Standards Board (IASB) and from the International Financial Reporting Interpretation Committee (IFRIC) respectively, in the respect that these are related with the group's activity and are effective with the accounting periods beginning on 1st of January 2007.

a. New and revised standards and interpretations effective from the 1st of January 2007

The compliance with the new and revised standards and interpretations which are effective from the 1st of January 2007 either do not relate with the activities of the group or do not impose changes on the accounting policies with cause material effect on the reported financial data for the current year and for the previous year.

b. New and revised standards not yet in effect

It is estimated that the new and revised standards and interpretations that are not yet in effect either do not relate with the activities of the group or will not have material effect in the financial data.

3. Significant Accounting Policies

3.1. Statement of compliance

The financial statements have been prepared in accordance with the International Financial Reporting Standards (IFRS) and their respective interpretations.

3.2. Historical cost convention

The financial statements have been prepared under the historical cost convention, except for the revaluation of land and buildings, which has been done in 1992, 1996, 2000 and 2004 on the basis of relevant legislation. The resulting revaluation increase was capitalised. Group's management decided that the valuation of land and buildings on current value is not necessary.

TELETYPOS TELEVISION PROGRAMMES S.A.**“MEGA CHANNEL - GREECE”****Notes to the consolidated and separate financial statements in accordance with IFRS****30th September 2007****(Expressed in Euro)****3. Significant Accounting Policies (cont.)****3.2. Historical cost convention (cont.)**

The consolidated financial statements include the financial statements of the parent company and its subsidiary, which is controlled directly by the parent company. Control is achieved when the parent company has the power to govern the financial and operating policy of the entity that is investing in so as to obtain benefits from its activities.

Consolidated financial statements are based on separate companies financial statements which have been prepared in accordance with IFRS and certain accounting principles followed by the Group. All group's companies have the same reporting date.

All the intra-company transactions and intra-company balances have been eliminated on consolidation.

3.3. Investments in associates

Participations in affiliated companies are valued at acquisition costs plus any other cost.

Affiliated companies are these in which the parent company holds a share of up to 49% without exercising control or having a significant influence.

Provisions for impairments of the investment value are made only when there is significant evidence of substantial impairment. The non realised gains or losses that are due to changes in appropriate value are included in the shareholder's equity after taking account the taxation effect.

3.4. Foreign currency transactions and balances**a. Transactions in foreign currencies and presentation**

The company's parent and consolidated accounts are presented in the country's currency which is the functional currency of the company. The consolidated accounts are presented in euros which is the parent's company functional currency.

TELETYPOS TELEVISION PROGRAMMES S.A.
“MEGA CHANNEL - GREECE”
Notes to the consolidated and separate financial statements in accordance with IFRS
30th September 2007
(Expressed in Euro)

3. Significant Accounting Policies (cont.)

3.4. Foreign currency transactions and balances (cont.)

b. Transactions and company's accounts

In preparing the financial statements of the individual entities, transactions in currencies other than the entity's functional currency (foreign currencies) are recorded at the rates of exchange prevailing at the dates of the transactions. At each balance sheet date monetary items denominated in foreign currencies are translated at the rates prevailing at each balance sheet date.

Non-monetary items carried at fair value that are denominated in foreign currencies are translated at the rates prevailing at the date when the fair value was determined. Non-monetary items that are measured in items of historical cost in a foreign currency are not translated.

Exchange differences are recognised in income statement in the period in which they except for:

- Exchange differences which relate to assets under construction to be used in future production and that are included in the production cost.
- Exchange differences on monetary items receivables from or payable to a foreign operation for which settlement is neither planned nor likely to occur, which form part of the net investment in a foreign operations, and which are recognised in the foreign currency translation reserve and recognised in profit or loss on disposal of the net investment.

3.5. Borrowing Cost

Borrowing costs directly attributable to the acquisition, constructions or production of qualifying assets which are assets that necessarily take a substantial period of time to get ready for their intended use or sale, are added to the cost of those assets. Investment income on the temporary investment of specific borrowing is deducted from borrowing costs eligible for capitalisation.

All other borrowing costs are recognised in profit or loss in the period in which they are incurred.

3.6. Programme and film rights

Programme and film rights refer to self-owned television programmes and third parties programmes.

3.6.1. Self-owned television programmes

The cost of self-owned programs (Greek series, game shows, sports, talk shows, music/dance shows and variety shows) is capitalised as intangible fixed assets (Programme rights) and is amortised as described in note 3.7.

TELETYPOS TELEVISION PROGRAMMES S.A.
“MEGA CHANNEL - GREECE”

Notes to the consolidated and separate financial statements in accordance with IFRS
30th September, 2007
(Expressed in Euro)

3. Significant Accounting Policies (cont.)

3.6. Programme and film rights (cont.)

3.6.2. License third parties' T.V. programmes

Licensed third parties television programs are valued at their acquisition cost.

- The profit and loss account is charged with the cost of the broadcasted programmes plus or minus any foreign exchange differences which arise upon settlement or valuation of the corresponding liability at the end of the year.
- the balance sheet presents such as follows:
 - under liabilities, the amount due to the suppliers for the programmes invoiced and not yet settled.
 - under prepayments the invoiced amount of not yet transmitted programmes.
 - in case a contract provides for more than one transmission the profit and loss account is charged in proportion to the number of transmissions allowed.

3.7 Depreciation and Amortization

Fixed Assets

Equipment and vehicles of the parent company are presented at cost minus accumulated depreciation and impairment. Property is presented at revised values minus depreciation according to the relevant legislation. Depreciation rates remain constant throughout the useful life of the assets. Land is not depreciated.

	%
Improvements on third party properties	8 - 20
Plant and machinery	5 - 15
Office equipment	5 - 30
Transportation means	15 – 30
Computer and software programmes	100

TELETYPOS TELEVISION PROGRAMMES S.A.
“MEGA CHANNEL - GREECE”
Notes to the consolidated and separate financial statements in accordance with IFRS
30th September 2007
(Expressed in Euro)

3. Significant Accounting Policies (cont.)

3.7. Depreciation and Amortization (cont.)

Fixed Assets (cont.)

The values of plant and machinery are examined for a possible impairment in the case of events indicating such impairment. When such indications appear and the value is estimated to be lower than acquisition cost, this value is revised.

In addition to the original accounting presentation of cost, land is presented at revised values. The revised value is defined according to relevant legislation. The excess amount of the revaluation is transferred to the account ‘Revaluation Reserve’ and is presented in the Balance Sheet as part of Equity. According to the relevant law, the time of capitalisation of reserves should take place within two years. Thus, the revised surplus of 2004 has been capitalized in 2006.

Programme and film rights

Programme and film rights are amortised as follows according to the Greek legislation and subject to the management estimation about future benefits:

	<u>%</u>
First year of transmission	20
Thereafter (whether transmitted or not)	20

Programmes that, according to management estimations can not be broadcasted for more than one year, are 100% amortized in the year of their broadcast.

TELETYPOS TELEVISION PROGRAMMES S.A.
“MEGA CHANNEL - GREECE”
Notes to the consolidated and separate financial statements in accordance with IFRS
30th September 2007
(Expressed in Euro)

3. Significant Accounting Policies (cont.)

3.8 Taxation

Income tax is calculated on taxable profits and according to the rate which is in force (25% for the year 2007 and 29% for the year 2006). Taxable profit differs from company's profit as reported in the income statement because it excludes items of income or expenses that are not taxable or deductible in other years and it further excludes items that are never taxable or deductible.

