

"PHILIPPOS NAKAS A.E. THE MUSIC HOUSE

Companies Register No. 3769/06/B/86/68
19th kil. Leof. Lavriou - Peania

Data and information for the period 1 July 2005 to 30 September 2005

The following data and information aim to provide a general briefing for the financial position and the results of operations of "PHILIPPOS NAKAS AE" THE MUSIC HOUSE. 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.nakas.gr where are posted the Interim Financial Statements prepared according to the International Financial Reporting Standards accompanied with the Auditor's Report of the Certified Auditor Accountant where it is necessary.

GENERAL INFORMATION ABOUT THE COMPANY	DATA OF CASH FLOW STATEMENT
Company name : "PHILIPPOS NAKAS AE" THE MUSIC HOUSE	THE GROUP
Registered office : PEANIA	THE COMPANY
Date of establishment : 8/9/1980	1/7-30/9/2005
Company duration : 60 YEARS	1/7-30/9/2004
Main activity : TRADING OF MUSICAL INSTRUMENTS & MUSIC EDUCATION	1/7-30/9/2005
Company's Register no. : 3769/06/B/86/68	1/7-30/9/2004
Supervisory authority : Societes Anonymes of the Ministry of Development	
Tax Authorities no. : 094079082 / TAX OFFICE.: FAEAE ATHENS	
Board of Directors :	
Executive Members : KONSTANTINOS PH. NAKAS GEORGE PH. NAKAS ANDREAS TH. TSITAKIS STYLIANOS D. VASILAKIS	
Independent non-executive members : DIMITRIOS PAPANATHANASSIOPOULOS SPYROS BARBATOS NIKOLAOS HADJIGEORGIOU	
Closing date of current year : 30 June 2006	
Duration of year : 12 months	
Type of financial statements (from which the data have been extracted) : Interim 1st Quarter	
Date of approval of Financial Statements (from which the data have been extracted) : 28/12/2005	
Certified Public Accountant Auditor : SOL AEODE - ROUSSOS ANDREAS	
Auditor's report : Not required	
Web site address : www.nakas.gr	

	THE GROUP		THE COMPANY	
	30/9/2005	30/6/2005	30/9/2005	30/6/2005
ASSETS				
Non-current assets	11.783.763,49	11.967.821,70	11.822.630,00	12.000.694,59
Inventories	10.818.403,65	10.397.449,43	10.324.405,40	9.892.089,19
Trade receivables	7.875.260,30	8.163.603,98	8.401.856,09	8.661.906,71
Other non-current assets	830.889,56	913.691,66	876.281,72	971.929,20
Cash & cash equivalents	926.777,85	551.230,11	855.795,09	493.163,89
TOTAL ASSETS	32.235.094,85	31.993.796,88	32.280.968,30	32.019.783,58
LIABILITIES				
Non-current liabilities	1.758.759,77	1.739.493,72	1.776.212,53	1.756.067,00
Short-term bank borrowings	3.150.000,00	2.800.600,00	3.150.000,00	2.800.600,00
Other current liabilities	5.277.366,21	5.519.246,90	5.236.862,89	5.476.588,65
Total liabilities (a)	10.186.125,98	10.059.340,62	10.163.075,42	10.033.255,65
Total net equity holders - company	22.026.139,76	21.909.357,94	22.117.892,88	21.986.527,93
Minority interest	22.829,11	25.098,32	0,00	0,00
Total net equity holders - company (b)	22.048.968,87	21.934.456,26	22.117.892,88	21.986.527,93
TOTAL LIABILITIES & EQUITY (a) + (b)	32.235.094,85	31.993.796,88	32.280.968,30	32.019.783,58

	THE GROUP		THE COMPANY	
	1/7-30/9/2005	1/7-30/9/2004	1/7-30/9/2005	1/7-30/9/2004
Sales revenue	6.068.621,43	5.933.568,74	6.003.011,24	5.916.344,65
Cost of goods sold	3.827.888,44	3.609.405,58	3.794.641,86	3.628.747,27
Gross profit	2.240.732,99	2.324.163,16	2.208.369,38	2.287.597,38
Earnings before taxes, financing and investing results	211.281,97	399.951,94	228.595,47	443.586,74
Earnings before taxes, financing and investing results and depreciation-amortisation	443.113,76	637.665,19	454.358,88	674.164,92
Profit before taxes	168.481,91	336.375,99	186.817,90	381.949,40
Less taxes	54.073,47	121.980,02	55.452,94	128.413,79
Profit for the period after taxes	114.408,44	214.395,97	131.364,96	253.535,61
Attributable to:				
Equity holders of the company	116.677,65	217.808,16	131.364,96	253.535,61
Minority interest (loss)	-2.269,21	-3.412,19	0,00	0,00
Earnings (after taxes) per share-basic (expressed in €)	0,02	0,03	0,02	0,04

