ΦΙΛΙΠΠΟΣ ΝΑΚΑΣ
ΜΟΥΣΙΚΟΣ ΟΙΚΟΣ

PHILIPPOS NAKAS S.A. MUSIC HOUSE

BALANCE SHEET

AS AT JUNE 30, 2002 (JULY 1, 2001 - JUNE 30, 2002)

21st Year - (Amounts in EURO)

ASSETS	YEAR ENDED 2002			YEAR ENDED 2001		
	Acquisition cost	Depreciation	Net Book value	Acquisition cost	Depreciation	Net Book value
B. FORMATION EXPENSES						
4. Other formation expenses	1.168.082,91	488.292,81	679.790,10	1.152.989,18	249.827,23	903.161,95
C. FIXED ASSETS						
I. Intangible Assets						
5. Other intangible assets	1.225.715,95	331.621,90	894.094,05	912.289,66	111.420,77	800.868,89
II. Tangible Assets						
1. Land	1.979.268,27	0,00	1.979.268,27	1.979.268,27	0,00	1.979.268,27
3. Buildings & technical works	4.407.183,12	2.147.119,13	2.260.063,99	3.937.649,31	1.877.666,98	2.059.982,33
4. Machine - technical installations and other mechanical equipment	108.867,45	107.844,99	1.022,46	108.736,24	106.973,30	1.762,94
5. Transportation equipment	347.550,55	213.087,60	134.462,95	322.455,70	182.323,99	140.131,71
6. Furniture and fixtures	3.058.135,38	2.195.199,43	862.935,95	2.857.528,52	1.870.049,07	987.479,45
7. Payments on account and tangible assets in course of construction	373.789,40	0,00	373.789,40	51.797,27	0,00	51.797,27
TOTAL TANGIBLE & INTANGIBLE ASSETS	10.274.794,17	4.663.251,15	5.611.543,02	9.257.435,31	4.037.013,34	5.220.421,97
III. Financial Assets						
1. Participations in affiliated undertakings			484.827,38			355.062,68
2. Participations in other undertakings			586,94			586,94
7. Other long-term receivables			147.610,38			128.249,65
			633.024,70			483.899,27
TOTAL FIXED ASSETS			7.138.661,77			6.505.190,13
D. CURRENT ASSETS						
I. Inventories						
1. Merchandise			9.046.818,55			9.017.704,54
5. Payments on account			121.649,85			140.881,80
			9.168.468,40			9.158.586,35
II. Receivables						
1. Trade debtors	1.850.802,54			1.917.915,25		
Less: Provisions	44.381,01	1.806.421,53		88.502,31	1.829.412,94	
2. Notes receivable - in portfolio		0,00			3.521,64	
3. Notes overdue	29.013,45			36.336,68		
Less: Provisions	29.013,45	0,00		36.336,68	0,00	
3α. Cheques receivable - in portfolio		2.494.877,78			2.432.834,73	
3b. Cheques overdue	228.139,11			127.689,61		
Less: Provisions	228.139,11	0,00		127.689,61	0,00	
11. Sundry debtors		396.411,04			323.163,98	
11a. Credit cards		2.176.249,84			1.788.688,38	
12. Advances to account for		6.631,73			7.636,56	
		6.880.591,92			6.385.258,24	
III. Marketable securities						
1. Stocks		32.572,50			58.458,55	
4. Own shares		79.192,20			79.192,20	
		111.764,70			137.650,75	
IV. Cash and cash equivalents						
1. Cash on hand		146.888,67			76.343,23	
3. Current and time deposits		263.403,65			268.521,71	
		410.292,32			344.864,94	
TOTAL CURRENT ASSETS		16.571.117,34			16.026.360,28	
E. PREPAYMENTS AND ACCRUED INCOME						
1. Prepaid expenses		35.896,96			23.489,09	
		35.896,96			23.489,09	
GRAND TOTAL ASSETS		**24.425.466,17**			**23.458.201,54**	
DEBIT MEMO ACCOUNTS						
1. Third party asset items		410,44			79,92	
2. Guarantees and real securities		433.101,22			357.751,27	
		433.511,66			357.831,19	