Income tax of subsidiary company is calculated with a 10% tax rate on net profit and no further tax are charged as stipulated by legislation in the country of subsidiaries' incorporation.

Deferred tax is the tax payable or receivable due to time differences in income taxation or in expense recognition for taxation purposes and is accounted for to the extent that it will be utilised in the future.

Deferred tax liability is recognised mainly for all short-term taxation differences and deferred tax asset is recognised to the extent that it is probable that future taxable profit will be available, and tax asset will be utilised against the resulting tax liability.

The carrying amount of deferred taxes (assets and liabilities) are reviewed at each Balance Sheet date and are revised if it is necessary to the extent that it is no longer probable that taxable profits will be available to allow all or part of the asset or liability to be recovered.

Deferred tax is calculated at the tax rates that are expected to apply in the period when the liability is settled or assets realised. This tax is charged or credited to profit or loss, except when it relates to items charged or credited directly to equity in which case the deferred tax is also accounted for against equity.

TELETYPOS TELEVISION PROGRAMMES S.A.**“MEGA CHANNEL - GREECE”****Notes to the consolidated and separate financial statements in accordance with IFRS****30th September 2007****(Expressed in Euro)****3. Significant Accounting Policies (cont.)****3.9. Inventories (Spare parts and Consumables)**

Inventories are stated at the lower of cost and net realisable value. Cost is calculated using the weighted average cost of the successive balance. Net realisable value represents the estimated selling price less all estimated costs.

3.10. Provisions

Provisions are recognised when:

- There are present obligations (legal or constructive) as a result of past events.
- Their settlement through an outflow of resources is probable.
- The exact amount of the obligation can be reliably estimated.

Provisions are reviewed by management of the company during the date when each balance sheet is compiled and can be recalculated if their current value is different from their accounting value.

3.11. Revenues

Revenues come mainly from the sale of advertising time through advertising agencies and from the sale of royalties. Revenues are accounted in the year in which they are realised and are adjusted by deducting customer rebates directly related to revenues.

3.12. Impairment

At each balance sheet date, the company's management reviews the carrying amounts of its tangible and intangible assets to determine whether there is indication that those assets have suffered an impairment loss. At 30.06.2007, there was no such indication.

3.13. Trade receivables

At first, trade receivables are accounted at their appropriate value, and then, are revalued taking into consideration their present value using a real discount rate. Impairment because of differences with the present value or because of provision for bad debts is accounted only for substantial amounts. The amount of provision for possible impairment is transferred to income statement.

For doubtful customers a provision that is accounted in the income statement in the year that the customers have been characterized as such.

TELETYPOS TELEVISION PROGRAMMES S.A.
“MEGA CHANNEL - GREECE”

Notes to the consolidated and separate financial statements in accordance with IFRS
30th September 2007
(Expressed in Euro)

3. Significant Accounting Policies (cont.)

3.14. Investments

Investments are accounted at their appropriate value plus any cost directly related to their acquisition.

The securities that the company intends and is able to hold up to their maturity date ‘held to maturity’ are valued at real cost using the real discount rate minus possible loss connected to amounts that cannot be recovered.

Non-recoverable amounts, as well as, possible difference from valuation are transferred to income statement.

Other non-investment securities are characterised as tradeable or intended for resale and are valued at their appropriate value. Profit or loss incurred by valuation of tradeable or intended for reselling securities is transferred directly to income statement or directly to equity respectively, up to the date of their sale or recognition of possible impairment of their value, in which case, profit or loss accounted in equity is transferred to profit and loss account.

3.15. Cash and cash equivalents

Cash and cash equivalents include case in the bank and in hand as well as short term highly liquid investments.

3.16. Bank loans

Interest – bearing bank loans and overdrafts are recorded at the proceeds received, net of direct issue cost. Then, they are recognised as the present value of total payments due using the real discount rate. Possible difference between present value of payments due and real proceeds from the loan is recognized according to the company policy for recognizing borrowing cost (note 3.5).

3.17. Trade Creditors

Trade creditors are stated, at first, at the nominal value of the liabilities. Then, they are revised at their real value using the real discount rate method, if there is significant difference from the nominal value.

TELETYPOS TELEVISION PROGRAMMES S.A.
“MEGA CHANNEL - GREECE”
Notes to the consolidated and separate financial statements in accordance with IFRS
30th September 2007
(Expressed in Euro)

3. Significant Accounting Policies (cont.)

3.18. Use of derivative products and hedging of foreign exchange and interest rate risks

Company's activities are subject to exchange rate and interest rate fluctuations. The company uses derivative products for the hedging of these risks, according to the need for covering the exposure to changes in exchange or interest rates.

3.19. Patents and trademarks

Trademark is estimated initially at purchase cost and is amortised during the period of 5 years.

3.20. Retirement benefits

In accordance with the Greek labour legislation the company has to provide to all its retirees a specific financial benefit. The above financial benefit which is payable on the retirement day is percentage 40% to 70% on a specified amount based on:

- a. years of service in the company
- b. monthly salary at the retirement year
- c. other factors in accordance with the existing legislation

This liability is specified in at the balance sheet date with the method 'Projected unit credit method'. According to this method, the liabilities that correspond to the services obtained at the balance sheet date are accounted separately from the liability that correspond to future services.

The most important assumptions taken into account are the same with those that were followed at the 31.12.2006.

The liability (provision) that is reported in the balance sheet is the present value of the estimated liability revised according to the actuarial study. Any liabilities that occur increase or decrease the provision and any difference are accounted in the year that are paid.

The company has not adopted, any retirement benefit plan, in order to secure the availability of the required funds, when obligation is raised.

TELETYPOS TELEVISION PROGRAMMES S.A.
“MEGA CHANNEL - GREECE”

Notes to the consolidated and separate financial statements in accordance with IFRS
30th September 2007
(Expressed in Euro)

4. Business Segment

The company operates in the Greek state offering services and it is not subject to any risks arising from the economic or the geographical environment.

5. Business Risk Management

Company's operations are subject to several business risks such as:

- Foreign exchange risk
- Business risk
- Credit risk
- Liquidity risk
- Cash flow and fair value interest rate risk

- **Foreign exchange risk**

Although the company operates within the Greek state, a large sum of its TV programmes are purchased from abroad. As a result, it is subject to foreign exchange risk between the Euro and other currencies (mainly US dollars). Nevertheless, the fact that majority of the TV programmes are purchased from countries within the European Union eliminates the foreign currency risk.

- **Business risk**

Company's main revenue comes from the sale of advertisement. Thus, the company is subject to advertisement's price fluctuations as a result from the competition with other TV stations or with other mass media.

TELETYPOS TELEVISION PROGRAMMES S.A.
“MEGA CHANNEL - GREECE”

Notes to the consolidated and separate financial statements in accordance with IFRS
30th September 2007
(Expressed in Euro)

5. Business Risk Management (cont.)

- **Credit risk**

The credit risk, which is related to the credit profile of the clients, is low and controllable since most of the company's clients have strong balance sheets.

- **Liquidity risk**

The management is exercising a conservative policy as of the liquidity risk aiming in maintaining a balance between the financing and the credit period and an adequate cash flow.

- **Cash flow and fair value interest rate risk**

Interest rate risk is mainly related to long term borrowing. When needed, the management applies a preventive policy to cover the exposure to changes in interest rates.

There was no need to estimate the reasonable value of the financial means using the real interest rate method.

