



CH. K. TEGOPOULOS EDITIONS S.A.

**REFORMULATED INTERIM FINANCIAL STATEMENTS
OF THE COMPANY & THE GROUP**

1st JANUARY 2006 - 30th JUNE 2006

**ACCORDING TO THE INTERNATIONAL FINANCIAL REPORTING
STANDARDS (IFRS)**

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CERTIFIED AUDITOR'S REPORT

To the Shareholders of CH. K. TEGOPOULOS EDITIONS S.A.

We have reviewed the accompanying interim consolidated financial statements of “CH.K. TEGOPOULOS EDITIONS S.A.”, as of and for the three month period ended 31 March 2006. These interim consolidated financial statements are the responsibility of the Company's management.

We conducted our review in accordance with the International Standard on Review Engagements, as it is demanded by the Greek Auditing Standards. The critical assessment of the information and data incorporated in the interim financial statements and the assurance of enough explanation on the issues we set to the financial and accounting services of the company, corporate the main part of our work. The width of this work is consequently minor than that performed when Auditing Report is required, where the target is the reformation and statement of a complete opinion on the consolidated financial statements. Consequently, the current report does not compose an Auditing Report.

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim consolidated financial statements do not give a true and fair view (or are not presented fairly, in all material respects) in accordance with the International Financial Reporting Standards that have been adopted by the European Union.

Athens 22 November 2006
THE AUDITOR ACCOUNTANT

ALEXANDROS P. SFYRIS
SOEL 14871

SOL S.A. Certified Public Accountants Auditors

INTERIM BALANCE SHEET

	notes	THE GROUP		THE COMPANY	
		30.06.2006	31.12.2005	30.06.2006	31.12.2005
ASSETS					
Non current assets					
Tangible assets	5.1	68.329.568,43	70.589.943,27	68.329.568,22	70.589.943,06
Investments in subsidiaries		0,00	0,00	0,00	0,00
Investments in associates	2.2.2	3.331.635,41	3.067.941,65	2.074.886,00	2.074.886,00
Financial assets available for sale	5.2	181.953,37	158.147,94	181.953,37	158.147,94
Deffered income tax	5.3	4.144.478,67	4.282.991,80	3.713.048,91	3.879.787,50
Other receivables	5.4	21.135,42	21.110,42	21.145,18	21.120,18
Total of non current assets		76.008.771,30	78.120.135,08	74.320.601,68	76.723.884,68
Current assets					
Inventories	5.5	5.048.683,64	3.986.110,93	5.045.056,06	3.982.663,06
Trade and other receivables	5.6	34.282.816,04	33.902.582,17	35.166.120,75	33.654.383,57
Financial assets available for sale	5.7	4.579.942,23	15.211.495,80	4.579.942,23	15.211.495,80
Cash and cash equivalents	5.8	5.500.410,02	3.526.253,80	4.649.083,25	2.732.613,24
Total of current assets		49.411.851,93	56.626.442,70	49.440.202,29	55.581.155,67
Total of assets		125.420.623,23	134.746.577,78	123.760.803,97	132.305.040,35
OWN CAPITAL AND LIABILITIES					
OWN CAPITAL					
Share capital	5.9	27.273.817,00	27.273.817,00	27.273.817,00	27.273.817,00
Above par		51.396.268,09	51.396.268,09	51.396.268,09	51.396.268,09
Own shares		0,00	-1.085.311,77	0,00	-1.085.311,77
Reserves at fair value		12.100.372,94	9.866.605,14	12.253.819,93	10.020.052,13
Other reserves		-705.267,41	-571.340,54	-706.466,64	-572.539,77
Retained earnings		-22.516.053,87	-18.330.533,41	-23.176.454,97	-18.574.482,16
Own capital given to the shareholders of the company		67.549.136,75	68.549.504,51	67.040.983,41	68.457.803,52
Minority rights		175.191,59	169.739,25	0,00	0,00
Total of own capital		67.724.328,34	68.719.243,76	67.040.983,41	68.457.803,52
LIABILITIES					
Long term liabilities					
Long term bank loans	5.10	10.930.600,00	15.100.000,00	10.930.600,00	15.100.000,00
Other long term liabilities	5.11	0,00	0,00	0,00	0,00
Deffered income tax	5.12	4.052.423,43	4.520.348,67	4.052.423,43	4.520.348,67
Provisions for benefits to the employees	5.13	10.566.218,10	10.070.618,26	8.991.215,70	8.516.775,26
Other provisions	5.14	2.469.841,71	2.513.294,89	2.469.841,71	2.513.294,89
Grants of assets		2.372.079,91	2.540.998,79	2.372.079,91	2.540.998,79
Total of long term liabilities		30.391.163,15	34.745.260,61	28.816.160,75	33.191.417,61
Short term liabilities					
Suppliers and other liabilities	5.15	24.105.131,74	19.980.084,97	24.703.659,81	19.353.830,78
Current income tax	5.16	0,00	0,00	0,00	0,00
Short term loans	5.17	3.200.000,00	11.165.660,51	3.200.000,00	11.165.660,51
Provisions and other liabilities	5.18	0,00	136.327,93	0,00	136.327,93
Total of short term liabilities		27.305.131,74	31.282.073,41	27.903.659,81	30.655.819,22

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 01.01.2006 – 30.06.2006

Total of liabilities	<u>57.696.294,89</u>	<u>66.027.334,02</u>	<u>56.719.820,56</u>	<u>63.847.236,83</u>
Total of own capital and liabilities	<u>125.420.623,23</u>	<u>134.746.577,78</u>	<u>123.760.803,97</u>	<u>132.305.040,35</u>

INTERIM EQUITY STATEMENT

Notes	01.01 - 30.06.2006	01.01 - 30.06.2005	01.04 - 30.06.2006	01.04 - 30.06.2005
THE GROUP				
Sales	6.1 65.080.715,32	56.092.856,89	38.108.238,21	29.525.201,66
Cost of sales	6.2 -49.541.778,54	-40.439.956,54	-28.969.488,62	-20.722.323,60
Mixed operating results	15.538.936,78	15.652.900,35	9.138.749,59	8.802.878,06
Other operating results	6.3 427.779,04	415.297,13	209.698,27	202.390,67
Administrative expenses	6.4 -18.429.790,69	-12.192.506,06	-10.372.459,16	-6.198.251,61
Disposal expenses	6.5 -2.533.421,67	-2.431.043,83	-1.351.890,58	-1.239.650,07
Financial results (net)	6.6 747.498,23	493.327,55	-110.859,27	-25.247,92
Earnings from related companies	6.7 263.693,76	178.045,94	195.364,73	89.022,97
TOTAL NET RESULTS (before taxes)	-3.985.304,55	2.116.021,08	-2.291.396,42	1.631.142,10
Income tax	6.8 -194.763,57	-462.738,78	-217.996,14	-484.740,73
NET RESULT (LOSS) FOR THE PERIOD	-4.180.068,12	1.653.282,30	-2.509.392,56	1.146.401,37
Divided in:				
Shareholder's of the company	-4.185.520,46	1.651.663,80	-2.514.885,14	1.144.590,99
Minority Rights	5.452,34	1.618,50	5.462,58	1.810,38
NET RESULT (LOSS) FOR THE PERIOD	-4.180.068,12	1.653.282,30	-2.509.392,56	1.146.401,37
GAINS / (LOSS) AFTER TAXES PER SHARE	-0,077	0,030	-0,046	0,021
H ETAIPEIA				
Sales	6.1 65.060.869,39	56.090.269,59	38.094.863,67	29.524.287,72
Cost of sales	6.2 -47.439.138,27	-39.485.236,06	-27.227.848,07	-20.251.647,76
Mixed operating results	17.621.731,12	16.605.033,53	10.867.015,60	9.272.639,96
Other operating results	6.3 430.351,40	417.844,31	211.076,21	219.803,68
Administrative expenses	6.4 -20.519.429,33	-12.927.887,08	-11.900.342,76	-6.379.402,27
Disposal expenses	6.5 -2.658.414,83	-2.716.447,89	-1.521.292,70	-1.562.733,84
Financial results (net)	6.6 738.320,27	669.430,25	-120.612,35	149.487,78
Earnings from related companies	6.7 0,00	0,00	0,00	0,00
TOTAL NET RESULTS (before taxes)	-4.387.441,37	2.047.973,12	-2.464.156,00	1.699.795,31
Income tax	6.8 -214.531,44	-488.122,88	-223.651,28	-488.122,88
NET RESULT (LOSS) FOR THE PERIOD	-4.601.972,81	1.559.850,24	-2.687.807,28	1.211.672,43
GAINS / (LOSS) AFTER TAXES PER SHARE	-0,084	0,029	-0,049	0,023