LIABILITIES	YEAR ENDED 2002	YEAR ENDED 2001
A. SHAREHOLDERS' EQUITY		
I. Share capital		
1. Paid-up capital (6.340.000 shares of € 0,6 each)	3.804.000,00	3.721.203,23
II. Share premium account	13.443.634,20	13.523.110,79
III. Revaluation reserves - Investment Grants		
2. Reserves from value adjustments of other assets	0,00	3.320,18
I V. Reserves		
1. Legal reserve 646.918,56		596.918,56
Less: Loss on sales or value decline of participation and securities for offsetting 21.646,30	625.272,26	
5. Tax-free reserves under special laws	232.426,58	236.666,33
6. Reserves for own shares	79.192,20	79.192,20
	936.891,04	912.777,09
V. Results carried forward		
Profit carried forward	459.540,81	600.204,18
Total capital and reserves	18.644.066,05	18.760.615,47
B. PROVISIONS FOR LIABILITIES & CHARGES		
2. Other provisions	22.694,54	308,27
C. LIABILITIES		
I I. Current Liabilities		
1. Suppliers	1.512.609,05	1.794.481,46
2. Notes payable in foreign currency	360.903,99	395.675,64
2a. Cheques payable	334.068,60	191.358,63
3. Banks - accounts of short-term liabilities	719.181,42	357,35
4. Advances from trade-debtors	339.074,94	268.972,28
5. Taxes - duties	782.042,97	610.579,33
6. Social Security	129.545,35	124.909,44
10. Dividends	912.017,92	355.462,61
11. Sundry creditors	645.737,49	935.568,24
Total Liabilities	5.735.181,73	4.677.364,96
D. ACCRUALS AND DEFERRED ACCRUALS AND DEFERRED INCOME		
1. Deferred income	466,30	0,00
2. Accrued expenses	23.057,55	19.912,84
	23.523,85	19.912,84
GRAND TOTAL LIABILITIES	**24.425.466,17**	**23.458.201,54**
CREDIT MEMO ACCOUNTS		
1. Beneficiaries of asset items	410,44	79,92
2. Guarantees and real securities	433.101,22	357.751,27
	433.511,66	357.831,19

INCOME STATEMENT

At June 30, 2002 (July 1, 2001 - June 30, 2002)

I. Operating results			YEAR ENDED 2002			YEAR ENDED 2001
Net turnover (sales)			27.161.485,16			25.177.961,60
LESS: Cost of sales			16.973.699,40			16.108.236,13
Gross operating results (profit)			10.187.785,76			9.069.725,47
PLUS: Other operating income			143.599,15			159.176,64
Total			10.331.384,91			9.228.902,11
LESS: 1. Administrative expences		851.568,04			742.383,94	
3. Distribution costs		7.681.273,28	8.532.841,32		6.795.363,17	7.537.747,11
Sub - total			1.798.543,59			1.691.155,00
PLUS (or LESS):						
3. Gains from sale of participating interests and other investments	0,00			11.991,06		
4. Credit interests & similar income	13.349,02	13.349,02		303.487,90	315.478,96	
Less:						
1. Value adjustments in respect of interests & other investments	0,00			7.751,31		
3. Debit interests and similar charges	180.068,16	180.068,16	-166.719,14	193.651,85	201.403,17	114.075,79
II. Total operating results (profit)			1.631.824,45			1.805.230,80
LESS: Extraordinary results						
1. Extraordinary & non-operating inc.	120.468,43				181.593,31	
2. Extraordinary gain	1.521,99				9.947,74	
3. Prior years income	0,00	121.990,42			137,93	
					191.678,99	
Less:						
1. Extraordinary & non-oper.expen.	223.289,37			197.423,19		
2. Extraordinary losses	296,13			0,00		
3. Prior years expenses	56,73			3.643,41		
4. Provisions for extraord.liabilities	58.000,00	281.642,23	-159.651,81	29.347,03	230.413,63	-38.734,64
Operating & extraordinary results (profit)			1.472.172,64			1.766.496,15
LESS: Total depreciation of fixed assets		1.123.172,41			813.767,07	
Less: charged to the operating cost		1.123.172,41	0,00		813.767,07	0,00
NET RESULTS (PROFIT) BEFORE TAXES			1.472.172,64			1.766.496,15

APPROPRIATION ACCOUNT

		YEAR ENDED 2002		YEAR ENDED 2001
Net results (profit)		1.472.172,64		1.766.496,14
(+) Profit brought forward		600.204,18		171.790,68
Total		2.072.376,82		1.938.286,82
LESS:				
1. Income tax 522.315,16	557.748,37			
3. Other not charged to the operating cost taxes 7.920,85		530.236,01	3.375,23	561.123,60
Profit for appropriation		1.542.140,81		1.377.163,23
Appropriated as under:				
1. Legal reserve		50.000,00		67.498,17
2. First dividend		887.600,00		334.908,29
2a. Reserves for own shares		0,00		79.192,20
6. Tax-free reserves		0,00		232.426,58
6a. Reserves from income taxed at special provisions		0,00		4.239,75
7. Directors (staff)		145.000,00		58.694,06
8. Profit carried forward		459.540,81		600.204,18
		1.542.140,81		1.377.163,23

Athens, 31 October 2002

The President of B.o.D.	The Vice-President of B.o.D.	The Financial Manager
Konstantinos Ph. Nakas	**George Ph. Nakas**	**Stylianos D. Vassilakis**