6. Management's assumptions

The company makes estimates and assumptions before adopting its accounting principles. There is no particular issue which would require further investigation.

7. Dividends

Dividends to shareholders are recognized as payables and appear as liabilities in the balance sheet in the year in which dividends have been approved by the Shareholder's General Assembly meeting.

TELETYPOS TELEVISION PROGRAMMES S.A.
“MEGA CHANNEL - GREECE”
Notes to the consolidated and separate financial statements in accordance with IFRS
30th September 2007
(Expressed in Euro)

8. Revenue	<u>Group</u>				<u>Company</u>			
	<u>30/9/2007</u>	<u>%</u>	<u>30/9/2006</u>	<u>%</u>	<u>30/9/2007</u>	<u>%</u>	<u>30/9/2006</u>	<u>%</u>
Advertising	114.485.395	98,45	97.734.537	98,02	114.485.395	99,45	97.734.537	99,35
Income from TV rights	637.561	0,55	643.615	0,65	637.561	0,55	643.615	0,65
Income from TV rights (Sub. Company)	1.159.596	0,99	1.332.358	1,34	0	0,00	0	0,00
	<u>116.282.552</u>	<u>100,00</u>	<u>99.710.510</u>	<u>100,00</u>	<u>115.122.956</u>	<u>100,00</u>	<u>98.378.152</u>	<u>100,00</u>

Advertising revenue is characterized by seasonality. In summer months, advertising revenues face a significant decline. This along with the fact that the cost of programme is inelastic results in a significant decline in the results for the three month period 1/7-30/9 in relation with the other three month periods of the year. Consequently, a comparison among the three month periods of the year should take into consideration the seasonality of advertising revenues. However, the comparison of the periods 1/1-30/9 is not affected.

9. Operating expenses

	<u>30/9/2007</u>	<u>30/9/2006</u>	<u>30/9/2007</u>	<u>30/9/2006</u>
Staff wages and expenses	25.391.697	23.892.887	25.391.697	23.892.887
Third parties fees and expenses	15.351.818	16.832.428	15.351.818	16.390.139
Utilities	4.406.974	4.439.425	4.406.974	4.439.425
Taxes and duties	1.593.376	2.597.164	1.593.376	2.597.164
Sundry expenses	6.108.984	4.910.587	5.612.039	4.847.041
Financial expenses	3.755.498	3.109.448	3.746.302	3.104.413
Consumables-spare parts	214.321	215.516	214.321	215.516
Depreciation/Amortization	66.285.100	51.055.408	66.285.100	51.055.408
Less: Cost or origination of own production	(3.370.203)	(3.588.764)	(3.370.203)	(3.588.764)
	<u>119.737.565</u>	<u>103.464.099</u>	<u>119.231.424</u>	<u>102.953.229</u>

The above amounts have been allocated as follows:

	<u>30/9/2007</u>	<u>30/9/2006</u>	<u>30/9/2007</u>	<u>30/9/2006</u>
Cost of sales	106.416.772	92.020.764	106.078.599	91.578.472
Administrative expenses	5.914.501	5.308.948	5.755.729	5.245.403
Selling expenses	3.650.794	3.024.941	3.650.794	3.024.941
Financial expenses	3.755.498	3.109.446	3.746.302	3.104.413
	<u>119.737.565</u>	<u>103.464.099</u>	<u>119.231.424</u>	<u>102.953.229</u>

TELETYPOS TELEVISION PROGRAMMES S.A.
“MEGA CHANNEL - GREECE”

Notes to the consolidated and separate financial statements in accordance with IFRS
30th September 2007
(Expressed in Euro)

	<u>GROUP</u>		<u>COMPANY</u>	
	<u>30/9/2007</u>	<u>30/9/2006</u>	<u>30/9/2007</u>	<u>30/9/2006</u>
10. Other operating income				
Subsidies for educational programmes	0	13.284	0	13.284
Computer and technical support to clients	6.491.864	6.646.822	6.491.864	6.646.823
Income earned from co-operation with third parties	1.355.278	952.115	1.355.278	952.115
Income from rentals	25.900	31.523	25.900	31.523
	<u>7.873.042</u>	<u>7.643.744</u>	<u>7.873.042</u>	<u>7.643.745</u>
11. Prior years' income				
	<u>30/9/2007</u>	<u>30/9/2006</u>	<u>30/9/2007</u>	<u>30/9/2006</u>
Discounts 'OTE'	0	79.380	0	79.380
Discounts 'DIONYSOS'	26.998	0	26.998	0
	<u>26.998</u>	<u>79.380</u>	<u>26.998</u>	<u>79.380</u>
12. Other income				
	<u>30/9/2007</u>	<u>30/9/2006</u>	<u>30/9/2007</u>	<u>30/9/2006</u>
Foreign exchange valuation differences	30.365	155.410	30.365	155.410
Sundry income	0	13	0	13
	<u>30.365</u>	<u>155.423</u>	<u>30.365</u>	<u>155.423</u>
13. Prior years' expenses				
	<u>30/9/2007</u>	<u>30/9/2006</u>	<u>30/9/2007</u>	<u>30/9/2006</u>
Technical support services	125.493	181.179	125.493	181.179
Compensation	24.135	100.307	24.135	100.307
Sundry expenses	45.405	78.450	45.405	78.450
	<u>195.033</u>	<u>359.936</u>	<u>195.033</u>	<u>359.936</u>
14. Other expenses				
	<u>30/9/2007</u>	<u>0/1/1900</u>	<u>30/9/2007</u>	<u>0/1/1900</u>
Provisions	1.359.795	1.616.400	1.359.795	1.616.400
Foreign exchange valuation differences	132.601	20.645	132.601	14.975
Other expenses	47.481	891	32.199	891
	<u>1.539.877</u>	<u>1.637.936</u>	<u>1.524.595</u>	<u>1.632.266</u>

TELETYPOS TELEVISION PROGRAMMES S.A.
“MEGA CHANNEL - GREECE”

Notes to the consolidated and separate financial statements in accordance with IFRS
30th September 2007
(Expressed in Euro)

15. Taxation

The company's profits are taxed at the rate of 25% for the year 2007 and 29% for the year 2006 after they have been adjusted for expenses not tax allowable and for any tax free reserves.

The company's tax liability is not finalised unless the books and records are examined by the Greek tax authorities. Such examination has been carried out up to 1999.

The profits of the subsidiary company are taxed at the tax rate of 10% and no further taxation applies in the country of operations. Dividends for the subsidiary company are added to the taxable income of the parent company. The corresponding dividend's tax paid in foreign country is counterbalanced.