INTERIM CASH FLOW STATEMENT

	THE GROUP		THE COMPANY	
	<u>30.06.2006</u>	<u>30.06.2005</u>	<u>30.06.2006</u>	<u>30.06.2005</u>
<u>Operating activities</u>				
Profit before taxes	-3.985.304,55	2.116.021,08	-4.387.441,37	2.047.973,12
Plus/ minus adjustments for:				
Depreciations	2.193.152,68	2.071.112,14	2.193.152,68	2.071.112,14
Provisions	567.559,84	392.750,82	546.440,44	296.294,79
Other non cash assets	0,00	0,00	0,00	0,00
Exchange rate differences	0,00	0,00	0,00	0,00
Results (income, expenses, profit and loss) from investing activities	-1.390.265,51	-744.522,01	-1.113.982,31	-739.416,65
Debit interest and similar expenses	379.073,52	73.148,52	375.662,04	69.986,40
Plus/Minus adjustments due to exchanges in working capital or that are related to the operating activities :				
Decrease / Increase of Inventories	-1.062.572,71	-250.193,97	-1.062.393,00	-245.706,36
Decrease / Increase of Receivables	-63.319,91	507.797,64	-61.692,19	346.924,67
Decrease / Increase of payable accounts (except banks)	4.357.434,82	-1.010.069,49	4.451.243,58	-886.750,11
Minus:				
Credit interest and similar expenses given	-379.073,52	-73.148,52	-375.662,04	-69.986,40
Paid income tax	-805.114,79	-797.673,63	-798.814,73	-760.851,49
<i>Total inflows / outflows generated form operating activities (a)</i>	<u>-188.390,13</u>	<u>2.285.222,58</u>	<u>-233.486,90</u>	<u>2.129.580,11</u>
<u>Investing Activities</u>				
Purchase of subsidiaries , associates and other investments	65.122,95	-1.290.616,88	65.122,95	-1.290.616,88
Purchase of tangible and intangible assets	2.416,27	20,30	2.416,27	20,30
Proceeds from sale of tangible and intangible assets	14.235.800,01	0,00	14.235.800,01	0,00
Interest received	26.825,55	59.473,67	14.236,11	54.729,21
Dividends received	0,00	684.687,44	0,00	684.687,44
<i>Total inflows / outflows generated form investing activities (b)</i>	<u>14.330.164,78</u>	<u>-546.435,47</u>	<u>14.317.575,34</u>	<u>-551.179,93</u>
<u>Financing Activities</u>				
Proceeds from increase of participial capital	0,00	0,00	0,00	0,00
Proceeds from issuance of loans	5.703.655,11	30.000.000,00	5.703.655,11	30.000.000,00
Repayment of loans	-17.838.715,62	0,00	-17.838.715,62	0,00
Repayment of finance lease liabilities (annuity)	-32.445,08	0,00	-32.445,08	0,00
Capital Return	0,00	-30.304.962,24	0,00	-30.304.962,24
Dividends paid	-112,84	-3.819.869,76	-112,84	-3.819.869,76
<i>Total of inflows / outflows generated from financing activities (c)</i>	<u>-12.167.618,43</u>	<u>-4.124.832,00</u>	<u>-12.167.618,43</u>	<u>-4.124.832,00</u>
Net increase / decrease in cash and cash equivalents for the period (a)+(b)+(c)	<u>1.974.156,22</u>	<u>-2.386.044,89</u>	<u>1.916.411,01</u>	<u>-2.546.431,82</u>
Cash and cash equivalents at the starting period	<u>3.526.253,80</u>	<u>10.052.954,74</u>	<u>2.732.613,24</u>	<u>9.566.361,87</u>

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Cash and cash equivalents at the closing period	5.500.410,02	7.666.909,85	<u>4.649.083,25</u>	<u>7.019.930,05</u>
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INTERIM STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD THAT ENDED ON THE 30.06.2006

	THE GROUP							Total of equity
	Share capital	Above par	Own shares	Inventories at fair value	Other inventories	Retained earnings	Minority Rights	
Balance 01.01.2005	16.364.290,20	92.852.469,93	-1.324.224,57	10.395.633,84	-571.340,54	-13.306.337,92	168.819,48	104.579.316,42
- Readjustment of tangible assets				353.302,46				353.302,46
- Valuation of available for sale financial assets				-3.184.014,46				-3.184.014,46
Changes of relative companies directly to the equity				-34.531,18				-34.531,18
- Income tax to and from equity						-372.386,21		-372.386,21
Net profit (loss) recognised in equity	0,00	0,00	0,00	-2.865.243,18	0,00	-372.386,21	0,00	3.237.629,39
- Profit /loss for the period						1.651.663,80	1.618,50	1.653.282,30
Total profit/ loss for the period	0,00	0,00	0,00	-2.865.243,18	0,00	1.279.277,59	1.618,50	-1.584.347,09
- Dividends paid						-3.788.470,28		-3.788.470,28
- Raise of Share Capital	10.909.526,80							10.909.526,80
- Capitalization- Distribution of reserves- decrease of Capital		-41.456.201,84						-41.456.201,84
- Own Shares			238.912,80					238.912,80
Balance 30.06.2005	27.273.817,00	51.396.268,09	-1.085.311,77	7.530.390,66	-571.340,54	-15.815.524,61	170.437,98	68.898.736,81
Balance 01.01.2006	27.273.817,00	51.396.268,09	-1.085.311,77	9.866.605,14	-571.340,54	-18.330.533,41	169.739,25	68.719.243,76
- Readjustment of tangible assets				541.515,94				541.515,94
- Valuation of available for sale financial assets				1.692.251,86				1.692.251,86
Changes of relative companies directly to the equity								0,00
Net profit (loss) recognised in equity	0,00	0,00	0,00	2.233.767,80	0,00	0,00	0,00	2.233.767,80
- Profit /loss for the period						-4.185.520,46	5.452,34	-4.180.068,12
Total profit/ loss for the period	0,00	0,00	0,00	2.233.767,80	0,00	-4.185.520,46	5.452,34	-1.946.300,32
- Own Shares			1.085.311,77		-133.926,87			951.384,90
Balance 30.06.2006	27.273.817,00	51.396.268,09	0,00	12.100.372,94	-705.267,41	-22.516.053,87	175.191,59	67.724.328,34

INTERIM STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD THAT ENDED ON THE 30.06.2006

