

| ASSETS  | Fiscal Year 2003    |                     |                      | Fiscal Year 2002    |                     |                      | CAPITAL AND LIABILITIES                                      |                  |
|---|---------------------|---------------------|----------------------|---------------------|---------------------|----------------------|--|------------------|
|   | Acquisition value   | Depreciation        | Residual Value       | Acquisition Cost    | Depreciation        | Residual Value       | Fiscal Year 2003   | Fiscal Year 2002 |
| <b>B. ESTABLISHMENT EXPENSES</b>                                |                     |                     |                      |                     |                     |                      | <b>A. OWNERS EQUITY</b>                                      |                  |
| 1. Formation and set up expenses                                | 13,046              | 13,045.97           | 0.03                 | 5,977.11            | 5,010.99            | 966.12               | <b>I. Share Capital</b>                                      |                  |
| 4. Other foundation expenses                                    | 1,722,779.17        | 1,232,811.16        | 489,968.01           | 1,722,490.64        | 879,970.67          | 842,519.97           | 1. Paid in capital   | 4,640,014.60     |
|   | <u>1,735,825.17</u> | <u>1,245,857.13</u> | <u>489,968.04</u>    | <u>1,728,467.75</u> | <u>884,981.66</u>   | <u>843,486.09</u>    | <b>II. Premium on capital stock</b>                          | 5,965,014.59     |
| <b>C. FIXED ASSETS</b>  |                     |                     |                      |                     |                     |                      | <b>III. Readjustment differences-investment grants</b>       |                  |
| <b>I. Intangible Assets</b>                                     |                     |                     |                      |                     |                     |                      | 3. Fixed asset investment subsidies                          | 117,985.92       |
| 1. Research and Development Expenses                            | 4,084,410.87        | 3,043,282.18        | 1,041,128.69         | 3,281,076.78        | 2,429,974.78        | 851,102.00           |  |                  |
| <b>II. Tangible assets</b>                                      |                     |                     |                      |                     |                     |                      | <b>IV. Reserves</b>  |                  |
| 3. Buildings and technical works                                | 166,402.67          | 85,231.44           | 81,171.23            | 150,349.85          | 77,222.90           | 73,126.95            | 1. Statutory reserve   | 229,873.14       |
| 4. Machinery-Equipment  | 16,872.75           | 12,920.85           | 3,951.90             | 15,522.75           | 10,336.79           | 5,185.96             | 5. Special law untaxed reserves                              | 437,879.17       |
| 5. Transportation equipment                                     | 524,370.81          | 363,785.66          | 160,585.15           | 497,749.38          | 289,758.89          | 207,990.49           | 6. Reserves for treasury stock acquisition                   | 412,787.22       |
| 6. Furniture and other equipment                                | 3,128,403.47        | 1,827,663.30        | 1,300,740.17         | 3,131,321.37        | 1,214,903.70        | 1,916,417.67         |  |                  |
|   | <u>3,836,049.70</u> | <u>2,289,601.25</u> | <u>1,546,448.45</u>  | <u>3,794,943.35</u> | <u>1,982,222.28</u> | <u>2,202,721.07</u>  | <b>V. Results carried forward</b>                            | 1,080,539.53     |
|   |                     |                     |                      |                     |                     |                      | Period's profits carried forward                             | 2,024,801.02     |
| <b>III. Participations and Other Long-term Financial Assets</b> |                     |                     |                      |                     |                     |                      | <b>VII. Consolidation differences</b>                        | -898,586.59      |
| 1. Participations in subsidiaries                               |                     | 0.00                |                      |                     | 214,224.51          |                      | <b>IX. Minority rights</b>                                   | 1,097,786.37     |
| 2. Participations in other entities                             |                     | 3,824,821.42        |                      |                     | 2,944,104.62        |                      | <b>Total owners equity (A+II+III+IV+V+VI+VII+VIII+IX)</b>    | 14,027,555.44    |
| 3. Other long-term claims                                       |                     | 82,401.51           | 3,907,222.93         |                     | 82,143.27           | 3,240,472.40         | Less: own shares value                                       | -514,839.86      |
|   |                     |                     |                      |                     |                     |                      |  | 13,512,715.58    |
| <b>Total Fixed Assets (C+II+III)</b>                            |                     |                     | 6,494,800.07         |                     |                     | 6,294,295.47         | <b>B. PROVISIONS FOR CONTINGENCIES AND EXPENSES</b>          |                  |
| <b>D. CURRENT ASSETS</b>  |                     |                     |                      |                     |                     |                      | 1. Personnel dismissal and retirement compensation provision | 31,263.54        |
| <b>I. Stocks</b>  |                     |                     |                      |                     |                     |                      | 2. Other provisions  | 0.00             |
| 1. Merchandise  |                     |                     | 3,525,633.31         |                     |                     | 3,672,650.51         | <b>C. LIABILITIES</b>  | 31,263.54        |
| 5. Down payments for stocks                                     |                     |                     | 1,446,091.73         |                     |                     | 17,306.42            | <b>I. Short-term liabilities</b>                             |                  |
|   |                     |                     | <u>4,971,725.04</u>  |                     |                     | <u>3,689,956.93</u>  | 1. Suppliers   | 10,011,782.76    |
| <b>II. Receivables</b>  |                     |                     |                      |                     |                     |                      | 2. Bills payable in foreign currency                         | 138,096.84       |