	<u>GROUP</u>		<u>COMPANY</u>					
	<u>30/9/2007</u>	<u>30/9/2006</u>	<u>30/9/2007</u>	<u>30/9/2006</u>				
Current income tax	(598.831)	(456.750)	(534.140)	(375.169)				
Other non-incorporated in operating cost taxes	(3.877)	(3.877)	(3.877)	(3.877)				
Deferred taxes (note 22)	208.443	199.431	208.443	199.431				
Total tax for the period	<u>(394.265)</u>	<u>(261.196)</u>	<u>(329.574)</u>	<u>(179.615)</u>				
Total tax for the year consists of:								
	<u>30/9/2007</u>	TAX	<u>30/9/2006</u>	TAX	<u>30/9/2007</u>	TAX	<u>30/9/2006</u>	TAX
		RATE		RATE		RATE		RATE
Profit for the period before taxes (parent)	2.136.558		1.293.685		2.136.558		1.293.685	
Profit for the period before taxes (subsidiary)	638.172		815.819		0		0	
Taxable profit	<u>2.774.730</u>		<u>2.109.504</u>		<u>2.136.558</u>		<u>1.293.685</u>	
Income tax (parent)	(534.140)	25%	(375.169)	29%	(534.140)	25%	(375.169)	29%
Income tax (subsidiary)	(63.817)	10%	(81.581)	10%	0		0	
Prepayment of income tax (subsidiary)	(874)		0		0		0	
Total tax for the period	<u>(598.831)</u>		<u>(456.750)</u>		<u>(534.140)</u>		<u>(375.169)</u>	
Deferred taxes								
Intangible assets. Formation expenses	(544)		(631)		(544)		(631)	
Provision for contingencies - expenses	208.987		200.062		208.987		200.062	
Total tax	<u>208.443</u>		<u>199.431</u>		<u>208.443</u>		<u>199.431</u>	
Other non-incorporated in operating cost taxes	(3.877)		(3.877)		(3.877)		(3.877)	
Total tax for the period	<u>(394.265)</u>		<u>(261.196)</u>		<u>(329.574)</u>		<u>(179.615)</u>	

TELETYPOS TELEVISION PROGRAMMES S.A.
“MEGA CHANNEL - GREECE”

Notes to the consolidated and separate financial statements in accordance with IFRS
30th September 2007
 (Expressed in Euro)

16. Intangible assets- Programme rights

GROUP/COMPANY

	Programme and film rights	Formation expenses	Share Capital's Increase Expenses	License Trademark	Total
2006					
<u>Cost</u>					
1.1.2006	577.432.978	0	0	384.892	577.817.870
Purchases	81.934.112	15.619	3.124	0	81.952.855
Disposals	0	0	0	(115.009)	(115.009)
In House production under way	4.270.051	0	0	0	4.270.051
31.12.2006	663.637.141	15.619	3.124	269.883	663.925.767
<u>Amorization</u>					
1.1.2006	441.572.639	0	0	268.745	441.841.384
Charge for the period	77.853.670	15.619	3.124	53.835	77.926.248
Disposals	0	0	0	(115.008)	(115.008)
31.12.2006	519.426.309	15.619	3.124	207.572	519.652.624
Net Book Value 31.12.2006	144.210.832	0	0	62.311	144.273.143
2007					
<u>Cost</u>					
1.1.2007	663.637.141	15.619	3.124	269.883	663.925.767
Purchases	64.602.781	0	0	0	64.602.781
Disposals	0	(15.619)	(3.124)	(8.479)	(27.222)
In House production under way	3.016.558	0	0	0	3.016.558
30.09.2007	731.256.480	0	0	261.404	731.517.884
<u>Amortization</u>					
1.1.2007	519.426.309	15.619	3.124	207.572	519.652.624
Charge for the period	64.671.783	0	0	39.210	64.710.993
Disposals	0	(15.619)	(3.124)	(8.479)	(27.222)
30.09.2007	584.098.092	0	0	238.303	584.336.395
Net Book Value 30.06.2007	147.158.388	0	0	23.101	147.181.489

TELETYPOS TELEVISION PROGRAMMES S.A.
“MEGA CHANNEL - GREECE”
Notes to the consolidated and separate financial statements in accordance with IFRS
30th September 2007
(Expressed in Euro)

17. Tangible assets
GROUP-COMPANY

2006	<u>Land</u> <u>1</u>	<u>Buildings</u>	<u>Plant and</u> <u>machinery</u>	<u>Transportation</u> <u>means</u>	<u>Furnitures</u> <u>and</u> <u>equipment</u>	<u>Advanced</u> <u>Payments</u>	<u>Total</u>
<u>Cost</u>							
1.1.2006	4.799.610	2.531.878	17.252.380	917.058	13.104.759	0	38.605.685
Purchases	0	65.200	1.864.603	37.906	804.563	0	2.772.272
Sales	0	0	(1.850)	(12.801)	(45.000)	0	(59.651)
Disposals	0	0	(13.902)	(164.971)	(638.123)	0	(816.996)
31.12.2006	<u>4.799.610</u>	<u>2.597.078</u>	<u>19.101.231</u>	<u>777.192</u>	<u>13.226.199</u>	<u>0</u>	<u>40.501.310</u>
<u>Depreciation</u>							
1.1.2006	0	1.551.919	13.528.339	576.246	11.584.762	0	27.241.266
For the period	0	269.678	984.334	88.413	896.706	0	2.239.131
Disposals	0	0	(14.568)	(176.837)	(602.654)	0	(794.059)
31.12.2006	<u>0</u>	<u>1.821.597</u>	<u>14.498.105</u>	<u>487.822</u>	<u>11.878.814</u>	<u>0</u>	<u>28.686.338</u>
N.B.V.							
31.12.2006	<u>4.799.610</u>	<u>775.481</u>	<u>4.603.126</u>	<u>289.370</u>	<u>1.347.385</u>	<u>0</u>	<u>11.814.972</u>
2007							
<u>Cost</u>							
1.1.2007	4.799.610	2.597.078	19.101.231	777.192	13.226.199	0	40.501.310
Purchases	0	58.040	1.247.713	13.639	576.530	3.350	1.899.272
Sales	0	0	(10.061)	(1.680)	(107)	0	(11.848)
Disposals	0	0	(429.620)	(14.911)	(785.312)	0	(1.229.843)
30.09.2007	<u>4.799.610</u>	<u>2.655.118</u>	<u>19.909.263</u>	<u>774.240</u>	<u>13.017.310</u>	<u>3.350</u>	<u>41.158.891</u>
<u>Depreciation</u>							
1.1.2007	0	1.821.597	14.498.105	487.822	11.878.814	0	28.686.338
for the period	0	214.800	662.484	69.997	626.826	0	1.574.107
Sales	0	0	(439.499)	(16.593)	(785.331)	0	(1.241.423)
30.09.2007	<u>0</u>	<u>2.036.397</u>	<u>14.721.090</u>	<u>541.226</u>	<u>11.720.309</u>	<u>0</u>	<u>29.019.022</u>
N.B.V.							
30.09.2007	<u>4.799.610</u>	<u>618.721</u>	<u>5.188.173</u>	<u>233.014</u>	<u>1.297.001</u>	<u>3.350</u>	<u>12.139.869</u>

TELETYPOS TELEVISION PROGRAMMES S.A.
“MEGA CHANNEL - GREECE”
Notes to the consolidated and separate financial statements in accordance with IFRS
30th September 2007
(Expressed in Euro)

17. Fixed assets (cont.)**(1) Land**

Acquisition cost	1.333.457
Revaluation (according to Greek Legislation (see note 3.7))	
- 1992 192.293	
- 1996 838.590	
- 2001 945.736	
- 2004 1.489.534	<u>3.466.153</u>
Revaluated balance as at 30.09.2007	<u>4.799.610</u>

18. Investments – Shares in associated and subsidiary companies

Investments are stated at cost as follows:

GROUP

	30/09/2007	% Shareholding	31/12/2006	% Shareholding
NETMED N.V. (via subsidiary)	33.260.500	12,5	33.260.500	12,5
Logos (Cyprus)	438.596	25	438.596	25
Television Royalties S.A.	600	1	600	-
	33.699.696		33.699.696	

	30/09/2007 % Voting Rights	31/12/2006 % Voting Rights
NETMED N.V. (via subsidiary)	12,5	12,5
Logos (Cyprus)	25	25
Television Royalties S.A.	1	-

Main activities:

NETMED N.V.: Production of, and trading in, television programmes. Investments that represented participation of 35% in Multichoice Hellas have been sold for 19.225.725 pounds (33.260.500 euro). The income was invested at a 12.5% participation in ‘NetMed N.V. The difference in value of the new participation is included in the reserves. The BoD has decided that there is no need for the revaluation of the investments.