	THE COMPANY						
	Share capital	Above par	Own shares	Inventories at fair value	Other inventories	Retained earnings	Total of equity
Balance 01.01.2005	16.364.290,20	92.852.469,93	-1.324.224,57	10.480.018,47	-572.539,77	-13.231.812,42	104.568.201,84
- Readjustment of tangible assets				353.302,46			353.302,46
- Valuation of available for sale financial assets				-3.184.014,46			- 3.184.014,46
- Income tax to and from equity						-372.383,21	-372.383,21
Net profit (loss) recognised in equity	0,00	0,00	0,00	-2.830.712,00	0,00	-372.386,21	3.203.095,21
- Profit /loss for the period						1.559.853,24	1.559.853,24
Total profit/ loss for the period	0,00	0,00	0,00	-2.830.712,00	0,00	1.187.464,03	-1.643.244,97
- Dividends paid						-3.788.470,28	-3.788.470,28
- Raise of Share Capital	10.909.526,80						10.909.526,80
- Capitalization- Distribution of reserves- decrease of Capital		-41.456.201,84					-41.456.201,84
- Own Shares			238.912,80				238.912,80
Balance 30.06.2005	27.273.817,00	51.396.268,09	-1.085.311,77	7.649.306,47	-572.539,77	-15.832.815,67	68.828.724,35
Balance 01.01.2006	27.273.817,00	51.396.268,09	-1.085.311,77	10.020.052,13	-572.539,77	-18.574.482,16	68.457.803,52
- Readjustment of tangible assets				541.515,94			541.515,94
- Valuation of available for sale financial assets				1.692.251,86			1.692.251,86
Net profit (loss) recognised in equity	0,00	0,00	0,00	2.233.767,80	0,00	0,00	2.233.767,80
- Profit /loss for the period						-4.601.972,81	-4.601.972,81
Total profit/ loss for the period	0,00	0,00	0,00	2.233.767,80	0,00	-4.601.972,81	-2.368.205,01
- Own Shares			1.085.311,77		-133.926,87		951.384,90
Balance 30.06.2006	27.273.817,00	51.396.268,09	0,00	12.253.819,93	-706.466,64	-23.176.454,97	67.040.983,41

CH. K. TEGOPOULOS EDITIONS S.A.
Notes on the financial statements of
the group and the company prepared in accordance with
the International Financial
Reporting Standards (IFRS)
1st January 2006 – 30th March 2006
(Amounts in euro)

1. GENERAL INFORMATION

1.1 DESCRIPTION OF THE COMPANY AND THE GROUP

The company CH. K. TEGOPOULOS EDITIONS S.A. (parent company) was established in 1974, and its duration was set in 100 years, its headquarters is Athens in Minoos 10-16 street. P.C.177 43 Athens – Greece. Its internet address is www.enet.gr. The company is subject to the Greek legislation and functions according to the Law 2190/1920 and its registered in the Societe Anonyme matriculation book under the regimental number 2384/01/B/86/2383. The parent company is also registered in the Athens Stock Exchange since 30/12/1998 and its stocks are negotiated in the Great Capitalization category.

- Edits the most important Greek Newspapers Eleftherotypia and Kyriakatiki Eleftherotypia along with its inset magazines which are the leaders in their category as far as it concerns circulation, readership and advertising income.
- Also edits the leading newspaper of classified advertisements «CHRYSI EFKAIRIA».

The consolidated financial statements include the company, its associates and relative companies. (From now on called TEGOPOULOS or GROUP).

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES OF THE COMPANY AND THE GROUP.

The financial statements have been prepared according to the IFRS which have been adopted by the European Union applying the IFRS 1 «First application of the IFRS» with date of transaction the 1st of January 2004.

The company until the 21st of December 2004 kept its records and prepared the Financial Statements based on the Greek Commerce Law 2190/1920 and the valited legislation. From the 1st January 2005 and on the company based on the European legislation 1606/2002 and along with the Law 3229/2004 (as it was modified by the Law 3301/2004) prepares and publishes the Financial Statements according to the IFRS that have been adopted by the E.U.

The Financial principals described bellow, have been applied for the compilation of the Interim Financial Statements.

The Financial statements of the company have been compiled according to the Greek Financial Standards until 31.12.2004. Those standards differ in some parts from the IFRS. The comparative data for 2004 concerning the company have been reformullated according to the IFRS.

2.1. BASIS OF PREPARATION OF THE FINANCIAL STATEMENTS

2.1.1. Historical Cost Convention

The financial statements have been prepared under the historical cost convention, except for the revaluation of land and buildings prepared under fair value.

The preparation of the financial statements in conformity with IFRS requires the use of certain critical accounting estimates. It also requires management to excercise its judgement in the process of applying the Company's accounting policies.

2.1.2 Consolidation

- **Subsidiaries** are those that the company has a participation percentage bigger than the half of the voting rights or has the right to decide. For the financing and operating principles that are followed. The existence of probable voting rights that can be practiced or exchanged, are taken into consideration only when the Group evaluates the control over a company. The subsidiaries are consolidated totally from the date that the control is transferred to the group and stop being consolidated from the date that the control is interrupted. The accounting method of buying is used for the calculation of buying a subsidiary. The cost of redeem is calculated as a sum of fair values, on the date of the transaction, of the financial assets that are offered, the issued shares and the obligations that are above any cost that is related directly with the buying. The obtained elements of asset, the liabilities and probable liabilities are calculated primarily at their fair value on the date of the transaction, no matter which is the percentage of the minority. The result between the buying cost and the fair value of the equity that the subsidiary was obtained is written as surplus value. When the cost of buying is less than the fair value of the equity of the associate company that was obtained, the difference is recognized directly in the statement of equity for the use. The interfirm transactions, the remains of the accounts and the realized earnings that stem from the transactions between the companies of the group are being erased. The non realized loss is also erased but taken into consideration as a proof of waste of the element transferred.
- **Associate companies** are those in which the group has a participation percentage less than the half of the voting rights and imposes minor affect. The associate companies are consolidated with the method of Net Equity

2.1.3 Depreciation

Non-current assets

The company's non-current assets are depreciated according to the following rates:

	%
Buildings & other installations	2-2,5
Improvements on third party property	20
Plant & machinery	8
Furniture & utensils	20-24
Transportation equipment	11-15

2.1.4 Property, plant and equipment (measurement)

Property, plant and equipment (PPE), except for land is shown at cost less subsequent depreciation and impairment loss. Cost includes expenditure that is directly attributable to the acquisition of the items. Cost may also include transfers from equity of any gains/losses on qualifying cash flow hedges of foreign currency purchases of PPE.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, only when it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably. All other repairs and maintenance are charged to the income statement during the financial period in which they are incurred.

Land is shown at fair value, based on valuations by independent valuers, less subsequent depreciation and impairment loss. Land is revalued at regular time periods so that the carrying amount does not differ to the fair values at the closing dates of the Balance Sheet.

Increases in the carrying amount arising on revaluation of land at fair value is credited to other reserves in shareholders' equity, except if it concerns to reversal of decreased revaluation (devaluation) of a specific land that had been recognised in expenses. In this circumstance an equal amount of the revaluation is recognised in income.

2.1.5 Taxation

Income tax is calculated on the taxable profit for the period with the each time effective rate (29% for the year 2006, 32% for the year 2005). The taxable profit

differ from the company's net profit as disclosed in the financial statements, since they do not include income or expenses that are not taxed or accepted as deductible in other years and do not include amounts which are never taxed or accepted as deductible.

Deferred income tax is the tax either due or payable owing to time difference between income tax payment or tax recognition of expenses and it is accounted for to the extent that it is probable that future taxable profit will be available.

Deferred income tax liability is recognised mainly for all the temporary differences and deferred income tax assets are recognised to the extent that it is probable that future taxable profit will be available and be set off with the respective arising deferred income tax liability.

The amounts of deferred income tax (assets and liabilities) are reviewed at each Balance Sheet date and are reconsidered if payable, taking into account new facts and coincides that affect the availability of future taxable profit for their development.

Deferred income tax is determined using tax rates that have been enacted by the balance sheet date and are expected to apply when the related deferred income tax asset is realised or the deferred income tax liability is settled.

Deferred income tax is charged or credited to the income statement, except when it relates to items transferred directly to equity in which case the deferred tax has the same accounting treatment.

2.1.6 Inventories (merchandise-products-disposals-spare parts)

Inventories are stated at the lower of cost and net realisable value. Cost is determined using the Weighted Average Cost of balances. Net realisable value is the estimated selling price in the ordinary course of business, less applicable variable selling expenses.

2.1.7 Revenue

Revenue is accounted for on its realisation and mainly represents income from sale of newspapers, advertisements and income from printing on behalf of third parties.

2.1.8 Impairment of assets

At each Balance Sheet date the company's management reviews the carrying amount of property, plant and equipment in order to determine if these assets have been subjected to impairment. No such indication existed at 31.03.2006.

2.1.9 Trade receivables

Trade receivables are measured at nominal value of receivables after being reduced by bad receivables.

