

LAN-NET S.A. INDUSTRY OF TRADE & TELECOMMUNICATIONS
S.A. Reg No. 2640/06/B/86/03
FINANCIAL STATEMENTS AS OF SEPTEMBER 30th 2003 (JANUARY 1st - SEPTEMBER 30th 2003)
AMOUNTS IN €

ASSETS			CAPITAL & LIABILITIES	
	09/30/2003	09/30/2002	09/30/2003	09/30/2002
Accumulated Ammortization (Written-down value)	5.108.930,73	1.860.035,47	Paid in share capital	30.039.040,00
Fixed Assets	27.094.374,64	45.730.789,16	Reserves & other equity accounts	5.756.992,10
Less: Depreciation	-3.264.759,46	-18.746.468,46	Periods loss carried forward	-11.074.592,34
Participations and other Long Term Assets	99.854,27	104.715,96	Results of the current period	10.673.039,90
Stocks	1.050.015,76	1.329.124,95	Provisions	1.259.201,76
Customers	20.122.654,35	9.672.106,20	Long Term Liabilities	15.000.000,00
Other Receivables	17.158.299,90	3.705.326,60	Short Term Liabilities	20.548.985,64
Securities	202.291,65	0,00	Transit Credit Balances	104.785,19
Cash	2.010.281,51	1.802.365,11		
Transit Debit Balances	2.725.508,90	701.293,24		
TOTAL ASSETS	72.307.452,25	46.159.288,23	TOTAL LIABILITIES AND EQUITY	72.307.452,25
				46.159.288,23
DEBIT MEMO ACCOUNTS	58.831,99	71.826,82	CREDIT MEMO ACCOUNTS	58.831,99
				71.826,82

NOTES:

1) The merger of the company via absorption of "LAN-NET COMMUNICATIONS S.A." was executed in accordance with the decision of the shareholders' General Meeting as of 06/29/2002.

The aforesaid merger was approved by the K-8928/ 07-16-2002 decision of the Ministry of Development. By the said decision, the share capital increased by EURO 26,459,840 with the issue of 7,744,000 registered shares and simultaneous change in par value from EURO 0.75 to EURO 2.51.

2) Investments in Fixed Assets for the period 1/1 - 09/30/2003 amounted to € 3,281,766.99

3) Average employed personnel for the period 1/1 - 09/30/2003: 212 individuals

4) There are no pledges nor mortgages against the company's fixed assets.

5) The company, as far as telecommunications sector is concerned, based on article 1 of P.D. 100/1998 and the tax circular 1051542/MIN. of ECON./POL 1122/1998, regarding new corporations will not depreciate the tangible assets of former "LAN-NET TELECOMMUNICATIONS S.A." for 3 years starting from fiscal year 2001.

6) A tax audit has been conducted on the company until fiscal year 2001.

7) Following the decision of the Shareholders' Ordinary General Meeting as of 6/20/2003, on 09/04/2003 the assets of the industrial sector were transferred and thus the company as of this date is operating as a telecommunications company. The company, within the framework of the 94/02/13/2003 decision of the ATHEX Board of directors relating to the change in its activities, has issued an Information Memorandum.

8) Turnover is analysed by code of activity (STAKOD-2003) as follows:

	1/1-09/30/2003	1/1-09/30/2002
STAKOD 642.0 Telecommunications	35.667.777,95	9.884.471,91
STAKOD 514.3 Wholesale of electrical house appliances	713.139,12	833.170,47
STAKOD 173.0 Finishing of textile products	5.728.379,18	7.234.572,64
	42.109.296,25	17.952.215,02

PROFIT AND LOSS ACCOUNT for the Period January 1-March 31st 2003

	09/30/2003	09/30/2002
REVENUES		
Revenues from Sales	42.109.296,25	17.952.215,02
Less: Cost of Goods Sold	22.673.004,32	11.476.288,42
GROSS OPERATING PROFIT	19.436.291,93	6.475.926,60
Plus: Other operating income	51.609,04	1.570,10
Less: Administrative Expenses	2.976.355,23	2.293.721,70
Research & Development Expenses	245.434,84	284.390,10
Selling expenses	14.804.606,61	6.554.890,46
OPERATING RESULTS before financial results	1.461.504,29	-2.655.505,56
Financial Results(+ -)	-896.513,60	-336.537,66
TOTAL NET OPERATING INCOME	564.990,69	-2.992.043,22
Plus: Nonoperating Income-Profits	10.577.212,09	249.580,56
Less: Nonoperating Expenses-Losses	469.162,88	64.703,29
NET INCOME	10.673.039,90	-2.807.165,95
Total Depreciation	1.623.422,97	1.401.359,32
Less: Depreciation Included in the operating cost	1.623.422,97	0,00
TOTAL NET INCOME BEFORE TAXES	10.673.039,90	-2.807.165,95

**THE CHAIRMAN OF THE BOARD
OF DIRECTORS**

THOMAS CH. LANARAS
I.C. No Ε.237865

THE CHIEF EXECUTIVE OFFICERS

STAVROS I. PAPANAGIOTOU
I.C. No Ε.686393

DIMITRIOS E. RAIKOS
I.C. No Α.452440

THE FINANCIAL MANAGER

FILIPPOS S. KANTARAKIS
I.C. No. Ε. 177086/86

**THE CHIEF
ACCOUNTANT**

STAMATIS K. TSARDAKAS
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