Logos (Cyprus) : Logos is a TV and Radio broadcasting company based on Cyprus. The participation of the parent company (25%) is restricted only in the TV activity since the day of its participation 26/4/2002. Thus, the participation is not identical with the participation in the net position of Logos.

Television Royalties S.A.: Management and protection of third parties’ royalties.

TELETYPOS TELEVISION PROGRAMMES S.A.
“MEGA CHANNEL - GREECE”
Notes to the consolidated and separate financial statements in accordance with IFRS
30th September 2007
(Expressed in Euro)

18. Investments – Shares in associated companies and subsidiary companies (cont.)

The following have been taken under consideration for the valuation of the investment in associated companies:

- a. The size of the investment.
- b. The Net position of Logos at the time of the acquisition which was at zero level.
- c. The Revenues and Costs only for the TV station
- d. The financial results of Logos (TV station only)

The valuation of the investment has been estimated at acquisition cost. The negative results (accumulated losses at 30/6/2006 £ 114,163 or approximately 200,000 euro and revenues at 30/6/2006 £ 4,152,642 or 7,185,00 euro) considered as temporary and non-significant for the size of Teletypos S.A. The management foreseeing the positive prospects as well as the size of the investment maintained the policy of valuating Logos at acquisition cost.

TELEVISION ROYALTIES S.A. : Management and protection of third parties royalties

COMPANY

	<u>30/09/2007</u>	%	<u>31/12/2006</u>	%
		<u>Shareholding</u>		<u>Shareholding</u>
Teletypos Cyprus Ltd	1.008.318	100	1.008.318	100
Logos (Cyprus)	438.596	25	438.596	25
Television Royalties S.A.	<u>600</u>	1	<u>600</u>	1
	<u>1.447.514</u>		<u>1.447.514</u>	

	<u>30/09/2007</u>	<u>31/12/2006</u>
	<u>% Voting Rights</u>	<u>% Voting Rights</u>
Teletypos Cyprus Ltd	100	100
Logos (Cyprus)	25	25
Television Royalties S.A.	1	1

TELETYPOS TELEVISION PROGRAMMES S.A.
“MEGA CHANNEL - GREECE”

Notes to the consolidated and separate financial statements in accordance with IFRS
30th September 2007
(Expressed in Euro)

19. Other financial assets

	<u>GROUP</u>		<u>COMPANY</u>	
	<u>30/9/2007</u>	<u>31/12/2006</u>	<u>30/9/2007</u>	<u>31/12/2006</u>
Guarantee given:				
Rent	391.463	344.770	391.463	344.770
Hertz (car rental)	32.230	29.330	32.230	29.330
Electricity Power	15.876	15.876	15.876	15.876
EBU (4 lines)	6.000	6.000	6.000	6.000
Associated Press	1.388	1.388	1.388	1.388
Attiki Road	1.500	1.500	1.500	1.500
Other financial assets	<u>59</u>	<u>59</u>	<u>59</u>	<u>59</u>
	<u>448.516</u>	<u>398.923</u>	<u>448.516</u>	<u>398.923</u>

20. Trade and other receivables

	<u>GROUP</u>		<u>COMPANY</u>	
	<u>30/9/2007</u>	<u>31/12/2006</u>	<u>30/9/2007</u>	<u>31/12/2006</u>
Clients (1)	26.546.515	35.177.494	25.316.013	33.331.524
Post dated cheques	10.190.759	1.819.904	10.190.759	1.819.904
Delinquent cheques	1.296.854	8.000	1.296.854	8.000
Income tax 2003	0	1.657.424	0	1.657.424
Provision for prepayment of income tax and other receivables from Greek Government	1.846.266	1.843.259	1.846.266	1.843.259
Shares of listed company (2)	440.190	4.691	440.190	4.691
Doubtful debtors	283.028	283.028	283.028	283.028
V.A.T.	0	1.857.793	0	1.857.793
Advances on account	95.117	22.150	95.117	22.150
Minus: Provision for doubtful customers and overdue postdated cheques	(1.546.091)	(452.537)	(1.546.091)	(452.537)
Other debtors	<u>386.919</u>	<u>459.562</u>	<u>358.195</u>	<u>353.793</u>
	<u>39.539.557</u>	<u>42.680.768</u>	<u>38.280.331</u>	<u>40.729.029</u>

TELETYPOS TELEVISION PROGRAMMES S.A.
“MEGA CHANNEL - GREECE”

Notes to the consolidated and separate financial statements in accordance with IFRS
30th September 2007
(Expressed in Euro)

20. Trade and other receivables (cont.)

- (1) Bank letters of guarantee of € 1.269.840 (30/09/2007) were received as a security against receivables.
- (2) Cost of shares (19.564 shares) of a company listed in the Greek stock exchange under the name of “GREEK STOCK EXCHANGE S.A.” which is valued at the remaining value after the decrease of capital mentioned in b and c. The Stock Exchange market price as at 28.09.2007 was Euro 22,50 per share.

21. Receivables - Associated companies

COMPANY

	<u>31/09/2007</u>	<u>31/12/2006</u>
Teletypos Cyprus Ltd	<u>3.758.700</u>	<u>3.758.700</u>

In 2003 the company transferred in ‘Teletypos Cyprus Ltd’, at value cost, its participation in Multichoice Hellas.

GROUP

The transactions along with the credit balance with ‘Teletypos Cyprus Ltd’ are crossed out for consolidation reasons.

TELETYPOS TELEVISION PROGRAMMES S.A.
“MEGA CHANNEL - GREECE”

Notes to the consolidated and separate financial statements in accordance with IFRS
30th September 2007
(Expressed in Euro)

22. Deferred taxes

GROUP/COMPANY

	<u>30/9/2007</u>	<u>31/12/2006</u>
Deferred tax liabilities	(385.694)	(275.103)
Receivable from deferred taxes	2.001.686	1.792.699
Closing balance	<u>1.615.992</u>	<u>1.517.596</u>

Deferred tax analysis:

	<u>30/9/2007</u>	<u>31/12/2006</u>
At 1st January	1.517.596	1.355.647
Deferred tax for the period:	208.443	161.949
	(110.047)	0
Balance as of 30th September 2007	<u>1.615.992</u>	<u>1.517.596</u>

Deferred taxation assets/liabilities are connected to:

<u>Group/Company</u>	Intangible assets Preliminary expenses	Provisions	Unrealized exchange differences	Valuation reserves on listed securities	Total
Balance as 1st January, 2006	7.104	1.365.184	(16.641)	0	1.355.647
Plus: Charge to income statement for the year	(841)	184.782	(21.992)	0	161.949
Balance as 31st December 2006	<u>6.263</u>	<u>1.549.966</u>	<u>(38.633)</u>	<u>0</u>	<u>1.517.596</u>
Plus: Charge to income statement for the year	(544)	208.987	0	0	208.443
Recognized directly in equity	0	0	0	(110.047)	(110.047)
Balance 30th September, 2007	<u>5.719</u>	<u>1.758.953</u>	<u>(38.633)</u>	<u>(110.047)</u>	<u>1.615.992</u>

