

LANNET TELECOMMUNICATIONS S.A.				
REG. No. S.A. 2640/06/B/86/03 - Location: Konstantinoupoleos str. 1 & Kifissou str., Peristeri Attikis -Internet address:www.lannet.gr				
Data and information of period January 1, 2005 to June 30, 2005 (amounts in Euro)				
The data and information following below aim to present a general information for the financial position and the results of the company "LAN-NET TELECOMMUNICATIONS S.A.". Therefore, we recommend the reader to go back at company's internet address where the interim financial statements are setting up in accordance with the International Accounting Standards as well the certified accountant auditor's review report where it is demanded, before any reader will proceed to an investment or any other transaction with the Company.				
Certified Accountant Auditor: Theodoros G. Zervos SOEL R.N. 17591 Auditing Company: BKR PROTYPOS ELEGGTIKI S.A. Review report: Positive opinion				
BALANCE SHEET as of June 30, 2005		CASH FLOW STATEMENT		
	<u>30/6/2005</u>	<u>31/12/2004</u>		<u>30/6/2005</u> <u>30/6/2004</u>
ASSETS			Cash flows from operating activities	
Tangible assets	31.768.584	32.720.044	Loss before taxes	-9.741.245 -10.791.988
Intangible assets	3.569.124	3.569.124	Plus /Less adjustments:	
Inventories	1.971.210	2.095.578	Depreciations	2.179.307 2.449.403
Trade Debtors	22.515.514	24.794.893	Results from investing activities	989.726 342.025
Other assets	7.436.788	10.246.377	Debit interest and similar expenses	1.073.926 837.850
Cash and cash equivalents	3.796.794	2.850.171	Operating loss before working capital changes	-5.498.286 -7.162.710
TOTAL ASSETS	71.058.014	76.276.187	Decrease of inventories	124.368 275.062
LIABILITIES			Decrease of receivables	2.631.141 4.431.858
Long-term liabilities	16.622.396	13.839.433	Increase of current liabilities (except from banks)	5.259.157 7.082.935
Other long-term liabilities	209.902	209.902	Cash generated from operations	8.014.666 11.789.855
Bank borrowings	8.338.073	11.857.121	Debit interest and similar expenses paid	-1.073.926 -837.850
Other current liabilities	31.702.752	26.443.595	Total cash flows from / used in operating expenses (a)	1.442.454 3.789.295
Total liabilities (a)	56.873.123	52.350.051	Cash flows from investing activities	
Retained Earnings (b)	14.184.891	23.926.136	Purchase of property, plan and equipment and intangible fixed assets	-196.847 -2.001.655
TOTAL LIABILITIES (a+b)	71.058.014	76.276.187	Purchase of securities	-975.618
			Interest received	-11.407 -42.504
			Decrease /(increase) long-term receivables	2.457.827 968.572
			Total cash flows from / used in investing expenses (b)	1.273.955 -1.075.587
PROFIT AND LOSS OF PERIOD 1/1-30/6/2005				
	<u>1/1-30/6/2005</u>	<u>1/1-30/6/2004</u>	<u>1/4-30/6/2005</u>	<u>1/4-30/6/2004</u>
Sales	28.789.070	36.293.523	15.511.010	19.903.071
Gross profit /(Loss)	12.774.679	16.042.229	5.974.276	7.515.537
Profit /(Loss) before taxes, finance and investment results	-7.677.594	-9.612.112	-4.189.834	-8.187.978
Profit /(Loss) before taxes, finance and investment results and depreciations	-5.498.287	-7.162.709	-3.159.782	-6.888.754
Profit /(Loss) before taxes	-9.741.245	-10.791.988	-5.859.161	-8.966.036
Less Taxes				
Profit /(Loss) after taxes	-9.741.245	-10.791.988	-5.859.161	-8.966.036
Allocated at:				
Company's shareholders	-9.741.245	-10.791.988	-5.859.161	-8.966.036
RETAINED EARNINGS CHANGE OF PERIOD 1/1-30/6/2005				
	<u>30/6/2005</u>	<u>30/6/2004</u>		
Retained earnings at the beginning of period	23.926.136	39.403.595		
Loss /(Profit) of period, after taxes	-9.741.245	-10.791.988		
Retained earnings at the end of period	14.184.891	28.611.607		
Peristeri, September 26, 2005				
PRESIDENT OF BOARD OF DIRECTORS	AUTHORIZED CONSULTANT	FINANCIAL MANAGER	ACCOUNTING MANAGER	
THOMAS CH. LANARAS I.C. X.085877/03	Per g. Dahl PASS.N. 34522534 from SWEDEN	GEORGE CH. KARAPLIS I.C. P.551771/97	STAMATIS K. TSARDAKAS I.C. I. 253446/77 LICENSE G.C.E. A'CLASS 20046	
				1. REVIEW REPORT To the Shareholders of the Company "LANNET TELECOMMUNICATIONS S.A." We have reviewed the accompanying interim financial statements of LANNET TELECOMMUNICATIONS S.A. , as of and for the six-month period ended 30 June 2005. These interim financial statements are the responsibility of the Company's management. We conducted our review in accordance with the International Standard on Review Engagements, which is based on the Greek Review Standard. This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the interim financial statements are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data, and thus provides less assurance than an audit. We have not performed an audit and, accordingly, we do not express an audit opinion. Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim financial statements do not give a true and fair view in accordance with the International Financial Reporting Standards that have been adopted by the European Union. Without, expressing any reservation regarding the results of our review, we bring to your attention to the note 6.20 of the financial statements the fact, that the company has not been audited by the Tax Authorities up to the year 2001 and the absorbed company "LANTEK TELECOMMUNICATIONS S.A." up to the year 2002 and as a consequence, there is a and as a consequence, there is a possible charge of added taxes and increments at the time these years will be audited and finalized. The result of the tax audits is not possible to be predicted and therefore, no relative provision has been formed in the financial statements. Athens, September 29, 2005 The Certified Public Accountants Theodoros G. Zervos Soel R.N. 17591 BKR PROTYPOS ELEGGTIKI S.A. Certified Auditors - Accountants - Business Consultants An Independent Member of BKR International

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Athens, September 29, 2005
The Certified Public Accountants

Theodoros G. Zervos
Soel R.N. 17591
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