



PC SYSTEMS S.A.

Reg No. 15699/06/7/87/33

FINANCIAL STATEMENTS AS OF DECEMBER 31st 2004-16th FISCAL YEAR (JANUARY 1st 2004-DECEMBER 31st 2004)

ASSETS							CAPITAL AND LIABILITIES	
	12/31/2004			12/31/2003			12/31/2004	12/31/2003
	Acquisition Cost	Value Adjustments	Written-Down Value	Acquisition Cost	Value Adjustments	Written-Down Value		
B. ESTABLISHMENT EXPENSES							A. OWNERS EQUITY	
1. Formation and set-up expenses	13.046,00	13.045,97	0,03	13.046,00	13.045,97	0,03	I. Share Capital	
4. Other establishment expenses	1.734.159,59	1.598.101,70	136.057,89	1.722.779,17	1.232.811,16	489.968,01	1. Paid in capital	
	1.747.205,59	1.611.147,67	136.057,92	1.735.825,17	1.245.857,13	489.968,04	4.699.769,60	
							4.640.014,60	
							II. Premium on Capital stock	
							5.965.014,59	
							5.965.014,59	
							III. Readjustment differences-investment grants	
							3. Fixed asset investment subsidies	
							117.985,92	
							117.985,92	
							IV. Reserves	
							1. Statutory reserve	
							239.499,17	
							229.873,14	
							5. Special law untaxed reserves	
							437.879,17	
							437.879,17	
							6. Reserves for treasury stock acquisition	
							380.412,42	
							412.787,22	
							1.057.790,76	
							1.080.539,53	
							V. Results carried forward	
							Period's profits carried forward	
							2.034.832,99	
							2.024.801,02	
							VII. Consolidation difference	
							-898.586,54	
							-898.586,59	
							IX. Minority rights	
							885.514,15	
							1.097.786,37	
							Total Owners Equity (AI+All+AllI+AllV+AV+AVII+AIX)	
							13.862.321,47	
							14.027.555,44	
							Less: Own shares value	
							-601.121,08	
							-514.839,86	
							13.261.200,39	
							13.512.715,58	
							B. PROVISIONS FOR CONTIGENCIES AND EXPENSES	
							1. Personnel dismissal and retirement compensation provision	
							72.817,44	
							31.263,54	
							C. LIABILITIES	
							II.Short-term Liabilities	
							1. Suppliers	
							6.510.981,93	
							10.011.782,76	
							2. Bills payable	
							382.723,29	
							138.096,84	
							2a. Outstanding cheques	
							5.347.495,83	
							5.806.648,84	
							3. Short-term bank liabilities	
							12.760.043,45	
							12.700.412,28	
							4. Customers and down payments	
							100.349,16	
							2.081.318,03	
							5. Tax and duties payable	
							1.333.681,36	
							568.599,60	
							6. Insurance and pension funds dues	
							335.924,38	
							314.702,16	
							10. Dividends payable	
							201.526,21	
							199.965,12	
							11. Sundry Creditors	
							918.686,02	
							679.918,77	
							Total Liabilities (CII)	
							27.891.411,63	
							32.501.444,40	
							D. TRANSIT CREDIT BALANCES	
							2. Accrued expenses	
							265.175,82	
							79.796,50	
							TOTAL OWNERS EQUITY AND LIABILITIES (A+B+C+D)	
							41.490.605,28	
							46.125.220,02	
							CREDIT MEMO ACCOUNTS	
							2. Credit accounts of guarantees and collateral security	
							10.819.145,57	
							12.112.136,02	
							4. Other memo accounts	
							6.569.831,27	
							5.307.146,15	
							10.053,91	
							6. Reserves on surplus value contribution	
							0,00	
							17.388.976,84	
							17.429.336,08	