TELETYPOS TELEVISION PROGRAMMES S.A.
“MEGA CHANNEL - GREECE”

Notes to the consolidated and separate financial statements in accordance with IFRS
30th September 2007
(Expressed in Euro)

23. Prepaid programme rights

GROUP/COMPANY

	<u>30/9/2007</u>	<u>31/12/2006</u>
Film rights	29.769.161	35.240.835
Sundry expenses	205.546	141.532
	<u>29.974.707</u>	<u>35.382.367</u>

24. Cash and cash equivalent

	Group		Company	
	<u>30/9/2007</u>	<u>31/12/2006</u>	<u>30/9/2007</u>	<u>31/12/2006</u>
Cash	15.517	65.567	15.517	65.567
Cash in bank	10.520.136	4.807.859	9.220.665	4.125.399
	<u>10.535.653</u>	<u>4.873.426</u>	<u>9.236.182</u>	<u>4.190.966</u>

25. Share capital

GROUP/COMPANY

	<u>000' Drs.</u>	<u>Euro</u>
Authorised share capital		
Issued and fully paid € 31,237,500,00 nominal ordinary shares of G.Drs. 200 each	6,247,500	
Increase of share capital through capitalisation:		
- Share premium (a)	3,393,146	
- Revaluation reserve	322,259	
- Tax free reserves	<u>681,273</u>	
Total share capital 31,237,500 nominal ordinary shares of Euro 1 (Drs 340,75) each		<u>10,644,178</u> <u>31.237.500</u>
Increase of share capital through capitalisation:		
- Difference from issuance of shares		1.561.875
- Revaluation reserves		1.489.534
- Taxable reserves		<u>72.341</u>
Total		3.123.750
Total share capital at 30/09/2007 34,361,250 nominal ordinary shares of Euro 1 each		<u>34.361.250</u>

TELETYPOS TELEVISION PROGRAMMES S.A.
“MEGA CHANNEL - GREECE”
Notes to the consolidated and separate financial statements in accordance with IFRS
30th September 2007
(Expressed in Euro)

25 Share capital (cont.)

25(a) The difference from the issuance of shares is the difference between the nominal value of the shares and the issuance value of the shares that have been made available to the public through the Stock Exchange in 1994 and 1999.

25(b) The G.M. of the 23rd of May 2006 decided to increase the share capital by three million one hundred twenty three thousands seven hundred and fifty (3.123.750) euros through capitalization **a)** amount 1.489.534,26 euro through a revaluation of assets according to law 2065/1992 **b)** amount 1.561.875,00 euro through existent reserves that occurred from previous share capital increases and **c)** amount 72.340,74 through taxable reserves according to article 8 of the law 2579/1998 with the issuance of three million one hundred twenty three thousands seven hundred and fifty (3.123.750) common ordinary shares of nominal value (1) euro each and the distribution to shareholders of 1 share for every 10 held. After the above mentioned share capital increase the company's share capital will amount to thirty four million three thousand sixty one and two hundred and fifty euros(34.361.250), which accounts to thirty four million three thousand sixty one and two hundred and fifty (34.361.250) common ordinary shares of nominal value 1 euro each.

25(c) The share capital of Teletypos Cyprus has been crossed out for consolidation purposes.

TELETYPOS TELEVISION PROGRAMMES S.A.
“MEGA CHANNEL - GREECE”

Notes to the consolidated and separate financial statements in accordance with IFRS
30th September 2007
 (Expressed in Euro)

26. Reserves

<u>Group</u>	*Statutory Reserves	Revenue reserve	Revaluation reserve	Valuation reserves on listed securities	Total
Balance at 1 January, 2006	3.588.430	7.771.271	29.826.286	0	41.185.987
Change in year (note25b-26α)	0	(72.341)	(1.489.534)	0	(1.561.874)
Distribution of profits 2006	277.298	0	0	0	277.298
Balance at 31 December, 2006	<u>3.865.728</u>	<u>7.698.930</u>	<u>28.336.752</u>	<u>0</u>	<u>39.901.411</u>
Change in year	0	0	0	330.143	330.143
Balance at 30 September, 2007	<u>3.865.728</u>	<u>7.698.930</u>	<u>28.336.752</u>	<u>330.143</u>	<u>40.231.554</u>

Company

	*Statutory Reserves	Revenue reserve	Revaluation reserve	Valuation reserves on listed securities	Total
Balance at 1 January, 2006	3.588.430	7.771.272	1.489.534	0	12.849.236
Change in year (note25b-26α)	0	(72.341)	(1.489.534)	0	(1.561.876)
Distribution of profits 2006	277.298	0	0	0	277.298
Balance at 31 December, 2006	<u>3.865.728</u>	<u>7.698.931</u>	<u>0</u>	<u>0</u>	<u>11.564.658</u>
Change in year	0	0	0	330.143	330.143
Balance at 30 September, 2007	<u>3.865.728</u>	<u>7.698.931</u>	<u>(0)</u>	<u>330.143</u>	<u>11.894.801</u>

26α. The company is obliged by Greek company Law 2190/1920 to transfer to this reserve 5% of its annual profits until these reserves are accumulated to one third (1/3) of its paid up share capital.

26β. Valuation of 19.564 shares of ‘GREEK STOCK EXCHANGE S.A.’ at 28/09/2007 is at 22,50 euro reduced by taxation (deferred taxes) of 25%.

TELETYPOS TELEVISION PROGRAMMES S.A.
“MEGA CHANNEL - GREECE”
Notes to the consolidated and separate financial statements in accordance with IFRS
30th September 2007
(Expressed in Euro)

27. Long term liabilities

	<u>GROUP</u>		<u>COMPANY</u>	
	<u>30/9/2007</u>	<u>31/12/2006</u>	<u>30/9/2007</u>	<u>31/12/2006</u>
Debenture loan (27.1)	43.500.000	52.500.000	43.500.000	52.500.000
Bank loans	0	46.491	0	46.491
Guarantees	8.633	8.633	8.633	8.633
	<u>43.508.633</u>	<u>52.555.124</u>	<u>43.508.633</u>	<u>52.555.124</u>
Provision for retirement benefits (27.2)	7.035.809	6.199.862	7.035.809	6.199.862
	<u>7.035.809</u>	<u>6.199.862</u>	<u>7.035.809</u>	<u>6.199.862</u>
Total long term liabilities	<u>50.544.442</u>	<u>58.754.986</u>	<u>50.544.442</u>	<u>58.754.986</u>

TELETYPOS TELEVISION PROGRAMMES S.A.
“MEGA CHANNEL - GREECE”

Notes to the consolidated and separate financial statements in accordance with IFRS
30th September 2007
(Expressed in Euro)

27. Long term liabilities (cont.)

27.1. Debenture loans

a) Represent debenture loan of Euro 45.000.000 that was obtained by the company under a loan agreement dated 25.05.2004. The loan was undertaken in order to readjust the balance of short term loans. The loan is free from any guarantees, the applicable interest rate is 1,55% per annum above 3 months Euribor. The remaining amount is payable in three instalments as follows: Euro 9,0 mil. in 06.06.08 and Euro 13,5 mil. in 06.06.09 and

b) Debenture loan of Euro 15.000.000 that was obtained by the company under a loan agreement dated 27.09.2006. The loan was undertaken in order to readjust the balance of short term loans. The loan is free from any guarantees, the applicable interest rate is 1,50% per annum above 6 months Euribor. The amount is payable at 29.09.2009.

c) Debenture loan of Euro 15.000.000 that was obtained by the company under a loan agreement dated 7.12.2006. The loan was undertaken in order to readjust the balance of short term loans. The loan is free from any guarantees, the applicable interest rate is 1,50% per annum above 6 months Euribor. The amount is payable at 7.12.2010.

