

**PHILIPPOS NAKAS S.A. MUSIC HOUSE**  
BALANCE SHEET OF 30TH JUNE 2001  
20th FISCAL YEAR ( 1 JULY 2000 - 30 JUNE 2001 )

(Amounts in Euro)

ASSETS	30.6.2001			30.6.2000			Closing year's results 30.6.01	Previous year's results 30.6.00
	Acquisition Value	Depreciation Value	Non-depreciated Value	Acquisition Value	Depreciation Value	Non-depreciated Value		
<b>B. FORMATION EXPENSES</b>								
4 Other formation expenses	1.002.719,08	170.938,49	831.780,58	69.498,72	850,71	68.648,01		
<b>C. FIXED ASSETS</b>								
<b>I Intangible Assets</b>								
5 Other intangible assets	912.289,66	111.420,77	800.868,89	119.463,78	21.566,81	97.896,97		
<b>II Tangible Assets</b>								
1. Land	1.979.268,27		1.979.268,27	614.631,44	0,00	614.631,44		
3. Buildings & technical works	3.937.649,31	1.877.666,98	2.059.982,33	3.293.280,81	1.659.390,74	1.633.890,07		
4. Machine - technical installations & other mechanical equipment	108.736,24	106.973,30	1.762,94	109.316,43	105.598,29	3.718,15		
5. Transportation equipment	322.455,70	182.324,00	140.131,71	240.934,49	188.300,40	52.634,09		
6. Furniture & fixtures	3.007.798,71	1.948.937,80	1.058.860,92	2.453.349,32	1.815.140,05	638.209,27		
7. Tangible assets in course of construction	51.797,27	0,00	51.797,27	0,00	0,00	0,00		
<b>TOTAL TANGIBLE &amp; INTANGIBLE ASSETS</b>	<b>9.407.705,51</b>	<b>4.115.902,07</b>	<b>5.291.803,43</b>	<b>6.711.512,50</b>	<b>3.768.429,48</b>	<b>2.943.083,02</b>		
<b>III. Financial Assets</b>								
Participating interests in affiliated undertakings			355.062,68			0,00		
2. Other participations			586,94			23.617,73		
7. Other financial assets			128.249,65			86.253,47		
<b>TOTAL FIXED ASSETS</b>			<b>483.899,27</b>			<b>109.871,20</b>		
			<b>7.408.352,17</b>			<b>3.219.499,19</b>		
<b>D. CURRENT ASSETS</b>								
<b>I. Stocks</b>								
1. Merchandise			9.017.704,54			7.366.368,46		
5. Payments on account for imports			140.881,80			91.353,73		
			<b>9.158.586,35</b>			<b>7.457.722,20</b>		
<b>II. Debtors</b>								
1. Trade debtors	1.917.915,25			1.408.363,25		0,00		
Less: Provisions	88.502,31		1.829.412,94	54.953,90		1.353.409,35		
2. Notes receivable: - in portfolio			3.521,64			18.988,54		
3. Notes overdue	36.336,68			31.481,21		0,00		
Less: Provisions	36.336,68	0,00		31.481,21		0,00		
3b. Cheques overdue - in portfolio	2.432.834,73			1.300.141,29		1.944.881,23		
- at banks for collection	0,00	2.432.834,73		644.739,94		0,00		
3b. Cheques overdue	127.689,61			138.471,71		0,00		
Less: Provisions	127.689,61	0,00		138.471,71		0,00		
4. Deferred capital			0,00			751.283,93		
11. Sundry debtors			323.163,98			435.354,39		
11a Credit cards			1.788.688,38			1.416.222,07		
12. Advances to account for			7.636,56			14.882,91		
			<b>6.385.258,24</b>			<b>5.935.022,42</b>		
<b>III. Investments</b>								
1. Shares			58.458,55			0,00		
4. Bonds			79.192,20			0,00		
			<b>137.650,75</b>			<b>0,00</b>		
<b>IV. Cash at bank and in hand</b>								
1. Cash in hand			76.343,23			50.224,38		
3. Sight and time deposits			268.521,71			258.510,00		
			<b>344.864,94</b>			<b>308.734,38</b>		
<b>TOTAL CURRENT ASSETS</b>			<b>15.888.709,53</b>			<b>13.701.479,00</b>		
<b>E. PREPAYMENTS AND ACCRUED INCOME</b>								
1. Deferred charges			23.489,09			19.962,64		
<b>TOTAL ASSETS</b>			<b>23.458.201,54</b>			<b>16.940.940,82</b>		
<b>MEMO ACCOUNTS</b>								
1. Third party asset items			79,92			53,63		
2. Guarantees and real securities			357.751,27			387.746,38		
			<b>357.831,19</b>			<b>470.611,12</b>		