Notes: 1. In the consolidated financial statements of December 31, 2004, except for the parent company PC SYSTEMS S.A., the subsidiary company SAMARAS S.A., was also included. 2. There are no cases disputed in courts or under arbitration that may significantly affect the financial position or operations of the company. 3. There are no pledges against the company's assets. 4. The basic accounting principles that were used are the same with the ones used for the balance sheet of 12/31/2003. 5. Analysis of consolidated turnover per STAKOD 03 category: a) STAKOD 518.4 "Wholesale of PCs and peripherals" Euro 32,225,463.19, b) STAKOD 525.1 "Retail of PCs and peripherals" Euro 49,684.30, c) STAKOD 713.3 "Leasing of machinery and other PC equipment" Euro 10,219.00, d) STAKOD 722.9 "Consulting regarding Business Software" Euro 220,131.49, e) STAKOD 723.0 "Data processing" Euro 3,520,547.27, f) STAKOD 725.0 "Maintenance and repairing of Machinery and Computer facilities" Euro 2,447,760.53, g) STAKOD 726.0 "Other Information Technology Activities" Euro 15,954,596.33, h) STAKOD 514.9 "Wholesale of other home appliances" Euro 5,553,815.75, i) STAKOD 524.7 "Retail of books and stationary" Euro 260,304.83. 6. The participation in the affiliated companies is recorded according to the acquisition price and not according to the net worth method. 7. The value of owned shares not covered by the formed reserves on owners' equity is subtracted from the owners' equity, according to provisions of article 42e, paragraph 13 of C.L. 2190/20. 8. According to the decisions of the Shareholders' Ordinary General Assembly as of 06/27/2003 a share capital increase was performed in fiscal year 2004 by Euro 59,755 with rights issue due to its personnel stock option plan. There was no difference between the acquisition price and par value. The above share capital increase approved by the protocol K2-15075/10.12.2004 and K2-14884/10.12.2004 of Ministry of Development and the trading of 161.500 new issued shares was approved by the Board of Directors of Athens Stock Exchange during its session on 01/18/2005.

PROFIT AND LOSS ACCOUNT					
DECEMBER 31st 2004 (JANUARY 1st 2004 - DECEMBER 31st 2004)					
	12/31/2004		12/31/2003		
I. Operating results					
Turnover (sales)		60.242.522,69		48.581.151,83	
Less: Cost of goods sold		45.058.852,79		36.795.831,94	
Gross Operating Profit		15.183.669,90		11.785.319,89	
Plus: Other Operating income		418.223,98		438.352,95	
Total		15.601.893,88		12.223.672,84	
LESS: 1. Administrative expenses	2.953.172,61		2.697.955,88		
2. Research & Development expenses	736.677,66		677.007,72		
3. Selling expenses	9.954.409,05	13.644.259,32	7.616.009,50	10.990.973,10	
Operating Results before financial transactions		1.957.634,56		1.232.699,74	
PLUS: 1. Income from participations	408.664,79		0,00		
2. Income from securities	5.665,20		26.600,73		
4. Interest and related income	3.194,90		7.617,45		
	417.524,89		34.218,18		
LESS: 1. Provisions for devaluation of participations and securities	136.588,34		136.588,00		
3. Interest charges and related expenses	754.131,24	-890.719,58	-473.194,69	837.540,77	-939.910,59
Total Net Operating Income before extraordinary items and expenses		1.484.439,87		292.789,15	
II. PLUS: Extraordinary Results					
1. Extraordinary Income		96.080,80		174.206,17	
2. Extraordinary profits		23.301,95		0,00	
3. Prior period income		0,00		35,40	
		119.382,75		174.241,57	
LESS: 1. Extraordinary and non-operating expenses	36.563,69		5.527,83		
2. Extraordinary losses	832.195,82		28.217,90		
3. Prior period expenses	20.894,78	889.654,29	-770.271,54	23.529,62	116.966,22
OPERATING AND EXTRAORDINARY RESULTS		714.168,33		409.755,37	
LESS: Total depreciation		2.102.202,20		1.791.510,27	
Less: Depreciation included in the operation cost		2.102.202,20		1.791.510,27	0,00
Net Income (Profits) before taxes for the period		714.168,33		409.755,37	
Less: Minority Rights		-48.008,17		-24.573,83	
GROUP PROFITS before TAXES		666.160,16		385.181,54	

Marousi, April 26th 2005
CHAIRMAN OF THE BOD & CEO
DIMITRIOS KRASSOPOULOS
 I.D. No P 062705
 VICE PRESIDENT
 CHIEF FINANCIAL OFFICER

ATHANASIOS POULIADIS
 I.D. No R 528252
MARINA ALEXANDRIDI
 I.D. No N 146239

CERTIFIED PUBLIC ACCOUNTANT'S REPORT
To the Board of Directors of "PC SYSTEMS S.A."