	THE GROUP		THE COMPANY	
	30/9/2005	30/9/2004	30/9/2005	30/9/2004
Net equity of period Opening Balance (01/07/2005 and 1/7/2004 respectively)	21.928.459,08	22.607.462,26	21.986.527,93	22.622.808,43
Net income recognized directly in equity	104,17	-3.936,21	0,00	0,00
Profit / (loss) for the period after taxes	114.408,44	214.395,97	131.364,96	253.535,61
Net equity of period Closing Balance (30/9/2005 and 30/9/2004 respectively)	22.042.971,69	22.817.922,02	22.117.892,89	22.876.344,04

ADDITIONAL RECORDS AND INFORMATION				
1. In the consolidated items is included the parent company and the following subsidiary company, which was consolidated with the full consolidation method.				
	Registered Office	% Participation	Type of Consolidation	Un audited Tax years
1.1. PHILIPPOS NAKAS AE THE MUSIC HOUSE (parent)	Attika	0,00%	direct	none
1.2. NAKAS MUSIC CYPRUS LTD	Cyprus	82,80%	direct	-
2. The basic Accounting Policies have been followed as for the Balance Sheet at 30.6.2005. The Group companies apply the IFRS from 1 July 2005.				
3. On the assets of the enterprises included in the consolidation, there are no registered mortgages and pre-notices of mortgages.				
4. Against the Company there are no disputed or under arbitration cases of national or administrative courts that may have a material effect on its financial position.				
5. The number of personnel employed at the end of the current period: Group: 316, Company: 312				
6. The amounts of Sales of the Parent Company, the above subsidiary accumulated from the opening balance of the year come up to the amount of € 64.896,77. The amounts of receivables of the Parent Company from the above subsidiary at the end of the period amount to € 744.818,88.				
7. The investments of the group for the quarter 1.7-30.9.2005 amount to € (quarter 1.7-30.9.2005: € 45.331,07)				
8. The earnings per share of the parent company were calculated based on the total number of its shares.				
9. Breakdown of sales of parent company according to STAKOD 91:				
	514.9 Wholesale trade of household items and musical instruments	3.245.844,18		
	524.5 Retail trade of household items and musical instruments	2.466.871,12		
	804.4 Musical and artistic education	334.506,95		
	323.0 Services for repair of television and radio receptors, appliances of recording or reproduction of sound & picture & similar parts and appliances	21.399,18		
		6.068.621,43		

	THE GROUP		THE COMPANY	
	1/7-30/9/2005	1/7-30/9/2004	1/7-30/9/2005	1/7-30/9/2004
Cash flows from Operating Activities				
Net profit before taxes	168.481,91	336.375,99	186.817,90	381.949,40
Plus/less adjustments for:				
Depreciation	231.831,79	237.713,25	225.763,41	230.578,18
Provisions	8.740,24	4.266,25	8.740,24	4.266,25
Results (income, expenses, profit and losses) from investing activities	-13.530,17	-7.023,96	-13.530,17	-7.023,96
Interest and similar expenses	55.725,15	68.051,11	54.702,66	66.112,50
Plus/Less adjustments of working capital to net cash or related to operating activities:				
Increase of inventories	-420.954,22	-665.351,29	-432.316,21	-619.636,97
Decrease of receivables	141.411,21	143.366,44	125.915,19	19.718,34
Decrease of payable account (except banks)	-139.335,29	-577.239,05	-137.653,02	-564.332,29
(Less):				
Interest paid and similar expenses	-47.471,02	-59.638,86	-46.448,53	-57.700,25
Total inflow / (outflow) from Operating activities (a)	-15.100,40	-519.480,12	-28.008,53	-546.068,80
Cash flows from Investing Activities				
Purchases of PPE and intangible assets	45.331,07	174.638,58	45.331,07	174.638,58
Proceeds from sale of PPE and intangible assets	2.132,54	2.548,82	2.124,13	2.548,82
Interest received	1.603,62	3.139,69	1.603,62	3.139,69
Total inflow / (outflow) from investing activities (b)	49.067,23	180.327,09	49.058,82	180.327,09
Cash flows from Financing Activities				
Collections from issued / withdrawn loans	3.400.000,00	800.000,00	3.400.000,00	800.000,00
Repayment of borrowings	-3.050.600,00	-600.008,41	-3.050.600,00	-600.008,41
Repayments of finance lease obligations	-7.819,09	-5.877,15	-7.819,09	-5.877,15
Total inflow / (outflow) from financing activities (c)	341.580,91	194.114,44	341.580,91	194.114,44
Net increase (decrease) in cash and cash equivalents (a) + (b) + (c)	375.547,74	-145.038,59	362.631,20	-171.627,27
Cash and cash equivalents at beginning of period	551.230,11	882.736,83	493.163,89	810.823,28
Cash and cash equivalents at end of period	926.777,85	737.698,24	855.795,09	639.196,01