| 1. Customers  | 26,606,916.10       |                     |                      | 25,053,339.41       |                     | 25,053,339.41        | 2a. Outstanding cheques                                      | 5,806,648.84     |
| Less: Allowances  | 60,161.42           |                     | 26,546,754.68        | 0.00                |                     | 25,053,339.41        | 3. Short-term bank liabilities                               | 12,700,412.28    |
| 2. Bills receivable on hand                                     |                     |                     | 73,265.56            |                     |                     | 0.00                 | 4. Customers down payments                                   | 2,081,318.03     |
| 2a. Notes receivable  |                     |                     | 27,712.89            |                     |                     | 18,114.52            | 5. Tax and duties payable                                    | 568,599.60       |
| 3a. Cheques Receivables   |                     |                     | 1,553,535.60         |                     |                     | 2,832,170.42         | 6. Insurance and pension fund dues                           | 314,702.16       |
| 3b. Cheques receivable (postdated)                              |                     |                     | 468,442.57           |                     |                     | 436,058.07           | 10. Dividends payable  | 199,965.12       |
|   |                     |                     |                      |                     |                     |                      | 11. Sundry creditors   | 679,918.77       |
| 10. Doubtful-disputed customers and debtors                     | 34,554.24           |                     |                      | 34,554.24           |                     | 34,554.24            | Total Liabilities (CII)                                      | 32,501,444.40    |
| Less: Allowances  | 21,400.00           |                     | 13,154.23            |                     |                     | 13,154.24            | <b>D. TRANSIT CREDIT BALANCES</b>                            |                  |
| 11. Sundry debtors  |                     |                     | 767,644.96           |                     |                     | 1,145,127.43         | 2. Accrued expenses  | 79,796.50        |
| 12. Advance and credits control account                         |                     |                     | 47,655.14            |                     |                     | 41,135.13            | <b>TOTAL OWNERS EQUITY AND LIABILITIES (A+B+C+D)</b>         | 46,125,220.02    |
|   |                     |                     | <u>29,498,165.64</u> |                     |                     | <u>29,539,099.22</u> | <b>CREDIT MEMO ACCOUNTS</b>                                  |                  |
| <b>III. Securities</b>  |                     |                     |                      |                     |                     |                      | 2. Credit accounts of guarantees and collateral security     | 12,112,136.02    |
| 1. Shares   | 2,158,517.34        |                     |                      | 2,157,725.34        |                     | 1,474,784.51         | 4. Other memo accounts                                       | 5,307,146.15     |
| Less: Allowances for value decline                              | 682,940.83          |                     | 1,475,576.51         | 682,940.83          |                     | 369,166.47           | 6. Goodwill inflows  | 10,053.91        |
| 4. Treasury Stock   |                     |                     | 1,888,363.73         |                     |                     | 1,843,950.98         |  | 17,429,336.08    |
| <b>IV. Cash</b>   |                     |                     |                      |                     |                     |                      |  | 14,092,681.63    |
| 1. Cash on hand   |                     |                     | 352,052.84           |                     |                     | 430,278.95           |  |                  |
| 3. Sight and time deposits                                      |                     |                     | 2,088,443.32         |                     |                     | 5,608,467.64         |  |                  |
|   |                     |                     | <u>2,440,496.16</u>  |                     |                     | <u>6,038,746.59</u>  |  |                  |
| <b>Total Current Assets (D+II+III+IV)</b>                       |                     |                     | 38,798,750.57        |                     |                     | 41,111,753.72        |  |                  |
| <b>E. TRANSIT DEBIT BALANCES</b>                                |                     |                     |                      |                     |                     |                      |  |                  |
| 1. Prepaid expenses   |                     |                     | 22,635.65            |                     |                     | 57,040.98            |  |                  |
| 2. Non-current receivables from currently-earned income         |                     |                     | 3,358.69             |                     |                     | 87,682.40            |  |                  |
|   |                     |                     | <u>315,707.00</u>    |                     |                     | <u>1,100,000.00</u>  |  |                  |
| <b>GRAND TOTAL ASSETS (B+C+D+E)</b>                             |                     |                     | 46,125,220.02        |                     |                     | 49,494,258.66        |  |                  |
| <b>DEBIT MEMO ACCOUNTS</b>                                      |                     |                     |                      |                     |                     |                      |  |                  |
| 2. Debit accounts of guarantees and collateral security         |                     |                     | 12,112,136.02        |                     |                     | 8,036,122.79         |  |                  |
| 4. Other memo accounts  |                     |                     | 5,307,146.15         |                     |                     | 6,056,558.84         |  |                  |
| 6. Goodwill shareholders  |                     |                     | 10,053.91            |                     |                     | 0.00                 |  |                  |
|   |                     |                     | <u>17,429,336.08</u> |                     |                     | <u>14,092,681.63</u> |  |                  |