2.1.10 Creditors

Creditors are measured at nominal value of liabilities.

2.1.11 Employee benefits

According to the Greek Labour Law, the company has an obligation to pay all employees a specific benefit on retirement. This benefit is due on retirement and is equal to 40% or 70% of the amount dependent on factors:

- a) years of service at company
- b) monthly salary during the year of retirement and
- c) other factors as specified by the relative legislation

2.1.12 Investments

The company classifies its investments in the following categories:

a) Held-to-maturity investments

Held-to-maturity investments are non-derivative financial assets with fixed or determinable payments and fixed maturities that the Company has the positive intention and ability to hold to maturity.

b) Available-for-sale financial assets

Available-for-sale financial assets are non-derivatives that are either designated in this category or not classified in any of the other categories. They are included in non-current assets unless management intends to dispose of the investment within 12 months of the balance sheet date.

Purchases and sales of investments are recognised on trade-date-the date on which the company commits to purchase or sell the asset. Investments are initially recognised at fair value plus transaction costs for all financial assets not carried at fair value through

profit or loss. Investments are derecognised when the rights to receive cash flows from the investments have expired or have been transferred and the Company has transferred substantially all risks and rewards of ownership. Available-for-sale financial assets and financial assets at fair value through profit or loss are subsequently carried at fair value until sold or impaired. At sale or impairment the gains and losses are transferred to the income statement.

The fair values of quoted investments are based on current bid prices. If the market for a financial asset is not active, the Company establishes fair value by using valuation techniques.

2.1.13 Government grants

The Government grants for staff training or other expenses are recognised in the income statement over the period necessary to match them with the costs that they are intended to compensate.

Government grants relating to the purchase of property, plant and equipment are included in non-current liabilities as deferred government grants and are credited to the income statement on a straight line basis over the expected lives of the related assets.

2.2 CONSOLIDATED COMPANIES AND METHOD OF ASSOCIATE COMPANIES CONSOLIDATION.

2.2.1. Subsidiaries

The Interim Financial Statements of the group include CH.K. TEGOPOULOS EDITIONS S.A. as well as of the subsidiaries in which CH. K. TEGOPOULOS EDITIONS S.A. has control of. All the interfirm transactions and remains have been erased in the attached Interim Consolidated Financial Statements. In the interim financial statements of the company the participation in subsidiaries is calculated at the value obtained minus probable predictions of impairment.

In the table below all the subsidiaries are presented

a/a	Sector	Company	Percentage of participation	Country	Activity	Method of Consolidation
1.	PRINTING	FOTOEKDOTIKI S.A.	90%	GREECE	PRE-PRESS	Total consolidation
2.	COMPUTER SCIENCE	EPSILON NET A.E.B.E.	51%	GREECE	ELECTRONIC COMMERCE	-//-
3.	EDITING	EPSILON GRAPHIC ARTS PRINTINGS EDITING S.A.	100%	GREECE	PRINTING - EDITING	-//-

In the balance account of the company «Investments in subsidiaries» the below mentioned participations are included.

THE COMPANY

01.01.2006 – 30.06.2006

a/a	Investments in subsidiaries	Percentage of participation	Obtain value	Impairment		Accounting value 30.06.2006
				Until 31.12.2004	Until 31.12.2004	
1.	FOTOEKDOTIKI S.A.	90%	146.443,09	146.443,09	0,00	0,00
2.	EPSILON NET A.E.B.E.	51%	737.872,34	737.872,34	0,00	0,00
3.	EPSILON GRAPHIC ARTS PRINTINGS EDITING S.A.	100%	120.000,00	0,00	120.000,00	0,00
	TOTAL		1.004.315,43	884.315,43	0,00	0,00

01.01.2005 – 31.12.2005

a/a	Investments in subsidiaries	Percentage of participation	Obtain value	Impairment		Accounting value 31.12.2005
				Until 31.12.2004	Until 30.09.2005	
1.	FOTOEKDOTIKI S.A.	90%	146.443,09	146.443,09	0	0
2.	EPSILON NET A.E.B.E.	51%	737.872,34	737.872,34	0	0
3.	EPSILON GRAPHIC ARTS PRINTINGS EDITING S.A.	100%	120.000,00	0,00	120.000,00	0,00
	TOTAL		884.315,43	884.315,43	0	0

- The associate companies in the Interim Financial Statements of the company are calculated on the obtained value deducting any probable waste of impairment.
- The company EPSILON GRAPHIC ARTS – EDITIONS – PRINTINGS S.A. was obtained in September 2005 costing 120.000,00 €

2.2.2 Associates

The participations of the group in the subsidiaries are calculated in the consolidated financial statements with the method of Net Equity. Relative companies are those companies in which the group has minimal effect. The participation in associate companies is primarily recorded at the obtained cost and their accounting value increases or decreases in order to picture the portion of the investor in Profit or loss. The dividends that the investor acquires from an associate company decrease the accountings value of the participation in the consolidated. Financial statements in the financial statements of the company are calculated at the acquisition value deducting any probable predictions of impairment

In the table below all the associate companies are presented:

a/a	Company	Percentage of participation	Country of activity	Activity	Method of consolidation
1.	MEDIATEL S.A	44%	GREECE	TELECOMMUNICATIONS	NET EQUITY
2.	ARGOS S.A.	24,12%	GREECE	NEWSPAPER VENDING	-/-
3.	MEDIA CALL CENTER S.A.	20%	GREECE	TELECOMMUNICATIONS	-/-
4.	PLANATECH S.A.	20%	GREECE	PRODUCTION OF PLEASURE BOATS	-/-

In the balance account «Investments in associate companies» the following participations are included:

THE GROUP

30.06.2006

31.12.2005

a/a	Investments in subsidiaries	30.06.2006			31.12.2005		
		Accounting value 01.01.2006	Profit /loss share	Accounting value 30.06.2006	Accounting value 01.01.2005	Profit /loss share	Accounting value 31.12.2005
2.	MEDIATEL S.A.	1.241.875,40	-22.890,93	1.218.984,47	1.394.206,52	-152.331,12	1.241.875,40
2.	ARGOS S.A.	1.646.869,08	313.656,48	1.960.595,56	1.399.904,92	246.964,16	1.646.869,08
3.	MEDIA CALL CENTER S.A.	53.949,20	-27.071,79	26.877,41	90.050,28	-36.101,08	53.949,20
4.	PLANATECH S.A.	125.247,97	0,00	125.247,97	74.158,41	51.089,56	125.247,97
	TOTAL	3.067.941,65	263.693,76	3.331.635,76	2.958.320,13	109.621,52	3.067.941,65

THE COMPANY

30.06.2006

31.12.2005

a/a	Investments in subsidiaries	Obtain value	Impairment 31.12.2004	Account	Αξία κτήσεως	Απομείωση 31.12.2004	Λογιστική Αξία
1.	MEDIATEL S.A.	1.108.800,00	-	1.108.800,00	1.108.800,00	-	1.108.800,00
2.	ARGOS S.A.	702.086,00	-	702.086,00	702.086,00	-	702.086,00
3.	MEDIA CALL CENTER S.A.	144.000,00	-	144.000,00	144.000,00	-	144.000,00
4.	PLANATECH S.A.	420.000,00	300.000,00	120.000,00	420.000,00	300.000,00	120.000,00
	TOTAL	2.374.886,00	300.000,00	2.074.886,00	2.374.886,00	300.000,00	2.074.886,00

2.3 INFORMATION BY SECTOR

The sectors that the company and its group is activated are the following:

A) Editions

The main activity of the company is editions. Edits the most important Greek political newspapers ELEFTHEROTYPIA and KYRIAKATI KI ELEFTHEROTYPIA along with their inset magazines, and the leading newspaper of classified advertisements CHRYSI EFKAIRIA.

B) Printing

In printing area is activated a part of the company since the associate company FOTOEKDOTIKH S.A. is involved in pre-press production and printing of any kind of printed matter.

The group has the total of its activities in Greece and so there is no distinction in geographic sectors.