We have audited the fifth consolidated balance sheet, the consolidated profit and loss account, the consolidated cash flow and the respective appendix of the company "PC SYSTEMS S.A." and its subsidiaries, for the period ended 31 December 2004, in accordance with the article 108 of corporate law 2190/1920 as amended. We applied the audit procedures we considered necessary for the purpose of our audit, which are in accordance with the rules and principles promulgated by the Body of Certified Public Accountants of Greece and confirmed the agreement of the content of the consolidated annual report with the above consolidated financial statements. Based on our audit we note the following: 1) The provision of the parent company for staff retirement indemnities amounted Euro 15,800 and presented in the Assets account B. "Provisions" is less than the amount ordered of Company Law 2190/1920. In the event that such a provision had been made according to the above law, it would have been amounted to Euro 446,000 approximately, 429,000 of which should have burdened the results of the previous years and Euro 17,000 the closing fiscal year. 2) Included also in the Asset Account C.III "Participations and other long term financial assets" is the amount of Euro 3,859,661 which represents parent's holdings in eight (8) not-listed companies and two (2) joint ventures. Five (5) of these companies (acquisition value Euro 1,357,953) are not audited by a Certified Public Accountant. The valuation of these holdings was made using the acquisition value and not the intrinsic accounting value as the article 43 of Company Law 2190/20 states, having as a result holdings' value to be Euro 3,627,000 higher. The amount of Euro 3,450,000 should have burdened the results of previous fiscal years and the rest amount of Euro 177,000 should have burdened the results of the current fiscal year. 3) Assets account D.II "Receivables" includes also overdue receivables of approximately Euro 3,020,000. In case of loss from the liquidation of these receivables, the company had formed a provision of Euro 21,400. In our opinion, the company should have formed an additional provision amounting to approximately Euro 2,080,000, with an equal reduce in the shareholders' equity. That amount should have burdened the results of previous fiscal years with the amount of Euro 1,080,000 approximately and the rest amount of Euro 1,000,000 should have burdened the results of the current fiscal year. 4) Included also in the Asset Account D.III "Securities" is the value of companies' listed shares amounting to 1,971,763. The Company at 31/12/2004 did not value those shares having as a result the closing fiscal year results to be Euro 267,000 higher. Also the results of the previous fiscal year periods and the capital and reserves are Euro 924,000 and Euro 1,190,000 correspondingly higher. 5) The parent company and its subsidiary, followed the provisions of the Greek Tax Law and burdened the results of the current fiscal year were burdened with the amount of Euro 154,959 that concerns 1/5 of loss from the valuation of securities as of 31/12/2000. That amount based on the provisions of the Corporate Law 2190/1920 should have burden the results of the fiscal year 2000. 6) A tax audit has not been performed on the parent Company for the fiscal years 1999 till 2004 and for its subsidiary for the fiscal years 2003 and 2004. For this reason the tax obligations for these fiscal years have not been finalized yet. According to our opinion, the accompanying consolidated financial statements have been prepared according to corporate law 2190/1920 and present after taking into consideration our above mentioned remarks and the notes provided by the Company, in conformity with legal requirements and the accounting principles which have been applied by the parent company and have been generally accepted and do not differ from those applied in the previous fiscal year, the financial structure, the financial position, the results of operations and the cash flows of the consolidated companies as at 31/12/2004.

Athens, 28 April 2005
 THE CERTIFIED PUBLIC ACCOUNTANT
 KALOGEROPOULOS IOANNIS
 REG.SOEL: 10741
 ALPHA ELEGTIKI S.A.