**A. CAPITAL AND RESERVES**

**I. Share capital**

- Paid-up capital (6.340.000 shares of 200 Drs. each)
- Payable capital (1280000 shares of 200 Drs. each)

**II. Share premium account**

**III. Revaluation reserves - investment Grants**

- Reserves from value adjustments of other assets.

**IV. Reserves**

- Legal reserve
- Tax-free reserves under special laws

**V. Results carried forward**

**VI Amounts intended to increase capital**

- Shareholders deposits

**B. PROVISIONS FOR LIABILITIES AND CHARGES**

- Other provisions

**C. CREDITORS**

**I. Long-term debt**

- Bank loans

**II. Current liabilities**

- Suppliers
- Notes payable in foreign currency
- Cheques payable
- Banks - accounts of current liabilities
- Advances from trade debtors
- Taxes - duties
- Social security
- Deferred long-term liabilities
- Dividends
- Sundry creditors

**D. ACCRUALS AND DEFERRED**

- Deferred income
- Accrued expenses

**APPROPRIATION ACCOUNT**

	01.07.2000-30.06.2001	01.07.1999-30.06.2000	1.7.00-30.6.01	1.7.99-30.6.00
<b>I. Operating results</b>				
Net turnover (sales)	25.177.961,60	23.870.467,99		
Less: Cost of sales	14.938.890,12	14.044.561,49		
Gross operating results (profit)	10.239.071,48	9.825.906,49		
Plus: Other operating income	159.176,64	297.278,79		
<b>Total</b>	<b>10.398.248,11</b>	<b>10.123.185,29</b>		
Less: 1. Administrative expenses	742.383,94	533.745,97		
3. Distribution costs	7.964.709,18	6.564.451,84		
Sub - total	1.691.155,00	3.024.987,47		
Less:				
3. Gains from sale of participating interests and other investments	11.991,06	0,00		
4. Credit interest and similar income	303.487,90	32.303,52		
	315.478,96	32.303,52		
Less:				
1. Other provisions	7.751,31	0,00		
3. Debit interests and similar charges	193.651,85	201.403,17		
	201.403,17	114.075,79		
Total operating results (profit)	1.805.230,79	620.970,48		
		620.970,48		
		-588.666,96		
		2.436.320,51		
<b>II. LESS (or plus): Extraordinary results</b>				
1. Extraordinary & non-operating income	181.593,31	80.626,88		
2. Extraordinary profit	9.947,74	3.193,63		
3. Prior year's income	137,93	0,00		
	191.678,99	83.820,51		
Less:				
1. Extraordinary & non-operating expenses	197.423,19	231.877,76		
2. Extraordinary losses	0,00	1.129,86		
3. Prior year's expenses	3.643,41	10.053,51		
4. Provisions for extraordinary liabilities	29.347,03	230.413,63		
	230.413,63	-38.734,64		
Operating & extraordinary results (profit)	1.766.496,14	29.347,03		
Less: Total value adjustments of fixed assets	813.767,07	272.408,16		
Less: charged to the operating cost	813.767,07	462.702,56		
	0,00	-188.587,65		
<b>NET RESULTS (PROFIT) BEFORE TAXES</b>	<b>1.766.496,14</b>	<b>2.247.732,86</b>		

Athens, 31 October 2001

The president of the B.o.D.

The Vice-President of the B.o.D.

The Financial Manager

KONSTANTINOS PH. NAKAS

GEORGE PH. NAKAS

STYLIANOS D. VASILAKIS