In the tables below are stated all the income and results that concern the group's activity for the period that ended on the 30.06.2006 and its comparative period 30.06.2005.

Information by sector for the group (30.06.2006)

amounts in euro

01.01. – 30.06.2006	Editions	Printings	Total
PROCEEDS			
Total of sales	59.362.347,87	7.923.965,72	67.286.313,59
Interfirm sales	-2.572,36	-2.203.025,91	-2.205.598,27
Net sales	59.359.775,51	5.720.939,81	65.080.715,32
Results by sector	-5.791.467,20	367.191,62	-5.424.275,58

Information by sector for the group (30.06.2005)

amounts in euro

01.01. – 30.06.2006	Editions	Printings	Total
PROCEEDS			
Total of sales	51.539.805,73	6.502.200,24	58.042.005,97
Interfirm sales	-2.547,18	-1.946.601,90	-1.949.149,08
Net sales	51.537.258,55	4.555.598,34	56.092.856,89
Results by sector	1.138.304,55	-108.954,09	1.029.350,46

The results by sector include the gross result of the period along with the administrative and exposure expenses.

3. Financial Risk Management

3.1 Credit risk : Credit risk is feasible only for earnings from different inserts. The management of the company attends this risk on a constant basis and evaluates the need to take further guarantees.

3.2 Liquidation risk : Due to the fact that 70% of the earnings comes from sales through agents there is no such risk.

3.3 Cash flow risk: This can pure from the rise of interest for the debenture loans. It is of crucial importance to mention that the value of the loans is very small in comparison with the total of the liabilities of the company.

4. Important Accounting Estimations and Judgments of Managements

The estimations and Judgements of the company's management are reevaluated constantly and are based on historical facts and future evaluations.

5. ANALYSIS OF THE DATA OF THE BALANCE SHEET

5.1 TANGIBLE ASSETS

TABLE OF CHANGES OF TANGIBLE ASSETS (01.01.- 30.06.2006)										
THE GROUP										
	CHANGES OF TANGIBLE ASSETS				DEPRECIATIONS					NET UNDEPRECIATED VALUE
	REMAIN 31/12/2005	INSERTIONS OF USE	DEDUCTIONS OF USE	TOTAL 30/06/2006	REMAIN OF DEPRECIATION 1/1/2006	INSERTIONS OF USE	ADJUSTMENT	DEDUCTIONS OF USE	TOTAL OF DEPRECIATIONS 30/06/2006	
COURTS - PROPERTY	14.310.335,00	0,00	0,00	14.310.335,00	0,00	0,00	0,00	0,00	0,00	14.310.335,00
BUILDINGS & INSTALLATIONS	33.460.124,62	-273.477,28	0,00	33.186.647,34	2.267.658,75	407.263,13	0,00	0,00	1.674.921,88	31.511.725,46
EQUIPMENT & TECHN. INSTALLATIONS	37.480.788,30	40.160,18	11.051,65	37.509.896,83	14.589.830,56	1.452.411,33	0,00	11.051,64	16.031.190,25	21.478.706,58
MEANS OF TRANSPORT	670.591,52	10.000,00	3.699,00	676.892,52	458.753,87	24.297,25	0,00	1.498,10	481.553,02	195.339,50
FURNITURE & OTHER EQUIPMENT	6.966.973,85	158.194,15	35.670,85	7.089.497,15	5.982.626,84	309.079,27	0,00	35.670,85	6.256.035,26	833.461,89
TOTAL	92.888.813,29	-65.122,95	50.421,50	92.773.268,84	22.298.870,02	2.193.050,98	0,00	48.220,59	24.443.700,41	68.329.568,43
THE COMPANY										
	CHANGES OF TANGIBLE ASSETS				DEPRECIATIONS					NET UNDEPRECIATED VALUE
	REMAIN 31/12/2005	INSERTIONS OF USE	DEDUCTIONS OF USE	TOTAL 30/06/2006	REMAIN OF DEPRECIATION 1/1/2006	INSERTIONS OF USE	ADJUSTMENT	DEDUCTIONS OF USE	TOTAL OF DEPRECIATIONS 30/06/2006	
COURTS - PROPERTY	14.310.335,00	0,00	0,00	14.310.335,00	0,00	0,00	0,00	0,00	0,00	14.310.335,00
BUILDINGS & INSTALLATIONS	33.460.124,62	-273.477,28	0,00	33.186.647,34	1.267.658,75	407.263,13	0,00	0,00	1.674.921,88	31.511.725,46
EQUIPMENT & TECHN. INSTALLATIONS	37.480.788,30	40.160,18	11.051,65	37.509.896,83	14.589.830,56	1.452.411,33	0,00	11.051,64	16.031.190,25	21.478.706,58
MEANS OF TRANSPORT	670.591,52	10.000,00	3.699,00	676.892,52	458.753,87	24.297,25	0,00	1.498,10	481.553,02	195.339,50
FURNITURE & OTHER EQUIPMENT	6.965.694,07	158.194,15	35.670,85	7.088.217,37	5.981.347,27	309.079,27	0,00	35.670,85	6.254.755,69	833.461,68
TOTAL	92.887.533,51	-65.122,95	50.421,50	92.771.989,06	22.297.590,45	2.193.050,98	0,00	48.220,59	24.442.420,84	68.329.568,22

5.2 Financial assets available for sale (non circulated).

The financial assets available for sale are participations in the share capital of non registered companies as follows :

THE GROUP

a/a	FINANCIAL ASSETS AVAILABLE FOR SALE	PERCENTAGE OF PARTICIPATION	ACCOUNTING VALUE	
			30.06.2006	31.12.2005
1.	EMFASIS EDITIONS S.A.	9,375%	181.953,37	158.147,94
2.	EPSILON TELEKOM S.A.	16%	0,00	0,00
3	G. DRAGONIS EDITIONS S.A.	15%	0,00	0,00
	TOTAL		181.953,37	158.147,94

THE COMPANY

a/a	FINANCIAL ASSETS AVAILABLE FOR SALE	PERCENTAGE OF PARTICIPATION	ACCOUNTING VALUE	
			30.06.2006	31.12.2005
1.	EMFASIS EDITIONS S.A.	9,375%	181.953,37	158.147,94
2.	EPSILON TELEKOM S.A.	16%	0,00	0,00
3.	G. DRAGONIS EDITIONS S.A.	15%	0,00	0,00
	TOTAL		181.953,37	158.147,94

5.3 Deferred Income Tax

	THE GROUP		THE COMPANY	
	30/6/2006	31/12/2005	30/6/2006	31/12/2005
<i>Liabilities</i>				
FROM PROVISIONS OF DOUBTFUL ACCOUNTS	604.314,10	666.829,35	604.314,10	666.829,35
FROM TAXATION LOSS FOR THE USE	501.282,26	501.282,26	501.282,26	501.282,26
FROM RETIREMENT BENEFITS	3.038.882,31	3.114.880,19	2.607.452,55	2.711.675,89
TOTAL	4.144.478,67	4.282.991,80	3.713.048,91	3.879.787,50

5.4 Other receivables

Given guarantees :				
PPC for Plant Electricity supply	17.187,60	17.187,60	17.197,36	17.197,36
Rent deposit for Thessaloniki branch	3.600,00	3.600,00	3.600,00	3.600,00
Rent deposit for Crete office	322,82	322,82	322,82	322,82
Deposit for TEO PASS	25,00	0,00	25,00	0,00
TOTAL	21.135,42	21.110,42	21.145,18	21.120,18

5.5 Inventories

Merchandise	971.122,56	653.473,58	971.122,56	653.473,58
Finished goods	2.108.292,97	1.358.422,44	2.108.292,97	1.358.422,44
Sub products	2.316,86	21.638,48	2.316,86	21.638,48
Raw & auxiliary materials	1.337.530,20	1.286.667,51	1.333.902,62	1.283.219,64
Consumables	245.335,00	198.702,72	245.335,00	198.702,72
Spare Parts	384.086,05	467.206,20	384.086,05	467.206,20
TOTAL	5.048.683,64	3.986.110,93	5.045.056,06	3.982.663,06