	TABLE OF ADJUSTMENTS OF PERIOD OPENING NET EQUITY		
	THE GROUP		
	30.06.2005	30.09.2004	30.06.2004
Total Shareholders' equity as previously shown according to the Greek Accounting Standards (a)	18.237.641,89	18.639.840,06	18.365.968,80
Effect due to the transfer of dividends and other fees in the period at the time of approval of financial statements	1.394.600,00	2.028.600,00	2.028.600,00
Effect due to measurement of PPE at fair value	3.792.369,40	3.715.788,73	3.692.005,68
Effect due to the write off of intangible assets, which are not recognised in IFRS	-29.459,42	-56.625,90	-66.602,44
Effect due to write off of ATHEX listing expenses	-4.636,14	-127.337,71	-168.741,24
Recognition of deferred tax	-868.866,67	-835.831,52	-814.362,81
Recognition of retirement benefits	-616.627,05	-603.828,32	-599.562,07
Effect due to revaluation of depreciation of intangible assets	499.323,24	433.821,66	413.365,60
Effect due to accounting for of Leasing contracts	22.311,18	10.808,56	8.072,97
Effect due to adjustment of receivables	-64.236,27	-105.363,79	-105.363,79
Effect due to set up of provisions	-254.000,00	-82.000,00	-82.000,00
Effect due to reversal of provisions for exchange differences	9.915,18	7.636,16	7.636,16
Reversal of revaluation reserve L. 2065/92	-140.658,14	0,00	0,00
Other adjustments	0,00	4.512,74	4.512,74
Effect due to correct accounting for of expenses and taxes	-43.220,94	-135.751,30	-35.000,00
Effect to write off of intercompany profits	0,00	-76.347,35	-40.827,34
Total adjustments (b)	3.696.814,37	4.178.081,96	4.241.493,46
Invested Capital IFRS (a + b)	21.934.456,26	22.817.922,02	22.607.462,26

	THE COMPANY		
	30.06.2005	30.09.2004	30.06.2004
Total Shareholders' equity as previously shown according to the Greek Accounting Standards (a)	18.524.208,95	18.607.251,59	18.319.390,72
Effect due to the transfer of dividends and other fees in the period at the time of approval of financial statements	1.394.600,00	2.028.600,00	2.028.600,00
Effect due to measurement of PPE at fair value	3.792.369,40	3.715.788,73	3.692.005,68
Effect due to the write off of intangible assets, which are not recognised in IFRS	-29.459,42	-56.625,90	-66.602,44
Effect due to write off of ATHEX listing expenses	-4.636,14	-127.337,71	-168.741,24
Recognition of deferred tax	-890.439,95	-860.283,46	-832.620,98
Recognition of retirement benefits	-611.627,05	-598.828,32	-594.562,07
Effect due to revaluation of depreciation of intangible assets	499.323,24	433.821,66	413.365,60
Effect due to accounting for of Leasing contracts	22.311,18	10.808,56	8.072,97
Effect due to adjustment of receivables	-64.236,27	138.751,29	138.751,29
Effect due to set up of provisions	-254.000,00	-82.000,00	-82.000,00
Effect due to reversal of provisions for exchange differences			