The component banks of the **a)** debenture loans are as follows. Alpha Bank is the administrative bank.

	<u>Total</u>	<u>Payments</u>	<u>Short Term Portion</u>	<u>Long Term Portion</u>
Alpha Bank	11.900.000	5.950.000	2.375.000	3.575.000
Piraeus Bank	10.000.000	5.000.000	2.000.000	3.000.000
Commercial Bank	7.000.000	3.500.000	1.400.000	2.100.000
National Bank	3.000.000	1.500.000	600.000	900.000
Egnatia Bank	3.000.000	1.500.000	600.000	900.000
General Bank	2.300.000	1.150.000	462.500	687.500
Aspis Bank	2.000.000	1.000.000	400.000	600.000
Laiki Bank	2.000.000	1.000.000	400.000	600.000
EFG Telesis Finance	2.000.000	1.000.000	400.000	600.000
Bank of Attica	<u>1.800.000</u>	<u>900.000</u>	<u>362.500</u>	<u>537.500</u>
(a) Debenture Loan	<u>45.000.000</u>	<u>22.500.000</u>	<u>9.000.000</u>	<u>13.500.000</u>
(b) The component bank and the administrative bank of the b) debenture loan is Alpha Bank				<u>15.000.000</u>
(c) The component bank and the administrative bank of the c) debenture loan is Piraeus Bank				<u>15.000.000</u>
Total of (a)+(b)+(c) debenture Loan				<u>43.500.000</u>

TELETYPOS TELEVISION PROGRAMMES S.A.
“MEGA CHANNEL - GREECE”
Notes to the consolidated and separate financial statements in accordance with IFRS
30th September 2007
(Expressed in Euro)

27 Long term liabilities (cont.)

27.2 Retirement indemnities as calculated by the actuarial company ‘Hewitt Associates’

Retirement indemnities have been calculated by the actuarial company ‘Hewitt Associates’. For the period 1/1-30/9/2007 retirement indemnities account for € 835.947 while for 2006 account for €739.127.

		<u>2006</u>
Opening provisions	31/12/2005	5.460.735
Payments during	2006	(487.330)
Adjustment of liabilities	31/12/2006	<u>1.226.457</u>
Forecast retirement indemnities	31/12/2006	<u>6.199.862</u>
		<u>2007</u>
Opening provisions	31/12/2006	6.199.862
Payments during	2007	0
Adjustment of liabilities	30/9/2007	<u>835.947</u>
Forecast retirement indemnities	30/9/2007	<u>7.035.809</u>

TELETYPOS TELEVISION PROGRAMMES S.A.
“MEGA CHANNEL - GREECE”

Notes to the consolidated and separate financial statements in accordance with IFRS
30th September 2007
(Expressed in Euro)

	<u>GROUP</u>		<u>COMPANY</u>	
28. Trade and other payable				
	<u>30/6/2007</u>	<u>31/12/2006</u>	<u>30/9/2007</u>	<u>31/12/2006</u>
Payables trade	46.848.301	73.206.962	49.221.008	74.864.145
Dividends payable	28.1 253.130	375.652	253.130	375.652
Advances by customer	4.005.027	266.468	4.005.027	266.468
Taxes and duties	28.2 8.656.353	7.079.363	8.612.563	7.079.363
Social security funds	538.130	1.038.414	538.130	1.038.413
Other creditors	28.3 907.315	2.073.916	907.315	2.073.916
Accruals	28.4 30.390.918	1.790.946	30.360.852	1.790.946
Balance as per books at 30th of September	<u>91.599.174</u>	<u>85.831.721</u>	<u>93.898.025</u>	<u>87.488.903</u>
28.1. Dividends payable				
	<u>30/9/2007</u>	<u>31/12/2006</u>	<u>30/9/2007</u>	<u>31/12/2006</u>
Balance at 1 January	375.652	509.289	375.652	509.289
Plus: Approved dividends for the year 2006	4.466.963	0	4.466.963	0
Plus: Approved dividends for the year 2005	0	4.060.875	0	4.060.875
Less: Dividends paid during the period	(4.589.485)	(4.194.512)	(4.589.485)	(4.194.512)
Dividends payable 30th September	<u>253.130</u>	<u>375.652</u>	<u>253.130</u>	<u>375.652</u>
28.2. Taxes and duties				
	<u>30/9/2007</u>	<u>31/12/2006</u>	<u>30/9/2007</u>	<u>31/12/2006</u>
Broadcasting licence fees	4.142.667	2.959.233	4.142.667	2.959.233
Income tax (note 3. 8)	956.280	2.550.079	956.280	2.550.079
Income tax (Provisions)	534.140	0	534.140	0
Taxes and Duties related to full time employees	759.322	1.123.513	759.322	1.123.513
Other withholding taxes	250.300	189.664	250.300	189.664
V.A.T.	1.758.586	0	1.714.796	0
Prior years' taxes and duties	254.725	254.725	254.725	254.725
Settlement Stamp Duty L. 2328/95	333	2.149	333	2.149
Balance as per books at 30th September	<u>8.656.353</u>	<u>7.079.363</u>	<u>8.612.563</u>	<u>7.079.363</u>

TELETYPOS TELEVISION PROGRAMMES S.A.
“MEGA CHANNEL - GREECE”

Notes to the consolidated and separate financial statements in accordance with IFRS
30th September 2007
(Expressed in Euro)

28. Trade and other payable (cont.)

	<u>GROUP</u>		<u>COMPANY</u>	
	<u>30/09/2007</u>	<u>31/12/2006</u>	<u>30/09/2007</u>	<u>31/12/2006</u>
28.3. Other creditors				
Staff wages	12.304	17.283	12.304	17.283
Third parties fees	206.011	382.870	206.011	382.870
Suppliers' checks outstanding	0	881.877	0	881.877
Sundry creditors	577.867	387.753	577.867	387.753
Distribution of earnings to personnel	111.133	404.133	111.133	404.133
Balance as per books at 30th September	<u>907.315</u>	<u>2.073.916</u>	<u>907.315</u>	<u>2.073.916</u>

	<u>GROUP</u>		<u>COMPANY</u>	
	<u>30/09/2007</u>	<u>31/12/2006</u>	<u>30/09/2007</u>	<u>31/12/2006</u>
28.4. Accrual expenses				
Interest and similar charges	443.885	319.150	443.885	319.150
Third party royalties	1.602.401	443.885	1.602.401	443.885
Other third party and customer rights	15.500.000	0	15.500.000	0
Staff wages	983.407	0	983.407	0
Third parties fees	451.902	654.011	421.836	654.011
Sundry expenses	68	168	68	168
Programme cost	11.354.950	305.000	11.354.950	305.000
Film rights	54.305	68.732	54.305	68.732
Balance as per books at 30th September	<u>30.390.918</u>	<u>1.790.946</u>	<u>30.360.852</u>	<u>1.790.946</u>

TELETYPOS TELEVISION PROGRAMMES S.A.
“MEGA CHANNEL - GREECE”

Notes to the consolidated and separate financial statements in accordance with IFRS
30th September 2007
 (Expressed in Euro)