5.6 Trade & Other receivables

Trade receivables	17.886.607,70	14.479.022,68	18.801.449,62	14.445.879,80
Notes receivables	42.904,15	34.272,50	42.904,15	34.272,50
Cheques receivables	5.065.463,49	2.891.848,68	5.047.548,78	2.890.848,68
Cheques overdue	1.765.438,07	1.409.680,85	1.765.438,07	1.409.680,85
Cheques pledged	6.686.767,74	12.960.650,01	6.686.767,74	12.960.650,01
Loans to personnel	36.615,07	37.902,64	36.615,07	12.061,59
Receivables due from Greek Government	1.104.070,59	1.303.558,28	1.091.209,56	1.300.395,70
Other receivables	495.676,34	218.405,57	494.914,87	238.415,86
Transit debit balances	246.257,36	241.432,30	246.257,36	241.432,30
Blocked deposits	953.015,53	325.808,66	953.015,53	325.808,66
TOTAL	34.282.816,04	33.902.582,17	35.166.120,75	33.654.383,57

5.7 Financial assets available for sale (circulated)

The available for sale assets are participations in the share capital of the registered company in the Athens Stock Exchange THLETYPOS S.A. and shares of reciprocal capital EUROBANK S.A. as follows :

	THE GROUP		THE COMPANY	
	30.06.2006	31.12.2005	30.06.2006	31.12.2005
Shares of Reciprocal capital EUROBANK S.A.	459.336,79	403.910,48	459.336,79	403.910,48
Participation to THLETYPOS S.A.	4.120.605,44	14.807.585,32	4.120.605,44	14.807.585,32
TOTAL	4.579.942,23	15.211.495,80	4.579.942,23	15.211.495,80

In January 2006 through the Athens Stock Exchange 3.000.000 million shares of THLETYPOS S.A. were sold. After this sale the percentage of participation of CH. K. TEGOPOULOS EDITIONS S.A. in the share capital of THLETYPOS S.A. reduced from 12,8 % to 2,68.

5.8 Cash and Cash Equivalents

Cash in hand	297.856,92	576.998,02	295.835,83	572.646,10
Current and time deposits	5.202.553,10	2.949.255,78	4.353.247,42	2.159.967,14
TOTAL	5.500.410,02	3.526.253,80	4.649.083,25	2.732.613,24

5.9 Share Capital (net equity)

Divided into 54.547.634 common nominal shares with value per share 0,50 € Further analysis in notes 6.11 -6.17 in the statement of own capitals.	27.273.817,00	27.273.817,00	27.273.817,00	27.273.817,00
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5.10 Long term bank loans

	10.930.600,00	15.100.000,00	10.930.600,00	15.100.000,00
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Concern issue by the Company on 23/06/2005 of two debenture loans where the National Bank of Greece participates fully in both underwritings under the following terms and conditions :

- Issue of a debenture loan of Euro 20 million, two (2) year duration, monthly interest charge at Euribor +1 , secured by trade receivables (clients' cheques) at rate 90%, maturity within twelve (12) months and possibility for anticipated redemption.
- Issue of a debenture loan of Euro 10 million, five (5) year duration, two (2) year grace period, at a quarterly interest charge, and quarterly instalments of principal

interest Euribor + 1 without securing and possibility for anticipated redemption The loans were issued in order to strengthen the company's liquidity and finance the most permanent working capital requirements.

c) Working Capital on the 30.06.2006 , 1.300.600€

In detail the loans are as following:

TYPE OF LOAN	Debenture Loan 20million €	Debenture Loan 10 million €	Working Capital	Total
Long term Bank Loan	5.100.600,00	5.830.000,00	-	10.930.600,00
Short term bank Loan	1.899.400,00	-	1.300.600,00	3.200.000,00
TOTAL	7.000.000,00	5.830.000,00	1.300.600,00	14.130.600,00

5.11 Deferred Income Tax

	THE GROUP		THE COMPANY	
	30/6/2006	31/12/2005	30/6/2006	31/12/2005
<i>LIABILITIES</i>				
REVALUATION OF LAND	2.621.923,94	3.081.123,48	2.621.923,94	3.081.123,48
REVALUATION OF BUILDINGS	793.434,23	849.952,78	793.434,23	849.952,78
DEPRECIATION OF BUILDINGS	637.065,26	589.272,41	637.065,26	589.272,41
TOTAL	4.052.423,43	4.520.348,67	4.052.423,43	4.520.348,67

5.12 Provisions for benefits to the employees

	10.566.218,10	10.070.618,26	8.991.215,70	8.516.775,26
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The average of the employed personnel in the end of the current use is for the company 955 individuals and for the group 1.179 individuals. The liability for compensation due to retirement of personnel, is calculated as a present value of a particular benefit revaluating certain parameters that are in effect in the date of the Balance Sheet. The company has assigned the above calculation to recognized evaluators and the estimated liability on the 30/06/2006 has been accounting written and is included in the financial statements according to the IFRS 19.

5.13 Other provisions

Provisions for bad receivables	2.083.841,71	2.083.841,71	2.083.841,71	2.083.841,71
Provisions for tax audit differences	386.000,00	314.000,00	386.000,00	314.000,00
Provisions for Property Tax 2006	0,00	115.453,18	0,00	115.453,18
	2.469.841,71	2.513.294,89	2.469.841,71	2.513.294,89

5.14 Grants of Property, Plant & equipment

	2.372.079,91	2.540.998,79	2.372.079,91	2.540.998,79
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The above grant has been taken based on the Law 2601/98 for investments in building and technical installations for the Plant in Koropi. This grant was given to the

company in two equally amounting instalments in 1999 and 2001. The depreciated grants of asset are presented in the following chart:

Initial Grant	4.578.136,46	4.578.137,46	4.578.138,46	4.578.139,46
Minus Depreciations	-2.206.056,55	-2.037.138,67	-2.206.058,55	-2.037.140,67
Undepreciated amount	2.372.079,91	2.540.998,79	2.372.079,91	2.540.998,79

5.15 Trade payables and other short term liabilities

	THE GROUP		THE COMPANY	
	30/6/2006	31/12/2005	30/6/2006	31/12/2005
Trade Payable				
It concerns liabilities from usual transactions of the company	6.540.939,57	6.958.639,68	6.304.778,53	6.764.998,09
Creditors				
Wages payables	92.138,79	201.422,53	-42.136,16	194.154,12
Dividends payable	155.821,37	155.990,21	134.321,37	134.490,21
Guarantee beneficiaries	27.694,95	27.694,95	27.896,42	74.361,31
Cheques payable	11.023.099,66	10.382.680,15	11.023.099,66	10.382.680,15
Outstanding bank credits	45.687,87	63.789,27	45.687,87	63.789,27
Other liabilities	4.639.518,37	58.753,27	5.758.962,38	4.672,44
	15.983.961,01	10.890.330,38	16.947.831,54	10.854.147,50
Liabilities form taxes – duties				
V.A.T.	148.193,31	0,00	133.065,79	-205.062,38
Payroll tax – ER's Contributions	468.740,09	558.1741,58	434.842,88	695.939,92
Other Taxes and Duties	58.663,82	233.138,68	52.649,53	52.043,90
Stamp tax	1.622,30	4.355,47	1.619,23	4.354,05
Liabilities form taxes – duties	0,00	0,00	0,00	0,00
	677.219,52	795.668,73	622.177,43	547.275,49
Social Security				
Social Security Institution	254.851,31	490.129,09	238.289,95	457.400,14
Other pension funds of Main Insurance	195.607,99	372.260,49	148.910,12	278.920,72
Auxiliary Insurance Pension Funds	53.976,07	101.825,27	43.095,97	79.857,51
AD stamp Tax	398.576,27	371.231,33	398.576,27	371.231,33
	903.011,64	1.335.446,18	828.872,31	1.187.409,70
TOTAL	24.105.131,74	19.980.099,67	24.703.659,81	19.353.830,78