**Notes:** 1. In the consolidated financial statements of December 31, 2003, except for the parent company PC SYSTEMS S.A., the subsidiary companies SAMARAS S.A., while the previous year ALFAWARE S.A. was also included. The total number of employed personnel on 12/31/2003 is 342 individuals. 3. There are no cases disputed in courts or under arbitration that may significantly affect the financial position or operations of the companies. 4. There are no pledges against the company's assets. 5. The basic accounting principles that were used are the same with the ones used for the balance sheet of 12/31/2002. Analysis of consolidated turnover per STAKOD 03 category: a) STAKOD 518.4 "Wholesale of PCs and peripherals" Euro 32,973,559.84, b) STAKOD 525.1 "Retail of PCs and peripherals" Euro 51,344.35, c) STAKOD 213.3 "Leasing of machinery and other PC equipment" Euro 165,685.76, d) STAKOD 722.9 "Consulting regarding Business Software" Euro 306,804.72, e) STAKOD 723.0 "Data processing" Euro 592,217.84, STAKOD 725.0 "Maintenance and repairing of Machinery and Computer facilities" Euro 1,526,802.15 and f) STAKOD 726.0 "Other Information Technology Activities" Euro 6,354,423.98, g) STAKOD 514.9 "Wholesale of other home appliances" Euro 6,338,599.63, h) STAKOD 524.7 "Retail of books and stationary" Euro 271,713.56. 7. The participation in the affiliated companies are recorded according to the acquisition price and not according to the net worth method. 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. 9. According to the decisions of the Shareholders' Ordinary General Assembly as of 6/27/2003 a share capital increase was performed in fiscal year 2003 by 87,338.50 with rights issue due to its personnel stock option plan. The difference between the acquisition price and par value was transferred to the Capital and Liabilities account A.II "Paid in capital in excess of par". The above share capital increase approved by the protocol K2-15368/12.1.2004 of Ministry of Development and the entrance of the 236,050 new issued shares in the market approved by the Board of Directors of Athens Stock Exchange at 01/15/2004.

| PROFIT AND LOSS ACCOUNT AS OF DECEMBER 31st 2001 (1.01-31.12.01) |                  |                  |  |
|--|------------------|------------------|--|
|  | Fiscal year 2003 | Fiscal Year 2002 |  |
| <b>I. OPERATING RESULTS</b>                                      |                  |                  |  |
| Turnover (Sales)   | 48,581,151.83    | 51,631,347.43    |  |
| Less: Cost of Goods Sold   | 36,795,831.94    | 39,814,236.39    |  |
| <b>GROSS OPERATING PROFIT</b>                                    | 11,785,319.89    | 11,817,111.04    |  |
| Plus: Other Operating Income                                     | 438,352.95       | 604,669.43       |  |
| <b>Total</b>   | 12,223,672.84    | 12,421,780.47    |  |
| Less: 1. Administrative Expenses                                 | 2,697,955.88     | 2,885,912.22     |  |
| 2. Research & Development Expenses                               | 677,007.72       | 719,485.37       |  |
| 3. Selling Expenses  | 7,616,009.51     | 10,990,973.10    |  |
| <b>OPERATING RESULTS before financial transactions</b>           | 1,232,699.74     | 1,372,005.23     |  |
| Plus: 2. Income from securities                                  | 26,600.73        | 21,193.55        |  |
| 4. Interest and related income                                   | 7,617.45         | 18,709.56        |  |
|  | 34,218.18        | 39,903.11        |  |
| Less: 1. Participation and securities decline value              | 136,588.00       | 136,588.16       |  |
| 3. Interest charges and related expenses                         | 837,540.77       | 974,128.77       |  |
|  | -939,910.59      | 1,111,580.35     |  |
| <b>TOTAL NET OPERATING INCOME</b>                                | 292,789.15       | 300,327.99       |  |
| <b>II. Plus: Extraordinary Results</b>                           |                  |                  |  |
| 1. Extraordinary income  | 174,206.17       | 160,842.70       |  |
| 2. Extraordinary profits   | 0.00             | 1,245.13         |  |
| 3. Prior period income   | 35.40            | 59.96            |  |
|  | 174,241.57       | 162,147.79       |  |
| Less: 1. Extraordinary and nonoperating expenses                 | 5,527.83         | 24,237.40        |  |
| 2. Extraordinary losses  | 28,217.90        | 0.00             |  |
| 3. Prior period expenses   | 57,275.35        | 116,966.22       |  |
|  | 409,755.37       | 51,063.86        |  |
| <b>OPERATING AND EXTRAORDINARY RESULTS</b>                       |                  |                  |  |
| Less: Total Depreciation   | 1,791,510.27     | 1,576,606.88     |  |
| Less: Depreciation Included in the operating cost                | 1,791,510.27     | 1,576,606.88     |  |
|  | 0.00             | 0.00             |  |
| <b>TOTAL NET INCOME before TAXES</b>                             | 409,755.37       | 411,411.92       |  |
| Less: Minority rights  | -24,573.83       | -190,269.67      |  |
| <b>Group's consolidated Net Income before Taxes</b>              | 385,181.54       | 221,142.25       |  |

