

PHILIPPOS NAKAS S.A. MUSIC HOUSE

CONSOLIDATED SUMMARY FINANCIAL STATEMENT AS OF 30TH JUNE 2004
(1ST JULY 2003 - 30TH JUNE 2004)

ASSETS	01.07.03-30.06.04	01.07.02-30.06.03	LIABILITIES	01.07.03-30.06.04	01.07.02-30.06.03
Long-term depreciation expenses	719.777,06	1.117.115,16	Paid-up capital	3.804.000,00	3.804.000,00
Fixed assets	13.629.178,90	13.436.848,04	Share premium reserve	13.443.634,20	13.443.634,20
Less: Depreciations	(6.124.984,37)	(5.459.895,63)	Reserves	1.014.177,54	936.955,54
Payments on account and tangible assets in course of construction	0,00	51.797,26	Closing period's results	3.047.193,89	1.632.188,33
Participations & other long-term receivables	180.987,40	159.016,71	Less: Minority's equity	6.874,99	(10.065,20)
Merchandise	11.651.178,01	9.318.448,40	Previous year's results	100.742,99	475.670,53
Payments on accounts for imports	122.120,82	106.894,78	Consolidation differences	3.562,99	3.562,99
Trade debtors	2.027.100,78	2.021.475,07	Minority's rights	67.095,19	77.423,30
Other assets	2.856.784,32	2.741.502,21	Provisions	384.201,03	387.916,62
Securities	3.925.179,69	2.571.995,56	Short-term liabilities	8.224.879,81	5.924.502,66
Notes	53.922,00	111.829,20	Accruals & deferred income	1.511,00	10.360,97
Cash at bank and in hand	1.032.423,37	489.610,91			
Prepayment & accrued income	24.205,65	19.512,27			
TOTAL ASSETS	<u>30.097.873,63</u>	<u>26.686.149,94</u>	TOTAL LIABILITIES	<u>30.097.873,63</u>	<u>26.686.149,94</u>
OFF BALANCE SHEET ACCOUNTS	<u>367.124,67</u>	<u>338.386,74</u>	OFF BALANCE SHEET ACCOUNTS	<u>367.124,67</u>	<u>338.386,74</u>

CONSOLIDATED INCOME STATEMENT OF 1ST JULY 2003 - 30TH JUNE 2004

	01.07.03-30.06.04	01.07.02-30.06.03
Turnover (sales)	30.340.370,49	27.819.245,35
Less: Cost of goods sold	19.083.692,29	17.450.164,05
Plus: Other operating income	301.680,39	98.359,80
GROSS OPERATING RESULTS (PROFIT)	<u>11.558.358,59</u>	<u>10.467.441,10</u>
Less: Administrative expenses	1.188.341,06	1.055.104,04
Distribution cost	7.948.158,46	7.165.499,58
Financial results	199.972,94	160.532,87
NET OPERATING RESULTS (PROFIT)	<u>2.221.886,13</u>	<u>2.086.304,61</u>
Plus: Non-operating income - profit	905.456,07	140.772,79
Less: Non-operating expenses - loss	63.149,03	323.750,42
Less: Other provisions	0,00	100.000,00
OPERATING & EXTRAORDINARY RESULTS (PROFIT)	<u>3.064.193,17</u>	<u>(282.977,63)</u>
Less: Total depreciation of fixed assets	1.512.366,69	1.383.335,73
Less: Depreciation included in cost of goods sold	1.512.366,69	0,00
TOTAL NET RESULTS (PROFIT)	<u>3.064.193,17</u>	<u>1.803.326,98</u>
Less: Other taxes	10.124,29	7.920,85
Differences from audit control	0,00	173.283,00
	3.054.068,88	181.203,85
Plus: Minority rights	6.874,99	1.622.123,13
TOTAL NET CONSOLIDATED PROFIT BEFORE TAXES	<u>3.047.193,89</u>	<u>1.632.188,33</u>

Peania, 25 August 2004

The President of B.o.D.

The Vice-President of B.o.D.

The Financial Manager

Konstantinos Ph. Nakas

George Ph. Nakas

Stelios D. Vasilakis