5.16 Current Income Tax

	0,00	0,00	0,00	0,00
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5.17 Short -term Borrowings

See analysis note 5.10	3.200.000,00	11.165.660,51	3.200.000,00	11.165.660,51
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5.18 Provisions and other liabilities

	0,00	136.327,93	0,00	136.327,93
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6. ANALYSIS OF ALL INCOME ACCOUNTS

6.1 Revenue & Other Operating income

	Ο ΟΜΙΑΟΣ		Η ΕΤΑΙΡΕΙΑ	
	30.06.2006	30.06.2005	30.06.2006	30.06.2005
Income from sale of newspapers e.t.c.	31.921.622,13	31.451.212,77	31.901.776,20	31.448.625,47
Income from rendered services (entries)	21.278.108,96	22.934.679,91	21.278.108,96	22.934.679,91
Income from sales of Merchandise	11.461.902,45	1.425.242,42	11.461.902,45	1.425.242,42
Income from sales of other inventories	419.081,78	281.721,79	419.081,78	281.721,79
TOTAL	65.080.715,32	56.092.856,89	65.060.869,39	56.090.269,59

6.2 Cost of Sales

Cost of Inventories	18.081.010,35	14.574.504,15	18.077.041,16	14.573.986,69
Payroll costs	14.932.605,40	13.943.039,75	13.095.840,41	12.451.281,28
Wages and expenses of third parties	7.103.773,58	4.128.884,50	6.790.547,79	5.270.161,24
Utilities of third parties	1.108.376,32	874.771,10	1.144.721,18	890.871,57
Taxes – duties	479.495,79	937.074,48	473.032,62	524.924,96
Sundry expenses	3.106.060,08	3.669.010,79	3.149.719,14	3.553.935,83
Depreciation of PPE	2.038.782,57	1.919.920,95	2.037.720,92	1.923.779,70
Special expenses	2.124.074,61	0,00	2.124.074,61	0,00
Operating Provisions	567.559,84	392.750,82	546.440,44	296.294,79
TOTAL	49.541.778,54	40.439.956,54	47.439.138,27	39.485.236,06

6.3 Other operating income

Income from side bussines	427.779,04	415.297,13	430.351,40	417.844,31
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6.4 Disposal expenses

Wages and expenses of personnel	1.536.494,81	991.057,36	1.226.051,84	868.698,78
Wages and expenses of third parties	12.972.446,98	8.890.810,85	15.377.405,52	9.525.244,75
Utilities of third parties	97.285,87	105.840,72	92.121,25	105.331,58
Taxes – duties	63.038,93	44.878,65	67.417,33	28.357,63
Other expenses	3.716.370,27	2.117.046,46	3.712.035,83	2.350.847,39
Interests and similar expenses	44.153,83	42.872,02	44.397,56	49.406,95
Depreciation of PPE	18.429.790,69	12.192.506,06	20.519.429,33	12.927.887,08
TOTAL				

6.5 Administrative expenses

Wages and expenses of personnel	1.330.295,29	1.312.744,83	1.506.747,55	1.201.369,26
Wages and expenses of third parties	488.505,25	420.683,87	517.871,58	545.735,29
Utilities of third parties	249.223,73	238.751,30	218.043,49	223.159,96
Taxes – duties	25.235,97	52.117,14	27.320,74	480.662,56
Other expenses	329.945,15	298.427,52	277.397,27	167.595,33
Depreciation of PPE	110.216,28	108.319,16	11.034,20	97.925,50
TOTAL	2.533.421,67	2.431.043,83	2.658.414,83	2.716.447,89

6.6 Financial Results

Debit Interest and other expenses	-379.073,52	-73.148,52	-375.662,04	-69.986,40
Income from sale of THLETYPOS S.A. Shares	1.060.000,00	0,00	1.060.000,00	0,00
Income from Dividends	39.746,20	507.002,40	39.746,20	684.687,44
Income from securities	0,00	35.152,43	0,00	35.152,43
Credit interests and other expenses	26.825,55	24.321,24	14.236,11	19.576,78
TOTAL	747.498,23	493.327,55	738.320,27	669.430,25

6.7 Results from associates

MEDIATEL S.A.	-22.890,93	51.316,63	0,00	0,00
ARGOS S.A.	313.656,48	119.235,08	0,00	0,00
MEDIA CALL CENTER S.A.	-27.071,79	-18.050,55	0,00	0,00
PLANATECH S.A	0,00	25.544,78	0,00	0,00
TOTAL	263.693,76	178.045,94	0,00	0,00

6.8 INCOME TAX ANALYSIS

	<u>THE GROUP</u>		<u>THE COMPANY</u>	
	<u>30.06.2006</u>	<u>30.06.2005</u>	<u>30.06.2006</u>	<u>30.06.2005</u>
<u>EXPENSES</u>				
FROM CHANGE IN TAX RATES OF PROVISION FOR DOUBTFUL RECEIVABLES	62.515,25	0,00	62.515,25	0,00
FROM DEPRECIATION OF BUILDINGS	126.100,59	147.528,38	126.100,59	147.528,38
FROM CHANGE IN TAX RATES FOR PROVISION FOR RETIREMENT BENEFITS	241.811,06	25.615,51	241.811,06	25.615,51
FROM TAX PROFIT FOR THE SIX -MONTH PERIOD	0,00	425.002,64	0,00	425.002,64
TOTAL	430.426,90	598.146,53	430.426,90	598.146,53
<u>REVENUES</u>				
FROM PROVISION FOR RETIREMENT BENEFITS FOR THE PERIOD	157.355,59	109.958,43	137.587,72	84.574,33
FROM CHANGE OF DEFERRED TAX LIABILITIES DEPRECIATION DUE TO CHANGE OF TAX RATES				
FROM TAX LOSS YEAR 2006	78.307,74	25.449,32	78.307,74	25.449,32
TOTAL	235.663,33	135.407,75	215.895,46	110.023,65
TOTAL INCOME TAX	-194.763,57	-462.738,78	-214.531,44	-488.122,88

The company's earnings were taxed for the year 2006 with the tax rate applicable 29% and for the year 2005 with 32% after having taken into consideration the non deductible expenses and the probability of creating tax exempt reserves The tax obligation of the company is not final before all the books and elements are audited from the Greek Tax Authorities. Such an audit has been done until the year 2001 and has been a prediction of 386.000,00€ for the uses 2002-2006 (30.06.2006)

6.9 Analysis of earnings per share

	THE GROUP		THE COMPANY	
	30/6/2006	30/6/2005	30/6/2006	30/6/2005
Earnings/(loss) for the period after taxes	-4.180.068,12	1.653.282,30	-4.601.972,81	1.559.850,24
Weighted average number of common shares	54.547.634	54.250.738	54.547.634	54.250.738
Earnings (loss) per share in Euro	-0,077	0,030	-0,084	0,029

7. Analysis of bindings

It is important to note that none of the company's current assets is attached or mortgage able .

8. TRANSACTIONS WITH CONNECTED PARTS

8.1 Transactions with associate companies, subsidiaries and connected parts

CH. K. TEGOPOULOS EDITIONS S.A. has signed a private agreement with its subsidiary FOTOEDOTKI S.A. to which has assigned all the pre press works for the total of its printings. The associate company ARGOS S.A. takes up with percentage wages the handling and distribution of the total of its printings.

Additionally, CH. K. TEGOPOULOS EDITIONS S.A. has signed private agreement with subsidiaries and associate companies, to which provides accounting and computerized services and renting agreements by the authority of the hirer.

Finally, CH. K TEGOPOULOS EDITIONS S.A. has signed also private agreements with associate companies for advertising insets in its printings.

