

PHILIPPOS NAKAS S.A. MUSIC HOUSE

SUMMARY FINANCIAL STATEMENT OF 30TH JUNE 2002 (1ST JULY 2001 - 30TH JUNE 2002)

| ASSETS | 01.07.01-30.06.02 | 01.07.00-30.06.01 | LIABILITIES | 01.07.01-30.06.02 | 01.07.00-30.06.01 |
|--|-----------------------------|-----------------------------|-----------------------------------|-----------------------------|-----------------------------|
| Long term depreciation expenses | 1.525.368,38 | 1.632.649,47 | Paid-up capital | 3.804.000,00 | 3.721.203,23 |
| Fixed assets | 10.102.576,07 | 9.355.908,24 | Share premium reserve | 13.443.634,20 | 13.523.110,79 |
| Less: depreciations as of 30.06.02 | (4.904.741,34) | 4.115.902,07 | Reserves | 886.891,04 | 532.740,57 |
| Tangible assets in course of construction | 373.789,41 | 51.797,27 | Closing period's results | 1.390.936,00 | 1.766.496,14 |
| Participating interests in affiliated undertakings | 633.024,70 | 483.899,27 | Less: Other taxes | 7.920,85 | 3.375,23 |
| Merchandise | 9.041.743,20 | 9.017.704,54 | Previous years' results | 600.204,18 | 171.790,68 |
| Payments on accounts for imports | 122.058,11 | 140.881,80 | Provisions | 333.223,14 | 252.836,87 |
| Trade debtors | 1.843.406,01 | 1.917.915,25 | Short-term liabilities | 4.197.071,03 | 3.726.014,24 |
| Securities | 111.764,70 | 137.650,75 | Accruals and deferred expenses | 19.785,80 | 19.912,84 |
| Other assets | 2.594.909,14 | 2.119.488,92 | | | |
| Notes | 2.766.484,12 | 2.600.382,66 | | | |
| Cash at bank and in hand | 427.666,70 | 344.864,94 | | | |
| Prepayment and accrued income | <u>29.775,34</u> | <u>23.489,09</u> | | | |
| TOTAL ASSETS | <u>24.667.824,54</u> | <u>23.710.730,13</u> | TOTAL LIABILITIES | <u>24.667.824,54</u> | <u>23.710.730,13</u> |
| OFF BALANCE SHEET ACCOUNTS | <u>419.998,70</u> | <u>357.831,19</u> | OFF BALANCE SHEET ACCOUNTS | <u>419.998,70</u> | <u>357.831,19</u> |

INCOME STATEMENT OF 01/07/2001 - 30/06/2002

| | 01.07.01-30.06.02 | 01.07.00-30.06.01 |
|--|----------------------------|----------------------------|
| Turnover (sales) | 27.152.096,46 | 25.177.961,60 |
| Less : cost of goods sold | 15.871.080,72 | 14.938.890,12 |
| Plus : other operating income | <u>143.599,15</u> | <u>159.176,64</u> |
| GROSS MARGIN | 11.424.614,89 | 10.398.248,11 |
| Less : Administrative expenses | | 742.383,94 |
| Selling expenses | 9.713.763,80 | 7.964.709,18 |
| Financial results | <u>160.515,20</u> | <u>- 114.075,80</u> |
| Net income from participations & INTEREST | 1.550.335,89 | 1.805.230,79 |
| Plus :non-operating income - Profit | 85.134,08 | 191.678,99 |
| Less : non-operating expenses - Loss | <u>186.533,97</u> | 201.066,60 |
| Less: Provisions for extraordinary losses | <u>58.000,00</u> | <u>29.347,04</u> |
| OPERATING & EXTRAORDINARY INCOME (PROFIT) | 1.390.936,00 | 1.766.496,14 |
| Less : Total depreciation of fixed assets | 1.211.489,12 | 813.767,07 |
| Less : Depreciation included in cost of goods sold. | <u>1.211.489,12</u> | <u>813.767,07</u> |
| TOTAL NET RESULTS (PROFIT) BEFORE TAXES | <u>1.390.936,00</u> | <u>1.766.496,14</u> |

Athens, 26 August 2002

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