29. Short-term borrowings

Bank overdrafts

<u>GROUP/COMPANY</u>	<u>30/9/2007</u>		<u>31/12/2006</u>	
	<u>Credit limit</u>	<u>Amount withdraw</u>	<u>Credit limit</u>	<u>Amount withdraw</u>
NATIONAL BANK OF GREECE	12.000.000	0	12.000.000	776
COMMERCIAL BANK	12.000.000	2.046.503	12.000.000	1.082.496
ALPHA BANK	17.000.000	177.698	17.000.000	1.065.633
PIRAEUS BANK	10.000.000	7.008.839	10.000.000	311.896
EGNATIA BANK	3.000.000	0	3.000.000	1.001.580
BANK OF ATTICA	4.000.000	0	4.000.000	0
ASPIS BANK.	3.000.000	0	3.000.000	0
MILLENNIOUM BANK	6.000.000	20.161	4.500.000	1.014.281
BANK OF CYPRUS	6.000.000	0	5.000.000	21.347
H S B C	3.000.000	0	0	0
EFG EUROBANK - ERGASIAS	10.000.000	0	10.000.000	0
PANELINIA BANK	10.000.000	0	10.000.000	0
HELLENIC BANK	<u>5.000.000</u>	<u>0</u>	<u>0</u>	<u>0</u>
	<u>101.000.000</u>	<u>9.253.201</u>	<u>90.500.000</u>	<u>4.498.009</u>

Interest rate of short term bank loans for the period fluctuated from 4,50% to 5,00%.

30. Shares that have been issued

<u>COMPANY</u>	<u>Number of shares</u>	<u>Period</u>	<u>Adjusted number of shares</u>
<u>2006</u>			
1 st January - 31.12.2005	31.237.500	12/12	31.237.500
Issuance of shares (note25b)	<u>3.123.750</u>	7/12	<u>1.822.187</u>
Adjusted number of Shares	34,361,250		<u>33,059,687</u>
<u>2007</u>			
1 ⁿ January - 30.09.2007			
Adjusted number of shares	<u>34,361,250</u>	6/6	<u>34,361,250</u>

GROUP

Share capital of the subsidiary company has been crossed out for consolidation purposes.

TELETYPOS TELEVISION PROGRAMMES S.A.
“MEGA CHANNEL - GREECE”

Notes to the consolidated and separate financial statements in accordance with IFRS
30th September 2007
(Expressed in Euro)
(Ποσά σε Ευρώ)

31. Earnings per Share

Earnings per share are calculated by dividing the net profit attributable to the shareholders by the weighted average number of ordinary shares in circulation during the period:

	<u>GROUP</u>		<u>COMPANY</u>	
	30/9/2007	30/9/2006	30/9/2007	30/9/2006
Profit for the year after taxes	2.380.466	1.848.308	1.806.984	1.114.069
Weighted average shares outstanding	34.361.250	32.278.750	34.361.250	32.278.750
Earnings per share in Euro	<u><u>0,069</u></u>	<u><u>0,057</u></u>	<u><u>0,053</u></u>	<u><u>0,035</u></u>

TELETYPOS TELEVISION PROGRAMMES S.A.
“MEGA CHANNEL - GREECE”

Notes to the consolidated and separate financial statements in accordance with IFRS
30th September 2007
(Expressed in Euro)

32. Contingencies

- 32.1 Additional income tax may be assessed by the tax authorities in the case of a tax audit for the unaudited fiscal years 2000 to 2006 (note 15).
- 32.2 Letters of guarantee issued by banks amounting to USD 1,665,424 for meeting of liabilities of foreign programme, of Euro 803,250 for meeting liabilities on behalf of the Greek Football Association (ΕΠΟ) and 400.000 euro for meeting liabilities on behalf of TELESTARE 2.775.000 euro and 362.490 euro for Gkakou family based on decision of the court of appeal.
- 32.3 Payment of compensation to third parties amounting to 17,8 million euros approximately claimed in the above suits.

The company's lawyers do not expect any significant charges from the above mentioned contingencies.

33. Financial Commitments

- 33.1 Commitments under agreements of approximately 13,21 million euro for the production of Greek programmes.
- 33.2 Commitments under agreements of approximately 5,46 million euro for foreign programmes.

34. Compensation to executives and management

Board of Directors' salaries and other members of the management salaries including the remuneration of the management were as follows:

	<u>01/01-30/09/2007</u>	<u>01/01-30/09/2006</u>
Salaries	2.128.588	1.866.157

35. Related parties transactions

The company has a participation in the capital of the company TELETYPOS CYPRUS Ltd. (100%) and a participation in the company Logos Cyprus (25%). (Transactions with affiliated companies have been cleared in the balance sheet due to consolidation).

TELETYPOS TELEVISION PROGRAMMES S.A.
“MEGA CHANNEL - GREECE”
Notes to the consolidated and separate financial statements in accordance with IFRS
30th September 2007
(Expressed in Euro)

35. Related parties transactions (cont.)

Transactions with related parties are as follows:

	SALE	SALE	PURCHASE	PURCHASE
	01/01-30/09/07	01/01-30/09/06	01/01-30/09/07	01/01-30/09/06
DOL	455.994	355.176	7.255	3.339
PHGASOS	838.523	400.787	5.837	6.892
ANOSI S.A	0	0	10.519.408	5.441.200
ATA S.A.	0	0	9.702.372	7.126.578
O LOGOS	50	0	0	0
TELETYPOS CYPRUS	0	0	1.300.000	1.130.950
TOTAL	<u>1.294.567</u>	<u>755.963</u>	<u>21.534.872</u>	<u>13.708.959</u>

	CLAIMS		LIABILITIES	
	30/9/2007	31/12/2006	30/9/2007	31/12/2006
DOL	307.191	76.704	-1.098	-7.365
PHGASOS	663.632	374.639	-12.777	-6.248
ANOSI S.A.	0	0	-6.889.155	-4.676.207
ATA S.A.	0	0	-6.843.646	-9.319.998
O LOGOS	50	0	0	0
TELETYPOS CYPRUS	3.758.700	3.758.700	-4.875.950	-3.575.950
TOTAL	<u>4.729.573</u>	<u>4.210.043</u>	<u>-18.622.626</u>	<u>-17.585.768</u>

Transactions with related parties are in accordance with the usual transaction and pricing policy of the company. The existing claims / liabilities are not secured with any guarantee. They are settled according to the company's credit policy. There was no need to create a provision for contingency claims.

TELETYPOS TELEVISION PROGRAMMES S.A.
“MEGA CHANNEL - GREECE”
Notes to the consolidated and separate financial statements in accordance with IFRS
30th September 2007
(Expressed in Euro)

36. Events after the balance sheet date

The new legislation (3592 FEK 161/2007) “Concentration and license of Media Companies” foresees that : The continuance of the operation of the existing legally operating private TV channels, assumes their participation in the competition for the granting of permit. Until the issuance of the permit, it is assumed that the TV channels operate legally in the geographical territory in which they broadcast.

There are no events after the balance sheet date which concern the company and disclosure of which is required by the International Financial Reporting Standards.

37. Approval of financial statements

The financial statements have been approved by the BoD at the 16th of October 2007.

Athens 16 October 2007

President of Board of Directors

Christos D. Lambrakis
M 154944

Financial Controller

Athanasios G. Andreoulis
Φ 064116

The Managing Director
And member of Board of Directors

Elias E. Tsigas
Ξ 414434

Chief Accountant

Vasilios A. Kritikos
X 575439