The transactions between CH. K. TEGOPOULOS EDITIONS S.A. with subsidiaries and associate companies are as following

<u>A. ASSOCIATES</u>	<u>PURCHASES FROM ASSOCIATES & SUBSIDIARIES 01.01.-30.09.2006</u>	<u>SALES TO ASSOCIATES & SUBSIDIARIES 01.01.- 30.09.2006</u>	<u>BALANCE 30/09/2006</u>		<u>GIVEN GUARANTEES</u>
			<u>RECEIVABLES</u>	<u>LIABILITIES</u>	
MEDIATEL SA	0,00	167.721,01	93.067,60	0,00	-
PLANATECH SA	0,00	40.448,74	79.297,28	0,00	200.000,00
MEDIA CALL CENTER SA		59.282,92	78.905,68	0,00	-
ARGOS SA	11.118.418,85	2.544,50	1.827.606,04	0,00	-
TOTAL	11.118.418,85	269.997,17	2.078.876,60	0,00	200.000,00
<u>B. SUBSIDIARIES</u>					
FOTOEKDOTIKI SA	2.205.598,27	1.777,20	0,00	66.554,61	-
EPSILON NET SA	0,00	837,83	3.741,63	0,00	-
EPSILON GRAPHIC ART SA	0,00	8,16	4.368,33	0,00	-
TOTAL	2.205.598,27	2.623,19	8.109,96	66.554,61	-

8.2 Payments of the Board of Directors

The payments of the executive members of the Board of Directors which provide services as in the company as executive cadres during the first semester of 2006 were amounting the total of 198.352,15 €

The non executive members of the Board of Directors for the first semester of 2006 did not receive any payment.

8.3 Payments of the Managers

The payments of the Managers during the first semester of 2006 were amounting the total of 870.324,63 €

9. Subsequent events form the day of drafting the financial statements

There were no substantial facts after the day of drafting of the Balance Sheet which can affect the financial state of the company.

10. Modifications of the Financial statements of past period's .

The company went on a change of accounting method in order to face up investments in subsidiaries. The company consolidated by using the method of total consolidation the subsidiaries that were exempted for several reasons. Additionally in the financial statements the subsidiaries and associate companies are evaluated in the cost of obtain minus loss of waste. The modifications were made in retrospective application of those of 1/1/2004 which the date that the company applied the IFRS. As a result the already published financial statements (which were only for the company) have differences with the restated financial statements of the company (which are from now on stated in parallel with the consolidated).

- **Differences in the statement of results for the use**

In the statement of results on the 31/12/2005 a change appears, in relation with the one already published, amounting 120.000 € which concern loss of waste of the subsidiary «Epsilon Graphic Arts S.A.» which was obtained on the 30/09/2005.

This means that before this modification the loss after taxes on 2005 was €- 1.434.199,46 and after this modification turned into €- 1.554.199,96. The published results for the period 30/06/2006 have not changed.

• **Changes in Net Equity and Asset.**

We have to mention that for every change in net equity we have an equal change in the non circulated PPE where the accounts “Available for sale Financial Assets” and “Investments in Associate companies”. The differences in Net Equity appear in the following table.

• **CHANGES IN NET EQUITY DUE TO REFORMULATION**

<i>Prior the modification</i>	<i>Modified</i>	<i>Prior the modification</i>	<i>Modified</i>	<i>Prior the modification</i>	<i>Modified</i>
<u>31/12/2004</u>	<u>31/12/2004</u>	<u>31/3/2005</u>	<u>31/3/2005</u>	<u>30/6/2005</u>	<u>30/6/2005</u>
104.848.045,91	104.568.201,84	103.469.738,10	103.362.831,10	68.935.628,35	68.828.724,35
* Difference	-279.844,07				
<i>Prior the modification</i>	<i>Modified</i>	<i>Prior the modification</i>	<i>Modified</i>	<i>Prior the modification</i>	<i>Modified</i>
<u>30/9/2005</u>	<u>30/9/2005</u>	<u>31/12/2005</u>	<u>31/12/2005</u>	<u>31/3/2006</u>	<u>31/3/2006</u>
67.062.738,78	66.835.831,78	69.517.516,18	68.457.803,52	70.627.027,12	69.567.314,46
<i>Prior the modification</i>	<i>Modified</i>				
<u>30/6/2006</u>	<u>30/6/2006</u>				
68.076.890,64	67.040.983,41				

* The difference that appears on the 31/12//2004 comes from 31/12/2003 and is analyzed as following:

Restoration of Associates and Subsidiaries in the Cost of Obtain	904.471,36
Impairment of the Subsidiary “FOTOEKDOTIKI S.A.	-146.443,09
Impairment of the Subsidiary "EPSILON NET AEBE"	-737.872,34
Impairment of Associate "PLANATECH S.A"	<u>-300.000,00</u>
Total deduction of net equity in the company’s Financial Statements	
31/12/2004 By equal deduction of the non circulated PPE	-279.844,07

The differences in the balance sheet appear in the table below. There was also an internal transaction of an amount of 386.000,00€ from “Provisions for benefits to the employees to “Other Provisions.

ASSETS	THE COMPANY		
	PUBLISHED	REFORMULATED	CHANGE
	30/06/06	30/06/06	
Non current assets			
Tangible assets	68.329.568,22	68.329.568,22	0,00
Investments in subsidiaries	0,00	0,00	0,00
Investments in associates	3.292.746,60	2.074.886,00	1.217.860,60
Financial assets available for sale	0,00	181.953,37	-181.953,37
Deffered income tax	3.713.048,91	3.713.048,91	0,00
Other receivables	21.145,18	21.145,18	0,00
Total of non current assets	75.356.508,91	74.320.601,68	1.035.907,23
Current assets			
Inventories	5.045.056,06	5.045.056,06	0,00
Trade and other receivables	35.166.120,75	35.166.120,75	0,00
Financial assets available for sale	4.579.942,23	4.579.942,23	0,00
Cash and cash equivalents	4.649.083,25	4.649.083,25	0,00
Total of current assets	49.440.202,29	49.440.202,29	0,00
Total of assets	124.796.711,20	123.760.803,97	1.035.907,23
OWN CAPITAL AND LIABILITIES			
OWN CAPITAL			
Share capital	27.273.817,00	27.273.817,00	0,00
Above par	51.396.268,09	51.396.268,09	0,00
Own shares	0,00	0,00	0,00
Reserves at fair value	8.949.780,08	12.253.819,93	-3.304.039,85
Other reserves	2.329.165,01	-706.466,64	3.035.631,65
Retained earnings	-21.872.139,54	-23.176.454,97	1.304.315,43
Own capital given to the shareholders of the company	68.076.890,64	67.040.983,41	1.035.907,23
Minority rights	0,00	0,00	0,00
Total of own capital	68.076.890,64	67.040.983,41	1.035.907,23
LIABILITIES			
Long term liabilities			
Long term bank loans	10.930.600,00	10.930.600,00	0,00
Other long term liabilities	0,00	0,00	0,00
Deffered income tax	4.052.423,43	4.052.423,43	0,00
Provisions for benefits to the employees	9.377.215,70	8.991.215,70	386.000,00
Other provisions	2.083.841,71	2.469.841,71	-386.000,00
Grants of assets	2.372.079,91	2.372.079,91	0,00
Total of long term liabilities	29.166.399,23	28.816.160,75	0,00
Short term liabilities			
Suppliers and other liabilities	24.703.659,81	24.703.659,81	0,00
Current income tax	0,00	0,00	0,00
Short term loans	3.200.000,00	3.200.000,00	0,00
Provisions and other liabilities	0,00	0,00	0,00
Total of short term liabilities	27.903.659,81	27.903.659,81	0,00
Total of liabilities	57.070.059,04	56.719.820,56	0,00
Total of own capital and liabilities	125.146.949,68	123.760.803,97	1.035.907,23

11. Approval of the financial statements

The above INTERIM FINANCIAL STATEMENTS of the Group and the Company have been approved by the board of directors of the company on the 22nd of November 2006.

Athens 22nd of November 2006

**CHAIRMAN &
MAN. DIRECTOR**

**Christos Tegopoulos
A 102836/1962**

VICE PRESIDENT

**Dionissios Avgoustiniatos
A 092664/1961**

**ACCOUNTS D.p.t
DIRECTOR**

**Vassilios Tsabokas
N 244187/1983**

**HEAD OF
ACCOUNTS D.p.t**

**Evangelos Tatsis
P 673041/1994**