CERTIFIED AUDITOR'S - ACCOUNTANT'S REPORT  
To the Board of Directors of "PC SYSTEMS S.A." and the affiliates.

We have audited, according to the article 108 of Corporate Law 2190/2002, the forth Consolidated Financial Statements, the relative Consolidated Appendix and the Consolidated Cash Flow Statement of the company "PC SYSTEMS S.A." and its subsidiary "SAMARAS S.A." for the fiscal year ended on 31st December 2003. Our audit has been made within the framework of the rules and principles followed by the Body of Certified Public Accountants of Greece and the auditing procedures we have considered necessary. We have checked the agreement of the Consolidated Board of Directors' Report with the above Consolidated Financial Statements.

From our audit we have concluded to the following:

1) The company based on the decision no. 205/1988 of the Plenary Session of the Administration Legal Advisors and the article 10 of L. 2065/1992 did not make a provision for staff termination indemnities assuming the simultaneous dismissal of all employees. In the event that such a provision had been made, it would be amounted to Euro 512,000.00 approximately, out of which an amount of Euro 111,000.00 approximately should have burdened the results of the closing fiscal year.

2) In the Assets Account C.II "Participations and other long term financial assets" is included an amount of Euro 3,824,821.42 which represents the participation's acquisition value in eight(8) not-listed companies and a new established joint venture. Four (4) of these companies (acquisition value Euro 1,347,952.90) are not audited by Certified Public Accountant. The valuation of these participations was made according to their acquisition value and not according to their internal accounting value as it is provided by the Corporate Law 2190/2002, having as a result "the participations to the related companies" value to be overstated by Euro 2,544,352.51. The amount of Euro 2,023,719.61, should have burdened the results of previous fiscal years and the rest amount of Euro 520,632.90 should have burdened the results of the current fiscal year.

3) The results of the current fiscal year as well as the previous one, have burdened with the amount of Euro 154,959.25 that concerns the 1/5 of loss arising from the valuation of securities of total Euro 774,796.43 as of 31/12/2000, which the parent company and its subsidiary, based on article 37 of L. 2874/2000, amortises within a five-year period starting from 31/12/2000. The remaining sum of this loss at 31/12/2003 (Euro 154,959.25) remains in the Asset Account B.I "Other establishment expenses".

4) In the Assets Account D.III.1 "Shares" is included the value of Euro 1,475,576.51 representing shares of listed companies in the Athens Stock of Exchange. The Company at 31/12/2003 did not value these shares having as a result the closing fiscal year's results to be overstated by Euro 303,125.89 and the results of the previous fiscal year results also overstated by Euro 683,634.43 and the capital and reserves to be totally overstated by Euro 986,760.32.

5) In the Assets Account D.II "Claims" are also included overdue claims of approximately Euro 2,800,000. For probable loss that would come up by their liquidation, the company has made a provision of Euro 81,531.42. In our opinion, the company should have made an additional provision amounting to approximately Euro 1,100,000.

6) The Parent Company and its subsidiary have not been audited by the Tax Authorities for the fiscal years 1999 until 2003, and for this reason its tax obligations for these fiscal years have not been finalized yet.

According to our opinion those Consolidated Financial Statements, after taking into consideration our above mentioned remarks and the notes provided by the Company, have been made according to the Corporate Law 2190/2002 and represent the asset structure and the financial position of the parent company and all the companies which take part in the consolidation on 31st December 2003, and the results and Cash Flow Statement for the period ending on that date, in conformity with the legal requirements and the accounting principles which have been generally accepted and do not differ from those applied in the previous fiscal year.

Athens April 29, 2004  
The Auditor - Chartered Accountant  
Ioannis Kalogeropoulos  
Record Number 10741  
K&V CERTIFIED AUDITORS-ACCOUNTANTS S.A.  
BAKER TILLY INTERNATIONAL